DMA Form 1

DEFENSE MINERALS ADMINISTRATION
Control Slip

CONTROLLED DOCUMENT

DMA Docket No. [illegible]

DO NOT DETACH THIS SLIP

Action on this document is recorded and controlled in Reports and Records Branch. Any movement of this document between divisions or offices of DMA or movement outside DMA must be reported to the Reports and Records Branch. Actions taken that affect status of the case must also be reported.

This document has been recorded as

[illegible]

Any action taken to change the type of request for assistance must be promptly reported to the Reports and Records Branch. Use DMA Form 2 for submitting these reports.

Routing Slip

To: [illegible] Date [illegible]

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CONTROLLED DOCUMENT

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

July 21, 1952

Memorandum

To: Mails and Files

From: Ernest Wm. Ellis, Chief
Rare and Misc. Metals Division

Subject: Docket No. DMA-1784X (Mercury)
Mineral Mines, Inc.
War Eagle Mine
Sam's Valley, Oregon

We have removed the attached docket from our list of active applications inasmuch as no response has been received to our letter to the applicant of May 9, 1952, and are considering it closed.

In any event, should Mr. Nixon, President of the applicant company, be successful in forming a new corporation which would present an application for exploration aid in connection with the above mining property, the application should be assigned another docket number even though reference might be made to this docket.

EWE

700

FILE COPY
SURNAME:

Ellis
Nixon

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

MAY 9 1952

Mr. Clay Nixon, President
Mineral Mines, Inc.
755 Dexter Horton Building
Seattle 4, Washington

Re: Docket No. DMA-1/84 (Mercury)
Star Eagle Mine
Sam's Valley, Oregon

Dear Mr. Nixon:

We acknowledge your letter of May 6, 1952, with reference to your continuing effort to solve the financial condition of the Mineral Mines, Inc. assets which will place you in a position to proceed with your application now before this Agency.

We will, of course, be glad to co-operate with your request to hold the above-captioned docket in abeyance for a longer period of time, and we request that you advise us within 60 days of your progress.

In the event a new corporation is formed and you are able to proceed in this matter, it would undoubtedly be well for you to complete a new set of application forms which will be considered as a revised application under the same docket number. For that purpose, we are enclosing five copies of forms DM-100 and DM-103 now in use by the Defense Minerals Exploration Administration. Four copies of each form should be filed with this office and the remaining copy of each form retained for your records. We are also enclosing a copy of DMA Order-1 for your information.

Sincerely yours,

Signed S.H. 5-9-52

Ernest M. Ellis, Chief
Rare and Misc. Metals Division
Defense Minerals Exploration
Administration

Enclosures - 11

EMEllis/Ault/jem
5/8/52
cc to: Adm. Reading File
Docket
Miss M. M. Meyer, Rm. 3623
Messrs. E.T.McKnight, Rm. 4204 GS
Ellis
Field Team, Region II (2)

NIXON AND HOVE
LAWYERS
755 DEXTER HORTON BUILDING
SEATTLE 4, WASHINGTON

CLAY NIXON
RALPH C. HOVE

MAIN 6354

May 6, 1952
Via Air Mail

Your file: DMA docket 1784X (Mercury)
Sam's Valley, Oregon

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY 8 1952

Mr. Ernest Wm. Ellis, Chief
Rare and Misc. Metals Division
Defense Minerals Exploration Adm.
Department of the Interior
Washington 25, D. C.

Dear Sir:

Re: Mineral Mines, Inc.
War Eagle Mine

Mineral Mines, Inc. has been under going a very turbulent period, attempting to finance itself and work out some method of getting sufficient information to complete the application for governmental assistance.

In reference to your letter of April 8, 1952 I would greatly appreciate it if you will extend the time for closing out our file for sixty days, to see if we possibly can finally work out a solution.

There are so many stockholders with life savings invested that I would like to have every opportunity of working out this deal.

Thanking you in advance for your kindness, I am

Very truly yours,

Clay Nixon

Clay Nixon

CN/h

700

FILE COPY
SURNAME:

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

APR 8 1952

AIR MAIL

Mr. Clay Nixon, President
Mineral Mines, Inc.
755 Dexter Horton Building
Seattle 4, Washington

Re: DMA docket 1784X (Mercury)
Sam's Valley, Oregon

Dear Mr. Nixon:

Reference is made to your letter of October 30, 1951, and our reply of December 4, 1951, with reference to your application dated June 29, 1951.

Inasmuch as we have received no reply, we assume that you no longer desire to proceed with the application. We wish to cooperate with you in the matter of allowing ample time, but if the needed data has not been received by May 7, 1952, we will then consider the docket closed.

Sincerely yours,

Signed

J.N. 4-8-52

Ernest Wm. Ellis, Chief
Rare and Misc. Metals Division
Defense Minerals Exploration
Administration

GLAult/EWEllis/gla
4-7-52
cc to: Adm. Reading File
Docket
Messrs. E. T. McKnight, Rm. 4204 GS
Miss H. M. Meyer, Rm. 3623
Ellis
Field Team, Region II (2)

400

FILE COPY
SURNAME:

Gordon
Mittendorf

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

DEC 4 1951

Mr. Clay Nixon, President
Mineral Mines, Inc.
755 Dexter Horton Building
Seattle 4, Washington

Re: DMA docket 1784X - Mercury
Sam's Valley, Oregon

Dear Mr. Nixon:

Your letter of October 30, 1951, addressed to Mr. Bourret, has been referred to this office for reply.

New applications for exploration projects may still be received and it would be preferable for your new company to submit one, closing the old docket. Please advise us promptly whether you decide to do so.

Enclosed please find five copies each of form MF-100 and form MF-103 for use in submitting your new application. Four copies of each form should be submitted, the extra copies being for your files. It is advisable to answer all the questions as fully as possible, on separate sheets of paper.

For your further guidance, we enclose copy of form MO-5 as amended.

cc: Admn. Reading File
Reports and Records
Miss Meyer, USBM
E. T. McKnight, USGS
Field Team Reg. II
Docket

Sincerely yours,

C. O. Mittendorf (for) J.N. 12-4

Acting Administrator
Defense Minerals Exploration
Administration

Enclosures as indicated.

ERGordon:lm
11/30/51

BL

DEPARTMENT OF THE INTERIOR
RECEIVED
NOV 19 1951
Defense Minerals Administration,
Production Expansion Division.

CLAY NIXON
RALPH C. HOVE

NIXON AND HOVE
LAWYERS
755 DEXTER HORTON BUILDING
SEATTLE 4, WASHINGTON

MAIN 6354

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 1 - 1951

DMA-1784- MINERAL MINES, INC.

October 30, 1951

OFFICIAL FILE COPY

To		Date
210.	Mercury	

Mr. Weston G. Bourret, Chief,
Miner and Rare Metals Branch
Defense Minerals Administration
U. S. Department of the Interior
Washington 25, D. C.

Dear Mr. Bourret:

Re: Docket No. DMA-1784, Mercury

Referring to your letter of October 23rd, may I tell you that we have been giving this matter very seriousconsideration. As you may appreciate, this is a problem complicated by the lack of money, which is usual in all of these companies making such applications as ours.

Frankly, the problem is one of there being a great, great number of people who have practically given up the "ghost" and are unwilling to invest further moneys, and the group which would have to invest a portion of the moneys in order to qualify, from what we understand is 20% of any exploration grant, is unwilling to carry along a "dead horse". However they would be willing to give a percentage to the old stockholders, as to the net, through the formation of a new corporation of those financially able in the group. As a matter of fact, last Saturday night we had a meeting in which they authorized an employment of an engineer, Mr. C. N. Schuette, one of the ablest in the cinnabar field, to make a re-examination and full report. We expect to have a second engineer with him, and I believe upon this showing that we can proceed with sufficient funds to pay our share.

Now comes the problem of whether or not the resolution under which the Mineral Mines, Inc. stockholders turned over the assets to a new corporation, reserving some right in the proceeds and giving the new corporation a successorship to this application, would be respected by your organization. I appreciate that we could not, as a new and independent applicant, get the loan under the act, but I do feel that as successor, both in interest and to a degree in membership, that we should be given this consideration and upon your approval of this I will immediately proceed to determine this matter and will send our engineers, as aforesaid.

I will greatly appreciate your advising me at your earliest convenience. This is one of the largest cinnabar properties in the country and should be developed for the welfare of the United States in its defense effort.

Very truly yours,

Clay Nixon

CN/h

Clay Nixon

FILE COPY
SURNAME:

Gordon
Bourret

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

OCT 23 1951

Mr. Clay Nixon, President
Mineral Mines Incorporated
755 Dexter Horton Building
Seattle 4, Washington

Re: DMA docket 1784x
Mercury

Dear Mr. Nixon:

Reference is made to our letter of July 9, covering your application dated June 29, 1951 for exploration assistance in the sum of $50,000.

Inasmuch as we have had no reply from you regarding our request for information needed to permit further consideration of your application, we wish to advise that unless we hear from you within sixty days we will consider your file closed and your application as withdrawn.

Very truly yours,

Weston Bourret
Weston Bourret, Chief
Minor and Rare Metals

10-23

EGordon/mh 10-22-51
cc: Adm. Read. File
Minor and Rare Metals
Field Team, II
McKnight, USGS
DMA docket file

FILE COPY
SURNAME:

Bourret

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

AIR MAIL

July 9, 1951

Mr. Clay Nixon, President
Mineral Mines Incorporated
755 Dexter Horton Building
Seattle 4, Washington

Re: Mercufy-Sam's Valley, Oregon
DMA docket 1784x

Dear Mr. Nixon:

Your application of June 29, 1951 for an exploration project in the amount of $50,000 has been referred to the Minor and Rare Metals Branch, Supply Division.

The report submitted with your application shows that you have failed to reply to questions no. 1 through 10 inclusive, of Form MF-103.

In order to enable us to process your application, kindly complete the material requested through question 24, including maps. I particularly wish to call to your attention the importance of submitting a detailed explanation of your propo sed work, including cost estimates, and maps.

Yours very truly,

Weston Bourret MH

Weston Bourret, Chief
Minor and Rare Metals Branch

WBourret/bf
cc: Adm. Reading File
Records & Reports
Lyon
Bourret
Files

Bmcr 1784

256

FILE COPY
SURNAME:

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

July 5, 1951

Mr. Clay Nixon
President
Mineral Mines, Inc.
755 Dexter Horton Building
Seattle 4, Washington

Subject: DMA-1784X
Re: Exploration Loan
War Eagle Mine

My dear Mr. Nixon:

Receipt is acknowledged of your application and attachments for an exploration loan under the Defense Production Act of 1950.

The application was assigned Docket Number DMA-1784X and was referred to Mr. Weston G. Bourret, Chief, Minor and Rare Metals Branch on July 3, 1951.

In any future correspondence relating to your application, kindly refer to DMA-1784X.

Sincerely yours,

LANDON F. STROBEL

Landon F. Strobel
Executive Secretary

LFSTROBEL:js
cc: Strobel-2
> Files
Bourret
Lyon

Form MF-103
(April 1951)

U. S. DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

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

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

DO NOT FILL IN THIS BLOCK

Docket No. DMA 1784X

Date received 7-2-51

Participation

MINERAL MINES, INC.
755 Dexter Horton Building
Seattle 4, Washington

Name and address of applicant

Date June 29, 1951

FILL IN THIS BLOCK

Date of application June 29, 1951

Estimated cost 650,000.00

Mineral or metal Cinnabar (mercury)

Percentage of Government participation The full percentage which the Government can provide.

Location of mine Sam's Valley, above Gold Hill, Oregon and about half way between Medford and Grants Pass, Oregon

Date of filing MF-100

DMA Docket Number, if available 1784X

INSTRUCTIONS

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

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 2 1951
LANDON F. STROBEL
Executive Secretary

THE APPLICANT

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

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

8. Furnish current financial statement, showing assets and liabilities, and a profit and loss statement.
9. How much money is applicant prepared to invest in proposed project? Is it sufficient to pay your part of the cost of the project as detailed in question 23 of this application form, in accordance with the regulations on Government participation (Section 9 of Mineral Order 5)?

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

16—64067-1

THE PROPERTY

10. (*a*) Give a description of the real property that will be in any way involved in the exploration project, including any existing mine or operating property.
    (*b*) Give the legal description of the exact parcel, plot, or area upon which the exploration is to be conducted.

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

*11. State the present and former names of the property, if any.
*12. State, in detail, the location of the property with reference to towns, railroads, roads, shipping points, including distances and directions and kinds and conditions of roads.
*13. State source and quantity of water available for operations and its sufficiency at all seasons.
State amount of power to be used, rate per hour or other cost, and source.
*14. Describe any existing useable facilities, equipment, buildings, or structure now on the property that will be devoted to the exploration work.
15. State in detail how the ore could be shipped and how and where milled.
*16. History:
    (*a*) Give a statement, as complete as possible, of previous exploration, development, operation, and production of property, with reasons for any past suspensions of operations.
    (*b*) State briefly the known history and production of adjoining and neighboring properties.
    (*c*) Furnish any available (private) reports that may apply to this application, including results of mine examinations, recommended exploration and development, and metallurgical investigations.
*17. Production:
    (*a*) If mine is in production, furnish the following information:

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

*18. Ore or mineral reserves: (If property is or has been operating.)
    (*a*) Describe the ore or mineral deposits briefly.
    (*b*) Submit available maps and assay data.
    (*c*) Give estimated tonnage and grade of each class of ore reserves.
19. State any conditions or circumstances regarding the property not sufficiently brought out by the foregoing questions.

THE EXPLORATION

20. For what mineral or minerals and for what types of deposits and ores will the exploration be conducted?
21. Describe briefly, but concisely, the proposed work and the estimated time required to complete it.

    NOTE.—The Government will not participate in a project that will require more than 2 years to complete.
22. Furnish statement of the geological basis of the project with particular emphasis on factors leading the operator to expect the finding of commercial ore bodies. This statement should be accompanied by supporting maps such as geological maps, maps of the proposed openings and assay maps, sample lists, and other pertinent data.

THE REQUIREMENTS AND COSTS

23. Tabulate in the form of an itemized statement with a sum for each item the estimated requirements and costs of the project so that the total will give the estimated cost of the project in which the Government will participate, as follows:
    (*a*) Labor, by numbers and classes (miners, muckers, millmen, etc.), with wages of each.
    (*b*) Supervisors, by numbers and positions, with salaries of each.
    (*c*) Cost of necessary repairs to existing facilities, structures, and buildings.
    (*d*) Cost of necessary installation or construction of additional facilities, structures, and buildings.
    (*e*) Cost of items of equipment, not now owned by the applicant which must be purchased for operations at a cost of $50 or more each.
    (*f*) Cost of rental for equipment which the operator proposes to rent.
    (*g*) Rental value of items of equipment which the operator now owns and which will be devoted to the work.
    (*h*) Cost of materials and supplies, including items of equipment costing less than $50 each.
    (*i*) Cost of power, water, utilities, and any other items not provided for above.
24. Furnish a time schedule of the project, stated in terms of months after project is approved, showing progress expected to be accomplished and the money expected to be spent.

CERTIFICATION

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

MINERAL MINES, INC.
(Name of company)

By Clay Dixon
(Signature of authorized official)

June 29, 1951
(Date)

Clay Dixon, President
(Title)

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

*Same as footnote on page 1.

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

Attached to FORM MF-103
U.S. DEPARTMENT OF THE INTERIOR
Defense Minerals Administration

(Re: Mineral Mines, Inc.
755 Dexter Horton Bldg.
Seattle 4, Washington)

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

Answers to questions under "THE APPLICANT" on first page of the aforesaid form MF-103:

1. Applicant MINERAL MINES, INC. is a corporation, organized under the laws of the State of Washington.

2. (Not a partnership)

3. Names and addresses of Officers, Directors and five largest stockholders:

OFFICERS:

Names:	Addresses:	Office:
CLAY NIXON	755 Dexter Horton Building Seattle 4, Washington	President
ADA J. BENHAM	3008 - 63rd S.W. Seattle, Washington	Vice-President and Assistant Secretary
HANS P. NIELSEN	7742 - 9th N.W. Seattle, Washington	Treasurer
ARTHUR E. KIMBALL	Bothell, Washington	Secretary

DIRECTORS

Names:	Addresses:	
Clay Nixon	755 Dexter Horton Building,	Seattle 4, Wn.
Ada J. Benham	3008 - 63rd S.W.	Seattle, Wash.
Hans P. Nielsen	7742 - 9th N.W.	Seattle 7, Wn.
Arthur E. Kimball		Bothell, Wash.
Eda Kruller	2746 - 60th S.W.	Seattle 6, Wn.
Ralph Kepfield	St. Helens Inn	Longview, Wn.
D.C. Southard	2147 Montgomery Street	Enumclaw, Wn.

Five largest stockholders:

Names:	Addresses:	
Clay Nixon	755 Dexter Horton Building,	Seattle 4, Wn.
Ada J. Benham	3008 - 63rd S.W.	Seattle, Wash.
Hans P. Nielsen	7742 - 9th N.W.	Seattle 7, Wn.
Lillian M. Parson (estate of Alan C. Parson)	780 Brush Creek Road	Santa Rosa, Calif.
Norman A. Whittet	2328 Harvard North	Seattle 2, Wn.

4. The corporation has been operating this mine ever since its incorporation March 20, 1937.
A throughly skilled engineer will manage the project, to be determined when funds are available.

5. Purchaser, under contract.

6. The exact status of the liens and encumbrances is not presently known, since the financial statement is not available, but can be made available later upon an assurance that moneys can be secured, since the stockholders will at that time come forward with assistance.

7. (See answer under 10)

8. The last Treasurer is not available at this point and requests have been made for a financial statement from the auditor, and that can be secured but it will take certain funds to do so. Most of the lienable items against the property have been paid or the statute of limitations has run against them, and the liabilities are not too substantial. The operation of the property has been spasmodic, and no profit and loss statement would indicate anything presently but if there is an interest on the part of the government it is believed that the stockholders will make an effort to secure financing.

9. This question is answered by 8, supra.

10. The property is the War Eagle Mine, held by Mineral Mines, Inc. at the location described supra, and the detail through questions 24 must be supplied by additional filing, which will require information which must be ascertained and cannot be made available at this immediate time, and a supplemental report will be filed. Also a more accurate description will have to be given in supplemental information.

MINERAL MINES, INC.

By: Clay Nixon
Clay Nixon, President.

Form MF-103
(April 1951)

U. DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

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

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

DO NOT FILL IN THIS BLOCK

Docket No. DMA 1784X

Date received 7-2-51

Participation

MINERAL MINES, INC.
755 Dexter Horton Building
Seattle 4, Washington

Name and address of applicant

Date June 29, 1951

FILL IN THIS BLOCK

Date of application June 29, 1951

Estimated cost $50,000.00

Mineral or metal Cinnabar (mercury)

Percentage of Government participation The full percentage which the government can provide.

Location of mine Sam's Valley, above Gold Hill, Oregon and about half way between Medford and Grants Pass, Oregon

Date of filing MF-100

DMA Docket Number, if available 1784X

INSTRUCTIONS

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

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 2 1951
LANDON F. STROBEL
Executive Secretary

THE APPLICANT

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

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

8. Furnish current financial statement, showing assets and liabilities, and a profit and loss statement.
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*If you have already answered these questions on MF-100, you are not required to answer the questions for this application.

16—64067-1

THE PROPERTY

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

*11. State the present and former names of the property, if any.

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

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

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

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

*16. History:
    (*a*) Give a statement, as complete as possible, of previous exploration, development, operation, and production of property, with reasons for any past suspensions of operations.
    (*b*) State briefly the known history and production of adjoining and neighboring properties.
    (*c*) Furnish any available (private) reports that may apply to this application, including results of mine examinations, recommended exploration and development, and metallurgical investigations.

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

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

*18. Ore or mineral reserves: (If property is or has been operating.)
    (*a*) Describe the ore or mineral deposits briefly.
    (*b*) Submit available maps and assay data.
    (*c*) Give estimated tonnage and grade of each class of ore reserves.

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

THE EXPLORATION

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

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

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

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

THE REQUIREMENTS AND COSTS

23. Tabulate in the form of an itemized statement with a sum for each item the estimated requirements and costs of the project so that the total will give the estimated cost of the project in which the Government will participate, as follows:
    (*a*) Labor, by numbers and classes (miners, muckers, millmen, etc.), with wages of each.
    (*b*) Supervisors, by numbers and positions, with salaries of each.
    (*c*) Cost of necessary repairs to existing facilities, structures, and buildings.
    (*d*) Cost of necessary installation or construction of additional facilities, structures, and buildings.
    (*e*) Cost of items of equipment, not now owned by the applicant which must be purchased for operations at a cost of $50 or more each.
    (*f*) Cost of rental for equipment which the operator proposes to rent.
    (*g*) Rental value of items of equipment which the operator now owns and which will be devoted to the work.
    (*h*) Cost of materials and supplies, including items of equipment costing less than $50 each.
    (*i*) Cost of power, water, utilities, and any other items not provided for above.

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

CERTIFICATION

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

MINERAL MINES, INC.
(Name of company)

By Clay Nixon
(Signature of authorized official)

June 29, 1951
(Date)

Clay Nixon, President
(Title)

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

*Same as footnote on page 1.

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

Attached to FORM MF-103
U.S. DEPARTMENT OF THE INTERIOR
Defense Minerals Administration

(Re: Mineral Mines, Inc.
755 Dexter Horton Bldg.
Seattle 4, Washington)

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

Answers to questions under "THE APPLICANT" on first page of the aforesaid form MF-103:

1. Applicant MINERAL MINES, INC. is a corporation, organized under the laws of the State of Washington.

2. (Not a partnership)

3. Names and addresses of Officers, Directors and five largest stockholders:

OFFICERS:

Names:	Addresses:	Office:
CLAY NIXON	755 Dexter Horton Building Seattle 4, Washington	President
ADA J. BENHAM	3008 - 63rd S.W. Seattle, Washington	Vice-President and Assistant Secretary
HANS P. NIELSEN	7742 - 9th N.W. Seattle, Washington	Treasurer
ARTHUR E. KIMBALL	Bothell, Washington	Secretary

DIRECTORS

Names:	Addresses:	
Clay Nixon	755 Dexter Horton Building,	Seattle 4, Wn.
Ada J. Benham	3008 - 63rd S.W.	Seattle, Wash.
Hans P. Nielsen	7742 - 9th N.W.	Seattle 7, Wn.
Arthur E. Kimball		Bothell, Wash.
Eda Kruller	2746 - 60th S.W.	Seattle 6, Wn.
Ralph Kepfield	St. Helens Inn	Longview, Wn.
D.C. Southard	2147 Montgomery Street	Enumclaw, Wn.

Five largest stockholders:

Names:	Addresses:	
Clay Nixon	755 Dexter Horton Building,	Seattle 4, Wn.
Ada J. Benham	3008 - 63rd S.W.	Seattle, Wash.
Hans P. Nielsen	7742 - 9th N.W.	Seattle 7, Wn.
Lillian M. Parson (estate of Alan C. Parson)	780 Brush Creek Road	Santa Rosa, Calif.
Norman A. Whittet	2328 Harvard North	Seattle 2, Wn.

(second attached page to FORM MF-103)
U.S. DEPARTMENT OF THE INTERIOR
Defense Minerals Administration

Re: Mineral Mines, Inc.
755 Dexter Horton Bldg.
Seattle 4, Wn.

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4. The corporation has been operating this mine ever since its incorporation March 20, 1937.
A thoroughly skilled engineer will manage the project, to be determined when funds are available.

5. Purchaser, under contract.

6. The exact status of the liens and encumbrances is not presently known, since the financial statement is not available, but can be made available later upon an assurance that moneys can be secured, since the stockholders will at that time come forward with assistance.

7. (See answer under 10)

8. The last Treasurer is not available at this point and requests have been made for a financial statement from the auditor, and that can be secured but it will take certain funds to do so. Most of the lienable items against the property have been paid or the statute of limitations has run against them, and the liabilities are not too substantial. The operation of the property has been spasmodic, and no profit and loss statement would indicate anything presently but if there is an interest on the part of the government it is believed that the stockholders will make an effort to secure financing.

9. This question is answered by 8, supra.

10. The property is the War Eagle Mine, held by Mineral Mines, Inc. at the location described supra, and the detail through questions 24 must be supplied by additional filing, which will require information which must be ascertained and cannot be made available at this immediate time, and a supplemental report will be filed. Also a more accurate description will have to be given in supplemental information.

MINERAL MINES, INC.

By: Clay Nixon
Clay Nixon, President.