UNITED STATES
DEPARTMENT OF THE INTERIOR
Defense Minerals Exploration Administration

## OFFICIAL DOCKET FILE

Terminated (~~or cancelled~~) without certification. DMEA No. 2087

This is the official contract file containing all official records of the project. Duplicate material has been removed. The records contained in the files are checked and are arranged in this manner:

**Left Side**

Certificate of Audit (Final).

Interim Audit(s).

Report of Review. ✓

Termination Notice or Agreement.

Recision Notice.

Assignment of Contract.

Contract Amendments (latest on top). ✓

Contract with all exhibits and annexes. ✓

Owner's Consent to Lien.

Subordination Agreement.

Leases and assignments of leases. ✓

Application and attachments. ✓

Schedule of Collections.

Operator's monthly reports and all attachments (latest on top). ✓

**Right Side**

Project summary. ✓

Work completed analysis. ✓

All other material is filed in chronological order with correspondence including the following reports as checked: ✓

Final Field Team Report. (Tab)

Operator's Final Report. ✓

Interim Reports. ✓

On-site Exam Report(s). (Tab)

Settlement Sheets.

If additional folders are required because of volume of records, show folder numbers and contents below:

Maps in folder number 0

Operator's Monthly Reports in folder number 0

Reviewer's Initials

7973

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF REVIEW

I have reviewed the Monthly Report of:

Amedee A. Peugnet

20 North 7th Street,

St. Louis 1, Missouri

pertaining to Exploration Project Contract No. Idm-F159, Docket No. DMA-2037X, including Amendments Nos. 1, 2, and 3, for the month of April to May, 1952, inclusive.

My review included an examination of the Monthly Report (Form MF-104) and supporting documents attached thereto, comparison of the costs claimed with the contract and pertinent schedules, and a determination of the reasonableness and propriety of the costs.

This review was made in lieu of an audit of the Operator's accounts and records for the following reasons:

(a) the administrative cost to the Government of an audit would be excessive in relation to value of the contract or the estimated amount of possible disallowances thereunder;
(b) the Monthly Report was partially supported by documentary proof of the costs incurred under the contract; and
(c) the major portion ($3,000) of the accepted costs covered core-drilling at footage rates under a sub-contract approved by the Field Team Executive Officer.

The review disclosed the following facts in regard to the amount paid or to be paid the contractor:

| | |
|---|---|
| Total cost as billed by Contractor | $ 3,973.47 |
| Exceptions: | |
| Drilling costs in excess of the maximum allowable under Amendment No. 3 | 92.00 |
| Total Accepted Cost | $ 3,881.47 |

The contract calls for a 50 per cent participation of exploration expenses by the United States Government. Therefore, payment to the contractor by the Government in the amount of One thousand nine hundred forty Dollars and 73/100

- $ 1,940.73 -

is considered valid and proper.

July 23, 1952

E. D. Talbert

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

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
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Amendment No. III to Exploration Project Contract Idm-E159
(Docket No. DMA-2037)

This amendment, effective April 16, 1952, supercedes and supplants all previous amendments to Contract Idm-E159 (Docket No. DMA-2037), dated September 25, 1951, between the Government and Amedee A. Peugnet, et al, as follows:

1. In Article 3, line 1 (a) delete the figures "30" and in lieu thereof substitute "seven months"; (b) in line 4 delete the phrase "three months" and in lieu thereof substitute the phrase "ten months".

2. In Article 13, (a) delete the figures "1,800" and in lieu thereof substitute the figures "2,100" (b) delete the figures "3,600" and in lieu thereof substitute the figures "4,200".

3. In Exhibit "A", Paragraph 1, second sentence delete the words "will be 750 feet deep and".

4. In Exhibit "A" delete the phrase "1500 ft. of diamond drilling including supervision, engineering, assaying, core boxes and sample bags $3,600" and in lieu thereof substitute the phrase "not to exceed 1500 ft. of churn and diamond drilling, including supervision, engineering, assaying, core boxes and sample bags; total not to exceed -- $4,200."

5. In Exhibit "A" delete the phrase "1500 feet of drilling @ $1.60/ft.-- $2,400" and in lieu thereof substitute the phrase "not to exceed 1500 ft. of drilling, total not to exceed -- $3,000".

6. In Exhibit "A" delete "Total -- $3,600" and in lieu thereof substitute "Total not to exceed -- $4,200".

This amendment has the purpose of extending the starting and termination dates of this contract and of increasing the total cost of the project because of increased drilling prices.

UNITED STATES OF AMERICA

Amedee A. Peugnet
Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet as Trustee for Jeanne Y. Peugnet.

By C. A. Mittendorf
Acting Administrator
Defense Minerals Exploration Administration

Contract & Audit

AMENDMENT II TO EXPLORATION PROJECT CONTRACT IDM-E159 (DOCKET NO. DMA-2037)

Contract Idm-E159 (Docket No. DMA-2037), dated September 25, 1951, between the United States of America and Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, J. Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet, is hereby amended as follows:

1. In Article 3, line 1, (a) delete the figures "30" and in lieu thereof substitute the figures "213"; (b) in line 4 delete the phrase "three months" and in lieu thereof substitute the phrase "ten months".

2. In Article 13, (a) delete the figures "1,800" and in lieu thereof substitute the figures "1,912.50" (b) delete the figures "3,600" and in lieu thereof substitute the figures "3,825".

3. In Exhibit "A", Paragraph 1, second sentence delete the words "will be 750 feet deep and".

4. In Exhibit "A" delete the phrase "1500 ft. of diamond drilling including supervision, engineering, assaying, core boxes and sample bags $3,600" and in lieu thereof substitute the phrase "not to exceed 1500 ft. of churn and diamond drilling, including supervision, engineering, assaying, core boxes and sample bags; total not to exceed --- $3,825".

5. In Exhibit "A" delete the phrase "1500 feet of drilling @ $1.60/ft.-- $2,400" and in lieu thereof substitute the phrase "not to exceed 1500 ft. of drilling, total not to exceed -- $2,625".

6. In Exhibit "A" delete "Total -- $3,600" and in lieu thereof substitute "Total not to exceed -- $3,825".

This amendment supercedes all other amendments to Exploration Project Contract Idm-E159.

This amendment has the purpose of extending the starting and termination dates of this contract and of increasing the total cost of the project because of increased drilling prices.

Dated Feb 26, 1952

UNITED STATES OF AMERICA

By O O Mittendorf
Acting Administrator
Defense Minerals Exploration
Administration

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
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MAR 13 1952

Amedee A. Peugnet

Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet as Trustee

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

Amendment #1 to Exploration Project Contract Idm-E-159

Contract Idm-E-159 (Docket DMA-2037X) dated 25th day of September 1951 between the United States of America and Amedee A. Peugnet is hereby amended as follows:

1. The part of Article 3 that now reads "The Operator, within 30 days from the date of this contract shall commence work ....." is hereby amended to read, "The Operator, within 153 days from the date of this contract shall commence work ....."

This amendment has the purpose of extending the starting date to February 25, 1952.

This amendment is effective as of October 25, 1951.

This amendment shall not be construed to increase the estimated total cost of the project, the aggregate total amount which the Government may pay, or the percentage of the costs which the Government may pay, under the provisions of Article 13 of the contract form.

Dated Feb. 8, 1952.

UNITED STATES OF AMERICA

By David Gallagher
David Gallagher
Executive Officer
Defense Minerals Administration

Department of the Interior
Defense Minerals Administration
FEB 11 1952

Amedee A. Peugnet
Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, J. Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet.

AMENDMENT I TO EXPLORATION PROJECT CONTRACT IDM-E159
(DOCKET NO. DMA-2037)

Contract Idm-E159 (Docket No. DMA-2037), dated September 25, 1951, between the United States of America and Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, J. Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet, is hereby amended as follows:

1. In Article 3, line 4, delete the phrase "three months" and in lieu thereof substitute the phrase "six months."

2. In Article 13, (a) delete the figures "$1800" and in lieu thereof substitute the figures "1,912.50"; (b) delete the figures "$3,600" and in lieu thereof substitute the figures "$3,825."

3. In Exhibit A delete the phrase "1500 feet of drilling @ $1.60/ft. $2,400" and in lieu thereof substitute the phrase "1500 feet of drilling at $1.75 per foot --- $2,625."

4. In Exhibit A delete the figures "$3,600" wherever they appear and in lieu thereof substitute the figures "$3,825."

Dated February _____, 1952.

UNITED STATES OF AMERICA

By _____
Acting Administrator
Defense Minerals Exploration
Administration

_____
Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet.

15 cents
Hopkins

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON, D.C.~~
Joplin, Missouri
July 3, 1952

Re: Docket DMA-2037X
Contract Idm-E159
Amedee A. Peugnet (Lead)

Memo:

To: Operating Committee, DMEA

From: David Gallagher, Executive, Field Team, Region VI

Subject: Justification for Amendments

Amendment #1 dated February 8, 1952 was written by this office in compliance with instructions in a letter dated November 8, 1951 from Washington to extend the starting date a reasonable amount if necessary.

Meanwhile, and subsequently, Washington independently prepared an Amendment #1 dated February 11, 1952, and Amendment #2 dated February 26, 1952, for which Washington should already know the justification.

Subsequently we prepared Amendment #3 and submitted it to Washington for signature by C. O. Mittendorf as it increased the total cost of the contract.

All these amendments had the same cause and purpose, (1) the operator was delayed in starting work by the difficulties of finding an available driller, and (2) during the time that elapsed over this delay the price of contract drilling increased and thereby necessitated revision of the cost-rate per foot.

David Gallagher

David Gallagher

/jd
cc: Ray C. Jonas

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 7 - 1952

COPY

20 North 7th Street
St. Louis 1, Mo.

19 October 1951

DMA-2037X

Dr. David Gallagher, Executive Officer,
DMA Field Team,
U. S. Defense Minerals Administration,
221 West 3rd Street
Joplin, Missouri

Dear Dr. Gallagher:

I return herewith five copies of DMA-2037X, (MF-200), which I have signed.

This contract specifies that drilling commence by October 25, 1951.

My driller, Lattie Goggins, Contract Driller, of Elvins, Mo., is unable to commence drilling by that date. Mr. Goggins has at present about one year's work contracted with the St. Joseph Lead Co. Due to the fact that I was unable to give him a starting date last spring when he agreed to do the work, this is not unreasonable on his part. He has informed me, however, that he discussed the matter with the St. Joseph Lead Co. and the company is willing to allow him to take time to do this drilling under DMA-2037 when the company work has reached a certain stage. This seems reasonable to me.

I have been unable to secure the services of another contract driller to perform this work at this time. As you are aware, there are few contract drillers in this part of Missouri equipped to do diamond drilling.

In view of the above, I request that the date of beginning work under this contract be extended to Feb. 1, 1952, at the earliest. It is my wish to do this work sooner if possible.

In regard to "EXHIBIT A" of Contract 2037X: Labor and supervision. "Supervision and engineering @ $17.00/day." Under Section 23 (b) of Application Form MF-103 the cost given by me is $30.00/day. This figure, $30 includes both room & board and automobile expenses in connection with this project. It was lumped under a flat salary in order to eliminate the need of another estimated figure in computing costs of the project. It is quite usual to pay expenses for the resident engineer in small projects, when the engineer is obliged to occupy temporary quarters away from his residence. Since I am owner to the extent of a one-seventh interest only, I believe I should be allowed this expense.

Sincerely yours,

Amedee A. Peugnet

An amendment is being prepared extending starting date.

2/6/52

[illegible]

MF-200
(June 1951)

Docket No. DMA 2037X
Commodity Lead

Idm-E159

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

# EXPLORATION PROJECT CONTRACT[1]

It is agreed this 25th day of September, 1951, between the United States of America, acting through the Department of the Interior, Defense Minerals Administration, hereinafter called the "Government," and[2] Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, J. Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet, 20 North 7th St. St.Louis 1, Mo. hereinafter called the "Operator," as follows:

1. *Authority for contract.* This agreement is entered into under the authority of the Defense Production Act of 1950, pursuant to Mineral Order 5, entitled "Regulations Governing Government Aid in Defense Exploration Projects."

2. *Operator's property rights.* The exploration project shall be conducted on that certain property situated in the State of Missouri, County of St. Francois described as follows:[3] All of that part of the east one-half of Section 29, T.35N., R.6E., lying within United States Survey No. 3043, a tract containing approximately 266.83 acres.

with respect to which the Operator represents and undertakes:[4]

(*a*) That he is the sole owner, in possession and entitled to possession, and that the property is subject only to the following claims, liens, or encumbrances as to each of which the subordination agreement of the holder is attached: No claims, liens or encumbrances

(*b*) ~~That he is a lessee in possession and entitled to possession, and that the subordination agreement of the lessor is attached.~~

3. *Exploration project.* The Operator, within 30 days from the date of this contract shall commence work on a project of exploration for[5] Lead; shall prosecute the work efficiently, expertly, in a workmanlike manner, in accordance with good mining standards, with suitable and adequate equipment, materials, and labor, all properly designed to bring the project to completion within a period of[6] three months from the date of this contract. The exploration project and the work to be performed are more fully described on Exhibit "A" attached hereto, which, with any maps or drawings thereto attached, is made a part of this contract.

4. *Performance of the work.* The work shall be performed by the Operator, under his sole direction and control: *Provided,* That with the consent of the Government and its written approval of the contract or contracts, all or any part of the work may be performed by the Operator through contract or contracts with independent contractors. The Government shall have the right to enter and observe and inspect the work at all reasonable times, and the Operator shall provide the Government with all available means for doing so. The Government may consult with and advise the Operator on all phases of the work.

5. *Fixtures and improvements.* The Operator shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of the exploration project without any allowance for the use, rental value, depreciation, depletion, or other cost of acquiring, owning, or holding possession thereof. Any additional facilities, buildings, and fixtures, to be purchased, installed, or erected by the Operator, with the estimated cost of each, to which the Government will contribute currently its agreed pro rata share, are listed in Exhibit "A" attached hereto. The difference between the cost of such additional facilities, buildings, or fixtures, and the salvage value thereof at the conclusion of the work, shall be charged as a cost of the project to which the Government has contributed its pro rata share.

6. *Operating equipment.* Any operating equipment to be rented, purchased, or furnished by the Operator, with the allowable rental, purchase price, or depreciation, as the case may be, is listed under appropriate headings in Exhibit "A" attached hereto. As to equipment purchased for the project, the Government will contribute its agreed pro rata share of the cost thereof, and the difference between the cost and the salvage value at the conclusion of the work shall be charged as a cost of the project to which the Government has contributed its pro rata share.

[1] If sufficient space is not provided in any blank, use an extra sheet of paper and refer to it in the blank.
[2] State name, address, and nature of organization if any.
[3] Give legal description or enough to identify the property.
[4] Strike out the provision not applicable.
[5] Name of mineral.
[6] Not in excess of 2 years.

7. *Title to and disposition of propert*[illegible] All facilities, buildings, fixtures, equipment[illegible] other items costing more than $50 each, paid for or purchased with funds contributed jointly by the Operator and the Government, shall belong to the Operator and the Government jointly, in proportion to their respective contributions, and upon the termination of the contract, if they have any salvage value, shall be disposed of for their joint account unless the Government, in writing, waives its interest in any such items. The Government may require the dismantling, severance from land, and removal of any such items in order to realize its interest in the salvage value thereof, and the cost of any such removal and of the disposal of the items shall be for the joint account of the parties in proportion to their respective interests.

8. *Labor and supervision.* An itemized schedule of labor, by numbers and classes (miners, muckers, millmen, etc.), and of supervisors, by numbers and positions, with the maximum wages or salaries that may be paid to each as an allowable cost of the project is set forth in Exhibit "A" attached hereto.

9. *Rehabilitation and repairs.* A statement of the cost of any necessary rehabilitation or repairs to put existing facilities, buildings, installations, and fixtures into useful and operable condition and which are to be allowed as costs of the project is included in Exhibit "A."

10. *Allowable costs of the project.* The costs of the project in which the Government will participate are limited to the necessary, reasonable, direct costs of performing the exploration work, including the costs of materials, supplies, engineering, power, water, analytical work, accounting, and utilities, including items of equipment costing less than $50 each; and the costs referred to in Articles 5, 6, 8, and 9, and the exhibits annexed to and referred to in this contract. Although the Government may pay part of the cost of new or additional facilities, structures, buildings, and equipment, only the depreciation on such items, computed as indicated in Articles 5 and 6, will be charged as a cost of the project. No items of general overhead, corporate management, interest, taxes, or any other indirect costs not expressly allowed by these provisions, or work performed or costs incurred before the date of this contract, shall be allowed as costs of the project in which the Government will participate.

11. *Accounts and audits.* The Operator shall keep suitable records and accounts of operations, which the Government may inspect and audit at any time. The Government may at any time require an audit of the Operator's records and accounts by a certified public accountant, the cost thereof to be treated as a cost of the project. The Operator shall keep and preserve said records and accounts for at least 3 years after the completion of the project or the termination of this contract.

12. *Progress reports.* The Operator shall provide the Government with monthly reports of work performed under the contract upon forms to be provided by the Government. Each monthly progress report shall bear the certification of the Operator and shall constitute the Operator's invoice of costs incurred on the project during the period covered by the report.

13. *Payment to the Operator.* The monthly progress report (invoice), to the extent approved by the Government, shall be processed for payment by the Government. Payment shall be made in the amount of 50 percent of the approved costs incurred; *Provided,* That the aggregate total of all sums paid by the Government under this agreement shall not exceed $1,800, which is 50 percent of the agreed estimated total cost of this project, $3,600.

14. *Final reports by Operator.* Upon completion of the project or termination of this contract, the Operator shall provide the Government with a comprehensive geologic and engineering report, including an estimate of ore reserves, to the best of his ability. Four copies of all reports shall be furnished to the Government.

15. *Repayment by Operator.* If, upon the completion of the exploration project or termination of the contract, the Government considers that a discovery or development has resulted from the work from which commercial production of ore may be made, the Government, within 6 months thereafter, shall so certify to the Operator, particularly describing and delimiting its estimate of the discovery or the development. Thereafter, if and as ore is produced as a result of such discovery or development, the Operator and his successor in interest shall be and become obligated to pay to the Government a percentage royalty on the net smelter returns or other net proceeds realized from such ore, concentrates, or metal produced within ten (10) years from the date of this contract, until the total amount contributed by the Government, without interest, is fully repaid or said 10 years have elapsed, whichever occurs first, as follows:

Of net smelter returns or other net proceeds not in excess of eight dollars ($8.00) per ton of ore: One and one-half (1½) percent.

Of net smelter returns or other net proceeds in excess of eight dollars ($8.00) per ton of ore: One and one-half (1½) percent, plus one-half (½) percent for each additional full fifty cents ($0.50) in excess of eight dollars ($8.00) per ton of ore, but not in excess of a maximum of five (5) percent.

This obligation to repay from net returns or proceeds shall be and remain a claim and lien upon the mineral deposit which is the subject of the exploration project and upon any production resulting from such discovery or development, in favor of the Government, until fully paid, or until said 10-year period has elapsed; and this claim and lien and the Government's right to repayment shall survive any termination of the contract, whether by completion of the exploration project or otherwise. This article is not to be construed as imposing any obligation on the Operator or his successor in interest to produce ore from any such discovery or development.

16. *No assignment of contract.* Without the written consent of the Government, the Operator shall not assign or otherwise transfer or hypothecate this contract or any rights thereunder.

17. *Termination and completion.* The Government may, at any time, by written notice to the Operator, terminate this contract: (*a*) If the Operator fails to provide his share of the money necessary to prosecute operations pursuant to the terms of the contract; (*b*) if the Operator, in the opinion of the Government, fails to prosecute operations pursuant to the terms of the contract; or (*c*) if in the opinion of the Government, operations up to the time of the notice have not indicated the probability of making any worthwhile discovery and in the opinion of the Government further operations are not justified. Upon the completion of the project or any termination of the contract the Operator shall render to the Government a full and final accounting of his operations under the contract and his expenditures of money; shall dispose of any unused materials, supplies, and equipment for the joint account of the Operator and the Government in the proportion of their respective interests; and shall pay to the Government its pro-rata share of any money remaining.

Executed in sextuplicate the day and year first above written.

Amedee A Peugnet
(Operator)

By

THE UNITED STATES OF AMERICA

By C D Mitteudorf
Director, Production Expansion Division
Defense Minerals Administration

U. S. GOVERNMENT PRINTING OFFICE 16—64066-2

Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, J. Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet.

EXHIBIT "A"

Exploration Project.

Under this contract it is proposed to drill two holes in the East ½ of Section 29, Township 35 North, Range 6 East, 5th P.M. (See map.) Each hole will be 750 feet deep and will explore the Bonneterre formation for lead mineralization. The drilling will be done by contract and said agreement will be presented and made a part of this contract at the signing thereof.

Total estimated cost of the project is:

| | |
|---|---|
| 1500 ft. of diamond drilling including supervision, engineering, assaying, core boxes and sample bags | $3,600 |

This amount is based on the following:

| | |
|---|---|
| 1500 ft. of drilling @ $1.60/ft. | $2,400 |
| Supervision & engineering @ $17.00/day for 50 days | 850 |
| Assaying | 200 |
| Core boxes and sample bags | 150 |
| Total | $3,600 |

Fixtures and improvements.

None

Operating equipment.

None

Labor and supervision.

Supervision and engineering @ $17.00/day $850.

Rehabilitation and repairs.

None

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON, D.C.~~
Joplin, Missouri

Docket Copy

April 17, 1952

Mr. Amadee A. Peugnet
20 North 7th Street
St. Louis, Missouri

Re: Contract Idm-E159
Docket No. DMA-2037X
Amadee A. Peugnet

Dear Mr. Peugnet:

To conform with the requirements of the Legal Counsel of Defense Minerals Exploration Administration we are herewith transmitting an executed copy of our formal approval of your drilling contract, to be attached to your DMEA Contract Idm-E159.

Sincerely yours,

David Gallagher
Executive
DMEA Field Team, Region VI

Attachment

CCK/lh

Bl

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~XXXXXXXXXXXXXXXXXX~~
Joplin, Missouri

Contract dated April 14, 1952, between Amadee A. Peugnet and C. B. Wardlow & Sons for carrying out certain specified work under the provisions of Exploration Project Contract Docket No. DMA-2037X between the United States of America and Amadee A. Peugnet is hereby approved.

This approval shall not be construed to increase the estimated total cost of the project, the aggregate total amount which the Government may pay, or the percentage of the costs which the Government may pay, under the provisions of Article 13 of the contract form.

Dated April 16, 1952.

UNITED STATES OF AMERICA

By _____
Executive Officer - DMEA

Form 223 Printed Form Approved and Copyrighted, 1931, by the St. Louis Real Estate Board
Printed and for Sale by the St. Louis Printing and Legal Forms Co., St. Louis, Mo. Class 5

# Quit-Claim Deed

**This Deed,** Made and entered into this Eighth day of January nineteen hundred and fifty-one, by and between JEANNE YVONNE PEUGNET, a single person,

of the City of St. Louis State of Missouri

party of the first part, and EUGENIE BERTHOLD and AMEDEE A. PEUGNET, as Trustees under Trust Agreement dated January 5, 1951, by and between said Jeanne Yvonne Peugnet, as Grantor, and said Eugenie Berthold and said Amedee A. Peugnet, as Trustees,

of the City of St. Louis State of Missouri

parties of the second part.

*Witnesseth,* that the said party of the first part, for and in consideration of the sum of Ten Dollars ($10.00) and other valuable consideration paid by the said parties of the second part, the receipt of which is hereby acknowledged, does by these presents *Remise, Release and forever Quit-Claim* unto the said parties of the second part, as Trustees under said Trust Agreement dated January 5, 1951, the following described Real Estate, situated XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX State of Missouri, to-wit:

(1) Partly in St. Francois County and partly in Ste. Genevieve County, State of Missouri. All of the South East 1/4 of Section Seven (7), the South West 1/2 of Section Eight (8); the North West 1/4 of Section Seventeen (17) and the North East 1/4 of Section Eighteen (18), Township Thirty-five (35) North, Range Seven (7), lying within United States Survey No. 3044; Beginning at a point in the S. W. line of said Survey No. 3044 where the South line of the N. E. 1/4 of Section 18, Township and Range aforesaid intersects the S. W. line of said Survey No. 3044; running thence North 28 degrees west along the South West line of said survey No. 3044; 62 chains and 94 links to the N. W. Corner of said Survey No. 3044; thence North 62 degrees East along the N. W. line of said Survey No. 3044; 22 chains and 34 links to a point where the N. W. line of Survey No. 3044 is crossed by the dividing line between the County of St. Francois and the County of Ste. Genevieve; thence North 62 degrees East 23 chains and 53 links to the N. W. line of said Survey 3044 intersected by the East line of Section 7, said Township and Range; thence North 62 degrees East 5 chains 54 links to the intersection of said N. W. line of Survey No. 3044 and the South line of the N. W. 1/4 of Section 8, Township and Range aforesaid; thence East 45 chains and 41 links along the South line of the N. W. 1/4 of said Section 8 to the S. E. Corner of said N. W. 1/4 of Section 8; thence South along the East line of the S. W. 1/4 of said Section 8, 40 chains and 50 links to the S. E. Corner of the S. W. 1/4 of said Section 8; thence South at a variation of 8 degrees and 37 minutes East along the East line of the N. W. 1/4 of Section 17, Township and Range aforesaid to the S. E. Corner of said N. W. 1/4 of Section 17; thence West 53 chains and 40 links to the place of beginning, containing by Survey 535.43 acres, except a strip of land 100 feet in width the right of way of the Saline Railway Company, said strip in land containing 8.51 acres more or less.

(2) In St. Francois County, State of Missouri: All of that part of the E. 1/2 of Section No. Twenty-nine (29), Township Thirty-five (35) North, Range Six (6) East, lying within United States Survey No. 3043 and particularly described as follows: Beginning at a point in the S. E. line of said Survey No. 3043 where the same is intersected by the East line of the S. E. 1/4 of said Section 29; running thence North along the East line of said Section 29; thence continuing Northwardly along the said E. line of said Section 29, 40 chains and 50 links to the N. E. Corner of said Section 29; thence West along the North line of said Sec. 29, 40 chains to the N. W. Corner of said N. E. 1/4 of Sec. 29; thence South 80 chains to the South line of said Section 29, being the S. W. Corner of the S. E. 1/4 of said Section 29; thence East along the South line of said Section 29, 4 chains and 24 links to the S. E. line of said Survey No. 3043; thence North 52 degrees East, along the S. E. line of said Survey No. 3043; 46 chains and 32 links to the place of beginning, containing by survey 266.83 acres in St. Francois County, Missouri.

J.Y.P.

*State of Missouri,*
City *of* St. Louis } *ss.* On this 8th day of January, 1951,

before me personally appeared Jeanne Yvonne Peugnet, a single person,

to me known to be the person described in and who executed the foregoing instrument, and acknowledged that she executed the same as her free act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal in the City and State aforesaid, the day and year first above written.

Evelyn R. Price
Notary Public.

My term expires May 11, 1951.

*State of Missouri,*
*of* } *ss.* On this day of , 19 ,

before me appeared
to me personally known, who, being by me duly sworn, did say that he is the
of
a Corporation of the State of , and that the seal affixed to the foregoing instrument is the corporate seal of said corporation, and that said instrument was signed and sealed in behalf of said corporation, by authority of its Board of Directors; and said
acknowledged said instrument to be the free act and deed of said corporation.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal in the and State aforesaid, the day and year first above written.

Notary Public.

My term expires

QUIT-CLAIM DEED
Printed Form Approved by
ST. LOUIS REAL ESTATE BOARD

FROM
JEANNE YVONNE PEUGNET

TO
EUGENIE BERTHOLD and
AMEDEE A. PEUGNET,
TRUSTEES UNDER TRUST
AGREEMENT DATED JAN.
5, 1951

# TRUST AGREEMENT

THIS TRUST AGREEMENT made and entered into in the City of St. Louis, Missouri, this 5th day of January, 1951, by and between Jeanne Yvonne Peugnet, Party of the First Part, hereinafter called the "Grantor", and Eugenie Berthold and Amedee A. Peugnet, Parties of the Second Part, hereinafter called the "Trustees", WITNESSETH:

That the said Grantor, in consideration of the sum of One Dollar ($1.00), and for other good and valuable considerations, receipt whereof is hereby acknowledged, has assigned, transferred, conveyed, set over and delivered, and by these presents, does hereby ASSIGN, TRANSFER, CONVEY, SET OVER and DELIVER unto said Trustees, certain securities and other property which are more fully set out and described in a separate list hereto attached and marked "Exhibit A", which said securities and other property, and the property into which the same may hereafter be converted, together with any other securities or other property which may be transferred or conveyed to, or deposited with said Trustees by the Grantor or any other person under the terms hereof, shall constitute the trust estate herein referred to;

TO HAVE AND TO HOLD the same unto said Trustees, their successors and assigns, IN TRUST, upon the terms and conditions, for the uses and purposes, and with the powers and duties hereinafter set forth:

FIRST: The said Trustees shall have full power and authority to manage and control the trust estate, and to sell, exchange, lease (for terms extending beyond the termination of the trust or otherwise), grant options, rent, mortgage, pledge, assign, transfer or otherwise dispose of all or any part thereof, upon such terms and conditions as they may see fit, and they may invest and reinvest all or any part of the trust estate in such stocks, common and preferred, debentures, shares or participations in any common

trust fund, shares or participations in any investment trust, bonds, notes, securities or other property, whether of the class or kind now or hereafter ordinarily approved or held to be lawful for the investment of trust funds or not, as they may in their absolute discretion select, and they may make and change such investments from time to time according to their discretion. The Trustees shall have further power to continue to hold any stocks, securities or other property which they may receive hereunder, and the Trustees may invest any part of the trust funds in property located outside of the State of Missouri. The Trustees may hold any stocks, bonds or other property in the name of a nominee. The Trustees shall have power to consent to and participate in any plan of reorganization, consolidation, merger, combination or other similar plan and to consent to any contract, lease, mortgage, purchase, sale or other action by any corporation pursuant to any such plan and the Trustees may retain any securities received under any such plan of reorganization, consolidation, merger, combination or similar plan whether or not such securities would otherwise be proper for the investment of the funds of the trust estate herein created; to deposit any such securities with any protective, reorganization or similar committee and delegate discretionary power thereto and to pay part of the expenses and compensation and any assessments levied with respect to such securities; to exercise all conversion, subscription, voting and other rights of whatsoever nature pertaining to securities of the trust and to grant proxies, discretionary or otherwise, in respect thereof; to do all such acts, take all such proceedings and exercise all such rights and privileges, although not herein specifically mentioned, with relation to such property as if the Trustees were the absolute owners thereof and in connection therewith, to enter into any covenants or agreements binding the trust estate.

The Trustees shall have full power to determine whether [illegible] or other property coming into their hands, concerning

which there may be any doubt, shall be considered as a part of the principal or income of the trust estate, and to apportion between such principal and income any loss or expenditure in connection with the trust estate as to them may seem just and equitable.

SECOND: The Trustees shall hold said trust estate in trust for the benefit of Grantor and shall pay over and distribute the entire net income therefrom to or upon the order of Grantor upon demand so long as she shall live.

Upon the death of Grantor, the entire corpus remaining in the trust estate shall be paid over, conveyed and distributed to such person or persons, including the estate of Grantor, free from trust, in such manner and in such proportions as Grantor may designate and appoint in and by her Last Will and Testament.

Upon the death of Grantor and should she default, in whole or in part, in the exercise of the power of appointment granted to her, the remaining unappointed corpus of the trust estate shall go, free from trust, to the persons who may then be her heirs-at-law, according to the laws of the State of Missouri then in force.

THIRD: Said Grantor or any other person may hereafter, from time to time, pay over or deliver additional sums of money, securities or other property to the said Trustees, to be held, invested and distributed by the Trustees as an addition to said trust estate, and in all respects as is herein provided.

FOURTH: This trust is hereby created, and the interests hereunder are vested, subject to the express condition and reservation on the part of the Grantor to alter or amend the terms of this agreement, or to revoke this agreement in whole or in part, and to free any sum of money, securities or other property from the terms of [illegible], at any time during the Grantor's lifetime, upon written [illegible] instrument duly executed by the Grantor and delivered

to the Trustees, and upon receipt of such written notice the Trustees shall pay over and surrender to the Grantor such sums of money, securities or other property theretofore belonging to the trust estate as are therein described.

FIFTH: Neither of the Trustees shall be liable for the separate acts of his or her Co-Trustee hereunder nor shall either of the Trustees be liable for the act or default of any agent properly selected by them or either of them, nor shall they be liable for any loss whatsoever occasioned to the trust estate unless such loss shall be caused by his or her personal gross neglect or wilful misfeasance.

Any and all of the rights, powers, authority, duties and discretions vested in the Trustees under the provisions hereof may be exercised by either of the Trustees acting separately without the other Trustee joining therein and either Trustee shall have the right, power and authority at any time by an instrument in writing delivered to the other Trustee, to delegate to such other Trustee, any and all rights, powers, authority, duties, discretions vested in Trustees under the provisions hereof.

In the event of the death, disqualification, failure or refusal of either of the Trustees to serve as such hereunder, the other or surviving Trustee, as the case may be, shall act alone. In the event of the death, disqualification, failure or refusal of both Trustees to serve hereunder, Grantor may appoint their successors.

IN WITNESS WHEREOF, the parties hereto have executed this Trust Agreement on the day and year first above written.

Jeanne Yvonne Peugnet
Jeanne Yvonne Peugnet
Grantor

Eugénie Berthold
Eugenie Berthold
Trustee

Amédée A Peugnet
Amedee A. Peugnet
Trustee

State of Missouri,
City of St. Louis } ss.

On this 8th day of January, 1951, before me personally appeared Jeanne Yvonne Peugnet, Eugenie Berthold, and Amedee A. Peugnet to me known to be the persons described in and who executed the foregoing instrument, and acknowledged that they executed the same as their free act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal in the City and State aforesaid, the day and year first above written.

Evelyn R. Price
Notary Public.

My term expires May 11, 1951.

EXHIBIT "A" ATTACHED TO TRUST AGREEMENT DATED JANUARY 5, 1951, BY AND BETWEEN JEANNE YVONNE PEUGNET, GRANTOR, AND EUGENIE BERTHOLD AND AMEDEE A. PEUGNET, TRUSTEES.

| | |
|---|---|
| 43 Shares capital stock | Home Insurance Company |
| 75 Shares common stock | Illinois Terminal R. R. Company |
| 15 Shares common stock | First National Bank in St. Louis |
| 30 Shares Capital stock | Art Metal Construction Company |
| 34 Shares Capital stock | Suburban Propane Gas Corporation |
| 32 Shares Capital stock | Southwestern States Telephone Company |
| 146 Shares Capital stock | Fundamental Investors Inc. |

# POWER OF ATTORNEY

WHEREAS, the undersigned are owners of undivided interests, as tenants in common with others, in the following described properties:

(1) A parcel of ground in Block 27 of the City of St. Louis, Missouri, beginning at the point of intersection of the West line of First Street and the North line of property now or formerly of St. Louis Bridge Co., thence Westwardly along said North line of property now or formerly of St. Louis Bridge Co. 150 feet more or less to an alley, thence Northwardly along the East line of said alley 111 feet 4 inches more or less to a point 37 feet South of the South line of Lucas Avenue, thence Eastwardly and parallel with the South line of Lucas Avenue 150 feet more or less to the West line of First Street, thence Southwardly along said West line of First Street 106 feet 4 inches more or less to the point of beginning. Bounded North partly by property now or formerly of J. C. Hirschbuehler Co., Inc., and partly by property now or formerly of Robert R. Hirschbuehler and wife.

(2) A lot in Block 116 of the City of St. Louis, Missouri, fronting 63 feet 9 inches on the North line of Pine Street by a depth Northwardly of 58 feet 6 inches more or less, to property now or formerly of Abe Schudmak and wife. Bounded on the West by a line 42 feet 6 inches East of the East line of 6th Street.

(3) Lot in Block 116 of the City of St. Louis, Missouri, beginning at the intersection of the North line of Pine Street with the West line of an alley, thence Northwardly along the West line of said alley 58 feet 5-1/4 inches to the South line of property now or formerly of Abe Schudmak and wife, thence Westwardly along the South line of property of said Schudmak 21 feet 5-1/8 inches to the East line of property formerly of Berthold Investment Co., thence Southwardly along the East line of property of said Berthold 58 feet 5-1/2 inches to the North line of Pine Street, thence Eastwardly along the North line of Pine Street 21 feet 5-1/2 inches to the place of beginning.

(4) All that certain lot, piece, or parcel of land with the buildings thereon erected, situate, lying and being in the Ninth Ward of the City and County of New York:

Beginning at a point in the northerly line of Bank Street distant 149 feet 11-1/2 inches westerly from the intersection of the northerly line of Bank Street with the westerly line of Greenwich Avenue; running thence northerly 163 feet and 3/4 of an inch to the southerly line of West Twelfth Street at a point distant 118 feet and 4 inches westerly from the intersection of the southerly line of West Twelfth Street with the westerly line of Greenwich Avenue, which point is opposite the centre of a party wall standing partly upon the premises hereby described, and partly upon the premises adjoining upon the east; running

thence westerly along the southerly line of West Twelfth Street 61 feet 4-1/4 inches to the centre of a party wall standing partly upon the premises hereby described, and partly upon the property adjoining upon the west; running thence southerly through the centre of said party wall, and in continuation thereof, 78 feet and 3/4 of an inch; thence westerly, and parallel with the northerly line of Bank Street 8 feet 2-1/2 inches to a point in a line in continuation of the centre of a party wall standing partly upon the premises No. 13 Bank Street and partly upon No. 15 Bank Street; running thence southerly in a line in continuance of, and through the centre of said party wall, to a point in the northerly line of Bank Street 69 feet and 2 inches westerly from the point of beginning; and thence easterly along the northerly line of Bank Street 69 feet and 2 inches to a point opposite the centre of the party wall standing partly upon No. 9 Bank Street, and partly upon the premises adjoining upon the east, which point is the point or place of beginning, BEING the same premises designated as Nos. 9, 11 and 13 Bank Street, Nos. 240, 242 and 244 West 12th Street, on a map of survey by Francis K. Ford, City Surveyor, dated May 29, 1905, and filed in the Office of the Register of the County of New York, by Villard, Gifford & Cox, attorneys, on the 6th day of June, 1905, and numbered 1100A, TOGETHER with the appurtenances ~~and all the estate and rights of the parties of the first part~~ in and to said premises, with the exception of that part of said property numbered and known as Nos. 240, 242 and 244 West 12th Street which has been heretofore conveyed.

Correction Approved
W.D.P.
Hoe
JAP

(5) A lot bounded on the South by Broadway 110 feet; on the West by the East boundary line of the Woodruff Lot; on the North by the River St. Lawrence; on the East by the West boundary line of the Rogers lot; such East and West boundary lines of the lot herein are at right angles to Broadway - parallel to each other and of uniform distance from each other of 110 feet. The depth of the lot from Broadway to the River is 372 feet. This lot is one of a Block of 3 lots, lying between Real and Kanady Streets in the village of Cape Vincent, New York, the title to which was at one time vested with other lands in three brothers, Louis D. Feugnet, Hyacinth Feugnet and Theophilus Feugnet, In 1851, March 15th, by deeds recorded in the office of the Clerk of Jefferson County, New York. In April of that year, Book 100, the said lands were divided between the three so that what is now the Woodruff lot went to Hyacinth Feugnet; the Rogers lot to Theophilus Feugnet and this lot to Louis D. Feugnet; and being a middle lot, was made a little wider than each of the two corner lots.

(6) Partly in St. Francois County and partly in Ste. Genevieve County, State of Missouri. All of the South East 1/4 of Section Seven (7), the South West 1/2 of Section Eight (8); the North West 1/4 of Section Seventeen (17) and the North East 1/4 of Section Eighteen (18), Township Thirty-five (35) North, Range Seven (7), lying within United States Survey No. 3044: Beginning at a point in the S. W. line of said Survey No. 3044 where the South line of the N. E. 1/4 of Section 13, Township and Range aforesaid intersects the S. W. line of said Survey No. 3044; running thence North 28 degrees west along the South West line of said survey No. 3044; 62 chains and 94 links to the N. W.

Corner of said Survey No. 3044; thence North 62 degrees East along the N. W. line of said Survey No. 3044; 22 chains and 34 links to a point where the N. W. line of Survey No. 3044 is crossed by the dividing line between the County of St. Francois and the County of Ste. Genevieve; thence North 62 degrees East 23 chains and 53 links to the N. W. line of said Survey 3044 intersected by the East line of Section 7, said Township and Range; thence North 62 degrees East 5 chains 54 links to the intersection of said N. W. line of Survey No. 3044 and the South line of the N. W. 1/4 of Section 8, Township and Range aforesaid; thence East 45 chains and 41 links along the South line of the N. W. 1/4 of said Section 8 to the S. E. Corner of said N. W. 1/4 of Section 8; thence South along the East line of the S. W. 1/4 of said Section 8, 40 chains and 50 links to the S. E. Corner of the S. W. 1/4 of said Section 8; thence South at a variation of 8 degrees and 37 minutes East along the East line of the N. W. 1/4 of Section 17, Township and Range aforesaid to the S. E. Corner of said N. W. 1/4 of Section 17; thence West 53 chains and 40 links to the place of beginning, containing by Survey 535.43 acres, except a strip of land 100 feet in width the right of way of the Saline Railway Company, said strip in land containing 8.51 acres more or less.

(7) In St. Francois County, State of Missouri: All of that part of the E. 1/2 of Section No. Twenty-nine (29), Township Thirty-five (35) North, Range Six (6) East, lying within United States Survey No. 3043 and particularly described as follows: Beginning at a point in the S. E. line of said Survey No. 3043 where the same is intersected by the East line of the S. E. 1/4 of said Section 29; running thence North along the East line of said Section 29; thence continuing Northwardly along the said E. line of said Section 29, 40 chains and 50 links to the N. E. Corner of said Section 29; thence West along the North line of said Sec. 29, 40 chains to the N. W. Corner of said N. E. 1/4 of Sec. 29; thence South 80 chains to the South line of said Section 29, being the S. W. Corner of the S. E. 1/4 of said Section 29; thence East along the South line of said Section 29, 4 chains and 24 links to the S. E. line of said Survey No. 3043; thence North 52 degrees East, along the S. E. line of said Survey No. 3043; 46 chains and 32 links to the place of beginning, containing by survey 266.83 acres in St. Francois County, Missouri.

WHEREAS, for the convenience of the undersigned and in order to obtain efficient and effective management of their respective interests in said properties, the undersigned desire to unite the control of their interests in one person; and

WHEREAS, Amedee A. Peugnat is willing to undertake the management and control of said interests for the undersigned upon the terms, covenants and conditions hereinafter set forth, as evidenced by his signature affixed hereto.

NOW, THEREFORE, KNOW ALL MEN BY THESE PRESENTS: That

the undersigned do hereby make, constitute and appoint said Amedee A. Peugnet, whose signature appears below, our true and lawful agent and attorney, for us and in our name, place and stead to recover and receive all rents, revenues, profits, accounts, income and demands whatsoever, as are now or as shall hereafter become due, owing, payable or otherwise belong to us or any of us from, arising out of, relating to or concerning our respective interests in the properties above described; to have, use and take all lawful ways and means, in our names or otherwise, for the recovery thereof by suit, attachment or otherwise and to compromise and agree for the same and to give releases, receipts and other sufficient discharges for the same; to rent or lease our respective interests in said properties, including the granting of any and all oil, gas and mineral interests, to such persons, firms or corporations and upon such terms and conditions and for such periods as our said agent and attorney-in-fact shall determine; to execute, in our names and as our act and deed, any and all leases, agreements and other instruments of whatever nature as may be necessary or proper under the circumstances; to wreck, repair, improve, furnish, equip or otherwise provide for the buildings or improvements on any of said properties for such purposes and to such extent as our said agent and attorney-in-fact may deem advisable under the circumstances; to cut and sell timber; to farm or cultivate said properties and sell the produce therefrom; to raise livestock thereon and sell the same; to insure the improvements on any of said properties against loss or damage and to generally manage our respective interests in said properties and the improvements situated thereon and to act for us with respect thereto as fully and with the same effect as though we were personally present and acting for ourselves, hereby granting full authority to our said agent and attorney-in-fact to do and perform any and all acts or things with respect to the management of said properties which we could do or perform if personally present and acting in person. We hereby ratify and confirm

all that our said agent and attorney-in-fact may do or cause to be done by virtue of the provisions hereof.

The power and authority herein granted to our said agent and attorney-in-fact with respect to the properties herein described shall extend to and include any additional interests in said properties which we may hereafter acquire.

IN WITNESS WHEREOF, we have hereunto set our hands and seals in the City of St. Louis, Missouri, this 8th day of January, 1951.

W. Dou Peugnet
W. Dou Peugnet

Jeanne Y. Peugnet

Claire A. Peugnet
Claire A. Peugnet

J. Sarpy Peugnet
J. Sarpy Peugnet

William R. Peugnet
William R. Peugnet

Hubert B. Peugnet, M.D.
Hubert B. Peugnet

ACCEPTED:

Amedee A. Peugnet
Amedee A. Peugnet

STATE OF MISSOURI }
CITY OF ST. LOUIS } SS

On this 8th day of January, 1951, before me personally appeared W. DOU PEUGNET, JEANNE Y. PEUGNET, CLAIRE A. PEUGNET, J. SARPY PEUGNET and HUBERT B. PEUGNET, to me known to be the persons described in and who executed the foregoing instrument, and acknowledged that they executed the same as their free act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal in the City and State aforesaid, the day and year first above written.

Evelyn R. Price
Notary Public

My term expires May 11, 1951.

STATE OF MISSOURI)
)SS
CITY OF ST. LOUIS)

On this 26th day of March, 1951, before me personally appeared WILLIAM R. PEUGNET, to me known to be the person described in and who executed the foregoing instrument, and acknowledged that he executed the same as his free act and deed.

IN TESTIMONY WHEREOF, I have hereunto set my hand and affixed my official seal in the City and State aforesaid, the day and year first above written.

Evelyn R. Price
Notary Public

My term expires May 11, 1951.

AMEDEE A. PEUGNET
CONSULTING MINING ENGINEER
20 North 7th Street
St. Louis 1, Mo.

AUG 29 1951

28 August 1951.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
SEP 4-1951

DM 4-2037

U.S. Department of The Interior,
Defense Minerals Administration,
221 West 3rd Street,
Joplin, Missouri.

Gentlemen:

Please find attached application, MF-103, for Government aid in prospecting for lead in Section 29, Twp. 35 N., R. 6 E., St. Francois County, Missouri.

Application is submitted in quadruplicate, each set consisting of:

1) Form MF-103;
2) Five attached sheets, to accompany MF-103;
3) USGS " Fredericktown Quadrangle" topographic map, with certain additions referred to in text of application.

In addition to the above is submitted one photostat, each, of the following:

1) Powers of Attorney from the other co-owners of the property to the applicant;
2) Trust Agreement and Quit Claim Deed to applicant.

The applicant is ready to commence the project as soon as it is approved and the contract driller can move-in.

Very truly yours,

Amedee A Peugnet

Form MF-103
(April 1951)

U. S. DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

Budget Bureau No. 42-R1035.
Approval expires 6-30-51.

# APPLICATION FOR AID FOR AN EXPLORATION PROJECT PURSUANT TO MINERAL ORDER 5, UNDER DEFENSE PRODUCTION ACT OF 1950

DO NOT FILL IN THIS BLOCK

Docket No. DMA-2037X

Date received 9-3-51

Participation

AMEDEE A. PEUGNET
20 NORTH 7th STREET
ST. LOUIS 1, MO.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
SEP 4 - 1951

Name and address of applicant

Date

FILL IN THIS BLOCK

Date of application 28 August 1951

Estimated cost $3600.00

Mineral or metal LEAD

Percentage of Government participation 50%

Location of mine Section 29, Twp 35 N., R. 6 E., St. Francois County, Missouri.

Date of filing MF-100 None

DMA Docket Number, if available 2037

## INSTRUCTIONS

Read Mineral Order 5, Regulations Governing Government Aid in Defense Projects, before completing this application. Submit four signed copies of the application to Defense Minerals Administration, Department of the Interior, Washington 25, D. C., or to the nearest field executive officer thereof, with your name and address on each sheet of the application and all accompanying papers. If any question is inapplicable, or if you cannot answer it, so state on the form. Where the space provided for answer is insufficient, answer on a separate sheet, annex it to the application form, and refer to it in space for answer. If the application is approved, you will be presented with an exploration project contract on Form MF-200, for your signature.

## THE APPLICANT

*1. Is applicant an individual, partnership, or corporation? Individual

*2. If a partnership, state names and addresses of partners. see attached sheet

*3. If a corporation, state names and addresses of officers, directors, and five largest stockholders. Inapplicable

*4. Describe the mining and general business experience of (*a*) the applicant, and (*b*) the person or persons who will manage the project. see attached sheet

*5. Are you the owner or the lessee of the property? owner

6. If owner, state what claims, liens, or encumbrances, if any, are against the property. None

7. If lessee, attach a copy of the lease and state if it is in good standing. inapplicable

NOTE.—It will be necessary to procure and attach to the exploration project contract agreements of claimants, lienors, encumbrances and lessors subordinating their interests in the property to the interest of the Government under the contract.

8. Furnish current financial statement, showing assets and liabilities, and a profit and loss statement.

9. How much money is applicant prepared to invest in proposed project? Is it sufficient to pay your part of the cost of the project as detailed in question 23 of this application form, in accordance with the regulations on Government participation (Section 9 of Mineral Order 5)? $2000.00; sufficient under section 9.

*If you have already answered these questions on MF-100, you are not required to answer the questions for this application.

SEP 5 1951

34067-1

## THE PROPERTY

10. (*a*) Give a description of the real property that will be in any way involved in the exploration project, including any existing mine or operating property. see attached sheet

(*b*) Give the legal description of the exact parcel, plot, or area upon which the exploration is to be conducted. same as above

NOTE.—If both areas are the same, so state. The only obligation to repay the Government is from the net earnings from any commercial discovery made in the area specified in (*b*) above in which the exploration is to be conducted, and the expenditure of funds which may be charged as costs of the project must be limited to that area or to work necessary to perform the exploration in that area.

*11. State the present and former names of the property, if any. None

*12. State, in detail, the location of the property with reference to towns, railroads, roads, shipping points, including distances and directions and kinds and conditions of roads. see attached sheet

*13. State source and quantity of water available for operations and its sufficiency at all seasons. see attached sheet
State amount of power to be used, rate per hour or other cost, and source. gasoline powered diamond drill

*14. Describe any existing useable facilities, equipment, buildings, or structure now on the property that will be devoted to the exploration work. None

15. State in detail how the ore could be shipped and how and where milled. see attached sheet

*16. History:

(*a*) Give a statement, as complete as possible, of previous exploration, development, operation, and production of property, with reasons for any past suspensions of operations. not applicable

(*b*) State briefly the known history and production of adjoining and neighboring properties. See attached sheet

(*c*) Furnish any available (private) reports that may apply to this application, including results of mine examinations, recommended exploration and development, and metallurgical investigations. See attached sheet

*17. Production: Inapplicable

(*a*) If mine is in production, furnish the following information:

| | *Tons per day* | *Grade or analysis* | *Cost per ton* | *Net value per ton* |
|---|---|---|---|---|
| (1) Mining | | | | |
| (2) Milling | | | | |
| (3) Shipped or sold | | | | |

*18. Ore or mineral reserves: (If property is or has been operating.) Inapplicable

(*a*) Describe the ore or mineral deposits briefly.

(*b*) Submit available maps and assay data.

(*c*) Give estimated tonnage and grade of each class of ore reserves.

19. State any conditions or circumstances regarding the property not sufficiently brought out by the foregoing questions.

## THE EXPLORATION

20. For what mineral or minerals and for what types of deposits and ores will the exploration be conducted? LEAD

21. Describe briefly, but concisely, the proposed work and the estimated time required to complete it. See attached sheet

NOTE.—The Government will not participate in a project that will require more than 2 years to complete.

22. Furnish statement of the geological basis of the project with particular emphasis on factors leading the operator to expect the finding of commercial ore bodies. This statement should be accompanied by supporting maps such as geological maps, maps of the proposed openings and assay maps, sample lists, and other pertinent data. See attached sheet

## THE REQUIREMENTS AND COSTS

23. Tabulate in the form of an itemized statement with a sum for each item the estimated requirements and costs of the project so that the total will give the estimated cost of the project in which the Government will participate, as follows:

(*a*) Labor, by numbers and classes (miners, muckers, millmen, etc.), with wages of each. See attached sheet

(*b*) Supervisors, by numbers and positions, with salaries of each.

(*c*) Cost of necessary repairs to existing facilities, structures, and buildings. None

(*d*) Cost of necessary installation or construction of additional facilities, structures, and buildings. None

(*e*) Cost of items of equipment, not now owned by the applicant which must be purchased for operations at a cost of $50 or more each. see attached sheet

(*f*) Cost of rental for equipment which the operator proposes to rent. see attached sheet

(*g*) Rental value of items of equipment which the operator now owns and which will be devoted to the work. none

(*h*) Cost of materials and supplies, including items of equipment costing less than $50 each. see attached sheet

(*i*) Cost of power, water, utilities, and any other items not provided for above. None

24. Furnish a time schedule of the project, stated in terms of months after project is approved, showing progress expected to be accomplished and the money expected to be spent. See attached sheet

## CERTIFICATION

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this form and accompanying papers is correct and complete to the best of their knowledge and belief.

---------- By ----------
(Name of company) (Signature of authorized official)

---------- ----------
(Date) (Title)

**Title 18, U. S. Code (Crimes), Section 1001, makes it a criminal offense to make a willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction.**

*Same as footnote on page 1.

16—64067-1 U. S. GOVERNMENT PRINTING OFFICE

AMEDEE A. PEUGNET
20 NORTH 7TH STREET
St. Louis 1, Mo.

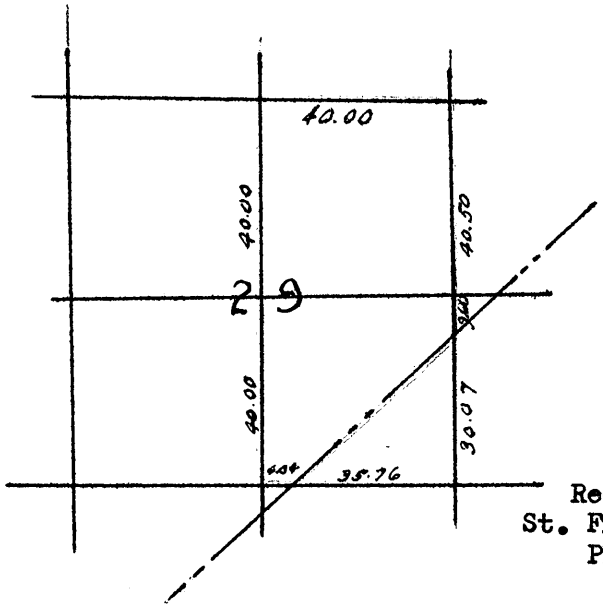
Aug. 28, 1951



2. This property is owned by the applicant and his six brothers and sisters as co-owners; property was acquired by inheritance, having come into the family as a land grant. Applicant has long been manager for the various prop--erties, including this one, held by his brothers and sisters through inherit--ance; for this purpose he has been constituted attorney-in-fact,( see the inclosed photo-static copies of latest unlimited powers of attorney).

4. Applicant is a professional mining engineer, Missouri license No. E-3556; a graduate of Missouri School of Mines & Metallurgy, Rolla, Mo., 1927, B.S. Mining, who has followed mining since then. Experience has included 3 years with U.S. Smelting, Refining & Mining Co., Fairbanks, Alaska, prospecting, exploration and development work, examinations and drilling; Resident Engineer & Manager for a very extensive diamond drilling program, Manganese Ore Co., Las Vegas, Nevada; Chief Engineer, Standard Tungsten Co., Santa Barbara, Calif., exploration and development; private examinations.

10. "That certain tract of land, lying , being situate in the County of St. Francois, State of Missouri, described as follows, To wit: All that part of the East ½ of Section No. Twenty-nine (29) Township Thirty-five (35) North, Range Six (6) East, lying within United States Survey #3043 and particularly described as follows: Beginning at a point in the Southeast line of said Survey #3043 where the same is intersected by the East line of the Southeast ¼ of said Section 29, running thence North along the East line of said Section 29, 9 chains and 60 links to the N.E. corner of the Southeast ¼ of said Section 29; thence continuing Northwardly along said East line of said Section 29, 40 chains and 50 links to the N.E. corner of said Section 29; thence West along the North line of said Section 29, 40 chains to the Northwest corner of said North East ¼ of Section 29; thence South 80 chains to the South line of said Section 29 being the Southwest corner of the South East ¼ of said Section 29; thence East along the South line of Said Section 29, 4 chains and 24 links to the Southeast line of said Survey #3043; thence North 52° East along the Southeast line of said Survey #3043, 46 chains and 32 links to the place of beginning, containing by survey 266.83/100 acres."




Recorded May 12, 1916
St. Francois County, Missouri.
Plat Book 4 Page 16

The tract lies on rolling ground, for the most part covered with second growth oak of which part is large enough for mining props. An un-named creek, about 2 miles long, flows through the lower third of the property to the St. Francois River, which flows southerly and lies about a quarter of a mile to the west. Total range in elevation on the tract is about 120 feet, from the creek to the high point near the north end of the tract. The before mentioned county road runs through most of the length of the property, and there are several crude trails crossing the tract.

12. See attached USGS "FREDERICKTOWN QUADRANGLE" map. Detailed and legal description under (10) of this application.

The property lies approximately 5½ miles Southeasterly of Farmington, County Seat of St. Francois County, Missouri. Of these 5½ miles of road one-half consists of excellent "black-top" county maintained road, the remainder is a narrow, graveled, all-weather, county maintained road in very poor condition. It would be necessary to improve this 2½ miles before any continuous , heavy, trucking program was begun.

Knob Lick, a hamlet on the Missouri Pacific Railroad, lies approximately 2.4 miles southeasterly from the property over a continuation of the poor gravel road above. It, likewise, would require improvement before any extensive trucking program could make use of it.

The main line of the Missouri Pacific R.R. passing through Knob Lick also cuts through the southwestern portion of the property; either its facilities or a spur to be constructed on the property would be the logical rail shipping points.

13. Water: For use in the diamond drilling contemplated in this project a more than adequate supply exists in the creek flowing through the south third of the property. For mining and milling purposes an adequate supply could be obtained from the St. Francois River which flows within a third of a mile of the property. In addition, two old prospect holes put down in sections 20 and 21, immediately bordering the property on the north, are now artesian wells, so it is probable that more water can be developed.

15. The Federal Mill of the St. Joseph Lead Co., at Flat River, Mo., 7 miles northwest of Farmington is the most convenient place to mill the ore expected. Truck haulage over the entire thirteen miles would entail improvement of only the two and a half miles mentioned above, under (12).

If the ore were concentrated on the property, concentrate could be either truck-hauled or shipped by rail from Knob Lick to the smelter at Herculaneum, 45 miles northerly.

16 (b). Flat River, eleven miles northwest of the property, is near the center of the producing Missouri Lead Belt. About 4½ miles northwest of the property is the Dee Run mine, at which the St. Joseph Lead Co. is producing 500 tons a day, and trucking the ore to its Federal Mill at Flat River. In addition, (see USGS sheet, Fredericktown Quadrangle, inclosed, on which are circled for ease of reference 15 mines and prospects), there are 9 mines and prospects from 0.3 to 5 miles distant from the property; six more in the southeast quarter of the quadrangle are at a somewhat greater distance from the property.

16.(c). Mr. Louis P. Pressler, E.M., Consulting Mining Engineer, of Rivermines, Missouri, a former geologist for St. Joseph Lead Co., was employed to give an opinion on this property. In a letter to the applicant, dated April 30th, 1951, he states: "I am very familiar with the geology and location of your lands ---. The fractional one-half of Sec. 29, Twp 35 N., R. 6 E. has some possibilities, would be about 700 feet deep and if any prospecting is done, one hole may be drilled about as shown on sketch". (center of property). "Some lead has been noted on the Mullersman farm exposed in a crack on the surface there".

21. Proposed work. It is proposed to sink two diamond drill holes into the La Motte sandstone, which underlies the Bonne Terre dolomite, and is considered by some to be the duct for the solutions which mineralized the Bonne Terre. The estimated depth of these holes would be 750 ft. each, a total of 1500 feet for the project. It is proposed to locate these holes on a north-south line bisecting the property; the holes to be equally spaced, the northernmost being one-third mile south of the north boundary of the property, (see attached USGS Fredericktown Quadrangle).

22. Geologic basis for the project.
(1) The property lies between nearby discoveries of lead; one being a third of a mile southwesterly in Sect. 32; several others being in Sects. 20 & 21 on the north boundary of the property. (Note: Discoveries in Sects. 20 & 21 are not of common public knowledge. On August 7, 1951 Mr. Geo Detring, RR #1, Farmington, Mo., told the applicant that about 25 years ago his father-in-law had drilled these sections, (and some to the east), and that he had found lead, though he, Mr. Detring, did not know how much. He stated that some of the bore holes are artesian wells.
(2) The property lies within 4½ miles southeasterly of the Doe Run mine which is producing 500 tons a day.
(3) The property lies within 2 large faults, being a dropped-block, being probably well fractured and thus a suitable locus for localization of the mineralization known to occur in the area.
(4) The surface rocks on the property are: Residuum, Potosi, Derby-Doe Run and Davis, overlying the Bonne Terre dolomite, the principal host rock for lead deposits of this area, the La Motte sandstone lying beneath the Bonne Terre and on top of the pre-cambrian granite.
(5) The property lies on what may be termed the general trend of the known Missouri Lead Belt.

The Missouri Bureau of Geology & Mines has made available to me part of the detailed geological studies of the area covered by the Fredericktown Quadrangle, (Stewart & Aid, 1943), but has enjoined me from making public use of this material because the report has not yet been published; The Missouri Bureau has assured me, however, that it will co-operate with the Federal Bureau investigating this application, and will make this material available to it, besides being glad to further discuss the application.

Summary:
The property lies between 2 closeby discoveries of lead.
The host rock for lead deposits in this area has not been removed.
Known faulting suggests local rock conditions favorable for ore concentration.
The property lies in, or adjacent to, a large well known producing area.
Topographic and other features are faverable for a mining operation should discovery of ore be made.

23.

(a) Labor: Drilling to be done by a drilling company on a contract price of $1.60 per foot, all equipment, labor, supplies and materials included in contract price.

(b) Supervision & Engineering: One experienced mining engineer, in charge of the project. Salary, $30.00 per day; $750.00

(c) None

(d) None

(e) None

(f) See (a) above, $2400.00

(g) None

(h)

| | |
|---|---|
| Core boxes, sample bags, | $150.00 |
| Assaying | 200.00 |
| Surveying,(lay-out) | 100.00 |
| | $3600.00 |

(i) None, (see (a) above)

24. Two diamond drill holes, estimated depth of 750 feet each, @ 10 days per hole, plus an allowance of ten days for moving, stuck rods,etc. Total for project: ONE MONTH.

MF-104 (Rev.)
(April 1952)

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

JUN 0 1952

Budget Bureau No. 42-R1036.3.
Approval expires 6-30-53.

# OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of Apr. May June, 195 2 Docket No. DMEA 2037 Contract No. Idm-E159
Operator's Name Amedee A. Peugnet Minerals Lead
Address 20 North 7th Street, St. Louis 1, Missouri
Contract Amount, $ 4,200.00 Government Participation: 50 % Amount, $ 2,100.00

| ITEMS OF COSTS | FOR OPERATOR'S USE | | | FOR GOVERNMENT USE ONLY | | |
|---|---|---|---|---|---|---|
| | Monthly Total | Totals Previously Reported | Totals To Date | Approved Monthly Total | Approved Totals Previously Reported | Approved Totals To Date |
| (1) Independent Short Form Contracts: | | | | | | |
| Drilling (core) | $3092.00 | NONE | $3092.00 | | | |
| Bulldozing | | | | | | |
| Crosscutting | | | | | | |
| Drifting | | | | | | |
| (2) Labor and Supervision: | | | | | | |
| Labor | | | | | | |
| Supervision | $816.00 | NONE | $816.00 | | | |
| Technical Services | | | | | | |
| (3) Operating Mat'ls. and Supplies: | | | | | | |
| Timber | | | | | | |
| Explosives | | | | | | |
| Pipe | | | | | | |
| Track | | | | | | |
| Supplies (see attached sheet) | 66.25 | None | 66.25 | | | |
| (4) Operating Equipment: | | | | | | |
| Rental | | | | | | |
| Purchase | | | | | | |
| Depreciation | | | | | | |
| (5) Initial Rehabilitation and Repairs | | | | | | |
| (6) New Bldgs., Improvements, etc. | | | | | | |
| (7) Miscellaneous: | | | | | | |
| Repairs to Equipment | | | | | | |
| Sampling and Analysis | | | | | | |
| Payroll Taxes | | | | | | |
| Liability Insurance | | | | | | |
| (8) Contingencies (specify): | | | | | | |
| TOTALS | $3974.25 | None | $3974.25 | | | |

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 18 June, 1952 *Payee Amedee A Peugnet

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

**NOTE.—Title 18, U. S. Code (Crimes), section 1001, makes it a criminal offense to make a willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction.**

**(Instructions on reverse)**

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$1,940.73

Signature _____
(Authorized Certifying Officer)

Date _____ Vou. No. _____
**(See other side)**

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting [redacted] is operating a Defense Minerals Exploration Administration project under Contract No. IdmE-159 in accordance with the terms of the contract.

Signature Wm. P. Williams Title Geologist Date 6-20-52

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature David Gallagher Title Exec. Field Team Date June 20, 1952

## MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(*a*) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(*b*) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(*c*) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

*Preparation of Form MF-104—Operator's Monthly Report and Voucher.*—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

U. S. GOVERNMENT PRINTING OFFICE 205675

Form MF-104A
(April 1952)

Budget Bureau No. 42-R1151
Approval expires 6-30-53.

# UNITED STATES
# DEPARTMENT OF THE INTERIOR

## DEFENSE MINERALS EXPLORATION ADMINISTRATION

## OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of April-May-June 1952 Docket No. DMEA 2037 Contract No. Dm-E159
Operator's Name ANDRE A. PEUGNET Minerals LEAD
Address 20 North 7th Street, St. Louis 1, Mo.

| OPERATION | UNIT | COSTS THIS MONTH | UNITS THIS MONTH | COSTS TO DATE | UNITS TO DATE | UNIT COSTS TO DATE | AUTHORIZED BY CONTRACT | |
|---|---|---|---|---|---|---|---|---|
| | | | | | | | Units | Unit Costs |
| Drifting | | | | | | | | |
| Crosscutting | | | | | | | | |
| Raising | | | | | | | | |
| Shafts | | | | | | | | |
| Winzes | | | | | | | | |
| Drilling: Core | Foot | $3974.00 | 1546 | $3974.00 | 1543 | $2.56* | 1500 | $2.80 |
| Churn | | | | | | | | |
| Auger | | | | | | | | |
| Stripping | | | | | | | | |
| Trenching | | | | | | | | |
| Test Pits | | | | | | | | |
| Roads and Trails | | | | | | | | |
| TOTAL DISTRIBUTED COSTS | | $3974.00 | $974.00 | 3974.00 * | | | | TOTAL COSTS AUTHORIZED BY CONTRACT |
| Operating Equipment Purchased | | | | | | | | |
| Initial Rehabilitation and Repairs | | | | | | | | |
| New Buildings, Improvements, etc. | | | | | | | | |
| TOTAL COSTS | | $3974.00 | * | | | | | $6200.00 |

The undersigned company, and the official executing this certification on its behalf, hereby certify that the information contained in this report is correct and complete to the best of their knowledge and belief.

Date 18 June, 1952 Operator Andre A Peugnet

Per _____ Title Owner

REMARKS: * Not including items not allowed in contract: Supervisor's board & lodging ($242), transportation, or actual surveying cost ($112.50)/ Invoice $60 submitted covers Hole #1; Invoice for Hole #2 will be forwarded when received from cooperator. ($1442.00) This contract is completed, $3974.00 being total cost, except as noted above.

→ NOTE.—Title 18, U. S. Code (Crimes), section 1001, makes it a criminal offense to make a willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction.

(Instructions on reverse)

(For Government use only)

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
AUG 6 1952

## INSTRUCTIONS

*Preparation of Form MF-104A—Operator's Unit Cost and Progress Report.*—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF-104A has been designed to tie in with Form MF-104 for both monthly and cumulative costs. The "Total Costs" on Form MF-104A for each month should equal the monthly "Total Costs" as reported on Form MF-104. This is also true of the "Total Costs To Date".

In preparing Form MF-104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

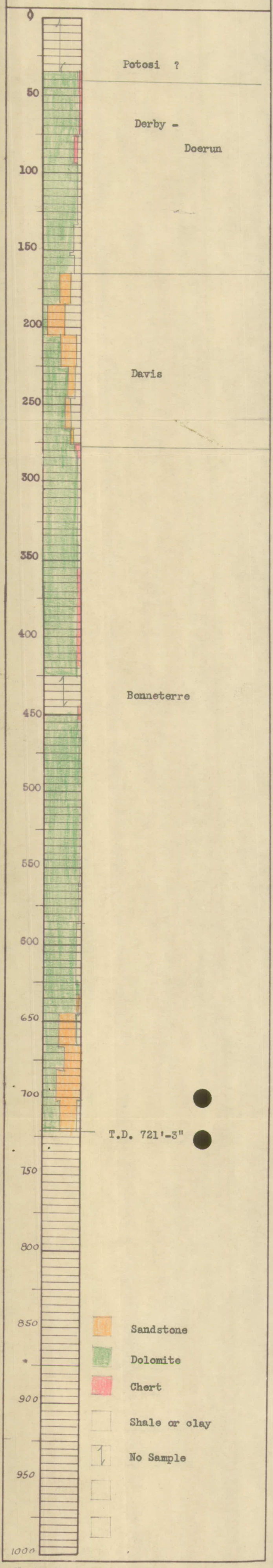
U. S. GOVERNMENT PRINTING OFFICE 205676

To accompany MF-104, Docke[illegible] DMA-2037
Contract No. Idm-E159

| | | |
|---|---|---|
| A. A. PEUGNET | | ST. LOUIS, MO. |
| Copy of Mo. G. Survey #11904 | OWNER Amedee A. Peugnet | |
| COUNTY St. Francois, Mo. | PROPERTY | WELL 2 |
| T. 35 N. R. 6 E. | DRILLER O.B. Wardlaw & Sons | |
| | DATE June 11, 1952 | |
| | ELEVATION 896' | PRODUCTION |
| | SAMPLES STUDIED Marinkovic June 12, 1952 | |

REMARKS : Mineral test - core

Drill runner: Bob Germany, Marion, Ky.
Helper: Karl Hoehn, Knoblick, Mo.




N ote: Cores split, A.A. Peugnet

Above logging by:
Missouri Geological Survey,
Rolla, Missouri.

Percentage of each rock type is shown by the amount of color shown on log.

Certified to be a true copy

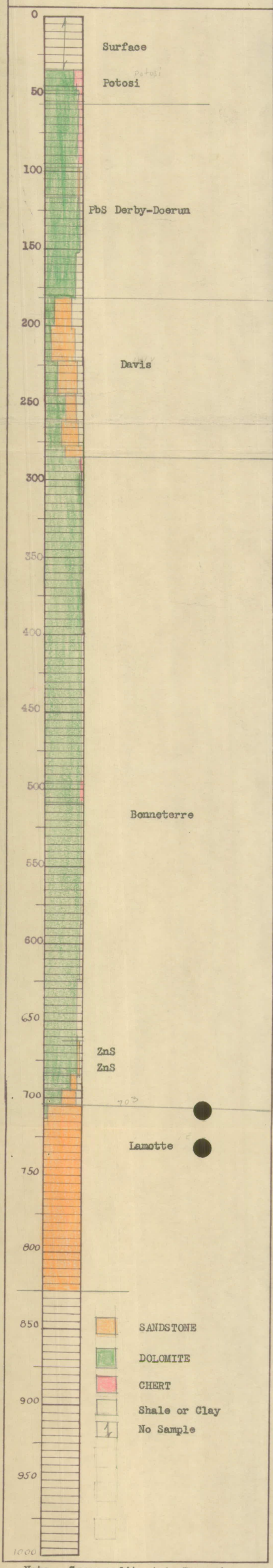
Amedee A Peugnet

To accompany MF-104, Docket No. DMA-2037
Contract No. Idm-E159

| | |
|---|---|
| A. A. PEUGNET | ST. LOUIS, MO. |
| COPY of Mo. Survey ~~No. 11863~~ | OWNER AMEDEE A. PEUGNET et Al. |
| COUNTY St. Francois, Mo. | PROPERTY / WELL NO. 1 |
| T 35 N. / R 6 E. | DRILLER O.B.Wardlaw & Sons |
| | DATE May 16, 1952 |
| 29 | ELEVATION 943Ft. / PRODUCTION |
| | SAMPLES STUDIED Marinkovic, April 30, 1952 |

REMARKS Mineral test - core

Drill runner: Bob Germany, Marion, Ky.
Helper: Karl Hohen, Knoblick, Mo.




Note: Cores split, A.A. Peugnet
Above logging by:
Missouri Geological Survey,
Rolla, Missouri.

Percentage of each rock type is shown by thr amount of color shown on log.

Certified to be a true copy

Amedee A Peugnet

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

December 18, 1953

Project Summary Report

By W. R. Griswold

1. DMA 2037 (Lead)
Contract No. Idm-E159
Peugnet Property
St. Francis County, Missouri

Operator: Amedee A. Peugnet
20 North 7th Street
St. Louis 1, Missouri

Operator's property rights:
Co-owner and attorney in fact for other co owners.

2. Contract dated September 25, 1951 Completion date: 12/25/51

Work authorized:

1,500 ft. of diamond drilling, at total cost, including assaying, supervision, core boxes, etc., of $ 3,600.00

Amendments

No. 1 2/28/52 Extends starting date of work to 2/25/52.

No. 2 2/26/52 Changes total project cost to $3,825.00 with no change of work to be done. Extends completion date to 7/25/52.

No. 3 4/16/52 Increases total cost of project to $4,200.00 with no change of work.

Work completed in June 1952
1,546 feet of diamond drilling @ $2.63 $ 3,974.00

3. Audit certificate issued 7/23/52.

5. Comments - The project consisted of 2 diamond drill holes (depth 825 and 721 feet) drilled through dolomites, with interbedded sandstone and cherts. Good log records were submitted by the Missouri geological survey and it must be presumed that all work was done in a proper manner.

The first hole encountered two insignificant showings of lead mineralization, but in general results were negative. No more work could be recommended in this immediate area.

The main dolomitic stratum penetrated was the Bonniterre, which has been highly productive in other areas.

W. R. Griswold

☒ Audited

☐ Certified

ANALYSIS SHEET - DMEA PROGRAM

Analysis as of 12/7/54
Incl. Voucher for June 1954

☒ Actual Cost Limited

☒ Agreed Unit Costs

Name Amedee A. Peugnet.

Docket No. DMEA-2037

State Missouri

Commodity Lead

Idn-E No. 159

| OPERATION | AUTHORIZED Units | AUTHORIZED Costs | COMPLETED Units | COMPLETED Costs | NET COST |
|---|---|---|---|---|---|
| Drifting & Crosscutting | | | | | |
| Raising | | | | | |
| Shafts | | | | | |
| Winzes | | | | | |
| Drilling (Specify) Diamond | 1500' | $4,200.00 | 1546' | $3,881.47 | $3,881.47 |
| Surface Excavation | | | | | |
| Underground Excavation | | | | | |
| Roads and Trails | | | | | |
| Operating Equipment Purchased | | | | | |
| Surface Rehabilitation & Repairs | | | | | |
| Underground Rehabilitation | | | | | |
| New Building, Improvements, etc. | | | | | |
| Other (Specify) | | | | | |
| Totals | | $4,200.00 | | $3,881.47 | $3,881.47 |

Prepared by W. P. Klugeschied

500

File Copy
Surname

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

February 9, 1952

Memorandum

To: Chief, Contract Administration and Audit Division

From: Chief, Base Metals Division

Subject: Contracts for which no closing letters will be prepared

We have been advised not to prepare closing letters for the following contracts as too long a period has passed since the completion or termination of these contracts.

| Project No. | Contract No. | Operator |
|---|---|---|
| 1503 | DMr-[illegible] | [illegible] Mines Corporation |
| [illegible]6 | [illegible]70 | [illegible] Valley Lead-Silver Mines, Inc. |
| 2037 | [illegible]159 | [illegible] Corbet |
| 1430 | [illegible]122 | [illegible] Mines, Lead [illegible] Smelting Co. |
| [illegible]05 | [illegible]226 | Linton Mines |
| 2236 | [illegible]273 | [illegible] Company |
| 1[illegible] | [illegible]232 | Buckskin Mines, Inc. |
| [illegible]21 | [illegible]293 | Albert [illegible] Carlson |
| 2475 | [illegible]219 | Big Creek Mines, Inc. |

W. E. Griswold

WEGriswold/bjl

W. E. Griswold

Copy to: Docket (9)
Base Metals (9)
Chron.

500

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

APR 2 1954

Mr. Clinton C. Knox, Executive Officer
DMEA Field Team, Region VI
P. O. Box 431
Joplin, Missouri

Re: Pending Final Field Team reports

Dear Mr. Knox:

We note that no final field team reports have been received for the projects listed below, though they have been concluded for a considerable period of time. When convenient, will you let us have such reports so that the dockets may be closed.

Docket No. DMA-1118, Bootman & Boswell, Contract No. Idm-E45
Docket No. DMA-1630, American Zinc, Lead & Smelting Company, Contract No. Idm-E182
Docket No. DMA-2037, Amedee A. Peugnet, Contract No. Idm-E159
Docket No. DMA-2108, Amedee A. Peugnet, Contract No. Idm-E327

Sincerely yours,

George C. Selfridge

Chairman, Operating Committee

APPROVED:

J. H. Hedges
Member, Bureau of Mines

D. M. Larrabee
Member, Geological Survey

WRGriswold/bjl (4/7/54)

Copy to: Docket (4)
Admr. R. File
Op. Committee
Base Metals (4)
Mr. Kinkel
Mr. Bishop
Chron.

R.C.S.

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

Joplin, Missouri
September 26, 1952

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
SEP 29 1952

Mr. A. A. Peugnet
20 North 7th Street
St. Louis 1, Missouri

Re: Docket No. DMA-2037
Contract No. Idm-E159
Amedee A. Peugnet

Dear Mr. Peugnet:

We are sorry that the $46.00 disallowance mentioned in your letter of September 24, 1952, was not previously explained to you. The $46.00 is the Government's 50 percent of the $92.00 which was disallowed during the final audit of the costs on the project. That was the amount involved in the excess footage which was diamond drilled over that specifically allowed under the terms of your contract and Amendment No. III.

Sincerely yours,

David Gallagher
Executive Officer
DMEA Field Team, Region VI

/jd

cc - Operating Committee

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON 25, D. C.~~
Joplin, Missouri
August 4, 1952

Operating Committee
Defense Minerals Exploration
Administration
U. S. Department of Interior
Washington 25, D. C.

Re: Docket No. DMEA 2037
Contract No. Idm-E159
Amedee A. Peugnet

Dear Sirs:

Transmitted herewith are two copies of the monthly report for the subject Exploration Project for April-May-June 1952 on Forms MF-104 and MF-104A with appropriate attachments, as required by the Washington office of the Defense Minerals Exploration Administration.

The original was forwarded to U. S. Bureau of Mines, Amarillo, on June 20, 1952 and notice of its certification has been received.

Sincerely yours,

David Gallagher

David Gallagher
Executive Officer
DMEA Field Team, Region VI

/jd
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UNITED STATES
DEPARTMENT OF THE INTERIOR
Bureau of Mines
Region VI

Room 814 Barfield Building
Amarillo, Texas
July 31, 1952

Mr. David Gallagher, Executive Officer
DMEA Field Team, Region VI
Independent Building
221 W. 3rd Street
Joplin, Missouri

Re: Contract IDM-E159
Amedee A. Peugnet

Dear Dave:

We are certifying today for payment by the Disbursing Officer the report as submitted under the reference contract by Mr. Peugnet for the period April, May and June 1952.

The voucher was certified in the amount of $1940.73 in accordance with the "report of review " as submitted by E. D. Talbert of the Washington Office of the Defense Minerals Exploration Administration.

Yours very truly,

(s) Ray C. Jonas
Ray C. Jonas, Chief
Budget and Finance Branch
Region VI

FILE COPY
SURNAME:

Talbut

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

JUL 23 1952

Mr. Ray C. Jonas
DMEA Finance Officer
Bureau of Mines
214 Barfield Building
Amarillo, Texas

Re: Docket No. DMA-2037
Contract No. Idm-E159
Amedee A. Peugnet

Dear Mr. Jonas:

Reference is made to your letter of July 15, 1952, transmitting the Operator's Monthly Report and Voucher on the referenced contract. Your questions thereon have been noted and I shall give you my viewpoints.

With reference to the claim for $3,092.00 for core drilling under a sub-contract, I do not consider that documentation of this charge, although desirable, is absolutely necessary under the circumstances in order to substantiate the costs. The sub-contract, which was approved by the DMEA Executive Officer for your region, established a definite rate of $2.00 per foot for the drilling. Both the geologist, who visited the project, and the DMEA Executive Officer by their certification and approval on the reverse of the MF-104 have indicated that the footage claimed was actually performed. This, in effect, is a receiving report. However, your attention is called to the fact that Amendment No. 3 to the contract specifies "not to exceed 1,500 ft. of drilling, total not to exceed $3,000". The MF-104 and 104A indicate 1,546 feet were drilled which, at the $2.00 rate established by the contract, amounts to the $3,092.00 claimed by the operator. Since $3,000 was the maximum allowable it follows that $92.00 must be disallowed.

With regard to the claim for supervision I fail to see how Mr. Peugnet could further support his claim for his services as supervisor since he has given you a listing of his time showing the number of hours by days and briefly what he did. Under the circumstances he could not possibly give you a transcript of a payroll since, undoubtedly, no payroll was prepared.

In some cases, as you must realize, there are items of costs which cannot be supported by the documentation normally required. It is then necessary to make special arrangements to fit the circumstances, and occasionally, if in your judgment as Certifying Officer documentation of particular items serves no useful purpose, to waive technical requirements. Specifically, there are

several items on which the requirements for invoices, transcripts, or receipts may not be necessary, i.e., (1) the depreciation (or rental allowance under some old contracts) on operator furnished equipment, which can be supported only by a listing of the equipment and the allowances thereon; (2) the services of the Operator as supervisor or worker, which can be supported only by a listing of the hours or days for which reimbursement is claimed; (3) items under approved sub-contracts at unit rates supported by statements on or attached to the MF-104 or MF-104A showing the units accomplished; and (4) small items of supplies, for which the Operator could not obtain invoices or receipts, but which should be listed in detail by the Operator.

Since I have completely reviewed the documents pertaining to the referenced contract, I have prepared a Report of Review, the original and one copy of which are enclosed herewith. I am forwarding one copy of the Report of Review, together with a copy of this letter, to Mr. Gallagher for his files. The MF-104 and 104A, together with supporting documents, are returned herewith.

I am leaving this week-end for an extended trip to the West and anticipate returning via Amarillo and Joplin. It cannot be determined at this time exactly when I will be in Amarillo, but it will probably be after the middle of August. My visit will be for the purpose of issuing Reports of Review on all completed contracts and discussing your problems, if any. If it can be arranged your company from Amarillo to Joplin, to discuss the "joint" audit problems stated by Mr. Gallagher in his letters of June 30 and July 1, will be appreciated.

If my anticipated schedule in any way interferes with vacation or other plans of yours please notify me at the San Francisco office. I will be there at least from August 1 to 8.

Best regards,

Signed S.H. 7-23-52

E. D. Talbert, Assistant Chief
Contract Administration and
Audit Division

Enclosures

EDTalbert/ama
July 23, 1952

Copy to: Admr. Reading File
Mails and Files
Mr. Gallagher
Mr. Chambers

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
REGION VI

OFFICE OF
REGIONAL DIRECTOR

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 21 1952

ROOM 814 BARFIELD BUILDING
AMARILLO, TEXAS

July 15, 1952

Mr. J. L. Chambers
Defense Minerals Exploration
Administration
Washington, D. C.

Re: Docket No. DMA-2037
Contract No. IDM-E 159
Amedee A. Peugnet

Dear Mr. Chambers:

We are transmitting for review and advice by your office the "Operator's Monthly Report and Voucher", as submitted by Mr. Peugnet in connection with the reference contract.

It is my understanding that this report covers the complete work under this contract.

I have returned the report once for corrections and additional information but did not receive any information which I consider would answer my questions.

1. $3,092 is claimed as accrued costs for drilling. Only $1,650 of the amount is substantiated by documentary evidence.

2. $816 is claimed for supervision. Peugnet is claiming this amount for his services. The only evidence is the time sheets submitted. Is this a direct cost of the project, since Peugnet is the contractor? Paragraph 10 of the contract is very specific that "no items of general overhead, management.....or any other indirect cost not expressly allowed by these provisions.....shall be allowed as costs of the project in which the Government will participate."

There is an item of $17 per day allowable for "Supervision and Engineering" as estimated cost in exhibit "A" of the contract. Will this take care of the item of indirect cost for which no payments were actually made?

Copy to: David Gallagher
Contract File

In view of the above and since the reference report is the only report to be received under the contract, we would certainly appreciate your reviewing it for us and giving us the benefit of your opinion.

Mr. Peugnet's letter of July 2, 1952 in reply to my request for additional information is also attached for your information.

Sincerely yours,

Ray C. Jonas

Ray C. Jonas, Chief
Budget & Finance Branch

Enclosures

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

Joplin, Missouri
July 7, 1952

Mr. Ray C. Jonas, Chief
Budget and Finance, Region VI
U. S. Bureau of Mines
814 Barfield Building
Amarillo, Texas

Re: Docket No. DMA2037
Contract No. Idm-E159
Amedee A. Peugnet

Dear Ray:

Attached hereto is the Amedee A. Peugnet MF-104 report for April-May-June, 1952 submitted to the operator as requested in your letter of June 27, 1952 and returned by him with the requested revision as indicated in the attached letter dated July 2, 1952 from Mr. Peugnet to me. I hope that this report is now all in order.

Sincerely yours,

David Gallagher
Executive Officer
DMEA Field Team, Region VI

/jd

cc: Amedee A. Peugnet
Operating Committee, DMEA
E. D. Talbert

PS - Also enclosed as you requested is copy of sub-contract with Amedee A. Peugnet and O. B. Hardlow & Sons, and approval of same by this office.

Oper. Com. DMEA

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General Delivery
Farmington, Missouri.

2 July 1952.

Re: Contract #Idm-E159
Amedee A. Peugnet

Mr. David Gallagher, Executive Officer,
DMEA Field Team, Region VI,
Joplin, Missouri.

Dear Dr. Gallagher:-

Thank you for your letter of June 30th, 1952, returning my MF-104 for above Contract. I am returning, herewith, Mr. Jonas' letter to you on the subject. Thank you for your instructions as to Certifying documents".

The only error which I can find is one of 78¢, noted by Mr. Jonas. This was due to inadvertently including an item for which I did not find supporting documentation. I would think such an error could be treated as arithmetical and handled without any particular trouble to anyone.

I have certified all the documents per your instructions. In regard to the few items from "CENTRAL HARDWARE CO." St. Louis, Mo., these small items amount to about "petty cash", the store's sales system is not set-up for purchases on government contracts as far as documentation of small items is concerned. Purchases were made there for reasons of convenience and economy.

As regards the billing for drilling: the invoice submitted is so worded as to clarify the matter, in addition I have explained it in my "narrative", and it is still further explained in the approved drilling contract with O.B. Wardlaw & Sons. In this matter I have so far claimed payment of $825.00 on a $1,650 invoice, but have REPORTED TOTAL COST as per contract. I have further stated that additional receipted invoice will be forwarded when received by me. Since the government reserves the right to make payments directly to subcontractors I feel that I should not pay the one-half due from the government on the Contract until either the subcontractor or I have received that amount.

As for the item: $816 for supervision. Exhibit "A" of the subject contract specifically allows $17/day for 50 days. I presume Mr. Jonas has a copy of this contract. The fact that I supervised the work is clearly stated in both application and contract. Furthermore, this identical ques--tion is taken care of in: "DEPARTMENT OF INTERIOR, Information Service, Defense Minerals Administration. For release May 14, 1951" circular on page 3, last question and answer.

I return herewith my form MF-104 with "documents" certified, and the 78¢ correction made. The receipted invoice for one-half payment on No. 2 (final) Hole of the Contract, I will forward when received. The invoice sent with my MF-104 IS THE ORIGINAL RECEIVED BY ME.

Sincerely yours,

/s/ Amedee A. Peugnet

Oper Com DMEA

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UNITED STATES
DEPARTMENT OF THE INTERIOR
Bureau of Mines
Region VI

June 27, 1952

Mr. David Gallagher
Executive Officer
D M E A Field Team
Joplin, Missouri

Re: Contract #Idm-E159
Amedee A. Peugnet

Dear Dave:

I am returning the report under the reference contract, covering the period of April, May, and June, 1952, for further information and corrections.

This one, I believe, "takes the cake." If Peugnet intended to support the report with documentary evidence, we failed to receive it. I cannot find in my file any instance where you have waived the requirement of the documentary evidence; and yet, you have approved the report as Executive Officer. Practically all of the invoices are copies. However, some of them are receipted in the original which would make them alright if we could be sure that the invoices were originally billed out to Peugnet. In most instances, no one's name appears on the invoices or receipts. They could very easily have been found anywhere.

There is a billing for $3,092 for drilling. The copy of the invoice attached to the report is only in the amount of $1,650, half of which has been paid.

The invoices for miscellaneous supplies, even if they are very poor ones, add up to only $65.47.

I can make nothing out of the item of $816 for supervision. Who worked as supervisor; how much did they work; and how were they paid? If Peugnet is entering the amounts for himself as supervisor on the job, how will it be handled? Could it be considered as a direct charge to the project? The contract is very specific under paragraph 10 in that no item of general overhead, management, etc. shall be included as part of the contract.

Last, we need a copy of the sub-contract with Peugnet and O. B. Wardlow & Sons, formally approved by you on April 16, 1952.

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Unless we can secure better substantiating evidence of payment than transmitted with the report, I am going to transmit the whole deal to our Washington Office for review. These reports appear to be growing worse and worse since we are requiring documentation. I do not believe that it is any one's fault except that the commercial companies just do not understand the kind of invoices or receipts that we require. An on-site audit, prior to final payment under the contracts, would be much more simple and less costly for the operator.

We shall appreciate hearing from you in connection with this report at your earliest convenience.

Very truly yours,

(s) Ray C. Jonas

Ray C. Jonas, Chief
Budget and Finance Branch
Region VI

Enclosure

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

xxxxxxxxxxxxxxx
Joplin, Missouri
June 30, 1952

Mr. Amedee Peugnet
20 North 7th
St. Louis, Missouri

Re: Contract Idm-E159
Docket DMA-2037X

Dear Mr. Peugnet:

I regret that I must return your MF-104 for Contract Idm-E159 for revision and correction. The enclosed letter to me from Mr. Jonas mentions the points he queries (as it is my original and only copy please return it.)

As you can see, each and everyone of your supporting documents should (1) show that the sale or whatever it was, was made to you, (2) that payment was made and received, and (3) should be certified by you in ink by writing across it "Certified True Copy" plus your signature in ink. And the total shown on the MF-104 must correspond to the total of the supporting documents.

Your drilling contract was received and approved in this office during my absence. I will have the necessary copies of the drilling contract and approval prepared for Mr. Jonas. In my opinion, your attachments adequately answer the third paragraph of Mr. Jonas' letter but it may not have been clear to him without a copy of the drilling contract.

As indicated in the attached carbon copy of my memo to Jonas dated June 30, 1952, I believe you have satisfactorily explained the $816. We know and Washington knows that you were the supervisor, but frankly I don't think the name of the supervisor is Mr. Jonas' concern.

Sincerely yours,

David Gallagher
Executive Officer
DMEA Field Team, Region VI

/jd

cc: Operating Committee, DMEA
J. L. Chambers
Ray C. Jonas

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

Joplin, Missouri
June 30, 1952

Re: Contract Idm-E159
Docket No. DMA-2037X
Amedee A. Peugnet

Mr. Ray C. Jones, Chief
Budget and Finance, Region VI
U. S. Bureau of Mines
814 Barfield Building
Amarillo, Texas

Dear Ray:

I have your letter of June 27, 1952 regarding Peugnet's report. When this report came in we did not think it was satisfactory, so I phoned Cooley (in your absence) and asked his advice. Cooley suggested we send it along to you to get your opinion. We have your opinion and I am returning the report to Peugnet in the hope that he can get it into satisfactory form.

You say, "I can make nothing out of the item of $816 for supervision. Who worked as supervisor; how much did they work; and how were they paid? If Peugnet is entering the amounts for himself as supervisor on the job, how will it be handled? Could it be considered as a direct charge to the project? The contract is very specific under paragraph 10 in that no item of general overhead, management, etc. shall be included as part of the contract."

Exhibit A of contract Idm-E159 specifies, "supervision @ $17.00 per day, 50 days." Mr. Peugnet has submitted a sheet (furnished to you) headed "Supervisors Time Card" showing daily hours and stating the nature of each day's work. This he has signed. The total is 48 days, which, times $17.00 per day, is $816.

Sincerely yours,

David Gallagher
Executive Officer
DMEA Field Team, Region VI

/jd
cc: A. Peugnet
Operating Committee, DMEA
J. L. Chambers

20 N orth 7th Street
St. Louis 1, Mo.

10 June 1952.

Re: Docket No. DMMA 2037
Contract No. Idm-E159

Mr. David Gallagher, Executive Officer,
Defense Minerals Administration, Region VI,
Joplin, Missouri.

Dear Dr. Gallagher:-

Subject Contract, Idm-E159, was completed on June 11, 1952. The project consisted of two diamond drill holes on the East one-half of Sect. 25, Twp 35 N., R. 6 E., St. Francois County, Missouri, to explore the lower Bonneterre formation for lead.

H ole No. 1 was completed at 3208-2". Slight PbS mineralization was noted at a depth of 125 ft., and two showings of ZnS mineralization occured at 670 and at 680 feet. Nothing constituting ore was encountered. Cores were split in the field and taken to the Missouri Geological Survey at Rolla, Missouri, for visual observation and for the "Insoluble Residue" examinations. Logs of the holes were prepared by the Missouri Geological Survey. I inclose copies of them.

Hole No. 1. Started moving in on April 20th and commenced drilling on A pril 23rd. Drilling speed and core recovery were good to a depth of 275 ft. but from 275 ft. to 333 ft. core blocked at runs of 2 or 3 ft. so drilling advance was greatly slowed. Below this depth return of drilling was was nominal, but core recovery being about 95%-97% the hole was not cemented. Due to the excessively and abnormal dry weather in the area the water hole on the intermittent creek fluctuated badly and it was necessary to move the pump to a larger hole, but even this was low enough to seriously delay drilling. Some incoming water was encountered at about 350 ft., but it did not flow to the surface. The hole was bottomed at 825 ft. after penetrating 122 ft. of the Lamotte sandstone, on May 16th. The move to Hole No. 2 commenced the same day.

Hole No. 2, located 1400 ft. south of Hole No. 1. Elevation:890 ft. Progress on this hole was very slow due to the tendency of the rock to block in the core barrell between depths of 276 ft and 575 ft. This hole was cemented four times, but continued to lose the drilling water. Due to the good core recovery in the prospecting range, and to the fact that the contract made no allowance for reaming and casing it was decided to continue without reaming unless core recovery became poor. Some small delay was occasioned by the fact of the continuing drought and even on the main creek it became necessary to move the pump once. Nothing of particular interest was encountered; the formations cut are shown on the attached graphic log prepared by the Missouri Geological Survey, at Rolla. The hole was bottomed at 721'-3". No lead mineralization was encountered. As soon as the hole was completed on June 10th preparations were commenced to move to the site of Contract Idm-E327.

Enclosed are: Form MF-104 (Revised April 1950); Form MF-104A; logs for each hole; map showing locations of the holes; vouchers to support the expenditures shown on MF-104; a time sheet showing time worked by supervisor.

In keeping supervisor's time the following facts were taken into consideration: Driller desired to work a 48 hour week of six 8 hour days; after the first week he requested that the 48 hour week be worked in 5 days so that the trip to Marion, Kentucky, for any needed supplies and other drilling needs could be made on the week-end without delaying work; also it was desireable to take the cores to the Missouri Geological Survey, in Rolla; this took about 6 hours for each trip; in addition time is charged for that spent off the job assembling core boxes; it was highly impractical for the supervising engineer to survey the drill locations because cost of helper, equipment rent, transportation, board and lodging would be much higher than having the surveying done by a local engineer, consequently the work was done in this manner, and to defray part of the costs I have included in my time two days for this item.

The receipted bill from the Drilling Contractor covering Hole No. 2 has not been received, but I have included the total cost of the project because it is now completed and the Drilling Contractor's receipted bill can be forwarded to you. In this connection: O. B. Wardlaw & Sons, the Drilling Contractor has assigned invoices for this work to the OLD NATIONAL BANK, Evansville, Indiana. My check for this work was made payable to O. B. Wardlaw & Sons and mailed to this bank, which has receipted the inclosed invoice.

Sincerely yours,

Andrew A. Pengnet

To accompany MF- 104, dated 18 June 1952.

Docket No. DMEA -2057, Contract No. Ibz-X159, Amedee A. Pouquet

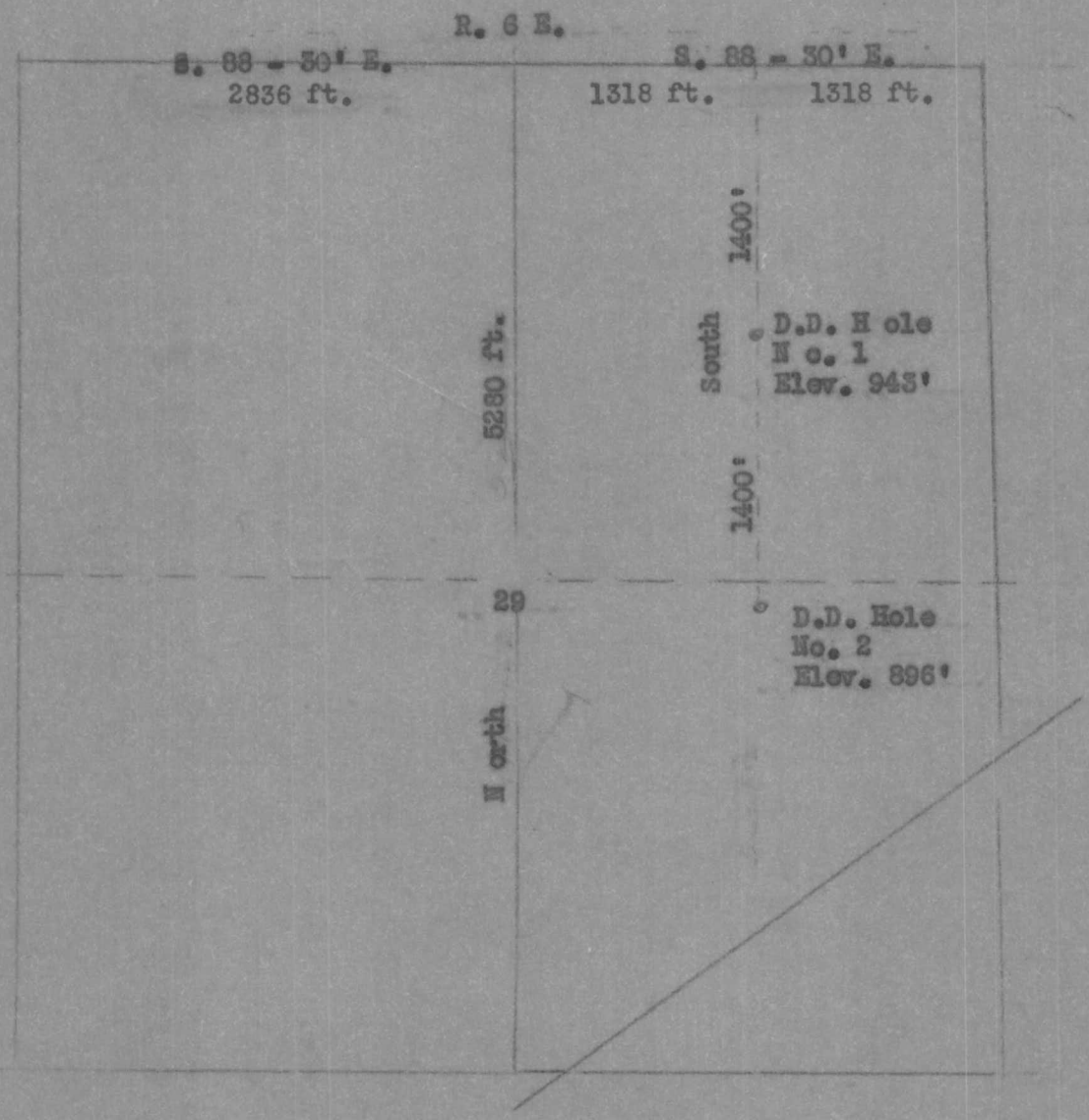
Supervisor's Time Card.

| Date | Hours | Work |
|---|---|---|
| | 8 | Survey |
| | 8 | " |
| April | | |
| 20 | 3 | Move in |
| 21 | 8 | Drill |
| 21 | 3 | Core Box assembly |
| 22 | 8 | Drill |
| 22 | 3 | Core Box assembly |
| 23 | 8 | Drill |
| 24 | 8 | " |
| 25 | 8 | " |
| 26 | 8 | " |
| 27 | 6 | Cores to Survey |
| 28 | 10 | Drill |
| 29 | 10 | " |
| 29 | 2 | Core box assembly |
| 30 | 10 | Drill |
| May | | |
| 1 | 10 | " |
| 2 | 8 | " |
| 3 | 6 | Cores to Survey |
| 5 | 10 | Drill |
| 6 | 10 | " |
| 7 | 10 | " |
| 8 | 10 | " |
| 9 | 8 | " |
| 10 | 6 | Cores to Survey |
| 12 | 10 | Drill |
| 13 | 10 | " |
| 14 | 10 | " |
| 15 | 10 | " |
| 16 | 8 | " |
| 17 | 6 | Cores to Survey |
| 22 | 10 | Drill |
| 23 | 8 | " |
| 26 | 10 | " |
| 27 | 10 | " |
| 28 | 10 | " |
| 29 | 10 | " |
| 30 | 8 | " |
| 31 | 6 | Cores to Survey |
| June | | |
| 2 | 10 | Drill |
| 3 | 10 | " |
| 4 | 10 | " |
| 5 | 10 | " |
| 6 | 8 | " |
| 7 | 6 | Cores to Survey |
| 9 | 10 | Drill |
| 10 | 10 | " |
| 11 | 6 | Cores to Survey |
| TOTAL | 48 days | CONTRACT COMPLETED |

Amedee A. Pouquet

To accompany MF-104, dated 18 June 1952

Docket No. DMEA-2037 Contract No. Idm-E159 Amedee A. Peugnet




SCALE: 1 inch 1000 ft. (approx.)

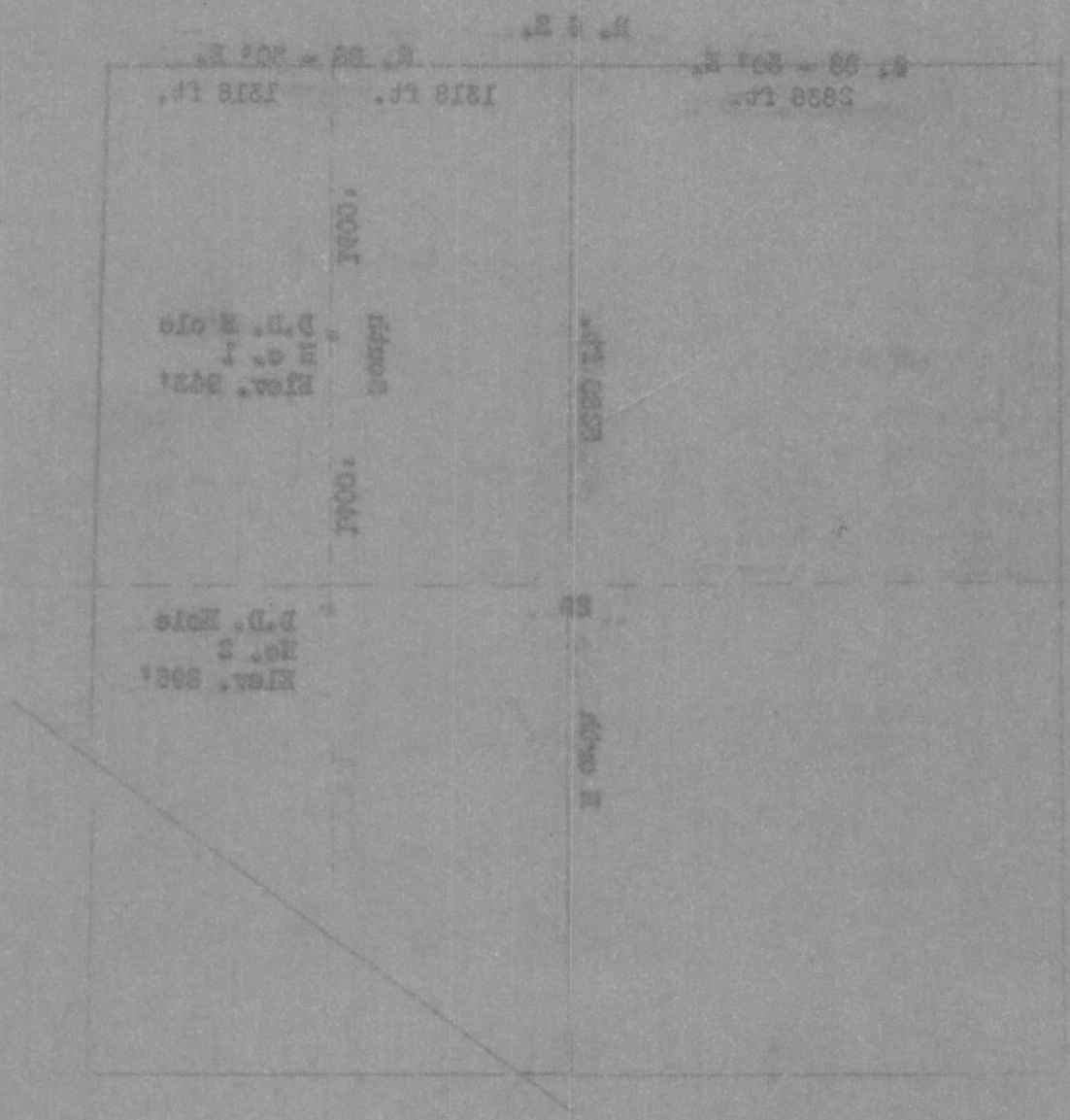
LOCATION OF DIAMOND DRILL HOLES

PEUGNET PROPERTY

SECTION 29, TOWNSHIP 35 NORTH, RANGE 6 EAST
ST. FRAN COIS COUNTY, MISSOURI.

To accompany MF-104, dated 18 June 1958

Permit No. DMMA-2027 Contract No. Ind-4128 Andrew A. Pengraat




SCALE: 1 inch = 1000 ft. (approx.)

LOCATION OF DIAMOND DRILL HOLES

FREMONT PROPERTY

SECTION 26, TOWNSHIP 38 NORTH, RANGE 6 EAST
ST. FRANCOIS COUNTY, MISSOURI.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON 25, D.C.~~
Joplin, Missouri
May 21, 1952

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY 22 1952

Re: DMEA-2037X, Idm-E159
Amedee A. Peugnet
St. Francois Co.,Mo.(Lead)

Memorandum

To: C. O. Mittendorf, Acting Administrator DMEA

From: David Gallagher, Executive Officer, Field Team, Region VI

Subject: Field Inspection May 15, 1952

I visited the project on May 15, 1952. The first hole, situated near the center of the NE$\frac{1}{4}$, sec. 29, T. 35 N., R. 6 E., was being diamond drilled, size AX. The drill crew had moved in on April 21, had laid 1,040 feet of water pipe, and had started drilling on April 23. At noon May 15 the hole was 846 feet deep and was forecast for completion on May 16.

Mr. Peugnet has, himself, boxed, logged, and sampled all core at the drill site. Splits of core have been taken to the Missouri State Geological Survey at Rolla, and are being logged, including insoluble residues, by Jack James, Assistant State Geologist.

This hole is deeper than expected because it passed through more Davis than anticipated and then through a remarkably thick section of Bonneterre before reaching the LaMotte. Some vuggy ground has been traversed and two small shines of galena found, both of which are interpreted by Mr. Peugnet as indicating some former presence of mineralization.

It was planned to move to the second drill hole site and start drilling about May 20. At that site only 600 to 700 feet of water pipe would be required.

The two holes of Contract Idm-E159 should be completed soon after the first of June. The terms of the drilling contract permit drilling the two holes of Mr. Peugnet's second Exploration Contract also but this second contract has not yet been received from Washington for signing by Mr. Peugnet. I therefore agreed to phone Washington to inquire about it. Obviously it would be desirable to have this second Exploration Contract all in order prior to completion of the second, and last, hole of the first Exploration Contract Idm-E159, so that the work can proceed without interruption. On Monday May 19 I phoned Mr. D. E. Moulds about it, and he told me the contract was being reviewed by the Legal Section.

David Gallagher
David Gallagher

/jd

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON 25, D.C.~~
Joplin, Missouri
April 30, 1952

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY - 2 1952

Operating Committee
Defense Minerals Exploration
Administration
Washington 25, D. C.

Re: Docket No. DMA-2037
Contract Idm-E159
Amedee A. Peugnet

Dear Sirs:

Forwarded herewith are the original and two copies of an amendment dated April 16, 1952 to the subject contract, for attachment to the original and two copies of said contract in Washington.

One copy each of this letter, with one copy of the amendment attached thereto, has been sent today to the Operator, Amedee A. Peugnet, and to Ray C. Jonas, Finance Officer in Amarillo, for attachment to their copies of the contract. One copy has been attached today to the copy of the contract in this office.

Sincerely yours,

Wm. P. Williams

Wm. P. Williams
For David Gallagher
Executive Officer
DMEA Field Team, Region VI

/jd

Encs.

cc - Amedee A. Peugnet
Ray C. Jonas

Docket 300

FILE COPY
SURNAME:

Moulds

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

APR 22 1952

Mr. David Gallagher
Executive Officer, Region VI
DMEA Field Team
221 West Third Street
Joplin, Missouri

Re: Docket No. DMA 2037X
Contract Idm-E159
Amadee A. Peugnet
Lead-Zinc

Dear Mr. Gallagher:

We are transmitting, herewith, the original and five copies of Amendment No. III, covering the increased amount required for drilling on this exploration project.

This Amendment No. III has been approved and signed by this office for the Government. Kindly obtain the Operator's signature and distribute all copies in the usual manner.

Sincerely yours,

C. O. Mittendorf (for) 4/22

Acting Administrator
Defense Minerals Exploration
Administration

Enclosures - 6

APPROVED:

DEMoulds/hmj
4-21-52
CC to: Adm. Reading File
Docket File Copy
Mr. McKnight
Mr. Bishop
Region VI
Mr. Moulds

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

April 16, 1952

Mr. C. O. Mittendorf
Acting Administrator
Defense Minerals Exploration Administration
Washington 25, D. C.

Re: Contract Idm-E159
Docket No. DMA-2037X
Amedee A. Peugnet

Dear Mr. Mittendorf:

Attached hereto are the original and five copies of Amendment III to the subject exploration project, which your office indicated telephonically on April 15, 1952 would be acceptable. In view of this we have permitted Mr. Peugnet to begin the project work today. He has submitted a copy of the driller's contract calling for $2.00 per foot for the necessary drilling which we have approved today.

Sincerely yours,

Clinton C. Knox

Clinton C. Knox
For L. T. McElvenny
Acting Executive
DMEA Field Team
Region VI

Attachments

CCK/lh

APR 18 1952

Docket

500 FILE COPY
SURNAME:

Moulds

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

Mr. David Gallagher
Executive Officer, Region VI
DMEA Field Team
221 West 3rd Street
Joplin, Missouri

Re: Docket No. DMEA 2037
Contract Idm-E159
Amedee A. Peugnet

Dear Mr. Gallagher:

This letter confirms telephone conversation with Mr. Knox advising of the approval of this office to increase the total amount of the subject contract as requested by the Operator in order to cover the $2.00 per foot cost of the proposed drilling.

Upon receipt of the proper Amendment, signed by the Operator, to cover the necessary changes, this office will complete the Amendment and distribute the copies in the usual manner.

Sincerely yours,

D. E. Moulds (meh) 4/16

D. E. Moulds, Chief
Base Metals Division
Defense Minerals Exploration
Administration

DEMoulds/meh/hmj
4-16-52
CC to: Adm. Reading File
Docket File Copy
Mr. Bishop
Mr. McKnight
Mr. Moulds
Region VI

xxxxxxxxxxxxxxx
Joplin, Missouri

April 11, 1952

Mr. C. O. Mittendorf
Defense Minerals Exploration Administration
Washington 25, D. C.

Subject: Docket DMA-2037X
Contract Idm-M159
Amedee A. Peugnet
Lead - Missouri

Dear Mitt:

Despite the phone strike Mr. Peugnet has just telephoned to me from Fredericktown, Missouri, but because of the telephone strike I have failed to telephone to you.

Peugnet has at last been able to organize a drilling contract but at a price of $2.00 per foot. It will be necessary to increase the total amount of the contract by $375.00.

The program contract called for ~~$1500.00~~ 1500 feet of drilling at $1.00 per foot equals $2400.00 plus $1200.00 other expenses, or a total of $3600.00.

Amendment A allows 1500 feet of drilling at $1.75, increasing the total cost of the contract to $3,825.00.

We now need an additional amendment to permit 1500 feet of drilling at $2.00 per foot thereby increasing the total cost of the contract to $4,200.00.

Mr. Peugnet and the driller are desirous of commencing work on Wednesday, April 16. Mr. Peugnet is therefore coming to our Joplin office on April 14 or 15 in the hope of getting final approval on this matter. I believe that expedious handling would be at least appreciated and perhaps even appropriate. It will probably not be possible for the actual documents to be prepared and to reach us in time for Peugnet's signature prior to commencement of the drilling on Wednesday, April 16, but if we could get telephonic approval from you on Monday or Tuesday so the drilling could begin we could process the documents afterward.

I hope that this can be quickly arranged because otherwise it is quite likely that Mr. Peugnet may lose his driller to another job.

Sincerely yours,

David Gallagher

DG/lh

Docket

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON 25, D.C.~~
Joplin, Missouri
March 10, 1952

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAR 13 1952

Operating Committee
Defense Minerals Exploration
Administration
U. S. Department of Interior
Washington 25, D. C.

Re: Contract Idm-E159
Docket No. DMA 2037X
Amedee A. Peugnet

Dear Sirs:

Forwarded herewith are the original and two copies of an amendment dated February 26, 1952 to the subject contract, for attachment to the original and two copies of said contract in Washington.

One copy each of this letter, with one copy of the amendment attached thereto, has been sent today to the Operator, Amedee A. Peugnet, and to Ray C. Jonas, Finance Officer in Amarillo, for attachment to their copies of the contract. One copy has been attached today to the copy of the contract in this office.

Sincerely yours,

David Gallagher

David Gallagher
Chairman
DMEA Field Team, Region VI

/jd
Enclosures 3

cc: Amedee A. Peugnet
Ray C. Jonas

BL

500
FILE COPY
SURNAME:

Moulds
Kanty

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

FEB 26 1952

Mr. David Gallagher
Executive Officer, Region VI
DMEA Field Team
221 West 3rd Street
Joplin, Missouri

Re: Contract Idm-E159
Docket No. DMA-2037
Amedee A. Peugnet

Dear Mr. Gallagher:

With reference to your memorandum of February 18, 1952 relative to amendments to the subject contract.

The Amendment II prepared by your office has been approved and in order to expedite the completion of the matter, we are transmitting herewith the original and five copies of the Amendment II which have been signed for the Government.

If the Amendment II is satisfactory to you, present all copies to the Operator for signature, and return the original and three copies to this office in the usual manner.

As suggested by you, Amendment I has been distributed. We are also enclosing the original proposed amendment which had two minor typographical errors.

Sincerely yours,

2/26/52

(signed) FRANK E. JOHNSON (JHB)

Chairman, Operating Committee
Defense Minerals Exploration
Administration

Enclosures - 6
APPROVED:

J. H. Hedges (LL)
Member, Bureau of Mines

L P Thayer (LL)
Member, Geological Survey

DEMoulds/hmj 2-25-52
CC to: Adm. R. File
Docket File Copy
Mr. Bishop
Mr. McKnight
Region VI
Mr. Moulds

P.a.

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

Filing Lead 500

February 18, 1952

Memorandum

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
FEB 19 1952

To: DMEA Operating Committee

From: David Gallagher

Subject: Docket No. DMEA 2037
Contract No. Idm-E159, Lead - Zinc
Amedee A. Peugnet

Our correspondence on this docket and the amendments thereto seem to have been crossing in the mail. My proposed Amendment No. 1 is, as you point out, inadequate because it extends the starting date only and does not extend the completion date. I am, however, taking advantage of the invitation in Mr. Mittendorf's letter of February 12 that I have your version of the Amendment signed if it meets with my approval -- it does not because your version of the Amendment changes the completion date but not the starting date, even though your covering letter states that your Amendment extends the starting date.

I am fearful that the existance of a second Amendment No. 1 based on the presumption that the first Amendment No. 1 will be destroyed could lead to confusion. I therefore propose that Amendment No. 1 be allowed to stand, and that this new amendment be Amendment No. 2, and that it stipulate that it supercedes previous amendments.

Enclosed, for your consideration, is a proposed Amendment No. 2, which embodies the features of your amendment, plus features introduced because of the letter received today from Mr. Peugnet dated February 16, 1952, a copy of which is attached.

I have also added some other features, such as the words "not to exceed" in appropriate places.

Item 3 of this amendment is designed to take care of the type of difficulty that often has arisen before, and that I have just discovered in this Exhibit "A". You will recall that I have pointed out, in previous correspondence, the difficulties that arise from too restrictive features of Exhibit "A". This point was also discussed by a group of us in the office of W. E. Wrather on Friday, February 15. This case that necessitates Item 3, referred to, is an excellent example. The original Exhibit "A" states that the holes will be 750 feet deep. If, at a depth of 700 feet, there were sound geological or engineering

reasons for not drilling deeper the operator would be compelled to do 50 feet more of useless drilling in order to comply with the terms of the contract.

If you find this proposed draft of Amendment No. 2 acceptable please advise and return the enclosed copy so that I can have all copies executed by the operator. May I recommend that distribution on my Amendment No. 1 be completed.

David Gallagher

David Gallagher

Enclosures - 2

DG/lh

AMEDEE A. PEUGNET
Consulting Mining Engineer
20 North 7th Street
St. Louis 1, Mo.

C
O
P
Y

16 Feb. 1952.

Dr, David Gallagher, Executive,
DMEA Field Team, Region VI.
Defense Minerals Administration,
Joplin, Missouri.

Re: Docket No. 2037X
Contract No. Idm-E-159
Amedee A. Peugnet.

Dear Dr. Gallagher:-

I have been unable to secure the services of a contract diamond driller to enable me to comply with the provisions of above contract, Amendment #1.

It is requested, therefore, that the Contract be amended to give me another 60 days for this purpose.

In view of the fact that one, or both, of these holes will start in the "POTOSI" formation, which it is impractical to diamond drill on account of the chert inclusions in that formation, it is further requested that the contract be amended to permit churn drilling the POTOSI and collaring the diamond drill hole at the base of the Potosi, or at the top of the next formation encountered below it.

Sincerely yours,

/s/ Amedee A. Peugnet

Docket

FILE COPY
SURNAME:

Moulds

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

FEB 13 1952

Mr. David Gallagher
Executive Officer, Region VI
221 West 3rd Street
Joplin, Missouri

Re: Docket No. MEA 2037
Amedee A. Peugnet
Contract Idm-E159, Lead, Zinc

Dear Mr. Gallagher:

On February 8th, we forwarded to you an amendment for the subject contract, which extended the starting date and the maximum amount of the contract. Both of these changes are in line with your previous letter of transmittal. We received on February 11, 1952, your completed Amendment 1 which extends the starting date to within 153 days of the date of the contract.

The amendment prepared by this office has a dual purpose of extending the starting date and increasing the amount of funds required to complete the project. In view of the indicated necessity of increasing the drilling price per foot and the resulting increased amount required to accomplish the proposed project, we believe that it would be expedient to have the operator sign the dual purpose amendment and revoke the amendment extending only the starting date.

We will await your instructions before proceeding with the distribution of the completed amendment extending only the starting date.

Sincerely yours,

2/13/52

(signed) FRANK E. JOHNSON (JB)

Chairman, Operating Committee
Defense Minerals Exploration
Administration

APPROVED:

J. H. Hedges (JB)
Member, Bureau of Mines

L. P. Thayer (JB)
Member, Geological Survey

DEMoulds/meh/hmj
2-12-52
cc to: Adm. Reading File
Docket File Copy
Mr. Bishop
Mr. McKnight
Mr. Moulds Region VI

FILE COPY
SURNAME:

Moulds

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

FEB 12 1952

Mr. David Gallagher
Executive Officer, Region VI
DMEA Field Team
221 West 3rd Street
Joplin, Missouri

Re: Docket DMA 2037
Contract Idm-E159
Amadee A. Peugnet

Dear Mr. Gallagher:

We are transmitting herewith the original and five copies of an amendment to the subject contract which has been signed by the Acting Administrator.

The amendment covers the extension of time and increase in drilling cost as requested by Mr. Peugnet and transmitted by your letter of November 8, 1952.

We regret the delay in preparing this amendment which was caused by the reorganization and subsequent transfer of cases between the various divisions of the Defense Minerals Exploration Administration.

If the amendment meets with your approval, present all copies to Mr. Peugnet for signature. After signing, return the original and three copies to this office.

Sincerely yours,

2-12-52

C. O. Mittendorf (for)

ACTING Chairman, Operating Committee
Defense Minerals Exploration
Administration.

Enclosures - 6
APPROVED:

J. H. Hedges
Member, Bureau of Mines (for)

L. P. Thayer
Member, Geological Survey (for)

DEMoulds/hmj
2-6-52
cc to: Adm. R. File
Docket File Copy
Mr. Bishop
Mr. McKnight
Region VI
Mr. Moulds

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

February 8, 1952

Operating Committee
Defense Minerals Exploration Administration
Washington 25, D. C.

Re: Docket No. 2037X
Contract No. Idm-E-159
Amedee A. Peugnet

Dear Sirs:

Forwarded herewith are the original and two copies of an amendment dated February 8, 1952 to the subject contract, for attachment to the original and two copies of said contract in Washington.

One copy each of this letter, with one copy of the amendment attached thereto, has been sent today to the Operator, Amedee A. Peugnet, and to Ray C. Jonas, Finance Officer in Amarillo, for attachment to their copies of the contract. One copy has been attached today to the copy of the contract in this office.

Sincerely yours,

David Gallagher
Executive,
DMEA Field Team, Region VI

Enclosures
cc: Amedee A. Peugnet
Ray C. Jonas

DG/lh

FEB 1 1952

FILE COPY
SURNAME:

Keating
Moulds
Mittendorf (mch)

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

not stripped in R. R.

D E E A

A. G. Keating
4070

1420137 Salaries & Expenses 5369
Defense Production Activities Interior 1952. *100(100)*
12-28-51

Mr. A. Bl Needham, Exec. Officer, Reg.V, 2908 Colfax Ave., South Minneapolis, Minnesota
Docket 2037 DMA Exploration Contract

FURTHER DOCKET DMA 2037 AN APPLICATION FOR AUTHORIZATION CONTRACT SHOULD BE REQUIRED TO INCLUDE IN THE PROJECT AREA USE OF THE LAND OR OR THE LEASES AS MAY BE REASONABLY EXPECTED TO BENEFIT FROM THE EXPLORATION WORK AND UNLESS AN CONSISTENCY VARIANCE WITH ABOVE CRITERIA THIS OFFICE BELIEVES APPLICATION SHOULD INCLUDE ALL AREAS DESCRIBED IN LEASES OR CONTIGUOUS AREAS AND OF APPLICATION MUST BE SUBMITTED PRIOR TO CONSIDERATION OF APPLICATION CAN PROCEED.

(mch)

D. R. MOULDS, ACTING CHIEF
BASE METALS DIVISION

AGKeating/hmj
12-28-51
cc to: Mails and Files
Mr. Mittendorf
Mr. Moulds
Mr. Keating
Docket

BL

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON 25, D. C.~~
Joplin, Missouri
November 14, 1951

DEFENSE MINERALS ADMINISTRATION WASHINGTON, D. C.
NOV 19 4 46 PM '51

DEPARTMENT OF THE INTERIOR
RECEIVED
NOV 28 1951
Defense Minerals Administration,
Production Expansion Division.

Mr. Amedee A. Peugnet
20 North 7th Street
St. Louis 1, Missouri

Re: Docket DMA-2037X, Lead
Contract Idm-E159
Amedee A. Peugnet
Libertyville, Mo.

Dear Mr. Peugnet:

With reference to your letter of October 19, we received an opinion today from the Washington DMA office stating that: 1) we can draw up an amendment to the above captioned contract which with your and our signatures of approval would "modify the date within any reasonable period of time, when the exploratory drilling is to commence", and 2) the cost of "supervision and engineering" will have to remain "at $17.00 per day as that is deemed adequate for such a project".

Answers have not been received to the questions brought up in your letters of October 27 and 31, 1951. Dr. Gallagher is now attending a meeting in Washington where it is expected some policy will be ironed out with regard to administration of the project contracts by the DMA Field Team offices. In the meantime, however, I have noticed two stipulations in the copy of the drillers contract which you submitted to us (article 3 and 19) which would prevent our approval even though the Washington DMA office does allow us to amend the drilling price stipulation in "Exhibit A", attached as a part of the above captioned contract which you signed with the Government.

You will note that article 17 in that above captioned DMA contract states that: "the Government may, at anytime, by written notice to the operator, terminate this contract". Therefore, in our written approval of project drilling contracts, we must take care never to commit the Government to any specified number of holes or total footages to be drilled. I presume you can amend your contract with the driller, Lottie Goggins, when and if we can amend your above captioned DMA contract in accordance with the requests involved in your above mentioned letters.

Very sincerely yours,

C. C. K.

Clinton C. Knox
For David Gallagher
Chairman
DMA Field Team, Region VI

/jd
Cc - Coordinating Committee (2)
Field Finance Office, Amarillo

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

~~WASHINGTON 25, D.C.~~
Joplin, Missouri
November 8, 1951

OFFICIAL FILE COPY

DEPARTMENT OF THE INTERIOR
RECEIVED
NOV 1 9 1951
Defense Minerals Administration,
Production Expansion Division.

| To | Initials | Date |
|---|---|---|
| | | |
| | | |
| 210 | | |

Mr. C. O. Mittendorf, Director
Production Expansion Division
U. S. Department of Interior
Washington 25, D. C.

Re: Docket DMA-2037X, Lead
Contract No. Idm-E159
Amedee A. Peugnet

Dear Mr. Mittendorf:

With reference to Dr. Gallagher's letter of October 24 to you, and the copy of Mr. Peugnet's letter of October 19 attached thereto, we are enclosing with this a copy of Mr. Peugnet's last letter to us of October 31, and the driller's letter to him of October 29 which confirms Mr. Goggin's reasons for requesting payment of $1.75 per foot for diamond drilling instead of $1.60 per foot as originally agreed upon.

DEFENSE MINERALS ADMINISTRATION WASHINGTON, D.C.
NOV 20 8 39 AM '51

Sincerely yours,

Clinton C. Knox

Clinton C. Knox
For David Gallagher
Chairman
DMA Field Team, Region VI

/jd

Enclosures
CC - Coordinating Committee (2)

C
O
P
Y

20 N. 7th St.
St. Louis, Missouri
31 October, 1951

Dr. David Gallagher
Defense Minerals Admin.
221 W. 3rd Street
Joplin, Missouri

Ref: DMA 2037X
Contract Idm-$159

Dear Dr. Gallagher:

Thank you for your letter of October 29th, 1951.

In conformance with my letter of October 27th I am enclosing a carbon copy of Mr. Goggin's letter to me explaining the increase in the contract price of drilling.

Thank you for the assistance which you have given me.

Sincerely yours,

(s) A. A. Peugnet

C
O
P
Y

LATTIE GOGGINS
Drilling Contractor - Prospect and Test Holes
Drilling Done Any Place - Pumps
Elvins, Missouri

October 29, 1951

Mr. A. A. Peugnet
20 N. 7th. Street
St. Louis, 1, Missouri

Dear Mr. Peugnet:

In regard to the diamond core-drilling that I agreed to do for you on or about April 1, 1951:

Due to the increase in the price of supplies, repairs, and labor I am asking that I be paid $1.75 per foot for the diamond core-drilling I am going to do for you instead of the $1.60 which I asked on April 1st. About 75% of the drilling that I do is for the St. Joseph Lead Company and they have just recently raised the price of my drilling 10%.

Yours very truly,

(s) Lattie Goggins
Lattie Goggins

FILE COPY

NOV 8 1951 SURNAME:

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

AIR MAIL

A.E.Q.

Mr. David Gallagher
Executive Officer, Region VI
221 West 3rd Street
Joplin, Missouri

Re: Docket No. DMA-2037, Lead
Contract Idm-E159
Amedee A. Peugnet
20 North 7th St.
St. Louis 1, Missouri

Dear Mr. Gallagher:

In reference to your letters of October 24th and 29th appertaining to the above captioned project, we have discussed the matter with Mr. McKnight and Mr. Lyon of the Geological Survey; also with our Legal Department.

It is the opinion of the Geologists that two holes properly placed, may well be sufficient to satisfy the intent of the contract. Furthermore, since the contract is executed and, under the delegation of authority (Order No. 2653), you may modify the commencement and completion dates, it is the consensus of opinion there exists no real basis for rescinding the contract at this time.

The cost of "Supervision and engineering" will have to remain at $17.00 per day as that is deemed adequate for such a project.

It is suggested you take up the matter of the commencement date with the Applicant upon his return to this Country. At that time, if a decision is reached to commence operations within a reasonable period, an amendment may be drawn up modifying the commencement date.

We are returning herewith your file copy and enclosing a copy of the application for your files. In the meantime the contract will remain in effect as executed at least until the full contract time expires.

Sincerely yours,

(signed) FRANK E. JOHNSON (for) 11/8
Acting Director
Production Expansion Division

Enclosures

EWEllis/jem 11-2-51
cc to: Adm. Reading File
Reports & Records
Messrs. Mittendorf, Olund
Lyon
Moon
Thayer
Johnson, G.
Mote
McKnight
Mr. Ellis
Docket
Field Team, Reg. VI

APPROVED

Chairman, Coordinating Committee

Member, Bureau of Mines

Member, Geological Survey

Project & Records

COPY

20 North 7th Street
St. Louis 1, Mo.

19 October 1951

DMA-2037X

Dr. David Gallagher, Executive Officer,
DMA Field Team,
U. S. Defense Minerals Administration,
221 West 3rd Street
Joplin, Missouri

Dear Dr. Gallagher:

I return herewith five copies of DMA-2037X, (MF-200), which I have signed.

This contract specifies that drilling commence by October 25, 1951.

My driller, Lattie Coggins, Contract Driller, of Elvins, Mo., is unable to commence drilling by that date. Mr. Coggins has at present about one year's work contracted with the St. Joseph Lead Co. Due to the fact that I was unable to give him a starting date last spring, when he agreed to do the work, this is not unreasonable on his part. He has informed me, however, that he discussed the matter with the St. Joseph Lead Co. and the company is willing to allow him to take time to do this drilling under DMA-2037 when the company work has reached a certain stage. This seems reasonable to me.

I have been unable to secure the services of another contract driller to perform this work at this time. As you are aware, there are few contract drillers in this part of Missouri equipped to do diamond drilling.

In view of the above, I request that the date of beginning work under this contract be extended to Feb. 1, 1952, at the earliest. It is my wish to do this work sooner if possible.

In regard to "EXHIBIT A" of Contract 2037X: Labor and supervision. "Supervision and engineering @ $17.00/day." Under Section 23 (b) of Application Form MF-103 the cost given by me is $30.00/day. This figure, $30 includes both room & board and automobile expenses in connection with this project. It was lumped under a flat salary in order to eliminate the need of another estimated figure in computing costs of the project. It is quite usual to pay expenses for the resident engineer in small projects, when the engineer is obliged to occupy temporary quarters away from his residence. Since I am owner to the extent of a one-seventh interest only, I believe I should be allowed this expense.

Sincerely yours,

Amedee A. Peugnet

P.E.D. File

DEPARTMENT OF THE INTERIOR
RECEIVED
OCT 31 1951
Defense Minerals Administration,
Production Expansion Division.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS ADMINISTRATION

~~WASHINGTON 25, D.C.~~
Joplin, Missouri
October 29, 1951

~~OFFICIAL FILE COPY~~

| To | Initials | Date |
|---|---|---|
| For | | |
| | | |
| 210 | | |

Mr. C. O. Mittendorf, Director
Production Expansion Division
Defense Minerals Administration
Department of Interior
Washington 25, D. C.

Re: Docket DMA-2037X Lead
Contract Idm-E159
Amedee A. Peugnet
20 North 7th Street
St. Louis 1, Missouri

Dear Mr. Mittendorf:

I have previously written you (October 24, 1951) asking for your opinion regarding the long extension in starting date requested by Mr. Peugnet.

Attached is (1) a copy of a letter from Peugnet (October 27, 1951) received today, requesting an increase in drilling price per foot, and (2) a copy of my reply to Peugnet.

I still think that 2 holes will not adequately explore 266-acres.

I also think 2 holes will not adequately explore 535-acres (Peugnet's 2nd application, DMA-2108X).

My previous letter implied (1) that contract Idm-159 should be cancelled, (2) that under the circumstance that might be easy, and (3) that no contract should be awarded on his other application (DMA-2108X) because in my opinion that is an even more hairbrained wildcat by a ratio of 535:266.

Sincerely yours,

David Gallagher

David Gallagher

DEFENSE MINERALS ADMINISTRATION WASHINGTON, D.C.
OCT 31 8 50 AM '51

DG/jd
Enclosure
CC - Coordinating Committee
thru Olaf N. Rove

C.O. Mittendorf

C
O
P
Y

AMEDEE A. PEUGNET
Consulting Mining Engineer
20 North 7th Street
St. Louis 1, Mo.

27 October 1951.

Dr. David Gallagher,
Executive Officer DMA Field Team,
221 West 3rd Street,
Joplin, Mo.

DMA-2037X

Dear Mr. Gallagher:

I am inclosing a copy of my "drillers contract" for the approval of your office.

Mr. Goggins is cooperating to the extent of purchasing another rig, when available, to comply with a starting date of Feb. 1, 1952. I hope that your office will feel, therefore, that extension to that date is acceptable.

In regard to the increase from $1.60/ft to $1.75/ft, US Price & Wage Stabilazation Board has granted a 10% wage increase in the district. I have asked Mr. Goggins to send me a letter on the subject. I will forward it to you.

Tuesday, Oct. 30th, I expect to leave on a hurried 4 weeks trip to New Caledonia to examine a property there.

Sincerely yours,

/s/ Amedee A. Peugnet

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
~~WASHINGTON 25, D. C.~~
Joplin, Missouri
October 29, 1951

Mr. Amedee A. Pougnet
20 North 7th Street
St. Louis 1, Missouri

Dear Mr. Pougnet:

Thank you for sending a copy of your drilling contract with Lattie Goggins in connection with contract Idn-159, together with your letter of October 27, 1951.

I have referred to Washington the question of extending your starting date to February 1, 1952 as you requested. I have not yet had a reply.

I have today referred to Washington the question of increasing the drilling price from $1.50/ft. to $1.75/ft.

When I have replies from Washington I will inform you.

Sincerely yours,

David Gallagher

DG/jd

CC - C. O. Mittendorf
Coordinating Committee
thru Olaf N. Rove

P.E.D. File

Mr. Hdamy
DMA
Rm 4626

# UNITED STATES
# DEPARTMENT OF THE INTERIOR
## DEFENSE MINERALS ADMINISTRATION

~~WASHINGTON 25, D.C.~~
Joplin, Missouri
October 26, 1951

DEPARTMENT OF THE INTERIOR
RECEIVED
OCT 30 1951
Defense Minerals Administration,
Production Expansion Division.

Mr. George W. Creswell, Chief
Publications Distribution Section
Defense Minerals Administration
Washington 25, D. C.

Re: Docket DMA-2037X, Lead
Contract Idm-E159
Amedee A. Peugnet
20 North 7th Street
St. Louis 1, Missouri

Dear Mr. Creswell:

On checking our files we cannot find our copy of Contract Idm-E159 (Docket DMA-2037X, Lead) with Amedee A. Peugnet, 20 North 7th Street, St. Louis 1, Missouri.

At Mr. Mittendorf's request we had sent the contract to Mr. Peugnet with instructions to sign all six copies, retain one, and return five to us.

On October 24, 1951 we received the five signed copies from Mr. Peugnet and transmitted copies to Washington with a covering letter of the same date stating in part "Enclosed are the original and three copies of the above captioned exploration project contract."

Our failure to find our copy leads to the belief that by mistake we may have mailed you the original and four copies.

We would appreciate your checking your files and return our copy to us if you have it, or advise us if you do not.

Sincerely yours,

David Gallagher

David Gallagher

DG/jd

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
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OCT 30 1951

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DEFENSE MINERALS ADMINISTRATION
WASHINGTON, D. C.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

OCT 26 1 29 PM '51

~~WASHINGTON 25, D. C.~~
Joplin, Missouri
October 24, 1951

DEPARTMENT OF THE INTERIOR
RECEIVED
OCT 26 1951
Defense Minerals Administration,
Production Expansion Division.

P.E.D
Files

Mr. C. O. Mittendorf, Director
Production Expansion Division
Defense Minerals Administration
Department of Interior
Washington 25, D. C.

Re: Docket DMA-2037X Lead
Contract Idm-E159
Amedee A. Peugnet
20 North 7th Street
St. Louis 1, Missouri

Dear Mr. Mittendorf:

Enclosed are the original and three copies of the above captioned exploration project contract. The owner signed and transmitted five copies of this contract to the Joplin office today along with a letter, copies of which are attached, containing two requests.

He asks for an extension of time "to February 1, 1952, at the earliest" for starting the project. His reason is that the driller he wants for the job is not free to perform the work now, and other drillers cannot be found.

He also asks that he be allowed $30.00 per day for his own services as supervisor and engineer, as asked in the original application, rather than $17.00 per day as specified in Exhibit A.

In a telephone conversation he has been given tentative verbal permission to delay for 60 days starting drilling. I can readily sympathize with his situation, but February 1,1952 seems a long way off, and I wonder what DMA policy is on the length of such extensions.

After studying over this contract Clinton C. Knox, engineer of the Bureau of Mines associated with me here, has raised several important queries to which we would appreciate an answer.

1. Will two drill holes on a 266-acre tract furnish sufficient information to enable "the Government within 6 months thereafter to certify to the operator particularly describing and delineating the estimate of the discovery"? I seriously query on this ground the advisability of entering into this contract.

2. Locally informed geologists estimate that the basement rocks will be encountered at a depth of about 450 feet. Two holes would thus total 900 feet; the contract calls for 1500 feet. What is to be done with the remaining 600 feet? Does this office have the authority to permit a third, or possibly a fourth hole after the first two on a contract that specifically states that only two holes will be drilled?

3. The first paragraph of Exhibit A implies that a drilling contract exists. Should not the signed drilling contract have been attached as part of this exploration contract?

Although several queries are contained in this letter of mine, my first concern is that I doubt that a two hole contract should have been approved in the first place. Under the circumstance that the operator cannot start drilling in compliance with the time limit originally specified in the contract, it would be possible for you to terminate the contract rather easily. In view of the queries I have raised, that might be your choice.

Sincerely yours,

David Gallagher

David Gallagher

400

FILE COPY
SURNAME:

Ellis
Mittendorf

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

AIR MAIL

R.E.C.

Mr. David Gallagher
Executive Officer, Region VI
221 West 3rd Street
Joplin, Missouri

Re: Docket No. DMA-2037, Lead
Amedee A. Peugnet
20 North 7th Street
St. Louis 1, Mo.

Dear Mr. Gallagher:

Enclosed find six (6) copies of the Amedee A. Peugnet exploration project contract.

This contract I have signed. It is dated September 25, 1951 and given the project number Idm-4159.

Before completion of this contract a copy of the proposed drilling contract is to be submitted to you for written approval in accordance with paragraph 4 of form MF-200.

Kindly have the contract signed (all six copies) by Mr. Peugnet. Upon completion of the signatures, one copy is to be given the Contractor and one copy retained for your files. The original and three copies are to be returned to the Production Expansion Division of DMA upon receipt of which a copy will be forwarded by the Washington Finance Division to the Regional Finance Officer for your area.

At the time of contacting Mr. Peugnet please furnish him with the Operator's Monthly Progress Report blanks (Form MF-104) and explain the form to him.

Sincerely yours,

C. O. Mittendorf

C. O. Mittendorf, Director
Production Expansion Division

Enclosures

EWEllis/jem 9/25/51

APPROVED

cc to: Adm. Reading File
Reports & Records
Docket
Messrs. Mittendorf, Olund
Field Team, Reg. VI
Mr. Lyon
Mr. Moon
Mr. Billings
Mr. Mote
Mr. McKnight
Mr. Ellis

Chairman, Coordinating Committee

Member, Bureau of Mines

Member, Geological Survey

FILE COPY
SURNAME: 110

Guthrie

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

September 24, 1951

Memorandum

To: Director, Production Expansion Division

From: General Counsel

Subject: Amedee A. Peugnet exploration contract -- Docket No. DMA-2037X

The proposed exploration contract in this case is approved as to legal form and sufficiency for signature by the Government, subject to:

1. Change of the manner in which the applicant's name is entered in the first paragraph to the following:

"Amedee A. Peugnet, for himself and as attorney in fact for W. Dou Peugnet, Claire A. Peugnet, J. Sarpy Peugnet, William R. Peugnet and Hubert B. Peugnet and as trustee for Jeanne Y. Peugnet.

The same recital should follow his signature at the end of the contract.

2. Change of the description of the property in paragraph 2 to read "All of that part of the east one-half of Section 29, T.35 N., R.6E., lying within United States Survey No. 3043, a tract containing approximately 266.83 acres.

3. In Exhibit A change "Total cost of the project is to be:" to read "Total estimated cost of the project is:," as specified in Circular Letter No. 8.

4. Government approval of any subcontracts under which work upon the project is to be performed.

5. Proper signature by the applicant.

6. Proper dating prior to execution.

Your file is returned herewith.

not typed R+R

J. L. Hofflund

J. L. Hofflund
General Counsel

J.L.Hofflund/ema
Copy to: Reports & Records
J. L. Hofflund
R. R. Guthrie
Chron.

Attachment

McKnight
Bishop
6/5/51
Billings

Defense Minerals Administration

Review of Application for Exploration Assistance

SEP 1 7 1951

Docket No. DMA 2037

To: Production Expansion Division

Commodity Lead

Total Amount $3600

From: Director, Supply Division

Govt. Participation 50% ($1800)

1. Name and Address of Applicant Amedee A. Peugnet, 20 North 7th Street, St. Louis 1, Missouri

2. Location of Property Part of E ½, sec. 29, T. 35 N., R. 6 E., St. Francois County, Missouri

3. Mineral or metal Lead Is it listed in Section 9 of MO-5? Yes

If not, application will be rejected.

4. Geologic probability of discovery—based on data in application (question #16, 17, 18, 20 and 22)*

Mines or Survey reports, etc., do you rate chances:

a) Good See attached draft

b) Poor

c) None

d) Don't know—needs field examination

e) Is there an alternative and favorable project? No
(If so, attach an explanation)

5. Is the applicant's right to the property clearly stated? Yes
(question 5, 6, 7)*

6. If applicant is a lessee, is a copy of the lease attached? Does not apply

Does the lease have sufficient time to run to cover a future productive period? Does not apply

*question numbers are those of MF-103

4. (a) The property to be explored is located in St. Francois County in the lead-producing belt of southeastern Missouri. Prospects and mineralization are present in the vicinity of the property. About $4\frac{1}{2}$ miles to the northwest is the Doe Run mine producing about 500 tons per day. An unconfirmed report states that lead was encountered in drilling in the section immediately north of the area to be explored. Surface exposures indicate that the Bonneterre, which is the principal lead producing horizon, underlies the property at a depth of about 750 feet. Furthermore, the nearby faults, as shown on the map, would indicate that the Bonneterre might be brecciated and opened up to permit ingress of the mineral-bearing solutions. In view of the presence of a favorable producing horizon and of favorable structure as well as local indications of mineralization, it would appear that the project has a good possibility of being successful.

7. Are subordination agreements necessary? No

a) MF-201? _____

b) MF-202 _____

8. From the data presented, does the proposed project appear feasible from the point of view of:

a) Available manpower Yes

b) Equipment and supplies Yes
(Question 14 plus general knowledge of availability)*

c) Accessibility (question 12)* Yes

d) Water (question 13)* Yes

e) Power (question 13)* Yes

Is a field check needed on any of these points? No

9. Does the experience of the applicant appear to be adequate to assure that he can properly conduct the proposed project? (question 4)* Yes

_____

Is a field check needed on this point? No

10. Exhibit A. (questions 21 and 22)*

a) Is the project adequately described? Yes

If not, are there sufficient data given so that you can describe the project? _____ If so, attach a draft.

b) Is there an adequate map or sketch of the proposed work? Yes

_____

c) Is the proposed work "exploration" under the definition of Section 8, MO-5? Yes

If not, what part of it is? _____

_____

_____

_____

Docket DMA-2037

# EXHIBIT "A"

## Exploration project

The applicant proposes to drill two holes, each 750 feet deep, to explore the Bonneterre formation for lead mineralization. The drilling will be done by contract. Total estimated cost of the project is:

1500 ft. of diamond drilling including supervision, engineering, assaying, ore boxes.....$ 3,600

## Fixtures and improvements - None

## Operating equipment - None

## Labor and supervision

1500 ft. of diamond drilling by contract at $1.60 per ft..... $2,400
Supervision and engineering at $17 per day for 50 days..... 850

NOTE: The applicant requested $30 per day for supervision and engineering plus $100 for surveying. In view of the small size of this operation, the supervision and engineering is reduced to $17 per day and the $100 for surveying eliminated. It is also estimated that the project probably will require two months to complete, rather than one month as estimated by the applicant. Hence, supervision and engineering costs will total the same amount as estimated by the applicant.

## Rehabilitation and repairs - None

Is this part a worthwhile exploration project?_____

d) Are the cost estimates detailed? Yes

Can they be summarized, as on page 2 of Procedural Instruction 5-A, from the available data? Yes If so, attach a draft.

e) Are the cost estimates reasonable? Yes, except for supervision

f) Should more information be requested from applicant? No

g) Is a field examination necessary to complete Exhibit A? No

11. Exhibit B (question 23-d)*

a) Is it applicable? No

b) If so, are sufficient data furnished?_____ If so, attach a draft.

c) Is a field check needed? No

12. Exhibit C (question 23-e, f and g)*

a) Is it applicable? No

b) Sufficient data?_____ If so, attach a draft.

c) Are rents and charges reasonable?_____

d) Is a field check needed? No

13. Exhibit D (question 23-a, b)*

a) Are there sufficient data? Yes. Drilling to be done under contract

b) Is the schedule adequate for the work proposed? Yes

c) Is the schedule excessive for the work proposed? No

d) Are the proposed wages and salaries reasonable? Supervision and engineering appear excessive

e) Is a field check needed? No

14. Exhibit E (question 23-c)*

a) Is it applicable? No

b) Sufficient data?

c) Reasonable?

d) Field check needed?

15. In your judgment, can the proposed work be done in the proposed time? No, but should not take more than 2 months

(All exploration must be completed within two years)

16. If field examination is not needed, attach your recommendation.
Recommended for approval (E.J.L.)

17. If field examination is needed, do you have any special instructions for the field team not indicated by your answers to the foregoing question?

Returned herewith are:
4 copies Form MF-103
4 " Fredericktown, Mo. quadrangle maps
1 copy of Power of Attorney
1 " " Trust Agreement and Quit Claim Deed

Reviewed by: E. J. Lyons GS

Date 9-13-51

Approved
Jim Lyons



INT.-DUP. SEC., WASH., D.C. 99009

September 4, 1951

Mr. Amedee A. Peugnet
20 North Seventh Street
St. Louis 1, Missouri

Subject: DMA-2037
Re: Exploration loan
Peugnet Tract

My dear Mr. Peugnet:

This will acknowledge receipt of your application dated August 28, 1951 for a loan under the Defense Production Act of 1950.

Your application was assigned Docket Number DMA-2037 and referred to the Lead-Zinc Branch.

Kindly refer to DMA-2037 in any future correspondence relating to your application.

Sincerely yours,

Robert E. Adams

Robert E. Adams, Chief
Reports and Records Unit

2463

SEP 5 1951

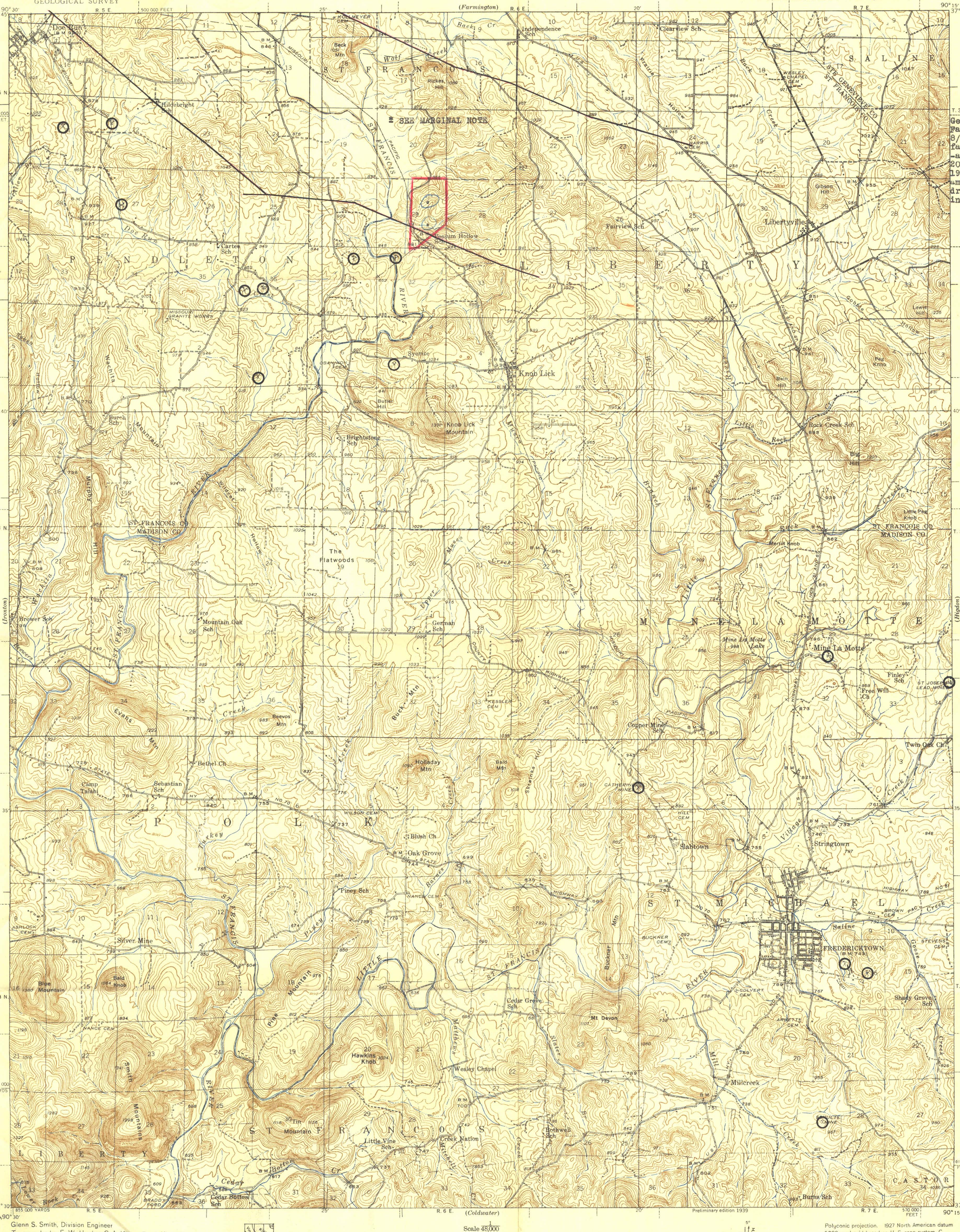
To accompany: MF-103
Dated: AUG 28 1951

AMEDEE A. PEUGNET
20 North 7th St.
St. Louis 1, Mo.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

STATE OF MISSOURI
GEOLOGICAL SURVEY AND WATER RESOURCES
H. A. BUEHLER, STATE GEOLOGIST

MISSOURI
# FREDERICKTOWN QUADRANGLE




Geo Detring, RR #1, Farmington, said, on 8/6/51, that his father-in-law (deceased) drilled Sects 20-21 & east about 1925, found lead, amount unknown, 2 of drill holes resulted in artesian wel

Glenn S. Smith, Division Engineer
Topography by F. W. Hughes, C. A. Killian, Frank Vincent, C. E. Goss, F. C. Lentz, Cornish Beck, and C. D. Craig
Culture and drainage in part compiled from aerial photographs
Surveyed in 1937

FAULTS, APPROXIMATE LOCATION
EXISTING MINES & DISCOVERIES
PROPOSED DRILL HOLES

PEUGNET TRACT, THIS APPLICATION

Scale 1/48,000
1 ½ 0 1 2 3 4 Miles
5,000 0 5,000 10,000 15,000 Feet
1 ½ 0 1 2 3 4 Kilometers

Contour interval 20 feet
Datum is mean sea level

TRUE NORTH
MAGNETIC NORTH
5°
APPROXIMATE MEAN DECLINATION, 1937

Polyconic projection. 1927 North American datum
5000 yard grid based on U. S. zone system, C
10000 foot grid based on Missouri (East) rectangular coordinate system

FREDERICKTOWN, MO.