12/2 Coe 220 800

So. 157 Howard Street
Spokane 4, Washington
November 29, 1960

Memorandum

To: Chief, Division of Field Operations

From: Acting Field Officer, Region I

Subject: DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho
Contract Ida-81193

This is in reference to your memorandum of November 21, 1960, regarding vouchers pertinent to the subject contract.

In a letter dated February 1, 1960, copies of which were sent you, the Operator submitted, partially completed and signed, five copies of MF-104's and 104-A's, along with relevant invoices. All this material was forwarded to the Chief, Fiscal Section, Division of Administrative Services, Office of the Secretary, Washington, D. C., by the Certifying Officer, Region I, with her memorandum of March 3, 1960. I have checked with Mrs. Dorothy Long and after searching her records, she cannot find any documents pertaining to this contract.

D. H. MacLaren

cc: CASADiv., OME ✓
CPF
Director
Econ. Geol.
BMFM

12/5 - Files of Fiscal Section rechecked and no vouchers were found.

A. Alley

NOV 21 1960

Memorandum

To: Acting Field Officer, Region I

From: Chief, Division of Field Operations

Subject: DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Deerfield Mine
Blaine County, Idaho
Contract Ida-K1191

On February 3, 1960, Mr. Weissenborn informed us that they had just received vouchers for contract work completed under the subject contract during July, August, and September of 1958. He stated that just as soon as they had them in shape they would send us copies.

On April 19, 1960, Mr. Verne L. McGowan, general manager, inquired concerning the status of the vouchers and on April 21, 1960, you informed him that all of the fiscal records were in Washington.

We have been unable to find the vouchers previously mentioned. Ordinarily only Field approved vouchers are submitted to Washington. Will you please check your file to see if the vouchers are still in Spokane.

George C. Selfridge

GCSelfridge/hb (11/21/60)
Copy to: Docket DMEA-4870
Director's Reading File
CA & A Div.
G.C.Selfridge
Chron (500)

EXTRA COPY O. M. E RECEIVED APR 25 1960		
DATE	INITIALS	CODE
		800

So. 157 Howard Street
Spokane 4, Washington
April 21, 1960

Mr. Verne L. McGowan
General Manager
Viking Mines, Inc.
P. O. Box 572
Winters, California

Re: Docket No. DMEA-4870 (Lead-Zinc)
Garfield Mine
Blaine County, Idaho
Contract No. Idm-E1193

Dear Mr. McGowan:

All our fiscal records including the vouchers and other information you sent us in February are now kept in Washington. Accordingly, your letter of April 19, 1960, has been forwarded to that office for reply.

Sincerely yours,

D. R. MacLaren
Acting Field Officer
Region I

cc: OME(3) w/cys incoming
USBM w/cy incoming
DRF

No vouchers in Fiscal Section files as of April 27, when checked by Mrs. Alley. Griswold so informed for reply.

[illegible] 1960

FIELD OFFICE

Box 372
Winters, Calif.

[illegible] Weissenborn
[illegible] Officer, Region I
[illegible] of Minerals Exploration
[illegible] Howard Street
[illegible] 4, Washington

Re: Docket No. DMEA-[illegible]
Garfield Mine
Blaine County, Idaho
Contract No. Idm-[illegible]

[illegible] Weissenborn:

[illegible]ruary we sent in all vouchers and other necessary information [illegible]ent to receiving payment of the governments share of the [illegible]ntract work. To date I have received no word as to its [illegible] through channels. Would you please inform me at your [illegible]ence as to the status of that application.

[illegible] send any correspondence to the above field office.

Yours Truly,

Verne L. McGowan
General Manager

EXTRA COPY
O. M. E.
RECEIVED MAR 17 1960
DATE | INITIALS | CODE
800

No. 157 Howard Street
Spokane 4, Washington
March 14, 1960

Memorandum

To: Chairman, Operating Committee, OME

From: Executive Officer, OME Field Team, Region I

Subject: Docket No. DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho
Contract No. Idm-E1193

All our fiscal records for the subject contract have been sent to the Fiscal Section, Division of Administration Services, Office of the Secretary, Department of the Interior. However, if we receive any 104's or 104A's from that office, we will not certify them for payment until further notice from you in accordance with your teletype of March 11, 1960.

A. E. Weissenborn

cc: USBM(2)
Director's Reading File

MAR 11 1960

Department of the Interior

OGC

[illegible] Thomson,
Office [illegible],
Interior [illegible]

TELEXIRA

A. E. WEINBERGER, EXECUTIVE OFFICER
OGC FIELD TEAM, REGION I
ROOM 157 MONROE BUILDING
SPOKANE 4, WASHINGTON

RE DOCKET NRA-4070, CONTRACT IDR-21193, WITHHOLD ANY PAYMENTS UNTIL FURTHER NOTICE ON ANY VOUCHERS SUBMITTED FOR THIS CONTRACT.

George C. Selfridge

CHAIRMAN, OPERATING COMMITTEE

JWhit/gla 3-11-60
cc to: Director's Reading File
Operating Committee
H. M. Calloway, USBM
Harold Kirkham, USGS
Bachet
Caron
Confirmation to OGC Field Team, Region I
Contract Division
Dale L. Rothrock, Rm. 7354

EXTRA COPY O. M. E RECEIVED FEB 8 1960		
DATE	INITIALS	CODE
		800

So. 157 Howard Street
Spokane 4, Washington
February 3, 1960

Memorandum

To: Chairman, Operating Committee, OME

From: Executive Officer, OME Field Team, Region I

Subject: Docket No. DMEA-4070 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Kootenai County, Idaho
Contract No. Ida-21195

This is in reference to our memorandum of December 17, 1959, with which we forwarded two copies each of a letter dated December 7, 1959, from the referenced Operator and our reply, and the original and three unsigned copies of the proposed Recission Agreement.

We have just received the Operator's vouchers for contract work completed during July, August, and September of 1958, and the Operator's copy of the unsigned Recission Agreement. The Operator's Copy of the Recission Agreement is enclosed. The vouchers comprise signed but only partially filled out 104's and receipted bills and invoices. As soon as we have them in shape, we will send you copies.

A. E. Weissenburger

Enclosure

cc: USBM(2)
USBM(AD)
Director's Reading File

No. 157 Howard Street
Spokane 4, Washington

January 7, 1960

Mr. Verne L. McGowan
Viking Mines, Inc.
P. O. Box 325
Grand Forks, North Dakota

Re: Docket No. DMA-4870 (Lead-Zinc)
Garfield Mine
Blaine County, Idaho
Contract No. Ida-41193

Dear Mr. McGowan:

In your letter of December 7, 1959, with which you returned all but the Operator's copy of the proposed Rescission Agreement, you stated that you intended to re-submit vouchers for the completed contract work "within the week." In the event that you have forwarded the vouchers as you planned, we wish to inform you that they have not been received.

We would appreciate receiving the vouchers and the Operator's copy of the Rescission agreement so that we can proceed with the termination of this contract.

Sincerely yours,

L. A. Weinzerburn
Executive Officer, OMA
Field Team, Region I

cc: OMA (3)
USBM (2)
USGM(AD)
Geologist
Director's Reading File

Orig to 120,500

EXTRA COPY
O. M. E.
RECEIVED SEP 2 1959

DATE	INITIALS	CODE
9-2	gad	120
		800

4450 (Direct please)
Rm ~~4442~~ Interior
X-3669/2971

VV

WCC041

YWB036-WBK SP 7 I-GS-G

SPOKANE WASH 9-2-59 1015U

MR. W. R. GRISWOLD

ACTING CHAIRMAN OPERATING COMMITTEE

OFFICE OF MINERAL EXPLORATION

WASHN., D.C.

REURTT SEPT. 1 DOCKET DMEA4870 VIKING MINE INC. VOUCHER WAS RECEIVED IN OCTOBER 1958 BUT WAS RETURNED WITH OUR LETTER OF OCTOBER 28 COPIES OF WHICH WERE SENT YOU FOR BETTER DOCUMENTATION AND HAS NOT BEEN RESUBMITTED. OPERATOR HAS SINCE DONE A SMALL AMOUNT OF LONG HOLE DRILLING WHICH COULD BE REIMBURSABLE. CLAIMS WILL AMOUNT TO ABOUT $250.00. WILL THIS EFFECT RESCISSION?

A. E. WEISSENBORN, EXECUTIVE OFFICER

REGION 1

1 DMEA4870 1958 28 $250.00

VA 1017U

EXTRA COPY

800

1201 N. Division St.
Spokane 2, Washington

October 28, 1958

Mr. Verne L. McGowan
General Manager
Viking Mines, Inc.
Box 696
Hailey, Idaho

Re: Docket No. DMEA-4870 (lead-zinc)
Contract No. Idm-E1193
Monthly operating reports for
July 15-August 15, 1958
August 15-September 15, 1958

Dear Mr. McGowan:

It is felt our instructions in our letter of September 16, 1958, regarding the submitting of required documents to support your claims, were not clear nor were they complete. We will try to clarify these instructions.

On your MF-104 for July 15-August 15, 1958, you claimed 20 hrs. bulldozing and supported this claim by an invoice from Uhrig Construction Co. This is correct. In addition, you claimed 104 ft. of long-hole drilling at $1.25/ft. or $130; 194 ft. of air and water pipe at $0.60/ft. or $116.40; depreciation $129; labor $795; gas and oil $176.08; miscellaneous supplies, $9.89; repairs to equipment $124.97. Under the contract we could approve the following for payment:

Bulldozing		$200.00

With proper support we could approve:

Long-hole drilling	$130.00	
Air and water pipe	116.40	246.40
Total		$446.40

All of the other items claimed are included in the "Work Items" set out in Exhibit "A" of your contract. You should attach a form of work sheet showing the distribution of the various items that make up the work claimed.

In addition to the work sheet you should submit the receipts received for gas and oil purchases; invoices covering repairs to equipment; invoices for any purchases of supplies such as pipe, explosives, timber, etc.; assay certificates; payrolls, giving dates worked, names, type of work done and breakdown on taxes claimed.

We are attaching sample work sheets that may help you in making your distribution of charges, sample payroll and partially completed forms MF-104 and 104A for July 15-August 15 and August 15-September 15, 1958. We are returning the original forms. The narratives, depreciation statements, drill logs and maps are satisfactory and we are retaining them.

If the above information is not entirely clear to you perhaps you could come to Spokane. We would be happy to meet with you and give you any help we could.

Sincerely yours,

A. E. Weissenborn, Exec. Officer
U. S. Geological Survey

Wing G. Agnew, Member
U. S. Bureau of Mines

Attachments

cc: OME (3)
USGS (2)
USBM (AD)

FILE COPY
SEP 22 1958
INITIALS | CODE
800

1201 N. Division St.
Spokane 2, Washington

September 16, 1958

Mr. Verne L. McGowan
General Manager
Viking Mines, Inc.
P. O. Box 325
Grand Forks, North Dakota

Re: Docket No. DMEA-4870 (Lead-Zinc)
Garfield Mine
Contract No. Idm-E1193
Monthly operating report for
July 15-August 15, 1958

Dear Mr. McGowan:

We received your Operator's Monthly Report and Voucher for the period July 15-August 15, 1958, with attachments. However, these were submitted in quadruplicate, whereas they should be submitted in quintuplicate. In the future will you please send fifty copies of MF-104 and 104A, with five copies of your narrative, assay certificates, maps, etc.

Inasmuch as your contract is an "Actual Cost" contract, it requires support for all costs claimed. For items under Category (1) Independent Contracts you should support your claim with an invoice from the Contractor, showing amount of time involved, cost, type of equipment used, etc. Category (4) (c) Depreciation - a list of items used and cost. This should state the period of time the equipment was in use and should be certified to this effect. Any assays claimed must be supported by assay certificates. Under "Work Items" invoices from the Vendor for materials and supplies used or a certified true copy must support each claim. Also, certified copies of your payrolls. We require just one copy of each invoice.

Before processing your July-August voucher we will need the above-mentioned items. We are returning the Depreciation Statement for certification.

By Field Team, Region I

Wing G. Agnew, Acting Exec. Officer
U. S. Bureau of Mines

D. R. MacLaren, Acting Member
U. S. Geological Survey

Enclosure
cc: DMEA (2) USBM (AD)
USBM (2) Romischer

Contract Division copy

NOTICE OF RESCISSION OF EXPLORATION PROJECT CONTRACT

To: Viking Mines, Inc.
c/o Mr. Verne L. McGowan
General Manager
P. O. Box 372
Winters, California

Operator Under Exploration
Project Contract Idm-X1193, dated May 16, 1958
Docket No. DMEA-4870 (Lead-Zinc)

The United States of America, acting through the Department of the Interior, Office of Minerals Exploration, hereby rescinds the subject contract, as of the date thereof, on the following grounds:

1. You have failed to preserve and maintain your right, title, and interest in the land and your right of possession thereof for the purposes of the contract, as required by Article 2(d) of the contract.

2. You have failed to perform the work with reasonable diligence, efficiently, expertly, and in a workmanlike manner, and with suitable and adequate equipment, facilities, materials, supplies, and labor to bring it to completion within the time fixed by the contract, all as required by the provisions of Article 4(a) of the contract.

The United States of America repudiates and denies any liability under the contract and will make no contribution to costs incurred thereunder.

Dated this 29th day of December, 1960.

THE UNITED STATES OF AMERICA

By George C. Selfridge
Acting Director, Office of
Minerals Exploration

DEC 2

Viking Mines, Inc.
c/o Mr. Verne L. McGowan
General Manager
P. O. Box 372
Winters, California

Re: DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho
Contract Ida-81193

Gentlemen:

The date has now passed by which the work under the subject contract should have been completed. That work which was done was only preparatory in nature. In addition, possession of the land was relinquished more than a year ago.

Under the circumstances, I regret that we find it necessary to rescind the DMEA contract between your corporation and the Government and, consequently, cannot reimburse you for the Government's share for any expenditures made under the contract.

A formal notice of rescission of the DMEA contract is enclosed.

Sincerely yours,

George C. Selfridge

Acting Director

Enclosure

GCSelfridge/fw-12/15/60

cc: Docket
Director's read. file
Reg. I (2)
CARA Division
F.E.Johnson
G.C.Selfridge
Chron (500)
H.Kirkemo, USGS

DEC 16

Memorandum

To: Associate Solicitor, Division of Mineral Resources

From: Acting Director, Office of Minerals Exploration

Subject: DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho
Contract 14-[illegible]

If you now find it appropriate, will you please prepare a unilateral termination notice for the subject DMEA contract along the lines suggested in the attached draft. The docket contains a summary of the high-light events that have taken place since the signing of the contract. Your memorandum of April 4, 1960, contains your last recommendation regarding the contract.

A similar case, Capital-Seaboard Corporation, Docket No. DMEA-4906, was closed in the manner suggested. That docket accompanies this memorandum.

(signed) FRANK E. JOHNSON

Acting Director

Attachments

GCSelfridge/hb (12/15/60)
Copy to: Docket, DMEA4870
Director's reading file
F. E. Johnson
G. C. Selfridge
E. Dallas Talbert ✓
Chron (500)

EXTRA COPY O. M. E. RECEIVED FEB 29 1960		
DATE	INITIALS	CODE
		808

1201 N. Division St.
Spokane 2, Washington

February 25, 1960

CERTIFIED MAIL

Mr. and Mrs. Fred Shirts
Hailey, Idaho

Re: Docket No. ~~BMEA-4879~~ 4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho E 1193

Dear Mr. and Mrs. Shirts:

This is in reference to a lease you have from Mr. and Mrs. L. F. Heagle, Hailey, Idaho, on the Eagle Bird and John A. Logan patented lode claims. This lease was assigned by you to Mr. Verne L. McGowan who, in turn, assigned it to Viking Mines, Inc., Operator under the cited contract.

We would appreciate knowing the present legal status of the lease and assignment; that is, is the lease from the owners to you and also the assignment from you to Mr. McGowan still in good standing.

Your early reply to this letter will be greatly appreciated.

Sincerely yours,

D. R. MacLaren
Acting Alternate Executive
Officer, OME
Field Team, Region I

cc: OME (2)
USGS (2)
USBM (AD)
Docket

EXTRA COPY O. M. E RECEIVED FEB 29 1960		
DATE	INITIALS	CODE
		900

1201 N. Division St.
Spokane 2, Washington

February 25, 1960

CERTIFIED MAIL

Mr. and Mrs. Arne C. Friestad
Hailey, Idaho

Re: Docket No. BMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho

E 1193

Dear Mr. and Mrs. Friested:

This is in reference to a lease you have from Mr. and Mrs. L. F. Heagle, Hailey, Idaho, on the Eagle Bird and John A. Logan patented lode claims. This lease was assigned by you to Mr. Verne L. McCowan who, in turn, assigned it to Viking Mines, Inc., Operator under the cited contract.

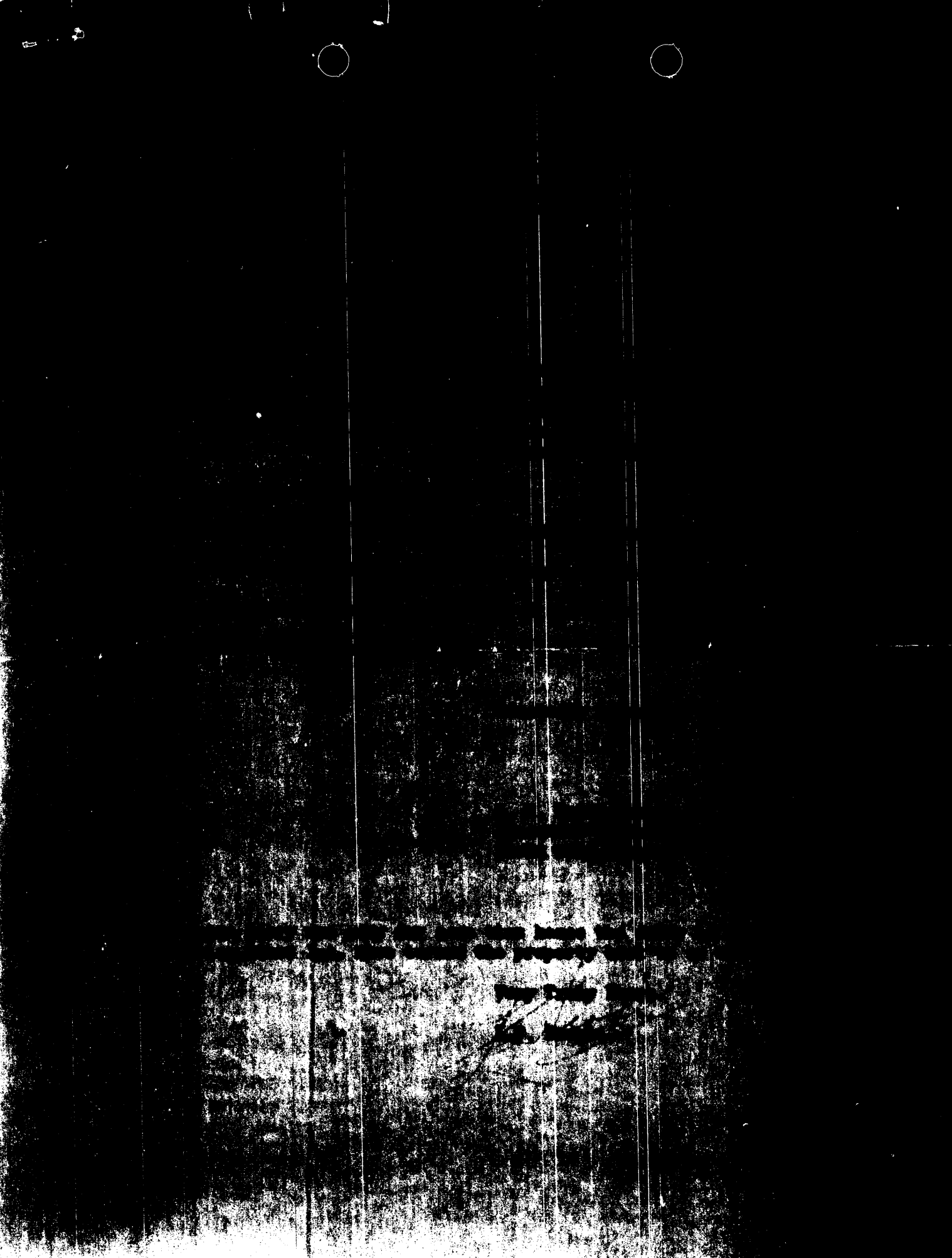
We would appreciate knowing the present legal status of the lease and assignment; that is, is the lease from the owners to you and also the assignment from you to Mr. McCowan still in good standing.

Your early reply to this letter will be greatly appreciated.

Sincerely yours,

D. R. MacLaren
Acting Alternate Executive
Officer, OME
Field Team, Region I

cc: Mr. & Mrs. L. F. Heagle
Hailey, Idaho
OME (2)
USGS (2)
USBM (AD)
Docket



EXTRA COPY O. M. E. RECEIVED NOV 19 1959		
DATE	INITIALS	CODE
		800

[illegible] Street
Spokane 8, Washington
November 16, 1959

Mr. Verne L. Hofstrom
Viking Mines, Inc.
P. O. Box 395
Grand Forks, North Dakota

Re: Docket No. [illegible]-1979 (lead-zinc)
Sunfield Mine
Shoshone County, Idaho
Contract No. [illegible]

Dear Mr. Hofstrom:

With our letter of September 21, 1959, we sent you the original and four copies of "Notication of Exploration Project Completion," signed by the Acting Director for the Government, requesting that, if it meets with your approval, you sign all copies, retain that copy marked for the Operator, and return the others to this office. If it does not meet with your approval, please return all copies unsigned, with your comments.

We would appreciate your prompt attention to this matter.

Sincerely yours,

A. E. Weissenborn
Executive Officer, OME
Field Team, Region I

cc: Ashgrove
Box 695
Bunker, Idaho

OMR(2)
WRRM(2)
WRRM(AB)
Geologist
Director's Reading File

EXTRA COPY O. M. E. RECEIVED SEP 25 1959		
DATE	INITIALS	CODE
		800

Bo. 157 Howard Street
Spokane 4, Washington

September 21, 1959

Mr. Verne L. McGowan
General Manager
Viking Mines, Inc.
Box 696
Bailey, Idaho

Re: Docket No. DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho
Contract No. Idm-81193

Dear Mr. McGowan:

We forwarded to OME your letter of August 12, 1959, in which you requested that your DMEA contract be terminated by mutual agreement. However, as you have not submitted an acceptable voucher nor the supporting data requested in our letter of October 28, 1958, OME believes that a recission of the contract is the best way to dispose of the matter. As the work under Stage I has not been completed as required by paragraph 2 in Exhibit "A", a termination agreement would have included a pseudo-certification which would have made you responsible for the payment of royalty on any production until May 16, 1969, regardless of who might be the producer.

Enclosed are the original and four copies of "Recission of Exploration Project Contract", signed by the Acting Director for the Government. If it meets with your approval, please sign all copies, retain that copy marked for the Operator, and return the others to this office. If it does not meet with your approval, please return all copies unsigned with your comments.

Sincerely yours,

A. K. Weissenborn
Executive Officer, OME
Field Team, Region I

Enclosure

cc: OME (2)
USBM (2)
USBM(AD)

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
WASHINGTON 25, D. C.

SEP 1 1959

Department of the Interior

OME

14X0108, Salaries & Expenses, Office of Minerals Exploration, Interior

T E L E T Y P E

A. E. WEISSENBORN, EXECUTIVE OFFICER
OME FIELD TEAM, REGION I
SOUTH 157 HOWARD STREET
SPOKANE, WASHINGTON

REFERENCE AUGUST 20, DOCKET NO. DMEA-4870, VIKING MINES, INC., CONTRACT NO. IDM-21193. AS NO MF-104 VOUCHERS HAVE BEEN RECEIVED, WE WILL RESCIND THIS CONTRACT.

W. R. Griswold

ACTING CHAIRMAN, OPERATING COMMITTEE

WPKlugescheid/GMcC
September 1, 1959

cc: Docket
Director's Reading File
Operating Committee
O. M. Bishop, USBM
Harold Kirkemo, USGS
Contract Adm. & Audit Div.
Copy for Code 500
Confirmation to OME Field Team, Region I
Chron.

EXTRA COPY O. M. E. RECEIVED JUN 19 1959		
DATE	INITIALS	CODE
		800

No. 157 Howard Street
Spokane 4, Washington
June 16, 1959

Mr. Verne L. McCown
Viking Mines, Inc.
P. O. Box 325
Grand Forks, N. Dakota

Re: Docket No. DMEA-4870 (Lead-Zinc)
Garfield Mine
Bingham County, Idaho
Contract No. Idm-X1193

Dear Mr. McCown:

This is to remind you that the review of your DMEA contract, authorized in Amendment No. 1, ends not later than July 1, 1959.

We call your attention to Item 4(a) of Amendment No. 1 which stipulates that if contract work is not completed by November 15, 1960, the project will be terminated as of that date.

Should conditions beyond your control make it impossible to resume work on or before July 1, 1959, you should request an extension of the review stating the reason why work could not be resumed and setting a date by which work will be resumed.

We would appreciate being advised of your plans.

Sincerely yours,

Donald H. MacLaren
For: Wing G. Agnew
Acting Executive Officer
DME Field Team, Region I

cc: DME(S)
DME(P)
AC
Albee

Audit's copy

OFFICIAL FILE COPY
O. M. E.
RECEIVED JAN 9 1959

DATE	INITIALS	CODE

EXPLORATION PROJECT AGREEMENT
WITH [illegible], INC.
DOCKET NO. [illegible]

AMENDMENT NO. 1

It is agreed this 12th day of December, 1958, between the United States of America, acting through the Department of the Interior, Office of Minerals Exploration, hereinafter called the "Government", and [illegible], hereinafter called the "Contractor", that Exploration Agreement No. [illegible] (Docket No. [illegible]), dated [illegible], 1958, hereinafter called the "Agreement", is amended, as follows:

1. (a) Work under the Agreement shall be completed during the period beginning October 15, 1958, and ending not later than July 1, 1959.

(b) The Government will not contribute to any costs incurred by the Contractor during the period of suspension or in the event of termination or failure under this Agreement would have been reported if there had been no suspension of work.

(c) The Contractor at its own cost and expense, without contribution by the Government, during the period of suspension shall transport all personnel and equipment and any property in which the Government has an interest.

2. The sole fund in article 1 of the Agreement for completion of the work is extended from December 15, 1958 to December 15, 1959.

3. The maximum period for royalty payments and the [illegible] of the Agreement, as provided in Article [illegible] of the Contract, is increased from 10 to 11 years from the date of the Contract.

4. In the opinion of this Office, that the work be completed before the termination of the period herein fixed for completion and if it is not so completed, in the opinion contained of the Contractor, the following provisions shall notwithstanding therein otherwise:

(a) The Contract and all obligations of the parties thereunder, except as otherwise herein provided shall be and are hereby terminated, as follows:

(1) Effective November 15, 1960, if the work is commenced on or before July 1, 1959, but is not completed on or before November 15, 1960.

(b) The Government will contribute only to the allowable costs of any work performed prior to the termination date as set forth under 4(a) above.

(c) The Operator shall promptly perform all winding-up and settlement actions provided for in the Contract, including the rendering of the final report and final account.

(d) The Operator, as principal if the Operator is the producer, or as agent if the Operator is not the producer (for example, if the Operator either presently or fails to retain the interest in the land), shall pay to the Government the royalty on production provided for in the Contract, in the same manner and amount and for the full period of time provided for in the Contract (as amended herein), as if certification of discovery or development had been made, such certification being hereby waived by the Operator. In addition, all rights of the Government provided for in the Contract with respect to a certification of discovery or development, percentage royalty and lease to secure payment thereof, reports (including preservation of the Operator's records, materials, cores, and the right to recover any overpayments) are hereby preserved.

(e) The Operator hereby relinquish and forever forgive the Government harmless from all claims or demands, money or arising out of the Contract, except as otherwise provided in this Amendment No. 1.

This amendment shall not be construed to increase the estimated total cost of the project, the aggregate amount which the Government may be required to contribute, the amount of any item designated as maximum, or the right with cost of any item of work.

Executed in quintuplicate the day and year first above written.

THE UNITED STATES OF AMERICA

By Frank E. Johnson
ACTING SUPERVISOR, BUREAU OF MINES
Exploration

VICTOR MINES, INCORPORATED

By Kirne L. McGowan

Title Pres.

RECEIVED
DATE

December 29, 1958

Office of Minerals Exploration
South 157 Howard Street
Spokane 4, Washington

Re: Docket No.DMEA -4870 Lead-Zinc
Garfield Mine
Blaine County, Idaho

Dear Sirs:

Enclosed are four signed copies of a proved amendment No. 1 to our contract.

I wish also to inform you that I have just recently received the returned reports on our DMEA contract. I personally have been incommunicado from company mail for some timeas I have been traveling around the western states and into some remote areas for extended trips. Sorry for this delay in returning these revised reports. I shall send them on as soon as the necessary material is gathered.

Sincerely,

Verne L. McGowan

RECEIVED

MME Form 14
Sept. 1958

No. 62

Contract No. Idm-E) 14-23) 1194

Docket No. DMEA) MME) 1870

Date of Action ~~December 30, 1960~~
Cancelled contract

DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

OBLIGATION DOCUMENT

To: Chief, Accounts Section, Finance Branch, Bureau of Mines

From: Director, Division of Operations Control and Statistics

Please enter the amounts shown below on the accounts of the Office of Minerals Exploration.

Name and Address of Contractor:

Viking Mines, Inc.
24 North 4th Street
Box 325,
Grand Forks, North Dakota

Date of Contract	Region	State	Commodity
May 16, 1956	I	Idaho	Lead-Zinc

	Reserve	Obligation
Prior Amount	0	$18,423.00
Increase	0	0
Decrease	0	18,423.00
Revised Amount	0	0

Remarks:

cc: 800
210

43244

DMEA Form 14

Contract No. Idm-E 1193

Docket No. 4870

Executed Contract

DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

Obligation Document

TO: Chief, Finance Section, Budget and Finance Branch, Bureau of Mines

Please make the following entry on the records of the Defense Minerals Exploration Administration under the Strategic and Critical Minerals Exploration Program.

Date of Contract	Region	State	Commodity
May 16, 1958	I	Idaho	Lead-Zinc

Name and Address of Operator: Viking Mines, Inc.
24 North 4th Street
Box 325,
Grand Forks, North Dakota

	Reserve	Obligation
Prior Amount	18,423.00	0
Increase	0	18,423.00
Decrease	18,423.00	0
Revised Amount	0	18,423.00

Remarks:

(Name)
Allen S. Dakan, Chief, Operations Control and Statistics Division

(Title)

Date delivered to Bureau of Mines, Washington 6/13/58

22845

DMEA
CODE

Audit's copy

MF-200
(Revised June 1954)

Docket No. DMEA 4870

Commodity Lead-Zinc

Contract No. Idm-E 1143

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

EXPLORATION PROJECT CONTRACT[1]

It is agreed this 16 MAY 1958 day of ....., 195...., between the United States of America, acting through the Department of the Interior, Defense Minerals Exploration Administration, hereinafter called the "Government," and[2] VIKING MINES, INC., a North Dakota corporation, whose mailing address is 24 North 4th Street, Box 325, Grand Forks, North Dakota, hereinafter called the "Operator," as follows:

ARTICLE 1. *This contract* is entered into under the authority of the Defense Production Act of 1950, as amended. It consists of this form (MF-200), the attached Exhibit "A," Annex I, ~~and~~ Annex II and 3 maps.

The Operator shall not transfer or assign this contract or any right thereunder without the written consent of the Government.

ARTICLE 2. *Operator's property rights.*—(a) The land which is the subject of this contract (hereinafter called "the land") is in the State of Idaho, County of Blaine, and is described in Annex I.[3]

(b) The Operator represents and undertakes that:

(1) The Operator is the[4] Lessee of[5] See Annex I in the land, in possession and entitled to possession for all of the purposes of this contract, under and by virtue of a[6] ....., [7] ....recorded in Book ....., page ....., official records of said County; and

(2) The Operator's right, title, or interest (whether as owner, lessee, or otherwise) is subject only to the following claims, liens, or encumbrances: Interests of lessors and assignors.

(c) The Subordination Agreement of the holder of any claim, lien, or encumbrance listed above, and (if the Operator does not hold the legal title) the Consent to Lien of any holder of the legal title

[1] If sufficient space is not provided in any blank, use an extra sheet of paper and refer to it in the blank.
[2] Insert name, and if an organization, its nature (corporation and place of incorporation, partnership with names of partners, etc.).
[3] State on a separate sheet marked "Annex I" the legal description or enough to identify the property, particularly excluding any areas from which the production is not to be subject to the Government's percentage royalty.
[4] Insert "owner," "lessee," "contract purchaser," "locator," etc.
[5] Insert "the entire interest," "the mineral rights," "an undivided one-third," etc.
[6] Insert "deed," "lease," "contract," "location notice," "patent," etc.
[7] If not recorded, so indicate by inserting "un."

of the land (lessor, seller, optionor, etc.), are attached, as follows: Consents to Lien and Subordination Agreements of lessors and assignors (See Annex I)

(d) The Operator shall preserve and maintain his right, title, and interest in the land and his right to the possession thereof for the purposes of this contract, and shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of this contract. Until the lapse of the time within which the Government may make a certification of discovery or development without any such certification having been made, and after any such certification has been made, the Operator shall neither transfer, convey, nor surrender the land nor any right, title, or interest therein, nor permit nor suffer any claim, lien, or encumbrance thereon, without expressly referring to and providing in the instrument of conveyance, lien, or encumbrance for the preservation of the Government's right to a percentage royalty on production and lien for the payment thereof. If the Government makes no certification of discovery or development within the time limited in Article 8, it shall thereafter have no claim against the land or any production therefrom except for any production referred to in Article 8(b)(1).

ARTICLE 3. *The exploration project.*—The project is a search for indicated or undeveloped deposits of Lead and Zinc The work to be performed is described in Exhibit "A." The Operator on or before July 15, 1958 shall commence the work, and on or before November 15, 1959 (unless the Operator's obligation to prosecute the work is terminated—see Article 10) shall ~~either~~ have completed the work ~~[illegible] Exhibit "A"~~ except as otherwise provided in Exhibit "A" with reference to Stages of work. See Annex II.

ARTICLE 4. *Performance of the work.*—(a) *Operator's responsibility.*—The work shall be performed with reasonable diligence, efficiently, expertly, in a workmanlike manner, in accordance with good mining standards and State regulations for health and safety and for liability insurance covering employment; and with suitable and adequate equipment, facilities, materials, supplies, and labor, to bring it to completion within the time fixed.

(b) *Independent contracts.*—To the extent that the allowable costs are estimated in Exhibit "A" with express reference to performance by independent contractors on a unit-price basis (such as per foot of drilling, per foot of drifting, per hour of bulldozer operations), the work may be so performed; but if the reference in Exhibit "A" to any such independent contract requires the Government's approval thereof, payments under such contract will not be allowable costs unless the Government gives its written approval of the contract. Any such independent contract shall refer to some specific and identifiable part of the work, and shall be subject to all of the pertinent terms and conditions of this exploration contract; but the Government shall not be considered a party thereto, and its rights under this contract, including the right to terminate its contributions, shall not be affected thereby. Regardless of the provisions of any such independent contract and regardless of the Government's approval thereof, the Government will participate in payments to the independent contractor only on account of work performed in accordance with the provisions of this exploration project contract, and only to the extent that the Government deems the unit prices for the work under the independent contract to be reasonable.

(c) *Government may inspect.*—The Operator shall consult with and inform the Government on all phases of the work as it progresses. The Government may enter at all reasonable times to inspect the work under the contract, and also after a certification of discovery or development to inspect production operations and underground workings. The operator shall provide the Government with all reasonable means of access for such inspections.

ARTICLE 5. *Contribution by the Government.*—The estimated total allowable cost of the project, set forth in Exhibit "A," is the sum of $36,846.00 The Government shall contribute 50 percent of the allowable costs as they are incurred in a total sum not in excess of $18,423.00: *Provided,* That until the Operator has rendered to the Government his final report, and any final auditing required by the Government has been made, and a final settlement of the contract has been made, the Government may withhold from the last

voucher or vouchers such sums as it sees fit not in excess of 10 percent of the estimated total cost of the work or not in excess of the amount of the Government's contribution to the cost of property which is or may become subject to disposal as provided in Article 9(c), whichever is greater. The Government will make its contribution on the basis of the monthly vouchers referred to in Article 7(b), but all payments by the Government are provisional only, subject to audit, until the account between the Operator and the Government is finally audited and settled. "Costs incurred" mean costs that have been paid or have become due and payable, or that in the opinion of the Government have become an obligation. The Government may make payments directly to independent contractors and suppliers for the account of the Operator rather than to the Operator.

ARTICLE 6. *Estimated costs.*—(a) *Categories of costs.*—The allowable costs of the work to which the Government shall contribute are limited to those that are direct, reasonable, necessary, and that are estimated in Exhibit "A" by categories as specified in this article. If any category or subcategory is omitted from the estimate of costs, or if the word "none" is annexed to the listing thereof, costs under such category or subcategory are not allowable. Any excess over any estimate which is indicated as the maximum of any category, subcategory, or item, either as to requirement or related cost, and any excess over the estimated total allowable cost of the work, shall not be allowable. Any excess over the estimate of any category, subcategory, or item, either as to requirement or related cost, not indicated as a maximum shall be allowable within the limit of the estimated total allowable cost of the work. To the extent that excesses over maximums other than the estimated total allowable cost of the work may be necessary for the performance of the work, the Operator shall incur such excesses for his own account without contribution by the Government; ~~but except for any such necessary excesses in categories, subcategories, or items, the Operator shall not incur more than his agreed percentage of the estimated cost of the work~~ See Annex II.

To the extent specified in this article or in Exhibit "A" the following categories, subcategories, and elements thereof are maximums; but if not so specified either here or in Exhibit "A" they are not maximums, and may be exceeded within the limit of the estimated total allowable cost of the work:

CATEGORY (1)—INDEPENDENT CONTRACTS.—Work to be performed under independent contracts (see Article 4(b)). The estimated total amount of this category and the estimated cost of each unit of work for performance under an independent contract are maximums.

CATEGORY (2)—PERSONAL SERVICES.

Subcategory (a)—Supervision.—All elements of this subcategory (number of supervisors, periods of employment, rates of pay, and total) are maximums.

Subcategory (b)—Technical services.—All elements of this subcategory (number of technicians, periods of employment, rates of pay, and total) are maximums.

Subcategory (c)—Labor.

CATEGORY (3)—OPERATING MATERIALS AND SUPPLIES.—Includes such items as drill bits and steel, explosives, fuel, pipe, power, small tools costing less than $50 each, timber, track.

CATEGORY (4)—OPERATING EQUIPMENT. (See Annex II)

Subcategory (a)—Rental.—The number of each object to be rented [6 mine cars, 1 truck], the rate of rental [$100 per month, $5 per hour], and the total of this subcategory are maximums.

Subcategory (b)—Purchases.—The estimated total of this subcategory is a maximum.

Subcategory (c)—Depreciation.—All elements of this subcategory (time periods, rate of depreciation, and subcategory total) are maximums.

CATEGORY (5)—INITIAL REHABILITATION AND REPAIRS.—Estimates under this category include all requirements and related costs, such as labor, materials and supplies, and supervision at a rate not higher than provided for in Category (2), and shall not be duplicated under any other category. The estimated total of this category is a maximum. (See Annex II)

Subcategory (a)—Initial rehabilitation and repairs of existing buildings, fixtures, and installations (exclusive of mine workings).—The estimated total of this subcategory is a maximum.

Subcategory (b)—Initial rehabilitation and repairs of operating equipment.—The estimated total of this subcategory is a maximum.

CATEGORY (6)—NEW BUILDINGS, FIXTURES, AND INSTALLATIONS (EXCLUSIVE OF MINE WORKINGS).—Estimates under this category include all requirements and related costs, such as labor, materials and supplies, and supervision at a rate not higher than provided for in Category (2), and shall not be duplicated under any other category. The estimated total of this category is a maximum. (See Annex II)

CATEGORY (7)—MISCELLANEOUS.—Repairs and maintenance (other than initial) of operating equipment, analytical work, prints and other reproductions, accounting, Operator's share of payroll taxes, liability insurance covering employment, travel, communications, and any other items of requirement or cost that do not fall within any of the first 6 categories.

THE ESTIMATED TOTAL ALLOWABLE COST of the work is a maximum.

(b) *Nonallowable costs.*—The following costs are not allowable for contribution by the Government:

(1) *Costs of the land,* such as rental, depreciation, depletion, or other cost of acquiring, owning, or holding possession;

(2) *Indirect costs,* such as general overhead, corporate management, interest, taxes (other than payroll and sales taxes), insurance (other than liability insurance covering employment), damages to persons, damages to property (other than necessary repairs or replacements of equipment or other property used in the work);

(3) *Previous work* performed or costs incurred before the date of this contract; and

(4) *Deferred payments.*—Any costs incurred by the Operator under any rental-purchase agreement, installment-purchase agreement, or any agreement for the purchase of goods under the provisions of which payment of the full purchase price is deferred more than 90 days from the delivery of the goods; unless the purchase agreement is approved by the Government in writing.

(c) *Reductions in costs.*—The Operator shall account for and give the Government credit for any incidental benefits, credits, or money received in the ordinary course of business in prosecuting the work (as by salvage or sale of materials or equipment, furnishing of room or board, furnishing of power or services to third persons, rebates or discounts on purchases, etc.), in the same ratio in which the Government contributes to costs; and such amounts shall be treated as a reduction in costs incurred so that they are available for use within the limit of the original estimated total cost. This provision does not apply to receipts from production which are subject to the Government's percentage royalty under the provisions of Article ~~9~~ 8. See Annex II.

ARTICLE 7. *Reports, accounts, audits.*—(a) *Operator's records.*—The Operator shall keep suitable records and accounts of the work performed and of any production in which the Government may have an interest; and shall preserve those with respect to work performed for at least three years after final payment by the Government, and those with respect to production for at least three years after any obligation to pay royalties to the Government has terminated. The Government may inspect and audit said records and accounts at any time, either by itself or by a certified public accountant. If the Government elects to audit said records and accounts relating to the exploration work by certified public accountant, it may do so as a cost of the work to which the Operator shall contribute. The Comptroller General of the United States or his representative, until the expiration of said three-year periods, shall have access to and the right to examine any pertinent books, documents, papers, and records of the Operator. All of the Operator's vouchers and records and accounts relating thereto and the Government's payments thereof remain subject to adjustment until final audit by the Government. If work under this contract is carried on in conjunction with any other operations, or if labor, supervision, services, materials, supplies, equipment, facilities, or other requirements for carrying on the work are also used in connection with other operations, the costs shall be segregated and accounted for on a basis and by methods and accounts that are satisfactory to and approved by the Government.

(b) *Progress reports and vouchers.*—The Operator shall provide the Government with five copies of monthly progress reports in three sections as follows: (1) Operator's Monthly Report and Voucher showing detailed costs incurred during the reporting period; (2) Operator's Unit Cost and Progress Report showing the various types of work performed during the reporting period and costs incurred for each type of work; and (3) a Narrative Report of the work performed during the reporting period including adequate engineering-geological maps or sketches, drill hole logs and locations, and assay reports on samples taken concurrently with advance in mineralized ground. (Forms for reporting under (1) and (2) above will be provided by the Government.)

(c) *Final report.*—Upon completion of the work or termination of the Government's obligation to contribute to costs, the Operator shall furnish the Government with five copies of a final report (in addition to the final progress report and voucher). This final report shall include a geological and engineering evaluation of the results of the work performed under the contract with an estimate of the ore reserves resulting from such work, complete assay data, adequate geological and engineering maps or sketches, and a summary of the work performed and related costs incurred.

(d) *Report of sales.*—The Operator shall provide the Government with suitable accounting and documentary evidence covering all production to which the Government's percentage royalty relates, such as copies of smelter or concentrator settlement sheets, and certified accounts of production and sale or other disposition of production.

(e) *Compliance with requirements.*—If in the opinion of the Government any of the Operator's reports, records, or accounts are insufficient or incomplete, or if the Operator fails to make them, the Government may procure the making or completion of such with suitable attachments as an expense of the work to which the Operator shall contribute. The Government may withhold approval and payment of any vouchers relating to insufficient or incomplete reports, records, or accounts.

ARTICLE 8. *Repayment by Operator.*—(a) *Certification.*—If the Government considers that a discovery or development from which production may be made has resulted from the work, the Government, at any time not later than six months after a sufficient final report and final account (see Article 7) has been rendered, may so certify in writing to the Operator. Such certification shall describe broadly or indicate the nature of the discovery or development.

(b) *Royalty on production.*—The Operator, as principal if the Operator is the producer, or as surety if the Operator is not the producer, shall pay to the Government a royalty on all minerals mined or produced from the land, as follows: (1) regardless of any certification of discovery or development, from the date of the contract until the lapse of the time within which the Government may make such certification, or until the total net amount contributed by the Government without interest is fully repaid, whichever occurs first; or (2) if the Government makes a certification of discovery or development, within a period of ten years from the date of the contract, or until the total net amount contributed by the Government without interest is fully repaid, whichever occurs first.

(c) *Basis for computation.*—The Government's royalty shall be a percentage of the gross proceeds (including any bonuses, premiums, allowances, or other benefits) from the production sold, in the form sold (ore, concentrates, metal, or equivalent), at the point of delivery (the f. o. b. point); *except,* that charges of *the buyer* arising in the regular course of business, and shown as deductions on the buyer's settlement sheets, on account of the cost of treatment processes performed by *the buyer,* sampling and assaying to determine the value of the production sold, and freight paid by *the buyer* to a carrier (not the Operator), shall be allowed as deductions in arriving at the "gross proceeds" as that term is used herein. Any costs of treatment processes, sampling or assaying, or transportation, performed or paid by the Operator or by anyone other than the buyer, are not deductible in arriving at the "gross proceeds" as that term is here used. The term "treatment processes," as here used, means those processes (such as milling, concentrating, smelting, refining, or equivalent) applied to the crude ore or other production after it is extracted from the ground, to put it into a commercially marketable form; excluding fabricating or manufacturing.

(d) *Unsold production.*—If any production (ore, concentrates, metal, or equivalent), after the lapse of six months from the date the ore was extracted from the ground, remains neither sold nor used by the Operator in integrated manufacturing or fabricating operations (for instance, if it is stockpiled), the Government, at its option, as long as it so remains, may require the computation and payment of its royalty on the value of such production in the form (ore, concentrates, metal, or equivalent) it is in when the Government elects to require computation and payment. If any production is used by the Operator in integrated manufacturing or fabricating operations before the Government makes its election, the Government's royalty on such production shall be computed on the value therof in the form in which and at the time when it is so used. "Value" as here used means what is or would be gross income from mining operations for percentage depletion purposes in Federal income tax determination, or the market value, whichever is greater.

(e) *Percentages of royalty.*—The percentages of the Government's royalty shall be as follows:

One and one-half (1½) percent of amounts ("gross proceeds" or "value") not in excess of eight dollars ($8.00) per ton of production in the form in which sold, held, or used, plus one-half (½)

percent for each additional full fifty cents ($0.50) by which such amounts exceed eight dollars ($8.00) per ton, but not in excess of five (5) percent of such amounts.

(For instance: the royalty on an amount of five dollars ($5.00) per ton would be one and one-half (1½) percent; on an amount of ten dollars ($10.00) per ton, three and one-half (3½) percent.)

(f) *Time for computation and payment.*—The Government's royalty shall be computed and paid currently upon each lot sold, held, or used in integrated operations, as the case may be, as above provided in this article.

(g) *Lien for payment.*—To secure the payment of its percentage royalty, there is hereby granted to the Government a lien upon the land or the Operator's interest in the land and upon any production of minerals therefrom, until the royalty claim is extinguished by lapse of time or is fully paid.

(h) *Notice to purchasers.*—The Operator shall give notice of the Government's claim for royalty to any purchaser of the production, and shall authorize and direct such purchaser to pay the royalty directly to the Government and to furnish the Government with copies of the settlement sheets. If the records of any production and sales or other disposition of production, whether the production is by the Operator or by others, are not made available to the Government, the amount of the royalty may be estimated by the Administrator, Defense Minerals Exploration Administration, or his successor, and his estimate thereof shall be final and binding upon the Operator.

(i) *No obligation to produce.*—Nothing in this contract is to be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any production operations.

(j) *Government not obligated to buy.*—Nothing in this contract shall be construed as imposing any obligation on the Government to purchase any minerals mined or produced from the land.

ARTICLE 9. *Interests in purchased property.*—(a) *Title and ownership.*—All costs under this contract shall be incurred by the Operator in the Operator's own name and for the Operator's own account; but any property acquired to the cost of which the Government contributes shall belong to the Operator and the Government jointly in proportion to their respective contributions, although title thereto shall be taken in the name of the Operator.

(b) *Preservation of property.*—Until the final disposal of any property in which the Government has an interest the Operator shall preserve and protect same for the best interest of the Government, any reasonable and necessary costs thereof to be treated as an allowable cost of the project. After the completion of the work or termination of the Government's obligation to contribute, or when such property is not in use for or needed for the work, the Operator shall neither use it without the written consent of the Government nor without paying a reasonable rental to be fixed by the Government for its interest.

(c) *Disposal of property.*—Upon the completion of the work or termination of the Government's obligation to contribute to costs, or when the property is no longer needed for the work, the Operator shall promptly dispose of salable or salvageable property in which the Government has an interest for the joint account of the Government and the Operator, either by return to the vendor, by sale to others, or purchase by the Operator or the Government at a price at least as high as could be obtained from others, unless the Government in writing waives its interest in any such property. Without advance approval of the sales price by the Government the Operator shall not sell at any price any item of property the cost of which was more than $500, and shall not sell at less than 25 percent of the purchase price any item of property which cost $500 or less. The Government, in lieu of approving the sales price for any such item, may itself purchase the item at the best price which the Operator is able to obtain or himself cares to give. Property remaining upon any termination of the work shall be considered in groups or categories (such as drill steel, or explosives, or pipe, or rails), and if the original cost of the remaining unexpended portion of any such group or category is less than $50, the Government waives its interest therein. If necessary to accomplish the disposal of any item the Operator shall dismantle and sever it from the land, the cost thereof to be treated as a cost of the project.

(d) *Default of the Operator re disposal.*—If within 90 days after the completion of the work or termination of the Government's obligation to contribute to costs, or after the property is no longer needed for the work, or after such further time as the Government may in writing allow, the Operator has failed to sell or otherwise liquidate or dispose of any property in which the Government has an interest, the Government, at any time prior to final settlement under the contract, may pursue one of the following two courses: (1) the Government, by written notice to the Operator, may place upon such property what in its opinion is a fair valuation thereof, not in excess of the cost less 1.66 percent per month from the

date such property was purchased under this contract to the termination of said 90-day period; and such property shall thereupon be considered and accounted for as having been purchased by the Operator at the valuation so fixed by the Government; or (2) the Government may enter and take possession of such property wherever it may be found, and remove and dispose of it for the joint account of the parties.

ARTICLE 10. *Termination of the Government's obligations.*—(a) If in the opinion of the Government operations at any time have failed to achieve anticipated results that indicate the probability of making a worthwhile discovery, and in the opinion of the Government further operations are not justified, the Government may give the Operator written notice thereof, and thereupon: (1) the Government shall be free of all obligation to contribute to costs not then incurred other than such as may be allowable under the provisions of the contract as necessary and incidental to winding up, reporting, and accounting; and (2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to winding up, reporting, and accounting.

(b) If in the opinion of the Government the Operator is in any manner in default under the terms of the contract, the Government may give the Operator written notice of such default with a specification of reasonable time within which the default must be cured; and if the Operator fails to cure such default as required, thereupon: (1) the Government shall be relieved of all obligation to contribute to costs not incurred when the notice was given, other than such as may be allowable by the provisions of the contract as necessary and incidental to winding up, reporting, and accounting; and (2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to winding up, reporting, and accounting. The remedy provided for the Government in this paragraph "(b)" is in addition to any other remedy provided in this contract, and in addition to any other remedy the law may provide for breach of contract.

(c) The giving of any notice by the Government under the provisions of this Article 10 shall not affect the Government's rights as provided for in the contract with respect to a percentage royalty, and such rights shall be fully preserved.

ARTICLE 11. *Notices to be given by the Government* may be delivered to the Operator, or may be sent by registered mail addressed to the Operator at his mailing address stated in this contract. If mailed, notices are deemed to have been delivered five days after the date of mailing.

ARTICLE 12. *Officials not to benefit.*—No member of or delegate to Congress or resident commissioner shall be admitted to any share or part of this contract or to any benefit that may arise therefrom; but this provision shall not be construed to extend to this contract if made with a corporation for its general benefit.

ARTICLE 13. *Changes and added provisions.*—

See Annex II.

Executed in sextuplicate the day and year first above written.

THE UNITED STATES OF AMERICA

By C. Mittendorf
Administrator, Defense Minerals
Exploration Administration

VIKING MINES, INC
(Operator)

By Verne L. McGowan

Title PRESIDENT

I, D. G. McGOWAN, certify that I am the PRESENT EXECUTIVE secretary of the corporation named as Operator herein; that VERNE L. McGOWAN who signed this contract on behalf of the Operator, was then PRESIDENT of said corporation; that said contract was duly signed for and in behalf of said corporation by authority of its governing body, and is within the scope of its corporate powers.

D. G. McGowan

[CORPORATE SEAL]

U. S. GOVERNMENT PRINTING OFFICE 16—70617-1

EXPLORATION PROJECT CONTRACT
VIKING MINES, INC.
DOCKET NO. DMRA-4870

ANNEX I

The land referred to in Article I consists of two patented lode mining claims, the Eagle Bird and the John A. Logan, described in W. S. Consolidated Survey No. 1408, said description being incorporated herein by reference, and situate in Sections 26 and 35, T. 4 N., R. 21 E. in Little Wood River Mining District, Blaine County, Idaho.

The Operator is the lessee with option to purchase and in possession of the land by virtue of the following agreements:

1. (a) A lease and option to purchase agreement, dated March 11, 1956, between L. F. Mangle and wife, Julia Mangle (lessors), and Fred Shirts and Arne Friestad (lessees), for the said Eagle Bird and the John A. Logan patented lode claims. The lease is for a period of ten years.

(b) An agreement, dated November 28, 1956, grants to lessee an option to extend the period of the lease in (a) for an additional ten years.

The Consent to Lien and Subordination Agreement of L. F. and Julia Mangle is attached.

2. An Assignment, dated December 13, 1956, by Arne C. Friestad and Frances Friestad, and Fred Shirts and Opal Shirts, assignors, to Verne L. McCown, assignee, of the agreements under 1 above. The Assignment reserves a 2½ percent royalty. The Consent to Lien and Subordination Agreement of Arne C. and Frances Friestad and Fred and Opal Shirts is attached.

3. An Assignment, dated February 4, 1958, by Verne L. McCown, to the Operator. The Consent to Lien and Subordination Agreement of Verne L. McCown is attached.

The land is shown on the attached map entitled "Property Map of Viking Mines, Inc. . . . Figure 2."

MF-205
(Combines and supercedes MF-20[illegible] and MF-203)
June 1956

For Government's Use Only
EXPLORATION PROJECT CONTRACT
Operator
Docket No. DMEA-
Contract No. Idm-E 1193
Contract Date 16 MAY 1958

CONSENT TO LIEN
and
SUBORDINATION AGREEMENT 1/

To the United States of America:

Referring to that certain land in the County of Blaine, State of Idaho, described as follows: 2/

Eagle Bird and John A. Logan, Patented Lode Mining Claims, U. S. Consolidated Survey No. 1404, -- Located in Secs. 26 and 35, Twp. 4 N. R. 21 E., -- Little Wood River Mining District.

which is the subject of a proposed exploration project contract, hereinafter called the "contract," with the United States of America, hereinafter called the "Government;" in consideration of the contract and as an inducement to the Government to enter into it, the undersigned hereby--

1. Undertakes and agrees that property in which the Government may acquire an interest or equity under the contract may be dismantled, severed from the land, and removed, as may be provided in the contract; and the Government's interest and equity in such property shall be prior and superior to any adverse right or claim of the undersigned;

2. Grants to the Government a lien upon all of the undersigned's right, title, and interest in the land and upon any production of minerals therefrom, to secure the payment to the Government of a percentage royalty on production as may be provided for by the Contract;

3. Subordinates the undersigned's right, title, claim, or interest in or against the land and in any production therefrom to the rights of the Government under the contract with respect to royalty on production and liens to secure same;

4. Represents and undertakes that there is no claim, lien, or encumbrance upon the undersigned's right, title, claim, or interest in or against the land other than the following: (If "none" insert the word "none." Do not leave lines blank.)

None

1/ Mining or production from the land is not required, and in the absence of production there is no obligation to pay royalty to the Government.

2/ Either (a) insert the legal description of the land, or (b) strike out the words "as follows" and insert "in a lease [or contract, deed, or other document] dated _____, and recorded in Book _____, Page _____, official records of said county." If (b) is used, the book and page of recordation cannot be dispensed with. If the space provided is insufficient, use an Annex, and refer to the Annex in the space.

5. Undertakes and agrees (a) neither to commit any act nor assert any claim in conflict with the provisions of this Agreement; and (b) to give advance notice of the Government's rights under this Agreement to any subsequent transferee, mortgagee, encumbrancer, or lessee of any of the undersigned's right, title, claim, or interest in or against the land, or any production therefrom furnishing the Government with two copies of such notice; and

6. Consents to all amendments (including an agreement of termination) and assignments of the contract without notice thereof, and undertakes and agrees that this Agreement shall extend and apply thereto.

7. Added provision: None (State "None" or "See Annex No.____")

Dated this 27 day of January, 1958.

L. F. Hoagle	[Seal]	Hailey, Idaho	[Address]
L. F. Hoagle	[Seal]		[Address]
Julia Hoagle	[Seal]	Hailey, Idaho	[Address]
Julia Hoagle	[Seal]		[Address]
	[Seal]		[Address]
	[Seal]		[Address]

I, _____ certify that I am the _____ (Secretary, etc.) of the corporation named herein; that _____ who signed this agreement was then _____ (President or Vice-President, etc.) of said corporation; that said agreement was duly signed for and in behalf of said corporation by authority of its governing body, and was within the scope of its corporate powers.

Clara E. Kitzmiller
Notary Public

[Corporate Seal]

MF-205
(Combines and supercedes MF-20[illegible]nd MF-203)
June 1956

For Government's Use Only
EXPLORATION PROJECT CONTRACT
Operator
Docket No. DMEA-
Contract No. Idm-E 1193
Contract Date 16 MAY 1958

RECEIVED MAY 20 DMEA

CONSENT TO LIEN
and
SUBORDINATION AGREEMENT 1/

To the United States of America:

Referring to that certain land in the County of Blaine, State of Idaho, described as follows: 2/

Eagle Bird and John A. Logan, Patented Lode Mining Claims, U. S. Consolidated Survey No. 1404, -- Located in Secs. 26 and 35, Twp. 4 N. R. 21 E., -- Little Wood River Mining District.

which is the subject of a proposed exploration project contract, hereinafter called the "contract," with the United States of America, hereinafter called the "Government;" in consideration of the contract and as an inducement to the Government to enter into it, the undersigned hereby--

1. Undertakes and agrees that property in which the Government may acquire an interest or equity under the contract may be dismantled, severed from the land, and removed, as may be provided in the contract; and the Government's interest and equity in such property shall be prior and superior to any adverse right or claim of the undersigned;

2. Grants to the Government a lien upon all of the undersigned's right, title, and interest in the land and upon any production of minerals therefrom, to secure the payment to the Government of a percentage royalty on production as may be provided for by the Contract;

3. Subordinates the undersigned's right, title, claim, or interest in or against the land and in any production therefrom to the rights of the Government under the contract with respect to royalty on production and liens to secure same;

4. Represents and undertakes that there is no claim, lien, or encumbrance upon the undersigned's right, title, claim, or interest in or against the land other than the following: (If "none" insert the word "none." Do not leave lines blank.)

None

1/ Mining or production from the land is not required, and in the absence of production there is no obligation to pay royalty to the Government.

2/ Either (a) insert the legal description of the land, or (b) strike out the words "as follows" and insert "in a lease [or contract, deed, or other document] dated _____, and recorded in Book _____, Page _____, official records of said county." If (b) is used, the book and page of recordation cannot be dispensed with. If the space provided is insufficient, use an Annex, and refer to the Annex in the space.

5. Undertakes and agrees (a) neither to commit any act nor assert any claim in conflict with the provisions of this Agreement; and (b) to give advance notice of the Government's rights under this Agreement to any subsequent transferee, mortgagee, encumbrancer, or lessee of any of the undersigned's right, title, claim, or interest in or against the land, or any production therefrom furnishing the Government with two copies of such notice; and

6. Consents to all amendments (including an agreement of termination) and assignments of the contract without notice thereof, and undertakes and agrees that this Agreement shall extend and apply thereto.

7. Added provision: None (State "None" or "See Annex No.____")

Dated this 3rd day of January, 1958.

Arne C. Friestad	[Seal]	Hailey, Idaho	[Address]
Arne C. Friestad	[Seal]		[Address]
Frances Friestad	[Seal]	Hailey, Idaho	[Address]
Frances Friestad	[Seal]		[Address]
Fred Shirts	[Seal]	Hailey, Idaho	[Address]
Opal Shirts	[Seal]	Hailey, Idaho	[Address]
Opal Shirts			

I, _____ certify that I am the _____ _____ (Secretary, etc.) of the corporation named herein; that _____ _____ who signed this agreement was then _____ (President or Vice-President, etc.) of said corporation; that said agreement was duly signed for and in behalf of said corporation by authority of its governing body, and was within the scope of its corporate powers.

_____

[Corporate Seal]

MF-205
(Combines and supercedes MF-20[illegible] and MF-203)
June 1956

For Government's Use Only
EXPLORATION PROJECT CONTRACT
Operator
Docket No. DMEA-
Contract No. Idm-E 1193
Contract Date 16 MAY 1958

RECEIVED JAN 20 1958 DMEA

CONSENT TO LIEN
and
SUBORDINATION AGREEMENT 1/

To the United States of America:

Referring to that certain land in the County of Blaine, State of Idaho, described as follows: 2/

Eagle Bird and John A. Logan, Patented Lode Mining Claims, U. S. Consolidated Survey No. 1404, -- Located in Secs. 26 and 35, Twp. 4 N. R. 21 E. -- Wood River Little Mining District.

which is the subject of a proposed exploration project contract, hereinafter called the "contract," with the United States of America, hereinafter called the "Government;" in consideration of the contract and as an inducement to the Government to enter into it, the undersigned hereby--

1. Undertakes and agrees that property in which the Government may acquire an interest or equity under the contract may be dismantled, severed from the land, and removed, as may be provided in the contract; and the Government's interest and equity in such property shall be prior and superior to any adverse right or claim of the undersigned;

2. Grants to the Government a lien upon all of the undersigned's right, title, and interest in the land and upon any production of minerals therefrom, to secure the payment to the Government of a percentage royalty on production as may be provided for by the Contract;

3. Subordinates the undersigned's right, title, claim, or interest in or against the land and in any production therefrom to the rights of the Government under the contract with respect to royalty on production and liens to secure same;

4. Represents and undertakes that there is no claim, lien, or encumbrance upon the undersigned's right, title, claim, or interest in or against the land other than the following: (If "none" insert the word "none." Do not leave lines blank.)

None

1/ Mining or production from the land is not required, and in the absence of production there is no obligation to pay royalty to the Government.

2/ Either (a) insert the legal description of the land, or (b) strike out the words "as follows" and insert "in a lease [or contract, deed, or other document] dated _____, and recorded in Book _____, Page _____, official records of said county." If (b) is used, the book and page of recordation cannot be dispensed with. If the space provided is insufficient, use an Annex, and refer to the Annex in the space.

5. Undertakes and agrees (a) neither to commit any act nor assert any claim in conflict with the provisions of this Agreement; and (b) to give advance notice of the Government's rights under this Agreement to any subsequent transferee, mortgagee, encumbrancer, or lessee of any of the undersigned's right, title, claim, or interest in or against the land, or any production therefrom furnishing the Government with two copies of such notice; and

6. Consents to all amendments (including an agreement of termination) and assignments of the contract without notice thereof, and undertakes and agrees that this Agreement shall extend and apply thereto.

7. Added provision: None (State "None" or "See Annex No.____")

Dated this 10th day of January, 1958.

Verne L. McGowan Verne L. McGowan	[Seal]	Box 325 Grand Forks, North Dakota	[Address]
	[Seal]		[Address]
	[Seal]		[Address]
	[Seal]		[Address]
	[Seal]		[Address]
	[Seal]		[Address]

I, _____ certify that I am the _____ _____ (Secretary, etc.) of the corporation named herein; that _____ _____ who signed this agreement was then _____ (President or Vice-President, etc.) of said corporation; that said agreement was duly signed for and in behalf of said corporation by authority of its governing body, and was within the scope of its corporate powers.

_____

[Corporate Seal]

EXPLORATION PROJECT CONTRACT
VIKING MINES, INC.
DOCKET NO. DMRA-4870

ANNEX II

Article 13. Changes and added provisions.--

(a) In Article 3, the words following the reference to Article 10 are deleted, and the following words are substituted: "shall have completed the work except as otherwise provided in Exhibit "A" with respect to stages of work."

(b) In Article 6(a), that part of the last sentence in the first paragraph beginning after the semicolon is deleted.

(c) In Article 6(e), the words "Article 9" are changed to "Article 8."

(d) Notwithstanding any other provision of the Contract, the allowable unit cost of a work item is the average unit cost per work item computed on the basis of all the actual allowable costs of said work item incurred by the Operator: Provided, that the Government will not contribute to any portion of the average unit cost of a work item that exceeds the estimated (maximum) unit cost of said item; and provided further, that the Government, during the performance of work, may contribute to actual costs of the work item to the extent that, in its opinion, the maximum unit cost will not be exceeded upon completion or termination of that work item.

(e) Subcategories (a) and (b) of Category (4) and Categories (5) and (6) are deleted from Article 6.

EXPLORATION PROJECT CONTRACT
VIKING MINES, INC.
DOCKET NO. DMMA-4870

EXHIBIT "A"

Description of the Work

The purpose of the project is to explore for lead-zinc ores by means of sinking, drifting, crosscutting, and long-hole drilling.

The work is divided into two stages, set forth below. The Operator shall perform Stage I, and shall perform as much of the Stage II work as the Government approves in advance considering the results obtained by the long-hole drilling in Stage I, in the ZCMM on the 9100 level.

The locations, directions, attitudes, and extent of all work performed under the contract are subject to the prior approval of the Government. The exploration work is indicated, in part, on the attached maps entitled "Plan Map of the Garfield Mine Workings, Blaine County, Idaho--Plate I" and "Section A-A' of Plate I, Viking Mines, Inc.--Plate 3."

Drifts and crosscuts shall be timbered as necessary with timber sets consisting of 8-inch by 8-inch timber or the equivalent in round timber, and shall be 5 feet wide by 7 feet high in the clear of the timber.

All drill holes shall be logged; and all significantly mineralized sludge samples taken in the long-hole drilling shall be assayed for lead, zinc, and silver.

All assays shall be reported monthly to the Government, together with drill logs and hole locations, and proper plan maps and sections showing the progress of the work and sample locations.

Stage I

1. Rehabilitate the existing inclined shaft to an estimated depth of 100 feet, including pumping, cleaning out, installing timber sets as necessary, laying skip track, and installing hoist and skip dump.

2. Extend the incline (item 1) approximately 110 feet, for an overall length of 170 feet on the incline below the 9100 sill level, timbering as necessary.

The inclined shaft shall be 5 feet wide by 8 feet high in the clear of the timber. Timber shall consist of sills to carry the track and the ladders, and lagged sets, if necessary, consisting of 8-inch by 8-inch timber or the equivalent in round timber.

3. Excavate approximately 812 cu. feet for an 8940 level station, leaving the bottom 10 feet of the shaft for a sump.

The station on the 8940 level shall be timbered as necessary with 8-inch by 8-inch timber or the equivalent in round timber. The dimensions of the station shall be not less than 9 feet wide by 7 feet high by 20 feet long, in the clear.

4. Drift and crosscut from the 8940 station approximately 125 feet northwesterly and 125 feet southeasterly along and near the favorable zone of bedding plane slips.

5. To test the "D" bed ore shoot on the 9100 level, drill five long holes from locations in the XCUE on bearings and inclinations approximately as tentatively shown on plates 2 and 3.

The total amount of long-hole drilling under Stage I shall not exceed 600 feet, of which amount approximately 250 feet shall be used during the drifting on the 8940 level to guide the work and to test the drift walls for undisclosed ore.

6. Approximately forty hours of D-6, or equivalent, bulldozer work shall be performed for road work and snow removal.

7. The total number of samples assayed for lead, zinc, and silver (including sludge samples from drilling) shall not exceed 50.

Stage II

1. From the north end of the 9100 ICMM, drift and crosscut a maximum of 300 feet to explore the "B" bed ore zone.

2. That the walls of the drifts and crosscuts for undisclosed ore by not to exceed 200 feet of long-hole drilling.

3. The total number of samples to be assayed for lead, zinc, and silver (including sludge samples from long-hole drilling) shall not exceed 85.

Estimated Costs of the Project
(In addition to the maximums fixed in the contract form, an asterisk indicates maximum.)

Stage I

Actual Costs

Category (1) Independent Contracts

Bulldozing (D-6 or equivalent), 40 hours @ $12.00/hr. — $ 480.00

Category (2) Personal Services

Schedules for subcategories (a) (b) and (c) are waived.

Category (3) Operating Materials and Supplies

Schedule is waived. 1/

Category (4) (c) Operating Equipment ((4)(a) & (b) None)

Depreciation

Air Compressor, 365 cfm, 7 months @ $104.00/mo.	$728.00
2 sinker drills, 7 months @ $18.00/mo.	126.00

2 mine cars, 7 months @ $6.67/mo.	$ 46.69
Fan (ZM-5), 7 months @ $5.00/mo.	35.00
1 Truck, used, 7 months @ $20.00/mo.	140.00
Air receiver, 7 months @ $5.00/mo.	35.00
Portable grinder - LRR-6, 7 months @ $3.08/mo.	21.56
2 Air pumps, IR-35, 7 months @ $18.17/mo.	127.19
Skip, used, 7 months @ $5.00/mo.	35.00
Hoist - 3,000# capacity, 7 months @ $26.13/mo.	184.31
Total	$1,478.75

Categories (5) and (6) None

Category (7) Miscellaneous

Schedule waived, except as to

Assaying 50 samples @ $4.00/each sample	$ 200.00

WORK ITEMS

The Government will contribute to the costs of the work items estimated below in terms of maximum unit costs that properly fall within Subcategories (2) and (3), Subcategory (4)(c), and Category (7), exclusive of assays, that do not exceed the maximum unit costs estimated below, computed as set forth in Annex II(d). The costs of assays and Category (1) are additional allowable costs.

Rehabilitation of winze, 100 feet @ $85.00/ft.*	$8,500.00
Sinking winze - 110 feet @ $81.00/ft.*	8,910.00
Timbering winze - 30 feet @ $14.80/ft.*	444.00

Drifting and crosscutting, 250 feet @ $42.60/ft.*		$10,650.00	
Drift and crosscut timbering 50 feet @ $7.80/ft.*		390.00	
8040 Level Station, 812 cu. ft. of excavation @ $1.00/cu.ft.*	$812.00		
29 feet of timbering @ $11.70/ft.*	339.30	1,151.30	
Installation of 325 feet of air and water pipe on 9100 level @ $0.60/ft.*		195.00	
Long-hole drilling, 600 feet @ $1.25/ft.*		750.00	$24,990.30
Estimated Total Cost of Stage I			$25,670.30*

Stage II

Actual Costs

Category (1) Independent Contracts. None

Category (2) Personal Services

Schedules for subcategories (a), (b) and (c) are waived.

Category (3) Operating Materials and Supplies

Schedule waived. 1/

Categories (4)(a) and (b) None

Category (4)(c) Operating Equipment

Depreciation

Air Compressor, 365 cfm, 4 months @ $104.00/mo.	$ 416.00
2 sinker drills, 4 months @ $18.00/mo.	72.00

2 mine cars, 4 months @ $6.67/mo.	$ 26.68
Fan (TT-5), 4 months @ $5.00/mo.	20.00
1 Truck, used, 4 months @ $20.00/mo.	80.00
Air receiver, 4 months, @ $5.00/mo.	20.00
Portable grinder, LAR-5, 4 months @ $3.00/mo.	12.00
	$ 647.00

Categories (5) and (6) None

Category (7) Miscellaneous

Schedule waived, except as to

Assaying 20 samples @ $4.00/each sample	$ 80.00

WORK ITEMS

The Government will contribute to the costs of the work items estimated below in terms of maximum unit costs that properly fall within Categories (2), (3) and (7), exclusive of assays, and subcategory (4)(c), that do not exceed the maximum unit costs estimated below, computed as set forth in Annex IX(i). The cost of assays is an additional allowable cost.

Drifting and crosscutting 300 feet @ $34.40/ft*	$10,320.00	
Drift and crosscut timbering 75 feet @ $7.00/ft.*	525.00	
Long-hole drilling, 200 feet @ $1.25/ft.*	250.00	$11,095.00
Estimated Total Cost of Stage II		$11,175.00*

SUMMARY

Estimated Total Cost of Stage I	$25,670.30
Estimated Total Cost of Stage II	11,175.00
Estimated Total Cost of the Project (rounded	$36,846.00
Government Participation @ 50%	$18,423.00

1/ However, the allowable costs for pipe, trunk (including fittings and accessories for each), and ventilation tubing are limited to 50 per cent of the Operator's actual costs of such items. In consideration of this reduction in allowable costs, the provisions of Article 9 are waived and the Government will acquire no interest in these materials.

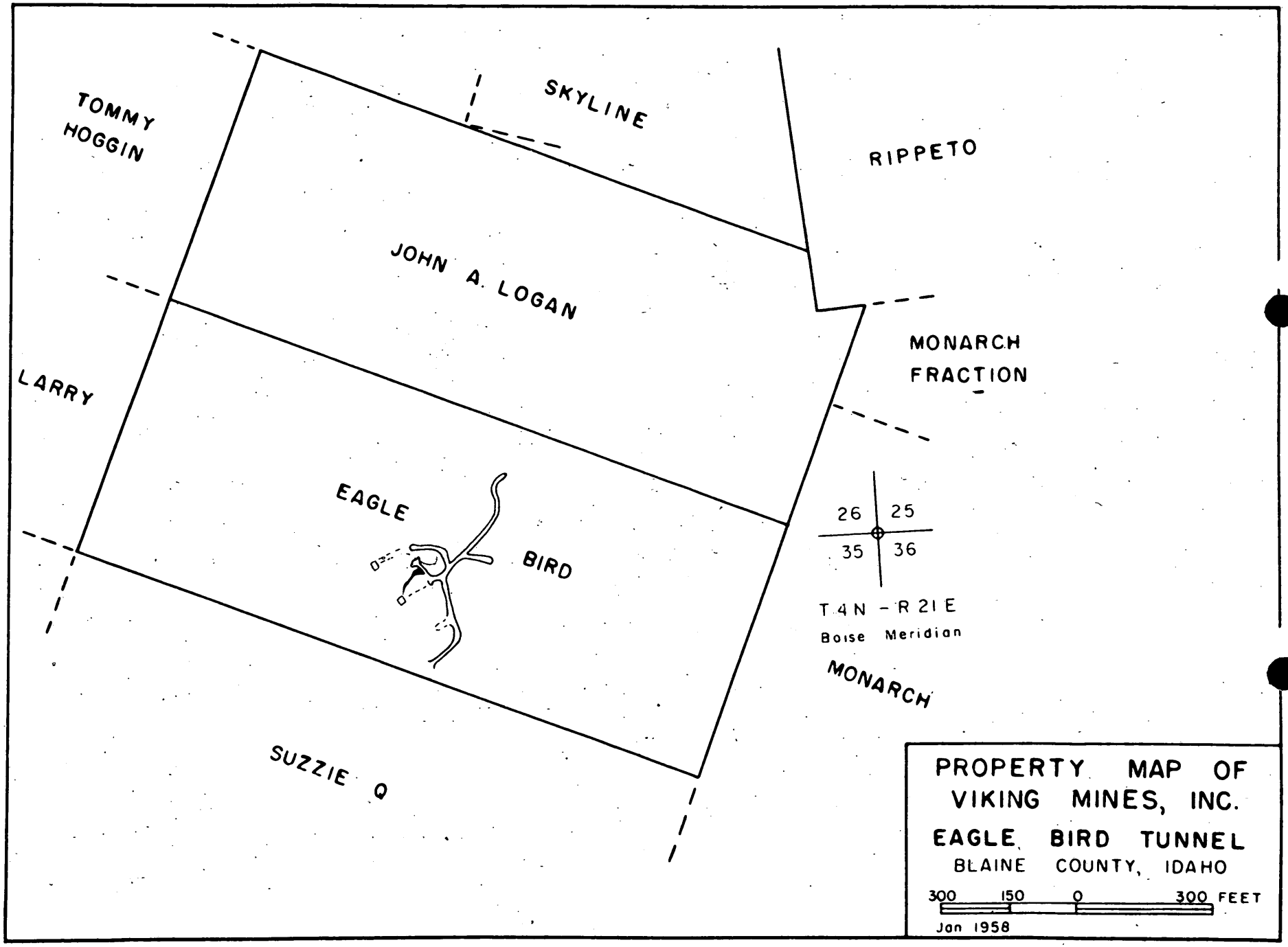
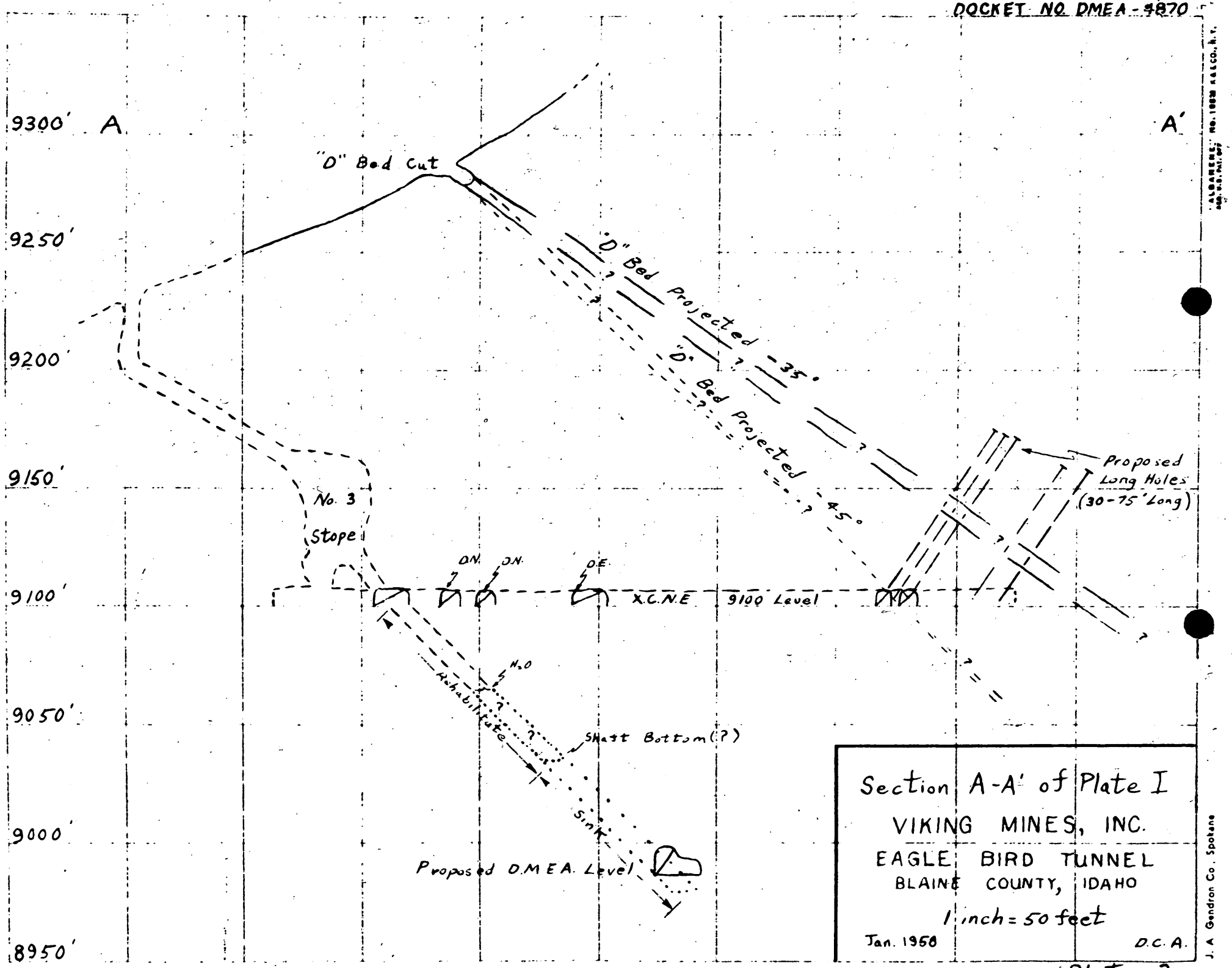

TOMMY HOGGIN
SKYLINE
RIPPETO
JOHN A. LOGAN
MONARCH FRACTION
LARRY
EAGLE
BIRD
26
25
35
36
T 4 N - R 21 E
Boise Meridian
MONARCH
SUZZIE Q
PROPERTY MAP OF
VIKING MINES, INC.
EAGLE BIRD TUNNEL
BLAINE COUNTY, IDAHO
300 150 0 300 FEET
Jan 1958

Figure 2



Section A-A' of Plate I

VIKING MINES, INC.

EAGLE BIRD TUNNEL

BLAINE COUNTY, IDAHO

1 inch = 50 feet

Jan. 1958 D.C.A.

Plate 3

J. A. Gendron Co. Spokane

So. 157 Howard Street
Spokane 4, Washington

June 10, 1958

RECEIVED
COD
800

Mr. George C. Selfridge, Chairman
Operating Committee, DMEA
Department of the Interior
Washington 25, D. C.

Re: Docket No. DMEA-4870 (Lead-Zinc)
Viking Mines, Inc.
Garfield Mine
Blaine County, Idaho
Contract No. Idm-E1193

Dear Mr. Selfridge:

Enclosed are the Government and Audit copies of the above-referenced contract.

Also enclosed are two copies of a letter dated June 4, 1958 from Verne L. McGowan, General Manager of Viking Mines, Inc., which is self-explanatory. On March 14, 1958 when we sent our examination report to you, we also enclosed a Preliminary Report on the Garfield Mine by Arthur Lakes and a Progress Report by the same author. He also requests the return "of a map or two." We don't know whether the map or maps are part of Arthur Lakes' report or whether they were a part of his application. Perhaps your files will disclose these items. We have no extra maps in our files.

Sincerely yours,

A. E. Weissenborn
Executive Officer, DMEA
Field Team, Region I

Enclosures

cc: USBM (2)
USBM (AD)
Alvord

Joe Sealy - distribution, etc.

June 4, 1958

Mr. A. E. Weissenborn
Executive Officer, DMEA
Field Team, Region I

Re: Docket No. DMEA-4870
(Lead-Zinc)
Garfield Mine
Blaine County, Idaho

Dear Mr. Weissenborn:

Enclosed are the four copies of the DMEA contract which we have signed. As you requested, we shall inform you of the starting date in the near future, but expect it to be about July 1st.

We requested the return of a consultant's report (Arthur Lake) and a map or two. It would be appreciated if you could locate them for us.

mile check.

Sincerely,

Verne L. McGowan
General Manager

VLM:d
Encs.

DMEA Form 14

Contract No. Idm-E 1193

Docket No. 4870

DEPARTMENT OF THE INTERIOR

Approved contract

DEFENSE MINERALS EXPLORATION ADMINISTRATION

Obligation Document

TO: Chief, Finance Section, Budget and Finance Branch, Bureau of Mines

Please make the following entry on the records of the Defense Minerals Exploration Administration under the Strategic and Critical Minerals Exploration Program.

Date of Contract	Region	State	Commodity
May 16, 1958	I	Idaho	Lead-Zinc

Name and Address of Operator: Viking Mines, Inc.
24 North 4th Street
Box 325
Grand Forks
North Dakota

	Reserve	Obligation
Prior Amount	0	0
Increase	18,423.00	0
Decrease	0	0
Revised Amount	18,423.00	0

Remarks:

(Name)
Allen S. Dakan, Chief
Operations Control and
Statistics Division
(Title)

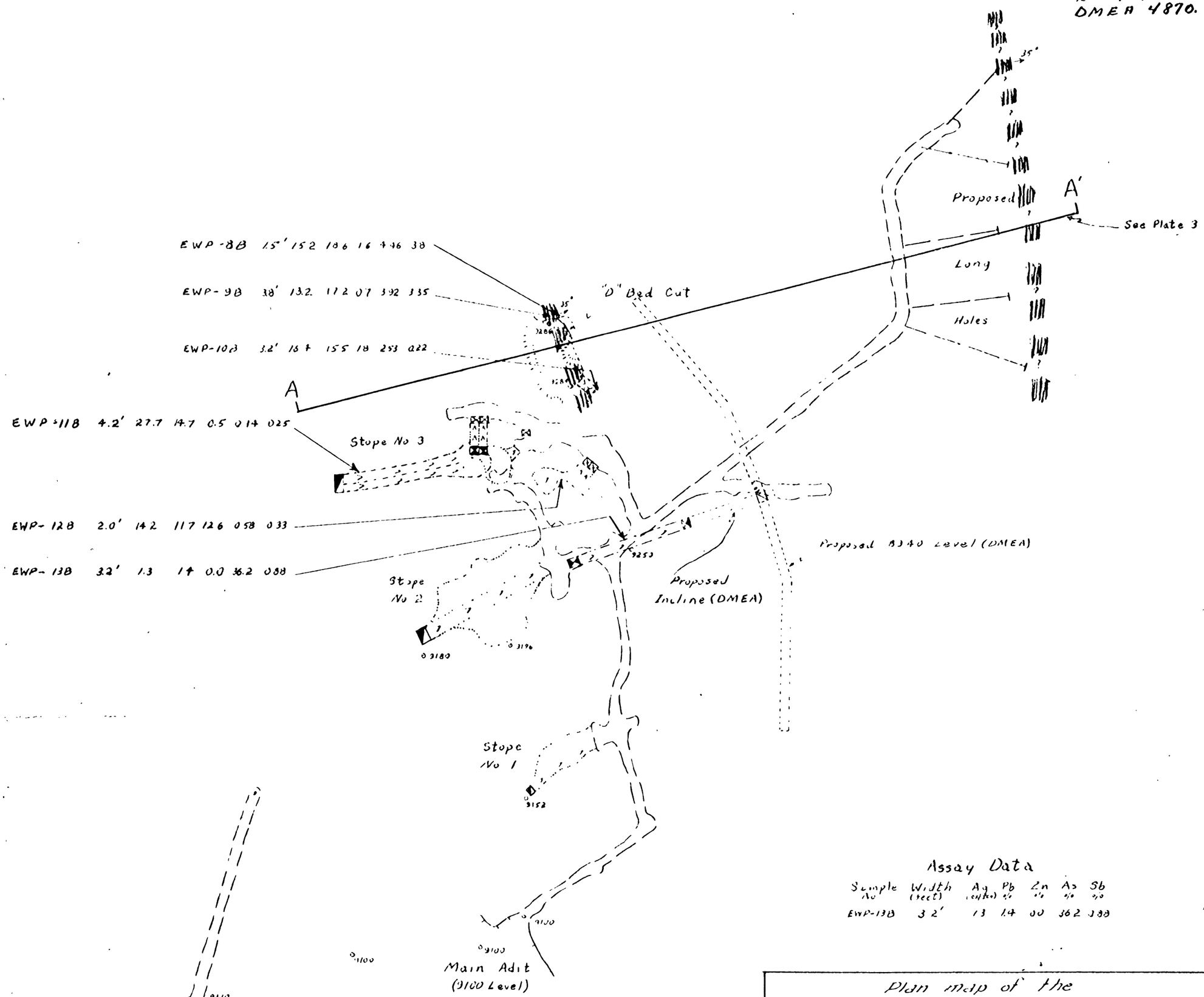
Date delivered to Bureau of Mines, Washington 5/16/58

22845

UNITED STATE.
DEPARTMENT OF THE INTERIOR

DEFENSE MINERA.
APPLICA

DOCKET No.
DMEA 4870.



Assay Data

Sample No	Width (feet)	Ag (oz/ton)	Pb %	Zn %	As %	Sb %
EWP-13B	3.2'	1.3	1.4	0.0	36.2	0.88

Plan map of the
GARFIELD MINE WORKINGS
Blaine County, Idaho
Showing locations of samples taken by DMEA personnel and proposed DMEA exploration.

50 0 50 100 Feet

D.C. Alvord

December 1957

Compiled from maps submitted by the applicant and from Brunton and tape traverse by BSA and EWP 1957

Plate I