MME Form 9
Rev. Nov. 65

UNITED STATES
DEPARTMENT OF THE INTERIOR
Geological Survey

OFFICIAL DOCKET FILE Contract No. _____ Docket No. 6783

Application
- [ ] Denied
- [x] Withdrawn

Contract
- [ ] Terminated - Not Certified
- [ ] Terminated - Certified
- [ ] Cancelled
- [ ] Royalty Agreement

The records contained in this file are marked (x) and arranged in this order:

Folder No. 1:

Left Side

- [ ] Royalty Audits
- [ ] Certification of Discovery
- [ ] Closing Letter
- [ ] Cost Audits
- [ ] Termination Notice or Agreement
- [ ] Recision Notice
- [ ] Assignment of Contract
- [ ] Contract Amendments
- [ ] Contract with all exhibits and annexes
- [x] Owner's Consent to Lien and Subordination Agreement
- [x] Application and Attachments

Right Side

- [ ] Project Summary (final)
- [ ] Work Completed Analysis (final)

All other material filed in chronological order including the following reports if checked:

- [ ] Field Team Semiannual Report for Certified Project
- [ ] Final Field Team Report (Tab)
- [ ] Operator's Final Report (Tab)
- [ ] Interim Field Team Reports
- [ ] Operator's monthly reports and all attachments
- [ ] On-site Exam. Report (Tab)
- [ ] Settlement Sheets
- [ ] Drill Logs

Additional Folders:

Left Side

Folders No. _____: Reports

- [ ] Analysis of Semiannual Inspection Reports
- [ ] Project Summary (Interim) by MME Engineers

Right Side

- [ ] Field Team Semiannual Report for Certified Project
- [ ] Field Team Interim Reports
- [ ] Operator's Monthly Reports with Transmittal, Narrative and Maps

Folders No. _____: Maps (Use pocket folder or envelope)

Folders No. _____: Settlement Sheets

Folders No. _____: Drill Logs

Folders No. _____: Royalty Material

72195-65

UNITED STATES
DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

April 15, 1969

Memorandum

To: Chief, Office of Minerals Exploration
Washington, D. C.

From: Field Officer
Region II

Subject: New Application (Mercury)
Earl J. Templeman
Running Silver 8 and 9 Claims
Humboldt County, California

OFFICIAL COPY
O. M. E.
RECEIVED
APR 17 1969
INITIALS | CODE

Enclosed is one copy of the subject application received in this office April 14, 1969. An extra copy, without the lease or Lien and Subordination Agreements, has been retained in our files.

The lease provides for a royalty of two percent but is so ambiguous it may be unacceptable. Assays indicate commercial amounts of mercury, but what they represent is only implied. The Applicant proposes to furnish his share of the costs by use of his own equipment at full value. Proposed exploration may or may not be largely prospecting, depending on the sampling method used. In any case some holes are too close to the property lines, and they are too close to each other to be justified in a single stage. The costs have not been underestimated.

This property appears to have interesting possibilities. If the assays represent the average grade of the overburden, they indicate an ore body, and the proposed drilling will delineate the ore. If the assays represent either grab samples or screenings, they are insufficient to justify an exploration project and the property is still in the prospecting stage.

R. M. Smith
for H. K. Stager

Enclosures

MME Form 40
(Revised Nov. 68)

Budget Bureau No. 42-R1368
Approval expires Dec. 1971

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

OFFICIAL COPY
M. E.
RECEIVED
APR 17 1969
MINERALS CODE

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

Pursuant to Public Law 85—701 (72 Stat. 700; 30 U.S.C. 641)

NAME OF APPLICANT *(Full legal name and mailing address as they should appear on contract if one is executed.)*

Earl J. Templeman
P.O. Box 53
Hornbrook, Calif

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: 6783
DATE RECEIVED: 4-17-69
REGION: II
DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

- INDIVIDUAL [X]
- CORPORATION [ ]
- PARTNERSHIP [ ]
- OTHER *(Specify)* [ ]

STATE IN WHICH FIRM IS ORGANIZED:

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
None		

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE: Mercury

ESTIMATED COST OF PROJECT: $54,769.00

PROPERTY NAME	LOCATION COUNTY	STATE
Running Silver	Humboldt	Calif.

GENERAL INSTRUCTIONS

Before filling out this application, please read the *OME Regulations for Obtaining Federal Assistance in Financing Explorations for Mineral Reserves* (30 CFR Chap. II). To assure prompt action, your application must provide all applicable material and information specified on the back of this application form. Avoid unnecessary correspondence and delays by submitting complete and accurate information. *Please submit two copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Department of the Interior, U.S. Geological Survey, Office of Minerals Exploration, Washington, D. C., 20242, or with the nearest OME Field Office.*

CERTIFICATION

The undersigned, whether as an individual, corporate officer, partner, or otherwise, both in his own behalf and acting for the applicant, certifies that the information set forth in this form and accompanying papers is correct and complete, to the best of his knowledge and belief, and that he would not ordinarily undertake the proposed exploration under current conditions and circumstances at his sole expense.

April 1969
DATED

Earl J. Templeman
BY *(Signature)*

TITLE

A wilfully false statement or certification to any Department or Agency of the United States Government is a criminal offense.
U. S. Code, Title 18, Sec. 1001.

INFORMATION REQUIRED WITH THIS APPLICATION

1. Financial Eligibility:

(a) Submit evidence of efforts made within 90 days preceding the filing of this application to obtain credit from your bank of account and at least one other banking institution or other private source of credit. Such evidence shall include (1) true copies of your letters to credit sources which show date of loan request, amount and terms requested, and proposed use of loan funds and (2) true copies of replies from credit sources. If the loan was offered under terms which you consider unreasonable, state why you consider them so.

(b) List names and addresses of affiliated, parent, or controlling companies or organizations and state extent and nature of their interest.

(c) State how you propose to furnish your share of the cost of the exploration work.

2. Applicant's Rights in Land:

(a) State your interest in the land and mineral rights, whether owner, lessee, purchaser under contract, or other. If you are not the owner, submit one true copy of the lease, contract, or other document (with address of owner) under which you control the property. Describe all liens, mortgages, or other encumbrances on the land and state book and page number and official place where recorded.

(b) State the legal description (section, township, and range; metes and bounds; patent number of claims) of the land upon which you wish to explore and all adjacent land which you own or control. Describe any part of the land or workings which should not be subject to Government royalty and liens. If the land consists of unpatented claims, state book and page number for each recorded location notice, including amended locations, and official place where recorded. State all the names by which you know the property.

(c) For all land or mineral rights encumbered or not owned, submit five copies of Lien and Subordination Agreements signed by owner on MME Form 52. If the agreements cannot be obtained, state reasons and whether you can furnish a performance bond.

3. Physical Description:

(a) Describe in detail and illustrate with maps or sketches all mining or exploration operations which you know have been or are being conducted upon the land. Include existing mine workings and all production facilities.

(b) State your interest, if any, in operations described in (a)

(c) State, if you know, the past and current production, supporting your statement with copies of settlement sheets, mine records, or published data if available.

(d) Describe known ore reserves, giving quantities and grades.

(e) Describe by narrative and maps or sketches the geologic features of the property, including ore minerals, geologic formations if known, and type of deposit (vein, bedded, etc.).

(f) If you have sampled the area you propose to explore, show where the samples were taken, describe sampling methods used, and provide copies of assay certificates. State your reasons for expecting to find ore.

(g) Send with your application at least *two* copies of all geologic or engineering reports, assay maps, or technologic information which you have, indicating whether you require their return.

4. Accessibility of Property:

(a) To aid the OME representative who may examine the property state name, address, and telephone number of person who will meet him; give directions for reaching the property; and describe accessibility of property and of any mine workings.

(b) Name the shipping and supply points and state the distances to the property.

5. Exploration Work:

(a) Describe fully the proposed exploration work giving individual footages and sizes of openings *for each item of work.* Use narrative, maps, plans, and sections as necessary. Show location of the proposed work as related to geologic features such as veins, ore-bearing beds, contacts of rock formations, etc. Show also the relation of the proposed work to any existing mine workings and to *land boundaries* or to the closest identifiable corner.

(b) If an access road must be built, show the proposed location on the property map and state the length, type and construction methods proposed.

(c) If an OME contract is executed, state how soon thereafter work would be started and finished. State your anticipated average daily or monthly rate of progress for each type of work.

6. Experience:

State your operating experience and background to conduct this exploration work and also that of the person who will supervise the work.

7. Estimate of Costs:

Furnish detailed estimates of the necessary costs for time and materials *for each item of the work proposed in 5(a)* under the headings listed below with a total for each heading and the estimated total cost of the work. Costs for any work to be performed by an independent contractor should be listed separately under category (a) below. Costs for any work that is not to be performed by an independent contractor should be listed under categories (b) through (g).

(a) Independent contracts. State the total cost of any proposed independent contract for all or any part of the work, and the number of units and the unit cost for each type of work, such as per foot of drilling, per foot of drifting, per hour of bulldozer operations, or per cubic yard of material moved. Cost estimates should be supported by bids from three contractors if possible. (*Note*—If none of the work is to be contracted, write "none" after this item.)

(b) Personal services. The cost of supervision, engineering and geological services, outside consultants, and labor should be itemized by numbers and classes of employees; rates of wages, salaries or fees; and periods of employment. State whether these services are available.

(c) Operating materials and supplies. List items of material and supplies giving quantity and price of each. Include under this heading power, water, and fuel, and units of equipment and tools costing less than $50 each.

(d) Operating equipment. List items of equipment and tools costing $50 or more per unit. Give specifications and indicate how each item is to be acquired—i. e., rented, purchased or provided by the applicant. If rented or purchased, state the estimated rental or purchase price. If furnished by the applicant, state condition and present fair market value.

(e) Initial rehabilitation and repairs. Describe the type and the cost of *initial* rehabilitation or repair of existing buildings, fixtures, installations (exclusive of mine workings), and movable operating equipment now owned by the applicant which will be used in the exploration work.

(f) New buildings, fixtures, installations. Describe each building, fixed improvement, and installation to be purchased, constructed, or installed for the exploration work, stating specifications and cost including labor, materials, and supervision.

(g) Miscellaneous. Describe the type and estimate the cost of repairs and maintenance of the operating equipment listed in 7(d). Do not repeat initial repairs listed in 7(e). Show also the costs of analytical work, accounting, workmen's compensation and employees' liability insurance, payroll taxes, and other required costs that do not fall within the previous categories. [*Note*—The Government will not contribute to costs incurred before the date of the contract, or to costs of or incident to: (1) acquiring, using, or possessing land and any existing improvements, facilities, buildings, installations, and appurtenances, or the depreciation and depletion thereof; (2) general overhead, corporate management, interest and taxes (other than payroll and sales taxes); (3) insurance (other than employees' liability insurance); and (4) damages to persons or property (other than authorized repair to or replacement of equipment or other property used in the work).]

Financial Eligibility

(A) 1 See Exhibit No. 1

2 See Exhibit No. 2

(B) None

(C) I intend to put in one Austin Power shovel valued at $ 20,000.00 in nearly new condition, also mercury assaying equipment value $ 1200.00. One new Mc Cullough engine driven auger drilling outfit, with bits and twenty one feet of contineous flite auger value $700.00 for a total of $21,900.00

Applicant's Rights in Land

(A) I am the lessee of two claims with a 98% intrest in them for the next 55 years, See lease inclosed exhibit No, 3. There are no leins or mortgagees against the claims

(B) Claims No. 8 and 9 located in Humboldt County, Range 5 east, Township 9 west of Sections 7 and 8. These claims are not patented, claim 8 is recorded in book 895 Page 508 and claim 9 is recorded in book 895 Page 514, located in the county court house at Eureka, Calif. See exhibit No 4. Theses claims are known as the Running Silver claims marked on exhibit map No. 5

(C) 5 copies of form mme 52 inclosed See exhibit No. 6

Physical Description

(A) See exhibit map N.7 as to the location and debth. The ten assay samples were taken in exhibit No. 8 August 11, 1966, by myself, and as you can see assayed by Eisenhauer Laboratories.

I do not know where on the two claims the 8 samples

in exhibit No. 9 were taken, in 1960. There are no mine workings on the two claims.

(B) I took the 10 samples in 1966 described in exhibit No. 8 by digging to the debth indicated in exhibit 8.

(C) None

(D) From exhibit No. 8 it appears it will averace 2.06 lbs. per ton, at a debth of from 20 inchs to four feet. From exhibit No. 9 the average is 1.74 lbs. of mercury per ton. Either one are very good considering that there are no rocks to be ground as the cinaber is in the fines only.

(E) This is a mountain side, with a slope of about 25 degrees and this ore apparantly has slid down the mountain from an extinct chimney which I have found above the claims. The cinabar is not in veins, but seems to be all thru the fines only, as the small existing stones from 3 inchs and down in size do not carry cinabar, but the fines have christals up to three eighths of an inch ranging down to pin point size.

(F) See exhibit map No. 7 which shows debth, and location of samples taken in assay report exhibit No. 8.

(G) See exhibit No. 5. I do not require return of maps.

Accissibility of Property

(A) Notify me, Earl J. Templeman P.O.Box 53 Hornbrook, Calif in time for me to drive 120 miles down river to Orleans where I will meet the OME representative, or get in touch with LeRoy Walker, the lessor of the claims in Orleans, phone No. 916-6273220, or if No answer call the plywood mill where he works and either one of use will take the man to the claims

(B) The shipping and supply points will be Orleans Calif. 19 miles in a northly direction from the claims on the Clamath river.

Exploration Work.

(A) Refering to exhibit No. 10 I wish to start at the lower left hand corner of the claim No. 8 and drill with the 3 inch auger, down to the underlying rock or clay a distance of from 4 feet to 9 feet every 100 ft. going from 1 th 13 and then going up the claims in enclements of 100 ft. and then across for another 13 holes so when I am through I will have a total of 208 holes which 6 ft. or more in debth for a total footage of about 1240 ft. Now each one of the 208 holes will have to be assayed and kept seperate from the others. Drilling costs will run $6.00 per foot excluding the assay costs. It will be necesary for two men to work on the drill, as the organic materal must be throughly cleared away from the site of the hole to provent contanination of the ore samples.

Now after the assay reports are available, the holes showing commerical quanties of ore should be opened up further with a shovel, so that a wall is exposed which then willwith further sampleing and assaying give a very acurate picture as to what the two claims will run.

(B) No access road is required as there are good logging roads running through the property.

(C) Work can be startded at once, unless the contract is held up on your end, untile winter weather would stop me.

It will take a month for the two drill men to clear the organic material away from the drill sight, to drill the 208 holes, and for the assayer to assay the 208 samples. It will also take one month for a carpenter, which can be going on simultonously with the drilling, to construct and equipt the following three buildings;

1- 8'X16' Portable Kitchen

1- 8'X16' " Laboratory

1- 8'X16' " Bunk House

These buildings are necessary as the claims are 19 miles away from the closest town.

I estimate that it will take 4 months shovel work and assaying to complete the projeet which with the one month of drilling will make a total of 5 months.

Experience

In the summer of 1950 I went through western Canada and Alaska looking for gold and silver, which/found, but decided do to the short working season not to persue it farther.

In the summers of 1958 - 59- 60- 61 and 62 I explorded Southern Canada and northern Unitded States from the west coast to the east coast, and while I found and heard abuut many mineral deposits, again the short working season was against my opening mining operations.

In 1966-67-68 and 69 I have been in the Hornbrook, Calif. area acquiring Mining equipment, assay equipment, Drilling and shovel equipment, together with finding mercury deposits. I have also building experience together with machine shop and supervision experience.

Estimate of cost

(A) None

(B)	1 Supervisor 5 months @ $1500.00 per mo.	$7500.00
	1 Assayer and Engineer @ 1500.00 " "	7500.00
	1 Geologist and report Part time	1800.00
	1 Book keeper and Stenographer 5 mo. @ $500.00	2500.00
	1 Cook for 5 months full time 7 days a week $200	4000.00
	1 Driller 1 Mo.	1000.00
	1 Driller helper. 1 mo.	700.00
	1 Carpenter 1 mo.	900.00
	1 Shovel Operator 4 Mo. at 1,000,00	4000.00
	1 All around man, clear brush supply water 5mo.	2500.00
	Total	$32,400.00

Services of the people are aviable in this area, however due to the distance from the back woods town of Orleans I will have to feed and lodge them, for the intire time they are on the job.

(C)	Gasoline for shovel drill and truck 5 mo	$1500.00
	Oil for the above	100.00
	Food for above crew 5 mo at 500.00 mo.	2500.00
	Misc. shovels, axes, picks, Bars& trimmers	100.00
		$4200.00

(D) The following equipment to be furnished by applicant.

1 Austin Western 3/8 Yard shovel nearly new	$20000.00
1 new Mc Cullough auger drill outfit complete	700.00
1 Mercury assay labarotary fully equiped	1200.00
	$21900.00

(E) No repairs required on equipment

(F)	1 8'x16' portable bunk house with 6 beds	$1800.00
	1 8'x16' " Labartary bldg. cubbards	1800.00

(F)	1- 8'x16' Cook house Portable with cubbards& sink	$ 1800.00
	Refrigator, Stove, Table & Chairs for above	600.00
	5 K.W. Power plant for power and lights	1000.00
		$ 3400.00
(G)	I estimate there will be 10% of the $21900.00 cost	2190.00
	I estimate pay roll tax, Sales Tax Lib. Ins, & Misc	4000.00
		$ 6190.00

Total of page 5 and 6	$ 49,790.00
10% above total for emergencies	4,979.00
Grand Total	$ 54,769.00

The reason I am asking for the additional ten per cent is The claims are 100 miles from Eureka the closed town where I might be able to get parts for the equipment, and will have to buy the lumber, Stove, Refrigator, Beds, Chairs and Table from there, with the truck.

EXHIBIT NO 1

Mar. 31, 1969

P.O.Box 53

Hornbrook, Calif.

Bank Of America

Gentleman;

I have a 98 % intrest in two Mercury claims No. 8 and 9 located in Humboldt county Range 5 East and Township 9 West of section 7 and 8 .

These are open pit claims with ample water and roads to them. They assay from 16 samples assayed .60 to 4.60 lbs per ton of mercury or an average of 2.06 pounds per ton.

Now it is necessary for me to test over the entire area with a shovel, that I now have, valued at $20,000. in order to find if these claims will justify a full scale mining operation. I will have to a Geologist report, as well as an assayer, shovel operator and cook which will cost in the neighborhood of $60,000. dollars

Now if I put up the shovel and my intrest in the claims will you consider loaning me the ammount specified above, if so let me know the intrest and payoff.

Respectfully,

Earl J. Templeman

Earl J. Templeman

EXHIBIT NO 2

Bank of America
NATIONAL TRUST AND SAVINGS ASSOCIATION

CABLE ADDRESS
"BANKAMERICA"

April 10, 1969

Mr. Earl J. Templeman
P.O. Box 53
Hornbrook, California
96044

Subject: Requested Loan

Dear Mr. Templeman:

In response to your letter of March 31, 1969, requesting a $60,000.00 loan, please be advised that we will be unable to grant you this request at this time. Loans of this type are not entered into by the bank due to the speculative nature.

Possibly we can be of some assistance to you in the future.

Sincerely,

Howard Jones by R

Howard Jones
Assistant Cashier

HJ/s

DUPLICATE

CORRES-87 7-69

EXHIBIT NO 2

Cable Address—BANKAMERICA

Bank of America
NATIONAL TRUST AND SAVINGS ASSOCIATION

WILSHIRE-15TH BRANCH • 1430 WILSHIRE BOULEVARD • SANTA MONICA, CALIFORNIA 90406

April 8, 1969

Mr. Earl J. Templeman
P. O. Box 53
Hornbrook, California

Dear Mr. Templeman:

We have reviewed your request for a $60,000 loan for the purpose of conducting an overall test on your two mercury claims in Humboldt County, and we are unable to see any way that we can assist you in this operation at this time.

We always regret having to flatly turn down any loan application without some alternative, and especially so for one of our depositors; however, you will recall that when we originally talked about this loan, it did not look like one we could put together.

We hope you will not permit this turn down to stop you from submitting future requests to us.

Sincerely,

R. L. Miller

R. L. Miller
Assistant Vice President

RLM:sll

EXHIBIT NO 3

THIS LEASE, made and entered this 12 day of Mar, 1969, by and between LeRoy Walker of Orleans Calif P.O. BOX 132 Co of Humboldt

hereinafter called the Lessor without distinction as to number or gender, and Earl J. Templeman of 1301 California St., Santa Monica, California, hereinafter called the Lessee.

WITNESSETH: The parties hereto agree as follows:

1. The Lessor hereby leases unto the Lessee and the Lessee hereby hires from the Lessor, for the purpose of conducting mining operations, those certain mining claims situated in the County of HUMBOLDT, State of CALIF and more particularly described as follows: CLAIMS NO 8&9 LOCATDED IN HUMBOLDT COUNTY. RANGE 5 EAST & TOWNSHIP 9 WEST OF SECTION 7 & 8

2.. To have and to hold said leased mining claims, together with the appurtenances, rights privileges and easements thereunto appertaining unto the Lessee, for the term of five years commencing on the _____ day of 12 MAR, 1969, and ending on the 12 ~~MAR~~ day of

MAR , 1974. Lessor agrees that Lessee may exercise option to extend this Lease a maximum of ~~three~~ 10 times of up to five years for each extension, by given written notice of intent to extend to the Lessor in the manner described herein at least thirty days prior to the termination date noted above or such other termination date as may be applicable at the time. E.J.T. L.W.

3. Lessee agrees to pay Lessor ~~TWO~~ TWO-PERCENTUM (2 %) of all minerals, or, at Lessor's request, the value thereof in lawful money of the United States. The amount of such payment shall be computed by Lessee every six months, beginning six months after the commencement of this Lease and be tendered to the Lessee within thirty days after the date on which the computation is based.

4. Lessor, or his designee, shall have the right to audit Lessee's records for each six month period after payment for the period is made, provided (1) notice of intent to audit is given Lessee within thirty days after payment is made and (2) the audit is begun within sixty days after payment is made. Any adjustments in payment as may result from audit shall be made within thirty days after the audit report is given the Lessee, provided the Lessee gives no notice of objection to the report to Lessor within that same period. Where such notice is given, Lessee shall employ his own auditor who shall begin his audit within thirty days after the date of notice of objection. After the latter audit, both audit reports shall be used as the basis for a negotiated settlement.

5. Lessee shall perform all mining operations on the leased claim in an efficient and workmanlike manner. Lessee may place personal property on the leased claim which he considers necessary to so performing. Lessee guarantees that, during each year after the commencement of this lease, he will process no less than 100 tons of ore until such time as Lessee may terminate under the provisions of number 6 below. If Lessee does not meet this condition in a given year, this lease shall be automatically terminated at the end of that year.

6. The Lessee may terminate this lease at his sole discretion at any time during the period noted above, or any extension thereof, if he determines that commencement or continuation of mining operations on the claims described herein would be uneconomical. Such termination shall be effective fifteen days after notice of intent to terminate is made.

7. Lessee shall have the right to leave his personal property on Lessee's claim up to six months after the termination of this lease without obligation to the Lessor. This right of the Lessee shall accrue to him regardless of the manner in which this lease terminates.

8. Lessee shall be solely responsible, with respect to the Lessor, for all actions and deeds of himself, his employees, agents and invitees made on the leased claim, and shall not hold Lessor responsible for any loss of or to Lessee's personal property either from natural causes or caused by others.

9. Either party to this Lease may assign, or otherwise transfer to others, all or part of his interest in this lease at anytime, provided that the terms herein contained shall be binding on the assignees and/or transferees. Notice of intent to so assign or transfer shall be given the other party hereto thirty days prior to the effective date of such assignment or transfer.

10. All notices, payments or other communications herein provided to be given, or which may be given, by either party to the other, shall be deemed to have been fully made when made in writing and deposited in the United States mail, certified and postage prepaid, and addressed as follows:

To the Lessor at ORLEANS, CALIF.
P.O. BOX 132
_____ and

To the Lessee at 1301 California St.,
Santa Monica, California

Nothing herein contained shall preclude the giving of any such written

notice by personal service. The address to which notices shall be mailed as aforesaid to either party may be changed by written notice given by such party to the other at least ten days prior to the effective date of such change. Such notice of change of address shall be made in the manner herein before provided.

11. The Lessor reserves the right to enter and inspect the leased claim, at reasonable times, and to make any necessary repairs to such of his property, real or personal, as may be located on the leased claim, or remove same from the leased claim.

12. The Lessee shall have the right during the existence of this Lease, unless otherwise prohibited by applicable law, to make alterations, attach fixtures and erect additions structures or signs upon the leased claim. Such fixtures, additions, structures or signs so placed in or upon or attached to the leased claim under this Lease shall be and remain the property of the Lessee and may be removed therefrom by the Lessee prior to the termination of this Lease or any extension thereof, or within six months after such termination.

13. The Lessor agrees that the Lessee, keeping and performing the covenants and agreements herein contained on the part of the Lessee to be kept and performed, shall at all times during the existence of this Lease peacably and quietly, have, hold, and enjoy the leased claim, without suit, trouble or hindrance from the Lessor, or any person claiming under Lessor.

14. Upon termination of this Lease, the Lessee will peaceably surrender to the Lessor the leased claim in as good order as when received, reasonable use and wear thereof damage by earthquake, fire, public calamity, by the elements, by act of God, or by circumstances over which Lessee has no control, or alterations to the claim required by Lessee to perform mining operations, or for which Lessor is responsible under this Lease, excepted. The Lessee shall have no duty to remove any improvement or fixture placed by him on the leased claim or to restore any portion of the leased

claim altered by him, save and except in the event Lessee elects to remove any such improvement or fixture and such removal caused damage or injury to the leased claim, and then only to the extent of such damage or injury.

15. Time is of the essence of this Lease, and the terms and provisions of this Lease shall be binding upon and inure to the benefit of the heirs, executors, administrators, successors and assigns of the respective parties hereto.

16. Notwithstanding anything to the contrary contained herein, this Lease may be terminated, or its provisions amended or deleted, provided there is mutual consent of the parties hereto to such termination, amendment or deletion and such consent is expressed in writing.

17. If any portion of this Lease is in conflict with applicable law, such portion shall be null and void. Such conflict shall affect other provisions of this Lease only to the extent that the provision in conflict is inextricably entwined with other provisions. With the above exception, all other provisions shall be binding on the parties hereto as if they were agreed to separately, paragraph by paragraph, sentence by sentence, clause by clause, and phrase by phrase.

IN WITNESS WHEREOF, this Lease has been executed by the parties hereto as of the date first above written.

LESSOR

Lesley Walker

P.O. BOX 132
ORLEANS,
CALIF.

LESSEE

Earl J. Templeman

Earl J. Templeman
1301 California St.
Santa Monica, California

EXHIBIT NO 4

Claim	#15	9-1-1966	Book	895	Page	510
"	#10	" "	"	895	"	512
"	#9	" "	"	895	"	511
"	#8	" "	"	895	"	508
"	#7	" "	"	895	"	506
"	#6	" "	"	895	"	504
"	#5	" "	"	895	"	502
"	#4	" "	"	895	"	500

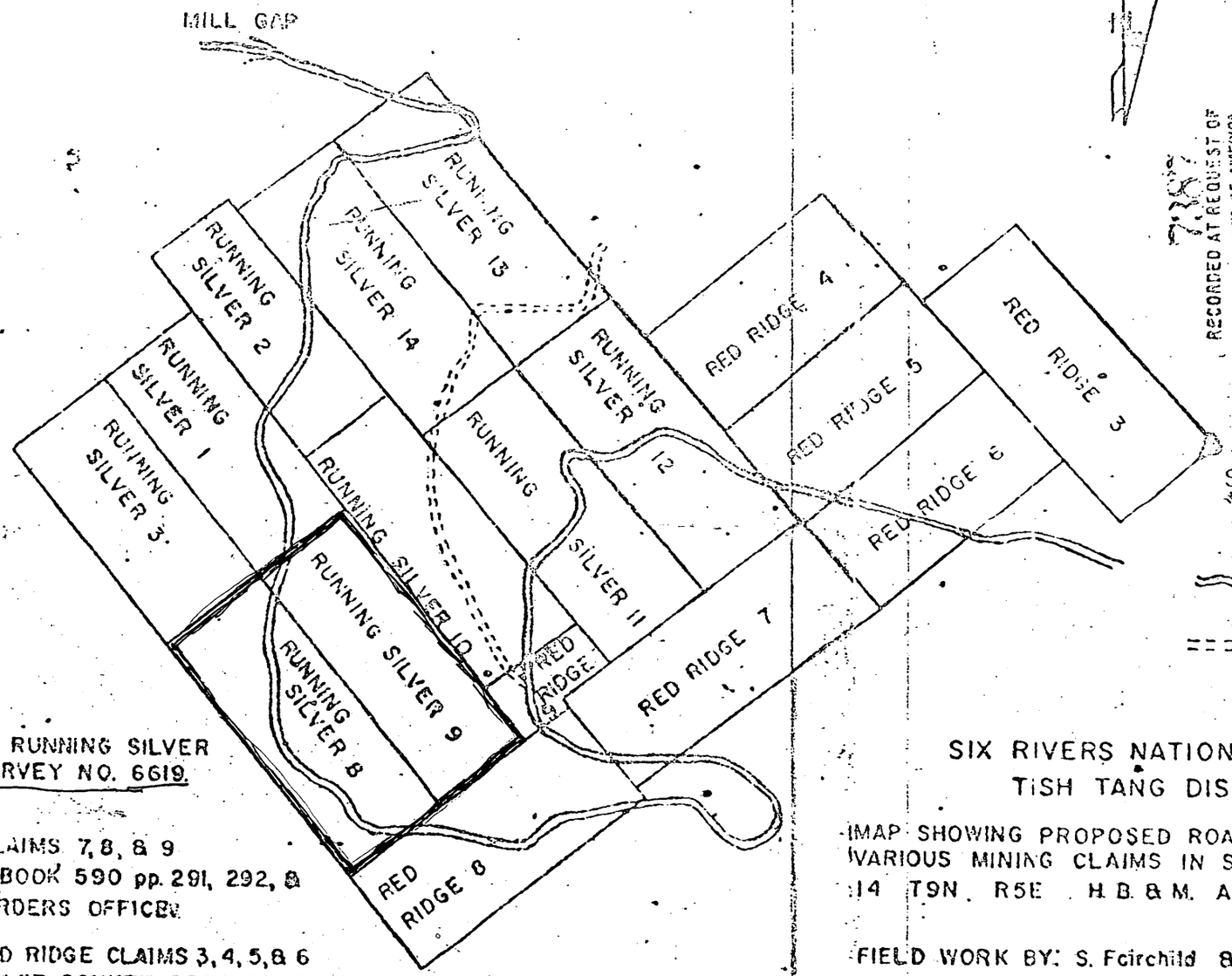
	ME	Taylor
1956		Location #1 to 25
1957		Amended Location #4 to 15
1958		
1959		Proof of Labor
1960		Proof of Labor
1961		Proof of Labor
1962		
1963	Location 4-5-6 7-8-9 10 and 15	Proof of Labor
1964	Proof of Labor	Proof of Labor
1965	Proof of Labor	

Assay 8-11-196

1 —	.055%
2 —	.095%
3 —	.13%
4 —	.05%
5 —	.115%
6 —	.12%
7 —	.065%
8 —	.095%
9 —	.135%
10 —	.17%
AVERAGE	.103%

Claim 9 .089%
Claim 8 .117%

Earl J. Templeman P.O. Box 53 Hornbrook, Calif



SCALE 1" = 800 ft.

LEGEND

PROPOSED MAIN ROAD

PROPOSED SPUR ROAD

BEARINGS & DISTANCES FOR THE RUNNING SILVER CLAIMS FOUND ON MINERAL SURVEY NO. 6619. (CLAIMANTS HAVE COPY)

DISTANCES FOR RED RIDGE CLAIMS 7, 8, & 9 FOUND IN OFFICIAL RECORDS BOOK 590 pp. 291, 292, & 293 HUMBOLDT COUNTY RECORDERS OFFICE.

BEARINGS & DISTANCES FOR RED RIDGE CLAIMS 3, 4, 5, & 6 FOUND IN O.R. 562 p. 180, HUMBOLDT COUNTY RECORDERS OFFICE.

SIX RIVERS NATIONAL FOREST
TISH TANG DISTRICT

MAP SHOWING PROPOSED ROAD LOCATION THROUGH VARIOUS MINING CLAIMS IN SECTIONS 11, 12, 13 & 14 T9N. R5E. H.B. & M. ALL UNSURVEYED

FIELD WORK BY: S. Fairchild & R. Trygar 1/61
BASED ON MINERAL SURVEY 6619
TRACING BY: M. Talley 1/61

RECORDED AT REQUEST OF UNITED STATES OF AMERICA OFFICIAL RECORDS PG 400
May 5 1 25 PM 1961
HUMBOLDT CO. RECORDS
HAL COX AUDITOR-RECORDER
DEPUTY
FEE $

Earl J. Templeman
P.O. Box 53
Hornbrook, Calif.

EXHIBIT NO 5

EXHIBIT NO 8

The EISENHAUER LABORATORIES
316-322 South San Pedro Street
Phone 622-9328 • LOS ANGELES, CALIFORNIA 90013

EISENHAUER LABORATORIES
C. EISENHAUER RAYMOND
LAWRENCE CLAIR RAYMOND

Established 1916
ASSAYERS
METALLURGISTS
CHEMISTS
ORE TESTERS

August 11, 1965

Earl J. Templeman
P.O. Box 53
Hornbrook, Calif.

Earl J. Templeman
Santa Monica
California

Subject: Assays of Ores.

Marked:	Mercury (Hg)
~~Oregon-1~~	~~0.14%~~
~~Oregon-1½~~	~~0.04%~~
~~Oregon-2~~	~~0.07%~~
~~Oregon-3~~	~~0.09%~~
~~Oregon-4~~	~~0.05%~~
~~Oregon-5~~	~~0.095%~~
~~Oregon-6~~	~~0.115%~~ AVERAGE
Calif-1	0.055%
Calif-2	0.095%
Calif-3	0.13%
Calif-4	0.05%
Calif-5	0.115%
Calif-6, claim 8	0.12%
Calif-7, 4' down road	0.065%
Calif-8	0.095%
Calif-9 on 8	0.135%
Calif-10 on road	0.17%

Respectfully submitted, AVERAGE 2.06 lbs per TON

The EISENHAUER LABORATORIES

L. E. Raymond

EXHIBIT NO 9

L. M. HOWSER
145E. 26 TH ST.
YUMA, ARIZONA

ASSAY CERTIFICATE

PHONE SU 3-4763

I HEREBY CERTIFY THAT THE SAMPLES BELOW, RECEIVED FROM Yuma, Ariz. Sept 19 1960

Leroy Assay as follows

Earl J. Templeman P.O. Box 53 Hornbrook, Calif.

OWNER'S MARK & SAMPLE	GOLD OZS. PER TON	GOLD VALUE PER TON	SILVER OZS. PER TON	SILVER VALUE PER TON	TOTAL VALUE PER TON.	PERCENTAGE OF	VALUE PER TON.
1 # 1	0.23 % Hg	4.60 lbs Hg per ton					
2 # 2	0.10 % Hg	2.00 lbs per ton					
3 #2 green can	0.07 % Hg	1.40 lbs per ton					
4 # 3	0.03 % Hg	0.60 lbs per ton					
5 # 4	0.03 % Hg	0.60 lbs. per ton					
6 # 5	0.05 % Hg	1.00 lbs per ton					
7 # 6	0.03 % Hg	0.60 lbs per ton					
8 # 7	0.06 % Hg	1.20 lbs per ton					

GOLD @ $ _____ PER OZ.

SILVER @ $ _____ PER OZ.

@ $ _____

@ $ _____

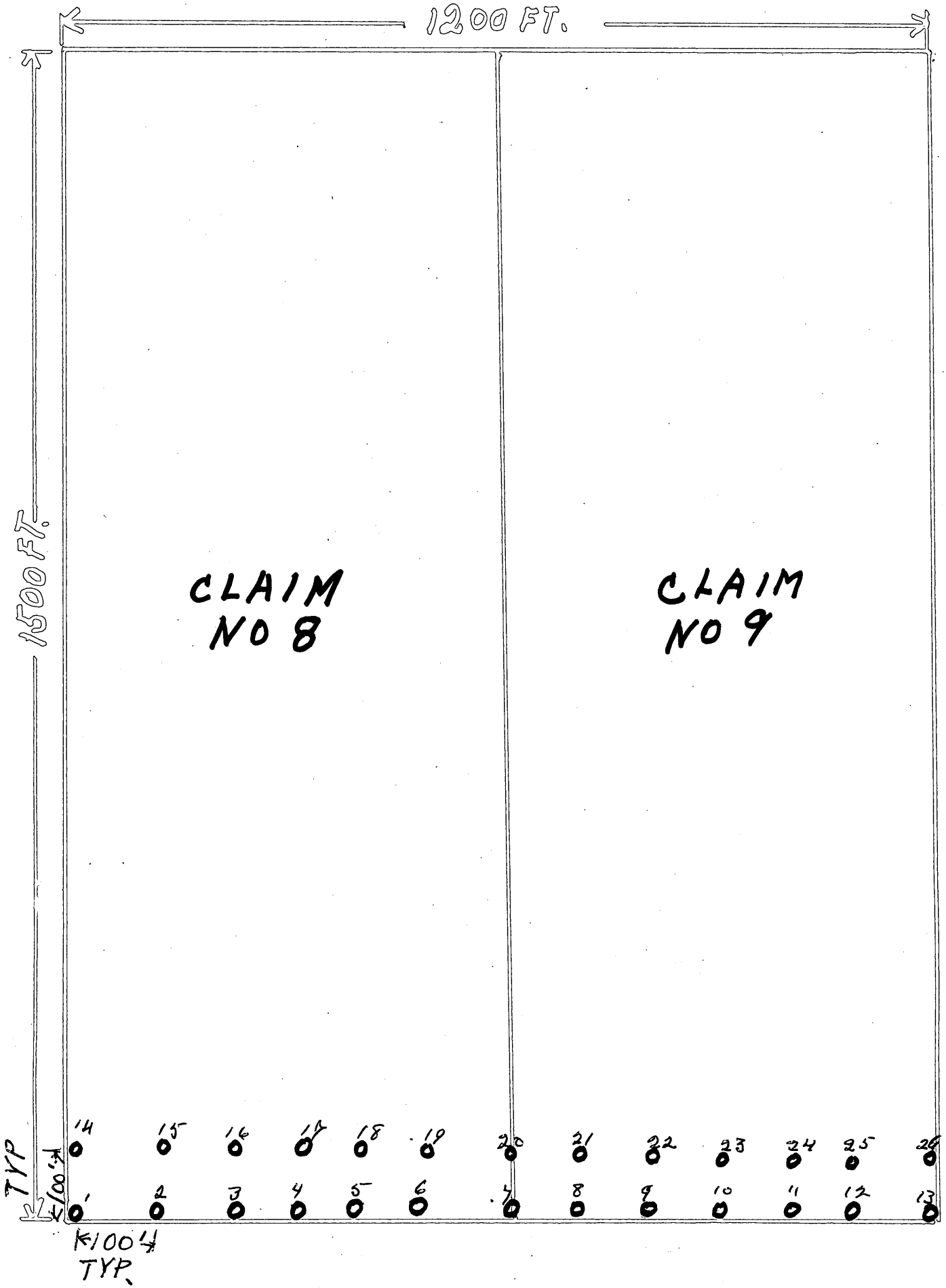
L. M. Howser
ASSAYER

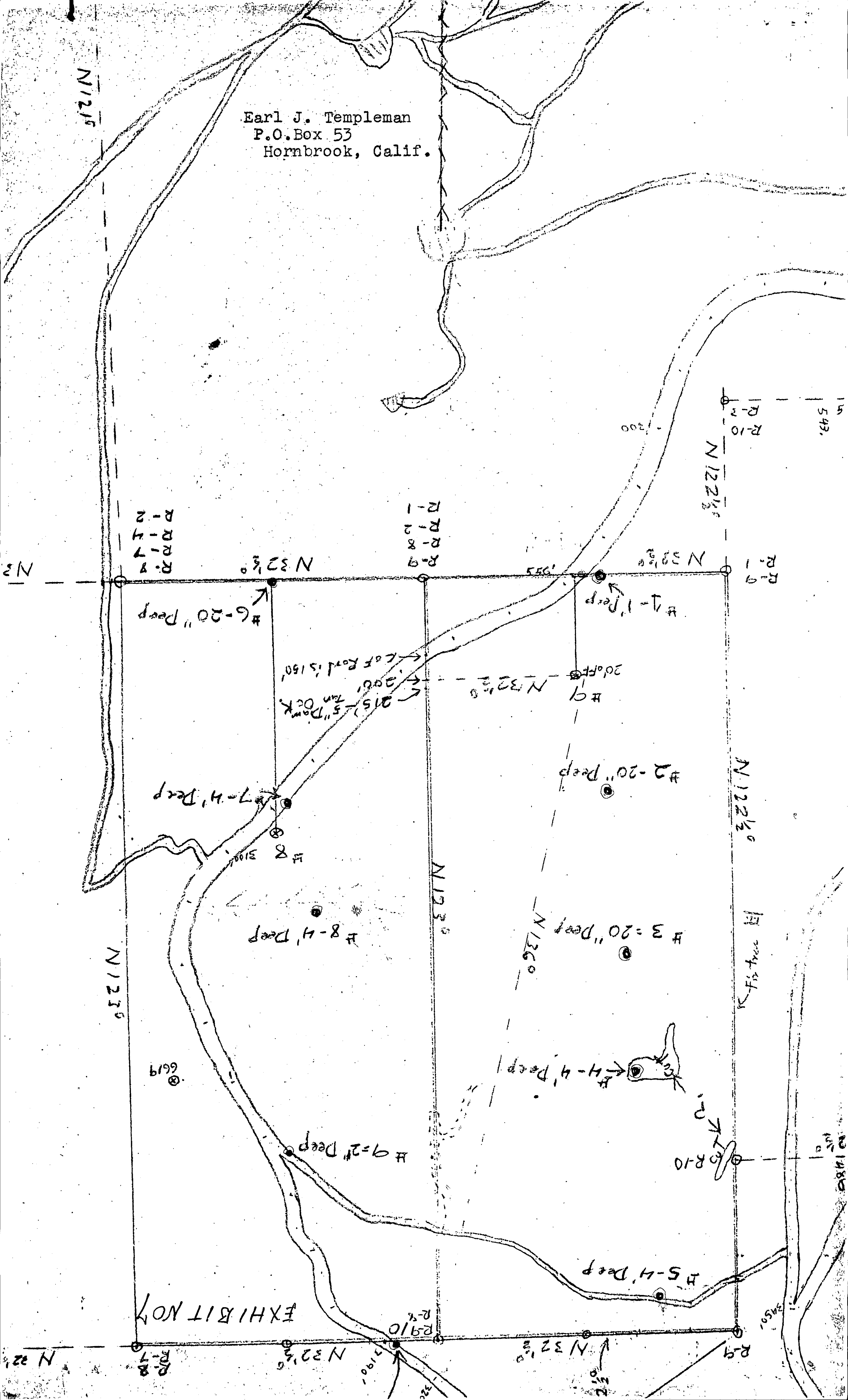
CHARGES $28.00

1800

Earl J. Templeman P.O. Box 53 Hornbrook, Calif.

EXHIBIT NO 10




Earl J. Templeman
P.O. Box 53
Hornbrook, Calif.
EXHIBIT NO 7
#1-1' Deep
#2-20" Deep
#3=20" Deep
#4-4' Deep
#5-4' Deep
#6-20" Deep
#7-4' Deep
#8-4' Deep
#9=2' Deep
Fir tree
Cut
R-10
R-9
R-9/10
R-8
R-7
N 32½°
N 122½°
N 123°
N 126°
556'
543'
3100'
2345'

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
9/10/69	Williams	120
		120
		220

September 10, 1969

MEMORANDUM

To: The File

From: Edward C. Peterson
Office of Minerals Exploration

Subject: OME-6783 (Mercury)
Earl J. Templeman
Running Silver 8 and 9 claims
Humboldt County, California

The Applicant has not replied to our letter of August 7, 1969. Accordingly, the subject docket is referred to the inactive file and the application considered as having been withdrawn.

Edward C. Peterson
Edward C. Peterson

cc: Director's Reading File
Mineral Resources File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 9/10/69

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
8/7/69	Peterson	120
		120
8/7	cal	220
		120M

AIRMAIL

AUG 7 1969

Mr. Earl J. Templeman
Post Office Box 53
Hornbrook, California 96044

Re: OME-6783 (Mercury)
Earl J. Templeman
Running Silver 8 and 9 claims
Humboldt County, California

Dear Mr. Templeman:

We have not received a reply to our letter of July 2 concerning the subject application for assistance.

For your information, since our letter it has become necessary for us to postpone the processing of all applications received pending definite information regarding availability of funds for the fiscal year beginning July 1, 1969. Although appropriations have not yet been made for the current year, we understand that funds will be much less than were available for the year that ended June 30, and we are authorized to operate only at the level of the anticipated reduced funds. Under this situation, action on pending applications must be postponed, as proposed contracts already drafted and awaiting execution will require more funds than are available. When we can again process applications, first priority will be given to those offering the best opportunities for making significant discoveries.

We regret that we must take this action; however, if you wish to submit the additional information requested, and when circumstances permit, we will continue to process your application within the limitations stated above.

If we do not receive a reply from you within 30 days from the date of this letter, we must assume that you are no longer interested in your application and we shall consider it as having been withdrawn.

Sincerely yours,

Harold Kirkemo (gla)

Harold Kirkemo, Chief
Office of Minerals Exploration

cc: Director's Reading File
Mineral Resources File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 8/7/69

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
6/2/69	Peterson	120
		120
		220

120M

JUL 2 1969

AIRMAIL

Mr. Earl J. Templeman
Post Office Box 53
Hornbrook, California 96044

Re: OME-6783 (Mercury)
Earl J. Templeman
Running Silver 8 and 9 claims
Humboldt County, California

Dear Mr. Templeman:

On April 30 we wrote you outlining certain information which is necessary to continue the processing of your application. To date, we have not received these data. Will you please inform us of your plans regarding the application. If you have decided not to pursue it further, please so inform us.

Sincerely yours,

Harold Kirkemo (gla)

Harold Kirkemo, Chief
Office of Minerals Exploration

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 7/2/69

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
4/30/69	[illegible]	120
		120
4/30	[illegible]	220
		120M

AIRMAIL

APR 30 1969

Mr. Earl J. Templeman
Post Office Box 53
Hornbrook, California 96044

Re: CME-6783 (Mercury)
Earl J. Templeman
Running Silver 8 and 9 claims
Humboldt County, California

Dear Mr. Templeman:

A preliminary review of your application for financial assistance indicates that the following additional information is needed before we can continue its processing.

In the event of an exploration contract, state how you propose to furnish your share of the project costs. We find that allowances for the use of an Operator's equipment on an CME project are usually not sufficient to cover his share of the costs. For each piece of equipment used the Operator is compensated by allowing depreciation to the extent of 1/60th of its fair market value or its book value, whichever is less, for each month used. If the equipment is rented, a fair rental charge per month is allowed.

In addition, the Government pays its share of the costs at the end of each month after a voucher for the costs incurred has been submitted and approved. It usually takes two or three weeks to process such a voucher. An Applicant, therefore, should have sufficient funds readily available to pay all the costs of the project for the first two or three months.

We are returning the five executed copies of the Lien and Subordination Agreements. The names of the two claims should be listed under the very first item, and under item 6, please show the date when the agreements were signed by the claim owner.

Although you intend to perform the proposed work with your own equipment and hired personnel, it will be necessary for you to submit bids from at least two independent contractors for each work item (proposed drill and power shovel work) to support the estimated costs.

The estimate for personal services is excessive for the small project proposed. While supervision, technical services, and accounting are allowable costs under a contract, we could not authorize costs above the going rates or above those needed to do the job. Normally, $50 to $75 per month is considered sufficient for accounting purposes, and up to $900 per month for a supervisor-engineer-geologist.

Furnish information relative to how the samples were taken, and their widths.

Please comment on the feasibility of a program limited to bulldozing rather than the work proposed. It seems that several well planned trenches would explore the shallow target area at considerable less cost and time.

We shall be pleased to continue the processing of your application upon receipt of the requested information. However, nothing in this letter should be construed as a commitment by the Government to grant an exploration contract.

Sincerely yours,

Harold Kirkemo (gla)

Harold Kirkemo, Chief
Office of Minerals Exploration

Enclosures

cc: Director's Reading File
Economic Geology File
OME Docket
OME Reading File
Region II
Mr. Peterson

ECPeterson/bsl 4/29/69

April 17, 1969

Mr. Earl J. Templeman
Post Office Box 53
Hornbrook, California 96044

Subject: OME-6783

Dear Mr. Templeman:

Your application for exploration assistance, dated April, 1969, submitted to our office at Menlo Park, California, has been assigned Docket No. OME-6783.

Please identify all future correspondence relating to your application by this docket number.

Sincerely yours,

Harold Kirkemo
Chief, Office of
Minerals Exploration

Copy to Region II