



WELCOME NORTH MINES LTD.

1027 - 470 Granville St., Vancouver, B.C. V6C 1V5 · Telephone (604) 687-1658

520202
Silver Island
93K/6W

February 28, 1981

Mr. A. Harman
2293, West 33rd
Vancouver, B.C.
V6M 1C1

Dear Mr. Harman:

re: SILVER ISLE PROPERTY

This letter will confirm that should you be successful in obtaining an option on the Silver Isle properties, Welcome North and Esperanza Explorations will be entitled to a total royalty interest of 2% Net Smelter Return interest in any product produced.

This agreement will be in effect until December 31, 1981. Please signify your acceptance by signing where indicated.

Yours truly,

WELCOME NORTH MINES LTD.

John S. Brock
President

Signed.....

Dated.....