DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

REPORT OF ROYALTY REVIEW

I have reviewed the files of the Executive Officer, DMEA Field Team, Region I, N. W. District, pertaining to Contract Idm-E258, Docket No. DMEA-2193, with:

G. O. P. Antimony, Inc.
General Delivery
Omak, Washington

for the purpose of determining the amount of royalties due the U. S. Government on sales of antimony from property referred to as Bales Antimony Project located in Okanogan County, Washington, during the period February 19, 1952, to June 30, 1955.

The contract was dated February 19, 1952; was terminated by mutual agreement as of September 30, 1952; and certification of discovery or development was issued under date of March 23, 1953, providing for repayment royalties for a maximum of 10 years from the date of the exploration contract. According to final audit report dated August 17, 1953, prepared by Mr. Robert M. Hull, auditor, total accepted costs under the contract amounted to $10,780.88 with the Government's participation, on a 75 percent basis, being $8,085.66.

My review included a verification of the computations of royalty paid to the Government on one sale of antimony to Hermanda Mining Company, Moscow, Idaho, representing ore stockpiled during the exploration period.

This review was made in lieu of an on-site audit of the operator's accounts and records for the following reasons:

(1) The production involved was incidental to the exploration operations,

(2) Semi-Annual Report of Certified Project for the period January 1 to June 30, 1955, states that the property has been inactive since the termination of the DMEA contract on September 30, 1952, and

(3) The administrative cost to the Government of an on-site royalty audit at this time would be excessive in relation to the amount of possible additional royalty which might be disclosed.

The review established the total sales of antimony to be $1,634.10. Royalty due the U. S. Government at the contract rate of 5 percent is $81.70. The royalty paid and balance due are as follows:

Total Royalty Due	$81.70
Total Royalty Paid	81.70
Balance of Royalty Due	-0-

C. E. Fisher

C. E. Fisher, Auditor

August 5, 1955

Defense Minerals Administration
RECEIVED
NOV 29 1954

XXXXXXXXXXXXXXXXX
So. 157 Howard Street
Spokane 4, Washington

November 23, 1954

Mr. Jay L. Chambers, Chief
Contract Administration and Audit Division
Defense Minerals Exploration Administration
Department of the Interior
Washington 25, D. C.

Dear Mr. Chambers:

We have checked the royalty receipts listed in your letter of November 18, 1954. As of October 31, 1954, the items listed agree with our records with the exception of the following:

Idm-E22, Docket No. 506, Bermuda Mining Company, $81.70. This check was received from Bermuda Mining Company and was credited to that contract in error. The collection covered royalties due under Contract Idm-[illegible] G.O.P. Antimony, Inc., which is another property owned by the same company. The payment was transferred to that contract on our books in April 1953.

Idm-E132, Docket No. 1635, Silver Star-Queens Mines, Inc. According to our records the correct amount of royalty payments received is $4,143.49 not the $3,971.99 your records show.

Idm-E177, Docket No. 632, South Mountain Mining Company. The correct amount of royalty collected is $1,012.54, not $1,184.04. The reason for this discrepancy is that a check for $171.50, shown on Schedule of Collections No. 67, dated July 27, 1953, received from United States Smelting Refining and Mining Company was credited to South Mountain Mining Company, Contract Idm-E177, in error. It should have been credited to Silver Star-Queens Mines, Inc. This error was discovered and the correction was made on our records October 13, 1953.

We think some of the confusion may be the result of listing the name of the maker of the check and the contract number only on the reverse side of the Schedule of Collection forms. Quite often the maker of a check and the contract it is to be credited to are different and unless the name, as well as the number, of the contract is shown it is perhaps a little confusing. In the future the name of the operator and the contract number will both be shown. In addition, we will make sure that you are informed of any corrections we make in our records.

By Field Team, Region II

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

Wilg U. Agnew, Member
U. S. Bureau of Mines

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

AUDIT CERTIFICATE

I have examined the records and transactions of

G.O.P. Antimony, Inc.
(Bales Property)
General Delivery
Omak, Washington

pertaining to Exploration Project Contract No. Idm-258, Docket No. DMEA-2193, and Amendments Nos. 1 and 2 for the period May 1, 1952, to May 4, 1953, inclusive, covering a project for the exploration of antimony.

My examination was made in accordance with generally accepted standards applicable in the circumstances.

The audit disclosed the following facts in regard to the amount to be paid the contractor:

Total Cost as billed by contractor		$10,843.90
Less: Proceeds from property disposition (See Audit Report for details)		23.50
Adjusted cost		10,820.40
Exceptions (See Audit Report for details)		
Prior to this audit	$1,295.73	
Less: Reinstatements	1,256.21	39.52
Total Accepted Cost		$10,780.88

The contract calls for a 75 percent participation of exploration expenses by the United States Government. Therefore, payment to the contractor by the Government in the amount of Eight thousand eighty-five and 66/100 Dollars

$8,085.66

is valid and proper.

This certificate is issued on the provision that the Regional Executive Officer, the Administrator, or other competent official has accepted or will accept the project as having otherwise met the terms of the contract.

August 17, 1953

Robert M. Hull
Robert M. Hull
Auditor

AUDIT REPORT

During the month of August 1953, a final audit (covering operations for the period May 1, 1952, through May 4, 1953), was made of the records and accounts pertaining to Exploration Contract No. Idm-E258, Docket No. DMEA-2193, including Amendments Nos. 1 and 2 with the

G.O.P. Antimony, Inc.
(Bales Property)
General Delivery
Omak, Washington

covering a project for the exploration of antimony.

An interim audit report and certificate had been previously issued on October 15, 1952, covering the period of May 1, 1952, through August 31, 1952. The final audit report covers work done during September 1952 and the disposition of property acquired for the exploration project. A further site audit was unnecessary as the form MF-104 submitted for the final period was fully documented.

The Operator offered, by letter dated April 10, 1953, and accepted by the Executive Officer, DMEA Field Team on May 4, 1953, $50.00 for the Jack-leg and drill. The purchase cost of this piece of equipment was distributed, on the basis of monthly contributions, among the Operator's three projects as follows:

Contract Idm-E22 Bermuda Mining Company	15.6%
Contract Idm-E132 G.O.P. Antimony (Queen Property)	37.4%
Contract Idm-E258 G.O.P. Antimony (Bales Property)	47.0%
	100.0%

Therefore, only 47.0% of the Operator's bid of $50.00 or $23.50 is applicable to this contract, of which the Government's 75% share is $17.62.

During the life of the exploration project the Operator transferred from the Antimony Queen Property (Contract Idm-E132) used rail and pipe

to a value of $564.14. These items were not charged to the Bales project, having already been charged to the Antimony Queen Project. Upon conclusion of the Bales Project the Operator, in a letter to the Executive Officer dated April 24, 1953, stated "I hereby inform you that we took one-fourth of the pipe back to Idaho and left the Government's three-fourths of the pipe on the Bales Property." The Field Team advised the Operating Committee of the DMEA by letter on April 30, 1953, of the situation and requested permission to waive the DMEA's equity in the supplies in favor of the Bureau of Mines.

The Operating Committee, by letter dated June 4, 1953, advised the Executive Officer of the DMEA Field Team that "This Administration's equity in said property is slight and is hereby waived in favor of the Bureau of Mines."

The DMEA Certifying Officer made disallowances totaling $1,256.21 as follows:

Labor	$ 687.40
Supervision	$ 460.00
Payroll taxes & Workmens compensation insurance	$ 108.81
	$1,256.21

These deletions were the result of the Bureau of Mines' supervising engineer's questions as to the propiety of work performed during July 1952. As the result of the analysis at the DMEA conference covering the Interim Audit, the Executive Officer determined that the work in question was allowable and it was reinstated.

The Interim audit disclosed, however, that the supervisor's salary should be reduced $36.01 for 28 hours of the supervisor's time during which he operated the bulldozer under contract. Therefore, payroll taxes and Workmen's Compensation Insurance were reduced by $3.51.

The total amount of disallowances are $39.52.

This audit disclosed that all costs charged to this project, with the exception of the disallowances are reasonable and proper under the terms of the contract.

The adjustments between "Items of Cost" as shown on the MF-104 for September 1952, the disallowances, and the accepted costs are summarized as follows:

	Totals Sept. 1952 MF-104	Disallowed by DMEA Cert. Officer	Disallowed by Audit	Reinstated by Audit	Accepted Costs
(1) Independent Contracts					
Bulldozing	$ 1,750.00				$ 1,750.00
(2) Labor & Supervision					
Labor	3,324.20	$ 687.40		$ 687.40	3,324.20
Supervision	1,760.00	460.00	$36.01	460.00	1,723.99
(3) Operating Matl's & Supplies					
Timber	66.14				66.14
Explosives	433.88				433.88
Gas, Oil & grease	440.87				440.87
Cable, etc.	578.06				578.06
(4) Operating Equipment					
Rental	1,120.68				1,120.68
(5) Initial Rehabilitation & Repairs	550.00				550.00
(6) Miscellaneous					
Repairs to equipment	334.72				334.72
Payroll taxes & Workman's Comp. Insurance	485.35	108.81	3.51	108.81	481.84
	$10,843.90	$1,256.21	$39.52	$1,256.21	$10,804.38
Proceeds from property	23.50				23.50
Adjusted costs	$10,820.40				$10,780.88

The findings of this audit were discussed with the Executive Officer of the DMEA Field Team and have his concurrance.

August 17, 1953

Robert N. Hull
Auditor

Form [illegible]-104 (Rev.)
(April 1952)

Wash

Budget Bureau No. 42-R1036.3.
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of Sept. 1-22, incl., 1952 Docket No. DMEA 2193 Contract No. Idn E-258
Operator's Name G-O-P Antimony, Inc. Minerals Antimony
Address 616 East C street, Moscow, Idaho
Contract Amount, $ 16,080.00 Government Participation: 75 % Amount, $ 12,060.00

ITEMS OF COSTS	FOR OPERATOR'S USE			FOR GOVERNMENT USE ONLY		
	Monthly Total	Totals Previously Reported	Totals To Date	Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling						
Bulldozing	—	1,750.00	1,750.00			
Crosscutting						
Drifting						
(2) Labor and Supervision:						
Labor	549.40	2,774.80	3,324.20			
Supervision	100.00	1,660.00	1,760.00	100.00	1623.99	1723.99
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber	41.39	24.75	66.14			
Explosives	75.76	358.12	433.88			
Pipe						
Track						
Gas, oil, grease	19.36	421.51	440.87			
Cable, etc.	—	578.06	578.06			
(4) Operating Equipment:						
Rental	138.68	982.00	1,120.68			
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs	—	550.00	550.00			
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment	23.36	311.36	334.72			
Sampling and Analysis						
Payroll Taxes	61.88	423.47	485.35	61.88	419.96	481.84
Liability Insurance						
(8) Contingencies (specify) Less salvage						
TOTALS	1,009.83	9,834.07	10,843.90	986.33	9794.55	10780.88

I certify that the above bill is correct and just and that payment therefor has not been received.

Date Oct. 13, 1952 *Payee G-O-P Antimony, Inc.

Per Ernest Oberbillig Title President

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

→ NOTE.—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.

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 739.75

Signature [illegible] (Authorized Certifying Officer)

Date 9/15/53 Vou. No. 901 (See other side)

Totals Conform to audit dated 8/17/53. Final
104A + hamline sent to Wash 3/9/53

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. 259 in accordance with the terms of the contract.

Signature S/ R. G. Magill Title Mn. Eng. Date 10/29/52

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature S/ T. E. Howard Title Mn. Eng. Date 10/29/52

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(a) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(b) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(c) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF-104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

GPO 83-38476

Standard Form No. 1034a—Revised
•Form prescribed by
Comptroller General, U. S.
September 7, 1950
(Gen. Reg. No. 51, Supp. No. 11)

PUBLIC VOUCHER FOR PURCHASES AND SERVICES OTHER THAN PERSONAL

D. O. Vou. No. .....

Bd. Vou. No. 901

U. S. .....
(Department, bureau, or establishment)

Voucher prepared at Sept. 16, 1953
(Give place and date)

THE UNITED STATES, Dr., Payee's Account No. Idn-E258

To G. O. P. Antimony
(Payee)

215 N. 26th St., Boise, Idaho
(Address) (City) (State)

PAID BY

(For use of Paying Office)

No. and Date of Order	Date of Delivery or Service	ARTICLES OR SERVICES (Enter description, item number of contract or Federal supply schedule, and other information deemed necessary) Discount Terms	QUANTITY	UNIT PRICE Cost	UNIT PRICE Per	AMOUNT Dollars	AMOUNT Cts.
	August 1952	Balance of 10% previously withheld				74.	36
	Sept. 1952	As per attached certified form MF-104 dated 10/13/52				739.75	
PAYMENT: Complete ☐ Partial ☐ Final ☐		Final Payment					
		Use continuation sheet(s) if necessary					
Shipped from	to	Weight	Government B/L No.		Total	814.11	

(Payee must NOT use this space)

Differences .....

Account verified; correct for 814.11

(Signature or initials) .....

Contract No. Date Req. No. Date Invoice Rec'd.

MEMORANDUM

ACCOUNTING CLASSIFICATION (For completion by Administrative Office)

Appropriation, limitation, or project symbol	Appropriation title	Limit'n. or Proj't. Amount	Appropriation Amount
14X4401	Revolving Fund, Defense Minerals Production Act, Interior	$814.11	$814.11

Allotment symbol	Amount	Obligations liquidated	COST ACCOUNT Symbol	COST ACCOUNT Amount	OBJECTIVE CLASSIFICATION Symbol	OBJECTIVE CLASSIFICATION Amount

Paid by { Check No. ..... dated ....., 19....., for $..... } on Treasurer of the United States in favor of payee named above.
{ Cash, $....., on ....., 19.....

16—22900a-2

METHOD OF OR ABSENCE OF ADVERTISING

METHOD OF ADVERTISING

1. Advertising in newspapers Yes ☐ No ☐
2. (*a*) Advertising by circular letters sent to ..... dealers.
   (*b*) And by notices posted in public places Yes ☐ No ☐.

   (If notices were not posted in addition to advertising by circular letters sent to dealers, explanation of such omission must be made below.)

ABSENCE OF ADVERTISING

3. Without advertising, under an exigency of the service which existed prior to the order and would not admit of the delay incident to advertising.
4. Without advertising in accordance with .....
5. Without advertising, it being impracticable to secure competition because of .....

.....

.....

.....

.....

(Here state in detail the nature of the exigency or circumstances under which the securing of competition was impracticable under 3 and 4)

NOTE.—The above form "Method of or Absence of Advertising" is to be used when purchases are made or services secured under proper authority without written agreement in any form. In case of a written agreement (formal contract, proposal, and acceptance, or less formal agreement) Standard Form No. 1036—Revised should be used for abstracting the method of or absence of advertising and award of contract. (See General Regulations No. 51, as amended.)

☆ U. S. GOVERNMENT PRINTING OFFICE : 1950 O—75805

16—22900a-2

Contract Admin. & Audit Division

Defense Minerals Exploration Admin.

14X3923.970 Working Fund,
DMEA

E 22 amd E 258

August 18, 1953

Mr. Robert M. Hull
DMEA Auditor
1201 North Division Street
Spokane 2, Washington

Reurtel 8-14-53. Not necessary to make new audit reports on contracts for September. Prepar new certificates and brief amendment to the last report.

Jay L. Chambers, Chief
Contract Administration
and Audit Division

JLChambers/wb
August 18, 1953

cc: Mails & Files
Admr. Reading File
Mr. Chambers

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
~~WASHINGTON 25, D.C.~~
So. 157 Howard Street
Spokane 4, Washington

August 18, 1953

Mr. R. J. Hindman, Certifying Officer
DMEA Field Team, Region II
1201 North Division Street
Spokane 2, Washington

Re: Docket No. DMEA-2193 (Antimony)
G. O. P. Bales project
Okanogan County, Washington
Contract No. Idm-E258

Dear Mr. Hindman:

The subject contract was terminated short of completion by mutual agreement. The Operator has submitted a final report on project work which is acceptable to the Executive Officer. The Field Team's final report has been submitted and the project certified as a discovery.

The Operator has informed the Field Team that unused mine supplies in which the Government has an equity are currently stored in the Bales adit. The Executive Officer has accepted these supplies, in lieu of actual payment, and has directed that they be made available to the U. S. Bureau of Mines. The Operator's offer for machinery in which the Government has an equity is hereby accepted.

Inasmuch as all requirements have been met, it is requested that the Operator's final invoice be accepted for vouchering and payment.

Sincerely yours,

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

cc: USBM (2)
DMEA (2)
Auditor, Region II
Puffett
Con. Adm. & Audit Div., Wash., D. C.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

~~WASHINGTON 25, D. C.~~
Spokane, Washington
May 4, 1953

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAY 11 1953

Mr. Ernest Oberbillig
G. O. P. Antimony, Inc.
616 East C Street
Moscow, Idaho

Subject: Docket No. DMEA 2193
Contract Idm-E258
Bales Antimony Project

Dear Mr. Oberbillig:

Thank you for your letter of April 24, 1953 clarifying your offer for jointly-owned equipment purchased under Contract Idm-E132.

We would be inclined to accept the amounts offered for the slusher, bucket, water tank and jackhammer, but inasmuch as your method of liquidation of the pipe and rail is not within the terms of the contract, the whole matter has been referred to the Washington, D. C. office of DMEA. You will be informed of any decision from that office as soon as it is received here.

In answer to your question in paragraph 2 of your letter regarding the Government's interest in the jackhammer, the facts regarding its rental and subsequent purchase by the Hermada Mining Co. were presented to the Contract and Audit Division of DMEA for a ruling. The decision of that Division is based on article 7 of the contract which states "all facilities, buildings, fixtures, equipment, and other items costing more than $50 each, paid for or purchased with funds contributed jointly by the Operator and the Government, shall belong to the Operator and the Government jointly in proportion to their respective contributions, and upon termination of the contract, if they have any salvage value, shall be disposed of for their joint account unless the Government, in writing, waives its interest in any such items.

By Field Team, Region II

A. E. Weissenborn, Exec. Officer
(U. S. Geological Survey)
157 South Howard Street

M. E. Volin, Member
(U. S. Bureau of Mines)
1201 North Division Street

cc: Wash. - 2
USGS - 2
DMEA
A/D
R. M. Hull
D/F

TEH/vf

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

Spokane, Washington
April 21, 1953

Mr. Ernest Oberthillig
U.S.F. Antimony, Inc.
616 East "C" Street
Moscow, Idaho

Subject: Docket No. DMEA 21-3
Contract Idm-258
Disposal of jointly-owned property

Dear Mr. Oberthillig:

This is in reply to your letter of April 10, 1953, in which you offer to buy the jointly-owned slusher, bucket, water tank, jackle and drill, purchased for the Antimony Queen project. As there is a difference of opinion here regarding interpretation of your offer, it will be appreciated if you can clarify the questions below.

1. Are the amounts listed in your letter to be taken as offers for the equipment in entirety or for the Government's equity in them; i.e., did you intend that $450.00 be deducted from the final payment closing the contract or only 75% of $450.00?

2. Is the offer for the jackhammer and jackleg intended to include only that portion of the machine purchased under the Bales contract, Idm-258, or does it include the entire Government equity? Our files indicate that the Government contributed $215.58 toward its purchase, which was distributed among the various projects as follows:

Idm-22	15.6[illegible]
Idm-132	37.4[illegible]
Idm-258	47.0[illegible]
	100.0[illegible]

3. If the offer includes only that portion of the machine purchased under the Bales contract, do you intend to make an offer for the remainder at some later date?

4. Has any effort been made to dispose of the items for a price higher than you yourself are willing to pay? As you know, this is one of the DMEA requirements for disposal of jointly-owned equipment and takes precedence unless you are willing to pay for the equipment on the basis of the original price or the former OPS ceiling price, whichever is lower. The value of the equipment is affected by low metal prices

only to the extent of restricting the current market for it, but our decision as to the prices we can accept must be based on fair values that can be expected in the used equipment market.

Our records indicate, in addition to the items referred to above, that 1600 feet of 12# rail, 200 feet of 20# rail, 206 feet of 2" pipe, 164 feet of 1-1/2" pipe and miscellaneous pipe fittings costing a total of $564.25 were purchased under Contract Idm-X132 for the Antimony Queen project. According to the terms of the contract, the unexpended portions of these items, together with the portions that were used and can be salvaged, must be disposed of for the joint account of yourself and the Government. Salvage costs may be deducted from selling prices of this material. Have you taken any action to liquidate these items, or do you consider them not worth salvaging?

Your answers to these questions will help us in final settlements of your contracts Idm-X132 and Idm-X258. We take this occasion to remind you that a final report on the Antimony Queen project has never been received.

By Field Team, Region II

A. L. Weissenborn, Exec. Officer
U. S. Geological Survey
157 South Howard Street

H. E. Velin, Member
U. S. Bureau of Mines
1201 N. Division Street

cc: DMEA, Wash. (3)
USGS (2)
AD
DMEA
DF

TEH/he

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.
[redacted]
So. 157 Howard Street
Spokane 4, Washington

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 17 1952

November 12, 1952

Mr. H. J. Hindman
Certifying Officer, DMEA Region II
U. S. Bureau of Mines
1201 N. Division
Spokane, Washington

Re: Docket DMEA 2193 (Antimony)
Bales Antimony property
Okanogan County, Washington
Contract Idm-1258

Dear Mr. Hindman:

This is to inform you that all work under the subject contract has been completed to the satisfaction of the Government and that the full and final accounting of operations as presented by the Operator is considered acceptable by this office. A final report evaluating the results of work completed under the contract also has been presented and accepted as satisfactory.

Inasmuch as all requirements have been met, it is requested that the Operator's final invoice be accepted for vouchering and payment.

Sincerely yours,

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

cc: DMEA (3)
USBM (2)
R. Hull
Cont. Adm. and Aud. Div., Wash.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 10 1952

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

Interim **AUDIT CERTIFICATE**

We have examined the records and transactions of:

G.O.P. Antimony, Inc.
(Bales property)
616 East "C" Street
Moscow, Idaho

pertaining to Exploration Project Contract No. Idm-E258, Docket No. DMA 2193, for the period of May 1, 1952 to August 31, 1952.

Our examination was made in accordance with generally accepted standards applicable in the circumstances.

The audit disclosed the following facts in regard to the amount to be paid the contractor:

Total cost as billed by contractor			$9,834.07
Exceptions (see Audit Report for details):			
During this audit		$39.52	
Prior to this audit	$1,256.21		
Less: Reinstatements	1,256.21	-0-	39.52
Total accepted cost			$9,794.55

The contract calls for a 75 percent participation of exploration expenses by the United States Government. Therefore, subject to the liquidation of the Government's equity in Facilities and Equipment, payment to the contractor by the Government in the amount of Seven thousand three hundred forty five and 91/100 Dollars,

$7,345.91

is valid and proper.

This certificate is issued on the provision that the Regional Executive Officer, the Administrator, or other competent official has accepted or will accept the project as having otherwise met the terms of the contract.

October 15, 1952

Robert M. Hull
Robert M. Hull, Auditor

DEFENSE MINERALS EXPLORATION ADMINISTRATION
CONTRACT ADMINISTRATION AND AUDIT DIVISION

AUDIT CERTIFICATE

We have examined the records and transactions of

O.O.P. Antimony, Inc.
(Bales property)
616 East "C" Street
Nampa, Idaho

pertaining to Exploration Project Contract No. Idm-2258, Docket No. DMA 2193, for the period of May 1, 1952 to August 31, 1952.

Our examination was made in accordance with generally accepted standards applicable in the circumstances.

The audit disclosed the following facts in regard to the amount to be paid the contractor:

Total cost as billed by contractor	$9,834.07
Exceptions during the audit	39.52
Total accepted cost	$9,794.55

The contract calls for a 75 percent participation of exploration expenses by the United States Government. Therefore, subject to the liquidation of the Government's equity in Facilities and Equipment, payment to the contractor by the Government in the amount of Seven thousand three hundred forty five and 91/100 Dollars,

$7,345.91

is valid and proper.

This certificate is issued on the provision that the Regional Executive Officer, the Administrator, or other competent official has accepted or will accept the project as having otherwise met the terms of the contract.

Donald T. Finch
Donald T. Finch, Auditor

Robert M. Hull
Robert M. Hull, Auditor

I INTRODUCTION

On October 7 to 10, 1952, an interim audit (covering the period of May 1, 1952 to August 31, 1952) was made of the records and accounts of operations pertaining to Contract No. Idm-E258, Docket No. DMA 2193, dated February 19, 1952, and as subsequently amended on June 9, 1952 and June 27, 1952, with the

G.O.P. Antimony, Inc.
(Sales property)
616 East "C" Street
Moscow, Idaho

covering a project for the exploration for antimony.

The G.O.P. Antimony, Inc. is a Washington corporation. The exploration project is located near Omak, in Okanogan County, Washington. The books and records, however, are located in the company's office at the home of Mr. Ernest Oberbillig, President, 616 East "C" Street, Moscow, Idaho.

During the course of the audit the following officers of the company were consulted as required:

Mr. Ernest Oberbillig, President
Mrs. Carol Oberbillig, Secretary-Treasurer

Their cooperation and assistance greatly facilitated the audit. Mr. Donald T. Finch, DMEA auditor, collaborated in this audit.

II GENERAL INFORMATION ON RECORDS

The accounting records for the exploration project consist of summary monthly statements supported by comprehensive payroll records, copies of purchase invoices or suppliers' statements, and cancelled bank checks. The general ledger accounts do not conform with the items of cost as shown on the monthly Form MF-104.

In some instances duplicate purchase invoices were not available for examination during the audit. The missing invoices had been attached to the monthly Form MF-104 and filed in compliance with the documentation requirements of the DMEA Finance Officer. The auditors, however, were able by examination of cancelled checks or monthly statements from suppliers to satisfy themselves concerning the propriety of such items. In addition, special conformation concerning the complete documentation of the MF-104 forms filed by the Operator was made by telephone conversation with Mr. W. Rulon Lee, DMEA Finance Officer with offices at Albany, Oregon.

III SCOPE OF AUDIT AND FINDINGS

The audit consisted of a detailed examination of all accounting data as to accuracy, propriety, and validity of the costs as shown in the "Totals to Date" column of the Form MF-104, "Operator's Monthly Report and Voucher" for August 1952.

(1) Independent Contracts

The charges to this item were for "bulldozing" at $7.00 per hour as provided by Exhibit "A" attached to the Exploration Contract. Accounting support for this item consisted of sundry statements showing the hours of bulldozing performed. Payment was evidenced by cancelled checks which were examined for the entire period under review.

(2) Labor and Supervision

All charges under this item were checked against the payroll records. Daily time reports were examined as to labor time, rates, and charges. They were checked to the payroll records for the entire period under

audit, and the cancelled checks also were examined. The total amount shown for labor on the August 31, 1952 form was $2,774.80. The DMEA Finance Officer had suspended $687.40 of this amount. The total amount shown for supervision on the form MF-104 as of August 31, 1952 was $1,660.00. The DMEA Finance Officer had suspended $460.00 of this amount.

The foregoing suspensions are reinstated as the result of a conference between the DMEA Field Team and the Operator on October 11, 1952. The reason for the suspension was based on the Supervising Engineer's memorandum dated September 17, 1952 which questioned the propriety of the work performed during July 1952. As the result of the analysis at the DMEA conference, the Executive Officer has determined that this work was an allowable item as evidenced by his memorandum on file in the DMEA audit file.

The audit disclosed, however, that the supervisor's salary should be reduced $36.01 for 28 hours of the supervisor's time during which he operated the bulldozer under contract.

(3) Operating Materials and Supplies (Timber, explosives, gas, oil and grease, cable, etc.)

All charges against this category were checked against the monthly summary; an analysis was made to determine the propriety of the items charged. All purchases for the period under audit were verified for adequate accounting support and were spot checked for proof of payment against cancelled checks.

The company does not maintain a stores account.

(4) Operating Equipment

a. Rental

Exhibit "A" of the original contract and Amendment No. 1 provide for monthly rentals to the Operator for sundry equipment. Charges were made for this item at the authorized contract rates. They were adequately supported from an accounting standpoint.

(5) Initial Rehabilitation and Repairs

Initial rehabilitation and repairs of $550.00 consisted of charges for labor of $409.50 and $140.50 for timber. These charges were adequately supported from an accounting standpoint.

(6) Miscellaneous

a. Repairs to Equipment

All charges for this item were examined, analyzed as to propriety, and found to be properly supported.

b. Payroll taxes and Workmen's Compensation Insurance

All charges for payroll taxes and insurance were checked by computation at the rates shown by the company files to be in effect. These rates were:

Social Security Tax	1.5%	
Unemployment - Washington	2.7%	4.2%

Workmen's Compensation Insurance

Mining operations $0.1075 per hour - increased to $0.1125 per hour.

Office $0.004 per hour increased to $0.005 per hour.

The DMEA Finance Officer had previously suspended $108.81 of payroll taxes applicable to the labor and supervision charges referred

to in paragraph 2 above. In view of the reinstatement of the suspended wages and salaries, the $108.81 should also be reinstated.

During the audit, exception was taken to $36.01 of supervisory salaries also discussed under paragraph 2 above. Therefore, payroll taxes and Workmen's Compensation Insurance should be reduced by $3.51 with the result that the total acceptable charge for this item as of August 31, 1952 amounts to $419.96.

IV CONCLUSIONS AND RECOMMENDATIONS

This audit has disclosed that all costs as charged to this project as reflected in Exhibit "A" attached to this report are in accordance with the terms of the contract and amendments thereto.

A conference was held on October 11, 1952 at the Spokane office of the U. S. Bureau of Mines. Present at this conference were:

A. E. Weissenborn	DMEA Executive Officer
E. Oberbillig	President, G.O.P. Antimony, Inc.
M. E. Volin	Member, DMEA Field Team
T. E. Howard	Chief, DMEA Section, Bureau of Mines, Reg. II
T. Kiilsgaard	Geologist, U. S. Geological Survey
H. Kirkemo	Geologist, U. S. Geological Survey
R. M. Hull	DMEA Auditor
Donald T. Finch	DMEA Auditor

During the conference a thorough analysis was made by the DMEA Field Team of the labor and supervisory work performed on this project for the months of July and August 1952. It was agreed that such work was acceptable under the terms of the contract.

Attention is invited to Section IV of the Audit Report on Exploration Project Contract No. Idm-E132 (Queen property). The reference section suggests that consideration might be given to increasing the

amount of "hold back" payments on Exploration Project Contract No. Idm-E258 (Bales property) to provide for liquidation of the Government's equity in facilities and equipment applicable to Exploration Project Contract No. Idm-E132 (Queen).

The Operator's MF-104 form for August 1952 has been received in the Bureau of Mines office but had not been processed at the time of this audit.

/s/ Robt. M. Hull

G.O.P. ANTIMONY, INC.
(Bales property)
Contract Idm-E258

Exhibit "A"

	Totals to date MF-104 8/31/52	Deletions by DMEA Finance Officer	Deletions disclosed by audit	Reinstatements disclosed by audit	Acceptable costs 8/31/52
Contract Bulldozing	$1,750.00				$1,750.00
Labor	2,774.80	$687.40		$687.40	2,774.80
Supervision	1,660.00	460.00	$36.01	460.00	1,623.99
Supplies:					
Timber	24.75				24.75
Explosives	358.12				358.12
Gas, oil & grease	421.51				421.51
Cable, etc.	578.06				578.06
Equipment Rental	982.00				982.00
Initial Rehabilitation & Repairs	550.00				550.00
Repairs to Equipment	311.36				311.36
Payroll Taxes and Workmen's Comp. Insurance	423.47	108.81	3.51	108.81	419.96
Totals	$9,834.07	$1,256.21	$39.52	$1,256.21	$9,794.55

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
[illegible]
So. 1[illegible]7 Howard Street
Spokane 1, Washington

October 17, 1[illegible]2

Memorandum

To: Robert M. Hull, Auditor, DMEA Region II

From: A. E. Ve[illegible]enborn, Executive Officer, DMEA Field Team, Region II

Subject: Docket No. DMEA-21[illegible]3 (Antimony), Termination of Exploration Project Contract by Agreement After Commencement but Before Completion of the Contract, G. [illegible] F. Antimony, Inc. (Bales), Okanogan County, Washington, Contract [illegible]-[illegible]5.

This memorandum is prepared following a conference between Mr. Ernest Oberg[illegible]illig, Operator, DMEA Auditors, and the DMEA Field Team, Region II, at the U. S. Bureau of Mines office, Spokane, Washington, on October 11, 1[illegible]2. It was mutually agreed at this meeting that the subject contract should be terminated, contingent upon final auditing of the Bales account.

The Field Team agreed to withdraw earlier objection to payment for deep trenching on the West vein at the Bales property. The depth of this trenching had been considered excessive by the Field Team, but the contract had not specified a given depth for trenching and interpretation of a proper depth was a matter of conflicting personal opinion by the Operator and examining engineers of the Field Team. The Operator explained to the Field Team that the mineralized structure would be exposed best by removal of the overburden and the weathered bedrock. During the operation, it was found that the bedrock was sufficiently decomposed to allow deeper trenching than normally possible by bulldozing. Consent or early inspection of this work by the Government was not possible so the work was allowed inasmuch as the Operator's explanation was plausible.

Examining engineers for the Government noted an excessively deep trench had been bulldozed on another mineralized structure on the Bales property. The Operator was not at the property when this was noted. The Operator explained that the cost of this additional work was borne by the Operator and not charged to the DMEA contract. He considered that work to be for mining purposes only, and not for exploration.

The Field Team approved labor costs incurred with work on Adit No. 1 as submitted by the Operator in his August 1952 voucher. The objections to these labor costs were based on the fact that ore and waste were being mined separately in the heading thus slowing advance and increasing costs. The monthly progress report for August, submitted by the Operator, indicated that the Government was billed for participation in adit mining work; however, at the conference it was pointed out that final auditing disclosed the Operator had paid from his own funds for mining ore and had not shown this expenditure on the monthly report. Furthermore, it was determined that the Operator had constructed a trestle at the adit portal on his own account and this trestle should have been an allowable cost to the project. It was therefore agreed that work done by the Operator at his own expense, but which was chargeable to the contract, counteracted excessive charges shown on the monthly progress report. Consequently, it was agreed that while labor costs were excessively high they should be allowable under terms of the contract and should be paid in order to conclusively terminate the contract.

A. E. Weissenborn
A. E. Weissenborn

cc: UJM (2)
Kirkero

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

800

OCT 24 1952

Mr. Robert M. Hall
DMEA Auditor
1201 North Division Street
Spokane, Washington

Subj: E-22, DMEA-506, Nevada Mining
E-132, DMEA-979, G.O.P. Antimony
E-258, DMEA-2193, G.O.P. Antimony

Dear Bob:

Returned herewith are the audit reports and certificates covering your recent interim audits of the subject projects. These certificates were forwarded for my consideration by Mr. Finch's letter of October 20, 1952.

It appears that you and Don did a very good audit job and I am returning the reports only for correction of a few "technicalities" as follows:

Idn E-22:

(a) The first sentence, second paragraph, page 4 refers to a letter "to the Operator"--advising the DMEA Finance Officer". Please correct.

(b) The last sentence, first paragraph, page 4 directs reference to Finance Officers memorandum of March 21, 1952. Please furnish copy for our files.

(c) Signature on the audit report. Don's signature is not necessary since the body of the report indicates his collaboration.

(d) Dating of audit certificate.

Idn E-132:

(a) The audit certificate should be restated to show:

Exceptions (see Audit Report for details):		
Prior to this audit	$110.24	
Less: Reinstatements	109.00	1.24

(b) Signature on the audit report.

(c) Dating of audit certificate.

Ida-E25:

(a) The audit certificate should be restated to show:

Exceptions (see Audit Report for details):			
During this audit		$39.52	
Prior to this audit	$1,256.21		
Less: Reinstatements	1,256.21	-0-	39.52

(b) Signature on the audit report.

(c) Dating of audit certificate.

In connection with the audit reports covering E22 and E132 reference possibly should be made to the concurrent charges for depreciation and rental of a jackhammer and the consideration thereof in connection with the rental-purchase under E258. This was discussed in my letter to you under date of October 22.

Since it appears that you have submitted extra copies of the reports and certificates, I am retaining one copy of each for reference in any discussion of the "Überbillig" case that may arise in Washington. All other copies are returned for the minor corrections indicated, after which the regular distribution may be effected by you.

Sincerely yours,

(Signed) E. D. Talbert

E. D. Talbert, Assistant Chief
Contract Administration and
Audit Division

Enclosure

EDTalbert/wb
October 24, 1952

Copy to: Mails & Files
Admr. Reading File
Mr. Finch
Mr. Chambers

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

300

OCT 22 1952

Mr. Robert M. Hall
DMEA Auditor
1201 North Division Street
Spokane, Washington

Subj: DMEA-906, E-22, Hecla Mining
DMEA-979, E-132, G.O.P. Antimony
DMEA-2193, E-258, G.O.P. Antimony

Dear Bob:

Reference is made to your letter of October 14, 1952, requesting advice as to the Government's equity in a "jack hammer and sinker leg" acquired by the Hecla Mining Company for use on the subject projects.

A review of the contracts reveals the following pertinent facts:

(a) Contract E-22, dated June 26, 1951, provides for a jackhammer "to be furnished by the Operator" at a "Monthly Rental Allowance" of $10.00;

(b) Contract E-132, dated September 4, 1951, provides for a drifter "to be rented" at $90.00 per month; and

(c) Contract E-258, dated February 19, 1952, provides for a jackhammer and a jack-leg "to be purchased", but Amendment No. 1, dated June 9, 1952 and effective May 1, 1952, substituted a drill with pusher leg "to be rented" at $90.00 per month under a rental-purchase agreement.

The Forms MF-104 submitted under these contracts indicate applicable charges as follows:

(a) Contract E-22, November, 1951 to March, 1952, incl.
Jackhammer @ $10.00 per mo. ..... $ 50.00

(b) Contract E-132, October to December 1951, incl.
Drifter @ $90.00 per mo. 119.38

(c) Contract E-258, May to July, 1952, incl.
Drill and Jack-leg @ $90.00 per mo. 150.00

Total Charges..... $319.38

Assuming that the equipment cited in the foregoing paragraphs is the same item of equipment, i.e., a "jack hammer and sinker leg", which you state was acquired by the Operator during October, 1951, under a rental-purchase agreement, it appears that the Government has contributed concurrently under Contracts E-22 and E-132 to a rental (depreciation) allowance and rental rate, respectively. At a later date the Government contributed under Contract E-258 to a rental rate with the provision that "After the purchase option is exercised the rental arrangement will be terminated automatically and the Government will acquire an appropriate pro-rate equity in the machine and pusher leg."

Considering these facts <u>from an audit viewpoint</u> the equitable answers to your specific questions appear to be:

1. Yes. The Government does have an equity in the described equipment by virtue of its contributions to the costs thereof.

2. 36.5%. This is computed in the following manner, with the assumptions that the amounts of contributions listed above are correct and that the list price of $590.19 was the actual purchase price:

Costs charged to DMEA projects.....	$319.38
Less: 10% not applicable to purchase price.....	31.94
Costs applicable to purchase price.....	$287.44
Less: 25% Operator's share of purchase price.....	71.86
Government's contribution (75%) to purchase price.....	$215.58
Percentage of Government's equity in purchase price ($590.19).....	36.5%

3. The allocation of the Government's equity by projects is computed as follows:

Contract E-22	$ 50.00	15.6%
" E-132	119.38	37.4%
" E-258	150.00	47.0%
	$319.38	100. %

All of the above figures, of course, are subject to such changes as the results of your audits may dictate, but regardless of your findings the basic formula appears applicable upon the liquidation of the projects and the disposition of the equipment.

In the event the Executive Officer of the DMEA Field Team should waive the Government's interest in this particular equipment, it appears from an audit viewpoint that the rental (depreciation)

allowance charged under Contract E-22 should be disallowed. This action would be justified for either of two reasons, i.e., the Government should not contribute to the depreciation of equipment in which it has an equity or for which it is contributing concurrently on a rental basis.

Sincerely yours,

(Signed) E. D. Talbert

E. D. Talbert, Assistant Chief
Contract Administration and
Audit Division

EDTalbert/wb
October 22, 1952

Copy to: Mails & Files
Admr. Reading File
Mr. Finch
Mr. Ellis
Mr. Chambers (3)

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

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
OCT 28 1952

So. 157 Howard Street
Spokane 4, Washington

October 23, 1952

AIR MAIL

Mr. C. O. Mittendorf
Administrator, DMA
U. S. Department of Interior
Washington 25, D. C.

Dear Mr. Mittendorf:

The recent audit of the Hermada Mining Company Contract, and the audits of the two associated G. O. P. Antimony Company Contracts, reports of which are now in your hands, has shown that the books of the Operator are in reasonably good order from an accounting standpoint. We did not, frankly, expect that anything seriously out of order would be revealed by the audit. The audit has also shown that the Operator, Mr. Oberbillig, has some grounds for complaint concerning slowness of payment of his vouchers, and that a number of disallowances made from vouchers submitted by Mr. Oberbillig were permitted to be reclaimed on later vouchers or were allowed in the final audit, thus seemingly indicating that perhaps they should have been paid in the first place. And lastly, the audit indicates that most of the misunderstanding and differences of opinion that unfortunately arose were over matters which hardly appear to have been worth all the turmoil and trouble they caused. Based only on the audit, the Field Team has been placed in a somewhat unflattering light. Without attempting to duck any of the responsibility that must be assumed by the Field Team and by myself as Executive Officer, I do think that some other facts should be considered, for unfortunately, the dry figures of the audit do not by any means tell the whole story. As a matter of fact, they are not intended to; they only show the fiscal picture. They do not show, therefore, the many sincere efforts made by the Bureau and Survey field men, and by Mr. Volin and myself, to reach an amiable settlement of our difficulties with Mr. Oberbillig. They do not show the difficulties we have had in processing Mr. Oberbillig's

vouchers nor the many weary hours Mr. Howard and other Bureau of Mines engineers have spent in attempting to get his vouchers in such form that they could be accepted for payment by our Certifying Officer. The figures do not show how Mr. Oberbillig has rather persistently attempted to drive a wedge between the Geological Survey and the Bureau of Mines, stating in writing that his treatment by one organization was better than that accorded him by the other and thus indicating that in his estimation the Bureau was all black and the Survey all white. As Executive Officer, and a member of the Geological Survey, I am too closely involved to be sure what color we really are, but I can assure you that whatever it is, we are both dyed with the same hue.

You will note from the audit report that in the Bales contract, one of the principal points of controversy was over whether the depth of the bulldozer trenches was excessive for exploration. Following our final conference I had to rule as Executive Officer that although I believed the depth of the trenches was excessive, this was largely a matter of opinion and since depths were not specified in the contract, payment should be made in full for both the bulldozing and the rock excavations. What the audit report did not reveal was that at the Hermada mine bulldozer trenches were very definitely excessively deep. In this case we paid without question after informing Mr. Oberbillig that his trenches were supposed to be for exploration and not for extraction of ore. Neither does the audit report show that at the Hermada property cuts along the presumed outcrop of the Hermada zone, although they yielded a minimum amount of geologic information, were--perhaps by coincidence--strategically located so as to provide a road extremely useful for a planned logging operation which is to be carried out in the near future. In both of these instances we gave the operator the benefit of the doubt and we paid for the work without fuss but it was partly for the above reasons that on the Bales contract our field men were inclined to be critical about the depth of the trenches.

The audit report does not show very clearly that the other major item of conflict at the Bales--the apparently excessive cost of driving the adit--was largely the result of the operator's method of bookkeeping. That is, he had lumped into the cost of drifting items such as the cost of a trestle, which, although necessary to the contract and therefore allowable, was not properly chargeable to the cost of drifting. Since the operator had not taken the trouble to explain this in his monthly report, our engineers, in our opinion, were quite justified in questioning these high costs. Also Mr. Oberbillig argued that the slow advance of the drift occasioned by the separate removal of ore and waste was compensated by additional miners on his payroll who were not charged to the exploration contract, a fact that was verified by the final audit but not explained in the monthly voucher which Mr. Oberbillig submitted. The audit figures merely show that payment of vouchers was slow, they do not show how difficulties and misunderstandings of this sort contributed to the delays.

Lastly, the audit report does not show the vitriolic letters such as the specimens attached, which Mr. Oberbillig wrote the Field Team, particularly to Mr. Volin. We have sincerely tried to maintain an objective and impartial attitude but letters such as these do not tend to engender an atmosphere of harmony and cooperation. Our field men, although Government employees, are also human. Also not brought out by the audit report is the fact that with the present lack of market for antimony, Mr. Oberbillig has accepted a teaching position with the University of Idaho, and, I suspect is quite satisfied to discontinue the exploration for the time being. Thus his difficulties with us may not be his only reason for wishing to drop his contracts. He has not been able to sell antimony during this year.

We sincerely regret our controversy with Mr. Oberbillig--it has been time-consuming, unpleasant, and in my opinion utterly needless and completely unproductive. Looking at the matter as dispassionately as I can--and my personal relations with Mr. Oberbillig were, and still are, on a fairly friendly basis--I might admit that part of the blame should be laid to the Field Team and to myself as Executive Officer for not having taken more positive action to stop the controversy sooner, part can be blamed on the unweildy system of making payments (which we all have recognized and which we now believe has been solved), and part must be borne by Mr. Oberbillig himself.

The above is written for the purpose of informing you concerning all aspects of the G.D.P. case and with the hope that by such a review, the Field Team may profit by seeing where we have erred. We hope that the issue can soon be settled, but final payment must await the disposal by the operator of equipment in which the Government has a very considerable equity. The Field Team will probably be severely criticized by Mr. Oberbillig by not making final payments on the three contracts but until Mr. Oberbillig disposes of this equipment, there is little that we can do.

Sincerely yours,

A. L. Weissenborn
Executive Officer, DMEA
Field Team, Region II

cc: O. N. Rove
D. Finch
R. Hull
U.S.B.M.
Cont. Adm. & Aud. Div., Wash.

Enclosures

C O P Y

616 East C Street
Moscow, Idaho

October 13, 1952

Mr. M. E. Volin
Member, Field Team, Region II
U. S. Bureau of Mines
1201 North Division Street
Spokane 2, Washington

Subject: Monthly Progress Report
Contract No. Idm E 258
Docket No. 2193
Month of August, 1952

Dear Mr. Volin:

In accordance with your request made during the conference on October 11, 1952, in Spokane, I am reporting herewith the following information.

1. Presumably none of the Engineers in your office were sufficiently interested to completely read the "Remarks" on Form MF 104A, in which we reported on September 1 that we used separate blasting of the ore and waste for only ten ft. of the drift, instead of throughout the entire 63 feet, as everyone assumed. Likewise, this wrong conception on your part was the principal cause for disallowance and considerable headache on our part. Furthermore, if anyone had been sufficiently interested they would not have been so concerned over excessive costs for drifting had they taken the trouble to use the slide rule which they seem to be so expert at using, and merely calculated the unit costs for the month of August, and they would have arrived at the figure of $27.00 per foot (63 ft. at $1,700.00).

2. Furthermore, as it has been pointed out now through an audit, we paid additional costs for mining the ore extracted from the ten ft. of drift during August, which we did not report on our DMEA payroll!!

3. A few days' work was done also and counted against drifting for the construction of a trestle over the road so that we would not destroy the use of our turn-around.

Now, therefore, since we have already been put to considerable trouble because of petty actions on the part of the Government personnel, I think it would be fair enough to stop all that nonsense and hustle the report in for payment.

Very truly yours,

s/ Ernest Oberbillig,
President

C O P Y

616 East C Street
Moscow, Idaho

September 20, 1952

COPY

Mr. M. E. Volin
Member, Field Team, Region II
U. S. Bureau of Mines
1201 North Division Street
Spokane 2, Washington

Subject: Docket No. 2193 (antimony),
Bales Project
G-O-P Antimony, Inc., Okanogan
County, Wash.
Exploration Project Contract Idm-E 258

Dear Mr. Volin:

In answer to your letter of September 16, it is desired that you especially note the comments below:

1. In your erroneous mathematics you have attempted to set up cost figures on long-hole drilling without regard to the explanations I made on the cost distribution sheet. It was with the knowledge and approval of the members of the Field Team that we were opening up the west ore body by open pit drilling, blasting and bulldozing for which we have received no payment for the period July 7-31, 1952. Hence, the absurd figures you have calculated mean absolutely nothing. The important thing to figure on is that the west ore body gives some promise of making a bit of ore after we dug on it. Meanwhile your slide rule pushers came out with the right answer for the wrong data.

2. In reply to your inquiry regarding Mr. Pearson's use of his time in July, kindly consider my comments of paragraph 1 (above) a reply. In other words, he worked entirely on the west ore body. In view of the fact that the contract implies the superintendent or foreman can do engineering work as well as his regular duties, it would seem that he could do a bit of bulldozing as well and and especially since it is bulldozing on an absolutely free basis to the project except for his wages. However, to keep the records exactly straight, perhaps I should have had Mr. Pearson run the transit while I took over the bulldozer. I know the results were better, however, the way we did it.

COPY

3. In reply to your paragraph no. 3, please be advised that your records should also show that I worked 12 hours on August 1 and 8 hours on August 2, surveying and mapping, and rather than clutter up the payroll for August for two days I took a day more in July and at this time, might state that I considered the day in Spokane as work in an attempt for advancement of the project. Could I also add that the surveying and mapping job on the Bales would have cost $500.00 had we called in an outside engineer. My wages came to $182.00. After spending eight hours at the property in the day, I worked on notes and map four hours most evenings.

It was most kind and thoughtful of the writer of your letter to consider the financial troubles the DMEA has given us, but it all appeared to me to be a subtle way for you to suggest that we cancel our Bales contract. Of course, you realize if we suspend operations pending an audit, we won't have a crew when you get around to giving us the signal to start again. Therefore, let's just make it easy for both of us and cancel the contract on your suspension date, September 22, 1952. If we are paid the July and August vouchers as submitted, plus the expenses for September 1-22, (about $1,500) we will consider the contract terminated with completion of the following items:

	Approx. Value and Cost
± 200 ft. of drift	$ 7,084
300 hrs. bulldozer cuts	2,300
Drift Repair and Portal Preparation and Moving Equipment	1,000
Mapping	500
± 250 ft. of long-hold drilling	500
	$11,384

While nearly $5,000 remains unexpended on this $16,000.00 contract, we find that DMEA payments for legitimate expenses so slow and uncertain that we must withdraw from trying to continue on this contract. We regret to do this because the Bales is a most promising antimony property where we are forced to terminate exploration because of lack of cooperation from the DMEA.

Very truly yours,

s/ Ernest Oberbillig
President

cc: Mr. Jay L. Chambers, Chief, Contract and Audit Division, DMEA, Washington, D. C.

Senator William Langer, Senate Office Building, Washington, D. C.

Form MF-104 (Rev.)
(April 1952)

Wash

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

Budget Bureau No. 42-R1036.3.
Approval expires 6-30-53.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 1 6 1952

OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of _____, 195__ Docket No. DMEA _____ Contract No. _____
Operator's Name _____ Minerals _____
Address _____
Contract Amount, $_____ Government Participation: ____% Amount, $_____

ITEMS OF COSTS	FOR OPERATOR'S USE			FOR GOVERNMENT USE ONLY		
	Monthly Total	Totals Previously Reported	Totals To Date	Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent / Short Form } Contracts:						
Drilling						
Bulldozing						
Crosscutting						
Drifting						
(2) Labor and Supervision:						
Labor				766.80		
Supervision				460.00		
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber						
Explosives						
Pipe						
Track				68.00		
				11.06		
	200.00 cr		9825.00 cr			
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs						
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Sampling and Analysis						
Payroll Taxes						
Liability Insurance						
(8) Contingencies (specify):						
	1700.26 cr		9,834.07 cr			
TOTALS				1700.26	8133.81	9834.07

I certify that the above bill is correct and just and that payment therefor has not been received.

Date _____ *Payee _____

Per Ernest Chesbrough Title _____

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

NOTE.—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.

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

1245.56
74.36
1171.20

$ 1171.20

Signature _____
(Authorized Certifying Officer)

Date _____ Vou. No. _____
(See other side)

$74.36 withheld plus dept. invoice for 757.31 to cover U.S. equity.

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. ..... in accordance with the terms of the contract.

Signature ..... Title ..... Date .....

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature ..... Title ..... Date .....

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(*a*) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(*b*) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(*c*) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF-104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

U. S. GOVERNMENT PRINTING OFFICE 205675

Form MF-104A
(April 1952)

Budget Bureau No. 42-R1151
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 17 1952

OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of [illegible] 195[illegible] Docket No. DMEA [illegible] Contract No. [illegible]
Operator's Name [illegible] Minerals [illegible]
Address [illegible]

OPERATION	Unit	Costs This Month	Units This Month	Costs to Date	Units to Date	Unit Costs to Date	Authorized by Contract: Units	Authorized by Contract: Unit Costs
		1700.26		7,534.07				
Drifting	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	[illegible]	
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger [illegible]	[illegible]	[illegible]		[illegible]	[illegible]		[illegible]	
Stripping								
Trenching	[illegible]	—	—	[illegible]	[illegible]		[illegible]	
Test Pits								
Roads and Trails								
[illegible]	[illegible]	—						
		1,700.26		9,284.07				
Total Distributed Costs		[illegible]	[illegible]	[illegible]				Total Costs Authorized by Contract
Operating Equipment Purchased								
Initial Rehabilitation and Repairs				[illegible]				
New Buildings, Improvements, etc.								
				9,834.07				
Total Costs				[illegible]				

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

Date [illegible] Operator [illegible]

Per Ernest Okubillig Title [illegible]

Remarks: [illegible]

→ NOTE.—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.

(Instructions on reverse)

(For Government use only)

INSTRUCTIONS

Preparation of Form MF–104A—Operator's Unit Cost and Progress Report.—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF–104A has been designed to tie in with Form MF–104 for both monthly and cumulative costs. The "Total Costs" on Form MF–104A for each month should equal the monthly "Total Costs" as reported on Form MF–104. This is also true of the "Total Costs To Date".

In preparing Form MF–104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

U. S. GOVERNMENT PRINTING OFFICE 205676

Standard Form No. 1034a—Revised
Form prescribed by
Comptroller General, U. S.
September 7, 1950
(Gen. Reg. No. 51, Supp. No. 11)

PUBLIC VOUCHER FOR PURCHASES AND SERVICES OTHER THAN PERSONAL

D. O. Vou. No. .....

Bu. Vou. No. 508

Defense Minerals Administration
INTERIOR
NOV 1 1952

U. S. Interior, Mines
(Department, bureau, or establishment)

Voucher prepared at Spokane, Wash.
(Give place and date)

PAID BY

(For use of Paying Office)

THE UNITED STATES, Dr., Payee's Account No. Idm-11258

To G-O-P Antimony, Inc.
(Payee)

Twin Springs, Idaho
(Address) (City) (State)

No. and Date of Order	Date of Delivery or Service	ARTICLES OR SERVICES (Enter description, item number of contract or Federal supply schedule, and other information deemed necessary) Discount Terms	QUANTITY	UNIT PRICE Cost	UNIT PRICE Per	AMOUNT Dollars	AMOUNT Cts.
	July 1952	As per attached certified form MF-104 dated 9/13/52. Supplement.				942.16	
	Aug. 1952	As per attached certified form MF-104 dated 9/1/52.				1,171.20	
PAYMENT: Complete ☐ Partial ☐ Final ☐		Use continuation sheet(s) if necessary					

Shipped from to Weight Government B/L No. Total 2,113.36

(Payee must NOT use this space)

Differences .....

Account verified; correct for 2,113.36

(Signature or initials) .....

Contract No. Idm-11258 Date Req. No. Date Invoice Rec'd.

2,113.36

MEMORANDUM

ACCOUNTING CLASSIFICATION (For completion by Administrative Office)

Appropriation, limitation, or project symbol	Appropriation title	Limit'n. or Proj't. Amount	Appropriation Amount
14-4451	Revolving Fund, Defense Production Act. Interior	2,113.36	2,113.36

Allotment symbol	Amount	Obligations liquidated	COST ACCOUNT Symbol	COST ACCOUNT Amount	OBJECTIVE CLASSIFICATION Symbol	OBJECTIVE CLASSIFICATION Amount

Paid by { Check No. ..... dated ....., 19....., for $..... } on Treasurer of the United States in favor of payee named above.
{ Cash, $....., on ....., 19.....

16—22900a-2

METHOD OF OR ABSENCE OF ADVERTISING

METHOD OF ADVERTISING

1. Advertising in newspapers Yes ☐ No ☐.
2. (*a*) Advertising by circular letters sent to ..... dealers.
   (*b*) And by notices posted in public places Yes ☐ No ☐.

   (If notices were not posted in addition to advertising by circular letters sent to dealers, explanation of such omission must be made below.)

ABSENCE OF ADVERTISING

3. Without advertising, under an exigency of the service which existed prior to the order and would not admit of the delay incident to advertising.
4. Without advertising in accordance with .....
5. Without advertising, it being impracticable to secure competition because of .....

.....

.....

.....

.....

(Here state in detail the nature of the exigency or circumstances under which the securing of competition was impracticable under 3 and 4)

NOTE.—The above form "Method of or Absence of Advertising" is to be used when purchases are made or services secured under proper authority without written agreement in any form. In case of a written agreement (formal contract, proposal, and acceptance, or less formal agreement) Standard Form No. 1036—Revised should be used for abstracting the method of or absence of advertising and award of contract. (See General Regulations No. 51, as amended.)

U. S. GOVERNMENT PRINTING OFFICE : 1950 O—75805

16—22000a-2

Form M[illegible]104 (Rev.
[illegible] 1952)

Budget Bureau No. 42-R1036.3.
Approval expires [illegible]53.

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 1[illegible] 1952

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
OPERATOR'S MONTHLY REPORT AND VOUCHER

CONFIDENTIAL

Month of July 195[illegible] Docket No. DMEA [illegible] Contract No. [illegible]
Operator's Name [illegible] Minerals [illegible]
Address [illegible]
Contract Amount, $[illegible] Government Participation: 75 % Amount, $[illegible]

ITEMS OF COSTS	FOR OPERATOR'S USE: Monthly Total	Totals Previously Reported	Totals To Date	FOR GOVERNMENT USE ONLY: Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling	—	[illegible]	[illegible]			
Bulldozing						
Crosscutting						
Drifting						
(2) Labor and Supervision:						
Labor	[illegible]	[illegible]	[illegible]			
Supervision	[illegible]	[illegible]	[illegible]			
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber	—	[illegible]	[illegible]			
Explosives	—	[illegible]	[illegible]			
Pipe						
Track						
[illegible]	—	[illegible]	[illegible]			
[illegible]	—	[illegible]	[illegible]			
(4) Operating Equipment:						
Rental	—	[illegible]	[illegible]			
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs	—	[illegible]	[illegible]			
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment	—	[illegible]	[illegible]			
Sampling and Analysis	[illegible]	[illegible]	[illegible]			
Payroll Taxes						
Liability Insurance						
(8) Contingencies (specify):						
TOTALS	[illegible]	[illegible]	[illegible]	1256.21	6877.60	8133.81

I certify that the above bill is correct and just and that payment therefor has not been received.

Date [illegible] *Payee [illegible]

Per Carol Oberbilley Title [illegible]

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

NOTE.—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.

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 942.16

Signature [illegible]
(Authorized Certifying Officer)

Date ..... Vou. No. .....
(See other side)

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. ..... in accordance with the terms of the contract.

Signature ..... Title ..... Date .....

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature ..... Title ..... Date .....

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(*a*) *Form MF–104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(*b*) *Form MF–104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(*c*) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF–104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF–104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF–200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF–200; and delete word "Independent" if the contract reported is on Form MF–200 (A). Also, report work paid for on a unit basis under contract Form MF–200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF–104 when submitted for reimbursable expenses incurred under contract Form MF–200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF–200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF–104 is required to be documented. The four copies of Form MF–104 are not to be thus supported.

Form MF–104 submitted for reimbursement under fixed price contracts on Form MF–200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF–104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

U. S. GOVERNMENT PRINTING OFFICE 205675

Form 14F-104A
April 1952

Budget Bureau No. 42-R1151
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
NOV 17 1952

OPERATOR'S UNIT COST AND PROGRESS REPORT

Supplemental Rep

Month of July 195 2 Docket No. DMEA 2193 Contract No. Ith 2 253
Operator's Name C-O-P Antimony, Inc. Minerals Antimony
Address Idaho Springs, Idaho

OPERATION	UNIT	COSTS THIS MONTH	UNITS THIS MONTH	COSTS TO DATE	UNITS TO DATE	UNIT COSTS TO DATE	AUTHORIZED BY CONTRACT Units	AUTHORIZED BY CONTRACT Unit Costs
	St.	1,256.21	0	5,633.21				
Drifting								
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger								
Stripping								
Trenching				1,750.00				
Test Pits								
Roads and Trails								
TOTAL DISTRIBUTED COSTS		1,256.21		7,383.21				TOTAL COSTS AUTHORIZED BY CONTRACT
Operating Equipment Purchased								
Initial Rehabilitation and Repairs				550.00				
New Buildings, Improvements, etc.								
TOTAL COSTS				7,933.21				

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

Date September 13, 1952 Operator C-O-P Antimony, Inc.

Per Carol Oberbillig Title Secretary-Treasurer

REMARKS: This contains only the July payroll and payroll taxes since they were deleted from the July invoice, and so were requested to resubmit this payroll.

→ NOTE.—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.

(Instructions on reverse)

(For Government use only)

INSTRUCTIONS

Preparation of Form MF–104A—Operator's Unit Cost and Progress Report.—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF–104A has been designed to tie in with Form MF–104 for both monthly and cumulative costs. The "Total Costs" on Form MF–104A for each month should equal the monthly "Total Costs" as reported on Form MF–104. This is also true of the "Total Costs To Date".

In preparing Form MF–104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

U. S. GOVERNMENT PRINTING OFFICE 205676

Standard Form No. 1034a—Revised
Prescribed by
Comptroller General, U.S.
September 7, 1950
(Gen. Reg. No. 51, Supp. No. 11)

PUBLIC VOUCHER FOR PURCHASES AND SERVICES OTHER THAN PERSONAL

D. O. Vou. No. .....

Bu. Vou. No. NIA-383

U. S. Interior, Mines
(Department, bureau, or establishment)

Voucher prepared at Albany, Oregon 9/18/52
(Give place and date)

THE UNITED STATES, Dr., Payee's Account No. Idm-P-258

To C-O-P Antimony, Inc.,
(Payee)

C/o First Security Bank of Idaho, N.A., Boise, Idaho
(Address) (City) (State)

PAID BY

(For use of Paying Office)

No. and Date of Order	Date of Delivery or Service	ARTICLES OR SERVICES (Enter description, item number of contract or Federal supply schedule, and other information deemed necessary)	QUANTITY	UNIT PRICE Cost	UNIT PRICE Per	AMOUNT Dollars	AMOUNT Cts.
	July 1952	Discount Terms net As per attached certified form MF-104 dated August 6, 1952				615	55
PAYMENT: Complete ☐ Partial ☐ Final ☐		Use continuation sheet(s) if necessary					
Shipped from	to	Weight	Government B/L No.		Total	615	55

(Payee must NOT use this space)

Differences .....

Account verified; correct for 615 55

(Signature or initials) .....

Contract No. Idm P 258 Date Req. No. Date Invoice Rec'd.

615.55

MEMORANDUM

ACCOUNTING CLASSIFICATION (For completion by Administrative Office)

Appropriation, limitation, or project symbol	Appropriation title	Limit'n. or Proj't. Amount	Appropriation Amount
14X4401	Revolving Fund, Defense Production Act, Interior	615.55	615.55

Allotment symbol	Amount	Obligations liquidated	COST ACCOUNT Symbol	COST ACCOUNT Amount	OBJECTIVE CLASSIFICATION Symbol	OBJECTIVE CLASSIFICATION Amount

Paid by { Check No. ..... dated ....., 19....., for $..... } on Treasurer of the United States in favor of payee named above.
{ Cash, $....., on ....., 19.....

16—22900a-2

METHOD OF OR ABSENCE OF ADVERTISING

METHOD OF ADVERTISING

1. Advertising in newspapers Yes ☐ No ☐.
2. (*a*) Advertising by circular letters sent to ..... dealers.
   (*b*) And by notices posted in public places Yes ☐ No ☐.

   (If notices were not posted in addition to advertising by circular letters sent to dealers, explanation of such omission must be made below.)

ABSENCE OF ADVERTISING

3. Without advertising, under an exigency of the service which existed prior to the order and would not admit of the delay incident to advertising.
4. Without advertising in accordance with .....
5. Without advertising, it being impracticable to secure competition because of .....

.....

.....

.....

.....

(Here state in detail the nature of the exigency or circumstances under which the securing of competition was impracticable under 3 and 4)

NOTE.—The above form "Method of or Absence of Advertising" is to be used when purchases are made or services secured under proper authority without written agreement in any form. In case of a written agreement (formal contract, proposal, and acceptance, or less formal agreement) Standard Form No. 1036—Revised should be used for abstracting the method of or absence of advertising and award of contract. (See General Regulations No. 51, as amended.)

U. S. GOVERNMENT PRINTING OFFICE : 1950 O—75805

16—22000a-2

Form MF-104 (Rev.)
(Apr. 1952)

Budget Bureau No. 42-R1036.3.
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION
OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of _____, 195__ Docket No. DMEA _____ Contract No. _____
Operator's Name _____ Minerals _____
Address _____
Contract Amount, $_____ Government Participation: ___ % Amount, $_____

ITEMS OF COSTS	FOR OPERATOR'S USE			FOR GOVERNMENT USE ONLY		
	Monthly Total	Totals Previously Reported	Totals To Date	Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling						
Bulldozing						
Crosscutting						
Drifting						
(2) Labor and Supervision:						
Labor				-0-		
Supervision				-0-	640.00	640.00
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber						
Explosives						
Pipe						
Track						
(4) Operating Equipment:						
Rental						
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs						
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment						
Sampling and Analysis						
Payroll Taxes				-0-		
Liability Insurance						
Bookkeeping					100.00	100.00
(8) Contingencies (specify):						
TOTALS				820.72	6,056.87	6,877.60

I certify that the above bill is correct and just and that payment therefor has not been received.

Date _____ *Payee _____

Per Ernest Oberbeck Title _____

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

NOTE.—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.

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 615.55

Signature _____
(Authorized Certifying Officer)

Date 9/18/52 Vou. No. _____
(See other side)

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. 2-58 in accordance with the terms of the contract.

Signature Elmer A. Mayfil Title Mining Engr. Date Aug 14, 1952

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature Thomas E. Howard Title Mining Engr. Date 8/20/52

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(*a*) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(*b*) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(*c*) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF-104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

U. S. GOVERNMENT PRINTING OFFICE 205675

Form MF-104A
(April 1952)

Budget Bureau No. 42-R1151
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of _____ 195_ Docket No. DMEA _____ Contract No. _____
Operator's Name _____ Minerals _____
Address _____

OPERATION	UNIT	COSTS THIS MONTH	UNITS THIS MONTH	COSTS TO DATE	UNITS TO DATE	UNIT COSTS TO DATE	AUTHORIZED BY CONTRACT	
							Units	Unit Costs
Drifting								
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger								
Stripping								
Trenching								
Test Pits								
Roads and Trails								
TOTAL DISTRIBUTED COSTS								TOTAL COSTS AUTHORIZED BY CONTRACT
Operating Equipment Purchased								
Initial Rehabilitation and Repairs								
New Buildings, Improvements, etc.								
TOTAL COSTS								

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

Date _____ Operator _____

Per Ernest Oberbillig Title _____

NOTE.—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.

REMARKS: _____

(Instructions on reverse)

(For Government use only)

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
[illegible]
SEP 23 1952

INSTRUCTIONS

Preparation of Form MF–104A—Operator's Unit Cost and Progress Report.—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF–104A has been designed to tie in with Form MF–104 for both monthly and cumulative costs. The "Total Costs" on Form MF–104A for each month should equal the monthly "Total Costs" as reported on Form MF–104. This is also true of the "Total Costs To Date".

In preparing Form MF–104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

U. S. GOVERNMENT PRINTING OFFICE 205676

[illegible]
[illegible]
[illegible], [illegible]
[illegible], 1952

Mr. Glenn [illegible]
Engineer
U. S. Bureau of [illegible]
1001 North Division
Spokane 9, Washington

Subject: Monthly progress report [illegible] (Mr.)
Contract: Ida I-250, Project No. [illegible] 123, July, 1952

Dear Mr. [illegible]:

Enclosed with this narrative report you will find the original of the monthly progress report, Form [illegible], and Form [illegible], to cover the cost distribution of the Dalles Antiquity Project for the month of July, 1952. Also enclosed are two copies of the cost distribution sheet, supporting tabulation, and 1 copy of the payroll. Division, you will find enclosed flow sheet for each of the rock walls of the Dalles workings.

During July the work walls were [illegible] to 10 feet, and [illegible] feet long of high-grade cliffite one of a number of [illegible] inches was exposed. Considerable difficulty [illegible] to get the rock [illegible]. This work is shown on the [illegible] on the "[illegible]".

Some [illegible] work [illegible] the [illegible] total [illegible] of 164 feet and displacement [illegible] quantities [illegible]. The [illegible] of the test value is shown on the [illegible] [illegible] test value [illegible] their entire length were in different [illegible].

Set up [illegible] most of the time [illegible] the work walls [illegible] have been [illegible] for [illegible] allowance [illegible] of all the [illegible].

An [illegible] between the various [illegible]. The [illegible] collected on the [illegible]. Also, [illegible] have been [illegible].

In [illegible] slightly [illegible], we plan to [illegible] in order to [illegible] the excavation program [illegible].

1. Bulldozer work. We plan to increase the bulldozer [illegible] from [illegible] to 400 hours, which is an increase of 150 hours or a unit cost of 7.0 per operating hour. The justification for the increase [illegible] bulldozer work [illegible] to the [illegible] of 5 hours on the test [illegible]. Bulldozer work has accomplished more for the money spent than any other phase of the exploration.

2. **Raise:** The vein which we have been [illegible] in the drift has a dip of 75 to 80 degrees to the east and is in contrast to all the other locations where commercial ore has been exposed, because all of the bodies of ore located to date are either vertical or dipping slightly to the west. Because of this, it is considered advisable by us to put a small raise from that drift to the surface of the pit, a distance of [illegible] feet and it will at relatively small cost show us what has happened to the vein. It seems to us rather strange that a vein such as exposed in the pit for a distance of over 400 feet appears to cease carrying mineral in a vertical distance of only [illegible] feet. We want to know what happened.

3. **Shaft:** In one of the accompanying maps the proposed location for an inclined shaft to a depth of 40 feet is shown. We plan to use the [illegible] in sinking. An inclined shaft at this location appears to be the most economical and inexpensive way to explore the ore because the ground to the east of the east vein is quite flat and mining further depth will then be possible. It is interesting to note that this east vein is nearly 100 ft. vertical elevation above the ore in the floor of the pit.

4. **Tunnel Work:** [illegible] we have been (at our own expense) following the ore down with an open cut and mining the ore as we go. The chief reason for doing this is so that we can study the occurrence of the ore as we go and this gives us valuable information on the occurrence. Now, however, we have reached the point in our doing this work [illegible] is [illegible], [illegible] walls too [illegible] up the east end drift and cover it over. Likewise, the ore seems to be dipping to the west, and this has caused [illegible] very dangerous and overhanging. We propose that the [illegible] still [illegible] the [illegible] of the [illegible] drift originally [illegible] and that we [illegible] an average [illegible] 5 feet at $[illegible].00 per foot [illegible]. As soon as the 50 feet of drift has been [illegible] in the open cut, we plan to continue drifting at this location, and our drift work can [illegible] intelligently [illegible] because [illegible].

We hope that [illegible] realize that we have [illegible] on this project [illegible] one-fourth. In other words I am speaking entirely of the project and not the open cut mining on our own account. Likewise, it is quite unfair to have our reports held up for payment because of some slight technicality, when we have a good [illegible] on this project and are accomplishing the objective. The DMEA program can be a very fine thing and it is my impression that the Geological Survey men have all been [illegible] in helping the operator accomplish his job. Some of the Bureau of Mines personnel unfortunately have themselves as well as the operator so badly tied up in [illegible], red tape, etc. etc. that if the program is considered to be unsatisfactory the blame will be entirely theirs. Therefore, without the delay usually encountered on our Washington project, we hope that payment will be expedited because to this date we have received less than $[illegible].00 and if there is much more delay we shall be forced to suspend the [illegible] project, even after having our one-fourth on the line.

Payment on this voucher, the same as all those in the past, should be sent to the First Security Bank of [illegible], [illegible], to be credited to the account of C-O-P [illegible], Inc.

Very truly yours,

Ernest Oberbillig

[illegible] President

SD

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

1201 North Division Street
Spokane 2, Washington
August 15, 1952

G.O.P. Antimony, Inc.
Box 365
Twisp, Washington

Attention: Mr. Ernest Oberbillig

Subject: Equipment and supply transfer between Contract Idm-E258 and Contract Idm-E132

Dear Mr. Oberbillig:

Would you kindly furnish this office with a detailed list of supplies and equipment transferred from the Antimony Queen project, Contract Idm-E132, Docket DMA 979, to the Bales project, Contract Idm-E258, Docket DMEA 2193.

The quantity and original cost of the items transferred should be indicated.

By Field Team, Region II

Glenn C. Reed
For M. E. Volin,
Acting Executive Officer

S. W. Hobbs
Acting Member

cc: Twin Springs, Idaho

Wash. (3)
USGS (1)

Standard Form No. 1034 a—Revised
Form prescribed by
Comptroller General, U. S.
September 7, 1950
(Gen. Reg. No. 51, Supp. No. 1)

PUBLIC VOUCHER FOR PURCHASES AND SERVICES OTHER THAN PERSONAL

D. C. Vou. No. .....

Bu. Vou. No. DMA-330

U. S. Interior, Mines
(Department, bureau, or establishment)

Voucher prepared at Albany, Oregon 8/14/52
(Give place and date)

THE UNITED STATES, Dr., Payee's Account No. Idm-E-258

To G-O-P Antimony, Inc.,
(Payee)

c/o First Security Bank of Idaho, N. A., Boise, Idaho
(Address) (City) (State)

PAID BY

(For use of Paying Office)

No. and Date of Order	Date of Delivery or Service	ARTICLES OR SERVICES (Enter description, item number of contract or Federal supply schedule, and other information deemed necessary) Discount Terms	QUANTITY	UNIT PRICE Cost	UNIT PRICE Per	AMOUNT Dollars	AMOUNT Cts.
	May Suppl. June 1952	Per attached certified form MF-104 dated 7/22/52 at				495	31
		Per attached certified form MF-104 dated 7/3/52				2,060	32
PAYMENT: Complete ☐ Partial ☐ Final ☐		Use continuation sheet(s) if necessary					
Shipped from	to	Weight	Government B/L No.		Total	2,555	63

(Payee must NOT use this space)

Differences .....

Account verified; correct for .....

(Signature or initials) .....

2,555 63

Contract No. Idm-E-258 Date Req. No. Date Invoice Rec'd.

2,555.63

MEMORANDUM

5

ACCOUNTING CLASSIFICATION (For completion by Administrative Office)

Appropriation, limitation, or project symbol	Appropriation title	Limit'n. or Proj't. Amount	Appropriation Amount
14X4401	Revolving Fund, Defense Production Act, Interior	2,555.63	2,555.63

Allotment symbol	Amount	Obligations liquidated	COST ACCOUNT Symbol	COST ACCOUNT Amount	OBJECTIVE CLASSIFICATION Symbol	OBJECTIVE CLASSIFICATION Amount

Paid by { Check No. ..... dated ....., 19....., for $..... } on Treasurer of the United States in favor of payee named above.
{ Cash, $....., on ....., 19.....

16—22900a-2

METHOD OF OR ABSENCE OF ADVERTISING

METHOD OF ADVERTISING

1. Advertising in newspapers Yes ☐ No ☐.
2. (*a*) Advertising by circular letters sent to ..... dealers.
   (*b*) And by notices posted in public places Yes ☐ No ☐.

   (If notices were not posted in addition to advertising by circular letters sent to dealers, explanation of such omission must be made below.).

ABSENCE OF ADVERTISING

3. Without advertising, under an exigency of the service which existed prior to the order and would not admit of the delay incident to advertising.
4. Without advertising in accordance with .....
5. Without advertising, it being impracticable to secure competition because of .....

.....

.....

.....

.....

(Here state in detail the nature of the exigency or circumstances under which the securing of competition was impracticable under 3 and 4)

NOTE.—The above form "Method of or Absence of Advertising" is to be used when purchases are made or services secured under proper authority without written agreement in any form. In case of a written agreement (formal contract, proposal, and acceptance, or less formal agreement) Standard Form No. 1036—Revised should be used for abstracting the method of or absence of advertising and award of contract. (See General Regulations No. 51, as amended.)

U. S. GOVERNMENT PRINTING OFFICE : 1950 O—75805

16—22000a-2

Form DMEA-394 (Rev.)
(April 1952)

Budget Bureau No. 42-R1036.3.
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

OPERATOR'S MONTHLY REPORT AND VOUCHER

5

Month of June, 1952 Docket No. DMEA 2193 Contract No. Idn 1-258
Operator's Name G-O-P Antimony, Inc. Minerals Antimony
Address Twin Springs, Idaho
Contract Amount, $ 16,000.00 Government Participation: 75 % Amount, $ 12,000.00

ITEMS OF COSTS	FOR OPERATOR'S USE			FOR GOVERNMENT USE ONLY		
	Monthly Total	Totals Previously Reported	Totals To Date	Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling						
Bulldozing	560.00	994.00	1554.00			
Crosscutting						
Drifting						
(2) Labor and Supervision:						
Labor	511.10	409.50	1920.60			
Supervision	400.00	200.00	740.00	360.00		
Technical Services						
(3) Operating Mat'ls. and Supplies:						
Timber	16.92	7.83	24.75			
Explosives	151.15	139.15	290.30			
Pipe						
Track						
Gas, oil, Grease	110.90	58.09	169.13			
Cable, etc.	73.94	370.06	444.00			
(4) Operating Equipment:						
Rental	258.00	308.00	566.00		258.00	
Purchase						
Depreciation						
(5) Initial Rehabilitation and Repairs	—	550.00	550.00			
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:						
Repairs to Equipment	93.50	109.55	203.05			
Sampling and Analysis						
Payroll Taxes	112.19	102.05	214.24			
Liability Insurance						
Bkfr.				100.00		
(8) Contingencies (specify):						
TOTALS	2,747.10	3,359.77	6,106.87	274.910	3309.77	6056.87

I certify that the above bill is correct and just and that payment therefor has not been received.
Date July 3, 1952 *Payee G-O-P Antimony, Inc.
Per Ernest Oberbillig Title President

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

→ **NOTE.—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.**

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 2060.32

Signature
(Authorized Certifying Officer)

Date Vou. No.
(See other side)

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. 258 in accordance with the terms of the contract.

Signature Elmer A Mazzill Title Mining Engr Date July 22, 1952

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature Thomas E Howard Title Mining Engr. Date 7-23-52

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(a) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(b) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(c) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF-104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

U. S. GOVERNMENT PRINTING OFFICE 205675

Form MF-104A
(April 1952)

Budget Bureau No. 42-R1151
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

OPERATOR'S UNIT COST AND PROGRESS REPORT

5

Month of June 1952 Docket No. DMEA 2193 Contract No. Idn D-258
Operator's Name G-O-P Antimony, Inc. Minerals Antimony
Address Twin Springs, Idaho

OPERATION	UNIT	COSTS THIS MONTH	UNITS THIS MONTH	COSTS TO DATE	UNITS TO DATE	UNIT COSTS TO DATE	AUTHORIZED BY CONTRACT Units	AUTHORIZED BY CONTRACT Unit Costs
Drifting	foot	2187.10	55	4302.07	105	39.12	400	30.00
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger								
Stripping	hour	560.00	80	1554.00	222	7.00	250	7.00
Trenching								
Test Pits								
Roads and Trails								
TOTAL DISTRIBUTED COSTS		2747.10		5856.07				TOTAL COSTS AUTHORIZED BY CONTRACT
Operating Equipment Purchased								
Initial Rehabilitation and Repairs		[redacted]	—	550.00				
New Buildings, Improvements, etc.								
TOTAL COSTS		2747.10		6406.07				

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

Date July 3, 1952 Operator G-O-P Antimony, Inc.

Per Ernest Oberbillig Title President

REMARKS: Drift costs to date appear high because they contain timber enough for 400 ft. of drift cut on ground and other initial supplies not duplicated later in costs.

→ NOTE.—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.

(Instructions on reverse)

(For Government use only)

INSTRUCTIONS

Preparation of Form MF–104A—Operator's Unit Cost and Progress Report.—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF–104A has been designed to tie in with Form MF–104 for both monthly and cumulative costs. The "Total Costs" on Form MF–104A for each month should equal the monthly "Total Costs" as reported on Form MF–104. This is also true of the "Total Costs To Date".

In preparing Form MF–104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

U. S. GOVERNMENT PRINTING OFFICE 205676

XXXXXXXXXX
XXXXXXXXXX

Twin Springs, Idaho
July 5, 1952

Subject: Monthly Progress Report
June, 1952
Contract: Ida 1 - 25
Dalco Antimony (Washington)

Mr. Glenn Reed
Mining Engineer
U. S. Bureau of Mines
1201 N. Division Street
Spokane 2, Washington

Dear Mr. Reed:

Enclosed with this narrative report are five copies the Monthly Progress Report, Form MT 104 (Rev) and Form MT 104 A, to cover the cost distribution of the Dalco Antimony Project for the month of June, 1952. Also enclosed are two copies of the cost distribution sheet and supporting invoices and a copy of the payroll.

Drift work under the pit was carried forward for a distance of 55 feet during the month, but was suspended about June 24 to await results of test hole drilling. This drilling will be done as soon as additional steel can be sent to the property. The drift followed the vein all the way but there appeared to be no concentration of mineable ore.

Bulldozer work to an extent of 70 hours actual working time was done in two places with about 40 hours in each location. A long road cut was made north (down the hill) into the ore zone on the north side. This cut exposed vein formation in two places where it cut the structure. Further work is indicated here. The other bulldozer work consisting of 40 hours was accomplished on the west vein which is located about 150 feet west of the main pit. Drilling, blasting and stripping on this structure has opened up antimony along a continuous strike length of 130 feet, which is roughly parallel to the vein in the pit. More work is indicated here and will be carried on during the first part of July.

We were required to do considerable repair work on the Jeep pickup as evidenced by Receipt Nos. 26 and 30. However, it must be understood that to prepare this pickup for the season's work on the Dalco project we installed a new motor last fall, and this spring purchased four new tires. These expenses came to better than $400.00 which were not paid by any BMA funds. Therefore, we feel it is fair to allow the repair work which we have submitted this month.

It is planned to completely survey the Dalco with a transit during July and leave transit stations which can be used to tie in short Brunton surveys. The base line, solar work, and tunnel survey have been completed.

Kindly send payment to our account, First Security Bank of Idaho, Boise, Idaho

Very truly yours,
E. O.
Ernest Oberbilig,
President

EO/ec Enc.

COPY

XXXXXXXXXXXXX
XXXXXXXXXXXXX
Twin Springs, Idaho
July 22, 1952

Mr. Glenn C. Reed
Mining Engineer
Mining Division, Region II
1201 N. Division Street
Spokane 2, Washington

Subject: June invoice, C-O-D Antimony, Inc. (Sales)
Contract IDn-1250

Dear Mr. Reed:

In reply to your letter of July 15 we wish to submit the requested map, showing the location of the bulldozer work done during the month of June.

With regard to the discrepancy of 10 feet of the reported advance made in No. 1 Drift, it is regrettable but I must state that either my scaling from the map or taping from my last survey station was in error by that amount, and the government's measurements are therefore correct. Likewise, there was a misunderstanding on starting point for the work under this contract.

Could we impose upon you to request full-speed ahead on the vouchering and payment of our June invoice.

Very truly yours,

Ernest Oberbillig

Ernest Oberbillig,
President

EEO/co
Enclosure

Form MM-104 (Rev.)
(April 1952)

Budget Bureau No. 42-R1036.3.
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS EXPLORATION ADMINISTRATION

5

OPERATOR'S MONTHLY REPORT AND VOUCHER

Month of ~~First Supplement~~ May, 1952 Docket No. DMEA 2193 Contract No. Idm B-258
Operator's Name G-O-P Antimony, Inc. Minerals Antimony
Address Twin Springs, Idaho
Contract Amount, $ 16,080.00 Government Participation: 75 % Amount, $ 12,060.00

ITEMS OF COSTS	FOR OPERATOR'S USE			FOR GOVERNMENT USE ONLY		
	Monthly Total	Totals Previously Reported	Totals To Date	Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(1) Independent Short Form Contracts:						
Drilling	—	1,554.00	1,554.00			
Bulldozing						
Crosscutting						
Drifting						
(2) Labor and Supervision:	—	1,320.60	1,320.60			
Labor	—	740.00	740.00			
Supervision						
Technical Services						
(3) Operating Mat'ls. and Supplies:	—	24.75	24.75			
Timber		290.30	290.30			
Explosives						
Pipe						
Track						
Gas, oil, grease	—	199.13	199.13			
Cable, etc.	—	444.80	444.80			
(4) Operating Equipment:	70.00	446.00	516.00			
Rental						
Purchase						
Depreciation	550.00	—	550.00			
(5) Initial Rehabilitation and Repairs						
(6) New Bldgs., Improvements, etc.						
(7) Miscellaneous:	—	203.05	203.05			
Repairs to Equipment						
Sampling and Analysis	40.42	173.82	214.24			
Payroll Taxes						
Liability Insurance						
(8) Contingencies (specify):						
TOTALS	660.42	5,396.45	6,056.87	660.42	2649.35	3309.77

I certify that the above bill is correct and just and that payment therefor has not been received.

Date July 22, 1952 *Payee G-O-P Antimony, Inc.

Per Ernest Olabillega Title President

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

NOTE.—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.

(Instructions on reverse)

Pursuant to authority vested in me, I certify that this account is correct and proper for payment in the amount of:

$ 495.31

Signature
(Authorized Certifying Officer)

Date Vou. No.
(See other side)

(For Government use only)

CERTIFICATION BY GOVERNMENT REPRESENTATIVE:

I certify that to the best of my knowledge and belief the contractor submitting this voucher is operating a Defense Minerals Exploration Administration project under Contract No. 1dm-E258 in accordance with the terms of the contract.

Signature Thomas E Howard Title Mining Engr. Date 7-23-52

APPROVAL BY DMEA EXECUTIVE OFFICER OR ALTERNATE:

Signature M E Olin Title Member, DMEA Field Team, Region II Date July 23, 1952

MONTHLY REPORT OF OPERATOR

The Operator (Contractor) of an exploration project is required to make a monthly report to the Government through the Regional Executive Officer. This report consists of three parts as follows:

(a) *Form MF-104—Operator's Monthly Report and Voucher.*—This form details expenditures and constitutes a voucher for reimbursing the Operator for the Government's share of costs;

(b) *Form MF-104A—Operator's Unit Cost and Progress Report.*—This is a statistical report of expenditures which shows costs for the various types of operation; and

(c) *Narrative.*—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered must be furnished as an attachment to this Report and Voucher. Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

The Monthly Report of Operator should be prepared in an original and four copies all of which must be sent to the Executive Officer of the Region not later than the 15th of the month following.

Preparation of Form MF-104—Operator's Monthly Report and Voucher.—All the applicable spaces in Form MF-104 should be filled in by the Operator, and the Operator or his agent should sign the certification in the lower left corner of the form.

The items of costs are arranged in the order they appear in Article 6 (a) of Form MF-200 (Revised February 1952), however, this form is readily adaptable for use in reporting activities under other contract forms.

Under Item (1) delete words "Short Form" if the contract is a sub-contract under Form MF-200; and delete word "Independent" if the contract reported is on Form MF-200 (A). Also, report work paid for on a unit basis under contract Form MF-200 as though it were performed under an independent contract.

Under Item (2) include labor, supervision and technical services incurred for the exploratory operations. Do not include labor, supervision and technical services used for work performed under items (5) and (6).

Under Item (3) include the costs of material and supplies used in the project other than that used under items (5) and (6).

Under Item (4) appear the three types of operating equipment expenditures, that is, rental, purchase and depreciation. The expenditures made for renting equipment belonging to a third party will be reported under "Rental". The amount paid or duly obligated for payment for the purchase of equipment will be reported under "Purchase". The amount of expenditures due the Operator to reimburse him for depreciation of equipment owned will be reported under "Depreciation".

Item (5) comprises costs of labor, supervision, technical services, materials, etc., which are used in the initial rehabilitation and repair of existing buildings, installations, fixtures, and equipment. These costs, therefore, should not be reported under items (2) and (3).

Item (6) includes the labor, supervision, technical services, materials, etc., used in the installation or construction of new buildings, fixed improvements, etc., necessary for the project. These costs, therefore, should not be reported under items (2) and (3).

Item (7) covers miscellaneous types of expenditure such as payroll taxes, liability insurance, workmen's compensation insurance, repairs to equipment and sampling and analysis. Only that part of payroll taxes, liability insurance and workmen's compensation which are paid by the operator should be reported under item (7). The share paid by the employee as a payroll deduction is to be included under item (2) as labor costs.

Item (8) includes any unforeseen costs not included in the other seven categories.

The original of Form MF-104 when submitted for reimbursable expenses incurred under contract Form MF-200 must be supported by original documentation or by certified copies of purchase orders, payrolls or transcripts of payrolls, unless such documentation has been waived by the Regional Executive Officer. This certification may be stated thus, "Certified True Copy (or Transcript)", followed by appropriate signature. If the Executive Officer of the Region determines that a contract under Form MF-200 should have an "on-site" audit, that is, a Government auditor should make an audit of the Operator's books and records of account, the Operator need not support his monthly voucher with original or certified documents except in cases of equipment purchases whose individual costs exceed $50.00. In these cases the original or a certified copy of the purchase order or invoice should be attached to the Monthly Voucher. N. B.—Only the *original* of Form MF-104 is required to be documented. The four copies of Form MF-104 are not to be thus supported.

Form MF-104 submitted for reimbursement under fixed price contracts on Form MF-200 (A), however, are not required to be supported by documentation of any kind. The Operator will submit his claim under item (1) of Form MF-104 by deleting as stated above the word "Independent" and by showing the number of feet or other units immediately after the appropriate descriptive word, such as, drilling, bulldozing, crosscutting, drifting, etc., and giving the "Monthly Total" amount due. "Totals Previously Reported", and "Totals to Date" columns should also be filled in.

U. S. GOVERNMENT PRINTING OFFICE 205675

Form M[illegible]04A
(April 1952)

Budget Bureau No. 42-R1151
Approval expires 6-30-53.

UNITED STATES
DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

5

First Supplement

OPERATOR'S UNIT COST AND PROGRESS REPORT

Month of May 195 2 Docket No. DMEA 2193 Contract No. Idm 5-258
Operator's Name G-O-P Antimony, Inc. Minerals Antimony
Address Twin Springs, Idaho

OPERATION	Unit	Costs This Month	Units This Month	Costs to Date	Units to Date	Unit Costs to Date	Authorized by Contract: Units	Authorized by Contract: Unit Costs
Drifting				3,952.87	87	45.44	100	
Crosscutting								
Raising								
Shafts								
Winzes								
Drilling: Core								
Churn								
Auger								
Stripping								
Trenching				1,554.00	222	7.00	250	7.00
Test Pits								
Roads and Trails								
Total Distributed Costs				5,506.87				Total Costs Authorized by Contract
Operating Equipment Purchased								
Initial Rehabilitation and Repairs				550.00				
New Buildings, Improvements, etc.								
Total Costs				6,056.87				

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

Date July 22, 1952 Operator G-O-P Antimony, Inc.

Per Ernest Oberbillig Title President

NOTE.—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.

Remarks:

(Instructions on reverse)

(For Government use only)

INSTRUCTIONS

Preparation of Form MF–104A—Operator's Unit Cost and Progress Report.—Applicable places on Form 104A should be filled in by the Operator. The purpose of this form is twofold as follows: (1) to furnish the supervising engineers and other administrators with statistical information necessary to better determine the progress of the project; and (2) to furnish more permanent information on mining costs for future use. The more important phases of operation on which permanent information is desired have been outlined in the form. There are blank lines, however, for those unusual phases which may need to be reported for a particular project. It will be necessary for the Operator to distribute his costs among the applicable phases reported with the exception of three items the costs of which are not to be distributed by the Operator. These three items are: "Operating Equipment Purchased", "Initial Rehabilitation and Repairs", and "New Buildings, Improvements, etc." The reason for not distributing these items on a monthly basis is doubtless clear to the Operator, since such distribution might well overstate the cost for any one month or period short of the entire contract period.

Form MF–104A has been designed to tie in with Form MF–104 for both monthly and cumulative costs. The "Total Costs" on Form MF–104A for each month should equal the monthly "Total Costs" as reported on Form MF–104. This is also true of the "Total Costs To Date".

In preparing Form MF–104A, it will be necessary frequently to distribute certain costs over a number of items. For instance, supervisory and engineering costs may have to be distributed over several phases, such as, drifting, crosscutting, raising, etc., provided that these items were reported active for the month. Such distributions should be made on the basis of time spent on the various phases, on man days of labor charged to such phases, or on some other equitable basis. "Operating Equipment", "Initial Rehabilitation and Repairs", and "New Buildings Improvements, etc.", will be distributed to the several phases of the project by the Washington Office of DMEA at the close of the project if determined necessary. The last two columns headed "Authorized by Contract" will be filled in by the Operator if such information is found in the contract. This information is usually a part of Exhibit "A" of the contract. A space for remarks has been provided for the use of the Operator to call attention to any unusual circumstances causing excessive or disproportionate unit costs.

U. S. GOVERNMENT PRINTING OFFICE 205676

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

1201 N. Division St.
Spokane 2, Wash.

August 14, 1952

MEMORANDUM

To: Chairman, Operating Committee, DMEA, Washington, D. C.

From: Acting Executive Officer, DMEA Field Team, Region II

Subject: Docket DMEA--2193 (antimony), Contract Idm-E258
GOP Antimony, Inc.

A memorandum from E. A. McGill, Mining Engineer, U. S. Bureau of Mines, is forwarded herewith in reply to your letter of July 25, 1952, concerning the May Progress Report submitted under the captioned contract.

The several questions raised regarding this progress report apparently are answered in Mr. McGill's memorandum.

For M. E. Volin, Acting Exec. Off.
Field Team, Region II

Enclosure

CC: 2-Wash.
2-USGS

M. E. Volin, Member, DMEA Field Team, Region II August 13, 1952

E. A. Magill, Mining Engineer, Bureau of Mines

Letter from G. C. Selfridge dated July 25, 1952
RE: Docket No. DMEA 2193 (Antimony), Contract Bm-E258
G.O.P. Antimony, Inc., Okanogan County, Washington

In reply to subject letter:

Paragraph I — A copy of a letter from the Fiscal Officer, W. Rulon Lee, to the G.O.P. Antimony, Inc. is attached. I believe this explains the deduction of $710.42.

Paragraph II — Mr. Lee's letter explains the disallowance of the $550.00. Amendment No. 1 to the contract allows $550.00 for rehabilitation of No. 1, 2, and 3 adits. This amendment was not returned by the operator in time to reach Mr. Lee prior to the submission of the voucher. As you will note, the operator has claimed the full amount allowable for the rehabilitation of the three adits against the No. 1 adit.

Paragraph III — Mr. Lee's letter explains the deletion of $120.00, Amendment No. 1 allows for the rental of all the items excepting the slusher and bucket. The rental of the slusher and bucket is not an allowable cost, inasmuch as they were moved (without permission) from the Bernada project (Contract I-DMA-E22, Docket 506X (antimony) in Idaho. They were purchased for that project with the government participating in their purchase. If they are to be charged against the G.O.P. Contract, then their rental should in turn be credited to the Bernada project.

E. A. Magill

cc: Wash. (2)
USGS (2)
EAM (1)

COPY

P.O. Box 492
Albany, Oregon
July 6, 1952

MEMORANDUM TO: GOP Antimony, Inc., Twin Springs, Idaho

From: W. Rulon Lee, Fiscal Officer, Bureau of Mines, Albany, Oregon

Subject: Form MF-104 submitted for May, 1952, Cont. Idm-E258.

The following invoices were deducted from the above referenced form as rental of this equipment is not covered by contract Idm-E-258:

Western Machinery Co.	$50.00
Drill & Sinker Leg	
GOP Antimony, Inc. - Bermuda Mining Co.	
Ore Car	$10.00
GOP Antimony, Inc. - Bermuda Mining Co.	
Slusher and bucket	$50.00
Geo. Gibson	
Air Motor Driven Grinder	$10.00

Should the contract be amended to include rental on these items, they can be reclaimed at a later date.

Your form MF-104 for May was further reduced $550.00 for rehabilitation and repairs to tunnel, as this was not covered in the contract. Social Security was reduced to $10.34, Workmen's Compensation was reduced to $32.68 and Unemp. Comp. was reduced to $18.61, to agree with the reduction of $409.50 labor reduction from item 3(a).

W. Rulon Lee

cc: M. E. Volin

EXPLORATION UNIT COST AND PROGRESS REPORT FOR MONTH OF May, 1952

(Supply Data Below Applicable Only to Your Operations)

Item	Costs					Progress [4]				
	Wages [1] and salaries	Equipment [2]	Supplies	Other [3]	Total	Unit	Units this month	Units previously reported	Units to date	Units authorized by contract (Exhibit A)
Drifting	609.50	300.00	826.22	100.05	1835.77	foot	50	0	50	400
Crosscutting										
Raising										
Shafts										
Winzes										
Drill holes										
Overburden										
Rehabilitation and preparation	400.50		149.50		550.00					
Geology and geophysics										
Trenching Contract				994.00	994.00	hour	142	0	142	250
Sampling and assaying										
Roads and trails										
Test pits										
Other (specify)										
Totals	1009.00	300.00	956.72	1096.05	3359.77					

[1] Prorate supervisory, engineering, and office salaries in proportion to man-shifts of direct labor.
[2] Prorate charges for equipment that is not exclusively for one type of job (such as compressors) against authorized units of work in each category.
[3] Where entries in the "Other" column (above) are more than 25 percent of the total expenditures, a breakdown of this item should be made.
[4] Specify whether feet, cubic feet, acres, miles, etc.

16—64068-3 U. S. GOVERNMENT PRINTING OFFICE

MONTHLY SUMMARY COST [illegible] ued

Item	Monthly Total	Totals Previously Reported	Totals to Date	For Government Use Only: Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
(d) Fixtures						
4. Labor [3]						
5. Supervision						
6. Supplies						
(a) Timber						
(b) Explosives						
(c) Repair Parts						
(d) Other						
7. Power						
8. Transportation						
9. Insurance						
(a) Fire				10.34		
(b) Public Liability						
(c) Workmen's Compensation				32.68		
				18.61		
10. Contract Work						
11. Other (specify)						
Total						
Deletions						
Adjusted totals						
Totals previously reported						
Totals to date				2649.35		2649.35

[1] Enter amount paid during month toward total purchase price.
[2] Payments for rental of equipment or prorated depreciation on equipment owned by contractor.
[3] Submit copy of the Social Security form filed under the Old Age Insurance system showing complete wage and salary data or furnish copy of payroll sheet giving same data.

NOTE.—Indicate that portion of supervisory, office, and engineering salaries that is chargeable to this project.

FOR GOVERNMENT USE ONLY

Checked by [illegible]
Entered by
Approved by [illegible]
Amount approved for payment $1,987.01
Remarks

16—64068-3

MONTHLY SUMMARY COST STATEMENT

List as Shown on Exhibits Attached to Contract

Item	Monthly Total	Totals Previously Reported	Totals to Date	For Government Use Only		
				Approved Monthly Total	Approved Totals Previously Reported	Approved Totals To Date
1. Fixtures and Improvements:						
(*a*) Facilities						
(*b*) Buildings						
(*c*) Fixtures						
2. Operating Equipment:						
(*a*) Purchased[1]						
(*b*) Rented[2]						
(*c*) Furnished by operator						
3. Rehabilitation and Repairs:						
(*a*) Facilities						
(*b*) Buildings						
(*c*) Installations						

MF-104
(August 1951)

Budget Bureau No. 42-R1036.2.
Approval Expires 6-30-52.

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

Contract No.
Idm-E

Name of Operator
Docket No. DMA
Total Contract Amount $
Government Participation: % Amount, $
Distribution of Expenditures for Month of

STRATEGIC AND CRITICAL MINERAL EXPLORATION PROGRAM
OPERATOR'S MONTHLY PROGRESS REPORT

Operators are to submit monthly reports to the designated field representative of the Defense Minerals Administration. Reports are to be submitted in quadruplicate prior to the 15th day of the month following the reporting period.

Narrative.—A concise narrative description of progress made, results accomplished, and any unusual difficulties encountered is to be furnished.

Maps.—Wherever possible, the narrative is to be illustrated with maps or sketches showing formations penetrated and location and assays of samples taken as well as advances in workings. In the case of diamond drilling or churn drilling, the location and inclination of holes is to be shown on a map; logs and assays also are to be submitted.

Cost Accounts.—All applicable parts of this form are to be filled in. This report will form the basis for payments of the Government's participating share of expenses. Audits of accounts may be made from time to time.

CERTIFICATION

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

(Name of Company)

By
(Signature of Authorized Official)

(Date)

(Title)

NOTE.—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.

16—64068-3

Standard Form No. 1034a—Revised
Form prescribed by
Comptroller General, U. S.
September 7, 1950
(Gen. Reg. No. 51, Supp. No. 11)

PUBLIC VOUCHER FOR PURCHASES AND SERVICES OTHER THAN PERSONAL

D. O. Vou. No. .....

Bu. Vou. No. DMA-289

U. S. Interior, Mines
(Department, bureau, or establishment)

Voucher prepared at Albany, Oregon 7/8/52
(Give place and date)

THE UNITED STATES, Dr., Payee's Account No. Idm-E 258

To O-O-P Antimony, Inc.,
(Payee)

c/o First Security Bank of Idaho N.A., Boise, Idaho
(Address) (City) (State)

PAID BY

(For use of Paying Office)

No. and Date of Order	Date of Delivery or Service	ARTICLES OR SERVICES (Enter description, item number of contract or Federal supply schedule, and other information deemed necessary) Discount Terms net	QUANTITY	UNIT PRICE Cost	UNIT PRICE Per	AMOUNT Dollars	AMOUNT Cts.
	May 1952	As per attached certified form MF-104 dated June 8, 1952				1,987 01	
PAYMENT: Complete ☐ Partial ☐ Final ☐		Use continuation sheet(s) if necessary					
Shipped from	to	Weight	Government B/L No.		Total	1,987 01	

(Payee must NOT use this space)

Differences .....

Account verified; correct for .....

(Signature or initials) .....

1,987 01

Contract No. Date Req. No. Date Invoice Rec'd.

1,987.01

MEMORANDUM

ACCOUNTING CLASSIFICATION (For completion by Administrative Office)

Appropriation, limitation, or project symbol	Appropriation title	Limit'n. or Proj't. amount	Appropriation amount
11X4401	Revolving Fund, Defense Production Act, Interior	1,987.01	1,987.01

Allotment symbol	Amount	Obligations liquidated	COST ACCOUNT Symbol	COST ACCOUNT Amount	OBJECTIVE CLASSIFICATION Symbol	OBJECTIVE CLASSIFICATION Amount

Paid by { Check No. ..... dated ....., 19....., for $..... } on Treasurer of the United States in favor of payee named above.
{ Cash, $....., on ....., 19.....

16—22900a-2

METHOD OF OR ABSENCE OF ADVERTISING

METHOD OF ADVERTISING

1. Advertising in newspapers Yes ☐ No ☐.
2. (*a*) Advertising by circular letters sent to ..... dealers.
   (*b*) And by notices posted in public places Yes ☐ No ☐.

   (If notices were not posted in addition to advertising by circular letters sent to dealers, explanation of such omission must be made below.).

ABSENCE OF ADVERTISING

3. Without advertising, under an exigency of the service which existed prior to the order and would not admit of the delay incident to advertising.
4. Without advertising in accordance with .....
5. Without advertising, it being impracticable to secure competition because of .....

.....

.....

.....

.....

(Here state in detail the nature of the exigency or circumstances under which the securing of competition was impracticable under 3 and 4)

NOTE.—The above form "Method of or Absence of Advertising" is to be used when purchases are made or services secured under proper authority without written agreement in any form. In case of a written agreement (formal contract, proposal, and acceptance, or less formal agreement) Standard Form No. 1036—Revised should be used for abstracting the method of or absence of advertising and award of contract. (See General Regulations No. 51, as amended.)

U. S. GOVERNMENT PRINTING OFFICE : 1950 O—75805

16—22900a-2

Cost Distribution — BALES ANTIMONY — MAY 1952 — Idm E-258

Receipt No.	ITEM	TOTAL	Contract & Rentals	TIMBER & Explosives	Gas, oil & Grease	OTHER Supplies	Repair Parts
1	Payroll	1099.00	1099.00	Payroll			
	accdt Ins	55.90	55.90				
	Unemploy. Comp.	29.67	29.67				
	Social Security	16.48	16.48				
2	Comp. Rental	150.00	150.00				
3	drill Rental	50.00	50.00				
4	Jeep Rental	38.00	38.00				
5	CRE CAR	10.00	10.00				
6	Slusher & Bucket	50.00	50.00				
7	Drill Steel Sharpener	10.00	10.00				
8	TD-9 Bulldozer 142 Hours @ 7.00	994.00	994.00				
9	Carlton Garage	1.60			1.60		
10	Carlton Store	1.60			1.60		
11	Clark Chev. Co.	1.80				1.80	
12	Methow Valley Elec.	2.14		2.14			
13	Twisp Machine	2.01				2.01	
14	Carlton Garage	2.06			2.06		
15	Intermountain Equip.	51.98				51.98	
16	"	19.95				19.95	
17	Western Machinery	53.55				53.55	
18	Western Bearings	15.75				15.75	
19	Western Bearings	57.18				57.18	
20	Spencer Supply Co.	16.22				16.22	
21	Idaho Hdwe.	139.15		139.15			
22	Idaho Hdwe.	40.62				40.62	
23	Idaho Hdwe.	54.10				54.10	
24	Western Equipment	51.00				51.00	
25	Richfield Oil Co.	28.02			28.02		
26	Richfield Oil Co.	52.67			52.67		
27	Carlton Garage	1.08			1.08		
28	Carlton Store	1.65				1.65	
29	Methow Valley Elec.	59.12		59.12			
30	Methow Valley Elec.	23.07		23.07			
31	Twisp Merc	1.10				1.10	
32	Carlton Garage	1.80			1.80		
33	Theo & Al Smith	64.00		64.00			
34	Western Machinery	3.95				3.95	
35	Western Machinery	109.55					109.55
	TOTAL	3359.77	2503.05	287.48	88.83	370.86	109.55

XXXXXXXXXXXX
XXXXXXXXXXXX
Twin Springs, I
June 6, 1952

Subject: Monthly Progress R
May, 1952
Contracts Idn E - 29
Dalos Antimony (

Mr. Glenn C. Rood
Mining Engineer
U. S. Bureau of Mines
1201 N. Division
Spokane 2, Washington

Dear Mr. Rood:

Enclosed with this narrative report are six copies of Monthly Progress Report Form IC 104, to cover cost distribution of the Dalos Antimony for the month of May, 1952. Also you will find two copies of the cost distribution sheet and supporting invoices and documents as well as the payroll sheet, and three maps.

The crew moved onto the Dalos property on May 1, and started work on that date. It was found that considerable caving of the drift had taken place between Stations 2 - 3 and 4 shown on Map 1 enclosed. This caved ground was caught up, timbered, and the curve widened. Some ore was found at Station 4, but was small in quantity. The vein was followed for 50 feet and the vein widened to 18 inches as shown on the map and will carry an estimated 3 % Sb. in the face at the Station 5.

Bulldozing work totaling 1/2 hours was accomplished at the points marked on Map # 3. An extremely nice vein was stripped and exposed in the North area shown on Map # 2.

By stripping the nickel outcrop just west of the open pit area shown on Map # 3, a stibnite vein four inches thick and 15 feet long was opened up but hardness of the rock prohibited further exploration at this time. It is proposed to rent a portable Tractor-Compressor to facilitate further exploration of this showing and other places where some blasting may be needed to carry shallow bulldozer cuts.

It is proposed that further stripping and exploration cuts be made by bulldozer to extend the vein showings both up and down the hill (North and South) on the North area vein and to further strip the West vein discovered 200 feet west of the vein exposed by the open pit work. The bulldozer stripping on this property is meeting with marked success and can well be extended to open up more ore.

The drift work will be continued in following the vein under the open pit during June.

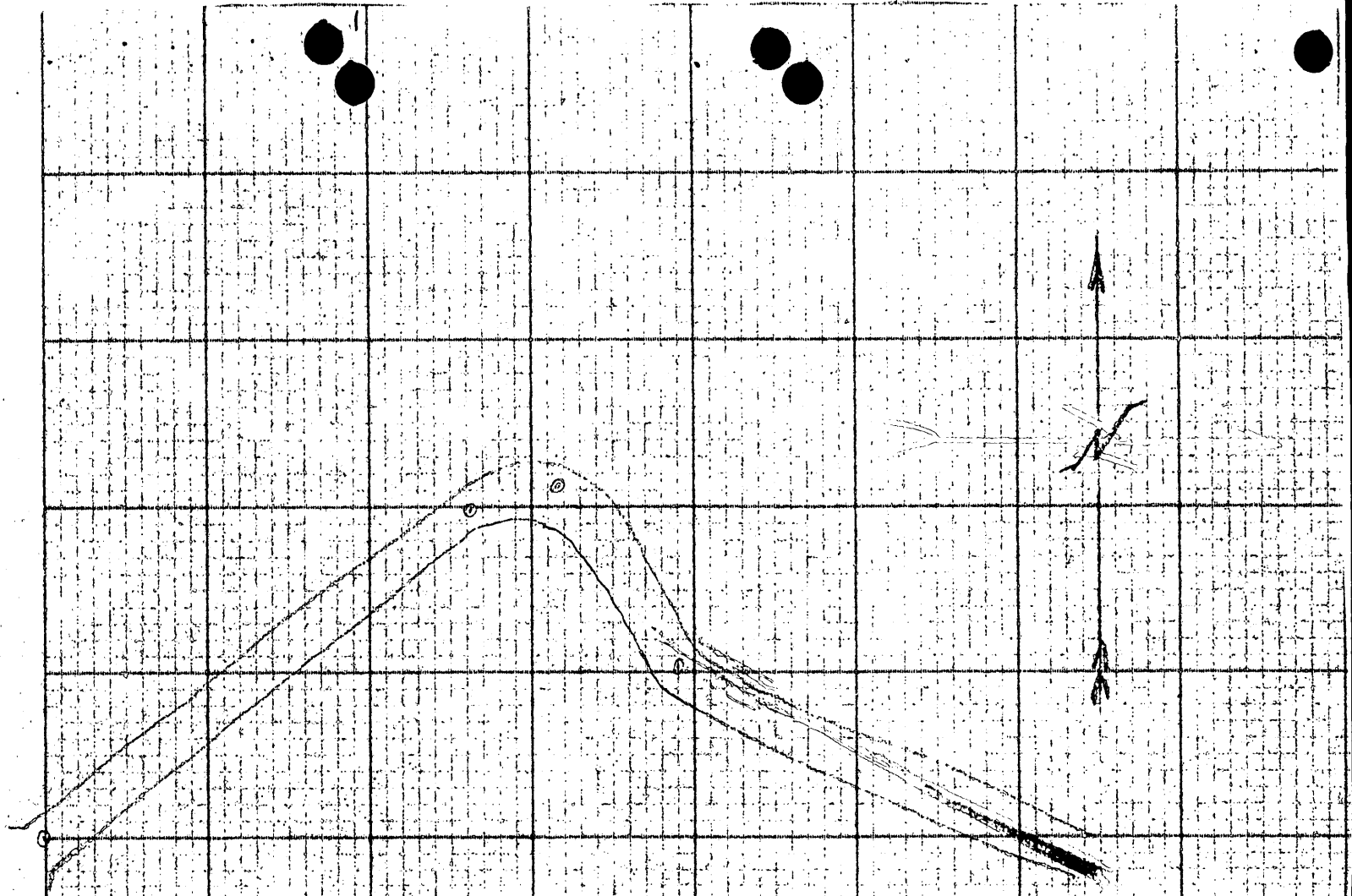
We trust you will find the report in order and will instruct the Fiscal Officer to forward payment thereon to the First Security Bank of Idaho, N. A., Boise, Idaho, for deposit in the account of G.O.P. Antimony, Inc.

Very truly yours,

Ernest Oberhilling

Ernest Oberhilling,
President

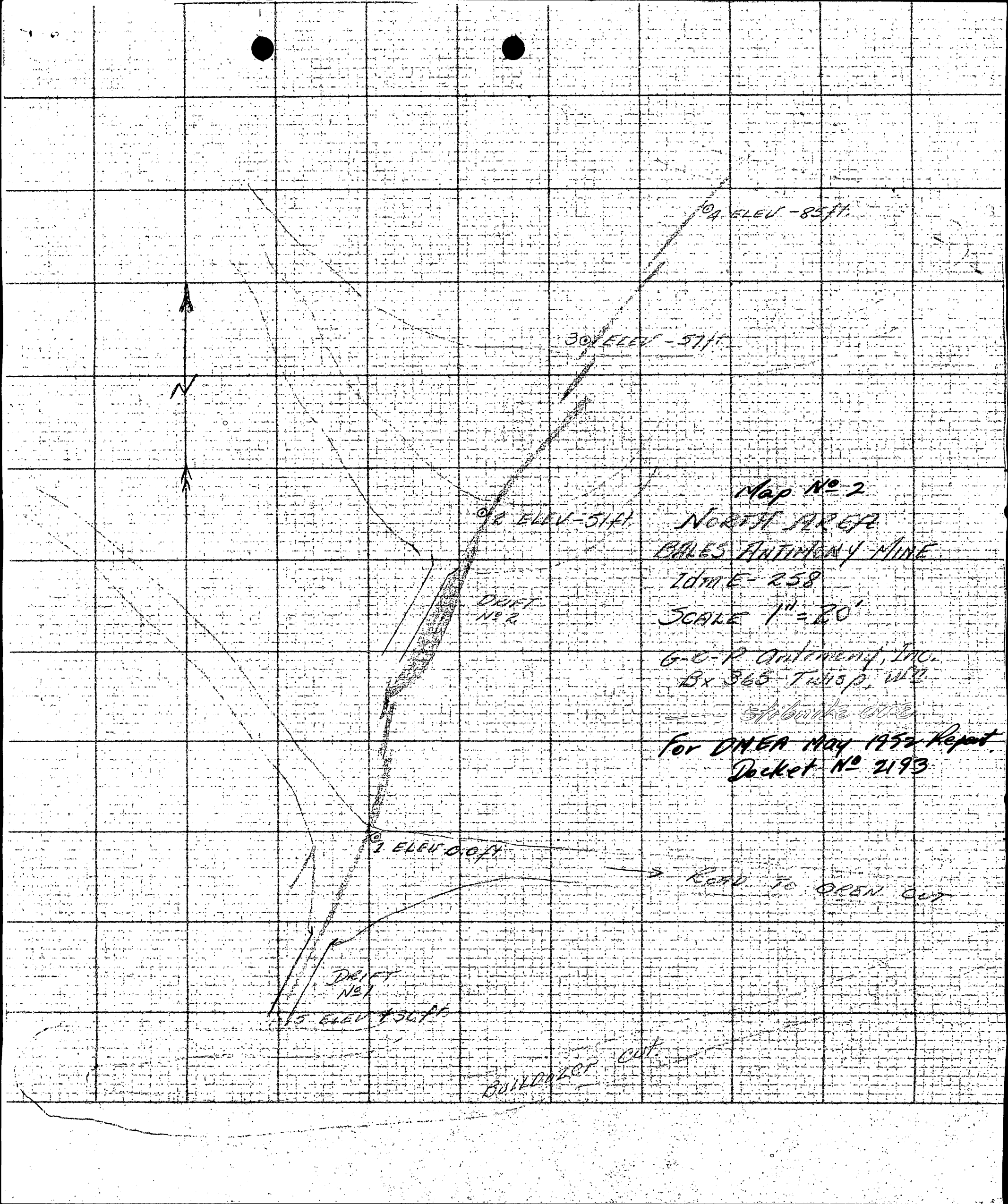
EO/o



Map #1.
DRIFT
BALES ANTIMONY MINE
Idm E-258
Scale 1" = 20'
G-O-P Antimony Inc.
Bx 365 Twisp, Wash

For May 1952 DMEA.
Project Report

PRINTED IN U.S.A.
ON 100% RAG PAPER MADE IN U.S.A.
PERFECT
10 x 10 = 0
EUGENE DIE


4 ELEV -85 ft.
3 ELEV -57 ft.
N
2 ELEV-51 ft.
Map No 2
North Area
Bates Antimony Mine
Idm E-258
Scale 1" = 20'
G-E-P Antimony, Inc.
Bx 365 Tulsp, Okla.
Stibnite Ore
For OMEA May 1952 Report
Docket No 2193
Drift No 2
1 ELEV 0.0 ft.
Land To Open Cut
Drift No 1
15 ELEV +35 ft.
Bulldozer cut.

Idm E-258
May Report 1952
Bales Mine
DMEA Docket 2193
Map #2

MAR 6 1963

Mr. Theodore Smith

Carlton, Washington

In: [illegible]-2193 (Antimony)
G.O.P. Antimony, Inc.
Baine Property
Okanogan County, Washington
Contract [illegible]

Dear Mr. Smith:

Thank you for returning the completed MMS Form 63, relating to the subject contract.

By the terms of the subject Exploration Project Contract, as amended, and the certification of discovery or development dated March 23, 1953, all minerals mined or produced from February 19, 1952, to February 18, 1962, were subject to the Government's royalty as set forth in said contract.

As the period during which production was subject to royalty has now expired, the Government according to its present records retains no claim or lien against the property subject to the contract or any future production therefrom. We, therefore, are closing our books and records on this contract. Your attention, however, is called to the provisions of the contract which requires the Operator to keep and preserve certain records for the periods indicated.

The above relates to the Landlords Subordination Agreement signed by you on October 16, 1951, under the Defense Minerals Exploration Administration program.

Sincerely yours,

George Fumich, Jr.

Director

FMMurphy/mm
3/6/63
cc: Director's Reading File
GAAA Division
Region I (2) w/cy Form 63 completed by Mr. Smith 2/21/63
Docket
Code 500
Mr + Mrs. Clyde A. Scott

Contract & Audit Division

CERTIFICATION BY THE UNITED STATES OF AMERICA
OF A DISCOVERY OR DEVELOPMENT UNDER
AN EXPLORATION PROJECT CONTRACT

To: G. O. P. Antimony, Inc.
General Delivery
Omak, Washington

Pursuant to the provisions of Exploration Project Contract No. Idm-E258, dated February 19, 1952, (Docket No. DMEA-2193), hereinafter called the "contract," between you and the United States of America, hereinafter called the "Government"; to establish and fix the Government's percentage royalty on production and its lien thereon and on the mineral deposit which is the subject of the exploration project, the Government considers and therefore certifies that a discovery or development has resulted from the work from which commercial production of ore may be made.

The Government's estimate of said discovery or development is particularly described and delimited as follows:

Antimony in the form of stibnite occurs as lenses in several parallel shear zones in altered metamorphic rocks. Underground and surface work has partly explored the mineralized structures and indicated the presence of antimony ore which occurs on land within the boundaries of the claims described in the contract.

Dated: MAR 2 3 1953

THE UNITED STATES OF AMERICA

By C O Mittendorf
Administrator, Defense Minerals
Exploration Administration

cc to: Docket
Adm. Reading File
Russell Forbes, DMPA
Field Team, Region II (2)
J. H. Hedges
T. P. Thayer
Mr. Ellis
F. E. Johnson
Mr. Murkland
Operating Committee

Mr. Ernest Cherbilis
U. S. Antimony, Inc.
616 East "C" Street
Moscow, Idaho

MAR 3 4 1952

Re: Contract No. 28-[illegible]-2135 (Antimony)
Contract No. 1[illegible]-2135
Sales Antimony Project
Shoshone County, Idaho

Dear Mr. Cherbilis:

Enclosed is a "Certification by the United States of America of a Discovery or Development under an Exploration Project Contract." This certification covers the discovery made under the above-named contract as the Sales Antimony Project.

By the terms of the exploration project contract and of the certification, all antimony and other valuable minerals produced from claims subject to the aforesaid contract, beginning from February 19, 1952, the date of the contract, are subject to the Government's percentage royalty as set forth in the contract until the sum of $[illegible] (subject to final audit) is paid, or until February 19, 1962.

Payments should be made to the Disbursing Officer, Certified Mineral, Bureau of Mines, Room 1[illegible], [illegible] Third Street, Spokane 8, Washington. Checks should be made payable to the Treasurer of the United States. The purchaser should be entitled to retain the royalties from the amount due the [illegible] and forward [illegible] directly to the Bureau. Monthly royalty reports to the Government should be accompanied by reliable weight or [illegible] copies of settlement sheets, showing quantity and value of the products sold, the name of the purchaser, and the price and charges, certified to be correct by the purchaser.

You are requested to notify Mr. Wissenburn of any changes in ownership or production which may have any effect on the Government's right to the percentage royalty. Also, if production ceases at any time for an extended period, please notify Mr. Wissenburn at six-month intervals that no production has been made, even that is the case.

Respectfully yours,

D. O. Mitendorf
Administrator

Hamilis/[illegible]la 3-14-52
cc to: Mr. Keeling, File
Mr. Russell Forbes, [illegible]
Oper. Div. - Mr. Roberts - Mr. Ray E.
Field Ops. [illegible] II (2)
Docket - Mr. Chambers - Mr. F. W. Johnson

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

[illegible]
[illegible] Administrator
Office Materials Procurement Agency
General Services Administration Building
[illegible]

MAR 24 1952

[illegible]
Contract No. [illegible]
[illegible]
[illegible] Antimony Project
[illegible]

Dear [illegible]:

[illegible] is a copy of a [illegible] certified to the applicant project. The [illegible] final report is not yet available.

[illegible] contract was signed [illegible] 1952, [illegible] to the extent of 75 percent in an amount [illegible] project allowed cost 1,[illegible] Government share 1,[illegible]. By mutual agreement, the contract was terminated as of [illegible] 1952, [illegible] of all the work [illegible] the contract. A test [illegible] 1,0[illegible] and [illegible], [illegible] Government's share was [illegible].

[illegible] a [illegible] distance of [illegible] 200 [illegible] of [illegible] strata. [illegible], the [illegible] was [illegible] to be [illegible] the drill [illegible] total [illegible] 50 feet.

[illegible] of [illegible] to 1,000 feet [illegible] 6 feet 1 [illegible] 1[illegible] feet of [illegible] feet of drill [illegible]. [illegible] 7 feet [illegible]. However, [illegible] feet [illegible] open cut [illegible] and [illegible] drilling.

[illegible] available [illegible] several [illegible] estimate of the [illegible] is not available. However, [illegible] 1952 [illegible] 1,000 tons of antimony ore from an estimated [illegible] tons of material [illegible] near

ounce. In addition, the Field Team estimates that the Operator may recover 250 tons of hand-sorted ore, the grade of which should range from 20 to 30 percent antimony.

A copy of the Field Team's report will be forwarded to you as soon as it is received.

Sincerely yours,

C. O. Mittendorf

Administrator

Enclosures 2

EWEllis/gla 3-13-53

cc to: Adm. Reading File
Operating Committee
Mr. Hedges, Rm. 4604
Mr. Thayer, Rm. 5216 GSA
Mr. Murkland
Contract Adm. and Audit Division
Mails & Files (Docket)
Rare and Misc. Metals Division
Field Team, Region II (2)
F. M. Johnson

Government Copy
Antimony

TERMINATION OF EXPLORATION PROJECT CONTRACT BY AGREEMENT
AFTER COMMENCEMENT BUT BEFORE COMPLETION OF THE WORK

It is agreed this 30th day of September, 1952, between the United States of America, acting through the Depatment of the Interior, Defense Minerals Exploration Administration, hereinafter called the "Government," and G. O. P. Antimony, Inc. (Bales), Okanogan County, Washington.

, hereinafter called the "Operator," parties to that certain Exploration Project Contract I-dm-E 258, Docket No. DMEA- 2193, dated February 19, 1952, that the said contract shall be and is hereby terminated as of the first date above written.

Any work prosecuted or costs incurred by the Operator after the date first above written shall be for the sole account of the Operator, except for (a) such necessary and reasonable costs and expenses as may be incurred in preserving and disposing of any facilities, buildings, fixtures, equipment, or other items, to the cost of which the Government has contributed and in which the Government has an equity, and (b) the costs of any reports, accounts, and winding-up and settlement actions provided for in the contract.

The undersigned Operator hereby releases and agrees to save harmless the Government from all claims and demands under or arising out of said Exploration Project Contract, except as herein expressly otherwise provided.

Witness the following signatures as of the day and year first above written.

UNITED STATES OF AMERICA

A. E. Weissenborn, Executive Officer
By DMEA Field Team, Region II

G. O. P. ANTIMONY, INC.
(Operator)

By Ernest Oberbilling
President

UNITED STATES
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION
WASHINGTON 25, D. C.
[redacted]
So. 157 Howard Street
Spokane 4, Washington

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
OCT 2[illegible] 1952

October 23, 1[illegible]

Mr. Ernest Oberbillig
Hermada Mining Company
616 East C Street
Moscow, Idaho

Dear Mr. Oberbillig:

E-258

Enclosed are copies of a termination agreement to stop Government participation in the exploration work on your Bales property before completion of the exploration project. If this agreement meets with your approval, please sign all copies, retain one and return the original and remaining copies to this office.

I would like to remind you of the agreement reached in our meeting in the Bureau of Mines office October 11, 1952, in which you were advised to submit a supplemental Form MF-1[illegible] for the month of February 1952 and reclaim the $200 labor charge which was previously disallowed. As I recall, we agreed that this labor charge would be submitted as a charge of transporting supply items to the Hermada property and not as bulldozer time.

Sincerely yours,

Thor H. Kiilsgaard
For: A. E. Weissenborn
Executive Officer, DME
Field Team, Region 1[illegible]

Enclosure

cc: DMEA (2)
USBM (2)
Kiilsgaard

AMENDMENT NO. 2

It is agreed this 27th day of June 1952, between the the United States of America, acting through the Department of the Interior, Defense Minerals Administration and G.O.P. Antimony, Inc., General Delivery, Omak, Washington

each acting in consideration of the agreement of the other to the terms hereinafter set forth, that the Exploration Project Contract Idm-E258 of Feb. 19, 1952 between the parties hereto be modified and amended as described in Exhibit B, attached hereto, which, with any maps or drawings attached thereto, is made a part of this agreement. The effective date of this amendment shall be June 1, 1952.

This amendment is made by authority granted the Executive Office, DMA Field Team, Region II in Order No. 2684 by the Acting Secretary of the Interior.

This amendment shall not be construed to increase the estimated total cost of the project, the amount of the Government's contribution, or any item of allowable cost which is expressly designated "Allowable Maximum".

Executed in sextuplicate the day and year first above written.

G.O.P. Antimony, Inc.
(Operator)

By Ernest Olubillig

The United States of America

By A. E. Weissenborn
A. E. Weissenborn, Exec. Officer
DMEA Field Team, Region II

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 14 1952

G. O. P. Antimony, Inc.

Docket No. DMEA 2193

Contract Idm-E258

EXHIBIT "B"

Amendment No. 2

Changes and Modifications:

To the first paragraph of Exhibit "A" add:

Longhole drilling is to be done to test walls of underground workings for possible parallel veins. Drilling is to be accomplished using that drilling equipment and labor otherwise employed in the drifting operations with the exception that Timken Detachable 2-inch Tungsten Carbide Bits and 4-foot length joint steel are to be used. Longest hole to be drilled will not exceed 30 feet.

Maximum total estimated feet of longholing to be done	500 feet

Government Copy

AMENDMENT NO. 1

It is agreed this 9th day of June 1952, between the the United States of America, acting through the Department of the Interior, Defense Minerals Administration and G.O.P. Antimony, Inc., Omak, Wash. (Docket No. 2192 - antimony)

each acting in consideration of the agreement of the other to the terms hereinafter set forth, that the Exploration Project Contract Idm-E258 of Feb. 19 1952 between the parties hereto be modified and amended as described in Exhibit B, attached hereto, which, with any maps or drawings attached thereto, is made a part of this agreement. The effective date of this amendment shall be May 1 1952.

This amendment is made by authority granted the Executive Office, DMA Field Team, Region II in Order No. 2684 by the Acting Secretary of the Interior.

This amendment shall not be construed to increase the estimated total cost of the project, the amount of the Government's contribution, or any item of allowable cost which is expressly designated "Allowable Maximum".

Executed in sextuplicate the day and year first above written.

G.O.P. ANTIMONY, INC.
(Operator)

By Ernest Oberbiling

The United States of America

By A. E. Weissenborn
A. E. Weissenborn, Exec. Officer
DMEA Field Team, Region II

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 14 1952

G.O.P. ANTIMONY, INC.
Exploration Project Contract Idm-E258
Docket No. 2193 - Antimony

Amendment No. 1

EXHIBIT "B"

Changes and modifications

In Exhibit "A" of the contract under Operating Equipment - To be Rented, add:

1 Ore car - $10/mo. for 6 months	$60.00
1 Grinder, air powered - $~~14~~ 10/mo. for 6 months	60.00 ~~84~~.00
1 Drill, air, with pusher leg - $50/mo.*	

E.E.O.

*This rental rate will continue until such time as the machine is paid for under the terms of the purchase contract. After the purchase option is exercised the rental arrangement will be terminated automatically and the Government will acquire an appropriate pro-rata equity in the machine and pusher leg.

Under Operating Equipment - To be Purchased, delete:

1 - Ore car	$150.00
1 - Jackhammer	475.00
1 - Jackleg	185.00

Under Labor and Supervision, delete:

2 Miners - $14/day each for 140 days (includes insurance and taxes)	$3,920.00

Add:

2 Miners - $14/day each for 140 days (not including insurance and taxes)

Under Rehabilitation and Repairs, delete the word "None" and add:

Rehabilitation of No. 1, 2 and 3 adits at a cost not to exceed	$550.00

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

No. 297 Grand Street
Spokane 1, Washington

July 7, 1952

Memorandum:

To: Operations Division, Defense Minerals Exploration Administration

From: Executive Officer, DMA Field Team, Spokane

Subject: Amendment No. 1 and No. 2 for [illegible] Corporation, Inc., Contract DMA-253, Docket No. [illegible]A-2173, Antimony.

Forwarded herewith are the original and two copies of two amendments to the above captioned contract. Amendment No. 1 changes a number of items to be purchased to items to be rented, and also extends the work to an [illegible] for drilling [illegible]. The savings from purchase to rental of the various items will effectively result in an economy to the contract appropriation of only $2,7[illegible].00. Amendment No. 2 permits the rehabilitation of No's. 1, 2, and 3 adits, a necessary preliminary to drilling any further diamond drill holes.

Amendment No. 2 allows for [illegible] drilling to test the walls of the mineralized [illegible]. The operator has justifiable reason to suspect that, although drilling on Pit No. 1 has been [illegible], a strong zone which contains scattered [illegible], has been intersected. The main vein concentrate the dominant orientation of the ore previously mined in an open pit is to the side of the drift. The field team believes that the proposed borehole drill will effectively evaluate the possibility.

[illegible] Hansen
Executive Officer, [illegible]
Field Team, [illegible]

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 14 1952

cc: [illegible], Spokane
[illegible], Albany

Do[redacted]t. No. [redacted]

Commodity [redacted]

DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

STRATEGIC AND CRITICAL MINERALS EXPLORATION PROGRAM

TO: Chief, Finance Section, Budget and Finance Branch, Bureau of Mines

Please enter on the records of the Defense Minerals Exploration Administration, under the Strategic and Critical Minerals Exploration Program, the following contract, or amendment to contract.

Contract No. Idm-E 258 TERMINATED

Date of Contract or Amendment: February 19, 1952

Name and Address of Operator:

G. C. P. Antimony, Inc.
General Delivery
Omak, Washington

Amount of Government participation ____ $ 12,000.00

Percent of Government participation 75 %

Region: II State: Washington

NOTE: Please release $ 3,974.34; Advise Contract Administration and Audit Division

(Name)

J. L. Chambers,
Chief, Contract Administration and Audit Division

(Title)

Date Delivered to Bureau of Mines, Washington. Sept. 3, 1953

13808

Docket No. 2193

Commodity Antimony

DEPARTMENT OF THE INTERIOR

DEFENSE MINERALS EXPLORATION ADMINISTRATION

STRATEGIC AND CRITICAL MINERALS EXPLORATION PROGRAM

TO: Chief, Finance Section, Budget and Finance Branch, Bureau of Mines

Please enter on the records of the Defense Minerals Exploration Administration, under the Strategic and Critical Minerals Exploration Program, the following contract, ~~or amendment to contract~~.

Contract No. Idm-E 253

Date of Contract ~~or Amendment~~: February 19, 1952

Name and Address of Operator:

G. O. P. Antimony, Inc.
General Delivery
Omak, Washington

Amount of Government participation ____ $ 12,060.00

Percent of Government participation 75 %

Region: II State: Washington

J. L. (Name) Chambers
Chief, Contract, Audit and Administration Division

(Title)

Date Delivered to Bureau of Mines, Washington.
February 19, 1952

13908

MF-200
(June 1951)

DMEA-2193
Docket No. DMA
Commodity Antimony
IdmE-258

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
DEFENSE MINERALS ADMINISTRATION

✓ GOVERNMENT'S COPY

EXPLORATION PROJECT CONTRACT [1]

It is agreed this 19th day of February, 1952, between the United States of America, acting through the Department of the Interior, Defense Minerals Administration, hereinafter called the "Government," and [2]
G.O.P. Antimony, Inc.
General Delivery
Omak, Washington

hereinafter called the "Operator," as follows:

1. *Authority for contract.* This agreement is entered into under the authority of the Defense Production Act of 1950, pursuant to Mineral Order 5, entitled "Regulations Governing Government Aid in Defense Exploration Projects."

2. *Operator's property rights.* The exploration project shall be conducted on that certain property situated in the State of Washington, County of Okanogan described as follows: [3] Unpatented claims Bales Antimony, Bales Antimony No. 2, Bales Antimony No. 3, G. O. P. No. 1, and G.O.P. No. 2 in Twisp Mining District,

with respect to which the Operator represents and undertakes: [4]

(*a*) That he is the sole owner, in possession and entitled to possession, and that the property is subject only to the following claims, liens, or encumbrances as to each of which the subordination agreement of the holder is attached: None on G.O.P. No. 1 and G.O.P. No. 2 owned by Operator.

~~of Bales Antimony, Bales Antimony No. 2 and Bales Antimony No. 3.~~

(*b*) That he is a lessee, in possession and entitled to possession, and the subordination agreement of the lessor is attached.

3. *Exploration project.* The Operator, within 90 days from the date of this contract shall commence work on a project of exploration for [5] Antimony; shall prosecute the work efficiently, expertly, in a workmanlike manner, in accordance with good mining standards, with suitable and adequate equipment, materials, and labor, all properly designed to bring the project to completion within a period of [6] nine months from the date of this contract. The exploration project and the work to be performed are more fully described on Exhibit "A" attached hereto, which, with any maps or drawings thereto attached, is made a part of this contract.

4. *Performance of the work.* The work shall be performed by the Operator, under his sole direction and control: *Provided,* That with the consent of the Government and its written approval of the contract or contracts, all or any part of the work may be performed by the Operator through contract or contracts with independent contractors. The Government shall have the right to enter and observe and inspect the work at all reasonable times, and the Operator shall provide the Government with all available means for doing so. The Government may consult with and advise the Operator on all phases of the work.

5. *Fixtures and improvements.* The Operator shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of the exploration project without any allowance for the use, rental value, depreciation, depletion, or other cost of acquiring, owning, or holding possession thereof. Any additional facilities, buildings, and fixtures, to be purchased, installed, or erected by the Operator, with the estimated cost of each, to which the Government will contribute currently its agreed pro rata share, are listed in Exhibit "A" attached hereto. The difference between the cost of such additional facilities, buildings, or fixtures, and the salvage value thereof at the conclusion of the work, shall be charged as a cost of the project to which the Government has contributed its pro rata share.

6. *Operating equipment.* Any operating equipment to be rented, purchased, or furnished by the Operator, with the allowable rental, purchase price, or depreciation, as the case may be, is listed under appropriate headings in Exhibit "A" attached hereto. As to equipment purchased for the project, the Government will contribute its agreed pro rata share of the cost thereof, and the difference between the cost and the salvage value at the conclusion of the work shall be charged as a cost of the project to which the Government has contributed its pro rata share.

[1] If sufficient space is not provided in any blank, use an extra sheet of paper and refer to it in the blank.
[2] State name, address, and nature of organization if any.
[3] Give legal description or enough to identify the property.
[4] Strike out the provision not applicable.
[5] Name of mineral.
[6] Not in excess of 2 years.

16—64066-2

7. *Title to and disposition of prop*[illegible] All facilities, buildings, fixtures, equipme[illegible]r other items costing more than $50 each, paid for or purchased with funds contributed jointly by the Operator and the Government, shall belong to the Operator and the Government jointly, in proportion to their respective contributions, and upon the termination of the contract, if they have any salvage value, shall be disposed of for their joint account unless the Government, in writing, waives its interest in any such items. The Government may require the dismantling, severance from land, and removal of any such items in order to realize its interest in the salvage value thereof, and the cost of any such removal and of the disposal of the items shall be for the joint account of the parties in proportion to their respective interests.

8. *Labor and supervision.* An itemized schedule of labor, by numbers and classes (miners, muckers, millmen, etc.), and of supervisors, by numbers and positions, with the maximum wages or salaries that may be paid to each as an allowable cost of the project is set forth in Exhibit "A" attached hereto.

9. *Rehabilitation and repairs.* A statement of the cost of any necessary rehabilitation or repairs to put existing facilities, buildings, installations, and fixtures into useful and operable condition and which are to be allowed as costs of the project is included in Exhibit "A."

10. *Allowable costs of the project.* The costs of the project in which the Government will participate are limited to the necessary, reasonable, direct costs of performing the exploration work, including the costs of materials, supplies, engineering, power, water, analytical work, accounting, and utilities, including items of equipment costing less than $50 each; and the costs referred to in Articles 5, 6, 8, and 9, and the exhibits annexed to and referred to in this contract. Although the Government may pay part of the cost of new or additional facilities, structures, buildings, and equipment, only the depreciation on such items, computed as indicated in Articles 5 and 6, will be charged as a cost of the project. No items of general overhead, corporate management, interest, taxes, or any other indirect costs not expressly allowed by these provisions, or work performed or costs incurred before the date of this contract, shall be allowed as costs of the project in which the Government will participate.

11. *Accounts and audits.* The Operator shall keep suitable records and accounts of operations, which the Government may inspect and audit at any time. The Government may at any time require an audit of the Operator's records and accounts by a certified public accountant, the cost thereof to be treated as a cost of the project. The Operator shall keep and preserve said records and accounts for at least 3 years after the completion of the project or the termination of this contract.

12. *Progress reports.* The Operator shall provide the Government with monthly reports of work performed under the contract upon forms to be provided by the Government. Each monthly progress report shall bear the certification of the Operator and shall constitute the Operator's invoice of costs incurred on the project during the period covered by the report.

13. *Payment to the Operator.* The monthly progress report (invoice), to the extent approved by the Government, shall be processed for payment by the Government. Payment shall be made in the amount of 75 percent of the approved costs incurred; *Provided,* That the aggregate total of all sums paid by the Government under this agreement shall not exceed $ 12,060.00, which is 75 percent of the agreed estimated total cost of this project, $ 16,080.00.

14. *Final reports by Operator.* Upon completion of the project or termination of this contract, the Operator shall provide the Government with a comprehensive geologic and engineering report, including an estimate of ore reserves, to the best of his ability. Four copies of all reports shall be furnished to the Government.

15. *Repayment by Operator.* If, upon the completion of the exploration project or termination of the contract, the Government considers that a discovery or development has resulted from the work from which commercial production of ore may be made, the Government, within 6 months thereafter, shall so certify to the Operator, particularly describing and delimiting its estimate of the discovery or the development. Thereafter, if and as ore is produced as a result of such discovery or development, the Operator and his successor in interest shall be and become obligated to pay to the Government a percentage royalty on the net smelter returns or other net proceeds realized from such ore, concentrates, or metal produced within ten (10) years from the date of this contract, until the total amount contributed by the Government, without interest, is fully repaid or said 10 years have elapsed, whichever occurs first, as follows:

Of net smelter returns or other net proceeds not in excess of eight dollars ($8.00) per ton of ore: One and one-half (1½) percent.

Of net smelter returns or other net proceeds in excess of eight dollars ($8.00) per ton of ore: One and one-half (1½) percent, plus one-half (½) percent for each additional full fifty cents ($0.50) in excess of eight dollars ($8.00) per ton of ore, but not in excess of a maximum of five (5) percent.

This obligation to repay from net returns or proceeds shall be and remain a claim and lien upon the mineral deposit which is the subject of the exploration project and upon any production resulting from such discovery or development, in favor of the Government, until fully paid, or until said 10-year period has elapsed; and this claim and lien and the Government's right to repayment shall survive any termination of the contract, whether by completion of the exploration project or otherwise. This article is not to be construed as imposing any obligation on the Operator or his successor in interest to produce ore from any such discovery or development.

16. *No assignment of contract.* Without the written consent of the Government, the Operator shall not assign or otherwise transfer or hypothecate this contract or any rights thereunder.

17. *Termination and completion.* The Government may, at any time, by written notice to the Operator, terminate this contract: (*a*) If the Operator fails to provide his share of the money necessary to prosecute operations pursuant to the terms of the contract; (*b*) if the Operator, in the opinion of the Government, fails to prosecute operations pursuant to the terms of the contract; or (*c*) if in the opinion of the Government, operations up to the time of the notice have not indicated the probability of making any worthwhile discovery and in the opinion of the Government further operations are not justified. Upon the completion of the project or any termination of the contract the Operator shall render to the Government a full and final accounting of his operations under the contract and his expenditures of money; shall dispose of any unused materials, supplies, and equipment for the joint account of the Operator and the Government in the proportion of their respective interests; and shall pay to the Government its pro-rata share of any money remaining.

Executed in sextuplicate the day and year first above written.

G. O. P. Antimony, Inc.
(Operator)

By Ernest Chubbuck, Pres

THE UNITED STATES OF AMERICA

By C. Mittendorf
Acting Administrator
Defense Minerals Exploration Administration

U. S. GOVERNMENT PRINTING OFFICE 16—62000-2

EXPLORATION PROJECT CONTRACT
G. O. P. ANTIMONY, INC.
DOCKET NO. DMEA-2193

EXHIBIT "A"

Statement of the Work

The exploration project shall consist of driving 400 feet of exploration adits and doing 250 hours of stripping with a bulldozer, as shown on attached Maps No. 1 and No. 2.

The total of 400 feet of drifting is comprised of the following:

Adit No. 1, Advance of 200 feet proposed from present face. See Attached Map No. 1.

Adit No. 2, Advance of 75 feet proposed from face of opencut. See Attached Map No. 2.

Adit No. 3, Advance of 125 feet proposed from face of opencut. See Attached Map No. 2.

Exploratory stripping shall be performed in four separate cuts to a depth sufficient to uncover the underlying rock, and will be limited to exploratory work. (see attached Map No. 1.)

By mutual agreement between the Government field engineers and the Operator the exact location and extent of the proposed drifting and stripping may be changed, if in so doing, more and better information can be obtained by the same amount of exploration work.

In complying with Article 12 of this contract, the Operator should include in each monthly report, a map showing the progress during the month, and, the assay value and width of any newly discovered ore.

Estimated Costs of Project

Fixtures and Improvements

Two mine sheds @ $750.00 each:

Excavation and Foundation	$100.00

Materials	$1,000.00	
Labor	400.00	$1,500.00
Operating Equipment		
To be rented		
1 - Compressor 105 cfm - $150.00/month for a total of 6 months	900.00	
1 - Jeep pickup - $38.00/month for 6 months	228.00	1,128.00
To be purchased		
1 - Ore car	150.00	
1 - Jackhammer	475.00	
1 - Jack-leg	185.00	
1 - Slusher and bucket	1,200.00	2,010.00
Labor and Supervision		
1 - Foreman - $360.00/month for 5 months	1,800.00	
2 - Miners - $14.00 per day each for 140 days (Includes Insurance and Taxes)	3,920.00	
1 - Bookkeeper $100.00/month for 6 months	600.00	
Contract for Bulldozer TD-9 - $7.00 per hour for 250 hours. (Includes Operator's wages, and all operating expenses)	1,750.00	8,070.00
Supplies to be purchased		
Bits, steel, hoses, machine repairs, Track and Pipe with fittings and accessories - Powder, caps and fuse Timber, nails, wedges.		3,372.00

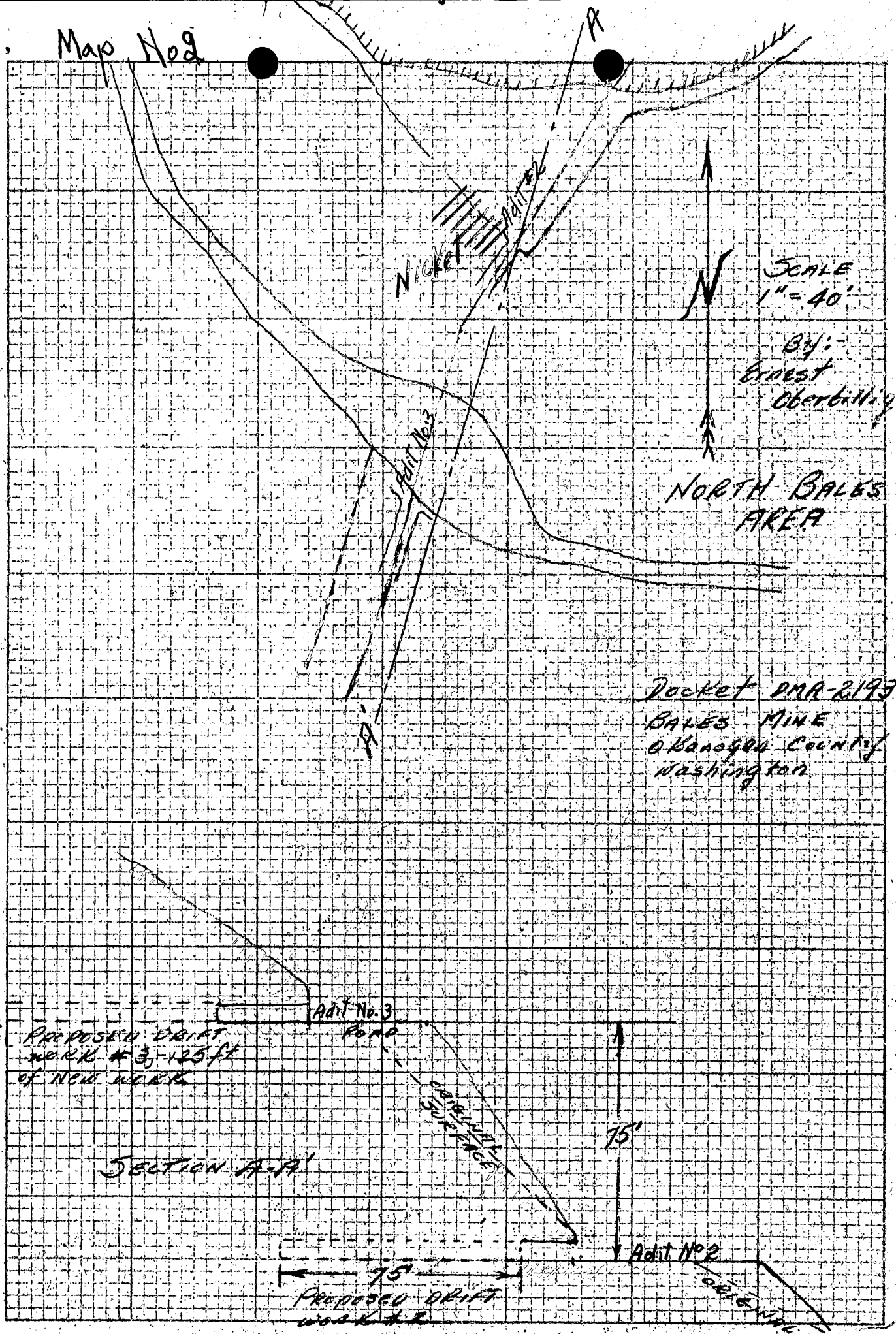
Rehabilitation and Repairs

None

Estimated Total Cost of Project	$16,080.00

Summary of Estimated Costs

Fixtures and Improvements	$1,500.00	
Operating Equipment - Rented	1,128.00	
Operating Equipment - Purchased	2,010.00	
Labor and Supervision	8,070.00	
Supplies	3,372.00	
ESTIMATED TOTAL COST OF PROJECT		$16,080.00



Form No. 898 — 10 Squares to Inch
AMERICAN PAD & PAPER CO., HOLYOKE, MASS.

ASSIGNMENT OF:

BALES ANTIMONY MINING LEASE

and the

ANTIMONY QUEEN OPERATING AGREEMENT

We, the undersigned, JOSEPH R. GRAY, a single man, and ERNEST OBERBILLIG and CAROL OBERBILLIG, husband and wife, for the valuable consideration of $500.00 (50 shares) of G-O-P Antimony, Inc. stock to each one, do hereby assign, release and transfer to the G-O-P Antimony, Inc., a Washington Corporation, all right, title and interest in those certain leases and operating agreements, as follows, to-wit:

> Bales Antimony Mining Lease with option to purchase, between ERNEST OBERBILLIG and JOSEPH R. GRAY, lessees; and CLYDE A. SCOTT and THEODORE SMITH, lessors, dated April 24, 1951 and filed for record in the Okanogan County Court House on Page 141, Vol. 20 of Misc. Records.
>
> Antimony Queen Mine Operation Agreement between H. B. JOHNSTEN and ADDIE M. JOHNSTEN, husband and wife, of 10741 Palatine Ave., Seattle, Washington, parties of the first part, and ERNEST OBERBILLIG and JOSEPH R. GRAY of Twin Springs, Idaho, parties of the second part, dated March 27, 1951 and filed for record in the Okanogan County Court House on Page 150, Vol. 20 of Misc. Records.

IN WITNESS WHEREOF the said parties, transferees and all three Directors of the G-O-P Antimony, Inc., have hereunto set their hands and seals this 5th day of July, 1951.

TRANSFEREES:

Ernest Oberbillig
Ernest Oberbillig

Carol Oberbillig
Carol Oberbillig

Joseph R. Gray
Joseph R. Gray

DIRECTORS OF G-O-P ANTIMONY, INC.:

Ernest Oberbillig
Ernest Oberbillig

Joseph R. Gray
Joseph R. Gray

Norton Pearson
Norton Pearson

ATTEST:
Carol Oberbillig
Sec. Treas.

STATE OF WASHINGTON)
) ss.
County of Okanogan)

On this 5th day of July 1951, before me a Notary Public in and for said county and state, personally appeared ERNEST OBERBILLIG and CAROL OBERBILLIG, husband and wife, and JOSEPH R. GRAY, known to me to be the persons whose names are subscribed to the within and attached instrument, and acknowledged to me that they executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.

Wm. H. Elliott,
Notary Public for Washington,
Residing at Omak

STATE OF WASHINGTON)
County of Yakima) ss.

On this 6th day of July 1951, before me, Otheline G. Brooks, a Notary Public in and for said county and state, personally appeared NORTON PEARSON, known to me to be the person whose name is subscribed to the within and attached instrument, and acknowledged to me that he executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.

Otheline G. Brooks
Notary Public for Washington,
Residing at Yakima

QUIT-CLAIM DEED (Mining)

(ANY STATE OR ALASKA)

(Quartz)

THIS INDENTURE. Made the 5th day of July A. D. 19 51

BETWEEN ERNEST OBERBILLIG and CAROL OBERBILLIG, husband and wife, and JOSEPH R. GRAY, a single man, of Twin Springs, Idaho, the parties of the first part, and G-O-P Antimony, Inc., a Washington Corporation of Box 309, Twisp, Washington,

the party of the second part, WITNESSETH: That the said parties of the first part, for and in consideration of ~~the sum of~~ Total par value of stock $1,500.00 ($10.00 each share) One Hundred Fifty (150) shares G-O-P Antimony, Inc. Capital Stock ~~Dollars in money of the United States of America~~ to them in hand paid by the said party of the second part, the receipt whereof is hereby acknowledged, have granted, bargained, sold, remised, released, and forever quit-claimed, and by these presents do grant, bargain, sell, remise, release, and forever quit-claim unto the said party of the second part, and to its heirs and assigns,

the following described real estate and mining property, located in Okanogan County in the (State or District) of Washington described as follows, to-wit:

Bales Antimony Mining Lease with option to purchase, between ERNEST OBERBILLIG and JOSEPH R. GRAY, lessees; and CLYDE A. SCOTT and THEODORE SMITH, lessors, dated April 24, 1951 and filed for record in the Okanogan County Court House on Page 141, Vol. 20 of Misc. Records.

Antimony Queen Mine Operation Agreement between H. B. JOHNSTEN and ADDIE M. JOHNSTEN, husband and wife, of 10741 Palatine Ave., Seattle, Washington, parties of the first part, and ERNEST OBERBILLIG and JOSEPH R. GRAY of Twin Springs, Idaho, parties of the second part, dated March 27, 1951 and filed for record in the Okanogan County Court House on Page 150, Vol. 20 of Misc. Records.

TOGETHER with all the dips, spurs, and angles, and also all the metals, ores, gold and silver bearing quartz-rock and earth therein; and all the rights, privileges, and franchises thereto incident, appendant and appurtenant or therewith usually had and enjoyed; and, also, all and singular the tenements, hereditaments and appurtenances thereunto belonging or in anywise appertaining, and the rents, issues and profits thereof; and, also, all the estate, right, title, interest, property, possession, claim, and demand whatsoever, as well in law as in equity, of the said parties of the first part, of, in, or to the said premises, and every part and parcel thereof, with the appurtenances

TO HAVE AND TO HOLD all and singular, the said premises, together with the appurtenances and privileges thereunto incident, unto the said party of the second part, its heirs and assigns forever.

IN WITNESS WHEREOF the said parties of the first part have hereunto set their hands and seals the day and year first above written.

Signed, Sealed, and Delivered in the Presence of:

Ernest Oberbillig (SEAL)

Carol Oberbillig (SEAL)

Joseph R. Gray (SEAL)

(SEAL)

(SEAL)

This blank is guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London
Washington Legal Blank Co., Seattle (Quit-Claim Mining Deed) Printing Date 7-10-40 Form No. 224

NOTICE OF QUARTZ LOCATION

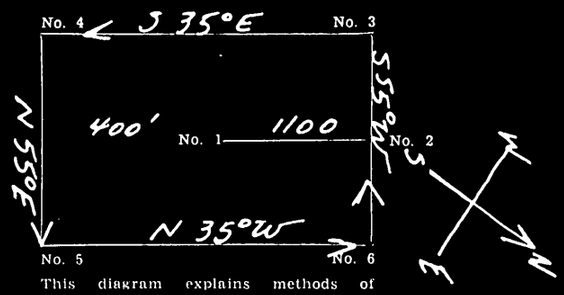
394549

393477

VOL 11 PAGE 407

VOL 11 PAGE 373

NOTICE OF MINING LOCATION



This diagram explains methods of description of claim.

Washington STATE

Okanogan COUNTY

Twisp MINING DISTRICT

Notice Is Hereby Given, That the undersigned, having complied with the requirements of Chapter six of Title thirty-two of the Revised Statutes of the United States, and the laws of the above State, and the local customs and regulations of said District, have located and do hereby locate 1500 linear feet in length, and 600 feet in width on the G-O-P #1 lode, vein, ledge or deposit (or placer ground), situated in the above State, County and Mining District, and further described as follows: Commencing at a post marked No. 1 at the Discovery shaft (cut or tunnel), from thence 1100 — feet in a N 35°W direction to an end post marked No. 2, thence 300 feet in a S 55°W direction to a corner post marked No. 3, thence 1500 feet in a S 35°E direction to a corner post marked No. 4, thence 600 feet in a N 55°E direction to a corner post marked No. 5, thence 1500 feet in a N 35°W direction to a corner post marked No. 6, thence 300 feet in a S 55°W direction to said end post No. 2; hereby locaing and intending to claim 1100 feet in a N 35°W direction from discovery to the NORTH end line, and 400 feet in the opposite direction from discovery to the SOUTH end line and 300 feet on each side of the middle of said lode or ledge, for the purpose of mining the same and claiming all surface rights, privileges, and minerals, with all dips. spurs, angles and variations, and other rights granted by existing laws and customs. This claim is further described as follows:

G O P No 1. Claim is bounded on the West side by the Bales Antimony No 2 and G O P #1 is 1/2 Mile South of Booth Canyon Creek. G O P No 1 discovery is 350 ft in a S 18°W direction from the NE Corner of Section 17, T 32N, R 22E.

This notice is placed at Discovery on post No. 1; posts are placed at each corner, and the name of this lode, the date of location, are placed on all posts.

Located June 18, 1951. day of ....., A. D. 193.....

Discovered May 10, 1951

WITNESSES:

Ernest Oberbilling

Joseph R. Gray

Wesley Carlson

Locators.

agents for G-O-P Antimony, Inc.

Filed for record 7-13 1951 at 1 P. M.

Request of Ernest Oberbilling

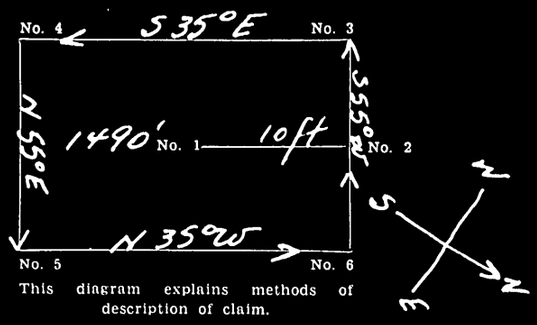
Recorded 7-18-51 Coleman R. Walls
Okanogan Co. Auditor
J Beamer, Deputy

3934550
NOTICE OF QUARTZ LOCATION
VOL 11 PAGE 374

THE OMAK CHRONICLE PRINT
VOL 11 PAGE 409

3933478

NOTICE OF MINING LOCATION



This diagram explains methods of description of claim.

Washington STATE

Okanogan COUNTY

Twisp MINING DISTRICT

Notice Is Hereby Given, That the undersigned, having complied with the requirements of Chapter six of Title thirty-two of the Revised Statutes of the United States, and the laws of the above State, and the local customs and regulations of said District, have located and do hereby locate 1500 linear feet in length, and 600 feet in width on the G-O-P #2 lode, vein, ledge or deposit (or placer ground), situated in the above State, County and Mining District, and further described as follows: Commencing at a post marked No. 1 at the Discovery shaft (cut or tunnel), from thence 10 feet in a N 35°W direction to an end post marked No. 2, thence 300 feet in a S 55°W direction to a corner post marked No. 3, thence 1500 feet in a S 35° E direction to a corner post marked No. 4, thence 600 feet in a N 55°E direction to a corner post marked No. 5, thence 1500 feet in a N 35°W direction to a corner post marked No. 6, thence 300 feet in a S 55°W direction to said end post No. 2; hereby locaing and intending to claim 10 feet in a N 35°W direction from discovery to the NORTH end line, and 1490 feet in the opposite direction from discovery to the SOUTH end line and 300 feet on each side of the middle of said lode or ledge, for the purpose of mining the same and claiming all surface rights, privileges, and minerals, with all dips. spurs, angles and variations, and other rights granted by existing laws and customs. This claim is further described as follows:

G-O-P #2 claim is bounded on the East Side by the Bales Antimony No 2 and GOP #2 is 1/4 mile South of Booth Canyon Creek. G-O-P #2 discovery is 900 ft in a S 84°E direction from the S 1/4 Corner of Section 8, T 32 N, R 22 E.

This notice is placed at Discovery on post No. 1; posts are placed at each corner, and the name of this lode, the date of location, are placed on all posts.

Located June day of 18, 1951, A. D. 193.....

WITNESSES:

Ernest Oberbillig
Joseph R. Gray,
Wesley Carlson
Locators.
Agents for G-O-P Antimony, Inc.

Filed for record 7-13 1951 at 1 P. M.
Request of Ernest Oberbillig
Recorded 7-18-51. Coleman R. Walls
Okanogan Co. Auditor
J Beamer, Deputy

In the event that either party hereto, Lessors or Lessees, should locate any mining claims within fifteen hundred (1500) feet of the exterior border lines of any of the above described claims, it is agreed that these new locations will become a part of and subject to the terms of this Lease and Option.

~~To not locate or record said mining property or allow the same to be located [illegible] or agent. To not allow or permit any person or persons [illegible] said [illegible] agent or workmen, to take or hold possession of said premises or any part thereof [illegible]~~

~~To not assign this lease or any interest therein [illegible] the written consent of said lessee.~~

To pay and to deliver to said lessor s, as rent and royalty, Ten (10) *per cent. of the* gross *yield of all gold, minerals and precious metals to be extracted from said premises during said term, of like assay as that retained by said lessee s, at such place as said lessor s shall direct* namely, The Commercial Bank of Twisp, Twisp, Washington, to the credit of the account of the said Lessors, *and to allow said lessor s to be present at each and every cleanup, or sampling of ore extracted, and to inspect and examine the same.*, as well as examine all books and bank records used to operate this property.

To deliver up to said lessor s the said premises with the appurtenances and all improvements in good order and condition, and the mine in all points ready for continued working, (accidents not arising from negligence alone excusing) without demand of further notice, on said 24th *day of* April*, A. D. 19*61*, at noon, or at any time previous, upon demand for forfeiture.*

Finally, upon the violation or failure to perform by said lessee s, or any person under them*, of any covenant or covenants hereinbefore reserved, the term of this lease, and all the rights and privileges thereunder, shall, at the option of said lessor s, expire, and the same and said premises with the appurtenances shall at once become forfeited to said lessor s, and the said lessor s or* their *agent may thereupon, at the demand of possession in writing to be delivered to said lessee s, or in* their *absence by posting said demand in a conspicuous place on said premises for the term of three days, enter upon said premises and dispossess all persons occupying the same, with or without force, and with or without process of law; or, at the option of said lessor s, the said lessee s and all persons found in occupation may be proceeded against as trespassers from the beginning of said term, both as to realty and the metals and minerals severed therefrom; or as guilty of unlawful detainer.*

It is further agreed that the lessee s shall have the right and option to purchase the above described property at any time before the 24th *day of* April*, 19*61*, upon the payment to the lessor s or* their *assigns on or before said date, the sum of* Twenty-five Thousand *Dollars, provided that the lessee s ha* ve *theretofore performed and fulfilled all the conditions of this lease.* except that Royalties previously paid shall be credited on the purchase price.

Time is of the essence of this agreement, and if said purchase and full payment shall not be made on or before said 24th *day of* April*, 19*61*, then all the right of the lessee s to purchase said property shall without further action on the part of the lessor s entirely and completely terminate and be at an end.*

Each and every clause and covenant of this indenture shall extend to the heirs, executors and administrators of all parties hereto; and to the assigns of said lessor s; and as said lessor s may elect to the assigns of said lessee s.

IN WITNESS WHEREOF the said parties, lessor s and lessee s have hereunto set their hands and seals.

Signed, Sealed and Delivered in Presence of

Ray Sackett

Clyde A. Scott (SEAL)

Theodore Smith (SEAL)

Lessors

Ernest Oberbilling (SEAL)

Joseph R. Gray (SEAL)

Lessees

(SEAL)

MF-202

LANDLORD'S SUBORDINATION AGREEMENT

KNOW ALL MEN BY THESE PRESENTS:

WHEREAS, the undersigned is the owner in fee simple of that certain parcel of ground in the county of Okanogan, State of Washington, described in a certain Exploration Project Contract dated _____, 195__, between G.-O.-P. Antimony Inc., the Lessee of said property, and the United States of America;

NOW, THEREFORE, the undersigned, as Lessor of said property under lease dated April 24, 1951, does by these presents subordinate all of his right, title, and interest under the provisions of said lease to the right, title, and interest of the United States of America under the provisions of said Exploration Project Contract, and agrees that the lien and claim of the United States of America under the provisions of said contract shall be prior to the undersigned's rights to rentals or royalties under the terms of said lease; and

The undersigned further agrees that if said leasehold interest should be surrendered or if said lease should terminate at any time prior to the expiration of the rights of the United States of America under said Exploration Project Contract, the undersigned shall assume and does hereby assume all of the obligations of the Lessee under said Exploration Project Contract to make repayment to the United States of America according to the terms of said contract; and

The undersigned agrees to commit no act, nor assert any claim under judicial process or otherwise that may contravene or conflict with the prior lien and claim of the United States of America under the provisions of said Exploration Project Contract.

This undertaking and covenant shall be binding upon the heirs, successors, and assigns of the undersigned.

Dated this 16 day of October, 195.1

Clyde A. Scott

U. S. GOVERNMENT PRINTING OFFICE 940768

* Theodora Scott

Theodora Scott

* Mr Clyde A. Scott was not married at time lease signed but his wife has signed this agreement.

Individual Acknowledgment *(Alaska)*

UNITED STATES OF AMERICA,
TERRITORY OF ALASKA. } ss.

THIS IS TO CERTIFY that on this_____day of_____, 19____, before me the undersigned, a Notary Public in and for the Territory of Alaska, duly commissioned and sworn, personally appeared_____

_____

to me known to be the person_____ described in and who executed the above and foregoing instrument, and acknowledged to me that_____he_____ signed and sealed the same freely and voluntarily for the uses and purposes therein mentioned.

WITNESS my hand and official seal the day and year in this certificate first above written.

_____

Notary Public for Alaska. My commission expires_____

STATE OF WASHINGTON,
County of Okanogan } ss. (INDIVIDUAL ACKNOWLEDGMENT)

I, Ray E. Sackett, Notary Public in and for the State of Washington, residing at Twisp do hereby certify that on this 24th day of April, 1951, personally appeared before me Clyde A. Smith; Theodore Smith; Ernest Oberbillig and Joseph R. Gray

to me known to be the individuals described in and who executed the within instrument and acknowledged that they signed and sealed the same as their free and voluntary act and deed for the uses and purposes herein mentioned.

GIVEN UNDER MY HAND AND OFFICIAL SEAL this 24th day of April, 1951.

Ray E. Sackett

Notary Public in and for the State of Washington, residing at Twisp

Number

MINING LEASE
(WITH OPTION TO PURCHASE)

TO

FROM

MINING LEASE WITH OPTION TO PURCHASE

(Any State or Alaska)

This Indenture, *Made this* 24 *day of* April

in the year of our Lord one thousand nine hundred and Fifty-one

Between Clyde A. Scott and Theodore Smith, both of Carlton, Okanogan County,

State of Washington *hereinafter designated the lessor* s, *and*

Ernest Oberhillig and Jlseph R Gray

hereinafter designated the lessee s.

WITNESSETH, That the lessor s, *for and in consideration of the rents, royalties, covenants and agreements hereinafter reserved, and by the lessee* s *to be paid, kept and performed* do *granted, demised, leased and let, and by these presents do* grant, demise, lease and let unto the lessee s

Ernest Oberhillig and Joseph R. Gray,

that certain mine and mining property situated in Twisp *Mining District,* State ~~County~~ *of* Washington *and more particularly described as follows, to-wit:*

~~XXXXXXXXXXXXX~~ The following unpatented Quartz Mining Claims, recorded in the County Auditor's office of Okanogan County, State of Washington.

Bales Anitmony. Book 9, Page 160.

Bales Antomony #2 (Original) Book 9, Page 232; Amended Book 11, Page 104.

Bales Antomony #3 (Original) Book 9, Page 233; Amended Book 11, Page 103.

Together with the appurtenances, and rights and privileges to prospect the same for gold, precious metals and minerals, and mine and extract the same, and to sell, mill or smelt or otherwise reduce the same.

TO HAVE AND TO HOLD the same unto the said lessee s, *for the term of* Ten (10) years *from date hereof, expiring at noon on the* 24th *day of* April *A. D. 19*61 *unless sooner forfeited or determined through the violation of any covenant hereinafter against the said lessee* s *reserved.*

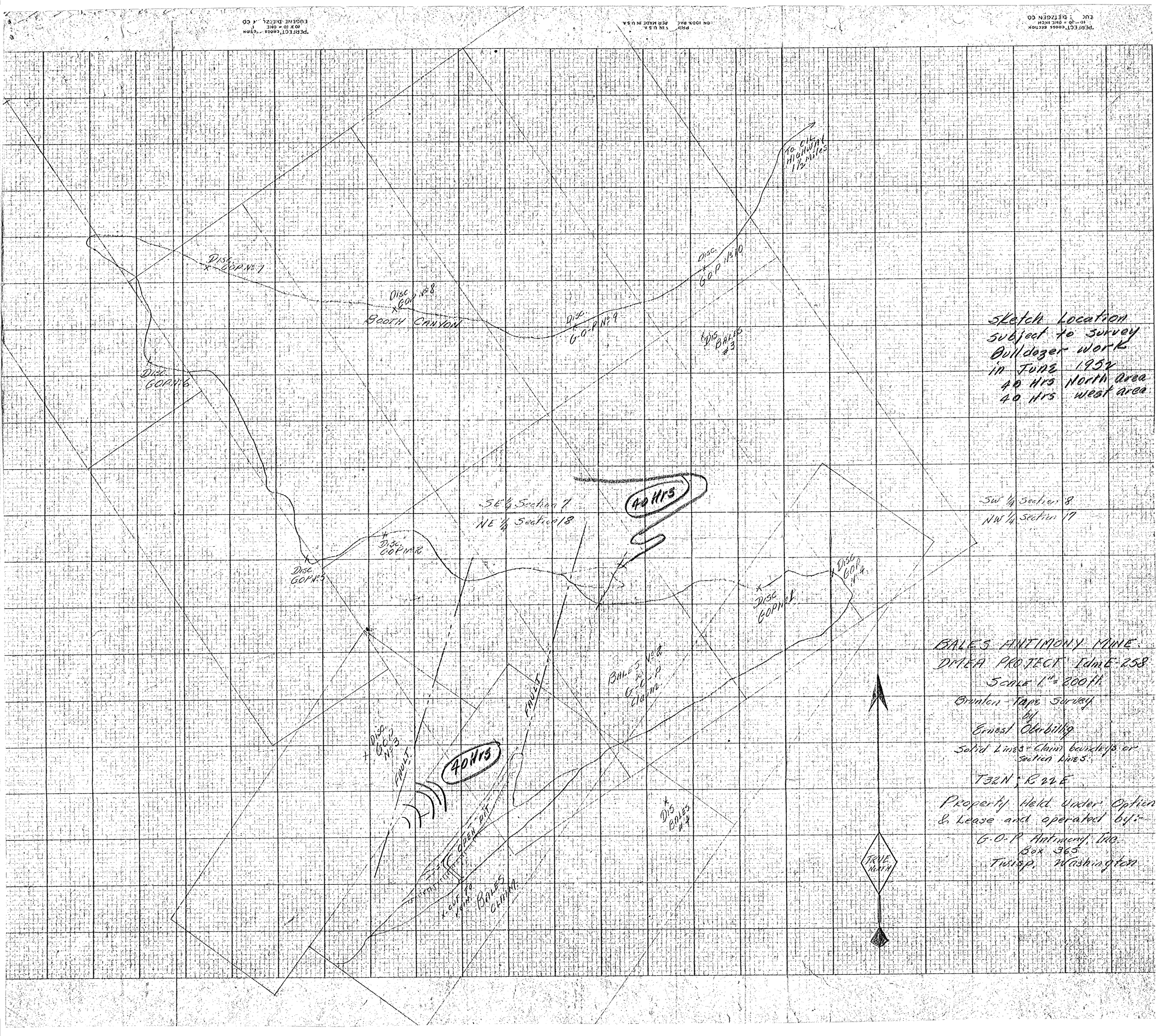
And in consideration of the said lease, demise and privileges, the lessee s *do covenant and agree with the lessor* s *as follows, to-wit:*

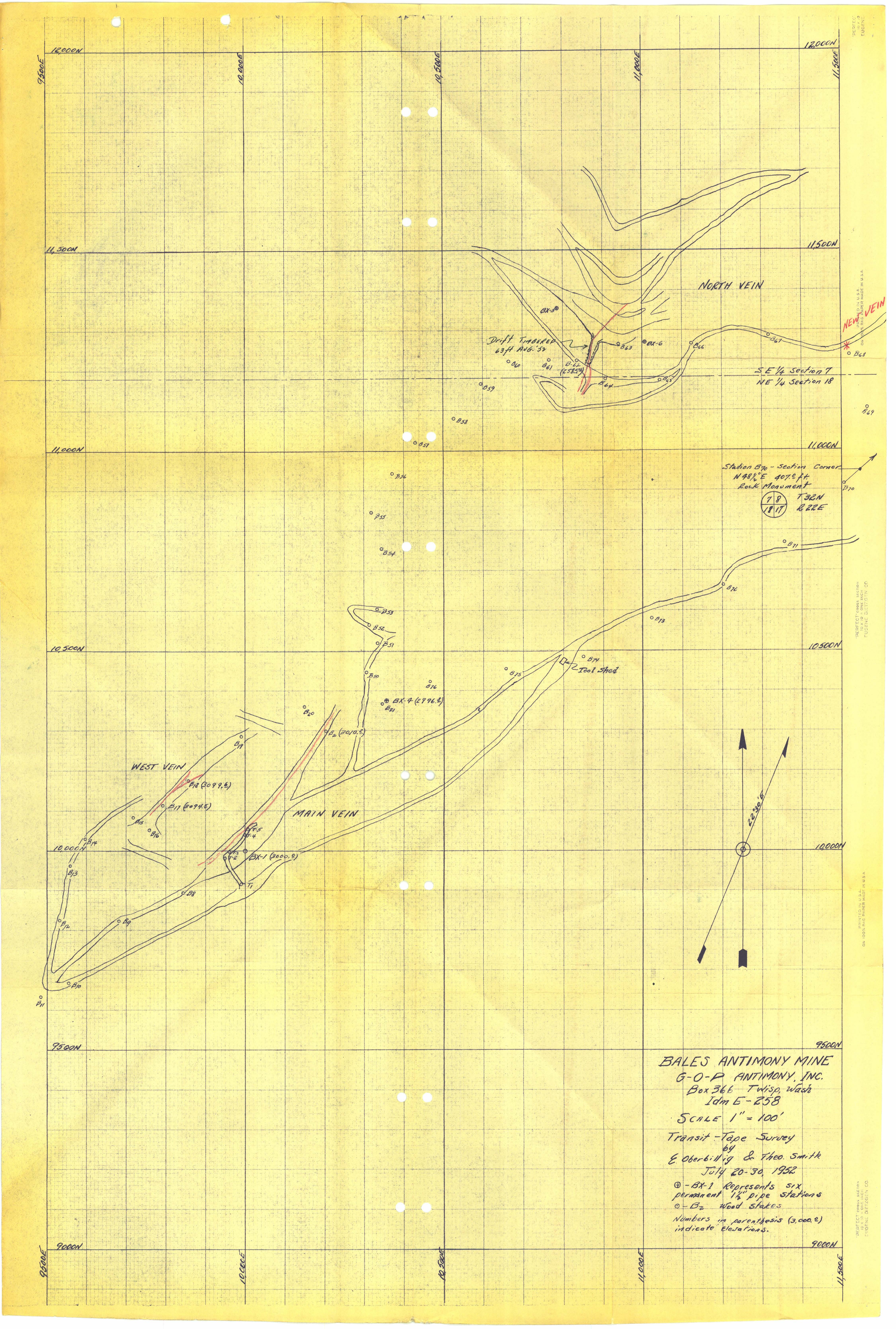
To enter upon said mining claim and premises and work the same mining fashion, in manner necessary to good economical mining, so as to take out the greatest amount of ore, gold, precious metals and minerals, practicable with due regard to safety, development and preservation of the said premises as a workable mine steadily as long as market prices of Antimony Ores remain high enough to permit profitable operations.

To work and mine said premises as aforesaid steadily and continuously from the date of this lease as weather and the season of the year will permit excepting when markets are poor, then Lessees will be required to do at least the full amount of work required as assessment work

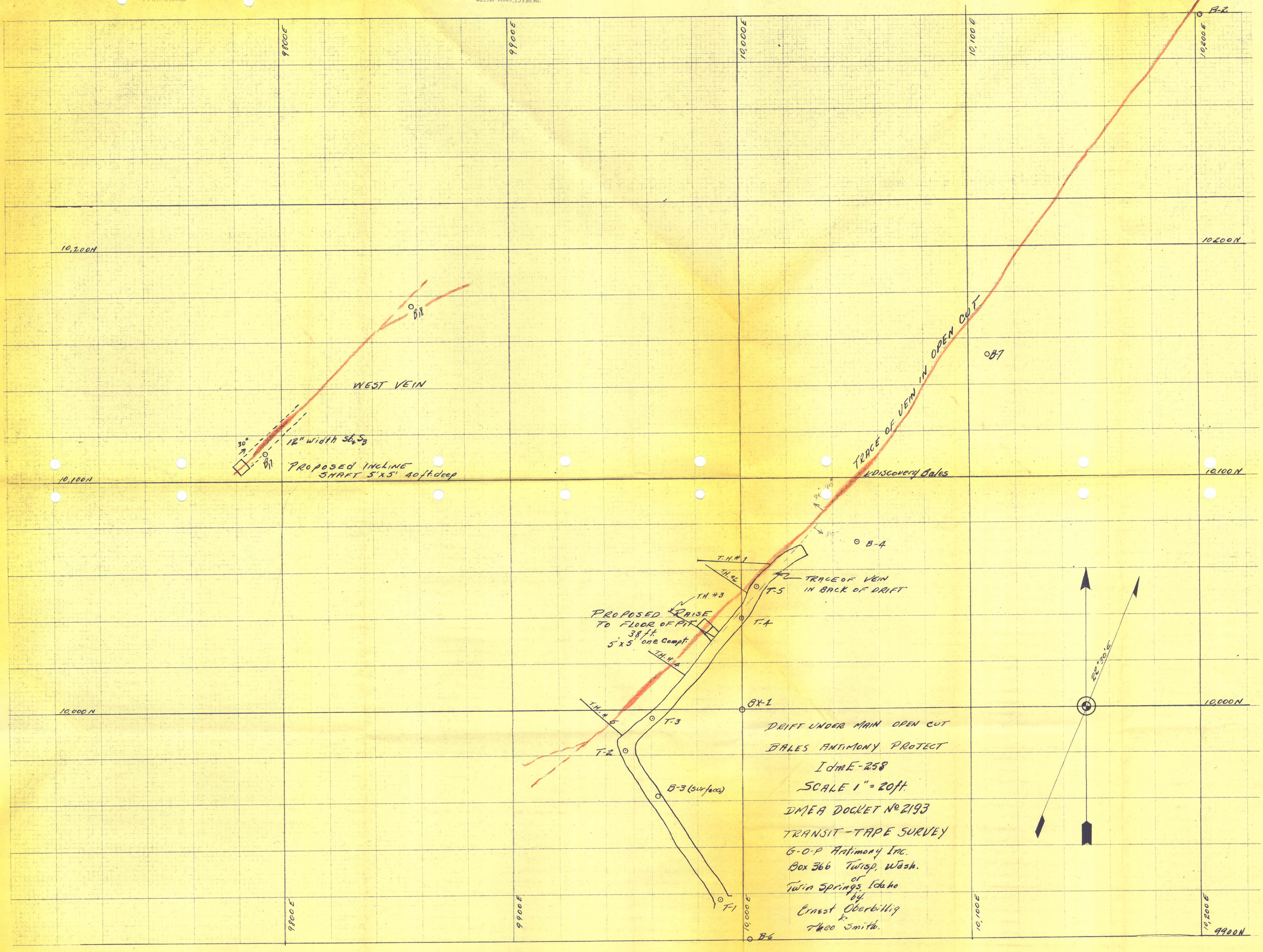
To keep all sluices, ditches, drains, waterways and passageways cleared of loose rock and rubbish, and to do all things necessary to promote the usefulness of said mining property as a whole mine, and to develop the same and do no act thereon during the term of this lease, which would impede mining operations or impair the operating condition of said mining claim, and generally to so conduct operations as to conform to the laws of the United States and the State Washington ~~Territory~~ *and the local rules and regulations of miners in said mining district, and to do no act and suffer no default which might in any manner involve the said lessor* s, *or* their *ownership in said mining property, in liability of any kind or character.*

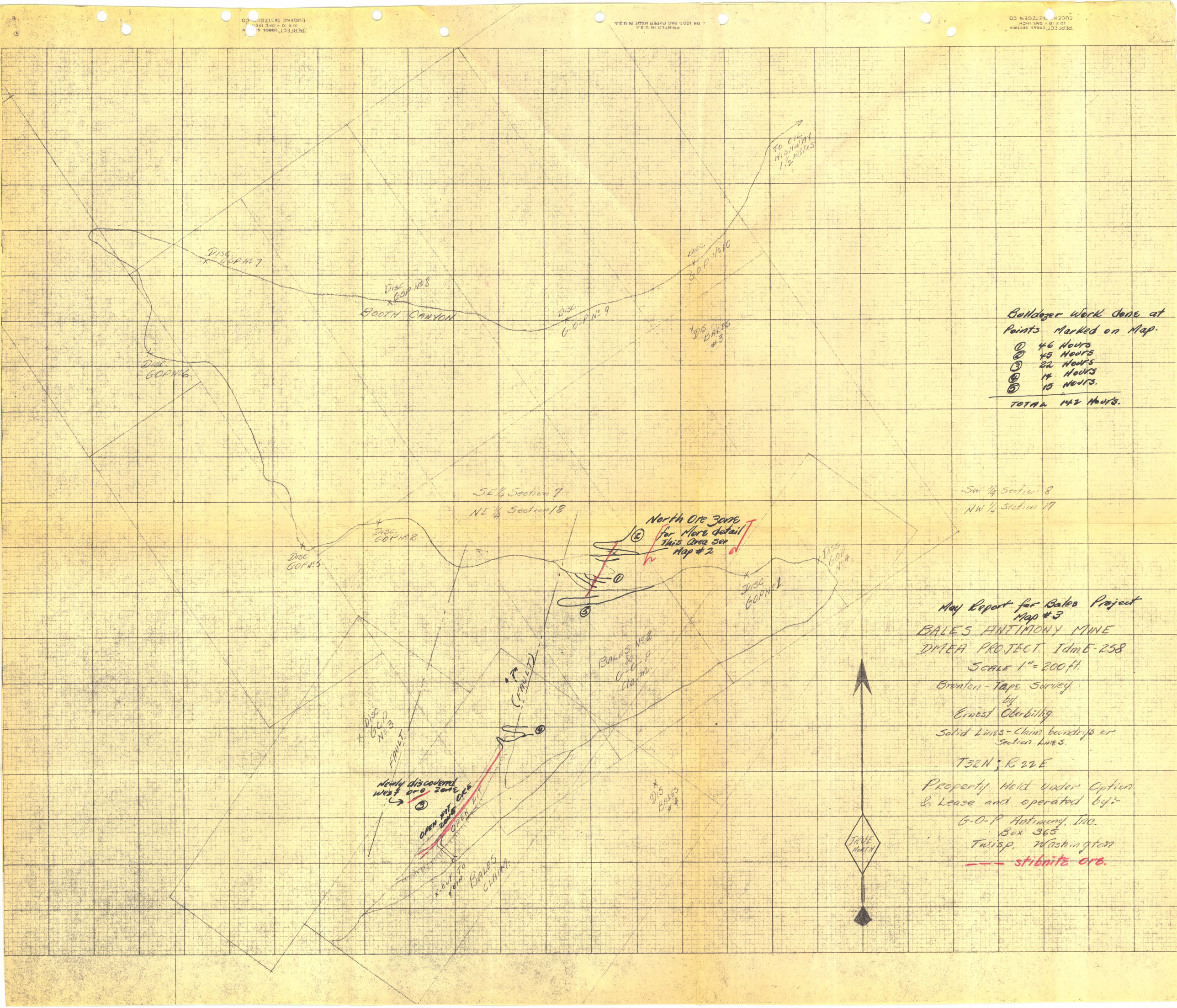
This blank is guaranteed against successful alteration, which guaranty is insured in LLOYD'S, London - Pat. Pend.
Washington Legal Blank Co., Seattle (Mining Lease) Printing date 2-7-45. Form No. 219.

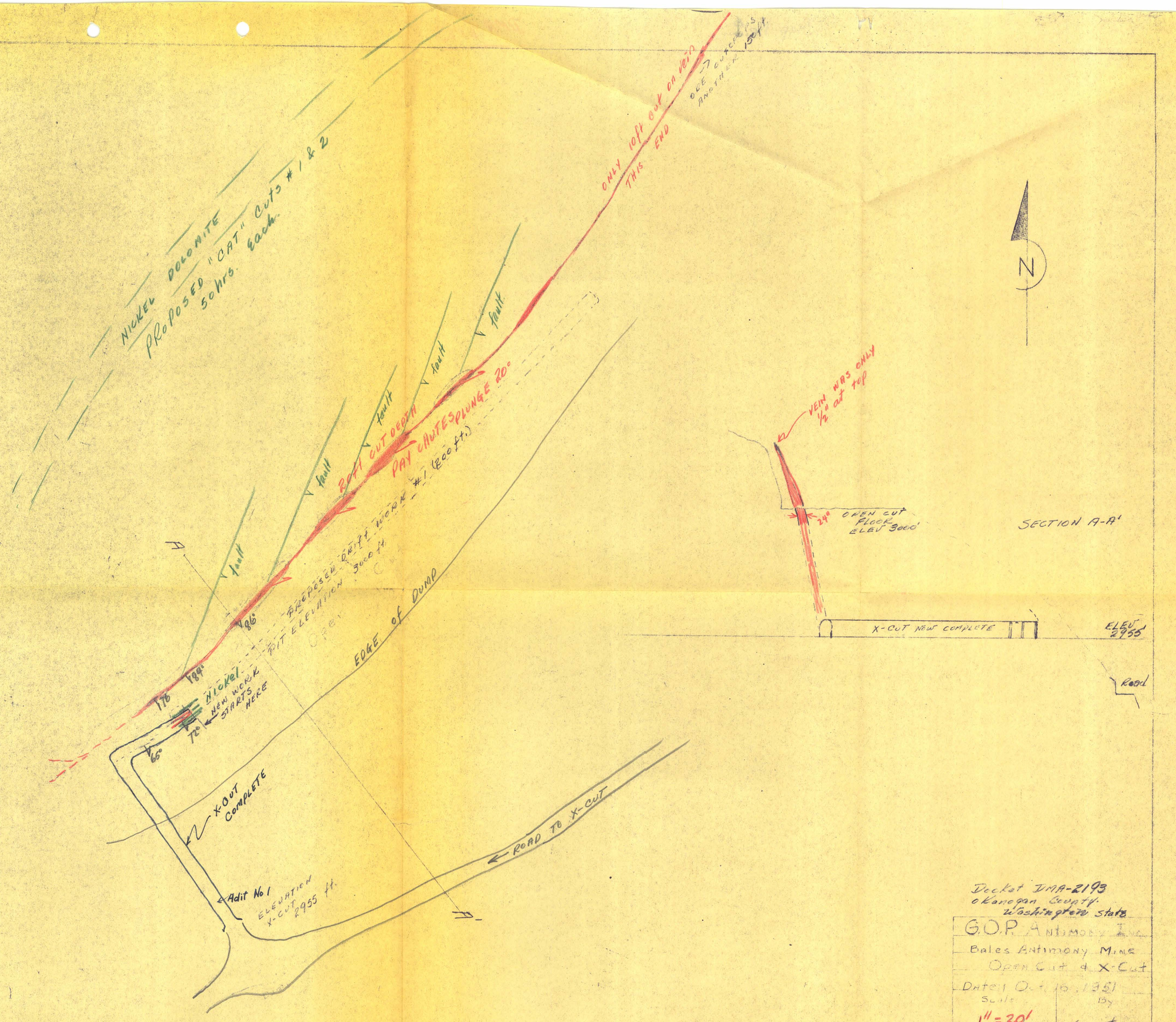

Sketch Location
subject to survey
Bulldozer work
in JUNE 1952
40 Hrs North area
40 Hrs West area
BALES ANTIMONY MINE.
DMEA PROJECT IdmE-258
SCALE 1" = 200 ft
Brunton - Tape Survey
by
Ernest Oberbilig
Solid Lines = Claim boundaries or section lines.
T32N; R22E
Property Held Under Option
& Lease and operated by:-
G-O-P Antimony, Inc.
Box 365
Tulsp, Washington
TO OIL HIGHWAY 1½ Miles
BOOTH CANYON
Disc. GOP No 1
Disc. GOP No 8
Disc. G-O-P No 9
Disc. GOP No 10
Disc. BALES #3
Disc. GOP No 6
Disc. GOP No 2
Disc. GOP No 5
Disc. GOP No 4
Disc. GOP No 7
Disc. GOP No 3
Disc. BALES #4
SE ¼ Section 7
NE ¼ Section 18
SW ¼ Section 8
NW ¼ Section 17
40 Hrs
40 Hrs
FAULT
FAULT
BALES No 2 G-O-P Claim
OPEN PIT
A OUTCROP ON BALES CLAIM
TRUE NORTH


12,000N
11,500N
11,000N
10,500N
10,000N
9500N
9000N
9500E
10,000E
10,500E
11,000E
11,500E
NORTH VEIN
NEW VEIN
Drift TIMBERED 63ft AUG. '52
SE 1/4 Section 7
NE 1/4 Section 18
Station B70 - Section Corner
N48½°E 407.2 ft.
Rock Monument
T32N
R22E
Tool Shed
WEST VEIN
MAIN VEIN
22°30'E
BALES ANTIMONY MINE
G-O-P ANTIMONY, INC.
Box 366 Twisp, Wash
Idm E-258
SCALE 1" = 100'
Transit-Tape Survey
by
E. Oberbillig & Theo. Smith
July 20-30, 1952
⊕ - BX-1 Represents six permanent 1½" pipe stations
⊙ - B2 Wood stakes
Numbers in parenthesis (3,000.2) indicate elevations.

"PERFECT" CROSS SECTION
10 X 10 = ONE INCH
EUGENE DIETZGEN CO
PRINTED IN U.S.A.
ON 100% RAG PAPER MADE IN U.S.A.




Bulldozer Work done at Points Marked on Map.
① 46 Hours
② 45 Hours
③ 22 Hours
④ 14 Hours
⑤ 15 Hours.
TOTAL 142 Hours.
Map Report for Bales Project Map #3
BALES ANTIMONY MINE
DMEA PROJECT IdmE-258
SCALE 1" = 200 ft.
Brunton - Tape Survey by Ernest Oberbilig
Solid Lines - Claim boundrys or Section Lines.
T32N ; R22E
Property Held under Option & Lease and operated by:-
G-O-P Antimony, Inc.
Box 365
Twisp, Washington
--- stibnite ore.
North Ore Zone
for More detail This Area see Map #2
Newly discovered West ore zone
Open pit zone
OPEN PIT
FAULT
BOOTH CANYON
SE¼ Section 7
NE¼ Section 18
SW¼ Section 8
NW¼ Section 17
TO OIL HIGHWAY 1½ MILES
BALES CLAIM
BALES NO. 2 G-O-P CLAIM
TRUE NORTH
DISC. G-O-P No 1
DISC. G-O-P No 2
DISC. G-O-P No 3
DISC. G-O-P No 4
DISC. G-O-P No 5
DISC. G-O-P No 6
DISC. G-O-P No 7
DISC. G-O-P No 8
DISC. G-O-P No 9
DISC. G-O-P No 10
DIS. BALES #3
DIS. BALES #4



Docket DMA-2193
Okanogan County
Washington State

G.O.P. Antimony Inc.

Bales Antimony Mine
Open Cut & X-Cut

Date: Oct. 16, 1951
Scale: 1" = 20'
By: Ernest Oberbillig