

Option Terms

1) Star : option payments

|          |                           |                 |
|----------|---------------------------|-----------------|
| 1st year | \$35,000 + 100,000 shares |                 |
| 2nd yr   | 60,000                    |                 |
| 3rd yr   | 90,000                    |                 |
| 4th yr   | 150,000                   |                 |
| 5th yr   | 250,000                   | Total \$585,000 |

2) work commitments

|        |           |                   |
|--------|-----------|-------------------|
| 1st yr | 765,000 ? |                   |
| 2nd yr | 1,000,000 |                   |
| 3rd yr | 1,000,000 |                   |
| 4th yr | 1,000,000 |                   |
| 5th yr | 1,235,000 | Total \$5,000,000 |

- After 5th yr, 100% interest in the property has been earned 10
- owners retain a 4% NSR CMRR @ 10 million
- ~~work performed prior to May 1 + after Oct 31 will not be eligible for work commitment~~
- ~~no partial interest can be earned on the property prior to the \$5,000,000~~
- all work to be filed on claims

option terms - Bournite

- 1) option payments
- |          |           |                  |                 |
|----------|-----------|------------------|-----------------|
| 1st year | - 30,000  | + 100,000 shares |                 |
| 2nd year | - 60,000  |                  |                 |
| 3rd year | - 90,000  |                  |                 |
| 4th year | - 150,000 |                  |                 |
| 5th year | - 250,000 |                  | Total \$580,000 |
- 2) Work commitments
- |          |               |  |                   |
|----------|---------------|--|-------------------|
| 1st year | - \$853,000 ? |  |                   |
| 2nd year | - 1,000,000   |  |                   |
| 3rd year | - "           |  |                   |
| 4th year | - "           |  |                   |
| 5th year | - 1,147,000   |  | Total \$5,000,000 |
- 3) owners retain 4% NSR
- 4) when option payments + work commitments finished a 50% interest in the property has been earned
- 5) No work prior to May 1 + after Oct 31 counts for work commitment
- 6) no partial interest
- 7) all work to be filed

## Option Terms - Klone

### 1) Option payments

|          |   |          |                  |                 |
|----------|---|----------|------------------|-----------------|
| 1st year | - | \$35,000 | + 100,000 shares |                 |
| 2nd yr   | - | 60,000   |                  |                 |
| 3rd yr   |   | 90,000   |                  |                 |
| 4th yr   |   | 150,000  |                  |                 |
| 5th yr   |   | 250,000  |                  |                 |
|          |   |          |                  | Total \$585,000 |

### 2) Work Commitment

|        |           |                   |
|--------|-----------|-------------------|
| 1st yr | \$765,000 |                   |
| 2nd yr | 1,000,000 |                   |
| 3rd yr | 1,000,000 |                   |
| 4th yr | 1,000,000 |                   |
| 5th yr | 1,235,000 |                   |
|        |           | Total \$5,000,000 |

3) owner retains 4% NSR

4) etc as previous

5) no partial interest

6) all work to be filed