MME Form 9
Rev. Nov. 65

UNITED STATES
DEPARTMENT OF THE INTERIOR
Geological Survey

OFFICIAL DOCKET FILE

Contract No. _____ Docket No. 6743

Application
- [ ] Denied
- [x] Withdrawn

Contract
- [ ] Terminated - Not Certified
- [ ] Terminated - Certified
- [ ] Cancelled
- [ ] Royalty Agreement

The records contained in this file are marked (x) and arranged in this order:

Folder No. 1:

Left Side

- [ ] Royalty Audits
- [ ] Certification of Discovery
- [ ] Closing Letter
- [ ] Cost Audits
- [ ] Termination Notice or Agreement
- [ ] Recision Notice
- [ ] Assignment of Contract
- [ ] Contract Amendments
- [ ] Contract with all exhibits and annexes
- [x] Owner's Consent to Lien and Subordination Agreement
- [x] Application and Attachments

Right Side

- [ ] Project Summary (final)
- [ ] Work Completed Analysis (final)

All other material filed in chronological order including the following reports if checked:

- [ ] Field Team Semiannual Report for Certified Project
- [ ] Final Field Team Report (Tab)
- [ ] Operator's Final Report (Tab)
- [ ] Interim Field Team Reports
- [ ] Operator's monthly reports and all attachments
- [ ] On-site Exam. Report (Tab)
- [ ] Settlement Sheets
- [ ] Drill Logs

Additional Folders:

Left Side

Folders No._____: Reports

- [ ] Analysis of Semiannual Inspection Reports
- [ ] Project Summary (Interim) by MME Engineers

Right Side

- [ ] Field Team Semiannual Report for Certified Project
- [ ] Field Team Interim Reports
- [ ] Operator's Monthly Reports with Transmittal, Narrative and Maps

Folders No._____: Maps (Use pocket folder or envelope)

Folders No._____: Settlement Sheets

Folders No._____: Drill Logs

Folders No._____: Royalty Material

72195-65

UNITED STATES
DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

July 11, 1968

OFFICIAL COPY
O. M. E.
RECEIVED
JUL 17 1968

INITIALS	CODE

Memorandum

To: Chief, Office of Minerals Exploration
Washington, D. C.

From: Field Officer
Region II

Subject: New Application (Gold, Silver, Platinum)
D. C. Glass and M. L. Heifner
Beauty Bay Mine
Seward Mining Precinct, Alaska

Enclosed is an application for financial assistance in an exploration project at the Beauty Bay Mine, at Nuka Bay on the Kenai Peninsula, Alaska, received in the Field Office on July 11, 1968. The application is dated May 15, 1968, but was mailed from Anchorage, Alaska, on July 9, 1968. Bank letters are dated March 18 and 20, 1968. 117

The property appears to be a raw prospect with only a small amount of unsuccessful exploratory work. Rich float is reported but no assay data are given. It appears to be another case of--build a mill then look for some ore to feed it--. The proposed project is a modest one and the estimated costs are reasonable for the area. Don Richter, Alaskan Branch, is familiar with the property and lives in Anchorage, so would probably be available for a field examination if necessary.

H. K. Stager

Enclosures

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION, OME

May, 1968

Glass and Heifner
Gold Mining Co.

May 15, 1968

Mr. Harold K. Stager
Geologist, OME
U.S. Geological Survey
345 Middlefield Road
Menlo Park, California
94025

Dear Mr. Stager,

The Beauty Bay Mine located in the Nuka Bay area of Southcentral Alaska has a short history of problems but no appreciable production. The former owners of the Beauty Bay claims expended private capital on several hundred feet of adit and cross cut exploring the vein systems. These owners mysteriously disappeared shortly after completion of the adit system and the claims were taken over by the current owners.

The Glass and Heifner partnership began purchasing the claims in 1965 and since that time has expended a considerable amount of capital establishing a mill and camp facilities, as advised by a mining engineer who later proved to be anything but an engineer, quite unknowledgable, and only personally motivated.

Our present technical advisor has convenced us that we must explore the deposit and determine its potential worth prior to expending any additional development capital on the claims. The Glass and Heifner partnership therefore seeks from the Office of Mineral exploration financial assistance for a modest exploration program on the Beauty Bay claims.

We trust that you will find the attached application for OME assistance complete and in every way acceptable.

Yours truly,

Donald C Glass

Donald Glass

Max L Heifner

Max Heifner

DAN RENSHAW
Registered Professional Mining Engineer
ANCHORAGE, ALASKA

INITIALS	CODE

May 15, 1968

Mr. Harold K. Stager
Geologist, OME
U.S. Geological Survey
345 Middlefield Road
Menlo Park, California
94025

Dear Mr. Stager,

Donald Glass first called upon me to supply technical direction for his mining venture at Beauty Bay during the summer of 1967. Prior to this time the technical advise he had followed was not sound with the results that a considerable amount of his capital was expended establishing a mill and camp facilities without knowing much about his deposit.

My advise to Mr. Glass was to ask OME for financial assistance in exploring the claims he is purchasing prior to expending any additional capital on development. This advice has been considered and accepted by the Glass and Heifner partnership and the OME application is herewith tendered.

I feel that the claims warrent the exploration expenditures contimplated, and that they have a potential for production that is increased by the presence of a 35 ton per day mill and camp facilities. Though Don Glass and Max Heifner are not experienced in mining and exploration work the exploration program outlined herein will be under my technical direction and only minor problems are anticipated.

Your consideration of the attached application is appreciated.

Yours truly,

Dan Renshaw

Dan Renshaw P.E.
519 Eighth Ave.
Anchorage, 99501

MME Form 40
Jan. 65

Budget Bureau No. 42-R1508
Approval expires Dec. 31, 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

Pursuant to Public Law 85-701 (72 Stat. 700; 30 U.S.C. 641)

NAME OF APPLICANT *(Full legal name and mailing address as they should appear on contract if one is executed.)*

Donald Glass and Max Heifner,
a partnership
Jamestown, Ohio

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: 6743
DATE RECEIVED: July 17, 1968
REGION: II
DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

- INDIVIDUAL [ ]
- CORPORATION [ ]
- PARTNERSHIP [X]
- OTHER *(Specify)* [ ]

STATE IN WHICH FIRM IS ORGANIZED: Ohio

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
Donald Glass	Jamestown, Ohio	partner
Max Heifner	Jamestown, Ohio	partner

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE: Gold, Silver, Platinum

ESTIMATED COST OF PROJECT: Phase I $26,859 ; II $15,334

PROPERTY NAME / LOCATION (COUNTY, STATE): Beauty Bay Mine, Kenai Pen., Alaska

GENERAL INSTRUCTIONS

Before filling out this application, please read the *OME Regulations for Obtaining Federal Assistance in Financing Explorations for Mineral Reserves* (30 CFR Chap. III). To assure prompt action, your application must provide all applicable material and information specified on the back of this application form. Avoid unnecessary correspondence and delays by submitting complete and accurate information. *Please submit two copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Office of Minerals Exploration, Department of the Interior,* Washington, D. C., 20242, or with the nearest OME Field Office.

CERTIFICATION

The undersigned, whether as an individual, corporate officer, partner, or otherwise, both in his own behalf and acting for the applicant, certifies that the information set forth in this form and accompanying papers is correct and complete, to the best of his knowledge and belief, and that he would not ordinarily undertake the proposed exploration under current conditions and circumstances at his sole expense.

May 15, 1968
DATED

Donald C Glass Partner
(Signature)
Max Heifner Partner
TITLE

A wilfully false statement or certification to any Department or Agency of the United States Government is a criminal offense. U. S. Code, Title 18, Sec. 1001.

INFORMATION REQUIRED WITH THIS APPLICATION

1. Financial Eligibility:

(a) Submit evidence of efforts made within 90 days preceding the filing of this application to obtain credit from your bank of account and at least one other banking institution or other private source of credit. Such evidence shall include true copies of correspondence which show: (1) date of loan request, (2) amount and terms requested, (3) proposed use of loan funds, and (4) the replies from credit sources. If the loan was offered under terms which you consider unreasonable, state why you consider them so.

(b) List names and addresses of affiliated, parent, or controlling companies or organizations and state extent and nature of their interest.

(c) State how you propose to furnish your share of the cost of the exploration work.

2. Applicant's Rights in Land:

(a) State your interest in the land and mineral rights, whether owner, lessee, purchaser under contract, or other. If you are not the owner, submit one true copy of the lease, contract, or other document (with address of owner) under which you control the property. Describe all liens, mortgages, or other encumbrances on the land and state book and page number and official place where recorded.

(b) State the legal description (section, township, and range; metes and bounds; patent number of claims) of the land upon which you wish to explore and all adjacent land which you own or control. Describe any part of the land or workings which should not be subject to Government royalty and liens. If the land consists of unpatented claims, state book and page number for each recorded location notice, including amended locations, and official place where recorded. State all the names by which you know the property.

(c) For all land or mineral rights encumbered or not owned, submit five copies of Lien and Subordination Agreements on MME Form 52. If the agreements cannot be obtained, state reasons and provide copies of letters of refusal.

3. Physical Description:

(a) Describe in detail and illustrate with maps or sketches all mining or exploration operations which you know have been or are being conducted upon the land. Include existing mine workings and all production facilities.

(b) State your interest, if any, in operations described in (a).

(c) State, if you know, the past and current production, supporting your statement with copies of settlement sheets, mine records, or published data if available.

(d) Describe known ore reserves, giving quantities and grades and sampling methods used. Support your statement with copies of assay certificates and assay maps if available.

(e) Describe by narrative and maps or sketches the geologic features of the property, including ore minerals, geologic formations if known, and type of deposit (vein, bedded, etc.).

(f) State your reasons for expecting to find ore, and if you have sampled the area you propose to explore, show where the samples were taken, describe sampling methods used, and provide copies of assay certificates.

(g) Send with your application at least *two* copies of all geologic or engineering reports, assay maps, or technologic information which you have, indicating whether you require their return.

4. Accessibility of Property:

(a) To aid the OME representative who may examine the property, state name and address of person who will meet him; give directions for reaching the property; and describe accessibility of property and of any mine workings.

(b) Name the shipping and supply points and state the distances to the property.

5. Exploration Work:

(a) Describe fully the proposed exploration work giving individual footages and sizes of openings *for each item of work.* Use narrative, maps, plans, and sections as necessary. Show location of the proposed work as related to geologic features such as veins, ore-bearing beds, contacts of rock formations, etc. Show also the relation of the proposed work to any existing mine workings and to *land boundaries* or to the closest identifiable corner.

(b) If an access road must be built, show the proposed location on the property map and state the length, type and construction methods proposed.

(c) If an OME contract is executed, state how soon thereafter work would be started and finished. State your anticipated average daily or monthly rate of progress for each type of work.

6. Experience:

State your operating experience and background to conduct this exploration work and also that of the person who will supervise the work.

7. Estimate of Costs:

Furnish detailed estimates of the necessary costs *for each item of the work proposed in 5(a)* under the headings listed below with a total for each heading and the estimated total cost of the work. Costs for any work to be performed by an independent contractor should be listed separately under category (a) below. Costs for any work that is not to be performed by an independent contractor should be listed under categories (b) through (g).

(a) Independent contracts. State the total cost of any proposed independent contract for all or any part of the work, and the number of units and the unit cost for each type of work, such as per foot of drilling, per foot of drifting, per hour of bulldozer operations, or per cubic yard of material moved. Cost estimates should be supported by bids from three contractors if possible. (*Note*—If none of the work is to be contracted, write "none" after this item.)

(b) Personal services. The cost of supervision, engineering and geological services, outside consultants, and labor should be itemized by numbers and classes of employees; rates of wages, salaries or fees; and periods of employment. State whether these services are available.

(c) Operating materials and supplies. List items of material and supplies giving quantity and cost of each. Include under this heading power, water, and fuel, and units of equipment and tools costing less than $50 each.

(d) Operating equipment. List items of equipment and tools costing $50 or more per unit. Give specifications and indicate how each item is to be acquired—i.e., rented, purchased or provided by the applicant. If rented or purchased, state the estimated rental or purchase price. If furnished by the applicant, state condition and present fair market value.

(e) Initial rehabilitation and repairs. Describe the type and the cost of *initial* rehabilitation or repair of existing buildings, fixtures, installations (exclusive of mine workings), and movable operating equipment now owned by the applicant which will be used in the exploration work.

(f) New buildings, fixtures, installations. Describe each building, fixed improvement, and installation to be purchased, constructed, or installed for the exploration work, stating specifications and cost including labor, materials, and supervision.

(g) Miscellaneous. Describe the type and estimate the cost of repairs and maintenance of the operating equipment listed in 7(d). Do not repeat initial repairs listed in 7(e). Show also the costs of analytical work, accounting, workmen's compensation and employees' liability insurance, payroll taxes, and other required costs that do not fall within the previous categories. [*Note*—The Government will not contribute to costs incurred before the date of the contract, or to costs of or incident to: (1) acquiring, using, or possessing land and any existing improvements, facilities, buildings, installations, and appurtenances, or the depreciation and depletion thereof; (2) general overhead, corporate management, interest and taxes (other than payroll and sales taxes); (3) insurance (other than employees' liability insurance); and (4) damages to persons or property (other than authorized repair to or replacement of equipment or other property used in the work).]

-DUP. SEC., WASH., D.C

FINANCIAL ELIGIBILITY

Jamestown, Ohio
March 20, 1968

Citizens First National Bank
Xenia, Ohio

Attention: Mr. Howard Wilson, Vice President.

Gentlemen:

We have five gold claims located adjacent to the west arm of Nuka Bay on the Kenai Peninsula in the State of Alaska.

Preliminary work done on the claims seems to us and our Consulting Engineer, Dan Renshaw, of Anchorage, to show potential. We need underground exploratory work and core drilling at this time. It will take at least $30,000.00 to cover the cost of this work as shown on my list of materials and labor.

We need to borrow $20,000.00 from your Bank to take care of part of this need. What would the interest be on this type of loan?

Sincerely yours,

GLASS & HEIFNER

Donald C Glass

Donald C. Glass

DCG:h

THE CITIZENS 1ST NATIONAL BANK

OF XENIA, OHIO

HOWARD E. WILSON
VICE PRESIDENT AND CASHIER

March 20, 1968

Glass and Heifner
Jamestown,
Ohio

Attn: Mr. Donald C. Glass

Dear Mr. Glass:

Thank you very much for your recent loan request.

Although we appreciate your inquiry very much, we are sorry to inform you that we will not be in a position to to assist you with your finanacial requirements at this time.

Yours very truly,

Howard E. Wilson

Howard E. Wilson
Vice President

HEW:dew

Jamestown, Ohio
March 18, 1968

The Farmers & Traders Bank
Jamestown, Ohio

Attention: Mr. Harold Carter, President.

Gentlemen:

We have five gold claims located adjacent to the west arm of Nuka Bay on the Kenai Peninsula in the State of Alaska.

Preliminary work done on the claims seems to us and our Consulting Engineer, Dan Renshaw, of Anchorage, to show potential. We need underground exploratory work and core drilling at this time. It will take at least $30,000.00 to cover the cost of this work as shown on my list of materials and labor.

We need to borrow $20,000.00 from your Bank to take care of part of this need. What would the interest be on this type of loan?

Sincerely yours,

GLASS & HEIFNER

Donald C. Glass

Donald C. Glass

DCG:h

The Farmers & Traders Bank

ESTABLISHED 1867 -- INCORPORATED 1922

JAMESTOWN, OHIO

H. L. CARTER
PRESIDENT

March 18, 1968

TO WHOM IT MAY CONCERN:

Donald Glass and Max Heifner Jamestown, Ohio, doing business as GLASS & HEIFNER have applied for a $20,000.00 Loan to be used for exploration work on Gold Mine in Beauty Vay, Alaska.

It is impossible for us to grant this Loan due to the fact the money is to be used out of our territory.

NC

Very truly yours,

H. L. Carter President

FEDERAL DEPOSIT INSURANCE CORPORATION
$10,000 MAXIMUM INSURANCE FOR EACH DEPOSITOR
MEMBER

b. The Glass and Heifner partnership hereby states that it is not controled by any larger parent organization nor is it affiliated with or obligated to another legal or private entity regarding the Beauty Bay mining claims.

Donald C Glass

Donald Glass

Max L Heifner

Max Heifner

c. The Glass and Heifner partnership owns and has available at its Beauty Bay Mine a considerable amount of equipment which will be used in part to bear the partnership's cost of the exploration work outlined herein. Additionally, labor and expendable supplies will be provided as necessary to equal the partnership's per cent share of the exploration cost.

any cash ?

APPLICANT'S RIGHT TO LAND

CONTRACT OF SALE

THIS AGREEMENT made and entered into this 26th day of June 1965, by and between CECIL KRAMER and RUTH KRAMER, his wife, and WILLIAM C. KNAACK hereafter referred to as Sellers, and MAX L. KEIVNER and DONALD GLASS hereinafter referred to as Purchasers.

W I T N E S S E T H:

That for and in consideration of the sum of FIFTY-TWO THOUSAND FIVE HUNDRED ($52,500.00) DOLLARS to be paid by Purchasers to Sellers as hereinafter provided, Sellers agree to sell and Purchasers agree to purchase the following described property, situated, lying and being in the Seward Mining Precinct and the State of Alaska, to-wit:

> Sellers' Miners' rights to that certain group of Gold Quartz claims known as Little Beauty No-one-two-three-four and five, together with five (5) acre mill site situate on Beauty Bay in said Mining precinct.

The aforesaid sum of Fifty-Two Thousand Five Hundred ($52,500.00) Dollars shall be paid by purchasers to sellers as follows:

Clad 4-29-65 Rd 65 Clad No 30 — $2500.00 at the date of execution of this agreement to Cecil Kramer.
$2500.00 at the date of execution of this agreement to William C. Knaack.

Clad 10-6-65 Rd 65 No 35 — $3750.00 on or before December 20, 1965 to Cecil Kramer
$3750.00 " " " " " " " William C. Knaack.

No 169 12-7-66 No 170 Rd 66 — $5000.00 on or before December 20, 1966 to Cecil Kramer
$5000.00 " " " " " " " William C. Knaack.

Clad 12 Dec 19 1967 No 36 Kramer No 37 Knaack — $7500.00 on or before December 20, 1967 to Cecil Kramer
$7500.00 " " " " " " " William C. Knaack.

$7500.00 on or before December 20, 1968 " Cecil Kramer
$7500.00 " " " " " " " William C. Knaack.

The above schedule of payments sets forth the minimum amounts due at the dates specified as it is hereby agreed that purchasers shall pay to sellers a sum equal to twenty (20%) per cent of the gross price received (less cost of smeltering) if ore is smeltered in Seward, Alaska. Said payment to be made directly to sellers by the smelter company. In the event that purchasers mill the ore

at the mine then sellers shall be paid a sum equal to twenty (20%) of gross income of the mining operation less milling and mining costs. Said payments are to be made at the time the income is received by purchasers. Said twenty (20%) per cent payments are to be credited to the yearly payment due; in the event that said twenty (20%) per cent shall exceed the minimum due in any one year the excess shall be credited to the last payments due and the minimum schedule of payments as set forth on page one shall apply until the full sum of Fifty-Two Thousand Five Hundred ($52,500.00) Dollars has been paid in full.

Purchaser agrees to deposit monthly the mining receipts at bank, smelter or other mutually agreeable institution and agrees that said institution will make the same available to sellers. Purchasers shall save all concentrates and ship to smelter if feasible and shall account for same.

Sellers shall have the right to visit and inspect the premises at all reasonable times and to inspect the books of purchaser at least once a year if requested.

The payments hereinabove described shall be made to William O. Knauck at P.O. Box 572, Seward, Alaska or such other address as he may hereafter designate in writing to purchasers. The payments to be made to Cecil Kramer shall be made to him at 726-10th Avenue East, Seattle, Washington, or such other address as he may hereafter designate by notice in writing to purchasers.

As security for payment of the aforesaid amounts, in the event of default in the same and election by sellers to enforce such payments, purchasers covenant to and shall, and it is material condition of this contract that they do leave all mining equipment placed upon the hereinabove described claim and mill site during any year upon such claim and mill site until payment of all amounts falling due under this agreement for that year.

Purchasers shall be entitled to possession of said claim and mill site upon payment of the $5,000.00 initial payment and the execution of this agreement.

Purchasers shall make the payments above agreed to promptly, in the manner and on the dates above stated, take said claims and

mill site in the condition and as the same now are and pay the purchase price provided above regardless of any loss, destruction or damage to the same subsequent to this date; pay as the same falls due all taxes, assessments, liens, encumbrances and charges whatsoever nature and kind which may hereafter be imposed against said claims and mill site and keep the same free of any taxes, assessments, liens, encumbrances and charges whatsoever having or taking precedence ahead of the rights of sellers in and to said claims and mill site; perform all development work, assessment work, labor and all other acts which may be necessary to prevent loss or impairment in any way of said claims and mill site; and neither permit nor commit waste, destruction or damage to said claims or mill site except, as to said claims, as may be necessary in the ordinary course of mining said claims in accordance with accepted mining practice. However in the event of major earthquake damage to the claims to the extent that said claims cannot be operated then the balance of the payments due in the year of the damage shall not be due and payable until December 20, 1969 unless previously paid on the twenty (20%) per cent payment referred to above on page one.

Time is of the essence of this agreement and in the event purchasers shall fail to make any payment or other wise perform as required by this agreement, sellers may serve Notice of Forfeiture by delivering such notice to the purchasers or by mailing copies of the same by certified or registered mail to purchasers last known address. In the further event that purchasers shall fail to make payment of any sums due hereunder, together with attorneys fees for the preparation of such notice and the expense of serving the same and remove other defaults on their part under this contract specified in such notice all within thirty (30) days from delivery of such notice, then and in any of those events such notice shall become absolute, the rights of purchasers under this contract terminated,

purchasers shall immediately and peacefully surrender possession of the above described claims and mill site and all rights of purchasers in the same shall immediately cease and determine and title to said claims and mill site shall revert to and revest in sellers without further action on their part and without any right on the part of purchasers to reclamation or compensation for money paid or for improvements made on said claims and mill site, as fully, perfectly and absolutely as if this agreement had never been made and all money theretofore paid to sellers under this contract shall thereupon be forfeited without process of law and shall be retained by and belong to the sellers as the accrued and reasonable rent of said property from the date of possession to the time of forfeiture and as liquidated damages to the sellers for purchasers' aforesaid defaults.

No assignment of this agreement shall be valid unless approved in writing by sellers, however sellers agree to consider any sub-lease arrived at by purchasers and sellers will not withhold approval if said lease and lessee are satisfactory.

In the event that sellers shall find it necessary to institute suit or other legal proceedings to enforce this contract, or any part hereof, they shall be entitled to reasonable attorney fees and costs incurred thereby.

This agreement shall be binding upon the parties, their heirs, successors, administrators, executors and assigns.

IN WITNESS WHEREOF the parties have made and entered into this agreement the day and year first above written.

SELLERS:

Cecil Kramer
Cecil Kramer

Ruth Kramer
Ruth Kramer

William C. Knauer
William C. Knauer

PURCHASERS:

Ray G. Heffner
Ray G. Heffner

Donald Glass
Donald Glass

STATE OF WASHINGTON } ss
COUNTY OF KING }

On this day, personally appeared before me CECIL KRAMER and [illegible] KRAMER, his wife, to me known to be the individuals described in and who executed the within and foregoing instrument, and acknowledged that they signed the same as their free and voluntary act and deed for the uses and purposes therein mentioned.

Given under my hand and official seal this 15th of June 1965.

Notary Public in and for the State of Washington, residing at Seattle

STATE OF ALASKA } ss
COUNTY OF }

This is to certify that on this 24th day of June 1965 personally appeared before me the undersigned WILLIAM C. KNAACK, to me known to be the individual described in and who executed the within and foregoing instrument and acknowledged that he signed the same as his free and voluntary act and deed, for the uses and purposes therein mentioned.

Given under my hand and official seal the day and year last above written.

Notary Public in and for the State of Alaska, residing at [illegible]

My Commission Expires September 29, 1968

STATE OF OHIO } ss
COUNTY OF }

Before me a Notary Public in and for said State and County, personally appeared Max L. Heffner and Gerald Glass, to me known to be the individuals described in and who executed the within and foregoing instrument and acknowledged that they signed the same as their free and voluntary act and deed, for the uses and purposes therein mentioned.

In testimony whereof, I have hereunto subscribed my name and affixed my official seal at Jamestown Ohio, this 7 day of July ~~June~~ 1965.

EARL C. GERARD, Notary Public
My Commission Expires Oct. 2, 1967

Notary Public Greene County, Ohio

No. 29

ANCHORAGE, ALASKA 6/26 1965

89-36
1252

PAY TO THE ORDER OF William C Krueck $ 2500 00/00

Two Thousand Five Hundred and no/100 DOLLARS

MATANUSKA VALLEY BANK
ANCHORAGE, BRANCH

PAID
JUL 2 1965
ANCHORAGE BRANCH
MATANUSKA VALLEY BANK
ANCHORAGE ALASKA

Glass & Keifner
Donald C Glass

⑆125 89-36 36⑆

No. 30

ANCHORAGE, ALASKA 6/26 1965

89-36
1252

PAY TO THE ORDER OF Cecil W. Krueck $ 2500,00

Two Thousand Five Hundred and no/100 DOLLARS

MATANUSKA VALLEY BANK
ANCHORAGE, BRANCH

PAID
JUL 7 1965
ANCHORAGE BRANCH
MATANUSKA VALLEY BANK
ANCHORAGE ALASKA

Glass & Keifner
Donald C Glass

89-36
⑆1252⑈0036⑆

JUL 9 1965

2nd pay. on mining property

No. 28

MATANUSKA VALLEY

ANCHORAGE, ALASKA Dec 10 1965

89-36
1252

PAY TO THE ORDER OF Wm. C Krueck $ 3750 00/100

Three Thousand Seven hundred fifty and no/100 DOLLARS

MATANUSKA
VALLEY BANK
ANCHORAGE BRANCH

PAID
JAN 3 1966
ANCHORAGE BRANCH
MATANUSKA VALLEY BANK
ANCHORAGE ALASKA

Glass & Keifner Ret.

89-36
⑆1252⑈0036⑆

For deposit only
Cecil H Kramer

Wm. C. Kramack

PAY ANY BANK, P.E.G.

JUN 28 1965

89-13/1252

SEWARD BRANCH
FIRST NATIONAL BANK
ANCHORAGE, ALASKA

FC 5194 JUL 01 65 896031

PAY TO THE ORDER OF
ANY BANK OR BANKER
COLLECTION DEPT.
ALL PRIOR ENDORSEMENTS GUARANTEED

JUL 1 65

LAKE CITY BRANCH
SEATTLE-FIRST NATIONAL BANK
19-139 SEATTLE, WASH. 19-139

PAY TO THE ORDER OF
ANY BANK, BANKER OR TRUST CO.
PRIOR ENDORSEMENTS GUARANTEED

91-227 1st Ave. & Washington Street Branch 91-227
FIRST NATIONAL BANK OF ARIZONA
PHOENIX, ARIZONA

William C. Kramack

7 no payment on mining property.

No. 29

MATANUSKA VALLEY BANK

ANCHORAGE, ALASKA Dec 10 1965

89-36 / 1252

PAID

PAY TO THE ORDER OF Cecil H. Kramer $3750 00/xx

Three Thousand Seven hundred fifty & no/100 DOLLARS

DEC 28 1965

MATANUSKA VALLEY BANK ANCHORAGE BRANCH

ANCHORAGE BRANCH MATANUSKA VALLEY BANK ANCHORAGE ALASKA

Glass & Helfner

89-36 ⑆1252⑈0036⑆ 89-36 ⑈0000375000⑈

Dec 20 payment of 1966

No. 169

MATANUSKA VALLEY BANK

ANCHORAGE, ALASKA Dec 17 1966

89-36 / 1252

PAID

PAY TO THE ORDER OF W. C. Kramer $5000 00/xx

Five thousand & no/100 DOLLARS

DEC 29 1966

MATANUSKA VALLEY BANK ANCHORAGE BRANCH

ANCHORAGE BRANCH MATANUSKA VALLEY BANK ANCHORAGE ALASKA

Glass & Helfner

89-36 ⑆1252⑈0036⑆ 89-36

Dec 20-66 Payment in full

No. 170

MATANUSKA VALLEY BANK

ANCHORAGE, ALASKA Dec 17 1966

89-36 / 1252

PAID

PAY TO THE ORDER OF Ceil H Kramer $5000 00/xx

Five thousand & no/100 DOLLARS

DEC 30 1966

MATANUSKA VALLEY BANK ANCHORAGE BRANCH

ANCHORAGE BRANCH MATANUSKA VALLEY BANK ANCHORAGE ALASKA

Glass & Helfner

89-36 ⑆1252⑈0036⑆ 89-36 ⑈0000500000⑈

Deposit only
Cecil H Kramer

W. C. Kuaack
Seward Alaska
BOX-572

PAY TO THE ORDER OF
ANY BANK, BANKER OR TRUST CO.
PRIOR ENDORSEMENTS GUARANTEED
91-227 1st Ave. & Washington Street Branch 91-227
FIRST NATIONAL BANK OF ARIZONA
PHOENIX, ARIZONA

For Deposit only
Cecil H Kramer

PAY ANY BANK
FRB SEATTLE
19-1
MAIN OFFICE
SEATTLE FIRST NATIONAL BANK
SEATTLE WASHINGTON
DEC 28 0 0 3 6 1

ANY BANK - P.E.G.
-6-

DEC 23 65 00361

SEATTLE

GLASS AND HEIFNER

No. 36

56-730
422

Dec 17 1967

PAY TO THE ORDER OF Cecil R. Lewis $7500.00

Seven thousand five hundred & 00/100 DOLLARS

For 4th pay on Claim

GLASS & HEIFNER

THE FARMERS & TRADERS BANK
ESTABLISHED 1867
JAMESTOWN, OHIO
⑆0422⑈0730⑆

A CENTURY OF SERVICE

⑈0000750000⑈

GLASS AND HEIFNER

No. 37

56-730
422

Dec 17 1967

PAY TO THE ORDER OF William C. Knapp $7500.00

Seven thousand five hundred & 00/100 DOLLARS

For 4th pay on Claim

GLASS & HEIFNER

THE FARMERS & TRADERS BANK
ESTABLISHED 1867
JAMESTOWN, OHIO
⑆0422⑈0730⑆

A CENTURY OF SERVICE

⑈0000750000⑈

For Deposit only
Carl Kramer

PAY ANY BANK OR TRUST CO.
FRB SEATTLE

1343

10139

DEC 27 1967

Wilhelm C Kraack

PAY ANY BANK OR TRUST CO.
FRB SEATTLE

1343

U.S. NATIONAL BANK OF OREGON

DEC 27 1967

0225

PAY ANY BANK OR TRUST CO.
FRB SEATTLE

NOTICE OF LOCATION

Eighteenth day of August 1958
Beauty Bay

arm of Nuka Bay - on Ferrum Creek. Seward Alaska

300 Discovery ~~point~~

South west
West
South west
South East
~~[illegible]~~ East
North East
North West
Discovery

South West
South East
North East
North East
North West
South West

This location is approximately 1½ miles up stream on Ferrum Creek from Beauty Bay.

~~[illegible]~~ Little Beauty No. 1

Located the Eighteenth day of August 1958

NOTE

DIAGRAM OF CLAIM

West
Discovery
1 300 ft ~~Discovery~~ 300 ft 4

1500 ft 1500 ft 1500 ft

2 300 ft 300 ft 3
East

NAMES OF LOCATORS

Wm C Knauck
Cecil N Kramer

Recorded ... 1958 ... Recorder

NOTICE OF LOCATION

Eighteenth day of August 1958

Arm of Nuka Bay and Ferrum Creek Seward Alaska

	300 Discovery point West	South West
	South West	South West
	South East	South East
thence	North East	East
thence	North East	North East
thence	North West	North West
thence	South West	Discovery

This location is about 1½ miles upstream on Ferrum Creek from Nuka Bay. This claim joins East end line of Little Beauty No. 1 - Claim.

Little Beauty No. 2

Located this Eighteenth day of August

Aug - 18 - 1958

NOTE

DIAGRAM OF CLAIM

West 300 Feet

1 300 ft 2 300 ft 4

1 2 4

300 ft 300 ft 300 ft

2 300 ft 300 ft 3

East

NAMES OF LOCATORS

Wm C Knaack.

Cecil N Kramer

Filed for record at 11:30 o'clock

Mrs Knaack Recorder

Seward Recording Officer

Book 361

NOTICE OF LOCATION

Eighteenth day of August

Beauty Bay—

Arm of Nuka Bay and Ferrum Creek. Seward Alaska

300 South west

Discovery point - West

South west South west corner monument No. 1

South East South East corner monument No. 2

North East East corner monument No. 3

North East North East corner monument No. 3.

North west North west corner monument No. 4.

South west Discovery

This location is about 1/4th mile East of Ferrum Creek and 1 1/2 miles from mouth of Ferrum creek and Nuka Bay.

This Claim joins East End line of Little Beauty No. 2

The [illegible] shall be known as the

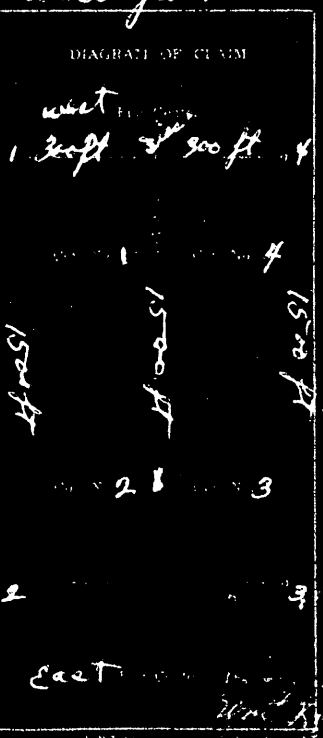
Little Beauty No. 3.

Eighteenth day of August

Aug. 18 -

NOTE

DIAGRAM OF CLAIM



NAMES OF LOCATORS

Wm C Knaack

Cecil M [illegible]

4

Lode Location Certificate (Notice)

Notice is hereby given that on the 26th day of September, 1958, the undersigned did discover, locate, and stake the Little Beauty #4 (Name of claim) Lode Claim. The claim as marked on the ground extends 1500 (Max. of 1500) feet along the Little Beauty (Name of Lode, if any) Lode (or vein) and 300 (Max. of 300) feet on each side of the center line of said lode. The location notice is posted on the discovery post (or monument) which is a Squared Tree (Describe discovery post or monument) and which is located at the point of discovery. From the discovery post, the claim extends 1500 feet along the lode in a Northeasterly (Bearing) direction and ~~feet along the lode in a direction~~ (Opposite bearing). The name(s) of the locator(s) is (are) William C. Knaack & Cecil H. Kramer (Print name(s) of person(s) actually doing the staking) and the mineral(s) discovered is (are) Gold and Associate Mineralss (Name(s) of mineral(s))

The general course of said lode or vein is Northeasterly (Bearing) and Southwesterly (Opposite bearing), and the boundaries of the claim are as follows: commencing at the discovery post, thence ~~feet (Bearing) along the vein to the (Bearing or number) center end post~~ which is a squared tree (Describe post or monument) and is marked (Describe markings) thence 300 feet northerly (Bearing) to the southeast (Bearing or number) corner post which is a squared post (Describe post or monument) and is marked Corner #1 (Describe markings), thence 1500 feet northeast (Bearing) to the # 2 (Bearing or number) corner post which is a squared post (Describe post or monument) and is marked # 2 (Describe markings), thence 600 feet westerly (Bearing) to the # 3 (Bearing or number) center end post which is a squared post (Describe post or monument) and is marked # 3 (Describe markings), thence 1500 feet southerly (Bearing) to the # 4 (Bearing or number) corner post which is a squared post (Describe post or monument) and is marked # 4 (Describe markings), thence 600 feet northerly (Bearing) to the # 1 (Bearing or number) corner post which is a squared (Describe post or monument) and is marked # 1 (Describe markings), thence ~~feet (Bearing) to the (Bearing or number) center end post~~ which has already been described. All posts and monuments are properly marked, and all boundaries are blazed and brushed out, or marked with stakes or monuments where no brush or trees exist, as prescribed by law.

The discovery monument is located ..... feet in a ..... direction from ..... (Describe nearby landmark). The claim is situated in the Seward Mining District and the Seward Recording Precinct, Alaska, and it lies Point of discovery of this claim is the northwest corner of Little Beauty (Carefully describe location of claim with reference to a well known or easily found landmark or land survey as prescribed by law) Claim # 3 which is located one and one half mile up Ferrum Creek from head of Beauty Bay

*Witnesses ..... (Signature) Located by S/ Wm C. Knaack (Signature of person actually doing the staking)

instrument was filed for record S/ Cecil H. Kramer (Ditto)
1:35 o'clock A.M. Oct. 13, 1958 at
est of Cecil Kramer and is recorded in
30 of Records at Page 16.
S/ Genevieve Schaefermeyer Located for ..... (Print name of owner of claim)
U.S. Commissioner & Ex-officio Recorder

*Not necessary, but advisable ..... (Ditto)

This blank is guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London - PAT. PEND.
Washington Legal Blank Co., Seattle
Form No. 1017
Printing Date 8-3-62

Book [illegible]

October 10, 1950

We the undersigned have this day located a five (5) acre mill sight to be used in the operation of the " LITTLE BEAUTY " mining property located at Beauty Bay an arm of Moira Bay, Alaska.
Said property begins with Corner Post # 1 located at high tide mark on Beauty Bay and is Southwest Corner of said property, thence 1000 feet North to Northwest Corner Post # 2, thence 300 feet East to Northeast Corner Post # 3, thence 1000 feet South to Southeast Corner Post # 4, thence 300 feet West along high tide mark to Corner # 1.
This property to be known as " LITTLE BEAUTY MILL SIGHT".

Signed:

[illegible]

Wm Kwaack

[illegible]

24

5

Lode Location Certificate (Notice)

Notice is hereby given that on the 26th day of September, 1958, the undersigned did discover, locate, and stake the Little Beauty # 5 (Name of claim) Lode Claim. The claim as marked on the ground extends 1500 (Max. of 1500) feet along the Little Beauty (Name of Lode, if any) Lode (or vein) and 300 (Max. of 300) feet on each side of the center line of said lode. The location notice is posted on the discovery post (or monument) which is a Squared Tree (Describe discovery post or monument) and which is located at the point of discovery. From the discovery post, the claim extends 1500 feet along the lode in a Southwesterly (Bearing) direction and ~~feet along the lode in a~~ (Opposite bearing) ~~direction.~~ The name(s) of the locator(s) is (are) William C. Knaack & Cecil H. Kramer (Print name(s) of person(s) actually doing the staking) and the mineral(s) discovered is (are) Gold and Associate Minerals (Name(s) of mineral(s))

The general course of said lode or vein is Northeasterly (Bearing) and Southwesterly (Opposite bearing), and the boundaries of the claim are as follows: commencing at the discovery post, ~~thence feet (Bearing) along the vein to the (Bearing or number) center~~ end post which is a Squared Tree (Describe post or monument) and is marked (Describe markings), thence 300 feet northerly (Bearing) to the # 1 (Bearing or number) corner post which is a squared post (Describe post or monument) and is marked Corner # 1 (Describe markings), thence 1500 feet Southerly (Bearing) to the # 2 (Bearing or number) corner post which is a squared post (Describe post or monument) and is marked # 2 (Describe markings), thence 600 feet southwesterly (Bearing) to the # 3 (Bearing or number) center end post which is a Squared Post (Describe post or monument) and is marked # 3 (Describe markings), thence 1500 feet northerly (Bearing) to the # 4 (Bearing or number) corner post which is a Squared Post (Describe post or monument) and is marked # 4 (Describe markings), thence 600 feet northeasterly (Bearing) to the # 1 (Bearing or number) corner post which is a squared post (Describe post or monument) and is marked # 1 (Describe markings), thence ~~feet (Bearing) to the (Bearing or number) center end post which has~~ already been described. All posts and monuments are properly marked, and all boundaries are blazed and brushed out, or marked with stakes or monuments where no brush or trees exist, as prescribed by law.

The discovery monument is located ..... feet in a ..... direction from ..... (Describe nearby landmark). The claim is situated in the Seward Mining District and the Seward Recording Precinct, Alaska, and it lies Point of discovery of this claim is the east side line of Little Beauty (Carefully describe location of claim with reference to a well known or easily found landmark or land survey as prescribed by law) Claim # 3 which is located one and one half miles up Ferrum Creek from head of Beauty Bay

*Witnesses ..... (Signature) Located by s/ Wm. C. Knaack (Signature of person actually doing the staking)

s/ Cecil H. Kramer (Ditto)

e within instrument was filed for record at :35 A.M. Oct. 13, 1958 at request of Cecil Kramer and Recorded in Book 30 of cords at page 17. Located for ..... (Print name of owner of claim)

S/ Genevieve Schaefermeyer
U.S. Commissioner and
Ex-Officio Recorder

*Not necessary, but advisable

(Ditto)

This blank is guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London - PAT. PEND.
Washington Legal Blank Co., Seattle
Form No. 1017
Printing Date 8-3-62

SEWARD
Serial No. 67-291

BOOK 44R PAGE 233
Seward Recording District

RECORDED - ~~FILED~~
Seward REC. DIST.
DATE 9.11, 1967
TIME 4:00
Recorded by Donald Glass
Address Box 155
Seward, Alaska

Affidavit of Annual Labor

UNITED STATES OF AMERICA,
STATE OF ALASKA, } ss.

Donald Glass (Print name of person who did the work) being first duly sworn on his oath deposes and says:

1. I am well acquainted with 5 Lode (Placer or lode) claim(s) known as Little Beauty Bay No (Name of claim) on Fertum (Name of stream, mountain, etc.), a tributary to Nuka River in the Seward Mining District and Seward Recording Precinct, Alaska, and I know that Donald Glass & Max Heffner (Print name of claim owner) is the owner of said claim(s). The claim(s) lies About one mile from Beauty Bay up Fertum Creek ½ mile (Describe location of claim with reference to a well known or easily found landmark or land survey)

2. That I performed 190 days of work and labor for (Upon or for) said claim doing Setting additional machinery needed for recovery (Describe actual work accomplished, amounts done, and time spent on each item.); such work and labor is reasonably worth the sum of $ 5000.00; and the work was done at Mill site and on claims (Actual location of work on or with reference to claim)

3. Said work and labor was performed by me between the 20 day of June, 1967, and 10 day of Aug, 1967, or upon the following days

4. Said work and labor was performed by me ~~at the instance and request of said~~ and one employee, owner of said claim, who did actually pay me the sum of $ for said work and labor.

5. Said work and labor was done for and as assessment work for the benefit of said claim for the assessment year ending at noon on the first day of , 19

Donald C Glass
(Signature of person who did the work)

Subscribed and sworn to before me this day of , 19

Notary Public in and for Alaska.

(Notarial Seal)

My commission expires

Note: The affidavit may be sworn to before the local postmaster.

INDEXED

SEWARD
Serial No. 66-445

BOOK 43R PAGE 5
Seward Recording District

RECORDED - FILED
Seward REC. DIST.
DATE 9-1, 1966
TIME 12:00 P.M.
Requested by Donald Glass
Address Box 195
Seward

Affidavit of Annual Labor

UNITED STATES OF AMERICA,
STATE OF ALASKA, } ss.

Donald Glass (Print name of person who did the work) being first duly sworn on his oath deposes and says:

1. I am well acquainted with 5 Lode (Placer or lode) claim(s) known as Little Beauty Bay Mine (Name of claim) on Ferrum (Name of stream, mountain, etc.), a tributary to Nuka River in the Seward Mining District and Seward Recording Precinct, Alaska, and I know that Donald Glass & Max Heifner (Print name of claim owner) is the owner of said claim(s). The claim(s) lies About one mile from Beauty Bay, ½ mile up Ferrum Creek (Describe location of claim with reference to a well known or easily found landmark or land survey)

2. That I performed 60 days of work and labor for (Upon or for) said claim doing Repairing and installing machinery (Describe actual work accomplished, amounts done, and time spent on each item.); such work and labor is reasonably worth the sum of $4000.00; and the work was done at Mill Site (Actual location of work on or with reference to claim)

3. Said work and labor was performed by me between the 6th day of July, 1966, and 30th day of August, 1966, or upon the following days

4. Said work and labor was performed by me ~~at the instance and request of said~~ and two employees, owner of said claim, who did actually pay me the sum of $ for said work and labor.

5. Said work and labor was done for and as assessment work for the benefit of said claim for the assessment year ending at noon on the first day of September, 1966

Donald C. Glass
(Signature of person who did the work)

Subscribed and sworn to before me this 1st day of September, 1966

Genevieve Schiefermayr
Notary Public in and for Alaska

(Seal)

My commission expires Magistrate

The affidavit may be sworn to before the local postmaster.

guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London - PAT. PEND.
Form No. 1016 Printing Date 8-10-60

$1.75

SEWARD
Serial No. 65-486

BOOK 40 R PAGE 223
Seward Recording District

Affidavit of Annual Labor

UNITED STATES OF AMERICA,
STATE OF ALASKA, } ss.

Donald Glass (Print name of person who did the work) being first duly sworn on his oath deposes and says:

1. I am well acquainted with 5 Lode (Placer or lode) claim(s) known as Little Beauty Bay Mine (Name of claim) on Ferrum (Name of stream, mountain, etc.), a tributary to Nuka River in the Seward Mining District and Seward Recording Precinct, Alaska, and I know that Donald Glass & Max Heifner (Print name of claim owner) is the owner of said claim(s). The claim(s) lies About one mile from Beauty Bay up Ferrum Creek ½ Mile (Describe location of claim with reference to a well known or easily found landmark or land survey)

2. That I performed 90 days of work and labor for (Upon or for) said claim doing Building Ore Mill adding to the cabin and actual mining (Describe actual work accomplished, amounts done, and time spent on each item.); such work and labor is reasonably worth the sum of $12,000.00; and the work was done at Mill Site and upon claims. (Actual location of work on or with reference to claim)

3. Said work and labor was performed by me between the 30 day of July, 19 65, and 30 day of August, 19 65, or upon the following days and seven employees

4. Said work and labor was performed by me ~~at the instance and request of~~ said ~~owner~~, owner of said claim, who did actually pay me the sum of $..... for said work and labor.

5. Said work and labor was done for and as assessment work for the benefit of said claim for the assessment year ending at noon on the first day of Sept. 1, 19 65.

Donald C Glass
(Signature of person who did the work)

Subscribed and sworn to before me this 9 day of Sept., 19 65

Notary Public in and for Alaska.

(Notarial Seal)

My commission expires: [illegible]

Note: The affidavit may be sworn to before the local postmaster.

RECORDED - FILED
Seward Rec. Dist.
DATE 9-1-1965
TIME 12:00 M
Requested by Donald Glass
Address Box 155 Seward

INDEXED

Printing Date 8-10-60

BOOK 38R PAGE 2
Seward Recording District

SEWARD
Serial No. 64-398

RECORDED - ~~FILED~~
Seward REC. DIST.
DATE 8/31, 1964
TIME 11:20 A.M.
Requested by Alvin W. MacKay
Address Box 193
Homer, Alaska

Affidavit of Annual Labor

UNITED STATES OF AMERICA,
STATE OF ALASKA, } SS.

Alvin W. MacKay being first duly sworn ~~on his oath~~
(Print name of person who did the work)
deposes and says:

1. I am well acquainted with Lode (Placer or lode) claim(s) known as Little Beauty # 1 thru 5 & Millsite (Name of claim) on Ferrum Creek (Name of stream, mountain, etc.), a tributary to Beauty Bay-Nuka River in the Mining District and Seward Recording Precinct, Alaska, and I know that Beauty Bay Mining Co. (Print name of claim owner) is the owner of said claim(s). The claim(s) lies about 1 mile from the mouth of Nuka River on Beauty Bay and located on (Describe location of claim with reference to a well known or easily found landmark or land survey) Beauty Bay and Ferrum Creek

2. That I performed 90 days of work and labor (Upon or for) said claim doing trail making, road building and drilling and blasting. Operating one 6 cell (Describe actual work accomplished, amounts done, and time spent on each item.) floatation mill and built landing strip for airplain ; such work and labor is reasonably worth the sum of $3,000.00; and the work was done at Mining Claims on Ferrum Creek (Actual location of work on or with reference to claim)

3. Said work and labor was performed by me between the June 1 to Aug - day of August 30, 1964, and June, July Aug day of June to Aug., 1964, or upon the following days 90 days

4. Said work and labor was performed by me at the instance and request of said Beauty Bay Mining Co., owner of said claim, who did actually pay me the sum of $3000.00 for said work and labor.

5. Said work and labor was done for and as assessment work for the benefit of said [redacted]aim for the assessment year ending at noon on the first day of June?, 1964.

s/ Alvin H. MacKay
(Signature of person who did the work)

Subscribed and sworn to before me this 31st day of Aug., 1964

S/ Genevieve Schaefermeyer
Notary Public in and for Alaska.

[redacted]otarial Seal)

My commission expires

[redacted]te: The affidavit may be sworn to before the local postmaster.

[redacted]blank is guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London - PAT. PEND.
[redacted]ington Legal Blank Co., Seattle Form No. 1016 Printing Date 3-17-1965

SEWARD
Serial No. 63-418

BOOK 36R PAGE 171
Seward Recording District

Affidavit of Annual Labor

UNITED STATES OF AMERICA,
STATE OF ALASKA, } ss.

Carl M. Ling & Jason H. Duncan
Print name of person who did the work
being first duly sworn on his oath deposes and says:

1. I am well acquainted with Lode (Placer or lode) 6 claim(s) known as Little Beauty Nos. 1,2,3,4, and 5 and Mill site (Name of claim) on Ferrum Creek (Name of stream, mountain, etc.), a tributary to Nuka River in the Seward Mining District and Third Division Recording Precinct, Alaska, and I know that Beauty Bay Mining Corporation (Print name of claim owner) is the owner of said claim(s). The claim(s) lies Beauty Bay- Head of Nuka Bay
(Describe location of claim with reference to a well known or easily found landmark or land survey)

2. That ~~I~~ we performed 90 days of work and labor upon (Upon or for) said claim doing moving machinery on claim-building road - cabin-open pit mining and actual grinding of ore (plus purchase of machinery)
(Describe actual work accomplished, amounts done, and time spent on each item.)
; such work and labor is reasonably worth the sum of $10,000.00; and the work was done at Beauty Bay
(Actual location of work on or with reference to claim)

3. Said work and labor was performed by ~~me~~ us between the 6th day of June, 19 63, and 20th day of August, 19 63, or upon the following days

4. Said work and labor was performed by ~~me~~ us at the instance and request of said Beauty Bay Mining Corp., owner of said claim, who did actually pay me the sum of $ for said work and labor.

5. Said work and labor was done for and as assessment work for the benefit of said [illegible]n for the assessment year ending at noon on the first day of Sept., 19 63.

RECORDED ~~FILED~~
Seward REC. DIST.
DATE Aug 30 1963
TIME 5:00 P. M.
Requested by Carl M. Ling - Jason H. Duncan
Address Box 915
Seward

s/ Jason H. Duncan & Carl M. Ling
Signature of person who did the work

Subscribed and sworn to before me this 30th day of August, 19 63

s/ Genevieve Schaefermeyer
Notary Public in and for Alaska.

[illegible]ial Seal)

My commission expires Deputy Magistrate
State of Alaska

The affidavit may be sworn to before the local postmaster.

[illegible] is guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London - PAT. PEND.
[illegible]n Legal Blank Co., Seattle Form No. 1016 Printing Date 3-17-1965

SEWARD
Serial No. 62-472

BOOK 35R PAGE 46
Seward Recording District

NOTICE OF ASSESSMENT WORK PERFORMED

I hereby declare that the sum of six hundred (600) and more dollars in work and improvement was performed on the Groupe of Mining claims known as Little Beauty Claims no. I, no.2 no.3, no.4, no.5, along with 5 acre mill Site.

Said Claims are located on left side of Ferrum Creek approx. one and one half mile from head of Beauty Bay an Arm of Nuka Bay.

Said work was performed between September First, 1961 and September First, 1962.

Wm. C Knaack

SUBSCRIBED AND SWORN TO before me this 10th day of October, 1962.

Dorothy Russell
NOTARY PUBLIC in and for Alaska.
My commission expires: Feb. 20, 1964

INDEXED

RECORDED - [redacted]
Seward REC. DIST.
DATE Oct 10 1962
TIME 4:00 P.M.
Requested by Wm. Knaack
Address Box 572
Seward

SEWARD
Serial No. 61-492

BOOK 35 X PAGE 373
Seward Recording District

Notice of Assessment work performed on Lode mining claims, Seward Recording Precinct, Seward Alaska

Assessment work comprised an Excess of $600. in labor and material performed on claims known as "The Little Beauty" No. one - Two - three - four and five along with mill site at head of Beauty Bay.

Said claims are located about one mile up valley from head of Beauty Bay on Ferrum Creek. Labor comprised work on Ore veins and repair of cabins.

Said work was performed during year ending August 31st. 1961 for W. C. Knaack and Cecil H. Kramer, Co-Owners.

Signed:

Wm. C. Knaack

FILED
Seward Alaska

Book 32R Page 32

Affidavit of Annual Labor

United States of America
Territory of Alaska } ss.

William C. Knaack & Cecil H. Kramer being first duly sworn on his oath
Print name of person who did the work

deposes and says:

1. We are well acquainted with Lode claim(s) known as Little Beauty 1-2-3-4-5 & Mill Site
Placer or lode

on East of Ferrum Creek, a tributary to Beauty Bay in the Ruka Alaska
Name of stream, mountain, etc.

Mining District and Seward Recording Precinct, Alaska, and I know that William C. Knaack & Cecil H. Kramer are the owners of said claim(s). The claim(s) lies
Print name of claim owner

Little Beauty Mill Site, West side of Beauty Bay. Little Beauty Claims 1-2-3-4-5
Describe location of claim with reference to a well known or easily found landmark or land survey

about 1 ½ miles up Ferrum Creek. Claims are posted.

2. That we performed 26 days of work and labor Upon or for said claim doing
Opening Lodes in several places, prospecting and improving property including
Describe actual work accomplished, amounts done, and time spent on each item.
rebuilding cabin at mine.

; such work and labor is reasonably worth the sum of $ over $600.00; and the work was done at Mill site & Claims
Actual location of work on or with reference to claim

3. Said work and labor was performed by us between the First day of Sept, 19 59, and First day of Sept 60, 19....., or upon the following days.....

4. Said work and labor was performed by us at ~~the expense and request of the~~ Owners, ~~owner of said claim who did actually pay the the sum of $ for said work and labor~~

5. Said work and labor was done for and as assessment work for the benefit of said claim for the assessment year ending at noon on the first day of Sept, 19.60

Wm C Knaack
Cecil H Kramer
Signature of person who did the work

Subscribed and sworn to before me this 22nd day of August, 19 60

Genevieve Schoeberlein
Notary Public in and for Alaska.
(Seal) Deputy Magistrate
My commission expires Date 1-22-1960

The affidavit may be sworn to before the local postmaster.

RECORDED
Time 11 A. M.
In 32 Records
Seward Precinct, Seward, Alaska
Genevieve Schoeberlein
Deputy Magistrate

564 Seward, Alaska

Book 31A Page 99

AFFIDAVIT OF ANNUAL LABOR

UNITED STATES OF AMERICA)
STATE OF ALASKA) ss

William C. Knaack and Cecil H. Kramer being first duly sworn, deposes and says: That they have personal knowledge of the mining claims hereinafter mentioned, and of the facts hereinafter set forth; that the sum of Five Hundred and no/100 dollars worth of labor and improvements have been made upon the following described mining claims situated in the Seward Mining and Recording District, Alaska, during the year 1958-1959, to wit:

LITTLE BEAUTY group of contiguous mining claims known as LITTLE BEAUTY # 1, LITTLE BEAUTY # 2, LITTLE BEAUTY # 3, LITTLE BEAUTY # 4, LITTLE BEAUTY # 5 along with five (5) acre mill site located at Beauty Bay, arm of Naca Bay, Alaska

that is to say , the sum of One Hundred Dollars or more worth of labor and improvements have been performed and made upon each of said mining claims; or the sum of Five Hundred and ($500.00) Dollars or more has been made upon said mining claims, which actually tends to the benefit and developement of said group of mining claims which are contiguous and in one group; that the character of the work, labor and improvements was developement of claims by open cut, crushing and milling ore and consisted of 120 man days labor, that the said work was done between July 1, 1958 and Aug. 31, 1959 that said work was done at the instance of William C. Knaack and Cecil H. Kramer Owners of said mining claims.

Cecil H. Kramer

The within instrument was filed for record at 2 o'clock P.M. Aug. 29 57 at request of Cecil Kramer and recorded in Book 31 of Records Page 99

Geenmore Schoenfeldt
U. S. COMMISSIONER AND EX-OFFICIO RECORDER

April 16, 1968

Mr. Max Heifner
Jamestown, Ohio 45335

Dear Max:

We received the papers you sent from the Office of Mineral Exploration and as much as we would like to help you in any way possible we are reluctant to sign the enclosed papers.

We contacted several attorney's and were advised that we would be more or less giving up all our rights and accepting a second mortgage.

It was also suggested to us that you might be intrested in clearing the property at this time. After talking it over we felt that if you are intrested in handling it in this manner we would be willing to take a discount of $500.00 each or a total of $1000.00 (one thousand dollars) provided the payment is made by June 1, 1968, and in this way help you get the loan your are intrested in.

We are sorry we can't do any more but this seems to be the best solution we can come up with for all concerned.

Best wishes to you and Don.

Yours truly,

W. C. Kwack
Leif H Kramer

Note:

Present owners (Knaack and Kramer) would not sign "Lien and Subordination Agreement" MME Form 52.

If OME assistance can not be granted under existing conditions, perhaps assistance could be made by Glass and Heifner before Januaryl, 1969, at which time Glass and Heifner become sole owners.

a. The Glass and Heifner partnership is currently purchasing the Beauty Bay claims. A copy of the contract of purchase is included as an exhibit at the end of this section. There are currently no liens or encumbrances against the Beauty Bay claims and to the best of our knowledge a lien has never been recorded.

b. (1) Claim legal description:

150° 41' west longitude, 54° 33' north latitude, (Seldovia C-2 Alaska Quadrangle, U.S.G.S.)

(2) Location notices all recorded at Seward, Alaska, are as follows:

Little Beauty No.1	Book 29R Page 259	- Aug. 25, 1958
Little Beauty No.2	Book 29R Page 260	- Aug. 25, 1958
Little Beauty No.3	Book 29R Page 261	- Aug. 25, 1958
Little Beauty No.4	Book 30R Page 16	- Oct. 13, 1958
Little Beauty No.5	Book 30 Page 17	- Oct. 13, 1958
Little Beauty Mill Site	Book 30 Page 53	- Nov. 28, 1958

(3) Little Beauty No.1, No.2, No.3, No.4, and No.5 and Little Beauty Mill Site, also Little Beauty Bay Mine.

PHYSICAL DESCRIPTION

a. To date the exploration expended on the Beauty Bay claims is limited to an adit of several hundred feet and some surface trenching. The trenching was inconclusive because it was largely located away from the area of present interest. The adit was existing on the property at the time of purchase. It follows and cross cuts smaller veins that trend roughly parallel to the main vein system which the proposed exploration program will explore.

   A minor amount (less than 100 tons) of vein material was mined at a location near the adit portal and milled in an effort to solve metallurgical problems in the recently established mill plant. This plant could handle approximately 35 tons per day with sufficient water available to mill at least 9 months per year.

   the beneficiation plant consists of jaw crusher, ball mill, table, jig, and diesel powered generator. Flotation cells are on site but not in the curcuit.

   Mining equipment includes jackleg, air compressor, pipe, tractor, ore car and rail, and various hand tools.

b. All beneficiation and mining equipment is wholely owned by the Glass and Heifner partnership.

c. Past production from the Beauty Bay claims is limited to approximately 100 tons of vein material used to "break in" the mill plant. Concentrates from this mill run were sacked and have not been further processed. Assays indicate quite low values. No additional production is contimplated. Prior to sustained production additional capital improvements would be necessary to the mill plant. This expenditure will not be made until results of exploration are assessed.

d. Currently there are no ore reserves on the Beauty Bay claims.

e. The country rock surrounding the Beauty Bay claims is massive graywacke and slate. Quartz veins are tension and shear fillings being strong and continuous in the competent graywacke and thining and discontinuous in the slate. Little is known of the gold distribution within these veins. Nearby intrusive activity is assumed to be the origin of these veins.

   Geomorphologically the area has been glacially erroded with soils and vegetation being quite new but masking the entire claim surface.

f. Gold bearing quartz float of high value is plentiful near the many vein outcrops in the area of interest. Trenching has not yielded the source of this high-grade but has exposed small moderate grade veins. If the source of the higher grade vein material can be located in sufficient quantity, the deposit could be readily mined profitably.

   Sampling to date has been sporadic and not of too much value. Some sample results are included following this section.

g. The only mapping completed to date was performed by Mr. Don Richter of the U.S.G.S. Copies of these maps are included at the end of this section.

ACCESSABILITY OF PROPERTY

a. It is requested in the interest of expediting this application that Mr. Richter, geologist with the USGS, be asked to examine the property if such an examination is necessary. Mr. Richter has recently visited the claims and is familiar with the Beauty Bay area.

   Travel accomodation to and from the area can be arranged through our consulting engineer, Dan Renshaw, 519 Eighth Ave., Anchorage.

b. Supplies and access to the area is provided by air from either Homer, approximately 30 miles one way, or Seward, approximately 70 miles one way. Boat transport also is available from either Homer, Seldovia, or Seward, these towns also being the closest supply points of any size.

EXPLORATION WORK

a. It is proposed that exploration be conducted on the Beauty Bay claims in two phases as follows:

Phase I: Since it is anticipated that any OME money made available as a result of this application would not be available until fall, phase I work includes drifting from the existing adit. Underground exploration can be carried out during the early winter months with out being effected by inclement weather. Two drifts are planned from the existing adit to the northeast a sufficient distance to intersect the higher grade vein which at the surface appears to leave the vein the adit follows. The shorter drift would be driven first, which would indicate the distance necessary to drive the second drift. These two drifts would then be joined along the vein and the drift on the vein extended southeasterly to enable sampling the vein.

Phase II: Depending upon favorable results from phase I, diamond drilling would be initiated early in 1969 to examine the vein further to the southeast. Hopefully the combination of underground and surface exploration will disclose the nature and extent of any ore body within the target vein system. If results of underground exploration are poor, phase II will not be executed.

Full sized 5' by 6½' drift would be driven in order to accomodate rail and ore car. Diamond drill core would be either EX or AX depending upon availability. The vein and country rock are competent so small diameter core recovery should be good. In all cases the exploration work will be conducted on the Beauty Bay claims.

b. No additional access roads would be necessary into the property.

c. Work on phase I would commence this fall, or upon completion of OME contract signing and proceed until completed or until winter weather conditions cause suspension. If a suspension is necessary, work would resume at the earliest possible time in the spring with phase II following after evaluation of phase I and after weather conditions further improved to allow surface exploration. It is anticipated that drifting will proceed at 25' per week and diamond drilling at 60' per week minimum.

EXPERIENCE

a. Donald Glass has a general working knowledge of the equipment to used and the methods of use necessary to obtain the desired ends in this exploration program. He will be assisted and technically advised by Dan Renshaw, consulting mining engineer. Laborers will be selected for knowledge of tunneling and associated functions.

ESTIMATE OF COST

a. None of the exploration work is intended to be contracted.

b. Only a selected knowledgable person will be in charge of exploration. This person will primarily be Don Glass. Engineering will be provided by Dan Renshaw, P.E. Local labor will be utilized to as great a degree as possible in as far as experienced persons can be found.

c. and d. Operating materials and supplies:

Phase I:	Estimate 300' of underground drifting at $55 per foot =	$16,500*
	Consultant 8 days @ $150 =	1,200
	Consultant travel, room, etc	500
	Sample assays	500
	Contingency 5%	930
	Account. and admin. 7%	1,370
	Sub total	$21,000
	Cost per foot = $70	
	Clean adit and relay rail and pipe to headings, 14 man days @ $40/day	$ 570
	Rail, pipe, and ties	600
	Employer contr. and insure.	210
	Labor room and board	280
	Contingency 5%	83
	Account. & admin. 7%	116
	Sub total	$ 1,859
	phase I =	$22,859

* Costs for 4' round per day:
Dynamite $25, fuse caps and delays $5, fuel $5, bits $5, rail and ties $5, grease and oil $2, labor (2 men) $80, labor insure and contr $30, labor room and board $40, drill rental $8, compressor rental $10, timber $5, = $220, or $55 per foot.

Phase II: Diamond drilling:

Drill rent for 3 months	$ 2,000
Freight	200
Diamond bits	3,000
Expendable stem, subs, etc	1,000
Fuel and oil	500
Labor	3,000
Room, board, traval	1,800
Employer contr. & insur.	600
Assays	300
Consultant 6 days	900
Room, board, travel	350
Contingency 5%	684
Account & admin 7%	1,000
Total phase II	$15,334

Anticipate 800' of core
minimum = $19.2/foot

e. Rehabilitation of buildings

Phase I;	Portal housing, snowshed and compressor housing	$ 1,200
	Bunkhouse-cookhouse repairs	$ 2,800

f. New buildings, none required

g. Misc., included in above.

h. Summary:

Phase I total:	$26,859
Phase II total:	$15,334

MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

FOR GOVERNMENT USE ONLY
Operator
Docket No. OME –
Contract No. 14-23-090 –
Contract Date

LIEN AND SUBORDINATION AGREEMENTS[1]

To the United States of America:

That certain land in the County of Seward Mining Precinct, State of Alaska, described as follows:[2] Gold quartz claims known as Little Beauty numbers one, two, three, four, and five, together with 5 acre mill site situated on Beauty Bay in Seward Mining Precinct and in the State of Alaska.

hereinafter called the "land", is the subject of a proposed exploration contract, hereinafter called the "Contract", between the United States of America, hereinafter called the "Government" and Glass and Heifner[3], hereinafter called the "Operator". In consideration for and as an inducement to the Government executing the Contract, the undersigned:

1. (a) Being the owner of an interest in the land, hereby grants to the Government a lien upon all of his right, title, and interest in the land and upon any production of minerals therefrom to secure the payment to the Government of the royalty on production provided for by the Contract, and agrees if the Operator's interest should be surrendered or terminated at any time prior to the expiration of the rights of the United States under said Contract to pay royalty to the Government according to the terms of said Contract; or

(b) Being the holder of a claim, lien, or encumbrance against the land, hereby subordinates his claim, lien, or encumbrance 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]

2. 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.

3. 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 blank.)

none

1/ 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 must be inserted above. If the space provided is insufficient, use an Annex and refer to the Annex in the space.

3/ Insert name exactly as it appears in the Application MME Form 40.

4/ Subparagraph 1(a) does not apply to the holder of a claim, lien, or encumbrance.

4. 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 true copies of such notice; and

5. 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.

6. Added provisions None (State "None" or "See Annex No.____".)

Dated this_____day of_____, 19____.

_____ (Street)
(City &)
X _____ (Seal) _____ (State)

_____ (Street)
(City &)
_____ (Seal) _____ (State)

_____ (Street)
(City &)
_____ (Seal) _____ (State)

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(City &)
_____ (Seal) _____ (State)

_____ (Street)
(City &)
_____ (Seal) _____ (State)

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ (Title—Pres., Vice-Pres., 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)

INT.-DUP. SEC., WASH., D.C. 21103

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
12/3/68	Kitchen	120
"	Johnson	120
		110
		220

December 3, 1968

Memorandum

To: The File

From: Edward C. Peterson

Subject: OME-6743 (Gold, Silver, Platinum)
D. C. Glass and M. L. Heifner
Beauty Bay Mine
Seward Mining Precinct, Alaska

The Applicant has not replied to our letter of October 30, 1968. Accordingly, the subject docket is referred to the inactive file and the application considered as having been withdrawn.

Edward C. Peterson

Edward C. Peterson

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 12/3/68

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
10/30/68	Peterson	120
10/30/68	Kirkham	120
		110
10/30	Cal	220
		120M

AIRMAIL

Mr. Donald Glass and
Mr. Max Heifner
Jamestown, Ohio 45335

Re: OME-6743 (Gold, Silver, Platinum)
D. C. Glass and M. L. Heifner
Beauty Bay Mine
Seward Mining Precinct, Alaska

Gentlemen:

We have not had a reply to our letter of September 30, 1968. If you require additional time to prepare the information previously requested, please let us know. If we do not receive a reply from you within thirty days from the date of this letter, we will assume that you are no longer interested in proceeding with your application and shall consider it as having been withdrawn.

Sincerely yours,

FRANK E. JOHNSON (glc)

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 10/30/68

OME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
9/30/68	Peterson	120
9/30/68	Kirkemo	120
		110
		220
		120M

SEP 30 1968

AIRMAIL

Mr. Donald Glass and
Mr. Max Reifner
Jamestown, Ohio 45335

Re: OME-6743 (Gold, Silver, Platinum)
D. C. Glass and M. L. Reifner
Beauty Bay Mine
Seward Mining Precinct, Alaska

Gentlemen:

On July 19, 1968, we wrote you outlining certain information which is necessary to continue the processing of your application. To date, we have not had a reply to our letter. Will you please inform us of your plans regarding the application. If you have decided not to pursue it further, please advise.

Sincerely yours,

Harold Kirkemo (gla)
for: Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region II
Mr. Peterson

BSLong/bsl 9/30/68

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
7/19/68	Peters	120
7/9/68	Kirkham	120
		110
7/19	Cole	220
		120M

JUL 19 1968

AIRMAIL

Mr. Donald Glass and
Mr. Max Heifner
Jamestown, Ohio 45335

Re: OME-6743 (Gold, Silver, Platinum)
D. C. Glass and M. L. Heifner
Beauty Bay Mine
Seward Mining Precinct, Alaska

Gentlemen:

Our review of your application for financial assistance indicates that additional information is needed to continue its processing.

As the information furnished is insufficient for us to determine whether eligible minerals may occur in the areas you wish to explore, we suggest that representative samples be taken of the target vein outcroppings and assayed. Information as to the location of samples taken, how sampled, sample widths, and copies of the assay certificates should be forwarded for our evaluation. The sample results mentioned in your narration were not received.

If you can provide the necessary sample and assay data that indicate exploration is warranted, we suggest you consider performing the drilling as the first stage. This would provide the necessary information at less cost and time, and if results were favorable additional work could be considered.

Although you intend to perform the proposed drilling with rented equipment and hired personnel, it is necessary for you to submit bids from at least two independent contractors if possible to support the estimated costs.

A map or sketch that correctly shows the location of the proposed work and its relation to the target veins, to the old workings, and to the boundaries of the claims involved is required.

We must have your assurance that the partnership can furnish its share of the costs in the event of an exploration contract. We find that allowances for the use of an Operator's equipment on an OME project and for services that he might contribute are usually not sufficient to cover his share of the exploration costs. The allowance for use of equipment owned by the Operator is calculated in an OME contract by allowing depreciation to the extent of 1/60th of its fair market value or its book value, whichever is less, for each month the equipment is used on the contract. In addition, the Government's share of the costs is paid monthly after a voucher has been submitted covering costs incurred during the month. It usually takes two or three weeks to process a voucher for payment, therefore, the Applicant must have sufficient funds to pay for the full cost of the work for the first two or three months until the Government's share of the costs is received.

We note that the Kramers and W. C. Knaack, who still retain an interest in the property, have refused to execute the Lien and Subordination Agreements. In this case we must advise you that in the event of an exploration contract the Government will require you to submit a Performance Bond or an Affidavit of Individual Surety equal to its share of the estimated cost of the work. Please advise if the partnership is willing to submit such a bond at that time. A Standard Performance Bond Form 25, and a Standard Affidavit of Individual Surety Form 28 are enclosed for your study.

This request for additional information should not be construed as a commitment by the Government to grant an exploration contract. We shall continue to hold the application until the data are received.

Sincerely yours,

FRANK E. JOHNSON (glc)

Frank E. Johnson
Chief, Office of
Minerals Exploration

Enclosures

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 7/19/68

July 17, 1968

Mr. Donald Glass and
Mr. Max Heifner
Jamestown, Ohio 45335

Subject: OME-6743

Gentlemen:

Your application for exploration assistance, submitted to our office at Menlo Park, California, and dated May 15, 1968, has been assigned Docket Number OME-6743.

Please identify all future correspondence relating to your application by this docket number.

Sincerely yours,

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to Region II

(SELDOVIA B-2)

SCALE 1:63360

1 ½ 0 1 2 3 4 MILES

3000 0 3000 6000 9000 12000 15000 18000 21000 FEET

1 .5 0 1 2 3 4 5 KILOMETERS

CONTOUR INTERVAL 100 FEET
DATUM IS MEAN SEA LEVEL
DEPTH CURVES IN FEET DATUM IS MEAN LOWER LOW WATER
SHORELINE SHOWN REPRESENTS THE APPROXIMATE LINE OF MEAN HIGH WATER
THE AVERAGE RANGE OF TIDE IS APPROXIMATELY 9 FEET

d published by the Geological Survey
d USCE
from USC&GS charts 8530
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photographs by multiplex methods 1953
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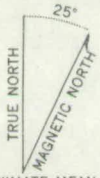
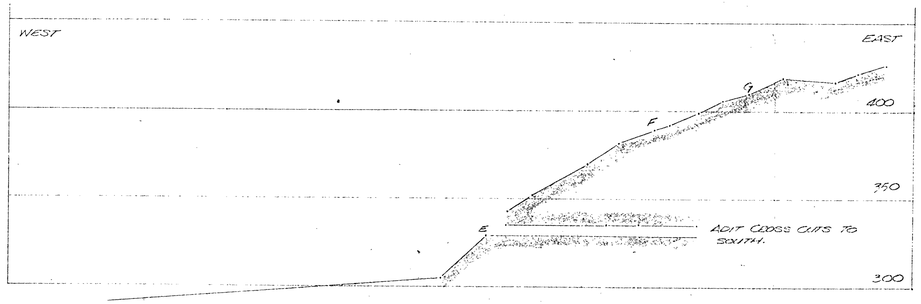


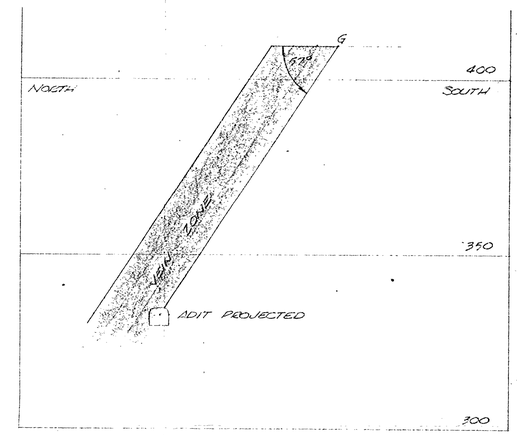
APPROXIMATE MEAN DECLINATION, 1953

SELDOVIA (C-2) QUADRANGLE
ALASKA-THIRD JUDICIAL DIVISION
1:63 360 SERIES (TOPOGRAPHIC)

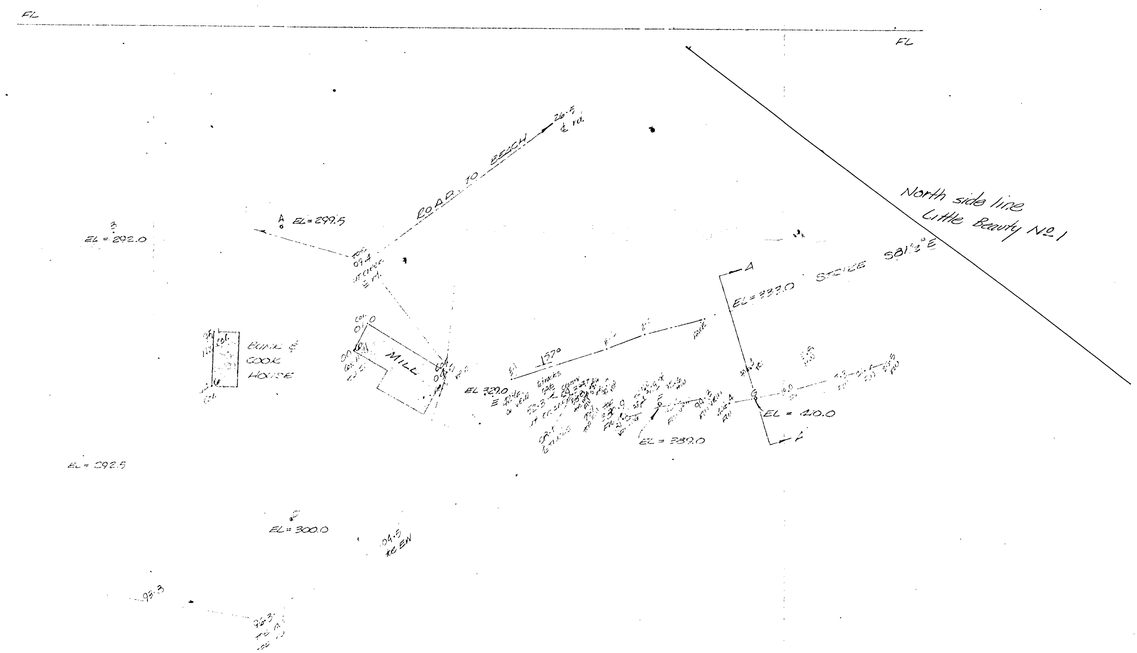
FOR SALE BY U.S. GEOLOGICAL SURVEY
FAIRBANKS, ALASKA FEDERAL CENTER, DENVER, COLORADO WASHINGTON 25, D.C.
A FOLDER DESCRIBING TOPOGRAPHIC MAPS AND SYMBOLS IS AVAILABLE ON REQUEST



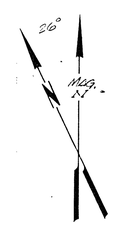
LONGITUDINAL SECTION ON VEIN
1" = 40'



SECTION A-A'
1" = 20'



PLAN VIEW
1" = 40'



South side line Little Beauty No. 1

STATE OF ALASKA
LICENSED
No. 1446 S
REGISTERED
MINE & CIVIL ENGINEER

GLASS AND HEIFNER MINING CO.

BEAUTY BAY MINE

NUKA BAY DISTRICT, ALASKA

DATE OF SURVEY 6/29/68	RENSHAW ENGINEERING
DATE PLOTTED 7/1/68	MINING AND CIVIL
PLOTTED BY DEB	319 EIGHTH AVE.
HOR. SCALE AS SHOWN	ANCHORAGE
BOOK 7 SHEET 1 OF 1	