MME Form 9
Rev. Nov. 65

UNITED STATES
DEPARTMENT OF THE INTERIOR
Geological Survey

OFFICIAL DOCKET FILE

Contract No. _____ Docket No. 6694

Application
- [x] Denied
- [ ] Withdrawn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
- [x] On-site Exam. Report (Tab) Suppl. #2 Jan 1969 Feb 1969
- [ ] 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

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
FEDERAL CENTER, DENVER, COLORADO 80225

Office of Minerals Exploration
Building 53 Room 203

February 2, 1968

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 5 1968

INITIALS	CODE

Memorandum

To: Chief, Office of Minerals Exploration

From: Field Officer, Region III

Subject: MG Mining Company (Silver)
Molas Claims
Animas Mining District
San Juan County, Colorado

Transmitted herewith is an application for financial assistance in minerals exploration on the above-mentioned property. One copy has been retained for the files in the Region III field office.

J. William Hasler
mc

J. William Hasler,
Field Officer, Region III
Office of Minerals Exploration

MME Form 40
Jan. 65

Budget Bureau No. 42-R1306
Approval expires Dec. 31, 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 5 1968
INITIAL CODE

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.)*

M G Mining Company

450 Equitable Building
Denver, Colorado 80202

OME Region III
RECEIVED
FEB 2 - 1968
Denver, Colorado

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER 6694

DATE RECEIVED 2/5/68

REGION 711

DIVISION CODE

BUSINESS ORGANIZATION *(Check one)*

INDIVIDUAL	
CORPORATION	X
PARTNERSHIP	
OTHER *(Specify)*	

STATE IN WHICH FIRM IS ORGANIZED Colorado

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
Robert E. McCormick	445 Park Ave., New York, N. Y.	President
Joseph Gross	533 N. LaCienega Blvd., Los Angeles, California	Exec. Vice Pres.
George Rowe, Jr.	30 Rockefeller Plaza, New York, N. Y.	Sec.-Treas.

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE
silver

ESTIMATED COST OF PROJECT
$ 2 stage - $80,038.83

PROPERTY NAME	LOCATION COUNTY	STATE
Molas	San Juan	Colorado

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., or the OME Field Office~~ 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.

M. G. Mining Company

January 30, 1968
DATED

Robert E. McCormick President
BY (Signature)

Robert McCormick - President
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.

SPACE ABOVE THIS LINE FOR RECORDER'S USE

PLACE INTERNAL REVENUE STAMPS IN THIS SPACE

Quitclaim Deed

400 2-53

THIS FORM FURNISHED BY TITLE INSURANCE AND TRUST COMPANY

Affix I. R. S. $.....

FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged, I,
Joseph M. Gross

hereby REMISE, RELEASE AND FOREVER QUITCLAIM to
M.G. Mining Co. a Colorado corporation, whose address in in care of
Joseph M. Gross, 533 No. La Cienega Blvd., Los Angeles, California 90048

the following described real property in the state of ~~California~~ Colorado, county of San Juan

Fee Molas mining property #215
Molas #2 Lode, location filed in Book 165, page 197
Molas #3 Lode, location filed in Book 165, page 198
Molas #4 Lode, location filed in Book 165, page 199
Molas #5 Lode, location filed in Book 142, page 174
Molas #6 Lode, location filed in Book 189, page 592
Molas #7 Lode, location filed in Book 189, page 593
Molas #8 Lode, location filed in Book 189, page 594
Molas #9 Lode, location filed in Book 189, page 595
Molas #10 Lode, location filed in Book 189, page 596

All of the above is situated approximately 4 1/2 miles south of Silverton, Colorado in the Animas Mining District, County of San Juan, State of Colorado, as recorded in book above and page above of the records of San Juan County, Colorado

Dated: 26 July 1968

Joseph M. Gross
Joseph M. Gross

STATE OF CALIFORNIA
COUNTY OF
Los Angeles } SS.

On 7/26/68,
before me, the undersigned, a Notary Public in and for said County and State, personally appeared
Joseph M. Gross

known to me to be the person whose name subscribed to the within instrument and acknowledged that he executed the same.

WITNESS my hand and official seal.

(Seal) Marian S. Raymond
Notary Public in and for said County and State.

My Commission Expires Feb. 13, 1969

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

SPACE BELOW FOR RECORDER'S USE ONLY

WHEN RECORDED MAIL TO

Title Order No.....

Escrow or Loan No.....

SPACE ABOVE THIS LINE FOR RECORDER'S USE

PLACE INTERNAL REVENUE STAMPS IN THIS SPACE

Quitclaim Deed

400 2-53

THIS FORM FURNISHED BY TITLE INSURANCE AND TRUST COMPANY

Affix I. R. S. $.....

FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged, I,

Joseph M. Gross

hereby REMISE, RELEASE AND FOREVER QUITCLAIM to

M. G. Mining Co., a Colorado corporation, whose address is in care of Joseph M. Gross, 533 North LaCienega Boulevard, Los Angeles, California, 90048

the following described real property in the state of ~~California~~ Colorado county of San Juan

Junior Deacon, location filed in Book 192, page 92 (and as amended in Book 192, page 138)
Senior Deacon, location filed in Book 192, page 94
Senior Steward, location filed in Book 192, page 140
Molas #11 Lode, location filed in Book 192, page 142
Molas #12 Lode, location filed in Book 192, page 144

All of the above is situated approximately 4-1/2 miles south of Silverton, Colorado in the Animas Mining District, County of San Juan, State of Colorado, as recorded in above mentioned book and page of the records of San Juan Couny, Colorado

Dated: September 12, 1968

Joseph M. Gross

Joseph M. Gross

STATE OF CALIFORNIA
COUNTY OF
Los Angeles } SS.

On September 12, 1968, before me, the undersigned, a Notary Public in and for said County and State, personally appeared

Joseph M. Gross

known to me to be the person..... whose name is subscribed to the within instrument and acknowledged that he executed the same.

WITNESS my hand and official seal.

(Seal) OFFICIAL SEAL ALFRED [illegible] Notary Public in and for said County and State. PRINCIPAL OFFICE IN LOS ANGELES COUNTY My Commission Expires May 5, 1969

SPACE BELOW FOR RECORDER'S USE ONLY

WHEN RECORDED MAIL TO

Joseph M. Gross
533 North LaCienega Boulevard
Los Angeles, California 90048

Title Order No.....

Escrow or Loan No.....

AGREEMENT TO EXTEND OPTION

Whereas Helen I. Wiser Turner and Joseph M. Gross entered into an Option Agreement dated September 21st, 1967, effective September 26th, 1967, covering the sale of property approximately 4-1/2 miles south of Silverton, Colorado and known as Alladins Lamp 13298, Senior Warden 13298, Junior Warden 16752A, Tyler 16752A and Right of Way Mill Site 16752B and,

Whereas the above Option Agreement has been assigned to the M. G. Mining Company, a Colorado Corporation, and,

Whereas said Option Agreement will otherwise terminate on September 26th, 1968 and,

Whereas the sum that was to be due on September 26, 1968 was Twenty Thousand ($20,000.00) Dollars,

Now it is agreed between the above mentioned parties as well as the M.G. Mining Company (assignee as above mentioned) that said option is extended to September 26th, 1969 in consideration of the payment of One Thousand ($1,000.00) Dollars the receipt whereof is hereby acknowledged, as a payment toward the balance due of Twenty Thousand ($20,000.00) Dollars as above mentioned, leaving a balance due to be paid on or before September 26th, 1969, of Nineteen Thousand ($19,000.00) Dollars, when and if said Option is exercised.

Therefore the parties hereto have hereon signed their names and executed this agreement, this 22nd day of July, 1968.

Mrs. Helen I. Wiser Turner
Mrs. Helen I. Wiser Turner

Joseph M. Gross
Joseph M. Gross

Joseph M. Gross
M.G. Mining Company
By its Executive Vice President
Joseph M. Gross

MARIAN B. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

AGREEMENT TO EXTEND OPTION

Whereas Helen I. Wiser Turner and Joseph M. Gross entered into an Option Agreement dated September 21st, 1967, effective September 26th, 1967, covering the sale of property approximately 4-1/2 miles south of Silverton, Colorado and known as Alladins Lamp 13298, Senior Warden 13298, Junior Warden 16752A, Tyler 16752A and Right of Way Mill Site 16752B and,

on Agreement has been assigned
Colorado Corporation, and,
eement will otherwise terminate

s to be due on September 26, 1968
) Dollars,
the above mentioned parties
ny (assignee as above mentioned)
September 26th, 1969 in
One Thousand ($1,000.00) Dollars
nowledged, as a payment toward
d ($20,000.00) Dollars as above
to be paid on or before September
($19,000.00) Dollars, when and

eto have hereon signed their
, this 22nd day of July, 1968.

Mrs. Helen I. Wiser Turner
Mrs. Helen I. Wiser Turner

Joseph M. Gross
Joseph M. Gross

M.G. Mining Company
By its Executive Vice President
Joseph M. Gross

STATE OF CALIFORNIA
COUNTY OF SAN BERNARDINO } SS.

On July 23, 1968 before me, the undersigned, a Notary Public in and for said County and State, personally appeared Mrs. Helen I. Wiser Turner

(Individual)

On July 22, 1968 before me, the undersigned, a Notary Public in and for said County and State, personally appeared Joseph M. Gross

known to me to be the person whose name is subscribed to the within instrument and acknowledged that he executed the same.

WITNESS my hand and official seal.

Form 523 7-48 (Individual)

524 5-56 (Corporation)

STATE OF CALIFORNIA
COUNTY OF } SS.

On July 22, 1968 before me, the undersigned, a Notary Public in and for said County and State, personally appeared Joseph M. Gross, known to me to be the Executive Vice President, and Joseph M. Gross is known to me to be the Vice President of ~~Secretary of~~ the Corporation that executed the within Instrument, known to me to be the persons who executed the within Instrument on behalf of the Corporation therein named, and acknowledged to me that such Corporation executed the within Instrument pursuant to its by-laws or a resolution of its board of directors.

WITNESS my hand and official seal.

(Seal) Marian B. Raymond
Notary Public in and for said County and State

My Commission Expires Feb. 13, 1969

MARIAN B. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

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 San Juan, State of Colorado,

described as follows:[2] Senior Deacon Lode, Book 192, page 94; Junior Deacon Lode, Book 192, page 138; Senior Steward Lode, Book 192, page 140; Molas #11 Lode, Book 192, page 142; Molas #12 Lode, Book 192, page 144.

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

M G Mining Company [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 _____ (State "None" or "See Annex No. ____".)

Dated this 12th day of September, 19 68.

Joseph M. Gross (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

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 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 San Juan, State of Colorado,

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M G Mining Company[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 _____ (State "None" or "See Annex No. ____".)

Dated this 17th day of September, 19 68.

Joseph M. Gross (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

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)

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 San Juan, State of Colorado,

described as follows:[2] Molas #6 Lode, Book 189, page 592; Molas #7 Lode, Book 189, page 593; Molas #8 Lode, Book 189, page 594; Molas #9 Lode, Book 189, page 595; Molas #10 Lode, Book 189, page 596.

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M G Mining Company [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 _____ (State "None" or "See Annex No. ____".)

Dated this 16th day of September, 1968.

Jeanette M. Gross (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

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)

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 San Juan, State of Colorado,

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M G Mining Company [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

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 4th day of September, 1968.

Jean M. Gross (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

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)

UNION BANK

Beverly Hills Regional Head Office *9460 Wilshire Blvd., Beverly Hills, Calif.*

Telephone 273-4422

July 29, 1968

M. G. Mining Company
c/o Joseph M. Gross
533 North La Cienega Boulevard
Los Angeles, California 90048

Attention: Mr. Joseph H. Gross

Gentlemen:

With reference to your recent request for a loan of $75,000, we regret to inform you that it is not within the present policy of the bank to extend such a credit on the terms and for the purpose requested.

We appreciate the opportunity of considering this credit and assure you this has no reflection on your personal credit.

Sincerely,

Eldon Lloyd

Eldon K. Lloyd
Vice President

OME APPLICATION
M G Mining Company

Item 2 (b) continued

Junior Warden - patented -
Sec. 5 & 6, T40N, R7W
U. S. Minerals Survey #16752A

Tyler - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #16752A

Molas #2 - unpatented -
Sec. 6, T40N, R7W
recorded San Juan County Courthouse
Book 165, pg. 197

Molas #3 - unpatented -
Sec. 6, T40N, R7W
recorded San Juan County Courthouse
Book 165, pg. 198

Molas #4 - unpatented -
Sec. 5 & 6, T40N, R7W and
Sec. 32, T41N, R7W
recorded San Juan County Courthouse
Book 165, pg. 199

Molas #5 - unpatented -
Sec. 5 & 6, T20N, R7W
recorded San Juan County Courthouse
Book 142, pg. 174

Molas #6 - unpatented -
Sec. 5, T40N, R7W
recorded San Juan County Courthouse
Book 189, pg. 592

Molas #7 - unpatented -
Sec. 5, T40N, R7W
recorded San Juan County Courthouse
Book 189, pg. 593

Molas #8 - unpatented -
Sec. 5, T40N, R7W
recorded San Juan County Courthouse
Book 189, pg. 594

Item 2 (b) continued

Molas #9 - unpatented -
Sec. 5, T40N, R7W
recorded San Juan County Courthouse
Book 189, pg. 595

Molas #10 - unpatented -
Sec. 5, T40N, R7W
recorded San Juan County Courthouse
Book 189, pg. 596

Molas #11 - unpatented -
Sec. 5 & 6, T40N, R7W
recorded San Juan County Courthouse
Book 192, pg. 142

Molas #12 - unpatented -
Sec. 5 & 6, T40N, R7W
recorded San Juan County Courthouse
Book 192, pg. 144

Junior Deacon - unpatented -
Sec. 6, T40N, R7W
Sec. 31, T41N, R7W
recorded San Juan County Courthouse
Book 192, pg. 138

Senior Deacon - unpatented -
Sec. 6, T40N, R7W
recorded San Juan County Courthouse
Book 192, page94

Senior Steward - unpatented -
Sec. 6, T40N, R7W
Sec. 31, T41N, R7W
recorded San Juan County Courthouse
Book 192, pg. 140

Claims in Area of Molas Group: not involved in exploration

Expansion - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #14673

OME Application
M G Mining Company

Item 2 (b) continued

Ione - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #14673

Parthenope - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #14673

The Expansion, Ione and Parthenope are not controlled by the M G Mining Company.

To the best of our knowledge, the only names by which these claims have been known are listed above.

Item 4 continued

(b) Shipping point for concentrates is Ridgeway (railroad of D. & R. G. railway) about 37 miles from the property. Supplies and provisions can be obtained either from Silverton (4 miles) or Ouray (29 miles).

Item 5

(a) Exploratory drilling in two stages is proposed on the patented Molas Lode, Senior Warden and Aladdins Lamp claims.

Although shallow mining for silver, lead and copper has been done on the Molas Lode to a depth of about 50 feet, there has never been any attempt to determine how ore shoots lie in the vein and, indeed, no attempt was made to determine if mineralization extended to depth.

The proposed exploration work consists of initially 18 drill holes of AX core size. AX core size has been chosen in order to keep down the cost of the exploration program. The drill sites would be located more or less in a line parallel to the Molas fault and southwest of the fault - the fault dips 70° to 75° SW according to measurements made underground. The holes will be inclined at various angles to the horizontal ranging from 40° to 55°; the majority range between 40° and 45°.

Of the eighteen drill holes, nine would test the "zone", on the Molas Lode and Senior Warden claims which would be approximately 140 feet below the level where major mining occurred in the pre-1900 era, and 80 feet below the lowest level of development where mineralization is known to occur. This zone would be the "200 foot" level as might be laid out in any future mining operations.

The remaining nine holes would be drilled to intersect the vein 200 feet below the surface on the Senior Warden and Aladdins Lamp claims. Because of the variation in topography, they would test various horizons of the vein where it cuts the limestone (see map of drill site locations in envelope #5).

OME Application
M G Mining Company

Item 7

(a) Drilling bids and assay bids may be found in envelope #7.

Direct Cost Per Foot AX Core

Hole No.	Depth (ft.)	Bid Boyles Bros.	Bid Longyear Co.	Bid Schlottman
1	247	1543.75	1914.25	1358.50
2	277	1743.40	2146.75	1523.50
3	359	2292.80	2782.25	2004.00
4	359	2292.80	2782.25	2004.00
5	367	2366.50	2844.25	2052.00
6	360	2299.50	2790.00	2010.00
7	335	2132.00	2596.25	1860.00
8	340	2165.50	2635.00	1890.00
9	350	2232.50	2712.50	1950.00
10	370	2366.50	2867.50	2070.00
11	335	2132.00	2596.25	1860.00
12	335	2132.00	2596.25	1860.00
13	340	2165.50	2635.00	1890.00
14	340	2165.50	2635.00	1890.00
15	345	2199.00	2673.75	1920.00
16	335	2132.00	2596.25	1860.00
17	365	2366.50	2828.75	2040.00
18	335	2132.00	2596.25	1860.00
	6,094 ft.	$38,752.55	$47,228.50	$33,902.00
Mobilization		500.00	750.00	150.00
Drill site moves (72 hours)		no charge	1008.00	540.00
Delays, etc. (180 hours)		1980.00	2520.00	1440.00
Reaming, casing & cementing @ 5% of drilling costs		1937.62	2361.42	1695.10
Casing left in hole est. 180 feet		314.00	314.00	314.00
610 core boxes		610.00	610.00	610.00
		$44,094.17	$54,791.92	$38,651.10
Assaying (Parker bid) 36 samples @ $7		252.00	252.00	252.00
		$44,346.17	$55,043.92	$38,903.10

OME Application
M G Mining Company

Item 7 continued

(b) Supervision & consulting services*	5066.00	5066.00	5066.00
Total cost of initial stage of drilling is	$49,412.17	$60,109.92	$43,969.10

Estimated cost of second stage drilling of 5,000 feet @ overall cost of $7.21 per foot (Schlottman bid). $36,050.00

Total cost of two stages $80,019.10

* Full time supervision, @ $800/mo., based on a 100 day period of drilling to complete the program.- $2,666.00

Consulting services based on 5 day/mo. at $100/day -	$1,800.00	
Plus estimated expenses of consultants-	600.00	
		$2,400.00
		$5,066.00

APPLICATION FOR FINANCIAL ASSISTANCE

IN MINERALS EXPLORATION

By the M G Mining Company

Item 1

(a) In [envelope #1, in accompanying packet,] this file may be found correspondence between Joseph Gross, Executive Vice President of the M G Mining Company and the Union Bank and the United California Bank (account bank).

(b) United States Minerals Corporation
Fulton, Walter & Duncombe
30 Rockefeller Plaza
New York, New York 10020 — 50% Interest

Joseph M. Gross - individual
533 North LaCienga Boulevard
Los Angeles, California 90048 — 50% Interest

Item 2

(a) M G Mining Company through assignment by Joseph Gross, controls the Molas claims and the Wiser (Turner) claims. See documents in envelope #2.

There are no liens, mortgages or encumbrances on the lands.

(b) Molas claims group: to be explored.

Molas Lode - patented -
Sec. 6, T40N, R7W
U. S. Mineral Survey #215

Senior Warden - patented -
Sec. 6, T40N, R7W
U. S. Mineral Survey #13298

Aladdins Lamp - patented -
Sec. 6, T40N, R7W and
Sec. 31, T41N, R7W
U. S. Mineral Survey #13298

OME Application
M G Mining Company

Item 2 (b) continued

Molas group: not involved in exploration but incl. in L&S

Molas #2 - unpatented -
Sec. 6, T40N, R7W
recorded San Juan County Courthouse
Book 165, pg. 197

Molas #3 - unpatented -
Sec. 6, T40N, R7W
recorded San Juan County Courthouse
Book 165, pg. 198

Molas #4 - unpatented -
Sec. 5 & 6, T40N, R7W and
Sec. 32, T41N, R7W
recorded San Juan County Courthouse
Book 165, pg. 199

Molas #5 - unpatented -
Sec. 5 & 6, T40N, R7W
recorded San Juan County Courthouse
Book 142, pg. 174

Junior Warden - patented -
Sec. 5 & 6, T40N, R7W
U. S. Minerals Survey #16752A

Tyler - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #16752A

Expansion - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #14673

Ione - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #14673

Parthenope - patented -
Sec. 5, T40N, R7W
U. S. Minerals Survey #14673

To the best of our knowledge, the only names by which these claims have been known are listed above.

Item 2 continued

(c) Lien and Subordination Agreements from Joseph Gross and Mrs. Helen I. Wiser Turner may be found in the envelope #2C.

Item 3

(a) Little is known about earlier operations in the "Molas mine." Reportedly the mine was operated in the late 1800's but closed down about 1892 with the drop in the price of silver. The Bureau of Mines lists small tonnages from 21 tons the property in 1936 and 1939 of silver, copper, lead, and zinc. A copy of the Bureau of Mines record may be found in envelope #3. There has been no production since that time, although about 1950 Mr. Joseph Gross of Los Angeles purchased the property from a Mr. Hansberger of Durango and attempted to clear out the old shaft and the lower workings. Mr. Gross, because the old shaft could not be renovated and because of a labor shortage, was unsuccessful in this venture and no production came from it. In envelope #3, there is a plan map showing the location of shafts and drifts, and a cross and adit section showing the extent of the working underground.

(b) The officers of the M G Mining Company had no interest in any of the production listed above.

(c) See Bureau of Mines production sheet in envelope #3.

(d) Ore reserves are undetermined and unknown. No attempt has ever been made, to our knowledge, to block out ore grade material. Assays of Samples taken from the 3rd Level of the Molas Mine - Envelope 3D

(e), (f), (g) These may be found in the geologic report which accompanies this application in a separate binder.

Item 4

(a) A member of David S. Robertson and Associates, Inc., consulting geologists whose offices are at 9485 West Colfax, Denver, Colorado, will meet with an OME representative whenever desired. The property is located about 4 miles south of Silverton, Colorado. A majority of the claims are within 1,000 feet of U. S. Highway 550, the main highway between Silverton and Durango, Colorado and are easily accessible. The mine workings are inaccessible.

Item 4 continued

(b) Shipping point for concentrates is Ridgeway (railhead of D. & R. G. railway) about 37 miles from the property. Supplies and provisions can be obtained either from Silverton (4 miles) or Ouray (29 miles).

Item 5

(a) Exploratory drilling in two stages is proposed on the patented Molas Lode, Senior Warden and Aladdins Lamp claims.

Although shallow mining for silver, lead and copper has been done on the Molas Lode to a depth of about 50 feet, there has never been any attempt to determine how ore shoots lie in the vein and, indeed, no attempt was made to determine if mineralization extended to depth.

The proposed exploration work consists of initially, 18 drill holes of BX core size. The total footage would be about 3,775 feet. BX core size is chosen over AX because, commonly, there is better core recovery, and because the larger core gives a better sample of the material. The drill sites would be located more or less in a line parallel to the Molas fault and southwest of the fault - the fault dips 75° SW. The holes would be vertical. The depth of the horizon to be intersected determines the location of the drill site in relation to the fault. No

Of the eighteen drill holes, eleven would test the "zone" on the Molas Lode and Senior Warden claims which would be approximately 140 feet below the level where major mining occurred in the pre-1900 era, and 80 feet below the lowest level of development where mineralization is known to occur. This zone would be the "200 foot" level as might be laid out in any future mining operations.

The remaining seven holes are located on the Aladdins Lamp claim. These holes would be drilled to intersect the vein 200 feet below the surface. Because of the variation in topography, they would test various horizons of the vein where it cuts the limestone (see map of drill site locations in envelope #5).

All on 200' centers

OME Application
M G Mining Company

Item 5 (a) continued

The purpose of the second stage of drilling would be to secure more information on the mineralization found, such that some confidence could be placed in the success of a mining operation. At this point we cannot determine with any degree of confidence the actual footage required. We believe, however, that the total footage in the second stage would be greater than the total footage in the first stage. Although the target will be narrower, there should be more holes since they will be more closely spaced and some of the holes will go to greater depths. We estimate that some 5,000 feet of drilling would be necessary. Dev.?

(b) Little access road work will be required. Not incl. in cost.

(c) As soon as the OME contract is executed, we will be prepared to begin work. How soon after the execution of the contract will be contingent upon the availability of a drilling rig. Longyear can start in 2 weeks

If two rigs are utilized in the program, it is expected that some 3,000 feet of drilling can be completed per month.

2,9± mo.
3000)8,775

Item 6

Both the U. S. Minerals Corporation and Joseph Gross have considerable background in the petroleum industry. In addition, Mr. Gross, as has been mentioned, has intimate knowledge of the mining problems on the Molas property.

The firm of David S. Robertson and Associates, Inc. will supervise the work. Their personnel are experienced in exploration and mining for metalliferous minerals and are consultants to a number of large mining firms. A brochure of this company may be found in envelope #6.

OME Application
M G Mining Company

Item 7

(a) Drilling bids and assay bids may be found in envelope #7.

Direct Cost Per Foot BX Core

Hole No.	Depth (ft.)	Bid Boyles Bros.	Bid Longyear Co.
1	120	804.00	960.00
2	150	1005.00	1200.00
3	230	1541.00	1840.00
4	240	1608.00	1920.00
5	240	1608.00	1920.00
6	250	1675.00	2000.00
7	235	1574.50	1880.00
8	200	1340.00	1600.00
9	190	1273.00	1520.00
10	230	1541.00	1840.00
11	290	1977.00	2320.00
12	200	1340.00	1600.00
13	200	1340.00	1600.00
14	200	1340.00	1600.00
15	200	1340.00	1600.00
16	200	1340.00	1600.00
17	200	1340.00	1600.00
18	200	1340.00	1600.00
	3,775 feet	$25,326.50	$30,200.00
Mobilization		500.00	750.00
Drill site moves (72 hours)		no charge	1008.00
Delays, laying pipe, etc. (180 hours)		1980.00	2520.00
Reaming, casing & cementing estimated @ 5% of direct drilling costs		1266.33	1510.00
Casing left in hole: est. 180 feet		314.00	314.00
400 core boxes		400.00	500.00
		$29,786.83	$36,802.00
Assaying (Charles Parker - bid in envelope #7) 36 samples @ $7		252.00	252.00
= 2 samples per hole		$30,038.83	$37,054.00

OME Application
M G Mining Company

Item 7 continued

1.28/Mo
3000) 3775

(b) Supervision and consulting geological services	4,000.00	4,000.00
Total cost of initial stage of drilling is-----	$34,038.83	$41,054.00

$ 9.03/ft.
3,775) 34,083.83

Estimated cost of second stage drilling of 5,000 feet @ overall cost of $9.20 per foot	$46,000.00
Total cost of two stages	$80,038.83

Book 9109

This Indenture, made this first day of April in the year of our Lord one thousand nine hundred and forty-eight between

William F. Hansberger

of the County of La Plata and State of Colorado, party of the first part, and

Joseph M. Gross

of the County of Los Angeles and State of Los Angeles, Colorado, party of the second part: WITNESSETH, That the said party of the first part, for and in consideration of the sum of Eight Thousand and no/100 Dollars, Lawful Money of the United States of America, to him in hand paid by the said party of the second part, the receipt whereof is hereby acknowledged, has granted, bargained, sold and conveyed, and by these presents does grant, bargain, sell, convey and confirm unto the said party of the second part, and to his heirs and assigns ~~forever all the following described lot or parcel of land, situate, lying and being in the County of and State of Colorado, to wit:~~

the Molas Lode Mining Claim, U. S. Patent Survey No. 215, Animas Mining District, San Juan County, Colorado.

$8.80 Cancelled
Internal Revenue
Stamps

Together with all the dips, spurs and angles, and also all the metals, ores, gold and silver bearing quartz rock and earth therein; and all the rights, privileges and franchises thereto incident, appendant and appurtenant, or therewith usually had and enjoyed; and, also, all and singular the tenements, hereditaments and appurtenances thereto belonging or in anywise appertaining, and the rents, issues and profits thereof; and also all the estate, right, title, interest, property possession, claim and demand whatsoever, as well in law as in equity, of the said party of the first part, of, in or to the said premises, and every part and parcel thereof, with the appurtenances: TO HAVE AND TO HOLD all and singular the said premises together with the appurtenances, unto the said party of the second part, his heirs and assigns forever. And the said William F. Hansberger party of the first part, for himself, his heirs, executors, and administrators, does covenant, grant, bargain and agree to and with the said party of the second part, his heirs and assigns, that at the time of the ensealing and delivery of these presents he is well seized of the premises above conveyed, as of good, sure, perfect, absolute and indefeasible estate of inheritance, in law, in fee simple, and has good right, full power and authority to grant, bargain, sell and convey the same, in manner and form aforesaid, and that the same are free and clear from all former and other grants, bargains, sales, liens, taxes, assessments and incumbrances of whatever kind or nature soever; and the above bargained premises, in the quiet and peaceable possession of the said party of the second part, his heirs and assigns, against all or every person or persons lawfully claiming or to claim the whole or any part thereof, the said party of the first part shall and will WARRANT AND FOREVER DEFEND, always saving and excepting the same premises, rights and privileges contained in the patent of the United States, and in so far as the same may be found for said survey lot

In Witness Whereof, The said party of the first part has hereunto set his hand and seal, the day and year first above written.

Signed, Sealed and Delivered in Presence of

William F. Hansberger [SEAL]
[SEAL]
[SEAL]

STATE OF COLORADO, } ss.
County of La Plate

I, Charles L. Hickman in and for said County, in the State aforesaid, do hereby certify that William F. Hansberger personally known to me to be the person whose name is subscribed to the annexed Deed, appeared before me this day in person, and acknowledged that he signed, sealed and delivered the said instrument of writing as his free and voluntary act, for the uses and purposes therein set forth.

Given under my hand and seal this 1st day of June A.D. 1948.

Charles L. Hickman

My commission expires 12-8-48 A.D. 1948 at 11:00 o'clock A.M.

Lyman K. Richard Recorder.
By Deputy.

STATE OF CALIFORNIA,

COUNTY OF ~~XXXXXXXX~~
San Bernardino

RUTH HOWARD
NOTARY PUBLIC
SAN BERNARDINO COUNTY
CALIFORNIA

ss

ON September 26, 19 67,
before me, the undersigned, a Notary Public in and for said State, personally appeared

Mrs. Helen I. Wiser Turner

known to me to be the person whose name is subscribed to the within Instrument, and acknowledged to me that ~~S~~ he executed the same.

WITNESS my hand and official seal.

Ruth Howard

Ruth Howard
NAME (TYPED OR PRINTED)
Notary Public in and for said State.

RUTH HOWARD
My Commission Expires April 17, 1969

ACKNOWLEDGMENT--General—Wolcotts Form 232—Rev. 3-64

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON September 27 19 67,
before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

known to me to be the person whose name is subscribed to the within instrument, and acknowledged to me that he executed the same.

WITNESS my hand and official seal.

My commission expires June 5, 1968

E Leola Memory
NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT--General—Wolcotts Form 232—Rev. 3-64

JOSEPH M. GROSS
[illegible] LA CIENEGA BLVD
LOS ANGELES 90048
CLEANDER [illegible]
OLYMPIA [illegible]

September 21, 1967

Mrs. Helen Turner
363 East 29th Street
San Bernardino, California 92404

My dear Mrs. Turner:

This letter will confirm our telephonic conversation of today whereby it was agreed that you give me herewith an option for the consideration of $1,000.00 to purchase the five Wiser patented claims for $21,000.00 less $1,000.00 to be paid hereby for this option. The five patented claims are as follows: Alladins Lamp, No. 13298, Junior Warden No. 16752, Right of Way Mill Site, No. 16752B, Senior Warden No. 13298, and Tyler, No. 16752.

It is understood that this option is for one year approximately and shall expire on October 1, 1968 unless the option is exercised and the property put in escrow on or before said date according to the terms mentioned in a recent telegram from you, a copy of which is attached hereto.

It is understood that I or my associates or assigns shall not be obligated to explore the above mentioned claims but may do so without any cost or liability to you.

If this purports to be our understanding, please sign a copy of this letter at the line in the lower left hand corner signifying your acceptance. Return to me properly executed before a notary and I will send you my check for $1,000.00 by return mail.

The enclosed self-addressed envelope is for your immediate reply.

Sincerely,

Joseph M. Gross

Joseph M. Gross

JMG:je

AGREED Mrs Helen I. Wiser-Turner

Mrs. Helen I. Wiser Turner

JOSEPH M. GROSS
533 NO. LA CIENEGA BLVD.
LOS ANGELES 90048
OLEANDER 5 7584
OLYMPIA 2-0780

October 6, 1967

Mrs. Helen I. Wiser Turner
363 East 29th Street
San Bernardino, California 92404

My dear Mrs. Turner:

In checking out the title of the Wiser properties, I find the proper descriptions are: Alladins Lamp, 13298 with the same number of 13298 applying to Senior Warden patented claim; Junior Warden is 16752A; Tyler is 16752A; and Right of Way Mill Site is 16752B.

One of these patented claims conflicts with and overlays our own Molas claim over which we have priority. But this is of no importance at this time because, in a manner of speaking, we are trying to merge both situations.

In my recent letter to you, I suggested that perhaps you would be kind enough to let me have some of the geology and surveys that you might have that I may tie everything together accurately and start work without any further delay. Any cooperation that you can grant at this time will be most helpful.

Will you please be kind enough to let me hear from you, particularly agreeing that the above mentioned patented claims are the ones involved in our option.

Sincerely,

Joseph M. Gross

JMG:je

The above mentioned claims are the ones mentioned in our option.

Mrs. Helen I. Wiser Turner

L. B. STEWARD, MGR.

PH. CH.

ROOT & NORTON

ASSAYERS & CHEMISTS

DURANGO, COLORADO

Dec. 18, 1967

M G Mining Co.
9485 West Colfax
Denver, Colorado

Dear Sirs:

In reply to your request for bid for assaying, we quote the following:

For determining the elements, Au, Ag, Pb, Cu & Zn, the charge will be ten dollars ($10.00) per sample. Fewer than twenty (20) samples per month will be charged for at the rate of twelve dollars ($12.00) per sample.

No sampling fee will be charged for average size samples of two to five (2 to 5) pounds.

Thanks for your consideration.

Very truly yours,

L. B. Steward

L. B. Steward for
Root & Norton

LBS/ml

Enc. 2

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 5 1968
INITIALS CODE

Pre-incorporation Agreement between U. S. Minerals Corporation (Minerals) and Joseph M. Gross (Gross), dated November 14, 1967.

The parties hereto have acquired title to or other interests in various mining claims located in San Juan County, Colorado, and desire to transfer these interests to a new corporation, as hereinafter provided. Among such claims are a group of claims known as the Molas claims, title to which is held by Gross and in which Minerals has acquired a 50% undivided interest, an option from a Mrs. Turner to purchase certain claims adjoining the Molas claims (the Wiser claims) and a group of claims, title to which is held by Minerals, known as the Kittimac Mine.

I & S from numbers ?

NOW THEREFORE, the parties hereto hereby agree as follows:

1. Gross represents to Minerals as follows:

(a) He holds title to the surveyed patented and unpatented mining claims (the Molas claims) listed below, free and clear of liens, encumbrances or the claims or interests of third parties (except the interest of Minerals hereinbefore referred to):

Patented Molas Claim #215
Molas #2 Lode, Book 165, page 197
Molas #3 Lode, Book 165, page 198
Molas #4 Lode, Book 165, page 199
Molas #5 Lode, Book 142, page 174

all of which are located in the Animas Mining District, San Juan County, Colorado, and all of which are shown on the copy of the map, prepared by D. S. Robertson & Associates, Inc., attached hereto;

(b) He has expended, from his own funds, not less than $40,000 in acquiring and maintaining the Molas claims.

2. Minerals represents to Gross as follows:

(a) It holds title to the patented and unpatented mining claims, free and clear of liens, encumbrances or the claims or interests of third parties, comprising about 1-1/2 square miles, situated in the Animas Mining District, San Juan County, Colorado, as shown on the attached maps approved by M. A. Klugman, known together as the Kittimac Mine;

(b) It carries the Kittimac Mine on its books at over $60,000, representing the acquisition and capitalized maintenance costs thereof.

3. Gross and Minerals, for $1,000 paid by Gross to Mrs. Helen I. Wiser Turner, have acquired an option, exercisable on or before October 1, 1968, to purchase, for $21,000 less such $1,000, five patented claims, located in San Juan County, Colorado, adjoining the Molas claims, all of which are shown on the copy of the map prepared by R. W. Rowland, attached hereto:

Kittimac?

Aladdins Lamp, 13298
Senior Warden, 13298
Junior Warden, 16752A
Tyler, 16752A
Right of War Mill Site, 16752B

4. Promptly upon the execution of this agreement, Minerals shall cause a new company (the New Company) to be incorporated under the laws of the State of Colorado, such company to be known as MG Mining Company, Inc., or any other name to which the parties may agree, such company (a) to have an initial capitalization of 100,000 shares of common stock, par value $1.00 per share, and to have a charter and by-laws usual and customary for a mining company incorporated under such state.

5. Promptly upon the incorporation of the New Company:

(a) the parties shall cause the following persons to be elected directors of the New Company:

Robert E. McCormick
Joseph M. Gross
A nominee of Gross
A nominee of Minerals
A fifth director to be mutually agreed upon by Minerals and Gross, or in default of such agreement, John R. Dunning, Dean of the Faculty of Engineering and Director of Scientific Research, Columbia, University, New York

It is contemplated that such directors, upon their election, will appoint officers of the New Company and that such officers will include Robert E. McCormick and Joseph M. Gross.

(b) the parties shall subscribe to and pay for shares of common stock of the New Company as follows:

Subscriber	No. Shares Class A	Purchase Price
Minerals	1,000	$1,000
Gross	1,000	1,000

(c) Gross and Minerals shall assign, transfer and convey to the New Company all of their right, title and interest in and to the Molas claims, the Kittimac Mine and the Wiser option;

(d) the parties shall cause the New Company to issue shares of its common stock to the parties and in the amounts listed below, in exchange for the assignments, transfers and conveyances mentioned in sub-paragraph (c) immediately above:

	No. Shares Class A
U. S. Minerals	20,000
Gross	20,000

All such shares shall be taken for investment and not with a view to distribution thereof.

6. The costs of the incorporation of the New Company shall be borne in the first instance by Minerals for the account of the New Company and Minerals shall be reimbursed by the New Company for such costs. Gross shall be reimbursed by the New Company for the $1,000 he paid Mrs. Turner.

7. Each party represents to the other that no finder's fees are payable in respect of the transactions contemplated hereby, or the acquisition of the properties mentioned herein, except that Paul V. Eisner of 1150 Park Avenue is entitled to a finder's fee in respect to the acquisition of the Molas claims.

8. The parties contemplate that $12,000 will be provided to the New Company as initial financing, and as to such initial financing each of the parties as shareholders of the New Company shall have a preemptive right to subscribe to its or his proportionate share thereof.

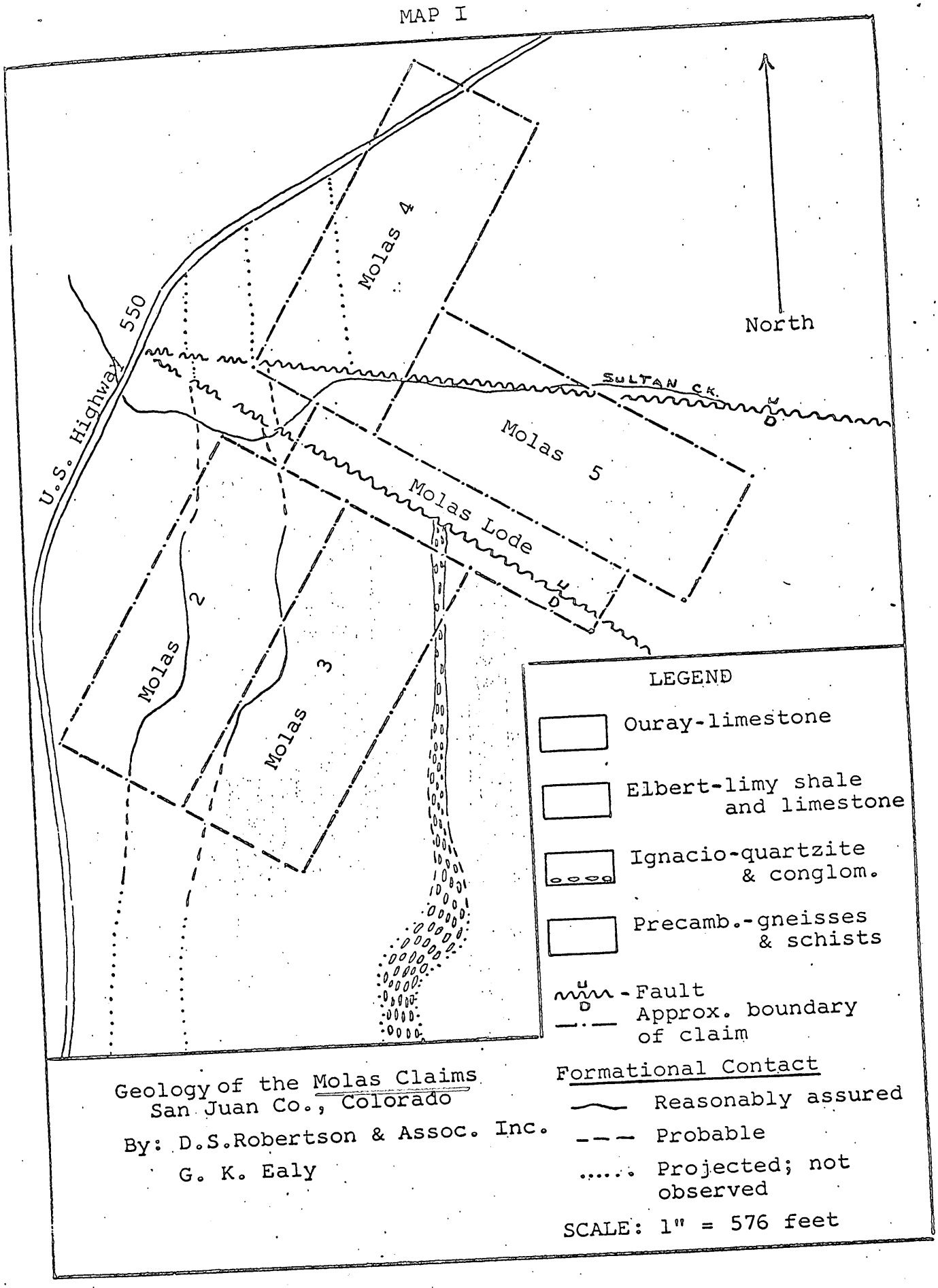
IN WITNESS WHEREOF, the parties hereto have executed this agreement, as of the date first above written.

U. S. MINERALS CORPORATION

Robert E. McCormick

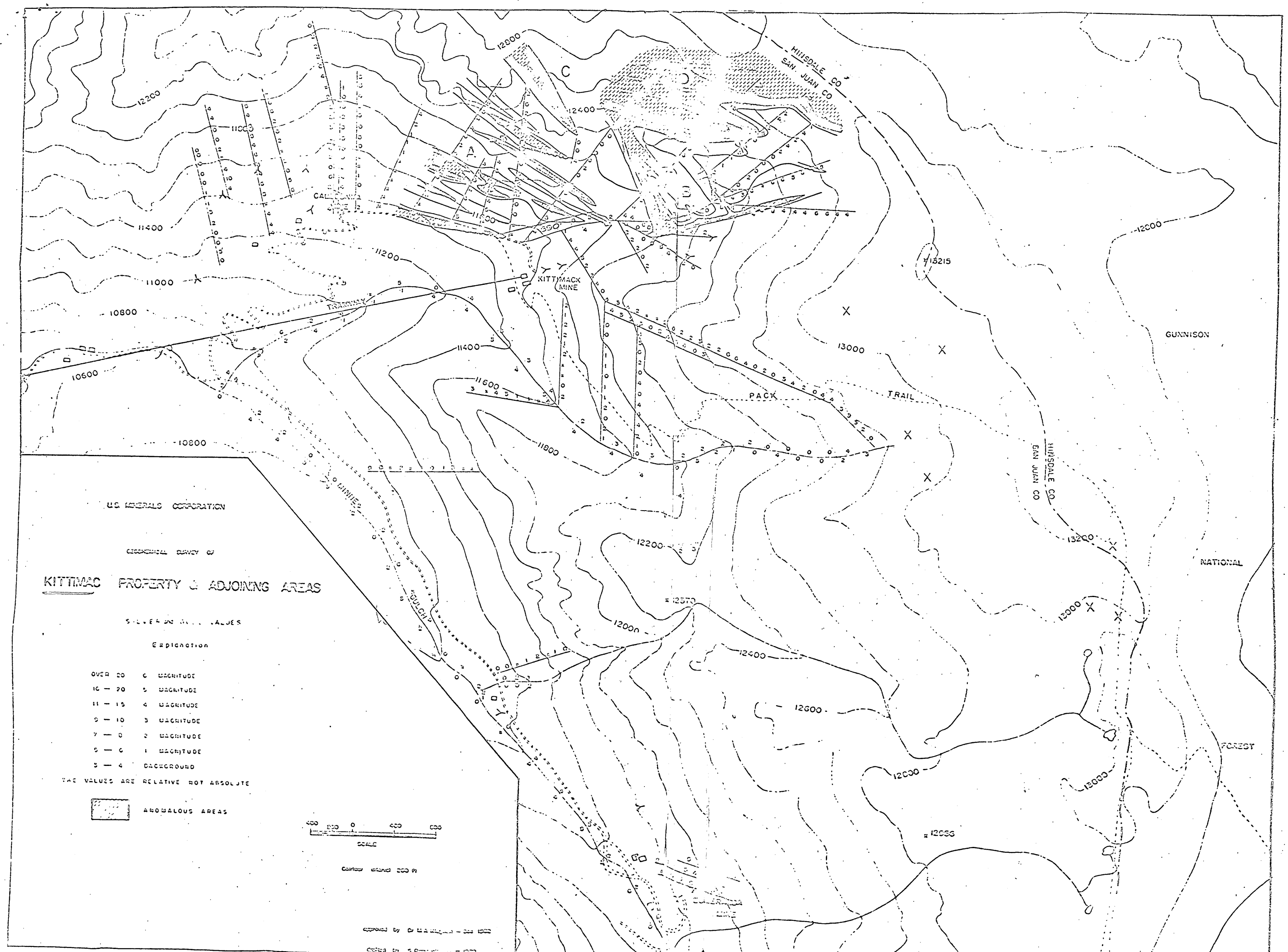
Joseph M. Gross

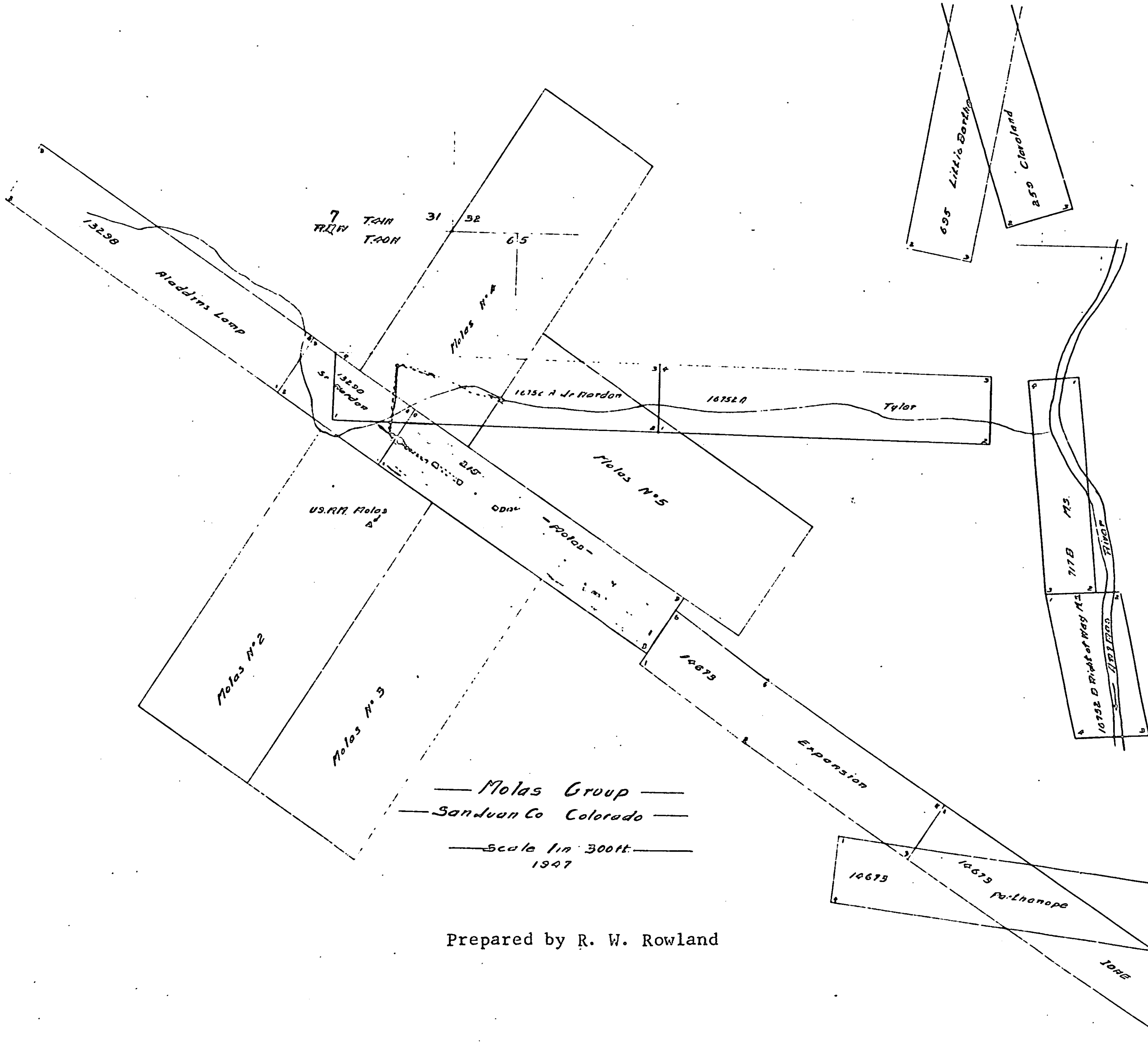
MAP I



Geology of the Molas Claims
San Juan Co., Colorado

By: D.S.Robertson & Assoc. Inc.
G. K. Ealy


U.S. MINERALS CORPORATION
GEOCHEMICAL SURVEY OF
KITTIMAC PROPERTY & ADJOINING AREAS
SILVER PPM VALUES
Explanation
OVER 20 6 MAGNITUDE
16 — 20 5 MAGNITUDE
11 — 15 4 MAGNITUDE
9 — 10 3 MAGNITUDE
7 — 8 2 MAGNITUDE
5 — 6 1 MAGNITUDE
3 — 4 BACKGROUND
THE VALUES ARE RELATIVE NOT ABSOLUTE
ANOMALOUS AREAS
SCALE
HINSDALE CO
SAN JUAN CO
KITTIMACK MINE
PACK TRAIL
GUNNISON
NATIONAL
FOREST
MINNIE GULCH
12000
12200
12400
11400
11200
11000
10800
10600
11600
11800
13000
13200
13215
12570
12600
12066
1390



Prepared by R. W. Rowland

JOSEPH M. GROSS
533 NO. LA CIENEGA BLVD.
LOS ANGELES 90048
OLEANDER 5-7584
OLYMPIA 2-0780

November 1, 1967

Union Bank
9460 Wilshire Boulevard
Beverly Hills, California

Dear Sirs:

In behalf of M. G. Mining Company, a Colorado Corporation of which I am one of the officers and directors and which corporation *owns load claims at Silverton, Colorado in San Juan County, Colorado, I make this application for a loan:

This property is rich in silver possibilities and to properly execute it we need a loan of $75,000.00.

I am reasonably certain the results of this exploration will enable us to repay this loan within one year or at the most 18 months.

Our corporation will use $25,000.00 of its present corporate funds to accomplish our purpose which requires a total of $100,000.00.

We intend to use these funds strictly for explorational purposes doing much core-drilling to outline the full extent and value of our claims.

Your early reply will be greatly appreciated.

Sincerely,

M.G. MINING COMPANY

Joseph M. Gross

by Joseph M. Gross
Executive Vice-President

JMG:je

* 5 claims one of which is patented

UNION BANK

Beverly Hills Regional Head Office *9460 Wilshire Blvd., Beverly Hills, Calif.*

Telephone 273-4422

November 29, 1967

M. G. Mining Company
% Joseph M. Gross
533 North La Cienega Boulevard
Los Angeles, California 90048

Attention: Mr. Joseph M. Gross

Gentlemen:

We have considered your request for a loan of $75,000.00.

For reasons which have been discussed with you, we regret that we are unable to make a loan of that amount and for the terms and purposes requested.

What reasons? must state

terms and purposes in A's letter of Nov. 1

We appreciate your giving us this opportunity to consider this request.

but not given for reasons

Yours sincerely,

Jack E. Sande
Vice President

JES:jcs

JOSEPH M. GROSS
533 NO. LA CIENEGA BLVD.
LOS ANGELES 90048
OLEANDER 5-7584
OLYMPIA 2-0780

November 1, 1967

United California Bank
3rd and La Cienega
Los Angeles, California

Dear Sirs:

In behalf of M. G. Mining Company, a Colorado Corporation of which I am one of the officers and directors and which corporation *owns load claims at Silverton, Colorado, in San Juan County, Colorado, I make this application for a loan:

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Your early reply will be greatly appreciated.

Sincerely,

M. G. Mining Company

by Joseph M. Gross
Executive Vice-President

JMG:je

* 5 claims one of which is patented

UNITED CALIFORNIA BANK

THIRD AND LA CIENEGA OFFICE • 8495 WEST THIRD STREET • LOS ANGELES, CALIFORNIA 90048 • TEL. 652-6460

Mr. Joseph M. Gross
Executive Vice President
M. G. Mining Company
533 N. La Cienega Blvd.
Los Angeles, California 90048

November 29, 1967

Dear Mr. Gross:

Thank you for your letter dated November 1, 1967.

Unfortunately our Bank at the present time does not make a policy of making loans similar to that mentioned in your letter, particularly upon the terms mentioned or for the purposes stated.

Therefore, I will have to decline your request at this time. This should not be considered as any reflection upon you personally, with whom we have had fine personal relations for a long time.

Sincerely,

James L. Chappel
Assistant Manager

DIAMOND CORE DRILLING
DIAMOND DRILLING EQUIPMENT
GROUTING
FOUNDATION TESTING
MINING
QUARRYING
SHAFT SINKING
TUNNEL DRIVING
MINE PLANT DESIGN
AND FABRICATION

Boyles Bros.
DRILLING COMPANY
CONTRACTORS-ENGINEERS-GEOLOGISTS
15865 West 5th Avenue
GOLDEN, COLORADO 80401
Phone (303) 279-7913

General Offices and Plant
1624 Pioneer Road P. O. Box 58
SALT LAKE CITY, UTAH 84110
Phone 487-7595
BRANCH OFFICES
ARIZONA (PHOENIX)
CALIFORNIA (AUBURN)
COLORADO (GOLDEN)
NEVADA (SPARKS)
WASHINGTON (SPOKANE)
CHILE (SANTIAGO)
CABLE: BOYLESBROS
MEXICO, D.F.
PERU (LIMA)
CABLE: BOYLESCOP

December 8, 1967

M.G. Mining Company
%David S. Robertson & Associates
9485 West Colfax Avenue
Lakewood, Colorado 80215

Attention: Mr. B.L. Burman

Dear Sir:

We submit the following schedule of charges as our estimate for core drilling, on your Molas property, near Silverton, Colorado.

1. Mobilization of men and equipment. $ 500.00
2. Drilling and casing overburden, per linear foot. 8.90
3. Core drilling

	NX	BX	AX
0 to 250 feet, per foot.	$7.55	$6.70	$ 6.25
250 to 500 feet, per foot.	8.20	7.55	6.70

4. Reaming, if required, all sizes, per linear foot. $ 3.90
5. Cementing, plus cost of cement and cement substitutes, including drill mud, per hour. $12.50
6. Standby and delays, per hour. $11.00
7. Cardboard core boxes, to hold 10 feet of core, each. $ 1.00
8. Casing lost in hole, will be charged at cost, at job site.
9. Water truck, if required, will be charged for at our truck rental rate of $225.00 per month, plus 12¢ per mile, and driver's wages, plus payroll taxes, if driver is required.
10. Drill sites and roads to be prepared and maintained at no cost to Boyles Bros.

These prices are subject to physical inspection of the property.

Thank you for your consideration of our company.

Very truly yours,
BOYLES BROS. DRILLING COMPANY

George E. Lensch

George E. Lensch, District Manager

FORM 311A 5M 2-58

Longyear
E. J. LONGYEAR COMPANY
General Offices, 76 South 8th St.
Minneapolis 2, Minnesota, U. S. A.
TELEPHONE: FEDERAL 9-7631 • CABLE LONGCO

P. O. Box 15218
865 West 2600 South
Salt Lake City, Utah
January 15, 1968

M G Mining Company
c/o David S. Robertson Associates, Inc.
9485 West Colfax
Denver, Colorado 80215

Attention: Mr. Richard F. Douglas, Ph. D.

PROPOSED EXPLORATORY DRILLING PROGRAM VICINITY SILVERTON, COLORADO

Gentlemen:

In response to your recent request, we are pleased to submit below for your consideration, our proposal for your proposed exploratory drilling program located approximately five (5) miles south of Silverton, Colorado.

1. We understand that the project as now planned will consist of approximately 5,000 linear feet to be drilled in ten (10) holes No at an angle not flatter than 45° as measured from the horizontal.

2. The overburden is not expected to exceed ten (10) feet in depth. The formation is to consist of granite. No

3. We further understand that water will have to be pumped or hauled from a stream at a distance of approximately 2,000 feet from the drill sites, with a maximum lift of 200 feet.

4. We also understand that you will provide without charge, tractor service as required for maintenance of access roads and preparation of drill sites, and for moving the drill from one location to another.

5. We will carry public liability insurance covering personal injury and property damage, and Workmen's Compensation insurance, and also all-risk insurance protecting against loss by theft, fire, flood, landslides, and other similar hazards. Certificates showing the coverage referred to will be furnished upon request.

6. Based on the conditions as outlined above, we are pleased to quote as follows:

a) Mobilization and demobilization of personnel and equipment - $750.00 Lump Sum

b) Overburden drilling -

0 - 10' in depth $ 8.50/ft.

c) Diamond core drilling -

	NQWL	BQWL	AQWL
(Collaring Hole Only)	$8.50/ft.		
0 - 500' in depth	-----	$8.00/ft.	$ 7.75/ft.

d) Reaming for casing, if and when required - All sizes - $ 3.25/ft.

e) Casing, cementing, drilling out cement, and any other drill hole stabilizing operations - $16.50/hr., plus cost of materials.

f) Casing lost in hole, or left in hole at your request -

BX size $ 2.30/ft.
NX size $ 3.10/ft.

g) Drill hole inclination tests, and delays for your convenience, or for which you are responsible - $14.00/hr.

h) Moving, rigging up and rigging down, laying and dismantling water line - $14.00/hr. with two-man crew.

i) Cardboard core boxes to hold 10' of core - $1.25/box

j) Water tank truck rental - $350.00 per month.

7. Drill cores will be turned over to your representative at the individual drill hole locations in core boxes furnished by you.

8. For this work we propose to furnish one Longyear truck mounted or skid mounted drill of suitable capacity and design to complete the work as now planned. We further propose to operate the drill a minimum of two shifts per day, six days per week; and employ a driller-foreman to supervise and direct the drilling operations.

9. Statements will be prepared as promptly as possible after the first of each month, and payment shall be due within twenty days from date of invoice.

10. We appreciate the opportunity to quote on this project. If awarded the contract, we would be prepared to commence operations within two weeks of receipt of official notice to proceed.

11. Prior to the commencement of drilling operations, M G Mining Company shall make the necessary financial arrangements for payment of invoices.

Sincerely,

E. J. LONGYEAR COMPANY

D. F. Crotty

Manager, Rocky Mt. Zone

DFCrotty:ec

ACCEPTED:

M G MINING COMPANY

BY:_____

DATE:_____

CHARLES O. PARKER & CO.
CHEMISTS ASSAYERS ENGINEERS

TELEPHONE MAIN 3-1852
2114 CURTIS STREET
DENVER 5, COLORADO

Dec. 18, 1967.

M. G. Mining Co.,
c/o Robertson & Associates,
9485 W Colfax,
Denver, Colorado. 80215
Attention: Mr. R. F. Douglas.

Gentlemen:

I wish to quote $7.00 per sample determining gold, silver, copper, lead and zinc on each sample. Gold, $1.50; Silver, $1.50; Copper, $1.50; lead, $1.50 and zinc, $1.50 per sample. When gold and silver is determined on the same sample the charge is $2.50 per sample.

Should your account exceed $100.00 per month, we are pleased to quote a 5% discount, payment within 10 days of billing.

Thank you for the opportunity to quote on your work.

Very truly yours,

CHARLES O. PARKER & CO.,

By Charles O Parker

CP-a

W. C. ELLIOTT

ROOT & NORTON

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

Telephone 36-J
P. O. Box 301

~~Appendix~~
A

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
36		0.01	16.4	2.2						
	about 50 lb	large	chunk	crushed	by	me	and			
	cut to	3 lb	for	a	sample	to	assay			

Durango, Colorado Jan. 15 1947
Charges $ 1.75 Paid on l. E.

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

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P. O. Box 301

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Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
22	Talc on foot Wa	0.02	18.0							
23	Across Face	0.01	8.3	1.8						

Durango, Colorado Aug. 27 1946
Charges $ 2.75 Paid on l. Elliot

ROOT & NORTON
Box 301 Durango. ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for Mr. W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
10	Sample taken	0.02	2.4	0.6					3.12	
	Dump of Lunch		2.16	.96						
	11-19-46									
L-A	Sample Taken	.02	66.4	30.3					108.24	
	by Hamberger									
	from Sacked			606						
	Ore		59.76	48.48						
Note	Silver Bill			59.76						
	zone rich Pieces.	Selected		108.24						

Durango, Colorado Aug. 7 1946
Charges $1.75 Paid W.E.E.

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
18		trace	1.6	0.2						
(Monday)	#19	0.02	25.6	7.1						

— this was a Bearing taken from a stringer right before the (Great) vein last blasted — Brought to Otto's & Walker trap to mine.

Selected across Chest

Durango, Colorado Aug. 19 1946
Charges $3.50

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

Telephone 36-J
P. O. Box 301

CERTIFICATE OF ASSAY

Assayed for W. R. Roland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
3	Face of Drift	0.02	9.0	5.6			Not sent in.			
4	Tale on Hanging Wall	trace	0.4	1.2				"		
5	from Carg 28-46	0.05	0.6	1.0				"		
6	Streak in Breast	0.02	1.7	1.5			This probably contained some Zinc			

These are all in the Vein that Red is drifting on — Roland

Durango, Colorado July 30 1946
Charges $ 7.00

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

Telephone 36-J
P. O. Box 301

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
1	Streak in Shaft	0.02	4.2							
2	Sacked Ore	0.03	7.4	15.7		5.4				

Durango, Colorado July 10 1946
Charges $ 3.50 Paid

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
8		0.02	25.3	8.6					3.626	
	Large Sample of		Sacked	Ore						
			25.90	17.2 08						
			22.50	13.76						
You have this No 2 Sample										
2	Sack My Sample	.03	7.4	15.7		5.4			32.83	
		.105	6.66	25.12						

Durango, Colorado Aug. 2 1946
Charges $1.75 Paid W. R. E.

ROOT & NORTON
Box 301 Durango, Colo. ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
7	Stock in Bucket	0.01	12.1	10.4					26.80	
			12.90	2.00						
			12.80	.08						
				16.00						

Durango, Colorado Aug. 1 1946
Charges $1.75 Paid W. R. E.

ROOT & NORTON
Box 301 Durango, ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
37		0.01	4.5							
	Talc from Right Side of									
	drift at face 1-28-47									

Durango, Colorado Jan. 30 1947
Charges $ 1.00 Od. J. C. E

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
20	Talc off footwall	0.15	3.3							
21	Across Roof 8-19-46	0.01	3.2	1.9						

Durango, Colorado Aug. 21 1946
Charges $ 2.75 Paid J. C. Elliott

ROOT & NORTON
Box 301 Durango ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

3-17-47

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
38	Vein 2.7 ft.	trace	0.5	0.2						
39 4"	Talc footwall	trace	0.7	0.3						
40 6"	Dark Talc next to vein	0.01	0.9	0.6						

Durango, Colorado Mar. 19 1947
Charges $ 5.25 Pd. W. R. E

ceglauber 3/28

ROOT & NORTON ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
27	Talc from foot wall at 55'	0.01	1.6	0.4						
✓ 28	Crown Breast at 90 ft.	0.02	5.0	0.8						

Durango, Colorado Nov 23 1946
Charges $ 3.50

ROOT & NORTON
Box 301 Durango, Colo. ASSAYERS

ROOT & NORTON, *Assayers and Chemists*

1139 Main Ave., Durango, Colorado

P. O. BOX 301

THE ASSAY MAN

CERTIFICATE OF ASSAY

Umpire and Control Work
Ore Shippers' Agents

Assayed for Wm. Hansberger, Durango. Gold @ _____ per oz. Silver @ 70¢ per oz.

NO.	DESCRIPTION	OZS. PER TON 2000 LBS. GOLD	SILVER	PER CENT LEAD (WET)	PER CENT COPPER (WET)	PER CENT ZINC	PER CENT INSOLUBLE	PER CENT IRON	PER CENT MANGANESE	PER CENT LIME	VALUE $ PER TON	
	" Molas "	0.05	296.6								209.10	

Durango, Colorado June 26th, 1960
Paid
Charges $ 1.00

Assayers

ROOT & NORTON, *Assayers and Chemists*

1139 Main Ave., Durango, Colorado

TELEPHONE 36-J
P. O. BOX 301

THE ASSAY MAN

CERTIFICATE OF ASSAY

Umpire and Control Work
Ore Shippers' Agents

Assayed for L M. Perkins molas DUMP Gold @ _____ per oz. Silver @ _____ per oz.

NO.	DESCRIPTION	OZS. PER TON 2000 LBS. GOLD	SILVER	PER CENT LEAD (WET)	PER CENT COPPER (WET)	PER CENT ZINC	PER CENT INSOLUBLE	PER CENT IRON	PER CENT MANGANESE	PER CENT LIME	VALUE $ PER TON	
4		0.06	34.8									

Durango, Colorado July 29 1936
Charges $ 1.00

Root & Norton

Assayers

W. C. ELLIOTT

ROOT & NORTON

ASSAYERS AND CHEMISTS
UMPIRE [illegible] CONTROL WORK — ORE SHIPPERS' [illegible]ENTS
1139 Main Avenue, Durango, Colorado

Telephone [illegible]
P. O. Box 301

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
43	2" Main Vein	0.02	26.1	2.2						
44	Talc HW	0.01	2.1							

Durango, Colorado May 5 1947
Charges $ 2.75 Paid W. S. E.

explained

ROOT & NORTON
Box 301 Durango, ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

Telephone 36-J
P. O. Box 301

CERTIFICATE OF ASSAY

Assayed for Mr. W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
24	From Cave in	0.03	60.4							
25	Talc in Cave	0.01	2.0							

Durango, Colorado Sept. 13 [illegible]
Charges $ 2.00 Paid W. S. E.

ROOT & NORTON
Box 301 Durango, ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
41	Breast.	0.01	2.4							
42	Streak on Hanging Wall	0.03	39.1	8.0						
		Mentione Bin Wire.								

as plaster 4/7/47

Durango, Colorado Mar. 31 1947
Charges $ 2.75

ROOT & NORTON
Box 301 Durango, ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
29		0.02	43.4	38.8						
	This is a sorted sample of what is in the breast.									
	The breast looks the same as when you were last here.									
	The ore comes in chunks and there is not great quantity									
					Map					

Durango, Colorado Nov 27 1946
Charges $ 1.75 Paid,
W. C. Elliott

as plaster 12/6/46

ROOT & NORTON
Box 301 Durango, ASSAYERS

ROOT & NORTON

P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
45	wt 685 grm	0.02	30.8	21.8	Copper cut off the strip with knife					
46		0.01	25.6	4.6	Zinc	Not	Lead	on	back	
47	164 grm	trace	2.6		Nonmetal	resin	on	footwall	1/4"	

Durango, Colorado May 20 1947
Charges $ 4.50 Pd. W.P.E

ROOT & NORTON
Box 301 Durango, ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for Mr. W. R. Rowland, Gold @ ..... per oz. Silver @ ..... per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
48		0.01	3.2	0.8						
49		trace	1.5	0.4						
48	Tom Cano near RR shaft in the area as indicated									
	Tom came from a stope above, a blue mass of rock of rusty rock that had been broken for years in the pile									
49	Came from near station on the map 7-18-46									

Durango, Colorado May 24 1947
Charges $ 3.50 Paid

ROOT & NORTON
Box 301 Durango, ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

Lead 08 Zinc 08

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Mahoe Mine Gold @ 35.00 per oz. Silver @ .705 per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
26	across Breast of head of drift	0.02	6.6	0.3		1.1				
Value at Market Price		.70	5.97	.48		.176			8.91	
@ Mill will Pay		Nothing	4.80	Nothing		Nothing			4.80	
						Milling Charge			4.00 Burton	
							Bal		.80	
				Mining & Hauling					4.00 Burton	
							Less		3.20 Burton	

Durango, Colorado Nov 15 1946
Charges $ 2.50 Paid.

ROOT & NORTON
Box 301 Durango, Colo. ASSAYERS

W. C. ELLIOTT

ROOT & NORTON

Telephone 36-J
P. O. Box 301

ASSAYERS AND CHEMISTS
UMPIRE AND CONTROL WORK — ORE SHIPPERS' AGENTS
1139 Main Avenue, Durango, Colorado

CERTIFICATE OF ASSAY

Assayed for W. R. Rowland, Gold @ per oz. Silver @ per oz.

NO.	DESCRIPTION	Ozs. Per Ton 2000 Lbs. GOLD	SILVER	Per Cent Lead (wet)	Per Cent Copper (wet)	Per Cent Zinc	Per Cent Insoluble	Per Cent Iron	VALUE $ PER TON	
30	Talc Hanging wall	0.01	1.1							
31	Talc Foot wall	0.01	1.2							
32	across Breast 4.2 ft	0.01	3.0	1.1						
33	across Vein 3 ft.	0.02	7.1	1.3						
30 — .01 - 1.1										
31 — .01 - 1.2										
~~33 — .02 7.1~~										
3 | .04 9.4										
.013 3.1 = approx 32										

Durango, Colorado Dec. 16 1946
Charges $ 5.50

ROOT & NORTON
Box 301 Durango, Colo. ASSAYERS

SHENANDOAH-DIVES MINING COMPANY

CERTIFICATE OF ASSAY

Molas Mine — Silverton, Colorado, 1/27/45

NO.	DESCRIPTION	Ozs. Per 2000 Lbs. Gold	Ozs. Per 2000 Lbs. Silver	Per Cent Lead	Per Cent Copper	Per Cent Zinc	Per Cent Iron	Per Cent Insoluble	Per Cent	Per Cent	Remarks
	Vein	0 02	16 7/2	23 3	7 2						
	Talc	Tr.	3 4	0 4	–						

Top is arrow about 3 feet in width If this goes any place it is pretty good. Will know in three or four days. Bottom sample didn't mean anything Just wanted to know if it had anything Ph.

(Keep this)

Silver .7111
Lead.
Copper.

J W Cole
Assayer

SHENANDOAH-DIVES MINING COMPANY

CERTIFICATE OF ASSAY

MOLAS MINE — Silverton, Colorado, 2/23/45

NO.	DESCRIPTION	Ozs. Per 2000 Lbs. Gold	Ozs. Per 2000 Lbs. Silver	Per Cent Lead	Per Cent Copper	Per Cent Zinc	Per Cent Iron	Per Cent Insoluble	Per Cent	Per Cent	Remarks
		0 TR	58 8	23 4	3 0			GROSS VALUE			79 51

PERMANENT INDIVIDUAL MINE RECORD—BUREAU OF MINES

(METAL OUTPUT—OVER)

MOLAS

NAME OF GROUP—ALPHABETICAL LISTING

CLAIMS:

Colo San Juan Animas

STATE — COUNTY — DISTRICT

CHARACTER OF DEPOSIT:

OVER SEC: TWP. RANGE:

YEAR	A B C	AV. ASSAY OZS. PER TON Au	Ag	AVERAGE ANALYSIS PERCENT Cu	Pb	Zn	SiO_2	Fe	Mn	S	Al_2O_3	CaO	MgO	OWNER (NAME AND ADDRESS)	OPERATOR (NAME AND ADDRESS)	DAYS OPERATED	DEVELOPMENT AND OTHER DATA
1934															Fred Olsen, Durango-Lease-		No production
1935																	No operation
1936														Matt Kaults reports no production-Figures ours			
1938														W.F. Hansberger 819 5th St Durango leased to Mogul G.M.Co-as below			No Production 1938
1939														Mogul Gold Mining Assc. Chas F. Fetterhoff Durango Colo. although W.F. Hansberger lists as owner			
1940																	No operation 1940
1941														W.F. Hansberger, Durango			No operation-1941

METAL PRODUCTION (Contents)

APPENDIX C

A ORE MILLED AND BULLION PRODUCED.
B CONCENTRATES PRODUCED.
C ORE SMELTED.

EAR	A B C	CRUDE ORE PRODUCED		CONCENTRATES PRODUCED		GOLD (OUNCES)			SILVER (OUNCES)			COPPER (POUNDS)		LEAD (POUNDS)		ZINC (POUNDS)	
		DRY TONS	CLASS	DRY TONS	CLASS	GROSS IN ORE	GROSS IN CONCENTRATES	RECOVERED	GROSS IN ORE	GROSS IN CONCENTRATES	RECOVERED	GROSS IN ~~ORE~~ To.	~~GROSS IN CONCENTRATES~~ Rec.	GROSS IN ~~ORE~~ To.	~~GROSS IN CONCENTRATES~~ Rec.	GROSS IN ~~ORE~~ To	~~GROSS IN CONCENTRATES~~ Rec.
936	C	8	L			—		—	189		189 — $146	—	—	3,919	3,566 — $164		
939	B	13	L	2	LCu		.53	.53 — $19		163	163 — $111	175	140 — $15	2246	2,020 — $95	178	—

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 San Juan, State of Colorado, described as follows:[2] Alladins Lamp, 13298; Senior Warden, 13298; Junior Warden, 16752A; Tyler, 16752A; Right of Way Mill Site, 16752B.

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

M G Mining Company[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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs Helen I. Wiser Turner (Seal) _____ (Street) _____ (City & State)

_____ (Street) _____ (City & State)

_____ (Street) _____ (City & State)

_____ (Street) _____ (City & State)

_____ (Street) _____ (City & State)

_____ (Street) _____ (City & State)

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd
NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

Acknowledgment—General—Wolcotts Form 225-S

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

_____ ration; 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)

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:

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Junior Warden, 16752A; Tyler, 16752A;

Right of Way Mill Site, 16752B.

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M G Mining Company[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.

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd
NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

79760

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

_____ ration; 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 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

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(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]

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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.

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

Dated this 3rd day of November, 19 67.

Mrs. Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd

NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

_____ ration; 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)

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

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd

NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

Acknowledgment—General—Wolcotts Form 225-S

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

_____ ration; 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)

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 San Juan, State of Colorado, described as follows:[2] Alladins Lamp, 13298; Senior Warden, 13298; Junior Warden, 16752A; Tyler, 16752A; Right of Way Mill Site, 16752B.

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 M G Mining Company[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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd
NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

that I am the _____ (Title—Secretary, etc.)

_____, who signed this agreement (Name)

ration; 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)

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 San Juan, State of Colorado,

described as follows:[2] Patented Molas Claim #215; Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198; Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company [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 _____ (State "None" or "See Annex No.____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado,

described as follows:[2] Patented Molas Claim #215; Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198; Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company[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 _____ (State "None" or "See Annex No. ____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,
COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado, described as follows:[2] Patented Molas Claim #215; Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198; Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company [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.

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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 _____ (State "None" or "See Annex No.____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado, described as follows:[2] Patented Molas Claim #215; Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198; Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company[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 _____ (State "None" or "See Annex No.____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado,

described as follows:[2] Patented Molas Claim #215;

Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198;

Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company[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.

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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 _____ (State "None" or "See Annex No.____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,
COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado,

described as follows:[2] Senior Deacon Lode, Book 192, page 94; Junior Deacon Lode, Book 192, page 138; Senior Steward Lode, Book 192, page 140; Molas #11 Lode, Book 192, page 142; Molas #12 Lode, Book 192, page 144.

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

M G Mining Company[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 _____ (State "None" or "See Annex No.____".)

Dated this 12th day of September, 19 68.

Joseph M. Gross (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

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 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 San Juan, State of Colorado,

described as follows:[2] Senior Deacon Lode, Book 192, page 94; Junior Deacon Lode, Book 192, page 138; Senior Steward Lode, Book 192, page 140; Molas #11 Lode, Book 192, page 142; Molas #12 Lode, Book 192, page 144.

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M G Mining Company [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 _____ (State "None" or "See Annex No. ____".)

Dated this 12th day of September, 19 68.

Joseph M. Gross (Street)
(City &)
_____ (Seal) _____ (State)

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

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

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

_____ (Street)
(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 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 San Juan, State of Colorado,

described as follows:[2] Senior Deacon Lode, Book 192, page 94; Junior Deacon Lode, Book 192, page 138; Senior Steward Lode, Book 192, page 140; Molas #11 Lode, Book 192, page 142; Molas #12 Lode, Book 192, page 144.

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

M G Mining Company[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 _____ (State "None" or "See Annex No. ____".)

Dated this 12th day of September, 19 68.

Jesse M. Gross (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

_____ (Street)
(City &)
(State)

_____ (Seal) _____

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 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 San Juan, State of Colorado,

described as follows: 2/ Molas #6 Lode, Book 189, page 592; Molas #7 Lode, Book 189, page 593; Molas #8 Lode, Book 189, page 594; Molas #9 Lode, Book 189, page 595; Molas #10 Lode, Book 189, page 596.

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

M G Mining Company 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 _____ (State "None" or "See Annex No.____".)

Dated this 16th day of September, 1968.

Joseph M. Gross (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

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 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 San Juan, State of Colorado,

described as follows:[2] Molas #6 Lode, Book 189, page 592; Molas #7 Lode, Book 189, page 593; Molas #8 Lode, Book 189, page 594; Molas #9 Lode, Book 189, page 595; Molas #10 Lode, Book 189, page 596.

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

M G Mining Company[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.

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 4th day of September, 1968.

Jerald M. Gross (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

_____ (Street)
(City & State)

_____ (Seal) _____

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)

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 San Juan, State of Colorado,

described as follows:[2] Molas #6 Lode, Book 189, page 592; Molas #7 Lode, Book 189, page 593; Molas #8 Lode, Book 189, page 594; Molas #9 Lode, Book 189, page 595; Molas #10 Lode, Book 189, page 596.

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

M G Mining Company[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.

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 14th day of September, 1968.

Jerald M. Gross (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

_____ (Street) (City & State)

_____ (Seal) _____

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)

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 San Juan, State of Colorado,

described as follows:[2] Patented Molas Claim #215; Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198; Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company[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 _____ (State "None" or "See Annex No.____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal)	_____	(Street) (City & State)
_____ (Seal)	_____	(Street) (City & State)
_____ (Seal)	_____	(Street) (City & State)
_____ (Seal)	_____	(Street) (City & State)
_____ (Seal)	_____	(Street) (City & State)
_____ (Seal)	_____	(Street) (City & State)

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado,

described as follows: 2/ Patented Molas Claim #215; Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198; Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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

M G Mining Company 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.

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

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 San Juan, State of Colorado,

described as follows:[2] Patented Molas Claim #215;

Molas #2 Lode, Book 165, page 197; Molas #3 Lode, Book 165, page 198;

Molas #4 Lode, Book 165, page 199; Molas #5 Lode, Book 142, page 174.

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M G Mining Company [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.)

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General. Welcotte Form 880 Rev. 2-64

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]

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M G Mining Company[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.)

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Dated this 29th day of November, 1967.

Joseph M. Gross (Seal) _____ (Street) (City & State)

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

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

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

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

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

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

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:

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M G Mining Company 3/

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(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.

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

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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 _____ (State "None" or "See Annex No.____".)

Dated this 29th day of November, 1967.

Joseph M. Gross	(Seal)	_____	(Street) (City & State)
_____	(Seal)	_____	(Street) (City & State)
_____	(Seal)	_____	(Street) (City & State)
_____	(Seal)	_____	(Street) (City & State)
_____	(Seal)	_____	(Street) (City & State)
_____	(Seal)	_____	(Street) (City & State)

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ of said corporation; that said agreement was duly signed for and

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES } ss.

ON November 29, 19 67, before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

_____, known to me to be the person___ whose name___ is subscribed to the within Instrument, and acknowledged to me that ___he___ executed the same.

WITNESS my hand and official seal.

MARIAN S. RAYMOND
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

Marian S. Raymond

My Commission Expires Feb. 13, 1969

NAME (TYPED OR PRINTED)
Notary Public in and for said State.

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 San Juan, State of Colorado,

described as follows:[2] Alladins Lamp, 13298; Senior Warden, 13298;

Junior Warden, 16752A; Tyler, 16752A;

Right of Way Mill Site, 16752B.

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

M G Mining Company[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.

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967 before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner

known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd
NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

79760

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

_____ ration; 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 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 San Juan, State of Colorado, described as follows:[2] Alladins Lamp, 13298; Senior Warden, 13298; Junior Warden, 16752A; Tyler, 16752A; Right of Way Mill Site, 16752B.

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 M G Mining Company[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]

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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.

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

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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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs. Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd

NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

_____ ration; 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)

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 San Juan, State of Colorado, described as follows:[2] Alladins Lamp, 13298; Senior Warden, 13298; Junior Warden, 16752A; Tyler, 16752A; Right of Way Mill Site, 16752B.

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

M G Mining Company[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 _____ (State "None" or "See Annex No. ____".)

Dated this 3rd day of November, 19 67.

Mrs Helen I. Wiser Turner (Seal) _____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

On Nov. 3, 1967, before me, the undersigned, a Notary Public in and for said State, personally appeared Mrs. Helen I. Wiser Turner

_____, known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd

NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

_____ that I am the _____ (Title—Secretary, etc.) _____, who signed this agreement (Name)

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MME Form 52
Jan. 1959

UNITED STATES
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Dated this 3rd day of November, 19 67.

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_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

_____ (Street) (City & State)

Acknowledgment—General—Wolcotts Form 225-S

STATE OF CALIFORNIA
COUNTY OF
San Bernardino } SS.

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known to me to be the person whose name is subscribed to the within instrument and acknowledged that she executed the same.

WITNESS my hand and official seal.

(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

Doris E. Floyd

NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

that I am the _____ (Title—Secretary, etc.)

_____, who signed this agreement

Name)

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_____ (Corporate Seal)

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

MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

FOR GOVERNMENT USE ONLY
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COUNTY OF
San Bernardino } SS.

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(Seal) DORIS E. FLOYD NOTARY PUBLIC SAN BERNARDINO COUNTY CALIFORNIA

NAME (TYPED OR PRINTED)
Notary Public in and for said State.
My Commission Expires June 17, 1971

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_____, in behalf of said corporation by authority of its governing body, and was within the scope of its corporate powers.

_____ (Corporate Seal)

OME APPLICATION — 6694

M G MINING COMPANY

~~ENVL. #3~~

M G Mining Company
Geologic Rpt. - Maps

OME-6694

~~DELIVERIES FROM MOLAS MINE~~
~~FS AND WORKINGS-MOLAS MINE~~

OME APPLICATION

M G MINING COMPANY

ENVL. #2C

CONTAINING:

1. LIEN AND SUBORDINATION AGREEMENTS FROM
   HELEN WISER TURNER
   JOSEPH GROSS

Capabilities and Services

DAVID S. ROBERTSON & ASSOCIATES LIMITED is an integrated, senior consulting organization providing a complete range of geological and mining services.

Members of the company have an average of 25 years' experience in the industry. They are mature professionals whose responsibilities have covered the industry's fields from basic exploration to operating management. Four of the members have taught at Canadian or U.S. universities.

Specialized capabilities are held by staff members in the areas of research and economic geology, geological survey and regional evaluation, supervision of basic exploration and advanced development programs, cost analysis and feasibility studies of mineral situations, mine engineering and production management.

In addition to its permanent staff, the company has arrangements to acquire and direct the services of regional experts in the fields of geophysics, geochemistry, metallurgical study, plant design and engineering.

The company operates in Canada and abroad through David S. Robertson & Associates Limited and, in the United States, through a wholly-owned subsidiary, David S. Robertson & Associates Inc.

Projects directed by associates of the company have included:

Midepsa Industries Limited
Direction of Peruvian phosphates, potash development

Government of Turkey
Production planning of open pit iron and limestone deposits

Government of Portugal
Regional mineral economic survey in Angola

Bralorne Pioneer Mines Limited
Reorganization of personnel and producing methods for two gold mines

American Metal Climax Inc.
Supervision of exploration and development programs for Missouri lead, zinc deposits

Quebec Cartier Mining Company
Evaluation and control of environmental dust problems in the mine and concentrating plant

Stanrock Uranium Mines Limited
Direction of exploration, development programs, culminating in producing uranium mine, Blind River district, Canada

Noranda Mines Limited
Analysis of potash project in Saskatchewan, culminating in mine development

Cominco Limited
Development, construction and management of low-cost, underground lead-zinc mine

International Nickel Company of Canada
Direction of geological research laboratory, with studies in petrology, petrography

Socony Mobil Oil Company Inc.
Survey of and development recommendations on North American phosphate deposits, culminating in acquisition of deposits

Current and recent clients of the company include:

General Engineering Company Limited
Hudson Bay Mining & Smelting Company Limited
Kennecott Copper Corporation
Kerr Addison Mines Limited
Midepsa Industries Limited
Noranda Mines Limited
Silvermaque Mining Limited
Socony Mobil Oil Company Inc.
Spooner Mines & Oils Limited
Stanrock Uranium Mines Limited
Western Nuclear Incorporated

Industrial, government experience of the company's associates includes positions with or projects for:

Algoma Steel Corporation
American Metal Climax Incorporated
Asbestos Corporation
Bralorne Pioneer Mines Limited
Canadian Colombo Plan (Pakistan)
Canadian Johns-Manville Company
Cominco Limited
Denison Mines Limited
Geological Survey of Canada
GMX Corporation
Government of Turkey
Government of Portugal
The Hanna Mining Company
Hollinger Consolidated Gold Mines Limited
E. J. Longyear Company
New Jersey Zinc Exploration Company
Quebec Cartier Mining Company
Rio Tinto Group (Canada)
The International Nickel Co. of Canada
United States Geological Survey

Mapping crew, Kalahari Desert, Angola

David S. Robertson & Associates Limited

SUITE 1402, 80 RICHMOND STREET WEST, TORONTO, CANADA • TEL: 363-3423 • CABLE: ROBMER

David S. Robertson & Associates Inc.

9485 WEST COLFAX, DENVER, COLORADO, U.S.A. • TEL: 237-8071 • CABLE: ROBMER

DAVID S. ROBERTSON
B.Sc., Ph.D., P.ENG.

Dr. Robertson, president of both the parent company and its subsidiary, has more than 20 years' specialized experience in mine finding, development, program organization and direction. His background includes periods of teaching in petrology, research with rocks, minerals, slags and metal complexes and field mapping in a broad variety of rock types and climates. He has evolved and directed programs dealing with technical or economic aspects of numerous metallic and non-metallic minerals.

FREDERICK Q. BARNES
M.A., Ph.D., P.ENG.

Dr. Barnes has been a supervisor of geological survey projects for governments in Canada and abroad. His background also includes evaluation of industrial and metallic minerals, and specialized experience in uranium exploration and development.

JOHN E. McMYNN
B.ENG., P.ENG.

Mr. McMynn possesses broad experience in all phases of mine operation and administration in Canada. He has had executive charge of mining operations and industry service companies. In addition, he has acted as a mining consultant in many parts of the world, including Australia and Turkey.

RICHARD F. DOUGLAS
B.Sc., M.A., Ph.D.

Dr. Douglas' background is extensive in the field of metallic mineral exploration. His experience covers regional economic evaluation in Canada and abroad, and consulting capacities in uranium and base metal mine development. He is in charge of the company's Denver, Colorado, office.

HYMAN ROZOVSKY
B.Sc., P.ENG.

Mr. Rozovsky's career has included many phases of mineral evaluation and mine engineering. His experience covers underground planning and development, tunnel construction and industrial and metallic mineral plant engineering. He is a recognized authority in the field of mine and plant environment.

Principles of Service

David S. Robertson & Associates Limited is a tested team of geologists and mining engineers with a range of skill and experience as applied to the mining industry. The company's capacity to provide an integrated background for service is based upon its staff of knowledgeable geologists, highly skilled in mineral economics and capable of objective and detailed assessments, and upon its group of mining engineers with parallel experience in mine operations, economics and management of diversified interests.

The principle behind the company's approach to any mineral situation, be it exploration, preliminary evaluation, development, industry analysis, technical or financial feasibility study, is to view the project from an overall point of view, bringing to bear in the sharpest possible focus the specific talents of each staff member with regard to geology, operations, costs, markets and ultimate financial feasibility.

David S. Robertson and Associates, through its involvement in programs in many countries, is able to maintain a close and current understanding of mining opportunities in the changing economic and industrial climates of the world. In both underdeveloped and advanced regions this company has demonstrated its capacity to undertake comprehensive programs from small, compact operations to those on a major scale.

In the field of financial assessment the company believes in a thorough understanding of the principles involved in exploration, mining, milling, administration and product sale prior to attempted handling of historical financial data. The staff has extensive experience in working with these principles and with raw cost data.

David S. Robertson & Associates Limited
80 RICHMOND STREET WEST, TORONTO, CANADA

David S. Robertson & Associates Limited

ME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
2/11/69	Emerick	120
2/11/69	Kirkeno	120
"	Johnson	110
3/12	Kilsgaard	
3/13	Clegg	
		220
		120M

AIRMAIL

FEB 14 1969

M G Mining Corporation
450 Equitable Building
Denver, Colorado 80202

Re: OME-6694 (Silver)
M G Mining Company
Molas Group, et al., Claims
San Juan County, Colorado

Gentlemen:

A careful study has been made of all the information available to us relating to your application for financial assistance to explore the cited property. Although small bodies of possible ore-grade material may occur, our study indicates that the probability of disclosing significant reserves of eligible minerals on the property is not sufficiently promising to justify Government participation in the proposed work. Accordingly, we regret to inform you that your application for assistance is denied without prejudice.

We wish to thank you for your interest in the minerals exploration program and for bringing your property to our attention.

Sincerely yours,

FRANK E. JOHNSON (gla)

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region III
Mr. Emerick
130

WLEmerick/bsl 2/11/69

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
2/11/69	Emerick	120
2/11/69	Kisbarno	120
"	Johnson	110
		220
		120M

February 11, 1969

Memorandum

To: The File

From: William L. Emerick
Office of Minerals Exploration

Subject: OME-6694 (Silver)
M G Mining Company
Molas Group et al., Claims
San Juan County, Colorado

Justification for Denial of Application

The property consists of 5 patented and 14 unpatented claims. There is no record of production on the property prior to 1892 and only a few tons of ore were produced since then. The ore appears to have been hand-sorted and the production record suggests it was primarily lead-silver. Underground workings are presently inaccessible.

The Applicant proposed surface diamond drilling in two phases to explore the Molas fissure vein for silver. Total cost of the two phases amounted to $80,019.10. A much reduced version of the above proposal, involving 7 drill holes at a total cost of $23,495, was recommended by the Field Examiner.

The modified drilling program recommended by the Field Examiner was not acceptable to the Field Officer because in his opinion the application lacks sufficient geological data, the sampling does not indicate enough mineralized material of ore grade, and the Applicant should complete some initial exploration on his own, which if successful could be used as a basis for applying to OME for financial assistance in further exploration.

An evaluation of the old assay data submitted with the application suggests that the greater part of the samples were taken from hand - sorted vein material or were specimens from mineral-bearing streaks within the vein. Based on the sample descriptions and their assay values, it appears that the Molas vein probably carries high grade mineral material concentrated in the streaks with mostly low-grade mineral distribution through the vein itself. Assays from samples described as being taken across the vein or across the face do not indicate an average value of ore substantial enough to pay mining costs, if these samples are representative of the material mined from the old workings.

The Applicant might have verified or checked the assay data by one or two shallow holes drilled at his own expense, inasmuch as the underground workings are inaccessible. Evaluation of the data as presented however, does not support a reasonable probability that the exploration work proposed would result in a significant ore discovery.

Therefore, I concur with the Field Officer that the application should be denied without prejudice.

William L. Emerick

William L Emerick

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Mr. Emerick

WLEmerick/bsl 2/11/69

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
FEDERAL CENTER, DENVER, COLORADO 80225

Office of Minerals Exploration
Building 53 Room 200

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 5 1969

February 4, 1969

INITIALS	CODE
	130
Col	120
JEJ	140

Memorandum

To: Chief, Office of Minerals Exploration

From: Field Officer, Region III

Subject: OME-6694 (Silver)
MG Mining Company
Molas Group et al Claims
San Juan County, Colorado

A report of examination on the subject property was transmitted to you on January 31, 1969 by Mr. Jacques F. Robertson. The report had been reviewed by James Gualtieri, however, the report was transmitted without my final review and during my absence although Jacques and I had discussed the property from time to time, during the preparation of the report.

I have reviewed the report and feel that even though Mr. Robertson's recommended exploration program is a much reduced program, than the original one proposed by the applicant, there is too scanty information upon which to base an exploration program at this time. The thirteen tons of ore assaying 0.53 oz. Au, 12.54 oz. Ag, 0.67% Cu, 8.65% Pb and 0.655% Zn was, as stated, undoubtedly hand-sorted ore.

The other sampling does not indicate enough mineralized material that is ore grade, upon which to base a program. We should have a much better idea as to what the values in copper, lead and zinc are in order to calculate a probable gross value of the ore. Mr. Robertson points out that the weighted average of material that would be mined over a 3 or 4 feet thickness would average only 6 - 8 oz. silver per ton. If silver is $2.00 per ounces this only amounts to about $16.00 per ton for the silver alone. The 7.1% lead would yield a possible 1.77% and at .1330 cents per pound would gross $4.70. The total value would then be $20.70 for lead and silver combined. Sampling has been too spotty. Other samples show correspondingly lower grades except for the unspecified and miscellaneous samples and specimens.

Supply On-Site Exam Report #2

The applicant has not adequately supported his proposal and needs more detailed geology and more exploration work on the vein. It is my opinion that the property is presently in the prospecting stage.

It would be my recommendation that the applicant complete Stage I drilling on his own account then apply to the Office of Minerals Exploration if Stage I drilling proves successful. This much drilling would place the property at an exploration stage. I therefore recommend that the application be denied without prejudice.

J. William Hasler

J. William Hasler,
Field Officer, Region III
Office of Minerals Exploration

IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
FEDERAL CENTER, DENVER, COLORADO 80225

Office of Minerals Exploration
Building 53 Room 200

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 3 1969

INITIALS	CODE
gla	130
Jhal	120
J.F.J	110
	120

January 31, 1969

Memorandum

To: Chief, Office of Minerals Exploration

From: Jacques F. Robertson

Subject: OME-6694 (Silver)
MG Mining Company
Molas Group et al Claims
San Juan County, Colorado

Transmitted herewith is the report of examination of the subject property. An exploration program is recommended, modified and substantially scaled down from the applicant's original proposal, involving surface diamond drilling under two phases. Phase I includes 7 inclined holes with 2,660 feet of drilling at a cost of $23,495.00. Phase II would be dependent on the results of Phase I, and would be designed to drill 6 additional holes about mineralized intercepts found under Phase I. It would call for no more than 2,280 feet of drilling at a cost of $20,010.10. The total cost of the proposed drilling program is $43,505.10, of which the government's share, at 75 percent, would be $32,628.82. It is concluded that there is a reasonable probability of finding sufficient silver ore to repay the costs of the drilling program.

Jacques F. Robertson

Jacques F. Robertson, Geologist

UNITED STATES

DEPARTMENT OF THE INTERIOR

WALTER J. HICKEL, SECRETARY

U. S. GEOLOGICAL SURVEY

OFFICE OF MINERALS EXPLORATION

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 3 1969

INITIALS	CODE

REPORT OF EXAMINATION

REGION III

On-Site Exam Report No. 1

OME-6694 (SILVER)

MG MINING COMPANY

(MOLAS GROUP ET AL CLAIMS)

SAN JUAN COUNTY, COLORADO

By

JACQUES F. ROBERTSON,

GEOLOGIST

JANUARY, 1969

Table of Contents

	Page
Introduction	1
Geology	4
Mine workings	8
Production, assays, and evaluation	9
Applicant's proposed exploration	13
Recommendations and conclusions	14

Introduction

The MG Mining Company applied to the Office of Minerals Exploration January 30, 1968 for federal financial assistance to explore the silver-bearing vein on the Molas Mine property, Animas mining district, San Juan County, Colorado. A diamond drilling project from the surface in two phases is proposed at an estimated cost of $80,019.10. The application was assigned Docket No. OME-6694. Several shortcomings were found in the application upon review, and the applicant was requested to furnish additional information and to re-evaluate some of his propositions. The application was referred to the Region III Field Office, Denver on February 27, 1968 for further review, field examination, and recommendations. Documents clarifying the controlling interest in the property and assignment of interest were received on March 22, 1968. A field examination was arranged by Mr. Jacques F. Robertson of the U. S. Geological Survey with Mr. Richard F. Douglas of David S. Robertson & Associates, Inc. consultants for the mining company on July 8, 1968. They were accompanied by Mr. Joseph Gross, Executive Vice-President of the company, and Mr. W. R. Rowland, longtime surveyor and resident of the area. Revision in the drilling proposals were suggested, requiring the acquisition of adjacent claims. Options on the property had to be renewed also, and the statement of one bank in its denial of a loan to the company had to be clarified. These revisions to the application were received on September 26, 1968.

The Molas mining property is located in the San Juan mountains of southwest Colorado, within the Silverton 15-minute quadrangle. It is about 4 miles south of the mining town of Silverton, on the east side of and within 2300 feet of U. S. Highway 550, the Million Dollar Highway, where Sultan Creek crosses it, 2.5 miles north of Molas Divide. The property is on a narrow glacier-scoured bedrock bench at an altitude of 10,320 feet that overlooks the gorge of the Animas River to east and lies at the base of Grand Turk Mountain, which rises abruptly to 13,087 feet to west. The property lies under several feet of snow during the winter and spring with access being generally impeded from October until the middle of June. The nearest railroad shipping point for concentrates is at Ridgeway on the Denver and Rio Grande Western Railway, 37 miles to north through Ouray. Durango, another shipping and supply point, is 45 miles to south.

The property consists of five patented claims and 14 unpatented claims, extending down to the Animas River from the highway. The Molas, Senior Warden, and Aladdins Lamp patented claims cover 3,610 feet of the Molas lode and fault zone, as measured lengthwise from end to end, that portion for which exploration assistance is desired. The Junior Warden and Tyler patented claims overlie 3,000 feet along another fault that trends east southeast down Sultan Creek from the Molas lode. The unpatented claims include Molas 2 through 12, Junior Deacon, Senior Deacon, and Senior Steward, which largely surround and form a block about the patented claims.

All the claims are legally recorded at the San Juan County Courthouse; U. S. Mineral Survey numbers and book and page numbers are listed in the application. The Expansion, Ione, and Parthenope patented claims that lie to southeast of the Molas patented claim are not controlled by the MG Mining Company, and effectively restrict their interest in the Molas lode to the southeast. The patented claims are only 300 feet wide, whereas the unpatented claims are the standard 600 feet wide.

The MG Mining Company has all legal rights to the claims on the Molas property by assignment to it of deeds and agreements made earlier by Joseph M. Gross, Executive Vice-President of the company. Mr. Gross purchased the Molas patented claim in 1948 from a Mr. William F. Hansberger. An option to purchase the patented claims Aladdins Lamp, Senior Warden, Junior Warden, Tyler, and Right of Way Mill Site, owned by a Mrs. Helen I Wiser Turner, was entered into by Mr. Gross on September 2, 1967. The option to purchase has been extended to September 26, 1969 by agreement of July 22, 1968. The unpatented claims listed above were staked by Mr. Gross and were assigned to the MG Mining Company by Quitclaim Deeds dated July 26, 1968 and September 12, 1968. Copies of all pertinent legal documents covering these transactions are included in the application, as well as a map surveyed by Mr. W. R. Rowland, U. S. Minerals Surveyor, showing the correct locations of the claims.

Geology

The Molas mine property is underlain by banded gneiss and schist of Precambrian age that is exposed east and southeast of the Molas shaft, along Sultan Creek and the Molas fault and in the deep canyon of the Animas River. Overlying the crystalline rocks with profound unconformity are sedimentary formations of Paleozoic age. The oldest Paleozoic formation is the Ignacio Quartzite of Late Cambrian or Early Ordovician age (Varnes, 1963, p. A8). At its base is a quartzite cobble conglomerate that ranges from a few feet to 12 feet thick; the conglomerate is succeeded by well-bedded, dense, white and pink quartzite, having thin partings of yellow and red shale. The Ignacio Quartzite is estimated to be 50 to 75 feet thick in the Molas mine area.

Overlying the Ignacio Quartzite, and presumably exposed on the mine property, is the Elbert Formation of Late Devonian age. It was mapped and described in the Silverton quadrangle by Cross, Howe, and Ransome (1905, p. 3) as mainly composed of calcareous shales and thin sandy limestones, drab, buff, or yellowish in color, that weather readily and crop out poorly. Varnes (1963, p. A8) suggests that the formation is absent from most of the areas where it is shown on the old Silverton folio. It and the underlying Ignacio Quartzite appear to be partly or completely eroded from places in the Silverton area. It was not possible to establish if the Elbert Formation is present in the Molas mine area, although beds that fit its description occur above the quartzites. These beds

were only casually examined but it is possible that they belong to the Ouray Limestone. The Ouray Limestone is of Late Devonian age and it conformably overlies the Elbert Formation. Cross and his coworkers (1903, p. 3) state that the Elbert Formation is less than 100 feet thick in the region; probably it is less than 50 feet thick in the Molas mine area.

The Ouray limestone is conformably overlain by lithologically indistinguishable Leadville Limestone of Mississippian age so that where mapped they are shown as one unit. The limestone is generally fine to medium grained, rudely bedded to massive, and gray, but the lower part commonly contains interbedded sandy limestone, shale, and rarely quartzite (Cross, Howe, and Ransome, 1905, p. 5), which may explain why it is difficult to distinguish it from the Elbert Formation. The Ouray and Leadville sequence totals less than 200 feet thick in the Molas mine area.

The Molas Formation, consisting of about 25 feet of reddish gray calcareous shale and sandstone of Pennsylvanian age, unconformably overlies the Leadville Limestone, and is succeeded without stratigraphic break by roughly 2,000 feet of alternating limestone, shale,and sandstone of the Hermosa Formation, also of Pennsylvanian age. These formations and succeeding ones in the San Juan Mountains are outside of the Molas mine property boundaries, and are not further considered here.

The Paleozoic sedimentary rocks have been tilted westward as much as 15° in the area of the Molas mine and have been further disturbed

by the Molas fault and the Sultan Creek fault. The Molas fault strikes N. 58° W. across the Precambrian gneisses and schists and the overlapping edges of the northerly striking sedimentary beds, and has essentially vertical dip. The Sultan Creek fault is represented by Mr. Douglas (Map 2 accompanying the application) as following the course of Sultan Creek with a strike of N. 83° W.; it converges with the Molas fault near U. S. Highway 550. Its dip is also approximately vertical. The block or wedge between the faults was uplifted probably no more than 50 feet relative to the adjacent blocks. Cross, Howe, and Ransome (1903, maps of Areal Geology) show that the Molas fault dies out to northwest in the Hermosa Formation, but they did not recognize the Sultan Creek fault. The Molas fault has been prospected southeastward about 2,500 feet along its trace almost to the Animas River. The topographic expression of the Precambrian rocks east of the river suggests a continuation of this structure to the southeast for an indefinite distance.

The Ignacio Quartzite is not represented on the applicant's map in the block between the two faults, which raises some questions about the stratigraphic and structural relationships. The area where the faults and contacts are shown dashed on the map was examined for outcrops but was found to be mantled by glacial drift indicating that the relationships shown by the geologic consultant for the applicant to be only inferred.

The Molas lode is on the Molas fault and is described

(Ransome, 1901, p. 254) as "on a nearly vertical fissure vein, about 2 feet wide, in limestone chert, and shales. At the surface of the Molas claim, however, the Molas fault separates gneiss and schist on the northeast side from Ignacio Quartzite on the southwest side, and it appears that gneiss and schist should be present on both walls at shallow depth. The underground workings were not accessible at the time of the visit so that the character of the mineralized fissure could not be examined, but material on the dumps display medium to coarse gained primary sulfide minerals, including galena, some sphalerite, and sparse chalcopyrite, associated with quartz and barite, in brecciated and considerably altered country rock. The consultant's report with the application claims "Tetrahedrite is a common copper-silver ore mineral in the district and is probably present with the Molas vein." It has not been identified, however, in the specimens examined on the property.

The consultant's report also states (page 6) that the one spectrographic semi-quantitative chemical analysis submitted with the report shows "that there is little correlation between the values of lead and silver", but "a rough correlation between silver and copper," which "suggests that the bulk of the silver values are in a mineral other than galena." This statement is entirely without foundation simply because one analysis of rock by itself cannot demonstrate relationships that exist among several metallic elements. At least several analyses would be needed to show how silver values vary with those of lead and copper. The results of

fire assays of five samples accompanying the report show that the variations in lead and silver values among the samples have a fair correlation whereas copper and silver values have a relatively poor correlation.

Mine Workings

As stated in the application under Item 3(a), "Little is known about earlier operations in the 'Molas mine'. Reportedly the mine was operated in the late 1800's but closed down about 1892 with the drop in the price of silver." A sketch map, drawn by Mr. W. R. Rowland and accompanying the applicaton, gives a rough idea of the amount of workings that exist on the property. Eight workings thought to be shafts can be counted along the Molas fissure vein on the surface, but some of these may have resulted from stoping to the surface. No knowledge is available on stopes, nor on the depths of most of the shafts. Approximately 230 feet of drifting was done on the 115 foot level of the Molas shaft at the northwest end of the Molas claim during the periods 1936 to 1939 and 1946 to 1947. The 70-foot level apparently was driven southeast along the vein for 560 feet or more prior to 1892. Some 600 feet of drifting was also done in the early days from the southeast end of the Molas claim from an adit and 25-foot deep shaft, now caved. Four of the shafts were caved at the time of examination. Any of the shafts would require extensive rehabilitation to reach the main underground workings: it is thought that no workings exist below the 115-foot level.

The Wiser tunnel was driven west-northwest 500 feet along the Sultan Creek fault from Sultan Creek on the Junior Warden claim, then crosscut almost due south 300 feet to connect with the Molas shaft. It is inferred that the Wiser Tunnel was begun in the 1930's or earlier, as Mr. Rowland's map carries the date December 13, 1936 when the first survey was made. Mr. Rowland states that no significant mineral concentrations were encountered in all that distance. The portal is now caved, but the workings stood very well over the years according to Mr. Rowland.

Production, Assays, and Evaluation

Little information is available on the mineralized character of the Molas fissure vein. There is no record of production prior to 1892, and only a few tons of ore are known to have been produced since then. Eight tons of ore shipped in 1936 contained 189 ounces silver per ton and 24.5 percent lead. Thirteen tons of ore shipped in 1939 contained a total of 0.53 ounces of gold, 163 ounces of silver (12.54 ounces per ton), 175 pounds of copper (0.67 percent), 2,246 pounds of lead (8.65 percent), and 178 pounds of zinc (0.685 percent). The ore probably was hand sorted, and the production record suggests it was primarily lead-silver.

Some clues can be gleaned about the Molas vein from the sparse descriptions and assays of 56 samples collected mostly in 1945, 1946, and 1947, and furnished by the applicant (see copies of assay returns with docket). Fourteen samples are described as taken across a vein or across a drift; four of these indicate a vein 2 to 3 feet thick.

Nine other samples were taken from "streaks" or "stringers" that imply at best a veinlet 2 or 3 inches thick; one sample was taken from a narrow seam 1/4 inch thick, and another was "gouged out of streak with knife." The following breakdown of assay returns are from category 1 samples taken across a vein or a drift of mineralized rock measuring in feet:

1

Samples from veins

	Ag oz/ton		Pb(%)	
	1.5		0.5	
	8.3		1.8	
	2.4		0.6	
	1.6		0.2	
	9.0		5.6	
	3.2		1.9	
	0.5		0.2	
	5.0		0.8	
	26.1		2.2	
	2.4		---	
	6.6		0.3	
	3.0		1.1	
	7.1		1.3	
		167.2*		23/3*
Total	76.7		16.5	
Avg.	5.9		1.3	

* Eliminated from the average, as not representative of the total sample population.

Other categories of samples assayed are:

2 Samples from streaks		3 Samples from "talc"		4 Selected samples i.e. dump and sacked ore		5 Unspecified and misc. samples and "specimens"	
Ag oz/ton	Pb(%)	Ag oz/ton	(Pb%)	Ag oz/ton	Pb(%)	Ag oz/ton	Pb(%)
60.4	1.6	0.9	0.3	20.2	-----	50.8	------
44.0	13.4	18.0	------	16.4	2.2	10.9	-------
25.6	7.1	0.4	1.2	66.4	30.3	60.2	58.3
1.7	1.5	4.5	-----	7.4	15.7	2.8	0.5
4.2	---	3.3	-----	25.3	8.6	179.2	------
12.1	10.4	0.7	0.3	34.8	-----	156.6	------
39.1	8.0	0.9	0.6	43.4	38.8	296.6	------
30.8	21.8	1.6	0.4	----	------	60.4	------
2.6	----	2.1	-----			3.2	0.8
		2.0	-----			1.5	0.4
		1.1	-----			58.8	23.4
		1.2	-----				
		3.4	0.4				
Total:							
220.5	63.9	40.1	3.2	213.9	95.6	881.0	------
No. of samples:							
9	9	13	6	7	5	11	-------
Avg.:							
24.5	7.1	3.1 (1.8)*	0.5	30.5	19.1	80.1	

*Average of 12 samples when the high value assay of 18 oz/ton is excluded.

Gold is neglible in all assays furnished by the applicant.

The average assay from "streaks" under category 2 samples is 24.5 ounces silver per ton. When weighted over a mineable width of 3 or 4 feet, the value becomes 6 or 8 ounces per ton, which compares closely with the average of category 1 samples. This suggests that the mineralized material is mainly concentrated or confined to narrow streaks rather than widespread in the fissure zone. Category 3 samples from "talc" are low in silver (with one exception), as is generally characteristic of gouge material; the average assay for 13 samples is 3.1 ounces of silver per ton. When the singular high assay of 18 ounces per ton is excluded, the average of 12 samples drops to 1.8 ounces silver per ton. Samples from categories 4 and 5 are too selective, for the most part, to have any clear significance in measuring the value of the mineralized vein. There is a good correspondence with the lead assays, however, suggesting that silver is closely associated with lead. The locations on the vein from which the samples were taken are not described adequately, although obviously they were derived from highly mineralized spots.

According to the geologic consultant (application, Item 3d) "Ore reserves are undetermined and unknown. No attempt has ever been made, to our knowledge, to block out ore grade material." It is speculated that mineralized material may occur in a number of ore shoots within the vein that are separated by intervals of barren rock. The size of possible ore shoots is entirely speculative; the silver content could be significant if the mineralized portion of the vein has a thickness of 2 feet or more and both length an d height measure in tens of feet.

Applicant's Proposed Exploration

The applicant proposes a surface diamond drilling program in two phases to explore the Molas fissure vein along its strike for 3,400 feet. Phase I would include 18 holes collared on a line parallel to and southwest of the surface trace of the Molas vein, spaced 200 feet apart, and so situated as to intersect the vein at a depth of approximately 200 feet below the surface. The holes would be inclined at-40° to -55° depending on terrain, and would have a northeast bearing, and a range of from 250 to 370 feet in length. It is proposed to use core of Ax size to keep down the cost of the program. A total of 6,094 feet of drilling is estimated for Phase I at a low bid cost of $43,969.10.

Phase II would be dependent on the results of Phase I and would be designed to drill additional holes, both laterally and vertically, about mineralized intercepts found under Phase I. It is estimated that Phase II might call for as much as 5,000 feet of drilling at a cost of $36,050.00. Total cost for both phases would be $80,019.10.

The applicant expects that about 3,000 feet of drilling could be completed per month, using two drill rigs, and that the whole program could be completed in 100 days. The cost per hole and other contingency costs are listed in the application.

Recommendations and conclusions

The persistence of the Molas fissure vein and the presence of mineralized material along it, as shown by the fair to high silver values from scattered though unlocated points along the vein in the underground workings of the Molas claim, justify a moderate surface drilling program to explore for possible ore shoots on the Molas property. It is recommended that a reduced version of the applicant's proposal be considered involving seven inclined drill holes with a total of 2,660 feet of drilling under Phase I, and a second phase that would include no more than 2,280 feet of offset drilling if warranted by the findings of Phase I. The holes under Phase I would be drilled at intervals along the surface trace of the vein to intersect it at a depth of 200 feet, and would correspond to the applicant's proposed holes 2, 5, 8, 11,[14] and 17, as numbered consecutively from the southeast to the northwest ends of the property (See accompanying map). Another hole would be located midway between the applicant's proposed holes 6 and 7. The holes would be spaced 600 feet apart, except the one which would be midway between 5 and 8. Drilling under Phase II would depend upon the discovery of significant silver values under the Phase I drilling, and would be designed to bracket selected mineralized vein intercepts at 100 feet each side of the discovery hole or some other interval deemed suitable after review of the Phase I program.

The seven drill holes of Phase I should be situated so as to intersect the Molas vein at approximately 200 feet of depth at

an inclination from the horizontal of no less than -45° and no more than -55°. The holes should be collared generally no more than 260 feet southwest of the fault, but this distance depends to some extent on terrain. The length of the holes should not exceed 380 feet; the vein should be encountered between 300 and 350 feet in most holes. The holes plotted on the applicant's map under the revised proposal are only approximately located; each would have to be placed with regard to the surface conditions at the site, keeping in mind the above limitations.

The estimated cost of the recommended and revised drilling program is detailed below:

Phase I - 140 days

a. Independent contract

1. Drilling 7 holes averaging 380 feet in length: 2,100 feet AX core @ $5.00 per foot (0 - 300 foot depth)	$10,500.00
560 feet AX core @ $5.50 per foot (over 300 foot depth)	3,080.00
2. Mobilization, twice @ $150.00 per time----------	300.00
3. Drill site moves, 28 hrs. @ $7.50 per hour----------	210.00
4. Delays and stanby, 16 hrs. @ $7.00 per hour----------	112.00
5. Reaming, casing & cementing @ 4% of drilling costs-----	543.00
6. Casing lost in hole, est. 40 ft. @ $1.75 per foot, approx.----------	70.00
7. Core boxes, 270 @ $1.00 per box----------	270.00
8. Assaying 30 samples @ $6.00 per sample, Ag, Pb, Zn, Au, &/or Cu plus shipping and handling costs----------	250.00

b. Personal services

1. Supervision -- $800.00 per month, 6 months----------	4,800.00
2. Geologic consultant, 4 days per month @ $100.00 per day, 24 days----------	2,400.00
Per diem for consultant, $16.00 per day, 24 days------	384.00
Mileage, Denver to property & return, 12¢ per mile, 800 miles per month, maximum of 4,800 miles---------	576.00
Total cost of Phase I----------	$23,495.00

The time required to complete Phase I of the recommended drilling program is estimated to be 140 days, utilizing only one drill. This is based on the generally accepted industry-wide diamond drilling rate of 20 feet per shift, which allows for delays in setting up, mechanical difficulties, and other lost time. This is considered to be more realistic than the applicant's estimate of 100 days for the program it proposes. The limited season at the altitude of the property may require that a second drill be utilized or that the program be carried over to another season, which accounts for allowing the two mobilizations. On the other hand, if two drills were used, the time allotted to supervision and consultant services could be curtailed. Detailed costs of materials, such as cement, and the setting of stand-pipe if necessary, etc., are included in item 5 at 4% of drilling costs. The applicant's figure of five percent of drilling costs for this item seems excessive. Phase I of the drilling program is estimated to cost $23,495.00. The government's participation at 75 percent of the cost would amount to $17,621.25.

Phase II - 120 days

a. Independent contract

1. Drilling 6 holes, averaging 380 feet long; 1,800 feet AX core @ $5.00 per foot (0 - 300 ft. depth)-------	$9,000.00
480 feet AX core @ $5.50 per foot (over 300 ft. depth)	2,640.00
2. Mobilization, twice @$150.00 per time----------	300.00
3. Drill site moves, 28 hours @ $7.50 per hour----------	210.00
4. Delays and stanby, 16 hours @ $7.00 per hour---------	112.00
5. Reaming, casing, & cementing @ 4% of drilling costs--	465.60
6. Casing lost in hole, est. 30 ft. @ $1.75 per ft., approximately----------	52.50
7. Core boxes, 230 @ $1.00 per box----------	230.00
8. Assaying, 24 samples @ $6.00 per sample, plus shipping and handling----------	200.00

b. Personal services

1. Supervision -- $800.00 per month----------	$4,000.00
2. Geologic consultant, 4 days per month @ $100.00 per day, 20 days----------	2,000.00
Per diem for consultant, $16.00 per day, 20 days-----	320.00
Mileage Denver to property & return, 12¢ per mile, 800 miles per month, max. 4,000 miles----------	480.00
Total cost of Phase II----------	$20,010.10

Phase II would require approximately five months with one drill and a drilling rate of 20 feet per shift. As pointed out in the discussion of Phase I, the limited season for surface drilling on the Molas property indicates that two drills should be used. A recess probably would be necessary between Phase I and Phase II of the program, which accounts for including mobilization again in the second phase. Conceivably Phase II could continue without a break from Phase I, in which case remobilization would not be claimed. The remarks made about the location of holes and the drilling costs for Phase I apply equally to Phase II. The cost of the drilling program under Phase II might be as much as $20,010.10 if the results of Phase I warrant it. The government's participation at 75 percent of the cost, would be $15,007.57.

The total cost of the proposed drilling program is $43,505.10, of which the government's share would be $32,628.82. There is a reasonable probability that this exploration drilling would find at the very least 28,000 tons of indicated silver ore having a value of $20.00 per ton, sufficient to pay the costs of the proposed program.

References Cited

1. Cross, Whitman, Howe, Ernest and Ransome, F. L., 1905, Description of the Silverton Quadrangle, Colorado: U. S. Geol. Survey Folio No. 120.

2. Ransome, F. L., 1901, A report on the economic geology of the Silverton quadrangle, Colorado: U. S. Geol. Survey Bull. No. 182.

3. Varnes, David J., 1963, Geology and ore deposits of the South Silverton mining area, San Juan County, Colorado: U. S. Geol. Survey Prof. P. 378-A.

Standard Form No. 65
November 1961
General Services Administration
FPMR (41 CFR) 101-11.6

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September 26, 1968

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Memorandum

To: Chief, Office of Minerals Exploration

From: Jacques F. Robertson

Subject: OME-6694 (Silver)
MG Mining Company
Molas Group et al Claims
San Juan County, Colorado

Forwarded herein are copies of documents that were requested by OME with other information pertaining to the above-referenced property. Included are copies (1 each) of the following:

1. Agreement to extend option dated July 22, 1968.

2. Letter of July 29, 1968 from the Union Bank of Beverly Hills restating its denial of a loan to the company.

3. Six pages of revised information to supercede and augment material accompanying the original application, namely:
   a) revised listing of claims including those taken up since the original application was submitted, and made a part of the property considered for exploration under item 2(b) of the application (3 pages). These should replace the second page only under item 2(b).

   b) revision of proposed exploratory drilling, item 5 (1 page).

   c) revised cost estimates of drilling and assaying, item 7 (2 pages), to replace both pages under item 7 of the original application.

4. Revised claim map.

5. Two quit claim deeds by Joseph M. Gross assigning the unpatented claims, including those recently acquired, to the MG Mining Co., and dated July 26 and September 12, 1968.

6. Two lien and subordination agreements (MME Form 52, 5 copies each) embracing the additional claims acquired.

7. Map of the Molas property, showing the sites of proposed drill holes under the revised application.

Jacques F. Robertson

Jacques F. Robertson, Geologist
Office of Minerals Exploration

MASON, REULER AND PEEK
ATTORNEYS AT LAW
SUITE 450 EQUITABLE BUILDING
DENVER 2, COLORADO

H. SHIELDS MASON
MAURICE REULER
WILLIAM M. PEEK
JON L. LAWRITSON

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March 25, 1968

Mr. Frank E. Johnson
Chief, Office of Minerals Exploration
U. S. Geological Survey
Room 4460, Interior Building
Washington, D. C. 20242

Re: OME-6694 (Silver - Copper)
M G Mining Company
Molas Group, et al. Claims
San Juan County, Colorado

Dear Mr. Johnson:

Pursuant to the request contained in your letter dated February 9, 1968, I herewith enclose copies of the deed transferring the Molas claims and the Assignment transferring the Wiser option to the M G Mining Company. It is my understanding that the Kittimac Mine property is not located in the general vicinity of the Molas and Wiser claims and that it is not to be included in the land subject to the proposed project.

Very truly yours,

MASON, REULER AND PEEK

H. Shields Mason

By H. Shields Mason

HSM/sjw

Encl.

cc: Dr. Richard Douglas

Sent copy to R-III

Patented Molas Claim #215;
Molas #2 Lode, as described in location certificate recorded in Book 165, Page 197 of San Juan County records; Molas #3 Lode, as described in Book 165, Page 198 of San Juan County records; Molas #4 Lode, as described in location certificate recorded in Book 165, Page 199 of San Juan County records; Molas #5 Lode, as described in location certificate recorded in Book 142, Page 174 of San Juan County records; Molas #6 Lode, as described in location certificate recorded in Book 189, Page 592 of San Juan County records; Molas #7 Lode, as described in location certificate recorded in Book 189, Page 593 of San Juan County records; Molas #8 Lode, as described in location certificate recorded in Book 189, Page 594 of San Juan County records; Molas #9 Lode, as described in location certificate recorded in Book 189, Page 595 of San Juan County records; Molas #10 Lode, as described in location certificate recorded in Book 189, Page 596 of San Juan County records,

together with all the dips, spurs and angles, and all the metals, ores, gold and silver-bearing quartz, rock and earth therein; and all the rights, privileges and franchises thereto incident, appendant and appurtenant, or therewith usually had and enjoyed; and all and singular the tenements, hereditaments and appurtenances thereto belonging or in any wise appertaining, and the rents, issues and profits thereof; and all the estate, right, title, interest, claim and demand whatever, either in law or equity of the said party of the first part, of, in or to the said premises, and every part and parcel thereof, with the appurtenances;

Page 344 Recorded at 7:15 o'clock A. M. Feb 19 1968

Reception No 106 [redacted] 5 Sylvia L. Gaylord [redacted] Recorder.

THIS DEED, Made this 24th day of January, 19 68,

between JOSEPH M. GROSS

of the County of Los Angeles and state of ~~XXXXXX~~ California of the first part, and

M G MINING COMPANY, a Colorado corporation,

of the City and County of Denver and state of Colorado, of the second part,

WITNESSETH, That the said party of the first part, for and in consideration of the sum of FIVE HUNDRED DOLLARS AND OTHER GOOD AND VALUABLE CONSIDERATION ~~XXXXXX~~ to the said party of the first part in hand paid by the said party of the second part, the receipt whereof is hereby confessed and acknowledged, has remised, released, sold, conveyed and QUIT CLAIMED, and by these presents does remise, release, sell, convey and QUIT CLAIM unto the said party of the second part, and its ~~heirs~~ successors and assigns, forever, all the right, title, interest, claim and demand which the said party of the first part has in and to the following described ~~lot or parcel of land~~ mining property situate, lying and being in the Animas Mining District County of San Juan and State of Colorado, to wit:

DATE 2/19/68 $5 Cents

TO HAVE AND TO HOLD the same, together with all and singular the appurtenances and privileges thereunto belonging or in anywise thereunto appertaining, and all the estate, right, title, interest and claim whatsoever, of the said party of the first part, either in law or equity, to the only proper use, benefit and behoof of the said party of the second part, its ~~heirs~~ successors and assigns forever.

IN WITNESS WHEREOF, The said party of the first part has hereunto set his hand and seal the day and year first above written.

Signed, Sealed and Delivered in the Presence of

X Joseph M. Gross [SEAL]
Joseph M. Gross

[SEAL]

[SEAL]

[SEAL]

STATE OF ~~XXXXXXXX~~ CALIFORNIA
County of Los Angeles } ss.

The foregoing instrument was acknowledged before me this 15th day of February 19 68, by* Joseph M. Gross.

My commission expires , 19 . Witness my hand and official seal.

ALFRED KOLB
My Commission Expires May 5, 1969

Alfred Kolb
Notary Public.

OFFICIAL SEAL
ALFRED KOLB
NOTARY PUBLIC-CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

*If by natural person or persons here insert name or names; if by person acting in representative or official capacity or as attorney-in-fact, then insert name of person as executor, attorney-in-fact or other capacity or description; if by officer of corporation, then insert name of such officer or officers as the president or other officers of such corporation, naming it.—Statutory *Acknowledgment*, Sec. 118-6-1 Colorado Revised Statutes 1963.

No. 106375

QUIT CLAIM DEED

Joseph M. Gross

TO

M G Mining Company

STATE OF COLORADO
County of San Juan } ss.

I hereby certify that this instrument was filed for record in my office at 9:15 o'clock A M., Febr. 19, 1967, and is duly recorded in book 179 page 344

Sylvia L. Gaylord
Clerk and Recorder.

By ..... Deputy.

Fees, $.....

A-66 BRADFORD PUBLISHING CO., DENVER

COMPARED INDEXED

Witness my hand and official seal

My commission expires_____.

_____
Notary Public

STATE OF NEW YORK)
)ss.
County of New York)

The foregoing instrument was acknowledged before me this 14th day of February A. D., 1968 by Robert E. McCormick, President, and ~~George Rowe,~~ JAMES LIASKOS Jr., Secretary, of United States Minerals Corporation, a Delaware Corporation.

Witness my hand and official seal

My commission expires March 30, 1968.

Michael H. Zuckerman
Notary Public

MICHAEL H. ZUCKERMAN
NOTARY PUBLIC, State of New York
No. 31-9813598
Qualified in New York County
Commission Expires March 30, 1968

No. 106 376

Assignment

Joseph M. Grace

et al

TO

M.G. Mining Company

assignee

STATE OF COLORADO }
County of San Juan } ss.

I hereby certify that this instrument was filed for record in my office at 9:16 o'clock A M.

Feb. 19 1968 and duly recorded in Book 188 Page No. 592

By Sylvia L. Gaylord
Recorder

DEPUTY

COMPARED

INDEXED

ASSIGNMENT

KNOW ALL MEN BY THESE PRESENTS: That we, JOSEPH M. GROSS of Los Angeles, California, and UNITED STATES MINERALS CORPORATION, a DELAWARE CORPORATION, of New York City, New York, hereinafter called the "Assignors," in consideration of the sum of One Thousand and no/100's ($1,000.00) Dollars lawful money of the United States, to them paid before the sealing and delivery of these presents, the receipt whereof is hereby acknowledged, have sold, assigned, transferred and set over, and by these presents do sell, assign, transfer and set over unto

M G MINING COMPANY, a Colorado corporation, of the City and County of Denver, Colorado, hereinafter called the "Assignee," all of their right, title and respective interests in and to a certain option to purchase agreement entered into between Joseph M. Gross and Mrs. Helen I. Wiser Turner under date of September 21, 1967 and amended on October 6, 1967, copies of which are hereto attached and made a part hereof by reference, covering the following described property, situate, lying and being in the Animas Mining District, in the County of San Juan, and State of Colorado, to wit:

Five patented mining claims known and described as:

Alladins Lamp	#13298
Senior Warden	#13298
Junior Warden	#16752 A
Tyler	#16752 A
Right of Way Mill Site	#16752 B

AND said assignors do hereby give the said assignee, its successors and assigns, the full power and authority, for its own use and benefit, but at its own cost, to take all legal measures, which may be proper or necessary to exercise the aforesaid option to purchase and for the complete recovery of the assigned property, and in its name or otherwise, to prosecute and withdraw any suits or proceedings at law or in equity therefor.

Joseph M. Gross
Joseph M. Gross

UNITED STATES MINERALS CORPORATION CORPORATE SEAL 1961 DELAWARE

Attest:

James Liaskos
Secretary

UNITED STATES MINERALS CORPORATION

By Robert W. Caswell
President

STATE OF CALIFORNIA)
)ss.
County of Los Angeles)

The foregoing instrument was acknowledged before me this 15 day of ~~January~~ February, 1968, by Joseph M. Gross.

Subscribed and sworn to before me this

..... day of 19

..... Notary Public
State of California - Principal Office, Los Angeles County

OFFICIAL SEAL
ALFRED KOLB
NOTARY PUBLIC-CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

ALFRED KOLB
My Commission Expires May 5, 1970

JOSEPH M. GROSS
[illegible] LA CIENEGA BLVD
LOS ANGELES 90048
[illegible]
[illegible]

September 21, 1967

Mrs. Helen Turner
363 East 29th Street
San Bernardino, California 92404

My dear Mrs. Turner:

This letter will confirm our telephonic conversation of today whereby it was agreed that you give me herewith an option for the consideration of $1,000.00 to purchase the five Wiser patented claims for $21,000.00 less $1,000.00 to be paid hereby for this option. The five patented claims are as follows: Alladins Lamp, No. 13298, Junior Warden No. 16752, Right of Way Mill Site, No. 16752B, Senior Warden No. 13298, and Tyler, No. 16752.

It is understood that this option is for one year approximately and shall expire on October 1, 1968 unless the option is exercised and the property put in escrow on or before said date according to the terms mentioned in a recent telegram from you, a copy of which is attached hereto.

It is understood that I or my associates or assigns shall not be obligated to explore the above mentioned claims but may do so without any cost or liability to you.

If this purports to be our understanding, please sign a copy of this letter at the line in the lower left hand corner signifying your acceptance. Return to me properly executed before a notary and I will send you my check for $1,000.00 by return mail.

The enclosed self-addressed envelope is for your immediate reply.

Sincerely,

Joseph M. Gross

Joseph M. Gross

JMG:je

AGREED Mrs. Helen I. Wiser Turner

Mrs. Helen I. Wiser Turner

STATE OF CALIFORNIA,

COUNTY OF ~~XXXXXXXX~~
San Bernardino

} ss.

ON September 26, 19 67,
before me, the undersigned, a Notary Public in and for said State, personally appeared

Mrs. Helen I. Wiser Turner

known to me to be the person whose name is subscribed to the within Instrument, and acknowledged to me that S he executed the same

WITNESS my hand and official seal.

RUTH HOWARD
NOTARY PUBLIC
SAN BERNARDINO COUNTY
CALIFORNIA

Ruth Howard

RUTH HOWARD
My Commission Expires April 17, 1969

Ruth Howard
NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

STATE OF CALIFORNIA,

COUNTY OF LOS ANGELES

} ss.

ON September 27 19 67,
before me, the undersigned, a Notary Public in and for said State, personally appeared

JOSEPH M. GROSS

known to me to be the person whose name is subscribed to the within Instrument, and acknowledged to me that he executed the same.

WITNESS my hand and official seal.

E. LEOLA MEMORY
NOTARY PUBLIC - CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY

My commission expires June 5, 1968

E Leola Memory
NAME (TYPED OR PRINTED)
Notary Public in and for said State.

ACKNOWLEDGMENT—General—Wolcotts Form 232—Rev. 3-64

JOSEPH M. GROSS
533 NO. LA CIENEGA BLVD.
LOS ANGELES 90048
OLEANDER 5 7584
OLYMPIA 2-0780

October 6, 1967

Mrs. Helen I. Wiser Turner
363 East 29th Street
San Bernardino, California 92404

My dear Mrs. Turner:

In checking out the title of the Wiser properties, I find the proper descriptions are: Alladins Lamp, 13298 with the same number of 13298 applying to Senior Warden patented claim; Junior Warden is 16752A; Tyler is 16752A; and Right of Way Mill Site is 16752B.

One of these patented claims conflicts with and overlays our own Molas claim over which we have priority. But this is of no importance at this time because, in a manner of speaking, we are trying to merge both situations.

In my recent letter to you, I suggested that perhaps you would be kind enough to let me have some of the geology and surveys that you might have that I may tie everything together accurately and start work without any further delay. Any cooperation that you can grant at this time will be most helpful.

Will you please be kind enough to let me hear from you, particularly agreeing that the above mentioned patented claims are the ones involved in our option.

Sincerely,

Joseph M. Gross

JMG:je

The above mentioned claims are the ones mentioned in our option.

Mrs. Helen I. Wiser Turner

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
2/27/68	[illegible]	120
	(on leave)	120
		110
		220
		120M

FEB 27 1968

AIRMAIL

Memorandum

To: Field Officer, Region III

From: Chief, Office of Minerals Exploration

FEB 27 1968

Subject: OME-6694 (Silver-Copper)
M G Mining Company
Molas Group et al., Claims
San Juan County, Colorado

This application is referred to Region III for review, a field examination if necessary, and recommendations. A copy of the Applicant's reply to our letter of February 9, 1968, is enclosed.

In our letter to the Applicant we did not mention that the reply from the Union Bank of Beverly Hills refusing the Applicant's request for a loan is technically unsatisfactory because the bank did not state its reasons for refusal. Please investigate further the financial position of the Applicant, and if you have reason to question its financial eligibility ask it to furnish a recent financial statement.

If you recommend a contract the assignments requested in our letter of February 9 should be obtained. Also a geologic map will be needed showing the revised locations of the inclined drill holes now proposed, and a cost estimate applicable to the footage you recommend.

The cost summary in the application appears to be realistic except for supervision and consulting services which at $4,000 for 1.3 months is about double the rate on most contracts.

FRANK E. JOHNSON

Frank E. Johnson

Enclosure

cc: Director's Reading File
Division File
Economic Geology File
OME File
OME Reading File
Mr. Smith
130

RMSmith/bsl 2/27/68

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
2/27/68	RMSmith	120
	(on leave)	120
		110
2/27	cal	220
		120M

FEB 27 1968

AIRMAIL

M G Mining Company
450 Equitable Building
Denver, Colorado 80202

Re: OME-6694 (Silver-Copper)
M G Mining Company
Molas Group, et al., Claims
San Juan County, Colorado

Gentlemen:

Thank you for the letter of February 19, 1968 from Richard F. Douglas, your consultant, indicating that at 1968 prices the principal dollar value of the ore is expected to be in silver, and that inclined drill holes are practicable. Copies of assignments requested in our letter of February 9, 1968, may be furnished at your convenience.

The application has now been referred to Mr. J. W. Hasler, Field Officer, Region III, Office of Minerals Exploration, Room 203, Building 53, Denver Federal Center, Denver, Colorado 80225.

Mr. Hasler will notify you if additional information is needed, or to arrange a field examination if necessary.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Division File
Economic Geology File
OME File
OME Reading File
Mr. Smith
Region III

RMSmith/bsl 2/27/68

David S. Robertson & Associates, Inc.
CONSULTING GEOLOGISTS & MINING ENGINEERS

9485 WEST COLFAX
DENVER, COLORADO 80215
237-8071

Copy to R-III

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 20 1968
INITIALS | CODE
JEA | 110
BOK | 120
| 130
RMS | 120.5

February 19, 1968

Mr. Frank E. Johnson
Chief, Office of Minerals Exploration
Geological Survey
U. S. Department of the Interior
Washington, D. C. 20242

Re: Your letter of 2/9/68
OME-6694 (Silver-Copper)
M G Mining Company
Molas Group, et al., Claims
San Juan County, Colorado

Dear Mr. Johnson:

As geological consultants to the M G Mining Company, we are replying for them in regard to your request for additional information.

We believe the two shipments of ore in 1936 and 1939 probably came from the Molas dumps which were signigicant in size, at one time, and carried values. You will note that the Bureau of Mines record for 1936 indicates no production but still shows eight tons sold. In further investigation we can find no records to indicate mine production from the Molas in 1939. The low tonnage indicated in the record again suggests to us that the Molas dumps were the source. Assuming the above to be correct, we have the following comments in regard to its values.

We do not believe the higher values of lead to silver in these dumps necessarily reflects the proportion to be found in the mines. The fact that galena was the most abundant ore mineral in the dump may only reflect the miner's low regard for lead in the 1880's and their higher regard for silver. We list below the prices for lead and silver from 1881 to 1890:

LEAD - NEW YORK PRICE

year	cents/lb.
1881	4.81
1882	4.91
1883	4.32
1884	3.74
1885	3.95
1886	4.63
1887	4.50
1888	4.42
1889	3.93
1890	4.48

SILVER - AVERAGE PRICE IN NEW YORK

year	price/oz.
1880	$1.150
1881	1.130
1882	1.140
1883	1.110
1884	1.113
1885	1.065
1886	.995
1887	.978
1888	.940
1889	.936
1890	1.046

At these prices, it seems unlikely that the miners would have mined as much as they did if the values were mostly in lead. Irrelevant

A check of the assays taken from the 120 foot level (envelope 3D) indicates that most of the values are in silver not in lead. This is below the oxidized zone that you mentioned. Some of the assays are indicated as being across a width of from two to four feet. Others only indicate they are across the breast of the workings, but presumably this would be a width of at least four feet in order for a man to work. No assay map. Accept this statement

Because of the foregoing, we suggest that this application does qualify under OME regulations for "eligible mineral," and that the principle dollar value of the ore that might be found would be in silver. 31 Samples, Av. Value/Ton = Au $0.53, Ag 36.86, Pb 19.54, [Zn 8.32 ?, Cu 38.00 ?] at 1968 prices

In reference to your request on more information to justify drilling vertical holes, we considered the various possibilities open to us on inclined holes. The accompanying diagram shows drill holes which would intersect the vein at right angles and at 45 degrees at a 200 foot depth from surface. Naturally we would prefer to intersect the vein at right angles in order to get a true sample and also because core recovery is likely to be better. However, in order to intersect at right angles, it can be seen that the hole would be inclined only 15 degrees from the horizontal; it is technically not feasible to drill such a hole. In addition the hole would have to be collared off the property in twelve out of the eighteen holes and the footage required would be very much greater than we have suggested for the program. A 45 degree hole would also have to be collared off the property on twelve out of the eighteen holes and the footage required would be increased by some 40 percent over what we have indicated is required with vertical holes.

60° holes would cut the vein at 45° which would be o.k.

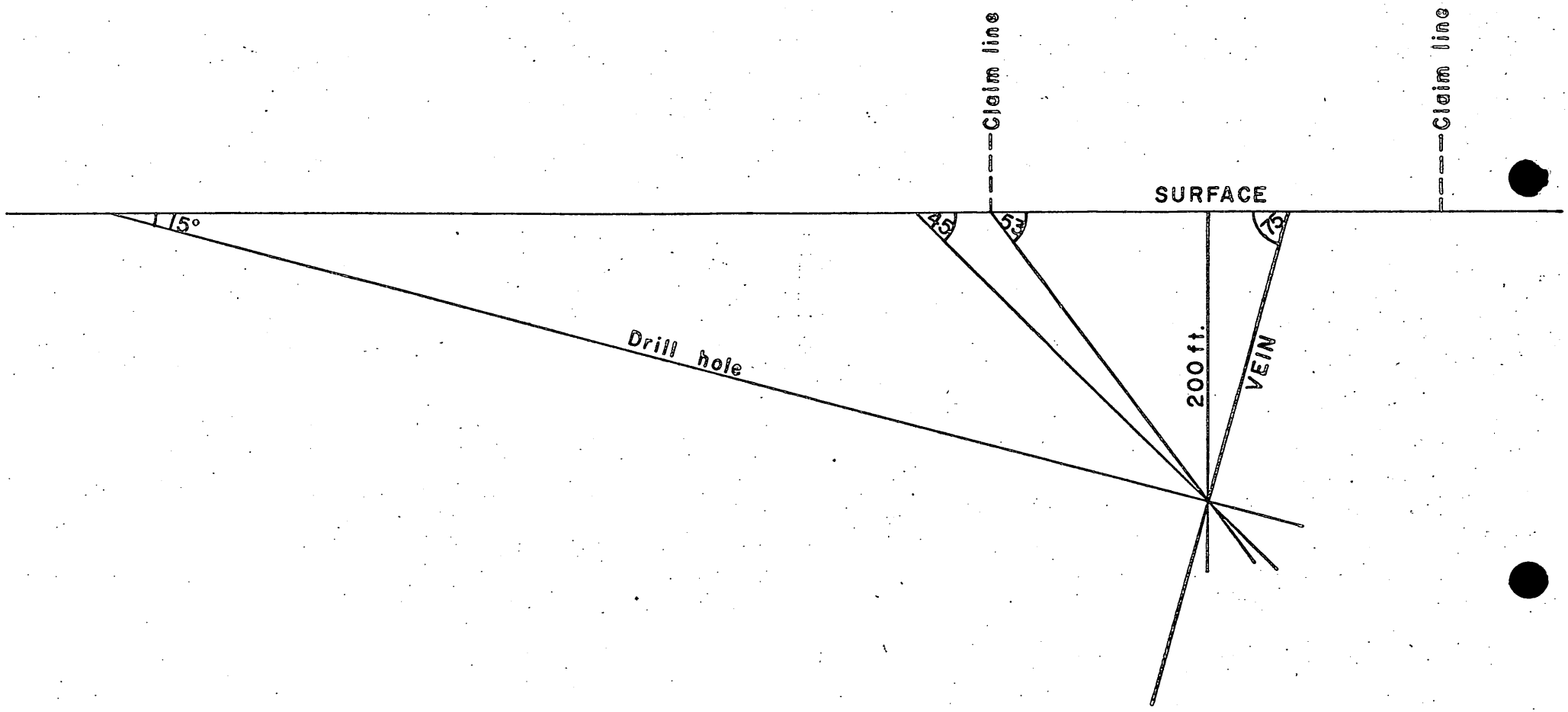
Because we wanted to keep the costs down, we suggested vertical holes. We realize, however, that your suggestion of inclined holes is perhaps the better one, but the holes obviously would have to be at angles of 53 degrees or better in order to be collared on the property. At 53 degrees the increase in footage over the vertical holes would be about 20 percent. Whatever angle is finally determined as being best, the cost of the project should be adjusted upward accordingly.

Sincerely yours,

Richard F. Douglas, Ph. D.

RFD:gv

Enclosure



SCALE: 1 inch = 100 feet

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
2/9/68	R. Smith	120
"	Kirkemo	120
		110
		220
		120M

FEB 9 1968

AIRMAIL

M G Mining Corporation
450 Equitable Building
Denver, Colorado 80202

Re: OME-6694 (Silver-Copper)
M G Mining Company
Molas Group, et al., Claims
San Juan County, Colorado

Gentlemen:

Preliminary review of your application for financial assistance in exploring the property referenced above indicates that additional information is needed before we can continue its processing.

From the limited data on grade of ore it appears that the property may not qualify under OME regulations for "Eligible mineral." The grade of the two shipments of ore in 1936 and 1939 were valuable principally for their lead content. Even at 1968 prices the value of the recovered lead and zinc slightly exceeds that of silver, copper, and gold. Since the shipments were made before the lowest (120-foot level) workings were driven, the ore necessarily came from the upper levels where oxidation of lead and zinc and secondary enrichment of silver may be maximum. Even so, the waste dumps reveal that "the most obvious ore mineral is galena." At the level of proposed exploration (200 feet) sulfides of zinc and lead may comprise an even larger proportion of the ore. To establish that the property qualifies as to eligible mineral please furnish additional evidence that at least one of the following three criteria is met:

1. - The principal dollar value of the ore that might be found is expected to be in eligible minerals.

2. - The ore could be mined for the eligible minerals alone, regardless of the other values.

3. - Exceptionally large quantities of eligible minerals are expected to be found even though they are minor constituents of the ore.

If one of these three criteria applies, then the following information is also needed.

Special justification will be required for drilling vertical holes to cut a vein that dips 75°. Alternatively, you may prefer to drill inclined holes to cut the vein at angles between 45° and 90° to the plane of the vein, which would conform to standard practice.

To document the company's rights to the land please furnish one true copy each of the assignments transferring the Moles claims and the Wiser option to M G Mining Company. Please indicate the location of the Kittinne mine property relative to the other two groups and, if it is to be included in the land subject to the proposed project, furnish a copy of the assignment.

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

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Division File
Economic Geology File
OME File
OME Reading File
Mr. Smith
Region III

RMSmith/bsl 2/8/68

February 5, 1968

Mr. Robert E. McCormick President
M G Mining Company
450 Equitable Building
Denver, Colorado 80202

Subject: OME-6694

Dear Mr. McCormick:

Your application for exploration assistance, dated January 30, 1968, submitted to our office at Denver, Colorado, has been assigned Docket No. OME-6694.

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

Sincerely yours,

Frank E. Johnson
Chief, Office of
Minerals Exploration

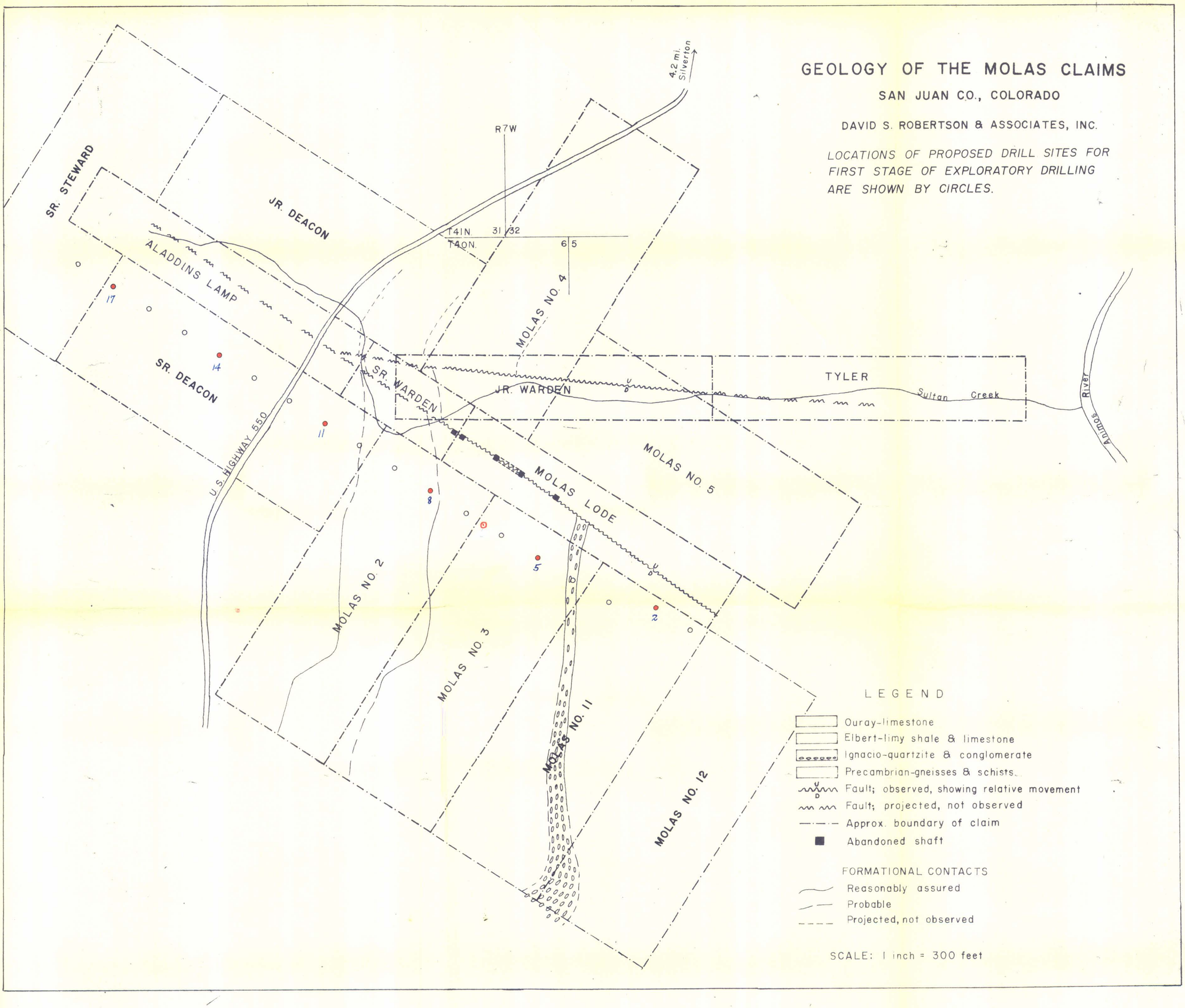
Copy to Region III

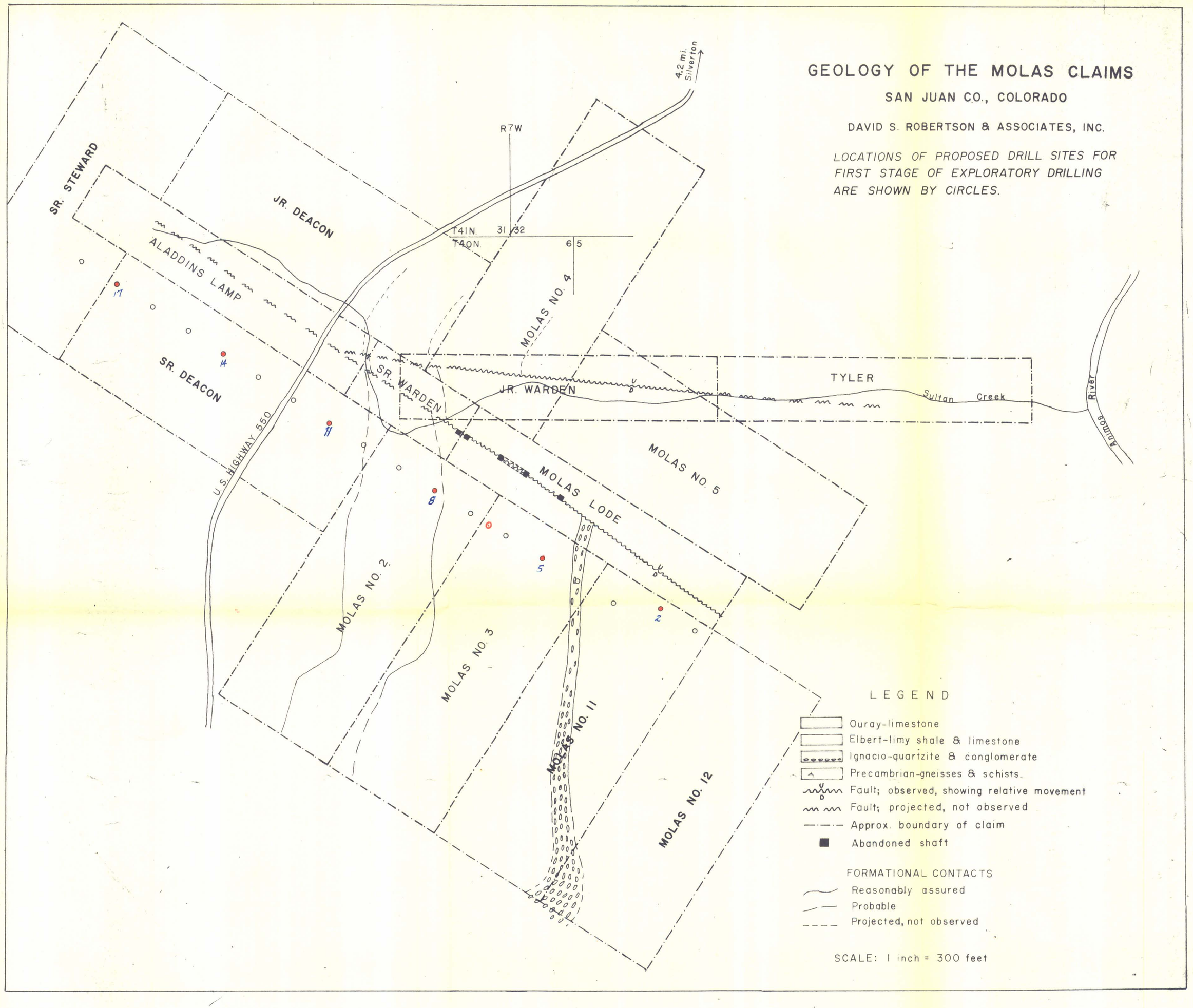
GEOLOGY OF THE MOLAS CLAIMS

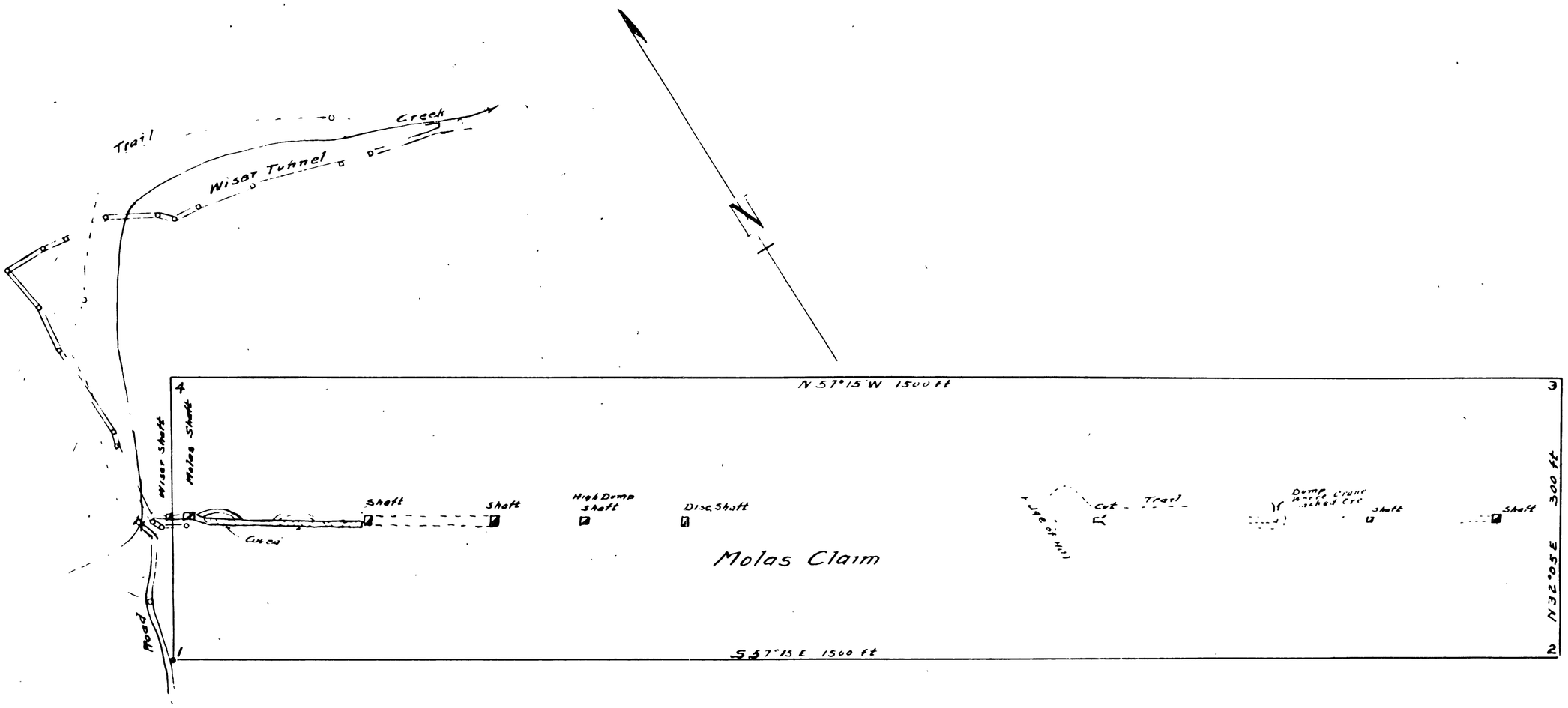
SAN JUAN CO., COLORADO

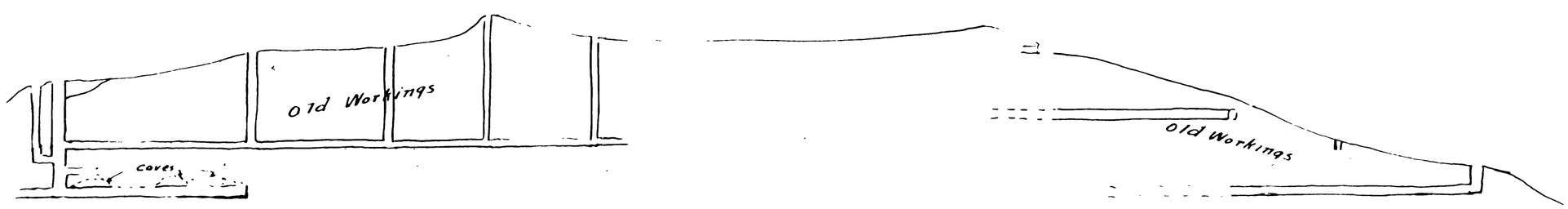
DAVID S. ROBERTSON & ASSOCIATES, INC.

LOCATIONS OF PROPOSED DRILL SITES FOR FIRST STAGE OF EXPLORATORY DRILLING ARE SHOWN BY CIRCLES.

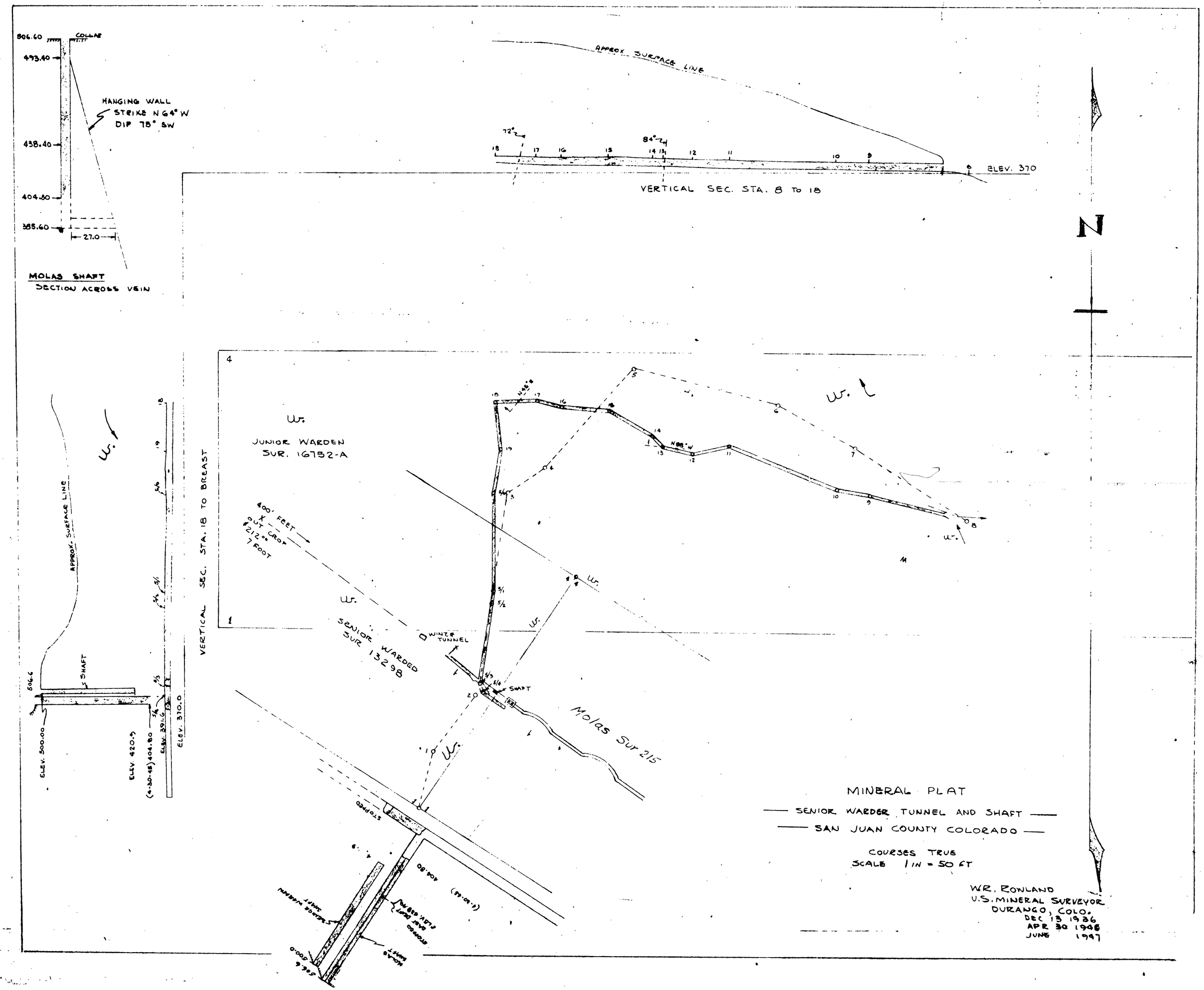



GEOLOGY OF THE MOLAS CLAIMS
SAN JUAN CO., COLORADO
DAVID S. ROBERTSON & ASSOCIATES, INC.
LOCATIONS OF PROPOSED DRILL SITES FOR FIRST STAGE OF EXPLORATORY DRILLING ARE SHOWN BY CIRCLES.
4.2 mi. Silverton
R7W
T41N.
T40N.
31
32
6
5
SR. STEWARD
JR. DEACON
ALADDINS LAMP
SR. DEACON
U.S. HIGHWAY 550
MOLAS NO. 4
SR. WARDEN
JR. WARDEN
TYLER
Sultan Creek
Animas River
MOLAS LODE
MOLAS NO. 5
MOLAS NO. 2
MOLAS NO. 3
MOLAS NO. 11
MOLAS NO. 12
17
14
11
8
5
2
LEGEND
Ouray-limestone
Elbert-limy shale & limestone
Ignacio-quartzite & conglomerate
Precambrian-gneisses & schists
Fault; observed, showing relative movement
Fault; projected, not observed
Approx. boundary of claim
Abandoned shaft
FORMATIONAL CONTACTS
Reasonably assured
Probable
Projected, not observed
SCALE: 1 inch = 300 feet





Section along Molas Vein
showing approximate location of
old workings. Extent of the stopings
above these workings is not known.

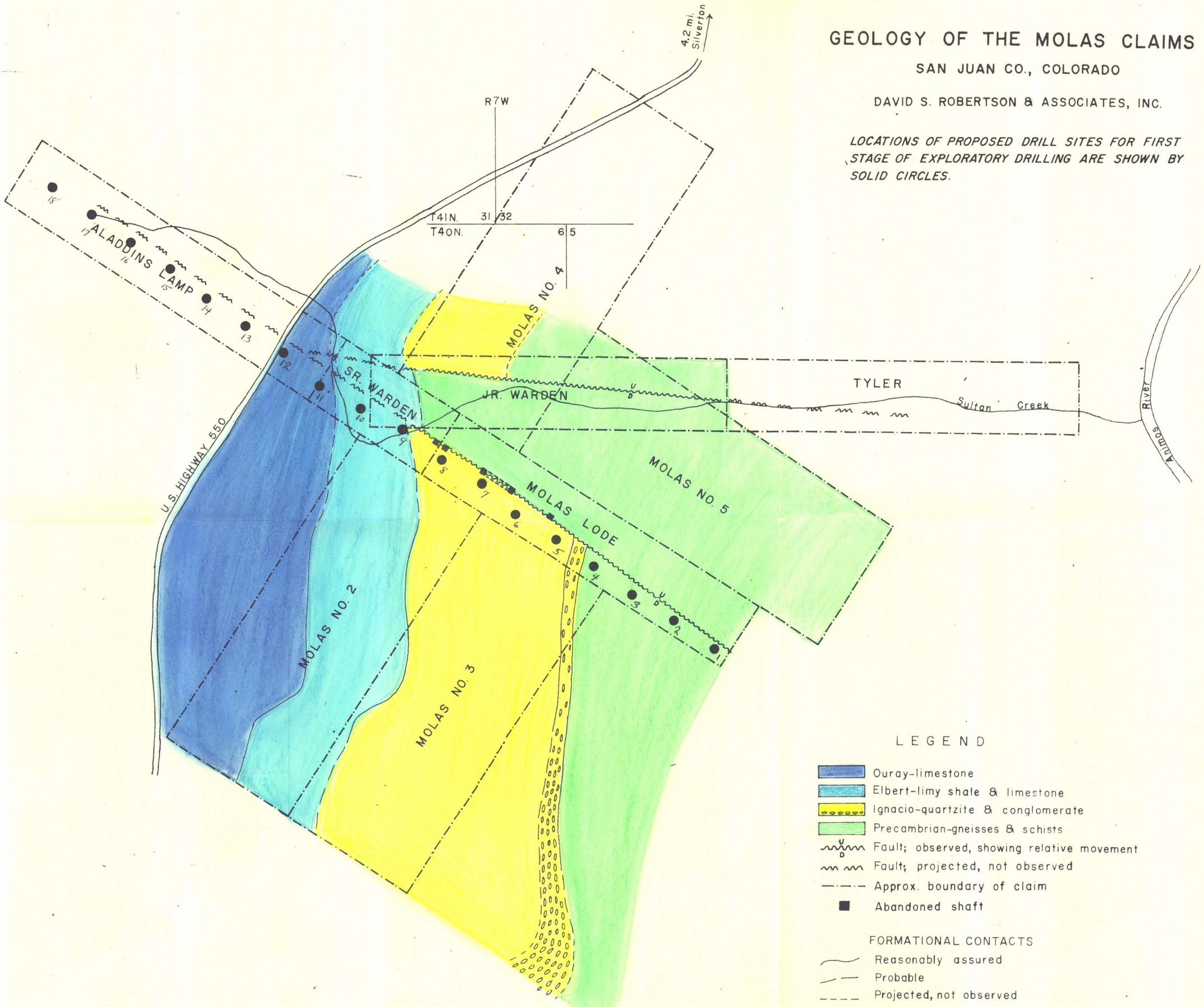

806.60
COLLAR
493.40
438.40
404.80
385.60
27.0
HANGING WALL
STRIKE N 64° W
DIP 78° SW
MOLAS SHAFT
SECTION ACROSS VEIN
APPROX. SURFACE LINE
72°
84°
ELEV. 370
VERTICAL SEC. STA. 8 TO 18
N
JUNIOR WARDEN
SUR. 16752-A
400' FEET
OUT CROP
212.00
7 FOOT
N 88° W
SENIOR WARDED
SUR 13298
WINZE TUNNEL
SHAFT
Molas Sur 215
APPROX. SURFACE LINE
SHAFT
606.6
ELEV. 500.00
ELEV. 420.0
(4-30-48) 404.80
ELEV. 391.6
ELEV. 370.0
VERTICAL SEC. STA. 18 TO BREAST
STOPED
404.80
(4-30-48)
SENIOR WARDEN SHAFT
STOPED
BAR SHAFT
ELEV. 448.40
MOLAS SHAFT
606.6
500.0
MINERAL PLAT
SENIOR WARDER TUNNEL AND SHAFT
SAN JUAN COUNTY COLORADO
COURSES TRUE
SCALE 1 IN = 50 FT
W.R. ROWLAND
U.S. MINERAL SURVEYOR
DURANGO, COLO.
DEC 13 1936
APR 30 1948
JUNE 1997

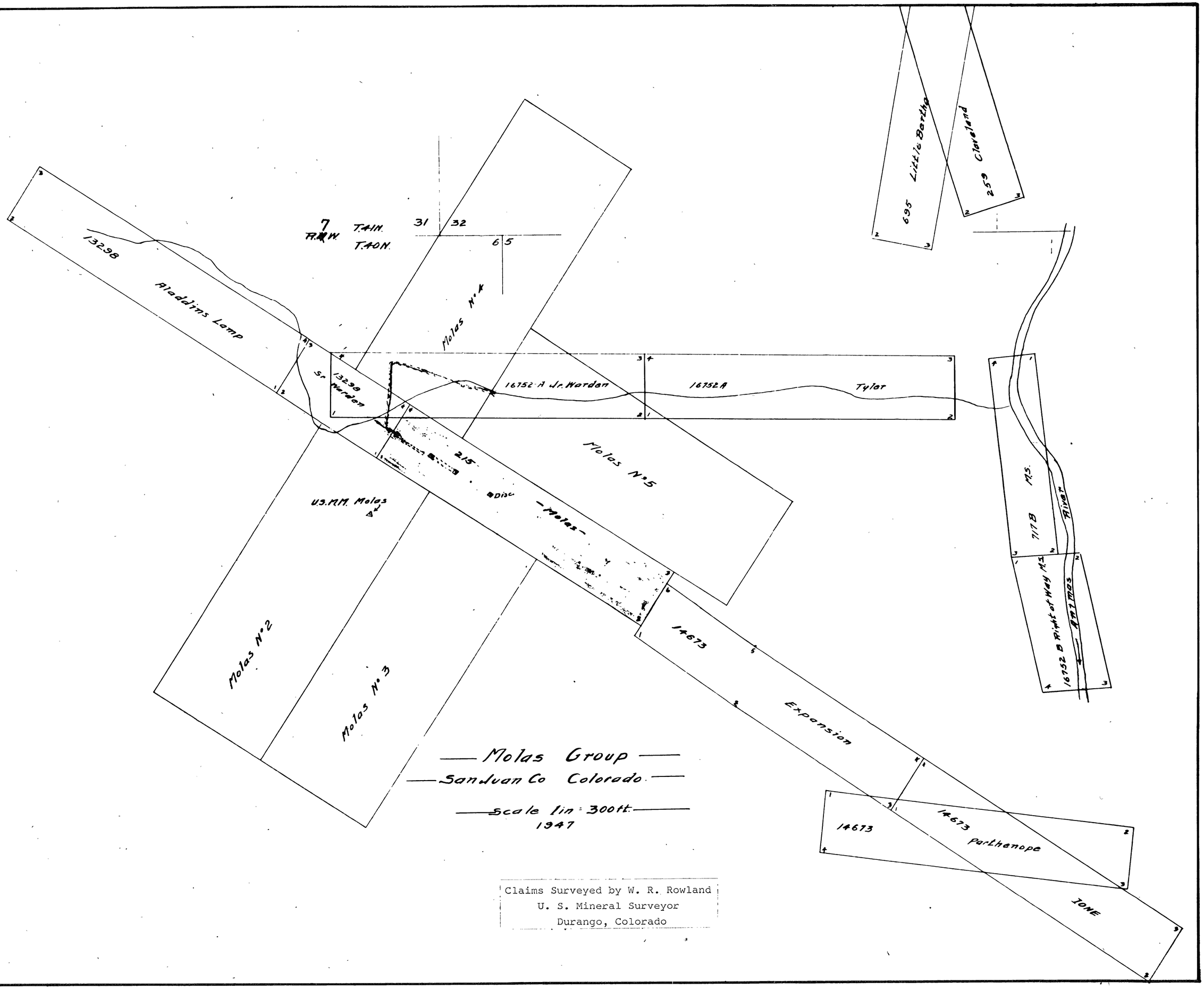
GEOLOGY OF THE MOLAS CLAIMS

SAN JUAN CO., COLORADO

DAVID S. ROBERTSON & ASSOCIATES, INC.

LOCATIONS OF PROPOSED DRILL SITES FOR FIRST STAGE OF EXPLORATORY DRILLING ARE SHOWN BY SOLID CIRCLES.





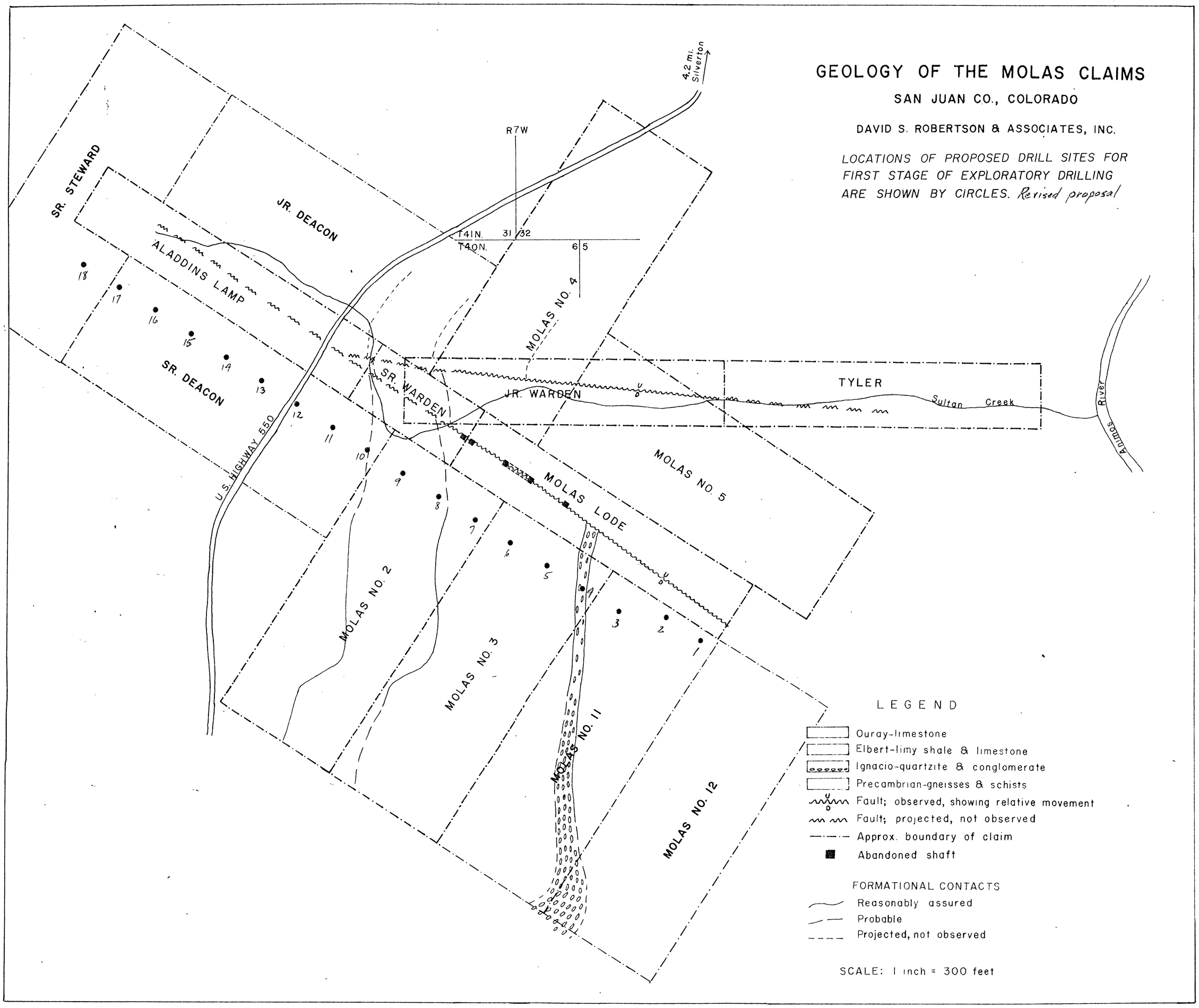
Claims Surveyed by W. R. Rowland
U. S. Mineral Surveyor
Durango, Colorado

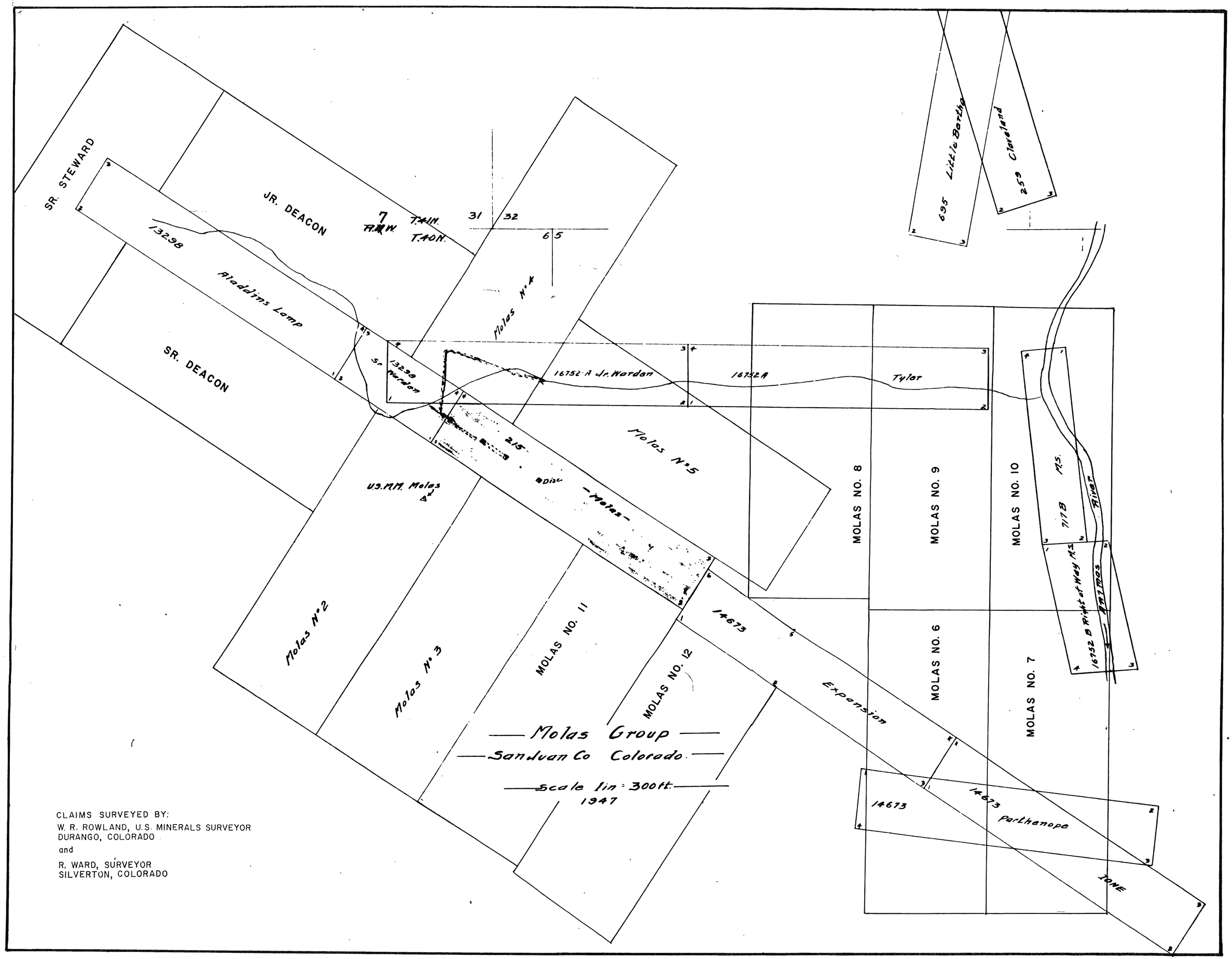
GEOLOGY OF THE MOLAS CLAIMS

SAN JUAN CO., COLORADO

DAVID S. ROBERTSON & ASSOCIATES, INC.

LOCATIONS OF PROPOSED DRILL SITES FOR FIRST STAGE OF EXPLORATORY DRILLING ARE SHOWN BY CIRCLES. Revised proposal





CLAIMS SURVEYED BY:
W. R. ROWLAND, U.S. MINERALS SURVEYOR
DURANGO, COLORADO
and
R. WARD, SURVEYOR
SILVERTON, COLORADO