MME Form 40
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UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

Budget Bureau No. 42–R1368
Approval expires Dec. 31, 1963

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

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

NAME OF APPLICANT *(Full legal name and mailing address as they should appear on contract if one is executed.)*	APPLICANT DO NOT USE THIS BLOCK
Golden, Inc. P.O. Box 333 Dachon, Idaho	DOCKET NUMBER
	DATE RECEIVED
	REGION
	DIVISION CODE

BUSINESS ORGANIZATION *(Check one)*

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

STATE IN WHICH FIRM IS ORGANIZED: Idaho

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
Merle Collins	Eureka, California	President
Milton D. Forbes	Eureka, California	V.-Pres.
David A. Bell	Dachon, Idaho	Sec.-Treas.

MINERAL(S) FOR WHICH YOU WISH TO EXPLORE: Gold, Silver

ESTIMATED COST OF PROJECT: $ 15,000.00

PROPERTY NAME	LOCATION COUNTY	STATE
Golden Nugget, Formerly known as Charles Hayes Claims	Custer	Idaho

GENERAL INSTRUCTIONS

Before filling out this application, please read the *OME Regulations for Obtaining Federal Assistance in Financing Explorations for Mineral Reserves* (30 CFR Chap. III). To assure prompt action, your application must provide all applicable material and information specified on the back of this application form. Avoid unnecessary correspondence and delays by submitting complete and accurate information. *Please submit four copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Office of Minerals Exploration, Department of the Interior, Washington 25, D. C., or with the nearest OME Field Office.*

CERTIFICATION

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

June 18, 1965
DATED

David E. Bell
BY *(Signature)*

Secretary-Treasurer
TITLE

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

INFORMATION REQUIRED WITH THIS APPLICATION

1. Financial Eligibility:

(a) Submit evidence of efforts made within 90 days preceding the filing of this application to obtain credit from your bank of account and at least one other banking institution or other private source of credit. Such evidence shall include true copies of correspondence which show: (1) date of loan request, (2) amount and terms requested, (3) proposed use of loan funds, and (4) the replies from credit sources. If the loan was offered under terms which you consider unreasonable, state why you consider them so.

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

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

2. Applicant's Rights in Land:

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

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

(c) For all land or mineral rights encumbered or not owned, submit five copies of Lien and Subordination Agreements on MME Form 52. If the agreements cannot be obtained, state reasons and provide copies of letters of refusal.

3. Physical Description:

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

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

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

(d) Describe known ore reserves, giving quantities and grades and sampling methods used. Support your statement with copies of assay certificates and assay maps if available.

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

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

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

4. Accessibility of Property:

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

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

5. Exploration Work:

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

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

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

6. Experience:

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

7. Estimate of Costs:

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

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

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

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

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

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

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

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

INT.-DUP. SEC., WASH., D.C. 50399

Sheet No. 1 EXPLORATION COSTS

The costs of the exploration are based on current wage rates, supply and equipment costs. (Lumbering competition for labor and equipment make these costs high, for good men and equipment).

1. Bulldozer trenching:

Rental of bulldozer with operator and supplies, 150 hours at $16. per hr.	$2,400.00
Supervision, panner, sampler, 6 weeks, five days per week at $2.50 per hr.	400.00
Assaying, surveying	300.00
Total	$3,600.00

Equals $10.67 per hour, overall

2. Drift on vein; crosscut; and ventilation raise;

Total 330 feet; 6 day week, advance 3½ feet per day,=100 days= 4 months. Wages: Miners, $200 hour; muckers, $1.75 hour; carmen, $1.60 hour, and averaging 3½ feet per shift	$	12.00 ft.
Insurance, social security tax, etc. 12%		1.44 "
Powder, fuse, detonators		3.00 "
Timber and labor		8.00 "
Compressor supplies		3.00 "
Steel and bits		3.00 "
Repairs		1.60 "
Engineering, accounting, etc.		2.50 "
5-day week, advance at 3.0 feet per day, equals 100 days = 4 months: Supervisor, 4 months @ $400. per mo.		4.67 "
Rental and repair of housing; rental $100. and repairs $600.		2.00 "
* Rental as below		1.32 "
Total	$	30.33

* The operator will rent all equipment from local equipment Co.

	Cost
Compressor	$3,350.00
Drills: 1 column drill, arm, etc.	600.00
1 stoper type	300.00
Air, water hoses	400.00
Water pressure tank	25.00
Mine rails, spikes, fish-plates, ties	420.00
Air lines - 500 feet	350.00
Water line	175.00
Mine car (1)	150.00
Truck, 4-wheel drive	1,000.00
Tools	300.00
Sluicer	1,000.00
Total	$7,900.00

Monthly rental= $\frac{7,900}{60}$=$116. Rental for 4 months 4 x $116= 464=$1.32 per ft.

Total cost of the project:

150 hrs. of bulldozer trenching at $10.67 =	$3,600.00
330 feet of drift, raise and crosscuts at $36.33	12,315.50
Total cost	$15,915.50

The foregoing costs have been estimated on an overall hourly and footage basis in order to simplify bookkeeping and payment for work accomplished.

NOTE: Refer to Sheet No. 1, Exploration Costs

The estimated advance footage of 35 feet per day was estimated over a period of 180 days average, considering missed holes, bootleg holes and unforeseen troubles, our average round of holes would be 6 feet long

Powder cost	6 sticks per hole @ .12¢ = .48¢ per hole	
Fuses	6 feet per hole @ 1½¢ = .9¢ per hole	
Detonators	1 per hole @ .02¢ = .02¢ per hole	
	Total Powder Cost .50¢ per hole	

18 holes per round @ .50¢ per hole = $10.08 average 35 feet
Advance = about $3.00 per foot.

Compressor cost per foot advance:

316 compressor - 8 gal. diesel fuel per hr. @ .20¢ per gal.
= $1.60 per hr. x 6 hrs. = $9.60 plus 8 qt. motor oil @ .48¢ per qt.
= $10.40 for 35 foot advance drift = $3.00 per foot

1A Letters from Bank

B Solbec, Corp., Owner

C Cash

2A No liens or mortgages

B Golden Nugget Mining Claim
Formerly known as Charles Wayne Mining Claim (Wayne, Vein)

United States Survey Mining Monument being on Southwest end of Claim tied in on east by West side of the Direction Lode #1116 and on west side by Monumental Direction Claim, Arcade on South on North the Tonto Pipe Claim.

Recorded Records No. #110968

State of Idaho)
) ss
County of Custer)

Recorded in Vol. 55 of Deeds, Page 418

C None

3A Refer to Map #6

B Part Owner and Secretary-Treasurer of Corporation

C Refer to assay sheets in Evans report. Production records unavailable of early day shipments.

D Refer to Evans Report

E Refer to Evans Report

F Refer to Map, Evans Report

G Please return

4A Contact Dave Doll, Mackay, Idaho. P.O. Box 550
Phone 588-2685. Location of mine: Yankee Fork District
30 miles from Challis, Idaho. U.S. Forest road to portal of mine workings.

B Sunbeam, Idaho, 25 miles from mine

5A Refer to Map Sheet #3

B Refer to Map Sheet #2

C Immediately and over a period of two years (summers) on account of snow conditions

6 1938 to 1965 D. D. Doll

Mines Worked

Yankee Fork Gold mines
Livingston - lead, zinc
Rob Roy - silver, lead
Clayton View - lead, silver
Lucky Boy - gold, silver
Victory Copper - Copper, cobalt
Mackay Exploration - Copper, silver, gold
Yankee Gold mine - gold, silver
Champion mine - lead, silver
Empire Copper - copper

} Mine Foreman of each of these mines

7 Refer to Exploration Cost, Sheet #1

7A None

B Refer to Exploration Costs, Sheet #1

C Refer to Exploration Costs, Sheet #1

D Rented

E Refer to Exploration Costs, Sheet No.1

F Rent Refer to Exploration Costs, Sheet No. 1

F Refer to Exploration Costs, Sheet No. 1

[illegible]

The adjoining property has cabins that we can rent. Some need minor repairs

Roads

Some short distances need cleaning out to move compressor close to workings

Water

Water is close and on property owned by Selbac, Inc.

Mine Timber

Available on property

Milling Facilities

About 94 mile from property - Ball mill and flotation. Electricity available from mill.