URBD 31004
-Soil Survey/Sampling
4/90

Land/Leg CGS

60008491

## Contract Geological Services, Inc.

1395 Greg Street, Ste. 108 Sparks, NV 89431 (702) 358-0923 Fax No.: (702) 358-8209

July 20, 1990

Mr. Nate Brewer LAC Mineral Inc. 1395 Greg Street, St. 107 Sparks, NV. 89431

Dear Nate:

Here is our bid for the soil survey/sampling job near Sulphur, Pershing County, Nevada. Samples will be collected and notes taken per your instructions. Samples will be marked as to their grid coordinates with a CG prefix.

All samples will be taken south of the baseline at 100' intervals out to 600' and then at 200' intervals out to 1000'. Five lines will be surveyed at 100' intervals north of the baseline but will not be sampled. All survey points will be marked with 1" x 2" stakes with metal tags. Lines will be surveyed using a brunton/tripod and chain.

The bid price for the job is \$650.00 per day for a two man crew. This cost includes all field expenses, a vehicle and supply costs.

Enclosed is the Contract for Services for this job. If it meets with your approval please sign and return one copy to me in the envelope provided. I am including a copy of our Certificates of Insurance for your files.

Thank you for considering our professional services.

Sincerely:

CONTRACT GEOLOGICAL SERVICES, INC.

5. Kundt Stelle

E. Kenneth Sheldon Senior Geologist

enc KS/s

## CONTRACT FOR SERVICES

THIS CONTRACT MADE THIS 20th day of July, 1990, between CONTRACT GEOLOGICAL SERVICES, INC., 1395 Greg Street, Ste 108, Sparks, Nevada 89431, referred to as the "COMPANY" and LAC MINERAL, INC., 1395 Greg Street, Ste 107, Sparks, Nevada 89431 hereafter referred to as the "CLIENT".

1. CLIENT agrees to engage COMPANY and COMPANY agrees to perform the following services for CLIENT:

Survey and sample a soil grid near Sulphur, Pershing County, Nevada. The samples will be marked according to their grid location and collected in 4" X 6" wet strength sample bags. Samples and notes will be taken at each sample location as per CLIENT'S instructions.

- 2. CLIENT agrees to pay to COMPANY for performance of the above described services the total amount of \$650.00 (Six hundred and fifty dollars) per day, due upon completion of the above described services. COMPANY agree's that the above mentioned daily fee is for a 2 man geologic sampling crew and shall be charged to CLIENT for each day that said crew works in the field on CLIENT'S property.
- 3. COMPANY agrees to provide all equipment and material to be utilized in the performance of the above described services. CLIENT agrees that the above fee does not include assay charges.
- 4. COMPANY will invoice CLIENT upon completion of the above described services for the amounts due hereunder to the above address to the attention of Mr. Nate Brewer. Compensation will be net 30 days by payment to COMPANY at the address set forth above. Past due accounts will bear interest at 18% per annum (1.5% monthly). COMPANY will refer to CLIENT'S Project Name: Rosebud, on all correspondence and invoices relating to this agreement.
- 5. CLIENT agrees that should COMPANY be required to bring legal action to collect any amounts due hereunder, COMPANY shall be entitled to recover reasonable attorneys fees as costs of said action.
- 6. COMPANY agrees to commence on site performance of the above services on or about the 24th day of July, 1990, provided that no circumstances outside the control of COMPANY exists which make the commencement of such services impracticable or impossible. The date of commencement of said services shall be stayed so long as such condition(s) shall exist.

- 7. The parties agree that the services performed hereunder shall be performed within 30 days of the commencement of the performance of such services, however, that should conditions or circumstances arise outside the control of COMPANY which inhibit or make impractical performance of said services, this period shall be extended for a time equal to the time that such circumstances exist. Should CLIENT terminate this contract by providing written notice to COMPANY prior to COMPANY'S commencement of on-site performance of said services, CLIENT shall be obligated for all expenses acquired by COMPANY during performance of the above described services, payable within 10 days of billing by COMPANY. If CLIENT terminates this contract during the performance of on-site work, CLIENT shall be obligated for the entire balance due.
- 8. COMPANY reserves the right to cancel and terminate this contract if performance of the above-described services would represent an unreasonable hazard to the safety or health of employees of COMPANY provided, however, COMPANY shall advise CLIENT of necessary improvements to CLIENT'S property to bring such property into a condition such that performance or the above-described services can be safely made. At CLIENT'S option, such improvements shall be made within a reasonable time at CLIENT'S sole expense and this contract will remain in force, extending the completion date for the period during which the condition of CLIENT'S property is unsafe and during which CLIENT is improving said property, or this contract shall terminate, with the CLIENT obligated to pay all amounts hereunder.
- 9. COMPANY while under contract with CLIENT, shall provide the following insurance:
  - (i) Workmen's Compensation and Employers Liability.
  - (ii) Comprehensive General Liability (Bodily Injury and Property Damage) Insurance including the following supplementary coverage:
    - 1. Broad Form Property Damage Liability Insurance.

The limit of Liability for such insurance shall not be less than \$1,000,000.00 per occurrence.

(iii) Automobile Bodily Injury and Property Damage Liability Insurance Endorsement extending to non-owned and hired automobiles used in the performance of this agreement. The limits of liability of such insurance shall not be less than \$1,000,000.00 per occurrence for Bodily Injury and Property Damage, Combined Single Limit.

## Contract for Services, Page 3

10. This agreement will be deemed to be a contract in The State of Nevada and will be governed by the laws of the State of Nevada. In addition, CLIENT consents to the jurisdiction of courts located in The State of Nevada for determination of all issues which arise from this contract, including any action taken by COMPANY to collect amounts due hereunder.

Agreed to and accepted this 20 H day of July, 1990

CLIENT:

Title:

COMPANY:

By:

Mr. E. Kenneth Sheldon

Senior Geologist

CONTRACT GEOLOGICAL

SERVICES, INC.

Fed. Tax I.D. #84-0951756