DMEA Form 9
Rev. 6/57

UNITED STATES
DEPARTMENT OF THE INTERIOR
Defense Minerals Exploration Administration

OFFICIAL DOCKET FILE — Idm-E NO. 107 — DMEA NO. 1141X

Application
- [ ] Denied
- [ ] Withdrawn

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

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

Folder No. 1:

Left Side

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

Right Side

- [x] Project summary (final)
- [x] Work Completed analysis (final)

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

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

Additional Folders:

Left Side

Folders No._____: Reports
- [ ] Analysis of Semi-Annual Inspection Reports
- [ ] Project Summary (Interim) by DMEA Engineers

Right Side

- [ ] Field Team Semi-Annual Report for Certified Project
- [ ] Field Team Interim Reports
- [ ] Operator's Monthly Reports with transmittal, narrative and maps.

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

Folders No._____: Settlement Sheets

Folders No._____: Drill Logs

Folders No._____: Royalty material

17963

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
10/24	Murphy	500
	[illegible]	500
10/25	Dolley	140
	Brown	140
	Appd. Sol. Off.	
10/27	Tolbert	800
10/27	Selfridge	120
"	[illegible]	110
10/27	Fumich	100
10/30	gad	220

OCT 2 7 1961

Mr. Henry Erlich
5648 Diamond Street
Philadelphia 31, Pennsylvania

Re: DMA-1141X (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107

Dear Mr. Erlich:

By the terms of the subject Exploration Project Contract, as amended, and the certification of discovery or development, dated August 4, 1952, all minerals mined or produced from August 13, 1951, to August 13, 1961, were subject to the Government's percentage royalty as set forth in said contract.

As the period during which production was subject to royalty has now expired, the Government according to its present records retains no claim or lien against the property subject to the contract or any future production therefrom. We, therefore, are closing our books and records on this contract. However, we suggest that you preserve your records and accounts of operations for at least three years.

Sincerely yours,

George Fumich, Jr.

Director

GLAult/a 10-16-61
Rewritten:
FMMurphy/gla 10-24-61
cc to: Director's Reading File
Robert A. Laurence, Region IV
V. J. Lynch, Region IV
CA&A Division
Docket
Code 500

43683

OPTIONAL FORM NO. 10

UNITED STATES GOVERNMENT

Memorandum

Mr. Murphy

TO : Mr. Brimmer - DME DATE: 10/17/61

FROM : Ann Sue Seller

~~SUBJECT~~: See my note on DMA 1700. This file (DMEA 1141, Contract IdmE 107) is also returned. Again, Jerome didn't sign his 5/18/61 memo, which isn't adequate anyway.

Ann Seller
10/17/61

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
10/16	Murphy	500
	Gordon	500
		140
		140
		800
		120
		110
		100
		220

Mr. Henry Erlich
5648 Diamond Street
Philadelphia 31, Pennsylvania

INTERIOR DEPT.
OCT 16 1961
SOLICITOR

Re: DMA-1141X (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-K107

Dear Mr. Erlich:

By the terms of the subject Exploration Project Contract, as amended, and the certification of discovery or development, dated August 4, 1952, all minerals mined or produced from August 13, 1951, to August 13, 1961, were subject to the Government's percentage royalty as set forth in said contract.

As the period during which production was subject to royalty has now expired, the Government according to its present records retains no claim or lien against the property subject to the contract or any future production therefrom. We, therefore, are closing our books and records on this contract. Your attention, however, is called to the provisions of the contract which require the Operator to keep and preserve certain records for the periods indicated.

FROM SOLICITOR
OCT 18 1961
FOR SIGNATURE

Sincerely yours,

Director

RECEIVED
OCT 17 1961
ASSOC. SOLICITOR
MINERAL RESOURCES

GLAult/a
10-16-61
cc to: Director's Reading File
Robert A. Laurence, Region IV
V. J. Lynch, Region IV
CA&A Division
Docket
Code 500

43683

INTERIOR DEPT.
OCT 1 - 1981
SOLICITOR

OFFICE OF MINERALS EXPLORATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF ROYALTY REVIEW

I have reviewed the files of the Office of Minerals Exploration, Washington, D. C., pertaining to Contract No. Idm-E107, Docket No. DMEA-1141 (Mica), dated August 13, 1951, with

Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

for the purpose of determining the amount of royalty due the U. S. Government on sales of minerals from property referred to as the Campbell Mine located in Macon County, North Carolina, during the period February 15, 1958, through January 25, 1961.

A certification of discovery or development was issued on August 4, 1952, and, in accordance with Article 15 of the contract, royalty is payable on all minerals mined or produced as a result of such discovery or development for a period of 10 years from the date of the contract or until the total net amount contributed by the Government without interest is fully repaid, whichever occurs first. A Report of Review dated June 25, 1952, indicated accepted costs under the exploration contract amounting to $3,196.40 with the Government's contribution, on a 90 percent basis, being $2,876.76.

The status of the project, the scope of review, and the reasons therefor are stated on page 2.

This review established the total sales of mica for the period to be $2,778.59. Royalty due the Government at rates specified in the contract is $138.93.

A prior Royalty Audit Certificate found the sales subject to Government royalty through February 14, 1958, to be $4,150.05, which added to the sales for this subsequent period make a total of $6,928.64. The royalty account as of February 14, 1958, was:

Total Royalty Due	$207.50
Total Royalty Paid	199.33
Balance of Royalty Due	$ 8.17

At January 25, 1961, the royalty account of this project was found to be:

Total Royalty Due	$346.43
Total Royalty Paid	346.43
Balance of Royalty Due	$ -0-

E. D. Talbert, OME Auditor

January 25, 1961

Idm-E107 Franklin Developers, Inc. DMEA-1141

STATUS OF PROJECT, SCOPE OF REVIEW
AND REASONS THEREFOR

This project, which has been inactive since December 1958, was last operated by B-K Associates, Inc., 43 S. Liberty St., Baltimore, Md., lessee of the purchaser of the property, Henry Erlich, 5648 Diamond Street, Philadelphia, Pa.

My review included a tabulation and recomputation of five sales documents covering 229.21 lbs. of sheet mica sold to the GSA Mica Purchase Depot, Spruce Pine, N. C., for $2,541.41 and, in addition, commercial sales of scrap and punch aggregating $237.18. These are the only sales of record during the period covered by this review.

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

(a) The files indicate that all production has been accounted for and proper royalty thereon has been paid; and

(b) The administrative cost to the Government of an on-site royalty audit at this time would be excessive in relation to the amount of possible additional royalty which might be disclosed.

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

ROYALTY AUDIT CERTIFICATE

I have examined the production records and sales documents pertaining to the sale of mica produced from Campbell Mine, located in Macon County, North Carolina, for the period August 13, 1951, to February 14, 1958, on which royalty is due the U. S. Government under terms of Contract Idm-F107, Docket No. DMEA-11A1 (Mica), dated August 13, 1951, with

Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

My examination was made in accordance with generally accepted standards applicable in the circumstances.

The audit established the total sales of mica for this period, subject to DMEA royalty, to be $4,150.05. Royalty due the Government at the 5 percent rate specified in the contract is $207.50. The royalty paid and the balance due are as follows:

Total Royalty Due	$207.50
Total Royalty Paid	199.33
Balance of Royalty Due	$ 8.17

C. E. Fisher
C. E. Fisher, Auditor

February 24, 1958

ROYALTY AUDIT REPORT

I. INTRODUCTION

On February 14, 1958, an audit was made of the production records and sales documents pertaining to the sale of mica produced from Campbell Mine, located in Macon County, North Carolina, for the period August 13, 1951, to February 14, 1958, on which royalty is due the U. S. Government under terms of Contract Idm-E107, Docket No. DMEA-1141 (Mica), dated August 13, 1951, with

Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

The above-named company was the owner of the property on which the mine is located. No production of mica was accomplished by that company during the exploration period or subsequently. The property was sold to Carl Hubble who operated the mine for a short time in 1955 in partnership with Henry Ehrlich. The property has now been sold to and is being operated by BK Associates, Inc., of Baltimore, Maryland.

Mr. William A. Beck, mining engineer, DMEA Region V, Knoxville, Tennessee, accompanied this auditor and rendered valuable assistance in the conduct of the audit which was accomplished in Franklin, North Carolina.

II. GENERAL INFORMATION

The exploration contract provides that should the Government, within 6 months after completion or termination of the exploration project certify that a discovery or development has resulted from the work, the Operator and his successor in interest shall be obligated to pay a percentage royalty on the net smelter returns or other net proceeds realized from the ore, concentrates, or metals produced within 10 years from the date of the contract, until the total amount contributed by the Government, without interest, is fully repaid or said 10 years have elapsed, whichever occurs first. A certificate of discovery or development was issued on August 4, 1952.

According to a Report of Review issued in lieu of final audit dated June 25, 1952, prepared by E. D. Telbert, DMEA Auditor, the total accepted costs of the exploration amounted to $3,196.40, with the Government's contribution, on a 90 percent basis, being $2,876.76.

III. SCOPE OF AUDIT AND FINDINGS

A. Conference with Examining Engineer

A conference with the examining engineer (Mr. Beck) disclosed that the only production from Campbell Mine consisted of mica. After processing, it is sold to the Mica Purchase Depot, Spruce Pine, North

Carolina, as sheet mica. All scrap or punch mica resulting from the processing is sold to local dealers in such products. All production is sold as soon as a saleable quantity is available.

B. Audit of Settlement Statements

A considerable amount of preaudit work was accomplished in the DMEA office, Region V, Knoxville, Tennessee, prior to the field audit. During this preaudit work a statement of royalty received was prepared from copies of settlement documents relating to sales of mica. These documents were furnished by the lessees in support of royalty remittances to the regional office. The royalty receipts were verified with deposits made by the regional Finance Officer. All of the data included in the statement were confirmed by detailed recomputation. This statement, which is filed as a part of my audit work papers, was also verified with the records of the Mica Purchase Depot. Sales to that depot accounted for 90 percent of the total dollar value of all of the sales subject to royalty.

Carl Hubble and Henry Ehrlich operated the mine during the summer of 1955. They could not be contacted during this audit. Their reported sales to the Mica Purchase Depot on which royalty was paid was verified with the Depot records. It is believed that the quantities and values of scrap and punch mica on which they paid royalty are substantially correct and that the time required in locating these parties for the purpose of performing an audit of such sales would involve unwarranted expense to the Government.

BK Associates, Inc., started operation of the mine during 1957. Their records are maintained by Clyde C. Drake, who performs a general bookkeeping and tax service at 250 West Palmer St., Franklin, North Carolina. Mr. Drake stated that he was not aware of the fact that royalty was due the Government on production from this mine. He has had experience with other DMEA projects and he assured us that the royalty presently due on production and sales would be forwarded to the Knoxville office and that royalty would be paid promptly on any future sales.

IV. CONCLUSIONS

A summary analysis of the production and sales of mica from Campbell Mine during the period August 13, 1951, to February 14, 1958, follows:

Product	Bubble & Ehrlich Pounds	Bubble & Ehrlich Value	BK Associates Pounds	BK Associates Value	
Sheet mica	500.44	$3,589.03	9.38	$144.97	(1)
Punch mica	1,285.00	141.25			
Scrap mica	17,085.00	256.28	1,235.00	18.52	(2)
Totals	18,870.44	3,986.56	1,244.38	$163.49	
Royalty Due		$199.33		$8.17	
Royalty Paid		199.33		-0-	
Balance Due		$ -0-		$8.17	

(1) Represents sale November 13, 1957, to Mica Purchase Depot, Spruce Pine, North Carolina.

(2) Represents sale October 30, 1957, to Franklin Mineral Products Co., Franklin, North Carolina.

The audit has confirmed the accuracy and propriety of the royalty payments received by the regional Finance Officer. It has also determined that all indicated sales of mica during the period covered by the audit, except as indicated above, have been properly accounted for.

C. E. Fisher

C. E. Fisher, Auditor

February 24, 1958

Check Sheet of Examining Engineer

Operator's Name Franklin Developers Inc.., Franklin,N.C. Campbell Mine
Now owned by B.K. Associates, Inc.
Address 250 W. Palmer St. Franklin, N.C.

Exploration Contract No. Idm-E107 Docket No.DMEA-1141

	Check One Yes	No
1. (a) Does the Operator stockpile ore subject to royalty repayment?		X
(b) If so, is segregation and identification procedure adequate?		
2. (a) Does Operator commingle production subject to DMEA royalties with exempt production?		X
(b) If so, do you consider the allocation of the commingled production equitable?		
3. (a) Does the Operator stockpile mine or mill rejects (low grade ore, tailing, middlings, etc.) that may have potential value within the royalty payment period?	X	
(b) If so, are adequate records maintained on such material to protect the Government's interest?	X	
4. Do you consider the assay controls in effect are adequate?	X	
5. Do you consider that the manner of disposing of production gives the Government its fair royalty returns?	X	
6. Do your periodic examinations of operations indicate the Operator is properly reporting his production of ores subject to DMEA royalties?		X
7. Does the Operator buy from or sell to other Operators?		X

8. Comment on any item 2 (b) to 6 if answer is No.

3 (a) Operator stockpiles mica scrap until a sufficient amount is obtained to make a sale.

6. Present Operator has not reported any production todate.

Wm A Beck
Mining Engineer

Date 2-14-58 Wm. A. Beck

82448

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF ~~SECOND~~ ROYALTY REVIEW

I have reviewed the files of the Executive Officer, DMEA Field Team, Region V, pertaining to Contract Idm-E107, Docket No. DMA-1141, with:

Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

for the purpose of determining the amount of royalties due the U. S. Government on sales of mica produced from property referred to as the Campbell Mine located in Macon County, North Carolina, during the period August 13, 1951, to March 9, 1955.

My review included a conference with Mr. William A. Beck, Mining Engineer, U. S. Bureau of Mines, Knoxville, Tennessee, who is thoroughly familiar with the project.

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

(1) A check of the records of the General Services Administration Mica Purchase Depot, Spruce Pine, North Carolina, did not disclose any sales of mica produced from this mine.

(2) The administrative cost to the Government of an on-site royalty audit at this time would be excessive in relation to the amount of possible royalty which might be disclosed.

The review has not disclosed any sales of mica from this project which would be subject to royalty payments to the U. S. Government.

C. E. Fisher
C. E. Fisher, Auditor

March 21, 1955

FILE COPY
SURNAME:

Hearne
Houk
Arkon
Hedges
Lemmon
F. Johnson
J. Chambers

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C. 600

CERTIFICATION BY THE UNITED STATES OF AMERICA OF A DISCOVERY OR DEVELOPMENT UNDER AN EXPLORATION PROJECT CONTRACT

To: Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

Pursuant to the provisions of Exploration Project Contract No. Idm-K107, dated August 13, 1951, (Docket No. 1141X), hereinafter called the "Contract," between you and the United States of America, hereinafter called the "Government"; to establish and fix the claim and lien of the Government under the terms of the Contract, the Government hereby certifies that a discovery or development has resulted from the work under the Contract from which commercial production of ore may be made, in or upon that certain property situated in the State of North Carolina, County of Macon, described as follows:

> Beginning at a hickory on a ridge, the second corner of Grant 1869, and second corner of Grant 1868, runs South 20 deg. East 240 poles to a stake on the line of said grants, said stake being 60 poles North 20 deg. West from the third corner of these tracts, thence 80 deg. West 570 poles to a stake, said stake being 50 poles North 36 deg. East from a hickory, the Northeast corner of Curtis Sanders' tract; thence North 36 deg. East 300 poles to the beginning corner of Grant 1869; thence North 70 deg. East 340 poles to the beginning.

The Government's estimate of said discovery or development is particularly described and delimited as follows:

Mica in commercial quantities was encountered during the exploration on the lateral and downward extension of the pegmatite. This pegmatite has a mica-bearing zone approximately two feet thick, which has been outlined to extend about 100 feet down the dip and 140 feet along the strike. The mica is light ruby in color, clear, flat, splits well, and is hard. Sufficient drilling has been completed to justify the inference that commercial quantities of mica are present.

LFHearne:mp 7/28/52
cc: Jess Larson, Adm., DMPA
Operating Committee
F. E. Johnson
Adm. Reading File
Mr. Hedges, 4604
Mr. Thayer, GSA Bldg. Rm 5216
Field Team, Region VII (2)

THE UNITED STATES OF AMERICA

By O. P. Mittendorf
Acting Administrator
Defense Minerals Exploration Administration

Dated: AUG 4 1952

Docket File, Finance Officer, Mr. Murkland, Mr. Chambers, Mr. Houk

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF REVIEW

I have reviewed the Monthly Reports of:

Franklin Developers, Inc.

Franklin

North Carolina

pertaining to Exploration Project Contract No. Idm-E107, Docket No. DMA-1141X, including Amendment Nos. 1 and 2 for the month of May, 1952.

My review included an examination of the Monthly Reports (Forms MF-104) and supporting documents attached thereto, comparison of the costs claimed with the contract and pertinent schedules, consultation with the Government representative who visited and examined the project, 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 the estimated amount of possible disallowances thereunder;
b. the Monthly Reports were supported by documentary proof of the costs incurred under the contract (partially);
c. major portion ($2,696.40) of costs covered drilling under sub-contract at footage rates.

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

Total cost as billed by Contractor		$ 3,196.40
Exceptions:		
By DMEA Finance Officer	$ -0-	
Herewith	-0-	-0-
Total Accepted Cost		$ 3,196.40

The contract calls for a 90 per cent participation of exploration expenses by the United States Government. Therefore, payment to the contractor by the Government in the amount of Two thousand eight hundred seventy-six Dollars and 76/100.

- $ 2,876.76 -

is considered valid and proper.

Date: JUN 25 1952

E. D. Talbert

Docket Cy

CONTRACT AMENDMENT II.

Contract Docket No. DMA-1141X, Idm-E107 (mica), dated 13th day of August 1951, between the UNITED STATES OF AMERICA and FRANKLIN DEVELOPERS, INC. is hereby amended as follows:

Estimated costs of the project as shown on Exhibit "A", are amended to provide for 504 feet of contract diamond drilling at $5.35 per foot, not to exceed a total of $2700.00, instead of 600 feet at $4.50 per foot.

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

Dated March 10, 1952

THE UNITED STATES OF AMERICA

By Robert A. Lawrence

Robert A. Lawrence, Executive Officer
Defense Minerals Exploration Admin.
Region VII

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
MAR 14 1952

FRANKLIN DEVELOPERS, INC.

BY A. W. Reid

COPY

COPY zm.

Franklin, North Carolina
March 6, 1952

A. N. C. Drilling Company, Inc.
Ferguson
Kentucky

Gentlemen:

This is a supplement to the proposal contained in your letter of 3 March 1952.

As explained to you by telephone, I agree to dam up the water coming from the tunnel but I can not guarantee that the supply will be sufficient. I do not know how much water is required to operate a core drill and neither do I know how much water there will be available, but I am informed that in all probability the water supply will be sufficient.

I am today signing the acceptance of your proposal with this supplement attached and make a part thereof.

Yours very truly,

s/s A. W. Reid

AWR:jah

Copied March 12, 1952
for DMEA files.
zm.

COPY

(sic)

COPY

A. N. C. DRILLING CO., INC.
Diamond Core Drilling Contractors

FERGUSON, KENTUCKY

March 3, 1952

Mr. Andy Reed
Franklin, North Carolina

Dear Mr. Reed:

Confirming our telephone conversation with Mr. Laurence on this date, we hereby submit the following proposal for drilling on your property near Franklin, North Carolina.

Proposal:

To furnish all labor, tools, and equipment necessary for drilling 3 exploratory holes, NX size, with a minimum footage of 504 feet for the sum of $5.35 per linear foot.

The A. N. C. Drilling Company, Inc. will furnish compensation and liability (public) insurance required by the State of North Carolina.

We propose to begin operations on or about March 17, 1952. Payment for same to be made upon the completion of the proposed drilling.

As agreed by you in a previous telephone conversation, you will have necessary water available, and a road accessible to the project.

This letter will be binding on both parties when signed and accepted by each party, and signed copy delivered each to the other.

Signed A. N. C. Drilling Company, Inc.

By: s/s
Thelma C. Nixon, Secretary

Accepted this ___ Day of March, 1952

BY s/s A. W. Reid
Andy Reed

Approved for IMBA-1141X, IdmB 107

s/s
By
Robert A. Laurence
Executive Officer, IMBA
Field Team, Region VII

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAR 1 3 1952

Owner Docket Copy

SOW

CONTRACT AMENDMENT

Contract Docket No. DMA-1141X, Idm-E 107 (mica).

Contract Docket 1141X, Idm-E107, dated 13th August 1951, between the UNITED STATES OF AMERICA and DARLINGTON ENTERPRISES, INC., is hereby amended as follows:

Item 3, is amended to provide to bring the project to completion within a period of twelve months instead of six months from date of contract.

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

UNITED STATES OF AMERICA

By Robert A. Lawrence

Robert A. Lawrence, Executive Officer, DMA, Region VII

DEPARTMENT OF THE ARMY
Defense Minerals Administration
WASH., D.C.

FEB 11 1952

DARLINGTON ENTERPRISES, INC.

By G.W. Reid

DEFENSE MINERALS ADMINISTRATION
WASHINGTON, D.C.
FEB 8 8 54 PM '52

DMEA-1141

MF-500

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

REFERENCE SLIP

DATE 2-8-52

REFERRED TO:

1. ~~MRS. BERRY, ROOM 4624~~
2. Mr Monk, Rm 4637
3. ~~Mark Berry, Rm 4624~~
4. Nadia & Edwards

FOR:

..... Action	..... Recommendation
..... Approval	..... Record of .....
..... Comment	..... Referring to .....
..... Conference	..... Reply for signature of .....
..... Consideration	..... Rewriting
..... Filing	..... Signature
..... Instructions	..... Suggestions
..... Investigation	..... Your information
..... Initials	
..... Mailing	
..... Previous correspondence	

REMARKS: Please review and return.

CONTRACT AMENDMENT.

Check (X) before the items needing attention.

ROBERT E. ADAMS

Initials of sender.

GPO 16—63815-1

S.A.

MF-200
(June 1951)

Docket No. DMA 114IX
Commodity Mica
Idm-E107

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
AUG 23 1951

EXPLORATION PROJECT CONTRACT [1]

It is agreed this 13th day of August, 1951, between the United States of America, acting through the Department of the Interior, Defense Minerals Administration, hereinafter called the "Government," and [2]
Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina
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 North Carolina, County of Macon described as follows: [3]
See Exhibit A
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: None

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

3. *Exploration project.* The Operator, within sixty (60) days from the date of this contract shall commence work on a project of exploration for [5] strategic mica; 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] six (6) 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 property.* All facilities, buildings, fixtures, equipment, or 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 90 percent of the approved costs incurred; *Provided,* That the aggregate total of all sums paid by the Government under this agreement shall not exceed $3,240.00, which is 90 percent of the agreed estimated total cost of this project, $3,600.00.

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.

Franklin Developers, Inc.
(Operator)

By A. W. Reid pres

THE UNITED STATES OF AMERICA

By C O Mittendorf
Director, Production Expansion Division
Defense Minerals Administration

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

EXHIBIT A - Exploration Project

The exploration project to consist of diamond drilling of a maximum of 600 feet of holes to secure information as to size and trend of the pegmatites and quantity and quality of mica contained.

Exploration holes to be located on a tract of land described in deed from Charles T. Bradley and Wife to A. W. Reid dated January 29, 1951 and recorded in Book 2-5, page 218, Macon County Records and same as deed from A. W. Reid to Franklin Developers Inc. Dated March 1, 1951. Metes and bounds of the tract are as follows: Beginning at a hickory on a ridge, the second corner of Grant 1869 and second corner of Grant 1868, runs South 20 deg. East 240 poles to a stake on the line of said grants, said stake being 60 poles North 20 deg. West from the third corner of these tracts thence 80 deg. West 570 poles to a stake, said stake being 50 poles North 36 deg. East from a hickory, the Northeast corner of Curtis Sanders' tract; thence North 36 deg. East 300 poles to the beginning corner of Grant 1869; thence North 70 deg. East 340 poles to the Beginning.

The work will consist of 600 feet of diamond drilling (NX size) as follows:

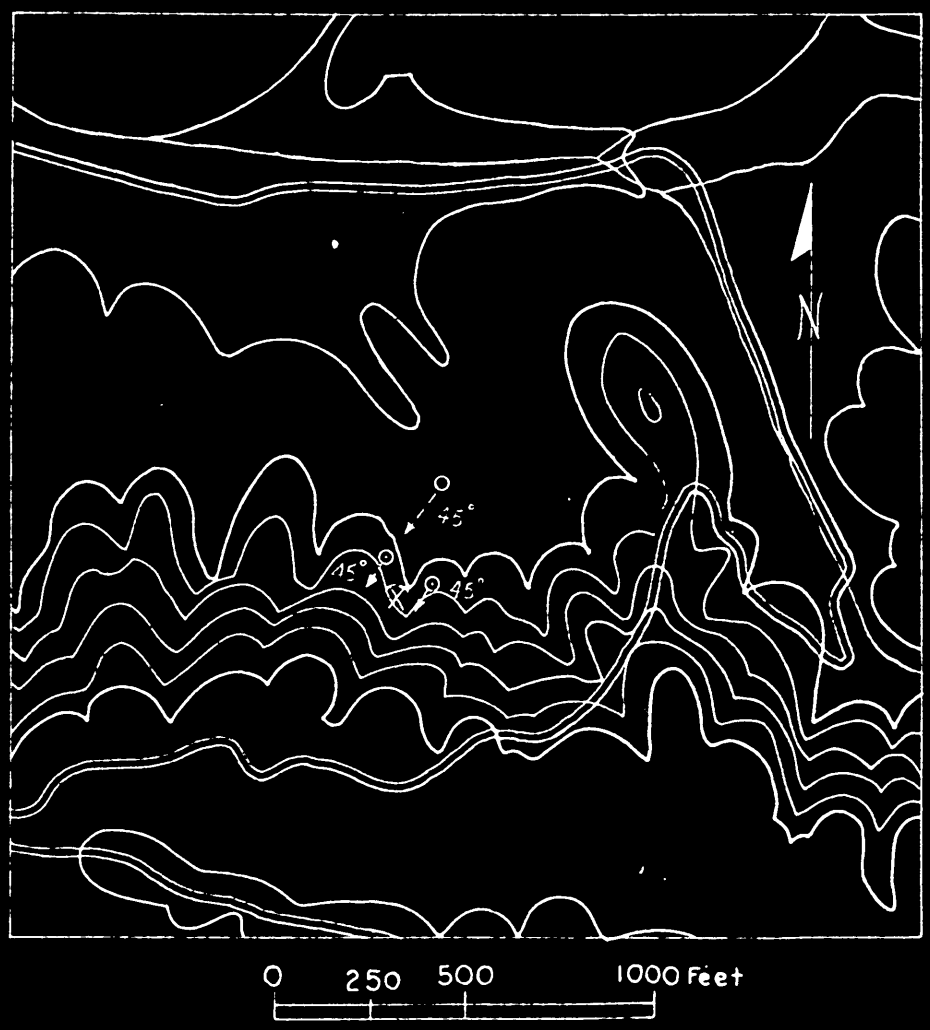
(A) Two holes approximately 150 feet each located and drilled in direction and inclination in a manner mutually satisfactory to operator and Field Team of DMA.

(B) One hole 300 feet deep (NX) subject to satisfactory completion of (A) and indicating strategic mica warranting approval by Field Team of DMA. Location and depth of additional hole to be mutually agreeable to operator and Field Team of DMA.

All drilling to be done on contract approved by Field Team, DMA with corehandling, testing, inspection, etc., to be done by operator.

Estimated costs of the approved project are as follows:

600 feet contract drilling @ $4.50 per foot	$ 2700.00
Construction of a core storage shed and shelter allowed to a maximum of $100	100.00
Core boxes, testing expense, packing and haulage allowed to a maximum of $100	100.00
Supervision is allowed for an engineer @ $20.00 per day and helper @ $12.00 per day, while working on the project, to a maximum of $700	700.00
Total estimated cost	$ 3600.00



Docket 1141 X. Proposed prospecting at the Cambell mine

Form MF-103
(April 1951)

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 1141 X

Date received 5-9-51

Participation

FRANKLIN DEVELOPERS INC.
(P. O. BOX 489)
Main St. at Highlands Rd.
Franklin, North Carolina.

CAMPBELL MINE

Name and address of applicant

Date May 4, 1951

FILL IN THIS BLOCK

Date of application May 4, 1951 Estimated cost $61,840.00

Mineral or metal Strategic Mica (Sheet & Punch) Percentage of Government participation 90%

Location of mine 9 miles northeast of Franklin, N.C.

Date of filing MF-100 May 4, 1951 DMA Docket Number, if available dma 1141 X

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?
*2. If a partnership, state names and addresses of partners.
*3. If a corporation, state names and addresses of officers, directors, and five largest stockholders.
*4. Describe the mining and general business experience of (*a*) the applicant, and (*b*) the person or persons who will manage the project.
*5. Are you the owner or the lessee of the property?
6. If owner, state what claims, liens, or encumbrances, if any, are against the property.
7. If lessee, attach a copy of the lease and state if it is in good standing.

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)?

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

16—64067-1

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

    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.

*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.

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

*14. Describe any existing useable facilities, equipment, buildings, or structure now on the property that will be devoted to the exploration work.

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

*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.
    (*b*) State briefly the known history and production of adjoining and neighboring properties.
    (*c*) Furnish any available (private) reports that may apply to this application, including results of mine examinations, recommended exploration and development, and metallurgical investigations.

*17. Production:
    (*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.)
    (*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?

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

    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.

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.
    (*b*) Supervisors, by numbers and positions, with salaries of each.
    (*c*) Cost of necessary repairs to existing facilities, structures, and buildings.
    (*d*) Cost of necessary installation or construction of additional facilities, structures, and buildings.
    (*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.
    (*f*) Cost of rental for equipment which the operator proposes to rent.
    (*g*) Rental value of items of equipment which the operator now owns and which will be devoted to the work.
    (*h*) Cost of materials and supplies, including items of equipment costing less than $50 each.
    (*i*) Cost of power, water, utilities, and any other items not provided for above.

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.

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.

FRANKLIN DEVELOPERS INC.
(Name of company)

By A Dressna
(Signature of authorized official)

May 4, 1951
(Date)

Secretary
(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

FORM MF-103 FRANKLIN DEVELOPERS INC. FRANKLIN, N.C.

CAMPBELL MINE

QUESTIONS NOT ANSWERED BELOW HAVE BEEN ANSWERED ON FORM MF-100.

1. Applicant is a corporation (North Carolina - 12/4/50).

6. There are no liens or encumbrances against the property.

8. Corporation has not been in operation, therefore a profit and loss statement is not available. Listing of holdings and indebtedness is as follows:

ASSETS		LIABILITIES	
Hubert Scott Mine	$ 20,000.00	Due A. W. Reid on Mill Knob & May Mines	$ 25,000.00*
Campbell Mine	30,000.00	Capital Stock	3,000.00
Mill Knob Mine	50,000.00		$ 28,000.00
May Mine	30,000.00		
	$ 130,000.00		

(* Payable out of profits).

9. Applicant will invest 10% in proposed project; sufficient in accordance with Government participation on strategic mica (Section 9 of Mineral Order 5).

10 Applicant owns minerals, mineral rights and mining privileges to tract (640 acres) as transcribed below; from deed. The The western N.C. Mica Lead covers the entire tract. BEGINNING at a hickory on a ridge, the second corner of Grant 1869 and second corner of Grant 1868, runs South 20 deg. East 240 poles to a stake in the line of said grants, said stake being 60 poles North 20 deg. West from the third corner of these tracts; thence 80 deg. West 570 poles to a stake, said stake being 50 poles North 36 deg. East from a hickory, the Northeast corner of Curtis Sanders' tract; thence North 36 deg. East 300 poles to the beginning corner of Grant 1869; thence North 70 deg. East 340 poles to the BEGINNING. This being the land as described in deed from Charles T Bradley and Wife to A. W. Reid dated January 29, 1951 and recorded in Book 2-5, page 218, Macon County Records; and same as deed from A. W. Reid to Franklin Developers Inc., dated Mar. 1, 1951.

15 Sheet and punch mica will be prepared from ore, in Franklin, N.C., and shipped from there.

20 Exploration will be conducted to expose entire mica vein on the property, to prepare for maximum extraction of strategic ruby mica.

21 Proposed exploratory work explained in answer to No. 7 of Form MF-100. Work will require 90 days to complete.

22. Statement of geological basis of project is attached.

FORM MF-103 FRANKLIN DEVELOPERS INC. FRANKLIN, N.C.

CAMPBELL MINE

23. REQUIREMENTS & COST:

ITEM		EACH DAILY	TOTAL
(a) LABOR:	1 Foreman	$20.00	$ 1800.00
	2 Miners	12.00	2160.00
	6 Laborers	10.00	5400.00
	2 Truck Drivers	12.00	2160.00
	1 Bulldozer Operator	24.00	2160.00
	1 Power Shovel Operator	24.00	2160.00
Total Labor			$ 15840.00
(b)	1 Supertindent	25.00	2250.00
(d)	Mica House & Blacksmith Shop (w/equipment)		2500.00
(e)	Air Compressor & 2 Jackhammer Drills		3660.00
	Steel & Small Tools		1200.00
	Pump & Hose Lines		850.00
	Dump Trucks (2)		6000.00
	D-6 Bulldozer		15000.00
	Power Shovel Loader		8500.00
(g)	Dump Truck (delivery service) 40 days @ 25.0		1000.00
	Jeep - $6.00 per day		540.00
(h)	Materials & Supplies:		
	Powder, Fuse, etc. ($15.00 per day)		1350.00
	Gas & Oil for equipment ($35.00 per day)		3150.00
TOTAL REQUIREMENTS			$ 61840.00

24. With concentrated effort, the exploratory work can be done in the time estimated - 90 days. Time schedule and money expected to be spent:

REQUIREMENTS	LABOR	EQUIPMENT	RENTALS	SUPPLIES	TOTAL
Immediate		37710.-		1000.-	38710.-
20 Days	6000.-		500.-	1000.-	7500.-
40 Days	6000.-		500.-	1000.-	7500.-
60 Days	6090.-		540.-	1500.-	8130.-
	18090.-	37710.-	1540.-	4500.-	61840.-

* * * * * *

FORM MF-103 FRANKLIN DEVELOPERS INC. FRANKLIN, N.C.

CAMPBELL MINE

5/4/51 STATEMENT BY:

A. W. REID - PRACTICAL GEOLOGIST & MINING ENGINEER

For more than 30 years I have mined and operated properties for practically all minerals and have a complete knowledge of all procedures incident thereto; as well as those connected with the processing of ores for intended purposes.

Most of my activities have been devoted to a study of MICA pegmatites and their structures, as appear in the western section of North Carolina. Earth movements and eruptions, over centuries, have resulted in the formation of "mountains" of this mineral throughout the area. Outcroppings are extremely common. These give evidence of practical working, but each location must be examined, tested and considered - as to vein dip, width, depth and quality.

All mining properties in the Franklin district lie WITHIN the main Mica Lead of Western North Carolina and, even at depths of several hundred feet, have rarely become exhausted. (As a rule, the deeper veins are the widest and most prolific in hygrade STRATEGIC ruby mica). Production of the majority are recorded history. In every case where satisfactory results have not been accomplished, it has been directly traced to lack of experience and/or equipment.

Block (sheet and punch) mica is mined by shaft, tunnel and open-cut methods. I have completed a full study of this particular property and determined its requirements for maximum production. Initially, a large section of overburden must be removed to expose the greatest portion of the vein. This will allow for greatly increased releases at lowest costs. Removal of overburden will require approximately 90 days; with a bulldozer and power shovel. While this work is proceeding, existing tunnels and shafts should be cleaned out, enlarged and extended into a greater section of the vein. In connection therewith, pumps and hoists will later be needed. (Although properties in this district are high above the underground drainage area, moisture accumulation equipment must be employed as workings become deeper). As is the case with all these operations, a mica house and blacksmith shop is necessary; to store tools, drain mica blocks and sharpen jackhammer drill steel.

This particular property is one of the most extensive I have ever examined; filled with exceptionally large blocks of hygrade mica. A number of tunnels, over a period of more than 25 years, have been cut into the vein for a distance of more than 200 feet down the mountainside. Each has been a big producer. Uncovering the vein, for a distance of 1000 to 2000 feet will permit open-cut releases of tremendous quantities of the mineral for present requirements.

A. W. Reid

A. W. REID

Form MF-100
(March 1951)

U. DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

Form approved.
Budget Bureau No. 42-R1026.

GENERAL TECHNICAL DATA
FOR USE UNDER THE
DEFENSE PRODUCTION ACT OF 1950

NOT TO BE FILLED IN BY APPLICANT

Docket No. dma 1141 X

Date received 5-9-51

CAMPBELL MINE

FRANKLIN DEVELOPERS INC.
(P. O. BOX 489)
Main St. at Highlands Rd.
Franklin, North Carolina.

Name and address of applicant

Date May 4, 1951

INSTRUCTIONS

This form is to be filed with Defense Minerals Administration, Department of the Interior, Washington 25, D. C. It should be accompanied by appropriate application form when a specific type of Government assistance is requested, in the form of (1) loan, (2) purchase contract, (3) Government guarantee of a private loan, (4) Necessity Certificate pursuant to the provisions of Sec. 124-A (Amortization Deduction) of Internal Revenue Code, 1950, (5) priorities or allocation of mining equipment, and maintenance, repair and operating supplies, and (6) other forms of Government assistance that might arise under the Act. Submit four (4) signed copies of the form and accompanying papers. Name and address should be stamped or typed on each sheet of this form and all accompanying papers. *When a question is inapplicable it should be so stated on the form.* Additional sheets may be attached in answering any questions or in supplying additional information. (IF YOU CANNOT ANSWER A QUESTION, SO STATE.) If a question is answered elsewhere indicate where answered. It is not necessary to answer it again.

GENERAL TECHNICAL DATA

Supply the following information on separate sheets, arranged, numbered, and lettered as indicated:

1. Materials produced:
   (*a*) What are the chief mine, mill, or smelter products?
   (*b*) What are the byproducts, if any?
2. Name(s) and type(s) of mine(s), mill(s), smelter(s), refinery(ies), pit(s), quarry (ies), drilling operation(s). Include old names of property, if any. Show extent of workings, including the following:
   (*a*) Linear feet of shafts.
   (*b*) Linear feet of drifts and crosscuts.
   (*c*) Linear feet of tunnels or adits.
   (*d*) Linear feet of other mine openings (explain briefly).

   Indicate whether mine is flooded or not. Describe any pumping problems. Give size or productive capacity.
3. For each operation listed above supply the following:
   (*a*) Distance and direction from nearest town and shipping point.
   (*b*) Mining district.
   (*c*) Township, Section, Range.
   (*d*) County, State.
4. (*a*) State whether or not property is now in operation, and if in operation, by whom operated.
   (*b*) Are you operating this property as:
   - ☐ Owner.
   - ☐ Lessee.
   - ☐ Contractor.
5. Number of years in production _____

   If not in production or operation, estimated date when production will begin _____
6. Experience of operators:

   Describe the mining and general business experience of (*a*) the applicant, and (*b*) the person or persons who manage the project.
7. History:
   (*a*) Give a statement, as complete as possible, of previous exploration, development, operation, and production of property, with reasons for suspension of operation.
   (*b*) State briefly the known history and production of adjoining and neighboring properties.
   (*c*) Furnish any available (private) reports that may apply to this application, including results of mine examinations, recommended exploration and development, and metallurgical investigations.

8. Names and addresses of Officers, Directors, or Partners, and in addition thereto, the five largest stockholders if applicant is a corporation.

Name and Address (a)	Official Title (If officer is also director indicate by "D") (b)	Total of Annual Salary, Commissions, Bonuses, Etc., Received From Applicant and Affiliates During Last Fiscal Year (c)	Estimated Net Worth Outside of Interest in Applicant (d)	Number of Shares Held in Applicant Corporation: Common (e)	Number of Shares Held in Applicant Corporation: Preferred (f)	Life Insurance Carried for Benefit of Applicant: Amount (g)	Life Insurance Carried for Benefit of Applicant: Net Cash Surrender Value After Loans (h)
A. W. Reid	President						
Franklin, N.C.	D	0	45000.	10		0	
F. T. Siersma	Secy-Treas.						
Atlanta, Ga.	D	0	30000.	10		0	
Mildred Reid Miami, Fla.				5			
Helen Siersma Atlanta, Ga.				5			
	Total	0	x x x x x	30		x x x x x	x x x x x

If more lines are needed continue on separate sheet.

9. Capital Stock Issues:

For Corporate Applicants

Item	Authorized (a)	Outstanding (b)	Par Value (c)	Number of Shares Outstanding (d)	Dividend Rate Last Paid* (e)
Common stock	$ 100,000.	$ 3000.-	$ 100.-	30	0
Preferred stock	$	$	$		

*Indicate period covered. Incorporated 12/4/50.

10. Production: (Operations not yet started)

Item	Kind of Product (a)	1948 Total (b)	1949 Total (c)	1950 Total (d)	Present Average Monthly (e)
1. Quantity of product mined or quarried (Short, long, metric tons; barrels; pounds; etc.)					
2. Quantity of product processed (specify unit of measure and type of process)					
3. Quantity and grade of product sold or shipped (specify units of measure)					

11. Do you contemplate a change in the present average monthly rate of production? If so, state estimated maximum monthly production and basis of change.

12. Ore or Mineral Reserves:

(a) Describe the ore or [illegible]eral [illegible]osit briefly. Accompany the applic[illegible]n by [illegible] available report on the geology and ore reserves.

Strategic Ruby Mica. Description of deposit attached.

(*b*) If deposit is other than placer:

(1) Submit assay plans and/or sections showing location and size of proved (measured) and probable (indicated) ore or mineral reserve.

(2) State the tonnage (indicate type of ton) and grade of each class of ore reserve, as above, and show how computed. Tabulated total ore reserve as follows:

TOTAL ORE OR MINERAL RESERVES (Sheet & Punch Mica)

Ore or Mineral Reserve	Ore Estimated Tons (a)	Metal or Mineral Content Per Ton (Grade) (b)	Mineral Gross Value Per Ton (c)	Processed Recoverable Unit Value Per Ton (d)	Processed Estimated Cost of Production Per Ton (e)
Measured (proved)				$3.00 to	$1.75 to
Indicated (probable) (20 yrs.)	6320	40%	$250.-	$9.00	$7.00

(*c*) If placer:

(1) Give estimated total yardage and average marketable mineral content of each deposit.

(2) Submit map showing location of placer deposit and surrounding area, with all test holes or pits. Submit logs of each hole and test pit with depth and average value of each.

(3) Describe gravel, stating whether fine, medium or coarse; loose, tight, cemented, or frozen, and whether it contains stumps or boulders more than 1 foot in diameter; if so, how large, and in what proportion.

(4) Describe bedrock, giving type (granite, sandstone, shale, etc.) and state whether it is hard or soft, smooth, uneven or rough.

(5) Describe overburden, stating whether loose, tight, or cemented; fine or coarse textured; furnish estimate of average thickness and total amount.

(6) Tabulate the reserves using the form outlined above for ore or mineral reserves.

13. Access Roads:

Give road distances to shipping, supply and residence points, stating kind and condition of roads.

14. Water Supply:

State source and quantity of water available for operations and whether sufficient for all seasons of year.

15. Power:

State amount of power used, rate per hour, and source thereof.

16. Labor:

State number and classes (miners, muckers, millmen, etc.) of men employed during a recent representative payroll period.

17. Equipment and Facilities:

Describe present equipment on the property, including buildings. (State condition.) List major pieces of equipment now owned or controlled and in serviceable condition available for this operation.

18. Are there any particular conditions or circumstances affecting your operations that are not described above? If so, explain.

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.

FRANKLIN DEVELOPERS INC.
(Name of company)

By [signature]
(Signature of authorized official)

May 4, 1951
(Date)

Secretary
(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.

U. S. GOVERNMENT PRINTING OFFICE 16—63792-1

FORM MF-100 FRANKLIN DEVELOPERS INC. FRANKLIN, N.C.

CAMPBELL MINE GENERAL TECHNICAL DATA

1. Chief product is strategic Ruby Mica (sheet & Punch); by-products - Feldspar, etc.

2. CAMPBELL MINE. This property has been worked for more than 25 years; through a large number of tunnels andd shafts - extending from 40' to 100' into the vein. Mine is not flooded but water seepage will require some pumping. Will produce from 1000# to 2000# of sheet and punch mica daily - after exploratory work is completed.

3. Located 9 miles northeast of Town of Franklin and Railroad station. It is WITHIN the main western North Carolina Mica Belt; adjacent to proven, productive, mines. (Macon County, N. C.).

4. Property is not now in operation. Applicant is owner of mineral rights and mining privileges.

5. Operation will commence immediately upon granting of this loan application.

6. A. W. Reid, President, has been owner and operator of mines in this district for more than 30 years. Is fully acquainted with all phases of mining and processing. F. T. Siersma, Secretary & Treas., has been associated with the Mining Industry since 1947; is in charge of the Administrative Department.

7. See No. 1 above. Actual production records not available but large quantities of exceptionally large mica blocks (strategic ruby mica) have been extratted by all previous operations. Tunnels and shafts located over a large area of the property prove the location of vein - and its vastness. Work has always been discontinued because of lack of suitable machinery and equipment, and experience, to handle earth slides. Survey and examination by A. W. Reid has resulted in a knowledge of the ONLY practical manner in which to control this problem. About 35' of overburden must be removed; with the aid of a bulldozer and power shovel. The vein will be EXPOSED for a distance of 1000' to 2000' - 150 ' wide. This will permit open-cut mining, at lowest cost, and allow for quantity releases of the large blocks contained therein (some, in past releases, have weighed more than 1000 pounds). Further proof of production, of any mine located in this Main Mica Belt, is recorded in results of neighboring mines such as Rocky Face, Lyle Knob, Mill Knob, the Beasley Mines, etc. (all of which have been high producers).

12. Reserves have been calculated on the basis of 20 years work to exhaust same; with one shift per day. It is being contemplated to operate two daily shifts to release the mineral as quickly as possible - for Defense purposes.

13. 9 miles to shipping, supply and residence points. Property located on country road, one mile from State Highway 23.

14. Sufficient water supply on property for all needs.

CAMPBELL MINE GENERAL TECHNICAL DATA

15. Electric power is not required.

16. Operation not started; no employees on payroll.

17. No equipment or buildings on property. No equipment now owned.

18. This corporation was formed on December 4, 1951, to take over the properties of A. W. Reid and operate them for the release of hygrade strategic ruby mica. Additional properties have since been acquired. All are located WITHIN the main Mica Lead of western North Carolina. Applicant now holds title to eight (8) properties and controls two (2) leases containing thirty seven (37) mines in 2,041 acres. Total estimated reserves are close to 31,000 tons.

    A complete and exhaustive study of the Campbell Mine, together with the past personal experience of A. W. Reid - within it - produced the assurance that it is one of the very best properties in this district. Operations as outlined herein will result in releases of a large portion of strategic ruby mica as is presently required for National Defense. However, the principal mining period of the year is at hand and work should be commenced without delay.

* * * * * *

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
10/24		500
		500
10/25		140
		140
10/27		800
		120
		110
		100
		220

October 24, 1961

Memorandum to File

From: F. M. Murphy, Mining Engineer
Division of Minerals

INTERIOR DEPT.
OCT 25 1961
SOLICITOR

Subject: DMA-1141X (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107

The royalty period under the terms of this contract extends from August 13, 1951, to August 13, 1961.

Franklin Developers, Inc., did not produce any mica during the exploration period or subsequently. The property was sold to Carl Hubble and Henry Erlich, who operated the mine for a short time in 1955. B-K Associates, Inc., obtained a lease on the property in August 1957 and sold a small amount of mica. In a letter, dated January 25, 1960, Mr. Erlich advised OME that B-K Associates, Inc., intended to abandon the lease.

All royalty due ($346.43) on production at the time of the last Report of Royalty Review (January 25, 1961) has been paid.

Mr. Frank G. Lesure, USGS, in his inspection report of May 18, 1961, stated that from the appearance of the dumps and road, there has been no work done at the mine for several years.

In view of the above, it is recommended that this docket be closed.

RECEIVED
OCT 25 1961
ASSOC. SOLICITOR
MINERAL RESOURCES

F. M. Murphy

43683

FORM 6
2-59

REFERENCE SLIP
OFFICE OF MINERALS EXPLORATION

TO:	DATE	INITIALS
1. ~~Asso. Solicitor Rm. 6042~~		
2. Mr. Talbert, ~~Rm. 4443~~		
3. 120		
4. 110		
5. 100 (File to 220)		
FROM: W. R. Griswold	~~10/16~~ 10/24	

FOR: Check items for action desired

____ Action ____ ~~xxxxxxxxx~~ signature of Director
____ Approval ____ Investigate X Surname
____ Comment ____ Recommendations X Signature
____ Conference ____ Rewrite ____ File
____ Instructions ____ Your information

REMARKS:

DMA-1141X Idm-E107 Franklin Developers, Inc.

Royalty payment period expired August 13, 1961
Henry Erlich is present owner.
See Wm. A. Beck, USBM, Semi-Annual Report of Cert. Project, July 1, 1953 to Dec. 31, 1953, Franklin Developers, Inc. dissolved

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

M56300-59

RECEIVED
OCT 26 1961
ASSOC. SOLICITOR
MINERAL RESOURCES

June 27, 1957

Docket No. DMEA-1141-Mica
Contract No. Idm-E107
Property: Campbell Mine
Macon County, North Carolina

Application: Received May 25, 1951

Operator: Franklin Developers, Inc. (A. W. Reid, President)
P. O. Box 489
Franklin, North Carolina

Owner: Deed 3/1/51 to Franklin Developers, Inc. from A. W. Reid. Advised 11/25/51 A. W. Reid sole owner having bought out partners. He supervised the work.

Sold to: ~~Assignee:~~ Carl E. Hubble
205 West 27th Street
Baltimore, Maryland

New ~~Assignee~~ Owner of 1/2 interest: Henry Erlich and wife, Eughenia F. Erlich
3411 Wabash Avenue
Baltimore 15, Maryland
5648 Drumond St
Philadelphia 31 Pa

Certification of discovery or development dated August 4, 1952.

Three core drill holes totalling 502 feet. No estimate of DMEA reserves.
"The amount, quality, and size of mica of strategic grade cannot be determined from the cores" statement made in Field Team Final Report.
Logs infer that pegmatite with a mica-bearing zone 2 feet thick, 100 feet down dip and 140 feet long, was explored.

How much sold:

Report of Inspection of certified project, dated July 14, 1955, states: "One sale of half trimmed mica has been made to the Government Buying Depot. Payment for this sale had not been received at the time of this visit."

Received $74.68 on sale of $1,350.49 worth of mica, dated 7/6/55.
Received $119.15 on sale of $2,383.94 worth of mica, dated 8/24/55
Received $5.50 on sale of $110.00 worth of mica, dated 12/21/55

On April 1, 1957, Mr. Laurence advised Mr. Henry Erlich that a sale of 7.68 lbs. of sheet mica, for which $82.22 was received, had been sold to the Government Mica Buying Depot by Mr. Tom Jones, Route 4, Franklin, North Carolina, on June 7, 1956, for which no royalty has been recorded.

FILE COPY
SURNAME:

Hearne
Houk

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C. 600

July 28, 1952

Memorandum

To: Acting Administrator, DMEA

From: Non-Metallic Minerals Division, DMEA

Subject: Resume - Docket No. DMEA-1141 - Mica
Campbell Mine - Franklin Developers, Inc.
Macon County, North Carolina
Exploration Project Contract Idm-2107 - $3,600.00

5/25/51 Application received.
5/27/51 Application corrected by Mr. Frank Strama, Secretary.
6/3/51 Referred to Field Team, Region VII for examination.
6/26/51 Project recommended for approval by A. B. Parsons.
8/3/51 Received Field Report.
8/13/51 Contract signed covering:
Two - 150' core drill holes
One - 300' EX drill hole
Total estimated cost - $3,600.00
Time limit - 6 months.
2/11/52 Received Amendment No. 1, changing time limit to 12 months from date of contract.
3/11/52 Received Amendment No. 2 reducing drilling from 600 feet to 504 feet @ $5.35 per foot.
6/5/52 Received First and Final Progress Report from 3/17/52 to 5/16/52, date of completion.
Hole #1 - 170' long - Cut 5 thin pegmatites with book mica up to 2" diameter.
Hole #2 - 154' long - Cut 4' pegmatite at 140'. Mica in cores constitutes approximately 25% of pegmatite.
Hole #3 - 178' long - Cut 15' pegmatite at 60'.
Total expenses $3,196.40 - amount unspent $363.24.
7/22/52 Field Team approves certification. Notes uncertain status of ownership.
Certification of Discovery or Development issued.
Letter to A. M. Reid, President, transmitting Certification of Discovery.

Laurance J. Hearne
Non-Metallic Minerals Division

LJHearne:mp
cc: Docket File
Adm. Reading File
Operating Committee
Mr. Houk

MME Form 18
10-60

OFFICE OF MINERALS EXPLORATION

ANALYSIS OF ANNUAL REPORT
OF CERTIFIED PROJECT OR PROJECT UNDER ROYALTY AGREEMENT

Division of Minerals prepares in duplicate, files original in official docket, and sends copy -

To: (1) Code 110 (for verification or adjustment)
(2) Code 210

			Report Period To: 5-1-61
Docket No. 1141	Operator Franklin Developers		Contract No. 107
ORE ESTIMATES	Original DMEA or OME (From Final Report)	Revised DMEA or OME	Found by Operator after DMEA-OME work
Analysis			
Tons Found	7		
Tons Produced (Ore or Concentrate)			
Previously Reported	7		
This Period			
Tons Remaining	0		

Comments of Analyst:

Inactive at present

Prepared by W R Inamed Date 5/26/61

82444-60

DMEA Form 18
Feb. 58

DEFENSE MINERALS EXPLORATION ADMINISTRATION

ANALYSIS OF SEMIANNUAL REPORT OF CERTIFIED PROJECT

Prepare in duplicate. File original in Official Docket. Send copy

To: Statistics Branch (Code 210)

Report Period 1/1/58 - 7/1/58

From: Division of Nonmetallic Minerals

DMEA No.	Operator	Contract No.
1141	Franklin Developers, Inc.	Idm-E107

ORE ESTIMATES Mica - run-of-mine block

	Tons	Analysis	
DMEA	7.0	@ $600	$4200
Operator to date	--		
Total	7.0		
Production to date	7.0	@ $600	$4150
Ore in ground	0		

INVESTMENT Total $25,000

Type	Size		Feet	Cost
Shafts				
Winzes				
Drifts and Crosscuts	5 x 7		200	$6,000
Raises				
Drilling Diamond	Type BX	6 holes	1,046	$5,648.40
Rehabilitation	Description			

FACILITIES

Mine Plant		
Mill		
Roads		

REMARKS

Mica cut at 20 feet below present drift by diamond drilling
Intend to sink winze to recover this mica
Present operators state they have spent $25,000
$13,351.60 - Technical Services, rehabilitation and overhead.

Prepared by Walter C. Anderson Date 7/29/58

31398

$3,240 $3,600 $2,876.76

ANALYSIS MICA MR

ORE	DMEA	OPERATOR	TOTAL	PRODUCTION	AVAILABLE
MINERAL Mica	14,000 lbs		14,000	13,000	1,000

REQUEST FOR INFORMATION
FROM OPERATOR ON CERTIFIED PROJECT
AND PROJECT UNDER ROYALTY AGREEMENT

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

From: George C. Selfridge, Chief
~~Xxxxx OXXXXXXXX OME~~
Division of Field Operations
Office of Minerals Exploration
Department of the Interior
Washington 25, D. C.

Date: May 29, 1961

Concerning:
Docket No. DMEA-1141 (Mica)
Property Franklin Developers, Inc.
Campbell Mine
Location Macon County, North Carolina
Contract Idm-E107

OFFICIAL FILE COPY
O. M. E
RECEIVED JUN 7 1961

DATE	INITIALS	CODE
6/7	gad	VVO
		~~LVO~~
		~~600~~
		~~700~~

Mr. Henry Erlich
5648 Diamond Street
Philadelphia 31, Pennsylvania

With the certification of the exploration project identified above, you were asked to inform our office about changes in the status of the property and production from it.

To assist you to furnish this information and to assure the accuracy of our records, we ask that you answer the questions below and return ~~xxxxxxx~~ two copies to this office with copies of any pertinent documents.

George C. Selfridge 220
~~Field Officer~~
Chief, Division of Field Operations

1. Since 1/1/60, has there been a change in ownership, lease, or sublease about which the OME has not been notified? If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents. Yes ☐ No ☒

2. Since 1/1/60, has there been any production from the property?*Yes ☐ No ☒

A. If so and it was shipped, give name and address of purchaser?

Quantity — Value —

B. If stockpiled awaiting sale, state quantity, grade, and location.

Type	Quantity		Estimated Grade	Location
Ore	—	Tons		
Concentrates	—	Tons		
Other	—	Tons		

Submitted by:

Name Henry Erlich Title Co owner

Address 5648 Diamond St. Philadelphia 31, Pa. Date 6/5/61

MME Form 63 8-60 * Property means land subject to the contract. 79340-60
2 copies to Region IV (Mr. Laurence and Mr. Lynch)

360
270
126

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
WASHINGTON 25, D. C.

OFFICIAL FILE COPY
IN REPLY REFER TO:
O. M. E
RECEIVED MAY 22 1961

DATE	INITIALS	
5/23	gad	NVO
	ow leave	~~110~~
5/23		800
	gla	500
		220

May 18, 1961

Report of Inspection of Certified Project

Franklin Developers

Campbell mine, Macon County, N.C.
DMEA 1141
E107

All equipment has been removed from the Campbell mine by B-K Associates, Inc. The adit in which they worked is beginning to cave at the portal. According to Roy Fouts the mine was abandoned late in 1958.* He states that someone else did a little bulldozing afterwards but did not recover much mica. Judging from the appearance of the dumps and road, there has been no work done at the mine for several years.

Frank G. Lesure
Frank G. Lesure

Date Inspected
25 April 1961

* Ltr. 1/25/60 from land owner states that B-K Assoc. has advised him of intent to abandon.
Talbert 5/23/61

Write requiring Mr Henry Erlich covering 1960 Rental 5648 Diamond St Philadelphia 31, Pa.

Field final
inspection

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
3/16	GS	120
3/16	Johnson	110
		220

MAR 1 6 1961

Memorandum

To: Harold Kirkemo, Geologist, U. S. Geological Survey

From: George C. Selfridge, Chief, Division of Field Operations, OME

Subject: Expiring DMEA Contracts.

The following DMEA contracts, with dates, will expire during this calendar year:

No. 1 DMEA-1140 (Mica)
Pitt Mica Corporation
Reid-Mary Mine
Macon County, North Carolina
Contract Idm-E87
July 27, 1961

No. 2 DMEA-1141 (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107
August 13, 1961

No. 3 DMEA-1700 (Mica)
Fred D. Cabe
Cabe No. 1 (Roper) Mine
Macon County, North Carolina
Contract Idm-E116
August 17, 1961

No. 4 DMEA-1876 (Mica)
Yancey Mica Mines, Inc.
Cat Tail Mine
Yancey County, North Carolina
Contract Idm-E181
October 15, 1961

43683

Apparently there has been no production from the first since 1953, the second since 1958, the third since 1954, and the fourth since 1955.

If Mr. Leaure visits any of these properties on his proposed trip, we shall appreciate his comments regarding possible production since the dates mentioned above. We shall also appreciate any information on any other of our certified projects which he may visit while doing his field work.

(S) George C. Selfridge
(GCS)

GCSelfridge/hb (3/16/61)

Copy to: Dockets DMEA-1140, 1141, 1700, & 1876
Director's Reading File
GCSelfridge
Code 500

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
1/31	SCS	120
1-31	gad	220

JAN 3 1 1961

Memorandum

To: Chief, Fiscal Section, Division of Administrative Services, Office of the Secretary

From: Chief, Division of Field Operations, OME

Subject: DMEA-1141 (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107

Attached for your files is the original of a Report of Royalty Review on the subject contract.

/s/ George C. Selfridge (2/2)

Attachment

GCSelfridge/hb (1/30/61)
Copy to: Docket DMEA-1141
Director's Reading File
CA & A Division
G. C. Selfridge
Region IV (1) w/cy of Report of Royalty Review dtd 1/25/61

43683

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
1/31	[illegible]	120
1-31	gad	220

JAN 3 1 1961

B-K Associates, Inc.
43 South Liberty Street
Baltimore, Maryland

Re: DMEA-1141 (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107

Gentlemen:

Enclosed for your information and records is a copy of a Report of Royalty Review dated January 25, 1961, prepared by our Division of Contract Administration and Audit.

Sincerely yours,

/s/ George C. Selfridge

Enclosure

Chief, Division of Field Operations (SEE)

GCSelfridge/hb (1/30/61)
Copy to: Docket DMEA-1141
Director's Reading File
CA & A Division
G. C. Selfridge
Region IV (1)

43683

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
1/31	GCS	120
1-31	gad	220

JAN 3 1 1961

Mr. Henry Erlich
5648 Diamond Street
Philadelphia 31, Pennsylvania

Re: DMEA-1141 (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107

Dear Mr. Erlich:

Enclosed for your information and records is a copy of a Report of Royalty Review dated January 25, 1961, prepared by our Division of Contract Administration and Audit.

Sincerely yours,

/s/ George C. Selfridge (HB)

Chief, Division of Field Operations

Enclosure

GCSelfridge/hb (1/30/61)
Copy to: Docket DMEA-1141
Director's Reading File
CA & A Division
G. C. Selfridge
Region IV (1)

43683

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
1-27	gad	220
		500

JAN 25 1961

Memorandum

To: Chief, Division of Field Operations

From: E. D. Talbert, Acting Chief (Signed) E. D. Talbert
Contract Administration and Audit Division

Subject: DMEA-1141 (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract Idm-E107

Attached are the original and three copies of a Report of Royalty Review on the subject contract administered by Region IV. If you concur in the facts as stated in this report, distribution should be made as follows:

(a) Original to the Fiscal Section, Division of Administrative Services, Office of the Secretary;
(b) One copy to Henry Erlich, the present owner of the contract property;
(c) One copy to B-K Associates, Inc., the lessee and producer during the period covered by the review; and
(d) One copy to Region IV.

As evidence of your concurrence, a copy of your letters to Henry Erlich and B-K Associates, Inc., should be furnished this Division. On the other hand, if for any reason you do not concur, please return the original and all copies to this Division with your comments.

Attachments

EDTalbert/ama
January 25, 1961

Copy to: Docket
Director's Reading File
CA & A Division
Mr. Rothrock

43683

OFFICIAL FILE COPY
O. M. E.
RECEIVED JUL 6 1960

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
ROOM 11 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

OFFICIAL FILE COPY
O. M. E.
RECEIVED FEB 1 1960

DATE	INITIALS	CODE
2-1	gad	220
2/1	[illegible]	800
1.	[illegible]	~~500~~
		225

January 27, 1960

Mr. Henry Erlich
5648 Diamond Street
Philadelphia 31, Penna.

Re: DMEA-1141 (mica)
Franklin Developers, Inc.
Campbell Mine, Macon County, N.C.
Contract No. Idm-E107

Dear Mr. Erlich:

As requested in your letter of January 25, here is a list of sales made by B-K Associates since August 1957 on which royalties have been paid to the Government:

*February 1958	(scrap)	$18.52
February 1958	(to GSA)	144.97
September 1958	(to GSA)	178.46
September 1958	(punch)	19.92
April 1959	(GSA)	2,362.95
April 1959	(punch)	217.26

*(These are dates of royalty payments; not sale dates)

Royalty on these sales, at 5% amounts to $147.10, and we have received this amount from B-K Associates, Inc. We do not know of any other royalties due, but Mr. Lynch is making the semi-annual inspections this week, and we will advise you if he reports that any royalties are due, when he returns to Knoxville next week.

We have not received an application from B-K Associates, Inc., for assistance in further exploration at the Campbell mine.

Very truly yours,

Robert A. Laurence
Executive Officer, OME
Region V

RAL/sm
cc. Opr. Com-2
Lynch
Files

RECEIVED
JAN 27 1960
U.S. BUREAU OF MINES
DEF MIN ADM
Knoxville, Tennessee

OFFICIAL FILE COPY
O. M. E.
RECEIVED FEB 1 1960
DATE | INITIALS | CODE

January 25th, 1960

Mr. J. V. Lynch
Acting Executive Officer, DME, Region V
RoOm 2B, Post Office Bldg
Knoxville, Tenn.

Subject: Docket No. DMEA-1141-Mica
Idm E-107
Campbell Mine, Macon Co, N.C.

Dear Sir:

You are probably familiar with the fact that BK Associates, Inc. of Baltimore, Maryland have leased from us the above mine for operation on a royalty basis, since August 1957. Under the terms of the lease they were also to pay the 5% royalties on all mineral production due your office.

We are presently advised that the corporation intends to abandon the lease. We are very anxious that the 5% royalties, if any, due from theirkoperations be fully paid and therefore will appreciate your advising us, whether any payments have been made by this corporation since August, 1957 and whether according to your available records are still due. We also understand that during the past year DK Associates, Inc. were considering to apply for another exploration loan to your office and in fact had us as owners sign form for such purpose. We would appreciate your advising us whether such application was made and if so whether any action was taken by you on this matter.

Thanking you inadvance for this favor, I remain,

Very truly yours,

HENRY ERLICH
5648 Diamond Street
Philadelphia 31, PA.

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
ROOM 2-B POST OFFICE BLDG.
KNOXVILLE 2, TENN.

OFFICIAL FILE COPY
O. M. E.
RECEIVED APR 27 1959

DATE	INITIALS	CODE
4/27	G	220
		600

April 24, 1959

Memorandum

To: Finance Officer, Region V - Norris, Tennessee

From: Acting Executive Officer, OME - Region V

Subject: Royalty Payment - DMEA-1141X, Idm-E107-mica.
B & K Associates, Operators. Franklin, N.C.
Campbell Mine, Macon County, North Carolina

Attached are settlement sheets in the amount of $2,580.21 for mica sold from the subject mine, and their check for 5% royalty in the amount of $129.01.

V. J. Lynch

zm.
cc
F. Johnson OME
Lynch
Laurence

1,146.64
310.62
328.11
577.58

2,362.95
punch recap 217.26

2,580.21
5
1290105

B-K Associates, Inc.

250 W. PALMER ST.
FRANKLIN, N. C.

OFFICIAL FILE COPY
O. M. E.
RECEIVED APR 27 1959
DATE | INITIALS | SUBJ

April 21, 1959

UNITED STATES DEPARTMENT OF THE INTERIOR
Office of Minerals Exploration
Room 2-B Post Office Bldg.
Knoxville, Tenn.

Dear Sir:

Enclosed please find check for the amount of $ 129.01 for royalty to date.

217.26	Punch & Scrap @ 5 %	10.86
		118.15
		$ 129.01

Yours truly,

Clyde C. Drake

RECEIVED
APR 24 1959
U. S. Geological Survey
Geologic Division
Knoxville, Tenn.

DMEA-1141

FORM APPROVED BY COMP. GEN., U.S. MARCH 25, 1957

GENERAL SERVICES ADMINISTRATION

FINAL SETTLEMENT - MICA PURCHASE

MICA PURCHASE DEPOT - [redacted]

PROGRAM A [redacted] B

DATE PURCHASED 12-15-58 [redacted]

ACCEPTANCE NUMBER [redacted]

CERTIFICATE AUTHORIZATION NUMBER	LOT NUMBER	VOUCHER NUMBER	SCHEDULE NUMBER
[redacted] A ✓	[redacted] (a) ✓		

EVALUATION DATA

RUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT	
GOOD STAINED AND BETTER							
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$	
GRADES NO. 4 AND 5			.50	[redacted] ✓	40.00	[redacted] ✓	20.00
GRADES NO. 5½ AND 6			4.94	[redacted] ✓	17.70	[redacted] ✓	87.44
STAINED							
GRADES NO. 3 AND LARGER		12.00			31.90		
GRADES NO. 4 AND 5		5.00	2.97	[redacted] ✓	18.25	[redacted] ✓	54.20
GRADES NO. 5½ AND 6		3.00	18.47	[redacted] ✓	7.55	[redacted] ✓	139.45
HEAVY STAINED							
GRADES NO. 3 AND LARGER		8.00			14.80		
GRADES NO. 4 AND 5		4.00	.37	[redacted] ✓	6.85	[redacted] ✓	2.53
GRADES NO. 5½ AND 6		2.00	3.74	[redacted] ✓	4.00	[redacted] ✓	14.96
TOTALS			$			$	

NONRUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT
GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$
GRADES NO. 4 AND 5					40.00	
GRADES NO. 5½ AND 6					17.70	
STAINED						
GRADES NO. 3 AND LARGER		9.60			25.55	
GRADES NO. 4 AND 5		4.00			14.60	
GRADES NO. 5½ AND 6		2.40			6.55	
HEAVY STAINED						
GRADES NO. 3 AND LARGER		6.40			11.85	
GRADES NO. 4 AND 5		3.20			5.45	
GRADES NO. 5½ AND 6		1.60			4.00	
TOTALS			$			$

TOTAL YIELD AND VALUE	[redacted] RUBY [redacted] NONRUBY (Half trim plus full 58%)	[redacted] ✓ LBS.	$ [redacted] ✓ 318.58
ADJUSTED VALUE WHEN LESS THAN 18% GS & B (ABOVE VALUE $ [redacted] X [redacted] ÷ 18)			$ [redacted] ✓ 310.62
FOR PROGRAM B, DEDUCT $4.00 PER POUND FOR RIFTING AND TRIMMING			
FINAL BASIS FOR PAYMENT			$ [redacted] ✓ 310.62
LESS: INITIAL PAYMENT	VOUCHER NUMBER	SCHEDULE NUMBER	[redacted] ✓ 191.17
BALANCE DUE [redacted] SELLER [redacted] GOVERNMENT			$ [redacted] ✓ 119.45

NAME AND LOCATION OF MINE

[redacted], Mason County, N. C.
[redacted] 17.[redacted] ✓

PROCESSED FOR PAYMENT (LBS.)	30.99 [redacted] ✓
PROCESSED - NO PAYMENT (LBS.) THINS	
BLACK (Dots, Spots, Stained)	
UNDERSIZED	08
PROCESSING LOSS	[redacted] ✓
TOTAL POUNDS PURCHASED	31.07 [redacted] ✓

SELLER'S NAME AND ADDRESS (Type or print)

[redacted] Associates
[redacted] West Palmer Street
Franklin, N. C.

APPROVED

DEPOT SUPERINTENDENT

DATE 2-9-59 [redacted] ✓

GSA WASH D C 58-3177

GSA FORM 1013a SEPTEMBER 1957

DMEA-1141X, I&M-107
Campbell Mine

FORM APPROVED BY COMP. GEN. U.S. MARCH 25, 1957

GENERAL SERVICES ADMINISTRATION

FINAL SETTLEMENT - MICA PURCHASE

MICA PURCHASE DEPOT - [redacted]

PROGRAM: [redacted] A [redacted] B

DATE PURCHASED: [redacted]

ACCEPTANCE NUMBER: [redacted]

CERTIFICATE AUTHORIZATION NUMBER: [redacted]-3-47 A

LOT NUMBER: [redacted]

VOUCHER NUMBER:

SCHEDULE NUMBER: [redacted]

EVALUATION DATA

RUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT	
GOOD STAINED AND BETTER							
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$	
GRADES NO. 4 AND 5			1.69	[redacted]	40.00	[redacted]	67.60
GRADES NO. 5½ AND 6			10.38	[redacted]	17.70	[redacted]	183.73
STAINED							
GRADES NO. 3 AND LARGER		12.00	.03	[redacted]	31.90	[redacted]	.96
GRADES NO. 4 AND 5		5.00	5.78	[redacted]	18.25	[redacted]	105.49
GRADES NO. 5½ AND 6		3.00	26.28	[redacted]	7.55	[redacted]	198.41
HEAVY STAINED							
GRADES NO. 3 AND LARGER		8.00			14.80		
GRADES NO. 4 AND 5		4.00	.88	[redacted]	6.85	[redacted]	6.03
GRADES NO. 5½ AND 6		2.00	3.84	[redacted]	4.00	[redacted]	15.36
TOTALS			$			$	

NONRUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT
GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$
GRADES NO. 4 AND 5					40.00	
GRADES NO. 5½ AND 6					17.70	
STAINED						
GRADES NO. 3 AND LARGER		9.60			25.55	
GRADES NO. 4 AND 5		4.00			14.60	
GRADES NO. 5½ AND 6		2.40			6.55	
HEAVY STAINED						
GRADES NO. 3 AND LARGER		6.40			11.85	
GRADES NO. 4 AND 5		3.20			5.45	
GRADES NO. 5½ AND 6		1.60			4.00	
TOTALS			$			$

TOTAL YIELD AND VALUE [X] RUBY [ ] NONRUBY (*Half trim plus full trim*) [redacted] LBS. $ [redacted] 577.58

ADJUSTED VALUE WHEN LESS THAN 18% GS & B (ABOVE VALUE $ _____ X _____ ÷ 18) $

FOR PROGRAM B, DEDUCT $4.00 PER POUND FOR RIFTING AND TRIMMING

FINAL BASIS FOR PAYMENT $ [redacted] 577.58

LESS: INITIAL PAYMENT VOUCHER NUMBER SCHEDULE NUMBER [redacted] 321.79

BALANCE DUE [X] SELLER [ ] GOVERNMENT $ [redacted] 255.79

NAME AND LOCATION OF MINE

Campbell, Mason County, N. C.

% GS & B [redacted]

PROCESSED FOR PAYMENT (LBS.)	48.88 [redacted]
PROCESSED - NO PAYMENT (LBS.) THINS	
BLACK (*Dots, Spots, Stained*)	
UNDERSIZED	06
PROCESSING L[redacted]	[redacted]
TOTAL POUNDS PURCHASED	48.82 [redacted]

SELLER'S NAME AND ADDRESS (*Type or print*)

[redacted]-X Associates, Inc/
[redacted] West Palmer Street
Franklin, N. C.

APPROVED

DEPOT SUPERINTENDENT

DATE [redacted]

DMEA-1141X, IdME-107

Campbell mine

GSA WASH D C 58-3177

GSA FORM 1013a SEPTEMBER 1957

FORM APPROVED BY CONT. REN. U.S. MARCH 25, 1957

GENERAL SERVICES ADMINISTRATION

FINAL SETTLEMENT - MICA PURCHASE

MICA PURCHASE DEPOT - [redacted]	PROGRAM [X] A [ ] B	DATE PURCHASED 1-8-59	ACCEPTANCE NUMBER [redacted]
CERTIFICATE AUTHORIZATION NUMBER [redacted]	LOT NUMBER [redacted]	VOUCHER NUMBER	SCHEDULE NUMBER

EVALUATION DATA

RUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT	
GOOD STAINED AND BETTER							
GRADES NO. 3 AND LARGER		$	$ .03	[redacted]	$ 70.00	$ [redacted]	2.10
GRADES NO. 4 AND 5			2.69	[redacted]	40.00	[redacted]	107.60
GRADES NO. 5½ AND 6			17.32	[redacted]	17.70	[redacted]	306.56
STAINED			26.04				
GRADES NO. 3 AND LARGER		12.00	.19	[redacted]	31.90	[redacted]	6.06
GRADES NO. 4 AND 5		5.00	12.66	[redacted]	18.25	[redacted]	231.05
GRADES NO. 5½ AND 6		3.00	56.12	[redacted]	7.55	[redacted]	423.71
HEAVY STAINED							
GRADES NO. 3 AND LARGER		8.00			14.80		
GRADES NO. 4 AND 5		4.00	3.37	[redacted]	6.85	[redacted]	23.08
GRADES NO. 5½ AND 6		2.00	11.62	[redacted]	4.00	[redacted]	46.48
TOTALS			$			$	

NONRUBY

GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$
GRADES NO. 4 AND 5					40.00	
GRADES NO. 5½ AND 6					17.70	
STAINED						
GRADES NO. 3 AND LARGER		9.60			25.55	
GRADES NO. 4 AND 5		4.00			14.60	
GRADES NO. 5½ AND 6		2.40			6.55	
HEAVY STAINED						
GRADES NO. 3 AND LARGER		6.40			11.85	
GRADES NO. 4 AND 5		3.20			5.45	
GRADES NO. 5½ AND 6		1.60			4.00	
TOTALS			$	104.00		$

TOTAL YIELD AND VALUE [X] RUBY [ ] NONRUBY (Half trim plus full trim) [redacted] LBS. $ [redacted] 1146.64

ADJUSTED VALUE WHEN LESS THAN 18% GS & B (ABOVE VALUE $ _____ X _____ + 18) $

FOR PROGRAM B, DEDUCT $4.00 PER POUND FOR RIFTING AND TRIMMING

FINAL BASIS FOR PAYMENT $ [redacted] 1146.64

LESS: INITIAL PAYMENT VOUCHER NUMBER SCHEDULE NUMBER [redacted] 802.78

BALANCE DUE [X] SELLER [ ] GOVERNMENT $ [redacted] 343.86

NAME AND LOCATION OF MINE

Campbell, Macon County, N. C.

X GS & B 19.27

SELLER'S NAME AND ADDRESS (Type or print)

B-K Associates, Inc.
250 West Palmer Street
Franklin, N. C.

PROCESSED FOR PAYMENT (LBS.)	104.00 [redacted]
PROCESSED - NO PAYMENT (LBS.) THING	
BLACK (Dots, Spots, Stained)	
UNDERSIZED	11
PROCESSING LOSS	[redacted]
TOTAL POUNDS PURCHASED	104.11 [redacted]

APPROVED

DEPOT SUPERINTENDENT [signature]

DATE [redacted]

DMEA-1141X, Form E 107

Campbell mine

GSA WASH D C 58-3177

3-6-59 GSA FORM 1013a SEPTEMBER 1957

FORM APPROVED BY COMP. GEN. U.S. MARCH 25, 1957

GENERAL SERVICES ADMINISTRATION

FINAL SETTLEMENT - MICA PURCHASE

MICA PURCHASE DEPOT - [redacted]

PROGRAM: [X] A [ ] B

DATE PURCHASED: 11-21-58 [redacted]

ACCEPTANCE NUMBER: [redacted]

CERTIFICATE AUTHORIZATION NUMBER	LOT NUMBER	VOUCHER NUMBER	SCHEDULE NUMBER
[redacted] A	[redacted]	O.M.E.	

EVALUATION DATA

RUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT	
GOOD STAINED AND BETTER							
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$	
GRADES NO. 4 AND 5			.59	[redacted]	40.00	[redacted]	21.20
GRADES NO. 5½ AND 6			5.86	[redacted]	17.70	[redacted]	103.37
STAINED			6.43				
GRADES NO. 3 AND LARGER		12.00	.04	[redacted]	31.90	[redacted]	1.28
GRADES NO. 4 AND 5		5.00	3.32	[redacted]	18.25	[redacted]	60.59
GRADES NO. 5½ AND 6		3.00	17.12	[redacted]	7.55	[redacted]	129.26
HEAVY STAINED							
GRADES NO. 3 AND LARGER		8.00			14.80		
GRADES NO. 4 AND 5		4.00	.48	[redacted]	6.85	[redacted]	3.29
GRADES NO. 5½ AND 6		2.00	2.28	[redacted]	4.00	[redacted]	9.12
TOTALS			$			$	

NONRUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT	
GOOD STAINED AND BETTER							
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$	
GRADES NO. 4 AND 5					40.00		
GRADES NO. 5½ AND 6					17.70		
STAINED							
GRADES NO. 3 AND LARGER		9.60			25.55		
GRADES NO. 4 AND 5		4.00			14.60		
GRADES NO. 5½ AND 6		2.40			6.55		
HEAVY STAINED							
GRADES NO. 3 AND LARGER		6.40			11.85		
GRADES NO. 4 AND 5		3.20			5.45		
GRADES NO. 5½ AND 6		1.60			4.00		
TOTALS			$	29.61		$	

TOTAL YIELD AND VALUE [X] RUBY [ ] NONRUBY (*Half trim plus full trim*) [redacted] LBS. $ [redacted] 328.11

ADJUSTED VALUE WHEN LESS THAN 18% GS & B (ABOVE VALUE $ _____ X _____ ÷ 18) $

FOR PROGRAM B, DEDUCT $4.00 PER POUND FOR RIFTING AND TRIMMING

FINAL BASIS FOR PAYMENT $ [redacted] 328.11

LESS: INITIAL PAYMENT VOUCHER NUMBER SCHEDULE NUMBER [redacted] 227.94

BALANCE DUE [X] SELLER [ ] GOVERNMENT $ [redacted] 100.17

NAME AND LOCATION OF MINE

Campbell, Mason County, N. C.
[redacted]

PROCESSED FOR PAYMENT (LBS.)	29.61 [redacted]
PROCESSED - NO PAYMENT (LBS.) THINS	
BLACK (*Dots, Spots, Stained*)	
UNDERSIZED	52
PROCESSING LOSS	[redacted]
TOTAL POUNDS PURCHASED	30.13 [redacted]

SELLER'S NAME AND ADDRESS (*Type or print*)

[redacted]
Franklin, N. C.

APPROVED

DEPOT SUPERINTENDENT

1-22-59

DATE [redacted]

DMEA-1141X, IdME 107

Campbell Mine

GSA WASH D C 58-3177

GSA FORM 1013a SEPTEMBER 1957

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

ROOM 2-B POST OFFICE BLDG.
KNOXVILLE 2, TENN.

March 25, 1959

OFFICIAL FILE COPY
O. M. E.
RECEIVED MAR 27 1959

DATE	INITIALS	CODE
3/27	C	220
3/30	Hook	600

Mr. Clyde C. Drake
B. K. Associates, Inc.
250 West Palmer St.
Franklin, N. C.

Re: Docket No. DMEA-1141, Idm-E107-mica.
Franklin Developers, Inc.
Campbell Mine, Macon County, N.C.

Dear Mr. Drake:

A recent check of the mica sales to the Government Buying Depot at Spruce Pine, North Carolina, disclosed that your company has made four sales totaling $2,362.95 on which the Government has not received its 5 percent royalty. Royalty is also due on any sales of punch and scrap obtained in processing the above mica. The four sales mentioned above are listed below:

Date	Lot No.	Pounds	Prelim. Pay't	Final pay't	Total
11-4-58	329	48.82	$321.79	$255.79	$ 577.58
11-21-58	372	30.13	277.94	100.17	328.11
12-15-58	426	31.07	191.17	119.45	310.62
1-8-59	473	104.11	802.78	343.86	1,146.64
		214.13	1,543.68	819.27	$2,362.95

Please send us your check in the amount of $118.15, as 5 percent royalty on the above sales and add the royalty due on any other mica sold.

Make the check payable to the Defense Minerals Exploration Administration and enclose copies of settlement sheets on all sales.

In the future, it would be appreciated if royalty payments were made promptly upon receipt of the final settlement.

Sincerely yours,

ACTING EXECUTIVE OFFICER
OME - REGION V

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION
ROOM 2-B POST OFFICE BLDG.
KNOXVILLE 2, TENN.

November 12, 1958

OFFICIAL FILE COPY
O. M. E.

11/15 C 220 600

Memorandum

To: Finance Officer, OME - Region V - Norris, Tenn.

From: Acting Alternate Executive Officer, OME - Knoxville

Subject: Royalty Payment - Idm-E107, DMEA-1141X-mica.
B-K Associates, present operators.
Campbell Mine, Macon County, North Carolina

Attached are settlement sheets in the amount of $198.38; and a check for 5% of the sales in the amount of $9.92 royalty, to be credited to the contract,

Wm. A. Beck

zm.
cc.

Acting Director-OME
Lynch
Files

DEPA 1141X

17846
1992

19838
19838
05

99190

FORM APPROVED BY COMP. GEN. U.S. MARCH 25, 1957

GENERAL SERVICES ADMINISTRATION

FINAL SETTLEMENT - MICA PURCHASE

MICA PURCHASE DEPOT - [illegible]

OFFICIAL FILE COPY

RECEIVED NOV 18 1958

PROGRAM	DATE PURCHASED	
O. M. E.	9-23-58	
VOUCHER NUMBER	SCHEDULE NUMBER	

CERTIFICATE AUTHORIZATION NUMBER	LOT NUMBER	VOUCHER NUMBER	SCHEDULE NUMBER
[illegible]-947 A	[illegible]-227 (a)		

EVALUATION DATA

RUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT
GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$	.15	$ 70.00	$
GRADES NO. 4 AND 5				.28	40.00	11.20
GRADES NO. 5½ AND 6				4.12	17.70	72.92
STAINED						
GRADES NO. 3 AND LARGER		12.00		.01	31.90	.32
GRADES NO. 4 AND 5		5.00		1.03	18.25	18.25
GRADES NO. 5½ AND 6		3.00		9.41	7.55	71.05
HEAVY STAINED						
GRADES NO. 3 AND LARGER		8.00		.01	14.80	.15
GRADES NO. 4 AND 5		4.00		.34	6.85	2.33
GRADES NO. 5½ AND 6		2.00		.56	4.00	2.24
TOTALS			$			$

NONRUBY

GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$
GRADES NO. 4 AND 5					40.00	
GRADES NO. 5½ AND 6					17.70	
STAINED						
GRADES NO. 3 AND LARGER		9.60			25.55	
GRADES NO. 4 AND 5		4.00			14.60	
GRADES NO. 5½ AND 6		2.40			6.55	
HEAVY STAINED						
GRADES NO. 3 AND LARGER		6.40			11.85	
GRADES NO. 4 AND 5		3.20			5.45	
GRADES NO. 5½ AND 6		1.60			4.00	
TOTALS			$			$

TOTAL YIELD AND VALUE	☒ RUBY ☐ NONRUBY (*Half trim plus full trim*)	15.73 LBS.	$ 178.46
ADJUSTED VALUE WHEN LESS THAN 18% GS & B (ABOVE VALUE $ _____ X _____ ÷ 18)			$ 178.46
FOR PROGRAM B, DEDUCT $4.00 PER POUND FOR RIFTING AND TRIMMING			
FINAL BASIS FOR PAYMENT			$ 178.46
LESS: INITIAL PAYMENT	VOUCHER NUMBER	SCHEDULE NUMBER	80.22
BALANCE DUE ☒ SELLER ☐ GOVERNMENT			$ 98.24

NAME AND LOCATION OF MINE

[illegible], [illegible] County, [illegible]

[illegible] 21.37

PROCESSED FOR PAYMENT (LBS.)	15.73
PROCESSED - NO PAYMENT (LBS.) THINS	
BLACK (*Dots, Spots, Stained*)	
UNDERSIZED	[illegible]
PROCESSING LOSS	[illegible] .04
TOTAL POUNDS PURCHASED	15.69

15.69

SELLER'S NAME AND ADDRESS (*Type or print*)

[illegible] Associates, Inc.
[illegible] West [illegible] Street
Franklin, [illegible]

Sold to: Duncan Minerals Co. Spruce Pine
249 lbs. Pennsylvania @ 8¢ = 19.92

APPROVED

DEPOT SUPERINTENDENT

DATE 10-13-58

GSA WASH D C 58-3177

GSA FORM 1013a
SEPTEMBER 1957

AEA Form 7
(12-56)

OFFICIAL FILE COPY

Date	Surname	Code
6/10	Houk	600
"	Johnson	110
"	Mittendorf	100
6/11	C	220
		600

JUN 11 1958 600

Mr. Clyde C. Drake
250 West Palmer Street
Franklin, North Carolina

Re: Docket No. DMEA-1141-Mica
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract No. Idm-E107

Dear Mr. Drake:

Reference is made to your letter of June 4, 1958, requesting the results of the diamond drilling at the Campbell Mine in Macon County, North Carolina, under Docket No. DMEA-1141, Contract No. Idm-E107.

The results of the core drilling in 1952 are considered confidential and are not made available to others without the consent of Franklin Developers, Incorporated. Mr. Andrew W. Reid or the present Owners, Mr. and Mrs. Henry Erlich, 5648 Diamond Street, Philadelphia 31, Pennsylvania, and Mr. Carl E. Hubble, 205 West 27th Street, Baltimore, Maryland, can, no doubt, supply you with the reports on the drilling program and the logs of the holes.

Sincerely yours,

C. O. Mittendorf (for)

Administrator

LGHouk:rsi 6/10/58
Copy to: Admr. R. File
Field Team, Region V
Mr. Kiilsgaard, 5222
Mr. Dietrich, 3061
Mr. Houk

8623

OFFICIAL FILE COPY

Date	Surname	Code
6/10	Houk	600
		110
		100
		220

600

Mr. Clyde C. Drake
250 West Palmer Street
Franklin, North Carolina

Re: Docket No. DMEA-1141-Mica
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract No. Idm-E107

Dear Mr. Drake:

Reference is made to your letter of June 4, 1958, requesting the results of the diamond drilling at the Campbell Mine in Macon County, North Carolina, under Docket No. DMEA-1141, Contract No. Idm-E107.

The results of the core drilling in 1952 are considered confidential ~~for the Government's information~~ and are not made available to ~~the public.~~ others without the consent of Franklin Developers, Inc. Mr. Andrew W. Reid or the present Owners, Mr. and Mrs. Henry Erlich, 5648 Diamond Street, Philadelphia 31, Pennsylvania, and Mr. Carl E. Hubble, 205 West 27th Street, Baltimore, Maryland, can ~~will~~, no doubt, supply you with the reports on the drilling program and the logs of the holes.

Sincerely yours,

Administrator

LGHouk:gad 6/10/58
Copy to: Admr. R. File
Field Team, Region V
Mr. Kiilsgaard, 5222
Mr. Dietrich, 3061
Mr. Houk

8623

DMEA EXPLORATION PROJECT

Semi-Annual Report of Certified Project

Reporting Period: January 1, 1958 to July 1, 1958.

Examined: June 24, 1958.

Operator: Franklin Developers, Inc. Franklin, North Carolina
Now owned by B. K. Associates, Inc., 43 S. Liberty St. Baltimore, Maryland.

Mine Name: Campbell Mine. County: Macon. State: North Carolina

Docket No: DMA-1141X. Contract No. Idm-E107. Commodity: Mica.

Date of Contract: August 13, 1951. Certified: August 4, 1952.

Expiration of Royalty Payments: August 13, 1961.

Total Amount of Contract: $3,600.00

Total Expenditures Under Contract: $3,196.40

Total Government Participation at 90%.....$2,876.76.

Royalty Paid this Period: $8.17. Previously Paid: $199.33.

Total Royalty Paid to Date: $207.50.

Percent Government Participation Repaid: 7.21%

Royalty Due on Production to Date: ?

Royalty Remarks: A quantity of scrap mica and some sheet is on hand but not sufficient to make a sale. Royalty has been paid on all sales made to date.

Estimate of DMEA Reserves: (Field Team Final Report): It is inferred that pegmatite with a mica bearing zone 2 feet thick, 100 feet downdip and 140 feet long was explored, with an average total mica content of at least 10 percent.

OFFICIAL FILE COPY
D.M.E.A.
RECEIVED JUL 7 1958

Production DMEA Ore this Period:

Type Mica	Pounds	Amount
Scrap	1,235.00	$18.52

DATE		CODE
7/7	C	220
7/7	Com	100
"	Tel	110
7/9	GBT	800
		600

Production DMEA Ore Previously Reported:

Type mica	Pounds	Amount
Sheet	509.92	$ 3,734.00
Punch	1,285.00	141.25
Scrap	17,085.00	256.28
	18,879.92	$4,131.53

Production DMEA Ore to Date:

Sheet	509.92	3,734.00
Punch	1,285.00	141.25
Scrap	18,320.00	274.80
	20,114.92	$4,150.05

Remarks: The B & K Associates, Inc., of 46,S. Liberty St., Baltimore, Maryland are still operating on this property. Carl E. Hubble and Henry Erlich and wife Eughenia F. have sold their interest in the property to the Corporation which is composed of Sidney C. Blumenthal and his son and a man by the name of Kahn of Blumenthal & Kahn Electrical Contractors in Baltimore., George P. Woodward and Lawrence Triplett of Baltimore and Clyde C. Drake of Franklin, North Carolina.

Sidney C. Blumenthal is President, George Woodward, Secretary and Treasurer, Lawrence Triplett, General Manager and Clyde C. Drake, Bookkeeper, Accountant and a Vice President.

Mr. Drake told the writer that they recently drilled 6 BX diamond drill holes on the property for a total of 1,046 feet. In one of the holes they cut a book of mica 2 feet thick. Thomasville Core Drilling Company of Thomasville, Pennsylvania did the drilling for about $5.40 per foot. No additional charges were made.

Mr. Triplet stated that the mica was cut about 20 feet below their present drift and he had instructions to sink a winze and go down and get the mica.

When the property was visited no one was about, they evidently had just blasted as powder fumes were in the air. About 100 pounds of poor quality mica was in powder boxes by the compressor. Upon conferring with Mr. Triplett in Franklin, it was learned that the adit was in over 300 feet. He said they were in pegmatite but were not getting much mica. They are planning to increase their operations by starting another adit at a lower elevation.

Wm. A. Beck, Mining Engineer
Bureau of Mines (DMEA)

z

July 2, 1958

250 W. PALMER ST.

TELEPHONE 47

CLYDE C. DRAKE
Accounting — General Insurance
Bookkeeping & Tax Service
FRANKLIN, N. C.

OFFICIAL FILE COPY
DMEA
RECEIVED JUN 9 1958

DATE	INITIALS	CODE
6-9	C	220
6/9	Yourh	600

June 4, 1958

U.S. Dept. of Interior
Defense Minerals Exploration Admin.
Washington, 25, D.C.

Re: Exploration Project Contract
#IDM-E 107 , dated Aug. 13, 1951
Docket # 1141X
With Franklin Developers Inc.
Franklin,North Carolina.

Gentlemen:

I have been employed by B-K Associates Inc.,of Baltimore, Maryland to handle their accounting and business admininstration here in Franklin, N.C. We have opened the Campbell Mine and the above mentioned exploration contract is filed against the future sales of the mine. This money was used by the Franklin Developers Inc. in 1952 for the purpose of core drilling the Campbell mine properties.

B-K Associates Inc. has just completed a core drilling project of their own costing in the neighborhood of $6000.00 . The information from this core drilling is now being complied by our geoglist. I would appreciate your checking your records and if possible give us the core drilling report that was made in 1952. As this money is to deducted from our future sales I feel that we should be able to receive benefits from this project and that the information obtained in the prior core drill combined with the information that we should receive from the project just completed should give us a better picture of the situation and probably permit us to hit paying mica sooner .

Thanking you in advance for this information, I am,

Yours very truly:
Clyde C Drake
Clyde C. Drake

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 13 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

DATE		
3/10	C	220
3/10	Hoch	600

March 7, 1958

Memorandum

To: Jay L. Chambers, Director Contract Administration and Audit Division - DMEA

From: Executive Officer, DMEA - Region V - Knoxville, Tenn.

Subject: Royalty Audit - DMEA-1141, Idm-E107-mica, Franklin Developers, Inc. Franklin, N.C. Campbell Mine, Macon County, North Carolina.

We have distributed the copies of Mr. Fisher's royalty audit certificate and report, as requested.

Robert A. Laurence

RAL/sm
cc
Opr. Com.-2
Lynch
Files

Form 7
(2-56)

OFFICIAL FILE COPY

Date	Surname	Code
3/3	Fisher	800
		800
3/4	C	220
3/4	Clerk	600

Mr. Robert A. Laurence
Executive Officer
DMFA Field Team, Region V
Room 13, Post Office Building
Knoxville 2, Tennessee

Re: Docket No. DMFA-1141 (Mica)
Franklin Developers, Inc.
Campbell Mine
Macon County, North Carolina
Contract No. Idm-E107

Dear Mr. Laurence:

I am enclosing the original and three copies of Mr. Fisher's royalty audit certificate and report dated February 24, 1958, pertaining to the subject contract.

If you concur with the findings, the original should be forwarded to the Regional Finance Officer, one copy should be retained in your files, and copies should be sent to Hubble and Ehrlich and to BK Associates, Inc., for their information.

Sincerely yours,

(Signed) J. L. Chambers

Jay L. Chambers, Director
Contract Administration
and Audit Division

Enclosure

CEFisher/ama
March 3, 1958

Copy to: Docket
Admr. Reading File
Helen R. Miller
Mr. Chambers

8623

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 13 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

RECEIVED FEB 20

DATE		
2/20	C	220
2/20	Finch	600

February 18, 1958

Memorandum

To: Finance Officer - Region V (DMEA) Norris, Tennessee

From: Executive Officer, DMEA - Region V - Knoxville, Tenn

Subject: Royalty Payment - Idm-E107, DMA-1141, Campbell Mine, Macon County, North Carolina.

Attached is a final settlement sheet and a receipt for scrap mica totalling $163.49 and a check no.226, da dated February 14, 1958 for $8.17 royalty paymeht.

Robert A. Laurence

zm.
cc
Mittendorf
ynch
iles

FORM APPROVED BY COMP. GEN. U.S. MARCH 25, 1957

GENERAL SERVICES ADMINISTRATION

FINAL SETTLEMENT - MICA PURCHASE

MICA PURCHASE DEPOT - [illegible] Point, N. C.

PROGRAM	DATE PURCHASED
[X] A [ ] B	11-13-57
	ACCEPTANCE NUMBER [illegible] (a)

CERTIFICATE AUTHORIZATION NUMBER	LOT NUMBER	VOUCHER NUMBER	SCHEDULE NUMBER
[illegible]-3-57 A	[illegible]-454 (a)		

EVALUATION DATA

RUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT
GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$	69	$ 70.00	$
GRADES NO. 4 AND 5				[illegible]	40.00	[illegible] 27.60
GRADES NO. 5½ AND 6				4.09	17.70	[illegible] 72.39
STAINED						
GRADES NO. 3 AND LARGER		12.00		91	31.90	
GRADES NO. 4 AND 5		5.00		[illegible]	18.25	[illegible] 16.61
GRADES NO. 5½ AND 6		3.00		3.71	7.55	[illegible] 28.01
HEAVY STAINED						
GRADES NO. 3 AND LARGER		8.00			14.80	
GRADES NO. 4 AND 5		4.00			6.85	
GRADES NO. 5½ AND 6		2.00		[illegible]	4.00	[illegible] 36
TOTALS			$			$

NONRUBY

QUALITY	HALF TRIM POUNDS	HALF TRIM PRICE PER LB.	HALF TRIM AMOUNT	FULL TRIM POUNDS	FULL TRIM PRICE PER LB.	FULL TRIM AMOUNT
GOOD STAINED AND BETTER						
GRADES NO. 3 AND LARGER		$	$		$ 70.00	$
GRADES NO. 4 AND 5					40.00	
GRADES NO. 5½ AND 6					17.70	
STAINED						
GRADES NO. 3 AND LARGER		9.60			25.55	
GRADES NO. 4 AND 5		4.00			14.60	
GRADES NO. 5½ AND 6		2.40			6.55	
HEAVY STAINED						
GRADES NO. 3 AND LARGER		6.40			11.85	
GRADES NO. 4 AND 5		3.20			5.45	
GRADES NO. 5½ AND 6		1.60			4.00	
TOTALS			$			$

TOTAL YIELD AND VALUE [X] RUBY [ ] NONRUBY (*Half trim plus full trim*)	[illegible] 9.[illegible] LBS.	$ 144.97
ADJUSTED VALUE WHEN LESS THAN 18% OF A PARCEL VALUE $ _____ X _____ 18)		$
FOR PROGRAM [illegible] ADJUST $4 [illegible] WRITING AND TRIMMING		$ 144.97 ✓ 144.97
FINAL BASIS FOR PAYMENT		$ [illegible] 83.36
LESS: INITIAL PAYMENT VOUCHER NUMBER SCHEDULE NUMBER		$ [illegible] 61.61
BALANCE DUE [X] SELLER [ ] GOVERNMENT		$

NAME AND LOCATION OF MINE

Campbell-Nelson County, N. C.
I C A B 30.37

PROCESSED FOR PAYMENT (LBS.)	9.49
PROCESSED - NO PAYMENT (LBS.) THINS	
BLACK (*Dots, Spots, Stained*)	
UNDERSIZED	[illegible]
PROCESSING LOSS	
TOTAL POUNDS PURCHASED	9.30

OFFICIAL FILE COPY
DMEA
RECEIVED FEB 20 1958

DATE	INITIALS	CODE

S NAME AND ADDRESS (*Type or print*)

A-K Associates, Inc.
230 West Palmer Street
Franklin, N. C.

APPROVED
DEPOT SUPERINTENDENT
[signature]
DATE 12-3-57

58-3177

DMEA-1141, IdME-107

GSA FORM 1013a
SEPTEMBER 1957

C O P Y

B. K. Associates . Date: 10-30-57

Sold to: Franklin Mineral Products Company

Gross lbs. @ $30/ton.....5185 lbs
3950
1235 lbs.....$18.25

DMEA EXPLORATION PROJECT

Semi-Annual Report on certified project

C 220
Com 100
110
800
600

Reporting Period: July 1, 1957 to January 1, 1958. Visited: 1-23-58

Operator: Franklin Developers, Inc. Franklin, N. C. Now owned by: B. K. Associates, Inc., 43 S. Liberty St. Baltimore, Md.

Mine Name: Campbell. County: Macon. State: North Carolina

Docket No. DMEA-1141X, Contract: Idm-E107. Commodity: Mica

Contract Date: August 13, 1951. Date Certified: August 4, 1952

Expiration of Royalty Date: August 31, 1961.

Total Amount of Contract: $3,600. Total Expended: $3,196.00

Amount of Gov't Participation at 90%.....$2,876.76.

Royalty Paid this Period: None . Previously Paid: $199.33

Total Royalty Paid: $199.33. Percent Gov't Part. Repaid: 6.93%

Royalty Due on Production todate: $7.25.

Royalty Remarks: One sale of 9.38 lbs. of sheet mica for which $144.97 was received was made by the present Operator Nov. 13, 1957.

Estimate of DMA Reserves(Field Team Final Report)
It is inferred that pegmatite with a mica-bearing zone 2 ft thick, 100 ft down dip, and 140 ft long was explored, with an average total mica content of at least 10 percent.

	Type	Pounds	Amount
Production DMEA Ore this Period:	Sheet	9.38	$144.97
Production Previously Reported:	Sheet	500.54	$3,589.03
	Punch	1,285.00	141.25
	Scrap	17,085.00	256.28
		18,870.54	$3,986.56
Production DMEA Ore todate:	Sheet	509.92	3,734.00
	Punch	1,285.00	141.25
		17,085.00	256.28
	Total...	18,879.92	$4,131.53

7.0

Remarks: The 7.68 lbs of sheet mica reported as production during the last half of 1956 is believed to be included under punch previously reported and is not included in the above totals.

The property is being being operated by a group of Baltimore business men under the name of B & K Associates, Inc., Included in the group are Carl E. Hubble, George Woodward, Lawrence Triplett an excavation contractor, and two men by the name of Blumenthal, and one named Kahn of Blumenthal and Kahn, electrical contractors of 43 S. Liberty St., Baltimore, Maryland. Mr. Triplett is supervising the work and has been there since last August.

According to Mr. Triplett they have extended the old adit that was flooded when the DMEA drilling was done, about 200 feet without getting much mica. This work was done upon the recommendation of a consulting geologist, George R. Stevens, who is teaching geology at Lafayette College. Mr. Stevens was formerly at John Hopkins Universty. Mr. Triplett stated that they are presently driving a new adit at a lower level, but just had word from Baltimore to get back in the old tunnel.

Mr. Hubble stated they have already spent about $25,000.00 on the property and everytime the geologist came down it cost $700 to $1000.

Only one sale of mica has been made to the Government Mica Depot this period and this brought $144.97.

Wm. A. Beck

2/7/58

Wm. A. Beck, Mining Engineer
Bureau of Mines (DMEA)

z

SEMI-ANNUAL REPORT OF CERTIFIED PROJECT

DMEA-1141X, Idm-E107, CAMPBELL MINE
(mica)

Reporting Period: 1-1-57 to 7-1-57

Operator: Franklin Developers, Inc. Franklin, N. C.
Now owned by: Carl E. Hubble, 205 W 27th St.
Baltimore Md. and
Half by Henry Erlich & wife,
Eughenia F. Erlich, 5648 Diamond St.
Philadelphia 31, Pa.

Location: One mile west of Flowers Gap and 6 miles N25°E of Franklin, Macon County, N.C. On the north slope of Rocky Knob Ridge and on the south side of Tippett Creek at an elevation between 2600 and 3000 ft.

The writer talked with Carl E. Hubble, half owner of the mine on August 20, 1957. He was in Franklin arranging to start work on the property. Mr. C. W. Traughbel, a consultant mining engineer, formerly with A.S. & R. Co., was with him. Mr. Hubble said they brought a bulldozer and operator from Baltimore, and were going to work on the road and do some excavating. They also plan to sink a shaft to intersect the pegmatite cut by the DMA drilling.

A letter was written to Mr. Erlich on April 1, 1957 about a sale of 7.68 pounds of sheet mica valued at $82.22, by Tom Jones of Route #4, Franklin, N.C. No royalty was received on this mica. Mr. Erlich's reply dated April 20, 1957 (copies attached) stated this may have been some punch which was sold by Andy Reid for $50 and on which royalty had been paid. This is quite possible as there are people who buy punch, rework it and get a certain amount of sheet which they sell to the GSA depot.

Wm. A. Beck, Mining Engineer
Bureau of Mines

8/30/57

Z

RECEIVED
APR 2 4 1957

HENRY ERLICH
5648 Diamond Street
PHILADELPHIA 31, PA.
GR 3-8279

April 20, 1957

Defense Mineral Exploration Admn.
Room 13, Post Office Bldg.
Knoxville 2, Tenn.

Att: Mr. Robert A. Laurence,
Executive Officer, DMEA, Region 5

Re: DMA-1141A, Idm-E107
Campbell Mine
Macon County, N. C.

Dear Mr. Laurence:

This is to acknowledge receipt of your letter of April 1, 1957 and I wish to apologise for the delay in replying. This was chiefly due to the fact that your letter being addressed to my former residence in Baltimore, Md. reached me after some delay in being forwarded to me to my new residence. I shall appreciate if you kindly note my new address and in the future address all communication to this address.

It was news to me that mica from the Campbell Mine was sold by a Mr. Jones during 1956. To the best of my knowledge no mica has been mined or sold to the Mica Buying Depot since August, 1955. The only possibility that I can think of is that at the time of my departure from Franklin in 1955 I left with Mr. Andy Reed a few bags of punch mica which we did not consider worth processing and in November of that year I was advised by Mr. Reed that he sold that mica for $50.00. The royalty for that sale was remitted to your Office at about that time.

However, I am trying to investigate further the matter and when I ascertain what mica Mr. Jones, whom I presently do not know, has sold, you may be sure that the royalty due will be promptly remitted. Meanwhile, I trust you will bear with me for a time that it will take me to get some details on this matter. Obviously I am not aware of any other sales that may have been made by Mr. Jones.

Very truly yours,

Henry Erlich

Henry Erlich

DMEA Form 7
(12-56)

OFFICIAL FILE COPY

Date	Surname	Code
6/28	Houk	600
"	Johnson	110
"	Westerdorf	100
6/28	C	220
		225

600

JUN 28 1957

Mr. G. P. Woodward
Blumenthal-Kahn Electric Co., Inc.
43 South Liberty Street
Baltimore 1, Maryland

Re: Docket No. DMEA-1141-Mica
Campbell Mine
Franklin Developers, Inc.
Macon County, North Carolina
Contract No. Idm-E107

Dear Mr. Woodward:

Reference is made to your letter of June 21, 1957, addressed to the U. S. Geological Survey, and requesting detailed reports covering all of the analyses made on the subject drilling contract.

The Defense Minerals Exploration Administration's evaluation of the work under the subject contract, and the detailed reports covering the analyses of the drill hole data are for the Government's information and are not made available to the public. The Franklin Developers, Inc., the Operator, or the present owners Mr. and Mrs. Henry Erlich, 3411 Wabash Avenue, Baltimore 15, Maryland, and Mr. Carl E. Hubble, 205 West 27th Street, Baltimore, Maryland, will, no doubt, supply you with their reports on the drilling program.

May I point out that this project was certified as a discovery by the Defense Minerals Exploration Administration and any production from the contract area is subject to the Government's royalty.

Sincerely yours,

C. O. Ritzendorf

Administrator

LGHouk:gad 6/28/57
Copy to: Admr. R. File
Mr. Houk

8623

GENERAL OFFICES

BLUMENTHAL-KAHN Electric Co., Inc.

RECEIVED
U. S. GEOLOGICAL SURVEY

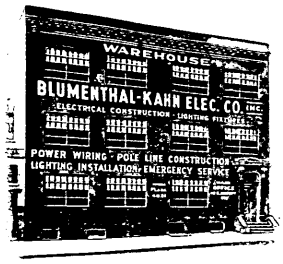
OVER 40 YEARS OF UNEXCELLED SERVICE

ELECTRICAL CONSTRUCTION
LIGHTING INSTALLATIONS

JUN 24 11 12 AM 1957

OFFICE OF THE DIRECTOR

43 SOUTH LIBERTY ST.
Baltimore 1, Md.
PLAZA 4821



WAREHOUSE

June 21, 1957

90

U. S. Geological Survey
Washington D. C.

Gentlemen:

It is our intention to develope the Campbell Mine, located in Macon County, North Carolina. We refer to letter dated August 5, 1952 from U. S. Department of Interior, Department of Mining Exploration Administration, Washington 25, D. C.

Docket #DMEA-1141-Mica
Campbell Mine
Franklin Development, Inc.
Macon County, North Carolina
Exploration Project Contract
1DM-E107 - $3,600.00

and also letter dated August 4, 1952 to Franklin Development, Inc., P.O.Box #489, Franklin, North Carolina.

It is our understanding that three or four core drillings were made of this mine in 1952, and we would appreciate the detailed reports covering all of the analyses you have of these cores.

Yours truly

BLUMENTHAL-KAHN ~~ELECTRIC CO.,~~ INC.

G. P. Woodward

G. P. Woodward

GPW:fvh

OFFICIAL FILE COPY
DMEA
RECEIVED JUN 26 1957

DATE	INITIALS	CODE
6/26	G	220
6/27	Hook	600
		225

74104

9-1038

Blumenthal-Kahn Electric Co., Inc.
43 South Liberty St.
Baltimore 1, Md.

UNITED STATES

DEPARTMENT OF THE INTERIOR

Geological Survey

Washington, D. C.

Respectfully referred to

L. G. Houk, DMEA
Room 4453, Interior Bldg.

and writer so informed.

Thomas B. Nolan
Director

INT.-DUP. SEC., WASH., D.C. 93364

DMEA EXPLORATION PROJECTS

Semi-Annual Report of Certified Projects

Reporting Period 7/1/56 to 1/1/57 Date of Examination: 3/20/57

Operator: Franklin Developers, Inc. Now owned ½ by Carl E. Hubble, 205 W. 27th St., Baltimore, Md., and ½ by Henry Erlich & wife, Eughenia F. Erlich, 3411 Wabash Ave., Baltimore, Md.

Mine Name: Campbell Mine

County: Macon State: North Carolina

DMEA-1141 Contract No. Idm-E107 Commodity: Mica

Date of Contract: August 13, 1951 Date of Certification: 8/4/52

Expiration Date of Royalty Payments: August 13, 1961

Total Amount of Contract: $3,600.00

Total Expenditures under contract: $3,196.40

Amount of Government Participation at 90% $2,876.76

Royalty Payments this Period: None

Previous Royalty Payments: $199.33

Total Royalty paid to Date: $199.33

Percent Government Participation Repaid: 6.93%

Royalty Due on Production to Date: $4.11

Royalty Remarks: A sale of mica amounting to $82.22 was made by Tom Jones, Rt. 4, Franklin, N. C. It is doubtful if the owners of the property, who live in Baltimore, Md., are aware of this. They will be advised that this royalty is due.

Original Estimate of DMEA Reserves (Field Team Final Report): None given.

OFFICIAL FILE COPY
DMEA
RECEIVED APR 3 1957

DATE	INITIALS	CODE
4/3	C	220
3	Com	100

Production DMEA Ore this period:

Type	Pounds	Amount
Sheet	7.68	$82.22
Punch	----	------
Scrap	-----	------
Total	7.68	$82.22

Production DMEA Ore previously reported:

Type	Pounds	Amount
Sheet	500.54	$3,589.03
Punch	1,285.00	141.25
Scrap	17,085.00	256.28
Total	18,870.54	$3,986.56

Production DMEA Ore to date:

Type	Pounds	Amount
Sheet	508.22	$3,671.25
Punch	1,285.00	141.25
Scrap	17,085.00	256.28
Total	18,878.22	$4,068.78

Remarks: During the summer of 1955, Henry Erlich and wife, Eughenia F. Erlich of Baltimore, Md., bought one-half interest in the property. The other half is owned by Carl E. Hubble, also of Baltimore, Md. During that summer, they bulldozed on the side of the mountain below the old adits and diamond drill hole sites. This work was under the supervision of Andy Reid. Mr. Erlich made the statement that they spent $10,000 and recovered $4,000 worth of mica. DMEA records show that they produced 18,870 pounds of sheet, punch and scrap mica and sold it for $3,986.56. Five hundred pounds of the above amount was sheet mica.

On June 7, 1956, Tom Jones of Rt. 4, Franklin, sold 7.68 pounds of sheet mica to the Government and received $82.22 for it. He reported that it came from the Campbell Mine.

Wm. A. Beck, Mining Engineer
U. S. Bureau of Mines

Inspected: 3/20/57

s

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C.
ROOM POST OFFICE BLDG.
KNOXVILLE 2, TENN.

OFFICIAL FILE COPY
DMEA
RECEIVED APR 3 1957

DATE	INITIALS	CODE
4/3	C	220
4/3	EEF	800
		225

April 1, 1957

Mr. Henry Erlich
3411 Wabash Avenue
Baltimore 15, Maryland

Re: DMR-1141X, Idm-E107 (mica)
Campbell Mine
Macon County, North Carolina

Dear Mr. Erlich:

The records at the Government Mica Buying Depot show that Tom Jones, Route 4, Franklin, North Carolina, on June 7, 1956, sold 7.68 pounds of sheet mica in lot No. 1212 for which he received $82.22. He stated that this mica came from the Campbell Mine. We have no record of having received the Government's royalty in the amount of $4.11 on this sale. Please favor us with a check in the above amount and royalty on any other sales made by Mr. Jones.

Very truly yours,

Robert A. Laurence
Executive Officer, DMEA
Region V

RAL/as
cc
Opr. Com. 2
Lynch
Files

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 1 SHIRK POST OFFICE BLDG.
KNOXVILLE 2, TENN.

January 3, 1956

Memorandum

To: Helen Miller, Ass't Administrative Officer, Region V

From: Executive Officer, DMEA - Region V - Knoxville

Subject: Royalty payment on - Idm-E107, DMA-1141X, Campbell Mine, Macon County, N. C.

Transmitted is a copy of a letter received from Mr. Henry Erlich, and a royalty check No.36-C in the amount of $5.50, to be credited to the subject contract.

Robert A. Laurence

Encls

ZM.
cc:
Lynch
Mittenderf
Shirley
Files

Enc..-2

C O P Y

December 21, 1955

Mr. Robert A. Laurence, Exec. Officer
Defense Minerals Exploration Admn.
Room 1, Post Office Bldg.
Knoxville 2, Tenn.

Re: DMEA-1141X, Idm-E107, Campbell Mine
Macon County, N. C.

Dear Mr. Laurence:

Enclosed, please find check for $5.50 covering royalty on $110.00 realized from sale of mica from the Campbell Mine, that was left on hand last summer's operation.

I regret very much that I am unable to enclose bills of sale for the above mica, since the mica sold was left-overs of the mica mined, some being punch, some cobbed, all of very doubtful quality. Mr. Andrew Reid, in whose custody these left-overs remained after my departure from Franklin, sold them in small quantity lots, failing to make out bills of sale, since the amounts involved were of no great significance. However, I hope that there will be no doubt in your mind as to the amount realized and accept my statement thereof.

With best Season's Greetings,

Very truly yours,

s/s Henry Erlich
3411 Wabash Ave.,
Baltimore 15, Md.

CC:
Lynch
Mittendorf

copy

DMEA

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C.
ROOM 13 POST OFFICE BLDG
KNOXVILLE 2, TENN.

RECEIVED
OCT 7 - 1955

October 6, 1955

Mr. Henry Erlich
3410 Wabash Avenue
Baltimore 15, Maryland

Re: DMEA-1141, Idm E107 (Mica)
Campbell Mine
Macon County, North Carolina

Dear Mr. Erlich:

I have delayed answering your letter of August 19, received while I was on my vacation, until I could get some additional information on policy concerning further exploration at certified projects.

In general, when ore is located by diamond drilling and a discovery is certified, further work by drifting or shaft-sinking is considered development, and therefore not eligible for DMEA aid. However, mica deposits differ in many ways and the Campbell deposit is a borderline case, even though it has been certified as a discovery.

I cannot give you a definite answer as to whether a new contract can be approved, but I suggest that you submit an application on the enclosed blanks, with a detailed description of the new work you propose to do. This proposal will be given full consideration and you will be advised at the earliest possible date whether or not further aid can be approved.

Four of the enclosed Forms MF-103 should be sent to this office when you submit your application.

I sincerely regret the long delay in writing this letter, but I thought it better to delay than to give misleading information.

Very truly yours,

Robert A. Laurence
Executive Officer
DMEA Field Team, Region V

RAL/mg
cc - DMEA (2 copies)
Mr. Lynch
Mr. Shirley
Files

Franklin Developers
DMEA-1141 - Mica
Campbell Mine, Macon County, N. C.
Contract No. Idm-E107

September 23, 1955

Mr. R. G. Lichtenstein telephoned today regarding the subject property and informed us that he was negotiating with the owners to purchase this property and wished to obtain what information we could make available concerning the results of the exploration work done by this agency. He was informed that reports made by our engineers are for the confidential use of the Government and that we would be unable to make that information available to him. However, he was advised that if he obtained a letter from the owners of the property authorizing him to receive such information as they presented to the Government in their reports we would be able to show him that information. It was suggested to him that since he resided in North Carolina that it may be easier for him to see these reports in the Knoxville office and upon receipt of such a letter we could advise the Knoxville office to make such reports accessible to him. He expressed his appreciation for this information and said he would immediately proceed to obtain such a letter and send it to us at an early date.

F. L. K.

F. L. Knouse, Acting Chief
Nonmetallic Minerals Division

1:25
9-23

Mr. R. G. Lichtenstein
is a probable purchaser of
the Campbell Mine
Macon Co., N.C.
He wants info on diamond drilling
of the mine.

1 F X

DEFENSE MINERALS ADMINISTRATION

97023

PRODUCTION EXPANSION DIVISION

PROCUREMENT APPLICATIONS

Name of Company and Address _____

Name of Mine and Location _____

Docket No. DMA - _____ Date received by P.E.D. _____

Metals or Minerals involved _____

Length of Contract (preproduction plus production) _____

Amount of Metals or Minerals in tons, units or pounds _____

Floor price or Guaranteed price and whether or not escalated _____

Maximum Government Commitment _____

Comments on Contract: _____

_____

_____

_____

_____

_____

Date sent to Legal Division _____

Date of Recommendation to D.P.A. for Certification _____

Date Certification sent to G.S.A. by D.P.A. _____

Date signed into Contract by G.S.A. _____

Additional Remarks: _____

_____

_____

_____

_____

NOTE: If application is denied, or if it is recommended for change into exploration, etc., please state under additional remarks.

Signed _____

Interior—Duplicating Section, Washington, D. C.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 1 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

August 24, 1955

Memorandum

To: Helen Miller, Ass't Administrative Officer, Region V

From: Acting Executive Officer, DMEA Field Team, Region V

Subject: DMEA-1141X, Idm-E107. Franklin Developers, Inc.) (mica)
Henry Erlich, Operator. Campbell Mine, N. C.

Transmitted are bills-of-sale in the amount of $2383.94, and a royalty check in the amount of $119.15. Please note that 5¢ was deducted from the royalty payment as Mr. Erlich over-paid that much on his last check.

V. J. Lynch

2M.
cc:
Lynch
Mittendorf
Shirley
Files

Copy.

GENERAL SERVICES ADMINISTRATION, REGION IV
MICA PURCHASE DEPOT, Spruce Pine, N. C.

Authorization No. 1632 A Acceptance No. AR4-147 Date: 8-11-55

Seller: Henry Ehrlich (Franklin Developers, Inc) Franklin, N. C

Mine: Campbell Mine DMEA No. 1141X, Adm E. 107

Macon County, N.C.

Quality of Mica	HALF TRIM			FULL TRIM		
	Pounds	Price/Lb.	Amount	Pounds	Price/Lb.	Amount
Good Stained & Better Grades No. 3 & larger					$70.00	
No. 4 and 5				3.60	$40.00	144.00
No. 5½ and 6				23.02	$15.00	345.30
Stained No.3 and larger	.12	$12.00	1.44		$18.00	
No. 4 and 5	2.18	$ 5.00	10.90	2.02	$ 8.00	16.16
No. 5½ and 6	29.01	$ 3.00	87.03	15.35	$ 5.00	76.75
Heavy Stained No. 3 & larger	.94	$ 8.00	7.52		$13.00	
No. 4 and 5	11.44	$ 4.00	45.76		$ 6.00	
No. 5½ and 6	36.93	$ 2.00	73.86		$ 3.00	
LOT TOTALS	80.62	//////	226.51	43.99	//////	582.21
TOTAL		/////			/////	808.72

7-29-55, Sold to Franklin Mineral Products. 68.70
4580 lbs @ $30/ton

8-12-55, Sold to Franklin Mineral Products 46.45
3030 lbs @ $30/ton

8-6-55, Sold to S. Lyn Young 10.00
100 lbs. punch @ 10¢/lb 21.25
85 " Hand Cobbed @ .25/lb

$954.12

Copy

GENERAL SERVICES ADMINISTRATION, REGION IV
MICA PURCHASE DEPOT, Spruce Pine, N. C.

Authorization No. 1632 A Acceptance No. AR4-107 Date: 7-28-55

Seller: Henry Erlich (Franklin Developers, Inc) Franklin, N.C

Mine: Campbell's DMEA No. 1141X, Adm E 107

Macon County, N.C

Quality of Mica	HALF TRIM			FULL TRIM		
	Pounds	Price/Lb.	Amount	Pounds	Price/Lb.	Amount
Good Stained & Better Grades No. 3 & larger				.12	$70.00	8.40
No. 4 and 5				7.77	$40.00	310.80
No. 5½ and 6				26.62	$15.00	399.30
Stained						
No. 3 and larger	.69	$12.00	8.28	.81	$18.00	14.58
No. 4 and 5	19.56	$ 5.00	97.80	12.67	$ 8.00	101.36
No. 5½ and 6	24.98	$ 3.00	74.94	54.06	$ 5.00	270.30
Heavy Stained						
No. 3 & larger	3.25	$ 8.00	26.00		$13.00	
No. 4 and 5	21.19	$ 4.00	84.76		$ 6.00	
No. 5½ and 6	16.25	$ 2.00	33.30		$ 3.00	
LOT TOTALS	86.32	//////	325.08	52.05	//////	1104.74
TOTAL		/////			/////	1429.82

14399
808.76
68.70
45.45
10.00
31.25

2383.94
.05
119.1970
5¢
Less 5¢ overpaid on last invoice
$119.15

REPORT OF INSPECTION OF CERTIFIED PROJECT

RECEIVED

DMA-1141, Idm-E107 (mica) CAMPBELL MINE

JUL 29 1955

Operator: Franklin Developers, Inc. P.O. Box 489, Franklin, North Carolina

Now owned: One-half by Carl E. Hubble, 205 W. 27th St. Baltimore, Md., and one-half by Henry Erlich and wife, Eughenia F. Erlich of 3411 Wabash Ave., Baltimore,15, Md.

Location: One mile west of Flowers Gap and 6 miles N. 25° E. of Franklin, Macon County, North Carolina

This property was visited with Andrew W. Reid and Henry Erlich on July 14, 1955. Mr. Reid is supervising the work and receives $100 per week for his services. At the present time the work consists of bulldozing the outcrop at the N-W end of the deposit. The material is thoroughly weathered and shows much evidence of movement. Considerable mica is being recovered, but it is badly bent and wavy. The mine has been in operation for about 7 weeks. One sale of half trimmed mica has been made to the Government Buying Depot. Payment for this sale had not been received at the time of this visit. Approximately 5 tons of block mica was on hand at the trimming house awaiting to be processed.

Wm. A. Beck, Mining Engineer
U. S. Bureau of Mines

July 14, 1955

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 26 FED. BLDG.
KNOXVILLE 2, TENN.

RECEIVED
JUL 25 1955

July 21, 1955

Mr. Henry Erlich
P.O. Box 489
Franklin, N. C.

Re: DMEA-1141X, Idm-E107 (mica)
Campbell Mine, Macon County, N. C.

Dear Mr. Erlich:

This will acknowledge with thanks your check in the amount of $74.68 for the Government's royalty on the sale of $1,350.49 worth of mica sold to the Government Buying Depot and the sale of $142.13 worth of scrap mica sold to the Franklin Minerals Products Company.

Please note that the sum of the two sales is $1,492.62 instead of $1,493.62 as stated in your transmittal letter. Your check, therefore, should have been in the amount of $74.63 instead of $74.68. You may deduct 5 cents from your next royalty payment.

We would also like to point out that we require copies of all settlement sheets showing the pounds of mica and the price per pound. You did not send one for the sale of scrap to the Franklin Mineral Products Company.

Please make your future royalty checks payable to the Defense Minerals Exploration Administration.

We are glad to see that you are operating the Campbell Mine and wish you a world of success in your new venture.

Very truly yours,

Robert A. Lawrence
EXECUTIVE OFFICER
DMEA REGION V

/sm
cc:
Lynch
Hildebrand
Giles
Mahley

RECEIVED
JUL 25 1955

COPY

GENERAL SERVICES ADMINISTRATION, REGION IV
MICA PURCHASE DEPOT, Spruce Pine, N. C.

Authorization No. EPS-4-74A Acceptance No. AR4-35 Date: 7-6-55

Seller: A.W. Reid, Franklin, N.C. (Franklin Developer Corp.)

Mine: Campbell DMEA No. 1141X, IdmE-107

Macon County, N.C

Quality of Mica	HALF TRIM			FULL TRIM		
	Pounds	Price/Lb.	Amount	Pounds	Price/Lb.	Amount
Good Stained & Better Grades No. 3 & larger				.12	$70.00	8.40
No. 4 and 5				6.65	$40.00	266.0
No. 5½ and 6				32.68	$15.00	481.2
Stained No. 3 and larger	.12	$12.00	1.44	.19	$18.00	3.4
No. 4 and 5	18.17	$ 5.00	90.85	9.98	$ 8.00	79.8
No. 5½ and 6	42.97	$ 3.00	128.91	29.61	$ 5.00	148.0
Heavy Stained No. 3 & larger	2.25	$ 8.00	18.00		$13.00	
No. 4 and 5	11.77	$ 4.00	67.08		$ 6.00	
No. 5½ and 6	28.65	$ 2.00	57.30		$ 3.00	
LOT TOTALS	108.93	//////	363.58	78.63	//////	986.9
TOTAL		/////		187.56	/////	1,350.

Sold to Franklin Mineral Products Company
1 lot of scrap mica

$ 142.3
$ 1,492.6

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 1025 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

RECEIVED
JUN - 8 1955

June 6, 1955

Mr. Carl E. Hubble
205 West 27th Street
Baltimore 11, Maryland

Re: DMEA-1141, Idm-E107 (mica)
Franklin Developers, Inc.
Campbell Mine, Macon County, N. C.

Dear Mr. Hubble:

This will acknowledge, with thanks, the receipt of your letter of May 31, advising me that you have sold a one-half interest in the Campbell Mine to Mr. Henry Erlich and wife, Eugenia F. Erlich of 3411 Wabash Avenue, Baltimore 15, Maryland. We appreciate your promptness in advising us of this transfer.

Very truly yours,

Robert A. Laurence
EXECUTIVE OFFICER
DMEA REGION V

RAL/zm
cc:
Opr. Com-2
Allsman
Lynch
Shirley
Files

10-13-84
1[illegible]5 P.M.

Mrs. [illegible]

Mrs. Hubble and
Mr. Rowles
(Franklin Development Inc.
DMEA-1141)
Called to see
re: Mira - N.C.

I turned them over to
Mr. [illegible] who advised
He called Mr Johnson
Small Business Adm.
Gave them 3 sets of application forms and DMEA-
Order-1, amended.

jan

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
AUG 2 1954

REPORT OF INSPECTION OF CERTIFIED PROJECT

DMA-1141X, Idm-E 107 (mica)

Franklin Developers, Inc. P.O. Box 489, Franklin, North Carolina

Now owned by Carl E. Hubble, 205 West 27th St., Baltimore, Md.

CAMPBELL MINE, Macon County, N. C.

Accompanied by B. J. Brekhus, Auditor, Contract Administration and Audit Division, the writer called on Andrew W. Reid, July 13, and inquired about activities at the subject mine. Mr. Reid stated that no work has been done at the mine since the exploration and the property has been sold to the aforementioned Carl E. Hubble.

July 13, 1954

Wm. A. Beck, Mining Engineer
U. S. Bureau of Mines

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 8 - 1954

July 6, 1954

Mr. C. Banks Finger
204 Nantahala Bldg.
Franklin, North Carolina

Re: DMA-1111, Lease 107 (mica)
Franklin Developments
Campbell Mine, Macon County, N.C.

Dear Mr. Finger:

This will acknowledge receipt of your letter of July 1 advising that Mr. A. W. Reid has transferred all of his right, title and interest in said land to Mr. Carl R. Rabbie of Washington, D. C.

I had already been advised of this sale by Mr. C. M. Trammell of Washington, D. C. However, as I wrote Mr. Trammell on June 29, we must have some acknowledgement from Mr. Rabbie that he has assumed this obligation. Mr. Trammell wrote on July 1, that a copy of the deed will be forwarded to this office. Presumably, that will satisfy our needs; if further information is needed we will let you know.

Very truly yours,

Robert A. Lawrence

RAL/sm

cc
Beck
Lynch
Opr. Com.
Files

June 29, 1954

Mr. Charles M. Trammell
918 Seventeenth St., NW
Washington 6, D. C.

Re: [illegible], Lease-X 107 (wlex)
Campbell Mine, Mineral County, N. M.

Dear Mr. Trammell:

I have your letter of June 28, advising that you and Mr. Reid have sold the Campbell mine to Mr. Carl E. Hubble of Baltimore, Maryland. Is the lease to Mrs. Rosalie H. Lichtenstein still in effect, or has it expired?

We should have a statement from Mr. Hubble that he is assuming this obligation - will you please send us such a statement, or ask Mr. Hubble to do so?

Very truly yours,

Robert A. Laurence
EXECUTIVE OFFICER
LMEA REGION II

RAL/mm
cc:
Beck
Lynch

Opr. Con. 3
Files

COPY COPY

Law Offices of

BATTER and BATTER
Attorneys at Law
910 Seventeenth Street N. W.
Washington 6, D. C.

June 28, 1954

Mr. Robert A. Laurence
Executive Officer, DMEA Field Team, Region VII
Room 13, Post Office Building
Knoxville, Tenn.

Dear Mr. Laurence:

This is to advise you that Mr. Andrew W. Reid and I have sold the Campbell Mine in Macon County, N. C. to Mr. Carl E. Hubble, 205 West 27th, Baltimore, Maryland.

For reference this property is covered by Docket No. DMEA-1141, Mica, Campbell Mine; Franklin Developers, Inc. Macon County, N. C. (Exploration Project Contract Idm-E 107 - the amount expended $2876.76).

This letter is in accordance with your letter of August 5, 1952 in which you requested that you be notified of any changes in ownership or production rights in the property.

Sincerely yours,

s/s Charles M. Trammell

Copy to Mr. Hubble

Of course the Gov. obligation is expressly assumed

Copied by zm.
6/29/54
cc:
Opr. Com.-3
Beck
Lynch
Finance Office

REPORT OF INVESTIGATION OF CERTIFIED PROJECT

DMEA-1141X, Idm-E 107 (mica)

Franklin Developers, Inc. P.O. Box 489, Franklin, North Carolina
Campbell Mine, Macon County, N. C.

The writer called on Andrew W. Reid January 15, 1954 and inquired about activities at the subject mine. Mr. Reid stated that no work has been done there since the exploration. The property has been leased with option to purchase to Rosalie H. Lichenstein.

Mr. Reid also stated that he has sold half interest in the property to Charles M. Trammell of Washington, D. C.

January 15, 1954

Wm. A. Beck

Wm. A. Beck, Mining Engineer
U. S. Bureau of Mines

Copy of certification given Chas. M. Trammell by hand

z

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

SEMI-ANNUAL REPORT OF CERTIFIED PROJECT

Period: July 1, 1953 to December 31, 1953

Docket No: DMA-1141X Contract No. Idm-E 107

Commodity: Mica

Operators Name: Franklin Developers, Inc.

Address: P.O. Box 489, Franklin, North Carolina

Name of Mine: Campbell Mine

County: Macon State: North Carolina

Date Certified: August 5, 1952

Contract Amount: $3,600.00 Amount Spent: $3,196.40

Government's Participation: 90% or $2,876.76 (or August 13, 1961)

Remarks: This was a core drilling job and has not gone into production to date. No sales have been made since date of contract.

Franklin Developers, Inc., have dissolved and the property has reverted to Andrew W. Reid who has now leased the property to Rosalie H. Lichtenstein with option to purchase. The Government's lien was assigned to Mrs. Lichtenstein in this lease.

Report Prepared by: Wm. A. Beck,
FEB 1 1954 Mining Engineer
U. S. Bureau of Mines

zm

COPY

FILE COPY
SURNAME:

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

Dec. 23, 1953

Mr. Robert A. Laurence, Executive Officer
DMEA Field Team, Region VII
13 Post Office Building
Knoxville 2, Tennessee

Re: A.W. Reid
Docket No. DMEA-2327 (Mica)
May Mine
Contract Idm-E476

Franklin Developers, Inc.
Docket No. DMA-1141X (Mica)
Campbell Mine
Contract Idm-E107

Dear Mr. Laurence:

Reference is made to your memorandum to the Chairman of the Operating Committee dated December 14 in the two above entitled matters. With your letter, you enclosed copies of leases dated November 12 and December 7, 1953, to Rosalie H. Lichtenstein of the May and Campbell mines, respectively. In each of these leases, the lessee undertakes, during the term of the lease, to pay any royalties due under the terms of the exploration project contract. Therefore, you are advised that no further documents are necessary to make the lessee responsible for the payment of such royalties.

Your attention, however, is invited to the fact that the December 7, 1953, lease states that the exploration loan was $2,696,40, whereas, as you have indicated, it was actually $2,876.76, and this should be corrected in the lease.

Sincerely yours,

/s/George C. Selfridge

Chairman, Operating Committee

Approved:

J. H. Hedges
Member, Bureau of Mines

T. P. Thayer
Member, Geological Survey

AEKane/ema/12-21-53
cc: Mails & Files
Adm. R. File
Op. Comm.
Mr. Thayer
Mr. Hedges
L. G. Houk
A. E. Kane
J. L. Hofflund
Chron.
Pending

98

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

SEMI-ANNUAL REPORT OF CERTIFIED PROJECT

Period: January 1, 1953 to June 30, 1953

Docket No. MMA-1141X; Contract: DC-1107

Commodity: Mica

Operator's Name: Franklin Developers, Inc.

Address: P.O. Box 429, Franklin, N. C.

Name of Mine: Campbell Mine

County: Macon State: North Carolina

Date certified: August 5, 1952

Contract Amount: $3,600.00 Amount Spent: $3,196.40

Government's Percentage Royalty: 90% or $2,876.76 (on August 13, 1961)

Remarks:

This was a core drilling job and has not gone into production to date. No sales have been made since date of contract.

FILE COPY
SURNAME:

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

AUG 5 1952

Hearne
Houk
Carson
Hedges
Ferguson
Johnson
Franklin

Mr. A. W. Reid, President
Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

Subject: Docket No. DMEA-1141 - Mica
Campbell Mine
Franklin Developers, Inc.
Macon County, North Carolina
Exploration Project Contract
Idm-M107 $3,600.00

Dear Mr. Reid:

Transmitted herewith is Certification of Discovery or Development under Contract Idm-M107 on the Campbell Mine.

By the terms of the Exploration Project Contract and of the Certification, all mica produced from the aforesaid mine from the date of the Exploration Project Contract Idm-M107 is subject to the Government's percentage royalty as set forth in the contract until the sum of $2,876.76 is paid or until August 13, 1961, whichever occurs first.

Payments should be made to Mr. Robert A. Laurence, Executive Officer, DMEA Field Team, Region VII, Room 13, Post Office Building, Knoxville 2, Tennessee. Checks should be payable to the Treasurer of the United States. The purchaser should be advised to deduct the royalties from the amount due on each shipment and forward check direct to the Executive Officer.

Royalty payments to the Government should be accompanied by suitable evidence, such as copies of settlement sheets showing quantity and grade of the mica product sold, the name of the purchaser, and the price and charges certified to be correct by the purchaser.

You are requested to notify Mr. Laurence of any changes in ownership or production rights that might have any effect on the Government's right to its percentage royalty. Also, if production ceases at any time for any extended period, please notify Mr. Laurence at six-month intervals that no production has been made.

Sincerely yours,

C. O. Mittendorf (for) 8/5/52

Acting Administrator
Defense Minerals Exploration
Administration

LFHearne:mp 7/24/52
cc: Operating Committee
F. E. Johnson
Mr. Hedges, 4604
Mr. Thayer, 5216, GSA Bldg.
Adm. Reading File
Docket File
Field Team, Region VII
Enclosure
Mr. Murkland
Mr. Chambers
Miss Terry
Mr. Houk

FILE COPY
SURNAME:

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
WASHINGTON 25, D. C. 600

AUG 5 1952

Hearne
Houk
Akers
Lemmon
Hedges
Chandler

Mr. Jess Larson, Administrator
Defense Materials Procurement Agency
General Services Administration
Building
Washington 25, D. C.

Subject: Docket No. DMEA-1141 - Mica
Campbell Mine
Franklin Developers, Inc.
Mason County, North Carolina
Exploration Project Contract
Idm-2107 $3,600.00

Dear Mr. Larson:

I am enclosing a copy of a "Certification of Discovery or Development," and a copy of the Field Team's Final Report on the above-referred property.

The project contract was signed August 13, 1951, the Government participating to the extent of 90% in an exploration project estimated to cost $3,600.00. On the contract's completion, the Government's share amounted to only $2,876.76, leaving $363.24 unspent, which was returned to the revolving fund.

No equipment or supplies were purchased under the contract. Three core drill holes were completed totalling 302 feet. Logs of these holes justify the inference that pegmatite with a mica-bearing zone 2 feet thick, 100 feet down dip and 140 feet long, was explored.

Sincerely yours,

C. O. Mittendorf (for) 8/5/52

Acting Administrator
Defense Minerals Exploration
Administration

Enclosure
LFHearne:mp 7/23/52
cc: Operating Committee
F. E. Johnson, 4624
Mr. Hedges, 4604
Mr. Thayer, 5216, GSA Bldg.
Adm. Reading File
Docket File
Field Team, Region VII
Mr. Chambers, 2612
Mr. Murkland
Finance Officer
Mr. Houk

Ent.

State of North Carolina

Department of State

Raleigh

THAD EURE
SECRETARY OF STATE

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 28 1952

July 25, 1952

DMA 1141 X

Mr. J. L. Hofflund, Chief Counsel
U. S. Department of the Interior
Defense Minerals Exploration Administration
Washington 25, D. C.

Re: FRANKLIN DEVELOPERS, INC.
Franklin, N. C.

Dear Mr. Hofflund:

This will acknowledge receipt of your letter of July 23. I advise that the file in this office discloses no record of the dissolution of the above named corporation. The charter of this corporation, however, was suspended December 14, 1951, for failure to file report and/or pay tax due the state, and has not been reinstated.

With best wishes, I am

Yours very truly,

THAD EURE
Secretary of State

lb

140

FILE COPY
SURNAME:

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

July 23, 1952

Omea ~~[illegible]~~ 1141

N.S. in R. & R.

The Secretary of State
State of North Carolina
Raleigh, North Carolina

Dear Sir:

I would appreciate it if you would advise me if Franklin Developers, Inc., P.O. Box 489, Franklin, North Carolina, has been duly dissolved or is still an existing corporation. If it has been dissolved, please let me know the date of dissolution.

Very truly yours,

J. L. Hofflund
Chief Counsel

AEKane/mef
cc to: Mails and Files
J. L. Hofflund
A. E. Kane
Pending
Chron.

SD

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

Room 13, Post Office Building
Knoxville, Tennessee

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 16 1952

July 14, 1952

Memorandum

To: Operating Committee, D. M. E. A. Washington

From: Field Team, D. M. E. A. Region 7

Subject: DMEA-1141X, Idm-E107, Campbell Mine (mica). Final Report of Field Team.

Enclosed herewith are 4 copies of the Final Report by A. L. Peyton and K. H. Teague on the subject exploration project. The Field Team approves the recommendation that this be certified as a successful project.

Attention is directed to the next to last paragraph in the report, stating the uncertain status of the Applicant Corporation and the ownership of the property.

Robert A. Laurence

Robert A. Laurence, Executive Officer
DMEA Field Team, Region 7

W A Beck

Wm. A. Beck, for V. J. Lynch
U. S. Bureau of Mines

F.T. Rept.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 16 1952

DEFENSE MINERALS EXPLORATION ADMINISTRATION

REPORT OF EXAMINATION BY FIELD TEAM, REGION VII

F I N A L R E P O R T

DMA-1141X, CAMPBELL MINE (mica)
Macon County, North Carolina

By

A. L. Peyton, Mining Engineer
U. S. Bureau of Mines

Kefton H. Teague, Geologist
U. S. Geological Survey

July 10, 1952

Reviewed by
DMEA OPERATING COMMITTEE
7-21-52
(date)

FINAL REPORT

CAMPBELL MINE (mica)

DMA-1141K, Idm-E 107
Macon County, N. C.

The Campbell Mine is located one mile west of Flowers Gap and 6 miles N. 25° E. of Franklin, Macon County, North Carolina. It is on the north slope of Rocky Knob Ridge and on the south side of Tippett Creek at an elevation between 2600 and 3000 feet.

The workings extend in a general N. 20° W. direction up a steep hillside for a distance of approximately 1200 feet. They consist of about fifteen adits, all but one of which are caved, twelve pits and a large cut. These old openings have explored several pegmatites.

The exploration project consisted of drilling three diamond drill holes near the southern limits of the workings. A total of 502 feet of holes were drilled. The attached map shows the holes location and sections penetrated by the holes.

Hole No. 1, cut five pegmatites ranging in thickness from 0.2 feet to 2.0 feet. All of these pegmatites are rich in mica; however, their thickness may be too small to permit exploitation. It is believed that the pegmatite encountered at 98.5 feet represents the downward extension of pegmatite mined from the flooded adit. If this corrolation is correct, then evidence available suggest that this pegmatite is corrolative with the large one cut in Holes Nos. 2 and 3.

Mica in pegmatites cut by Hole No. 1 ranges in size up to at least two inches in diameter. Books two inches in thickness were encountered. The mica is light ruby in color, clear, flat, splits well, and is hard.

Hole No. 2, cut three pegmatites, only one of which is of sufficient size and contains enough mica to offer commercial promise. This pegmatite was cut at 140 feet and is four feet thick. Mica in cores obtained constitutes approximately twenty-five percent of the pegmatite. Mica at least two inches in diameter occurs in the core.

Hole No. 3, cut one large pegmatite and two pegmatite stringers. The only pegmatite of interest was cut at 60 feet. An opening (old drift or stope) six feet wide was cut. From 66 to 70 feet glassy quartz with burr mica (quartz core) was cored; From 70 to 72 feet plagioclase feldspar occurs. From 72 to 75 feet a plagioclase feldspar, small quartz, and mica zone occurs(footwall zone). It is believed that the drill cut the pegmatite about normal to the dip, thus it is assumed that this pegmatite has a thickness of about 15 feet. It is also reasonable to assume

that the drift was made in the better mica producing zone.

When the opening was encountered drill water was lost and returned (milky colored water) in the flooded adit; therefore, the opening connects with this adit. Also it is believed that the easternmost caved crosscutting adit connects with the opening.

Conclusions

Data from the drilling indicates that the pegmatite explored under this program ranges in thickness from two to 15 feet. It probably extends down dip from the stoped area for more than one hundred feet and along the strike for more than 140 feet. It is thought that the mica producing zone will average two feet in thickness with a probable total mica content of at least 10 percent. The amount, quality, and size of mica of strategic grade cannot be determined from the cores.

Under this contract which was for $3600 a total of $3196.40 was spent. Government share amount to $2876.76, thus $363.24 of the Government's share was not spent and is returned to the revolving fund. The Operator followed the contract in a competent manner in accomplishing the exploration. No equipment or supplies were purchased under the contract. It is impossible to estimate amount and grade of strategic mica found by the drilling. It is inferred that pegmatite with a mica-bearing zone 2 feet thick, 100 feet down dip, and 140 feet long was explored, with an average total mica content of at least 10 percent.

One feature of the Contract should be noted. On November 25, 1951 the D. M. E. A. Field Team, Region VII, received a letter from A. W. Reid stating: "Since I bought out partners, I now own it (Campbell Mine) in fee." The contract was with Franklin Developers, Inc., with Mr. Reid as President. Presumably, when the Contract was prepared there was no question of ownership, since no Subordination Agreement was required. The Field Team understands that Franklin Developers, Inc., has dissolved (when and how is unknown).

The Field Team believes that the pegmatite explored by this project constitutes a worthwhile discovery and that a Certification of Discovery should be issued. However, before such a certification is made, it is suggested that a decision be made regarding the person responsible to the Government for payment of any royalties which may be due from future production at the Campbell Mine.

A. L. Peyton, USBM

July 10, 1952

K. H. Teague, USGS

CAMPBELL MINE - DMA-1141X
(mica) Idm-2107

LOG OF DIAMOND DRILL HOLES

HOLE NO. 1
Dip: 45°
Depth: 161 feet.

Core Size: 2 1/8 inches
Bearing: S 60° W.

Footage From----	To	Distance Drilled-ft.	Core obtained-ft.	Recovery of core, %	Description
0	35	35	0	0	Overburden
35	42	7	7	100	Biotite gneiss with some granite stringers; medium coarse grained.
42	43	1	0.5	50	Pegmatite with mica up to 1" across.
43	86	43	43	100	Granitized biotite-muscovite schist.
86	87.5	1.5	1.5	100	Pegmatite with muscovite and biotite, muscovite up to 1 1/2"
87.5	98.5	11	11	100	Granitized biotite gneiss with recrystallized muscovite up to 1/4". Many small red garnets.
98.5	100.5	2	2	100	Pegmatite with muscovite up to 1 1/2" Some biotite schist inclusions.
100.5	133	32.5	32.5	100	Granitized biotite gneiss with red garnets and sulphides.
133	133.2	0.2	0.2	100	Pegmatite with muscovite up to 1". Some sulphides.
133.2	161	27.8	27.8	100	Granitized biotite gneiss with red garnets and sulphides.
161	163	2.0	2.0	100	Pegmatite consisting of plagioclase feldspar, quartz, biotite and muscovite 2 x 2 in.
163	170	7.0	7.0	100	Biotite gneiss with granite streaks up to 2 1/2 inches thick.

DMA-1141K.

HOLE NO. 2
Dip: 45°
Depth: 154 ft.

Core size: 2 1/8 inches
Bearing: S 60° W.

Footage From	Footage To	Distance Drilled-ft. Feet	Core Obtained-ft. ~~Percent~~	Recovery of Core-%	Description
0	57	57	0	0	Overburden
57	67	10	10	100	Biotite gneiss with bands of plagioclase feldspar uo to 4" thick
67	68	1	1	100	Vein quartz
68	70	2	2	100	Granitized biotite gneiss
70	71.4	1.4	1.4	100	Pegmatite consisting of plagioclase feldspar, quartz, biotite, red garnet, and muscovite up to 1.5 x 2 inches.
71.4	88.4	17.0	17.0	100	Granitized biotite gneiss.
88.4	90.7	2.3	2.3	100	Pegmatite
90.7	140	49.3	49.3	100	Granitized biotite gneiss with bands of granite up to 3-inches across. Numerous red garnets and some disseminated sulphides (pyrite?
140	144	4	4	100	Pegmatite composed of plagioclase, quartz, biotite, red garnet, and muscovite up to 1.2 inches. Muscovite abundant.
144	154	10	10	100	Garnitiferous biotite gneiss with dissiminated sulphides (pyrite ?)

HOLE :No. 3
Dip: 45°
Depth: 178 feet.

Core Size: 2 1/8 inch.
Bearing : S 46° W

Footage From	Footage To	Distance drilled Feet	Core obtained Feet	Recovery of core Percent	Description
0	40	40	0	0	Overburden
40	59.3	19.3	19.3	100	Granitized biotite gneiss.
59.3	66.0	6.7	0	0	Opening (probably old drift)
66	75	9.0	7.0	77.8	Pegmatite
66	70	4	4	100	Glassy quartz with a little "burr" mica.
70	72	2	1	50	Plagioclase feldspar
72	75	3	2	66.7	Plagioclase feldspar, small amount of quartz, and muscovite at least 2 x 2 inches.
75	79	4	4	100	Biotite gneiss with scattered red garnet.
79	79.7	.7	.7	100	Sugary quartz with a little "burr" mica.
79.7	112	32.3	32.3	100	Granitized garnetiferous biotite gneis
112	113	1.0	1.0	100	Pegmatite
113	116	3.0	3.0	100	Mylonite
116	154	38	38	100	Garnetiferous biotite gneiss with bands of granite up to 2 1/2" thick.
154	154.6	.6	.6	100	Pegmatite
154.6	178	23.4	23.4	100	Garnetiferous biotite gneiss with bands of granite up to 5 inches thick Some dissiminated sulphides (pyrite ?)

DOCKET COPY

IMA-1141X, Idm-E107. Franklin Developers, Inc. (mica)

Amendment No. I, was made to bring project to completion within period of 12 months instead of 6 months from date of contract because operator was unable to find a driller to drill at the contract price, within originally designated time limits.

Amendment No. II, was necessary to change the total footage and cost per foot because no drilling contractor would bid at the price specified in contract. It was in the interest of the Government to make this amendment as the property had a good chance of making a worthwhile discovery.

DMEA-1141

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
SOUTHEASTERN REGION
REGION VII

OFFICE OF
REGIONAL DIRECTOR

P. O. BOX 217
NORRIS, TENNESSEE

June 2, 1952

Mr. Jay Chambers
Defense Minerals Exploration Administration
U. S. Department of Interior
Interior Building
Washington 25, D. C.

Dear Mr. Chambers:

We are enclosing two copies of the Monthly Progress Report covering contract Idm-E-107, Franklin Developers, Inc.

This report is the first and final voucher. Actual work started March 17, 1952, and the date of completion is May 16, 1952.

Sincerely yours,

Helen Miller

Helen R. Miller
Administrative Officer

Enclosures
CC: Mr. R. A. Laurence
Mr. W. A. Beck
Region Files
Day Files

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUN 4 1952

MF-104
(August 1951)

Budget Bureau No. 42-R1036.2.
Approval Expires 6-30-52.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

Contract No.
Idm-E 107

Name of Operator FRANKLIN DEVELOPERS INC.
Docket No. DMA 1141X
Total Contract Amount $3600.00
Government Participation: 90 % Amount, $3,240.00
Distribution of Expenditures for Month of MAY

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUN 4 1952

STRATEGIC AND CRITICAL MINERAL EXPLORATION PROGRAM
OPERATOR'S MONTHLY PROGRESS REPORT

Operators are to submit monthly reports to the designated field representative of the Defense Minerals Administration. Reports are to be submitted in quadruplicate prior to the 15th day of the month following the reporting period.

Narrative.—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered is to be furnished.

Maps.—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.

Cost Accounts.—All applicable parts of this form are to be filled in. This report will form the basis for payments of the Government's participating share of expenses. Audits of accounts may be made from time to time.

CERTIFICATION

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.

FRANKLIN DEVELOPERS INC.
(Name of Company)

By G. W. Reid
(Signature of Authorized Official)

5/20/52
(Date)

PRESIDENT (Title)

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.

16—64068-3

MONTHLY SUMMARY COST STATEMENT

List as Shown on Exhibits Attached to Contract

Item	Monthly Total	Totals Previously Reported	Totals to Date	For Government Use Only		
				Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
1. Fixtures and Improvements:						
(*a*) Facilities						
(*b*) Buildings						
(*c*) Fixtures						
2. Operating Equipment:						
(*a*) Purchased[1]						
(*b*) Rented[2]						
(*c*) Furnished by operator						
3. Rehabilitation and Repairs:						
(*a*) Facilities						
(*b*) Buildings						
(*c*) Installations						

MF-104 FRANKLIN DEVELOPERS INC. P. O. BOX 489 FRANKLIN, N. C.

CONTRACT NO. Idm-E107 DOCKET NO. DMA-1141X MICA (5/20/52)

MONTHLY PROGRESS REPORT - FINAL

WORK PROCEEDED IN ACCORDANCE WITH CONTRACT AND APPROVAL OF FIELD TEAM.

DATE OF BEGINNING: 3/17/52 DATE OF COMPLETION: 5/16/52

RESULTS ACCOMPLISHED APPEAR IN ATTACHED GEOLOGIC & ENGINEERING REPORT.

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EXPENDITURES:

A.-N.-C. DRILLING CO., FERGUSON, KY.

504 feet core drilling @ $5.35 per foot (Invoice attached)	$ 2,696.40

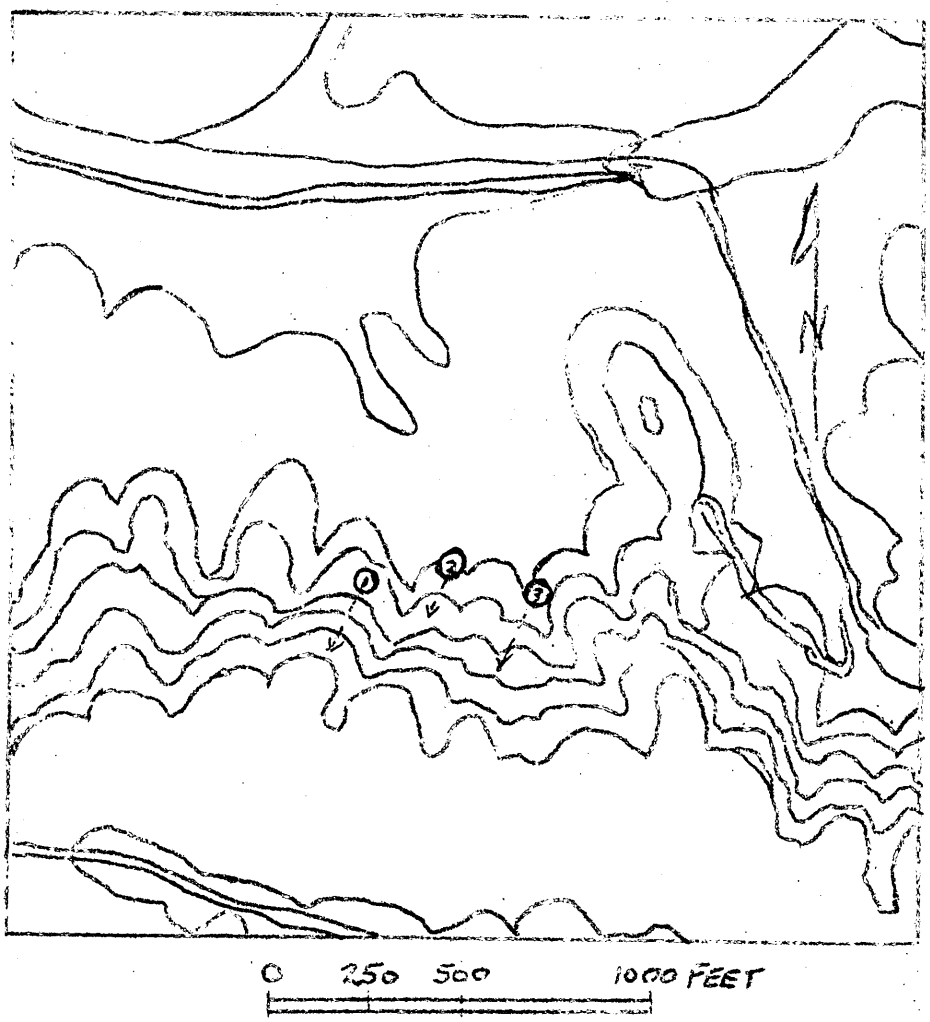
NOTE: Original contract listed 600 feet of drilling, but amended 3/10/52 to 504 feet @ $5.35 per ft.

SUPERVISION: ENGINEER - A. W. REID	
20 days @ $20.00 per day	400.00
Core boxes, core storage & shelter, testing expenses, packing & haulage	100.00
TOTAL EXPENSES FOR PROJECT	3,196.40

MF-104 FRANKLIN DEVELOPERS INC. P. O. BOX 489 FRANKLIN, N. C.

CONTRACT NO. Odm-E107 DOCKET NO. DMA-1141X MICA (5/20/52)

COMPLETED PROSPECTING AT THE CAMPBELL MINE



DIAMOND CORE DRILL HOLES (45 deg.)

HOLE	DEPTH	MICA TO:
No. 1	170' 0"	163' 10"
No. 2	154' 0"	147' 0"
No. 3	178' 0"	170' 8"

A. N. C. DRILLING CO., INC.

Ferguson, Kentucky

DIAMOND CORE DRILL HOLE RECORD

For A.W.Reid - Mica address Franklin, N. C. April 7, 1952

on Mica Prospect near Franklin county Macon State N.C.

Hole No. 1 Driller R.M.Collins Contract No. Idm-E107

Classification	Thickness of Strata Ft.	ins. ths.	Depth from surface Ft.	ins. ths
Overburden	35	0	35	0
Weathered Granite	7	0	42	0
Pegmatite	2	6	44	6
Decomposed Granite and Quartz	6	10	51	4
Granite	7	8	60	0
Granite	12	5	72	5
Granite and Quartz	13	4	85	9
Granite and Quartz	15	10	101	7
Granite and Quartz	15	7	117	2
Granite and Quartz	6	10	124	0
Granite and Quartz	12	0	136	0
Granite and Quartz - Some Mica Chist at 140'	6	5	142	5
Mica Chist - Granite and Quartz	10	7	153	0
Mica Chist - Hole Bottomed in Pegmatite	6	6	159	6
Mica Bearing Pegmatite and Book Mica	4	4	163	10
Blue Granite	6	2	170	0
	170	0	170	0

Started 3/20/52

Completed 4/7/52

A. N. C. DRILLING CO., INC.

Ferguson, Kentucky

DIAMOND CORE DRILL HOLE RECORD

For A.W.Reid - Mica adress Franklin, N.C. April 28, 1952

on Mica Prospect near Franklin county Macon State N. C.

Hole No. 2 Driller R.M.Collins Contract No. Idm-E107

Classification	Thickness of Strata Ft.	ins. ths.	Depth from Surface Ft.	ins. ths.
Overburdern	58	0	58	0
Decomposed Granite and Quartz	22	0	70	0
Mica Bearing Pegmatite	3	6	73	6
Granite and Quartz	8	6	82	0
Granite and Quartz	12	5	94	5
Granite and Quartz	9	2	103	7
Granite and Quartz	4	5	108	0
Mica Chist and Quartz	5	3	113	3
Mica Chist and Quartz	11	9	125	0
Wash Material Core Recovery 1 foot	10	0	135	0
Granite, Mica, Chist and Quartz	5	3	140	3
Mica Bearing Pegmatite - Book Mica	6	9	147	0
Granite	7	0	154	0
Total depth	154	0	154	0

Started 4/8/52

Completed 4/28/52

A. N. C. DRILLING CO., INC.

Ferguson, Kentucky

DIAMOND CORE DRILL HOLE RECORD

For A.W.Reid address Franklin, N. C. May 15, 1952

on Mica Prospect near Franklin county Macon State N. C.

Hole No. 3 Driller R.M.Collins Contract No. Idm-E107

Classification	Thickness of Strata Ft.	ins. ths.	Depth from Surface St.	ins. ths.
Overburden	40	0	40	0
Weathered Granite	10	0	50	0
Weathered Granite	9	4	59	4
Old Mine Tunnel - Open Ground	6	8	66	0
Mica Bearing Pegmatite - Book Mica	13	8	79	8
Mica Chist and Quartz	2	4	82	0
Decomposed Granite and Quartz	9	0	91	0
Decomposed Granite and Quartz	13	5	104	5
Decomposed Granite and Quartz	7	9	112	2
Pegmatite	2	4	114	6
Granite and Quartz	2	6	117	0
Granite and Quartz	8	0	125	0
Quartz and Mica Chist	9	6	134	6
Granite and Quartz	14	9	149	3
Mica Chist	2	9	152	0
Mica Chist and Quartz	3	10	156	10
Granite	2	8	159	6
Granite and Quartz	3	0	162	6
Granite, Quartz and Chist	8	2	170	8
Granite	7	4	178	0
Total Depth	178	0	178	0

Started 4/29/52
Completed 5/15/52

MF-104 FRANKLIN DEVELOPERS INC. P. O. BOX 489 FRANKLIN, N.C. 5/20/52

CONTRACT NO. Idm-E107 DOCKET NO. DMA-1141X - MICA -

DATE OF BEGINNING: 3/17/52 DATE OF COMPLETION: 5/16/52

GEOLOGIC & ENGINEERING REPORT

THIS PROPERTY HAD BEEN PROFITABLY, THOUGH INTERMITTENTLY, WORKED FOR MORE THAN 60 YEARS. BOOKS WEIGHING UP TO 300 AND 400 POUNDS HAVE BEEN RECOVERED, EVEN CLOSE TO THE SURFACE, WITH VEIN CROPPINGS APPEARING FOR A DISTANCE OF MORE THAN ONE HALF MILE. HOWEVER, NO ESTIMATION OF RESERVES CONTAINED THERIN HAD BEEN ESTABLISHED UNTIL COMPLETION OF THIS EXPLORATORY WORK.

ATTACHED HERETO IS A RECORD OF THREE (3) CORE HOLES WHICH WERE DIAMOND DRILLED, IN ACCORDANCE WITH CONTRACT, INTO THE PEGMATITE. HOLE NO. 1 ENCOUNTERED MICA TO A DEPTH OF 163 FEET 10 INCHES; HOLE NO. 2 TO 147 FEET; HOLE NO. 3 TO 170 FEET 8 INCHES. HOLE NO. 3 ENCOUNTERED A VEIN OF MICA 20 feet and 4 INCHES WIDE AT A DEPTH OF 79 FEET 8 INCHES. ALL OF THE MICA EXTRACTED IS OF HYGRADE RUBY TYPE AND BLOCK INDICATIONS ARE OF STRATEGIC GRADE. THE THREE HOLES ARE APPROXIMATELY 200 FEET APART.

BY REASON OF TH ESE CORE DRILLINGS AN ESTIMATE OF THE PEGMATITE DEPTH HAS BEEN ESTABLISHED. THE EXPLORATORY WORK HAS BEEN COMPLETED TO THE 100% SATISFACTION OF THE OPERATOR BECAUSE (1), STRATEGIC RUBY MICA WAS DISCOVERED IN EACH HOLE, (2), COMMERCIAL ORE BODIES HAVE BEEN PROVEN TO EXIST IN THIS PROPERTY AND (3), THE ESTABLISHED DEPTH OF THE PEGMATITE WILL PERMIT MANY YEARS OF PROFITABLE OPERATION.

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NOTE: THICKNESS OF STRATA, IN INCHES AND FEET, APPEARS ON ATTACHED RECORD OF CORE DRILL HOLES; LOCATION OF HOLES ARE SHOWN ON ATTACHED SKETCH.

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MONTHLY SUMMARY COST STATEMENT—Continued

Item	Monthly Total	Totals Previously Reported	Totals to Date	For Government Use Only: Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(d) Fixtures						
4. Labor[3]						
5. Supervision	400.00		400.00			
6. Supplies						
(a) Timber						
(b) Explosives						
(c) Repair Parts						
(d) Other						
7. Power						
8. Transportation						
9. Insurance						
(a) Fire						
(b) Public Liability						
(c) Workmen's Compensation						
10. Contract Work	2696.40		2696.40			
11. Other (specify)						
Core Boxes, Shelter, Haulage, etc.	100.00		100.00			
Total	3196.40		3196.40			
Deletions						
Adjusted totals						
Totals previously reported						
Totals to date	3196.40		3196.40			

[1] Enter amount paid during month toward total purchase price.
[2] Payments for rental of equipment or prorated depreciation on equipment owned by contractor.
[3] Submit copy of the Social Security form filed under the Old Age Insurance system showing complete wage and salary data or furnish copy of payroll sheet giving same data.

NOTE.—Indicate that portion of supervisory, office, and engineering salaries that is chargeable to this project.

FOR GOVERNMENT USE ONLY

Checked by W. M. Beck
Entered by W. M. Beck
Approved by W. M. Beck
Amount approved for payment $2876.76
Remarks

16—64068-3

EXPLORATION UNIT COST AND PROGRESS REPORT FOR MONTH OF May

(Supply Data Below Applicable Only to Your Operations)

Item	Costs					Progress [4]				
	Wages [1] and salaries	Equipment [2]	Supplies	Other [3]	Total	Unit	Units this month	Units previously reported	Units to date	Units authorized by contract (Exhibit A)
Drifting										
Crosscutting										
Raising										
Shafts										
Winzes										
Drill holes	400.00	2,696.40	100.00		3,196.40	LIN. FT.	504	—	504	504
Overburden										
Rehabilitation and preparation										
Geology and geophysics										
Trenching										
Sampling and assaying										
Roads and trails										
Test pits										
Other (specify)										
Totals										

[1] Prorate supervisory, engineering, and office salaries in proportion to man-shifts of direct labor.
[2] Prorate charges for equipment that is not exclusively for one type of job (such as compressors) against authorized units of work in each category.
[3] Where entries in the "Other" column (above) are more than 25 percent of the total expenditures, a breakdown of this item should be made.
[4] Specify whether feet, cubic feet, acres, miles, etc.

16—64068-3 U. S. GOVERNMENT PRINTING OFFICE

Docket

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
[redacted]

Room 13, Post Office Building
Knoxville, Tennessee

March 17, 1952

Memorandum

To: Frank E. Johnson, Chairman, Operating Committee, DMEA

From: Acting Executive Officer, DMEA, Region VII

Subject: Contract Amendment - DMA-1141X, Idm-E107
Franklin Developers, Inc.

Attached are original and three copies of above subject contract amendment. According to the usual procedure, one copy was retained by Mr. Reid and one by this office. There are also attached 4 copies of Mr. Reid's contract with A. N. C. Drilling Company.

Wm. A. Beck,
Acting for, Robert A. Laurence

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAR 1 1952

BL

COPY

(sic)

COPY

A. N. C. DRILLING CO., INC.
Diamond Core Drilling Contractors

FERGUSON, KENTUCKY

March 3, 1952

Mr. Andy Reed
Franklin, North Carolina

Dear Mr. Reed:

Confirming our telephone conversation with Mr. Laurence on this date, we hereby submit the following proposal for drilling on your property near Franklin, North Carolina.

Proposal:

To furnish all labor, tools, and equipment necessary for drilling 3 exploratory holes, NX size, with a minimum footage of 504 feet for the sum of $5.35 per linear foot.

The A. N. C. Drilling Company, Inc. will furnish compensation and liability (public) insurance required by the State of North Carolina.

We propose to begin operations on or about March 17, 1952. Payment for same to be made upon the completion of the proposed drilling.

As agreed by you in a previous telephone conversation, you will have necessary water available, and a road accessible to the project.

This letter will be binding on both parties when signed and accepted by each party, and signed copy delivered each to the other.

Signed A. N. C. Drilling Company, Inc.

By: s/s
Thelma C. Nixon, Secretary

Accepted this ___ Day of March, 1952

BY s/s A. W. Reid
Andy Reed

Approved for DMEA-1141X, IdmE 107

By s/s
Robert A. Laurence
Executive Officer, DMEA
Field Team, Region VII

Department of the Interior
Bureau of Land Management
APR 1 1952

COPY

COPY zm.

Franklin, North Carolina
March 6, 1952

A. N. C. Drilling Company, Inc.
Ferguson
Kentucky

Gentlemen:

This is a supplement to the proposal contained in your letter of 3 March 1952.

As explained to you by telephone, I agree to dam up the water coming from the tunnel but I can not guarantee that the supply will be sufficient. I do not know how much water is required to operate a core drill and neither do I know how much water there will be available, but I am informed that in all probability the water supply will be sufficient.

I am today signing the acceptance of your proposal with this supplement attached and make a part thereof.

Yours very truly,

s/s A. W. Reid

AWR:jah

Copied March 12, 1952
for DMEA files.
zm.

MAR 1 . 1952

OFFICE OF THE ADMINISTRATOR

A.a.
2-8-52

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

Room 1, Post Office Building
Knoxville, Tennessee

February 6, 1952

Memorandum

To: Frank E. Johnson, Chairman, Operating Committee

From: Acting Executive Officer, DMEA Region VII

Subject: Contract Amendment-DMA-1141X, Idm-E107.

Enclosed are original and three copies of signed contract amendment on subject contract. One copy was retained by Franklin Developers, Inc., and one by this office.

Wm A Beck

Wm. A. Beck

DEFENSE MINERALS ADMINISTRATION WASHINGTON, D.C.
FEB 8 8 54 PM '52

FILE COPY
SURNAME:

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

a, E, P.

Contract Service Section
General Accounting Office
Washington 25, D. C.

AUG 28 1951

Re: Docket No. DMA-1141X, Mica
Exploration Project Contract
Idm-E107
Franklin Developers, Inc.
Franklin, North Carolina

Gentlemen:

Enclosed for recording in your office is the original, signed copy of an Exploration Project Contract executed between the operator named in the above reference and the Government of the United States.

Sincerely yours,

C. O. Mittendorf BJ 9/28

C. O. Mittendorf, Director
Production Expansion Division

Enclosure-1

DEMoulds/jem
8-23-51

cc to: Adm. Reading File
Reports & Records
Messrs: Mittendorf-Olund
Moulds
Docket Copy

MEMORANDUM

To: Director, Production Expansion Division
Defense Minerals Administration

From: Director, Supply Division
Defense Minerals Administration

Subject: Recommendation for Contract Approval

Name of Applicant: **Franklin Developers, Inc.**
P. O. Box 489
Franklin, North Carolina

DMA No. **1141X**

Commodity: **Mica**

Amount Requested: $ **30,000**

Amount Approved: $**3,600**

Government Participation: **90 %** $**3,240**

Ron Lyon

DMA-1141X Exploration
Mica
Region VII

Franklin Developers, Inc., Franklin, North Carolina
A memorandum was transmitted to the field from Mr. Mittendorf enclosing six copies of the subject contract to be signed by an authorized official of the company.

My dear Senator Hoey:

I am pleased to report to you that the Defense Minerals Administration of this Department has recently entered into two contracts with Harold E. Inlee, operating in your state for the exploration of possible sources of mica.

The contracts provide that the Government will participate in the expense of this work up to 90% of the cost thereof.

This type of assistance is provided for under Section 303 of the Defense Production Act.

The Defense Minerals Administration will be glad to furnish you any further details you may desire regarding the matter.

Sincerely yours,

Secretary of the Interior

Hon. Clyde R. Hoey
United States Senate
Washington 25, D. C.

Identical letter sent to:
Sen. Smith
Rep. Redden

DEMoulds/bjs
Written 8/9/51
cc to: Adm. Reading File
Reports and Records
Secy's Reading File
Mr. Mittenderf, Mr. Olund
Mr. Moulds
Docket copy ✓
Chron. copy

FILE COPY
SURNAME:
140

Guthrie (J.L.H)

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

August 9, 1951

del'd by hand

A. E. C.

Memorandum

To: Director, Production Expansion Division

From: General Counsel

Subject: Franklin Developers, Inc. exploration contract — Docket No. DMA-1141X

The contract in the captioned case is approved as to legal form and sufficiency subject to proper execution by the operator and dating as of the day of delivery to the operator.

Your file is returned herewith.

J. L. Hofflund

J. L. Hofflund
General Counsel

Attachment

RRGuthrie/ema

Copy to: R. R. Guthrie
J. L. Hofflund } del'd by hand
Reports & Records Unit
Chron.

FILE COPY
SURNAME:

Moulds
Mittendorf

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

AUG 15 1951

Q-E.C-

Mr. Robert A. Laurence
Executive Officer
Region VII
Room 13, Postoffice Building
Knoxville 01, Tennessee

Re: Docket No.DMA 1141X, Mica
Franklin Developers, Inc.
Franklin, North Carolina

Dear Mr. Laurence:

Please find herewith six copies of contract for subject exploration project which has been signed by this office for the Government and bears register number and effective date as shown.

The contract is to be signed by a duly authorized officer of the Company in the presence of yourself or member of the DMA staff without any changes to its contents. If any provisions are unsatisfactory to the operator, the contract must be returned to this office for re-execution.

After signing the contract one copy is to be given to the operator and one copy retained for your office. The remaining copies including the original, are to be sent to this office as soon as possible.

A copy of the contract required by the Regional Finance Office will be forwarded directly by the Washington Finance Section.

Sincerely yours,

C. O. Mittendorf BJ 8/15

C. O. Mittendorf, Director
Production Expansion Division

Enclosures-6
APPROVED:
Tom Lyon
Chairman, Coordinating Committee

Lowell B. Moon
Member, Bureau of Mines

Olaf N. Rove
Member, Geological Survey

DEMoulds/meh
Typed: 8/9/51
cc to: Adm. Reading File
Reports and Records
Messrs. Mittendorf, Olund
Mr. Moulds
Mr. Barr
Mr. Norton
Mr. Josephson
Region VII
Docket

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

Room 13, Post Office Building
Knoxville 2, Tennessee

August 21, 1951

Memorandum

To: C. O. Mittendorf, Director, Production Expansion Division

From: Executive Officer

Subject: DMA-1141X, Franklin Developers, Inc.

Enclosed herewith are the original and three copies of the contract for DMA-1141X, signed by the president of the company. One copy was given to the applicant and one retained in this office.

Robert A. Laurence

Robert A. Laurence
Executive Officer
Field Team, Region VII

Enclosure

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
AUG 23 1951

UNITED STATES
DEPARTMENT OF THE INTERIOR
OSCAR L. CHAPMAN, SECRETARY

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
JUL 16 1951
Executive Secretary

DEFENSE MINERALS ADMINISTRATION
REPORT OF EXAMINATION OF FIELD TEAM, REGION VII

DMA-1141X, Franklin Developers Corp.
Franklin, Macon County, N.C.

Kefton H. Teague, Geologist
U. S. Geological Survey

L. G. Marshall, Engineer
U. S. Bureau of Mines

On-Site Exam Rpt

Report of Field Examination of
Campbell Mine - Franklin Developers, Inc.
Franklin, Macon Co. N. C.

June 20, 1951

DMA-1141X

This mine, owned by Franklin Developers Corporation is located one mile west of Flowers Gap, 6 miles (airline) N. 25 E. of Franklin, North Carolina (Green Creek, N.C., 166 SE).

Numerous caved pits and drifts occur on this property, confined to a zone about 300 feet wide and extending up a small east-west trending hollow for a distance of approximately 1500 feet. At present a 200-foot crosscutting drift is accessible. In this opening, water and caving ground prevented an examination of the pegmatite in place; however, casual examination indicated that the pegmatite is about 5 to 6 feet thick, strikes N. 65° and dips 45-55° N.E., in the same general direction as the ridge slope. The distribution of the old caved workings suggests that there are probably more than one pegmatite present at this deposit, all more or less parallel and dipping to the northeast. The old workings probably were confined to the soft portion of the pegmatites.

Mica present in the old dumps appears to be of strategic quality. Mica books 6 - 8 inches across may be seen in the accessible pegmatite in considerable abundance, therefore it would appear that strategic sheet could be produced from this deposit.

It is recommended that this deposit be explored by three diamond drill holes, two of the holes to be located on approximately the same level as the present accessible crosscut, to secure more information on the size, trend, and dip of the pegmatites

It is believed that two holes, angled 45° in a southwest direction to depths of about 150 feet will provide, in addition to that data mentioned above, other useful data for the location of the third hole. The third hole should be approximately 300 feet deep, located 200-300 feet below and directed in such manner as to cut all of the pegmatite present.

(Estimated cost on next page)

Estimated Cost:

(Order of procedure)

2 diamond drill holes on 45° angle, 150 ft. deept (on contract)

1 diamond drill hole on 45-60° angle 300 ft. deep (on contract)

Total 600 ft. @ $5.00 per ft.	$3000.00	NX core
24 shifts of 24 days single shifting		
1 supervisor & core examiner $16 per day	384.00	
1 jeep rental @ $600 per da.	144.00	
Supplies (coreboxes etc.)	72.00	
	$600.00	

Total for project $3600.00

FILE COPY
SURNAME:

Barr
Parsons/JTK

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

June 25, 1951

a.e.e.

Memorandum

To: Mr. James A. Barr, Sr.

From: Mr. A. B. Parsons

Subject: Docket DMA-1141X - Mica
Franklin Developers, Inc.

The prospective available supply of mica is far short of meeting defense requirements. Consequently, it is highly desirable that exploration for new domestic deposits be stimulated by any reasonable Government assistance to private interests. Any exploration project that holds promise of finding significant new reserves, merits consideration by the Defense Minerals Administration.

A. B. Parsons
Assistant Director
Supply Division

dak

cc: Mr. Strobel
Mr. Parsons
Mr. Barr
Mr. Norton
Mr. Mittendorf
DMA Files

June 20, 1951

Mr. [illegible] Reid, President
Franklin Developers, Inc.
P. O. Box [illegible]
Franklin, N. C.

Subject: Projects DMA-[illegible],
DMA-[illegible], DMA-1[illegible]

Dear Mr. Reid:

Your applications are being referred to the Defense Minerals Administration Field Team, Region VII, for further information.

Sincerely yours,

Tom Ryon, Director
Supply Division

mp

cc: Administrator's Leading File
Mr. Strobel
Mr. Bagby
Field Team, Region VII (2)
DMA Files

June 7, 1951

Mr. Frank T. Sierema
Franklin Developers, Inc.
P. O. Box 489
Franklin, N. C.

Dear Mr. Sierema:

We thank you for your letter of May 26, with suggested names for Mica Advisory Committees. These names will be given full consideration.

Sincerely yours,

James A. Barr, Sr., Chief
Industrial Minerals Branch

JABARR:mp

cc: Mr. Strobel
Mr. Barr
DMA Files

2-38

June 6, 1953

Mr. Robert Lawrence, Executive Officer
DMA Field Team, Region VII
Room 13
Post Office Building
Knoxville, Tennessee

Dear Mr. Lawrence:

<6,23-843X, 1141X

Subject: Franklin Developers, Inc., and
238} Pitt Sim Corporation-Mica applications
1140} [illegible], [illegible], [illegible],
[illegible], [illegible]

Also on above subject mica applications are attached. They appear to be related projects, each of the two companies involved having essentially the same officers and the same address, Box 889, Franklin, North Carolina. As all of the properties are located in the same general area, it is possible that study of all could be included in a single field examination. Your recommendation on these projects would be appreciated particularly with respect to the following:

1. The competence of the applicants to conduct the rather ambitious programs proposed does not appear to be substantiated by data accompanying applications. Interviews with applicants and their engineer or engineers might be helpful.

2. The exploration proposals appear to include work beyond that necessary to develop reserves. Perhaps with the help of the Field Team, the applicants might revise these accordingly.

3. In both exploration and loan proposals there appears an unduly high proportion of estimated costs devoted to supervisory personnel. Perhaps it could be pointed out to the applicants that in the exploration program such supervision might consist of the services of one working foreman and the part-time services of an engineer or superintendent. In development projects, needs might be similarly scaled down according to the amount of work to be done.

4. In properties where development loans are sought, ore reserves must be proven to justify requests. If not proven, would applicant be justified in and willing to change the proposals to Exploration Projects.

Issues:

1. Evaluate exploration projects

2. Correlate applications with a view of combining into one.

3. Determine reserves, recoveries and grade.

4. Report on economics.

5. Recommendations.

A copy of a letter from Mr. J. J. Morton, very clearly analyzes this group of applications.

Sincerely yours,

Chairman,
Coordinating Committee

Bureau of Mines

Geological Survey

Enclosures

WASHEWing:

cc: Mr. Strobel
Mr. Barr
Mr. Morton
Mr. Moon
Field Team, Region VII
IBA Files

May 19, 1951

Franklin Developers, Inc.
P. O. Box 289
Franklin, North Carolina

Attention: Mr. F. T. Sizemore, Secretary

Gentlemen:

We have your letter of May 8, 1951 in regard to corrections to be made in your application, docketed DMA-1140 and DMA-1141. The corrections will be made as you requested.

Sincerely yours,

James A. Barr, Sr., Chief
Industrial Minerals Branch

JAB:dak

cc: Mr. Strobel
Mr. Barr
Files

FILE COPY
SURNAME:

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

May 10, 1951

Mr. F. T. Siersma, Secretary
Franklin Developers, Inc.
P. O. Box 489
Franklin, North Carolina

Subject: DMA-1141 X
Re: Exploration Loan
Campbell Mine

My dear Mr. Siersma:

Receipt is acknowledged of your application and attachments of May 4, 1951 from the FRANKLIN DEVELOPERS, INC. for a Government loan under the Defense Production Act of 1950.

The application was assigned Docket Number 1141 X and referred to Mr. James A. Barr, Chief, Industrial Minerals Branch, on May 9, 1951.

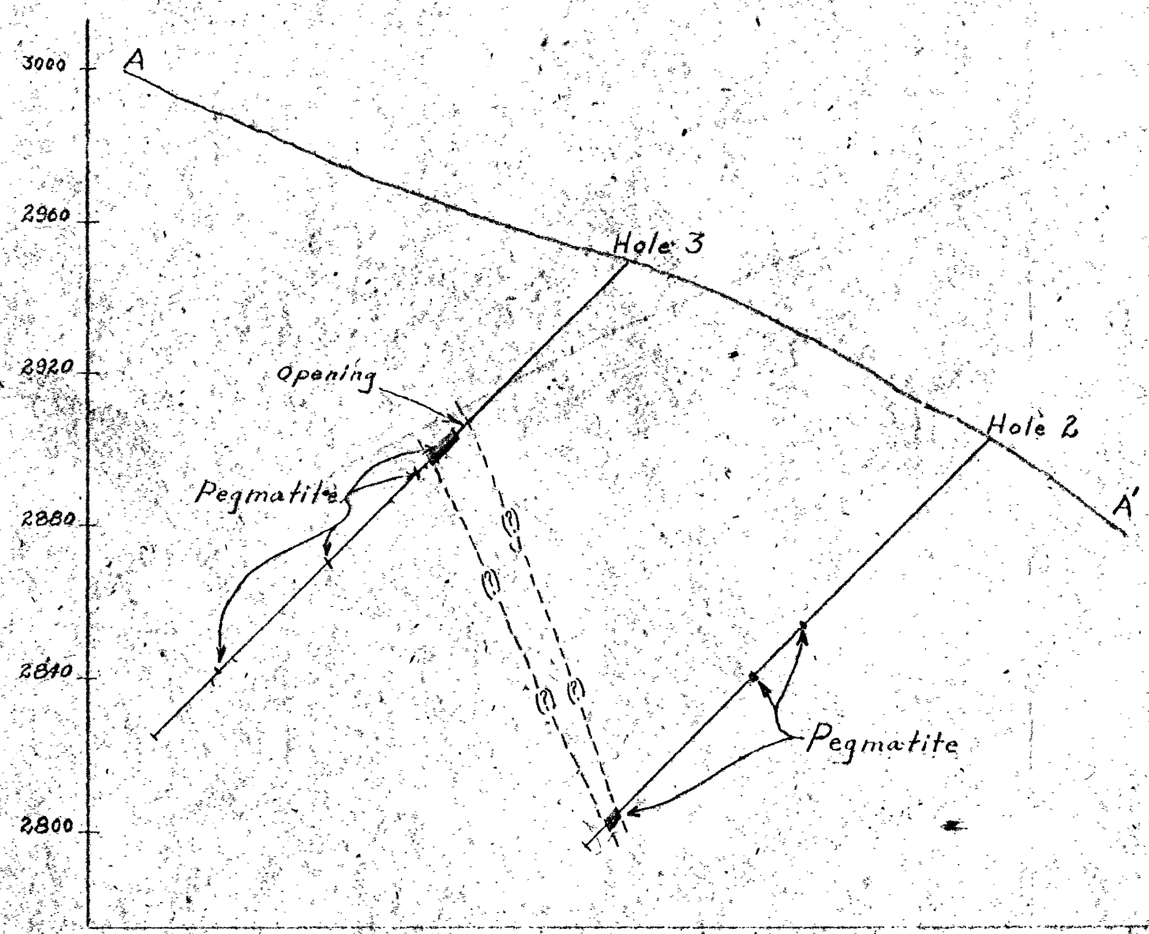
In any future correspondence relating to your application, kindly refer to DMA-1141 X.

Sincerely yours,

LANDON F. STROBEL

Landon F. Strobel
Executive Secretary

LFSTROBEL:aec
cc: Strobel-2
Files
Mr. Barr
Mr. Lyon



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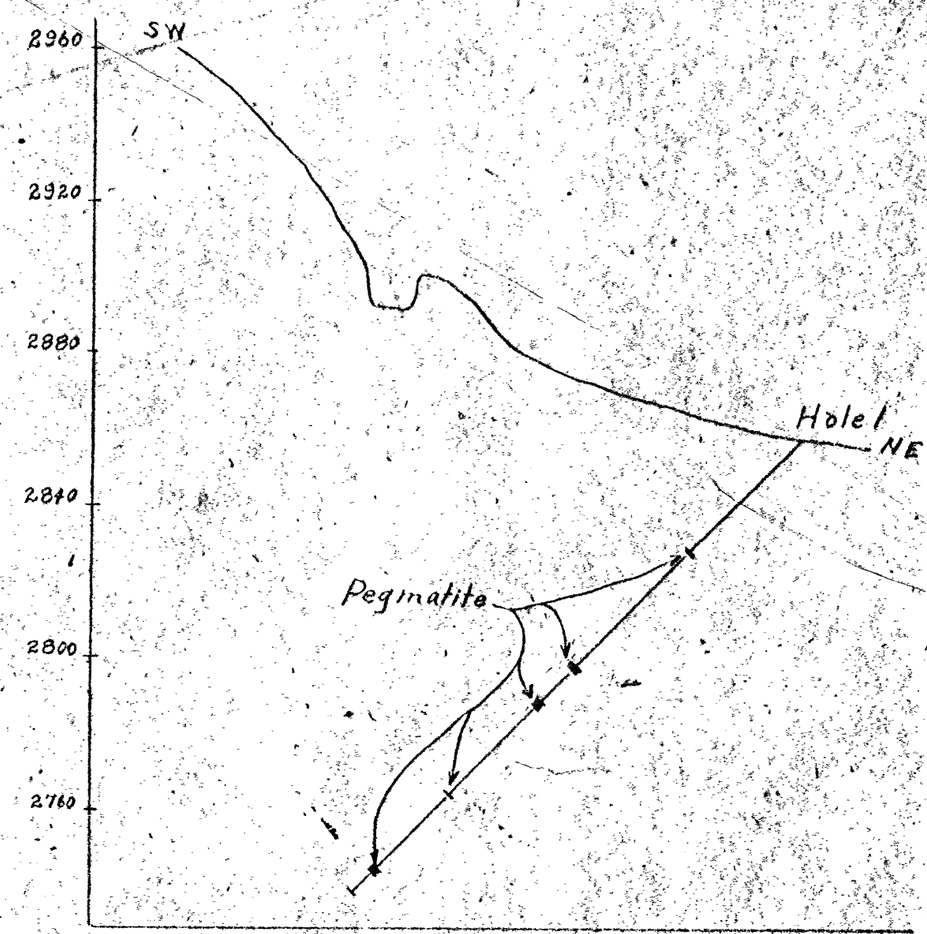

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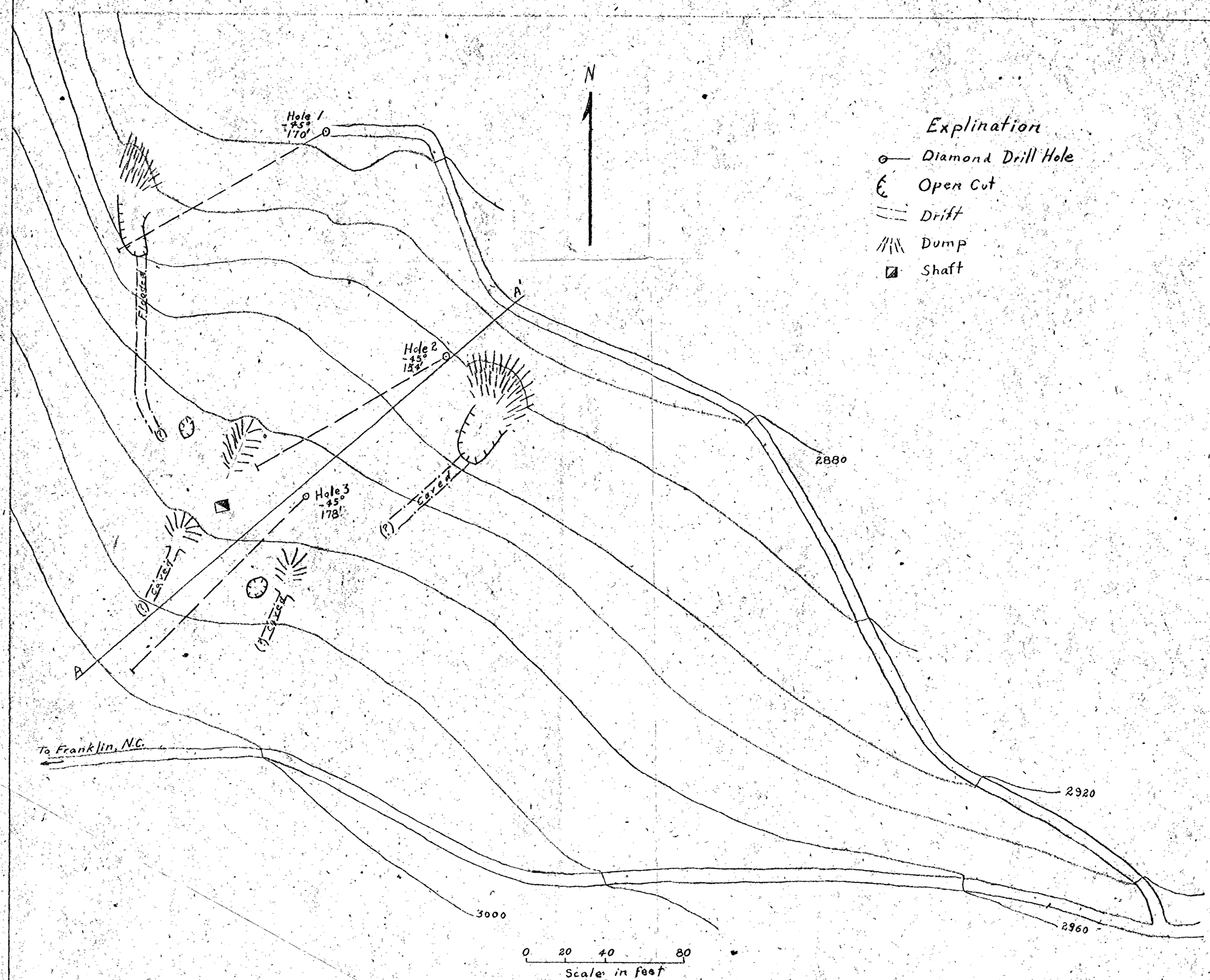

CAMPBELL MINE, MACON CO., N.C.

DMEA-1141X