

PAYNE may remove the same at any time thereafter and enter and use the land for that purpose but shall pay a rental charge of One Thousand Dollars (\$1,000.00) per year for as long as it elects to store its property upon the Premises. However, should said personal property of PAYNE stored upon the Premises reasonably interfere with the use of the Premises by AMC, PAYNE shall move or relocate said personal property so as not to cause such interference. PAYNE may elect to abandon all or any part of its personal property left on the Premises and shall be under no obligation to remove it, but shall notify AMC of such abandonment.

AMC warrants that the mining claims constituting the Premises have been validly located and that no conflicts exist with other claims located on the same ground, that said claims are presently in good standing and that no conveyances thereof have been or will be made by AMC, and that excepting for the lien of the Finch Brothers referred to above, no action is pending or threatened in relation to the title or validity of any of said claims constituting the Premises. AMC also warrants that the required assessment work has been performed on said claims for each year since said claims were located and that affidavits have been properly filed to that effect, including an affidavit filed just prior to July 1, 1964. AMC agrees to furnish to PAYNE any and all title opinions and other documentary evidence of title which AMC has in its possession, necessary to show satisfactory title in AMC, for examination by PAYNE.

In consideration of the rights herein granted, PAYNE agrees to perform the assessment work required by law on the claims constituting the Premises, during the option period. PAYNE also agrees to do the assessment work following the option period on any of said claims on the Premises if PAYNE elects to proceed with the mining lease thereof. However, should PAYNE relinquish the option or quit-claim the Premises prior to April 1 of any year, it will not be required to do any assessment work for that current assessment fiscal year.

8. Taxes. PAYNE shall cause all machinery and other personal property