DMA

Re: DMA-1939

OCT 5 1951

DEFENSE MINERALS ADMINISTRATION
OFFICE
REGION IV
1951
RECEIVED OR MAIL
DEPT. OF GOODS

Mr. John G. Kokel
c/o Charles D. Cassady
Cross Lodes Mining Company
116 Brush Street
Prescott, Arizona

Dear Mr. Kokel:

Your letter of September 11 has been received by the Defense Minerals Administration. The project you proposed could be completed in much less than 2 years' time. Therefore, the value of your labor would be considerably less than half of the $25,000 you have requested. The Defense Minerals Administration considers that your contribution would be inadequate to finance the exploration program you have submitted.

We wish to advise you that the Government does not operate or manage any mines or properties for its own account. Therefore, we are unable to consider your request to have your property managed by the Bureau of Mines.

Your interest in the Government's defense program is appreciated, and we wish to thank you for bringing your property to our attention.

Very truly yours,

ABP Tom Lyon

for Tom Lyon, Director
Supply Division

EINewcomb:emp
G 10-1-51
Copies to: J. H. East, Jr. Region IV (2)
Chief, Lead-Zinc Br.
E. T. McKnight 4204 GSA
O. M. Bishop
Directors r. files 4214 GSA
Br. r. files 4214 GSA
Administrators r. file
DMA docket files

REGIONAL DIRECTOR'S
OFFICE
REGION IV
AUG 27 1951
BUREAU OF MINES
DENVER, COLORADO

AUG 31 1951

Memorandum

To: Reports and Records Unit
Administrative Management Div.

From: Chief, Lead-Zinc Branch

Subject: Denial of loan

Re: WA-1939
John G. Eckel
Cross Lodes Mining Co.
Cross Lodes claims 1-7
Yavapai County, Arizona
Exploration loan $25,000
Lead, copper

The Lead-Zinc Branch has reviewed the subject docket. This review discloses the fact that the applicant is unable to invest more than $1,200.00 over a period of 2 years. The applicant states that this amount is available in the form of labor of 2 men for a period of 2 years provided the Government will pay for half time wages. Clearly the applicant is not able to invest sufficient monies for the project. The project proposed consists of sinking seven shafts, each being 35 feet deep. Both the schedule and cost estimates are excessive.

The Lead-Zinc Branch recommends that the application be denied, and that the attached letter be sent to the applicant.

Returned herewith are:

4 copies of IF-103 and attached exhibits A-E
3 copies of IF-200 which are dated by applicant
1 topographic sheet showing location of claims, letters and a poem submitted as references by applicant.

Gunnard Johnson

T. F. Billings, Chief
Lead-Zinc Branch

Approved:

Tom Lyon
Director, Supply Division

BGildersleeve:emp
G 8-29-51

Copies to: J. H. East, Jr. (2)
Chief, Lead-Zinc Br.
E. T. McKnight 4204 GSA
R. H. Mote
Reports and Records
Directors r. file 4214 GSA
Br. r. file 4214 GSA
Files

J.H.E. recom
J.H.S.

cancelled

AUG 31 1951

Re: DMA-1939

Mr. John G. Eckel
c/o Charles D. Cassady
Cross Lodes Mining Company
118 Brush Street
Prescott, Arizona

Dear Mr. Eckel:

The Defense Minerals Administration has reviewed your application (DMA-1939) for exploration assistance on the Cross Lodes claims 1-7.

Under the Defense Minerals Administration program, Government aid is available for exploration projects only if the applicant is able to advance half of the funds needed for the project. Funds advanced by the Government are on a re-pay basis. That is, each month the applicant submits a voucher of expenditures for payment and, upon approval, the Government pays the applicant the agreed-upon proportion of the allowable costs. You say in your application you can participate in the cost of the proposed $25,000.00 only to the extent of the labor of two men at $1,200.00 for a period of two years. This is considerably less than the amount required. I regret, therefore, that your application must be denied.

We wish to thank you for bringing this property to our attention.

Very truly yours,

Tom Lyon

Tom Lyon, Director
Supply Division

letter

JHS.

BGildersleeve:emp
G 8-29-51
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