

FROM :

PHONE NO. :

P04

#121555
-Resign director

RESIGNATION BY DIRECTOR, OFFICER OR EMPLOYEE
Schilling Corporation

Date: January 26, 1998

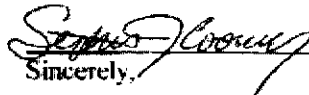
To: Mike F. Cooney, President

From: S. J. Cooney

This memorandum is to inform you in your official capacity as President of Schilling Corporation, that I hereby tender my resignation from all offices and from my official capacity as a Director in which I have served the Company effective upon the close of business on this 26th day of January, 1998.

All compensation due me but that will not be paid on or before the effective date of my resignation and all correspondence or any other matter should be mailed to me at:

S. J. Cooney
2900 Government Way, #161
Coeur d'Alene, ID 83815


Sincerely,