

HANOVER LAND AND CATTLE COMPANY

10352 Rio los Pinos, NW Albuquerque, New Mexico 87114

telephone: 505-897-9404

fax: 505-897-9433

March 19, 1998

Mr. Doug Bland, Chief
Mining Act Reclamation Bureau
New Mexico Mining and Minerals Division
2040 South Pacheco St.
Santa Fe, NM 87505



Re: Sale of Midnight Mine Group Property to St. Cloud Mining

Dear Mr. Bland:

Hanover Land and Cattle Company (Hanover) has sold the Midnight Mine Group Property to St. Cloud Mining Company. The lands transferred to St. Cloud ownership are all located in Sierra County, New Mexico, and are further described as:

Colossal patented lode mining claim, Mineral Survey No. 274, in Section 36, Township 11 South, Range 9 West;

Midnight patented lode mining claim, Mineral Survey No. 510, in Section 1, Township 12 South, Range 9 West;

King patented lode mining claim, Mineral Survey No. 855, in Section 1, Township 12 South, Range 9 West;

King No. 2 patented lode mining claim, Mineral Survey No. 629, in Section 1, Township 12 South, Range 9 West;

Tidal Wave patented lode mining claim, Mineral Survey No. 854, in Section 1, Township 12 South, Range 9 West.

St. Cloud Mining Company has been made aware of, and provided all information that Hanover possessed regarding the requirements for the Midnight Mine property with your agency.

Sincerely,

John C. Bokich
Vice President

cc: Mr. Patrick Freeman, St. Cloud Mining Company
Mr. Jeff Ward, Hanover Land and Cattle Company
Mr. Rich McNeely, Hanover Land and Cattle Company
Mr. Mark Adams, Rodey Law Firm