DMEA Form 9
Rev. 6/57

UNITED STATES
DEPARTMENT OF THE INTERIOR
Defense Minerals Exploration Administration

OFFICIAL DOCKET FILE — Idm-E NO. 662 — DMEA NO. 3255

Application
- [ ] Denied
- [ ] Withdrawn

Contract
- [ ] Terminated - Not Certified
- [x] 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
- [ ] Closing Letter — 8-6-54
- [x] Cost Audits
- [x] Termination Notice or Agreement
- [ ] Recision Notice — 6-18-54
- [ ] Assignment of Contract
- [ ] 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
- [ ] 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

- [x] ~~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

OFFICE OF MINERALS EXPLORATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF ROYALTY REVIEW

I have reviewed the files of the Washington office pertaining to Contract Idm-E662, Docket DMEA-3255 (mica), dated March 5, 1954, with

Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina

for the purpose of determining the amount of royalty payable to the U. S. Government on sales of minerals from property referred to as the White Face Mine (Paterson Tract) located in Yancey County, North Carolina, during the period May 8, 1959, through June 22, 1962.

A certification of discovery or development was issued on August 6, 1954, and, in accordance with Annex II of the contract, royalty is payable on all minerals produced from the land described in Article 2 of the contract 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 July 6, 1954, indicated accepted costs under the exploration contract amounting to $1,980.00 with the Government's contribution on a 75 percent basis being $1,485.00.

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

This review found no sales subject to the Government's royalty subsequent to the period covered by a prior Report of Royalty Review which found the sales subject to the Government's royalty through May 7, 1959, to be $266.70. The royalty account as of May 7, 1959, was:

Total Royalty Payable	$13.34
Total Royalty Paid	13.34
Balance of Royalty Due	$ -0-

As of June 22, 1962, the royalty account of this project was found to be:

Total Royalty Payable	$13.34
Total Royalty Paid	13.34
Balance of Royalty Due	$ -0-

E. P. Talbert

E. P. Talbert, OME Auditor

January 23, 1963

Idm-E662 Non-Metallic Minerals Corporation DMEA-3255

STATUS OF PROJECT, SCOPE OF REVIEW
AND REASONS THEREFOR

This contract provides that the Operator or his successor in interest shall pay to the Government a percentage royalty on all minerals produced from the land thereunder. The land consists of an 8 acre, more or less, part of the Petersen Tract located between the South Toe River and Bailey Mountain about 1 mile east of Celo. At the time the contract was executed, the land was owned in fee simple by the Operator.

Exploration work under the contract ceased on May 31, 1954, and was terminated by agreement on June 18, 1954. Production during the exploration period resulted in sales on May 29, 1954, and June 11, 1954, to the Spruce Pine Mica Company aggregating as follows:

885.	lbs. Punch Mica	$123.90
39.5	lbs. Sheet Mica	53.55
51.	lbs. Unclassed Mica	89.25
	Total	$266.70

The above sales were made in the name of John Carroll, Spruce Pine, N. C., who advised representatives of the DMEA Field Team and this Division that the mica was given to him for his wages in performing exploration work. The Operator's president, W. Howard Simpson, paid the royalty due thereon of $13.34 by personal check when presented with evidence of the sales.

Subsequent examinations of the property, inquiries, or checks of the G.S.A. Mica Purchase Depot's records by DMEA and GME regional representatives disclosed no further production through June 15, 1960. An examination of the Mica Purchase Depot's records and a check with Lawrence Conley of the Spruce Pine Mica Company by a representative of this Division during the week ending June 18, 1962, disclosed no sales other than those made in 1954 by John Carroll.

A MME Form 63 inquiry addressed on July 27, 1962, to the Spruce Pine address of the Operator was returned by the post office marked "Moved, Left no address". A MME Form 63 inquiry addressed on September 18, 1962, to W. Howard Simpson, Burnsville, N. C., resulted in no reply. A second such form sent to Mr. Simpson by registered mail on November 19, 1962, also brought no reply, although a return receipt indicates that delivery was effected on November 27, 1962, by station 4A of the Houston, Texas, post office.

A prior contract (Idm-E206, DMA-1761X) indicates the Operator's address as 507 Fifth Avenue, New York, N. Y.

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

(1) The files indicate that no production occurred during the period covered by this review;

(2) All sales of prior production have been accounted for and proper royalty thereon paid; and

(3) 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.

OFFICE OF MINERALS EXPLORATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF ROYALTY REVIEW

I have reviewed the files of the Division of Nonmetallic Minerals, Office of Minerals Exploration, Washington, D.C., pertaining to Contract No. Idm-E662, Docket No. DMEA-3255 (Mica), dated March 5, 1954, with

Non-Metallic Minerals Corporation
Box 39
Burnsville, 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 White Face Mine located in Yancey County, North Carolina, during the period March 17, 1955, through May 7, 1959.

A certification of discovery or development was issued on August 6, 1954, and accordingly royalty is payable on all production from the land described in Article 2 of the contract for a maximum period of 10 years from the date of the contract. A Report of Review in lieu of final cost audit dated July 6, 1954, indicated accepted costs under the exploration contract amounting to $1,980.00 with the Government's contribution, on a 75 percent basis, being $1,485.00.

Royalty audit report and certificate dated March 21, 1955, indicated total sales subject to Government royalty amounting to $266.70 for the period March 5, 1954, through March 16, 1955, and that the royalty due the Government amounting to $13.34 had been paid. No royalty has been received by the Government applicable to this project since the latter date.

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

(1) Periodic inspections by a representative of the Field Team, Region V, have failed to disclose any evidence of production or sales of minerals from this project during the period covered by this review, and

(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.

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

May 14, 1959

MME Form 22
April 59

DEPARTMENT OF THE INTERIOR
Office of Minerals Exploration

CHECK SHEET OF EXAMINING ENGINEER

Operator's Name Non-Metallic Minerals

Address Burnsville, N.C.

Exploration Contract No. Idm-E662 Docket No. 3255

		Check One Yes	Check One No.
1.	(a) Does the Operator stockpile ore subject to royalty repayment?		✓
	(b) If so, is segregation and identification procedure adequate?		
2.	(a) Does Operator commingle production subject to DMEA or OME royalties with exempt production?		✓
	(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?		✓
	(b) If so, are adequate records maintained on such material to protect the Government's interest?		
4.	Do you consider the assay controls in effect are adequate?	✓	
5.	Do you consider that the manner of disposing of production gives the Government its fair royalty returns?	✓	
6.	Do your periodic examinations of operations indicate the Operator is properly reporting his production of ores subject to DMEA or OME royalties?	✓	
7.	Does the Operator buy from or sell to other Operators?		✓
8.	Comment on any item 2 (b) to 6 if answer is No.		

5/7/59
Date

V. D. Lynch
Mining Engineer

53362

Audit copy

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

FIRST ROYALTY AUDIT CERTIFICATE

I have examined the records and sales documents pertaining to the sale of mica for the period March 5, 1954 to March 16, 1955, by:

Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina

produced from White Face Mine in Yancey County, North Carolina, under terms of Contract Idm-2662, Docket No. DMEA-3255.

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 to be $266.70. Royalty due the U. S. Government at the contract rate of 5 percent is $13.34. The royalty paid and balance due are as follows:

Total Royalties Due	$13.34
Total Royalties Paid	13.34
Balance of Royalties Due	$ -0-

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

March 21, 1955

FIRST ROYALTY AUDIT REPORT

I INTRODUCTION

On March 16, 1955, an audit was made of the sales and royalty accounts and records of:

Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina

pertaining to the sale of mica during the period March 5, 1954 to March 16, 1955, from White Face Mine located in Yancey County, North Carolina, in accordance with Contract I4n-3462, Docket No. DMEA-3255.

Mr. William A. Beck, Mining Engineer, U. S. Bureau of Mines, Knoxville, Tennessee, collaborated in making this audit.

II GENERAL INFORMATION

The exploration project was entered into on March 5, 1954. The exploration work was certified as a discovery by DMEA on August 6, 1954. The total accepted cost of the exploration project is $1,980.00. The approved Government participation in the cost of exploration is $1,485.00. A lien against the property for 10 years after date the contract is held by the Government as a guarantee of repayment of the amount of money advanced to the company. The amount of the Government lien is repayable at a rate of 5 percent on all sales of mica produced in the area covered by this contract.

III SCOPE OF AUDIT AND FINDINGS

Mr. John Carroll, the employee who had performed the actual exploration work under this contract, was interviewed at his home near Spruce Pine, North Carolina. He stated that no strategic mica was recovered during the exploration, but that he had made two sales of non-strategic mica obtained from the property to Spruce Pine Mica Company. That company was then visited and copies of settlement sheets covering the sales were obtained. These settlement sheets indicated that mica had been sold by Mr. Carroll on May 29, 1954 and June 11, 1954, aggregating $266.70.

Mr. W. Howard Simpson, president of Non-Metallic Minerals Corporation, was then visited at his home in Burnsville, North Carolina. He presented his personal check in the amount of $13.34 in settlement of the royalties due the Government. He also stated that there had been no other recoveries of mica from the property to date.

March 21, 1955

C. E. Fisher, Auditor

DOCKET COPY
Surname:
Anderson
Houk
Chambers
Potts
Newcomb
Hedges
Selfridge

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

INTERIOR DEPT.
AUG 2 - 1954
SOLICITOR

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

To: Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina

Pursuant to the provisions of Exploration Project Contract No. Idm-E662, dated March 5, 1954 (Docket No. DMEA-3255), hereinafter called the "contract" between you and the United States of America, hereinafter called the "Government"; to establish and fix the Government's percentage royalty on production and its lien thereon and on the land described in the contract, the Government considers and therefore certifies that discovery or development from which production may be made has resulted from the exploration work.

The nature of said discovery or development is described broadly or indicated as follows:

An adit and crosscut explored a conformable unzoned pegmatite in biotite schist and indicated reserves of non-strategic mica.

THE UNITED STATES OF AMERICA

By O. M. Mittendorf
Administrator, Defense Minerals
Exploration Administration

Dated: Aug. JUL 6 - 1954

WCAnderson:gad 7/30/54
Copy to: Mr. Irving Gumbel, EPS, GSA
Docket File
Mr. Hedges, 4604
Mr. Thayer, 4207 GSA Bldg.
Mr. Chambers
Mr. Houk
Field Team, Region VII
Admr. R. File
Operating Committee
Finance Office
Mr. Johnson

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF REVIEW

I have reviewed the Monthly Reports of:

Non-Metallic Minerals Corporation
P. O. Box 39
Burnsville, North Carolina

pertaining to Exploration Project Contract No. Idm-8662, Docket No. DMEA-3255, for the months of April, 1954 to May, 1954, inclusive, covering a project for the exploration of mica on property, known as the White Face Mine, located in Yancey County, North Carolina.

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 Executive Officer of the DMEA Field Team, and a determination of the reasonableness and propriety of the costs.

This review was made in lieu of a final audit of the Operator's accounts and records for the following reason:

all of the costs incurred were under a contract provision for payment by the Government on the basis of agreed estimated costs of units of work actually performed.

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

Total cost as billed by Contractor		$1,980.00
Exceptions:		
By DMEA Finance Officer	$ -0-	
Herewith	-0-	-0-
Total Accepted Cost		$1,980.00

The contract calls for a 75 percent participation of exploration expenses by the United States Government. Therefore, payment to the contractor by the Government in the amount of One thousand four hundred eighty-five and no/100 Dollars,

$1,485.00

is considered valid and proper, provided that the Regional Executive Officer, the Administrator, or other competent official has accepted or will accept the project as having otherwise met the terms of the contract.

B. J. Brekhus
Auditor

July 6, 1954

Docket Copy
Hook
Greenlee
Putin 9/27/54

TERMINATION AGREEMENT

It is agreed this 18th day of June 1954, between the United States of America, acting through the Defense Minerals Exploration Administration (Department of the Interior), hereinafter called the "Government," and Non-Metallic Minerals Corporation, Burnsville, North Carolina, hereinafter called the "Operator", parties to that certain Exploration Project Contract Idm-E 662, Docket No. DMEA-3255, dated March 5, 1954, that:

1. All work and operations provided for in said contract shall be terminated as the date first above written.

2. The Operator shall promptly render to the Government a full and final report and a final accounting of the units of work performed under the contract up to and including the date first above written. Any units of work performed after the date first above written shall be for the sole account of the Operator without contribution by the Government.

3. The Operator hereby releases and agrees to save the Government harmless from all claims or demands under or arising out of said contract, except as herein otherwise provided.

4. All rights of the Government with respect to certification of discovery or development, percentage royalty, and lien for payment, as provided in the contract, are preserved.

IN WITNESS WHEREOF, these parties have executed this Agreement as of the day and year first above mentioned.

NON-METALLIC MINERALS CORP.

By Edward Dunn
President

THE UNITED STATES OF AMERICA

By Robert A. Laurence
Robert A. Laurence
EXECUTIVE OFFICER
DMEA REGION VII

Docket copy

MF-200 (A)
(February 1952)

DOCKET NO. DMEA 3255

COMMODITY Mica

IDM E - 662

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

EXPLORATION PROJECT CONTRACT[1]
(Short Form)

IT IS AGREED this 5 day of March, 1954 between the United States of America, acting through the Department of the Interior, Defense Minerals Exploration Administration, hereinafter called the "Government," and[2] Non-Metallic Minerals Corporation, a North Carolina corporation, Box 39, Burnsville, North Carolina

hereinafter called the "Operator," as follows: and as set forth in Annexes I and II attached hereto and made a part hereof;

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

ARTICLE 2. *Operator's property rights.*—With respect to that certain land situated in the State of North Carolina, County of Yancey, described ~~as follows~~ set forth in Annex I

the Operator represents and undertakes:[4]

(*a*) That the Operator is the owner, in possession and entitled to possession, and that the property is subject only to the following claims, liens, or encumbrances as to each of which the subordination agreement of the holder is attached:

~~(b) That the Operator is the owner, in possession and entitled to possession, and that no other consent to mine is attached.~~

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

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

in or upon the described land; and shall bring the project to completion within a period of Four (4) months from the date of this contract. The work to be performed is more fully described in Exhibit "A" attached hereto, which, with any maps or drawings thereto attached, are made a part of this contract. The Government will contribute to the cost of this work as hereafter provided. The work shall be performed by the Operator or by independent contractor or contractors efficiently, expertly, in a workmanlike manner, in accordance with good mining standards and State regulations for health and safety and for workmen's compensation and employers' liability insurance, with suitable and adequate equipment, materials, and labor, to bring the project to completion within the time fixed. The Government shall have the right to enter and observe and inspect the work at all reasonable times, and the Operator shall provide the Government with all available means for doing so. The Government may consult with and advise the Operator on all phases of the work.

ARTICLE 4. *Costs of the project.*—The agreed, estimated costs of performing the work, expressed in terms of units of work to be performed (per foot of drifting, per foot of drilling, per cubic yard of material to be moved, etc.) are set forth in Exhibit "A," attached hereto. The Government will pay 75 percent of these agreed, estimated costs, as they accrue, for units of work actually performed that conform with the description or specifications for the work set forth in this contract, in an aggregate total amount not in excess of $2,475.00, which is 75 percent of $3,300.00, the agreed, estimated total cost of the project in which the Government will participate: *Provided,* That until the Operator's final report and final accounting have been rendered to the Government and any final check or auditing required by the Government has been made, and a final settlement of the contract has been made, the Government may withhold from the last voucher or vouchers such sums as it sees fit not in excess of ten (10) percent of the maximum total which the Government might have been called upon to pay under the terms of the contract. The Government may, as it sees fit, make payments direct to the Operator's independent contractors, if any, for the account of the Operator, rather than to the Operator.

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

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

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

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

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

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

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

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

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

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

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

(*d*) This article is not to be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any mining or production operations. **See Annex II, substituted for this Article.**

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

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

ARTICLE 9. *Changes and added provisions* _____

Executed in sextuplicate the day and year first above written.

THE UNITED STATES OF AMERICA

NON-METALLIC MINERALS CORPORATION
(Operator)

By W. Howard Simpson
PRES.

By C. D. Mitteudorf
Administrator, Defense Minerals Exploration Administration

Robert Hetlund
Hoult
Chandler

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

[CORPORATE SEAL]

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

EXPLORATION PROJECT CONTRACT
NON-METALLIC MINERALS CORPORATION
DOCKET NO. DMRA-3195

ANNEX I

The land referred to in Article 2 of the contract form is known as the White Pine Mine and is owned in fee simple by the applicant. It is located about one mile east of Cole, North Carolina, between the South Toe River and Bailey Mountain, and is a part of the Peterson Tract recorded in Book 50, pages 47-49, Yancey County, North Carolina, and described as follows:

"Beginning on a stake on the South side of the State road from Cole to South Toe River, thence South 10 degrees West 350 feet to South Toe River, thence up and with the meanders of the South Toe River to a stake in the Theo. Westall line (West line of Peterson tract), thence northerly with said line to a stake Theo Westall et al's corner, thence with the Northwest line of the Peterson tract to a stake on the South side of the State Road, thence East with said road to the beginning; containing 8 acres more or less."

ANNEX [illegible]

The following provisions are in lieu of Article 6:

Repayment by Operator.--a. Certification.--If at any time the Government considers that a discovery or development from which production may be made has resulted from the exploration work, the Government, at any time not later than six months after the Operator has rendered the final report and final account, may so certify in writing to the Operator. Such certification shall describe broadly or indicate the nature of the discovery or development.

b. Percentage royalty.--The Operator, or his successor in interest, shall pay to the Government a royalty on all minerals mined or produced from the land described in Article 2,--(1) regardless of any certification of discovery or development, from the date of the contract until the lapse of the time within which the Government may make such certification of discovery or development, or until the total net amount contributed by the Government, without interest, is fully repaid, whichever occurs first, unless the Government waives its right to a royalty; or (2) if the Government makes a certification of discovery or development, for a period of ten years (or other period fixed by this contract) from the date of the contract, or until the total net amount contributed by the Government, without interest, is fully repaid, whichever occurs first. Said royalty shall be a percentage of the net smelter returns, the net concentrator returns, or other amounts realized from the sale or other disposition of any such production (including any bonuses, premiums, allowances, or other benefits), in whatever form disposed of, including ore, concentrates, or metal, as follows:

(a) One and one-half ($1\frac{1}{2}$) percent of any such net amounts not in excess of eight dollars ($8.00) per ton.

(b) One and one-half ($1\frac{1}{2}$) percent of any such net amounts, plus one-half ($\frac{1}{2}$) percent of such net amounts for each additional full fifty cents ($0.50) by which such net amounts exceed eight dollars ($8.00) per ton, but not in excess of five (5) percent of such net amounts.

(For instance: the percentage royalty on a net amount of five dollars ($5.00) per ton, would be one and one-half ($1\frac{1}{2}$) percent; on a net amount of ten dollars ($10.00) per ton, three and one-half ($3\frac{1}{2}$) percent.)

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

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

e. Notice to Purchasers.--The Operator shall notify any purchaser of the production of the Government's royalty interest, and shall authorize and direct the purchaser to pay the royalty directly to the Government and to furnish the Government with copies of the settlement sheets; but failure or refusal by the purchaser to comply shall not relieve the Operator of liability to pay any royalty falling due.

f. No Obligation to Produce.--This article is not to be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any mining or production operations.

EXPLORATION PROJECT CONTRACT
NON-METALLIC MINERALS CORPORATION
DOCKET NO. DMRA-3255

EXHIBIT "A"

Description of the Work

Exploration for concentrations of strategic mica shall be accomplished in the area indicated on the attached map entitled "Proposed Prospecting at the White Face Mine, Docket 3255," by the work described below.

1. Prepare a site for portal of a proposed drift.

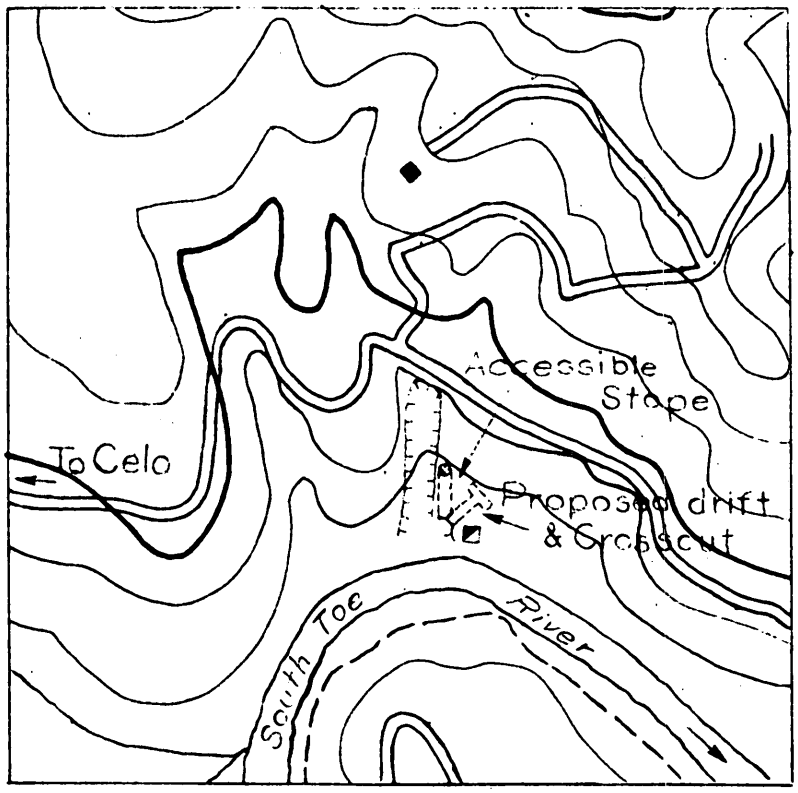
2. Drive not more than 100 feet of drift and/or crosscut, with a cross section of 5 feet by 7 feet in the clear.

The location, direction, and extent of all work is subject to the approval of the Government.

Agreed Unit Costs

Preparation of site for portal of drift[1]	$ 300.00	
Drifting and/or crosscutting--100 feet @ $30/ft.	3,000.00	
Agreed Estimated Total Cost of Project		$3,300.00
Government's participation @ 75%		$2,475.00

[1] The completed work constitutes the unit.



0 250 500 1000 feet

Proposed Prospecting at the
White Face Mine Docket [redacted] 3255

Open Cut

Proposed Underground
drift and Crosscut

3

MF-103
(Revised April 1952)

UNITED STATES DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

Form Approved.
Budget Bureau No. 42-R1035.2.

RECEIVED
15 1954

APPLICATION FOR AID IN AN EXPLORATION PROJECT, PURSUANT TO DMEA ORDER 1, UNDER THE DEFENSE PRODUCTION ACT OF 1950, AS AMENDED

Not to be filled in by applicant

Docket No. ~~3256~~ 3255
Metal or Mineral Mica
Date Received
Estimated Cost $3,300
Participation (Government %)

INSTRUCTIONS

1. *Name of applicant.*—(*a*) State here your full legal name, in the form in which you will wish to contract, and your mailing address: Non-Metallic Minerals Corporation
(a North Carolina Corp.)
Box 39, Burnsville, N. Car.
W. Howard Simpson, Pres: Walter S. Simpson, V. Pres: Nell B. Simpson, Secy.

(*b*) If other than an individual, add to your name above whether a corporation, partnership, etc., and the name of the State in which incorporated or otherwise organized.

(*c*) If a corporation, add to above statement, titles, names and addresses of officers.

(*d*) If a partnership, add to the above statement the names and addresses of all partners.

2. *General.*—Read DMEA Order 1, "Government Aid in Defense Exploration Projects," before completing this application. Submit this application and all accompanying papers in quadruplicate (four copies), with your name and address on each sheet of the application and on all accompanying papers. Where sufficient space is not provided on the form for all required information, state it on an accompanying paper, with a reference in each case to the instruction to which it refers by number. Comply with all applicable instructions; or, if not applicable, so state. File the application with Defense Minerals Exploration Administration, Department of the Interior, Washington 25, D. C., or with the nearest field executive officer thereof.

3. *Applicant's property rights.*—(*a*) State the legal description of the land upon which you wish to explore, including all land which you possess or control that may be benefited by the exploration, and excluding any land or interest in land which is not to be included in the exploration project contract Beginning on a stake on the South side of State road from Celo to South Toe River, thence S 10° W 350' to the S Toe River, thence up and with said river to a stake in the Theo Westall line, thence Northerly with said line to a stake on the S side of the State Road thence East with said road to beginning. Containing 8 Acres more or less.

(*b*) State any mine name by which the property is known Part of Peterson Tract of Bailey Mt.

(*c*) State your interest in the land, whether owner, lessee, purchaser under contract, or otherwise Ownership in fee simple.

(*d*) If you are not the owner, submit with this application a copy of the lease, contract, or other document under which you control the property.

(*e*) If you own the land, describe any liens or encumbrances on it None

(*f*) If the land consists of unpatented claims, add to the description above, the book and page numbers for each recorded location notice.

4. *Physical description.*—(*a*) Describe in detail any mining or exploration operations which have been or now are being conducted upon the land, including existing mine workings and production facilities. State your interest, if any, in such operations. Also describe accessibility of mine workings for examination purposes. see Exhibit "A"

(*b*) State past and current production, and ore reserves, if any, giving quantities and grades.

(*c*) Describe the geologic features of the property, including mineralization, type of deposit (vein, bedded, etc.), and your reasons for wishing to explore. Illustrate with maps or sketches. Send with your application (but not necessarily as a part of it) any geologic or engineering report, assay maps, or other technologic information you may have, indicating on each whether you require its return to you. see Docket No. DMA-1761X Contract Idm-E206

(*d*) State the facts with respect to the accessibility of the project: Access roads, distances to shipping, supply and residence points. On State Road.

(*e*) State the availability of manpower, materials, supplies, equipment, water, and power.
All immediately available

16—66551-1

5. *The exploration project.*—State the mineral or minerals for which you wish to explore Strategic Mica

(*b*) Describe fully the proposed work, including a map or sketch of the property showing a plan (and cross sections if needed) of any present mine workings, and the location of the proposed exploration work as related to such features as contacts, veins, ore-bearing beds, etc. See Docket DMA-1761 Contract Idm-E206 and Mr Houk letter 1/4/54

(*c*) The work will start within 60 days and be completed within 2 months from the date of an exploration project contract.

(*d*) State the operating experience and background of the applicant with relation to the ability to carry out such exploration project, and also that of the person or persons who will supervise the operations. see Exhibit "A"

6. *Estimate of costs.*—Furnish a detailed estimate of the costs of the proposed work (you will have to use a separate sheet), under the following headings. Add the totals under all headings to give the estimated total cost of the project:

(*a*) *Independent contracts.*—(Note.—If the applicant does not intend to let any of the work to contractors, write "none" after this item. To the extent that the work is to be contracted, do not repeat the cost of the contract-work in subsequent items.) State the cost of any proposed independent contracts for the performance of all or any part of the work, expressed in terms of units of work (such as per foot of drilling, per foot of drifting, per hour of bulldozer operations, per cubic yard of material moved, etc.).

(*b*) *Labor, supervision, consultants.*—Include an itemized schedule of numbers, classes and rates of wages, salaries or fees for necessary labor, supervision and engineering and geological consultants.

(*c*) *Operating materials and supplies.*—Furnish an itemized list, including items of equipment costing less than $50 each, and power, water and fuel.

(*d*) *Operating equipment.*—Furnish an itemized list of any operating equipment to be rented, purchased, or which is owned and will be furnished by the Operator, with the estimated rental, purchase price, or suggested use-allowance based on present value, as the case may be.

(*e*) *Rehabilitation and repairs.*—Furnish a detailed list showing the cost of any necessary initial rehabilitation or repairs of existing buildings, installations, fixtures, and movable operating equipment, now owned by the Operator and which will be devoted to the exploration project.

(*f*) *New buildings, improvements, installations.*—Furnish a detailed list showing the cost of any necessary buildings, fixed improvements, or installations to be purchased, installed or constructed for the benefit of the exploration project.

(*g*) *Miscellaneous.*—Furnish a detailed list showing the cost of repairs to and maintenance of operating equipment (not including initial rehabilitation or repairs of the Operator's equipment), analytical work, accounting, workmen's compensation and employers' liability insurance, and payroll taxes.

(*h*) *Contingencies.*—Give an estimate of any necessary allowances for contingencies not included in the costs stated above.

NOTE.—No items of general overhead, corporate management, interest, taxes (other than payroll and sales taxes), or any other indirect costs, or work performed or costs incurred before the date of the contract, should be included in the estimate of costs.

7. (*a*) Are you prepared to furnish your share of the cost of the proposed project in accordance with the regulations on Government participation (Sec. 7, DMEA No. 1)? Yes

(*b*) How do you propose to furnish your share of the costs? Cash

[x] Money [ ] Use of equipment owned by you [ ] Other

Explain in detail on acompanying paper.

CERTIFICATION

The undersigned, whether as an individual, corporate officer, partner, or otherwise, both in his own behalf and acting for the applicant, certifies that the information set forth in this form and accompanying papers is correct and complete, to the best of his knowledge and belief.

Dated Feb., 12, 1954, 195

Non-Metallic Minerals Corp.
(Applicant)

By W. Howard Simpson
W. Howard Simpson, Pres.

Neil B. Simpson
Neil B. Simpson, Sec'y.

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—66551-1

NON-METALLIC MINERALS CORP.

XXXXXXXXX NORTH CAROLINA
BURNSVILLE,

Bureau of Mines
RECEIVED
15 1954

Exhibit "A"

4. (a) Old tunnel with Mica veins in face and on un-worked side walls.
   (b) Reported last worked about 1920. Production reported by old residents and former miners as heavy. 100' plus large chamber drilled 6' and 8' x 7' high by hand drills.
   (c) Veins follow regional direction and dip.

5. (b) Driving 75' of drift and 25' of cross-cut as shown on map prepared by Bureau Engineers on Docket DMA-1761X.
   (d) Direct supervision by: W. Howard Simpson, 30 yrs experience as Mechanical Engineer, 2 years Mica Mining, A. I. M. E.; and Yates Bennett, Pres. and Gen. Mgr., Yancey Mica Mines Inc.,(Cat-tail Mine): Technical Advise and Direction by Adair, Bailey, and Van Horn, Geologists and Mining Engineering Consultants, Murphy, N.C.

6. (a) None
   (b) 1- Miner-forman @ $1.50 per Hr.
   2- Muckers @ $1.25 " "
   Supervision and Consulting on profit sharing basis.
   (d) Mining Equipment including Compressor, Jackhammer, Hoses, Steel, etc., to be rented at $250.00 per Mo., for 2 Months. Bulldozing including operator, fuel, repairs, etc., @ $100.00/Da for 3 days.
   (e) None
   (f) None

Estimated total cost for operation: 100 ft. at $30.00 per ft.	$3000.00
" " " " Preparation of site and Portal of Drift	$ 300.00
Total Estimated Cost of Exploration	$3300.00

Non-Metallic Minerals Corporation

W. Howard Simpson, Pres., and Gen. Mgr.

Nell B. Simpson, Secretary.

REFERENCES: Docket No. DMA 1761X
Contract Idm-E206
Our letter 12-18-53
Your " 1-4-54 by Mr. Lawrence G. Houk
Origional of letter from GSA Spruce Pine Depot by Mr. W. S. Flynt, Supt.

GENERAL SERVICES ADMINISTRATION

Spruce Pine, North Carolina

January 12, 1954

Mr. Howard Simpson, President
Non-metallic Minerals Corporation
P.O. Box 39
Burnsville, North Carolina

Re: DMMA-1761

Dear Mr. Simpson:

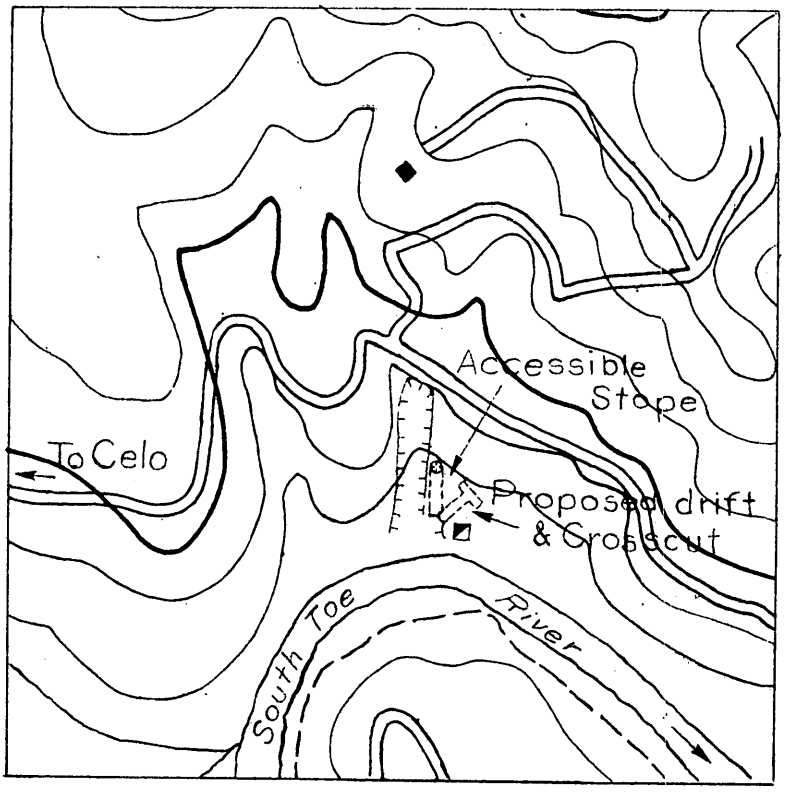
We are pleased to advise that the samples of mica submitted, coming from the White Face Mine in Yancey County, North Carolina, if properly prepared, would be acceptable on our present non-ruby mica purchasing program.

This mica does have some stain, but it is of a flat nature, and I feel sure that it could be prepared so that it would be acceptable.

Yours very truly,

W. S. Flynt, Superintendent
Spruce Pine Mica Depot

WSF/mb



0 250 500 1000 feet

Proposed Prospecting at the
White Face Mine Docket ~~[illegible]~~ 3255

Open Cut

Proposed Underground
drift and Crosscut

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

Project Summary Report

By: Walter C. Anderson July 30, 1954

1. Docket No. DMEA-3255 - Mica
Contract No. Idm-E662
White Face Mine
Yancey County, North Carolina

Operator: Non-Metallic Minerals Corporation
Box 39, Burnsville, North Carolina

Operator's property rights: Owner (No incumbrances.)

2. Contract - dated March 5, 1954

Work authorized:

Preparation of site for portal of drift	$300.00
Drifting and/or cross-cutting 100 ft.@ $30/ft.	3,000.00
Total estimated cost of project	$3,300.00
Government participation @ 75%	$2,475.00

Amendments - none

Work completed:

Preparation of portal site	$300.00
56 ft. of drifting and/or cross-cutting @ $30.00/ft.	1,680.00
Total accepted cost	$1,980.00
Government participation @ 75%	$1,485.00

Work began April 6, 1954, and ended May 31, 1954, before completion. Terminated by mutual agreement on June 18, 1954, as the only mica discovered was of non-strategic quality.

Mica processed and sold during operation:

557 lbs. punch @ $0.14	$77.98
39 3/4 lbs. sheet @ $1.20 to $1.60	53.55
Total	$131.53

Field Team final report received June 30, 1954.
Operator's final report received June 30, 1954.

3. Audit - certificate issued July 6, 1954.

Accepted cost	$1,980.00
Government participation	$1,485.00

4. Certification of discovery issued _____.
Indicated and inferred reserves of mica, which is of non-strategic quality, not determinable.

5. Comments:

How conducted - In a workmanlike manner and only the amount of work was done that could be justified by conditions encountered.

Operation - good.

Engineering - Operator's reports were better than average and the narrative portions of reports, especially the final one, were good.

Geological premise - The premise that a mica-bearing pegmatite would continue was not fulfilled, since the pegmatite pinched out sooner than expected and contained only non-strategic mica.

Geological criteria upon which work was based:
1. Poorly zoned pegmatite 3.5 to 6 feet thick.
2. Mica books up to 10 inches in diameter
3. Past production.

Geological criteria developed during operation:
1. Conformable unzoned pegmatite 5 feet thick.
2. Green mica - non-strategic quality.
3. Production during operation.

Future possibilities:

The Field Team says the deposit can be worked economically for non-strategic mica.

Recommendations:

The Nonmetallic Minerals Division concurs in Field Team's recommendation that a certification of discovery should be issued, since considerable saleable non-strategic mica was discovered by work performed and the deposit can be worked economically.

The Geological Survey and the Bureau of Mines are in agreement with this recommendation.

DMEA Form 7
(12-56)

OFFICIAL FILE COPY

Date	Surname	Code
5/19	[illegible]	800
	[illegible]	120
"	[illegible]	110
	[illegible]	100
		220

May 19, 1964

Memorandum

To: The File

From: W. R. Griswold, Chief
Division of Minerals

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

We have been unable to receive a reply to the Form 63's sent to the Operator-Owner of the property in question. Inquiries sent registered mail have likewise had no reply.

We have checked with Mr. Lesure of the Survey who looked at this area a few years ago and also with Mr. Laurence, and they both advise us that while they have no recent specific knowledge, they feel quite sure that the property is abandoned, with the workings caved in.

In view of the conditions nothing much further could be done unless we ordered a special inspection trip to the Spruce Pine area; this would seem to be a complete waste of Government funds, and therefore it is recommended that this particular docket be closed.

W. R. Griswold

W. R. Griswold

WRGriswold/mm
cc: Director's Reading File
R. A. Laurence
CA&A Division
Code 500

8623

Cy sent to 120

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

ROOM 11 POST OFFICE BLDG.
KNOXVILLE TENN. 37902

OFFICIAL FILE COPY
O. M. E
RECEIVED MAY 18 1964

DATE	INITIALS	CODE
5/18	[illegible]	800
		[redacted]
		~~500~~

May 15, 1964

Memorandum

To: George C. Selfridge, Chief
Division of Field Operations, OME, Washington, D.C.

From: Robert A. Laurence

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

I have not visited the White Face mine since Mr. Lesure's inspection of 1960, but I am reasonably sure that there has been no production from it since that time.

I checked with Mr. Beck, of the Bureau of Mines, and he says they have no record of any production from the White Face mine during that period.

I have no plans to be in the Spruce Pine area in the near future, so it will not be feasible to inspect the property. I am sure you can close the docket as it now stands.

Robert A. Laurence

Robert A. Laurence

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

ROOM 11 POST OFFICE BLDG.
KNOXVILLE TENN. 37902

OFFICIAL FILE COPY
O. M. E
RECEIVED MAY 15 1964

DATE	INITIALS	CODE
5/15		800
	Archive	500
		230

May 12, 1964

Memorandum

To: Mr. George C. Selfridge, Chief
Division of Field Operations
Office of Minerals Exploration, Washington, D. C.

From: M. Gower
U. S. Geological Survey

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

Your memorandum, dated May 8, 1964, concerning any recent activity at the White Face Mine has been received. This will be brought to the attention of Mr. Laurence upon his return to the office next week.

M. Gower

M. Gower

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
	Griswold	500
5/8	Talbut	800
	GCS	130
5/8	Green	110
	[illegible]	100
		220

MAY 8 - 1964

Memorandum

To: R. A. Laurence, U. S. Geological Survey
Knoxville, Tennessee

From: Chief, Division of Field Operations

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

We would like to close the referenced docket inasmuch as the royalty period has expired, but we are unable to get any reply from W. Howard Simpson, the president of the corporation. We have talked with Mr. Lesure of the Survey but he has no recent information. He said the last time he looked at the mine in 1960 the workings were caved in and abandoned.

We doubt that you could possibly have any specific recent knowledge concerning this property; nevertheless, we would appreciate it if you would give us an expression of your opinion concerning any recent activity on the property.

George C. Selfridge (gla)

WRGriswold/mm
5/8/64
cc: Director's Reading File
Review Committee
Docket
Code 500

43683

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

March 5, 1964

Re: MEA-3255 (Mica)
Non-Metallic Minerals Corp.
White Face Mine
Yancey County, N. C.
Contract Idm-E662

Mr. W. Howard Simpson
President
Non-Metallic Minerals Corp.
Burnsville, North Carolina

Dear Sir:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return two copies to this office with copies of any pertinent documents.

Sincerely yours,

s/F. M. Murphy

F. M. Murphy, Acting Chief
Division of Minerals

MME Form 63
Revised 3-62

REQUEST FOR INFORMATION ON CERTIFIED PROJECT AND PROJECT UNDER ROYALTY AGREEMENT

1. June 15, 1960, to March 5, 1964 [redacted], has there been a change in ownership, lease, or sublease? If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before. Yes ☐ No ☐

2. June 15, 1960, to March 5, 1964 [redacted], has there been any production from the land subject to the contract? Yes ☐ No ☐

   A. If so and it was shipped, give quantity, value, and 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	_____	_____

3. Since [redacted], has any production been transported through [redacted] workings (see [redacted] of contract)? Yes ☐ No ☐

   A. If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value
_____	_____	_____

Submitted by:

Name _____ Title _____

Address _____ Date _____

4511

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
1/25	GCS	120
		220

JAN 25 1963

Memorandum

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

From: Chief, Division of Field Operations, OME

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

Enclosed for your files is the original of a Report of Royalty Review on the Subject contract.

George C. Selfridge (gla)

Enclosure

GCSelfridge/gla (1-25-63)
cc: Docket DMEA-3255
Director's Reading File
CA&A Division
G. C. Selfridge
R. A. Laurence, USGS, Reg. IV, w/cy of Report of Royalty Review dtd 1/23/63 and orig. of memo dtd 1/24/63 to Chief, Div. of Field Operations from CA&A Division.
Avery Reed, USBM, Reg. IV, w/cy of ea. item sent to Mr. Laurence

43683

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
		220

JAN 2 4 1963

Memorandum

To: Chief, Division of Field Operations

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

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

Enclosed are the original and two copies of a Report of Royalty Review covering the subject Region IV contract. If you concur in the facts stated therein, please make the following distribution:

(a) Original to the Fiscal Section, Division of Administrative Services, Office of the Secretary; and

(b) Two copies to Region IV files.

This report is for OME record purposes only; therefore, no copy has been provided for the Operator.

As evidence of your concurrence, a copy of your memorandum transmitting the original of the report to the Department's Fiscal Section should be furnished this Division. If for any reason you do not concur, the original and both copies should be returned to this Division with your comments.

Enclosures

EDTalbert/ama 1-24-63

cc:
Docket
Director's Reading File
CA & A Division
Fiscal Section

43683

MME Form 7
(10-58)

OFFICIAL FILE COPY

Date	Surname	Code
1/18	Holt	500
"	(On Leave)	500
		800
1/21	Sellmeyer	120
"	Johnson	110
	Turell	100
		220

January 18, 1963

Memorandum

To: The Files

From: Stephen P. Holt, Mining Engineer
Division of Minerals

Subject: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract Idm-E662

MME Form 63, Request for Information on Certified Project and Project under Royalty Agreement, sent to the Operator under the subject contract July 27, 1962, was returned by the post office at Burnsville, North Carolina, with the envelope marked "Moved, left no address." No answer was received to a second Form 63 mailed September 18, 1962, to W. Howard Simpson, president of the operating company, at Burnsville, North Carolina. A third Form 63 was mailed November 19, 1962, to Simpson at Burnsville, North Carolina, by registered mail, return receipt requested. The receipt was returned by the post office at Houston, Texas, completed to indicate that the letter had been delivered to, and signed for, by W. Howard Simpson on November 27, 1962. To date, no completed Form 63 has been received.

Mr. C. E. Fisher, Auditor, OME, in his memorandum report of June 26, 1962, listed DMEA-3255, Non-Metallic Minerals, White Face, Peterson Tract, as one of the projects checked at the Spruce Pine Mica Purchasing Depot, whose records did not disclose any recent purchases of mica from the subject property. Therefore, it is assumed that the property is inactive at the present time, and that no mica has been produced from the subject mine since June 15, 1960, the date of the last report.

Stephen P. Holt
Stephen P. Holt

43683

MMS Form V
(10-60)

January 16, 1963

Memorandum

To: The Files

From: Stephen P. Holt, Mining Engineer
Division of Minerals

Subject: MMA-3255 (Mica)
Non-Metallic Minerals Corporation
White Pace Mine
Yancey County, North Carolina
Contract Jan-8662

MMS Form 63, Request for Information on Certified Project and Project under Royalty Agreement, sent to the Operator under the subject contract July 27, 1962, was returned by the post office at Burnsville, North Carolina, with the envelope marked "Moved, left no address." No answer was received to a second Form 63 mailed September 10, 1962, to W. Howard Simpson, president of the operating company, at Burnsville, North Carolina. A third Form 63 was mailed November 13, 1962, to Simpson at Burnsville, North Carolina, by registered mail, return receipt requested. The receipt was returned by the post office at Houston, Texas, completed to indicate that the letter had been delivered to, and signed for, by W. Howard Simpson on November 27, 1962. To date, no completed Form 63 has been received.

Mr. C. E. Fisher, Auditor, OMM, in his memorandum report of June 26, 1962, issued MMA-3255, Non-Metallic Minerals, White Pace, Petersburg Tract, as one of the projects checked at the Spruce Pine Mica Purchasing Depot, whose report did not disclose any recent purchases of mica from the subject property. Therefore, it is assumed that the property is inactive at the present time, and that no mica has been produced from the subject mine since June 15, 1960, the date of the last report.

Stephen P. Holt

Hall
S.1.14.

220

File - DMEA 3255

#1-INSTRUCTIONS TO DELIVERING EMPLOYEE

☐ Deliver *ONLY* to addressee

☐ Show address where delivered

(Additional charges required for these services)

RETURN RECEIPT

Received the numbered articles described on other side.

SIGNATURE OR NAME OF ADDRESSEE *(must always be filled in)*

3255

SIGNATURE OF ADDRESSEE'S AGENT, IF ANY

DATE DELIVERED

11-27-62

ADDRESS WHERE DELIVERED *(only if requested in item #1)*

C55—16—71548-4 GPO

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

November 19, 1962

Re: DMEA-3255 (Mica)
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, N. C.
Contract Idm-E662

REGISTERED MAIL
RETURN RECEIPT REQUESTED

Mr. W. Howard Simpson

Burnsville, North Carolina

Dear Mr. Simpson:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return two copies to this office with copies of any pertinent documents.

Sincerely yours,

W. R. Griswold

W. R. Griswold, Chief
Division of Minerals

MME Form 63
Revised 3-62

DMEA-3255
ICB-E662

REQUEST FOR INFORMATION ON CERTIFIED PROJECT AND PROJECT UNDER ROYALTY AGREEMENT

1. Since June 15, 1960, has there been a change in ownership, lease, or sublease? If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before. Yes ☐ No ☐

2. Since June 15, 1960, has there been any production from the land subject to the contract? Yes ☐ No ☐

   A. If so and it was shipped, give quantity, value, and 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	_____	_____

3. Since , has any production been transported through workings (see of contract)? Yes ☐ No ☐

   A. If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value
_____	_____	_____

Submitted by:

Name _____ Title _____

Address _____ Date _____

4511

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

September 18, 1962

Re: DMEA-3255 (Mica)
Non-Metallic Minerals Corp.
White Face Mine
Yancey County, N. C.
Contract Idm-2662

Mr. W. Howard Simpson

Burnsville, North Carolina

Dear Mr. Simpson:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return two copies to this office with copies of any pertinent documents.

Sincerely yours,

W. R. Griswold

W. R. Griswold, Chief
Division of Minerals

MME Form 63
Revised 3-62

[illegible]-3255
Ida-8662

REQUEST FOR INFORMATION ON CERTIFIED PROJECT AND PROJECT UNDER ROYALTY AGREEMENT

1. Since June 15, 1960, has there been a change in ownership, lease, or sublease? If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before. Yes ☐ No ☐

2. Since June 15, 1960, has there been any production from the land subject to the contract? Yes ☐ No ☐

   A. If so and it was shipped, give quantity, value, and 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	_____	_____

3. Since , has any production been transported through workings (see of contract)? Yes ☐ No ☐

   A. If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value
_____	_____	_____

Submitted by:

Name _____ Title _____

Address _____ Date _____

4511

MME Form 63
Revised 3-62

REQUEST FOR INFORMATION ON CERTIFIED PROJECT AND PROJECT UNDER ROYALTY AGREEMENT

1. Since June 15, 1960 , has there been a change in ownership, lease, or sublease? If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before. Yes ☐ No ☐

2. Since June 15, 1960 , has there been any production from the land subject to the contract? Yes ☐ No ☐

   A. If so and it was shipped, give quantity, value, and 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	_____	_____

3. Since , has any production been transported through workings (see of contract)? Yes ☐ No ☐

   A. If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value
_____	_____	_____

Submitted by:

Name _____ Title _____

Address _____ Date _____

4511

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

OFFICIAL BUSINESS

Office of Minerals Exploration
Washington 25, D. C.

Returned to Writer

REASON CHECKED
Unclaimed. Refused
Unknown
Insufficient address
Moved, Left no address
No such office in state
Do not remail in this envelope

POSTAGE AND FEES PAID
DEPARTMENT OF THE INTERIOR

Rev. Sheet
226

20

Form 7
(10-58)

Date	Notes	
6/26	[illegible]	300
		500
		120
		110
		100
		220

June 26, 1962

Memorandum

To: The File

From: C. E. Fisher, OME Auditor

Subject: Check of Spruce Pine Mica Purchase Depot Records, June 18 - 22, 1962

During the period of June 18 to 22, 1962, I examined the purchase records of the G.S.A. Mica Purchase Depot at Spruce Pine, North Carolina, for the purpose of ascertaining any unreported production under DMEA exploration project contracts. My examination did not disclose any unreported production subject to royalty under the following contracts:

Contract No.	Docket No.	Operator	Mine Names
E- 87	1140	Pitt Mica Corporation	Mary, Reid, Reid-Mary, Reid Hooker
456	2150	A. W. Reid and W. H. Hooker	Mary, Reid, Reid-Mary, Reid Hooker
393	2293	Dixie Minerals, Inc.	D. H. Stephens (Stevens)
412	2277	Burke John Mica Miners	Burke John, N. L. Barnard
461	2582	Zeb Angel	Kasson
472	2595	Bourne Associates	Liberty, Conley, Turley
686	3375	Dixie Mines, Inc.	" " "
476	2327	Andrew W. Reid	May
516	2926	The Goodmica Mining Co.	Engle Cope
519	2784	H. J. Twiggs & W. S. Glenn	Sam Huskins, Little Sam Huskins
547	2886	Duncan Mining Co.	Connolly
560	3008	Murphy Mining Co.	Red, Bennett
562	2873	Empire Mica Co.	Short-Mitchell
601	3050	W. E. Burleson, et al.	Jones-Bozeman
613	2875	Latt Young	Cox
626	3133	Maderic Mica Co.	Saunders (Sanders)
636	3154	Byrd Mica Miners	Byrd
659	3229	Willis & Snyder Mining Co.	Lutz
662	3255	Non-Metallic Minerals	White Face, Peterson Tract
674	3287	Mud Cut Mining Company	Mud Cut, Tallent (Talent)
679	3290	C. C. Burleson	Ruby, Shaft
675	3282	J. R. Beam & Howard Boone	Ingram, Clifton

cc: Docket
Director's Reading File
CA & A Division
Region IV Files (2)

CEFisher/ann
6-26-62

63683

Annual report [illegible]

Idg-E.			
	495	Burns & [illegible] Construction [illegible] (Lee Co[illegible] Mine)	June 1[illegible]
[illegible]	5[illegible]	Taylor and [illegible] (Cow Ca[illegible])	
[illegible]	516	Good Mica Mining Co. (Engle Cope Mine)	
[illegible]	557	J. P. Brymer [illegible] Mining Co. (Dream [illegible])	
[illegible]	560	Murphy Mining [illegible] (Bennett Red [illegible])	
[illegible] 67 11	636	Ellis & Grindstaff (Byrd Mine)	
[illegible]	665	Sparks & Parsley (Hester Mine)	
[illegible]	659	Willis & Snyder (Lutz Mine)	
[illegible]	694	W. B. Christman (Westall Mine)	
[illegible]47	664	Buchanan & Cook (Johnson Mine)	
[illegible]255	662	Non-Metallic Minerals (White Face Mine)	Inactive
[illegible]256	[illegible]	Brown & Rathburn (Fox Mine)	
[illegible]250	692	Phillips & Carpenter (A.A. McKinney Mine)	
[illegible]2	675	J. R. Beam & H. Boone (Ingram Mine)	
[illegible]	674	Phillips & Carpenter (Mud Cut Mine)	
[illegible]	[illegible]712	Rock Mining Co. (Rock Mine)	

OFFICIAL FILE COPY
O M E
RECEIVED NOV 25 1959

DATE	INITIALS	
11-25	[illegible]	[illegible]
	[illegible]	[illegible]
	[illegible]	[illegible]
	[illegible]	[illegible]
	[illegible]	[illegible]

OFFICE OF MINERALS EXPLORATION

Semi-Annual Report on Certified Proj[illegible]

INACTIVE SINCE LAST INSPECTI[illegible]

Commodity: Mica

Reporting Period: July 1, 1959 to December 30, 1959

The following certified projects in the [illegible] North Carolina area were checked at the Government Purchasing Agent, or by contacting the Operators, either directly or by telephone. They were checked during the first two weeks of November 1959 [illegible] to have been inactive since the last semi-annual [illegible]

[illegible]	Idm-E	Operator	Mine Name
[illegible]	181	Yancey Mica Mines, Inc.	Catagil
[illegible]	349	Robinson & West	[illegible]
[illegible]	519	Twiggs, Glen & Green	Sam Buckeye Mine
3006	560	Murphy Mining Co.	Bennett Bed
3154	636	Ellis & Grindstaff	Byrd
3299	694	W.R. Chrisawn	Westall
[illegible]	664	Buchanan & Cook	Johnson
[illegible]	662	Non-Metallic Minerals	White Rock
[illegible]	687	Brown & Rathburn	Fox Mine
[illegible]	712	Rock Mining Co.	Rock [illegible]
[illegible]	734	Boone & Jarrett	Marsh [illegible]
[illegible]	757	C. R. Phillips	Sugar Dept.
[illegible]	814	Roy Grindstaff	Conley
[illegible]	882	J.R. Bean & John Phillips	Little Ray
[illegible]	962	Sam Phillips	Old [illegible]

V. J. Lynch, Mining Engineer
Bureau of Mines--OME

Nov. 23, 1959

OFFICIAL FILE COPY
DMEA
RECEIVED OCT 30 1957

DATE	INITIALS	CODE
10/30	C	220

EXPLORATION PROJECT CONTRACT

Semi-Annual Report of Certified Project

DMEA-3255, Idm-E662(mica) WHITE FACE MINE,
Yancey County, North Carolina

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

Operators: Non-Metallic Minerals Corp. Box 39,
Burnsville, North Carolina

The mine was visited October 8, 1957. It appeared as though no work had been done since the termination of the contract.

Wm. A. Beck, Mining Engineer
Bureau of Mines

Semi-Annual Reports of Certified Projects

Reporting Period To 1/1/57 Date of Examination: 4/8/57

Operator: Non-Metallic Minerals Corporation, Box 39, Burnsville, N. C.

Mine Name: White Face Yancey, North Carolina

DMEA-3255 Idm-E662 Mica

Date of Contract: March 5, 1954 Date of Certification: August 6, 1954

Expiration Date of Royalty Payments: March 5, 1964

Total Amount of Contract: $3,300.00

Total Expenditures Under Contract: $1,980.00

Amount of Government Participation at 75% $1,485.00

Royalty Payments This Period: None

Previous Royalty Payments: $13.34

Total Royalty Payments to Date: $13.34

Percent Government Participation Repaid: 0.90%

Royalty Due on Production to Date: None

Royalty Remarks: Only mica produced was during the contract and it was of non-strategic grade.

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

Total DMEA Production to Date:

Type	Pounds	Value
Electric Sheet	90.50	$142.80
Punch	885.00	123.90
Total	975.50	$266.70

OFFICIAL FILE COPY
DMEA
RECEIVED APR 22 1957

DATE	INITIALS	CODE
4/22	C	220
"	[illegible]	100
"	[illegible]	
"	[illegible]	800
"	gads	600

Production Remarks:

The above mica was produced during the operation of the contract and was given to John Carroll for his wages for operating the mine. He in turn sold it to the Spruce Pine Mica Company.

The mine was visited on April 8, 1957, by the writer. It appeared as though no work had been done there since termination of the contract.

Wm. A. Beck

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

s

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

March 21, 1955

Memorandum

To: Helen Miller, Ass't Administrative Officer, Reg. 5

From: Executive Officer, DMEA - Reg. 5, Knoxville, Tennessee

Subject: Royalty payment on Idm-E662, DMEA-3255, Non-Metallic Minerals Co.

Transmitted are two bill-of-sales in the amount of $266.70, and a check for 5% royalty in the amount of $13.34.

Robert A. Laurence

TM.
cc:
Lynch
Mittendorf
Shirley

Non-MetallicMinerals Co.
Files

C O P Y DMEA-3255, Idm-E662 (mica) [illegible]n Metallic Minerals Co.
White Face Mine
Yancey County, N. C.

Bought of : John Carroll

May 29, 1954.

557 lbs. punch at 14¢		$77.98	
9 1/4 lbs Sheet uncl.	at $1.40	12.95	
10 3/4 lbs sheet "	at 1.60	17.20	
19 1/2 lbs sheet "	1.20	23.40	$131.53

June 11, 1954

328 lbs. punch at 14¢	45.92	
51 lbs. unclassed $1.75	89.25	135.17
		$266.70

SPRUCE PINE MICA CO. Buyer.

Royalty check rec'd 5/16/55 - $13.34.

SEP 12 1954

August 30, 1954

Memorandum

To: Operating Committee, DMEA - Washington

From: Executive Officer, DMEA - Region VII

Subject: Termination Agreement, DMA-3255, Idm-E 662 (mica)
Non-Metallic Minerals Corp. Burnsville, N. C.
Whiteface Mine, Yancey County, N. C.

INTERIOR DEPT.
SEP 9 - 1954
SOLICITOR

Enclosed are the original and two copies of the subject termination agreement. The usual distribution of the other copies has been made.

The Operator lost the set of Agreements sent him for signature on June 23. This is a set prepared here to replace those, and taken personally by Mr. Teague last week to obtain the Operator's signature.

Robert A. Laurence

RAL/zm
cc:

Beck
Lynch
Finance Office
Files

Docket Copy
Surname:
Houk

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

AUG 9 1954

Houk X-2971
Rm. 4637

Interior
Defense Minerals Exploration
Administration
14X4401(01) Revolving Fund,
Defense Production Act,
Interior (Allocated Working Fund to the
Office of the Sec.)

Mr. W. Howard Simpson, President
Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina

Re: Docket No. DMEA-3255 - Mica
White Face Mine
Yancey County, North Carolina
Contract No. Idm-E662

Kindly change date of the Certification of Discovery to read August 6, 1954.

C. O. Mittendorf (fw)

C. O. Mittendorf
Administrator, Defense Minerals
Exploration Administration

LGHouk:gad 8/9/54
Copy to: Admr. R. File
Docket
Mr. Johnson
Mr. Hedges, 4604
Mr. Chambers
Field Team, Region VII
Mr. Thayer, 4207 GSA Bldg.
Operating Committee
Mr. Houk

R.C.S.

DOCKET COPY
Surname:
Anderson
Houk
Chamber
Porter
Newcomb
Hedges
Selfridge

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

AUG 6 1954

Mr. W. Howard Simpson, President
Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina

Re: Docket No. DMEA-3255 - Mica
Non-Metallic Minerals
Corporation
White Face Mine
Yancey County, North Carolina
Contract No. Idm-M662

Dear Mr. Simpson:

Transmitted herewith is a certification of discovery or development on Contract No. Idm-M662 on the White Face Mine, Yancey County, North Carolina.

By the terms of the Exploration Project Contract and of the certification, all production from the property from the date of the Exploration Project Contract, March 5, 1954, is subject to the Government's percentage royalty as set forth in the contract until the sum of $1,485.00 is paid or until March 5, 1964, whichever occurs first.

Payments should be made to Mr. Robert A. Laurence, Executive Officer, Defense Minerals Exploration Administration Field Team, Region VII, Room 13, Post Office Building, Knoxville 2, Tennessee. Checks should be drawn 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 ore 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 may 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)

Administrator

Enclosure

Mr. Chambers
Field Team, Region VII
Mr. Thayer, 4207 GSA Bldg.
Operating Committee
Mr. Houk

WCAnderson:gad 7/30/54
Copy to: Admr. R. File
Docket
Mr. Johnson
Mr. Hedges, 4604

R.C.S.

Docket Copy
Surname:
Anderson
Houk
Chambers
Pritz
Newcomb
Hedges
Selfridge

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

AUG 6 1954

Mr. Irving Gumbel, Acting Director
Materials Division
Emergency Procurement Service
General Services Administration
Washington 25, D. C.

Re: Docket No. DMEA-3255 - Mica
Non-Metallic Minerals
Corporation
White Face Mine
Yancey County, North Carolina
Contract No. Idm-E662

Dear Mr. Gumbel:

I am enclosing one copy of a certification of discovery or development relating to the subject contract.

The exploration contract was signed on March 5, 1954, with the Government participating to the extent of 75% of $3,300.00 or $2,475.00.

The project was started on April 6, 1954, and completed May 31, 1954, after the expenditure of $1,980.00 which is the total net accepted cost according to the Audit Review. The Government paid 75% of the total accepted cost or $1,485.00.

The work performed on this project consisted of preparation of portal site and driving 50 feet of drift and six feet of crosscut. The pegmatite encountered was five feet thick and pinched out in the drift at 20 feet from the portal. The pegmatite contains an undetermined reserve of non-strategic mica.

The DMEA concurs with the field team evaluation of the work performed and has certified that a discovery or development has resulted from the work under this contract.

Sincerely yours,

C. O. Mittendorf (fw)

Administrator

Enclosure

WCAnderson:gad 7/30/54

Copy to: Admr. R. File
Mr. Johnson
Mr. Hedges, 4604
Docket File
Mr. Chambers
Mr. Houk
Operating Committee
Field Team, Region VII
Mr. Thayer, 5216 GSA Bldg.

R.C.S.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
WASHINGTON 25, D. C.

July 13, 1954

Memorandum

To: Nonmetallic Minerals Division
Defense Minerals Exploration Administration

From: Chief, Ceramic and Fertilizer Materials Branch

Subject: DMEA-3255 (mica)

Contract Number: Idm-E 662

Applicant: Non-Metallic Minerals Corp.

Name and Location of Property: White Face Mine
Yancey County, North Carolina

Date of Field Team Final Report: June 28, 1954

Date Rec'd. by Ceramic and Fertilizer Materials Br.: July 8, 1954

Field Team Recommendation:

1. Certification of discovery or development.

Comments:

1. Work on this exploration project began on April 6, 1954 and ended on May 31, 1954. Work completed under the contract consisted of preparing a portal site and drifting 56 feet.

2. Contract was terminated by mutual agreement on June 18, 1954 because the mica encountered was non-strategic. About $131 was obtained from the sale of mica during DMEA exploration project, and the deposit probably will be worked intermittently for non-strategic mica.

3. Expenditures:

Total approved	$3,300.00
Total cost of project	1,980.00
Gov't. share of cost	1,485.00
Value of production during operation	131.50

Recommended:

I concur with the field team that a certificate of discovery or development should be issued on this property.

W. F. Dietrich

W. F. Dietrich

IN REPLY REFER TO:
G-MD-CNM

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

July 1, 1954

Memorandum

REVIEW OF FIELD TEAM REPORT ON APPLICATION DMEA-3255 (mica).

To: L. G. Houk, Defense Minerals Exploration Administration.
From: D. M. Larrabee, U. S. Geological Survey.
Applicant: Non-Metallic Minerals Corp., Burnsville, N. C.
Name of property: White Face Mine
Location of property: Yancey Co., N. C.
Date of Field Team Report: June 25, 1954.
Authorship of Field Team Report: K. H. Teague, L. E. Shirley, and D. H. Amos.

Field Team's recommendation:

1 - Was terminated by mutual agreement June 18.
2 - No further work warranted.
3 - Certification should be made because considerable non-strategic mica was discovered, and can be worked economically.

Comments: None

ACTION RECOMMENDED:

Follow Field Team's recommendation.

D. M. Larrabee

D. M. Larrabee

IN REPLY REFER TO:
G-MD-CNM

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

June 28, 1954

Memorandum

REVIEW OF FIELD TEAM REPORT ON APPLICATION DMEA-3255 (MICA)

To: L. G. Houk, Defense Minerals Exploration Administration
From: D. M. Larrabee, U. S. Geological Survey
Applicant: Non-Metallic Minerals Corp., Burnsville, N. C.
Name of property: White Face Mine.
Location of property: Yancey County, N. C.
Date of Field Team Report: June 2, 1954.
Authorship of Field Team Report: L. E. Shirley, K. H. Teague, and D. H. Amos.
Field Team's recommendation:

1. No additional work.
2. Termination by mutual agreement.

Comments: Mica not saleable.
ACTION RECOMMENDED: Follow Field Team's recommendation.

D. M. Larrabee

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 1351 POST OFFICE BLDG.
KNOXVILLE 2, TENN.

June 28, 1954

Memorandum

To: Operating Committee, DMEA - Washington

From: Field Team, DMEA - Region VII

Subject: Final Report, DMEA-3255, Idm-E 662 (mica) White Face Mine
Operator: Non-Metallic Minerals Corp. Burnsville, N. C.

Enclosed are four copies each of the Operator's and Field Team's final reports on the subject exploration contract, which was terminated by mutual consent.

Although no strategic mica was discovered by this project, a considerable amount of saleable non-strategic mica was discovered, and therefore we recommend certification of discovery.

Robert A. Laurence
Robert A. Laurence
EXECUTIVE OFFICER
DMEA REGION VII

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

NON-METALLIC MINERALS CORP.,
BURNSVILLE, N. CAR.

Final Report on Contract: DMEA-3255, Idm-E 662 (mica)
White Face Mine, Yancey Co
N. C.

Operations Final Rept.

At approximately 14' in from the starting face a Pegmatite showing signs of Mica was encountered in the lower half of the tunnel face. On shooting a Pegmatite vein fairly rich in Mica was uncovered. This vein appeared to be pinching out in the right hand or South side wall. The Mica was of a Flat Solid Type but Green and very badly stained The Pegmatite proved on futher drilling to be approximately 8' wide, but the Mica was of such poor grade that it was decided to push the tunnel straight ahead in hopes of finding a Pegmatite vein containing a better grade of Mica. After reaching approximately 50' in the tunnel without further signs of a Mica bearing vein and with the Slate getting harder and with no definite Grain, it was mutually decided to stop wok on the tunnel and investigate the vein approximately 35' back. A shot in the tunnel floor approximately 2½' deep to the bottom of the vein was made. Two rounds of holes were drilled into the vein and Shot. With the Second Shot, the vein appeared less rich, and if possible, the Mica poorer. This last shot was not mucked out, but only such Mica blocks as were readily picked up were taken out.

Work on this Pegmatite Vein alone would approximate: 3½ Rounds of holes (21 per Round), 3 Cases of Dynamite and Caps, and 18 Man Days of Drilling and Mucking.

The Mica recovered and Sheeted and Trimmed was not acceptable to the DMA buyers at the Spruce Pine Purchasing Depot.

A total of approximately 1500# of Block Mica was recovered.

This Block was "worked up" as an Economic Test and sold to the Spruce Pine Mica Co., under date of May 29, 1954, their Check #13652, as follows:

557# Punch	@ $0.14	$77.98
9-½# Sheet	@ 1.40	12.95
10-3/4# "	@ 1.60	17.20
19-½# "	@ 1.20	23.40
Total Receipts		$131.53

Preparation time and expense was not accurately kept, but we can say positively from our standpoint, that the amount and grade of Mica obtained from this Vein will not justify us in continuing, and we therefore respecfully request a termination of the contract by mutual consent, as being a Waste of Money and Time on both the part of the United States Department of the Interior, Defence Minerals Admin. and Ourselves.

Resctfully submitted,
Non-Metallic Minerals Corp.,

W. Howard Simpson, Pres.

6/17/57

UNITED STATES
DEPARTMENT OF THE INTERIOR

FINAL FRTN Report

DEFENSE MINERALS EXPLORATION ADMINISTRATION

FINAL REPORT
BY
FIELD TEAM, REGION VII

On
DMEA-3255, WHITE FACE MINE (mica)
Yancey County, N. C.

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

Lawrence E. Shirley, Mining Engineer
U. S. Bureau of Mines

Dewey H. Amos, Geologist
U.S. Geological Survey

June 25, 1954

Reviewed by
DMEA OPERATING COMMITTEE

7-7-54
(date)

FINAL REPORT
On
DMEA-3255, Idm-E662, WHITE FACE MINE
(mica)

Operator: Non-Metallic Minerals Corp., Box 39, Burnsville, North Carolina

The White Face Mine is located one mile east of Celo, Yancey County, North Carolina, between the South Toe River and Bailey Mountain.

Work completed under the contract consisted of preparation of a portal site and driving of 56 feet of drift and crosscut. As the only mica discovered during this work was of non-strategic quality, the contract was terminated by mutual agreement, effective June 18, 1954. No additional exploratory work is warranted. Considerable saleable non-strategic mica was discovered by the work preformed and it is the opinion of the field examiners that the deposit could be worked economically; therefore, a certification of discovery should be issued.

Work began on April 6, 1954 and ended on May 31, 1954. A portal site was prepared and a drift driven along the strike of the pegmatite—50 feet S.80°E. A 6-foot crosscut was driven N.10°E. in pegmatite from a point 16 feet from the portal of the drift.

A conformable pegmatite which terminates about 20 feet from the drift portal is exposed in the laterals. Eastward from the termination only scattered pegmatitic stringers and pods are present in the country rock, biotite schist. The pegmatite strikes east-west and dips 10-25° to the south and has a maximum thickness of about 5 feet near the drift portal. It consists of perthite, quartz, plagioclase, muscovite, biotite and garnet in order of abundance. No zoning is apparent.

The muscovite recovered was green, flat and free-splitting but was very heavily mineral-stained, especially with biotite and magnetite(?). An estimated 2000 pounds of "mine-run" mica was recovered during the work which when processed was sold as follows:

557 lbs. punch @ $0.14/lb.	$77.98
9½ lbs. sheet @ 1.40/lb.	12.95
10 3/4 lbs. sheet @1.60/lb.	17.20
19½ lbs. sheet @1.20/lb.	23.40
	$131.53

The deposit will probably be worked intermittently for non-strategic mica and thus, a certification of discovery is warranted. Reserves ?

Reviewed by
DMEA OPERATING COMMITTEE

7-7-54
(date)

Expenditures:

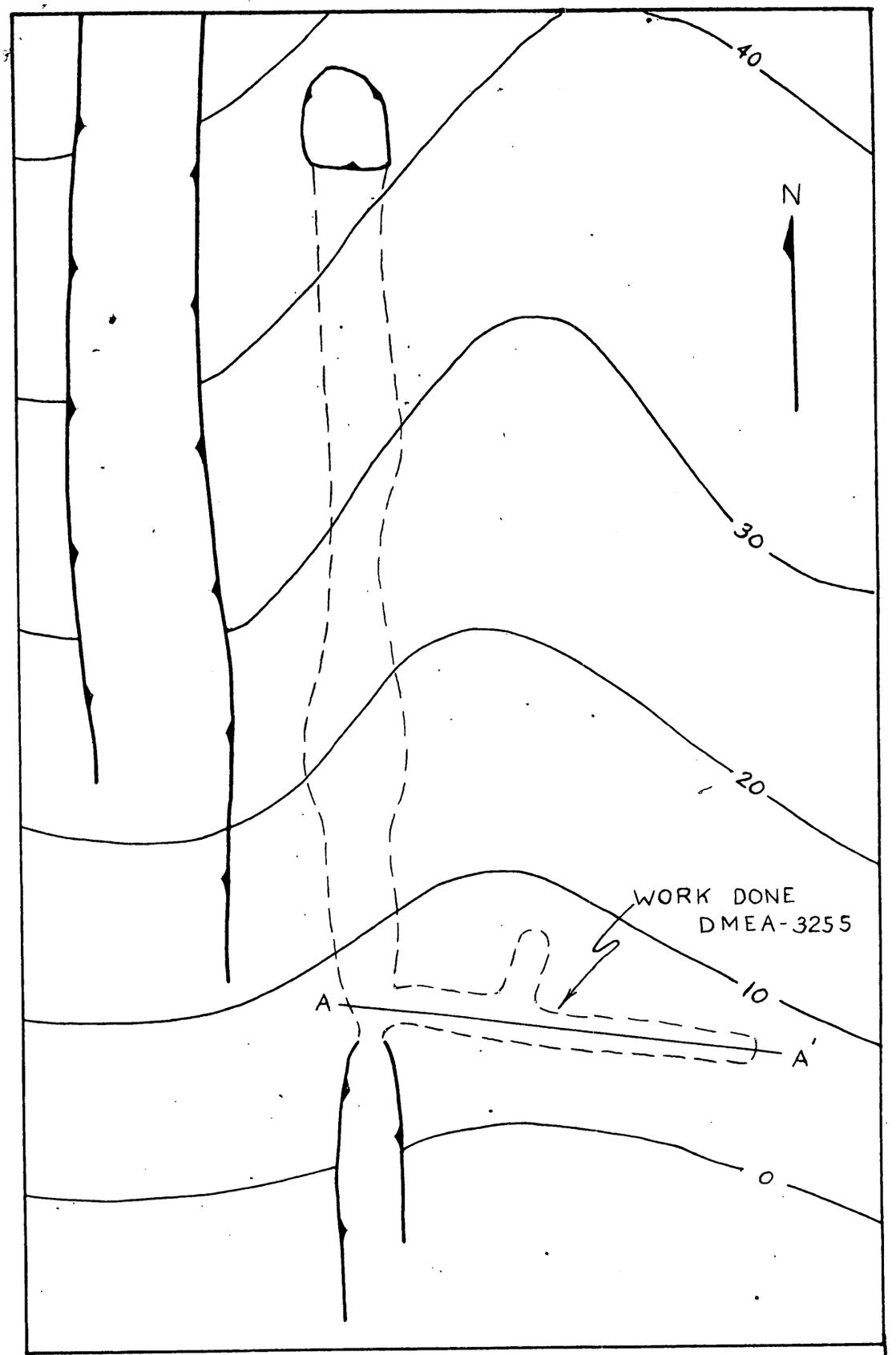
(a)	Total approved	$3,300.00
(b)	Total cost of project	1,980.00
(c)	Government's share of cost	1,485.00
(d)	Government's share unexpended	990.00
(e)	Value of production during operation	131.53
(f)	Government's royalty	6.58

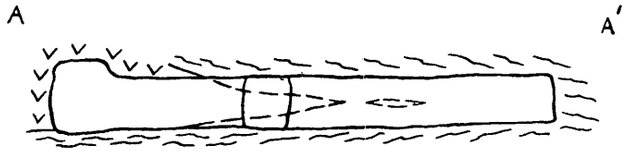
All work was conducted in an efficient and satisfactory manner. No equipment was purchased under the contract.

K. H. Teague and D. H. Amos, Geologists
U. S Geological Survey

L. E. Shirley, Mining Engineer
U. S Bureau of Mines

Date: June 25, 1954





SECTION A-A'

0 20' 40'

SCALE

SKETCH OF

WHITE FACE MINE

YANCEY CO., N.C.

DMEA-3255

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

June 23, 1954

Memorandum

To: Operating Committee, DMEA - Washington

From: Executive Officer, DMEA - Region VII

Subject: DMEA-3255, Idm-E 662 (mica) Non-Metallic Minerals Corp.
White Face Mine, Yancey County, N. C.

Reference is made to your letter of June 21, transmitting termination agreements for this contract.

It is our intention to recommend certification of discovery, on the basis of non-strategic mica.

Robert A. Laurence

Robert A. Laurence

DOCKET FILE COPY
Surname:
Houk
Orton
Fairhurst
Selfridge
Johnson

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

JUN 21 1954

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

Subject: Docket No. DMEA-3255 - Mica
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina
Contract No. Idm-E662

Dear Mr. Laurence:

Reference is made to your memorandum of June 9, 1954, to the Operating Committee requesting permission to terminate the project by mutual agreement.

In the future, in making such recommendations, it would be well to indicate whether a certification of discovery or development is to be recommended. Are the possibilities of producing scrap mica here encouraging enough to justify a certification.

It is noted from the Operator's April Monthly MT-104 that it advanced four rounds for a total of 22 feet, an advance per round of 5.5 feet, and an advance of 2 feet per working day.

You will find enclosed the mutual termination agreement, prepared by our Legal Staff, which protects our right to certify.

Sincerely yours,

George C. Selfridge

Chairman, Operating Committee (JHB)

Approved:

J. H. Hedges

Member, Bureau of Mines (JHB)

Philip W. Guild

Member, Geological Survey (JHB)

Enclosures

LGHouk:gad 6/16/54
Copy to: Admr. R. File
Docket File
Operating Committee
Mr. Dietrich, 3061
Mr. Larrabee, G-232 GSA Bldg.
Mr. Houk

R.C.S.

C

June 14, 1954

Mr. W. Howard Simpson, President
Non-Metallic Minerals Corp.
P.O. Box 39
Burnsville, North Carolina

Re: DMEA-1255, Idm-K 662 (mica)
White Fawn Mine, Yancey Co., N. C.

Dear Mr. Simpson:

Your May (final) Operator's monthly report and voucher has been received in this office and is being held pending receipt of your final engineering and geological report as per Article 5(d) of the contract form.

This Operator's final report should summarize the work completed, give a statement of the pounds of block mica recovered, an estimate of the value when sheeted, also a record of any sales to the Mica Buying Depot or anyone else. This also includes punch, scrap or any other sales from the property.

We have requested our Washington office to allow us to terminate the project by mutual consent. When we receive this permission we will send you the necessary forms for signature.

Very truly yours,

Wm. A. Beck, Acting
Executive Officer, DMEA
Region VII

RAL/mm
cc:
Beck
Lynch
Opr. Gen.
Dir. File
Files

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
ROOM 3, POST OFFICE BLDG.
KNOXVILLE 2, TENN.

June 9, 1954

To: Operating Committee, DMEA - Washington, D. C.

From: Field Team, DMEA - Region VII

Subject: DMEA-3255, Idm-E 662 (mica) Non-Metallic Minerals Corp.
White Face Mine, Yancey County, North Carolina

This project was visited on June 2, 1954 by the Field Examiners. At that time work completed consisted of portal preparation and 50 feet of drift and 6 feet of crosscut. About 1500 pounds of heavy mineral stained, non-strategic mica has been recovered. No additional work is warranted as it appears that all the mica is too badly stained to produce saleable strategic mica. The Operator was instructed to cease operations at once, to which he is agreeable.

Permission is requested to terminate this project by mutual consent.

Robert A. Laurence
Robert A. Laurence
EXECUTIVE OFFICER
DMEA REGION VII

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

INTERIM REPORT

DMEA-3255 Idm-E662 (mica) WHITE FACE MINE

OPERATOR: Non-Metallics Minerals Corp., Box 39, Burnsville, N. C.

LOCATION: One mile east of Celo, N. C., between the South Toe River and Bailey Mountain, Yancey County, N. C.

Drifting and crosscutting continues on this contract and now totals 56 feet. 50 feet of drift was driven and work was stopped at this point because of lack of pegmatite. 6 feet of crosscut was driven on the east wall of the drift in pegmatite material. Considerable poor quality mica was recovered from this work, none of which brought more than $1.30 per lb. after processing. This mica is not saleable under the current program.

It is suggested that no additional work be conducted on this contract and that the contract be terminated by mutual agreement.

Mary L. Redmon for
L. E. Shirley, Mining Engineer
U. S. Bureau of Mines

K. H. Teague D. H. Amos
K. H. Teague & D. H. Amos, Geologists
U. S. Geological Survey

June 2, 1954

June 24, 1954

Memorandum

To: J. L. Chambers, Defense Minerals Exploration Administration, Interior Building, Washington 25, D. C.

From: Administrative Officer, Region V11, Knoxville, Tennessee

Subject: Monthly report and voucher

We are enclosing two copies of the following monthly report and voucher:

Idm-E-662 Non-metallic Minerals Corp.
DMEA Docket No. 3255
2nd payment-Month of May
Amount $765.00

Heler R. Miller

Enclosures
Copies to W. A. Beck
R. A. Laurence
Region Files
Day Files

Form MF-104 (Rev.)
(April 1952)

Budget Bureau No. 42-R1036.4
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of May, 1954 Docket No. DMEA 3255 Contract No. DMEA 662
Operator's Name Non-Metallic Minerals Corp. Minerals Mica
Address Box 39, Burnsville Government Participation: 75 % Amount, $ 2,475.00
Contract Amount, $ 3,300.00

ITEMS OF COSTS	FOR OPERATOR'S USE: Monthly Total	Totals Previously Reported	Totals To Date	FOR GOVERNMENT USE ONLY: Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling						
Bulldozing						
Crosscutting						
Drifting						
34 Ft. Portal Exp'n't'n	$1020.00	$660.00	$1680.00			
(2) Labor and Supervision		300.00	300.00			
Labor						
Supervision						
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber						
Explosives						
Pipe						
Track						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs						
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Sampling and Analysis						
Payroll Taxes						
Liability Insurance						
(8) Contingencies (specify):						
TOTALS	$1020.00	$960.00	$1980.00	1,020.00	960.00	1,980.00

PAID ON VOUCHER & SCHEDULE OF PAYMENTS K-73

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

Date June 7, 1954 Payee Non-Metallic Minerals Corp.

Per [signature] Title President

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

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

(Instructions on reverse)

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

$ 765.00

Signature Cora A. Piper
(Authorized Certifying Officer)

Date JUN 23 1954 Vou. No. 319
(See other side)

JUN 28 1954

255.00

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. Idn-E662 in accordance with the terms of the contract.

Signature Lawrence E. Shirley Title Mining Engr. U.S.B.M. Date June 10, 1954

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature Robert A. Lawrence Title DMEA EXECUTIVE OFFICER REGION VII Date JUN 21 1954

MONTHLY REPORT OF OPERATOR

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

GPO 83-38476

Form MF-104A
(April 1952)

Budget Bureau No. 42-R1151.1
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of May 195[illegible] Docket No. DMEA [illegible] Contract No. [illegible] 662
Operator's Name Non-Metallic Minerals Corp. Minerals Mica
Address Box 39, Burnsville, N. Car.

OPERATION	UNIT	COSTS THIS MONTH	UNITS THIS MONTH	COSTS TO DATE	UNITS TO DATE	UNIT COSTS TO DATE	AUTHORIZED BY CONTRACT Units	AUTHORIZED BY CONTRACT Unit Costs
Drifting	34.	$1020.00	34	$1680.00	56	$30.00	100	$30.00
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger								
Stripping								
Trenching								
Test Pits								
Roads and Trails								
Portal Preparation				300.00	1	$300.00	1	$300.00
TOTAL DISTRIBUTED COSTS		$1020.00		$1980.00				TOTAL COSTS AUTHORIZED BY CONTRACT
Operating Equipment Purchased								
Initial Rehabilitation and Repairs								
New Buildings, Improvements, etc.								
TOTAL COSTS		$1020.00		$1980.00				$3,300.00

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

Date June 7, 1954 Operator Non-Metallic Minerals Corp.

Per [illegible] Title President

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.

REMARKS: Daily Progress Report Attached.

(Instructions on reverse)

(For Government use only)

INSTRUCTIONS

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

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

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

GPO 83-38475

NON-METALLIC MINERALS CORP.

MICAVILLE, NORTH CAROLINA

~~MICAVILLE~~
BURNSVILLE,

OPERATORS
MONTHLY PROGRESS REPORT
FOR THE
MONTH of MAY 1954

Date Work Began: Apr. 6
DMRA - 3255
IDM - E 662

Work Accomplished

May	3	Drilling - Rock getting harder to drill
"	4	" - Shot Round of 27 Holes in Late Afternoon
"	5	Mucking - Round pulled only 4' on 6' Drilled Holes.
"	6	Drilling
"	7	" - Shot Round in P. M. Pulled 5'
"	8	Mucking and Changing Air and Water Lines
"	10	Drilling
"	11	" Shot in P.M. Pulled 5'
"	12	Mucking and Drilling
"	13	Drilling - Shot at Noon - Pulled badly & Reloaded some and Re-shot
"	14	Mucking - No Mica Rock getting Poorer Looking
"	17	Shut Down Weather.
"	18	Drilling
"	19	" - Shot in P. M. Pulled 5' Mucking
"	20	Drilling
"	21	Shut Down - Weather
"	24	Drilling - Shot in P. M. Pulled 5" "
"	25	Mucking - Shut Down P. M. Weather
"	26	Drilling
"	27	" -
"	28	" - Shot Pulled 5' Rock Poor No Mica
"	31	Mucking - Total Hole to Date 56' : This Month 34'

Prospects Discouraging to Date

Non-Metallic Minerals Corp.,

R. Edward Simpson, Pres.

27 holes
7 rounds
1½ ft rounds
20 holes 6 mo holes
8' / mo shift

INTERIM REPORT

DMEA-3255 Idm-E662 (mica) WHITE FACE MINE

OPERATOR: Non-Metallics Minerals Corp., Box 39, Burnsville, N. C.

LOCATION: One mile east of Celo, N. C. between the South Toe River and Bailey Mountain, Yancey County, N. C.

Preparation of a portal site has been completed and drifting is underway on this contract. No immediate change in the target is anticipated.

An open cut extending to the portal was cleaned out, the portal was timbered properly and a drift was started to the southeast. 33 feet of advance has been made. Pegmatite composed of feldspar, scattered quartz and green muscovite mica in large sizes was followed for 19 feet; the remaining 14 feet has followed stringer material. The operator was advised to continue work in the same general direction for an additional 15 feet, at which time another examination will be made.

Mica recovered is of poor quality, badly stained by biotite and contains flattened garnet inclusions along the margins of the blocks. Much of it is "A" mica and locked or tied badly. Fair progress has been made on this contract.

L. E. Shirley

L. E. Shirley, Mining Engineer
U. S. Bureau of Mines

K. H. Teague D. H. Amos

K. H. Teague & D. H. Amos, Geologists
U. S. Geological Survey

May 21, 1954

Form MF-124 (Rev.)
(April 1952)

Budget Bureau No. 42-R1036.4
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of April, 1954 Docket No. DMEA 3255 Contract No. IDM-E 662
Operator's Name Non-Metallic Minerals Corp. Minerals Mica
Address Box 39, Burnsville, N. Car.
Contract Amount, $ 3,300.00 Government Participation: 75 % Amount, $ 2475.00

ITEMS OF COSTS	FOR OPERATOR'S USE			FOR GOVERNMENT USE ONLY		
	Monthly Total	Totals Previously Reported	Totals To Date	Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling						
Bulldozing						
Crosscutting						
Drifting 22 Ft.	$660.00		$660.00			
Portal Preparat'n	300.00		300.00			
(2) Labor and Supervision:						
Labor						
Supervision						
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber						
Explosives						
Pipe						
Track						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs						
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Sampling and Analysis						
Payroll Taxes						
Liability Insurance						
(8) Contingencies (specify):						
TOTALS	$960.00		$960.00	960.00	—	960.00

PAID ON VOUCHER & SCHEDULE OF PAYMENTS K-64

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

Date May 1, 1954 Payee Non-Metallic Minerals Corp.

Per [signature] Its President

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

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

(Instructions on reverse)

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

$ 720.00

Signature Cora A. Piper
(Authorized Certifying Officer)

Date MAY 13 1954 Vou. No. 289

(See other side)

101 S 4/6 240.00

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. Idn-E662 in accordance with the terms of the contract.

Signature W. A. Beck Title Mining Engr. USBM Date MAY 10 1954

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature Robert A. Lawrence Title EXECUTIVE OFFICER DMEA REGION VII Date MAY 10 1954

MONTHLY REPORT OF OPERATOR

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

GPO 83-38476

Form [illegible]-104A
(April 1952)

Budget Bureau No. 42-R1151.1
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of April 1954 Docket No. DMEA 3255 Contract No. IDM-E 662
Operator's Name Non-Metallic Minerals Corp. Minerals Mica
Address Box 39, Burnsville, N. Car

OPERATION	UNIT	COSTS THIS MONTH	UNITS THIS MONTH	COSTS TO DATE	UNITS TO DATE	UNIT COSTS TO DATE	AUTHORIZED BY CONTRACT Units	AUTHORIZED BY CONTRACT Unit Costs
Drifting	Ft.	$660.00	22	$660.00	22	$30.00	100	$30.00
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger								
Stripping								
Trenching								
Test Pits								
Roads and Trails								
Portal Preparat'n		$300.00	1	$300.00	1	$300.00	1	$300.00
TOTAL DISTRIBUTED COSTS		$960.00		$960.00				TOTAL COSTS AUTHORIZED BY CONTRACT
Operating Equipment Purchased								
Initial Rehabilitation and Repairs								
New Buildings, Improvements, etc								
TOTAL COSTS		$960.00		$960.00				$3,300.00

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

REMARKS: Daily Progress Report attached

Date May 1, 1954 Operator Non-Metallic Minearls Corp.

By W. Howard Simpson Title President

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

(Instructions on reverse)

(For Government use only)

INSTRUCTIONS

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

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

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

GPO 83-38475

NON-METALLIC MINERALS CORP.

~~XMIXXXXXLLE~~ NORTH CAROLINA
BURNSVILLE,

OPERATORS
MONTHLY PROGRESS REPORT
for the
Month of April, 1954.

Date Work Began: Apr. 6
DMEA - 3255
IDM-E 662

Work Accomplished

April 6 Began clearing entrance to old portal.
" 7 Cont'd " " " " "
" 8 Began clearing for dump site
" 9 Cont'd " " " " and Supporting Portal Overhang
" 12 Assembling Equip.
" 13 Setting up " and continuing Portal Prep.
" 14 " " " " "
" 15 " " " and testing lines, jack hammer, etc.
" 16 F Began Drilling
" 19 M Cont'd "
" 20 T Fired First Round of Holes (21) and Mucking
" 21 W Mucking and Drilling
" 22 T Drilling
" 23 F Fired Second Round and Mucking
" 26 M Mucking and Drilling
" 27 T Drilling and Firing 3rd. Round
" 28 W Mucking and drilling
" 29 T Drilling
" 30 F Drilling and Firing 4Th Round and Mucking. Total to date 22'

21
6
126
63

Fired 1 Box Dynamite per Round. Delayed Fuses. Pull good in every case.
Very little Mica and that flat but spotted. Vein beginning to show substantial form on last shot.

4 | 22 | 5.5

200# powder 22' = 9.1 #/ft
64 Tons moved = 0.32 Ton/#

Non-Metallic Minerals Corp.
W. Howard Simpson, Pres.

Caps 65¢/ft
powder .28/ft

21 holes @ 6' = 126' round 100 sticks
126

2 laborers @ 1.00 = 16.00
1 miner @ 1.25 = 12.50
28.50
4.20
32.20 @ 11 days = 354.20
Labor - 16.10

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

RECEIVED
APR 15 1954

April 12, 1954

Memorandum

To: Operating Committee, DMEA - Washington

From: Acting Executive Officer, DMEA - Region VII

Subject: Signed Contract. DMEA-3255, Idm-E 662. Non-Metallic Miners Corp.

Transmitted herewith are three signed copies of the subject contract. The customary distribution of the other copies has been made.

Wm. A. Beck

File Copy
Surname:

Anderson
Dodd
Operation
Selfridge
Hedges

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

MAR 5 1954

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

Subject: Docket No. DMEA-3255 - Mica
Non-Metallic Minerals Corporation
White Face Mine
Yancey County, North Carolina

Dear Mr. Laurence:

Please find herewith the original and five copies of a contract covering the subject exploration project which have been signed by the Government with register number and effective date as shown.

If the contract meets with your approval present it to the Operator for approval and signature. Please explain to the Operator that the contract, when executed, is a firm commitment under the terms of which it is obligated to complete the work outlined at the agreed unit cost. If any part of this contract does not have either your approval or that of the Operator and cannot be amended within your delegated authority, then the original and all copies of the contract are to be returned to this office, together with the proposed changes for consideration.

After execution of the contract, the copies are to be distributed in the usual manner.

Copies of memoranda from the Geological Survey, dated February 18, 1954, and from the Bureau of Mines, dated March 2, 1954, are enclosed.

Sincerely yours,

George C. Selfridge

Chairman, Operating Committee (24B)

Approved:

J. H. Hedges

Member, Bureau of Mines (24B)

Philip W. Guild

Member, Geological Survey (24B)

Enclosures 10

WCAnderson:gad 3/3/54
Copy to: Admr. R. File
Docket File
Operating Committee
Mr. Dietrich, 3526
Mr. Larrabee, G-232 GSA Bldg.
Mr. Houk

R.C. 3/3/54

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
WASHINGTON 25, D. C.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAR 2 - 1954

March 2, 1954

Memorandum

To: Nonmetallic Minerals Division
Defense Minerals Exploration Administration

From: Chief, Ceramic and Fertilizer Materials Branch

Subject: DMEA-3255

Applicant: Non-Metallic Minerals Corporation

Name and Location of Property: White Face Mountain
Yancey County, North Carolina

Application Rec'd by Ceramic & Fert. Mats. Branch: February 16, 1954

Comments:

1. A contract for an exploration project was signed on November 6, 1951 (Docket DMA-1761X). On July 30, 1952, contract was terminated because of "failure to prosecute operations pursuant to terms of the contract."

2. The field team on August 10, 1951, recommended an exploration project as follows:

a. drift eastward from base of accessible stope for 75 feet.

b. a 25-foot crosscut, normal to the drift, be driven 10 feet in the hanging wall and 15 feet in the footwall.

c. estimated cost - $3,010.

d. mica classified as non-ruby.

Recommendation:

I recommend a contract be issued for a project at this mine, in accordance with the field team's report dated August 10, 1951, only if the applicant can provide evidence that a competent operator has been hired to conduct the exploration.

W. F. Dietrich

W. F. Dietrich

140 FILE COPY
SURNAME:

Rubin

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

March 1, 1954

Memorandum

To: The Administrator
Through L. G. Houk

From: Chief Counsel

Subject: Non-Metallic Minerals Corporation, Docket No. DMEA-3255

There is enclosed in satisfactory legal form for execution a contract covering the above-described project, subject to the attachment of the map referred to therein.

J. L. Hofflund

J. L. Hofflund
Chief Counsel

Attachments

HCRubin/emd

Copy to: Docket
L. G. Houk
J. L. Hofflund
H. C. Rubin
chron.

IN REPLY REFER TO:
G-MD-CNM

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

February 18, 1954

Memorandum

REVIEW OF APPLICATION DMEA-3255 (MICA)

To: L. G. Houk, Defense Minerals Exploration Administration
From: D. A. Brobst, U. S. Geological Survey
Applicant's name and address: Non-Metallic Minerals Corporation
Box 39
Burnsville, North Carolina
Name of property: White Face Mine.
Location of property: On Bailey Mountain near Celo, Yancey, N. C.
Summary of applicant's proposal:

100' of drift at $30/ft.	$3000
Preparation of cite and portal . . .	300
	$3300

Sources of information on applicant's property:
DMEA docket 1761 with contract Idm-E-206.

Comments:

1. This is essentially a reattempt to complete work begun under the above contract.

2. The letter from R. A. Laurence dated December 23, 1953 suggests that if competent people supervise the project it should be done without another examination.

3. The application does not indicate that the Yancey Mica Mines, Inc., have leased the property but it does seem that personnel from the latter company will be associated with the supervision of the project. If this plan meets the approval of the Committee as a "show" of competence, there is no other reason why the exploration project should not be carried out.

4. The applicants are evidently prepared to contribute 25% of the cost of the contract.

RECOMMENDATION:

We approve the granting of the contract without further field examination, if the Committee considers the applicants competent to carry out its terms.

D. A. Brobst

D. A. Brobst

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

February 15, 1954
Subject: DMEA-3255
Re: Exploration Assistance
White Face Mine

Non-Metallic Minerals Corp.
P. O. Box 39
Burnsville, N. Carolina

Dear Sirs:

The receipt of your application dated February 12, 1954 for exploration assistance under the Defense Production Act of 1950, as amended, is hereby acknowledged.

Your application has been assigned Docket Number DMEA-3255 and referred to the Non-Metallic Minerals Division.

Kindly refer to DMEA-3255 in any future correspondence relating to your application.

Sincerely yours,

ROBERT E. ADAMS

Robert E. Adams
Chief, Operation's Control
and Statistics Division