DMA Form 1

DEFENSE MINERALS ADMINISTRATION
Control Slip

CONTROLLED DOCUMENT

DMA Docket No. 621

DO NOT DETACH THIS SLIP

Action on this document is recorded and controlled in Reports and Records Branch. Any movement of this document between divisions or offices of DMA or movement outside DMA must be reported to the Reports and Records Branch. Actions taken that affect status of the case must also be reported.

This document has been recorded as

Exploration loan

Any action taken to change the type of request for assistance must be promptly reported to the Reports and Records Branch. Use DMA Form 2 for submitting these reports.

Routing Slip

To:	Supply Division	Date	OCT 1 7 1951
To:	210	Date	[illegible]
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CONTROLLED DOCUMENT

INT.-DUP. SEC., WASH., D.C. 98868

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

OCT 18 1951

Re: Docket DMA-621
A. R. Rhine
General Teller Mine, Colorado
Exploration loan, $10,000
Lead, zinc

Memorandum

To: Reports and Records Unit
Administrative Management Division

From: Lead-Zinc Branch

Subject: Denial of exploration loan

A letter of inquiry dated February 21 was docketed DMA-621 although it was essentially an unclassified request for information regarding a Government loan. Mr. Rhine was informed of the exploration program by the field team when another application submitted by him, DMA-12, was given a field examination. Since Mr. Rhine did not send in an application for an exploration loan for the General Teller Mine, it can be assumed that he is not interested in obtaining funds under the Defense Minerals Administration's program. It is recommended that the docket be closed. No letter to the applicant is needed.

Returned herewith are:

Letter dated February 21
Carbon copies of a letter dated March 12
Memorandum dated March 20
This material was borrowed from the Bureau of Mines' files.

G. Johnson, Acting Chief
Lead-Zinc Branch

Approved:

Director, Supply Division

FILE COPY
SURNAME:

350

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

OCT 18 1951

Lee (ETM)
McKnight
Bishop

Re: Docket DMA-621
A. R. Rhine
General Teller Mine, Colorado
Exploration loan, $10,000
Lead, zinc

G.E.C.

Memorandum

To: Reports and Records Unit
Administrative Management Division

From: Lead-Zinc Branch

Subject: Denial of exploration loan

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G. Johnson

G. Johnson, Acting Chief
Lead-Zinc Branch

Approved:

Tom Lyon

Director, Supply Division

FJLee:emp G 10-16-51
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. files
DMA docket files

FILE COPY
SURNAME:

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

August 10, 1951

a. E. C.

Memorandum

To: J. H. East, Jr.

From: Coordinating Committee

Subject: DMA-621, A. R. Rhine

The Coordinating Committee has talked to Mr. T. P. Billings, and Mr. Stanley M. Walker regarding the several applications which have reached DMA from A. R. Rhine.

The central file does not make clear the disposition of the applications but indicates that they were either denied, withdrawn or lapsed. In order to clear the situation will you bring this to Mr. Rhine's attention and suggest that if he wants to proceed with any of his requests for assistance that new applications be filed which will be given prompt attention upon receipt here.

Tom Lyon
Chairman, Coordinating Committee

Merrill
For Bureau of Mines

J Hager
For Geological Survey

CWMerrill:jh
cc: Docket Files
Reports and Records
Mr. Billings
Mr. Walker
Coordinating Committee

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

August 10, 1951

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Tom Lyon
Chairman, Coordinating Committee

Merrill
For Bureau of Mines

J Royer
For Geological Survey

CWMerrill:jh
cc: Docket Files
Reports and Records ✓
Mr. Billings
Mr. Walker
Coordinating Committee

350 FILE COPY
SURNAME:

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

AUG 9 1951

Billings
O'Leary
(Portmote)
McKinney

DMA-621
General Teller Mines
Summit County, Colorado

A.E.C.

Mr. J. K. Kent, Jr.
U. S. Department of the Interior
Bureau of Mines Region IV
224 New Customhouse
Denver 2, Colorado

Dear Mr. Kent:

Your memorandum of July 27 addressed to Mr. Otto Herres regarding DMA-621, General Teller Mines, Summit County, Colorado, has been received.

We find that the letter to Mr. A. R. Rhine to which you refer stating that the application had been sent to the field office of Region IV for further information was never sent. In other words, the procedure was changed and the application was sent to Mr. Stanley Walker for processing an access road.

Yours very truly,

8/9

Tom Lyon
Chairman
Coordinating Committee

For Bureau of Mines

For Geological Survey

TPBILLINGSrks 8/6/51

cc: Reports & Records
Coordinating Committee
Mote
McKnight
DMA Docket File

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

AUG 9 1951

DMA-621
General Teller Mines
Summit County, Colorado

Mr. J. H. East, Jr.
U. S. Department of the Interior
Bureau of Mines Region IV
224 New Customhouse
Denver 2, Colorado

Dear Mr. East:

Your memorandum of July 27 addressed to Mr. Otto Herres regarding DMA-621, General Teller Mines, Summit County, Colorado, has been received.

We find that the letter to Mr. A. R. Rhine to which you refer stating that the application had been sent to the field office of Region IV for further information was never sent. In other words, the procedure was changed and the application was sent to Mr. Stanley Walker for processing an access road.

Yours very truly,

Tom Lyon
Chairman
Coordinating Committee

Burrell
For Bureau of Mines

Olaf N. Rove
For Geological Survey

TPBILLINGS:ks 8/6/51

cc: Reports & Records
Coordinating Committee
Mote
McKnight
DMA Docket File

REGIONAL DIRECTOR

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

AUG 9 1951 July 27, 1951

Memorandum

To: Otto Herres, Chief, Lead-Zinc Branch
Defense Minerals Administration

From: Executive Officer, DMA Field Team, Region IV

Subject: DMA Docket 621, General Teller Mines, Summit County, Colorado

We have in our files a copy of a letter dated March 23, 1951, from you to Mr. A. R. Rhine in which you state that your records indicate that application DMA 621 has been referred to the field office of Region IV for further information. This office has no record of having received the above application.

Any information you can give us on the status of this application would be greatly appreciated.

J. H. East, Jr.

J. H. East, Jr.

ld

cc: DMA
Koechmann

Department of the Interior
Defense Minerals Administration
JUL 30 1951
Library Branch

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

OFFICE OF
REGIONAL DIRECTOR

REGION IV

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

July 27, 1951

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
JUL 30 1951
LANDON F. STROBEL
Executive Secretary

Memorandum

To: Otto Herres, Chief, Lead-Zinc Branch
Defense Minerals Administration

From: Executive Officer, DMA Field Team, Region IV

Subject: DMA Docket 621, General Teller Mines, Summit County, Colorado

We have in our files a copy of a letter dated March 23, 1951, from you to Mr. A. R. Rhine in which you state that your records indicate that application DMA 621 has been referred to the field office of Region IV for further information. This office has no record of having received the above application.

Any information you can give us on the status of this application would be greatly appreciated.

J. H. East, Jr.

J. H. East, Jr.

-not sent-

AUG 2 1951

68

March 23, 1951

DMA-12
DMA-621

Mr. [illegible] Shine
General Teller Mines
2550 Larrow Street
Denver 15, Colorado

Dear Mr. Shine:

Your letter to Mr. James Boyd dated February 11 concerning your application for assistance on exploration and development work at mines in Summit County, Colorado, has been referred to me for reply.

We have received two applications from you - one, DMA-12, Dakoma Metals Consolidated; the other, DMA-621, General Teller Mines. Our records indicate that both applications have been referred to the field office of Region IV for further information. This office, as you probably know, is located at 224 New Customhouse, Denver, Colorado, Mr. J. H. East, Jr., Executive Officer. Possibly weather conditions have delayed the field organization in making an inspection of your property.

A press release is enclosed for your information describing the mineral exploration program which has been approved. Further information can be obtained from the Denver office if you are interested.

Yours very truly,

Otto Herres

OTTO HERRES, Chief
Lead-Zinc Branch

Enclosure - 2
cc: Mr. Strobel
Mr. Moon
Mr. Kobe
Mr. McKnight
Mr. Herres
2 copies Executive Officer Field Team, Mr. J. H. East, Jr.
224 New Customhouse Building, Denver, Colorado.
Files

LANDON F. STROBEL
PHONE: LAKEWOOD
1347J

MINES AND MILL
MONTEZUMA, COLO.

General Teller Mines

A. R. RHINE & PAUL CLARK, OPERATORS
OFFICE 2550 YARROW ST.

DENVER 18, COLO. 11 February 1951 19

MAR 22 1951

Mr. James A. Boyd, Director
U. S. Bureau of Mines
Washington, D. C.

RE: FUNDS FOR EXPLORATION & DEVELOPMENT WORK AT MINES, SUMMIT COUNTY, COLO.

Dear Sir:

On 8 February 1951, I wrote you as per enclosed copy, to which I have not received an acknowledgment. This copy of letter is explanatory and I would greatly appreciate an immediate reply - as to whether or not I am to receive some encouragement along the lines requested. Time is the element in this matter and I want to take advantage of it.

Awaiting a prompt reply, I remain

Yours very truly,

A. R. RHINE

ARR/mr
encl - 1 cc 2/8/51

DEPARTMENT OF THE INTERIOR
Defense Minerals Administration
RECEIVED
MAR 2 2 1951

LANDON F. STROBEL
Executive Secretary

March 21, 1951

Memorandum

To: E. A. Haring
Requirements Division

From: Lead-Zinc Branch

Subject: RM1-471 Letters of February 2 and March 11, 1951 from A. M. Kline to Secretary of Interior re Access Roads

In accordance with the attached memorandum dated March 20 from the Co-ordinating Committee, we are referring for suitable action by the Requirements Division correspondence relating to the need for access roads in the Ophir and Montezuma Districts, Colorado.

[illegible], Chief
Lead-Zinc Branch

Attachments

CHRONOLOGICAL

cc: Lyons
Harris
Hoke
McKnight
Strobel
Piles

MINES AND MILL
MONTEZUMA, COLO.

LANDON F. STROBEL

PHONE: LAKEWOOD
1347J

DMA

INTERIOR DEPT.
SECRETARY'S
MAIL CENTER
MAR 15 1951
[U.S. MINES]

General Teller Mines

A. R. RHINE & PAUL CLARK, OPERATORS
OFFICE 2550 YARROW ST.

DENVER 15, COLO. 22 February 1951 19

INTERIOR DEPT
MAR 14 1951
SECRETARY'S
MAIL CENTER

RECEIVED
MAR 14 1951
OFFICE OF
THE SECRETARY

The Secretary of the Interior
Washington, D. C.

RE: ACCESS ROADS

Dear Mr. Secretary:

On 2 February 1951 I wrote you as per enclosed copy, to which I have not received an acknowledgement. The letter is explanatory and I would greatly appreciate an immediate reply - as to whether or not I am to receive some encouragement along the lines requested. Time is the element in this matter and I want to take advantage of it.

Awaiting your prompt reply, I remain

Yours very truly,

A. R. RHINE

ARR/br
encl - cc -2/2/51

MAR 13 8 22 AM '51
WASHINGTON, D.C.
BUREAU OF MINES

2 February 1951

The Secretary of the Interior
Washington, D. C.

Dear Mr. Secretary:

I have before me a printed article appearing in the Mining Record, Denver - dated 1 February 1951, and for your reference am attaching same hereto. It is explanatory.

The writer and associates were large producers of lead and zinc ore in the Kokomo, Summit County area during World War II. The war production Board having paid us nearly $100,000 in premiums during the war period.

In view of the present war emergency and the need for these metals, together with the fact that prices for the metals have been materially stimulated - we are getting ready and in process of preparation to put on a substantial operation again in the Kokomo and also a very sizeable operation in the vicinity of Montezuma, Summit County, Colorado, as quickly as the elements will permit. I would say by 1 April 1951.

We will need road construction [illegible] will be necessary in order to proceed with any substantial op[illegible] - road building must come first. The funds which we have with [illegible] to operate are limited and will be needed for machinery, equipment, [illegible]bor, exploration and development. We are still raising funds wit[illegible]ch to accomplish this part of the job. I would like to hear fr[illegible] you as early as possible - if I can call upon you for aid in the [illegible]truction of the necessary roads for the benefit of these two or three operations.

You, perhaps, will have representation in this vicinity who can contact me personally - for detailed information concerning what will be required to do the job. The approximate mileage will be as follows:

Kokomo - 2 miles of mountain road
Montezuma - 3½ miles of mountain road - quite steep, partly constructed two months ago when the elements called a halt until spring. The objective a very large body or ledge of high grade ore.

I might add that a third operation can be put into motion by us - being at Montezuma also - by building 2 miles of road - part of which has been constructed.

Yours very truly,

AAR/br

Mr. Reeves

MAR 20 1951

Mines and Mail
Montezuma, Colo.

EMERSON F. SPURGEON
Phone: Lakewood
(3475)

INTERIOR DEPT.
CENTRAL
MAIL CENTER
FEB 6 1951

General Teller Mines

A. R. MINING & PAUL CLARK CORPORATION
OFFICE 1000 YARROW ST.

Denver 11, Colo. 2 February 1951

INTERIOR DEPT.
RECEIVED
FEB 5 1951
OFFICE OF
THE SECRETARY

2-8-51
Herres

The Secretary of the Interior
Washington, D. C.

Dear Mr. Secretary:

Enclosed herewith is a printed article appearing in the Mining Record, dated 1 February 1951, and for your reference we attached hereto. It is exploratory.

The writer and associates were large producers of lead and also are in the Leadville, Summit County area during World War II. The War Production Board having paid us nearly $100,000 in premiums during the war period.

By reason of the present war emergency and the need for these metals, together with the fact that prices for the metals have been materially stimulated - we are getting ready and in process of preparation to put on a substantial operation again in the Leadville and also a very sizeable operation in the vicinity of Montezuma, Summit County, Colorado, as quickly as the elements will permit. I would say by 1 April 1951.

We will need road construction which will be necessary in order to proceed with any substantial operation - road building must come first. The funds which we have with which to operate are limited and will be needed for machinery, equipment, labor, exploration and development. We are still raising funds with which to accomplish this part of the job. I would like to hear from you as early as possible - if I can call upon you for aid in the construction of the necessary roads for the benefit of these two or three operations.

The Forest Service will have representation in this vicinity who can contact, if necessary - for detailed information concerning what will be required in the job. The approximate mileage will be as follows:

Leadville - 2 miles of mountain road
Montezuma - 3½ miles of mountain road - quite steep, partly constructed two months ago when the elements called a halt until Spring. The objective a very large body or lodge of high grade ore.

I might add that a third operation can be put into motion by us - being at Montezuma also - by building 2 miles of road - part of which has been constructed.

Yours very truly,

FILE COPY
SURNAME:

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

March 20, 1951

Memorandum

To: Executive Secretary, DMA

From: Coordinating Committee

Subject: DMA-621, letter of February 2, 1951 from A. R. Rhine to Secretary of the Interior

This letter concerns two access roads proposals, one of which is related to DMA-12. As the letter is one of inquiry only, no docket number is needed. It should be referred to the Requirements Division for reply.

Presumably that Division will tell Mr. Rhine of the access road program and send him application blanks when they are ready.

DMA Coordinating Committee:

Chairman

Member, Bureau of Mines

Member, Geological Survey

CC: Montag
Herres
Lyons
Files

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

March 20, 1951

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Presumably that Division will tell Mr. Rhine of the access road program and send him application blanks when they are ready.

DMA Coordinating Committee:

Tom Lyon
Chairman

Lowell B. Moon
Member, Bureau of Mines

Olga Rose
Member, Geological Survey

CC: Montag
Herres

FILE COPY
SURNAME:

McKnight
Herres

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

March 12, 1951

In reply please
refer to: DMA-621

Mr. A. R. Rhine
2550 Yarrow Street
Denver 15, Colorado

Dear Mr. Rhine:

This is in reply to your letter of February 21. Although a preliminary announcement has been made of the exploration and development program recently approved for opening up new deposits of strategic minerals, the details of the program have not yet been released. We hope that this will be done within the next few days.

We will send you the "ground rules" and necessary forms for making application under this program as soon as this information is available for release.

Very truly yours,

Lead
Zinc

OTTO HERRES

Otto Herres, Chief
Lead-Zinc Branch

ETMcKnight:emp
Copies to: Chief, Lead-Zinc Br.
USGS - McKnight
L. B. Moon
R.H.Mote
2 copies to Exec. Officer
Regional Field Team, Region IV
Strobel
Mittendorf
Files

DMA-621

856

U. S. Sets Up $10,000,000 Mine Grubstake

WASHINGTON, Feb. 20.—(AP)—The government set aside 10 million dollars today to "grub stake" prospectors and mine operators in a search for scarce metals needed in the defense program.

The Defense Production Administration announced it has alloted the funds to the Interior Department for use in encouraging exploration for strategic and critical metals.

In setting forth terms for use of the money, DPA said:

"The funds will be used generally on a matching basis, with a requirement that private capital be spent prior to or concurrently with the government funds, and the government's share will be repayable out of production from successful ventures."

DPA said the exploration program currently will apply only to the following:

Antimony, asbestos, beryl, bismuth, cerium (and rare earth ores), chrome, cobalt, columbium, copper, cryolite, fluorspar, graphite (crucible flake), tyanite and other mullite refractories, lead, lithium, manganese, mercury, mica (strategic grade), miscellaneous ferro-alloy ores, molybdenum, monazite, nicel, tantalum, tungsten, sulphur and zinc.

CHARLES DINSMORE

Back on the Job

at

413 16th St.

DENVER BARBER SHOP

Not Too Old to Learn

Miss Hannah Johns, 91, led her graduation class in the Leominster, Mass., night school. Born in England, she came to America as a little girl. For 25 years she was a captain in the Salvation Army. She

No Permit R
For DAC De

No city permit was needed t in the gymnasium at the Denve swept by a million and a half c Manager Harold A. MacArthur s

The blaze, which started in the gymnasium when wires were short-circuited, spread with lightning speed through the crepe paper-decked hall. The club had planned a large dinner-dance for Saturday night. Four persons lost their lives in the blaze.

Newton Awaits Report

Mayor Newton yesterday was

MINES AND MILL
MONTEZUMA, COLO.

PHONE: LAKEWOOD
1347J

MAR 6 1951

Mr. Herres

General Teller Mines

A. R. RHINE & PAUL CLARK, OPERATORS
OFFICE 2550 YARROW ST.

DENVER 15, COLO., 21 February 1951 19

MAR 3 8 14 PM '51
BUREAU OF MINES
WASHINGTON, D.C.

DMA
621

Mr. Otto Herres
C/o Lead & Zinc Branch
Defense Production Administration
Department of the Interior
Washington, D. C.

Dear Sir: -

The attached clipping appearing in a Denver Daily paper - today - briefly outlining a plan by the Government to appropriate $10,000,000 to use in assisting mine operators in locating new bodies of critical ore - is explanatory.

I want to apply for $10,000 ~~to~~ 20,000 which I will attempt to match same to be spent in further ~~locating~~ and development - to some extent - lead and zinc ores in Summit County, mostly in the Montezuma area. I have raised $25,000 private money with which to develop and mine high grade lead and zinc on one large outcropping in this area. Operations will start as soon as spring weather will permit.

I have personal knowledge of one heavy zinc showing at grass roots - another lead showing at grass roots - float assays on both of these shows from 25 to 30 per cent. I need help to explore these ore bodies to a point that would show evidence that an operations could be put on successfully.

This letter is being written to you at the suggestion of my good friend Bob Palmer, Secretary of the Colorado Mining Association, Denver.

The writer has put on some sizeable operations in the past, having produced more than 300 standard cars of lead and zinc ore during World War II. In thos days the Metal Reserve Corporation in War Department paid me premiums in excess of $75,000. That operation was at Kokomo, Summit County, Colorado.

I will be glad to execute any type of Form or Forms required and certain I can give references to your satisfaction.

May I hear from you - quickly and favorably - upon this request.

Respectfully,
A. R. Rhine
A. R. RHINE
2550 Yarrow Street
Denver 15, Colorado

AAR/br
encl -1

UNITED STA
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
DEFENSE MINERALS ADMINISTRATION

REFERENCE SLIP

DATE MAR 6 1951

REFERRED TO:
1. Mr. Herres
2.
3.
4.

FOR:
_____ Action
_____ Approval
_____ Comment
_____ Recommendation
✓ Reply for signature of _____
_____ Your information

REMARKS:

SEND COPY OF REPLY TO
MR. STROBEL AND REGIONAL OFFICE

Check (X) before the items needing attention.

LANDON F. STROBEL

Initials of sender.

Interior - Bureau of Mines, Pittsburgh, Pa.

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

February 27, 1951

Air Mail

Memorandum

To: Executive Officer Field Team, Region IV
Through Operating Committee

From: Lead-Zinc Branch, DMA

Re: Docket DMA-621

Subject: Access roads requested by
A. R. Rhine
2550 Narrow Street
Denver, Colorado
Roads in Kokomo and Montezuma districts,
Summit County, Colorado.

Commodity: Lead, zinc

Enclosed copy of letter is referred to field team for recommendation. The two miles of access road in the Kokomo district is presumably tied to DMA-12 which has been referred to field team. The Montezuma project will need to be investigated through inquiry of applicant.

Otto Herres

OTTO HERRES, Chief,
Lead-Zinc Branch
Defense Minerals Administration

Approved:
DMA Operating Committee

C O Mitterdorf
Acting Chairman

J. H. Hedges

Olaf N. Rove

FILE COPY
SURNAME:

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

McKnight
Mote
Herres
Myers

February 27, 1951

Memorandum

To: Executive Officer Field Team, Region IV
Through Operating Committee

From: Lead-Zinc Branch, DMA

Re: Docket DMA-621

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A. R. Rhine
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Denver, Colorado
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Summit County, Colorado

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OTTO HERRES, Chief,
Lead-Zinc Branch,
Defense Minerals Administration

Approved:
DMA Operating Committee

_____
Chairman

_____
J. H. Hedges

_____
Olaf N. Rove

ETMcKnight:emp
G-2/27/51
Copies to: Chief, Lead-Zinc Br.
USGS - McKnight
J. H. Hedges
R. H. Mote
2 copies to Executive Officer
Regional Field Team, Region IV
Strobel
Mittendorf
Files

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

February 27, 1951

Re: Docket DMA-621

Mr. A. R. Rhine
2550 Yarrow Street
Denver, Colorado

Dear Mr. Rhine:

Your letter of February 2, addressed to the Secretary of the Interior and inquiring about access roads in the Kokomo and Montezuma districts, has been referred to me for reply.

Your request has been referred to the field, Mr. J. H. East, Jr., 224 New Customhouse, Denver 2, Colorado for their recommendation. If this is favorable, we will take immediate steps to get the roads programmed as early as possible.

Very truly yours,

Tom Lyon

Tom Lyon, Acting Director
Supply Division
Defense Minerals Administration

FILE COPY
SURNAME:

McKnight
Mote
Hedges
Mittendorf

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

February 27, 1951

Re: Docket DMA-621

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2550 Yarrow Street
Denver, Colorado

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Very truly yours,

Tom Lyon, Acting Director
Supply Division
Defense Minerals Administration

ETMcKnight:emp
G-2/27/51
Copies to: Chief, Lead-Zinc Br.
USGS - McKnight
J. H. Hedges
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Regional Field Team, Region IV
Files

MINES AND MILL
MONTEZUMA, COLO.

LANDON F. STROBEL
PHONE: LAKEWOOD
13473

General Teller Mines

A. R. RHINE & PAUL CLARK, OPERATORS
OFFICE 2550 YARROW ST.

DENVER 15, COLO. 8 February 1951 19

2-13-51
Mr. Herre
for action & reply

Mr. Joe A. Boyd, Director
U. S. Bureau of Mines
Washington, D. C.

RE: FUNDS FOR EXPLORATION & DEVELOPMENT
WORK AT MILLS, SUMMIT COUNTY, COLO.

Dear Sir:

My business for the past 34 years has been that of Metal Mining. A great deal of my effort and attention has been directed to the vicinity of Montezuma, Summit County, Colorado. I was a substantial producer during World War II of lead and zinc - amounting, roughly, to 250 standard cars of ore shipped to Resurrection Mill, Leadville; U. S. Smelter at Salt Lake and Golden Cycle at Colorado Springs.

I still have interests and expect to put on sizeable operations - early spring - in this same district. I own considerable acreage at Montezuma, Summit County, Colorado. I also have leases on other property there. In three locations I have sizeable ledges of lead and zinc ore outcropping. I have raised a considerable sum of money with which to buy equipment for the purpose of sinking a shaft, driving a tunnel on some proven ore in that district, which will include a sizeable caterpillar and bulldozer and other general equipment necessary to successful operations.

It is important that I do some exploration and development work on these new findings - mentioned above. Before going into an expensive operation, this ore must be proven at depth. It takes money to do this, which I am in a position to accomplish at conservative cost for amount of work to be done.

I attended the Miners Convention this past week. I heard every important speech and discussion that took place. I listened to your talk with much interest and understood from what you said - among other things - that there would be money available, this year Department in the near future, for exploration and development.

I would like to hear from your office at an early date, with any further information you can give - at this time - and if possible instructions on what will be required from me to qualify for a few thousand dollars with which to do this work.

Respectfully

A. R. Rhine

A. R. RHINE

AAR/er

dma 5216

325 Washington Avenue
Santa Fe, New Mexico
January 5, 1951

Mr. J. H. East, Jr., Director
U. S. Bureau of Mines
224 New Customhouse
Denver 2, Colorado

Dear Mr. East:

Referring to your letter of October 17, 1950, I understand that the regulations have been established for financial assistance to miners for exploration and development loans under the Defense Production Act.

Since my property is a new discovery and has not, as yet, been worked, I would like to submit to you the following information:

I have three lode claims, 600 feet wide, one 1500 feet long, one 1320 feet long, and one 1160 feet long, all joing to make 55 acres. This property is in Torrance County, New Mexico. Two claims are in the Northwest one-fourth of Section 5, Township 9 North, Range 7 East, and the other is in the Northeast one-fourth of Section 6, Township 9 North, Range 7 East. This deposit is 26 miles East of Albuquerque, New Mexico, and 17 miles West of Moriarty, New Mexico, which would be the shipping point on the Santa Fe Railroad. The mine is only 3 miles from the paved U. S. Highway 66 and the country road leading to the deposit is a good all-weather road over which you may drive a car or truck to the mine. There will be no need for building roads. There is no water on this property; however, on the west claim we can get water which is about 180 feet deep. There is plenty of usable timber and a power line is within 2 miles of these claims.

This is primarily a Lead and Zinc prospect, however there is a very good vein of Barite at one location. The shaft is 25 feet deep with a 8 foot vein of milling Barite. I have a 15 foot shaft on the lead and zinc vein. It isn't deep enough to get a fair sample from wall to wall, however some of the assays are running from 8 to 11% lead, some zinc and silver. This is a 5 foot vein and comes in the lime formation. I have traced the surface outcropping about 2,500 feet.

I do not have an engineers report on this property but there have been several engineers who looked at it. One of which was Mr. E. H. Murchison, who is the field engineer for the National Lead Company. At the time he examined these claims, he was interested in the barite. Mr. Murchison said, that all indications point to the possibility of its making a good lead and zinc mine.

I would like to go over this property with the Bureau's engineers and see if we could get this mine into production. I think possibly $15,000 or $18,000 would be sufficient to develop this mine, but if a mill will be necessary to make it profitable, the cost would be considerably more.

The nearest mill to this property is at Soccoro, New Mexico which is 110 miles. There is also the American Smelting and Refinning Company Mill at Deming, New Mexico, which is about 200 miles.

In Mr. Boyd's talk to the American Mining Congress in New York City, which was held on December 5, 1950, he said, we must create new sources, develop known but unworked deposits, and make concentrated efforts to find new ore deposits. I feel that this deposit would come under that program.

If there is any other information you might need, please let me know.

You will find, enclosed, a letter of reference as to my mining experience.

Very truly yours,

Chester L. Shockey

Chester L. Shockey

JAMES H. RUSSELL AGENCY
GENERAL INSURANCE
SUITE 216 RADIO PLAZA
SANTA FE, NEW MEXICO
ALL FORMS OF QUALITY INSURANCE

November 18, 1950

TO WHOM IT MAY CONCERN:

This is to certify that Mr. Chester L. Shockey was employed by me as manager of two mining enterprises which I operated from July 1942 until July 1946. One operation was devoted to the production of Mica and the other to Copper. Mr. Shockey is a very able mine operator and manager and had previous experience with the American Metal Company, Ltd., when they were operating the Pecos Mine (Lead and Zinc) in New Mexico, also mining experience in gold mining in Colorado.

Since the time my operations were shut down, Mr. Shockey has continued to be interested in mining and prospecting and I believe is now the owner of two very good prospects located in the State of New Mexico.

Mr. Shockey's familiarity with all phases of the mining of metalic and non-metalic ores qualifies him for top consideration on any question involving the ownership, management or operation of this type of mine.

Any further information needed will be readily given by the undersigned.

Very truly yours,

James H. Russell

JAMES H. RUSSELL

JHR:ac

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James H. Russell

JAMES H. RUSSELL

JHR:ac

DMA 526

Form NSRB-146
(Nov. 1950)

UNITED STATES GOVERNMENT

APPLICATION FOR GOVERNMENT LOAN
UNDER SEC. 302 OF
DEFENSE PRODUCTION ACT OF 1950

FORM APPROVED
BUDGET BUREAU NO. 25-R002

AMOUNT OF LOAN REQUESTED

TERMS OF LOAN REQUESTED

DATE OF APPLICATION

NAME AND ADDRESS OF APPLICANT *(Street, City, Zone, State)*

Chester L. Shockey
325 Washington Ave,
Santa Fe, New. Mexico

TO BE FILLED IN BY DELEGATE AGENCY

(DATE RECEIVED)

COMM.

AGRIC.

INT.

D.T.A.

FILE NO.

INSTRUCTIONS

Application should be filed with the Department of Commerce, Department of Agriculture, Department of Interior, or the Defense Transport Administration, whichever has the primary interest in the facilities, products, or processes involved. However, for convenience of the applicant, he may file with any government agency with which he has contract or other pertinent relationships and such agency will arrange for the transmittal of the application to the appropriate office.

Submit four (4) signed copies of the application. Name and address of applicant should be stamped or typed for identification of each sheet of the application and all accompanying papers. When a question is inapplicable, this should be so stated on the form. Additional sheets may be attached in answering any questions or in providing other supporting information.

1. PURPOSE OF LOAN

Give a brief general statement of the purpose of the loan requested, including in the table below estimated amounts for such major purposes as land acquisition, building construction, purchase of plant, purchase of equipment, working capital, repayment of debt, etc. Statement should make clear whether funds will be used for expansion of capacity, development of technological processes, or production of essential materials.

General Statement

For working capital and equipment for developing and developing lead and zinc claims, which I have described in the attached letter

NATURE OF EXPENDITURE	AMOUNT
To sink 100 foot shaft, and 100 foot drift and to cut the vein at several places, on the surface will need a bunk house, tool shed and all equipment to perform this work	
Total amount applied for	$18,000.00

2. PROPOSED METHOD FOR REPAYMENT OF LOAN

State sources of funds, and proposed schedule of repayment

To be repaid from production

3. NATURE OF BUSINESS AND DESCRIPTION OF PROJECT

Describe fully the business activity for which the funds are intended. In so doing, identify the materials and services to be produced, describe the facilities and processes involved, and explain in detail any research activity and the nature of the results expected. Attach blueprints and specifications, if available, and furnish other technical details to the extent that they are not covered elsewhere in the application.

I believe the following pages are inapplicable as all I have are the three claims

4. Relationship to National Defense. Explain carefully how the expenditure of the funds will contribute to national defense. As a part of such explanation, the following questions should be answered to the extent possible:

(a) What evidence exists as to current shortages of the materials or services to be produced?

(b) What evidence exists as to future shortages of the materials or services to be produced?

(c) Are such shortages, if any, regional or national in scope?

(d) In what respects will the use of the funds aid directly in expediting the carrying out of government defense contracts? (A listing of defense contracts, if any, held by applicant is required in item 8 below.)

4. Relationship to National Defense - Continued

(e) In what respects will the use of the funds aid indirectly in expediting the carrying out of government defense contracts or related operations?

(f) Are there available alternative methods or facilities to accomplish the same purpose as that for which these funds are intended? (For instance, unused capacity, possibility of multiple shift operations, idle facilities, readily convertible equipment, sub-contracting?) If answer is yes, explain why alternatives are not used.

5. Maximum Designed Production

List separately materials or services identified in item 3 (a)	Unit of measure (b)	Maximum designed production with existing facilities (c)	Average percentage of maximum designed production used in quarter preceding filing of application (d)	Maximum designed production including use of funds applied for (e)

6. Employment

(a) Number currently employed at location(s) where funds are to be used. (Use pay period ending nearest 15th of month preceding filing of application.)

(b) Maximum feasible employment with existing facilities.
(1) Single shift operation.

(2) Multiple shift operation (specify how many shifts).

(c) Estimated additional employees required by the use of the funds applied for.

7. Timing

(a) On what date(s) are the requested funds needed?

(b) On what expected date(s) will applicant begin to use such funds and obtain output from the use of such funds? Wherever possible, give planned schedule of output.

8. Output from the use of funds applied for will be for the following purposes:

a. For the following principal prime defense contracts (if any) with the United States Government:

Date of contract (a)	Contracting Government Agency (b)	Program symbol (2 digits) or other contract identification (c)	Materials or services (d)	Delivery date(s) (e)	Amount *(Dollars)* (f)

b. For the following subcontracts (if any) with U.S. Government prime defense contractors:

Date of contract (a)	Materials or services (b)	Supplied to *(Give name and address of firm)* (c)	Delivery date(s) (d)	(e) Government agency receiving end product or services (f) Program symbol (2 digits) or other contract identification	Amount *(Dollars)* (g)
				(e) (f)	
				(e) (f)	
				(e) (f)	

c. For the following classes or types of customers not covered by contracts listed above (list materials or services to be provided and, wherever possible, also indicate final product use):

9. **Feasibility**

(a) Estimate anticipated requirements for manpower, equipment, raw materials, energy, fuel, transportation facilities, water supply, housing, community facilities, and other factors of production, for (1) preparation of the facilities and (2) actual operation thereof. (The estimates may be limited to those factors of substantial significance to the preparation and operation of the facilities for which the funds are intended.)

(b) Discuss and evaluate the availability of each of the above factors in the area(s) where the funds will be used.

10. The following applications for necessity certificates for tax amortization (Under Section 124A of the Internal Revenue Code) for facilities at the location(s) covered by this application have been filed since January 1, 1950.

Date of application (a)	Government file number (b)	(Estimated) Total of facilities in dollars on each application (c)	(d) If final action has been taken, give date of	
			Issuance	Denial

11. **Recent Efforts to Obtain Credit**

(a) Banks— List names and addresses of all Banks of Deposit of Applicant within the last 5 years: *(Mark with an asterisk (*) bank or banks in which deposits are now kept)*

11. **Recent Efforts to Obtain Credit** - Continued

(b) State efforts to obtain credit, within 60 days preceding date of application, from banks, the Reconstruction Finance Corporation, or other sources, results, and reasons if refused. (NOTE.— Section 302 of the Defense Production Act of 1950 states that a loan may be extended "only to the extent that it is not otherwise available on reasonable terms." Accordingly, Applicant should show that it has applied to each bank named in (a) above, or explain the reason for not doing so. The fact that a loan of the particular maturity and terms applied for is refused by a bank or banks is not sufficient to comply with the statute, if credit on reasonable terms is available. State whether a bank will participate in the loan, and if so, state name of bank and amount of participation. Full particulars must be given.) List the names and addresses of banks and other lending institutions to which applications for credit have been made, and in each case state date of application, amount of credit available, if any, maximum term for which credit is available, what consideration, if any, was given to possible guarantee of loan under Federal Reserve Regulation V, and reason for refusal or reason loan was not obtained. Indicate whether or not application was definitely refused for further credit on any basis.

12. What other forms of government financial assistance, if any, have been received or requested by the applicant in connection with the purposes of the loan herein applied for? If applicant plans to request such assistance in the future, give details.

13. **HISTORY, MANAGEMENT, LEASED AGREEMENTS, INSURANCE, ETC.**

These subjects should be fully covered in statements attached hereto. Outline past management experience or other basis for showing competence of the Applicant to perform in accordance with expressed purpose of the application. If plant was purchased, state price, form and terms of payment, date of purchase, from whom and under what circumstances purchase was made. If it is proposed to construct or acquire new facilities (including equipment), state estimated cost and basis of such estimate, form and terms of payment, and from whom purchases of facilities will be made. State whether Applicant, or the business or plant, has been in receivership, bankruptcy, Chapter X, XI or XII, in hands of creditors, committee, or whether Applicant has effected a compromise with creditors, and if so, discuss fully. Indicate whether business is conducted in leased premises and whether any facilities are leased from others and describe terms of any lease agreements. List type and amount of insurance carried on plant property. Describe briefly any pending or threatened litigation affecting Applicant.

14. NAMES AND ADDRESSES OF OFFICERS, DIRECTORS, OR PARTNERS, AND IN ADDITION THERETO, THE FIVE LARGEST STOCKHOLDERS IF A CORPORATION.

NAME AND ADDRESS (a)	Official title (If officer is also director indicate by "D") (b)	Total of annual salary, commissions, bonuses, etc., received from Applicant and affiliates during last fiscal year (c)	Estimated net worth outside of Applicant (d)	Number of shares held in applicant		Life insurance carried for benefit of Applicant	
				Common (e)	Preferred (f)	Amount (g)	Net cash surrender value after loans (h)
	Total		X X X X X			X X X	X X X

15. CAPITAL STOCK ISSUES

For Corporate Applicants

Item	Authorized (a)	Outstanding (b)	Par value (c)	Number of shares outstanding (d)	Dividend rate last paid (e)
Common stock	$	$	$		
Preferred stock	$	$	$		

16. PURCHASE AND SALES RELATIONS WITH OTHERS

Does Applicant buy from, sell to, or use the services of, any concern or partnership in which an officer, director, large stockholder, or partner of the Applicant has a substantial interest? If not, so state. If so, give names of such officers, directors, stockholders, and partners, and names of such concerns or partnerships.

Does any officer, director, large stockholder, or partner of Applicant receive any commission, bonus, or other payment in cash or services from any concern or partnership with which Applicant has business dealings? If not, so state. If so, give names of such officers, directors, stockholders, or partners and amounts of such commissions, bonuses, or payments.

17. COMPENSATION SCHEDULE

INSTRUCTIONS: The schedule shall show the amount of compensation being paid to all employees of Applicant receiving compensation at a rate in excess of $10,000 per annum, including employees paid on a part-time basis where the rate of compensation exceeds $10,000 per annum computed on a full-time basis. If Applicant is a corporation, the schedule should show the compensation, regardless of amount, being paid to all officers, directors, and such stockholders as have an interest in Applicant's business of 10 percent or more. If Applicant is a partnership, the schedule should show the compensation being paid to, or being withdrawn by, all partners for their personal use. If Applicant is an individual, the schedule should show the amount being withdrawn by Applicant for his personal use. In each case the listed person's connection with the business should be indicated (i.e., whether an officer, director, stockholder, partner, owner, etc.). The calendar basis for the compensation should likewise be shown. Attorneys or firms of attorneys on a regular retainer or salary basis should be included. The schedule should include a separate notation indicating the source and amount of any compensation being paid by a company or firm directly or indirectly controlling, affiliated with, or controlled by, Applicant. If the space provided herein is insufficient, the schedule should be continued on the reverse side or appropriate continuation sheets should be attached.

17. **COMPENSATION SCHEDULE** - Continued

The term "compensation", as used herein and such schedule, shall include all salaries, fees, bonuses, commissions, retainers, regular drawing accounts, and other payments, direct or indirect, in money or otherwise, for personal services.

Name (a)	Position (b)	Compensation paid during previous fiscal year (c)	Present compensation (d)

18. **COLLATERAL**

(a) The applicant offers the following described collateral as security for repayment of the loan applied for.

Description (a)	Date acquired (b)	Cost (c)	Book Value (Net) (d)	Appraised* value (e)
Property now held:				
To be acquired:				

* This column need be filled in only if a recent appraisal has been made. If so, identify appraiser below.

Name (a)	Title (b)	Date (c)

(b) Describe existing liens, if any, on property listed above.

EXHIBIT A - CURRENT FINANCIAL STATEMENT

As of _____

(Date not more than 30 days prior to date of application)

ASSETS

CURRENT ASSETS

1. Cash ..... $ _____
2. Notes receivable ..... $ _____
   Less reserve for doubtful notes ..... _____
3. Accounts receivable:
   Current ..... $ _____
   Past due not over 4 months ..... _____
   Past due over 4 months ..... _____ $ _____
   Less reserve for doubtful accounts ..... _____ _____
4. Inventories:
   Raw materials ..... $ _____
   Work in process ..... _____
   Finished goods ..... _____ $ _____
   Less reserve for inventory losses ..... _____ _____
5. Other current assets (describe) _____ _____

TOTAL CURRENT ASSETS ..... $ _____

FIXED AND OTHER ASSETS

6. Plant used in business:
   Land ..... $ _____
   Buildings ..... _____
7. Machinery ..... _____
8. Equipment, furniture, and fixtures ..... _____ $ _____
   Less reserve for depreciation ..... _____ _____
9. Investments—stocks and bonds ..... _____
10. Investments in affiliated companies ..... _____
11. Receivables due from affiliated companies ..... _____
12. Real estate not used in business ..... _____
13. Due from officers, directors, employees, stockholders ..... _____
14. Deferred charges ..... _____
15. Other assets ..... _____

TOTAL ASSETS ..... $ _____

LIABILITIES

CURRENT LIABILITIES

16. Notes payable (see schedule 1, page 10):
    Banks ..... $ _____
    Trade creditors ..... _____
    Officers, stockholders, relatives ..... _____
    Insurance companies ..... _____ $ _____
17. Accounts payable ..... _____
18. Other current liabilities:
    Delinquent taxes { Real estate ..... $ _____
    Delinquent taxes { Federal ..... _____
    Wages and salaries ..... _____
    Due officers ..... _____
    Accrued interest, rent, taxes, wages, etc. ..... _____
    _____ _____ _____

TOTAL CURRENT LIABILITIES ..... $ _____

FIXED AND OTHER LIABILITIES

19. Machinery liens ..... _____
20. Mortgage debts (see schedule 2, page 10) ..... _____
21. Bonds or debentures (see schedule 2, page 10) ..... _____
22. Other liabilities ..... _____

NET WORTH

23. Common stock (if Applicant is incorporated) ..... $ _____
24. Preferred stock (if Applicant is incorporated) ..... _____
25. Surplus (if Applicant is incorporated) ..... _____ _____
26. Capital and Surplus Account (if Applicant is partnership or individual) ..... _____

TOTAL LIABILITIES ..... $ _____

27. Contingent liabilities (explain) _____ $

NOTE.— Submit copy of last available audit or of financial statement at close of last fiscal period (if such date differs from date of above statement).

SCHEDULE I - Notes Payable (in detail)

Name and address	Maturity	Amount	State amount and character of collateral	Name of guarantor(s) and/or endorser(s)

SCHEDULE 2 - Mortgage Debt (real estate and/or chattels) or Bond Issue

Names and addresses of holders	Date of maturity	Interest rate	Unpaid principal amount	Date to which interest is paid
			$	
TOTAL	X X X X X X X	X X X X X X	$	X X X X X X X X X X X X X X X X

If mortgage secures a bond issue, state whether bonds are principally held by management and/or stockholders or by others, and attach copy of mortgage indenture.

EXHIBIT B - CONDENSED COMPARATIVE STATEMENT OF INCOME AND EXPENSES

For years ended _____

(Insert date of end of fiscal year)

(000.00 omitted)

	(Figures for 3 preceding years)			Current year as of date of Exhibit A
	19	19	19	
1. Net sales				
2. Cost of goods sold				
3. Gross profit on sales (line 1 minus line 2)				
4. Other income (itemize)				
5. Total (line 3 plus line 4)				
6. Salaries (officers or partners)*				
7. Selling and all other expenses				
8. Total of lines 6 and 7				
9. Profit or loss before depreciation and Federal taxes (line 5 minus line 8)				
10. Depreciation				
11. Federal Income and Excess Profits Taxes				
12. Net profit or loss (line 9 minus lines 10 and 11)				
ANALYSIS OF SURPLUS				
13. Total surplus at beginning of period				
14. Net profit or loss for period				
15. Line 13 plus line 14 if profit; line 13 minus line 14 if loss				
Add:				
16. Surplus paid in during period				
17. Surplus resulting from revaluation of assets				
18. Other additions to surplus (itemize)				
19. Total of lines 15 to 18, inclusive				
Deduct:				
20. Dividends				
21. Other charges to surplus (itemize)				
22. Total of lines 20 and 21				
23. Surplus at end of period (line 19 less line 22), MUST AGREE WITH SURPLUS AS SHOWN IN BALANCE SHEETS				

* To include all payments of any kind (commissions, bonuses, withdrawals) to officers or partners.

NOTE—If years included in the above tables are not adequately representative of applicant's financial experience, information may be submitted for additional years.

EXHIBIT C - CONDENSED COMPARATIVE STATEMENT OF CONDITION

For years ended _____

(Insert date of end of fiscal year)

(000.00 omitted. Use figures to nearest thousand. For instance, the figure $3,489.36 should be written as 3; the figure $3,689.36 should be written as 4)

ASSETS	(Figures for 3 preceding years) 19	19	19	Current year as of date of Exhibit A
CURRENT ASSETS:				
1. Cash				
2. Receivables (after deducting reserves)				
3. Inventories				
4. Other current assets:				
TOTAL CURRENT ASSETS				
FIXED AND OTHER ASSETS:				
5. Plant accounts (before depreciation):				
Machinery, equipment, etc.				
Delivery equipment				
Real estate and buildings used in business				
6. Other assets (as investments, real estate not used in business, etc.):				
TOTAL ASSETS				
LIABILITIES				
CURRENT LIABILITIES:				
8. Notes payable				
9. Accounts payable				
10. Accrued liabilities				
11. Other current liabilities:				
TOTAL CURRENT LIABILITIES				
FIXED AND OTHER LIABILITIES:				
12. Mortgage debts				
13. Debentures				
14. Other fixed liabilities:				
RESERVES:				
15. Reserve for depreciation				
16. Other reserves:				
NET WORTH:				
17. Common stock (issued) (if Applicant is incorporated)				
18. Preferred stock (issued) (if Applicant is incorporated)				
19. Surplus (if Applicant is incorporated)				
20. Capital and surplus account (if Applicant is partnership or individual)				
TOTAL LIABILITIES				

NOTE— If years included in the above table are not adequately representative of applicant's financial experience, condition statements may be submitted for additional years.

EXHIBIT D

AGREEMENT AS TO COMPENSATION FOR SERVICES RENDERED OR TO BE RENDERED TO APPLICANT IN CONNECTION WITH APPLICATION AND/OR LOAN

To induce the United States Government and its agencies to make a loan under Sec. 302 of the Defense Production Act of 1950 to _____ (hereinafter called "Applicant") and in consideration of the making of a loan to Applicant, the undersigned, having been retained by Applicant for the purpose of rendering professional or other services in connection with its application for a loan or loans, hereby represents, warrants, and agrees that the undersigned has not been paid, has not made any agreement with the Applicant to be paid, and has not procured any person to pay or agree to pay, and will not, directly or indirectly, charge or receive any bonus, fee, or commission in any form in connection with the said application for, or the obtaining of, the loan applied for by the Applicant, or any compensation in any form for services rendered or to be rendered in connection therewith except for the services and in the amounts stated below:

Name	Description of services	Amount paid	Amount to be paid
		$	$

To induce the making of the loan and the employment of the undersigned by Applicant, the undersigned hereby further warrants, covenants and agrees, upon the consideration herein specified, and in consideration of the employment of the undersigned by Applicant, as above recited, that if the amount of compensation stated above for any such services shall not be deemed reasonable by any agency of the United States Government, the undersigned will reduce the charge for such services to such amount as shall be deemed reasonable by such agency, and will not, directly or indirectly, charge or collect from the Applicant or any other person, any sum in excess of the amount so deemed reasonable; and that if the undersigned has heretofore collected, from the Applicant or any other person, as compensation for any such services, any amount deemed by such agency to be unreasonable, the undersigned will refund to Applicant or such other person such sums as are in excess of the amount deemed reasonable. The undersigned further warrants, covenants and agrees that if the amount of the compensation for any such services is not determinable at the date of application, or is not stated above, it will not collect or charge any sum as compensation for such services without the prior written approval of the Government agency with which this application is officially filed as to the nature of the services for which such compensation is to be paid and the amount of such compensation.

Witness: _____

Address of witness: _____

Dated _____, 19____

NOTE—Corporations must execute foregoing certificate in corporate name, by duly authorized officer, and seal must be affixed and duly attested; partnerships must execute in firm name, together with signature of a general partner. If no compensation is paid or to be paid for services rendered in connection with application or loan, this should be so stated and the Applicant should sign this Exhibit.

CERTIFICATION

The Applicant hereby certifies that the statements made in the foregoing application, and all exhibits and documents submitted in connection therewith, are true and correct statements to the best of Applicant's information and belief and are submitted as a basis for credit. The Applicant agrees to reimburse any agency of the United States Government upon demand for any expenses incurred in connection with or arising out of this application or any loan made pursuant hereto.

Dated _____, 19____

Witness: _____

(For individual applicants)

Christy L Shockey

(Signature)

Witness: _____

(For partnership applicants)

_____

(Full name of firm)

By _____, a general partner.

(Signature)

(For corporate applicants)

(CORPORATE SEAL)

_____

(Full corporate name of Applicant)

Attest: _____

By _____

(Signature) (Title)

_____, _____

(Signature) (Title)

The United States Criminal Code, 18 U.S.C., Sec. 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.

U. S. GOVERNMENT PRINTING OFFICE: 1950 O - 916171

Amd 526

Form NSRB-146
(Nov. 1950)

UNITED STATES GOVERNMENT

APPLICATION FOR GOVERNMENT LOAN
UNDER SEC. 302 OF
DEFENSE PRODUCTION ACT OF 1950

FORM APPROVED
BUDGET BUREAU NO. 25-R002

AMOUNT OF LOAN REQUESTED

TERMS OF LOAN REQUESTED

DATE OF APPLICATION

NAME AND ADDRESS OF APPLICANT *(Street, City, Zone, State)*

Chester L. Shockey
325 Washington Ave,
Santa Fe, New. Mexico

TO BE FILLED IN BY DELEGATE AGENCY

(DATE RECEIVED)

COMM.

AGRIC.

INT.

D.T.A.

FILE NO.

INSTRUCTIONS

Application should be filed with the Department of Commerce, Department of Agriculture, Department of Interior, or the Defense Transport Administration, whichever has the primary interest in the facilities, products, or processes involved. However, for convenience of the applicant, he may file with any government agency with which he has contract or other pertinent relationships and such agency will arrange for the transmittal of the application to the appropriate office.

Submit four (4) signed copies of the application. Name and address of applicant should be stamped or typed for identification of each sheet of the application and all accompanying papers. When a question is inapplicable, this should be so stated on the form. Additional sheets may be attached in answering any questions or in providing other supporting information.

1. PURPOSE OF LOAN

Give a brief general statement of the purpose of the loan requested, including in the table below estimated amounts for such major purposes as land acquisition, building construction, purchase of plant, purchase of equipment, working capital, repayment of debt, etc. Statement should make clear whether funds will be used for expansion of capacity, development of technological processes, or production of essential materials.

General Statement

For working capital and equipment for exploration and developing lead and zinc claims, which I have discribed in the attached letter

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To sink 100 foot shaft, 100 foot drift, and at the rate of several feet a day on the surface. Will need two bunk house, tool shed and all equipment to perform this work.	
Total amount applied for	$18,000.00

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State sources of funds, and proposed schedule of repayment

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3. NATURE OF BUSINESS AND DESCRIPTION OF PROJECT

Describe fully the business activity for which the funds are intended. In so doing, identify the materials and services to be produced, describe the facilities and processes involved, and explain in detail any research activity and the nature of the results expected. Attach blueprints and specifications, if available, and furnish other technical details to the extent that they are not covered elsewhere in the application.

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4. Relationship to National Defense - Continued

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				(e) (f)	
				(e) (f)	
				(e) (f)	

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(a) Estimate anticipated requirements for manpower, equipment, raw materials, energy, fuel, transportation facilities, water supply, housing, community facilities, and other factors of production, for (1) preparation of the facilities and (2) actual operation thereof. (The estimates may be limited to those factors of substantial significance to the preparation and operation of the facilities for which the funds are intended.)

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12. What other forms of government financial assistance, if any, have been received or requested by the applicant in connection with the purposes of the loan herein applied for? If applicant plans to request such assistance in the future, give details.

13. **HISTORY, MANAGEMENT, LEASED AGREEMENTS, INSURANCE, ETC.**

These subjects should be fully covered in statements attached hereto. Outline past management experience or other basis for showing competence of the Applicant to perform in accordance with expressed purpose of the application. If plant was purchased, state price, form and terms of payment, date of purchase, from whom and under what circumstances purchase was made. If it is proposed to construct or acquire new facilities (including equipment), state estimated cost and basis of such estimate, form and terms of payment, and from whom purchases of facilities will be made. State whether Applicant, or the business or plant, has been in receivership, bankruptcy, Chapter X, XI or XII, in hands of creditors, committee, or whether Applicant has effected a compromise with creditors, and if so, discuss fully. Indicate whether business is conducted in leased premises and whether any facilities are leased from others and describe terms of any lease agreements. List type and amount of insurance carried on plant property. Describe briefly any pending or threatened litigation affecting Applicant.

14. NAMES AND ADDRESSES OF OFFICERS, DIRECTORS, OR PARTNERS, AND IN ADDITION THERETO, THE FIVE LARGEST STOCKHOLDERS IF A CORPORATION.

NAME AND ADDRESS (a)	Official title (If officer is also director indicate by "D") (b)	Total of annual salary, commissions, bonuses, etc., received from Applicant and affiliates during last fiscal year (c)	Estimated net worth outside of Applicant (d)	Number of shares held in applicant		Life insurance carried for benefit of Applicant	
				Common (e)	Preferred (f)	Amount (g)	Net cash surrender value after loans (h)
	Total		X X X X X			X X X	X X X

15. CAPITAL STOCK ISSUES

For Corporate Applicants

Item	Authorized (a)	Outstanding (b)	Par value (c)	Number of shares outstanding (d)	Dividend rate last paid (e)
Common stock	$	$	$		
Preferred stock	$	$	$		

16. PURCHASE AND SALES RELATIONS WITH OTHERS

Does Applicant buy from, sell to, or use the services of, any concern or partnership in which an officer, director, large stockholder, or partner of the Applicant has a substantial interest? If not, so state. If so, give names of such officers, directors, stockholders, and partners, and names of such concerns or partnerships.

Does any officer, director, large stockholder, or partner of Applicant receive any commission, bonus, or other payment in cash or services from any concern or partnership with which Applicant has business dealings? If not, so state. If so, give names of such officers, directors, stockholders, or partners and amounts of such commissions, bonuses, or payments.

17. COMPENSATION SCHEDULE

INSTRUCTIONS: The schedule shall show the amount of compensation being paid to all employees of Applicant receiving compensation at a rate in excess of $10,000 per annum, including employees paid on a part-time basis where the rate of compensation exceeds $10,000 per annum computed on a full-time basis. If Applicant is a corporation, the schedule should show the compensation, regardless of amount, being paid to all officers, directors, and such stockholders as have an interest in Applicant's business of 10 percent or more. If Applicant is a partnership, the schedule should show the compensation being paid to, or being withdrawn by, all partners for their personal use. If Applicant is an individual, the schedule should show the amount being withdrawn by Applicant for his personal use. In each case the listed person's connection with the business should be indicated (i.e., whether an officer, director, stockholder, partner, owner, etc.). The calendar basis for the compensation should likewise be shown. Attorneys or firms of attorneys on a regular retainer or salary basis should be included. The schedule should include a separate notation indicating the source and amount of any compensation being paid by a company or firm directly or indirectly controlling, affiliated with, or controlled by, Applicant. If the space provided herein is insufficient, the schedule should be continued on the reverse side or appropriate continuation sheets should be attached.

17. COMPENSATION SCHEDULE - Continued

The term "compensation", as used herein and such schedule, shall include all salaries, fees, bonuses, commissions, retainers, regular drawing accounts, and other payments, direct or indirect, in money or otherwise, for personal services.

Name (a)	Position (b)	Compensation paid during previous fiscal year (c)	Present compensation (d)

18. COLLATERAL

(a) The applicant offers the following described collateral as security for repayment of the loan applied for.

Description (a)	Date acquired (b)	Cost (c)	Book Value (Net) (d)	Appraised* value (e)
Property now held:				
To be acquired:				

* This column need be filled in only if a recent appraisal has been made. If so, identify appraiser below.

Name (a)	Title (b)	Date (c)

(b) Describe existing liens, if any, on property listed above.

EXHIBIT A - CURRENT FINANCIAL STATEMENT

As of _____

(Date not more than 30 days prior to date of application)

ASSETS

CURRENT ASSETS

1. Cash ..... $ _____
2. Notes receivable ..... $ _____
   Less reserve for doubtful notes ..... _____
3. Accounts receivable:
   Current ..... $ _____
   Past due not over 4 months ..... _____
   Past due over 4 months ..... _____ $ _____
   Less reserve for doubtful accounts ..... _____ _____
4. Inventories:
   Raw materials ..... $ _____
   Work in process ..... _____
   Finished goods ..... _____ $ _____
   Less reserve for inventory losses ..... _____ _____
5. Other current assets (describe) _____ _____

TOTAL CURRENT ASSETS ..... $ _____

FIXED AND OTHER ASSETS

6. Plant used in business:
   Land ..... $ _____
   Buildings ..... _____
7. Machinery ..... _____
8. Equipment, furniture, and fixtures ..... _____ $ _____
   Less reserve for depreciation ..... _____ _____
9. Investments—stocks and bonds ..... _____
10. Investments in affiliated companies ..... _____
11. Receivables due from affiliated companies ..... _____
12. Real estate not used in business ..... _____
13. Due from officers, directors, employees, stockholders ..... _____
14. Deferred charges ..... _____
15. Other assets ..... _____

TOTAL ASSETS ..... $ _____

LIABILITIES

CURRENT LIABILITIES

16. Notes payable (see schedule 1, page 10):
    Banks ..... $ _____
    Trade creditors ..... _____
    Officers, stockholders, relatives ..... _____
    Insurance companies ..... _____ $ _____
17. Accounts payable ..... _____
18. Other current liabilities:
    Delinquent taxes { Real estate ..... $ _____
    Delinquent taxes { Federal ..... _____
    Wages and salaries ..... _____
    Due officers ..... _____
    Accrued interest, rent, taxes, wages, etc. ..... _____
    _____ _____ _____

TOTAL CURRENT LIABILITIES ..... $ _____

FIXED AND OTHER LIABILITIES

19. Machinery liens ..... _____
20. Mortgage debts (see schedule 2, page 10) ..... _____
21. Bonds or debentures (see schedule 2, page 10) ..... _____
22. Other liabilities ..... _____

NET WORTH

23. Common stock (if Applicant is incorporated) ..... $ _____
24. Preferred stock (if Applicant is incorporated) ..... _____
25. Surplus (if Applicant is incorporated) ..... _____ _____
26. Capital and Surplus Account (if Applicant is partnership or individual) ..... _____

TOTAL LIABILITIES ..... $ _____

27. Contingent liabilities (explain) _____ $

NOTE.— Submit copy of last available audit or of financial statement at close of last fiscal period (if such date differs from date of above statement).

SCHEDULE 1 - Notes Payable (in detail)

Name and address	Maturity	Amount	State amount and character of collateral	Name of guarantor(s) and/or endorser(s)

SCHEDULE 2 - Mortgage Debt (real estate and/or chattels) or Bond Issue

Names and addresses of holders	Date of maturity	Interest rate	Unpaid principal amount	Date to which interest is paid
			$	
TOTAL	X X X X X X X	X X X X X X	$	X X X X X X X X X X X X X X X X

If mortgage secures a bond issue, state whether bonds are principally held by management and/or stockholders or by others, and attach copy of mortgage indenture.

EXHIBIT B - CONDENSED COMPARATIVE STATEMENT OF INCOME AND EXPENSES

For years ended _____
(Insert date of end of fiscal year)

(000.00 omitted)

	(Figures for 3 preceding years)			Current year as of date of Exhibit A
	19	19	19	
1. Net sales				
2. Cost of goods sold				
3. Gross profit on sales (line 1 minus line 2)				
4. Other income (itemize)				
5. Total (line 3 plus line 4)				
6. Salaries (officers or partners)*				
7. Selling and all other expenses				
8. Total of lines 6 and 7				
9. Profit or loss before depreciation and Federal taxes (line 5 minus line 8)				
10. Depreciation				
11. Federal Income and Excess Profits Taxes				
12. Net profit or loss (line 9 minus lines 10 and 11)				
ANALYSIS OF SURPLUS				
13. Total surplus at beginning of period				
14. Net profit or loss for period				
15. Line 13 plus line 14 if profit; line 13 minus line 14 if loss				
Add:				
16. Surplus paid in during period				
17. Surplus resulting from revaluation of assets				
18. Other additions to surplus (itemize)				
19. Total of lines 15 to 18, inclusive				
Deduct:				
20. Dividends				
21. Other charges to surplus (itemize)				
22. Total of lines 20 and 21				
23. Surplus at end of period (line 19 less line 22), MUST AGREE WITH SURPLUS AS SHOWN IN BALANCE SHEETS				

* To include all payments of any kind (commissions, bonuses, withdrawals) to officers or partners.

NOTE—If years included in the above tables are not adequately representative of applicant's financial experience, information may be submitted for additional years.

EXHIBIT C - CONDENSED COMPARATIVE STATEMENT OF CONDITION

For years ended _____
(Insert date of end of fiscal year)

(000.00 omitted. Use figures to nearest thousand. For instance, the figure $3,489.36 should be written as 3; the figure $3,689.36 should be written as 4)

ASSETS	(Figures for 3 preceding years) 19	19	19	Current year as of date of Exhibit A
CURRENT ASSETS:				
1. Cash				
2. Receivables (after deducting reserves)				
3. Inventories				
4. Other current assets:				
TOTAL CURRENT ASSETS				
FIXED AND OTHER ASSETS:				
5. Plant accounts (before depreciation):				
Machinery, equipment, etc.				
Delivery equipment				
Real estate and buildings used in business				
6. Other assets (as investments, real estate not used in business, etc.):				
TOTAL ASSETS				
LIABILITIES				
CURRENT LIABILITIES:				
8. Notes payable				
9. Accounts payable				
10. Accrued liabilities				
11. Other current liabilities:				
TOTAL CURRENT LIABILITIES				
FIXED AND OTHER LIABILITIES:				
12. Mortgage debts				
13. Debentures				
14. Other fixed liabilities:				
RESERVES:				
15. Reserve for depreciation				
16. Other reserves:				
NET WORTH:				
17. Common stock (issued) (if Applicant is incorporated)				
18. Preferred stock (issued) (if Applicant is incorporated)				
19. Surplus (if Applicant is incorporated)				
20. Capital and surplus account (if Applicant is partnership or individual)				
TOTAL LIABILITIES				

NOTE— If years included in the above table are not adequately representative of applicant's financial experience, condition statements may be submitted for additional years.

EXHIBIT D

AGREEMENT AS TO COMPENSATION FOR SERVICES RENDERED OR TO BE RENDERED TO APPLICANT IN CONNECTION WITH APPLICATION AND/OR LOAN

To induce the United States Government and its agencies to make a loan under Sec. 302 of the Defense Production Act of 1950 to _____ (hereinafter called "Applicant") and in consideration of the making of a loan to Applicant, the undersigned, having been retained by Applicant for the purpose of rendering professional or other services in connection with its application for a loan or loans, hereby represents, warrants, and agrees that the undersigned has not been paid, has not made any agreement with the Applicant to be paid, and has not procured any person to pay or agree to pay, and will not, directly or indirectly, charge or receive any bonus, fee, or commission in any form in connection with the said application for, or the obtaining of, the loan applied for by the Applicant, or any compensation in any form for services rendered or to be rendered in connection therewith except for the services and in the amounts stated below:

Name	Description of services	Amount paid	Amount to be paid
		$	$

To induce the making of the loan and the employment of the undersigned by Applicant, the undersigned hereby further warrants, covenants and agrees, upon the consideration herein specified, and in consideration of the employment of the undersigned by Applicant, as above recited, that if the amount of compensation stated above for any such services shall not be deemed reasonable by any agency of the United States Government, the undersigned will reduce the charge for such services to such amount as shall be deemed reasonable by such agency, and will not, directly or indirectly, charge or collect from the Applicant or any other person, any sum in excess of the amount so deemed reasonable; and that if the undersigned has heretofore collected, from the Applicant or any other person, as compensation for any such services, any amount deemed by such agency to be unreasonable, the undersigned will refund to Applicant or such other person such sums as are in excess of the amount deemed reasonable. The undersigned further warrants, covenants and agrees that if the amount of the compensation for any such services is not determinable at the date of application, or is not stated above, it will not collect or charge any sum as compensation for such services without the prior written approval of the Government agency with which this application is officially filed as to the nature of the services for which such compensation is to be paid and the amount of such compensation.

Witness: _____

Address of witness: _____

Dated _____, 19____

NOTE—Corporations must execute foregoing certificate in corporate name, by duly authorized officer, and seal must be affixed and duly attested; partnerships must execute in firm name, together with signature of a general partner. If no compensation is paid or to be paid for services rendered in connection with application or loan, this should be so stated and the Applicant should sign this Exhibit.

CERTIFICATION

The Applicant hereby certifies that the statements made in the foregoing application, and all exhibits and documents submitted in connection therewith, are true and correct statements to the best of Applicant's information and belief and are submitted as a basis for credit. The Applicant agrees to reimburse any agency of the United States Government upon demand for any expenses incurred in connection with or arising out of this application or any loan made pursuant hereto.

Dated _____, 19____

Witness: _____

(For individual applicants)

Chesty L Shockey

(Signature)

Witness: _____

(For partnership applicants)

_____

(Full name of firm)

By _____, a general partner.

(Signature)

(For corporate applicants)

(CORPORATE SEAL)

_____

(Full corporate name of Applicant)

Attest: _____

By _____

(Signature) (Title)

_____, _____

(Signature) (Title)

The United States Criminal Code, 18 U.S.C., Sec. 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.

U. S. GOVERNMENT PRINTING OFFICE: 1950 O - 916171

DMA 526

Form NSRB-146
(Nov. 1950)

UNITED STATES GOVERNMENT

APPLICATION FOR GOVERNMENT LOAN
UNDER SEC. 302 OF
DEFENSE PRODUCTION ACT OF 1950

FORM APPROVED
BUDGET BUREAU NO. 25-R002

AMOUNT OF LOAN REQUESTED.

TERMS OF LOAN REQUESTED

DATE OF APPLICATION

NAME AND ADDRESS OF APPLICANT *(Street, City, Zone, State)*

Chester L. Shockey
325 Washington Ave,
Santa Fe, New. Mexico

TO BE FILLED IN BY DELEGATE AGENCY

(DATE RECEIVED)

COMM.

AGRIC.

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FILE NO.

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				(e) (f)	
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13. **HISTORY, MANAGEMENT, LEASED AGREEMENTS, INSURANCE, ETC.**

These subjects should be fully covered in statements attached hereto. Outline past management experience or other basis for showing competence of the Applicant to perform in accordance with expressed purpose of the application. If plant was purchased, state price, form and terms of payment, date of purchase, from whom and under what circumstances purchase was made. If it is proposed to construct or acquire new facilities (including equipment), state estimated cost and basis of such estimate, form and terms of payment, and from whom purchases of facilities will be made. State whether Applicant, or the business or plant, has been in receivership, bankruptcy, Chapter X, XI or XII, in hands of creditors, committee, or whether Applicant has effected a compromise with creditors, and if so, discuss fully. Indicate whether business is conducted in leased premises and whether any facilities are leased from others and describe terms of any lease agreements. List type and amount of insurance carried on plant property. Describe briefly any pending or threatened litigation affecting Applicant.

14. **NAMES AND ADDRESSES OF OFFICERS, DIRECTORS, OR PARTNERS, AND IN ADDITION THERETO, THE FIVE LARGEST STOCKHOLDERS IF A CORPORATION.**

NAME AND ADDRESS (a)	Official title (If officer is also director indicate by "D") (b)	Total of annual salary, commissions, bonuses, etc., received from Applicant and affiliates during last fiscal year (c)	Estimated net worth outside of Applicant (d)	Number of shares held in applicant		Life insurance carried for benefit of Applicant	
				Common (e)	Preferred (f)	Amount (g)	Net cash surrender value after loans (h)
	Total		x x x x x			x x x	x x x

15. **CAPITAL STOCK ISSUES**

For Corporate Applicants

Item	Authorized (a)	Outstanding (b)	Par value (c)	Number of shares outstanding (d)	Dividend rate last paid (e)
Common stock	$	$	$		
Preferred stock	$	$	$		

16. **PURCHASE AND SALES RELATIONS WITH OTHERS**

Does Applicant buy from, sell to, or use the services of, any concern or partnership in which an officer, director, large stockholder, or partner of the Applicant has a substantial interest? If not, so state. If so, give names of such officers, directors, stockholders, and partners, and names of such concerns or partnerships.

Does any officer, director, large stockholder, or partner of Applicant receive any commission, bonus, or other payment in cash or services from any concern or partnership with which Applicant has business dealings? If not, so state. If so, give names of such officers, directors, stockholders, or partners and amounts of such commissions, bonuses, or payments.

17. **COMPENSATION SCHEDULE**

INSTRUCTIONS: The schedule shall show the amount of compensation being paid to all employees of Applicant receiving compensation at a rate in excess of $10,000 per annum, including employees paid on a part-time basis where the rate of compensation exceeds $10,000 per annum computed on a full-time basis. If Applicant is a corporation, the schedule should show the compensation, regardless of amount, being paid to all officers, directors, and such stockholders as have an interest in Applicant's business of 10 percent or more. If Applicant is a partnership, the schedule should show the compensation being paid to, or being withdrawn by, all partners for their personal use. If Applicant is an individual, the schedule should show the amount being withdrawn by Applicant for his personal use. In each case the listed person's connection with the business should be indicated (i.e., whether an officer, director, stockholder, partner, owner, etc.). The calendar basis for the compensation should likewise be shown. Attorneys or firms of attorneys on a regular retainer or salary basis should be included. The schedule should include a separate notation indicating the source and amount of any compensation being paid by a company or firm directly or indirectly controlling, affiliated with, or controlled by, Applicant. If the space provided herein is insufficient, the schedule should be continued on the reverse side or appropriate continuation sheets should be attached.

17. **COMPENSATION SCHEDULE** - Continued

The term "compensation", as used herein and such schedule, shall include all salaries, fees, bonuses, commissions, retainers, regular drawing accounts, and other payments, direct or indirect, in money or otherwise, for personal services.

Name (a)	Position (b)	Compensation paid during previous fiscal year (c)	Present compensation (d)

18. **COLLATERAL**

(a) The applicant offers the following described collateral as security for repayment of the loan applied for.

Description (a)	Date acquired (b)	Cost (c)	Book Value (Net) (d)	Appraised* value (e)
Property now held:				
To be acquired:				

* This column need be filled in only if a recent appraisal has been made. If so, identify appraiser below.

Name (a)	Title (b)	Date (c)

(b) Describe existing liens, if any, on property listed above.

EXHIBIT A - CURRENT FINANCIAL STATEMENT

As of _____

(Date not more than 30 days prior to date of application)

ASSETS

CURRENT ASSETS

1. Cash ..... $ _____
2. Notes receivable ..... $ _____
   Less reserve for doubtful notes ..... _____
3. Accounts receivable:
   Current ..... $ _____
   Past due not over 4 months ..... _____
   Past due over 4 months ..... _____ $ _____
   Less reserve for doubtful accounts ..... _____ _____
4. Inventories:
   Raw materials ..... $ _____
   Work in process ..... _____
   Finished goods ..... _____ $ _____
   Less reserve for inventory losses ..... _____ _____
5. Other current assets (describe) _____ _____

TOTAL CURRENT ASSETS ..... $ _____

FIXED AND OTHER ASSETS

6. Plant used in business:
   Land ..... $ _____
   Buildings ..... _____
7. Machinery ..... _____
8. Equipment, furniture, and fixtures ..... _____ $ _____
   Less reserve for depreciation ..... _____ _____
9. Investments—stocks and bonds ..... _____
10. Investments in affiliated companies ..... _____
11. Receivables due from affiliated companies ..... _____
12. Real estate not used in business ..... _____
13. Due from officers, directors, employees, stockholders ..... _____
14. Deferred charges ..... _____
15. Other assets ..... _____

TOTAL ASSETS ..... $ _____

LIABILITIES

CURRENT LIABILITIES

16. Notes payable (see schedule 1, page 10):
    Banks ..... $ _____
    Trade creditors ..... _____
    Officers, stockholders, relatives ..... _____
    Insurance companies ..... _____ $ _____
17. Accounts payable ..... _____
18. Other current liabilities:
    Delinquent taxes { Real estate ..... $ _____
    Delinquent taxes { Federal ..... _____
    Wages and salaries ..... _____
    Due officers ..... _____
    Accrued interest, rent, taxes, wages, etc ..... _____
    _____ _____ _____

TOTAL CURRENT LIABILITIES ..... $ _____

FIXED AND OTHER LIABILITIES

19. Machinery liens ..... _____
20. Mortgage debts (see schedule 2, page 10) ..... _____
21. Bonds or debentures (see schedule 2, page 10) ..... _____
22. Other liabilities ..... _____

NET WORTH

23. Common stock (if Applicant is incorporated) ..... $ _____
24. Preferred stock (if Applicant is incorporated) ..... _____
25. Surplus (if Applicant is incorporated) ..... _____ _____
26. Capital and Surplus Account (if Applicant is partnership or individual) ..... _____

TOTAL LIABILITIES ..... $ _____

27. Contingent liabilities (explain) _____ $

NOTE.— Submit copy of last available audit or of financial statement at close of last fiscal period (if such date differs from date of above statement).

SCHEDULE I - Notes Payable (in detail)

Name and address	Maturity	Amount	State amount and character of collateral	Name of guarantor(s) and/or endorser(s)

SCHEDULE 2 - Mortgage Debt (real estate and/or chattels) or Bond Issue

Names and addresses of holders	Date of maturity	Interest rate	Unpaid principal amount	Date to which interest is paid
			$	
TOTAL	X X X X X X X	X X X X X X	$	X X X X X X X X X X X X X X X X

If mortgage secures a bond issue, state whether bonds are principally held by management and/or stockholders or by others, and attach copy of mortgage indenture.

EXHIBIT B - CONDENSED COMPARATIVE STATEMENT OF INCOME AND EXPENSES

For years ended _____

(Insert date of end of fiscal year)

(000.00 omitted)

	(Figures for 3 preceding years)			Current year as of date of Exhibit A
	19	19	19	
1. Net sales				
2. Cost of goods sold				
3. Gross profit on sales (line 1 minus line 2)				
4. Other income (itemize)				
5. Total (line 3 plus line 4)				
6. Salaries (officers or partners)*				
7. Selling and all other expenses				
8. Total of lines 6 and 7				
9. Profit or loss before depreciation and Federal taxes (line 5 minus line 8)				
10. Depreciation				
11. Federal Income and Excess Profits Taxes				
12. Net profit or loss (line 9 minus lines 10 and 11)				
ANALYSIS OF SURPLUS				
13. Total surplus at beginning of period				
14. Net profit or loss for period				
15. Line 13 plus line 14 if profit; line 13 minus line 14 if loss				
Add:				
16. Surplus paid in during period				
17. Surplus resulting from revaluation of assets				
18. Other additions to surplus (itemize)				
19. Total of lines 15 to 18, inclusive				
Deduct:				
20. Dividends				
21. Other charges to surplus (itemize)				
22. Total of lines 20 and 21				
23. Surplus at end of period (line 19 less line 22), MUST AGREE WITH SURPLUS AS SHOWN IN BALANCE SHEETS				

* To include all payments of any kind (commissions, bonuses, withdrawals) to officers or partners.

NOTE—If years included in the above tables are not adequately representative of applicant's financial experience, information may be submitted for additional years.

EXHIBIT C - CONDENSED COMPARATIVE STATEMENT OF CONDITION

For years ended _____
(Insert date of end of fiscal year)

(000.00 omitted. Use figures to nearest thousand. For instance, the figure $3,489.36 should be written as 3; the figure $3,689.36 should be written as 4)

ASSETS	(Figures for 3 preceding years) 19	19	19	Current year as of date of Exhibit A
CURRENT ASSETS:				
1. Cash				
2. Receivables (after deducting reserves)				
3. Inventories				
4. Other current assets:				
TOTAL CURRENT ASSETS				
FIXED AND OTHER ASSETS:				
5. Plant accounts (before depreciation):				
Machinery, equipment, etc.				
Delivery equipment				
Real estate and buildings used in business				
6. Other assets (as investments, real estate not used in business, etc.):				
TOTAL ASSETS				
LIABILITIES				
CURRENT LIABILITIES:				
8. Notes payable				
9. Accounts payable				
10. Accrued liabilities				
11. Other current liabilities:				
TOTAL CURRENT LIABILITIES				
FIXED AND OTHER LIABILITIES:				
12. Mortgage debts				
13. Debentures				
14. Other fixed liabilities:				
RESERVES:				
15. Reserve for depreciation				
16. Other reserves:				
NET WORTH:				
17. Common stock (issued) (if Applicant is incorporated)				
18. Preferred stock (issued) (if Applicant is incorporated)				
19. Surplus (if Applicant is incorporated)				
20. Capital and surplus account (if Applicant is partnership or individual)				
TOTAL LIABILITIES				

NOTE— If years included in the above table are not adequately representative of applicant's financial experience, condition statements may be submitted for additional years.

EXHIBIT D

AGREEMENT AS TO COMPENSATION FOR SERVICES RENDERED OR TO BE RENDERED TO APPLICANT IN CONNECTION WITH APPLICATION AND/OR LOAN

To induce the United States Government and its agencies to make a loan under Sec. 302 of the Defense Production Act of 1950 to _____ (hereinafter called "Applicant") and in consideration of the making of a loan to Applicant, the undersigned, having been retained by Applicant for the purpose of rendering professional or other services in connection with its application for a loan or loans, hereby represents, warrants, and agrees that the undersigned has not been paid, has not made any agreement with the Applicant to be paid, and has not procured any person to pay or agree to pay, and will not, directly or indirectly, charge or receive any bonus, fee, or commission in any form in connection with the said application for, or the obtaining of, the loan applied for by the Applicant, or any compensation in any form for services rendered or to be rendered in connection therewith except for the services and in the amounts stated below:

Name	Description of services	Amount paid	Amount to be paid
		$	$

To induce the making of the loan and the employment of the undersigned by Applicant, the undersigned hereby further warrants, covenants and agrees, upon the consideration herein specified, and in consideration of the employment of the undersigned by Applicant, as above recited, that if the amount of compensation stated above for any such services shall not be deemed reasonable by any agency of the United States Government, the undersigned will reduce the charge for such services to such amount as shall be deemed reasonable by such agency, and will not, directly or indirectly, charge or collect from the Applicant or any other person, any sum in excess of the amount so deemed reasonable; and that if the undersigned has heretofore collected, from the Applicant or any other person, as compensation for any such services, any amount deemed by such agency to be unreasonable, the undersigned will refund to Applicant or such other person such sums as are in excess of the amount deemed reasonable. The undersigned further warrants, covenants and agrees that if the amount of the compensation for any such services is not determinable at the date of application, or is not stated above, it will not collect or charge any sum as compensation for such services without the prior written approval of the Government agency with which this application is officially filed as to the nature of the services for which such compensation is to be paid and the amount of such compensation.

Witness: _____

Address of witness:

_____

Dated _____, 19____

NOTE—Corporations must execute foregoing certificate in corporate name, by duly authorized officer, and seal must be affixed and duly attested; partnerships must execute in firm name, together with signature of a general partner. If no compensation is paid or to be paid for services rendered in connection with application or loan, this should be so stated and the Applicant should sign this Exhibit.

CERTIFICATION

The Applicant hereby certifies that the statements made in the foregoing application, and all exhibits and documents submitted in connection therewith, are true and correct statements to the best of Applicant's information and belief and are submitted as a basis for credit. The Applicant agrees to reimburse any agency of the United States Government upon demand for any expenses incurred in connection with or arising out of this application or any loan made pursuant hereto.

Dated _____, 19____

Witness:

(For individual applicants)

Christy L Shockley

(Signature)

Witness:

(For partnership applicants)

_____

(Full name of firm)

By _____, a general partner.

(Signature)

(For corporate applicants)

(CORPORATE SEAL)

_____

(Full corporate name of Applicant)

Attest:

By _____

(Signature) (Title)

_____, _____

(Signature) (Title)

The United States Criminal Code, 18 U.S.C., Sec. 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.

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