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

AUG 2 2 1961

Mr. Harrison E. Hayes
213 Antler Avenue
Redmond, Oregon

Re: OMX-6149 (Gold-Silver)
Harrison E. Hayes, et al.
Galena Property
Coos County, Oregon

Dear Mr. Hayes:

We have carefully reviewed all of the information contained in your application, including the additional information you submitted in reply to our request of July 31, 1961.

The information as submitted does not contain sufficient evidence to support the possible existence of an exploration target. As stated in the "Foreword" of the enclosed OMX booklet, prospecting operations to look for favorable ground or target areas are not eligible for assistance under the Minerals Exploration Program.

We regret to advise you that, under these circumstances, your application for exploration assistance must be denied.

The staff in our Regional Office is limited; therefore, we cannot send an engineer to examine your property as you request. However, if later on you perform additional work in the area to expose the structure mentioned in the application so that it can be examined and sampled, you should feel free to reapply for exploration assistance.

Sincerely yours,

George Fumich, Jr.

Director

Enclosure

FMMurphy/gla
8-21-61
cc to: Director's Reading File
Review Committee
Region I (2) w/2 cys addl. information submitted by Applicant
Docket
Code 500

FINANCIAL ELIGIBILITY:

We have been unable to contact a mining company that is interested in our claims, have written numerous companies and individuals without success. Most of the companies seem to be more interested in foreign development.

(B) None.

The ore body is exposed in the bottom of the canyon and appears massive. We have had several tests run for gold that show positive. Ore assays run for titanium (3.20%) and tungsten (2.20) have been lost. A copy of the spectograph from Colorado assayers was sent in our first report to you.

The only mining done in this canyon according to the old timers was done in early days and was for gold. No shafts were dug and apparently only the bottom of the canyon had been worked. They also used the galena ore from this property to make bullets. The reason this property was not mined then is because it was too far from a shipping point. Only trails were in the mountains at that time. There are several old timers who will swear they shot bullets made from the ore in this canyon.

These claims are on Forest Service land.

On our last trip there, we found our upper contact to be serpentine and it has a considerable number of short asbestos fibers in it.

2- Applicants' Right in Land Location.

Property is on government land and the claims have been filed at the county seat of Coos County, Coquille, Oregon. They have also been filed with the Bureau of Land Management. The filing page numbers at

724-722-721-723. The township is 32 South 12W Sec. 27 corner at Saddle A on access logging road.

3- Physical Description, and Accessibility to Property.

Part of the ore body is exposed in the bottom of the canyon. The lode runs NE and SW and appears massive. We have a bulldozer road into the property, starting from Saddle A and running south into the center of the claims.

(B) Nearest railroad is at Powers, Oregon in Coos County, 18 miles NE of claims.

5- We would like to clean out the bottom of the canyon in order to expose all the ore body. The bottom of the canyon is almost full of debris, making it very difficult to determin the full extent of the ore body. We would like to expose enough ore to get an operation started. This we would do by dozer and coredrilling.

(C) Work will be started as soon as a loan is approved. The bulldozer work could probably be done in a month and the drilling in about the same length of time. The drilling sites will have to be leveled off and passable road made to each site. An estimate on the dozer work of $4,000, and on the drilling of $6,000 would be feasible.

6- Have logged rough country ~~what~~- with caterpillar and helped build roads.

7- We need a crosscut on top of ridge above center of ore body to show up the lode.

$B) Three or four of us will be on the job as soon as it is possible to

commence work.

We will have to do some drilling and dynamiting in the canyon. We have hand tools, drills, etc. Our miscellaneous item cost should not exceed $1,000. We may have to rent an air compressor and a jacak hammer.

Our part of the expenses will have to be met by our labor as we are all working men and do not have the finances to meet our part of the loan. The $20,000 we estimated in our first correspondence is probably more than we will need, as we do not want to use any more than necessary.

This is a new discovery and appears very good. We would like very much to have an engineer from your office look this property over, as we definitely dod not have the ~~captial~~ capital to explore it.

RECEIVED
AUG 25 1961
U.S.G.S.
SPOKANE, WASH.