DMA Form 1

DEFENSE MINERALS ADMINISTRATION
Control Slip

CONTROLLED DOCUMENT

DMA Docket No. 992-992X

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

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:	Garver	Date	4/17/51
To:	Lyon	Date	11/20/51
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DO NOT DETACH

CONTROLLED DOCUMENT

DEFENSE MATERIALS PROCUREMENT AGENCY
Washington 25, D. C.

NOV 30 1951

MEMORANDUM:

To: Docket Control Center

From: Chief, Copper Branch

Subject: Application for Production Loan and Exploration Aid of Mr. Charles Weller, Sunny Peak Mining Co. DMA-992 and 992X - Commodity-Copper

Application for production loan 992 has been withdrawn at a previous date. Application for exploration aid was withdrawn September 10, 1951.

Transmitted herewith is the complete file of both applications consisting of:

1 Memo to DMA Field Team Region II from E. A. Magill August 20, 1951 (3 copies)
1 Memo to Chief, Lead-Zinc Branch from A. E. Weissenborn (4 copies)
1 Memo to Executive Officer, Region II from T. Lyon April 30, 1951
2 Letters to L. F. Strobel from
T. H. Kiilsgaard, May 17, 1951
A. E. Weissenborn, April 12, 1951
2 Letters to C. Weller From
L. F. Strobel, April 17, 1951
L. F. Strobel, June 18, 1951
T. Lyon, July 20, 1951
1 DMA Status Change Notice

J. B. Gowen

J. B. Gowen, Chief
Copper Branch

Attachments

310

992X

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

1201 N. Division St.
Spokane 2, Wash.

MEMORANDUM

To: Chief, Lead-Zinc Commodity Division, Defense Minerals Administration, Washington 25, D. C.

From: DMA Field Team, Region II

Subject: Sunny Peak Mining Co., Okanogan County, Wash., DMA Docket 992X

The Field Team has been advised that the subject company wishes to withdraw their application for a $50,000 exploration loan. An amended application for exploration assistance concerning another section of the property is to be presented at a later date.

By Field Team, Region II

A. E. Weissenborn

A. E. Weissenborn, Exec. Officer
(U. S. Geological Survey)

M. E. Volin

M. E. Volin, Member
(U. S. Bureau of Mines)

Enclosure
Memo to Field Team
from E. A. Magill (USBM)

DEFENSE MINERALS ADMINISTRATION WASHINGTON, D.C.
SEP 10 10 36 AM '51

1201 N. Division St.
Spokane 2, Wash.

MEMORANDUM

To: Chief, Lead-Zinc Commodity Division, Defense Minerals Administration, Washington 25, D. C.

From: DMA Field Team, Region II

Subject: Sunny Peak Mining Co., Okanogan County, Wash., DMA Docket 992X

The Field Team has been advised that the subject company wishes to withdraw their application for a $50,000 exploration loan. An amended application for exploration assistance concerning another section of the property is to be presented at a later date.

By Field Team, Region II

A. E. Weissenborn, Exec. Officer
(U. S. Geological Survey)

M. E. Volin, Member
(U. S. Bureau of Mines)

Enclosure
Memo to Field Team
from E. A. Magill (USBM)

1201 N. Division St.
Spokane 2, Wash.

MEMORANDUM

To: Chief, Lead-Zinc Commodity Division, Defense Minerals Administration, Washington 25, D. C.

From: DMA Field Team, Region II

Subject: Sunny Peak Mining Co., Okanogan County, Wash., DMA Docket 992X

The Field Team has been advised that the subject company wishes to withdraw their application for a $50,000 exploration loan. An amended application for exploration assistance concerning another section of the property is to be presented at a later date.

By Field Team, Region II

A. E. Weissenborn, Exec. Officer
(U. S. Geological Survey)

M. E. Volin, Member
(U. S. Bureau of Mines)

Enclosure
Memo to Field Team
from E. A. Magill (USBM)

1201 N. Division St.
Spokane 2, Wash.

MEMORANDUM

To: Chief, Lead-Zinc Commodity Division, Defense Minerals Administration, Washington 25, D. C.

From: DMA Field Team, Region II

Subject: Sunny Peak Mining Co., Okanogan County, Wash., DMA Docket 992X

The Field Team has been advised that the subject company wishes to withdraw their application for a $50,000 exploration loan. An amended application for exploration assistance concerning another section of the property is to be presented at a later date.

By Field Team, Region II

A. E. Weissenborn, Exec. Officer
(U. S. Geological Survey)

M. B. Volin, Member
(U. S. Bureau of Mines)

Enclosure
Memo to Field Team
From: K. A. Magill (DSMA)

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

1201 N. Division St.
Spokane 2, Wash.

August 20, 1951

MEMORANDUM

To: DMA Field Team, Region II

From: E. A. Magill

Subject: Exploration loan application, Sunny Peak Mining Co., Okanogan County, Wash., DMA 992X

Mr. C. L. Butler, engineer for the Sunny Peak Mining Company, was contacted at the property on August 16 concerning their application for a $50,000 exploration loan. This application was for work to be carried out in the Mohawk adit.

Since this application was submitted on May 16 this section of the property has been leased to F. H. Story and Associates. The lessees are at present bringing in machinery and constructing an ore bin in preparation for mining operations which they hope to commence within a month.

The applicants, according to Mr. Butler, wish to withdraw their application inasmuch as this section of the property covered by the application is under lease. They plan on amending their application to cover the section of the property which contains the Gubser crosscut. They have not worked out the details of this amended application.

1201 W. Division St.
Spokane 2, Wash.

August 20, 1951

MEMORANDUM

To: DMA Field Team, Region II

From: E. F. Magill

Subject: Exploration loan application, Sunny Peak Mining Co., Okanogan County, Wash., DMA 7-28

Mr. C. L. Butler, engineer for the Sunny Peak Mining Company, was contacted at the property on August 16 concerning their application for a $50,000 exploration loan. This application was for work to be carried out in the Mohawk adit.

Since this application was submitted on May 16 this section of the property has been leased to T. H. Story and associates. The lessees are at present bringing in machinery and constructing an ore bin in preparation for mining operations which they hope to commence within a month.

The applicants, according to Mr. Butler, wish to withdraw their application inasmuch as this section of the property covered by the application is under lease. They plan on amending their application to cover the section of the property which contains the Gibson crosscut. They have not worked out the details of this amended application.

1201 W. Division St.
Spokane 2, Wash.

August 20, 1951

MEMORANDUM

To: DMS Field Team, Region II

From: S. A. Magill

Subject: Exploration loan application, Sunny Peak Mining Co., Okanogan County, Wash., [illegible]

Mr. C. L. Butler, engineer for the Sunny Peak Mining Company, was contacted at the property on August 16 concerning their application for a $50,000 exploration loan. This application was for work to be carried out in the Mohawk adit.

Since this application was submitted on May 16 this section of the property has been leased to F. K. Story and associates. The lessees are at present bringing in machinery and constructing an ore bin in preparation for mining operations which they hope to commence within a month.

The applicants, according to Mr. Butler, wish to withdraw their application inasmuch as this section of the property covered by the application is under lease. They plan on amending their application to cover the section of the property which contains the Sunset crosscut. They have not worked out the details of this amended application.

310 FILE COPY
SURNAME:

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

J.B. Gowen
Ron Moon

Re: Docket No. DMA-992X

Mr. Charles Weller, President
Sunny Peak Mining Company
514 Columbia Building
Spokane, Washington

Dear Mr. Weller:

This is to inform you that your application for aid for an exploration project has been referred to the field team for further study. You should hear shortly from Mr. A. H. Weissenborn, Executive Officer, DMA Field Team, South 157 Howard Street, Spokane 8, Washington.

Very truly yours,

Tom Lyon

Tom Lyon, Director
Supply Division

JWAlt:ez

Copy to: Executive Officer, DMA Field Team, Region II
Reports and Records Branch
Administrator's Reading File
Coordinating Committee
J. B. Gowen
Charles H. Hohnson
D. MacLaren
Files

FILE COPY
SURNAME:

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

June 18, 1951

Mr. Charles Weller
President
Sunny Peak Mining Company
514 Columbia Building
Spokane, Washington

Subject: DMA-992X
Re: Exploration Loan
13 patented claims,
Frankie Boy, etc.

My dear Mr. Weller:

Receipt is acknowledged of your application and attachments of May 16, 1951 for an exploration loan under the Defense Production Act of 1950.

The application was assigned Docket Number DMA-992X and was referred to Mr. Gowen, Chief, Copper Branch on May 23, 1951.

In any future correspondence relating to your application, kindly refer to DMA-992X.

Sincerely yours,

LANDON F. STROBEL
js

Landon F. Strobel
Executive Secretary

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

Dma-992X

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

So. 157 Howard Street
Spokane 8, Washington

May 17, 1951

Mr. Landon F. Strobel
Executive Secretary
Defense Minerals Administration
Department of Interior
Washington 25, D. C.

Dear Mr. Strobel:

Enclosed herewith is an exploration application submitted by Sunny Peak Mining Company regarding a property in Okanogan County, Washington.

This application was originally submitted on a single copy of Form MF-100 and was incomplete in that the applicant did not state the amount of the loan requested nor did he specify the exploration work which he planned to do.

There may be some data lacking in this present application; however, from what information we could obtain from the applicant it appears to be complete.

We have no further information on this property.

Very truly yours,

Thor H. Kiilsgaard
Thor H. Kiilsgaard
For: A. E. Weissenborn
Executive Officer, DMA
Field Team, Region II

Enclosures

cc: U.S.B.M.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY 2 1 1951
LANDON F. STROBEL
Executive Secretary

SUNNY PEAK MINING COMPANY

Resources and Liabilities

December 31, 1950

RESOURCES:		
Current Assets:		
Contracts Receivable	$100,000.00	
Accounts Receivable	5,056.76	
Cash in Bank	17.05	
Supplies	1,087.37	
		$106,161.18
Fixed Assets:		
Machinery & Equipment	17,241.23	
Mine Property	262,824.67	
Mine Development	20,077.73	
Land	2,000.00	
State Mineral Land Lease	128.10	
		302,271.73
Notes Receivable		250.00
		$408,682.91
LIABILITIES:		
Accounts Payable	21.81	
Due Officers	2,518.60	
Contracts Payable	45,000.00	
		47,540.41
		$361,142.50
Capital Structure:		
1,250,000 Shares A Stock $250,000.00		
1,750,000 Shares B Stock 350,000.00	600,000.00	
In Treasury:		
Capital A Stock		
Class A 983,650		
Class B 381,700		
1,365,350 at 20¢	273,070.00	
Capital Stock Issued	326,930.00	
Surplus:		
Reserved for Glacier Stock Assessments	20,529.50	
Reserved for Sunny Peak Assessments #1 and #2	13,683.00	
		$361,142.50

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY 2 1 1951
LANDON F. STROBEL
Executive Secretary

FILE COPY
SURNAME:

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

April 1, 1951

File Sent To
Fr. C. Wiesenborn

Memorandum

To: Executive Officer, DMA Field Team, Region II

From: Director, Supply Division

Through: Coordinating Committee

Subject: Sunny Peak Mining Company, Mineral Hill Property, Okanogan County, Washington (DMA-992)

Your letter of April 12, 1951 transmitted a single copy of Form MF-100 and a report dated 1907 by Samuel Aughey, dated 1907, on the subject property with the explanation that you had only the one copy of the form available and desired not to delay consideration by the Washington Office. At that time, I understand, Form 103 was not available.

The case was referred to the Copper Branch for consideration and has been studied. We should if possible have tried to deal with it as an application for exploratory assistance but the applicant has not submitted sufficient information and in fact does not appear to be applying for assistance at all so far as the material submitted would indicate. For example, he does not say what he wants to do nor how much it would cost nor what assistance is needed.

We are therefore returning the entire file to you with the suggestion that you get in touch with Mr. F. W. Kiesling, who signed the Form MF-100, and assist him, if necessary, in making out a proper application using the Form MF-103 which is now available.

Signed 6/4/51

856

From the old report this appears to be a lead project rather than copper. It would be desirable that the application indicate the relative importance of the metals so that it will be routed to the branch chiefly concerned.

Tom Lyon

Tom Lyon, Director
Supply Division

Attachments
CHJohnson:pf

APPROVED:

Tom Lyon
Chairman,

Lowell B. Moon
Member, Bureau of Mines

Olaf N. Rove

Member, Geological Survey

Copy to: Copper Branch room 3423 w.c.i.
Executive Secretary w.c.i.
Files

FILE COPY
SURNAME:

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

April 17, 1951

Mr. Charles Weller, President
Sunny Peak Mining Company
514 Columbia Building
Spokane, Washington

Subject: DMA-992 X
Re: Exploration Loan -
13 Patented Claims,
Frankie Boy, etc.

My dear Mr. Weller:

Receipt is acknowledged of your application and attachments of April 9 from the SUNNY PEAK MINING COMPANY for a Government loan under the Defense Production Act of 1950.

The application was assigned Docket Number 992 X and referred to Mr. J. B. Gowen, Chief, Copper Branch, on April 16.

In any future correspondence relating to your application, kindly refer to DMA-992 X.

Sincerely yours,

LANDON F. STROBEL

aec

Landon F. Strobel
Executive Secretary

LFSTROBEL:aec
copies to Strobel - 2
Files
Mr. Gowen
Mr. Lyon

Mr. Garner
~~LANDON F. STROBEL~~
Dma-992 X

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

So. 157 Howard Street
Spokane 8, Washington

April 12, 1951

answered
4-30-51
CHJ.JS

Mr. Landon F. Strobel
Executive Secretary
Defense Minerals Administration
Department of Interior
Washington 25, D. C.

Dear Mr. Strobel:

Enclosed herewith is an application for a DMA exploration loan submitted by the Sunny Peak Mining Company on a property formerly owned by the Mineral Hill Mining Company, Okanogan County, Washington.

Only one copy of Form MF-100 is being submitted inasmuch as that is all we have available for the applicant. The applicant has listed additional data on accompanying sheets, and while we do not feel that the data is complete, we are submitting it in its present form rather than delay its review by the Commodity Committee. We have advised the applicant that he may be required to submit additional information upon request.

Very truly yours,

A. E. Weissenborn

A. E. Weissenborn
Executive Officer, DMA
Field Team, Region II

Enclosures:
Application
Report on Mining Claims
2 Maps

cc: M. E. Volin

BUREAU OF MINES
WASHINGTON, D. C.

APR 16 9 14 AM '51

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-992

Date received 5/21/51

Participation

Sunny Peak Mining Co.
514 Columbia Building
Spokane, Washington

Name and address of applicant

Date 16 May, 1951

FILL IN THIS BLOCK

Date of application May 16, 1951

Estimated cost $50,000

Mineral or metal

Percentage of Government participation 50%

Location of mine Okanogan Co., Washington

Date of filing MF-100 April 9, 1951

DMA Docket Number, if available 992 X

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.

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.

SUNNY PEAK MINING COMPANY
(Name of company)

By R. Wiesling
(Signature of authorized official)

MAY 17 1951
(Date)

Secy-Treas.
(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

1. Question answered in Form MF-100.
2. " " " " ".
3. " " " " ".
4. " " " " ".
5. " " " " ".

6. There are no liens, or encumbrances against the Mohawk group of claims, which is the property to be explored.

7. No applicable.

8. Property has not operated under present management. For this reason there are no profits or losses involved. A financial statement is in preparation.

9. The applicant will invest 50 percent of the funds for the program.

10. The property to be explored is the Mohawk group of claims located in sec. 2, T. 35 N., R. 24 E., and sec. 35, T. 36 N., R. 24 E., W. M. (see accompanying map).

11. Question answered in Form MF-100.
12. " " " " ".
13. " " " " ".
14. " " " " ".

15. We propose to ship crude to either the Consolidated Smelter at Trail, or Bunker Hill & Sullivan Smelter at Kellogg, Idaho.

16. Question answered in Form MF-100.
17. " " " " ".
18. " " " " ".

19. Not applicable.

20. Copper, lead, and zinc will be mined from a mineralized shear zone.

21. We propose to rehabilitate 150 feet of the No. 2 tunnel in the Mohawk group of claims. This tunnel follows the footwall of a mineralized shear zone which is up to 60 feet in width. We also plan to extend the footwall tunnel for 300 feet and to drive 200 feet of crosscut from the tunnel in the most opportune place to explore the mineralized shear zone.

In addition to this work we will improve our road leading from the cabin to the No. 2 tunnel, and will obtain machinery needed for the operation.

21. (Cont.)

The entire exploration program should be completed in 12 months working time.

22. Refer to accompanying report by Samuel Aughey for geological information on the property.

23. The following are the total costs for the proposed exploration program. Individual costs are not broken down into separate items inasmuch as many items are not known, and others will vary with current operating conditions:

1.	Rehabilitating 150 feet of No. 2 tunnel at $20 per foot.	$3,000
2.	Drive 500 feet of drifting and crosscutting at $35. per foot.	17,500
3.	One 315 cubic foot gas or Diesel air compressor	10,000
4.	2-Gardner-Denver automatic drifters	2,000
5.	24 lengths of steel at $5/ length	120
6.	1000 Jackbits at $.50/ bit	500
7.	1200 feet of 20 lb rail	540
8.	Misc. hand tools	500
9.	Air line pipe - 2" or 3"	600
10.	Road improvement	5,000
11.	Contingency	10,240
	Total	$50,000

24. Progress

Month		
First to Third	Purchase and install equipment on property	$14,260.
Third to Fifth	Improve road and rehabilitate tunnel.	8,000
Fifth to Tenth	Drive 500 feet of crosscut and drifts.	17,500
	Contingency	10,240

(This latter period may be somewhat extended owing to winter conditions)

Actual time to complete project 12 working months.

Total Cost $50,000.

SUNNY PEAK MINING COMPANY

Resources and Liabilities

December 31, 1950

RESOURCES:

Current Assets:		
Contracts Receivable	$100,000.00	
Accounts Receivable	5,056.76	
Cash in Bank	17.05	
Supplies	1,087.37	
		$106,161.18
Fixed Assets:		
Machinery & Equipment	17,241.23	
Mine Property	262,824.67	
Mine Development	20,077.73	
Land	2,000.00	
State Mineral Land Lease	128.10	
		302,271.73
Notes Receivable		250.00
		$408,682.91

LIABILITIES:

Accounts Payable	21.81	
Due Officers	2,518.60	
Contracts Payable	45,000.00	
		47,540.41
		$361,142.50

Capital Structure:

1,250,000 Shares A Stock $250,000.00		
1,750,000 Shares B Stock 350,000.00	600,000.00	
In Treasury:		
Capital A Stock		
Class A 983,650		
Class B 381,700		
1,365,350 at 20¢	273,070.00	
Capital Stock Issued	326,930.00	
Surplus:		
Reserved for Glacier Stock Assessments	20,529.50	
Reserved for Sunny Peak Assessments #1 and #2	13,683.00	
		$361,142.50

Assets 408,682.91
Liabs 47,540.41
361,142.50

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY 2 1 1951
LANDON F. STROBEL
Executive Secretary

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-992 X

Date received 5/21/51

Participation

Sunny Peak Mining Co.
514 Columbia Building
Spokane, Washington

Name and address of applicant

Date 16 May, 1951

FILL IN THIS BLOCK

Date of application May 16, 1951

Estimated cost 50,000

Mineral or metal

Percentage of Government participation 50%

Location of mine Okanogan Co., Washington

Date of filing MF-100 April 9, 1951

DMA Docket Number, if available 992 X

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.

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.

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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.

SUNNY PEAK MINING COMPANY
(Name of company)

By Rol Kiesling
(Signature of authorized official)

MAY 17 1951
(Date)

Secy-Treas.
(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.

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1. Question answered in Form MF-100.
2. " " " " ".
3. " " " " ".
4. " " " " ".
5. " " " " ".

6. There are no liens, or encumbrances against the Mohawk group of claims, which is the property to be explored.

7. No applicable.

8. Property has not operated under present management. For this reason there are no profits or losses involved. A financial statement is in preparation.

9. The applicant will invest 50 percent of the funds for the program.

10. The property to be explored is the Mohawk group of claims located in sec. 2, T. 35 N., R. 24 E., and sec. 35, T. 36 N., R. 24 E., W. M. (see accompanying map).

11. Question answered in Form MF-100.
12. " " " " ".
13. " " " " ".
14. " " " " ".

15. We propose to ship crude to either the Consolidated Smelter at Trail, or Bunker Hill & Sullivan Smelter at Kellogg, Idaho.

16. Question answered in Form MF-100.
17. " " " " ".
18. " " " " ".

19. Not applicable.

20. Copper, lead, and zinc will be mined from a mineralized shear zone.

21. We propose to rehabilitate 150 feet of the No. 2 tunnel in the Mohawk group of claims. This tunnel follows the footwall of a mineralized shear zone which is up to 60 feet in width. We also plan to extend the footwall tunnel for 300 feet and to drive 200 feet of crosscut from the tunnel in the most opportune place to explore the mineralized shear zone.

In addition to this work we will improve our road leading from the cabin to the No. 2 tunnel, and will obtain machinery needed for the operation.

21. (Cont.)

The entire exploration program should be completed in 12 months working time.

22. Refer to accompanying report by Samuel Aughey for geological information on the property.

23. The following are the total costs for the proposed exploration program. Individual costs are not broken down into separate items inasmuch as many items are not known, and others will vary with current operating conditions:

1.	Rehabilitating 150 feet of No. 2 tunnel at $20 per foot.	$3,000
2.	Drive 500 feet of drifting and crosscutting at $35. per foot.	17,500
3.	One 315 cubic foot gas or Diesel air compressor	10,000
4.	2-Gardner-Denver automatic drifters	2,000
5.	24 lengths of steel at $5./ length	120
6.	1000 Jackbits at $.50/ bit	500
7.	1200 feet of 20 lb rail	540
8.	Misc. hand tools	500
9.	Air line pipe - 2" or 3"	600
10.	Road improvement	5,000
11.	Contingency	10,240
	Total	$50,000

24. Progress

Month		
First to Third	Purchase and install equipment on property	$14,260.
Third to Fifth	Improve road and rehabilitate tunnel.	8,000
Fifth to Tenth	Drive 500 feet of crosscut and drifts.	17,500
	Contingency	10,240

(This latter period may be somewhat extended owing to winter conditions)

Actual time to complete project 12 working months.

Total Cost $50,000.