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

DMA

REGIONAL DIRECTOR'S OFFICE
REGION IV
FEB 12 1951
BUREAU OF MINES
DENVER, COLORADO

February 1, 1951

Memorandum

To: Executive Secretary

From: Chairman, Copper Commodity Committee

Through: Operating Committee

Subject: Application for Exploration Project, DMA 162, Salero Metals Corporation.

The applicant requests the Bureau of Mines to conduct exploratory work on his property, so that its development thereafter can be financed by the DMA. Nevertheless the application having been referred to us as a whole, we recommend denial.

Applicant gives considerable information on the history of the Baca Fleet as a whole, but no data on past production of the Montezuma Division. An attached report by J. S. Coupal describes the geology of the property, mentions a silicified zone with much iron oxide gossan, an old shaft on a 3 ft. to 5 ft. vein, with a 65 ft long stope from which high grade copper-silver ore formerly was mined, and states "The high grade ore consisted of narrow stringers 1" to 8" in width, which were closely sorted--". The ledge is said to be 300 to 500 feet wide. Nothing is said of sampling of any exposed ore, nor of the copper content of past shipments. Mr. Coupal recommends diamond drilling.

Lacking any evidence or indication of strong copper mineralization, we recommend denial of this application.

The entire file is transmitted herewith.

Copy to Anderson
Stewart
2/6 cf

CHJohnson:ba
Copy to J. H. East, Jr.,
224 New Customhouse, Denver, Colo.
L. F. Stroebel
Copper Commodity Committee
F i l e s

~~Very truly~~

J. K. Richardson, Chairman
Copper Commodity Committee

Approved:

/s/
acting Chairman, Operating Committee

/s/
Member, Geological Survey

/s/
Member, Bureau of Mines

attachments

NTE

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

REGIONAL DIRECTOR'S OFFICE REGION IV FEB 9 - 1951 BUREAU OF MINES DENVER, COLORADO

February 1, 1951

Re: Docket No. DMA-162
Salero Metals Corporation

Mr. J. W. Crotty
President, Salero Metals
Corporation
4042 Prescott Avenue
Dallas 4, Texas

Denied

Dear Mr. Crotty:

Your application for assistance in exploring your company's mineral property in Santa Cruz County, Arizona, designated as the Montezuma Division, has been reviewed, and I regret to inform you that the information submitted does not justify favorable consideration. No evidence of a copper ore showing and no indication of the presence of concealed copper orebodies, is set forth in the report. We are therefore forced to deny the application.

Very truly yours,

S. H. Williston, Director
Supply Division

CHJohnson:ba

Copy to J. H. East, Jr., 224 New Customhouse, Denver 2, Colorado
L. F. Strobel
Copper Commodity Committee
F i l e s

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

REGIONAL DIRECTOR'S
OFFICE
REGION IV
JAN 2 - 1951
BUREAU OF MINES
DENVER, COLORADO

January 2, 1951

Re: Docket No. DMA-162
Salero Metals
Santa Cruz County, Arizona

Mr. J. W. Crotty, Pres.
Salero Metals Corporation
4042 Prescott Avenue
Dallas 4, Texas

Dear Mr. Crotty:

This acknowledges receipt of your letter of November 30, 1950 to Mr. J. H. East, Jr., Regional Director, Bureau of Mines, Denver, Colorado, together with reports outlining the possible development of your copper property in Santa Cruz County, Arizona. This file was forwarded to the Defense Minerals Administration here in Washington and has been assigned Docket No. DMA-162.

Your letter to Mr. East states that you do not propose to undertake the small mine development suggested in Mr. Coupal's report, but that you wish the property to be explored with the hope of developing an ore body that may be mined as an open pit. Applications for assistance in exploratory projects cannot be acted upon until final decision is reached as to the policies and procedures that will be most effective, under the Defense Production Act, in encouraging exploration. Your application, therefor, will be held until such decisions are made, which probably will be in the near future.

Very truly yours,

J. K. Richardson, Chairman
Copper Commodity Committee, DMA

CHJohnson:bsl

Copy to: J. H. East, Jr., Exec. Off., DMA
Field Team, Denver 2, Colo.
Operating Committee, Room 3612
J. K. Richardson, Room 3612
C. H. Johnson
Files

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

December 4, 1950

DMA
162

Mr. J. W. Crotty, President
Salero Metals Corporation
4042 Prescott Avenue
Dallas, Texas

Dear Mr. Crotty:

This will acknowledge receipt of your letter dated November 30, 1950, and the data regarding the "Montezuma Division." These are being forwarded to the Defense Minerals Administration, Washington, D. C., for consideration.

Sincerely yours,

J. H. Last, Jr.
J. H. Last, Jr. (lm)
Regional Director

/lm

cc: PT Allaman

October 24, 1950

Mr. J. W. Crotty, President
Alto Mining Company
4042 Prescott Avenue
Dallas 4, Texas

Dear Mr. Crotty:

This is in reply to your letter dated October 17, 1950, wherein you submitted a brochure containing reports and other data in respect to your Salero Metals Corporation's mines in the Tyndall mining district, Santa Cruz County, Arizona.

We find that the Bureau of Mines has made preliminary examinations of several of the mines and that R.F.C. loans have also been made. Therefore, there should be considerable more factual information available including production, assays, and maps of individual mines.

The engineers who prepared the various reports in the brochure did a creditable job of laying out a program for developing and mining ore; however, no basic information is included to determine whether such expenditure is warranted. The report needs maps of individual mines showing the grade and width of ore along exposed veins and the location of proposed development. If you have such information, it should be submitted. If such information is not available, it would have to be obtained one way or another before consideration could be given to granting a loan for the entire proposition submitted.

Enclosed is a form letter showing the type of information needed. The program on mining loans is still in process of development and no funds have yet been appropriated; however, progress is being made and further information will be sent you as it is received.

Very truly yours,

J. H. East, Jr.

J. H. East, Jr.
Regional Director

Enclosure 1

Copy to: PT Allsman
WR Storms

F I L E
PTAllsman:ftm

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

December 4, 1950

Mr. J. W. Crotty, President
Salero Metals Corporation
4042 Prescott Avenue
Dallas, Texas

Dear Mr. Crotty:

This will acknowledge receipt of your letter dated November 30, 1950, and the data regarding the "Montezuma Division." These are being forwarded to the Defense Minerals Administration, Washington, D. C., for consideration.

Sincerely yours,

J. H. East, Jr.
(lm)

J. H. East, Jr.
Regional Director

/lm

cc: .T Allaman

(3 copies of report forwarded H.O.)