



CONTACT INFORMATION
Mining Records Curator
Arizona Geological Survey
416 W. Congress St., Suite 100
Tucson, Arizona 85701
602-771-1601
<http://www.azgs.az.gov>
inquiries@azgs.az.gov

The following file is part of the JABA, Inc. Tombstone Mining Records

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V. 7, Bk. 36

Tombstone
Mining District

Cochise Co.
Arizona

Zebra Prospect

AZ State Land
Current
Prospecting
Permits
1993+

Copy 1 of 2

0118

PP 08-52526

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____

Rolodex # _____

Cty Grt Parcel

Initial

Date

Approved

Denied

Rejected

Withdrawn

APPLICATION TO OBTAIN MINERAL RESOURCES APPLICATION # _____

I. APPLICANT

Principal Leroy Halterman

Agent _____

Address 820 Piedra Vista, NE

City Albuquerque State NM Zip 87123 Phone (505) 298-8235

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. T20S Rge. R23E Sec. 34 Acres 240 County Cochise

Legal NW Quarter and the North Half of the SW Quarter

Access S of Tombstone 3miles, 2 miles SE on the McNeil Road, 2miles SW on dirt roads

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 1 mile E miles.

Nearest city Tombstone Distance from 5mi SE of miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary _____

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production None By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 2000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ (if yes, show location on topo map)

Briefly describe exploration/mining operations: (detailed plans of operation will later be required)

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95362 Lessee Primo Gold USA
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other _____
4. Impact on Surface Drainage None
5. Native Plants Sparse desert grasses, cacti, yucca, acatia, creosote bushes, cat claw
and occasional mequite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) NONE

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

- (a) If an individual: Date of Birth Nov 2, 1945, Married (Yes ☒ No ☐.
- (b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.
- (c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).
- (d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.
- (e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

Dated Nov. 12, 1992 By [Signature]

May Mountain 7 1/2 Quad.

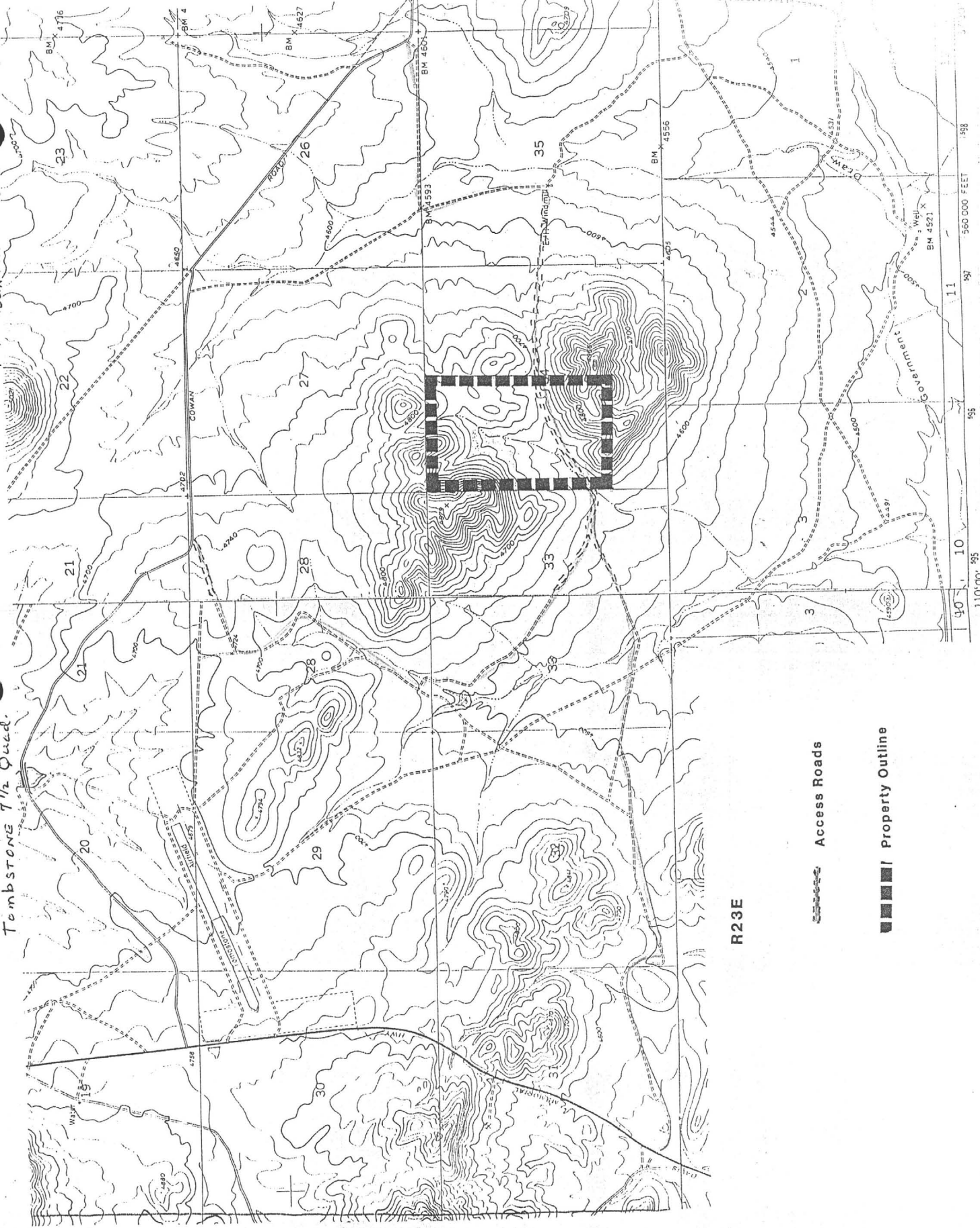
Tombstone 7 1/2 Quad.

T20S

R23E

Access Roads

Property Outline



P.P. No. 08-52526Effective Date December 30, 1992

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to LEROY HALTERMAN

_____, the exclusive right, for a

period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond the 29th day of December, 19 97,

to prospect for minerals on the State land hereinafter described upon the following expressed conditions which are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall not be less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto,

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

STATE OF ARIZONA LAND DEPARTMENT
1616 W. ADAMS
PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052526-00
AMENDMENT NUMBER: 0

PAGE: 1

TOWN & RANGE & SEC CO GRANT PARCEL	LEGAL DESCRIPTION	C.C.	ACRES
200 S 23D E 34 02 053 1000 NW N2SW		0.0	240.000
		0.0	240.000

Signed in the County of Bernalillo, State of

New Mexico, on the 4th day of January,

1993.

Susan Lopez May 7, 1995
Notary Public

(SEAL)

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Karen M. Carrick
for the State Land Commissioner

Signed in the County of Bernalillo, State of
New Mexico, on the 4th day of January,
1993.

Susan S. [Signature] May 7, 1995
Notary Public

(SEAL)

(This permit is issued in duplicate)
20-72

(Sign Here) [Signature]
Permittee

Lease No. 08-52526STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona October 5, 1993The application of LEROY HALTERMANfor permission to assign Lease No. 08-52526 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
5th day of October, 19 93 and without waiver of
State rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52526
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112Albuquerque, NM 87112

STATE LAND DEPARTMENT

(SEAL)

By *Henry H. Orrick*
For the State Land Commissioner

12/18/86

DEPARTMENTAL USE ONLY

ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fee: \$ _____	EXAM: _____	APPROVED _____	
_____	RE-ASSIGN: _____	DENIED _____	
\$ _____	RE-ASSIGN: _____	REJECTED _____	
_____	APP TYPE: <u>Renewal P.P.</u>	WITHDRAWN _____	
Date _____	NO. OF APPS: <u>1</u>		

PERMIT NUMBER 08 - ~~96700~~

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

052526

ARIZONA STATE LAND DEPARTMENT
1616. WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

I/We JABA, INC - For Primo Gold / Leroy Haltermann
(Applicant Name)

2100 N. WILMOT RD #218, TUCSON, ARIZONA 85712 (Address) (Zip) (602) 885-9141 (Phone Number)

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08-052526

☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-052526 described below:

Section	Township	Range	Legal Description	Acres	County	SLD USE Grant
<u>34</u>	<u>T20S</u>	<u>R23E</u>	<u>NW 1/4 N 1/2 SW 1/4</u>	<u>240</u>	<u>Cochise</u>	

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

Dated this 28th day of December A.D., 1993

James A. Briscoe
(APPLICANT)

James A. Briscoe, Pres.

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

STATE OF ARIZONA)
)
County of Pima)

I/We James A. Briscoe , being first duly sworn, deposes and
 (Permittee's Name or Authorized Agent)
says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08-052526 ;

That between the 5th day of December 1993 , and the 28th
day of December 1993 , at least \$ 2,839.49 was
expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting
Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

James A. Briscoe
(Signature)

Sunscribed and sworn to before me this 29th day of December 1993.



Mardee Stewart Briscoe
Notary Public

My Commission Expires:

October 15, 1996

ATTACHMENT 1

JABA Inc.
2100 N. Wilmot Rd. Suite 218
Tucson AZ 85712

Mr. A. Douglas MacKenzie
Excellon Resources Inc.
20 Adelaide St. E., Suite 200
Toronto, Ontario, Canada M5C 2T6

December 29, 1993

RE: December 1993 Billing

Geologic Services Related to Analysis of the Economic Potential of
Prospecting Permit No. 08-052526, Section 34, NW 1/4, N 1/2, SW 1/4,
240 acres, Cochise Co., Arizona. Professional services provided by
James A. Briscoe, Registered Geologist #9424 - Arizona, Dr. John M.
Guilbert, PhD Geologist and Professor Emeritus - University of
Arizona, Robert J. Macer, MS Geology UT at El Paso and MLS Library
Science - University of Arizona, Thomas E. Waldrip, BS Geology -
University of Arizona, & Dr. Christopher Westerman, PhD Geology.

	<u>Hours</u>	<u>Amount</u>
For professional services rendered	53.50	\$2,070.00
Total costs		\$769.49
Total amount of this bill		<hr/> \$2,839.49
Balance due		<hr/> \$2,839.49 <hr/>

PAID DEC 29 1993

PP08-52728

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____ Rolodex # _____

Cty	Grt	Parcel	Initial	Date
_____	_____	_____	Approved _____	_____
_____	_____	_____	Denied _____	_____
_____	_____	_____	Rejected _____	_____
_____	_____	_____	Withdrawn _____	_____

APPLICATION TO OBTAIN MINERAL RESOURCES

APPLICATION # _____

I. APPLICANT

Principal _____ Leroy Halterman _____

Agent _____

Address _____ 820 Piedra Vista NE _____

City _____ Albuquerque _____ State NM Zip 87123 Phone (505) 291-0158

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20 S Rge. 23 E Sec. 28 Acres 160 County Cochise

Legal N/2 SW/4 and S/2 NW/4, See attached

Access _____

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 2 miles.

Nearest city Tombstone Distance from 4 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary None Anticipated

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production Little or none By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 2,000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ (if yes, show location on topo map)

Briefly describe exploration/mining operations: (detailed plans of operation will later be required)

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95857 Lessee Primo Gold Ltd.
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other _____
4. Impact on Surface Drainage None
5. Native Plants Sparse desert grasses, cacti, yucca, creosote bushes, cat claw and occasional mesquite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) One shallow pit

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

(a) If an individual: Date of Birth Nov. 2, 1945, Married (Yes ☒ No ☐).

(b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.

(c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).

(d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.

(e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

Dated May 29, 1993 By [Signature]

Hay Mountain 7 1/2" Quad.

Tombstone 7 1/2" Quad.

T20S

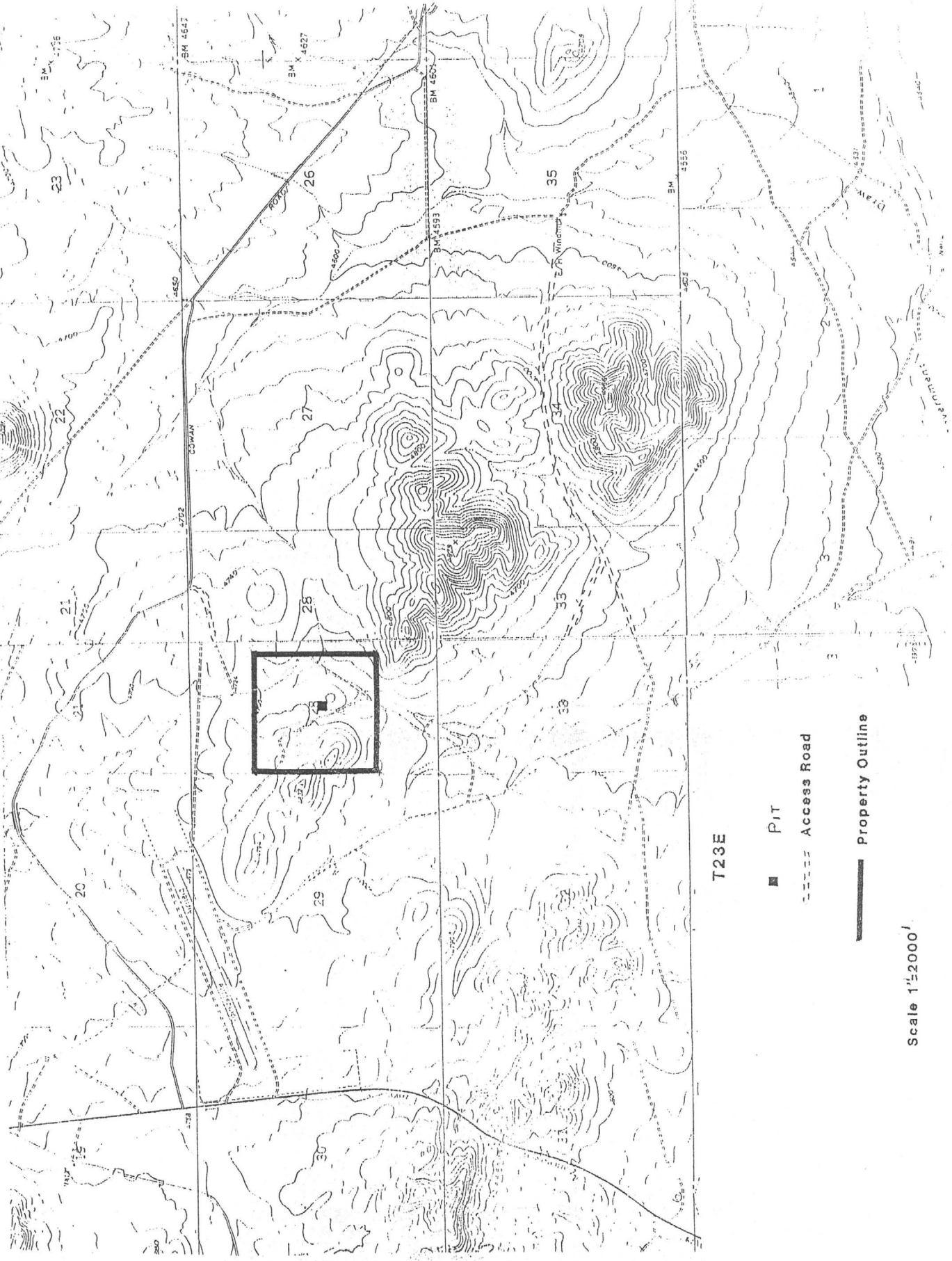
T23E

■ Pit

==== Access Road

— Property Outline

Scale 1"=2000'



MINSEARCH, INC. 2-87
505/298-8235
11930 MENAUL BLVD. NE STE. 112
ALBUQUERQUE, NM 87112

95-219/1070

May 29 19 93

Pay to the order of Arizona State Land Department \$*100.00*

*****One Hundred and 00/100***** Dollars



First Interstate Bank
of Albuquerque
P.O. Box 13419
Albuquerque, NM 87192

For Filing Fees



Rocky Mountain Bank Note A

P.P. No. 08-52728Effective Date July 28, 1993

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to LEROY HALTERMAN

_____, the exclusive right, for a

period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond
the 27th day of July, 1998,

to prospect for minerals on the State land hereinafter described upon the following expressed conditions which
are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.

2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.

3. The permittee shall be liable to and shall compensate the owner of the State land covered by this permit, or across which the permittee exercises the right, for any loss to such owner and lessee from damage or destruction caused by the permittee, to grasses, forage, crops or improvements upon such State land.

4. This permit shall terminate automatically, as of the end of any annual period of issuance thereof unless during such annual period the permittee shall have expended in exploration on the State land covered by this permit the prescribed amount per acre, for each of the first two annual periods in which this permit may be in effect shall not be less than one dollar for each acre of land covered by this permit at the commencement of such annual period, and for each of the last three annual periods in which this permit may be in effect shall not be less than one dollar for each acre covered by this permit at the commencement of such annual period.

5. Prior to the termination of any annual period, the permittee may apply to the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.

6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

*Find out when
Primo MEP is
to expire.
Did they re-apply?
Call chat*

*12-18-98
T20S, R23E
Sect. 28
5 1/2 NW, N 1/2 SW
Renewed by Halterman.*

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto.

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

STATE OF ARIZONA LAND DEPARTMENT
1616 W. ADAMS
PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052728-00
AMENDMENT NUMBER: 0

PAGE: 1

TOWN Q	RNGE Q	SEC	CO	GRANT	PARCEL	LEGAL DESCRIPTION	C.C.	ACRES
200	S 230	E 28	02	031	1006	S2NW N2SW	0.0	160.000
							0.0	160.000

(This permit is issued in duplicate)
20-72

(Sign Here)

Permittee

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Karen McCarick
for the State Land Commissioner

Signed in the County of BERNALILLO, State of
New Mexico, on the 30 day of August,

19 93.

Steve Roche
Notary Public

(SEAL)

(Sign Here) [Signature]
Permittee

Lease No. 08-52728STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona September 29, 1993The application of LEROY HALTERMANfor permission to assign Lease No. 08-52728 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
29th day of September, 19 93 and without waiver of
State rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52728
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112
Albuquerque, NM 87112

(SEAL)

STATE LAND DEPARTMENT

By Karen J. Curick
For the State Land Commissioner

PP 08-52729

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____

Rolodex # _____

Civ	Grt	Parcel	Initial	Date
_____	_____	_____	Approved _____	_____
_____	_____	_____	Denied _____	_____
_____	_____	_____	Rejected _____	_____
_____	_____	_____	Withdrawn _____	_____

APPLICATION TO OBTAIN MINERAL RESOURCES APPLICATION # _____

I. APPLICANT

Principal Leroy Halterman

Agent _____

Address 820 Piedra Vista NE

City Albuquerque State NM Zip 87123 Phone (505) 291-0158

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20 S Rge. 23 E Sec. 27 Acres 80 County Cochise

Legal: S/2 SE/4, See Attached

Access See Attached

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 1/2 miles.

Nearest city Tombstone Distance from 5 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary None Anticipated

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production Little or none By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 2,000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ (if yes, show location on topo map)

Briefly describe expioration/mining operations: (detailed plans of operation will later be required)

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95854 Lessee Primo Gold USA
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other _____
4. Impact on Surface Drainage None
5. Native Plants Sparse desert grasses, cacti, yucca, creosote bushes, cat claw and occasional mesquite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) None

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

- (a) If an individual: Date of Birth Nov. 2, 1945, Married (Yes ☒ No ☐.
- (b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.
- (c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).
- (d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.
- (e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

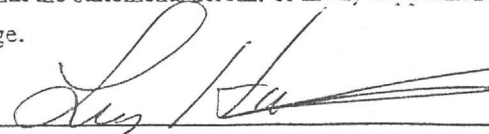
NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

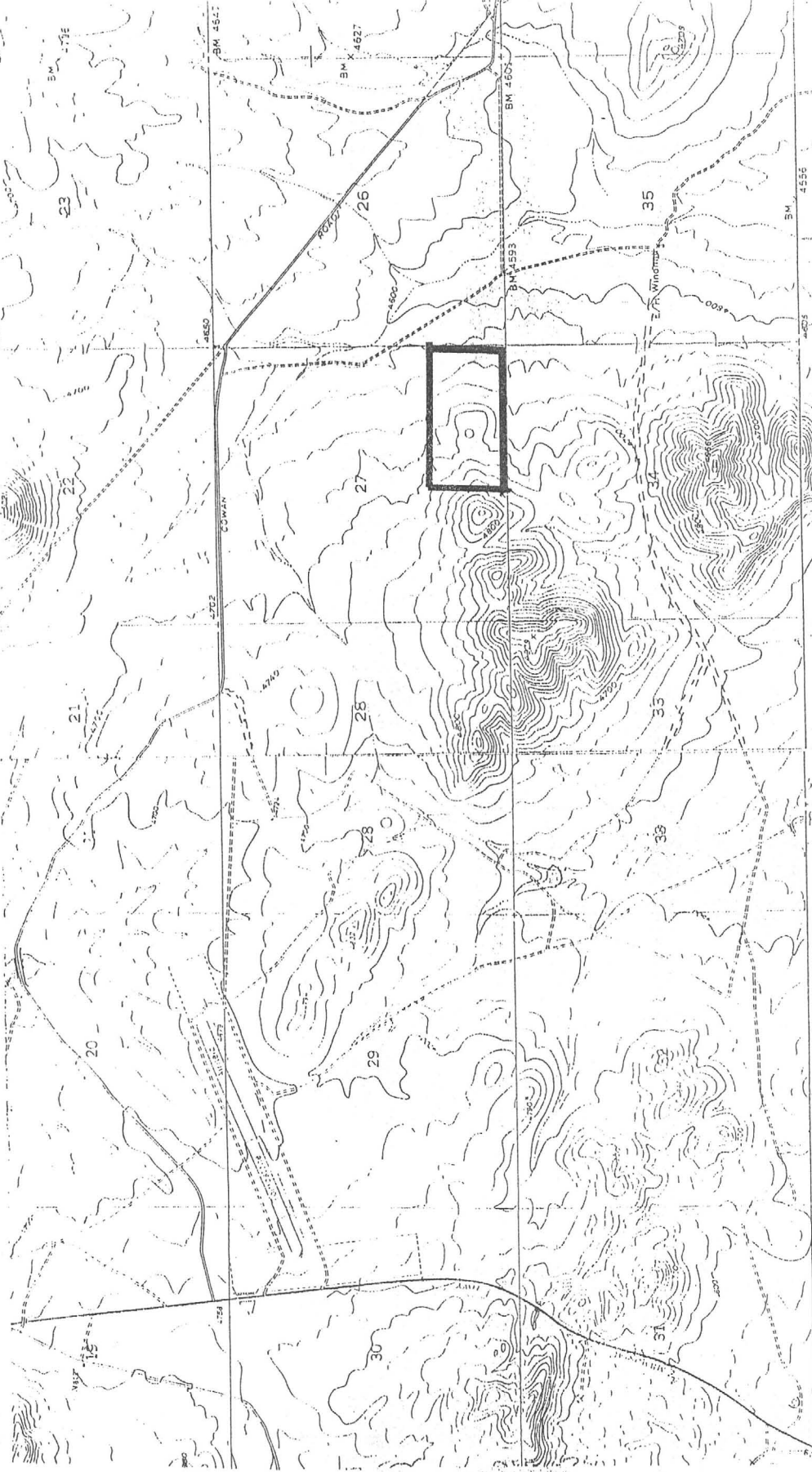
Date May 29, 1993

By



Hay Mountain 7 1/2" Quad.

Tombstone 7 1/2" Quad.



T20S

T23E

Access Road

Property Outline

Scale 1"=2000'

MINSEARCH, INC. 2-87
505/298-8235
11930 MENAUL BLVD. NE STE. 112
ALBUQUERQUE, NM 87112

95-219/1070

May 29 19 93

Pay to the
order of

Arizona State Land Office

\$*100.00*

*****One Hundred and 00/100***** Dollars



First Interstate Bank
of Albuquerque
P.O. Box 13419
Albuquerque, NM 87192

For Filing Fees

A handwritten signature in dark ink, appearing to be 'L. H.', written over a horizontal line.

P.P. No. 08-52729

Effective Date July 28, 1993

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to LEROY HALTERMAN, the exclusive right, for a

period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond the 27th day of July, 1998, to prospect for minerals on the State land hereinafter described upon the following expressed conditions which are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall not be less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto.

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

STATE OF ARIZONA LAND DEPARTMENT
1616 W. ADAMS
PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052729-00
AMENDMENT NUMBER: 0

PAGE: 1

TOWN Q	RNGE Q	SEC	CO	GRANT	PARCEL	LEGAL DESCRIPTION	C.C.	ACRES
200	S 230	E 27	02	031	1007	S2SE	0.0	80.000
							0.0	80.000

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Naren M. Carrick
for the State Land Commissioner

Signed in the County of BERNALILLO, State of
New Mexico, on the 30 day of August,
19 93.

Steve Roche
Notary Public

(SEAL)

(Sign Here) [Signature]
Permitted

Lease No. 08-52729STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona September 29, 1993The application of LEROY HALTERMANfor permission to assign Lease No. 08-52729 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
29th day of September, 19 93 and without waiver of
State rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52729
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112
Albuquerque, NM 87112

(SEAL)

STATE LAND DEPARTMENT

By Karen Carrick
For the State Land Commissioner

PP 08-52730

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4623

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____

Rolodex # _____

Cty Grr Parcel

Initial

Date

Approved

Denied

Rejected

Withdrawn

APPLICATION TO OBTAIN MINERAL RESOURCES APPLICATION # _____

I. APPLICANT

Principal Leroy Halterman

Agent _____

Address 820 Piedra Vista NE

City Albuquerque State NM Zip 87123 Phone (505) 291-0158

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20 S Rge. 23 E Sec. 28 Acres 320 County Cochise

Legal: East Half of Section 28, See attached

Access _____

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 1 1/2 miles.

Nearest city Tombstone Distance from 4 1/2 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary None Anticipated

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production Little or none By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 2,000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ (if yes, show location on topo map)

Briefly describe exploration/mining operations: (detailed plans of operation will later be required)

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95856 & 55 Lessee Primo Gold Ltd.
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other _____
4. Impact on Surface Drainage None
5. Native Plants Sparse desert grasses, cacti, yucca, creosote bushes, cat claw and occasional mesquite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) One shallow pit

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

- (a) If an individual: Date of Birth Nov. 2, 1945, Married (Yes ☒ No ☐.
- (b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.
- (c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).
- (d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.
- (e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

Dated May 29, 1993 By Len Hal

Hay Mountain 7 1/2" Quad.

Tombstone 7 1/2" Quad.

T20S

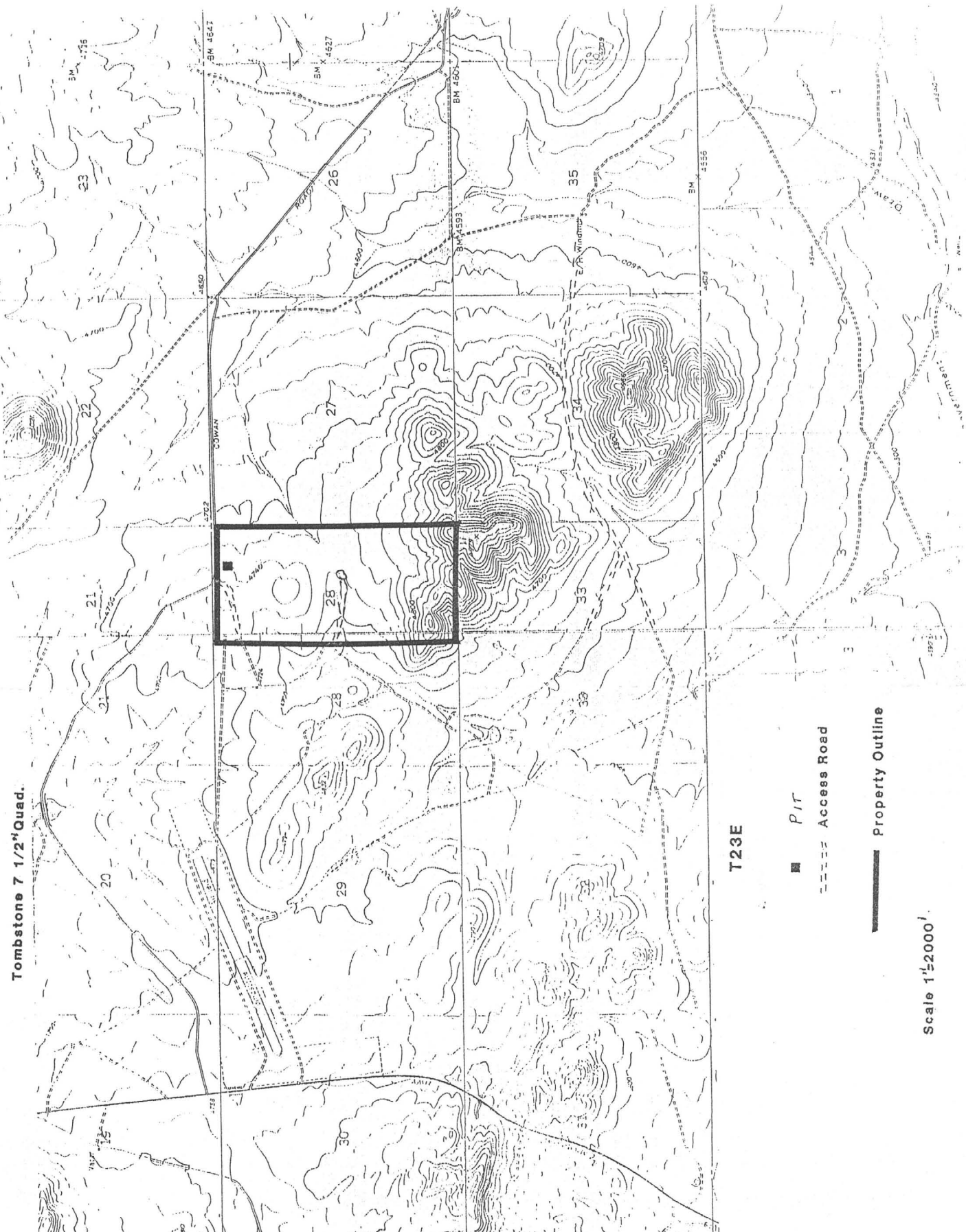
T23E

PIR

Access Road

Property Outline

Scale 1"=2000'



MINSEARCH, INC. 2-87
505/298-8235
11930 MENAUL BLVD. NE STE. 112
ALBUQUERQUE, NM 87112

95-219/1070

May 29 19 93

Pay to the order of Arizona State Land Office \$*100.00*

*****One Hundred and 00/100***** Dollars



First Interstate Bank
of Albuquerque
P.O. Box 13419
Albuquerque, NM 87192

For Filing Fees

Rocky Mountain Bank Note A

P.P. No. 08-52730Effective Date July 28, 1993

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to LEROY HALTERMAN

_____, the exclusive right, for a

period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond the 27th day of July, 1998,

to prospect for minerals on the State land hereinafter described upon the following expressed conditions which are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall not be less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto.

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

STATE OF ARIZONA LAND DEPARTMENT
1616 W. ADAMS
PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052730-00
AMENDMENT NUMBER: 0

PAGE: 1

TOWN Q	RNGE Q	SEC	CO	GRANT	PARCEL	LEGAL DESCRIPTION	C.C.	ACRES
200	S 230	E 28	02	031	1002	E2	0.0	320.000
							0.0	320.000

(This permit is issued in duplicate)
20-72

(Sign Here)

Permittee

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Karen M. Carrick
for the State Land Commissioner

Signed in the County of BERNALILLO, State of
New Mexico, on the 30 day of AUGUST,

19 93.

Steve Bohner
Notary Public

(SEAL)

Lease No. 08-52730

STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona September 29, 1993

The application of LEROY HALTERMAN

for permission to assign Lease No. 08-52730 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
29th day of September, 19 93 and without waiver of
State rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52730
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112

Albuquerque, NM 87112

STATE LAND DEPARTMENT

(SEAL)

By Karen Orr Carrick
For the State Land Commissioner

PP 08-52 1736

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____

Rolodex # _____

City Gr. Parcel

Initial

Date

Approved _____

Denied _____

Rejected _____

Withdrawn _____

APPLICATION TO OBTAIN MINERAL RESOURCES APPLICATION # _____

I. APPLICANT

Principal Leroy Halterman

Agent _____

Address 820 Piedra Vista NE

City Albuquerque State NM Zip 87123 Phone (505) 291-0158

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20 S Rge. 23 E Sec. 27 Acres 160 County Cochise

Legal: SW/4 Section 27, T20S R23E

Access See attached

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 1 miles.

Nearest city Tombstone Distance from 4 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary None Anticipated

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production Little or none By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 1,000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ if yes, show location on topo map)

Briefly describe exploration/mining operations (detailed plans of operation will later be required)

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95925 Lessee Primo Gold USA
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other _____
4. Impact on Surface Drainage None
5. Native Plants Sparsely desert grasses, cacti, yucca, creosote bushes, cat claw and occasional mesquite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) None

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

(a) If an individual: Date of Birth Nov. 2, 1945, Married (Yes ☒ No ☐.

(b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.

(c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).

(d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.

(e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

Dated June 29, 1993

By



Hay Mountain 7-1/2" Quad.

Tombstone 7 1/2" Quad.

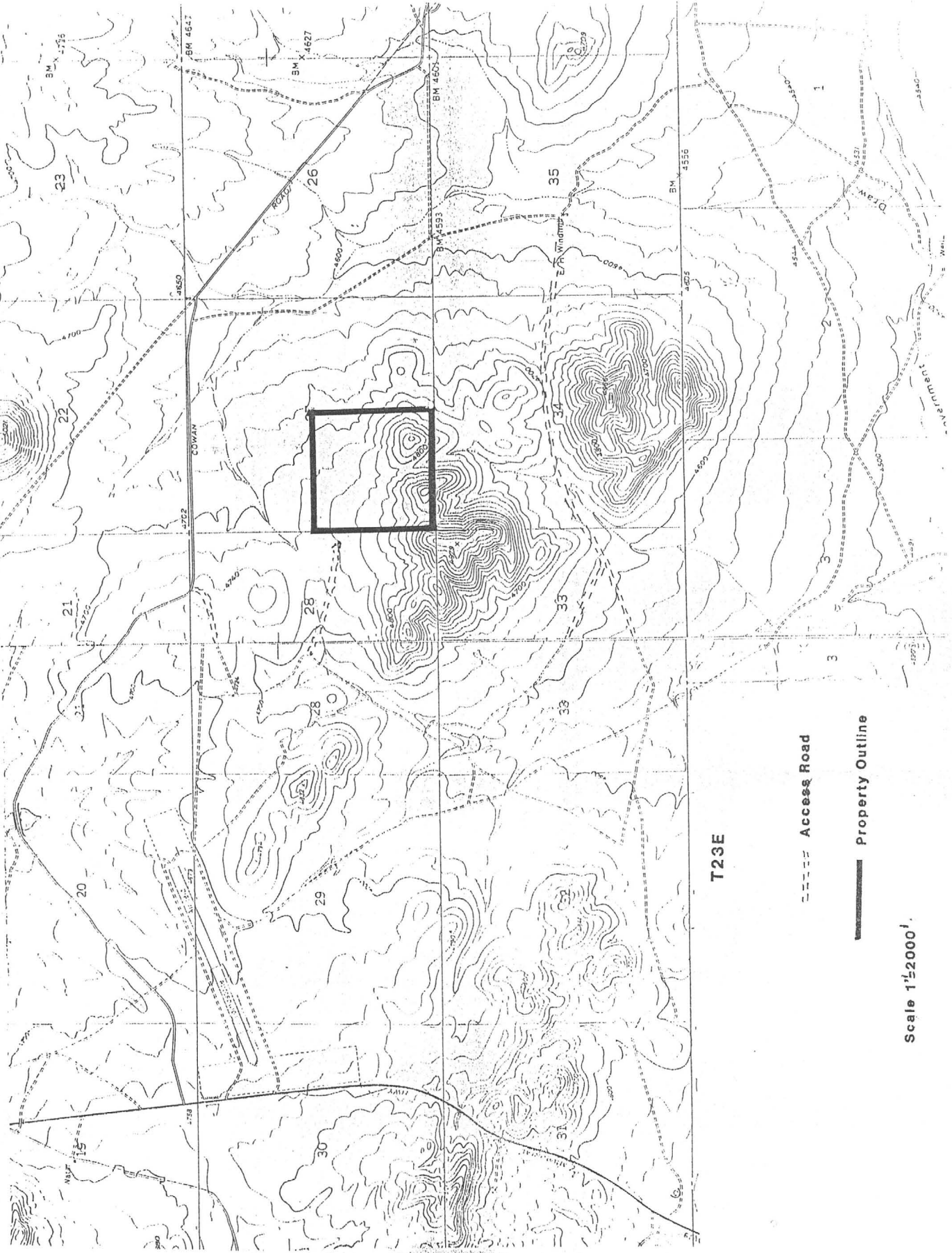
T20S

T23E

Access Road

Property Outline

Scale 1"=2000'



P.P. No. 08-52736

Effective Date August 25, 1993

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to LEROI HALTERMAN

_____, the exclusive right, for a

period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond

the 24th day of August, 19 98

to prospect for minerals on the State land hereinafter described upon the following expressed conditions which are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall not be less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto.

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

STATE OF ARIZONA LAND DEPARTMENT
1616 W. ADAMS
PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052736-00
AMENDMENT NUMBER: 0

PAGE: 1

TOWN Q RNGE Q SEC CO GRANT PARCEL	LEGAL DESCRIPTION	G.C.	ACRES
200 S 230 E 27 02 031 1008 SW		0.0	160.000
		0.0	160.000

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Karen M. Carrick
for the State Land Commissioner

Signed in the County of BERNALILLO, State of
NEW MEXICO, on the 30 day of AUGUST,

19 93

Stone Rocha
Notary Public

(SEAL)

(This permit is issued in duplicate)
20-72

(Sign Here)

[Signature]
Permittee

Lease No. 08-52736

STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona September 29, 1993

The application of LEROY HALTERMAN

for permission to assign Lease No. 08-52736 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
29th day of September, 19 93 and without waiver of
State rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52736
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112

Albuquerque, NM 87112

(SEAL)

STATE LAND DEPARTMENT

By *Karen J. Carrick*
For the State Land Commissioner

PP 08-52738

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____

Rotodex # _____

City Grt Parcel

Initial

Date

Approved _____

Denied _____

Rejected _____

Withdrawn _____

APPLICATION TO OBTAIN MINERAL RESOURCES APPLICATION # _____

I. APPLICANT

Principal Leroy Halterman

Agent _____

Address 820 Piedra Vista NE

City Albuquerque State NM Zip 87123 Phone (505) 291-0158

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20 S Rge. 23 E Sec. 33 Acres 160 County Cochise

Legal NE/4 Sec. 33, T20S R23E

Access See Attached

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 1 1/2 miles.

Nearest city Tombstone Distance from 4 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary None Anticipated

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production Little or none By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 1,000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ (if yes, show location on topo map)

Briefly describe exploration/mining operations: (detailed plans of operation will later be required)

V. GENERAL INFORMATION.

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95898 Lessee Primo Gold USA
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other: _____
4. Impact on Surface Drainage None
5. Native Plants Sparse desert grasses, cacti, yucca, creosote bushes, cat claw and occasional mesquite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) None

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

(a) If an individual: Date of Birth Nov. 2, 1945, Married (Yes ☒ No ☐.

(b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.

(c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).

(d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.

(e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

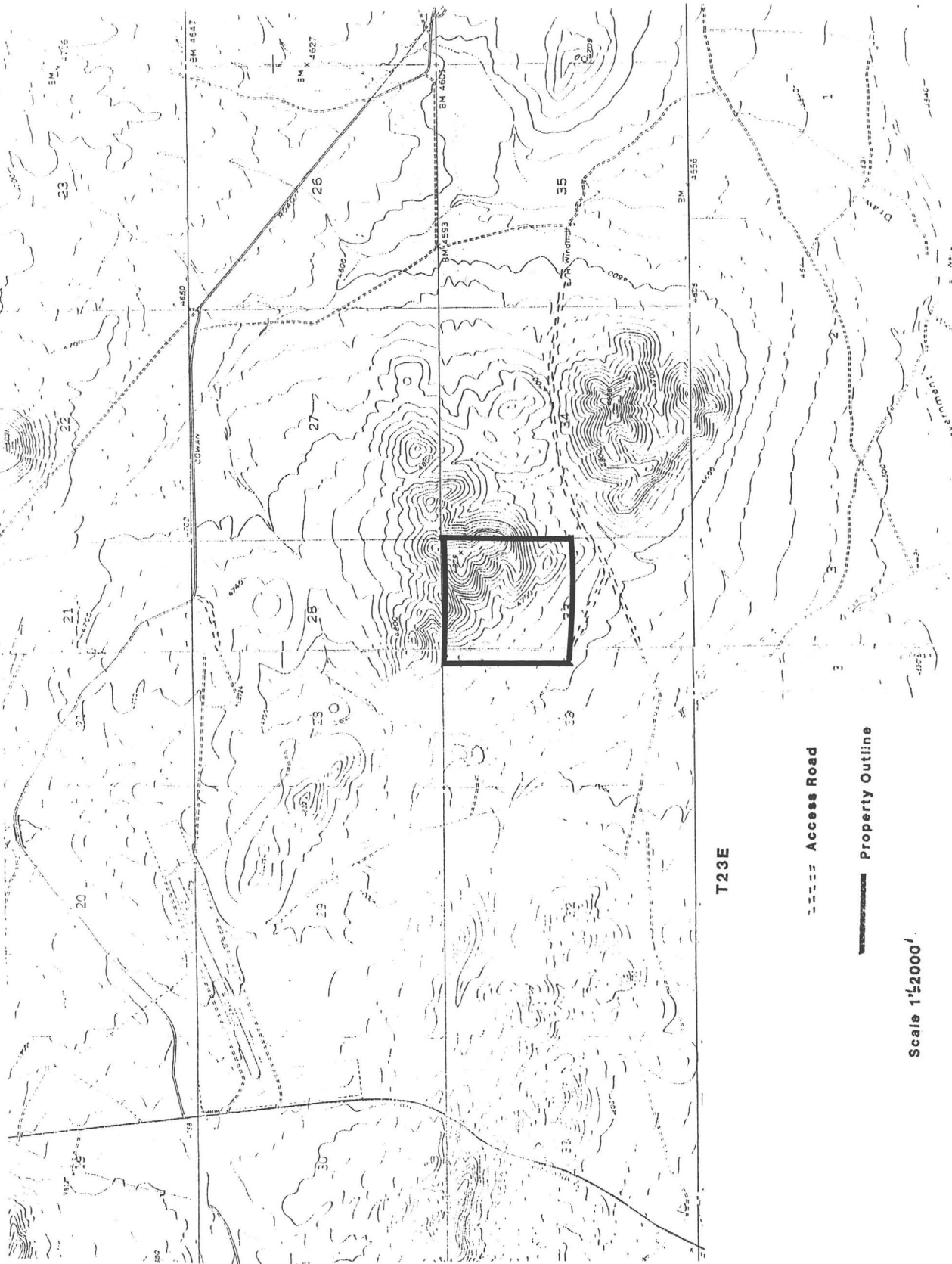
Dated June 29, 1993

By

Luis H. H. [Signature]

Hay Mountain 7 1/2" Quad.

Tombstone 7 1/2" Quad.



----- Access Road

————— Property Outline

Scale 1"=2000'

P.P. No. 08-52738

Effective Date **August 25, 1993**

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to **LEROY HALTERMAN**

_____, the exclusive right, for a

period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond the 24th day of August, 1998.

to prospect for minerals on the State land hereinafter described upon the following expressed conditions which are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall not be less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto,

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

STATE OF ARIZONA LAND DEPARTMENT
 1616 W. ADAMS
 PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052738-00
 AMENDMENT NUMBER: 0

PAGE: 1

TOWN Q RNGE Q SEC CO GRANT PARCEL	LEGAL DESCRIPTION	C.C.	ACRES
200 S 230 E 33 02 053 1005 NE		0.0	160.000
		0.0	160.000

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Karen Dye Carrick
for the State Land Commissioner

Signed in the County of BERNALILLO, State of
New Mexico, on the 30 day of AUGUST,

19 93.

Steve Roden
Notary Public

(SEAL)

(This permit is issued in duplicate)
20-72

(Sign Here) [Signature]
Permittee

Lease No. 08-52738STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona September 29, 1993The application of LEROY HALTERMANfor permission to assign Lease No. 08-52738 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
29th day of September, 19 93 and without waiver of
State rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52738
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112Albuquerque, NM 87112

STATE LAND DEPARTMENT

(SEAL)

By Karen J. Carrick
For the State Land Commissioner

PP 08-52739

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____ Rolodex # _____

Cty Grt Parcel

Initial

Date

Approved

Denied

Rejected

Withdrawn

APPLICATION TO OBTAIN MINERAL RESOURCES APPLICATION # _____

I. APPLICANT

Principal Leroy Halterman

Agent _____

Address 820 Piedra Vista NE

City Albuquerque State NM Zip 87123 Phone (505) 291-0158

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20 S Rge. 23 E Sec. 28 Acres 160 County Cochise

Legal S/2, SW/4 and N/2, NW/4 of Section 28, T20S R23E

Access along existing roads. See Map

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 2 miles.

Nearest city Tombstone Distance from 4 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS

1. Term 5 year(s)

2. Commodities: Primary Gold Secondary None Anticipated

3. Est. Reserves Unknown Annual Production Unknown tons ☐ cyds ☐ lbs ☐ oz ☐

4. Prior Production Little or none By _____

5. Area of Surface Disturbance _____ acres (outline on topo map)

6. Deposit Type: Lode ☒ Placer ☐

7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____

8. Intended use of product Refined Metal

9. Water: Est. annual use 2,000 Gal. ☒ Acre-Ft. ☐ Source _____

10. Discharge off-site? Yes ☐ No ☒ (if yes, show location on topo map)

Briefly describe exploration/mining operations: (detailed plans of operation will later be required)

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # 95899 Lessee Primo Gold USA
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other _____
4. Impact on Surface Drainage None
5. Native Plants Sparse desert grasses, cacti, yucca, creosote bushes, cat claw and occasional mesquite trees.
6. Environmental Impact NONE
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas, utilities, crops and other improvements. (Show on topo map) None

VI. APPLICANT STATUS

Is application made in the name of: Individual ☒ Proprietorship ☐ Corporation ☐ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

(a) If an individual: Date of Birth Nov. 2, 1945, Married (Yes ☒ No ☐).

(b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.

(c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).

(d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.

(e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

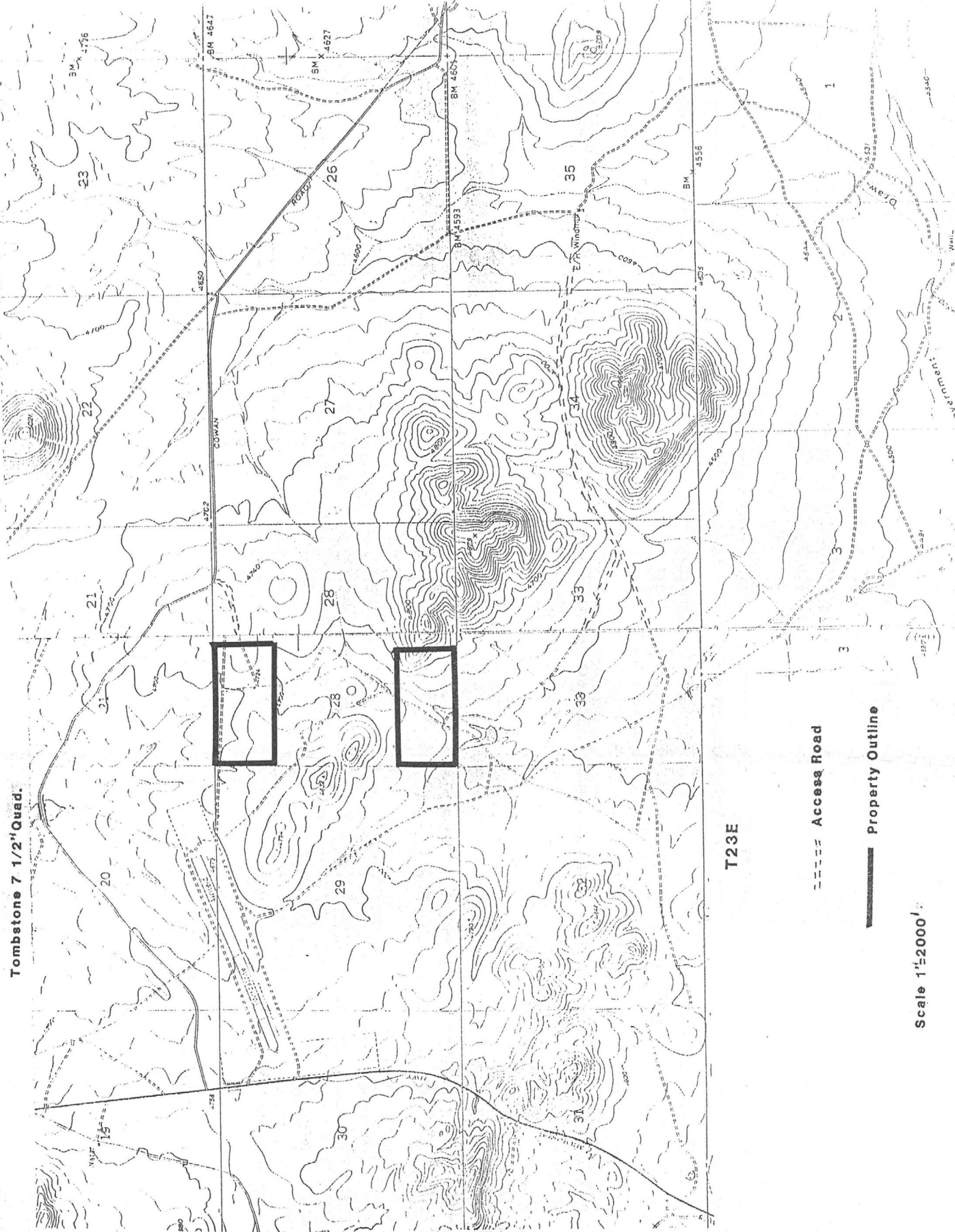
NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

Dated June 29, 1993 By Leo Hata

Scale 1"=2000'



P.P. No. 08-52739Effective Date August 25, 1993

STATE LAND DEPARTMENT
STATE OF ARIZONA
PROSPECTING PERMIT

The STATE OF ARIZONA grants to LEROY HALTERMAN

_____, the exclusive right, for a
period of one (1) year from date, subject to renewals as hereinafter set forth, but in no event beyond
the 24th day of August, 1998,
to prospect for minerals on the State land hereinafter described upon the following expressed conditions which
are a part of the permit.

1. The permittee shall have those surface rights necessary for the prospecting and exploration for mineral, but may remove from the land only that amount of mineral required for sampling, assay and metallurgical testing purposes.
2. The permittee shall have the right of ingress to and egress from the land covered by the permit but only along routes first approved by the State Land Commissioner.
3. The permittee shall be liable to and shall compensate the owner and lessee of the surface of the State land covered by this permit, or across which the permittee exercises the right of ingress and egress, for any loss to such owner and lessee from damage or destruction caused by the permittee, his or its agents or employees, to grasses, forage, crops or improvements upon such State land.
4. This permit shall terminate automatically, as of the end of any annual period from and after the date of issuance thereof unless during such annual period the permittee shall have expended in exploration for valuable mineral deposits on the State land covered by this permit the prescribed amount per acre, file an application for renewal and submit proof of the amount expended on exploration. The amount to be expended during each of the first two annual periods in which this permit may be in effect shall not be less than ten dollars for each acre of land covered by this permit at the commencement of such annual period, and the amount to be expended during each of the last three annual periods in which this permit may be in effect shall be not less than twenty dollars for each acre covered by this permit at the commencement of such annual period.
5. Prior to the termination of any annual period, the permittee may file a release with the State Land Department, releasing acreage covered by this permit provided that the acreage released be contained within one or more rectangular subdivisions of twenty acres more or less, or lots, according to the lines of the public survey.
6. Upon any partial or total relinquishment, or the cancellation or expiration of the permit, other than by issuance of mineral lease, the permittee shall fill any holes, ditches, or other excavations as may be required by the State Land Commissioner and so far as reasonably possible, restore the surface to its former conditions.

7. The permittee may, prior to expiration of the annual period for which the permit was issued, or prior to the expiration period for which this permit was renewed, file with the State Land Department an application for renewal for the ensuing annual period. This permit shall not be renewed for more than four successive annual periods following expiration of the first annual period.

8. No rental shall be payable for the first annual period for which the permit may be renewed. The rental for each of the three subsequent annual periods following the first annual period for which a permit may be renewed shall be one dollar for each acre of State land for which the application for renewal is filed.

9. The permittee shall file an affidavit of expenditure of the required amount in exploration during the current annual period, together with proof in support of such expenditure.

10. Following discovery of a valuable mineral deposit on the State land covered by this permit within a rectangular subdivision of twenty acres, more or less, or lot, of the public land survey, the permittee may apply to the State Land Commissioner for a mineral lease upon the State land within such rectangular subdivision, or lot.

11. This permit is subject to existing laws and rules and regulations and any laws or rules and regulations hereinafter enacted, or adopted, and in no event shall the State be liable for damages or otherwise under the provisions hereof.

12. The permittee shall not assign or sub-let this prospecting permit, or any right or rights thereunder, without first obtaining the written consent of the State Land Commissioner thereto,

In order to minimize or prevent surface or underground waste and pollution and promote maximum conservation, permittee shall seal or separate oil, gas, helium, water, mineral or other natural resource strata in order to prevent their contents from passing into another stratum.

The Lessee agrees to indemnify, hold and save Lessor harmless against all loss, damage, liability, expense, costs and charges incident to or resulting in any way from any injuries to person or damage to property cause by or resulting from the use, condition or occupation of the land.

The Permittee shall not, for exploration purposes, enter upon that part of the permitted area encompassed by right-of-way and permits granted to the Arizona State Highway Department without the express written permission of the State Highway Engineer and not then until the State Land Commissioner has in writing approved such entry.

The Permittee agrees that any mineral lease of a claim issued as a result of exploratory activity under this permit shall contain an additional and special condition denying the lessee entry to the area encompassed by those right-of-way and permits mentioned next above for the purposes of extracting and shipping mineral unless and until the State Highway Engineer has given express written permission and not then until the State Land Commissioner has in writing approved such entry.

If at any time during the duration of this Permit the whole or any part of the Permitted premises shall be taken for any quasi-public or public purpose by any person, private or public corporation, or any governmental agency having authority to exercise the power of eminent domain or condemnation proceedings pursuant to any law, general, special or otherwise, this Permit shall expire on the date when the Permitted property shall be so taken or acquired and the Permittee shall have no compensable right or interest in the real property being condemned and shall have no compensable right or interest in severance damages which may accrue to the remaining Permitted property not acquired by condemnation proceedings. Net rent to be paid by the tenant shall be apportioned and paid to the date of such taking.

The State shall be entitled to and shall receive any and all awards, including severance damages to remaining state lands, that may be made for any eminent domain or condemnation proceedings concerning the land which is the subject of this Permit, except that Permittee shall have the right to receive any and all awards or payments made for any buildings or other improvements lawfully placed on the subject property by the Permittee with the approval of the Land Department.

This permit is issued for such leasable minerals now owned by the State of Arizona and in regard to which there has been no reservation by a predecessor in title to the State of Arizona.

Federal records may or may not reflect mineral interest claims that pre-date the state's claim to some or all of these lands; the state does not warrant that it owns the minerals sought to be prospected under this permit.

This permit issued subject to all the rights of the owner of the non-mineral land estate.

Provided however, in regard in those parcels of state lands sold under the provisions of ARS 37-231, providing for a reservation of minerals to the state, there shall be no entry upon such lands by an Arizona State Land Department lessee or permittee without express written approval of the Arizona State Land Commissioner following compliance with Arizona State Land Department Rule #12-5-707D by such lessee or permittee.

"Before significant earth movement may commence, the lessee or permittee hereof shall satisfy the Arizona State Land Department in writing that no significant cultural, historical, antiquity or archaeological values will be destroyed, and, in the event such values will be destroyed, that proper mitigation measures have been agreed upon between said lessee or permittee and the Arizona State Land Department, and further said lessee or permittee shall report all of such values as they are later discovered after such approval is given initially."

Notice of State authority to cancel this contract:

- A. The State may cancel any contract, without penalty or further obligation, made after September 4, 1978 by the State or any of its departments or agencies if any person significantly involved in initiating, negotiating, securing, drafting or creating the contract on behalf of the State or any of its departments or agencies is, at any time while the contract or any extension of the contract is in effect, an employee of any other party to the contract in any capacity or a consultant to any other party of the contract with respect to the subject matter of the contract.
- B. The cancellation shall be effective when written notice from the Governor is received by all other parties to the contract unless the notice specifies a later time.

Native Plant Law:

If the removal of plants protected under the Arizona native plant law is necessary to enjoy the privilege of this document, the permittee hereunder must previously acquire the written permission of the Arizona State Land Department and Arizona Commission of Agriculture and Horticulture to remove those plants.

ADDITIONAL CONDITION

PRIOR TO THE BEGINNING OF ANY EXPLORATION, A PLAN OF OPERATIONS AND RESTORATION MUST BE FILED WITH THE STATE LAND DEPARTMENT AND APPROVED BY THE STATE LAND COMMISSIONER OR HIS DEPUTY.

STATE OF ARIZONA LAND DEPARTMENT
1616 W. ADAMS
PHOENIX, AZ 85007

LEGAL DESCRIPTIONS

KE LEASE NUMBER : 008-052739-00
AMENDMENT NUMBER: 0

PAGE: 1

TOWN O	RNGE Q	SEC	CD	GRANT	PARCEL	LEGAL DESCRIPTION	C.C.	ACRES
200	S 230	E 28	02	031	1005	S2SW N2NW	0.0	160.000
							0.0	160.000

12/22/88 11:40 0004 000 0042 SMITH, LIONS FOR 0021

DESCRIPTION OF LAND UNDER PERMIT CONTAINED IN SUPPLEMENT ATTACHED
HERETO AND MADE A PART HEREOF.

(SEAL)

STATE OF ARIZONA

By Karen Mc Carick
for the State Land Commissioner

Signed in the County of BERNALILLO, State of
New Mexico, on the 30 day of August,

19 93.

Steve Roche
Notary Public

(SEAL)

(This permit is issued in duplicate)
20-72

(Sign Here) [Signature]
Permittee

Lease No. 08-52739STATE LAND DEPARTMENT
STATE OF ARIZONA

ASSIGNMENT OF LEASE

Phoenix, Arizona September 29, 1993The application of LEROY HALTERMANfor permission to assign Lease No. 08-52739 and the
application of PRIMO GOLD USA

for the assumption of said Lease, having been duly considered this
29th day of September, 19 93 and without waiver of
state rights which may exist against the Lease assigned, and with
this consent not to be construed as initiating any new rights in
assignee of Lease, consent is hereby given for the assignment
applied for and it is ordered that the said Lease No. 08-52739
and all rights thereunder be and are hereby transferred to the said
Primo Gold USA

11930 Menaul NE, Ste. 112Albuquerque, NM 87112

STATE LAND DEPARTMENT

(SEAL)

By Karen J. Currick
For the State Land Commissioner

M E M O

TO: James A. Briscoe
FROM: Thomas E. Waldrip, Jr.
DATE: December 8, 1993

RE: Annual work performance and carry forward provisions State Prospecting Permits;
JABA project #174-01

Jim,

According to a conversation with Lucy of the Arizona State Land Department, it is my understanding that ASLD allows excess work expenditures to be carried forward to subsequent years for the duration of the Permit, so long as it is properly evidenced (invoiced), meeting the general description of exploration work (development of minerals), and not previously allocated to previous annual periods.

Work may also be done on one Permit area for the benefit of other contiguous Permit areas, annually, or as above, carried forward. The key word here is contiguous.

When reviewing the Primo property position (Zebra project), I find currently (assuming all property has been retained) that everything is contiguous (see attached map). Thus, when work is done, assuming \$100,000 is spent, you will have covered enough work to essentially cover the current Prospecting Permits for five years, as charted below:

<u>Year</u>	<u>Average</u>	<u>Amount/Acre</u>	<u>Total</u>
1994	1400	\$10	\$ 14,000
1995	1160	\$10	11,600
1995	240	\$20	4,800
1996	1400	\$20	28,000
1997	1400	\$20	28,000
1998	1160	\$20	<u>23,200</u>
TOTAL			\$109,600

Note, however, an additional amount of approximately \$10,000 would be necessary to completely cover all assessment expenses for the 5 years. The above figures do not include rental fees and any payment to Primo Gold for Excellon's agreement with them.


Tom
TEW/msb

MEMO TEW to JAB
RE: Prospecting Permit work
December 8, 1993
Page 1 of 1

JABA, Inc.

PRIMO PROPERTY AS OF

21 1/20/93 22

20

19

24

25
CONST. N.E. 1/4
LINE INC

30

SE 1/4
08-052025
5/5/1997
150.0 AC

N 1/2 NE 1/4 NE 1/4 NW 1/4
08-052026
5/5/1997
120 AC

31

SE 1/4
160 AC
08-052027
5/5/1997
160

SE 1/2 N 1/2 NE 1/4,
S 1/2 NE 1/4
120 AC
08-095926
6/28/1993

29

S 1/2 SW 1/4
N 1/2 NW 1/4
PRIMO
08-095857
160 AC
5/31/1993

PRIMO

08-095855

NE 1/4

160 AC

5/31/1993

28

08-095856

SE 1/4

160 AC

5/31/1993

08-095897

6/28/1993

NE 1/4

08-095898

160 AC

6/28/1993

33

RR 123

08-095975

SW 1/4

160 AC

6/28/1993

PRIMO AC. USE LTD.

S 1/2 SE 1/4

08-095854

5/31/1993

800

5/31/1993

work

done

by 12/31/93

15 years

08-052524

240 AC

6/28/1993

34

12/29/1997

PRIMO

PRIMO

PRIMO

PRIMO

PRIMO

PRIMO

OFFE AS FOR IS. PRIMO
4 PP. IF FOR PRIMO
NOT USED AS AGENT

DEPARTMENTAL USE ONLY

Arizona State Land Department

1616 West Adams
Phoenix, Arizona 85007
(602)542-4628

Filing Fee: \$100.00 (nonrefundable)

Examiner: _____

Rolodex # _____

Cty Grt Parcel

Initial

Date

Approved _____

Denied _____

Rejected _____

Withdrawn _____

APPLICATION TO OBTAIN MINERAL RESOURCES

APPLICATION # _____

I. APPLICANT

Principal JABA, INC. (AN ARIZONA CORPORATION)
 Agent JAMES A. BRISCOE (PRESIDENT)
 Address 2100 N. WILMOT Rd. Suite #218
 City TUCSON State AZ Zip 85712 Phone (602) 885-9141

II. APPLICATION TYPE

Prospecting Permit ☒ Mineral Lease ☐ Mineral Materials ☐ Oil/Gas ☐ Other _____

(If applying for mineral lease, are you converting from: Prospecting Permit ☐ Mining Claim ☐)

Description, name and number of claims: _____

III. LOCATION/ACCESS

Twp. 20^S Rge. 23E Sec. 29 Acres 594.5² County Cochise

Legal All Less M & B w N 1/2

Access VIA US Highway 80 & LOCAL UNIMPROVED ROADS

Is access across other state lands required? Yes ☒ No ☐ Nearest residence: 4 miles miles.

Nearest city Tombstone Distance from 4.5 miles.

Will you be operating within a 100 year Flood Plain boundary? Yes ☐ No ☒

USGS Topographic Map showing location and access must be included with application.

IV. OPERATIONS UNKNOWN AT THIS TIME - EXPLORATION ONLY

1. Term 5 year(s)
2. Commodities: Primary Gold/Silver Secondary Copper
3. Est. Reserves _____ Annual Production _____ tons ☐ cyds ☐ lbs ☐ oz ☐
4. Prior Production _____ By _____
5. Area of Surface Disturbance _____ acres (outline on topo map)
6. Deposit Type: Lode ☒ Placer ☐
7. Mine Type: Open Pit ☐ Underground ☐ Quarry ☐ Other _____
8. Intended use of product _____
9. Water: Est. annual use _____ Gal. ☐ Acre-Ft. ☐ Source _____
10. Discharge off-site? Yes ☐ No ☐ (if yes, show location on topo map)

Briefly describe exploration/mining operations: (detailed plans of operation will later be required,

EXPLORATION ACTIVITIES WILL CONSIST OF GEOLOGICAL MAPPING, ROCK CHIP
GEOCHEMICAL AND GEOPHYSICAL SURVEYS WITH FOLLOW-UP
EXPLORATION DRILLING TO UNKNOWN DEPTHS

V. GENERAL INFORMATION

1. Existing Lease/Permit # _____ Lessee _____
2. Prior Lease/Permit # _____ Lessee _____
3. Surrounding Land Use: Grazing/Ranching ☒ Urban/Residential ☐ Commercial ☐
Agriculture ☐ Mining ☐ Other Tombstone Airport
4. Impact on Surface Drainage NONE EXPECTED DURING EXPLORATION PHASE OF PROJECT
5. Native Plants FEW TO NONE - AREA HEAVILY GRAZED - SOME CACTI, SHRUBS
6. Environmental Impact NONE DURING EARLY STAGES OF EXPLORATION - MINIMAL
DURING DRILLING - AREA TRAVERSED BY SEVERAL UNIMPROVED ROADS
7. List all mine workings, mineral occurrences, oil/gas wells, water sources, riparian areas,
utilities, crops and other improvements. (Show on topo map) TOMBSTONE AIRPORT;
GRAZING FENCES & MINOR IMPROVEMENTS

VI. APPLICANT STATUS

Is application made in the name of: Individual ☐ Proprietorship ☐ Corporation ☒ Partnership ☐ Trust ☐
Joint Venture ☐ Estate ☐ Governmental ☐ Other _____

- (a) If an individual: Date of Birth _____, Married (Yes ☐ No ☐).
- ✓ (b) If a corporation, submit a copy of the authorization to do business in the State of Arizona obtained from the Corporation Commission.
- (c) If a partnership, trust, estate or joint venture or other type of agreement, submit a copy of the government, partnership, trust, estate or agreement document(s).
- (d) If a trust, identify the Trust document by title, document number, and county where document is recorded:
County of _____, Book _____, Page _____, Document _____.

- (e) Complete the following for each of the trust beneficiaries, joint venture or authorized partner in a partnership.

NAME	ADDRESS	AGE	MARITAL STATUS
_____	_____	_____	_____
_____	_____	_____	_____
_____	_____	_____	_____

Note: If you are acting as an Attorney in Fact for the applicant, submit a copy of your notarized Power of Attorney and a \$50.00 additional fee.

I/We hereby certify under penalty of perjury that the statements herein, or in any supplement hereto are full, true, correct and complete to the best of my/our knowledge.

Dated _____ By _____

ARIZONA STATE LAND DEPARTMENT ENVIRONMENTAL DISCLOSURE QUESTIONNAIRE

This page is part of the application - DO NOT DETACH.

The purpose of this questionnaire is to give the Department an opportunity to detect proposed land uses that may have potential environmental impacts and risks, and to consider these impacts and risks in the processing of the application.

If you have questions regarding this questionnaire, please contact the State Land Department, Environmental Section at (602) 542-2119.

Other Federal, State, County and local agencies may also need to be contacted regarding environmental regulations.

PLEASE INDICATE BELOW THE TYPE(S) OF POTENTIAL ENVIRONMENTAL IMPACTS FROM YOUR CURRENT OR PROPOSED USE:

TYPE OF ENVIRONMENTAL IMPACT

WILL YOUR USE INVOLVE:

YES NO

WASTE TIRES

The collection of waste tires? If yes, explain: _____

LEAD ACID BATTERIES

The sale and disposal of lead acid batteries? If yes, explain: _____

DISCHARGE IMPACTING GROUNDWATER

Generating a discharge that may potentially impact groundwater? If yes, explain: _____

PESTICIDES ? If yes, explain use: _____

DRY WELLS ? If yes, ADEQ Registration #(s): _____

POTABLE WATER (DRINKING WATER) SYSTEMS ? If yes, explain: _____

WASTEWATER COLLECTION AND TREATMENT SYSTEMS

Wastewater collection and/or treatment? If yes, explain: _____

AIR CONTAMINANTS/AIR POLLUTION CONTROL

Air contaminant emissions? If yes, explain: _____

SOLID WASTE - GENERAL

Solid waste generation, transportation, treatment, recycling, storage or disposal? If yes, explain: _____

SOLID WASTE - MEDICAL WASTE

Medical waste generation, transportation, treatment, recycling, storage or disposal? If yes, explain: _____

SOLID WASTE - SEWAGE SLUDGE/SEPTAGE (Septic Tank Waste)

Sewage sludge/septage generation, transportation, treatment, storage, use or disposal? If yes, explain: _____

USED OIL

Used oil generation, transportation, storage, recycling, use, disposal, marketing or burning? If yes, explain: _____

RECYCLING ACTIVITIES ? If yes, explain: _____

(over)

YES NO YOUR USE INVOLVE:

SPECIAL WASTE

Special waste (asbestos, motor vehicle shredding waste) generation, transportation, treatment, recycling, storage or disposal? If yes, explain: _____

HAZARDOUS WASTE GENERATOR

Generating hazardous waste? If yes, explain: _____

HAZARDOUS WASTE TREATMENT, STORAGE, OR DISPOSAL? If yes, explain: _____

HAZARDOUS WASTE TRANSPORTATION? If yes, explain: _____

UNDERGROUND STORAGE TANK (UST)? If yes, explain: _____

ABOVEGROUND STORAGE TANK (AST)? If yes, explain: _____

HAZARDOUS SUBSTANCES? If yes, explain: _____

CURRENTLY UNCLASSIFIED WASTE

Will your use involve currently unclassified waste containing the following? (A.R.S. §49-854). If yes, check appropriate waste category:

☐ Polychlorinated biphenyls (PCBs)

☐ Incinerator ash

☐ Petroleum refining waste

☐ Slag and refractory material

☐ Precious metals recycling

☐ Aluminum dross

☐ Oil and gas exploration drilling muds

☐ Categorical industrial pretreatment sludge

☐ Radioactive waste

☐ Uranium ore tailings

☐ Industrial catalysts

☐ Industrial sands (excluding mining or mineral processing operation)

☐ Petroleum contaminated soil

☐ Commercial/industrial septage

☐ Used antifreeze

☐ Contaminated process equipment

☐ Industrial Sludges

If checked, explain waste generation process: _____

SUPERFUND SITES

Is the State Trust land located in a National Priority List (NPL, Federal Superfund) area or in a Water Quality Assurance Revolving Fund (WQARF, State Superfund) study area? If yes, NPL or WQARF area name: _____

LAND DISTURBANCE

If land disturbance will occur, will it be on previously undisturbed land? If yes, explain: _____

WATER WELLS

Are there open and/or abandoned water wells on the property? If yes, submit a site diagram showing location(s) and use(s). *NONE KNOWN*

ADJACENT LAND USES

To the best of your knowledge, are adjacent lands subject to any of the above-referenced environmental impacts? If yes, explain: _____

ON-SITE INSPECTION/ENVIRONMENTAL ASSESSMENT

To the best of your knowledge, has an on-site inspection and/or an environmental site assessment been performed at this location? If yes, explain: _____

PREVIOUS ENVIRONMENTAL IMPACT

To the best of your knowledge, has any environmental impact been reported previously to ADEQ? If yes, explain: _____

ADDITIONAL COMMENTS:



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

FEDERAL EXPRESS

September 6, 1994

Mr. Kenneth A. Cabianca
Primo Gold USA
c/o Primo Gold Ltd.
609 Granville St., Suite #1730
Vancouver, BC, Canada V7Y 1G5

RE: Renewal application State of Arizona Prospecting Permit No. 08-53246, Zebra Project Area;
JABA project #159-357

Dear Mr. Cabianca:

Pursuant to completion of the photographic work on the Zebra project area by Excellon, sufficient monies have been expended to cover the annual labor requirements on the last remaining Prospecting Permit, due in December, 1994. I therefore have prepared the necessary paperwork for filing a renewal on this Permit in order to undertake an early filing.

As with previous Permits, I am requesting your signature on the Renewal Form and signature and notarization on the Affidavit of Annual Exploration Expenditure (please refer to my correspondence of July 14, 1994). I have included a copy of filing documents for your general information and files. I would appreciate your signing the Renewal form, etc., getting it notarized, and returning it to me using the Federal Express mailer enclosed for your convenience.

On conclusion of this filing with the State, all necessary filings will have been accomplished for the 1994 calendar year on State Prospecting Permits in the Zebra project area. The next renewal will be for Permit No.'s 08-52728-52730, on or before July 27, 1995.

Your attention to this matter is appreciated.

Sincerely,

A handwritten signature in cursive script that reads "Thomas E. Waldrip, Jr.".

Thomas E. Waldrip, Jr.

TEW/msb

Enclosures: Renewal application & State Report

cc: A. D. MacKenzie
J. A. Briscoe



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

September 7, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No. 08-53246, total acres 160.0 - required labor expenditure \$1,600.

WORK ACCOMPLISHED:

During the past lease year, in particular the last one and one-half months, the Permittee has initiated a geologic evaluation of the Permit area to ascertain the potential for location of mineralization therein. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping within and adjacent to the prospect area.

Field review of the immediate prospect area revealed an area of pediment cover with only widely scattered exposures of what are believed to be badly weathered bedrock exposures of Bisbee Formation sediments which are known to outcrop proximal to this area. Being that the whole of the Permit area lies under a mantle of alluvial cover (soils), by necessity at this time, very initial phases of geologic work was undertaken in the immediately surrounding areas to the north and east of the Permit boundaries. No reports or illustrative data have been generated at this time, but will be forthcoming in future assessment periods.

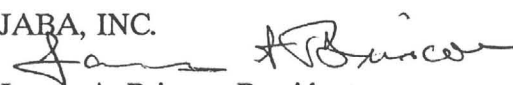
EXPENDITURES:

In House Services

James A. Briscoe, Registered Professional Geologist	
1 day field work @ \$500/day	\$ 500.00
Thomas E. Waldrip, Jr., Geologist	
1 day field work @ \$400/day	400.00
1 day office work @ \$400/day	400.00
Robert J. Macer, Geologist/Librarian	
1 day library/literature research work @ \$300/day	<u>300.00</u>
TOTAL	\$1,600.00

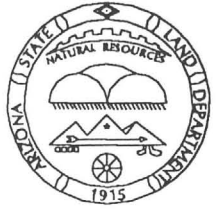
Respectfully submitted,

JABA, INC.


James A. Briscoe, President

AZ State Land Department
September 7, 1994
Page 1 of 1

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007



To avoid payment of penalty and interest this payment must be
IN the OFFICE of the State Land Department ON or BEFORE the
DUE DATE. Date of POSTAL STAMP will not be accepted as time
of payment. Payment must be received by close of business on
05-oct-1994.

KE-LEASE NO: 008-053246-00
ACCOUNT RECEIVABLE NO: 12345
NAME REFERENCE NO: 7947
AMOUNT DUE: \$ 100.00
DUE DATE: 05-oct-1994

JABA INC
JAMES A BRISCOE
2100 N WILMOT RD STE 218
TUCSON AZ 85712

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

DEPARTMENTAL USE ONLY																										
Arizona State Land Department 1616 West Adams Phoenix, Arizona 85007 (602)542-4628 Filing Fee: \$100.00 (nonrefundable)	Examiner: _____ Rolodex # _____ <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;">Cty</th> <th style="width: 15%;">Gr</th> <th style="width: 15%;">Parcel</th> <th style="width: 15%;">Initial</th> <th style="width: 15%;">Date</th> </tr> </thead> <tbody> <tr> <td>_____</td> <td>_____</td> <td>_____</td> <td>Approved _____</td> <td>_____</td> </tr> <tr> <td>_____</td> <td>_____</td> <td>_____</td> <td>Denied _____</td> <td>_____</td> </tr> <tr> <td>_____</td> <td>_____</td> <td>_____</td> <td>Rejected _____</td> <td>_____</td> </tr> <tr> <td>_____</td> <td>_____</td> <td>_____</td> <td>Withdrawn _____</td> <td>_____</td> </tr> </tbody> </table>	Cty	Gr	Parcel	Initial	Date	_____	_____	_____	Approved _____	_____	_____	_____	_____	Denied _____	_____	_____	_____	_____	Rejected _____	_____	_____	_____	_____	Withdrawn _____	_____
Cty	Gr	Parcel	Initial	Date																						
_____	_____	_____	Approved _____	_____																						
_____	_____	_____	Denied _____	_____																						
_____	_____	_____	Rejected _____	_____																						
_____	_____	_____	Withdrawn _____	_____																						

**APPLICATION FOR RENEWAL OF MINERAL
EXPLORATION PERMIT # 08-53246**

I. APPLICANT

Principal JABA, INC
 Agent JAMES A. BRISCOE, PRESIDENT
 Address 2100 N. WILMOT Rd SUITE # 218
 City TUCSON State AZ Zip 85712 Phone (602) 885-9141

I/We hereby make application for renewal of this mineral exploration permit on the lands described in the permit, or below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

II. RENEWAL DESCRIPTION

(Check either A OR B)

- A. ☒ Renewal of ALL LAND under permit
- B. ☐ Renewal of only that PART OF THE LAND DESCRIBED BELOW. All land not described is relinquished.

Twn. _____ Rge. _____ Sec. _____ Acres _____
 Legal _____

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments and financial statements are true, correct and complete.

X Date September By 

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

STATE OF ARIZONA)


County of PIMA)

I/We JAMES A. BRISCOE, being first duly sworn, deposes and says:
(Permittee's Name or Authorized Agent)


That he is the Permittee, or Permittee's authorized agent of record, for Mineral Exploration Permit Number 08-53246;

That between the 18 day of July 1994 and the 2ND day of September 1994, at least \$ 1600.⁰⁰ was expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Mineral Exploration Permit;

That the documents attached is substantiation of this expenditure and reflects a true, complete accounting of the sum so expended.


(Signature)

X Subscribed and sworn to before me this 7th day of SEPTEMBER 19 94.


Notary Public

My Commission Expires:

My Commission Expires Oct. 31, 1997



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

FEDERAL EXPRESS

July 14, 1994

Mr. Kenneth A. Cabianca
Primo Cold USA
c/o Primo Gold Ltd.
609 Granville St., Suite #1730
Vancouver, BC, Canada V7Y 1G5

RE: Renewal applications, State of Arizona Prospecting Permits, Zebra Project Area; JABA Project #159-357

Dear Mr. Cabianca:

Pursuant to my conversation with the Arizona State Land Department officials, all renewal applications must be signed by the Permittee of record for Arizona Prospecting Permits. Mr. MacKenzie (Excellon) just turned the information for the Permits involved in your Agreement with them over to me yesterday, and I am trying to get up to speed as rapidly as possible. My understanding is that the process of assignment has been initiated by Excellon but not completed, and as such, the State still recognizes Primo as being Permittee of record for the Permits. Therefore, I am requesting your signature on 3 of the Permit renewal applications (#08-52728-52730) up July 27, 1994.

Hopefully, I will be able to complete the assignment process to Excellon before the Permits come up for renewal in August, but to cover all eventualities, I have also included these three applications for renewal for your signature also (#08-52736, 52738 & 52739). This should save all of us time in the future. Depending on how rapidly everything goes in the assignment process with the State, I can use or dispose of these documents.

I have enclosed a prepaid and addressed Federal Express transmittal for your convenience in return of the signed documents to me.

Your immediate attention to these matters is appreciated.

Sincerely,

Thomas E. Waldrip, Jr.

cc: A. D. MacKenzie
J. A. Briscoe

P.S. Ken, after our telephone conversation, I found out from the State that you will also have to sign the Affidavit of Annual Exploration Expenditure (please see back of Renewal page), which has not been the case in the past. I keep having a moving target here, but hope this completes our transactions.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

July 20, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52728 through 08-52730, total acres 560.0 - required labor expenditure \$5,600.

GENERAL COMMENTS:

The above Prospecting Permits are currently permitted to Primo Gold USA. Via private agreement, Primo Gold USA has made assignment of their interest in these Permits to Excellon Resources USA, Inc. Excellon Resources USA, Inc. is currently in the process of formalizing the assignment with the State Land Department so that Excellon Resources USA, Inc. will be Permittee of record. Donna Miller, of your office, is lead person on these case files, so any status changes, questions, etc. should be addressed to her. JABA, Inc., consultants for Excellon Resources USA, Inc., in particular Thomas E. Waldrip, Jr., will be in charge of day to day activities regarding the Permits for Excellon Resources USA, Inc., while I will be responsible for overseeing and conducting mineral exploration thereon.

In general, due to timing constraints and the terms of their Agreement, Excellon Resources USA, Inc. has been the responsible party for providing funding for performance of necessary work (assessment) requirements. Mr. Cabianca (Primo Gold USA) signed the Affidavit of Annual Exploration Expenditure, per direction of the Department, necessitating the Permittee's signature, and I have detailed below work either in progress or completed to date.

WORK ACCOMPLISHED:

During the past lease year, in particular the last four months, JABA, Inc., as geological consultants for Excellon Resources USA, Inc., has initiated a geologic evaluation of the Permit areas in conjunction with other contiguous Permit areas (08-52526, 52736, 52738 and 52739) to ascertain the precious metal mineralization found there. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping. Expenditures included salaries for both office and field work performed by myself and other staff of JABA, Inc., and business associates of JABA, Inc., as further enumerated below.

Based on a positive initial evaluation, a phased, integrated exploration/development program consisting of geological mapping, geochemical and geophysical studies, and exploration drilling has been recommended for the area in question. A budget has been submitted to Excellon Resources USA, Inc.'s Board with approval expected shortly.

*AZ State Land Department
July 20, 1994
Page 1 of 2*

It has been recommended and approved that the initial phase of the project be an aerial photographic mapping program. To this end, the Orthoshop-Tucson has been contracted to provide a phased program, ultimately to provide 1" to 200' topographical maps of the individual public land survey sections pertaining to the Permit areas. The Orthoshop-Tucson has subcontracted to the A-Team Surveyors (Arizona Registered Surveyors) a base triangulation survey of the area for horizontal and vertical control. Completion of this work is expected within the week, at which time an immediate aerial photo overflight of the area (weather permitting) will be undertaken producing color photos at a scale of 1" = 2,000' (1:24,000).

At this time, an invoice has not been submitted for work performed by the A-Team, but a reasonable estimate of \$5,000 has been expended to date. Upon receipt of an invoice from the A-Team, a copy will be forwarded to your office for the file pertaining to the Permits in question. Continuing work and expenditures, as statutorily defined, will be used to offset annual exploration expenditures on contiguous Permit areas, due for renewal at a future date, or carried forward to be offset against future annual work requirements on these Permits.

EXPENDITURES:

Outside Services

The Orthoshop-Tucson; subcontracted base triangulation survey to A-Team Surveyors	\$5,000
---	---------

In-House Services

James A. Briscoe, Registered Professional Geologist 1 day @ \$500/day	500
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Thomas E. Waldrip, Jr., Geologist/Landman 1 day @ \$400/day	400
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Computer Draftsperson 1 day @ \$280/day	<u>280</u>
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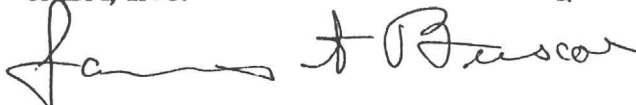
TOTAL	\$6,180
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Required Expenditure	<u>-5,600</u>
-----------------------------	----------------------

Excess expenditure to be applied to 08-52736, 52738 & 52739 (August, 1994)	\$ 580
--	---------------

Respectfully submitted,

JABA, INC.



James A. Briscoe, President
JAB/msb

*AZ State Land Department
July 20, 1994
Page 2 of 2*



12/18/86

DEPARTMENTAL USE ONLY			
ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fee: \$ 100.00	EXAM: _____	APPROVED _____	_____
	RE-ASSIGN: _____	DENIED _____	_____
\$ _____	RE-ASSIGN: _____	REJECTED _____	_____
	APP TYPE: <u>Renewal P.P.</u>	WITHDRAWN _____	_____
Date _____	NO. OF APPS: <u>1</u>		

PERMIT NUMBER 08 -

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

ARIZONA STATE LAND DEPARTMENT
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

by Kenneth A. Cabianna, President, Primo Gold, USA
(Applicant Name)11930 Menauc, NE #112, Albuquerque, NM (Address) (505) 298-8235 (Phone Number)
87112 (Zip)

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08- 52728☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-
described below:

TWN. _____ RNG. _____ SEC. _____ LEGAL DESCRIPTION _____ ACRES _____

SLD USE ONLY		
CTY	GRT	PARCEL
_____	_____	_____

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

X Dated this 14 day of JULY A.D., 19 94X [Signature]
(APPLICANT)

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

CANADA
STATE OF ARIZONA)
PROVINCE OF)
BRITISH COLUMBIA)
County of _____

I/We Kenneth A. Cadianca, President, Primo Gold, USA, being first duly sworn, deposes and
(Permittee's Name or Authorized Agent)

says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08- 52728;

That between the 2nd day of August 1993, and the 15th

of July 1994, at least \$ 1600⁰⁰ was
expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting
Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

X [Signature]
(Signature)

X Subscribed and sworn to before me this 15th day of JULY 1994.

[Signature]
Notary Public

(Seal)

My Commission Expires:

n/a

DAVID J. WIZINSKY
Corporate Finance Lawyer
SUITE 930 - 800 WEST PENDER STREET
VANCOUVER, B.C. V6C 2V6
TELEPHONE: (604) 688-3800



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be
IN the OFFICE of the State Land Department ON or BEFORE the
DUE DATE. Date of POSTAL STAMP will not be accepted as time
of payment. Payment must be received by close of business on
7/27/1994.

KE-LEASE NO: 008-052728-00

ACCOUNT RECEIVABLE NO: 10976

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PRIMO GOLD USA
11930 MENDALL NE STE 112

ALBUQUERQUE NM 87112

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052728-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 10976

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

4/30/1994

7/27/1994

7/28/1993

7/27/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE
ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO
5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE
APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE
PERMIT ARE PROTECTED.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

July 20, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52728 through 08-52730, total acres 560.0 - required labor expenditure \$5,600.

GENERAL COMMENTS:

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WORK ACCOMPLISHED:

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*AZ State Land Department
July 20, 1994
Page 1 of 2*

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EXPENDITURES:

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TOTAL	\$6,180
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Required Expenditure	<u>-5,600</u>
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Excess expenditure to be applied to 08-52736, 52738 & 52739 (August, 1994)	\$ 580
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Respectfully submitted,

JABA, INC.



James A. Briscoe, President
JAB/msb

*AZ State Land Department
July 20, 1994
Page 2 of 2*



JABA INC.
2100 N. Wilcox Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768



Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be
IN the OFFICE of the State Land Department ON or BEFORE the
DUE DATE. Date of POSTAL STAMP will not be accepted as time
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KE-LEASE NO: 008-052728-00
ACCOUNT RECEIVABLE NO: 10976
NAME REFERENCE NO: 5916
AMOUNT DUE: \$100.00
AMOUNT ENCLOSED: _____

PRIMO GOLD USA
11930 MENDALL NE STE 112

ALBUQUERQUE NM 87112

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052728-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 10976

-----Billing-----
Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates
From Through

Date Billed

Due Date

Effective

Expiration

4/30/1994

7/27/1994

7/28/1993

7/27/1998

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ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO
5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE
APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE
PERMIT ARE PROTECTED.

Pros.
159-357

12/18/86

DEPARTMENTAL USE ONLY			
ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fec: \$ 100.00	EXAM: _____	APPROVED _____	_____
_____	RE-ASSIGN: _____	DENIED _____	_____
\$ _____	RE-ASSIGN: _____	REJECTED _____	_____
_____	APP TYPE: Renewal P.P.	WITHDRAWN _____	_____
Date _____	NO. OF APPS: 1		

PERMIT NUMBER 08 -

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

ARIZONA STATE LAND DEPARTMENT
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

By Kenneth A. Cabilanca, President, Primo Gold, USA
(Applicant Name)

11930 MENAUL, NE #112, ALBUQUERQUE, NM
(Address) (Zip) 87112

(505) 298-8235
(Phone Number)

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08- 52729

☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-
described below:

TWN.	RNG.	SEC.	LEGAL DESCRIPTION	ACRES

SLD USE ONLY		
CTY	GRT	PARCEL

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

X Dated this 14 day of JULY A.D., 1994

X [Signature]
(APPLICANT)

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

CANADA
STATE OF ARIZONA)
PROVINCE OF)
BRITISH COLUMBIA)
County of _____

I, Kenneth A. Cabianna, President, PrimoGold, USA, being first duly sworn, deposes and
(Permittee's Name or Authorized Agent)

says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08- 52729;

That between the 2nd day of August 19 93, and the 15th

of JULY 19 94, at least \$ 800⁰⁰ was expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

X [Signature]
(Signature)

X Subscribed and sworn to before me this 15th day of JULY 19 94.

[Signature]
Notary Public

(Seal)

My Commission Expires:

N/A

DAVID J. WIZINSKY
Corporate Finance Lawyer
SUITE 930 - 800 WEST PENDER STREET
VANCOUVER, B.C. V6C 2V6
TELEPHONE: (604) 688-3800



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 7/27/1994.

PRIMO GOLD USA
11930 MENDOTA NE STE 112

ALBUQUERQUE NM 87112

KE-LEASE NO: 008-052729-00

ACCOUNT RECEIVABLE NO: 10977

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052729-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 10977

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

4/30/1994

7/27/1994

7/28/1993

7/27/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

July 20, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52728 through 08-52730, total acres 560.0 - required labor expenditure \$5,600.

GENERAL COMMENTS:

The above Prospecting Permits are currently permitted to Primo Gold USA. Via private agreement, Primo Gold USA has made assignment of their interest in these Permits to Excellon Resources USA, Inc. Excellon Resources USA, Inc. is currently in the process of formalizing the assignment with the State Land Department so that Excellon Resources USA, Inc. will be Permittee of record. Donna Miller, of your office, is lead person on these case files, so any status changes, questions, etc. should be addressed to her. JABA, Inc., consultants for Excellon Resources USA, Inc., in particular Thomas E. Waldrip, Jr., will be in charge of day to day activities regarding the Permits for Excellon Resources USA, Inc., while I will be responsible for overseeing and conducting mineral exploration thereon.

In general, due to timing constraints and the terms of their Agreement, Excellon Resources USA, Inc. has been the responsible party for providing funding for performance of necessary work (assessment) requirements. Mr. Cabianca (Primo Gold USA) signed the Affidavit of Annual Exploration Expenditure, per direction of the Department, necessitating the Permittee's signature, and I have detailed below work either in progress or completed to date.

WORK ACCOMPLISHED:

During the past lease year, in particular the last four months, JABA, Inc., as geological consultants for Excellon Resources USA, Inc., has initiated a geologic evaluation of the Permit areas in conjunction with other contiguous Permit areas (08-52526, 52736, 52738 and 52739) to ascertain the precious metal mineralization found there. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping. Expenditures included salaries for both office and field work performed by myself and other staff of JABA, Inc., and business associates of JABA, Inc., as further enumerated below.

Based on a positive initial evaluation, a phased, integrated exploration/development program consisting of geological mapping, geochemical and geophysical studies, and exploration drilling has been recommended for the area in question. A budget has been submitted to Excellon Resources USA, Inc.'s Board with approval expected shortly.

*AZ State Land Department
July 20, 1994
Page 1 of 2*

It has been recommended and approved that the initial phase of the project be an aerial photographic mapping program. To this end, the Orthoshop-Tucson has been contracted to provide a phased program, ultimately to provide 1" to 200' topographical maps of the individual public land survey sections pertaining to the Permit areas. The Orthoshop-Tucson has subcontracted to the A-Team Surveyors (Arizona Registered Surveyors) a base triangulation survey of the area for horizontal and vertical control. Completion of this work is expected within the week, at which time an immediate aerial photo overflight of the area (weather permitting) will be undertaken producing color photos at a scale of 1" = 2,000' (1:24,000).

At this time, an invoice has not been submitted for work performed by the A-Team, but a reasonable estimate of \$5,000 has been expended to date. Upon receipt of an invoice from the A-Team, a copy will be forwarded to your office for the file pertaining to the Permits in question. Continuing work and expenditures, as statutorily defined, will be used to offset annual exploration expenditures on contiguous Permit areas, due for renewal at a future date, or carried forward to be offset against future annual work requirements on these Permits.

EXPENDITURES:

Outside Services

The Orthoshop-Tucson; subcontracted base triangulation survey to A-Team Surveyors	\$5,000
---	---------

In-House Services

James A. Briscoe, Registered Professional Geologist 1 day @ \$500/day	500
--	-----

Thomas E. Waldrip, Jr., Geologist/Landman 1 day @ \$400/day	400
--	-----

Computer Draftsperson 1 day @ \$280/day	<u>280</u>
--	------------

TOTAL	\$6,180
-------	---------

Required Expenditure	<u>-5,600</u>
----------------------	---------------

Excess expenditure to be applied to 08-52736, 52738 & 52739 (August, 1994)	\$ 580
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Respectfully submitted,

JABA, INC.



James A. Briscoe, President
JAB/msb

*AZ State Land Department
July 20, 1994
Page 2 of 2*



JABA INC.
2100 N. Wilcox Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be
IN the OFFICE of the State Land Department ON or BEFORE the
DUE DATE. Date of POSTAL STAMP will not be accepted as time
of payment. Payment must be received by close of business on
7/27/1994.

KE-LEASE NO: 008-052729-00

ACCOUNT RECEIVABLE NO: 10977

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PRIMO GOLD USA
11930 MENDALL NE STE 112

ALBUQUERQUE NM 87112

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052729-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 10977

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

4/30/1994

7/27/1994

7/28/1993

7/27/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE
ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO
5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE
APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE
PERMIT ARE PROTECTED.

12/18/86

DEPARTMENTAL USE ONLY			
ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fee: \$ 100.00	EXAM: _____	APPROVED _____	_____
_____	RE-ASSIGN: _____	DENIED _____	_____
\$ _____	RE-ASSIGN: _____	REJECTED _____	_____
_____	APP TYPE: Renewal P.P.	WITHDRAWN _____	_____
Date _____	NO. OF APPS: 1		

PERMIT NUMBER 08 -

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

ARIZONA STATE LAND DEPARTMENT
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

I/c Kenneth A. Cabianga, President, PRIMO Gold, USA.
(Applicant Name)11930 MENAUL, NE #112, Albuquerque, NM
(Address) (Zip)(505) 298-8235
(Phone Number)

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08- 52730☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-
described below:

TWN.	RNG.	SEC.	LEGAL DESCRIPTION	ACRES

SLD USE ONLY		
CTY	GRT	PARCEL

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

X Dated this 14 day of JULY A.D., 1994K. Cabianga
(APPLICANT)

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

CANADA
STATE OF ARIZONA)
PROVINCE OF
BRITISH COLUMBIA)
County of _____

I/WE Kenneth A. Cabianca, President, Primo Gold, USA, being first duly sworn, deposes and
(Permittee's Name or Authorized Agent)

says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08- 52730;

That between the 2nd day of August 19 93, and the 15th

of July 19 94, at least \$ 3200⁰⁰ was
expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting
Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

X Kenneth A. Cabianca
(Signature)

X Subscribed and sworn to before me this 15th day of JULY 19 94.

[Signature]
Notary Public

(Seal)

My Commission Expires:

NA

DAVID J. WIZINSKY
Corporate Finance Lawyer
SUITE 930 - 800 WEST PENDER STREET
VANCOUVER, B.C. V6C 2V6
TELEPHONE: (604) 688-3800



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 7/27/1994.

PRIMO GOLD USA
11930 MANUAL NE STE 112

ALBUQUERQUE NM 87112

KE-LEASE NO: 008-052730-00

ACCOUNT RECEIVABLE NO: 10978

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052730-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 10978

-----Billing-----

Code	Description	Amount
35	APP FEE RENEWAL	\$100.00
		\$100.00

Billing Dates		Date Billed	Due Date	Effective	Expiration
From	Through				
		4/30/1994	7/27/1994	7/28/1993	7/27/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

July 20, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52728 through 08-52730, total acres 560.0 - required labor expenditure \$5,600.

GENERAL COMMENTS:

The above Prospecting Permits are currently permitted to Primo Gold USA. Via private agreement, Primo Gold USA has made assignment of their interest in these Permits to Excellon Resources USA, Inc. Excellon Resources USA, Inc. is currently in the process of formalizing the assignment with the State Land Department so that Excellon Resources USA, Inc. will be Permittee of record. Donna Miller, of your office, is lead person on these case files, so any status changes, questions, etc. should be addressed to her. JABA, Inc., consultants for Excellon Resources USA, Inc., in particular Thomas E. Waldrip, Jr., will be in charge of day to day activities regarding the Permits for Excellon Resources USA, Inc., while I will be responsible for overseeing and conducting mineral exploration thereon.

In general, due to timing constraints and the terms of their Agreement, Excellon Resources USA, Inc. has been the responsible party for providing funding for performance of necessary work (assessment) requirements. Mr. Cabianca (Primo Gold USA) signed the Affidavit of Annual Exploration Expenditure, per direction of the Department, necessitating the Permittee's signature, and I have detailed below work either in progress or completed to date.

WORK ACCOMPLISHED:

During the past lease year, in particular the last four months, JABA, Inc., as geological consultants for Excellon Resources USA, Inc., has initiated a geologic evaluation of the Permit areas in conjunction with other contiguous Permit areas (08-52526, 52736, 52738 and 52739) to ascertain the precious metal mineralization found there. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping. Expenditures included salaries for both office and field work performed by myself and other staff of JABA, Inc., and business associates of JABA, Inc., as further enumerated below.

Based on a positive initial evaluation, a phased, integrated exploration/development program consisting of geological mapping, geochemical and geophysical studies, and exploration drilling has been recommended for the area in question. A budget has been submitted to Excellon Resources USA, Inc.'s Board with approval expected shortly.

*AZ State Land Department
July 20, 1994
Page 1 of 2*

It has been recommended and approved that the initial phase of the project be an aerial photographic mapping program. To this end, the Orthoshop-Tucson has been contracted to provide a phased program, ultimately to provide 1" to 200' topographical maps of the individual public land survey sections pertaining to the Permit areas. The Orthoshop-Tucson has subcontracted to the A-Team Surveyors (Arizona Registered Surveyors) a base triangulation survey of the area for horizontal and vertical control. Completion of this work is expected within the week, at which time an immediate aerial photo overflight of the area (weather permitting) will be undertaken producing color photos at a scale of 1" = 2,000' (1:24,000).

At this time, an invoice has not been submitted for work performed by the A-Team, but a reasonable estimate of \$5,000 has been expended to date. Upon receipt of an invoice from the A-Team, a copy will be forwarded to your office for the file pertaining to the Permits in question. Continuing work and expenditures, as statutorily defined, will be used to offset annual exploration expenditures on contiguous Permit areas, due for renewal at a future date, or carried forward to be offset against future annual work requirements on these Permits.

EXPENDITURES:

Outside Services

The Orthoshop-Tucson; subcontracted base triangulation survey to A-Team Surveyors	\$5,000
---	---------

In-House Services

James A. Briscoe, Registered Professional Geologist 1 day @ \$500/day	500
--	-----

Thomas E. Waldrip, Jr., Geologist/Landman 1 day @ \$400/day	400
--	-----

Computer Draftsperson 1 day @ \$280/day	<u>280</u>
--	------------

TOTAL	\$6,180
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Required Expenditure	<u>-5,600</u>
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Excess expenditure to be applied to 08-52736, 52738 & 52739 (August, 1994)	\$ 580
--	--------

Respectfully submitted,

JABA, INC.



James A. Briscoe, President
JAB/msb

AZ State Land Department
July 20, 1994
Page 2 of 2



JABA INC.
2100 N. Wilcox Rd. # 218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be
IN the OFFICE of the State Land Department ON or BEFORE the
DUE DATE. Date of POSTAL STAMP will not be accepted as time
of payment. Payment must be received by close of business on
7/27/1994.

KE-LEASE NO: 008-052730-00

ACCOUNT RECEIVABLE NO: 10978

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PRIMO GOLD USA
11930 MENDUAL NE STE 112

ALBUQUERQUE NM 87112

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052730-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 10978

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates
From Through

Date Billed

Due Date

Effective

Expiration

4/30/1994

7/27/1994

7/28/1993

7/27/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE
ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO
5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE
APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE
PERMIT ARE PROTECTED.

12/18/86

DEPARTMENTAL USE ONLY			
ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fec: \$ 100.00	EXAM: _____	APPROVED _____	_____
_____	RE-ASSIGN: _____	DENIED _____	_____
\$ _____	RE-ASSIGN: _____	REJECTED _____	_____
_____	APP TYPE: <u>Renewal P.P.</u>	WITHDRAWN _____	_____
Date _____	NO. OF APPS: <u>1</u>		

PERMIT NUMBER 08 -

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

ARIZONA STATE LAND DEPARTMENT
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

by Kenneth A. Cagianca, President, Primo Gold, USA
(Applicant Name)

11930 MENAUL, NE #112, Albuquerque, NM (505) 298-8235
(Address) (Zip) 87112 (Phone Number)

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08- 52736.

☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-
described below:

TWN. RNG. SEC. LEGAL DESCRIPTION ACRES

SLD USE ONLY		
CTY	GRT	PARCEL
_____	_____	_____

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

✓ Dated this 14 day of JULY A.D., 19 94.

Kenneth A. Cagianca
(APPLICANT)

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

CANADA

STATE OF ARIZONA)

PROVINCE OF)

BRITISH COLUMBIA)

County of _____

I, Kenneth A. Cagianca, President, Primo Gold, USA, being first duly sworn, deposes and
(Permittee's Name or Authorized Agent)

says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08- 52736;

That between the 1st day of September 19 93, and the 15th

day of July 19 94, at least \$ 1600⁰⁰ was
expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting
Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

X [Signature]
(Signature)

X Subscribed and sworn to before me this 15th day of JULY 19 94.

[Signature]
Notary Public

(Seal)

My Commission Expires:

N/A

DAVID J. WIZINSKY
Corporate Finance Lawyer
SUITE 930 - 800 WEST PENDER STREET
VANCOUVER, B.C. V6C 2V6
TELEPHONE: (604) 688-3800



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 8/24/1994.

PRIMO GOLD USA
11930 MENDAL NE STE 112

ALBUQUERQUE NM 87112

KE-LEASE NO: 008-052736-00

ACCOUNT RECEIVABLE NO: 11715

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052736-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 11715

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

5/31/1994

8/24/1994

8/25/1993

8/24/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

August 22, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52736, 08-52738 & 08-52739, total acres 480.0 - required labor expenditure \$4,800.

GENERAL COMMENTS:

The above Prospecting Permits are currently permitted to Primo Gold USA. Via private agreement, Primo Gold USA has made assignment of their interest in these Permits to Excellon Resources USA, Inc. Excellon Resources USA, Inc. is currently in the process of formalizing the assignment with the State Land Department so that Excellon Resources USA, Inc. will be Permittee of record. Donna Miller, of your office, is lead person on these case files, so any status changes, questions, etc. should be addressed to her. JABA, Inc., consultants for Excellon Resources USA, Inc., in particular Thomas E. Waldrip, Jr., will be in charge of day to day activities regarding the Permits for Excellon Resources USA, Inc., while I will be responsible for overseeing and conducting mineral exploration thereon.

In general, due to timing constraints and the terms of their Agreement, Excellon Resources USA, Inc. has been the responsible party for providing funding for performance of necessary work (assessment) requirements. Mr. Cabianca (Primo Gold USA) signed the Affidavit of Annual Exploration Expenditure, per direction of the Department, necessitating the Permittee's signature, and I have detailed below work either in progress or completed to date.

WORK ACCOMPLISHED:

During the past lease year, in particular the last four months, JABA, Inc., as geological consultants for Excellon Resources USA, Inc., has initiated a geologic evaluation of the Permit areas in conjunction with other contiguous Permit areas (08-52526, 52728, 52729 and 52730) to ascertain the precious metal mineralization found there. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping. Expenditures included salaries for both office and field work performed by myself and other staff of JABA, Inc., and business associates of JABA, Inc., as further enumerated below.

Based on a positive initial evaluation, a phased, integrated exploration/development program consisting of geological mapping, geochemical and geophysical studies, and exploration drilling has been recommended for the area in question. A budget has been submitted to Excellon Resources USA, Inc.'s Board with approval expected shortly.

AZ State Land Department
August 22, 1994
Page 1 of 3

It has been recommended and approved that the initial phase of the project be an aerial photographic mapping program. To this end, the Orthoshop-Tucson has been contracted to provide a phased program, ultimately to provide 1" to 200' topographical maps of the individual public land survey sections pertaining to the Permit areas. The Orthoshop-Tucson has subcontracted to the A-Team Surveyors (Arizona Registered Surveyors) a base triangulation survey of the area for horizontal and vertical control. Survey work was completed during the week ending July 23, 1994. An aerial photo overflight of the area was undertaken on July 25, 1994. Contact color prints covering the area were delivered on August 15, 1994.

Previously, July 27, 1994, assessment filings along with renewal application were made for continuous Prospecting Permit No.'s 08-52728 through 08-52730. At that time, invoices were not available detailing contractee's work. These invoices are now available and are provided herewith as evidence of work being accomplished, not only thereon, but for the Prospecting Permits under renewal currently (08-52736, 08-52738 & 08-52739). Continuing work and expenditures, as statutorily defined, will be used to offset annual exploration expenditures on the contiguous Prospecting Permit area (08-52526) due for renewal in December, 1994, or carried forward to be offset against future annual work requirements on these Permits.

EXPENDITURES:

Outside Services

The Orthoshop-Tucson (Invoice #2545) one half payment balance due	\$1,902.00
The Orthoshop-Tucson initial retainer	1,902.00
A-Team Professional Associates, Inc., Registered Surveyors down payment/retainer	900.00
A-Team Professional Associates, Inc., Registered Surveyors Invoice #94-136 balance for services	5,991.00
Less amounts declared for work requirements on PP#08-52728 - 08-52730 (July, 1994)	-5,000.00
Reproduction, Inc., Tucson, Arizona - Map Reproduction	5.49
Geotemps, Inc., Tucson, Arizona - Contract Labor	
Photo targeting	337.61
Curtis Wilkins -7.0 hours =	\$ 60.26
Geoff Demers - 10.5 hours =	108.05
Joe Estrada - 8.0 hours =	74.80
Jesse Grassman - 10.5 hours =	94.50

Supplies

Surveying & Optical Instrument Company, Tucson, Arizona - 3 rolls 24" white plastic paneling	83.46
Home Depot, Tucson, Arizona - Bender Boards - anchoring for plastic paneling	73.30

In-House Services

James A. Briscoe, Registered Professional Geologist 1 day @ \$500/day	500
---	-----

Thomas E. Waldrip, Jr., Geologist/Landman
3 days @ \$400/day - field work 1,200.00

Robert J. Macer, Geologist
1 day @ \$300/day - field work 300.00

SUB TOTAL \$8,194.86

Excess expenditure from Prospecting Permits
08-52728 thru 52730 - July, 1994 580.00

TOTAL \$8,774.86

Required Expenditure Permits No.'s
08-52736, 52738 & 52739 -4,800.00

Excess expenditure to be applied to
Permit No. 08-52526 (December,
1994) \$3,974.86

Respectfully submitted,

JABA, INC.

James A. Briscoe, President
JAB/msb

*AZ State Land Department
August 22, 1994
Page 3 of 3*



JABA, INC.
2100 N. Wilcox Rd. #218
Tucson, AZ 85712
(502) 885-9141
(FAX) 721-2768

The Orthoshop Tucson

A Division of Mc Murchy Warner Slater & Reilly Inc. Suite 401, 1121 West Grant Road. Tucson Arizona. 85705
Telephone, 602 798-1328 Fax 602 798-1569.

Invoice

2545

MVP Capital Corp.
Suite 200-20 Adelaide Street East
Toronto
Ontario M5C 2T6
Attention : A. Douglas MacKenzie
EIN

Cl No. 13016
Date: Aug 12, 1994

Your Purchase Order Number	Orthoshop Work Order No.	Area Name
	1651	"Zebra"

Description of services:

To provide 1:36000, 1:24000 and 1:2500 color air photo and color reproduction. 50%
final payment.

\$1,902.00

Post-It™ brand fax transmittal memo 7671		# of pages ▶ 1	
To	From	Co.	Co.
Jim BRISCOE	The Orthoshop		Tucson
Co.	Co.	Phone #	Fax #
Dept.			
Fax #			

Federal Sales Tax License #

Payment Terms 2%10 Days, net 30, 2.0% / Month.

Total \$1,902.00
Federal Sales Tax
Invoice Total \$1,902.00

Client Original Client duplicate Work order file Invoice file Accounting Invoice No. 2545

SHIPPER/PACKING

No. 3186

ORTHO SHOP-TUCSON
1121 W. Grant Rd. Suite 401
Tucson, AZ 85705

ATTENTION

James Briscoe

SHIPPED TO:

Mr. James Briscoe

5610 E. Sutler Lane

Tucson, AZ 85712

HOW PACKED

CUSTOMERS ORDER NUMBER

OUR NUMBER

#1651

SHIPPED VIA

US Mail

DATE SHIPPED

8/12/94

ROUTING FROM

DATE _____

TABLE 1

PROJ:

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DESCRIPTION

1 Set

Color Contact Prints Covering Zebra

received

8/14/94

 Adams
NC 3876

ORIGINAL

RECEIVED BY

Shipper/Packing

AUG-16-94 TUE 14:08

P.01

A TEAM PROFESSIONAL ASSOCIATES, INCORPORATED
 2432 WEST PEORIA AVENUE, SUITE 1075
 PHOENIX, ARIZONA 85029
 OFF: (602) 906-0020 FAX: (602) 906-0019

TO: Mr. A. Douglas MacKinzie, Vice President
 MVP Capital Corp.
 20 Adelaide Street East
 Box 28, Suite 200
 Toronto, Ontario, Canada M5C 2T6

INV. DATE: 08-02-94
 INVOICE NO: 94-136
 PROJECT NO: 519

*mailed
8-4-94*

RE: GPS Mapping Control for Mining Site, Southeast of Tombstone, Arizona

DATE	DESCRIPTION	CHARGE	PAYMENT	BALANCE
	Mobilization of men and equipment to Tombstone, Arizona.			
	Locate and panel 19 photo control positions as outlined by your photogrammetrist.			
	Repanel 8 previous photo control positions.			
	Provide Control coordinates that will be compatible to previous mapping coordinates.			
06-09-94	Original Contract: Less Mobilization Fee, paid by check # 0229	\$6891.00		
			(\$900.00)	
	TOTAL			\$5991.00

TOTAL AMOUNT DUE THIS INVOICE \$5991.00

Thank you,

"WOMAN OWNED BUSINESS"

Post-It* Fax Note 7671		Date	8/16/94	# of pages	1
To	JIM BRISCO	From	J. RHINE		
Co./Dept	JABA INC	Co.	A TEAM PROF ASSOC		
Phone #	602 721-1375	Phone #	602-906-0020		
Fax #	602-906-0019	Fax #	602-906-0017		

A Service Charge of 11

thirty days of



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 8/24/1994.

KE-LEASE NO: 008-052736-00

ACCOUNT RECEIVABLE NO: 11715

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PRIMO GOLD USA
11930 MENDAL NE STE 112

ALBUQUERQUE NM 87112

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052736-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 11715

-----Billing-----
Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates		Date Billed	Due Date	Effective	Expiration
From	Through				
		5/31/1994	8/24/1994	8/25/1993	8/24/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.

12/18/86

DEPARTMENTAL USE ONLY			
ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fee: \$ <u>100.00</u>	EXAM: _____	APPROVED _____	_____
_____	RE-ASSIGN: _____	DENIED _____	_____
\$ _____	RE-ASSIGN: _____	REJECTED _____	_____
_____	APP TYPE: <u>Renewal P.P.</u>	WITHDRAWN _____	_____
Date _____	NO. OF APPS: <u>1</u>		

PERMIT NUMBER 08 -

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

ARIZONA STATE LAND DEPARTMENT
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

I/we Kenneth A. CABIANCE, President, PRIMO Gold, USA.
(Applicant Name)

11930 MENAUL, NE #112, ALBUQUERQUE, NM (505) 298-8235
(Address) (Zip) (Phone Number)

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08- 52738.

☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-
described below:

TWN.	RNG.	SEC.	LEGAL DESCRIPTION	ACRES
_____	_____	_____	_____	_____

SLD USE ONLY		
CTY	GRT	PARCEL
_____	_____	_____

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

X Dated this 14 day of JULY A.D., 19 94.

X [Signature]
(APPLICANT)

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

CANADA
STATE OF ARIZONA)
PROVINCE OF)
BRITISH COLUMBIA)
County of _____

I, Kenneth A. Cabianca, President, Primo Gold, USA, being first duly sworn, deposes and
(Permittee's Name or Authorized Agent)
says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08- 52738;

That between the 1ST day of September 19 93, and the 15th
day of JULY 19 94, at least \$ 1600⁰⁰ was
expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting
Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

X [Signature]
(Signature)

X Subscribed and sworn to before me this 15th day of JULY 19 94.

[Signature]
Notary Public

(Seal)

My Commission Expires:

NA

DAVID J. WIZINSKY
Corporate Finance Lawyer
SUITE 930 - 800 WEST PENDER STREET
VANCOUVER, B.C. V6C 2V6
TELEPHONE: (604) 688-3800



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 8/24/1994.

PRIMO GOLD USA
11930 MENDUAL NE STE 112

ALBUQUERQUE NM 87112

KE-LEASE NO: 008-052738-00

ACCOUNT RECEIVABLE NO: 11716

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052738-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 11716

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

5/31/1994

8/24/1994

8/25/1993

8/24/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

August 22, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52736, 08-52738 & 08-52739, total acres 480.0 - required labor expenditure \$4,800.

GENERAL COMMENTS:

The above Prospecting Permits are currently permitted to Primo Gold USA. Via private agreement, Primo Gold USA has made assignment of their interest in these Permits to Excellon Resources USA, Inc. Excellon Resources USA, Inc. is currently in the process of formalizing the assignment with the State Land Department so that Excellon Resources USA, Inc. will be Permittee of record. Donna Miller, of your office, is lead person on these case files, so any status changes, questions, etc. should be addressed to her. JABA, Inc., consultants for Excellon Resources USA, Inc., in particular Thomas E. Waldrip, Jr., will be in charge of day to day activities regarding the Permits for Excellon Resources USA, Inc., while I will be responsible for overseeing and conducting mineral exploration thereon.

In general, due to timing constraints and the terms of their Agreement, Excellon Resources USA, Inc. has been the responsible party for providing funding for performance of necessary work (assessment) requirements. Mr. Cabianca (Primo Gold USA) signed the Affidavit of Annual Exploration Expenditure, per direction of the Department, necessitating the Permittee's signature, and I have detailed below work either in progress or completed to date.

WORK ACCOMPLISHED:

During the past lease year, in particular the last four months, JABA, Inc., as geological consultants for Excellon Resources USA, Inc., has initiated a geologic evaluation of the Permit areas in conjunction with other contiguous Permit areas (08-52526, 52728, 52729 and 52730) to ascertain the precious metal mineralization found there. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping. Expenditures included salaries for both office and field work performed by myself and other staff of JABA, Inc., and business associates of JABA, Inc., as further enumerated below.

Based on a positive initial evaluation, a phased, integrated exploration/development program consisting of geological mapping, geochemical and geophysical studies, and exploration drilling has been recommended for the area in question. A budget has been submitted to Excellon Resources USA, Inc.'s Board with approval expected shortly.

*AZ State Land Department
August 22, 1994
Page 1 of 3*

It has been recommended and approved that the initial phase of the project be an aerial photographic mapping program. To this end, the Orthoshop-Tucson has been contracted to provide a phased program, ultimately to provide 1" to 200' topographical maps of the individual public land survey sections pertaining to the Permit areas. The Orthoshop-Tucson has subcontracted to the A-Team Surveyors (Arizona Registered Surveyors) a base triangulation survey of the area for horizontal and vertical control. Survey work was completed during the week ending July 23, 1994. An aerial photo overflight of the area was undertaken on July 25, 1994. Contact color prints covering the area were delivered on August 15, 1994.

Previously, July 27, 1994, assessment filings along with renewal application were made for continuous Prospecting Permit No.'s 08-52728 through 08-52730. At that time, invoices were not available detailing contractee's work. These invoices are now available and are provided herewith as evidence of work being accomplished, not only thereon, but for the Prospecting Permits under renewal currently (08-52736, 08-52738 & 08-52739). Continuing work and expenditures, as statutorily defined, will be used to offset annual exploration expenditures on the contiguous Prospecting Permit area (08-52526) due for renewal in December, 1994, or carried forward to be offset against future annual work requirements on these Permits.

EXPENDITURES:

Outside Services

The Orthoshop-Tucson (Invoice #2545) one half payment balance due	\$1,902.00
The Orthoshop-Tucson initial retainer	1,902.00
A-Team Professional Associates, Inc., Registered Surveyors down payment/retainer	900.00
A-Team Professional Associates, Inc., Registered Surveyors Invoice #94-136 balance for services	5,991.00
Less amounts declared for work requirements on PP#08-52728 - 08-52730 (July, 1994)	-5,000.00
Reproduction, Inc., Tucson, Arizona - Map Reproduction	5.49
Geotemps, Inc., Tucson, Arizona - Contract Labor Photo targeting	337.61
Curtis Wilkins -7.0 hours =	\$ 60.26
Geoff Demers - 10.5 hours =	108.05
Joe Estrada - 8.0 hours =	74.80
Jesse Grassman - 10.5 hours =	94.50

Supplies

Surveying & Optical Instrument Company, Tucson, Arizona - 3 rolls 24" white plastic paneling	83.46
Home Depot, Tucson, Arizona - Bender Boards - anchoring for plastic paneling	73.30

In-House Services

James A. Briscoe, Registered Professional Geologist 1 day @ \$500/day	500
--	-----

Thomas E. Waldrip, Jr., Geologist/Landman
3 days @ \$400/day - field work 1,200.00

Robert J. Macer, Geologist
1 day @ \$300/day - field work 300.00

SUB TOTAL \$8,194.86

Excess expenditure from Prospecting Permits
08-52728 thru 52730 - July, 1994 580.00

TOTAL \$8,774.86

Required Expenditure Permits No.'s
08-52736, 52738 & 52739 -4,800.00

Excess expenditure to be applied to
Permit No. 08-52526 (December,
1994) \$3,974.86

Respectfully submitted,

JABA, INC.

James A. Briscoe, President
JAB/msb

*AZ State Land Department
August 22, 1994
Page 3 of 3*



JABA, INC.
2100 N. Wilcox Rd. #
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

The Orthoshop Tucson

A Division of Mc Murchy Warner Slater & Kelly Inc. Suite 401, 1121 West Grant Road. Tucson Arizona. 85705
Telephone, 602 798-1328 Fax 602 798-1569.

Invoice
2545

MVP Capital Corp.
Suite 200-20 Adelaide Street East
Toronto
Ontario M5C 2T6
Attention : A. Douglas MacKenzie
EIN

Cl No. 13016
Date: Aug 12, 1994

Your Purchase Order Number	Orthoshop Work Order No.	Area Name
	1851	"Zebra"

Description of services:

To provide 1:36000, 1:24000 and 1:2500 color air photo and color reproduction. 50% final payment.

\$1,902.00

Post-It™ brand fax transmittal memo 7671		# of pages 1	
To	From	Co.	Phone #
Jim BRISCOE	The Orthoshop	TUCSON	
Co.	Co.	Dept.	Fax #

Total \$1,902.00

Federal Sales Tax License #

Federal Sales Tax

Payment Terms 2%10 Days, net 30, 2.0% / Month.

Invoice Total \$1,902.00

Client Original Client duplicate Work order file Invoice file Accounting Invoice No. 2545

SHIPPER/PACKING

No. 3186

ORTHOSHOP-TUCSON
1121 W. Grant Rd. Suite 401
Tucson, AZ 85705

ATTENTION

James Briscoe

SHIPPED TO:

Mr. James Briscoe

5610 E. Sutler Lane

Tucson, AZ 85712

HOW PACKED

CUSTOMERS ORDER NUMBER

OUR NUMBER

#1651

SHIPPED VIA

US Mail

DATE SHIPPED

8/12/94

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PJB

☐ MSB_____

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8/14/94

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NC 3876

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Shipper/Packing

AUG-16-94 TUE 14:08

P.01

A TEAM PROFESSIONAL ASSOCIATES, INCORPORATED
2432 WEST PEORIA AVENUE, SUITE 1075
PHOENIX, ARIZONA 85029
OFF: (602) 906-0020 FAX: (602) 906-0019

TO: Mr. A. Douglas MacKinzie, Vice President
MVP Capital Corp.
20 Adelaide Street East
Box 28, Suite 200
Toronto, Ontario, Canada M5C 2T6

INV. DATE: 08-02-94
INVOICE NO: 94-136
PROJECT NO: 519

*mailed
8-11-94*

RE: GPS Mapping Control for Mining Site, Southeast of Tombstone, Arizona

DATE	DESCRIPTION	CHARGE	PAYMENT	BALANCE
	Mobilization of men and equipment to Tombstone, Arizona.			
	Locate and panel 19 photo control positions as outlined by your photogrammetrist.			
	Repanel 8 previous photo control positions.			
	Provide Control coordinates that will be compatible to previous mapping coordinates.			
06-09-94	Original Contract: Less Mobilization Fee, paid by check # 0229	\$6891.00	(\$900.00)	
	TOTAL			\$5991.00

TOTAL AMOUNT DUE THIS INVOICE \$5991.00

Thank you,

"WOMAN OWNED BUSINESS"

Post-It* Fax Note	7671	Date	8/16/94	# of pages	1
To	JIM BRISCO	From	D RHINE		
Co./Dept	JABA INC	Co.	A TEAM PROF ASSOC		
Phone #	602 721-1315	Phone #	602-906-0020		
Fax #	602 721-1688	Fax #	602-906-0017		

A Service Charge of 11

thirty days of



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 8/24/1994.

KE-LEASE NO: 008-052738-00

ACCOUNT RECEIVABLE NO: 11716

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PRIMO GOLD USA
11930 MENDUAL NE STE 112

ALBUQUERQUE NM 87112

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052738-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 11716

-----Billing-----

Code	Description	Amount
35	APP FEE RENEWAL	\$100.00
		\$100.00

Billing Dates		Date Billed	Due Date	Effective	Expiration
From	Through				
		5/31/1994	8/24/1994	8/25/1993	8/24/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.

12/18/86

DEPARTMENTAL USE ONLY			
ACCOUNTING	DATA MGMT	DISPOSITION/INITIAL	DATE
Fee: \$ 100.00	EXAM: _____	APPROVED _____	_____
_____	RE-ASSIGN: _____	DENIED _____	_____
\$ _____	RE-ASSIGN: _____	REJECTED _____	_____
_____	APP TYPE: Renewal P.P.	WITHDRAWN _____	_____
Date _____	NO. OF APPS: 1		

PERMIT NUMBER 08 -

APPLICATION FOR RENEWAL OF PROSPECTING PERMIT

ARIZONA STATE LAND DEPARTMENT
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

The State Land Commissioner:

I/we Kenneth A. Cabianna, President, Primo Gold, USA
(Applicant Name)
11930 MENAUL NE #112, Albuquerque, NM (505) 298-8235
(Address) (Zip) (Phone Number)
87112

hereby make application for the renewal of mineral exploration or prospecting permit on the lands described below, in accordance with the laws of the State of Arizona, provisions of Title 27, Chapter 2, Article 4, and the rules and regulations of the State Land Department.

1. Check and Complete either A or B (Not both)

- ☒ A. RENEWAL OF ALL LAND described in Prospecting Permit Number 08- 52739.
- ☐ B. RENEWAL OF ONLY THAT PART OF THE LAND in Prospecting Permit Number 08-
described below:

TWN.	RNG.	SEC.	LEGAL DESCRIPTION	ACRES	SLD USE ONLY		
					CTY	GRT	PARCEL
_____	_____	_____	_____	_____	_____	_____	_____

I hereby certify that this application is for renewal of only a part of the land previously under permit, I hereby relinquish all acreage presently held in the prospecting permit which has not been described in 1 B.

I hereby certify under the penalty of perjury that, to the best of my knowledge and belief, the information contained herein, together with all exhibits, attachments, and financial statements are true, correct, and complete.

X Dated this 14 day of JULY A.D., 19 94.

X [Signature]
(APPLICANT)

AFFIDAVIT OF ANNUAL EXPLORATION EXPENDITURE

CANADA
STATE OF ARIZONA)
PROVINCE OF)
BRITISH COLUMBIA)
County of _____

I/we Kenneth A. Cabianca, President, PRIMO Gold USA, being first duly sworn, deposes and
(Permittee's Name or Authorized Agent)
says:

That he is the Permittee, or Permittee's authorized agent of record for State Prospecting Permit No. 08- 52739;

That between the 15th day of September 19 93, and the 15th
of JULY 19 94, at least \$ 1600⁰⁰ was
expended in exploration, as statutorily defined, for valuable mineral deposits on the State land covered by the above numbered Prospecting
Permit;

That the documents attached is substantiation of this expenditure and reflects a true complete accounting of the sum so expended.

X [Signature]
(Signature)

X Subsribed and sworn to before me this 15th day of JULY 19 94.

[Signature]
Notary Public

(Seal)

My Commission Expires:

N/A

DAVID J. WIZINSKY
Corporate Finance Lawyer
SUITE 930 - 800 WEST PENDER STREET
VANCOUVER, B.C. V6C 2V6
TELEPHONE: (604) 688-3800



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be
IN the OFFICE of the State Land Department ON or BEFORE the
DUE DATE. Date of POSTAL STAMP will not be accepted as time
of payment. Payment must be received by close of business on
8/24/1994.

PRIMO GOLD USA
11930 MENDALL NE STE 112

ALBUQUERQUE NM 87112

KE-LEASE NO: 008-052739-00

ACCOUNT RECEIVABLE NO: 11717

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052739-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 11717

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

5/31/1994

8/24/1994

8/25/1993

8/24/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE
ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO
5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE
APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE
PERMIT ARE PROTECTED.



JABA INC.
2100 N. Wilmot Rd. #218
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

August 22, 1994

Minerals Section
Arizona State Land Department
1616 West Adams
Phoenix, AZ 85007

RE: Assessment work - renewal of State Mineral Prospecting Permit No.'s 08-52736, 08-52738 & 08-52739, total acres 480.0 - required labor expenditure \$4,800.

GENERAL COMMENTS:

The above Prospecting Permits are currently permitted to Primo Gold USA. Via private agreement, Primo Gold USA has made assignment of their interest in these Permits to Excellon Resources USA, Inc. Excellon Resources USA, Inc. is currently in the process of formalizing the assignment with the State Land Department so that Excellon Resources USA, Inc. will be Permittee of record. Donna Miller, of your office, is lead person on these case files, so any status changes, questions, etc. should be addressed to her. JABA, Inc., consultants for Excellon Resources USA, Inc., in particular Thomas E. Waldrip, Jr., will be in charge of day to day activities regarding the Permits for Excellon Resources USA, Inc., while I will be responsible for overseeing and conducting mineral exploration thereon.

In general, due to timing constraints and the terms of their Agreement, Excellon Resources USA, Inc. has been the responsible party for providing funding for performance of necessary work (assessment) requirements. Mr. Cabianca (Primo Gold USA) signed the Affidavit of Annual Exploration Expenditure, per direction of the Department, necessitating the Permittee's signature, and I have detailed below work either in progress or completed to date.

WORK ACCOMPLISHED:

During the past lease year, in particular the last four months, JABA, Inc., as geological consultants for Excellon Resources USA, Inc., has initiated a geologic evaluation of the Permit areas in conjunction with other contiguous Permit areas (08-52526, 52728, 52729 and 52730) to ascertain the precious metal mineralization found there. Included in this work was a re-evaluation of previously collected factual and interpreted data, including geochemical and geophysical surveys, drilling and geological mapping. Expenditures included salaries for both office and field work performed by myself and other staff of JABA, Inc., and business associates of JABA, Inc., as further enumerated below.

Based on a positive initial evaluation, a phased, integrated exploration/development program consisting of geological mapping, geochemical and geophysical studies, and exploration drilling has been recommended for the area in question. A budget has been submitted to Excellon Resources USA, Inc.'s Board with approval expected shortly.

*AZ State Land Department
August 22, 1994
Page 1 of 3*

It has been recommended and approved that the initial phase of the project be an aerial photographic mapping program. To this end, the Orthoshop-Tucson has been contracted to provide a phased program, ultimately to provide 1" to 200' topographical maps of the individual public land survey sections pertaining to the Permit areas. The Orthoshop-Tucson has subcontracted to the A-Team Surveyors (Arizona Registered Surveyors) a base triangulation survey of the area for horizontal and vertical control. Survey work was completed during the week ending July 23, 1994. An aerial photo overflight of the area was undertaken on July 25, 1994. Contact color prints covering the area were delivered on August 15, 1994.

Previously, July 27, 1994, assessment filings along with renewal application were made for continuous Prospecting Permit No.'s 08-52728 through 08-52730. At that time, invoices were not available detailing contractee's work. These invoices are now available and are provided herewith as evidence of work being accomplished, not only thereon, but for the Prospecting Permits under renewal currently (08-57236, 08-52738 & 08-52739). Continuing work and expenditures, as statutorily defined, will be used to offset annual exploration expenditures on the contiguous Prospecting Permit area (08-52526) due for renewal in December, 1994, or carried forward to be offset against future annual work requirements on these Permits.

EXPENDITURES:

Outside Services

The Orthoshop-Tucson (Invoice #2545) one half payment balance due	\$1,902.00
The Orthoshop-Tucson initial retainer	1,902.00
A-Team Professional Associates, Inc., Registered Surveyors down payment/retainer	900.00
A-Team Professional Associates, Inc., Registered Surveyors Invoice #94-136 balance for services	5,991.00
Less amounts declared for work requirements on PP#08-52728 - 08-52730 (July, 1994)	-5,000.00
Reproduction, Inc., Tucson, Arizona - Map Reproduction	5.49
Geotemps, Inc., Tucson, Arizona - Contract Labor Photo targeting	337.61
Curtis Wilkins -7.0 hours =	\$ 60.26
Geoff Demers - 10.5 hours =	108.05
Joe Estrada - 8.0 hours =	74.80
Jesse Grassman - 10.5 hours =	94.50

Supplies

Surveying & Optical Instrument Company, Tucson, Arizona - 3 rolls 24" white plastic paneling	83.46
Home Depot, Tucson, Arizona - Bender Boards - anchoring for plastic paneling	73.30

In-House Services

James A. Briscoe, Registered Professional Geologist 1 day @ \$500/day	500
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Thomas E. Waldrip, Jr., Geologist/Landman
3 days @ \$400/day - field work 1,200.00

Robert J. Macer, Geologist
1 day @ \$300/day - field work 300.00

SUB TOTAL \$8,194.86

Excess expenditure from Prospecting Permits
08-52728 thru 52730 - July, 1994 580.00

TOTAL \$8,774.86

Required Expenditure Permits No.'s
08-52736, 52738 & 52739 -4,800.00

Excess expenditure to be applied to
Permit No. 08-52526 (December,
1994) \$3,974.86

Respectfully submitted,

JABA, INC.

James A. Briscoe, President
JAB/msb

*AZ State Land Department
August 22, 1994
Page 3 of 3*



JABA, INC.
2100 N. Wilcox Rd.
Tucson, AZ 85712
(602) 885-9141
(FAX) 721-2768

The Orthoshop Tucson

A Division of Mc Murchy Warner Slater & Reilly Inc. Suite 401, 1121 West Grant Road. Tucson Arizona. 85705
Telephone, 602 798-1323 Fax 602 798-1569.

Invoice

2545

MVP Capital Corp.
Suite 200-20 Adelaide Street East
Toronto
Ontario M5C 2T6
Attention : A. Douglas MacKenzie
EIN

Cl No. 13016
Date: Aug 12, 1994

Your Purchase Order Number	Orthoshop Work Order No.	Area Name
	1651	"Zebra"

Description of services:

To provide 1:36000, 1:24000 and 1:2500 color air photo and color reproduction. 50% final payment.

\$1,902.00

Post-It™ brand fax transmittal memo 7671		# of pages > 1	
To	From	Co.	Phone #
Jim BRISCOE	The Orthoshop	Tucson	
Co.	Co.	Phone #	Fax #
Dept.			
Fax #			

Total \$1,902.00

Federal Sales Tax License #

Federal Sales Tax

Payment Terms 2%10 Days, net 30, 2.0% / Month.

Invoice Total \$1,902.00

Client Original Client duplicate Work order file Invoice file Accounting

Invoice No. 2545

SHIPPER/PACKING _____

No. 3186

ORTHOSHOP-TUCSON
1121 W. Grant Rd. Suite 401
Tucson, AZ 85705

ATTENTION

James Briscoe

James Briscoe

SHIPPED TO:

Mr. James Briscoe

5610 E. Sutler Lane

Tucson, AZ 85712

Mr. James Briscoe

5610 E. Sutler Lane

Tucson, AZ 85712

HOW PACKED

CUSTOMERS ORDER NUMBER

OUR NUMBER

#1651

SHIPPED VIA

US Mail

DATE SHIPPED

8/12/94

ROUTING FROM SAJ

DATE 159 Z

INT. INT. INT.

☐ JAB ☒ RM ☐

☒ TEW ☐ PIB ☐

☐ MSB ☐

File FYI then

May

[illegible]

received
8/14/94

Adams
NC 3876

ORIGINAL

RECEIVED BY

Shipper/Packing

AUG-16-94 TUE 14:08

P.01

A TEAM PROFESSIONAL ASSOCIATES, INCORPORATED
2432 WEST PEORIA AVENUE, SUITE 1075
PHOENIX, ARIZONA 85029
OFF: (602) 906-0020 FAX: (602) 906-0019

TO: Mr. A. Douglas MacKinzie, Vice President
MVP Capital Corp.
20 Adelaide Street East
Box 28, Suite 200
Toronto, Ontario, Canada M5C 2T6

INV. DATE: 08-02-94
INVOICE NO: 94-136
PROJECT NO: 519

*mailed
8-4-94*

RE: GPS Mapping Control for Mining Site, Southeast of Tombstone, Arizona

DATE	DESCRIPTION	CHARGE	PAYMENT	BALANCE
	Mobilization of men and equipment to Tombstone, Arizona.			
	Locate and panel 19 photo control positions as outlined by your photogrammetrist.			
	Repanel 8 previous photo control positions.			
	Provide Control coordinates that will be compatible to previous mapping coordinates.			
06-09-94	Original Contract: Less Mobilization Fee, paid by check # 0229	\$6891.00		
			(\$900.00)	
	TOTAL			\$5991.00

TOTAL AMOUNT DUE THIS INVOICE \$5991.00

Thank you,

"WOMAN OWNED BUSINESS"

Post-It* Fax Note	7671	Date	8/16/94	# of pages	1
To	JIM BRISCO	From	J. RHINE		
Co./Dept	JABA INC	Co.	A TEAM PROF ASSOC		
Phone #	602 721-1375	Phone #	602-906-0020		
Fax #	602-906-0017	Fax #	602-906-0017		

A Service Charge of 11

thirty days of



Arizona State Land Department

1616 West Adams

Phoenix, AZ 85007

To avoid payment of penalty and interest this payment must be IN the OFFICE of the State Land Department ON or BEFORE the DUE DATE. Date of POSTAL STAMP will not be accepted as time of payment. Payment must be received by close of business on 8/24/1994.

PRIMO GOLD USA
11930 MANUAL NE STE 112

ALBUQUERQUE NM 87112

KE-LEASE NO: 008-052739-00

ACCOUNT RECEIVABLE NO: 11717

NAME REFERENCE NO: 5916

AMOUNT DUE: \$100.00

AMOUNT ENCLOSED: _____

PLEASE RETURN THIS PORTION WITH YOUR PAYMENT - THANK YOU

ARIZONA STATE LAND DEPARTMENT 1616 West Adams Phoenix, AZ 85007

KE-LEASE NO: 008-052739-00
LESSEE: PRIMO GOLD USA

ACCOUNT RECEIVABLE NO: 11717

-----Billing-----

Code Description

Amount

35 APP FEE RENEWAL

\$100.00

\$100.00

Billing Dates

From

Through

Date Billed

Due Date

Effective

Expiration

5/31/1994

8/24/1994

8/25/1993

8/24/1998

YOUR PERMIT TERMINATES ON THE DUE DATE NOTED ABOVE. TO RENEW THIS PERMIT, THE ENCLOSED APPLICATION IS TO BE COMPLETED AND FILED WITH DEPARTMENT PRIOR TO 5:00 P.M. ON THE DUE DATE, TOGETHER WITH REQUIRED MONIES. INSTRUCTIONS ON THE APPLICATION MUST BE STRICTLY ADHERED TO SO THAT ANY RIGHTS GRANTED BY THE PERMIT ARE PROTECTED.



FIFE SYMINGTON
GOVERNOR

Arizona
State Land Department

1616 WEST ADAMS
PHOENIX, ARIZONA 85007



M.J. HASSELL
STATE LAND COMMISSIONER

August 2, 1994

Mr. Tom Waldrip
2100 North Wilmot Road
Suite 218
Tucson, Arizona 85712

Re: Blanket Bond for 08-52526, 08-52728-52730, 52736, 52738, 52739

Dear Mr. Waldrip:

I apologize for not getting this blanket bond form to you sooner. We are in the process of assigning these permits. If you have additional questions please call.

Sincerely,

Barry Moody, Geologist
Minerals Section
Natural Resources Division

\$ 15,000

BM:mlt

Enclosure



Southwestern Exploration Associates

COUNTY NOTEBOOK RESEARCH SYSTEM

4500 E. Speedway, Suite 14
Tucson, Arizona 85712
(602) 795-6097

CONSULTING SERVICES IN:

- literature research
- mineral exploration
- geothermal exploration
- geophysical exploration
- multispectral aerial photography
- space imagery search and retrieval
- image enhancement and processing
- remote sensing and interpretation
- environmental studies

VOL. 1

GENERAL ARTICLES

COUNTY NOTEBOOK INVENTORY LIST

Volume 1: County Summary Material

1. Mining District index map with USGS quadrangle overlay
2. County bibliography list with explanations
3. Target listing
4. Listing of all deposits with current exploration status
5. Map indexes to various commodities and a generalized land status map
6. County report by State Bureau of Mines
7. Information on industrial mineral occurrences within the county
8. General articles filed alphabetically, preceded by bibliography list
9. Metal price list

Volume 2: Thesis Material

1. Index map of available theses
2. Theses arranged alphabetically by author

Volume 3: U.S.G.S. Reduced Topographic Sheets

1. Reduced A.M.S. sheets
2. Reduced 7½ and 15 minute quad sheets with list of mines located on each quad sheet

Volume 4: U.S.G.S. Geologic, Geophysical, Geochemical and Open File Maps

1. Index to maps in Volume 4
2. Geologic maps
3. Geophysical maps
4. Geochemical maps
5. Photo index maps

Volume 5: Mining District Notebooks

1. Mining district summary sheet
2. Mint records, mineral resources material, Weed's Copper Handbook (colored sheets separate these sections)
3. Mining district articles listed alphabetically
4. Bibliography
5. Mine summary sheets with geologic data
6. Land status