1-1027
(April 1949)

Mineral Resources Branch

Date Rec'd
AUG 26 1953
BUREAU OF MINES
Denver, Colorado

UNITED STATES
DEPARTMENT OF THE INTERIOR

AGENCY DMEA - REG IV

TELETYPE

Originator:
Ext.:

DIST. ENGR.	WHK
SMA	SMA
EXAMINATION	
CHIEF CLERK	
PERSONNEL	Room:
FILES	5492

COPY

Appro.
Date: 8/26/53
Time:
No.:
To: C. O MITTENDORF DMEA WASH

Subject:

REFERENCE DOCKET DMEA 2604, LEAD-ZINC, CONTRACT IDM-E492, S. E. AND W. E. BURLESON, AMENDMENT NO. 1 EXTENDED STARTING DATE TO JUNE 24, 1953 HOWEVER NO WORK HAS BEEN PERFORMED TO DATE. SHALL WE GRANT EXTENSION OF STARTING DATE IF OPERATOR REQUESTS IT. PLEASE TELETYPE STATEMENT OF POLICY REGARDING MATTERS OF THIS NATURE IN CONNECTION WITH MINERALS REMOVED FROM THE STRATEGIC LIST.

W. H. KING

Authorized:
CONFIRMATION

Sign original message and transmit to Room ..... in duplicate

U. S. GOVERNMENT PRINTING OFFICE 16—50915-1

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

224 New Customhouse
Denver 2, Colorado

Mineral Resources Branch

Date Rec'd
MAY 11 1953
BUREAU OF MINES
Denver, Colorado

DIST. ENGR. | DMS
EXAMINATION
DIST. CLERK
PERSONNEL
FILES | N492

gen. Corr.

May 8, 1953

Memorandum

To: C. O. Mittendorf, Administrator
Defense Minerals Exploration Administration

From: Executive Officer, DMEA Field Team, Region IV

Subject: Docket No. DMEA 2604, Contract Idm-E492, S. E. Burleson and W. E. Burleson

Enclosed are two copies of a letter from W. E. Burleson requesting an extension of the starting date under Contract Idm-E492.

Please give us your recommendations.

W. H. KING

W. H. King

Enclosures

JFS:ld

cc: Townsend
Traver
Koschmann
sub
chron

no copy of Burleson's letter

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

224 New Customhouse
Denver 2, Colorado

May 8, 1953

Mineral Resources Branch
Date Rec'd
MAY 11 1953
BUREAU OF MINES
Denver, Colorado

DIST. CLERK
EXAMINATION
DIST. CLERK
PERSONNEL
FILES
E492

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Dear Mr. Burleson:

This will acknowledge your letter dated May 7, 1953, in which you request an additional extension of the period for starting work under Contract Idm-E492. Your request has been referred to our Washington office for their consideration.

Yours very truly,

W. H. KING

W. H King
Executive Officer
DMEA Field Team

two copy
Burleson's letter

JFB:ll

cc: Townsend
Koschmann
Traver
sub
chron

Mineral Resources Branch

Date Rec'd
MAY 7 1953
BUREAU OF MINES.
Denver, Colorado

DIST. ENGR.	Lowe
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	549

Gen. Corres.

224 New Customhouse
Denver 2, Colorado

May 6, 1953

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Re: DMEA 2604 (Lead-Zinc)
Contract Idm-E492,
S. E. Burleson and W.E. Burleson

Dear Mr. Burleson:

Reference is made to our letter of April 30, 1953. According to the subject contract dated February 19, 1953, work was to have commenced within sixty days or by April 19, 1953.

Because work was not started within the specified time, it will be necessary to amend the contract to extend the actual starting date.

Please submit to this office six copies of a request for this time extension including reasons why more time is required before work is begun.

This matter should be taken care of as soon as possible, as considerable time is required to process an amendment.

Very truly yours,

W. H. King
Executive Officer
Field Team, Region IV

RDB:es

cc: Contract
Chron.
Traver
Townsend
Koschmann (2)

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

224 New Customhouse
Denver 2, Colorado

April 30, 1953

Mineral Resources Branch

Date Rec'd
MAY 1 1953
BUREAU OF MINES
Denver, Colorado

DIST. ENGR.	
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	

reports
Gen. Corres.

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Dear Mr. Burleson:

Reference is made to exploration project contract Idm-4192 between the Government and a partnership consisting of S. E. Burleson and W. E. Burleson. The effective date of the contract is February 24, 1953. Under the terms of this contract you were to have started work within sixty days of the effective date.

However, in your letter dated February 19, 1953, with which you enclosed the six signed copies of a contract, you stated that you would appreciate not commencing exploration work before May 1, 1953. If you have not yet started work under the terms of this contract, please advise this office when you plan to do so.

Yours very truly,

W. H. KING

W. H. King
Executive Officer
DMEA Field Team

JFS:ld

cc: Koschmann
Traver
Subject
Chron
Mittenkarf

Mineral Resources Branch

Date Rec'd
FEB 27 1953

BUREAU OF MINES
Denver, Colorado
New Customhouse
Denver 2, Colorado

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

Registered Mail

DIST. ENGR.	
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	

regular? Does he intend to break this project? Gov. Corres.

February 26, 1953

Memorandum

To: C. O. Mittendorf

From: Executive Officer, Field Team, Region IV

Subject: DMEA Docket 2604, Contract Idm-B492, W. E. and S. E. Burleson

Enclosed are the original and two copies of Contract No. Idm-B492. Copies of this contract have been given to the operator, the fiscal office of Region IV and a copy has been retained for our files.

W. H. King

W. H. King

Enclosures

JFS:oc

cc: WMTraver
Contract
Chron.
AHKoschmann (2)

Mineral Resources Branch
Date Rec'd
FEB 27 1953
BUREAU OF MINES
Denver, Colorado

DIST. ENGR. WMT
EXAMINATION
DIST. CLERK
PERSONNEL
FILES E492

New file correspondence

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

224 New Customhouse
Denver 2, Colorado

Registered Mail

February 26, 1953

Messrs. W. E. and S. E. Burleson
P. O. Box 209
Salida, Colorado

Re: DMEA Docket 2604
Contract Idm-E492

Dear Sirs:

Enclosed herewith is your copy of Exploration Project Contract No. Idm-E492, Docket No. DMEA-2604.

Also enclosed are six copies of Form MF-104 "Operator's Monthly Report and Voucher" and six copies of Form MF-104A "Operator's Unit Cost and Progress Report". At the completion of the first full calendar month of operation and monthly thereafter, you are required to submit five copies of the forms to Mr. W. M. Traver, Jr., U. S. Bureau of Mines, Room 137, Building 20, Denver Federal Center, Denver 14, Colorado. The sixth form is for your records. Please note that the monthly report requires a narrative report which should be accompanied by maps or sketches. The narrative report must be signed by the operator. The monthly report will not be processed for payment unless accompanied by a narrative report. Additional copies of Forms MF-104 and 104A will be forwarded to you as required.

For your information and in reply to many questions that have been asked, after Forms MF-104 and 104A are received an engineer will check progress and approve your accounts, after which it will be sent to the Regional Office, Region IV, U. S. Bureau of Mines, 224 New Customhouse, Denver 2, Colorado, for auditing and vouchering. If the report is in order a check will be issued by the Treasury Department for the Government's portion of the costs.

Your attention is directed to the regulation that provides that reimbursement for the cost of work accomplished prior to the date of the contract will not be allowed. This contract is prepared on the short form under the terms of which the Government reimburses you for 50 percent of the agreed estimated costs as they accrue for units of work actually performed, therefore it is necessary that the starting point of the work be determined by a Bureau of Mines Engineer before you commence work under the terms of this contract. Please advise this office in writing the date actually starts under the contract.

If you have any difficulty in completing these forms and the reports, please call on Mr. Traver or this office for assistance.

JFS:pc
cc: WMTraver w/copy of contract
AHKoschmann w/2 copies of contract
Contract
Chron.

Yours very truly,

W. H. KING

W. H. King
Executive Officer
Field Team, Region IV

Mineral Resources Branch

Date Rec'd
SEP 30 1953
BUREAU OF MINES
Room New Customhouse
Denver 2, Colorado

DIST. ENGR.
EXAMINATION
DIST. CLERK
PERSONNEL
FILES

September 28, 1953

Make to Cancelled file

Memorandum

To: T. A. Christensen

From: Executive Officer, DMEA Field Team, Region IV

Subject: Docket No. DMEA-2604 (Lead-Zinc), Contract Idm-E492, S. E. Burleson and W. E. Burleson, Saguache County, Colorado

Enclosed is your copy of "Notice of Rescission of Exploration Project Contract, Under the Terms of the Contract, Before the Work is Begun".

W. H. KING

W. H. King

Enclosure

JWT:jp
cc Contract
Chron
WMTraver w/copy of notice
AHKoschmann w/copies of notice
JWTownsend

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

DIST. ENGR.	
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	

224 New Customhouse
Denver 2, Colorado

Mineral Resources Branch

Date Rec'd
JUN 22 1953
BUREAU OF MINES
Denver, Colorado

June 19, 1953

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Dear Mr. Burleson:

Enclosed is your copy of Amendment No. 1 to Contract Idm-E492.

Yours very truly,

W. H. KING

W. H. King
Executive Officer
DMEA Field Team, Region IV

Enclosure

JFS:ld

cc: Traver
Koschmann
Sub
Chron

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

DIST. ENGR.	
[redacted]	
DIST. CLERK	
PERSONNEL	
FILES	

224 New Customhouse
Denver 2, Colorado

Mineral Resources Branch

June 19, 1953

Date Rec'd
JUN 22 1953

Memorandum: BUREAU OF MINES
Denver, Colorado

To: C. O. Mittendorf, Administrator
Defense Minerals Exploration Administration

From: Executive Officer, DMEA Field Team, Region IV

Subject: Amendment No. 1, Contract Idm-E492, Docket DMEA 2604, Burleson and Burleson, (Lead-Zinc) Saguache County, Colorado

Enclosed are the original and two copies of Amendment No. 1 to Contract Idm-E492.

Copies of this amendment have been given to the Operator, the Fiscal Officer, Region IV, and a copy has been retained for our files.

Also enclosed are three copies of the letter from the operator requesting this amendment, and three copies of a telegram from the Chairman of the Operating Committee approving this request.

W. H. KING

W. H. King

Enclosures

JFS:ld

cc: Traver
Koschmann
sub
chron

Mineral Resources Branch

Date Rec'd
JUN 10 1953
BUREAU OF MINES
Denver, Colorado

224 New Customhouse
Denver 2, Colorado

June 8, 1953

DIST. ENGR.	WMT
	SWM
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	549

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Dear Mr. Burleson:

Enclosed are six copies of Amendment No. 1 to Contract Idm-E492. If this amendment is satisfactory all six copies should be signed by you and by S.E. Burleson and returned to this office leaving the date blank.

Very truly yours,

for John F. Shaw

W.H. King
Executive Officer, DMEA
Field Team, Region IV

Enclosures

JFS:jp
cc Contract
Chron
WMTraver

Mineral Resources Branch

Date Rec'd
FEB 27 1953
BUREAU OF MINES
Denver, Colorado

DIST. ENGR.	W
EXAMINATION	
DIST. CLERK	
PERSONNEL	

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

Denver 2, Colorado

February 26, 1953

Memorandum

To: Secretary to the Operating Committee

From: Executive Officer, Field Team, Region IV

Subject: DMEA Docket 2604, Contract Idm-B492, W. E. and S. E. Burleson

Enclosed are four copies of the final report covering Docket DMEA-2604. A contract has been prepared and is in force.

W. H. KING

W. H. King

Enclosures

JFS:oc

cc: WMTraver
Contract
Chron.
Koschmann (2)

No. 1

AMENDMENT OF CONTRACT: No. [illegible]

Contract Docket No. DMEA [illegible], dated February [illegible], 1953, between the United States of America and S. E. Burleson and W. E. Burleson, a partnership is hereby amended as follows, effective as of the date of said contract:

> Referring to "Article 3. Exploration Project" of Exploration Project Contract Form NF-[illegible](A), delete "[illegible]" and in lieu thereof insert "[illegible]."

This amendment shall not be construed to increase the estimated total cost of the project, the amount of the Government's contribution, or any item of allowable cost which is expressly designated "allowable maximum."

Dated: June 19, 1953

By /s/ S. E. Burleson
S. E. Burleson, Partner

By /s/ W. E. Burleson
W. E. Burleson, Partner

UNITED STATES OF AMERICA

By /s/ W. H. King
W. H. King
Executive Officer
DMEA Field Team, Region IV

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C.
Mineral Resources Branch

224 New Customhouse
Denver 2, Colorado

Date Rec'd
JUN 22 1953
BUREAU OF MINES
Denver, Colorado

DIST. ENGR.	
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	

June 19, 1953

Memorandum

To: T. A. Christensen

From: Executive Officer, DMEA Field Team, Region IV

Subject: Amendment No. 1, Contract Idm-E492, Docket DMEA 2604, Burleson and Burleson (Lead-Zinc), Saguache County, Colo.

Enclosed is your copy of Amendment No. 1 to Contract Idm-E492, which extends the starting date of the contract.

W. H. KING

W. H. King

Enclosure

JFS:ld

cc: Traver w/copy of amend.
Koschmann, w/2 copies of amend.
Townsend w/copy of amend.
sub
chron

NOTICE OF RESCISSION OF EXPLORATION PROJECT CONTRACT, UNDER THE TERMS OF THE CONTRACT, BEFORE THE WORK IS BEGUN

Messrs. J. E. Burleson and W. E. Burleson
P. O. Box 209
Salida, Colorado

Operators under Exploration Project
Contract Idm-2492, Docket No. DMEA-2604,
dated February 24, 1953

The United States of America, acting through the Department of the Interior, Defense Minerals Exploration Administration, under the terms of the above mentioned contract, hereby rescinds the contract on the following grounds:

> In the opinion of the Government, you have failed to prosecute operations pursuant to the terms of the contract in that you have failed to commence work under the terms of the contract or Amendment No. 1 dated June 19, 1953.

Dated this 25th day of September, 1953.

UNITED STATES OF AMERICA

By W. H. King
W. H. King, Executive Officer,
DMEA Field Team, Region IV

MF-200 (A)
(February 1952)

DOCKET NO. DMEA 2604

COMMODITY Lead-Zinc

Idm-E492

COPY

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

EXPLORATION PROJECT CONTRACT[1]

(Short Form)

IT IS AGREED this 24th day of February, 1953, between the United States of America, acting through the Department of the Interior, Defense Minerals Exploration Administration, hereinafter called the "Government," and[2] S. E. Burleson and W. E. Burleson, a partnership.
P. O. Box 209
Salida
Colorado

hereinafter called the "Operator," as follows:

ARTICLE 1. *Authority for contract.*—This agreement is entered into under the authority of the Defense Production Act of 1950, as amended, pursuant to DMEA Order 1 entitled "Government Aid in Defense Exploration Projects."

ARTICLE 2. *Operator's property rights.*—With respect to that certain land situated in the State of Colorado, County of Saguache, described as follows:[3]
The following patented Lode Mining Claims
Ouray - U. S. Survey 14183
Antoro - U. S. Survey 937

the Operator represents and undertakes:[4]

~~(a) That the Operator is the owner, in possession and entitled to possession, and that the property is subject only to the following claims, liens, encumbrances, and easements, except which the Operator is the owner of the property:~~

(*b*) That the Operator is a lessee, in possession and entitled to possession, and the Owner's Consent to Lien is attached.

The Operator shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of the exploration project without any allowance for the use, rental value, depreciation, depletion, or other cost of acquiring, owning, or holding possession thereof.

ARTICLE 3. *Exploration project.*—The Operator, within 60 days from the date of this contract shall commence work on a project of exploration for[5] Lead-Zinc

in or upon the described land; and shall bring the project to completion within a period of 12 months from the date of this contract. The work to be performed is more fully described in Exhibit "A" attached hereto, which, with any maps or drawings thereto attached, are made a part of this contract. The Government will contribute to the cost of this work as hereafter provided. The work shall be performed by the Operator or by independent contractor or contractors efficiently, expertly, in a workmanlike manner, in accordance with good mining standards and State regulations for health and safety and for workmen's compensation and employers' liability insurance, with suitable and adequate equipment, materials, and labor, to bring the project to completion within the time fixed. The Government shall have the right to enter and observe and inspect the work at all reasonable times, and the Operator shall provide the Government with all available means for doing so. The Government may consult with and advise the Operator on all phases of the work.

ARTICLE 4. *Costs of the project.*—The agreed, estimated costs of performing the work, expressed in terms of units of work to be performed (per foot of drifting, per foot of drilling, per cubic yard of material to be moved, etc.) are set forth in Exhibit "A," attached hereto. The Government will pay 50 percent of these agreed, estimated costs, as they accrue, for units of work actually performed that conform with the description or specifications for the work set forth in this contract, in an aggregate total amount not in excess of $13,300, which is 50 percent of $26,600, the agreed, estimated total cost of the project in which the Government will participate: *Provided,* That until the Operator's final report and final accounting have been rendered to the Government and any final check or auditing required by the Government has been made, and a final settlement of the contract has been made, the Government may withhold from the last voucher or vouchers such sums as it sees fit not in excess of ten (10) percent of the maximum total which the Government might have been called upon to pay under the terms of the contract. The Government may, as it sees fit, make payments direct to the Operator's independent contractors, if any, for the account of the Operator, rather than to the Operator.

ARTICLE 5. *Reports, accounts, audits.*—(*a*) *Progress reports.* The Operator shall provide the Government with monthly reports of units of work performed under the contract, in quintuplicate (five copies), upon forms provided by the Government. These progress reports shall be certified by the Operator, and shall constitute both the Operator's invoice of units of work performed on the project during the period covered by the report and his voucher for repayment by the Government, unless the Government requires the use of a standard voucher form with invoice attached. Progress reports shall include surface and/or underground engineering-geological maps or sketches showing the progress of the exploration, with assay-reports on samples taken concurrently with the advance in mineralized ground.

[1] If sufficient space is not provided in any blank, use an extra sheet of paper and refer to it in the blank.
[2] State name, address, and nature of organization if any.
[3] Give legal description or enough to identify the property, particularly excluding any land or interest therein to which the Government's lien is not to attach or the production from which is not to be subject to the Government's percentage royalty.
[4] Strike out the provision not applicable.
[5] Name of mineral or minerals.

(*b*) *Final report.*—Upon completion of the exploration work or termination of the contract the Operator shall provide the Government with an adequate geological and engineering report, in quintuplicate (five copies), including an estimate of ore reserves resulting from the exploration work.

(*c*) *Compliance with requirements.*—If, in the opinion of the Government, any of the Operator's reports are insufficient or incomplete, the Government may procure the making or completion of such reports and attachments as an expense of the exploration work; and the Government may withhold approval and payment of any vouchers depending upon insufficient or incomplete reports.

(*d*) *Accounts and audits.*—The Operator shall keep suitable records and accounts of the units of work performed, which the Government may inspect and audit at any time. The Government may at any time require a check of the work performed and an audit of the Operator's records and accounts, by a certified public accountant or otherwise, the cost thereof to be treated as a cost of the project. The Operator shall keep and preserve said records and accounts for at least 3 years after the completion of the project or the termination of this contract. Upon the completion of the project or termination of the contract the Operator shall render a final account and statement of work performed to accompany his final report.

ARTICLE 6. *Repayment by Operator.*—(*a*) If, at any time, the Government considers that a discovery or a development from which production may be made has resulted from the exploration work, the Government, at any time not later than 6 months after the Operator has rendered the required final report and final account, may so certify in writing to the Operator. The certification shall describe broadly or indicate the nature of the discovery or development. In the event of such certification, any minerals mined or produced from the land described in Article 2 within 10 years from the date of this contract, including any mined or produced before the certification, shall be subject to a percentage royalty which the Operator or his successor in interest shall pay to the Government, upon the net smelter returns, the net concentrator returns, or other net amounts realized from the sale or other disposition of any such production, in whatever form disposed of, including ore, concentrates, or metal, until the total amount contributed by the Government, without interest, is fully repaid, or said 10 years have elapsed, whichever occurs first, as follows:

(1) One and one-half (1½) percent of any such net amounts not in excess of eight dollars ($8.00) per ton.

(2) One and one-half (1½) percent of any such net amounts, plus one-half (½) percent of such net amounts for each additional full fifty cents ($0.50) by which such net amounts exceed eight dollars ($8.00) per ton, but not in excess of five (5) percent of such net amounts.

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

(*b*) As here used, "net smelter returns," "net concentrator returns," and "other net amounts realized from the sale or other disposition," mean gross revenue from sales, or if not sold, the market value of the material after it is mined in the form in which and the place where it is held. In the case of integrated operations in which the material is not disposed of as such, these terms mean what is or would be the gross income from mining operations for percentage depletion purposes in income-tax determination.

(*c*) To secure the payment of its percentage royalty, the Government shall have and is hereby granted a lien upon the land described in Article 2 and upon any production of minerals therefrom, until the royalty claim is extinguished by lapse of time or is fully paid.

(*d*) This article is not to be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any mining or production operations.

ARTICLE 7. *Assignment, transfer, or loss of Operator's interest.*—Without the written consent of the Government, the Operator shall not assign or otherwise transfer or hypothecate this contract or any rights thereunder. The Operator shall not make any voluntary nor permit any involuntary transfer or conveyance of the Operator's rights in the land described in Article 2, without making suitable provision for the preservation of the Government's right to a percentage royalty on production and lien for the payment thereof; *Provided,* that mere failure by the Operator to maintain the Operator's rights in the land, without any consideration running to the Operator other than relief from the cost of maintaining such rights (as by surrender of a leasehold, failure to perform assessment work, or failure to exercise an option), coupled with complete abandonment by the Operator of all interest in or operations on the land for a period of 10 years from the date of this contract, shall not constitute such a transfer or conveyance. Should the Operator make or permit any transfer or conveyance in violation of this provision, the Operator shall be and remain liable for payment to the Government of the same amounts, at the same times, as would have been paid under the terms of the percentage royalty on production. If for any reason the net smelter returns, net concentrator returns, or other net amounts realized from the sale or other disposition of such production are not available as a means of measuring the amount of the Operator's liability, the amount thereof shall be estimated as well as may be, and in the event of dispute as to such estimates, the determination thereof by the Administrator of Defense Minerals Exploration Administration or by his successor shall be final and binding upon the Operator.

ARTICLE 8. *Termination and completion.*—The Government may, at any time, by written notice to the Operator, terminate this contract: (*a*) If the Operator fails to provide his share of the money necessary to prosecute operations pursuant to the terms of the contract; (*b*) if the Operator, in the opinion of the Government, fails to prosecute operations pursuant to the terms of the contract; or (*c*) if, in the opinion of the Government, operations up to the time of the notice have not indicated the probability of making any worth while discovery and in the opinion of the Government further operations are not justified.

ARTICLE 9. *Changes and added provisions* .....

.....

.....

.....

.....

Executed in sextuplicate the day and year first above written.

/s/ S.E. Burleson
W.E. Burleson
(Operator)

By .....

THE UNITED STATES OF AMERICA

/s/ W.H. King

By .....
Executive Officer, DMEA
Field Team, Region IV

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

.....

U. S. GOVERNMENT PRINTING OFFICE 16—66329-1

EXHIBIT "A"

Description of the Work

Extend the existing crosscut on the adit level 74 feet into the hanging wall of the Antoro vein as shown on the attached map Figure 2.

Excavate for a hoist station and waste pocket and repair approximately 100 feet of track on the tunnel level by installing new rails which are already on hand.

Sink an inclined winze 140 feet, including a sump, in the hanging wall of the Antoro vein approximately parallel to the dip of the vein.

Cut a station at the 125-foot winze level, drive a crosscut 80 feet to the Antoro vein, and explore the vein by 200 feet of drifting. The work is shown on Figure 2 which is made a part of this Exhibit "A."

Estimated Costs of the Project

Crosscutting 154 feet at $35.00 per foot	$5390.00
Repair 100 feet of track. Total including new track 1/	210.00
Excavation - Approximately 270 cu. yds. for waste pocket, hoistroom, sheave wheel, and from winze collar to pocket 1/	3216.00
Timbering waste pocket and hoistroom 1/	784.00
Sinking winze 140 feet at $70.00 per foot	9800.00
Excavation, timber and timbering of winze station at the 125 foot level 1/	200.00
Drifting 200 feet at $35.00 per foot	7000.00
Total Cost of Project	$26,600.00
Government participation - 50%	$13,300.00

1/ The entire work constitutes the unit of work.

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

224 New Customhouse
Denver 2, Colorado

February 3, 1953

Mineral Resources Branch

Date Rec'd
FEB 4 1953
BUREAU OF MINES
Denver, Colorado

DIST. ENGR.	WMT
SWT	SWT
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	2604

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Re: DMEA Docket 2604

Dear Mr. Burleson:

This will acknowledge receipt of your letter dated January 30, 1953 regarding the contract covering DMEA Docket 2604.

If you sign this contract we can extend the starting date so that it will not be necessary for you to commence work before late spring or early summer. We will be glad to discuss this matter with you next week when you are in Denver.

Very truly yours,

John F. Shaw

John F. Shaw for
W. H. King
Executive Officer
Field Team, Region IV

JFS:oc

cc: WMTraver
Subject
Chron.
AHKoschmann (2)

DIST. ENGR.	WMB
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	2604

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

224 New Customhouse
Denver 2, Colorado

January 13, 1953

Mineral Resources Branch

Date Rec'd
JAN 14 1953
BUREAU OF MINES
Denver, Colorado

Mr. W. E. Burleson
P. O. Box 209
Salida, Colorado

Re: Docket No. DMEA 2604

Dear Mr. Burleson:

Enclosed are six copies of an exploration project contract between the Government and the partnership consisting of S. E. Burleson and W. E. Burleson.

If this contract is satisfactory, all six copies should be signed by you and by S. E. Burleson and returned to this office.

The effective date of this contract will be the date it is signed in this office by the Executive Officer, DMEA.

Very truly yours,

W. H. KING

W. H. King
Executive Officer
Field Team, Region IV

Enclosures

JFS:es

cc: Contract
Traver
Chron.
Koschmann (2)

cc: Wm. H. King
W. M. Traver, Jr.

6-303
(March 1947)

Colorado Branch

UNITED STATES DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
Salt Lake City, Utah

Date Rec'd
AUG 4 1952
BUREAU OF MINES
Denver, Colorado

DIST. ENGR.
TERMINATION
DIST. CLERK
PERSONNEL
FILES

No. 3

Report to Mr. M. H. Salsbury

Chemical Laboratory Report

Date received July 29. 1952

Date reported July 31, 1952

Serial No.	DESCRIPTION	Lot No.	Au	Ag	Cu	Pb	Zn						
	Antoro Mine (DMEA 2604) Bonanza Mining District Saguache County, Colorado												
4697	Vein containing q uartz, lead, zinc, and silver	S-12	<0.005	6.7	0.2	24.3	1.0						

U. S. GOVERNMENT PRINTING OFFICE 16—33553-3

Signed H. E. Peterson by W.E.A.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

Building 20, Room 137
Denver Federal Center
Denver 14, Colorado
July 22, 1952

Memorandum

To: J. Bruce Clemmer, Chief, Metallurgical Division, Region IV

From: Chief, Colorado Branch, Mining Division, Region IV

Subject: Sample shipment

Please find enclosed the original and one copy of government bill of lading I-44449 covering a shipment via Pacific Intermountain Express of eleven ore samples in one sack as shown below, together with four sets of form 7353, in triplicate, indicating the assays desired.

One sample:
IMBA 2604, Autore mine, Bonanza Mining District, Saguache County, Colorado

Two samples:
IMBA 2386, Graham mine, San Juan County, Colorado

Three samples:
IMBA, Galtie Boy, San Juan County, Colorado

Five samples:
IMBA, Atlantic mine, San Juan County, Colorado

Inasmuch as these are IMBA samples, your prompt attention will be very much appreciated.

W. M. Traver, Jr.

enclosures

amh

cc WMKing
v/orig.
IMBA 2604
IMBA 2386
IMBA (2)
IMBA General
IMBA Chron.

STRATEGIC MINERAL PROJECT

Information supplied the Metallurgical Division
regarding samples submitted

Date [illegible]

Name and location of property: [illegible]

Sample identification number: [illegible]

Number of samples in shipment (Estimated if necessary) 1

General nature of ore (type, minerals present, etc.):
[illegible]

Analyses or assays required: [illegible]

Other tests desired: [illegible]

Name and address of
Project Engineer
[illegible]

7353
[illegible]

Form 6-95

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

REFERENCE SLIP

Colorado Branch

DATE July 28 52

REFERRED TO:

Date Rec'd JUL 29 1952

1. W M Traver Jr
2.
3.
4.

BUREAU OF MINES
Denver, Colorado

FOR:

Action	DIST. ENGR.	WMT	Recommendation
Approval	EXAMINATION		Record of
Comment	DIST. CLERK		
Conference	PERSONNEL		Referring to
Consideration	FILES	DMFA 2604	
Filing			Reply for signature of
Instructions			
Investigation			Rewriting
Initials			Signature
Mailing			Suggestions
Previous correspondence			Your information

REMARKS: Bill - am making a sketch to go with Antoro report. You may not want to include it if there are enough copies of the map Bureau furnished. O

Check (X) before the items needing attention.

am sending a rough draft of a joint conclusion etc. to Hershman to see if he will O.K.

WM 26 S

Initials of sender.

GPO 16—51162-1

Colorado Branch

Form 6-95

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

REFERENCE SLIP

Date Rec'd JUL 30 1952

BUREAU OF MINES
Denver, Colorado

DATE 7/29/52

REFERRED TO:

1. Wm M Traver Jr.
2.
3.
4.

FOR:

Action	DIST. ENGR.	WMT	Recommendation
Approval	EXAMINATION		Record of
Comment	DIST. CLERK		
Conference	PERSONNEL		Referring to
Consideration	FILES	DMFA 2604	
Filing			Reply for signature of
Instructions			
Investigation			Rewriting
Initials			Signature
Mailing			Suggestions
Previous correspondence			Your information

REMARKS: The attached map goes with DMFA 2604 - Antoro - I kept it to get some data for a sketch.

Check (X) before the items needing attention.

Returned Mine map to go with brochure

M. 26 S.

Initials of sender.

GPO 16—51162-1

2604

Brochure to Starchmann 7/14/52 to

take to Salida to meet Salsbury & staff

examination Wed 7/16/52

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

DIST. ENGR.	
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	2604

224 New Customhouse
Denver 2, Colorado

Date Rec'd
JUL 11 1952
BUREAU OF MINES
Denver, Colorado

July 10, 1952

Memorandum

To: W. M. Traver, Jr.

A. H. Koschmann

From: Executive Officer, Field Team, Region IV

Subject: Docket DMEA-2604, (Lead-Zinc), S. E. and W. E. Burleson, Antoro Mine, Saguache County, Colorado

This is to advise that the subject brochure which was forwarded to you June 30 has been docketed DMEA-2604.

W. H. King
W. H. King

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

224 New Customhouse
Denver 2, Colorado

Date Rec'd
JUL 7 1952
BUREAU OF MINES
Denver, Colorado

July 2, 1952

DIST. ENGR.	WMT
SMT	SWA
EXAMINATION	
DIST. CLERK	
PERSONNEL	
FILES	2604

Red Tag + Folder

Memorandum

To: W. M. Traver, Jr. (with brochure)

A. H. Koschmann

From: Field Team, Region IV

Subject: Application of S. E. Burleson and W. E. Burleson (Lead-Zinc), Antoro Mine, Saguache County, Colorado

Enclosed herewith is the subject application for Government assistance in exploration work estimated to cost $39,747.50.

A field examination is required.

The docket number will be sent to you at a later date.

Mine at Bonanza, turn right from 285 at Villagrove

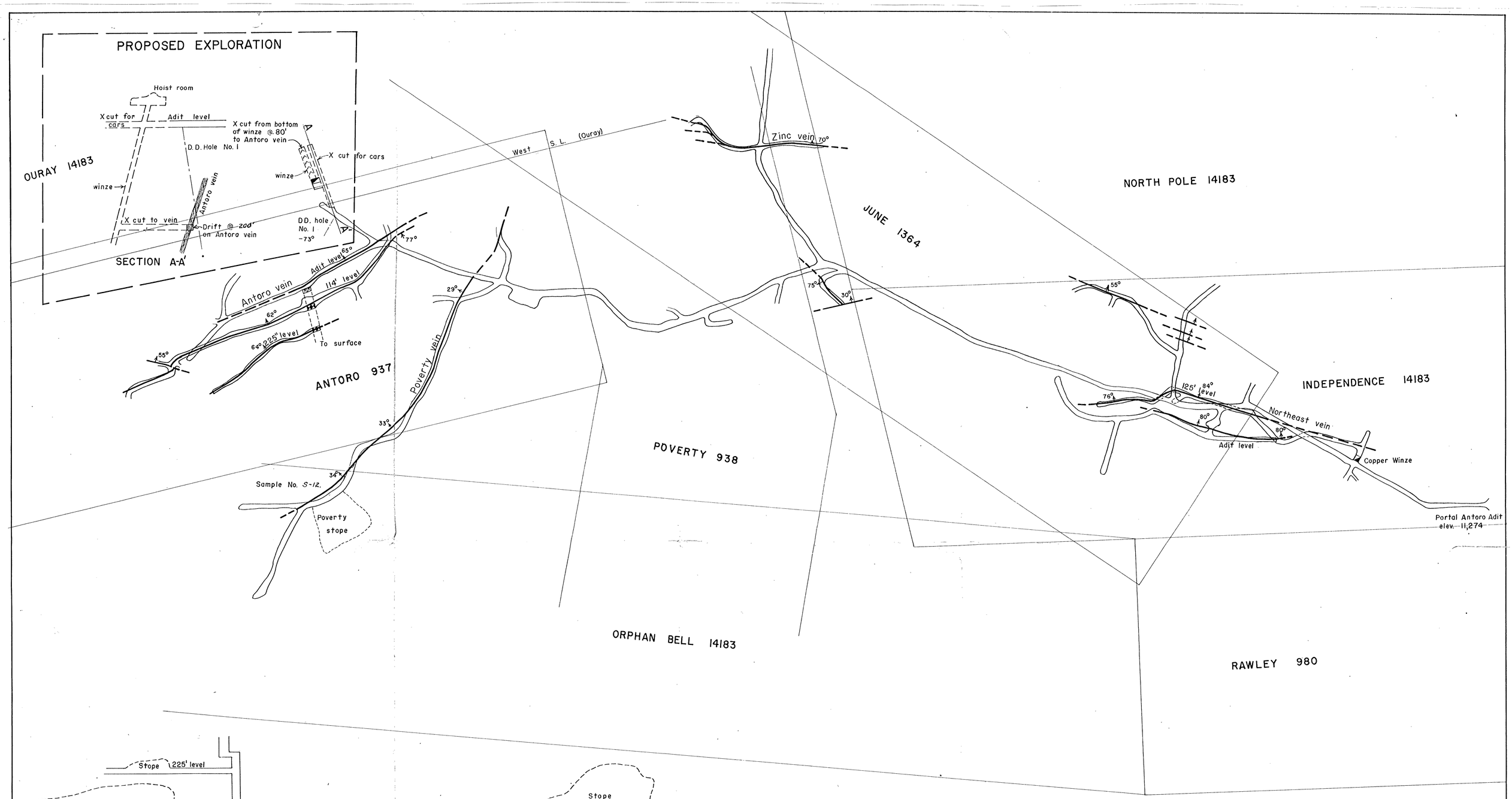
W. H. King
W. H. King

A. H. Koschmann
A. H. Koschmann

Enclosure

renewal

[illegible] Expired in 1951. Nothing to show [illegible] Will owners subordinate



Longitudinal Section on Antoro vein

Longitudinal Section on Northeast vein

Base furnished by W.E. Burleson.

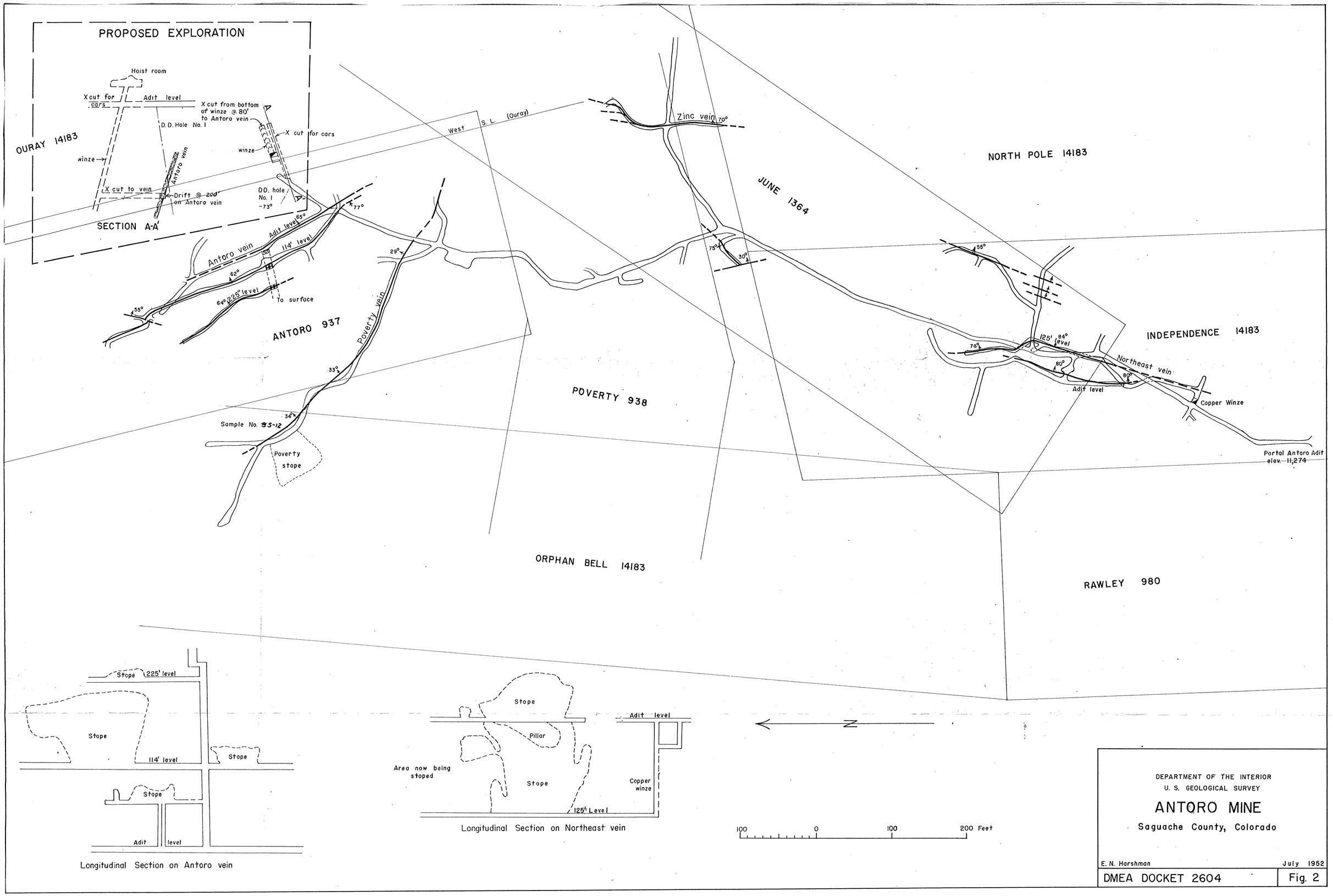
DEPARTMENT OF THE INTERIOR
U. S. GEOLOGICAL SURVEY

ANTORO MINE

Saguache County, Colorado

E. N. Harshman — July 1952

DMEA DOCKET 2604 — Fig. 2


PROPOSED EXPLORATION
Hoist room
X cut for cars
Adit level
X cut from bottom of winze @ 80' to Antoro vein
D.D. Hole No. 1
X cut for cars
winze
winze
Antoro vein
X cut to vein
Drift @ 200' on Antoro vein
DD. hole No. 1 -73°
SECTION A-A'
OURAY 14183
West S. L. (Ouray)
Zinc vein 70°
NORTH POLE 14183
JUNE 1364
Antoro vein
Adit level
114' level
225' level
To surface
ANTORO 937
Poverty vein
Sample No. 35-12
Poverty stope
POVERTY 938
ORPHAN BELL 14183
RAWLEY 980
INDEPENDENCE 14183
125' level
Northeast vein
Adit level
Copper Winze
Portal Antoro Adit elev. 11,274
Stope
225' level
Stope
114' level
Stope
Stope
Adit level
Longitudinal Section on Antoro vein
Stope
Pillar
Adit level
Area now being stoped
Stope
Copper winze
125' Level
Longitudinal Section on Northeast vein
N
100 0 100 200 Feet
DEPARTMENT OF THE INTERIOR
U. S. GEOLOGICAL SURVEY
ANTORO MINE
Saguache County, Colorado
E. N. Harshman
July 1952
DMEA DOCKET 2604
Fig. 2