

TO: FILE (ALLIN CLAIMS).  
FROM: T. WALL

DATE: 93-06-09

RE: HISTORY OF JOINT VENTURE AGREEMENT ON ALLIN MINERAL CLAIMS ON EAST SIDE OF EQUITY SILVER CLAIMS M93L/1E.

- KLEIN APPROACHED EQUITY RE. FLOAT PROSPECTING WITHIN & SURROUNDING EQUITY'S CLAIMS, EQUITY ENCOURAGED THE IDEA BUT DID NOT HAVE ANY AGREEMENT IN PLACE, HOWEVER SEVERAL PROPOSALS WERE PUT FORWARD INCLUDING:

1. KLEIN BE PAID A DAILY RATE & EXPENSES AND ALL FINDINGS BELONGED TO EQUITY.
2. KLEIN'S EXPENSES OTHER THAN ASSAY COSTS WERE HIS OWN RESPONSIBILITY & EQUITY WOULD HAVE FIRST RIGHT OF REFUSAL ON ANY GROUND KLEIN STAKED.
- 3.

PROPOSAL # 2 WAS MORE OR LESS ADOPTED BY EQUITY & KLEIN

- KLEIN FOUND SEVERAL PIECES OF MINERALIZED FLOAT ON GROUND ADJACENT TO THE EAST SIDE OF EQUITY'S CLAIMS & STAKED 3 - 2 POST CLAIMS NAMED THE CAPITAL.
- KLEIN APPROACHED EQUITY ON HIS FINDINGS & EQUITY DECLINED TO OPTION THE PROPERTY
- KLEIN APPROACHED TRACER DOME INC. & TRACER FELT WE SHOULD PARTICIPATE IN AN OPTION AGREEMENT AS KLEIN MAY CLAIM SOME KIND OF RIGHTS ON ANYTHING EQUITY FOUND ON THEIR GROUND ADJACENT TO KLEIN'S AS A RESULT OF KLEIN'S WORK.
- TRACER PROPOSED A 50/50 JOINT VENTURE WITH EQUITY IN OPTIONING THE CAPITAL CLAIMS, WHERE PDI FUNDED 100% OF THE PROJECT FOR THE FIRST TWO YEARS.
- EQUITY ARRANGED FOR ADDITIONAL STAKING COVERING THE CAPITAL CLAIMS & 3 200 BLOCKS CALLED THE "ALLIN" WERE STAKED. PDI PAID THE COST OF STAKING & RECORDING THE CLAIMS.

~~Equity Dec~~

- PDI CHANGED THE TERMS OF THE PROPOSED JOINT VENTURE & AGREED THAT EQUITY FUND 50% FOR A 50% OWNERSHIP.
- EQUITY DECLINED TO PARTICIPATE IN THE JOINT VENTURE.
- ~~PER~~ PDI SAID THEY COULD REDUCE EQUITY'S SHARE OF THE FUNDING SOMEWHAT (NO FIRM FIGURE AVAILABLE).
- EQUITY SAID THEY HAD NO FUNDS BUT COULD PICK UP CLAIMS IN LIEU OF CASH FOR THEIR 50% SHARE.
- PDI DECIDED TO ACT ON THEIR OWN ON THE ACCIN CLAIMS.