1951

May 9, 1951

Memorandum

To: Executive Secretary

From: Lead-Zinc Branch, D.M.A.

Subject: Denial of exploration loan
Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Re: Docket DMA-520

Commodity: Lead-zinc

The application submitted by Mr. Shockey, for a loan of $10,000 to explore and develop their claims in Torrance County, New Mexico has been reviewed by the Lead-Zinc Branch.

Mr. Shockey has stated that he is unable to provide his share of the funds for an exploration project, therefore, the application is recommended for denial.

The property does not qualify for a direct mining loan since there are no known ore reserves.

Otto Herres

OTTO HERRES, Chief
Lead-Zinc Branch

ALBrokaw:emp
G 5/9/51

Copies to: J. H. East, Region IV (2)
Chief, Lead-Zinc Br.
E. T. McKnight 4204 GSA
L. B. Moon
R. H. Mote
L. F. Strobel
T. Lyon
Director 4214 GSA
Br. reading file 4214 GSA
Files

May 9, 1951

Memorandum

To: Executive Secretary

From: Lead-Zinc Branch, D.M.A.

Subject: Denial of Exploration Loan
Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Re: Docket DMA-526

Commodity: Lead-zinc

The application submitted by Mr. Shockey, for a loan of $18,000 to explore and develop their claims in Torrance County, New Mexico has been reviewed by the Lead-Zinc Branch.

Mr. Shockey has stated that he is unable to provide his share of the funds for an exploration project, therefore, the application is recommended for denial.

The property does not qualify for a direct mining loan since there are no known ore reserves.

Otto Herres

OTTO HERRES, Chief
Lead-Zinc Branch

ALBrokaw:emp
G 5/9/51
Copies to: J. H. East, Region IV (2)
Chief, Lead-Zinc Br.
E. T. McKnight 4204 GSA
L. B. Moon
R. H. Mote
L. F. Strobel
T. Lyon
Director 4214 GSA
Br. reading file 4214 GSA
Files

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

APR 12 1951

In reply please
refer to DMA-526

Mr. Chester L. Shockey
309 Washington Avenue
Santa Fe, New Mexico

Dear Mr. Shockey:

One of the purposes of the Defense Production Act of 1950 is the encouragement of exploration, development and mining of strategic minerals and metals. Where an applicant has proven reserves of strategic materials, Federal aid in mining can be given through procurement contracts for such materials as are in short supply. On the strength of these contracts, the applicant can obtain private financing in most instances.

The program recently approved for encouragement of exploration of strategic materials calls for participation on the part of the applicant. For zinc, lead and copper deposits it will be necessary to match Government funds on an equal basis. Funds advanced by the Government will be considered a loan, to be repaid if the exploration is profitable, but to be cancelled if unsuccessful. The details of the plan, explaining the projects that will be eligible for assistance, the terms and schedules of financing, repayment, and other pertinent information, are enclosed.

A review of your application (DMA-526) for financial aid in carrying out an exploration program on a property in Torrance County, New Mexico, indicates that your proposal may be considered under this exploration program. Details concerning expenditures that will be considered chargeable to exploration aid will be subject to a final determination by negotiation, but as a preliminary appraisal we believe that the program will apply to the total amount of your application, $10,000.00.

Before we can proceed further with consideration of your application, which may or may not require a field examination, please indicate your willingness to provide your share of the funds needed to carry out the proposed exploration. Any modification of your original proposal that you may wish to make will be considered, but you should be specific concerning the work you wish to undertake.

Very truly yours,

Otto Herres

[illegible], Chief
Lead-Zinc Branch

EMcKnight:emp G 3/21/51
Copies to: 2 copies to Exec. Officer
J. H. East, Region IV
Chief, Lead-Zinc Br.
McKnight 4204 GSA
L. B. Moon
R. H. Mote
Enclosures
L. F. Strobel
C. O. Mittendorf
Files

January 18, 1951

Mr. Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Dear Mr. Shockey:

This will acknowledge receipt of Form MSRB-146, Application for Government Loan, in connection with your property.

Your letter of January 5, 1951 has been attached to your application, and these will be forwarded to the Defense Minerals Administration, Washington, D. C., for their consideration.

Sincerely yours,

J. H. East, Jr.

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

/lm

cc: [illegible] Allisson
[illegible] Files
J[illegible] Files

January 18, 1951

Mr. Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Dear Mr. Shockey:

This will acknowledge receipt of Form NSRB-146, Application for Government Loan, in connection with your property.

Your letter of January 5, 1951 has been attached to your application, and these will be forwarded to the Defense Minerals Administration, Washington, D. C., for their consideration.

Sincerely yours,

J. H. East, Jr.

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

/lm

cc: [illegible] Allsman
[illegible] Miles
J[illegible] Miles

Sent to Wash DMA
1/24/51

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
ROCKY MOUNTAIN REGION
REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

January 10, 1951

Mr. Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Dear Mr. Shockey:

This will acknowledge receipt of your letter dated January 5, 1951, regarding financial assistance for exploration and development under the Defense Production Act of 1950.

We are attaching five copies of Form NSRB-146, Application for Government Loan, and a copy of a suggested outline showing the type of information you should furnish with your application, in quadruplicate.

On receipt of the forms and your formal application, we will be glad to forward them to Washington, or you may, if you wish, forward the completed forms and assembled information direct to Dr. James Boyd, Administrator, Defense Minerals Administration, Interior Building, Washington 25, D. C.

Sincerely yours,

J. H. East, Jr.
Regional Director

JHE:lm

cc: FT Allsman
WR Storms
WD McMillan

Attachments 6

325 Washington Ave,
Santa Fe, N. Mex.
January 16. 1951.

MAIL ROOM
JAN 1 0 1951
BUREAU OF MINES
DENVER, COLORADO

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

Dear Mr. East:

This will acknowledge receipt of your letter dated January 10. 1951, along with the loan forms NSRB-146. Iam inclosing the loan applications, and will you please attache to each of these one of the four letters I mailed you on Januery 5, and forward them to the Washington Bureau.

I am looking forward to seeing you at our Miners convention at Albuquerque in February.

Sincerely Yours,
Chester L. Shockey
Chester L. Shockey

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES
ROCKY MOUNTAIN REGION
REGION IV

OFFICE OF
REGIONAL DIRECTOR

224 NEW CUSTOMHOUSE
DENVER 2, COLORADO

Mining Division
Date Rec'd.
JAN 1.. 1951
BUREAU OF MINES
Denver, Colorado

January 10, 1951

Mr. Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Dear Mr. Shockey:

This will acknowledge receipt of your letter dated January 5, 1951, regarding financial assistance for exploration and development under the Defense Production Act of 1950.

We are attaching five copies of Form NCMB-146, Application for Government Loan, and a copy of a suggested outline showing the type of information you should furnish with your application, in quadruplicate.

On receipt of the forms and your formal application, we will be glad to forward them to Washington, or you may, if you wish, forward the completed forms and assembled information direct to Dr. James Boyd, Administrator, Defense Minerals Administration, Interior Building, Washington 25, D. C.

Sincerely yours,

J. H. East, Jr.
Regional Director

JHEjlm

cc: JT Allsman
MR Storms
WD McMillan

Attachments 6

REGIONAL DIRECTOR

Region IV

Mining Division
Date Rec'd.
OCT 18 1950
BUREAU OF MINES
Denver, Colorado

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

October 17, 1950

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

Dear Mr. Shockey:

Referring to Mr. C. W. Merrill's letter dated October 11, 1950 in reply to your letter to Dr. James Boyd dated October 1:

The attached form letter indicates the type of information you should present with your application for financial assistance under the Defense Production Act.

Additional information may be required when the regulations have been established.

Sincerely yours,

J. H. East, Jr.
Regional Director

Attachment

JHE:ln

cc: PT Allsman
McMillan

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF MINES

WASHINGTON 25, D.C.

REGIONAL DIRECTOR'S
OFFICE
REGION IV
OCT 16 1950
BUREAU OF MINES
DENVER, COLORADO

October 11, 1950

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

Dear Mr. Shockey:

Your letter of October 1, addressed to James E. Boyd and requesting information on loan privileges under the Defense Production Act of 1950, has been referred to me for reply.

As you no doubt know, this Act provides among other things, for the expansion of productive capacity and supply of strategic minerals. Executive Order 10161 delegates to the Department of the Interior the responsibility, in regard to metals and minerals, for reporting on the feasibility of projects to expand productive capacity and supply and the essentiality of such proposed new capacity or supply to the Defense Program. Based on these reports the Bureau of Mines will determine what proposals may properly be certified to the Reconstruction Finance Corporation for loans and to the General Services Administration for purchase contracts. However, before the Department of Interior can function under authority delegated in the Executive Order, certain administrative procedures must be established. The details of procedures to be followed in the Bureau's certification to RFC and GSA have not yet been fully worked out. Furthermore sufficient funds for carrying out the program on metals and minerals are yet to be appropriated. It is anticipated that Congress will give early consideration to appropriation of such funds when it reconvenes in November.

Until these operational difficulties are resolved there is very little definite information I can give you on the functional aspects of the Act's loan provisions. In the meantime in order to expedite matters in the event that you or your company prove to be a qualified applicant for financial aid I suggest you advise the Regional Director of the Bureau of Mines of your needs and your proposal for increasing mineral supply. The office for the region including New Mexico is in Denver, Colorado:

Copy to: John H. East, Jr., Denver, Colo.

John H. East, Jr.
Regional Director, Region IV
Bureau of Mines
224 Customhouse
Denver, Colorado

In bringing the matter to Mr. East's attention, you should present all the pertinent engineering data available concerning your property including information on manpower and equipment required, tonnage and grade of ore, and anticipated rate of production. Submission of these data will enable the Regional Engineer to have the property examined if necessary and make a recommendation for consideration of this office as to the course of action to be followed.

I regret that I cannot give you more assurance of assistance at this time. You can be certain, however, that any information you furnish the Bureau will be given full consideration.

Very truly yours,

CHARLES W. MERRILL, Chief
Base Metals Branch

COPY

Chester L. Shockey

SANTA FE MASTER PAINTERS

325 Washington

Santa Fe, New Mexico

October 1, 1950

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

Dear Mr. Boyd:

As soon as you have the new mining program worked out, I would like to know what the requirements are, how and where to proceed to secure an exploration and development loan. I have a very good lead and zinc prospect in Torrance County, New Mexico, which is about 25 miles east of Albuquerque, and would appreciate this information.

There is a five foot vain fifteen feet below the surface. Also, outcroppings extending about 3,000 feet. I am getting some assays as high as 10% lead with some zinc and silver. This is a new discovery and will need exploration and development money.

I also know of a copper, zinc, monazite, and tantlo-columbite prospect which may have good possibilities of producing good ore.

When are you coming back to New Mexico? I met you at our State Miners' and Prospectors' Convention here in Santa Fe a few years ago.

With best personel regards to you, I am,

Sincerely yours,

(Sgd.) Chester L. Shockey

Chester L. Shockey

January 18, 1951

Mr. Chester L. Shockey
325 Washington Avenue
Santa Fe, New Mexico

Dear Mr. Shockey:

This will acknowledge receipt of Form MSRB-116, Application for Government Loan, in connection with your property.

Your letter of January 5, 1951 has been attached to your application, and these will be forwarded to the Defense Minerals Administration, Washington, D. C., for their consideration.

Sincerely yours,

J. H. East, Jr.
Regional Director

/la

cc: JT Alleman
DW Files
JHE Files

(3 copies of application sent to Wash, DMA, 1/24/51)

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

JAMES H. RUSSELL AGENCY
GENERAL INSURANCE
SUITE 218 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

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 Washungton 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

[illegible] Capital and [illegible] for [illegible] and [illegible] which I have described in the [illegible] letter.

NATURE OF EXPENDITURE	AMOUNT
To build 100 foot Tower, 100 foot dairy and [illegible] the [illegible] the [illegible] with [illegible] two [illegible] and all [illegible] to [illegible] the [illegible]	
Total amount applied for	18000.00

2. PROPOSED METHOD FOR REPAYMENT OF LOAN

State sources of funds, and proposed schedule of repayment

To be repaid from profits

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.

[illegible]

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 R 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.

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