Defense Materials Procurement Agency

Memorandum:

NOV 30 1951

To: Docket Control Center

From: Chief, Copper Branch

Subject: Application for Production Loan of Bonanza Mining Company, DMA-780 Commodity-Copper

This application has been withdrawn in favor of an exploration project DMA-2021.

Transmitted herewith is the complete file consisting of:

2 NSRB-146
2 Prospectus of Bonanza Mining Company
1 Page from Spark Flame
1 Reprint from the Yuma Daily Sun
1 Form MF-100
1 DMA Referral of Application for Government Aid
1 Assay sheet from Arizona Assay Office
1 Group of notes
1 Group of answers to MF-103 (3 copies)
2 Reports in Bonanza Mine, March 3, 1951
1 Report on Bonanza & Bonanza Central Mines
3 Letters to J. Collins from
  T. Lyon, April 3, 1951
  J. B. Gowen, April 9, 1951
  J. B. Gowen, April 30, 1951
1 Letter to Bonanza Mining Company from T. Lyon, March 26, 1951
1 Memo to Executive Secretary from T. Lyon, March 26, 1951
1 Letter from J. Collins to T. Lyon, March 5, 1951

SIGNED

J. B. Gowen, Chief
Copper Branch

Attachments

RVWaugh:pk
11/20/51
Copy to: Region IV
Copper Branch

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

REGIONAL DIRECTOR'S OFFICE
REGION IV
APR 6 - 1951
BUREAU OF MINES
DENVER, COLORADO

April 3, 1951

Re: Docket No. DMA-780

Mr. Jack Collins
1320 W. Tamarack Avenue
Phoenix, Arizona

Dear Mr. Collins:

This is in further reference to our telephone conversation March 29, in which you told me that you believed the 5,000 ton ore reserve figure in the engineer's report on the Bonanza Mining Company property was in error.

We shall gladly review your loan application again, if you will provide us with data to support your belief that the project is a practicable one. These should include, preferably, assay maps of the mine workings and detailed ore-reserve estimates.

In case you wish to reconsider your loan application and to look into the possibilities of applying for an exploration project, I am enclosing a press release dated February 20, 1951 which is a preliminary announcement of the program about to be put into effect by the Defense Minerals Administration. If you so desire, I will send you the application forms and regulations as soon as these are available.

I was glad to have you call and trust something can be worked out to bring your property into production. You realize, I am sure, that under present conditions we do not feel that uneconomic copper production enterprises should be encouraged but that we are anxious to take advantage of all possible sources of supply at costs not above the present market.

I am sending a copy of this letter to the Executive Officer of the Defense Minerals Administration Field Team in Region IV, so that he will be aware the case is still under consideration.

Very truly yours,

Tom Lyon

Tom Lyon, Director
Supply Division

Copy to: DMA FT, Region IV
Executive Secretary
Copper Commodity Committee
Files

Enclosure
CRJohnson:bsl

Form 6-98

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

U. S. GOVERNMENT PRINTING OFFICE 16—53493-2