MME Form 9
Rev. Mar. 59

UNITED STATES
DEPARTMENT OF THE INTERIOR
Office of Minerals Exploration
GEOLOGICAL SURVEY

OFFICIAL DOCKET FILE

Contract No. 14-23- _____ Docket No. MME-6551

Application
- [ ] Denied
- [x] Withdrawn

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

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

Folder No. 1:

Left Side

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

Right Side

- [ ] Project Summary (final)
- [ ] Work Completed Analysis (final)

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

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

Additional Folders:

Left Side

Folders No. _____: Reports

- [ ] Analysis of Semiannual Inspection Reports
- [ ] Project Summary (Interim) by MME Engineers

Right Side

- [ ] Field Team Semiannual Report for Certified Project
- [ ] Field Team Interim Reports
- [ ] Operator's Monthly Reports with Transmittal, Narrative and Maps

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

Folders No. _____: Settlement Sheets

Folders No. _____: Drill Logs

Folders No. _____: Royalty Material

52615

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Memorandum

April 18, 1966

OFFICIAL COPY
O. M. E.
RECEIVED
APR 20 1966
MATERIALS COLE

To: Chief, Office of Minerals Exploration
Washington, D. C.

From: Field Officer
Region II

Subject: New Application (Silver, Mercury)
Pointsetta Claims
Clarence C. Warriner, et al
Mineral County, Nevada

Enclosed is a poorly prepared Application for Financial Assistance submitted to our office by Mr. Clarence C. Warriner, Box 137, Mina, Nevada, in the amount of $48,060.

The property is in Secs. 33 and 34, T. 11 N., R. 33 E., MDBM, about 30 miles northeast of Hawthorne, Mineral County, Nevada. There has been no production from the property, although some quicksilver ore was stockpiled during 1942 or 1943 when visited by Bailey and Phoenix (Univ. of Nevada Bull. No. 41, Dec. 1944, Quicksilver Deposits in Nevada, p. 132-133).

The applicants propose to build an access road to the northern part of the claim area and bulldoze eight trenches. The application lacks any description of the geology or justification for the proposed work. Also lacking are copies of letters requesting loans to the two banks that refused financial assistance.

H. K. Stager

Enclosures

OME Form 40
Jan. 65

Budget Bureau No. 42-R1508
Approval expires Dec. 31, 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

# APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

Pursuant to Public Law 85–701 (72 Stat. 700; 30 U.S.C. 641)

**NAME OF APPLICANT** *(Full legal name and mailing address as they should appear on contract if one is executed.)*

PBW Mining
Box 137
Mina, Nev.
By Florence C Warriner
Sec. Treas. + Gen. Manager

**APPLICANT DO NOT USE THIS BLOCK**

DOCKET NUMBER: 6551

DATE RECEIVED: 3/20/66 4-14-66

REGION: II

DIVISION CODE:

**BUSINESS ORGANIZATION** *(Check one)*

- INDIVIDUAL [ ]
- CORPORATION [ ]
- PARTNERSHIP [X]
- OTHER *(Specify)* [ ]

STATE IN WHICH FIRM IS ORGANIZED:

**LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE**

| NAME | ADDRESS | TITLE |
|---|---|---|
| Florence C Warriner | Box 137 Mina, Nev. | Sec. Treas. Gen. Manager |
| O. A. Parker | Box 137 " " | President |
| Helen Bear | 425 E Lexington El Cajon Calif. | Assist. Sec. Treas. |
| Osta Bear | " " | Vice Pres. |

**MINERAL(S) FOR WHICH YOU WISH TO EXPLORE**: Silver & Quick Silver

**ESTIMATED COST OF PROJECT**: $48,000.00

**PROPERTY** NAME: Pointsetta Claims #6, 7, 8, 9, 10 & 11

**LOCATION** COUNTY: Mineral Co. STATE: Nev.

## GENERAL INSTRUCTIONS

Before filling out this application, please read the *OME Regulations for Obtaining Federal Assistance in Financing Explorations for Mineral Reserves* (30 CFR Chap. III). To assure prompt action, your application must provide all applicable material and information specified on the back of this application form. Avoid unnecessary correspondence and delays by submitting complete and accurate information. *Please submit two copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Office of Minerals Exploration, Department of the Interior,* ~~Washington 25, D. C., or with the nearest OME Field Office.~~ Washington, D. C., 20242, or with the nearest OME Field Office.

## CERTIFICATION

The undersigned, whether as an individual, corporate officer, partner, or otherwise, both in his own behalf and acting for the applicant, certifies that the information set forth in this form and accompanying papers is correct and complete, to the best of his knowledge and belief, and that he would not ordinarily undertake the proposed exploration under current conditions and circumstances at his sole expense.

Apr. 12 1966
DATED

Florence C Warriner
BY *(Signature)*
Sec. Treas. + Gen. Manager
TITLE

A wilfully false statement or certification to any Department or Agency of the United States Government is a criminal offense. U. S. Code, Title 18, Sec. 1001.

## INFORMATION REQUIRED WITH THIS APPLICATION

### 1. Financial Eligibility:

(a) Submit evidence of efforts made within 90 days preceding the filing of this application to obtain credit from your bank of account and at least one other banking institution or other private source of credit. Such evidence shall include true copies of correspondence which show: (1) date of loan request, (2) amount and terms requested, (3) proposed use of loan funds, and (4) the replies from credit sources. If the loan was offered under terms which you consider unreasonable, state why you consider them so.

(b) List names and addresses of affiliated, parent, or controlling companies or organizations and state extent and nature of their interest.

(c) State how you propose to furnish your share of the cost of the exploration work.

### 2. Applicant's Rights in Land:

(a) State your interest in the land and mineral rights, whether owner, lessee, purchaser under contract, or other. If you are not the owner, submit one true copy of the lease, contract, or other document (with address of owner) under which you control the property. Describe all liens, mortgages, or other encumbrances on the land and state book and page number and official place where recorded.

(b) State the legal description (section, township, and range; metes and bounds; patent number of claims) of the land upon which you wish to explore and all adjacent land which you own or control. Describe any part of the land or workings which should not be subject to Government royalty and liens. If the land consists of unpatented claims, state book and page number for each recorded location notice, including amended locations, and official place where recorded. State all the names by which you know the property.

(c) For all land or mineral rights encumbered or not owned, submit five copies of Lien and Subordination Agreements on MME Form 52. If the agreements cannot be obtained, state reasons and provide copies of letters of refusal.

### 3. Physical Description:

(a) Describe in detail and illustrate with maps or sketches all mining or exploration operations which you know have been or are being conducted upon the land. Include existing mine workings and all production facilities.

(b) State your interest, if any, in operations described in (a).

(c) State, if you know, the past and current production, supporting your statement with copies of settlement sheets, mine records, or published data if available.

(d) Describe known ore reserves, giving quantities and grades and sampling methods used. Support your statement with copies of assay certificates and assay maps if available.

(e) Describe by narrative and maps or sketches the geologic features of the property, including ore minerals, geologic formations if known, and type of deposit (vein, bedded, etc.).

(f) State your reasons for expecting to find ore, and if you have sampled the area you propose to explore, show where the samples were taken, describe sampling methods used, and provide copies of assay certificates.

(g) Send with your application at least *two* copies of all geologic or engineering reports, assay maps, or technologic information which you have, indicating whether you require their return.

### 4. Accessibility of Property:

(a) To aid the OME representative who may examine the property, state name and address of person who will meet him; give directions for reaching the property; and describe accessibility of property and of any mine workings.

(b) Name the shipping and supply points and state the distances to the property.

### 5. Exploration Work:

(a) Describe fully the proposed exploration work giving individual footages and sizes of openings *for each item of work.* Use narrative, maps, plans, and sections as necessary. Show location of the proposed work as related to geologic features such as veins, ore-bearing beds, contacts of rock formations, etc. Show also the relation of the proposed work to any existing mine workings and to *land boundaries* or to the closest identifiable corner.

(b) If an access road must be built, show the proposed location on the property map and state the length, type and construction methods proposed.

(c) If an OME contract is executed, state how soon thereafter work would be started and finished. State your anticipated average daily or monthly rate of progress for each type of work.

### 6. Experience:

State your operating experience and background to conduct this exploration work and also that of the person who will supervise the work.

### 7. Estimate of Costs:

Furnish detailed estimates of the necessary costs *for each item of the work proposed in 5(a)* under the headings listed below with a total for each heading and the estimated total cost of the work. Costs for any work to be performed by an independent contractor should be listed separately under category (a) below. Costs for any work that is not to be performed by an independent contractor should be listed under categories (b) through (g).

(a) Independent contracts. State the total cost of any proposed independent contract for all or any part of the work, and the number of units and the unit cost for each type of work, such as per foot of drilling, per foot of drifting, per hour of bulldozer operations, or per cubic yard of material moved. Cost estimates should be supported by bids from three contractors if possible. (*Note*—If none of the work is to be contracted, write "none" after this item.)

(b) Personal services. The cost of supervision, engineering and geological services, outside consultants, and labor should be itemized by numbers and classes of employees; rates of wages, salaries or fees; and periods of employment. State whether these services are available.

(c) Operating materials and supplies. List items of material and supplies giving quantity and cost of each. Include under this heading power, water, and fuel, and units of equipment and tools costing less than $50 each.

(d) Operating equipment. List items of equipment and tools costing $50 or more per unit. Give specifications and indicate how each item is to be acquired—i.e., rented, purchased or provided by the applicant. If rented or purchased, state the estimated rental or purchase price. If furnished by the applicant, state condition and present fair market value.

(e) Initial rehabilitation and repairs. Describe the type and the cost of *initial* rehabilitation or repair of existing buildings, fixtures, installations (exclusive of mine workings), and movable operating equipment now owned by the applicant which will be used in the exploration work.

(f) New buildings, fixtures, installations. Describe each building, fixed improvement, and installation to be purchased, constructed, or installed for the exploration work, stating specifications and cost including labor, materials, and supervision.

(g) Miscellaneous. Describe the type and estimate the cost of repairs and maintenance of the operating equipment listed in 7(d). Do not repeat initial repairs listed in 7(e). Show also the costs of analytical work, accounting, workmen's compensation and employees' liability insurance, payroll taxes, and other required costs that do not fall within the previous categories. [*Note*—The Government will not contribute to costs incurred before the date of the contract, or to costs of or incident to: (1) acquiring, using, or possessing land and any existing improvements, facilities, buildings, installations, and appurtenances, or the depreciation and depletion thereof; (2) general overhead, corporate management, interest and taxes (other than payroll and sales taxes); (3) insurance (other than employees' liability insurance); and (4) damages to persons or property (other than authorized repair to or replacement of equipment or other property used in the work).]

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

O M E Lone Application for P B W Mining
U S Dept. of Interior Pointsetta Property Apr.12 1966
Harold K Stager, Geologist Mineral County
345Middlefield Rd. Bx 137 Mina Nev.
Menlo Park, Calif. 94025

1. Financial Eligibility:
   a. Enclosed find 2 loan application rejections.
   b. Applicant is Owner
   c. Cash, Equipment, Labor, Living Quarters, Water

2. Applicants Rights in Land and Mineral rights
   a. Owner Free and Clear
   b. Sec. 33 & 34 T 11 N, R 33 E Poinsetta Lode,& Pointsetta #1 through 17
      The Pointsetta Claims #1 through 5, & Pointsetta #12 through 17
      should NOT be included in this Lien.
      Unpatented Claims, BK.2, Pages 980 &981
      Mineral County, Hawthorne Nev.
   c. No encumbrances on Claims #6 through #11

3.
No Mining or exploration has been done on these Claims, See Enclosed Map

   b. Manager, Owner and Operator
   c. No production record
   d. None
   e. Opalite vertical Dykes, Ryalite & Dyarite Plugs containing Cinabar and Matalic Pyrites. Assay report following.
   f. Surface Samples from the Center of Claims #8 & 9.
   g. None existing

4. Accessibility
   a. Eddy Mears at Montgomery Pass, Nev. will accompany the O M E Rep. to the Property.
      Contact: Phone Montgomery Pass #1 or Al Taylors Garage, Mina Nev.
      Mail: Eddy Mears, Bx. 221, Mina Nev.
   b. Gabbs Nev. by Truck, 35 miles
      Luning Nev. by Rail, 52 miles

5. Exsploration Work
   a. See Map Inclosed
   b. See Map Inclosed
   c. Access Road: Starting imediately on the Loan grant.
      Completion, 1 week
      Open trench Cuts: One cut each 3 weeks
      6 Months Total Limit.

6. Clarence D Warriner, Bl Contractor, Mining Surveying, Exsploring, Sampling 12 yrs
Eddy Mears, Will Supervise, He has 25 yrs. Engineering & Mining Exsperience.

7. a. None ESTIMATE OF COSTS

B. Supervision :
Engineering : Mr. Eddy Mears ---------- $5,000.00
Geologist :

One All-around man ---------- $400. pr Mo., 6 Mo. -------- 2,400.00

Cat, Operator, Fuel and Repair, Access Road,& Cuts,
2 miles of road ---------- 6,000.00
48,000 yds. @ 50¢ ---------- 24,000.00

c. Water

Continued

7. c. Water: 1000 Gal. @ wk. @ 5¢,---$50. ¢ wk. ---------- $1,200.00
Subsistance: 2 men, $6. @ pr. Day, 180 days, ------- 2,160.00
Transportation: 1 Pick up, 50 miles pr.Dy. @ 10¢--- 900.00
Small Hand Tools: ----------p---- 500.00
Power Unit: $5 per Dy., ---------- 300.00
Compresser and hammer $10. per dy.---------- 1,800.00

Not included

d. Pickup to be furnished by Applicant $700
Hand tools to be furnished by Applicant $500
Power Unit to be furnished by Applicant $900
Cat to be furnished by Applicant Good Condition $5,000
Water to be furnished by Applicant $1,2000
Subsistance to be furnished by Applicant $2,160.
Compresser to be rented if needed ------$1,800.
11,060

e. Pickup repair------ $200. 200.00
Rippers for the Cat, and transport, $600. 600.00
No building or other repairs

f. No buildings or instalations needed

g. Analytical work ---------- $1,000.00
Accounting ---------- 500.00
Workmans Comp. and Ins. ---------- 500.00
Payroll Taxes ---------- 500.00
Mexc. repair and Maintenande ---------- 500.00
Total Loan required or Cost $48,060.00

N

Pointsetta Mine Map. Sept. 20, 1965

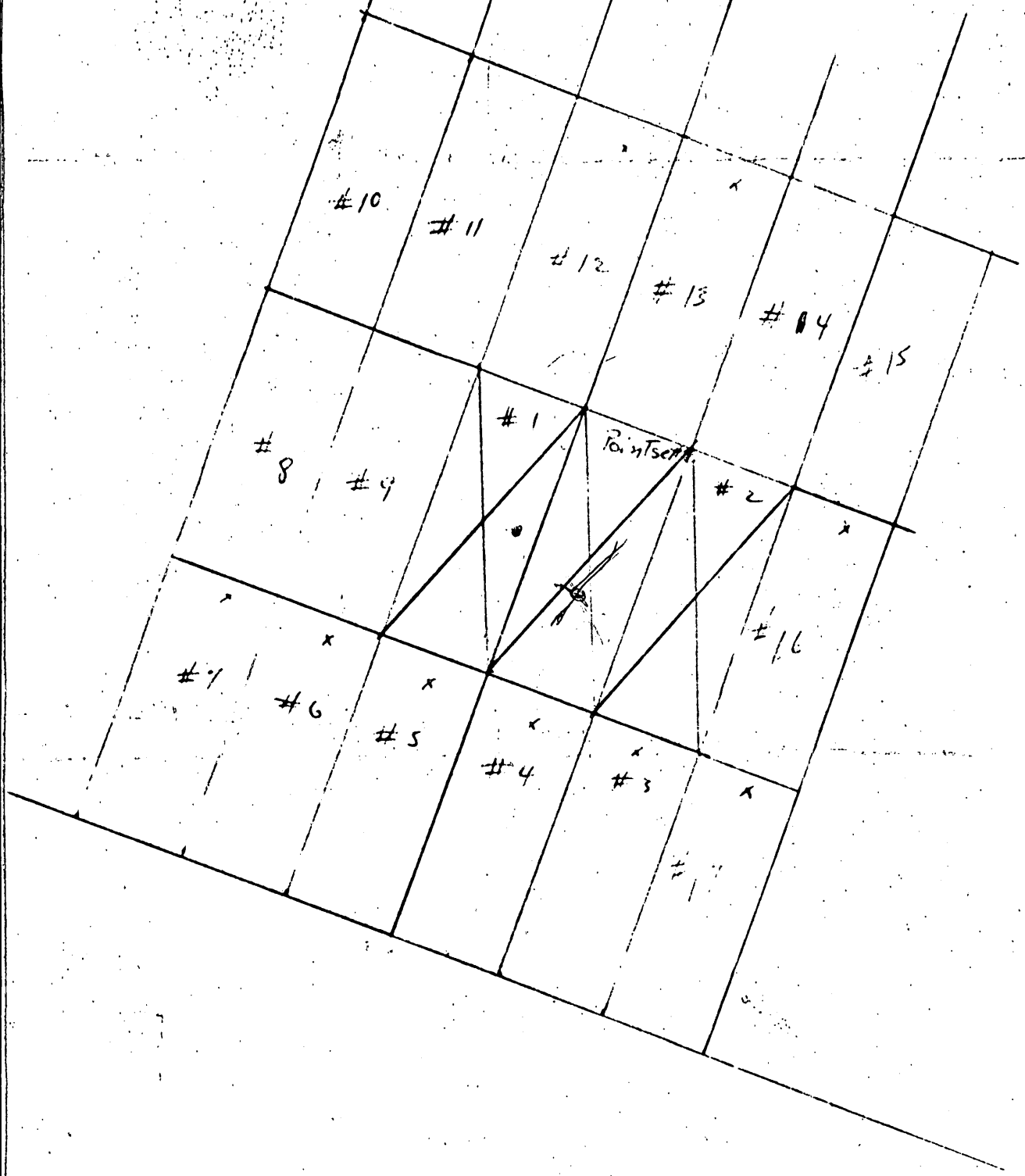
Claims

Pointsetta and #1 and #2 Purchased

Pointsetta #3 then #17 Located & Claimed

Sept. 19 - 1965 By C C Warriner, O. A. Parker

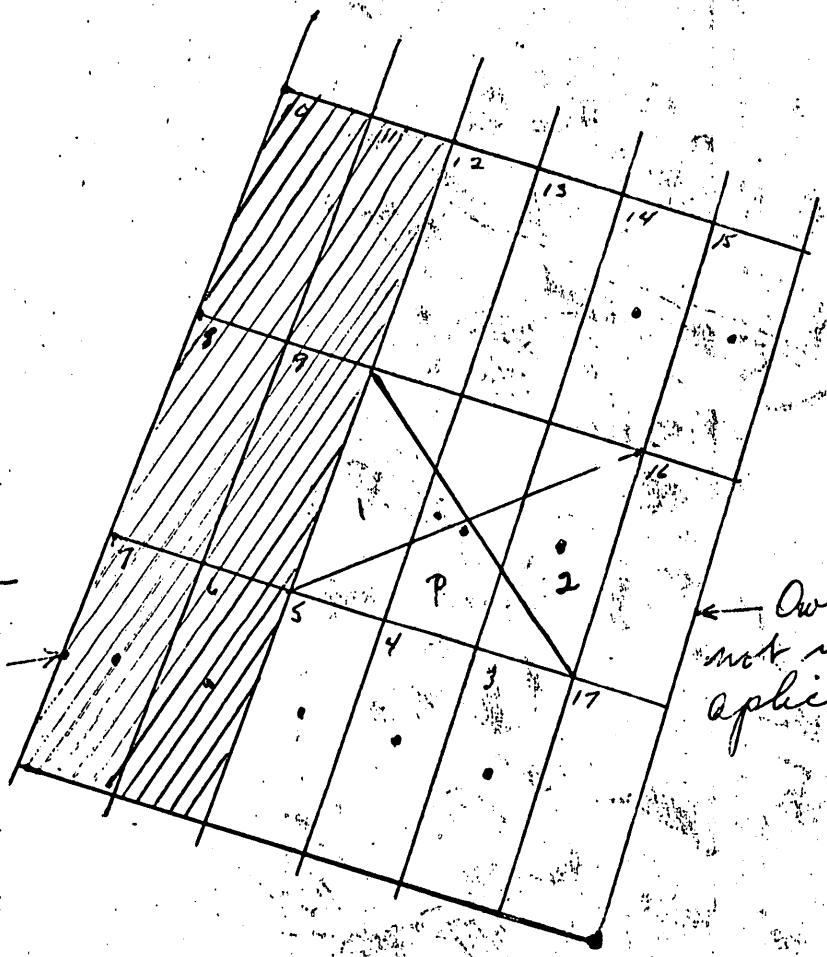
& Mr. & Mrs. Bear.



P B W Mining
Clarence C Wadsine
Box 137
Mina, Nev.
Sec. Treas
Gen. Manager

Poinsettia
Mineral Co. Nev.
Sec. 33 & 34' T 11 N, R 33 E

N




Exploration Area shaded

Owned or controled but not included in Exploration application. Not shaded.

**SECURITY NATIONAL BANK**
OF NEVADA
MINERAL COUNTY OFFICE
P. O. BOX 977
HAWTHORNE, NEVADA
89415

January 13, 1966

Clarence C. Warriner
% Maurice J. Sullavan
158 N. Virginia Street
Reno, Nevada

Dear Mr. Warriner,

Your request for a loan in the amount of $20,000.00 for mine exporation has been considered today. I am sorry to inform you that we are unable to grant loans of this type because of the speculative risks involved and the long maturity usually asked for.

Should we be able to help in some other way, please feel free to call at any time.

Sincerely,

Richard C. Nye
Manager

RCN:pm

IMPERIAL BEACH BRANCH

SAN DIEGO DIVISION

# SECURITY FIRST NATIONAL BANK

SAVINGS COMMERCIAL TRUST

1025 PALM AVENUE P. O. BOX 307 IMPERIAL BEACH, CALIFORNIA

January 4, 1966

P B W Mining Inc.
425 E. Lexington
El Cajon, California

Attention: Clarence C. Warriner

Gentlemen:

We regret that we are unable to consider your request for $150,000.00 for mining exploration.

We hope that you can make other arrangements in order to successfully handle your endeavor.

Sincerely yours,

J. A. Hendrick
Manager

JAH/ah

"NO JOB TOO SMALL - NO JOB TOO LARGE"

# WARRINER CONSTRUCTION

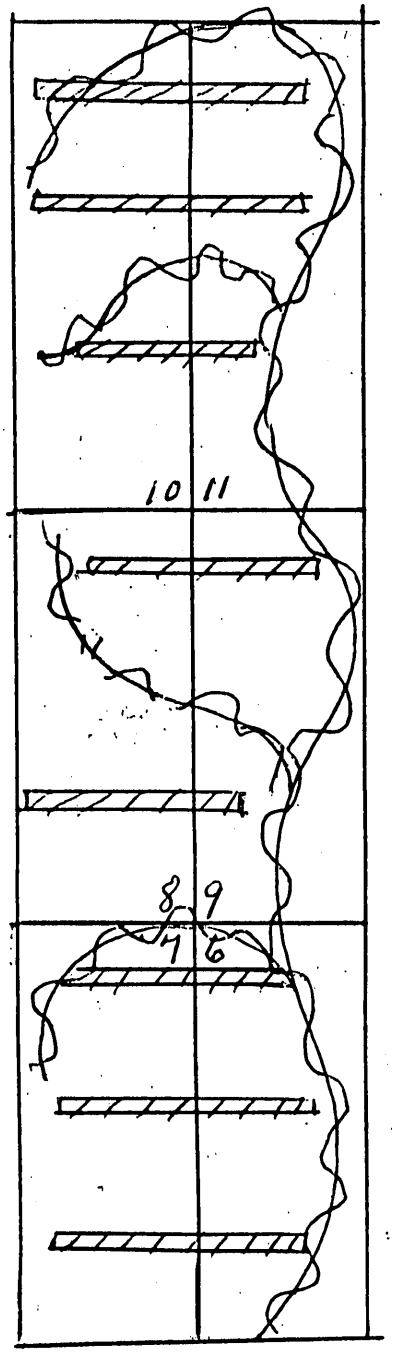
1007 - 8TH ST. GA 4-9774 IMPERIAL BEACH, CALIF.

DATE Apr. 12 1966

NAME Proposed Exploration, Claims #6,7,8,9,10 & 11 PHONE
Pointsetta, P B W Mining property
Mineral County, Hawthorne Nev.

ADDRESS CITY

**SPECIFICATIONS:**




8 open cuts, 16/10/600 feet
48,000 Cu.Yds. Total

2 miles of
access road.
Cut and fill

SIGNATURE

CONTRACTOR

MME Form 7
(2/63)

OFFICIAL FILE COPY

| Date | Surname | Code |
|---|---|---|
| 9/9 | RHDeiatly | 1208 |
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| | | 220 |
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| | | |

September 9, 1966

Memorandum

To: The File

From: Acting Chief, Office of Minerals Exploration

Subject: OME-6551 (Mercury)
Clarence C. Warriner, et al.
Pointsetta Group of Claims
Mineral County, Nevada

The Applicant has not replied to our letter of August 9, 1966. Accordingly, the subject docket is referred to the inactive file and considered as having been withdrawn.

Harold Kirkemo

Harold Kirkemo

cc: Director's Reading File
Economic Geology File
Division File
OME Reading File
120M
Region II
MMerrithew/mm (9/9/66)

23263

MME Form 7
(2/63)

OFFICIAL FILE COPY

| Date | Surname | Code |
|---|---|---|
| 8/9 | Kirkham | 120 |
| | | 110 |
| 8/9 | coe | 220 |
| | | 120M |
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| | | |
| | | |
| | | |

Mr. Clarence C. Warriner
P. B. W. Mining
P. O. Box 137
Mina, Nevada

AUG 9 1966

Re: OME-6551 (Mercury)
Clarence C. Warriner, et al.
Pointsetta Group of Claims
Mineral County, Nevada

Dear Mr. Warriner:

We have not heard from you since our letters of May 4 and July 8, 1966, requesting additional information needed to continue with the processing of the subject application.

If you need additional time to prepare this information, please let us know. If we do not receive a reply from you within thirty days from the date of this letter, we must assume that you are no longer interested in proceeding with your application and we shall consider it as having been withdrawn.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Division File
Economic Geology File
OME Docket
OME Reading File
OME Region II

GLAult/a 8-9-66

23263

MME Form 7
(2/63)

OFFICIAL FILE COPY

| Date | Surname | Code |
|---|---|---|
| | | 110 |
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| | | 220 |
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| | | |

JUL 8 1966

Mr. Clarence C. Warriner
F. E. W. Mining
P. O. Box 137
Mina, Nevada

Re: OME-6551 (Mercury)
Clarence C. Warriner, et al.
Pointsetta Group of Claims
Mineral County, Nevada

Dear Mr. Warriner:

On May 4, 1966, we wrote you outlining certain information which is necessary to continue the processing of your application. To date, we have not had a reply to our letter. Will you please inform us of your plans regarding the application. If you have decided not to pursue it further, will you please so inform us.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Division File
Economic Geology File
OME Docket
OME Reading File
Region II

MMerrithew/mm (7/8/66)

23263

MME Form 7
(2/63)

OFFICIAL FILE COPY

| Date | Surname | Code |
|---|---|---|
| 5/3 | RM Smith | 120 |
| 5/3 | [illegible] | 120 |
| | | 110 |
| | | 220 |
| | | 120M |
| | | |
| | | |
| | | |
| | | |

AIRMAIL

Mr. Clarence C. Warriner
P. B. W. Mining
P. O. Box 137
Mina, Nevada

MAY 4 [illegible]

Re: OME-6551 (Mercury)
Clarence C. Warriner, et al.
Pointsetta Group of Claims
Mineral County, Nevada

Dear Mr. Warriner:

A preliminary review of your application for financial assistance in exploring the referenced claims indicates that additional information is required on items 1, 2, 3, 5, and 7 as requested in the application form.

1. Financial Eligibility:

(a) Although letters from two banks denying your requests for loans accompanied the application, copies of your letters to the banks are not included. True copies of these letters stating (1) date of loan request, (2) amount and terms requested, and (3) proposed use of loan funds, are required by our regulations and cannot be waived by OME. Will you please submit signed copies of the letters you sent to the banks.

(c) Under this item you state that you propose to finance your share of the costs by cash, equipment, materials, and labor. Our experience has shown that services and depreciation of equipment will not normally cover an applicant's share of the total exploration costs. For your information, the Government does not advance funds for its share of the costs under a contract. An operator pays all of the first month's costs and then submits a voucher on forms furnished by the Government. After approval, the operator is reimbursed for the Government's share of the costs. But it usually takes from two to three weeks to reimburse an applicant. He should have sufficient funds at hand to cover all costs for at least two months. Thereafter, normally, reimbursement is received by an operator at monthly intervals. In these circumstances, considering items 3(f) and 7(d), please explain in detail how you plan to finance your share of the costs.

23263

2. Applicant's Rights in Land:

(a) It is not clear from the application who owns the claims. If there is a written partnership agreement and the claims are owned by the partnership, please submit a copy of the agreement together with assignments of the mining claims to the partnership.

3. Physical Description:

(e) Although the application contains a statement "Assay report following," this report has not yet been received. In the interest of time, we suggest that the report, if not already mailed, be included in your reply to this letter. In the meantime, we have no basis for determining the percentage of Government participation in the proposed work. For mercury the percentage is 50 percent, and for silver it is 75 percent. Normally, where silver occurs with another eligible mineral the percentage is 62½ percent.

According to University of Nevada Bulletin No. 41 (Geology and Mining Series), page 132, cinnabar occurs with pyrite, possibly marcasite, chalcedony, sulfur, gypsum, and clays, and is confined to a fault that strikes N. 63° W. and dips 85° north. No silver minerals are mentioned. Please explain why both silver and quicksilver are listed on the front of the application form.

(f) Although you state that you expect to find ore because surface samples from the center of Claims 8 and 9 contain quicksilver, there is no reason given for exploring on Claims 6, 7, 10, and 11. You imply that opalite dikes or rhyolite plugs occur on these claims. Please show their locations and sizes on a map or sketch.

5. Exploration Work:

(b) The OME cannot participate in development work unrelated to exploration. If an access road is necessary to perform the proposed trenching, please explain why it is needed.

7. Estimate of Costs:

(d) Under this item you list the full value of operating equipment to be furnished by the Applicant, but the total is not included in the estimated costs. For your information, the Government allows depreciation on such equipment to the extent of 1/60th of its fair market value or its book value, whichever is less, for each month used, but the full value is not an allowable cost under an OME contract.

(g) Under this item you indicate that the total cost of the work, $48,060.00, is also the amount of Government participation required. To compute the dollar value of Government participation in a project, you should add all of the estimated costs, including your services and depreciation of your own equipment; then multiply by the appropriate percentage participation indicated under item 3(e).

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

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

cc: Director's Reading File
Division File
Economic Geology File
OME File
OME Field Officer, Region II
OME Region File
Mr. Smith

RMSmith/gla 5-3-66

April 20, 1966

Mr. Clarence C. Warriner
P. B. W. Mining, Inc.
Box 137
Mina, Nevada

Subject: OME - 6551

Dear Mr. Warriner:

Your application for exploration assistance, dated April 12, 1966, submitted to our office at Menlo Park, California, has been assigned Docket No. OME-6551.

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

Sincerely yours,

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to Region II