DMA

REGIONAL DIRECTOR'S
OFFICE
REGION IV
JUN 25 1951
BUREAU OF MINES
DENVER, COLORADO

June 20, 1951

Re: DMA-58

Mr. J. N. Thouvenell
Quartz Hill Metals Development Co.
504 Maple Street
Golden, Colorado

Dear Mr. Thouvenell:

In reply to your letter of May 23, 1951:

The type of Government assistance you refer to is probably a production loan. These loans are granted by the Reconstruction Finance Corporation upon recommendation by the Defense Minerals Administration. In order to qualify for assistance of this type, it is necessary that applicant submit conclusive evidence that the property involved contains a tonnage of measured ore sufficient to repay the loan.

If the project is exploration, assistance is available to worthwhile properties through the Defense Minerals Administration's exploration program. Loans approved under this program are on a participating basis, the Government and the applicant each contributing a certain percentage of the total cost of the project. The amount to be contributed is dependent upon the metal sought. A more complete explanation of the program is contained in the enclosed announcement.

We are enclosing application forms for both types of assistance. We would be glad to consider an application from you for one or more of your properties in Gilpin County.

If I can be of further assistance to you, please feel free to call upon me.

Very truly yours,

Ronald

ALBrokaw:emp
G 6/20/51

Copies to: J. H. East, Jr. Region IV (2)
Chief, Lead-Zinc Br.
E. T. McKnight 4204
R. H. Mote
L. F. Strobel
Directors r. file 4214 GSA
Br. r. file 4214 GSA
Files

Otto Herres
Otto Herres, Chief
GSA Lead-Zinc Branch

GME

Enclosures

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.

DMA

DEFENSE MINERALS
OFFICE
RECEIVED
JAN 15 1951
BUREAU OF MINES
DENVER, COLORADO

January 4, 1951

Mr. J. H. Thouvenell
General Manager
Federal Mining & Milling Company
Russell Gulch, Gilpin County, Colorado

Reference:
DMA Docket - 50

Dear Mr. Thouvenell:

Your request for Government financial assistance to develop your mining properties in Russell Gulch, Gilpin County, Colorado has been reviewed by the Lead-Zinc Committee of the Defense Mineral Administration and is rejected on the basis that the application proposes the Government operate the property.

Government operation of mining properties to expand the supply of strategic and critical metals and minerals is not contemplated under authority granted in the Defense Production Act of 1950. Financial aid as provided in the Act is available, however, in the following forms:

1. Production loans certified by the Defense Minerals Administration and made either by members of the Federal Reserve System or by the Reconstruction Finance Corporation.

2. Purchase contracts made by the General Services Administration on projects certified by the DMA.

3. Accelerated amortization of equipment allowed under the tax laws to operations having certificates of necessity issued by the National Security Resources Board after investigation by DMA.

4. Encouragement of exploration and development. Procedures for this method of aid have not been worked out in detail. When they have they will receive wide publicity.

If you care to resubmit an application for assistance in light of the above information, I assure you that it will receive the full consideration of the committee.

Very truly yours,

/s/ O. Herres

O. H. HERRES, Chief
Supply Division, DMA

Copy to - Mr. John East, Jr., Executive Officer
Denver, Colorado

Copy to Finance
3/6

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.

January 4, 1951

Mr. J. N. Thouvenell
General Manager
Federal Mining & Milling Company
Russell Gulch, Gilpin County, Colorado

Reference:
DMA Docket - 50

Dear Mr. Thouvenell:

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Government operation of mining properties to expand the supply of strategic and critical metals and minerals is not contemplated under authority granted in the Defense Production Act of 1950. Financial aid as provided in the Act is available, however, in the following forms:

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3. Accelerated amortization of equipment allowed under the tax laws to operations having certificates of necessity issued by the National Security Resources Board after investigation by DMA.

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If you care to resubmit an application for assistance in light of the above information, I assure you that it will receive the full consideration of the committee.

Very truly yours,

/s/ Q. Hines

S. H. WILLINGTON, Chief
Supply Division, DMA

Copy to - Mr. John East, Jr., Executive Officer
Denver, Colorado

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
ROCKY MOUNTAIN REGION
REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

January 3, 1951

Mr. J. N. Thouvenell
504 Maple Street
Golden, Colorado

Subject: Docket DMA No. 58

Dear Mr. Thouvenell:

This will acknowledge receipt of your letter dated December 27, 1950 with information regarding the Quartz Hill Minerals Development Company attached.

We are forwarding this information to Washington to be attached to your application.

Sincerely yours,

J. H. East, Jr.
Regional Director

JHE:lm

cc: PT Allaman

Mining Division
Date Rec'd.
JAN 3 1951
BUREAU OF MINES
Denver, Colorado

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
ROCKY MOUNTAIN REGION
REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

January 3, 1951

Dr. James Boyd, Administrator
Defense Minerals Administration
Washington, D. C.

Re: Docket DMA No. 58

Dear Dr. Boyd:

We are enclosing additional information regarding the Federal Mining and Milling Company application, Docket DMA No. 58. Please attach this information to the original application which was forwarded your office on November 20, 1950.

Sincerely yours,

J. H. East, Jr.
J. H. East, Jr.
Regional Director

Enclosure

JHE:lm

cc: PT Allsman

Mining Division
Date Rec'd.
JAN 3 1951
BUREAU OF MINES
Denver, Colorado

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
ROCKY MOUNTAIN REGION
REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

January 3, 1951
(Registered)

Dr. James Boyd, Administrator
Defense Minerals Administration
Washington, D. C.

Re: Docket DMA No. 50

Dear Dr. Boyd:

We are enclosing additional information regarding the Federal Mining and Milling Company application, Docket DMA No. 50. Please attach this information to the original application which was forwarded your office on November 20, 1950.

Sincerely yours,

J. H. East, Jr.
J. H. East, Jr.
Regional Director

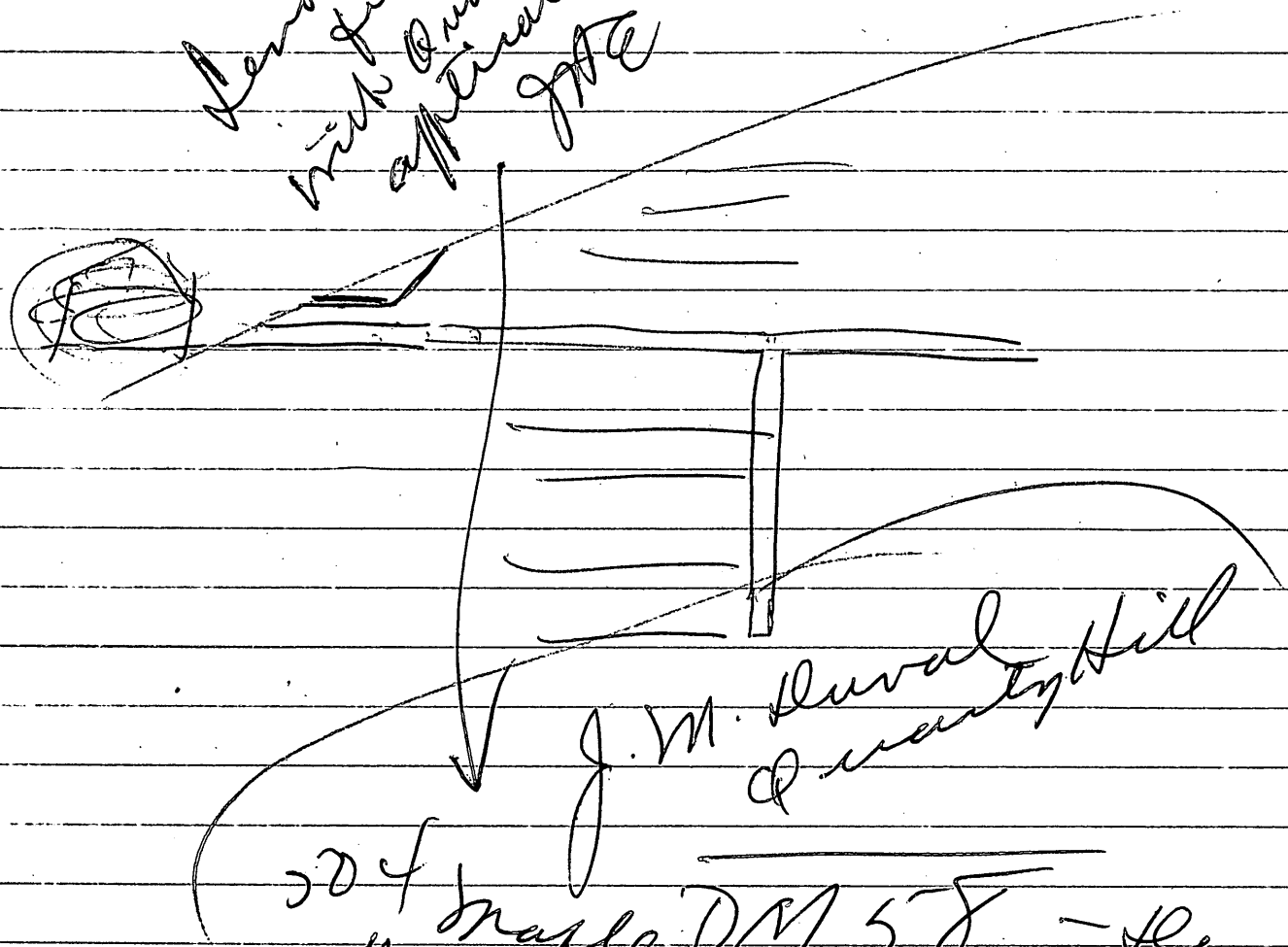
Enclosure

J.[illegible]tla

cc: [illegible] Allsman

file

Remove file with Quantity Hill affiliation
JTE



J. M. Duval
Quantity Hill

204 Maple DM 58 — Sec 4
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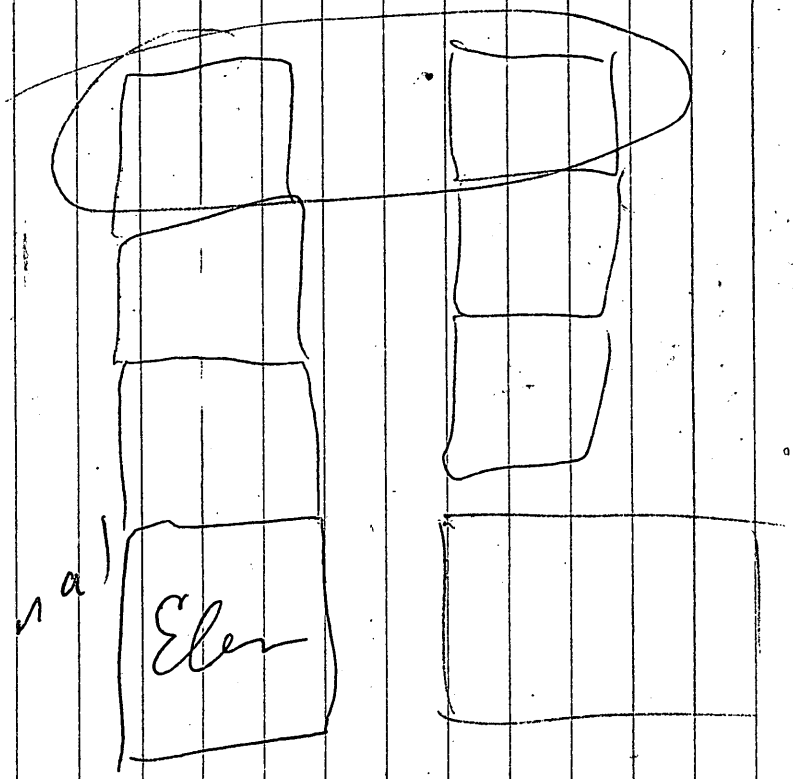

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Form 6-98

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

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