MAIL SERVICES
OFFICE
1951

February 15, 1951

Re: Docket DMA-205

Hon. W. S. Granger

House of Representatives

My dear Mr. Granger:

In reply to your inquiry relative to an application for a loan made by the Lakeview Mining Company, Boxelder County, Utah:

The application was reviewed on January 15, 1951 by the Defense Minerals Administration. The loan requested was denied on the basis that the small tonnage of known ore in the mine is of marginal grade. In addition, the zinc is oxidized which presents practical difficulties to its economic recovery and utilization.

The company has been notified of the action taken on the application.

If I can be of further service to you please feel free to call upon me at any time.

Sincerely yours,

JAMES BOY

Administrator

ALBrokaw:jeh
G-2/15/51
copy to: Chief, Lead-Zinc Branch
Geological Survey - McKnight
J. H. Hedges
R.H. Mote
Strobel
Mittendorf
2 copies to Executive Officer,
Regional Field Team, Region IV
Files

REGIONAL DIRECTOR'S
OFFICE
REGION IV
FEB 3 - 1951
BUREAU OF MINES
DENVER, COLORADO

January 26, 1951

Memorandum

To: ~~Operating Committee~~ Executive Secretary DMA

Dennis

From: Lead-Zinc Branch, DMA

Subject: Docket LZA 405
Lakeview Mining Company
Boxelder County, Utah
2464 Washington Boulevard
Ogden, Utah

The Lakeview Mining Company application, as presented by R. C. Swanson, General Manager, has been reviewed by the Lead-Zinc Branch. The review shows the following pertinent facts:

1. The deposits are lead-zinc carbonate ore occurring as bed in replacements and fissure fillings with small continuity.

2. There are no measured reserves.

3. Sampling by the U. S. Bureau of Mines, April 1950, of the most promising ore horizon indicates extensive mineralization but of marginal grade under existing metallurgical processes and smelting schedules. Weighted average of 37 samples shows a grade of 5.19% lead, 8.57% zinc. The average length of cut was 4.3 feet.

4. Production 1942-1946 was 2250 tons of ore. Total production from the area has been 18,250 tons. 16,000 tons of this production were mined shortly after the initial discovery in 1915. The small production from area over a 35 year period indicate the district has little chance of becoming an important source of lead-zinc.

5. The applicant proposes to sink a winze on "ore" and drive a short tunnel but there is no indication from the evidence presented that the grade of ore will be higher.

6. The mine is not equipped for operation. Of the $25,700 requested by the applicant $21,700 is scheduled for new equipment. The amount allocated is out of proportion with the money proposed for development and the anticipated ore production

7. There is no collateral offered as security for the loan.

It is recommended that no loan be granted for this development, which is not a good lead-zinc project, and that the attached letter be sent to the general manager of the company.

Otto Herres, Chief
Lead-Zinc Branch, DMA

Approved:
DMA Operating Committee

_____
Chairman

_____
J. H. Hedges

_____
Olaf A. Rove

ALBrokaw:jeh
G-1/26/51

copy to: Chief, Lead-Zinc Branch
Geological Survey - McKnight
C. W. Merrill
S. H. Williston
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Form 6-98

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

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

1/18/51 Proceedings of Operating Committee Meeting

DMA 205 - Lakeview Mining Co., Boxelder Co. Ogden, Utah

A memorandum to the Operating Com from the Lead-Zinc Committee recommending denial of the loan of $25,700 was returned to the Lead-Zinc Committee to get the concurrence of the Field Team before forwarding it to the Operating Committee. Also, for deletion of the last paragraph of a letter to the applicant, on the basis that it might infer obligation of the govt. to the applicant.