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

NOV 30 1964

Mr. Perry N. Barham
3584 State Street
Abilene, Texas

Re: OME-6387 (Mins)
Perry N. Barham
Capps Fee Property
Mason County, Texas

Dear Mr. Barham:

Your application for financial assistance in exploring your property in Mason County, Texas, and other information available to us have been reviewed.

Careful study of all this information indicates that the probability of disclosing significant ore reserves on your property is not sufficiently promising to justify Government participation in the proposed exploration. We regret to advise you that, under these circumstances, your application for exploration assistance is denied.

Sincerely yours,

George Fumich, Jr.

Acting Director

MMerrithew/mm (11/25/64)
cc: Director's Reading File
Region III w/cy of MME Form 40 (4 pages) and 2 ltrs to banks
Review Committee
Docket
Code 120M

For Region III

MME Form 40
July 1963

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Budget Bureau No. 42–R1368
Approval expires Dec. 31, 1963

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.)*

PERRY N. BARHAM
3584 STATE STREET
ABILENE, TEXAS

Abilene, Texas

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: OME-6387

DATE RECEIVED: 11/23/64

REGION: III

DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

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

STATE IN WHICH FIRM IS ORGANIZED:

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
NONE	3584 State Street, Abilene, Texas	

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE: Mica

ESTIMATED COST OF PROJECT: $

PROPERTY NAME	LOCATION COUNTY	STATE
CARPS FEE Lease	Mason	Texas

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.*

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.

November 14, 1964
DATED

Perry N Barham
BY *(Signature)*

Consultant Engineer
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. 11879

November 13, 1964

3584 State Street
Abilene, Texas

Citizens National Bank
402 Cypress Street
Abilene, Texas

Gentlemen:

Subject to our oral discussion, I would estimate to you the amount of the loan I am desirous of securing for exploration purpose, would not be less than $250,000. And for such sum of money and for such purposes as I would use the money for, it would be needful that such repayments and interest rates be in keeping with a conservative operative plan.

In your consideration of same, would you indicate the interest rate on this type loan.

Very truly yours,

Perry N. Barham

PNB:db

November 13, 1964

3584 State Street
Abilene, Texas

First State Bank
South 4th & Oak Streets
Abilene, Texas

Attention: Mr. John Wright

Dear Sir:

Subject to our oral discussion, I would estimate to you the amount of the loan I am desirous of securing for exploration purpose, would not be less than $250,000. And for such sum of money and for such purposes as I would use the money for, it would be needful that such repayments and interest rates be in keeping with a conservative operative plan.

In your consideration of same, would you indicate the interest rate on this type loan.

Very truly yours,

Perry N Barham

Perry N. Barham

PNB:db

Perry N. Barham
3584 State Street
Abilene, Texas

1. FINANCIAL ELIGIBILITY:

(a) Attached letters self-explanatory.
(b) The following is a list of possible affiliates with me:

S. B. Water	Abilene, Texas
L. R. Pembleton	Breckenridge, Texas
L. A. Scott	Abilene, Texas

(c) Subject to Mining Engineers recommendations, et al, I propose to furnish Professional Engineer services, drilling services and laboratory fees for composite analysis - and such other work that I may be competent to apply into said exploration.

2. APPLICANT'S RIGHTS IN LAND:

(a) Attached lease - self-explanatory.
(b) Attached leases - self-explanatory.
(c) Attached lease - self-explanatory.

3. PHYSICAL DESCRIPTION:

(a) Attached Report - self-explanatory.
(b) Such interests as I have acquired has been through legal fees, geological information, expenditures through field prospecting, consultant fees and also Surveyor expenses, plus general and personal prospecting expenses.
(c) There has been no production on this lease nor published data other than the attached report.
(d) Such exploration work formerly done, indicates on drill holes that the major thickness of this ore reserver to the bed rock, does include a thickness of 154'. The veins and books of Mica are both intermittently continuous throughout the exploration sphere. Maps are attached to the report.
(e) See attached report.
(f) In view of the continuous outcrop of the ore and to the depth to which it has been drilled in prior times, I feel assured that the OME representative who may examine the property can readily evaluate further exploration.
(g) O.K.

4. ACCESSIBILITY OF PROPERTY-EXCELLENT:

Perry N. Barham
3584 State Street
Abilene, Texas

(a) The person who will meet the OME representative is:

Perry N. Barham
3584 State Street
Abilene, Texas
Phone OR 2-5547

It is suggested that the representative meet in Abilene, Texas and transportation will be made available from there.

(b) Llano, Texas, 30 miles Southeast, and the railroad point is T.&N.O.

5. EXPLORATION WORK:

(a) The maps attached give the metes and bounds of lease, setting out Block 1 on plat as Prospect No. 1 and has an area of 20 acres.
(b) Such roads as necessary will be taken care of by applicant.
(c) In the event an OME contract is executed, work would commence as soon as possible.

6. EXPERIENCE:

My personal experience as a Professional Engineer, my exploration work in certain type of mineral. However I am desirous of securing supervision by qualified Geological Mining Engineers subject to the approval of the OME representatives.

7. ESTIMATE OF COSTS:

Such estimates of costs, method and concept of the work proposed will be arrived at with the OME representative plus Geological services that will meet their approval.

(a) I favor independent contracts wherever feasible and practical.
(b) We would expect the OME representative to recommend the proper procedures and type of personnel needed in such an operation. These recommendations will determine our "Personnel Service Costs".
(c) The cost of these items will be arrived at after the recommendations of the OME are known.
(d) These costs will be included in the OME.
(e&f) And further, for a, b, c, d, e and f, I would suggest to your on the ground inspection by your OME representative and competent Mining Engineers and Geologist will enable them to furnish necessary place sheets and cost to explore subject to the new methods and concepts of your recommendations.
(g) The advice I have received, geologically, indicates that a

Perry N. Barham
3584 State Street
Abilene, Texas

complete block-in service by diamond coring is of major importance, plus composite analytical service by a competent laboratory, possible Geotechnical Survey, precise elevation map, geological cross sections and computation evaluations, however, realizing the importance of your recommendations, may I submit this application subject to any completions or revisions in order to answer your questions completely to your satisfaction.

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

November 23, 1964

Mr. Perry N. Barham
3584 State Street
Abilene, Texas

Subject: OME-6387

Dear Mr. Barham:

Your application for exploration assistance, dated November 14, submitted to our office at Washington, D. C., has been assigned Docket Number OME-6387.

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

Sincerely yours,

Allen S. Dakan
Chief, Division of Administrative Management

cc: Field Officer, Region III