MME Form 9
Rev. Nov. 65

UNITED STATES
DEPARTMENT OF THE INTERIOR
Geological Survey

OFFICIAL DOCKET FILE

Contract No. 2307 Docket No. 6699

Application
- [ ] Denied
- [x] Withdrawn

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

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

Folder No. 1:

Left Side

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

Rec'd appl Feb 4-5-42

Right Side

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

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

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

Additional Folders:

Left Side

Folders No._____: Reports
- [ ] Analysis of Semiannual Inspection Reports
- [ ] Project Summary (Interim) by MME Engineers

Right Side

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

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

Folders No._____: Settlement Sheets

Folders No._____: Drill Logs

Folders No._____: Royalty Material

72195-65

UNITED STATES OF AMERICA
CERTIFICATION OF POSSIBLE PRODUCTION
UNDER AN EXPLORATION CONTRACT

Mr. Donald E. Jung
Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Pursuant to Article 6 of the referenced contract, as amended, the Government hereby certifies that mineral or metal production may be possible as a result of the exploration work.

Therefore, royalties shall be paid to the Government as provided in the contract on all production, excepting that prescribed in Annex I, from the land described in the contract from December 28, 1973, to December 28, 1983, or until the total amount, $54,468.75, contributed by the Government under the contract is fully repaid with interest at the rate of 8¼ percent per annum, whichever occurs first. The payment of royalties is secured by a lien upon the land and upon any production therefrom.

We direct your attention to the last paragraph in Annex I to the contract which provides as follows:

"It is agreed that the requirements for payment of royalty to the Government on mineral production set forth in Article 6 [7] of this Contract shall not apply to any mineral production which results from mining operations conducted on the Thomas W. - Gold Belt vein. However, any production from veins encountered in the proposed crosscut which may intersect or merge with the Thomas W. - Gold Belt vein shall not be exempt from the obligation for payment of royalty."

Royalty payments should be made in favor of the U.S. Geological Survey and mailed or delivered to the Field Officer, Office of Minerals Exploration, Region II, U.S. Geological Survey, Building 2, 345 Middlefield Road, Menlo Park, California 94025. Each payment should be accompanied by two copies of settlement sheets or other suitable sales evidence showing the date of sale, name of the purchaser, the quantity and grade of the production sold, the price per unit, and the gross proceeds and allowable deductions therefrom. The purchaser should be notified of the Government's royalty on production and directed to pay the royalty, computed as provided in the contract, directly to the Government.

The Field Officer should be promptly notified upon the commencement of any production and upon any extended cessation thereof. Production unsold or unused six months after extraction from the ground should be reported promptly to the Field Officer.

Attention is specifically invited to the provisions of Article 2(c) of the contract referring to the preservation of the Government's royalty rights. Two true copies of any instrument transferring, surrendering, or encumbering any of your rights in the lands embraced in the contract shall be furnished to the Field Officer.

Dated this 16th day of January, 1975.

THE UNITED STATES OF AMERICA

Harold Kirkemo

Chief, Office of Minerals Exploration
U.S. Geological Survey

cc:
DRF
MR Rdg.
Branch of Financial Management
Assoc. Sol.--Rm. 6347 Interior
OME Docket
OME Region II
OME Reading
HKirkemo
g (2)

HKirkemo/gpw

Government's copy

EXPLORATION CONTRACT
DONALD E. JUNG and LOTAR JUNG
OME-6699

AMENDMENT NO. 1

It is agreed this 28th day of December, 1973, between the United States of America, acting through the Department of the Interior, U.S. Geological Survey, hereinafter called the "Government", and Donald E. Jung and Lotar Jung, hereinafter called the "Operator", that Exploration Contract 2307 (OME-6699), dated November 9, 1972, is amended effective November 16, 1973, as follows:

1. (a) Work under the Contract may be suspended during the period beginning November 16, 1973, and ending no later than May 15, 1974.

(b) The Government shall contribute only to timbering and assaying costs incurred during the period of suspension, which result as a consequence of work done prior to November 16, 1973.

(c) The Government shall not contribute to or be liable for any costs of rehabilitation or repair or any other costs which would not have occurred if there had been no suspension of work, or which may arise out of this suspension.

(d) The Operator, at its own cost and expense, without contribution by the Government, during the period of suspension shall preserve and protect the project work.

2. The date fixed by Article 1(a) of the Contract for completion of the work is extended from eighteen (18) months to twenty-four (24) months from the date of the Contract, or until November 9, 1974.

This amendment shall not be construed to increase the estimated total cost of the Contract, the aggregate amount which the Government may be required to contribute, the amount of any item designated as a maximum, nor the fixed unit cost of any item of work.

Except as herein amended, Exploration Contract 2307 (OME-6699), dated November 9, 1972, shall remain in full force and effect.

Executed in quadruplicate the day and year first above written.

THE UNITED STATES OF AMERICA

By Harold Kirkemo
Chief, Office of Minerals Exploration
U.S. Geological Survey

Ferguson 12/27/1973
Appl. Sol. Office

Donald E. Jung
Donald E. Jung

Lotar Jung
Lotar Jung

Title Owners

MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

FOR GOVERNMENT USE ONLY
Operator
Docket No. OME –
Contract No. 14-23-090 –
Contract Date

LIEN AND SUBORDINATION AGREEMENTS[1]

To the United States of America:

That certain land in the ~~County~~ Counties of Lander and Churchill, State of Nevada, described as follows:[2] Unpatented lode mining claims, recorded in Book J in the official records of Lander County, known as the Thomas W. (Page 93), Thomas W. No. 1 (Page 110), Thomas W. No. 2 (Page 111), Golden Portage (Page 329), Golden Portage No. 1 (Page 325), and Sundown (Page 326).

hereinafter called the "land", is the subject of a proposed exploration contract, hereinafter called the "Contract", between the United States of America, hereinafter called the "Government" and

Donald E. Jung [3]

hereinafter called the "Operator". In consideration for and as an inducement to the Government executing the Contract, the undersigned:

1. (a) Being the owner of an interest in the land, hereby grants to the Government a lien upon all of his right, title, and interest in the land and upon any production of minerals therefrom to secure the payment to the Government of the royalty on production provided for by the Contract, and agrees if the Operator's interest should be surrendered or terminated at any time prior to the expiration of the rights of the United States under said Contract to pay royalty to the Government according to the terms of said Contract; or

(b) Being the holder of a claim, lien, or encumbrance against the land, hereby subordinates his claim, lien, or encumbrance in or against the land and in any production therefrom to the rights of the Government under the Contract with respect to royalty on production and liens to secure same.[4]

2. Undertakes and agrees that property in which the Government may acquire an interest or equity under the Contract may be dismantled, severed from the land, and removed as may be provided in the Contract; and the Government's interest and equity in such property shall be prior and superior to any adverse right or claim of the undersigned.

3. Represents and undertakes that there is no claim, lien, or encumbrance upon the undersigned's right, title, claim, or interest in or against the land other than the following: (If "none" insert the word "none". Do not leave blank.)

None

1/ Production from the land is not required, and in the absence of production there is no obligation to pay royalty to the Government.

2/ Either (a) insert the legal description of the land, or (b) strike out the words "as follows" and insert "in a lease /or contract, deed, or other document/ dated _____, and recorded in Book _____, Page ____, official records of said county". If (b) is used, the book and page of recordation must be inserted above. If the space provided is insufficient, use an Annex and refer to the Annex in the space.

3/ Insert name exactly as it appears in the Application MME Form 40.

4/ Subparagraph 1(a) does not apply to the holder of a claim, lien, or encumbrance.

4. Undertakes and agrees (a) neither to commit any act nor assert any claim in conflict with the provisions of this Agreement; and (b) to give advance notice of the Government's rights under this agreement to any subsequent transferee, mortgagee, encumbrancer, or lessee of any of the undersigned's right, title, claim, or interest in or against the land or any production therefrom, furnishing the Government with two true copies of such notice; and

5. Consents to all amendments (including an agreement of termination) and assignments of the Contract without notice thereof, and undertakes and agrees that this agreement shall extend and apply thereto.

6. Added provisions None (State "None" or "See Annex No.____".)

Dated this 30 day of September, 1972.

Lotar Jung (Seal)	P.O. Box 405 (Street)	
Lotar Jung	Laytonville, California 95454 (City & State)	
(Seal)	(Street)	
	(City & State)	
(Seal)	(Street)	
	(City & State)	
(Seal)	(Street)	
	(City & State)	
(Seal)	(Street)	
	(City & State)	
(Seal)	(Street)	
	(City & State)	

I, _____ (Name), certify that I am the _____ (Title—Secretary, etc.) of the corporation named herein; that _____ (Name), who signed this agreement was then _____ (Title—Pres., Vice-Pres., etc.) of said corporation; that said agreement was duly signed for and in behalf of said corporation by authority of its governing body, and was within the scope of its corporate powers.

_____ (Corporate Seal)

MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

FOR GOVERNMENT USE ONLY
Operator
Docket No. OME –
Contract No. 14-23-090 –
Contract Date

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Donald E. Jung[3]
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Lotar Jung	Laytonville, California 95454	(City & State)
(Seal)		(Street)
		(City & State)
(Seal)		(Street)
		(City & State)
(Seal)		(Street)
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(Seal)		(Street)
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INT.-DOP. SEC., WASH., D.C. 21103

MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

FOR GOVERNMENT USE ONLY
Operator
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Contract No. 14-23-090 –
Contract Date

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INT.-GOV. SRC., WASH., D.C. 21103

MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

FOR GOVERNMENT USE ONLY
Operator
Docket No. OME –
Contract No. 14-23-090 –
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Lotar Jung (Seal) P.O. Box 405 (Street)
Laytonville, California 95454 (City & State)
Lotar Jung

_____ (Seal) _____ (Street) (City & State)

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MME Form 52
Jan. 1959

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

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Operator
Docket No. OME –
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1. (a) Being the owner of an interest in the land, hereby grants to the Government a lien upon all of his right, title, and interest in the land and upon any production of minerals therefrom to secure the payment to the Government of the royalty on production provided for by the Contract, and agrees if the Operator's interest should be surrendered or terminated at any time prior to the expiration of the rights of the United States under said Contract to pay royalty to the Government according to the terms of said Contract; or

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6. Added provisions None (State "None" or "See Annex No.____".)

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Lotar Jung (Seal)	P.O. Box 405 (Street) Laytonville, California 95454 (City & State)	
(Seal)	(Street) (City & State)	
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(Seal)	(Street) (City & State)	
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_____ (Corporate Seal)

Government's Copy

MME Form 51
July 1965

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
U. S. Geological Survey

EXPLORATION CONTRACT
(Short Form)

Docket	Commodity	Contract No.	County	State
OME-6699	Gold-Silver	2307	Lander and Churchill	Nevada

It is agreed NOV 9 1972 (Date), between the United States of America, acting through the Department of the Interior, U. S. Geological Survey, hereinafter called the "Government," and

Donald E. Jung and Lotar Jung,

whose mailing address is Box 69, Austin, Nevada 89310, hereinafter called the "Operator," as follows:

ARTICLE I. Authority and scope.--(a) This contract, entered into under the authority of Public Law 701, 85th Cong., 2d sess. (72 Stat. 700; 30 U.S.C. § 641 - 646), consists of this form, the attached Annex I (land description), Exhibit A (work and costs), and the maps and documents listed. The work is a search for new or unexplored deposits of the commodity designated above. The Operator shall begin the work on or before DEC 1 1972 (Date), and, subject to the provisions of Article 7 and Exhibit A, shall complete the work within 18 months from the date of the contract.

(b) The description of the work and the fixed cost for each unit of work to be performed (per foot of drilling, per foot of drifting, per hour of operations, etc.) are hereby agreed upon as specified in Exhibit A. The estimated total cost of the work is $ 74,200.00. The Government will contribute 75 percent of the total fixed unit costs of the work performed, not in excess of $ 55,650.00 in accordance with the provisions of Articles 4 and 5.

(c) Interest computation.--Simple interest at the rate of 8½ percent shall accrue from the dates Federal funds are made available until the period specified for payment of royalty expires, or until the amount of Federal funds contributed is fully repaid with interest.

(d) The Operator shall not transfer or assign this contract or any right or obligation thereunder without the written consent of the Government.

ARTICLE 2. Operator's rights in land.--(a) The Operator represents and undertakes that Annex I correctly describes the land which is the subject of this contract and the nature of the Operator's right of property and possession therein (whether as owner, lessee, or otherwise), and that such right, title, or interest is subject only to the following claims, liens, or encumbrances:

See Annex I

(b) The Subordination Agreement of the holder of any claim, lien, or encumbrance listed above and (if the Operator does not hold the legal title) the Lien Agreement of any holder of the legal title of the land (lessor, seller, optionor, etc.) are attached as follows:

None

(c) The Operator shall preserve and maintain his right, title, or interest in the land and his right to the possession thereof for the purposes of this contract, and shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of this contract. The Operator shall neither transfer, convey, nor surrender the land nor any right, title, or interest therein, nor permit nor suffer any claim, lien, or encumbrance thereon, without expressly referring to and providing in the instrument of conveyance, lien, or encumbrance for the preservation of the Government's right to a royalty on production and liens for the payment thereof. Two true copies of such instrument shall be furnished to the Government. If the Government's rights to royalty as provided in Article 6 have been terminated, the provisions of this paragraph (c) shall become inapplicable.

ARTICLE 3. Performance of the work.--(a) Operator's responsibility.--The work shall be performed diligently, efficiently, in a workmanlike manner in accordance with good mining standards, and in compliance with State laws governing health, safety, and liability insurance covering employment. The Operator shall provide suitable and adequate equipment, facilities, materials, supplies, and labor to complete the work as specified in Article 1(a).

(b) Government may inspect.--The Operator shall consult with and inform the Government on all phases of the work as it progresses. The Government may enter at all reasonable times to inspect the work under the contract and production operations during the period that royalty is payable to the Government. The Operator shall provide the Government with all reasonable means of access for such inspections.

ARTICLE 4. Contribution by the Government.--The Government will make its contribution on the basis of the monthly vouchers referred to in Article 5(b), but all payments by the Government are provisional only, subject to audit. Until the account between the Operator and the Government is finally audited and settled and the Operator's final report has been received, the Government may withhold such sums as are necessary to protect its interests. To the extent that amounts in excess of fixed unit costs or in excess of the estimated total cost may be necessary for the performance of the work, the Operator shall incur and pay such amounts for his own account without contribution by the Government. The Government will not contribute to the cost of any work performed prior to the date of this contract. The Government may make payments for the account of the Operator directly to independent contractors and suppliers rather than to the Operator.

ARTICLE 5. Reports, accounts, audits.--(a) Operator's records.--The Operator shall keep suitable records and accounts of the units of work performed and of any production in which the Government may have an interest; and shall preserve those with respect to work performed for at least three years after final payment by the Government, and those with respect to production for at least three years after any obligation to pay royalties to the Government has terminated. The Government may inspect and audit said records and accounts at any time, either by itself or by a certified public accountant. The Comptroller General of the United States or his representative, until the expiration of said three-year periods, shall have access to and the right to examine all pertinent books, documents, papers, and records of the Operator.

(b) Monthly reports.--The Operator shall provide the Government with four copies of monthly reports in three sections as follows:

(1) Operator's Monthly Voucher claiming costs for work performed;

(2) Operator's Progress Report showing the number of units of the various types of work performed; and

(3) a narrative report of the work performed during the reporting period, including adequate engineering-geological maps or sketches, drill hole logs and locations, and assay reports on samples taken concurrently with advance in mineralized ground.

(Forms for reporting under (1) and (2) above will be provided by the Government.)

(c) Final report.--Upon completion of the work or termination of the Government's obligation to contribute to costs, the Operator shall furnish the Government with three copies of a final report (in addition to the final monthly report). This final report shall include a geological and engineering evaluation of the results of the work performed under the contract with an estimate of the ore reserves resulting from such work, complete assay data, adequate geological and engineering maps or sketches, and a summary of the work performed and the unit costs thereof.

(d) Report of sales.--The Operator shall provide the Government with suitable accounting and documentary evidence covering all production to which the Government's royalty relates, such as two copies of smelter or concentrator settlement sheets and certified accounts of production and sale or other disposition of production.

(e) Compliance with requirements.--If the Government determines that any of the Operator's reports, records, or accounts are insufficient or incomplete, or if the Operator fails to make them, the Government may procure the preparation or completion of same with suitable attachments as an expense of the work to which the Operator shall contribute. The Government may withhold approval and payment of any vouchers relating to insufficient or incomplete reports, records, or accounts.

ARTICLE 6. Repayment by Operator.--(a) Certification.--If the Government considers that mineral or metal production from the land covered by the contract may be possible as a result of the exploration work, it shall so certify in writing to the Operator at any time not later than six months after a sufficient final report and final accounting (see Article 5) have been furnished.

(b) Royalty on production.--The Operator, whether or not the producer (for example, if the Operator either transfers or does not retain his interest in the land), shall pay to the Government a royalty on all minerals and metals mined or produced from the land as follows:

(1) irrespective of any certification of possible production--from the date of the contract until the lapse of the time within which the Government may issue such certification or until the total net amount contributed by the Government is fully repaid with interest, whichever occurs first; or

(2) if the Government issues a certification of possible production--for a period of ten years from the date of the contract or until the total net amount contributed by the Government is fully repaid with interest, whichever occurs first.

(c) Payment of royalty.--(1) The Government's royalty shall be five percent of the gross proceeds (including any bonuses, premiums, allowances, or other benefits) from the production sold, in the form sold (ore, concentrate, metal, or equivalent), at the point of delivery (the f.o.b. point); except, that charges of the buyer arising in the regular course of business and shown as deductions on the buyer's settlement sheets (such as treatment processes performed by the buyer, sampling and assaying to determine the value of the production sold, and freight payable by the buyer to a carrier (not the Operator or producer)), shall be allowed as deductions in arriving at the "gross proceeds" as that term is used herein. No costs of the Operator or producer are deductible in arriving at the "gross proceeds" as that term is here used.

The term "treatment processes" means those processes (such as milling, concentrating, smelting, refining, or equivalent, but excluding fabricating or manufacturing) applied to the crude ore or other production after it is extracted from the ground to put it into a commercially marketable form.

(2) The Government's royalty shall be computed and paid currently upon each lot sold, held, or used in integrated operations, as the case may be.

(d) Unsold production.--If any production (ore, concentrate, metal, or equivalent), after the lapse of six months from the date the ore was extracted from the ground, remains neither sold nor used in integrated manufacturing or fabricating operations (for instance if it is stockpiled), the Government, at its option, as long as it so remains, may require the computation and payment of its royalty on the value of such production in the form (ore, concentrate, metal, or equivalent) it is in when the Government elects to require computation and payment. If any production is used in integrated manufacturing or fabricating operations before the Government makes its election, the Government's royalty on such production shall be computed on the value thereof in the form in which and at the time it is so used. "Value" as here used means what is or would be gross income from mining operations for percentage depletion purposes in Federal income tax determination, or the market value, whichever is greater.

(e) Lien for payment.--To secure the payment of royalty (see Article 6(b)), the Operator hereby grants to the Government a lien upon his interest in the land and upon any production of minerals and metals therefrom until the royalty claim is extinguished by lapse of time or is fully paid.

(f) Notice to purchasers.--The Operator or producer shall give notice of the Government's claim for royalty to any purchaser of the production, and shall authorize and direct such purchaser to pay the royalty directly to the Government and to furnish the Government with copies of the settlement sheets. If the records of any production and sales or other disposition of production, whether the production is by the Operator or by others, are not made available to the Government, the amount of the royalty may be estimated by the Government, and this estimate shall be final and binding upon the Operator or producer.

(g) No obligation to produce.--Nothing in this contract shall be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any production operations.

(h) Government not obligated to buy.--Nothing in this contract shall be construed as imposing any obligation on the Government to purchase any minerals and metals mined or produced from the land.

ARTICLE 7. Termination of the Government's Obligations.--(a) If the Government determines that operations at any time have failed to achieve anticipated results and further work is not justified, the Government may give the Operator written notice thereof, and thereupon:

(1) the Government shall be free of all obligation to pay on account of units of work not then performed; and

(2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to final accounting and reporting.

(b) If the Government determines that the Operator is in default under the terms of the contract, the Government may give the Operator written notice of such default with a specification of reasonable time within which the default must be cured; and if the Operator fails to cure such default as required, thereupon:

(1) the Government shall be relieved of all obligation to pay on account of units of work not performed when the notice was given, and

(2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to final accounting and reporting.

The Government may also avail itself of any other remedy the law may provide for breach of contract, including the right to rescind the contract and to demand repayment of all moneys contributed by the Government under the contract.

(c) The giving of any notice by the Government under the provisions of this Article 7 shall not affect the Government's rights as provided for in the contract with respect to royalty and liens to secure the payment thereof, and such rights shall be fully preserved.

(d) The determinations of the Government are subject to appeal under Article 11.

ARTICLE 8. Notices to be given by the Government may be delivered to the Operator or may be sent by certified mail addressed to the Operator at his mailing address stated in this contract. If mailed, notices are deemed to have been delivered five days after the date of mailing.

ARTICLE 9. Officials not to benefit.--No member of or delegate to Congress or resident commissioner shall be admitted to any share or part of this contract or to any benefit that may arise therefrom; but this provision shall not be construed to extend to this contract if made with a corporation for its general benefit.

ARTICLE 10. Nondiscrimination in Employment.--The provisions respecting nondiscrimination in employment which are required by section 301 of Executive Order 10925, dated March 6, 1961, as amended and supplemented, are attached hereto as Exhibit B and are hereby incorporated in and made a part of this contract.

ARTICLE 11. Disputes.--Any dispute arising under this contract which is not disposed of by agreement shall be decided by the Director, U. S. Geological Survey, who shall reduce his decision to writing and mail or otherwise furnish a copy thereof to the Operator. The decision of the Director, U. S. Geological Survey, shall be final and conclusive unless, within 30 days from the date of receipt of such copy, the Operator mails or otherwise furnishes to the Director, U. S. Geological Survey, a written appeal addressed to the Secretary of the Interior. The decision of the Secretary or his duly authorized representative for the determination of such appeals shall be final and conclusive unless determined by a court of competent jurisdiction to have been fraudulent, or capricious or arbitrary, or so grossly erroneous as necessarily to imply bad faith, or not supported by substantial evidence.

The term "Director, U. S. Geological Survey," as used herein includes his duly authorized representative.

ARTICLE 12. Work Hours Act of 1962 - Overtime Compensation.--This contract, to the extent that it is of a character specified in the Work Hours Act of 1962 (Public Law 87-581, 76 Stat. 357-360) and is not covered by the Walsh-Healey Public Contracts Act (41 U.S.C. 35-45), is subject to the following provisions and to all other provisions and exceptions of said Work Hours Act of 1962.

(a) Overtime requirements.--No Operator or subcontractor contracting for any part of the contract work which may require or involve the employment of laborers or mechanics shall require or permit any laborer or mechanic to be employed on such work in excess of eight hours in any calendar day or in excess of forty hours in any workweek unless such laborer or mechanic receives compensation at a rate of not less than one and one-half times his basic rate of pay for all hours worked in excess of eight hours in any such calendar day or in excess of forty hours in any such workweek, as the case may be.

(b) Violations; liability for unpaid wages; liquidated damages.--In the event of any violation of the clause set forth in subparagraph (a) of this paragraph, the Operator and any subcontractor responsible therefor shall be liable to any affected employee for his unpaid wages. In addition, such Operator and subcontractor shall be liable to the United States (in the case of work done under contract for the District of Columbia or a territory, to such District or to such territory), for liquidated damages. Such liquidated damages shall be computed, with respect to each individual laborer or mechanic employed in violation of the clause set forth in subparagraph (a) of this paragraph, in the sum of $10 for each calendar day on which such employee was required or permitted to work in excess of eight hours or in excess of the standard workweek of forty hours without payment of the overtime wages required by the clause set forth in subparagraph (a) of this paragraph.

(c) Withholding for unpaid wages and liquidated damages.--The U. S. Geological Survey may withhold or cause to be withheld, from any moneys payable on account of work performed by the Operator or subcontractor, such sums as may administratively be determined to be necessary to satisfy any liabilities of such Operator or subcontractor for unpaid wages and liquidated damages as provided in the clause set forth in subparagraph (b) of this paragraph.

ARTICLE 13. Copeland (Anti-Kickback) Act--Nonrebate of wages.--The regulations of the Secretary of Labor applicable to contractors and subcontractors (29 CFR, Part 3), made pursuant to the Copeland Act, as amended (40 U. S. C. 276c) and to aid in the enforcement of the Anti-Kickback Act (18 U. S. C. 874) are made a part of this contract by reference. The Operator will comply with these regulations and any amendments or modifications thereof and will be responsible for the submission of affidavits required of independent contractors thereunder. The foregoing shall apply except as the Secretary of Labor may specifically provide for reasonable limitations, variations, tolerances, and exemptions.

ARTICLE 14. Changes and added provisions.--

Executed in ~~duplicate~~ quadruplicate the day and year first above written.

Donald E. Jung
(Operator) Donald E. Jung

~~BY~~ Lotar Jung
~~XX~~ Lotar Jung

Title Partner

THE UNITED STATES OF AMERICA

By Lewis Menen
~~Director, Geological Survey~~
Deputy Assistant
Director for Administration
U. S. Geological Survey

I, _____, certify that I am the
(Name)

_____ secretary of the corporation named as Operator herein; that

_____, who signed this contract on behalf of the Operator, was then
(Name)

_____ of said corporation; that said contract was duly signed for
(Title)

and in behalf of said corporation by authority of its governing body, and is within the scope of its corporate powers.

11/7/72 Wicker
11/6/72 Martin
11/6/72
Chagnon
Appd. Sol. Office
11/7/72 Kirkham
11/7/72 Tooke
11/8/72 Albers

[CORPORATE SEAL]

EXPLORATION CONTRACT
DONALD E. JUNG and LOTAR JUNG
OME-6699

ANNEX I

The land, including all rights thereto, referred to in Article 2 of the contract consists of eight (8) patented and six (6) unpatented mining claims in Sections 9, 10, 15 and 16, T. 20N., R. 40E., MDBM, New Pass Mining District, Lander and Churchill Counties, Nevada. These claims are shown on Figure 1, entitled "Map showing claims and proposed exploration, New Pass Mine, Lander-Churchill Counties, Nevada," which is attached and made part hereof.

The patented lode mining claims, referred to as the New Pass group, are identified as:

Name	U. S. Survey Number
Superior Lode	37A
Gold Belt No. 1	38
Golden West	2200
Gold Medal (Metal)	2200
Lander	2200
Phill Sheridan	2200
True Blue	2200
Wild Cat	2200

The unpatented lode mining claims, referred to as the Thomas W. group, are identified in the official records of Lander and Churchill Counties at Austin and Fallon, respectively, as follows:

Name	Lander County		Churchill County	
	Book	Page	Book	Page
Thomas W	J	93	47	536-537
Thomas W No. 1	J	110	47	538-539
Thomas W No. 2	J	111	47	540-541
Golden Portage	J	329	47	528-529
Golden Portage No. 1	J	325	47	530-531
Sundown	J	326	47	534-535

The Operators are the owners of the New Pass group of patented claims by virtue of a quitclaim deed dated September 13, 1968 from Harold R. Nelson, administrator of the estate of Wallace M. Nelson, and Merle P. Brooks. The Gold Belt No. 1 and Golden West Claims within the New Pass group were acquired by Donald Jung from A. J. Cooley and Edna V. Cooley through an indenture dated May 1, 1963.

The Operator is in possession of the Thomas W., Thomas W. No. 1, Thomas W. No. 2, Golden Portage, Golden Portage No. 1, and Sundown unpatented claims under provisions of a Grant, Bargain, Sale Deed dated December 26, 1963, between Lee Cooley and Betty Cooley, sellers, and Don Jung and Lothar (Lotar) Jung, buyers.

Copies of the deeds of mineral interests and assignments are contained in the docket of this Contract and are incorporated herein by reference.

It is agreed that the requirements for payment of royalty to the Government on mineral production set forth in Article 7 of this Contract shall not apply to any mineral production which results from mining operations conducted on the Thomas W. - Gold Belt vein. However, any production from veins encountered in the proposed crosscut which may intersect or merge with the Thomas W. - Gold Belt vein shall not be exempt from the obligation for payment of royalty.

EXPLORATION CONTRACT
DONALD E. JUNG and LOTAR JUNG
OME-6699

EXHIBIT A

The purpose of the project is to explore by crosscutting and drifting for gold-silver ore shoots in quartz veins cutting metavolcanic rocks.

General Provisions

Drifts and crosscuts shall be not less than 5 by 7 feet in cross section and shall be timbered as necessary. Timber sets shall be not less than 8-by-8 inch timber or equivalent round timber.

Mine rails shall be not less than 16-pound size, air lines not less than 2-inch diameter, water lines not less than 1-inch diameter, and vent lines not less than 14-inch diameter.

All significantly mineralized areas traversed by the crosscut and drifts shall be sampled normal to the trends of the deposits at intervals not exceeding 5 feet. In addition, a representative bulk sample may be taken of each round broken.

Significantly mineralized samples, from whatever source, shall be split as necessary and one split assayed. The Operators shall store one split of each sample in a suitable container properly labeled as to source and location. Stored samples shall be made available for Government inspection and possible use, and may be disposed of only with prior Government approval.

All splits of samples assayed shall be analyzed for gold and silver.

True copies of assay certificates and maps or sketches showing the work completed; the location, width, and assay values of all samples assayed; and the geological formations and structures traversed by the workings shall be furnished monthly to the Government.

The Operators shall provide such equipment, materials, supervision, labor, and technical services as may be required to perform the work in a satisfactory manner.

The location, direction, and extent of each work item shall be subject to Government approval confirmed in writing.

Description of the Work

The work shall consist of driving a crosscut from the shaft station on the 490 level of the Thomas W. shaft eastward approximately 1400 feet to explore for the downward extension of the Superior vein and other veins such as the Lander and True Blue, and to explore by drifting along one or more of these veins to test the width, grade, and continuity of mineralized material. The total of drifting may approximate 200 feet.

The approximate location of the proposed crosscut is shown on Figure 1.

Estimated Costs of the Work

Fixed Unit Costs 1/ 2/		
Crosscutting and drifting 1600 feet at $45.00/foot	$72,000.00	
Timbering, crosscuts and drifts 200 feet at $10.00/foot	2,000.00	
Assaying for gold and silver 40 samples at $5.00/sample	200.00	
Total Estimated Cost of the Project		$74,200.00
Government Participation at 75 Percent		$55,650.00

1/ Includes all costs whatsoever such as labor, equipment, materials and supplies, supervision, payroll taxes and insurance, office expense, report preparation and other services.

2/ The Government retains no equity in any of the equipment or materials used.

EXHIBIT B-1

CERTIFICATION OF NONSEGREGATED FACILITIES

The undersigned hereby certifies that he does not maintain or provide for his employees any segregated facilities at any of his establishments, and that he does not permit his employees to perform their services at any location, under his control, where segregated facilities are maintained. He certifies further that he will not maintain or provide for his employees any segregated facilities at any of his establishments, and that he will not permit his employees to perform their services at any location under his control, where segregated facilities are maintained. He further agrees that a breach of this certification is a violation of the Equal Opportunity clause in OME Exploration contracts. As used in this certification, the term "segregated facilities" means any waiting rooms, work areas, rest rooms and wash rooms, restaurants and other eating areas, time clocks, locker rooms and other storage or dressing areas, parking lots, drinking fountains, recreation or entertainment areas, transportation, and housing facilities provided for employees which are segregated by explicit directive or are in fact segregated on the basis of race, creed, color, or national origin, because of habit, local custom, or otherwise. He further agrees that (except where he has obtained identical certifications from proposed subcontractors for specific time periods) he will obtain identical certifications from proposed subcontractors prior to the award of subcontracts exceeding $10,000 which are not exempt from the provisions of the Equal Opportunity clause; that he will retain such certifications in his files; and that he will forward the following notice to such proposed subcontractors (except where the proposed subcontractors have submitted identical certifications for specific time periods):

NOTICE TO PROSPECTIVE SUBCONTRACTORS OF REQUIREMENT FOR CERTIFICATIONS OF NONSEGREGATED FACILITIES

A Certification of Nonsegregated Facilities must be submitted prior to the award of a subcontract exceeding $10,000 which is not exempt from the provisions of the Equal Opportunity clause. The certification may be submitted either for each subcontract or for all subcontracts during a period (i.e., quarterly, semiannually, or annually).

NOTE: The penalty for making false statements in offers is prescribed in 18 U.S.C. 1001.

Donald E. Jung
Signature

Owner-Manager
Title

2 Oct. 1972
Date

United States Department of the Interior

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

Rec 7-5-72

June 29, 1972

OFFICIAL COPY
O. M. E.
RECEIVED
JUL 5 1972
INITIALS | CODE
Lui

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

Enclosed is a request with supporting documents to reopen the subject application. The applicant proposes a program different from and more costly than the original, which, however, would explore several veins instead of one and may result in a continuing mining operation instead of a single ore body.

The new application appears to be complete--except for a financial statement--when combined with documents in the original. For example, patented claims are listed only in the original.

If you request a field examination, we will discuss with the applicant the advisability of allowing for drifting on veins cut by the proposed crosscut.

Because of the dates on the quitclaim deed and the assignment, another assignment may be required.

R M Smith
for H. K. Stager

Enclosures

MME Form 40
(Revised Nov. 71)

Form approved
Budget Bureau No. 42-R1368

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

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.)*

Donald E. Jung
and
Lotar Jung
Box 69
Austin, Nevada 89310

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: 6699

DATE RECEIVED:

REGION: II

DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

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

STATE IN WHICH FIRM IS ORGANIZED:

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
Donald E. Jung	Box 69, Austin, Nevada 89310	Partner
Lotar Jung	Box 405, Laytonville, California 95454	Partner

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

ESTIMATED COST OF PROJECT: $74,200.00

PROPERTY NAME	LOCATION COUNTY	STATE
New Pass Mine	Churchill and Lander	Nevada

GENERAL INSTRUCTIONS

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

CERTIFICATION

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

10-26-72
DATED

Donald E. Jung
BY *(Signature)*

Donald E. Jung

Partner
TITLE

Lotar Jung

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

(submit on accompanying pages)

1. Financial Eligibility:

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

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

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

2. Applicant's Rights in Land:

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

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

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

3. Physical Description:

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

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

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

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

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

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

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

4. Accessibility of Property:

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

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

5. Exploration Work:

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

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

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

6. Experience:

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

7. Estimate of Costs:

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

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

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

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

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

(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).]

MME Form 40
(Revised Nov. 71)

Form approved
Budget Bureau No. 42-R1368

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

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.)*

Donald E. Jung
Box 69
Austin, Nv. 89310

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: 6699

DATE RECEIVED: 4/5/72

REGION: 11

DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

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

STATE IN WHICH FIRM IS ORGANIZED:

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE

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

ESTIMATED COST OF PROJECT: $71,000.00

PROPERTY NAME	LOCATION COUNTY	STATE
New Pass Mine	Lander	Nv.

GENERAL INSTRUCTIONS

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

CERTIFICATION

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

6-23-72
DATED

Donald E. Jung
BY (Signature)

Owner
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

(submit on accompanying pages)

1. Financial Eligibility:

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

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

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

2. Applicant's Rights in Land:

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

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

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

3. Physical Description:

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

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

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

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

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

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

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

4. Accessibility of Property:

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

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

5. Exploration Work:

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

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

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

6. Experience:

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

7. Estimate of Costs:

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

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

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

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

(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).]

INFORMATION FOR OME LOAN

I. Financial Eligibility:

(a) Enclosed.

(b) Not applicable.

(c) By supplying the following items of equipment:

1-pickup truck.

1-210 cfm compressor.

2-jacklegs plus the necessary hoses, hand tools, etc.

2-40 cu. ft. mine cars.

2-dump trucks.

300 ft. of 16 lb, mine rail.

By furnishing all engineering and supervisory work needed. Also by supplying sufficient capital to initiate the work and keep it moving for at least 3 months.

2. Applicant's Right in Land:

(a) I am the owner of the claims and all minerat rights involed. See copies of deeds.

(b) See maps and reports. The Thomas W.-Gold Belt Vein and its extensions down dip and on the strike should not be subjected to any Govt. royalty or leins. The Govt. royalty shall apply only to those veins encountered in the proposed X-Cut.

CLAIM	BOOK	PAGE
Thomas W.	J	93
Thomas W. No. 1	J	110
Thomas W. No. 2	J	111
Golden Portage	J	329
Golden Portage No. 1	J	325

Sundown	J	326
Sunset	J	326
Independence No. 1	L	245
Independence No. 2	L	245

These claims are recorded at the Lander Co. Court House located at Austin, Nv.

The property is known as the New Pass Mine and Thomas W. Mine.

(c) Not applicable.

3. Physical Description:

(a) See maps and reports.

(b) I mined portions of the Thomas W.-Gold Belt Vein during the period of 1960 to 1964. The areas mined are indicated on the map. The ore was reduced in a 10 stamp mill located on the Thomas W. claim. The gold was sold to the U.S. Mint in San Francisco. The areas I mined were portions of the vein that were passed over by previous owners as too narrow or of too low a grade. Production facilities are intact upon the Thomas W. Mine. We since completed a 45 ton ball mill near the portal of the No. 4 Tunnel on the Superior Claim.

(c) I do not have records of past production other than that shown on the assay maps and as referred to in the reports. The work I have done in the Thomas W. Mine bears out the fact that the assay maps and reports are accurate. Enclosed are copies of settlement sheets from the U.S. Mint from my production.

(d) See maps. There is approximately 5000 tons of probable low grade ore in the Gold Belt-Thomas W. workings, value is about 0.40 oz. per ton.

(e) See maps and reports.

(f) It is my belief that the Superior Vein and ore shoot will continue downward due to the strength of the fissure vein that has been proven in the workings above the No. 4 tunnel. The Thomas W. Shaft is down 540 feet and this is about 350 feet below the No. 4 Tunnel of the Superior. The vein at the 540 level of the Thomas W. is still strong and carries good values in gold, 0.50 to 0.90 oz. per ton. I also believe that other veins will be cut before the Superior Vein is reached. The Lander and True Blue Veins outcrop on the Surface and carry values in Au and Ag. I uncovered an iron oxide area with a bulldozer, 200 ft. east of the Thomas W. Shaft. Veinlets of quartz from this area panned free gold. It should also be noted that nowhere on the Thomas W. Claim does the Thomas W. Vein outcrop. It was first found 20 ft. below the surface. Boulders of quartz float that panned well, were found 300 ft. northeast of the Thomas W. Shaft. There is a good chance that they came from a parallel vein.

(g) Maps and reports are enclosed, please return.

4. Accessibility of Property:

(a) Given two weeks advanced notice, I could meet an OME representative at New Pass. My address is:

Don Jung

Box 69

Austin, Nv. 89310 Phone 964-2627

The mine is reached by traveling east on Hwy. 50 a distance of 90 miles from Fallon, Nv. Thence 5 miles north by dirt road to the mine. The turnoff to the mine is marked by a Hwy. sign at their junction. The road may be closed during

periods of heavy snow or rain.

Most of the mine workings are open.

(b) Austin, Nv. is the nearest town, being about 30 miles to the east of the mine. Fallon, Nv. is 85 miles west on Hwy. 50.

5. Exploration Work:

(a) The exploration work will consist of driving a 1500 ft. X-Cut drift eastward from the 490 level of the Thomas W. Mine. The drift will be 5 by 7 ft. in size and will be started at a point about 30 ft. north of the Thomas W. Shaft. The drift will be driven due east which will bring it into the projected downward extension of the Superior ore shoot. The Lander and True Blue Veins will also be cut by this drift. See maps for details.

(b) Not applicable.

(c) If a contract is executed, work would start within six weeks time. Shaft repair will take three weeks. The project should be completed within 15 months. I expect to make an average of 5 ft. of advance per shift which equals 300 working shifts for the project.

6. Experience:

(a) I have worked about 15 years as a miner, engineer, mine shift boss and mine superintendent. I have mined at various locations in Nevada and worked the Thomas W. Mine at New Pass for about 4 years. I am currently employed by the Rawhide Mining Co. at the Scheelite Mine as Mine Supt. I will supervise the work at New Pass, providing a contract is executed.

7. Estimate of Costs:

(a) None.

(b) Supervision, engieering and geological services will be provided by myself during the duration of the project.

Cost will be $1000.00 per month.

Two miners at $5.00 per hour.

One hoistman at $4.00 per hour.

It is estimated that the project will take 300 working shifts to complete;

Supervision, etc. at 15 months equals	$15,000.00
Miners at $80.00 per shift times 300	$24,000.00
Hoistman at $32.00 per shift times 300	$ 9,600.00
	$48,600.00

The above services are available.

(c)

8 tons of 16 lb. mine rail @ $200.00/ton	$ 1,600.00
1500 ft. of 2" air pipe @ $0.50/ft.	750.00
1500 ft. of ½" water pipe @ $0.10/ft.	150.00
200 lbs. of track spikes	45.00
200 lbs. of track bolts	65.00
700 ft. of 5/8" hoisting cable	350.00
Diesel fuel	1350.00
Gasoline	720.00
Powder	1575.00
Caps	180.00
Fuse	525.00
Spittercord and connectors	210.00
Bits and steel	525.00
	$ 7510.00

(d) Operating equipment;

1 - used Fimco 12B mucking machine to be purchased,	$2000.00
2 - used 50 cu. ft. mine cars, to be purchased,	400.00
1 - hoist and motor, to be purchased,	1500.00
1 - 210 cfm compressor, provided by applicant	2000.00
2 - jackleg drills, provided by applicant	1000.00
1 - trammer, provided by applicant	2000.00
1 - 4 by 4 pickup truck, provided by applicant	500.00
1 - dump truck, provided by applicant	1000.00

The above equipment that will be provided by the applicant is in good condition.

(e) None.

(f) None.

(g) Maintenance and repair of 12B mucker	$ 200.00
" " " " trammer	200.00
" " " " mine cars	100.00
" " " " hoist	100.00
" " " " compressor	300.00
" " " " air tools	400.00
" " " " trucks	300.00
Assaying	100.00
Accounting	500.00
Taxes and Insurance	6000.00
	$8200.00

ESTIMATED TOTAL COST OF PROJECT

Supervision, engineering and labor	$48,600.00
Operating materials and supplies	7,510.00
Operating equipment	3,900.00
Miscellaneous	8,200.00
Shaft repair	2,000.00
	$70,210.00

Aug 14,1972

OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

Mr. H. K. Stager
United States
Department of the Interior
345 Middlefield Road
Menlo Park, Calif. 94025

Dear Mr. Stager:

Inclosed is the information you requested of me upon your visit to New Pass.

As to how my share of the exploration funds will be made available, it will be as follows: L. and Anita Jung, my mother and father, will deposit the money to my checking account at the Nevada National Bank, Austin, Nevada, as it is needed to initiate and keep the project going.

The combined rates for the Nevada Industrial commission, Federal Unemployment, FICA and witholding, and State Unemployment amount to approximately 20% of employees wages. It therefor appears that my figure of $6,000.00 for taxes and insurance is way low. 20% of $48,600.00 (Supervision and Labor costs) comes to $9,720.00. I would therefore like to have my cost figures increased by this amount. ($3,720.00)

My Father, L. Jung, said that he would forward to your office another quitclaim deed giving his interest in the Superior Claims to me.

Please advise if there is any further information needed.

Respectfully Yours

Don Jung

Don Jung
Box 69
Austin, Nevada 89310

OFFICIAL COPY
O. M. E.
RECEIVED
AUG 23 1972
MAIL CODE
Cal 120 M
HK 120

RECEIVED
AUG 15 1972
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

8-14-72
B of 405
Laytonville
Ca. 95454

O.M.E.
Dept Int.
Palo Alto Ca.
Attn Mr Stager:

Dear Mr. Stager:
I am enclosing a paper reaffirming our transfer of all the mining claims equipment etc. to Donald E. Jung.
If there are any other questions please let me know.

Sincerely,
Lotar Jung

RECEIVED
AUG 21 1972
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

August 9th, 1972

Aug. 9, 1972

Lotar Jung and Anita Jung of Laytonville, California, do hereby give to Donald Eugene Jung of Austin, Nevada, all of our interest in the following mining claims, buildings and equipment, located in the Reese River Mining District, Lander County, State of Nevada.

Survey #38 Gold Belt
Survey #2200 Golden West
Survey #37 A Superior Lode
Survey #37B Superior Mill Site
Survey #2200 Phil Sheridan, Lander, True Blue, Wildcat, Gold Metal, Lode Mining Claims, all patended mining claims and patented mill sites.

The Independence #1 & Independence #2, unpatended mining claims. Mill buildings, other buildings and all improvements situated on said patended mining claims and mill site and upon the unpatended mining claims, also all Water and Water Rights appertaining to said mining claims and property.

Lotar Jung

Lotar Jung

Anita Jung

Anita Jung

December 26,1966

Lotar Jung and Anita Jung of Laytonville, California, do hereby give to Donald Eugene Jung of ~~Lander~~ Austin, Nevada, all of our interest in the following mining claims, buildings and equipment, located in the Reese River Mining District, Lander County, State of Nevada.

Survey # 38 Gold Belt (# 38)
Survey # 2200 Golden West
Survey # 37A Superior Lode
Survey # 37B Superior Mill Site
Survey # 2200 Phil Sheridan , Lander, True Blue, Wild Cat, Gold Metal, Lode Mining Claims, all patended mining claims and patented mill sites.

The Independence # 1 & Independence # 2, unpatended mining claims. Mill buildings, other buildings and all improvements situated on said patended mining claims and mill site and upon the unpatended mining claims, also all Water and Water Rights, appertaining to said mining claims and property.

Lotar Jung
Lotar Jung

Anita Jung
Anita Jung

Notary

Don
These are recorded at Austin

BOOK NO. 32 PAGE 54

QUITCLAIM DEED

THIS INDENTURE, made this 13th day of September, 1968 between LothAR JUNG, buyer, of Layt·nville, California and HAROLD R. NELSON, Adminstrator of estate of WALLACE M. NELSON, and MERLE P. BROOKS, as sellers.

That the sellers in consideration of the sum of TEN DOLLARS, ($10.00), lawful money of the United States, paid to them by the buyers do forever release and QUITCLAIM all their rights, title and interest in and to the Newpass Mine and Mill, situated in the New Pass(Reese River) Mining District, Landers County, State of Nevada and described as follows:

> Gold Belt #1, Golden West, Gold Medal, Lander, Phi . Sheridan, Superior, True Blue and Wild Cat; also certain patented millsite situate in said mining district county and state, known, called and described as Superior Millsite,

together with all mining and milling equipment, buildings, water rights and other appurtenances thereon and therein.

AND TOGETHER WITH all rights, privileges, franchises, tenements, hereditments and appurtenances thereunto belonging or appertaining, all dips, spurs and angles, and all metals, ores and mineral substances therein, and the reversion and reversions, remainder and remainders.

STATE OF CALIFORNIA
COUNTY OF Los Angeles } ss.

On September 17, 1968, before me, the undersigned, a Notary Public in and for said County and State, personally appeared Harold R. Nelson, as Administrator of the estate of Wallace M. Nelson and Merle P. Brooks

known to me to be the persons whose names subscribed to the within instrument and acknowledged that they executed the same.

WITNESS my hand and official seal.

(Seal) Bunki Wallace
Notary Public in and for said County and State.

SEAL
ATHES
CALIFORNIA
ice in
COUNTY
ay 11, 1971

Harold R. Nelson
HAROLD R NELSON, Administrator to the estate of WALLACE M NELSON

RECORDED AT REQUEST OF
Lothar Jung
12/23 1968 AT 3:00 P.M.
BOOK 32 OFFICIAL RECORDS PAGE 54
OF LANDER COUNTY, NEVADA
FILE NO. 54779
COUNTY RECORDER

Merle P. Brooks
MERLE P. BROOKS

Form 523 7-48 (Individual)

s, and all metals, ores and mineral

ion and reversions, remainder and

Harold R. Nelson

HAROLD R NELSON, Administrator to
the estate of WALLACE M NELSON

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OFFICIAL SEAL
BURKE MATHES
NOTARY PUBLIC CALIFORNIA
PRINCIPAL OFFICE IN
LOS ANGELES COUNTY
My Commission Expires January 11, 1971

RECORDED AT REQUEST OF

Lochar Jung

12/23, 1968 AT 3:00 P.M.

BOOK 32 OFFICIAL RECORDS PAGE 54

OF LANDER COUNTY, NEVADA

FILE NO. 54779 Stay R. Hasson

COUNTY RECORDER

Merle P. Brooks

MERLE P. BROOKS

2 May 1972

DeEtta Markland
Nevada National Bank
Austin, Nv.

Dear DeEtta,

I am writing this letter as per requirements for obtaining an OME loan for the purose of mineral exploration at the New Pass Mine, near Austin, Nv.

I wish to apply for a loan of $56,000.00 to be used for the exploration of Gold and Silver ores at the New Pass Mine, 30 miles west of Austin, Nv.

The work will consist of driving a 1500 foot X-Cut tunnel in an attempt to cut the downward extension of ore veins known to exist at a higher elevation.

I would like to ask for the following terms of repayment of the loan. 1; That the interest rate be that which the Govt. is currently charging for this type of loan. 2; That the loan may be paid off on the basis of a 5% royalty on the gross proceeds of any ores found and mined from the results of the exploration program. 3; The life of the loan is to be 10 years.

Respectfully Yours
Don Jung
Don Jung
Box 69
Austin, Nv. 89310

Nevada National Bank
Austin Branch / *Main Street, P. O. Box 38, Austin, Nevada 89310, Phone 964-2629*

May 4, 1972

Mr Don Jung
Box 69
Austin, Nevada

Dear Mr Jung:

In answer to your request for a loan in amount of $56,000.00 for exploration mining work.

We are unable to loan you money at this time for this kind of operations.

Very truly yours,

DeEtta Markland

DeEtta Markland, Mgr.

2 May 1972

Security National Bank of Nevada
Fallon, Nevada

Dear Sirs,

I am writing this letter as per requirements for obtaining an OME loan for the purpose of mineral exploration at the New Pass Mine, near Austin, Nv.

I wish to apply for a loan of $56,000.00 to be used for the exploration of Gold and Silver ores at the New Pass Mine, 30 miles west of Austin, Nv.

The work will consist of driving a 1500 foot X-Cut tunnel in an attempt to cut the downward extension of ore veins known to exist at a higher elevation.

I would like to ask for the following terms of repayment of the loan. (1) That the interest rate be that which the Govt. is currently charging for this type of loan. (2) That the loan may be paid off on the basis of a 5% royalty on the gross proceeds of any ores found and mined from the results of the exploration program. (3) The life of the loan is to be 10 years.

Respectfully Yours

Don Jung

Don Jung
Box 69
Austin, Nv. 89310

Security
NATIONAL BANK OF NEVADA
MEMBER F.D.I.C.
P.O. BOX 710 • 77 NORTH MAINE STREET • FALLON, NEVADA 89406 • 423-2177

May 5, 1972

Mr. Don Jung
P.O. Box 69
Austin, Nevada 89310

Dear Mr. Jung:

Please be advised that our bank is not prepared to extend any credit for mineral exploration.

Sincerely,

Keith Williams
Assistant Vice President
and Manager

KW:jh

REORGANIZED SILVER KING DIVIDE

MINING COMPANY, TONOPAH, NEVADA.

Gentlemen:

Herewith is submitted my report on the properties you hold under contract at New Pass, Lander County, Nevada.

LOCATION

The THOMAS W. AND NEW PASS gold mines lie in the New Pass or Reese River Mining District, Lander County, Nevada, in Sections 9, 10, 15 and 16, T. 20 N. R. 40 E, Mt. Diablo Meridian, 25 miles westerly from Austin, county seat of Lander County. The camp is reached over a graveled road running northwesterly from a point on U. S. Highway 50, 12 miles southwest of Austin and 100 miles east of Fallon, Nevada.

PROPERTY AND TITLE

The THOMAS W group includes 8 lode claims; the Thomas W, Thomas W No. 1, Thomas W No. 2, Sunset, Sundown, Golden Portage, Golden Portage No. 1 and Accent claims.

The New Pass Property embraces 8 patented claims; the Superior lode and millsite, Sur. No. 37 A and B, the Gold Belt No. 1, Sur. No. 38; the Golden West, Phil Sheridan, Lander, True Blue, Wild Cat and Gold Medal, Sur, No. 2200, and 9 unpatented lode claims; the Independence No. 1, Independence No. 2, Superior No. 6, Superior No. 7, which adjoin the patented claims on the south (see map) and the Superior No. 4, Superior No. 5, Waterhold, Gold Belt No. 1, Gold Belt No. 2, located in the vicinity, and Warm Springs placer claim, adjoining the 5-acre Superior patented millsite in the valley 5 miles southeasterly at the Warm Springs.

TOPOGRAPHY AND CLIMATE

The claims, covering approximately 360 acres, lie on the low rolling hills at the base of New Pass Peak at an elevation of 7200 feet Nut pine and scrub cedar timber cover scattered areas. The climate is moderate and operations are carried on the year round, with provisions being made to tide over snowstorm periods in the winter months.

HISTORY

The Superior and Gold Belt veins were discovered and located in the '60's and were approved for patent in 1873. Open cuts and short tunnels explored these veins and some work was done on the Lander and True Blue veins. Up to 1900, according to report, about 6,000 tons of one ounce gold ore was reduced in a 3-foot Huntington mill located at the Warm Springs millsite. State Senator Bell owned this operation and is said to have purchased a cattle ranch in Reese River Valley from the proceeds.

Title passed to the New Pass Gold Mining Company and the Gold Belt shaft was sunk to a depth of 350 feet with levels turned at intervals. Nos. 2 and 3 tunnels on the Superior were extended and cross-cut tunnel No. 4 was driven to within 300 feet of the vein. In this development work and a small stope in the Superior, 500 tons of ore is said to have been mined and reduced in the Huntington mill, returning $20. in gold, old price. In 1904 six claims were patented under Survey No. 2200.

In 1913 A. G. Kirby reported 12,840 tons of ore, with an average assay value of $12.67 per ton, in the Gold Belt and 30,100 tons of ore, with an average assay value of $10.53 per ton, in the Superior, a gross value of $479,635.00. W. C. Pitt, of Lovelock, Nevada.

erected a cyanide plant in 1917 to work this ore, but due to the war and other adverse conditions, operations were suspended and the mill dismantled. Only limited portions of the Superior ore body were mined and milled. In 1929 Wayne H. Smith and the writer sampled the accessible faces of the Superior and Gold Belt veins and the results are given on the respective assay maps. It was estimated, from those assays, that the Superior vein would yield 9,500 tons of an average value of $17.80, in addition to whatever excess tonnage the portions of the vein not sampled would afford. The samples in the Gold Belt were taken to indicate whether or not the Kirby estimates could be relied upon and it was decided they were within a reasonable expectation. Subsequent mining and milling operations from 1930 to 1932, when an amalgamation mill was erected at the Warm Springs, proved the estimate on the Superior to be substantially correct, according to Wayne H Smith, who had charge of most of the mining and the reduction of the ore. No attempt to develop and explore the ore shoots was made by these operators and work was suspended. Later the present owners acquired the property, opened a small stope in the north drift on the 250 ft. level of the Gold Belt and mined most of the ore in the Superior above the No. 4 tunnel, either on company account or under leases. One of the latter is said to have netted $25,000.00. from a block of ground above the north end of No. 3 tunnel.

Authentic records and bullion returns of the different operations are not available but the independent sampling and estimates would indicate that approximately 20,000. tons of one ounce gold ore has been produced to date, mostly from the Superior vein above the No. 4 tunnel.

Wayne H. Smith and Tom W. Byers acquired the ground on the north end of the patented claims in 1932 and later and uncovered the extension of the Gold Belt vein system, which they named the Thomas W. mine. Howard C Snyder succeeded Mr. Byers as part owner of the mine and Smith and Snyder have developed the vein to a depth of 340 feet with drifts on different levels.

GEOLOGY

Limestone, with the remnants of shale beds showing, occur along the west boundary of the property. From the Gold Belt No. 1 east, the formation is a massive intrusive diorite, with signs of contact metamorphism. This diorite was later shattered along parallel north and south lines and intruded by a lighter rock, often shistose in character, in which the veins are now formed. Blocks of limestone are found along the Thomas W. and Superior veins. The ore is hard ribbon quartz of the California banded structure and the veins are fissures of remarkable strength and continuity, with only minor faulting or displacement. Some lead and copper is occasionally found in the ore, both in the oxidised and sulphide form. The gold is free and the silver amounts to less than three per cent of the value.

DEVELOPMENT

THOMAS W.

Active development work is now being carried on in the Thomas W. mine and the results obtained are most encouraging. A plan and elevation of these workings, showing their relative position to the Gold Belt workings, is appended hereto. An Assay map, showing the former samples taken the Gold Belt and th recent samples taken in the Thomas W. is also attached.

The ore shoot and vein were first found at a depth of 20 feet under the surface overburden. An incline shaft, dipping at an angle of 71 degrees to the east, was sunk on the vein and levels turned at, 80, 140, 240 and 340 feet on the incline. Short drifts north and south on 80 ft. level disclosed some good ore and drifts on the 140 ft. level opened medium grade ore 55 ft. to the south and the north drift exposed good ore for over a hundred feet, where a fault moved the vein to the northwest about 40 ft. The drift then continued on the vein for 80 feet. A sample across 2.5 ft. of quartz at this point assayed $7.20.

A five stamp mill was built on the property to treat the ore taken out in development and to provide funds for further development. The fact that Mr. Smith and Mr. Snyder were able to finance the work entirely out of the proceeds of a five stamp mill is a high recommendation for both the value of the ore and for their efficient management. On the 240 ft. level drifts were extended 300 ft. to the north and 170 ft. to the south, this being 70 ft. beyond the endline into Gold Belt ground. The ore on this level is continuous except for two short distances where the north extension of the vein is moved to the northwest diagonally 9 feet and 40 feet, respectively. Both faces are in good ore.

In sinking from the 240 to the 340 level, the 71 degree incline shaft passed into the hanging wall of the vein, for in drifting north on the 340 level a parallel east vein was exposed and drifted on for a distance of 135 feet, where a vertical raise to the 240 level was found to be 18 feet to the east of the 240 level drift. Continued drifting to the north on the 340 ft. level exposed the main vein beyond the fault and last 60 ft. of the drift is in good ore almost vertically under the north end of the 240 ft.

level. Therein along this 60 foot averages 2. 7 ft. in width and $20.50 in value, mostly gold. The drift to the south on the 340 ft. level is out 70 feet and the last sample from the face assayed $16.05 across 2.6 feet. This drift should be continued to further expose the ore, but in this vicinity a crosscut should be driven to the west some 20 to 30 feet, proving the downward extension of the ore vein exposed in the south drift on the 240 ft. level.

A total of 2.655 tons of ore came from the development work and several small stopes above the 240 and 140 ft. levels. This was reduced in the five stamp mill and $47,485, returned in bullion, giving a recovery of $17.82 per ton, or 89%. The heads averaged $20.06 and the tailing $2.24 per ton.

All samples taken from the different faces were taken with care and, as nearly as possible, normal to the plane of the vein so that the widths give represent the true and actual width of the vein.

GOLD BELT

The early operators mined most of the easy ore near the surface and stoped limited protions of the vein to a depth of 100 feet, but evidently found the harder ores of the lower levels unsuited for hand steel and primitive milling equipment. The incline shaft, now inaccessible, dipping 80 degrees to the east, is 350 ft. deep and levels down at 50, 100, 150, 175, 250 and 350 foot depts, as given on the former company maps, in reports, and as stated by persons who have been down the mine when the workings were open. Mr. Bert Acree, County Recorder of Lander County, who at one time held an option the New Pass mine, handed me a piece of ore which he took from the bottom level of the Gold Belt.

It panned well and showed specks of galena. Wm. A. Farrish sampled the mine in 1900 and he estimated 11,944 tons of an average value of $15.23, a gross of $181,927.66. This ore is still in place, except for a small stope in the drift on the 250 ft. level, which some leasers are reported to have mined in 1937.

SUPERIOR

The vein on the Superior Claim, Sur. No. 37A, is parallel to and about 1450 feet east of the Thomas W. and Gold Belt vein, striking N 14 deg. W and dipping 85 deg. to the west. Tunnels Nos. 1, 2 and 3 were run on the vein at intervals of 90, 140 and 220 feet and the cross-cut tunnel No. 4 reached the vein about 800 feet from the portal and entered the ore shoot about 1180 feet from the mouth, with a depth of 300 feet below the surface. No. 2 tunnel exposed the vein for 850 feet in length and No. 3 for 1050 ft. The Wild Cat incline connected No. 2 tunnel with the surface and numerous raises and ore chutes connected the different levels. The ore shoot was mined from the lower tunnel to the surface and extended for a distance of over 300 feet. For about 200 ft. beyond this area, under a surface ravine, the vein was broken and the value decreased, then resumed its continuity and the gold content increased materially, as shown by the assays taken in No. 3 tunnel. This is the area mined by the leaser with such good results. Continued drifting on the No. 3 and No. 4 tunnels, with raises at proper intervals would be amply waranted but the downward extension of the main ore shoot should be given first consideration, as samples taken in the floor of No. 4 tunnel toward the south end of the ore shoot and in a winze 12 ft. deep at the north end give an average of approximately $25.00 across 2.0 ft.

TRUE BLUE

The True Blue vein is parallel to and about 175 feet to the west of the Superior vein. An old shaft about 40 ft. deep expose a two-foot vein of quartz. A grab sample from the dump assayed .02 in gold and a trace of silver; Farrish, however, reports that, at the bottom of this shaft 10 inches of quartz assayed $8.20 in gold and 0.8 of an ounce in silver. A cross-cut from No. 3 tunnel was driven to cut this vein.

LANDER

The Lander vein strikes N 10 deg. W and is about 600 feet West of the Superior vein. An old shaft, said to be 70 ft. deep and dipping to the east, exposes 18 inches of quartz. A picked sample from the dump assayed 0.20 gold and 6.70 oz. silver or $11.76. Ore assaying $224. mostly in silver is reported to have been shipped from this vein.

GOLD FLOAT

It is worth noting that two large boulders of gold float were found some 300 feet northeast of the Thomas W shaft on the south slope above a ravine. These boulders panned well and could have come only from a parallel vein to the east of the Thomas W or from the continuation of the ore shoot on the Thomas W vein.

WATER

The supply of water for household purposes and the five stamp mill comes through a 2 inch line from a well 4280 ft. northeast of the Thomas W. The capacity of this well has never been determined, although Mr. Smith states that in continuous daily running of the mill the supply has never failed them. Two other wells within 3/4 of a mile of the Superior are said to have reached water.

The Warm Springs at the Superior patented mill site, Sur. No. 373, five miles to the southeast in the valley has ample water for any and all purposes. Gilbert Creek, 3½ miles to the northeast, is a flowing spring of excellent water and a generous supply.

ORE RESERVES

The ore exposed in the different mine workings has never been 'blocked out' in a strict sense, however, where the ore has been found on successive levels, subsequent raises and ore-passes have proven the ore to be continuous, and where mining was done on the Superior vein the estimated value and tonnages were proven to be essentially correct.

In the Thomas W vein the value has been proven to a depth of 340 ft. and a length of nearly 500 ft. on the 240 level. The development work and small stopes above the 240 level have yielded 2,655 tons of $20.00 ore. The 350 ft. level of the Gold Belt is in ore, at a depth approximately 200 feet below the 340 ft. level of the Thomas W. The area between the Thomas W. and The Gold Belt can be counted on to yield a good tonnage of ore, for the drift south on the 240 ft. level is 70 feet into Gold Belt ground with the face showing 3.0 ft. of $18.40 ore and an open cut on the surface 150 ft. north of the Gold Belt shaft assayed $17.70 across 2.5 ft. It is entirely reasonable to assume that this area will give a tonnage approximately equal to the tonnage extracted from the Superior vein.

From the type of these veins and deep-seated nature of the enclosing volcanic rock, I believe the ore shoots will penetrate to great depth and be productive for a long period of time.

RECOMMENDATIONS

The Thomas W is now in iperation and has the equipment for

further development. Miners are on the ground to contract raises from the 240 ft. level to the south end of the 140 ft. level, and from the 340 ft. level to the north end of the 240 ft. level. The miners are also planning to contract sinking the Thomas W. shaft an additional 200 feet, to the 540 ft. level, where a drift should be run southerly to connect with the bottom level of the Gold Belt by a short raise. These raises and the connection with the Godl Belt would insure proper ventilation of the whold mine system, would provide the necessary exits required by law, and permit the easy restoration of the Gold Belt shaft and drifts to operating conditions, and, of course, would contribute to the further development and blocking out of the ore.

A drift to the north on 540 ft. level would be opposite the main ore shoot on the Superior vein, with the True Blue and Lander veins between. Horizontal diamond drill holes to the east would cut the whole formation and the different veins at an additional depth of 375 feet and would furnish valuable information.

MILLING

The amalgamation process has been used to recover the value in the ore and an extraction of 85 to 90% has been made. There is a small amount of lead and copper sulphides, 1 to 1½%, contained in the ore and it is probable that these account for most of the value not recovered by amalgamation. After greater depth is attained and the charactor of the ore at the lower levels determined, tests should be made to decide the best milling practice. In the meantime, it would seem that the amalgamation process should be followed, for this allows the intermittent operation of the milling plant without difficulty.

COSTS

Under present conditions costs will have to be determined as operations proceed and special attention give to contracting the work and using mechanical aids wherever possible.

MINING

Smith and Snyder have found that the ore can be saved clean by the cut and fill method of mining and that this method is imperative in most of the ground opened to date, for the walls are shaley and several stopes have been lost by trying to shrink them. The former method has the added advantage of using less timber and permitting the miners to work on a solid base.

PARKER LIDDELL (signed)

PARKER LIDDELL, E. M.

Reno, Nevada.

July 25, 1946

Don Jung
Box 69
Austin, Nv. 89310

Salt Lake City, Utah

August 29, 1900

The Cook Turner Company

52 Broadway, New York

Gentlemen:

In compliance with your directions I have examined the New Pass Gold Mines and following you will find my report, accompanied by ground plan map of the developments upon the Superior vein and vertical map of the developments made upon the Gold Belt vein, all of which form a part of my report.

The Gold Belt property was sampled every five feet wherever practicable, and three samples were mixed for assay, giving one assay for every fifteen feet sampled. The points where the samples were taken are shown on the map, stating the width of the vein and the gold value of each assay as made by R. H. Officer and Co. and W. A. Hodges, assayers of this city.

In the Superior vein I took two samples every Twenty feet, or ten feet apart for assay, and the points are indicated the same as upon the Gold Belt map. At many points north of the ore chute, the ground is very heavy and is closely timbered and it was dangerous to remove the timbering to obtain samples at regular intervals, but a sufficient number of samples were taken to indicate the value of the vein.

I am,

Very Respectively Yours,

(Sgd) Wm. A. Farrish

The New Pass Gold Mining Company claims are located in Lander County, Nevada about 25 miles west of Austin, the county seat, and 18 miles from a station on the Nevada Central R. R. (narrow gauge) running from Battle Mr. to Austin, from which the mining claims are reached by a first class wagon road of easy grade. The claims are at an elevation of about 7000 feet above sea level.

The properties consist of the Gold Belt claim, U. S. Pat. No. 38, the Superior claim, U. S. Pat. No. 37, the Golden West claim, the Thomas W. claim, the Phill Sheridan claim, the Lander claim, the True Blue claim, the Wild Cat claim, and the Gold Metal claim, all held by location; also a mill site, U. S. Pat. No. 37B located 3½ miles from the workings of the Gold Belt mine at an elevation of 900 feet below said mine. The claims are located at the base of a large mountain that gradually rises in a northerly direction to a height of 600 or 700 feet above the south end of the properties.

The geology is a greenish porphry of the nature of greenstone. The veins are true fissures, the strike being northwesterly and southeasterly. There appears to be four mother veins viz.; The Gold Belt, The Lander, The True Blue, and the Superior. The smaller veins on either side appear to be feeders to the main veins and will join them in depth. For the relative position of the claims, I beg to refer you to the ground plan.

HISTORY

I am informed that the Gold Belt and Superior mines were discovered and operated in a small way in the early '60's, a mill being located on the present millsite. I have no means and was unable to obtain any data in relation to the amount of gold extracted by the original owners. Under the present managment I am informed that 500 tons of ore was extracted in developmentwork on both mines and in a small stope on the Superior which was reduced in an old Huntington mill located on the mill site, the result of the crushing yielded about $20.00 per ton. From the amount of tailings piled upon the mill site, I should judge that there has been several thousand tons of ore reduced.

DEVELOPMENTS

The developments upon the Golden West, Thos. W. and Gold Metal claims are only sufficient to hold them and to give a valid title to the properties, being located upon feeders as stated above. The Lander is developedby a shaft 70 feet deep, which I am unable to explore, but it is said to have produced good ore.

The vein is about 5 or 6 feet in width between the walls and the quartz ranges from 18 to 20 inches in width, the balance of the filling being a talcy gangue. The True Blue in developed by an incline shaft about 20 feet deep. The vein appears to be at point seven or eightfeet wide. At the bottom of this shaft there is a streak of 10 inches of quartz that assayed $8.20 a ton in gold and .8 of an ounce of silver.

For developments upon the Gold Belt claim I beg to refer you to the vertical section map. The vein varies in width from a few inches to 8 and 10 feet, and dips easterly down to the fifth level at an angle of about 80 degrees from horizontal. From that point to the bottom of the shaft it is very nearly vertical. Between the fourthlevel and a point about fifteen feet below the fifth level the walls of the vein contract, but in the bottom of the shaft it is now its usual average width or about six feet wide four feet of which is first class milling ore.

With the exception of the contraction of the veins at the point referred to above which extends only a short distance on either side of the shaft on the level, the ore stratum is of remarkable uniform width throughout the workings and gives a general average of about 2 feet of ore. The faces of the various levels are all in ore of good values.

My sampling of this property shows the average of the ore upon the second level as $13.60 in gold and very near one ounce in silver which in all these mines is a alloy with the gold but is not taken into account in estimating values. The average value of the fourth level is $10.00 a ton in gold with about an ounce in silver. On the fifth level, including the bottom of the shaft, the average value is $22.82 per ton in gold, giving a general average value for the entire mine of $15.23 and an average width of 2 feet (reserves, see map).

Reserve No 1;

Contains 1061 tons at $22.82 per ton.....$24,212.02

Reserve No 2:

Contains 2,100 tons at $16.41 per ton.....$34,461.00

Reserve No 3:

Contains 5,746 tons at $15.63 per ton.....$88,068.18

Reserve No 4:

Contains 3,037 tons at $11.58 per ton.....$35,168.46

Making a total of 11,944 tons and $181,927.66 or an average of $15.23 per ton.

For developments upon the Superior and Wild Cat claims see vertical section Superior mine. The boundary between the Wild Cat and Superior mine should be located upon the vertical section at a point a few feet south of the Wild Cat incline. These properties are opened and developed by three tunnels, and a cross-cut tunnel (Tunnel No. 4) is now being run, which lacks about 300 feet of reaching the vein and will cut the vein at a depth of 109 feet below No. 3. The vein is very large and at no point in the tunnels are both walls exposed. The vein filling is quartz, and as in the Gold Belt is accompanied by talcy vein material. The dip of this vein is westerly at an angle of from 80 to 85 degrees from horizontal. The tunnels on this property have developed one valuable ore chute (see map) of 245 feet in length. The vein north of this ore chute enters ground immediately underneath a ravine and the vein and quartz matter is brecciated and ground up, and while, it would probably pay to work in a large mill, yet there would be little or no profit derived by working in a small mill.

The face of No. 2 (No.2 tunnel) shows a very good vein, 14 inches of quartz, value of $4.00 per ton in gold. The vein seems to be less disturbed in No. 3 tunnel than in No. 2, although still in a bad condition. - It appears the tunnel is entering a new chute of ore, which will probably not extend much above the level of the tunnel

until the tunnel has passed northerly beyond the surface disturbance caused by the ravine. The rake of the ore chute upon the vein is to the south, as shown on the map, but it is too soon yet to affirm that it will continue in that direction at great depth. My impression is that at greater depth the ore chute will probably lengthen on the vein in a northerly direction as well as southerly. (Reserves, see Map)

Reserve No. 1:

Contains 1,884 tons at $10.00 per ton.....$20,536.60

Reserve No. 2:

Contains 4,240 tons at $10.05 per ton.....$42,612.00

Reserve No. 3:

Contains 4,823 tons at $9.20 per ton $44,371.20

Making a total of 10,947 tons and $107,519.20 making an average value of $9.82 per ton.

It will be observed that the ores in Reserve No. 3. is 85 cents a ton less than in reserve No. 2 and $1.70 less than in reserve No. 1. The width of the pay ore chute on No. 2 level is 34 inches, and in the No. 3 level including the shaft it is 40 inches. From the above it will be seen that the width of the pay chute and value of the ore has increased in depth up to the present time, and it is not unreasonable to expect a continuance of these features until the entire vein has been filled with quartz particularly in regard to width of the ore.

CHARACTER OF ORE

The ore in both of the developed properties which I have attempted to describe is quartz, and where not disturbed or brecciated, it is what is commonly termed in California "ribbon rock."

The greater quantity of the quartz is of that character. The gold is unusually free, that is, it can be easily saved in an ordinary mill, as was demonstrated from a test I made of ore taken from the lower level of the Gold Belt mine, where the oxidation had not totally changed the sulphides. This showed a saving value of 85.7 percent in free gold, the loss being in sulphurets of which there appeared to be from 1 to 1½% contained in the ore, all of which can be saved on concentrating tables, thus insuring a mill saving of over 90% of the assay value of the ore.

Cost of Mining and Milling.

The cost of extracting and the developments upon the veins can be done as cheaply as upon any properties I have ever seen of the same size. As has been shown, the regularity of the pay streak in both mines, is remarkable and being covered by the talcy soft gangue matter the ore streak can be stripped of this material which will serve to fill up the stopes and protect the mine and the ore itself be broken down absolutely clean.

The Gold Belt mine being worked by a shaft and the vein being somewhat smaller than on the Superior, the latter being worked by tunnels, the cost of running and milling with the mill being located near the mine will probably approximate $4.00 a ton on the Gold Belt and $3.00 a ton on the Superior vein. These estimates are based upon a reduction of 60 to 70 tons per day from both mines.

If the mill is located some distance from the properties necessitating hauling by teams, the cost will be increased by that amount, but as I can see no difficulty in obtaining necessary water to run the mill at the mines, which will hereinafter appear, I have taken the above figures as thetotal per ton of operating the property.

VALUE OF RESERVES

We have in the Gold Belt mine 11,944 tons of the gross value of $181,927.66 or $15.23 per ton. Estimating a total saving of 90% leaves a saving value of $163,734.90 or $13.71 per ton less$4.00 per ton cost of operating or a net value of $115,959.90 or $9.71 per ton.

We have in the Superior mine 10,947 tons of the gross value of $107,519.20 or $9.82per ton and the saving value of 90% equals $96,767.28 or $8.84 per ton less operating expenses of $3.00 a ton or a net value of $63,926.26 or $5.85 per ton, therefore 11,944 tons in the Gold Belt gives a net value of $115,958.90. 10,947 tons in the Superior gives a net value of $63,926.28 or a total of 22,891 tons, and a total value of $179,985.18 or $7.85 per ton net. With a first class mill of a crushing capacitiy of not less than 60 tons per day you would have a net yield of $471.00 per day, or in 30 days of $14,130.00. This is based upon the value of the orein the estimated reserves in both mines up to date. Should a lower grade of ore be worked of which there is a very large amount in the Superior, heretofore referred to, the profits would be accordingly increased.

Should the developments show a decreased valuation o which

there seems to be no indication at present, (but, on the contrary an increase) the production will be correspondingly decreased, but in any event, after due consideration and allowing for good mine management, I do not anticipate a monthly yield of less than $10,000.00 net at any time during the next three years as the devekopments in the lower workings of the both the properties justify me in the opinion that there will be no violent change for the worse during that period. This is independent of what may be discovered upon the other two undeveloped veins, the Lander and the True Blue.

THE PROSPECTIVE VALUE

From the reading of my description of the development work of the properties it can readily be seen that I consider the prospective value first class not only in the two developed mines but also upon the Lander and True Blue veins. The ore on the Gold Belt as shown is lengthening out upon the vein as depth is attained and in my opinion the width of the ore vein will also increase in that direction for some time to come. In the Superior vein every indication points to a greater length of ore chutes and width of ore at greater depth. Other ore chutes will, in my opinion, certainly be found in a northerly direction upon both of the above claims.

WATER

There are two springs, which have not been fully developed, from a quarter to a half of a mile from the properties that may, on development furnish water enough for a twenty stamp mill of a

capacity of 60 tons per day. The mill site is located in the valley as above stated, a distance of 3½ miles from the mines, but there is an abundance of water there for any and all purposes, which can be pumped to a mill located at the mine. North of the properties is Gilbert Creek in which there is a sufficient amount of water the year around to fully supply a mill of the capacity referred to. This water can be brought by gravity to the mine, the exact distance of piping necessary to do so can only be determined by a survey. It is estimated that the pipeline would be from 3 to 5 miles in length. The head of the pipeline would have a fall of 200 feet to the proposed mill site at the mine. This would probably prove, upon a thorough investigation of the source of the water, as the most practicalbe and economical.

There is no water in either mine, but probably at greater depth water can be developed, which will solve the whole question. I do not however, look for much water until we have reached a further depth of 300 or 400 feet.

WOOD AND TIMBER

There is a great quantity of nut pines and mahogany wood for miles around the property, sufficient to insure a supply for a great many years to come for both fuel and timber. Wood is now delovered, as I am informed for $2.50 per cord at the mine. Timber is proportionately cheap. Lumber will probably have to be brought from California or Oregon. The cost of which I am told will be about $40.00 a thousand at the mine in carload lots.

EQUIPMENT

There are sufficient lodging houses for the accommodation of about 30 men, and there is a boarding house of the same capacity.

The equipment upon the mine outside of the necessary cars and tracks amount to nothing. There is a double vertical hoisting engine on the Gold Belt. It is insufficient to properly do the work. The Huntington mill and machinery on the mill site are absolutely worthless and of no value whatever.

RECOMMENDATIONS

The immediate investigation of the available water supply with a view of bringing water to the mines or as near as possible.

2nd.: The immediate erection of a first class hoisting works upon the Gold Belt mine, and the enlargement of the incline shaft necessary to meet the requirements.

3rd.: The building of a first class 20 stamp mill on a location that will be conveient to all properties with a view of delivering the ore from the mines to the mill with the least possible amount of handling. Such a mill will cost $20,000.00. When erected, and while I am in no position in the absence of actual surveys to estimate the cost of obtaining water at the mine, yet I feel that the cost of doing so, together with a good hoisting works on the Gold Belt will not exceed $30,000.00, making a total working capital of $50,000.00 necessary.

(Signed) Wm. A. Farrish

Note: All these claims have since been patented with the exception of the Thomas W. claim of which only a half interest is owned by the present company.

Don Jung
Box 69
Austin, Nv. 89310

IN REPLY REFER TO

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

Memorandum

February 26, 1968

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

From: Field Officer
Region II

Subject: New Application (Gold and Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

OFFICIAL
COPY
O. M. E.
RECEIVED
FEB 28 1968
INITIALS | CODE

Enclosed is a new application for financial assistance from Mr. Donald E. Jung, c/o Cordero Mine, McDermitt, Nevada 89421, received in the Field Office this date.

The applicant is a purchaser, under contract, of part of the claims to be explored and final payment is not due until August 1, 1968. If a contract is approved, lien and subordination agreements will be required on these claims.

The proposed work includes 100 feet of raise for hoist and ore pocket which should probably be classed as development inasmuch as it would not be necessary for an inclined winze that is only 150 feet in length. Mine cars, trammer, and mucking machine could be rented or purchased by the applicant rather than purchased under a contract.

H. K. Stager

Enclosure

MME Form 40
Jan. 65

Budget Bureau No. 42-R1508
Approval expires Dec. 31, 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

RECEIVED FEB 28 1968 INITIALS CODE

APPLICATION FOR FINANCIAL ASSISTANCE IN MINERALS EXPLORATION

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

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

DONALD EUGENE JUNG

CORDERO MINE

McDERMITT, NEVADA 89421

APPLICANT DO NOT USE THIS BLOCK

DOCKET NUMBER: 6699

DATE RECEIVED: FEB 28 1968

REGION: II

DIVISION CODE:

BUSINESS ORGANIZATION *(Check one)*

- INDIVIDUAL ✓
- CORPORATION
- PARTNERSHIP
- OTHER *(Specify)*

STATE IN WHICH FIRM IS ORGANIZED

LIST CORPORATE OFFICERS OR PARTNERS HERE, IF APPLICABLE

NAME	ADDRESS	TITLE
Not Applicable		

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

ESTIMATED COST OF PROJECT: $ 27,306.00

PROPERTY NAME	LOCATION COUNTY	STATE
New Pass Mine	Lander	Nevada

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 two copies of this application and all accompanying papers* except as otherwise noted. Place your name and address on each sheet. Each item of information, maps, and reports required as a part of this application is described on the back of this form. Identify each attached statement by the item number to which it applies. If an item does not apply to your application, show the item number on your statement and after it write "not applicable." Maps or sketches should be used to supplement narrative descriptions of the property location and boundaries in item 2, existing mine workings and geology in item 3, and the proposed exploration work in item 5. When this information is not too complex, all of it may be shown on one map or sketch. All documents and other attachments submitted as a part of this application, except those in item 3(g) which you mark to be returned, become the property of the Government and will not be returned to the applicant. Send true copies, *not originals*, of leases, contracts, and other documents which are an essential part of your business records. *File this application with the Office of Minerals Exploration, Department of the Interior,* ~~Washington 25, D. C. or with the nearest OME Field Office.~~ Washington, D. C., 20242, or with the nearest OME Field Office.

CERTIFICATION

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

22Feb. 1968
DATED

Donald E. Jung
BY *(Signature)*

Owner
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

INFORMATION FOR O.M.E. LOAN

I. Financial Eligibility:

(a) Enclosed.

(b) Not applicable.

(c) By supplying following items of equipment:

I-pickup truck

I-2I0 cfm compressor

2-jackhammers and the nesessary hoses, steel, and hand tools.

2-stopers

2-I6 cu. ft. mine cars

I-hoist with motor and skip

600' of rail for the drift

By furnishing all engineering and supervisory work needed.

2. Applicant's Rights in Land:

(a) I am purchaser under contract of the following patented claims: Superior Lode, Sur. No. 37A; Superior Mill Site, Sur. No. 37B; Phil Sheridan, Lander, True Blue, Wild Cat and Gold Metal claims, Sur. No. 2200. The Independence No.I and Independence No. 2, unpatented mining claims. The final payment of this contract is due August I, I968, at which time full title of the above named claims will pass to me. I presently own the adjoining unpatented mining claims: Sunset, Thomas W., Thomas W. No. I, Thomas W. No. 2, Sundown, Golden Portage, Golden Portage No. I, Bandwagon Millsite, Welch Canyon Millsite, and water rights No. 964I and 9984. And I also own the Gold Belt No. I, Sur. No. 38

Don Jung
Cordero Mine
McDermitt, Nev

and the Golden West, Sur. No. 2200, both patented mining claims.

(b) See maps and report. The work will be performed upon the following claims and I wish the Govts. lien to apply only to these claims. They are: Superior, Sur. No. 37A; Wild Cat and the True Blue, Sur. No. 2200. The following claims should not be subject to any Govt. royalty or liens: the Phil Sheridan, Golden West, Gold Metal and Lander claims, Sur. No, 2200; Gold Belt No. I, Sur. No. 38; Independence No. I, Independence No. 2, Sunset, Thomas W., Thomas W. No. I Thomas W. No. 2, Sundown, Golden Portage, and Golden Portage No. I.

CLAIM	BOOK	PAGE
Thomas W.	J	93
Thomas W. No. I	J	IIO
Thomas W. No. 2	J	III
Golden Portage	J	329
Golden Portage No. I	J	325
Sundown	J	326
Sunset	J	326
Independence No. I	L	245
Independence No. 2	L	245

These claims are recorded at the Lander Co. court house located at Austin, Nevada.

Property is known as New Pass Mines and Thomas W. Mine.

3. Physical Description:

(a) See maps and reports.

(b) I mined portions of the Thomas W.-Gold Belt vein during the period of I960 to I964. The areas mined are indicated on the map. The ore was reduced in a I0 stamp mill located on the Thomas W. claim. The gold was sold to the U. S. Mint in San Francisco. The areas I mined were portions of the vein that were passed over by previous owners as too narrow or of too low a grade. Production facilities are intact upon the Thomas W. mine. We are in the process of building 30-40 ton mill near the portal of the No. 4 tunnel of the Superior Mine. It is 90% completed.

(c) I do not have records of past production other than that shown on the assay maps and as referred to in the reports. The work I have done in the Thomas W. mine bears out the fact that the assay maps and reports are accurate. Enclosed are copies of settlement sheets from the U. S. Mint from my production.

(d) See maps. There is approximately 5000 tons of probable low grade ore in the Gold Belt-Thomas W. workings, value is $I2.00 to $I4.00 per ton.

(e) See maps and reports.

(f) It is my belief that the Superior vein and ore shoot will continue downward due to the strength of the fissure vien that has been proven in the workings above the No. 4 tunnel. The Thomas W. shaft is down 540 feet and this is about 350 feet below the No. 4 tunnel of the Superior. The vien at the 540 level of the Thomas W. is still strong and carries good values in gold, $20.00 to $30.00 per ton.

(g) Maps and reports are enclosed, please return.

4. Accessibility of Property:

(a) Either myself or my Father would be able to meet an O. M. E. representative at Austin, Nevada and from there proceed to the mine, a 40 minute drive. The mine is easily accessible except during periods of heavy snow. The No. 4 tunnel of the Superior mine is accessible to the point indicated on the map as caved. No. I tunnel is not open. No. 2 and No. 3 tunnels are open for a short distance. Most of the Gold Belt and Thomas W. workings are open.

My address is: Don Jung
Cordero Mine
McDermitt, Nevada 89421

My Father's address is:
Lotar Jung
Box 405
Laytonville, California 95454

I work 5 days a week and would be able to show you the mine on weekends. My Father should be able to show you the mine most anytime given advance notice.

(b) Austin, Nevada is the nearest town, being about 30 miles to the east of the mine. From Austin you travel about 20 miles west on Hwy. 50 and then 10 miles north by dirt road to the mine. The mine is located at the south end of the New Pass Range. Fallon, Nevada is 85 miles west on Hwy. 50.

5. Exploration Work:

(a) The exploration work is to consist of sinking an inclined winze 60 degrees from the horizontal and 5 by 9 foot in size a distance of I50 feet to determine if the Superior vein continues in depth below the No. 4 tunnel of the Superior Mine. See maps for location. The winze will be collared at a distance of approximately I200 feet from the portal of No. 4 tunnel. At the I50 foot level of the winze, a 300 foot drift will be driven to the north along the vein, providing it is there. The purpose of the drift is to prove or disprove the downward projection of the ore shoot mined above No. 4 tunnel. The drift is to be 5 by 7 foot in size. One hundred feet of 4 by 4 foot raise will be needed for the hoistworks. Air and water pipe and track will have to be installed in the No. 4 tunnel.

(b) Not applicable.

(c) If a contract is executed, work would start within 4 weeks time. Following are anticipated rates of advance:

Install I200 feet of track, air and water line -I5 days
I50 feet of 5 by 9 foot winze at I.5 feet per day -I00 days
300 feet of 5 by 7 foot drift at 5 feet per day -60 days
I00 feet of 4 by 4 foot raise at I0 feet per day -I0 days
Install hoist -6 days

The work will be preformed by two men, myself and one other. I will also do the necessary engineering work.

6. Experience:

(a) I worked about I3 years as a miner, engineer and mine shift boss. I have mined at various locations in Nevada and worked the Thomas W. mine at New Pass for about 4 years. I was employed by Grand Deposit Mining Co. of Reno, Nevada as mine engineer at the Pan American Mine near Pioche, Nevada. I am currently employed by Fred H. Lenway Co. of San Francisco as a mine shift boss at their Cordero Mine, McDermitt, Nevada.

7. Estimate of Costs:

(a) None.

(b) Supervision, engineering and geological services will be provided by myself during the duration of the contract. Estimated cost is $I500.00. The labor is to be preformed by two men, myself and a partner, classified as miners at a wage rate of $3.20 an hour.

(c)

9 tons of 20 lb. rail at $200.00 per ton	$I800.00
I500 feet of 2 inch air pipe at $0.50 per foot	$750.00
I500 feet of ½ inch water pipe at $0.I0 per foot	$I50.00
200 lbs. of track spikes	$45.00
200 lbs. of track bolts	$65.00
200 prs. of fish plates at $0.70 per pair	$I40.00
300 feet of 5/8 inch hoisting cable	$I00.00
I5 gals. of gasoline/day times I90 days equals 950 gals. at $0.3I/gal.	$883.50
6I00 lbs. of powder at $30.00/hwt.	$I830.00
I3,500 feet of fuse	$225.00

2500 caps $82.00

I500 feet of spittercord $20.00

Spittercord connectors $50.00

Lumber, 4500 bd. ft. at $I00/I000 $450.00

Air hoses, drill steel, hand tools to be supplied by operator.

(d) I - used Eimco I2B mucking machine, I8 inch gauge, to be purchased. $2000.00

I - used Diesel trammer, I.5 ton, I8 inch gauge, to be purchased. $2000.00

5 - used, 20 cu. ft. mine cars, to be purchased $500.00

I - hoist and motor for winze, provided by applicant, condition good. Market value $800.00

I - 2I0 cfm compressor, provided by applicant, condition good. Market value $I000.00

2 - jackhammers, provided by applicant, condition good. Market value $400.00

2 - stopers, provided by applicant, condition good. Market value $400.00

I - 4 by 4 pickup truck, provided by applicant, conditon good. Market value $800.00

2 - I6 cu. ft. mine cars, provided by applicant, condition good. Market value $I50.00

(e) None.

(f) None.

(g) Maintenance and repair for I2B mucker	$I00.00
" " " " trammer	$200.00
" " " " mine cars	$50.00
" " " " hoist	$50.00
" " " " compressor	$200.00
" " " " air tools	$300.00
" " " " truck	$I00.00
Assaying	$I00.00

ESTIMATED TOTAL COST OF PROJECT

Cost of winze at $50.00 per foot	$7500.00
Cost of drift at $20.00 per foot	$6000.00
Cost of raises for hoist at $I0.00 per foot	$I000.00
Cost of laying track and pipe to winze	
Labor	$900.00
Materials	$2500.00
Tramming muck, 80 hours	$256.00
Equipment to purchase	$4500.00
Valuation my equipment	$3550.00
Maintenance	$I000.00
Assaying	$I00.00
Total	$27,306.00

January 24, 1968

First National Bank of Nevada
Winnemucca, Nevada

Dear Sirs,

I am writing this letter as per requirements for an O. M. E. loan for mineral exploration.

I wish to apply to your bank for a loan of $25,000.00 to be used for exploration for gold and silver upon the Superior vein of the New Pass Mine near Austin, Nevada.

The work will consist of sinking a winze 150 feet, and then 300 feet of drifting upon the Superior Vein.

I wish to request the following terms for the repayment of the loan. (1) That the interest rate be that which the Government is currently charging for this type of ~~loan. (2) That the~~ loan can be paid off on a royalty basis of 5% of gross production from ores found in the exploration program, providing mineable ore is found. (3) The life of the loan is to be 10 years.

Respectively Yours

Don Jung
Cordero Mine
McDermitt, Nevada 89421

First National Bank of Nevada

WINNEMUCCA OFFICE

25 West Fourth Street · Winnemucca, Nevada · 89445

January 26, 1968

Mr. Don Jung
Cordero Mine
McDermitt, Nevada 894421

Dear Mr. Jung:

Responding to your unsigned letter of January 24, 1968, please be advised that we are unable to grant your request for a loan of $25,000., for a period of 10 years. We would need sufficient collateral on any loan repayable on those terms.

If, in the future, we can be of any further use to you in the banking line, please do not hesitate to call.

Very truly yours,

R. D. Mudge
Assistant Vice President
and Manager

RDM:ju

January 22, 1968

Mr. Don Bruce
Nevada Bank of Commerce
Battle Mt. Nevada

Dear Don,

I am writing this letter as per requirements for an O.M.E. loan for mineral exploration.

I wish to apply to your bank for a loan of $25,000 to be used for exploration for gold and silver upon the Superior Vein, of the New Pass Mine, Austin, Nevada.

The work will consist of sinking a winze 150 feet and then 300 feet of drifting upon the Superior Vein.

I wish to request the following terms for the repayment of the loan. (1) That the interest rate be that which the Goverment is currently charging for this type loan. (2) That the loan can be paid off on a royalty basis of 5% of gross production from ores found in the exploration program, providing mineable ore is found. (3) The life of the loan is to be 10 years.

Respectively Yours

Don Jung
Cordero Mine
McDermitt, Nevada 89421

NEVADA BANK OF COMMERCE

BATTLE MOUNTAIN BRANCH • BATTLE MOUNTAIN, NEVADA

January 23, 1968

Mr. Don Jung
Cordero Mine
McDermitt, Nevada 89421

Dear Mr. Jung:

This letter is to inform you that we will not be able to loan you the $25,000.00 requested in your letter of January 22, 1968; for the purpose of gold and silver exploration.

It is not the policy of this bank of lending money for exploration.

Very truly yours,

J.D. Bruce
Manager

JDB/hh

Don Jung
Cordero [redacted]
McDermitt, Nev. 89421

Affix I. R. S., $ _____

BOOK NO. 2 PAGE 464

GRANT, BARGAIN, SALE DEED

THIS INDENTURE WITNESSETH: That LEE COOLEY and BETTY COOLEY, his wife, of the Town of Austin, County of Lander, State of Nevada, First Parties,

in consideration of $ 10.00, the receipt of which is hereby acknowledged, do hereby Grant, Bargain, Sell and Convey to Don Jung and Lothar Jung, of the same place, Second Parties,

all that real property situate in the _____ County of Lander State of Nevada, bounded and described as follows.

All of our right, title and interest in the Thomas W. Mine, situated in the Reese River Mining District at or near New Pass, in the County of Lander, State of Nevada.

The property includes the following mining claims: Thomas W., Thomas W. No. 1, Thomas W. No. 2, Sundown, Golden Portage, Golden Portage No. 1, Bandwagon Millsite, Welch Canyon Millsite, Water Rights No. 9641 and 9984, Pipeline and Pipeline Right of way, Surface Extensions and all equipment, buildings and rights held and owned by the First Parties.

The conveyance hereby made is for all rights we now have or may hereafter acquire appertaining to and belonging to above property.

Certificates of Location of the Mining Claims and Millsites and Water Permits from the Nevada State Engineers Office are of record in the office of the Recorder of the County of Lander, State of Nevada to which record reference is hereby made for particulars of description of said claims.

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Together with all and singular the tenements, hereditaments and appurtenances thereunto belonging or in anywise appertaining.

Witness our hands this 26th day of December 1963

Lee L. Cooley
LEE COOLEY

Betty J. Cooley
BETTY COOLEY

STATE OF NEVADA
COUNTY OF LANDER } SS.

On December 27, 1963 before me, the undersigned, a ~~Notary Public~~ County Recorder in and for said County and State, personally appeared

LEE COOLEY and BETTY COOLEY, his wife,

known to me to be the persons described in and who executed the foregoing instrument, who acknowledged to me that they executed the same freely and voluntarily and for the uses and purposes therein mentioned.

WITNESS my hand and official seal.

James R. Wright
~~Notary Public~~ in and for said County and State

ESCROW NO. } RECORDER'S
ORDER NO. } INSTRUMENT NO.
WHEN RECORDED MAIL TO:

SPACE BELOW FOR RECORDER'S USE ONLY

RECORDED AT REQUEST OF
Don Jung
January 14, 1964 AT 3:55 P M.
BOOK 2 OFFICIAL RECORDS PAGE 464
OF LANDER COUNTY, NEVADA
FILE NO. 40793
Fee $ 3.00

James R. Wright
COUNTY RECORDER
Undeph

Don Jung
Cordero Mine
McDermitt, Nev. 89421

BOOK NO. 2 PAGE 465

THIS INDENTURE, made the 1st day of May, 1983, BETWEEN A. J. COOLEY and EDNA V. COOLEY, husband and wife, of Austin, Lander County, State of Nevada, the parties of the first part, and DONALD JUNG, of the same place, party of the second part, WITNESSETH: That the said parties of the first part, for and in consideration of the sum of Ten and no/100 ($10.00) Dollars, lawful money of the United States of America, to them in hand paid by the said party of the second part, receipt whereof is hereby acknowledged, and other good and valuable considerations, do by these presents grant, bargain and sell unto the said party of the second part, and to his heirs and assigns, the following described Patented Lode Mining Claims, situated at New Pass, in Reese River Mining District, County of Lander, State of Nevada, described as follows, to-wit:

GOLD BELT NO. 1, Lot No. 38, and
GOLDEN WEST, Survey No. 2200, and

all improvements on said patented lode mining claims.

TOGETHER with all dips, spurs and angles and variations, and all metals, ores, gold and silver bearing quartz, rock and earth therein; and all the right, privileges and franchises thereto incident, appendant, and therewith usually had and enjoyed, and also, all and singular the tenements, hereditaments and appurtenances thereunto belonging, or in anywise appertaining, and the rents, issues and profits thereof, also all of the right, title, interest and estate, property possession, claim and demand whatsoever, as well in law as in equity, of, in and to the said patented mining claims and premises.

TO HAVE AND TO HOLD, all and singular, the said premises, together with the appurtenances, and privileges thereunto incident, unto the said party of the second part, and to his heirs and assigns forever.

IN WITNESS WHEREOF, the said parties of the first part, have hereunto set their hands the day and year in this instrument first above written.

A. J. Cooley
A. J. COOLEY

Edna V. Cooley
EDNA V. COOLEY

BOOK NO. 2 PAGE 466

STATE OF NEVADA)
) SS.
COUNTY OF LANDER)

On this 9th day of May, 1963, before me, a Notary Public in and for the aforesaid County and State, personally appeard A. J. COOLEY and EDNA V. COOLEY, husband and wife, known to me to be the persons described in, whose names are subscribed to and who executed the foregoing and attached instrument, who acknowledged to me, each for himself and not one for the other, that they executed the same freely and voluntarily and for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my Notarial Seal at my office in said County and State, the day and year in this Certificate first above written.

James D. Bruce

NOTARY PUBLIC.

My Commission Expires: May 17, 1963

RECORDED AT REQUEST OF
Don Jung
January 14, 1964 AT 3:55 P.M.
BOOK 2 OFFICIAL RECORDS PAGE 465
OF LANDER COUNTY, NEVADA
FILE NO. 40794. James R Wright
$3.00 COUNTY RECORDER
Undefed

Don Jung
Cordero Mine
McDermitt, Nev. 89421

COPY

THIS AGREEMENT, made in duplicate and entered into this 27th day of July, A.D. 1959, by and between WALLACE M. NELSON and MERLE P. BROOKS, whocse address is c/O Nelson Machine Works, Box 544, Campton, California, parties of the first part, and LOTAR JUNG, of Latonville, California and DON E. JUNG, of Austin, Nevada, the parties of the second part,

WITNESSETH: That the parties of the first part, for and in consideration of the sum of ~~One Hundred (xxx00)~~ One Thousand Five Hundred and no/100 ($1,500.00) Dollars, to them in hand paid, the receipt whereof is hereby acknowledged, do hereby agree to sell and convey to the parties of the second part by good and sufficient deed the following described Patented and un-patented Lode Mining Claim, Mill site, and other property, situated at New Pass, in Reese River Mining District,

County of Lander, State of Nevada, to-wit:

Survey No. 37 A. Superior Lode,
Surevey No. 37 B. Superior Mill site,
Survey No. 2200: Phil Sheridan, Lander, True Blue, Wild Cat, Gold Metal, lode mining claims,
all Patented mining claims and patented mill site.

The Independence No. 1 and Independence No. 2, unpatented lode mining claims,

Mill Building, othr Buildings, and all improvements situated on said Patented Mining Claims and Mill Site, and upon the unpatented mining claims, also all Water and Water Rights, appertaining to said mining claims and property. ~~and~~

The total sum and purchase price to be paid therefor being the sum of Ten Thousand Five Hundred and no/100 ($10,500.00) Dollars, payable as follows, to-wit:

One Thausand Five Hundred ($1,500.00) Dollars upon the signing and delivery of this Agreement.

One Thousand ($1,000.00) Dollars to be paid each year on or before the first (1st) day of ~~Austin~~ August, commencing with August 1st., 1960, and continuing until the balance or sum of $9,000.00 shall have been paid, at which time a good and sufficent deed shall be issued and given to the parties of the second part, their heirs or assigns, for the property above described.

The parties of the second part, their heirs, successors and assigns, may immediately, upon the execution hereof, enter upon and and in the mining properties hereinbefore described, and work and mine the same and extrat the ores therin and sell and treat the same, or the product thereof, during the life of this agreement, and so long as the payments herein provided for shall be made.

It is further agreed that the parties of the second part shall perform all necessary work to cover any assessment or notify the owners to the contray insufficent time for them to perform the annual work.

All work perfmroed upon the mining properties shall be done in a good and workman-like manner.

Parties of second part will pay all Taxes assessed against said patented mining claims and property when same isdue. D.J.

The parties of the second part will at all times keep said claims, and the whole thereof, free and clear of liens and encumbrances, and operate the same in accordance with the laws of the State of Nevada, and pay any and all taxes which may be assessed or levied against the property during the life of this agreement, or until termination or release thereof.

This agreement, and all rights of the parties of the second part thereunder, may be assigned, and the parties of the second part reserve the right to work the ground in any manner they see fit.

The parties of the second part may surrender their rights under this agreement at any time upon giving thirty (30) days' notice of their D.J. intention so to do, all covenants and agreements on their part to the date of the notice having been fully kept and performed.

Notice shall be given to the parties of the first part by registered mail addressed to them as the adress above given.

The parties of the first part will not forfeit this agreement, or attempt to teminate it, for failure on the part of the parties of the second part or their assigns to perform any of the agreements or covenants herein contained without first giving the parties of the second part thirty (30) days' written notice of default, and the parties of the second part or their assigns shall have said period of time to repair such default. Said notice of default shall be given by addressing the same by registered mail to the parties of the second part or either of them.

This agreement whall be binding upon and inure to the benefits of the parties hereto, their heirs, executors, administrators, successors and assigns.

IN WITNESS WHEREOF, the parties hereot have hereunto set their hands, the day and year first above written.

Neal P. Brooks

Walter M. Nelson

Parties of the First Part.

Lotar Jung

Don S. Jung

Parties of the Second Part.

COPY

COPY

STATE OF CALIFORNIA,)
: ss.
COUNTY OF LOS ANGELES.)

On this 24 day of July, A. D. 1959, before me, a Notary Public in and for the aforesaid County of Los Angeles, State of California, personally appeared WALLACE M. NELSON and MERLE P. BROOKS, known to me to be the persons described in the foregoing and attached instrument as the parties of the first part, and who executed said instrument, and acknowled to me that they, each for himself and not one for the other, executed the same freely and voluntarily and for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my Notarial Seal at my office in said County of Los Angeles, the day and year in this Certificate first above written.

My Commission Expires Feb. 8, 1960

My Commission Expires: _____. Earl P. Kramer Notary Public.

STATE OF CALIFORNIA.)
: ss.
COUNTY OF Mendocino.)

On this 12 day of ~~July~~ Oct, A. D. 1959, before me, a Notary Public in and for the above named County of Mendocino, State of California, personally appeared LOTAR JUNG, known to me to be the of the persons described in said instrument as a party of the second part, whose sibnature is made thereto as such party, and who executed said instrument as one of the parties of the second part, who acknowledged to me that he executed the same freely and voluntarily, and for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my Notarial Seal at my office in said County of Mendocino, the day and year in this Certificate first above written.

My Commission expires: Sept. 14, 1957 Margaret A. Sutherland Notary Public.

STATE OF NEVADA,)
: SS.
COUNTY OF LANDER.)

On this 21st., day of July, A.D. 1959, before me, Bert Acree, a Notary Public in and for the aforesaid County of Lander, State of Nevada, personally appeared DON E. JUNG, known to me to be the person described in, whose name is subscribed to and who executed the foregoing and attached instrument as one of the parties of the second part therein, who acknowledged to me that he executed the same freely and voluntarily and for the uses and purposes therein mentioned.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my Notarial Seal, at my office in said County of Lander, the day and year inthis Certificate first above written.

My Commission Expires: March 7th., 1960. Bert Acree Notary Public.

over

United States Department of the Interior
GEOLOGICAL SURVEY
BOX 25046 M.S. 939
DENVER FEDERAL CENTER
DENVER, COLORADO 80225
BRANCH OF CENTRAL MINERAL RESOURCES

IN REPLY
REFER TO:

July 31, 1986

Mr. Donald E. Jung, Manager
New Pass Mine
P.O. Box 68
Austin, Nevada 89310

Re: OME 6907 (gold-silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Co.,
Nevada
Contract 2316

Dear Mr. Jung:

Under the terms of contract 2316 and the Certification of Possible Production, dated January 16, 1975, this contract for an amount of $9,540.00 had a total of $5,628.76 interest outstanding on February 28, 1986 at an interest rate of 10% per annum. The certification period of this contract expired July 19, 1986.

According to present records, the Government retains no claims or liens against the property subject to the contract or any production therefrom. Therefore, we are closing our books and records on this contract.

Sincerely yours,

J. William Hasler

J. William Hasler, Chief
Office of Minerals Exploration

JWHasler:js

Copies to: G. H. Allcott
H. A. Tourtelot
C. H. Thorman
Robert Edwards
H. K. Stager

United States Department of the Interior

GEOLOGICAL SURVEY
BOX 25046 M.S. 939
DENVER FEDERAL CENTER
DENVER, COLORADO 80225

IN REPLY
REFER TO:

BRANCH OF CENTRAL MINERAL RESOURCES

July 31, 1986

Memorandum

To: Branch of Financial Reports

From: Chief, Office of Minerals Exploration

Subject: Recording of realized loss under OME Contract

Write-off of realized loss on the contract listed below is hereby authorized:

Contract	Docket	Operator	Loan Amount	Interest
2316	6907	Donald E. Jung	$9,540.00	$5,628.76

Total write-off - $15,168.76

J. William Hasler
J. William Hasler

cc: G. H. Allcott
H. A. Tourtelot
C. H. Thorman
H. K. Stager

United States Department of the Interior

GEOLOGICAL SURVEY

Received 9-6-85 JHA

Office of Minerals Exploration
345 Middlefield Road, MS-901
Menlo Park, California 94025

August 29, 1985

Miller, McClelland & Company
2nd Floor, 1603-10th Ave. S.W.
Calgary, Alberta
Canada T3C 0J7

Re: OME-6699 & OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Landers Counties, Nevada
Contracts 2307 and 2316

Dear Sirs:

Mr. Garry Miller, Manager Director of Newpass Resources Ltd., has requested that we provide you a statement concerning the following information on the subject OME loans as of February 28, 1985.

The certification period for OME Contract No. 2307 expired on December 28, 1983 and the Government retains no further royalty interest. Our books are closed on this contract.

Contract No. 2316 for $9,540.00 had a total of $7,932.24 in interest outstanding on February 28 and the interest rate is 10% per annum. The certification period on this contract will expire on July 19, 1986.

The Government is due a royalty of 5%, of the value when sold, on all mineral production from the property covered by Contract No. 2316. Royalty payments are applied first to pay accrued interest and then to reduction of the principal balance. There have been no royalty payments made, and no production reported by the owners or operators, since the loan was incurred.

This office has no record of any assignment of the contract pursuant to the mining lease and option to purchase agreement of January 1, 1977 between Donald E. Jung and Kathryn Jung as lessor and Newpass Resources Ltd.

If you have any questions regarding these contracts please phone or write to this office.

Sincerely yours,

H. K. Stager
OME, Region II

cc: OME Dockets 6699 & 6907
OME Denver
Newpass Resources Ltd.

United States Department of the Interior

GEOLOGICAL SURVEY

Branch of Western Mineral Resources
345 Middlefield Road, MS-901
Menlo Park, California 94025

June 13, 1985

Memorandum

To: Chief, Office of Mineral Exploration, Denver, Colorado

From: Field Officer, Region II, Menlo Park, California

Subject: OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract No. 2316

ANNUAL INSPECTION

An annual inspection of the property was made by the Field Officer on June 5, 1985.

The mine and mill are inactive and Mr. Jung and his family are the only persons living at the mine. Mr. Jung performs maintenance work on the mine and mill but spends most of his time working as a shift boss at another mine in Lander County. No new underground exploration has been done and no ore subject to OMR royalty has been produced.

The certification period on Contract No. 2316 will expire on July 19, 1986.

H. K. Stager

H. K. Stager

Rec'd 6/19/85
OME

OME 6699
Contract 2307

Terminated date
Dec. 28 1983

6907 + 2316
July 19, 1986

United States Department of the Interior

GEOLOGICAL SURVEY
BOX 25046 M.S. 939
DENVER FEDERAL CENTER
DENVER, COLORADO 80225

RECEIVED
MAY 20 1985

May 11, 1985

Re: OME 6907 (gold-silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Cos., Nevada
Contract 2316

Mr. Donald E. Jung, Manager
New Pass Mine
P.O. Box 69
Austin, Nevada 89310

Dear Mr. Jung:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return two copies to this office with copies of any pertinent documents.

Sincerely,

J. William Hasler

J. William Hasler, Chief
Office of Minerals Exploration

Form MME 63
(May 1970)

REQUEST FOR INFORMATION ON CERTIFIED PROJECT OR PROJECT UNDER ROYALTY AGREEMENT

1. Since May 11, 1984, has there been a change in ownership, lease, or sublease? *If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before.* Yes ☐ No ☒

2. Since May 11, 1984, has there been any production from the land subject to the contract? Yes ☐ No ☒

A. If so and it was shipped, give quantity, value, and name and address of purchaser.

Purchaser *(name and address)*	Quantity	Value

B. If stockpiled awaiting sale, state quantity, grade, and location.

Type	Quantity *(tons)*	Estimated Grade	Location
Ore			
Concentrates			
Other			

3. Since May 11, 1984, has any production been transported through workings *(see of contract)*? Yes ☐ No ☒

If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value

Submitted by:

Name Don Jung	Title Manager
Address Box 69 Austin, Nv. 89310	Date 5/14/85

United States Department of the Interior

GEOLOGICAL SURVEY
BOX 25046 M.S. 939
DENVER FEDERAL CENTER
DENVER, COLORADO 80225

Rec'd 5/14/84 OME

April 23, 1984

Re: OME 6907 (gold-silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Cos., Nevada
Contract 2316

Mr. Donald E. Jung, Manager
New Pass Mine
P.O. Box 69
Austin, Nevada 89310

Dear Mr. Jung:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return two copies to this office with copies of any pertinent documents.

Sincerely,

J. William Hasler

J. William Hasler, Chief
Office of Minerals Exploration

js

Form MME 63
(May 1970)

REQUEST FOR INFORMATION ON CERTIFIED PROJECT OR PROJECT UNDER ROYALTY AGREEMENT

1. Since April 19, 1983, has there been a change in ownership, lease, or sublease? *If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before.* Yes ☐ No ☒

2. Since April 19, 1983, has there been any production from the land subject to the contract? Yes ☐ No ☒

A. If so and it was shipped, give quantity, value, and name and address of purchaser.

Purchaser (*name and address*)	Quantity	Value

B. If stockpiled awaiting sale, state quantity, grade, and location.

Type	Quantity (*tons*)	Estimated Grade	Location
Ore			
Concentrates			
Other			

3. Since April 19, 1983, has any production been transported through workings (*see* *of contract*)? Yes ☐ No ☒

If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value

Submitted by:

Name Don Jung Don Jung	Title Owner
Address Box 69 Austin, Nv. 89310	Date 5/11/84

Rec'd 8/20/84
OME

Branch of Western Mineral Resources
345 Middlefield Road, MS-901
Menlo Park, California 94025

August 10, 1984

Miller, McClelland & Company
2nd Floor, 1603-10th Avenue S.W.
Calgary, Alberta, Canada T3C 0J7

RE: OME-6699 & OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchilland Lander Counties, Nevada
Contracts 2307 and 2316

Dear Sirs:

Mr. Garry miller, Manager Director of Newpass Resources Ltd., has requested that we provide you a statement concerning the following information on the subject OME loans as of February 29, 1984.

The certification period for OME Contract No. 2307 expired on December 28, 1983 and the Government retains no further royalty interest. Our books are closed on this contract.

Contract No. 2316 for $9,540.00 had a total of $6,978.24 in interest outstanding on February 29 and the interest rate is 10% per annum. The certification period on this contract will expire on July 19, 1986.

The Government is due a royalty of 5%, of the value when sold, on all mineral production from the property covered by contract No. 2316. Royalty payments are applied first to pay accrued interest and then to reduction of the principal balance. There have been no royalty payments made, and no production reported by the owners or operators, since the loan was incurred.

This office has no record of any assignment of the contract pursuant to the mining lease and option to purchase agreement of January 1, 1977 between Donald E. Jung and Kathryn Jung as lessor and Newpass Resources Ltd.

If you have any questions regarding these contracts please phone or write to this office.

Sincerely yours,

H. K. Stager
OME, Region II

cc: OME Dockets 6699 & 6907
OME Denver

bcc: MPRF MRRF Stager HKStager:sg

United States Department of the Interior

GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road MS 901
Menlo Park, California 94025

RECEIVED
JUL 2 1984

June 28, 1984

Memorandum

To: Chief, Office of Minerals Exploration, Denver, Colorado

From: Field Officer, Region II, Menlo Park, California

Subject: OME-6699 and OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts Nos. 2307 and 2316

Annual Inspection

An annual inspection of the property was made by the Field Officer, accompanied by Mr. Jung, on June 20, 1984.

The mine and mill are inactive and Mr. Jung and his family are the only persons living at the mine. Mr. Jung performs maintenance work on the mine and mill and leaches a little dump material from time to time. The new owners, Newpass Resources Ltd., explored the major veins on the property by drilling about 8,000 feet of diamond drill holes since the last annual inspection on June 29, 1983. No new underground exploration has been done and no ore subject to OME royalty has been produced.

The certification period on Contract No. 2307 (Docket No. OME-6699) expired on December 28, 1983 and the OME books were closed on this contract. The period on the remaining Contract No. 2316 (OME-6907) will expire on July 19, 1986.

H. K. Stager

cc: OME-6699
OME-6907

United States Department of the Interior

GEOLOGICAL SURVEY

Office of Minerals Exploration
345 Middlefield Road MS 901
Menlo Park, California 94025

January 3, 1984

Memorandum

To: Office of Minerals Exploration, Denver, Colorado

From: Field Officer, Region II

Subject: OME Activities during December 1983

Public inquiries about the OME program during December consisted of 1 mail request for information. No production was reported for any certified projects during the period and there were no royalty payments received. No field examinations or inspections were made during the month.

The certification period for OME-6699, Contract No. 2307, New Pass Mine, Churchill and Lander Counties, Nevada, expired on December 28, 1983.

Katherine Klock for

H. K. Stager

United States Department of the Interior

GEOLOGICAL SURVEY

Office of Minerals Exploration
345 Middlefield Road MS 90A
Menlo Park, California 94025

July 5, 1983

Memorandum

To: Chief, Office of Minerals Exploration, Denver, Colorado

From: Field Officer, Region II, Menlo Park, California

Subject: OME-6699 and OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts Nos. 2307 and 2316

Annual Inspection

An annual inspection of the property was made by the Field Officer on June 29, 1983.

The mine is on a standby basis and Mr. Jung and his family are the only persons living at the mine. The new owners, Newpass Resources Ltd., are planning additional exploration of the property within the next few months and will probably have a diamond drill operating late in July.

Mr. Jung mined about 200 tons of ore from old stope pillars in the Thomas W. vein workings last fall. This ore was crushed and placed on leach pads at the mine and is now being leached. This production is not subject to OME royalty under terms of the OME report.

The certification period for Contract No. 2307 expires on December 28, 1983, and Contract No. 2316 on July 19, 1986.

H. K. Stager

cc: OME-6699
OME-6907

United States Department of the Interior

GEOLOGICAL SURVEY

Office of Minerals Exploration
345 Middlefield Road MS 90A
Menlo Park, California 94025

July 5, 1983

Memorandum

To: Office of Minerals Exploration, Denver, Colorado

From: Field Officer, Region II

Subject: OME Activities during June 1983

Public inquiries about the OME program during June consisted of 3 mail requests for information and several telephone inquiries. No production was reported for any certified projects during the period and there were no royalty payments received. A field inspection was made at the New Pass Mine, OME-6699 and OME-6907 (Gold-Silver) Contracts 2307 and 2316, on June 29, see report dated July 5, 1983.

The certification period for the contract at the Brown Bear Mine, (OME-6860, Contract No. 2304), Trinity County, California, expired on June 21, 1983.

H. K. Stager

United States Department of the Interior

GEOLOGICAL SURVEY
BOX 25046 M.S. 933
DENVER FEDERAL CENTER
DENVER, COLORADO 80225

May 9, 1982

Re: OME 6699 and 6907 (gold/silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties
Nevada
Contracts 2307 and 2316

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Dear Mr. Jung:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return two copies to this office with copies of any pertinent documents.

Sincerely,

J. William Hasler

J. William Hasler, Chief
Office of Minerals Exploration

Form MME 63
(May 1970)

REQUEST FOR INFORMATION ON CERTIFIED PROJECT OR PROJECT UNDER ROYALTY AGREEMENT

1. Since April 19, 1982, has there been a change in ownership, lease, or sublease? *If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before.* Yes ☐ No ☒

Is the joint venture agreement with E and B Exploration Inc. of Vancouver, Canada still in effect?

2. Since April 19, 1982, has there been any production from the land subject to the contract? Yes ☐ No ☒

A. If so and it was shipped, give quantity, value, and name and address of purchaser.

Purchaser (*name and address*)	Quantity	Value

B. If stockpiled awaiting sale, state quantity, grade, and location.

Type	Quantity (*tons*)	Estimated Grade	Location
Ore			
Concentrates			
Other			

3. Since April 19, 1982, has any production been transported through workings (*see of contract*)? Yes ☐ No ☒

If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value

Submitted by:

Name Don Jung	Title Manager
Address Box 69 Austin, Nv. 89310	Date 5/19/83

HK 9/2/79

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

August 14, 1979

Miller, McClelland & Company
800-1039-17 Avenue S.W.
Calgary, Alberta T2T 0B1
Canada

Re: OME-6699 & OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts 2307 and 2316

Dear Sirs:

Mr. L. P. Lees, Secretary of Newpass Resources Ltd, has requested that we provide you a statement concerning the following information on the subject OME loans as of February 28, 1979.

Contract No. 2307 for $54,468.75 had a total of $23,550.88 in interest due on February 28 and the interest rate is 8½% per annum. Contract No. 2316 for $9,540.00 had a total of $2,208.24 in interest due on February 28 and the interest rate is 10% per annum.

The Government is due a royalty of 5%, of the value when sold, on all mineral production from the property covered by the contracts. These royalty payments are applied first to pay accrued interest and the remainder is applied to reduce the principal balance.

This office has no record of any assignment of the contracts pursuant to the mining lease and option to purchase agreement of January 1, 1977 between Donald E. Jung and Kathryn Jung as lessor and Newpass Resources Ltd.

If you have any questions regarding these contracts please phone or write to this office.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Dockets 6699/6907(OME)
cc: OME, Reston
MPRF
Stager

HKStager:dt

Rec'd 2/23/79

HK 2/23/79

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

January 25, 1979

IN REPLY REFER TO: Office of Minerals Exploration
Mail Stop 953

Re: OME-6699 and OME-6907
(Gold and Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts 2307 and 2316

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Dear Mr. Jung:

After the completion of the approved exploration work under the contract identified above, we asked to be informed about changes in the status of the property and production from it during the period of royalty obligation.

To assist you to furnish this information and to assure the accuracy of our records, please answer the questions on the back of this letter and return ~~two~~ three copies to this office with copies of any pertinent documents.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo, Chief
Office of Minerals Exploration

Form MME 63
(May 1970)

REQUEST FOR INFORMATION ON CERTIFIED PROJECT OR PROJECT UNDER ROYALTY AGREEMENT

1. Since July 19, 1976, has there been a change in ownership, lease, or sublease? *If yes, please state details of the transaction below and provide a true or signed copy of the pertinent documents, unless they have been provided before.* Yes ☐ No ☒

Is the lease with Newpass Resources, Inc., still in effect? Yes X No ___

2. Since July 19, 1976, has there been any production from the land subject to the contract? Yes ☐ No ☒

A. If so and it was shipped, give quantity, value, and name and address of purchaser.

Purchaser *(name and address)*	Quantity	Value

B. If stockpiled awaiting sale, state quantity, grade, and location.

Type	Quantity *(tons)*	Estimated Grade	Location
Ore			
Concentrates			
Other			

3. Since workings *(see* , has any production been transported through *of contract)*? Yes ☐ No ☒

If so, state quantity, value, and disposition of material.

Disposition of Material	Quantity	Value

Submitted by:

Name Don Jung	*Title* Manager Newpass Resources
Address Box 69 Austin, Nv. 89310	*Date* 2-1-79

HK 7/10/78

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Mineral Exploration
345 Middlefield Road
Menlo Park, California 94025

July 6, 1978

Memorandum

To: Chief, Office of Minerals Exploration, Reston, VA

From: Field Officer, Region II

Subject: OME-6699 and OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts Nos. 2307-2316

An annual inspection of the subject property was made by the Field Officer on June 20, 1978.

Work at the mine since the last inspection on June 9, 1977 (report dated June 15, 1977) has consisted of exploration of the Thomas W. vein by Diamond Drilling and Drifting. Some ore is now being mined on the 340-level (not subject to OME royalty). About 8 men are employed in this work and in the preparation of a leach pad at the foot of the old mill tailings pile. The leaching of the mill tailings is expected to start during July.

The certification period on OME contract expires on December 28, 1983 and Contract 2316 expires on July 19, 1986.

H. K. Stager

Rcvd 11/1/77

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

In Reply Refer To:
Mail Stop 953

October 6, 1977

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 and OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts 2307 and 2316

Dear Mr. Jung:

Legislation enacted in October 1976 established new requirements concerning unpatented mining claims and affidavits of annual assessment work. Owners of unpatented claims must comply by October 22, 1979, with new procedures described in Section 314, Public Law 94-579, October 21, 1976, and in Federal Register--Title 43, Part IV of January 27, 1977. Copies of these documents are enclosed for your information. Simply stated, the new legislation requires that mining claims be rerecorded by October 22, 1979, and that certain information be filed with affidavits of assessment work.

We bring this matter to your attention for two reasons--to alert you to the need to rerecord in order to retain the claims, and to protect the Government's interest in the land and in royalty from possible production therefrom during the period of royalty obligation which continues beyond October 22, 1979.

We would appreciate being advised that you have rerecorded your claims. Accordingly, please return to us one copy of this letter dated and signed where applicable in the statement below.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo, Chief
Office of Minerals Exploration

Enclosures

"The unpatented mining claims described in the contract cited above were recorded on Mar. 17, 1977 & Oct. 28, 1977 (date) in accordance with Section 314, P.L. 94-579."

Signature Donald E. Jung

Title Owner

Date 10-28-77

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

July 12, 1977

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties,
Nevada
Contract 2316

Dear Mr. Jung:

A copy of the Mining Lease and Option to Purchase Agreement between Donald E. Jung, Kathryn Jung and New Pass Resources, Inc., was sent to us by Mr. H. K. Stager, Field Officer, OME Region II.

We note that the Government's rights to royalty as provided in OME Contracts 2307 and 2316 are acknowledged under Section One, Article 1.34 Assumption of OME Loan (page 4), but the total liability is incorrect. As of May 31, 1977, the loan balance on the two contracts was $64,008.75. Accrued interest on Contract 2307 on the same date was $13,546.94. Accrued interest on the second contract had not been calculated.

The lessee, Newpass Resources, Inc., should be advised of the correct principal balance on the OME contracts, and informed that royalty payments are applied first to pay accrued interest and the remainder is applied to reduce the principal balance.

The lessee should be aware of the interest rates on these contracts from the copies you have provided as Exhibits B and C.

Please send us a copy of your letter to the lessee advising of these corrections.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo, Chief
Office of Minerals Exploration

cc: Region II
OME Rdg.
OME Files (6907 and 6699
Mr. Kirkemo

rand 6/17/77
✓ HK 6/20/77

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

June 15, 1977

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer, Region II

Subject: OME-6699 and OME-6709 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contracts Nos. 2307 and 2316

Annual Inspection

An annual inspection of the subject property was made by the Field Officer, accompanied by Mr. Donald E. Jung, on June 9, 1977.

Since completion of the OME project in December 1976, the operator has attempted to explore the Thomas W. vein by Diamond Drilling from the 490-level but without success because of inadequate equipment. He has also started a raise on the Superior vein, about 100 feet north of the 490-level crosscut and at the time of the inspection it was about 20 feet above the drift. The vein is only about 10 to 12 inches wide in the raise but contains good gold values. The Operator is also working on the mill and is revamping the grinding and screening circuit.

No ore, subject to OME royalty, has been stockpiled or milled since the completion of the contracts. The Operator is continuing negotiations with a Canadian mining company for financial backing to continue exploration, mining, and milling.

The certification period on OME contract 2307 expires on December 28, 1983, and contract 2316 expires on July 19, 1986.

H. K. Stager

rec'd 6/17/77
HK
6/20/77

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

June 14, 1977

onald E. Jung
Box 69
tin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307
and OME-6907
Contract 2316

Dear Don:

I want to remind you again of the provision in your contracts (Art. 2c) that requires you to furnish the Government with two true copies of any agreement you may enter into to sell or lease the claims covered by the contracts. If, and when, your agreement with the Canadian Mining Company is finalized please send me two copies.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Reston, VA
Docket OME-6699
OME-6907
MP RF

HKStager:dt

United States Department of the Interior

GEOLOGICAL SURVEY
RESTON, VIRGINIA 22092

January 10, 197~~6~~7

Mr. Donald E. Jung
Box 69
Austin, Nevada 89310

Re: OME-6907 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties, Nevada
Contract 2316

Dear Mr. Jung:

Mr. H. K. Stager, Field Officer, OME Region II, sent us your final voucher and Operator's Final Report for this contract. We have referred the voucher to the Survey's Branch of Financial Management for review and payment. A check in the amount approved for payment should be sent to you in the near future.

As the contract will be completed upon final accounting, we direct your attention to Articles 2(c), and 6, Annex I and Annex II of the Contract, and to provisions of the Certificate of Possible Development issued January 16, 1975, under Prior Contract 2307, OME-6699, which were applied to Contract 2316. Copies of Annex I, Annex II, and the Certification are enclosed for reference.

Article 6 (erroneously referred to as Article 7 in Annex I), Annex I and Annex II of Contract 2316 obligate the Operator, Donald E. Jung, to pay royalties on all production from the land described in Contracts 2316 and 2307, to notify the Field Officer upon commencement or cessation of production, and to preserve the Government's royalty rights in the event the Operator's rights in the lands described in the contracts are transferred, surrendered, or encumbered.

Subject to payment of the final voucher referred to previously, contributions of the Government to the two contracts will total as follows:

Prior Contract	$54,468.75
Contract 2316	9,540.00
Total	$64,008.75

AMERICAN REVOLUTION BICENTENNIAL 1776-1976

Until December 28, 1983, any royalty resulting from production of minerals on lands described in these contracts will be applied first toward payment of accrued interest with the remainder applied to reduce the outstanding principal balance on the Prior Contract. In the event interest and principal are paid in full prior to that date, payments will be applied toward interest and principal on Contract 2316 whose royalty period extends to July 19, 1986.

If you have any questions regarding either of these contracts and your responsibilities for royalty payments and protection of the Government's interest, please write us.

Thank you for participating in the OME program.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo, Chief
Office of Minerals Exploration

Enclosures

cc:
DRF
MR Rdg.
OME Rdg.
OME Files (2)
Mr. Kirkemo
Region II (2)

HR

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

June 8, 1976

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer, Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Annual Inspection

An annual inspection of the subject property was made by the Field Officer accompanied by Mr. Donald E. Jung, the Operator, on May 26, 1976.

Since completion of the OME project in November 1974 the Operator has concentrated on mining of ore shoots on the 340 and 540 levels of the Thomas W. vein and the milling of the ore. This ore was not subject to royalty, and no ore was mined or milled from the Superior vein or other veins subject to royalty.

The Operator has kept the OME 490-level crosscut open and from time to time has put in a few drift rounds in the OME north drift on the Superior vein. A total of about 25 or 30 feet of additional drifting has been completed since the end of the OME contract. The vein exposed by this work continues to be narrow but locally contains good gold values.

The Operator is presently negotiating with a Canadian mining company and hopes to obtain sufficient financial backing to explore the Thomas W. vein at greater depth, drift and raise on the Superior vein, and revamp the mill circuit so as to increase the gold recovery that is now only about 50 percent. Failing in this effort the Operator will prepare a request for additional OME assistance for the drifting and raising on the Superior vein. A decision is expected during June.

The certification period on this project expires on December 28, 1983.

H. K. Stager

MME Form 14
July 1965

Contract No. ~~14-08~~ ~~14-23~~ 2307

Docket No. ~~[illegible]~~ ~~[illegible]~~ OME-6699

Date of Action May 1, 1975

Funds released

DEPARTMENT OF THE INTERIOR
U. S. Geological Survey

OBLIGATION DOCUMENT

To: Chief, Branch of Budget & Finance

From: Chief, Office of Minerals Exploration

Please enter the amounts shown below on the accounts of the Office of Minerals Exploration.

Name and Address of Contractor:

Donald E. Jung and Lotar Jung
Box 69
Austin, Nevada 89310

Date of Contract	Region	State	Commodity
November 9, 1972	II	Nevada	Gold-Silver

	Reserve	Obligation
Prior Amount		1,181.25
Increase		0
Decrease		1,181.25
Revised Amount		0

Remarks:

$1,181.25 to be released

cc: 110
800
210

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

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

OFFICIAL COPY
O. M. E.
RECEIVED
JAN 31 1975

INITIALS	CODE
HK	

January 29, 1975

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Enclosed is a summary-type Final Field Report for the subject exploration project.

H. K. Stager

Enclosure

Final Field Report

FINAL FIELD REPORT - OME EXPLORATION PROJECT

By H. K. Stager, Field Officer, Region II

January 29, 1975

1. OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Operator: Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Property: Consists of eight (8) patented and six (6) unpatented lode mining claims in secs. 9, 10, 15, and 16, T. 20 N., R. 40 E., MDBM, New Pass mining district, Lander and Churchill Counties, Nevada. These claims are shown on the map attached to the contract and are recorded as follows:

Patented Claims	U.S. Survey Number
Superior Lode	37A
Gold Belt No. 1	38
Golden West	2200
Gold Medal (Metal)	2200
Lander	2200
Phill Sheridan	2200
True Blue	2200
Wild Cat	2200

Unpatented Claims	Lander County		Churchill County	
	Book	Page	Book	Page
Thomas W.	J	93	47	536-537
Thomas W. No. 1	J	110	47	538-539
Thomas W. No. 2	J	111	47	540-541
Golden Portage	J	329	47	528-529
Golden Portage No. 1	J	325	47	530-531
Sundown	J	326	47	534-535

Ownership: The Operators are the owners of the New Pass group of patented claims by virtue of a quitclaim deed dated September 13, 1968 from Harold R. Nelson, administrator of the estate of Wallace M. Nelson and Merle P. Brooks. The Gold Belt No. 1 and Golden West claims were acquired by Donald Jung from A. J. Cooley and Edna V. Cooley through an indenture dated May 1, 1963. The Operator is in possession of the unpatented claims under provisions of a Grant, Bargain, Sale Deed dated December 26, 1963, between Lee Cooley and Betty Cooley, sellers, and Don Jung and Lotar Jung, buyers. Copies of the deeds of minerals interests and assignments were contained in the contract docket.

2. Purpose of Project: The purpose of the project was to explore by crosscutting and drifting for gold-silver ore shoots in quartz veins cutting metavolcanic rocks.

3. Contract: Dated November 9, 1972, for a term of 18 months.
Original contract amount - $74,200.00
Government participation (75%) - $55,650.00

Amendment No. 1, dated December 28, 1973, allowed a 6-month recess in the work during the winter and extended the time for completion to 24 months.

4. Project Work: Started December 1, 1972. Completed on November 9, 1974.

Cost Items	Authorized			Completed	
	Units	Rate	Amount	Units	Amount
Crosscutting and drifting	1,600 ft	$45/ft	$72,000.00	1,601 ft	$72,045.00
Timbering	200 ft	$10/ft	$ 2,000.00	45 ft	$ 450.00
Assaying for gold and silver	40 spls	$5/sple	$ 200.00	26 spls	$ 130.00
Total estimated cost of project			$74,200.00		$72,625.00
Government participation at 75%			$55,650.00		$54,468.75
Paid to Operator					$54,468.75

The Government retained no equity in any of the materials used.

Effectiveness of the work: The target veins were all intersected but the allowable footage was not sufficient to adequately explore the veins. Additional drifting and raising will be required.

Efficiency of the Operator: The work was done in an efficient manner, but because of severe weather conditions and inadequate fuel supplies, the work required a longer time to complete than was anticipated.

5. Reports:

Operator's Final Report: An acceptable Final Report was received on December 19, 1974.

Audits: Inasmuch as this was a short-form contract, containing only three fixed unit cost items, an audit was not required or requested.

Final payment to the Operator was made on January 6, 1975.

Royalty Review: There was no ore milled, subject to Government royalty, during the period of the contract. A Royalty Review was not requested.

6. Project Results:

Discoveries: The contract work resulted in the discovery of the downdip extension of an ore shoot that had been mined on the Superior vein as well as favorable mineralization in the Lander and True Blue veins. Assays of ore exposures in the drifts on the Superior vein indicate a gold content of from 0.015 to 0.543 ounce per ton and 0.03 to 6.56 ounces of silver per ton. The Operator estimates about 5,000 tons of ore containing 0.30 ounce of gold per ton is indicated by the OME work. Additional drifting and raising on the three veins is justified and the Operator plans to continue the exploration as soon as possible.

Certification: A Certification of Possible Production was issued on January 16, 1975, and requires the payment of royalties to the Government on all production from the land covered by the contract to December 28, 1983, or until the total amount contributed by the Government under the contract ($54,468.75) is fully repaid with interest at the rate of 8½ percent per annum, whichever occurs first. As provided in the contract, production from the Thomas W.-Gold Belt vein is not subject to royalty payments.

Production: About 80 tons of ore, estimated to contain about 0.25 ounce of gold and 1.0 ounce of silver per ton, was stockpiled from the exploration drifts on the Superior vein.

Royalties: There was no ore milled or sold during the period of the exploration and no royalties were paid. When the ore stockpiled from the exploration is milled royalties will be due the Government.

7. Geologic Summary: The ore bodies that have been mined in the New Pass district consist of gold- and silver-bearing ore shoots in quartz veins along steeply dipping faults that cut a massive greenstone unit in the Havallah sequence of Pennsylvanian and Permian age. The ore minerals are free gold and argentiferous lead and copper sulfides, carbonates, and oxides. The ore shoots are from a few inches to as much as 10 feet thick, but where mined averaged about 3 feet. They are as much as 300 feet in length and have been mined down dip for as much as 550 feet. Total production from the district is estimated to be about 35,000 tons of ore that averaged about 1 ounce of gold and 1 ounce of silver per ton. Most of this production came from the Thomas W. and Superior veins.

FINAL FIELD REPORT - OME EXPLORATION PROJECT

By H. K. Stager, Field Officer, Region II

January 29, 1975

1. OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Operator: Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Property: Consists of eight (8) patented and six (6) unpatented lode mining claims in secs. 9, 10, 15, and 16, T. 20 N., R. 40 E., MDBM, New Pass mining district, Lander and Churchill Counties, Nevada. These claims are shown on the map attached to the contract and are recorded as follows:

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FORM 9-1648
MARCH 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OFFICIAL COPY
O. M.
RECEIVED
JAN 1975
INITIALS CODE
HK
HK
GG
HK 12/26/74

OPERATOR'S MONTHLY VOUCHER

For Month of Nov. 1974

Docket No. OME- 6699

Contract 14-08-0001 2307

Operator's Name Donald E. & Lotar Jung

Address Box 69 Austin, Nv. 89310

Contract Amount $ 74,200.00

Gov't. Participation % 75 $ 55,650.00

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting & Drifting	80 ft.	3600.00	1601'	72,045.00	80'	3,600.00	1,601'	72,045.00
Timbering	0	0.00	45'	450.00	0	0	45'	450.00
Assays	16	80.00	26	130.00	16	80.00	26	130.00
TOTALS		$3680.00		$72,625.00		$3,680.00		$72,625.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 11 Nov. 1974 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer Date 12-1974

(63) 14X0804

Approved for: $ 2,760.00
(SUBJECT TO AUDIT)

Signature _____

Date Jan 6 '75 Vou. No. 05635A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

BRANCH OF FINANCIAL MANAGEMENT
DEC 31 1974
RECEIVED
FISCAL ACCOUNTS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Vou

November 1974

The last 80 feet of the contract was completed Nov. 9, 1974. This last work consisted of drifting north and south on the Superior vein. 12 more samples were cut, the results of which just arrived by todays mail, 13, Dec, 1974. I waited to send in this final report and voucher form until I got the results of this last sampling.

The north drift is now out 63 feet from the X-cut and the south drift is 58 feet from the X-cut.

As stated last month, the north drift went through some fair looking ore near the cross-cut with a width of about 5 feet. This ore narrowed down to about 6 inches after 2 rounds ahead on it (10) feet. It continued narrow to where the face presently is. A sample across this ore at its wide point showed 0.333oz. Au and 6.56oz. Ag/ton.

The south drift entered the vein about 25 feet from the X-cut. At this point the vein is about 3 feet wide and a sample cut at this point showed 0.309 oz./T Au and 0.15 oz /T Ag. The vein to the south continued to the present face with a width of 3 to 4 feet. It appears to be pinching down in the face though, with faulting evident. Each round from the south drift panned some free gold.

Enclosed is a copy of the assay returns and a map showing where they were taken.

ROCKY MOUNTAIN GEOCHEMICAL CORP.
840 GREG STREET · SPARKS-RENO, NEVADA 89431 · PHONE: (702) 359-6311
RENO OFFICE

Certificate of Analysis

RMGC Numbers:
Local Job No.: 74-35-36R
Foreign Job No.:
Invoice No.: 9381

Date: November 12, 1974

Client: New Pass Mines
P. O. Box 69
Austin, Nevada 89310

Client Order No.: None

Report On: 4 rock Samples

Submitted by: Don Jung

Date Received: November 4, 1974

Analysis: Gold and Silver

Analytical Methods: Analysis is determined by atomic absorption.

Remarks: None

cc: Enclosed (2)
RMGC
File

GMF:er

Sample No.	Oz/T Gold	Oz/T Silver	width of sample
1	0.333	6.56	60"
2	0.207	0.09	6"
3	0.309	0.15	32"
4	-0.003	0.03	10ft. along rib

By Gary M. Fechko

Gary M. Fechko
Rocky Mountain Geochemical Corporation
Sparks, Nevada November 12, 1974

All values are reported in parts per million unless specified otherwise. A minus sign (—) is to be read "less than" and a plus sign (+) "greater than." Values in parenthesis are estimates. This analytical report is the confidential property of the above mentioned client and for the protection of this client and ourselves we reserve the right to forbid publication or reproduction of this report or any part thereof without written permission.

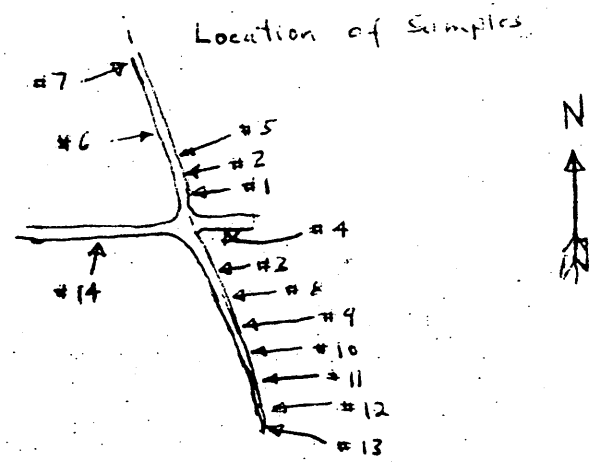
ND = None Detected 1 ppm = 0.0001% 1 Troy oz./ton = 34.286 ppm 1 ppm = 0.0292 Troy oz./ton

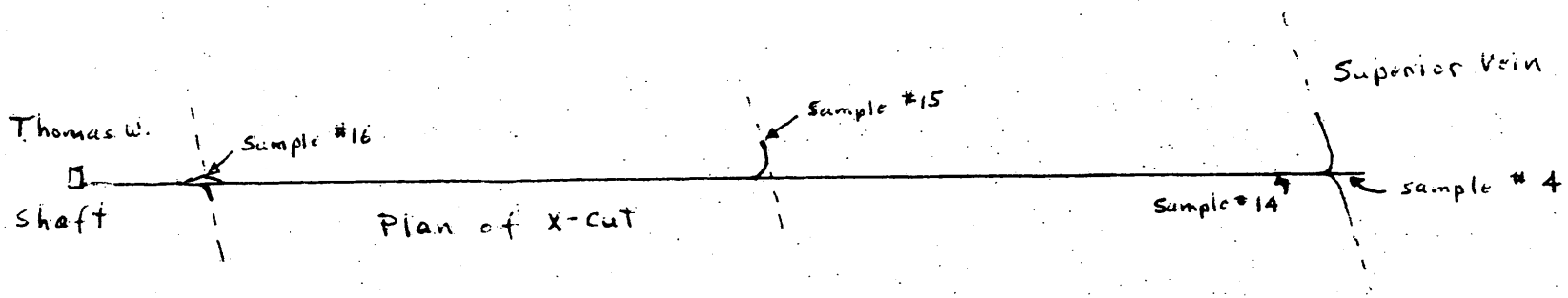
Client New Pass Mines Date Dec. 10, 74 RMGC Job No. 74-37-33R

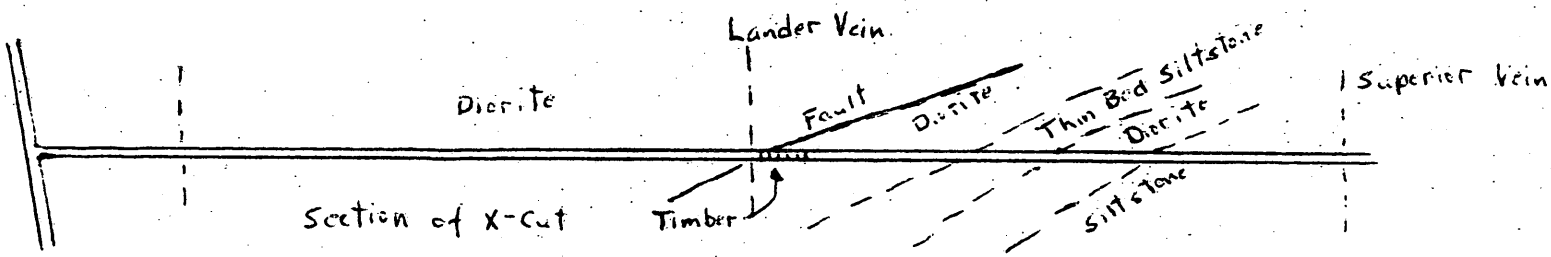
Sample No.	Oz/T Gold	Oz/T Silver	width of sample
5	0.102	0.03	10"
6	0.111	0.03	12"
7	0.543	0.29	10"
8	0.338	5.25	48"
9	0.064	0.06	48"
10	0.123	0.03	36"
11	0.029	-0.03	48"
12	0.070	0.03	48"
13	0.015	0.03	36"
14	-0.003	-0.03	10 feet along rib.
15	0.012	0.09	6"
16	-0.003	0.03	48"

By Gary M. Fechko

Gary M. Fechko
Rocky Mountain Geochemical Corporation
Sparks, Nevada December 10, 1974


Location of Samples
#7
#6
#5
#2
#1
#4
#3
#8
#9
#10
#11
#12
#13
#14
N


Superior Vein
Thomas W.
Shaft
Sample #16
Sample #15
Plan of X-Cut
Sample #14
sample # 4


Lander Vein
Diorite
Fault
Diorite
Thin Bed Siltstone
Diorite
Superior Vein
Section of X-Cut
Timber
Siltstone

Scale 1" = 200'

1 - partners
2 - Tranfer of funds to Trust Officer in Bank
3 " " " " son.

Corrections to conveyance by Lothar Jung and Anita Jung to Donald Eugene Jung.

1. Title of document should be "QUITCLAIM DEED".

2. 1st paragraph should read:

"THIS INDENTURE WITNESSETH: That Lothar Jung and Anita Jung, his wife, of Austin, Nevada, parties of the first party, do hereby forever release and quitclaim unto Donald Eugene Jung, party of the second party, all their right, title and interest in the following real property situated in Lander and Churchill Counties, State of Nevada and described as follows:

in the Reese River Mining District

3. Then list the patented and unpatented claims + add:

"together with all mining and milling equipment, buildings, water rights and other appurtenances thereon and thereon.

AND TOGETHER WITH all rights, privileges, franchises, tenements, hereditaments and appurtenances thereto belonging or appertaining, all dips, spurs and angles, and all metals, ores and mineral substances therein, and the reversion and reversions, remainder and remainders.

Witness our hands this _____ day of _____ 1972

_____ _____

Lotar Jung Anita Jung

4. Document should be acknowledged and recorded in both Lander and Churchill Counties.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

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

OFFICIAL COPY
O. M. E.
RECEIVED
DEC 24 1974
INITIALS | CODE
HK | HK

December 19, 1974

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer, Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Enclosed are the final Monthly Report and Voucher and the Operator's Final Report for the subject contract. I recommend that the Final Report be accepted.

The Operator estimates that about 80 tons of ore containing 0.25 ounce of gold per ton was stockpiled from the drift on the Superior vein and that about 5,000 tons of ore containing 0.30 ounce of gold per ton can be inferred (indicated?) as a result of the OME work. I recommend that a Certificate of Possible Production be issued.

Part of the funds authorized for timbering and assaying were not used and as a result $1,575 (Government's share = $1,181.25) remained when the time for completion of the work expired. These funds can, perhaps, be used for additional work on other projects.

H. K. Stager

Enclosures

OPERATOR'S FINAL REPORT

OME No. 6699 (metals or minerals)
Contract No. 2307
Name of Operator. Donald E. Jung & Lotar Jung
Name and location of property. New Pass Mine, Austin, Nv. 89310

The exploration project at the New Pass Mine was commenced on Dec 1, 1972. The main objective of the work being to intercept the Superior vein at a depth of approximately 340 feet below the lowest workings on said vein (No. 4 tunnel). It was also anticipated that other veins, mainly the Lander, would be intercepted by the proposed X-cut.

There were considerable delays due to very bad weather during first winter. Also much of the X-cut passed through Diorite that was harder than anticipated. On the other hand, little incompetant ground was encountered that required timbering; about 45 feet in all.

The first mineralized fault zone was encountered at a distance of 140 feet from the Thomas W. shaft. Considerable copper staining and sulfides were evident. 30 feet of slusher drift was run on this structure, mostly to the south. The assay results were negative on this structure. Future plans call for drifting to the north on this structure.

The Lander vein was the next structure encountered, at a distance of 765 feet from the Thomas W. shaft. Forty-two feet of drifting, to the north, was done here. The assay results were negative, but more work is planned here for the future.

A flat (25°) west dipping fault was encountered 860 feet from the shaft and it was here that we had to timber. From this fault on to the east, the diorite appears to be in layers alternating with layers of thin-layered siltstones. The siltstones show manganese and iron mineralization but showed no values where assayed.

Beyound the fault mentioned above the X-cut passed through layers of diorite and siltstone. The ground was considerably softer from this fault onward to the Superior vein, which allowed us to make faster progress.

The Superior vein was encountered at a distance of 1392 feet from the Thomas W. shaft. The X-cut was continued east another 16 feet to make sure we were through the vein. The vein was about 6 inches wide in the X-cut and panned free gold. We backed up and installed a switch and started drifts north and south on the vein. Assay results are shown on included report and map gives location of samples. I don't feel enough drifting has been done on the vein to establish any sort of ore reserves. Inferred reserveson what is now showing would be 5000 tons of 0.30 oz/T Au ore. It is planned to do some raising both north and south of the X-cut to further determine quantity and quality of ore. Aproximately 80 tons of 0.25 oz/T Au ore were stockpiled from the drifting on the Superior vein.

Progress on the X-cut was slower than anticipated during the first 12 months of the project due to a severe winter and quite hard rock. Beyond the Lander vein, the going was cinsiderably easier, other than the fault zone where we had to timber. Costs of the project were higher than anticipated due to these factors:

(1) Rock harder than anticipated.
(2) Cost of ventillation system higher than planned.
(3) Inflation

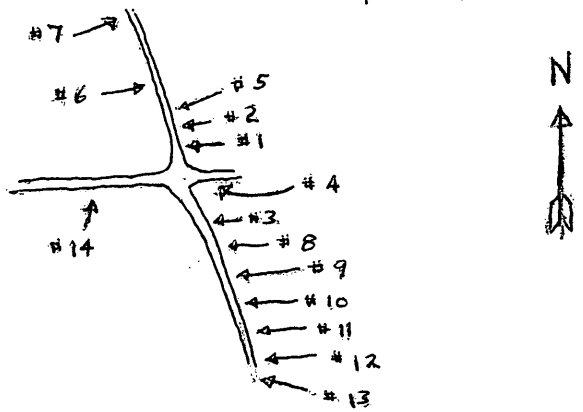
Future plans are to drift further to the north and south on the Superior vein and also to run raises at those places where the vein is widest and shows good values.

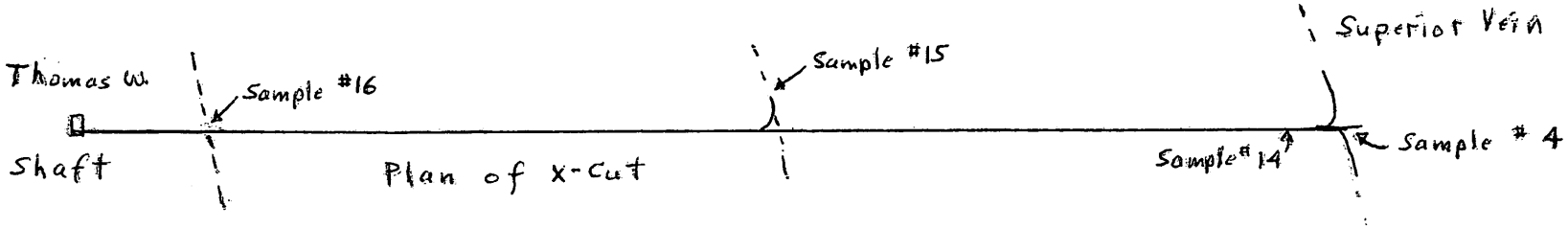
Work completed is as follows:

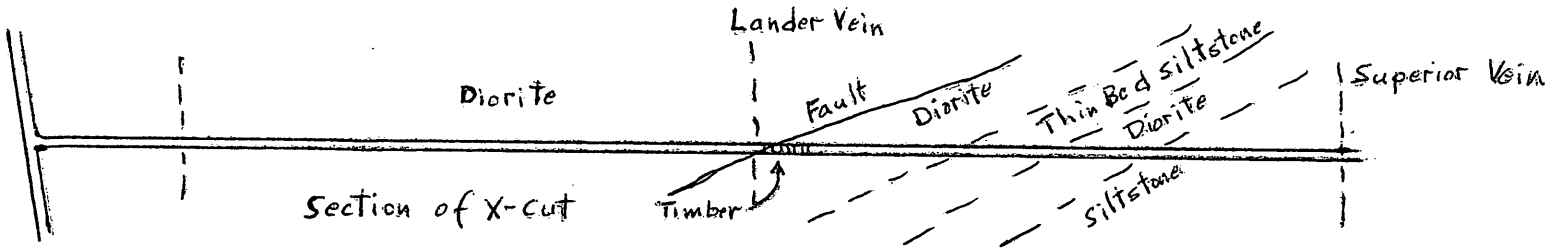
1601	feet of X-cut and drifting	$72,045.00
45	feet of timber	450.00
26	Samples to assay	130.00
	Total	72,625.00

The project was completed November 9, 1974.

Location of Samples







Scale 1" = 200'

MINING GEOLOGISTS
11844 ANTIOCH
SUN VALLEY, CALIFORNIA
899-0613 267-2681

ROBERT E. CRAIG & CO.

Submitted By:
L. Jung
P. O. Box 405
Laytonville, California.

Date February 3, 1973 **Laboratory No.** 9960
Sample No. NONE
Qualitative Spectrographic Analysis
(Percentages reported by Spectrographic method are approximate)

ELEMENT			ELEMENT			ELEMENT		
Aluminum	.16	%	Lithium	.01	%	Thorium		%
Antimony		%	Magnesium	3.02	%	Tin		%
Arsenic	.12	%	Manganese	.01	%	Titanium	1.17	%
Barium	1.04	%	Mercury		%	Tungsten		%
Beryllium		%	Molybdenum	.19	%	Uranium		%
Bismuth		%	Nickel		%	Vanadium		%
Boron		%	Osmium		%	Zinc	.06	%
Calcium	.97	%	Palladium		%	Zirconium		%
Cadmium		%	Phosphorus		%	RARE EARTHS:		
Cesium		%	Platinum		%	Cerium		%
Chromium	.08	%	Potassium	.02	%	Dysprosium		%
Cobalt		%	Rhenium		%	Erbium		%
Columbium		%	Rhodium		%	Europium		%
Copper	.02	%	Rubidium		%	Gadolinium		%
Gallium		%	Scandium		%	Holmium		%
Germanium		%	Silicon (SiO_2)	83.47	%	Lanthanum		%
Gold		%	Silver		%	Neodymium		%
Hafnium		%	Sodium	1.24	%	Praseodymium		%
Indium		%	Strontium	.02	%	Samarium		%
Iridium		%	Tantalum		%	Ytterbium		%
Iron	7.89	%	Tellurium		%	Yttrium		%
Lead	.08	%	Thallium		%			

Remarks: S - Sulfur .[illegible] Min.
Au - Gold .291 oz. per ton @$68.00 = $19.79 oz. per ton
Ag - Silver .08 oz. per ton @$1.99 = 16¢ per ton

(NOTE) Minor Rhodium, Ruthenium & Platinum present.

Analysis and report: by

Robert E. Craig

FIRE ASSAY

Sample No. Laboratory No.

Au - Gold	oz. per ton @$35.00 =		per ton
Ag - Silver	oz. per ton @$ =		per ton
Pt - Platinum	oz. per ton @$ =		per ton
Pd - Palladium	oz. per ton @$ =		per ton
Ir - Iridium	oz. per ton @$ =		per ton
Rh - Rhodium	oz. per ton @$ =		per ton

Analysis and report: by

Robert E. Craig

Remarks:

P. M. CRISMON, PRES.

CRISMON & NICHOLS

ASSAYERS AND CHEMISTS

440 SOUTH 500 WEST ST.

P.O. BOX 1708

HONE 363-7417

REPORT OF ASSAY

BALT LAKE CITY, UTAH 84110 February 14, 1973

L. Jung

HAVE ASSAYED YOUR one SAMPLES AND FIND it TO CONTAIN AS FOLLOWS:

DESCRIPTION	NO.	OZS. GOLD PER TON	OZS. SILVER PER TON	PER CENT LEAD	PER CENT COPPER	PER CENT ZINC	PER CENT INSOL.	PER CENT IRON	PER CENT	VALUE OF GOLD PER TON
		Trace	Trace							

REMARKS:

CRISMON & NICHOLS

BY [signature]

CHARGES $ 3.50 Paid

April 17, 1973 Hand Sample Serial 112592

New Dess Mines, Inc.

Austin, Nevada

RESULTS PER TON OF 2000 POUNDS

Nevada Assay Office
5800 RENO HIGHWAY
FALLON, NEVADA 89406
Telephone 867-3678

PER	GOLD Ozs. per Ton	SILVER Ozs. per Ton	LEAD Wet on Ore	COPPER Per Cent	TUNGSTEN Per Cent	ZINC Per Cent	ANTIMONY Per Cent	IRON Per Cent	CaF2 Per Cent	Per Cent	Per Cent
7 2319	Tr	1.872	→ Fines,	grab	from	muck	pile.				
8 2318	.043	Tr	→ Coarse	sulfides							

rks slab rounds 12' East of 170 Lev. Station

es $ Melvin J. Dyke

Hand Sample

Nevada Assay Office

New Pass Mines

Austin, Nevada

RESULTS PER TON OF 2000 POUNDS

	GOLD Ozs. per Ton	SILVER Ozs. per Ton	LEAD Wet on Ore	COPPER Per Cent	TUNGSTEN Per Cent	ZINC Per Cent	ANTIMONY Per Cent	IRON Per Cent	CaF2 Per Cent		
3041	.245	.732									

Remarks Sulfides, 550' East of shaft.

Charges $ 5.00

W. Clean

ROCKY MOUNTAIN GEOCHEMICAL CORP.
840 GREG STREET · SPARKS RENO NEVADA 89431 · PHONE (702) [illegible]
RENO OFFICE

Certificate of Analysis

RMGC Number:
Local Job No: 73-32-10R
Foreign Job No:
Invoice No: 7692

Date: November 3, 1973

Client: New Pass Mines
P. O. Box 69
Austin, Nevada

Client Order No.: None

Report On: 5 rock samples

Submitted by: L. Jung

Date Received: October 29, 1973

Analysis: Gold and Silver

Analytical Methods: Analysis is determined by atomic absorption.

Remarks: None

cc: Enclosed
L. Jung
RMGC
File
GMF:cj

Sample No.	Oz/T Gold	Oz/T Silver	
3	0.003	0.06	Lander Vein, Grab sample
4	0.018	0.06	" " , Quartz
5	0.003	0.09	sulfides, Lander
6	0.003	0.12	Oxides @ copper stain, Lan
7	0.003	0.03	Sulfides, Lander

By Gary M. Fechko
Gary M. Fechko

Rocky Mountain Geochemical Corporation
Sparks, Nevada November 3, 1973

All values are reported in parts per million unless specified otherwise. A minus sign (—) is to be read "less than" and a plus sign (+) "greater than." Values in parenthesis are estimates. This analytical report is the confidential property of the above mentioned client and for the protection of this client and ourselves we reserve the right to forbid publication or reproduction of this report or any part thereof without written permission.

ND — None Detected 1 ppm = 0.0001% 1 Troy oz./ton = 34.286 ppm 1 ppm = 0.0292 Troy oz./ton

RENO OFFICE

ROCKY MOUNTAIN GEOCHEMICAL CORP.

840 GREG STREET · SPARKS-RENO, NEVADA 89431 · PHONE (702) 359-6311

Certificate of Analysis

RMGC Numbers

Local Job No.:

Foreign Job No.:

Invoice No.: [illegible]

Date: November 12, 1974

Client: New Pass Mines

P. O. Box 69

Austin, Nevada 89310

Client Order No.: None

Report On: 4 rock Samples

Submitted by: Don Jung

Date Received: November 4, 1974

Analysis: Gold and Silver

Analytical Methods: Analysis is determined by atomic absorption.

Remarks: None

cc: Enclosed (2)
RMGC
File

GMF:er

Sample No.	Oz/T Gold	Oz/T Silver	width of sample
1	0.333	0.56	60"
2	0.207	0.00	6"
3	0.300	0.15	32"
4	-0.003	0.07	10ft. along rib

By Gary M. Fuchko

Gary M. Fuchko
Rocky Mountain Geochemical Corporation
Sparks, Nevada November 12, 1974

All values are reported in parts per million unless specified otherwise. A minus sign (—) is to be read "less than" and a plus sign (+) "greater than." Values in parenthesis are estimates. This analytical report is the confidential property of the above mentioned client and for the protection of this client and ourselves we reserve the right to forbid publication or reproduction of this report or any part thereof without written permission.

ND = None Detected 1 ppm = 0.0001% 1 Troy oz./ton = 34.286 ppm 1 ppm = 0.0292 Troy oz./ton

Client: Pass Mines Date: Dec. 10, 1974 RMGC Job No. 74-37-33R

Sample No.	Oz/T Gold	Oz/T Silver	width of sample
5	0.102	0.03	10"
6	0.111	0.03	12"
7	0.543	0.29	10"
8	0.338	5.25	48"
9	0.064	0.06	48"
10	0.123	0.03	36"
11	0.029	-0.03	48"
12	0.070	0.03	48"
13	0.015	0.03	36"
14	-0.003	-0.03	10 feet along rib.
15	0.012	0.09	6"
16	-0.003	0.03	48"

By Gary M. Fechko

Gary M. Fechko
Rocky Mountain Geochemical Corporation
Sparks, Nevada December 10, 1974

OPERATOR'S FINAL REPORT

OME No. 6699 (metals or minerals)
Contract No. 2307
Name of Operator. Donald E. Jung & Lotar Jung
Name and location of property. New Pass Mine, Austin, Nv. 89310

The exploration project at the New Pass Mine was commenced on Dec 1, 1972. The main objective of the work being to intercept the Superior vein at a depth of approximatedy 340 feet below the lowest workings on said vein (No. 4 tunnel). It was also anticipated that other veins, mainly the Lander, would be intercepted by the proposed X-cut.

There were considerable delays due to very bad weather during first winter. Also much of the X-cut passed through Diorite that was harder than anticipated. On the other hand, little incompetant ground was encountered that required timbering; about 45 feet in all.

The first mineralized fault zone was encountered at a distance of 140 feet from the Thomas W. shaft. Considerable copper staining and sulfides were evident. 30 feet of slusher drift was run on this structure, mostly to the south. The assay results were negative on this structure. Future plans call for drifting to the north on this structure.

The Lander vein was the next structure encountered, at a distance of 765 feet from the Thomas W. shaft. Forty-two feet of drifting, to the north, was done here. The assay results were negative, but more work is planned here for the future.

A flat (25°) west dipping fault was encountered 860 feet from the shaft and it was here that we had to timber. From this fault on to the east, the diorite appears to be in layers alternating with layers of thin-layered siltstones. The siltstones show manganese and iron mineralization but showed no values where assayed.

Beyound the fault mentioned above the X-cut passed through layers of diorite and siltstone. The ground was considerably softer from this fault onward to the Superior vein, which allowed us to make faster progress.

The Superior vein was encountered at a distance of 1392 feet from the Thomas W. shaft. The X-cut was continued east another 16 Feet to make sure we were through the vein. The vein was about 6 inches wide in the X-cut and panned free gold. We backed up and installed a switch and started drifts north and south on the vein. Assay results are shown on included report and map gives location of samples. I don't feel enough drifting has been done on the vein to establish any sort of ore reserves. Inferred reserveson what is now showing would be 5000 tons of 0.30 oz/T Au ore. It is planned to do some raising both north and south of the X-cut to further determine quantity and quality of ore. Aproximately 80 tons of 0.25 oz/T Au ore were stockpiled from the drifting on the Superior vein.

Progress on the X-cut was slower than anticipated during the first 12 months of the project due to a severe winter and quite hard rock. Beyond the Lander vein, the going was cinsiderably easier, other than the fault zone where we had to timber. Costs of the project were higher than anticipated due to these factors:

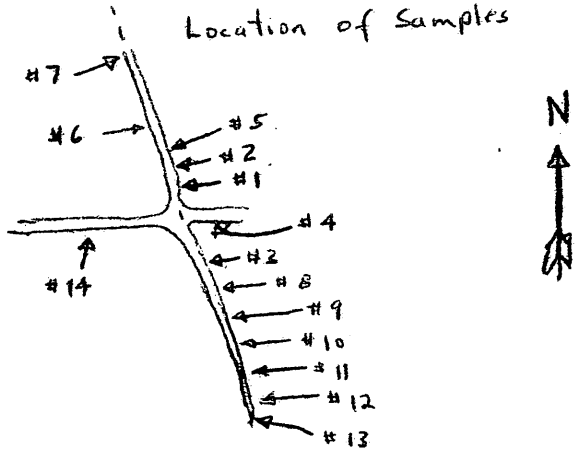
(1) Rock harder than anticipated.
(2) Cost of ventillation system higher than planned.
(3) Inflation

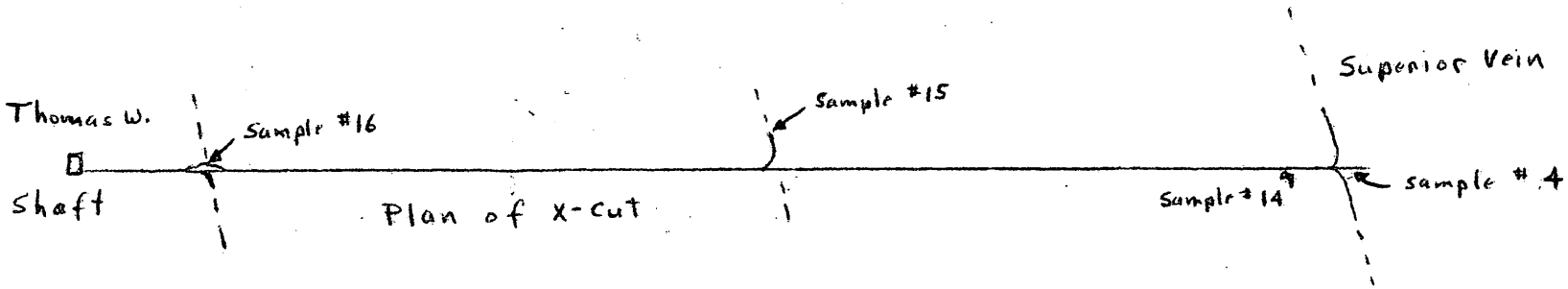
Future plans are to drift further to the north and south on the Superior vein and also to run raises at those places where the vein is widest and shows good values.

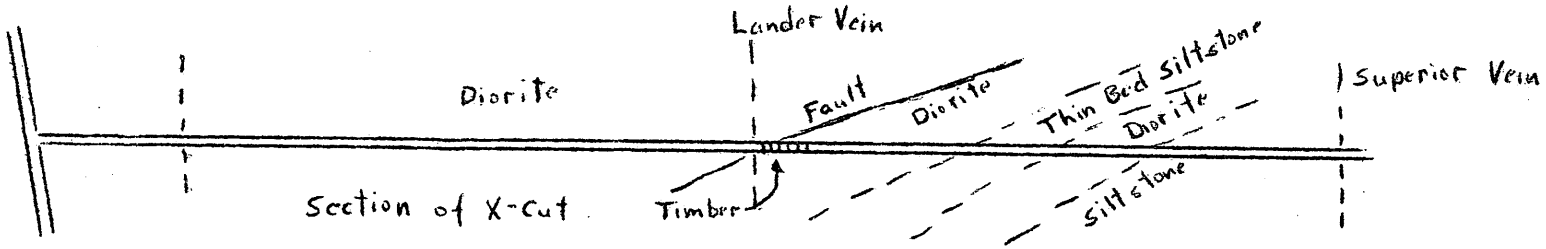
Work completed is as follows:

1601	feet of X-cut and drifting	$72,045.00
45	feet of timber	450.00
26	Samples to assay	130.00
	Total	72,625.00

The project was completed November 9, 1974.


Location of Samples
#7
#6
#5
#2
#1
#4
#3
#14
#8
#9
#10
#11
#12
#13
N


Superior Vein
Thomas W.
Shaft
Sample #16
Sample #15
Plan of X-cut
Sample #14
sample #4


Lander Vein
Diorite
Fault
Diorite
Thin Bed Siltstone
Diorite
Superior Vein
Section of X-cut
Timber
Siltstone

Scale 1" = 200'

ROBERT E. CRAIG & CO.

MINING GEOLOGISTS
11844 ART STREET
SUN VALLEY, CALIFORNIA
899-0613 767 2681

Submitted By:
L. Jung
P. O. Box 405
Laytonville, California.

Date February 3, 1973 **Laboratory No.** 9960
Sample No. NONE
Qualitative Spectrographic Analysis
(Percentages reported by Spectrographic method are approximate)

ELEMENT			ELEMENT			ELEMENT		
Aluminum	.16	%	Lithium	.01	%	Thorium		%
Antimony		%	Magnesium	3.02	%	Tin		%
Arsenic	.12	%	Manganese	.01	%	Titanium	1.17	%
Barium	1.04	%	Mercury		%	Tungsten		%
Beryllium		%	Molybdenum	.19	%	Uranium		%
Bismuth		%	Nickel		%	Vanadium		%
Boron		%	Osmium		%	Zinc	.06	%
Calcium	.97	%	Palladium		%	Zirconium		%
Cadmium		%	Phosphorus		%	RARE EARTHS:		
Cesium		%	Platinum		%	Cerium		%
Chromium	.08	%	Potassium	.02	%	Dysprosium		%
Cobalt		%	Rhenium		%	Erbium		%
Columbium		%	Rhodium		%	Europium		%
Copper	.02	%	Rubidium		%	Gadolinium		%
Gallium		%	Scandium		%	Holmium		%
Germanium		%	Silicon (SiO_2)	83.47	%	Lanthanum		%
Gold		%	Silver		%	Neodymium		%
Hafnium		%	Sodium	1.24	%	Praseodymium		%
Indium		%	Strontium	.02	%	Samarium		%
Iridium		%	Tantalum		%	Ytterbium		%
Iron	7.89	%	Tellurium		%	Yttrium		%
Lead	.08	%	Thallium		%			

Remarks: S - Sulfur .[illegible] Min.
Au - Gold .291 oz. per ton @$68.00 = $19.79 oz. per ton
Ag - Silver .08 oz. per ton @$1.99 = 16¢ per ton

(NOTE) Minor Rhodium, Ruthenium & Platinum present.

Analysis and report: by

Robert E. Craig

FIRE ASSAY

Sample No.		Laboratory No.
Au - Gold	oz. per ton @$35.00 =	per ton
Ag - Silver	oz. per ton @$ =	per ton
Pt - Platinum	oz. per ton @$ =	per ton
Pd - Palladium	oz. per ton @$ =	per ton
Ir - Iridium	oz. per ton @$ =	per ton
Rh - Rhodium	oz. per ton @$ =	per ton

Analysis and report: by

Robert E. Craig

Remarks:

P. M. CRISMON, PRES.

CRISMON & NICHOLS

ASSAYERS AND CHEMISTS

440 SOUTH 500 WEST ST.

PHONE 363-7417

P.O. BOX 1700

SALT LAKE CITY, UTAH 84110

REPORT OF ASSAY

February 14, 1973

L. Jung

HAVE ASSAYED YOUR one SAMPLES AND FIND it TO CONTAIN AS FOLLOWS:

DESCRIPTION	NO.	OZS. GOLD PER TON	OZS. SILVER PER TON	PER CENT LEAD	PER CENT COPPER	PER CENT ZINC	PER CENT INSOL.	PER CENT IRON	PER CENT	VALUE OF GOLD PER TON
		Trace	Trace							

REMARKS:

CRISMON & NICHOLS

BY [illegible]

CHARGES $ 3.50 Paid

April 17, 1973 Hand Sample Serial 112592

New Deco Mines, Inc.

Austin, Nevada

RESULTS PER TON OF 2000 POUNDS

Nevada Assay Office
5800 RENO HIGHWAY
FALLON, NEVADA 89406
Telephone 867-3678

PER	GOLD Ozs. per Ton	SILVER Ozs. per Ton	LEAD Wet on Ore	COPPER Per Cent	TUNGSTEN Per Cent	ZINC Per Cent	ANTIMONY Per Cent	IRON Per Cent	CaF2 Per Cent	Per Cent	Per Cent
7 2339	Tr	1.872	→ fines, grab from muck pile.								
8 2334	.043	Tr	→ coarse sulfides								

rks slab round, 12' east of 470 Lev. Station

es S. Mullen Dolby

Aug. 28, 1973 Hand Sample [illegible]

Nevada Assay Office

[illegible]

FALLON NEVADA [illegible]

Telephone [illegible]

New Pass Mines

Austin, Nevada

RESULTS PER TON OF 2000 POUNDS

[illegible]	GOLD Ozs. per Ton	SILVER Ozs. per Ton	LEAD Wet on Ore	COPPER Per Cent	TUNGSTEN Per Cent	ZINC Per Cent	ANTIMONY Per Cent	IRON Per Cent	CaF2 Per Cent	Per Cent	Per
3041	.245	.732									

Remarks Sulfides, 550' East of shaft

Charges $ 5.00

[illegible]

ROCKY MOUNTAIN GEOCHEMICAL CORP.
840 GREG STREET · SPARKS-RENO, NEVADA 89431 · PHONE (702) 359-6-11
RENO OFFICE

Certificate of Analysis

RMGC Numbers:
Local Job No.: 73-32-10R
Foreign Job No.:
Invoice No.: 7692

Date: November 3, 1973

Client: New Pass Mines
P. O. Box 69
Austin, Nevada

Client Order No.: None

Report On: 5 rock samples

Submitted by: L. Jung

Date Received: October 29, 1973

Analysis: Gold and Silver

Analytical Methods: Analysis is determined by atomic absorption.

Remarks: None

cc: Enclosed
L. Jung
RMGC
File
GMF:cj

Sample No.	Oz/T Gold	Oz/T Silver	
3	0.003	0.06	Lander Vein, Grab sample
4	0.018	0.06	" " , Quartz
5	0.003	0.09	sulfides , Lander
6	0.003	0.12	Oxides @ copper stain, Lan
7	0.003	0.03	Sulfides , Lander

By Gary M. Fechko
Gary M. Fechko

Rocky Mountain Geochemical Corporation
Sparks, Nevada November 3, 1973

All values are reported in parts per million unless specified otherwise. A minus sign (—) is to be read "less than" and a plus sign (+) "greater than." Values in parenthesis are estimates. This analytical report is the confidential property of the above mentioned client and for the protection of this client and ourselves we reserve the right to forbid publication or reproduction of this report or any part thereof without written permission.

ND - None Detected 1 ppm = 0.0001% 1 Troy oz./ton = 34.286 ppm 1 ppm = 0.0292 Troy oz./ton

ROCKY MOUNTAIN GEOCHEMICAL CORP.
840 GREG STREET · SPARKS-RENO, NEVADA 89431 · PHONE: (702) 359-6311
RENO OFFICE

Certificate of Analysis

RMGC Numbers
Local Job No.:
Foreign Job No.:
Invoice No.:

Date: November 12, 1974

Client: New Pass Mines
P. O. Box 69
Austin, Nevada 89310

Client Order No.: None

Report On: 4 rock Samples

Submitted by: Don Jung

Date Received: November 4, 1974

Analysis: Gold and Silver

Analytical Methods: Analysis is determined by atomic absorption.

Remarks: None

cc: Enclosed (2)
RMGC
File

GMF:er

Sample No.	Oz/T Gold	Oz/T Silver	width of sample
1	0.333	0.56	60"
2	0.207	0.09	6"
3	0.309	0.15	32"
4	-0.003	0.03	10 ft. along rib

By Gary M. Fechko

Gary M. Fechko
Rocky Mountain Geochemical Corporation
Sparks, Nevada November 12, 1974

All values are reported in parts per million unless specified otherwise. A minus sign (—) is to be read "less than" and a plus sign (+) "greater than." Values in parenthesis are estimates. This analytical report is the confidential property of the above mentioned client and for the protection of this client and ourselves we reserve the right to forbid publication or reproduction of this report or any part thereof without written permission.

ND = None Detected 1 ppm = 0.0001% 1 Troy oz./ton = 34.286 ppm 1 ppm = 0.0292 Troy oz./ton

Client New Pass Mines Date Dec. 10, 1974 RMGC Job No.

Sample No.	Oz/T Gold	Oz/T Silver	width of sample
5	0.102	0.03	— 10"
6	0.111	0.03	— 12"
7	0.543	0.29	— 10"
8	0.338	5.25	— 48"
9	0.064	0.06	— 48"
10	0.123	0.03	— 36"
11	0.029	-0.03	— 48"
12	0.070	0.03	— 48"
13	0.015	0.03	— 36"
14	-0.003	-0.03	— 10 feet along rib.
15	0.012	0.09	— 6"
16	-0.003	0.03	— 48"

By Gary M. Fechko

Gary M. Fechko
Rocky Mountain Geochemical Corporation
Sparks, Nevada December 10, 1974

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

OFFICIAL COPY
O. M. E.
RECEIVED
NOV 27 1974
INITIALS CODE
HK UK

November 22, 1974

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer, Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by Mr. Donald Jung, on November 20, 1974.

Since the last inspection on September 26 (Report dated September 30, 1974), the OME crosscut has been advanced 83 feet to the east, for a total of 1,408 feet from the Thomas W. shaft on the 490 level. The Superior vein was intersected by the crosscut at 1,392 feet and drifts were driven about 60 feet to the north and 60 feet to the south on the vein. The vein ranges from 6 inches to 5 feet wide and three samples, for which assays have been received, indicate 0.207-0.333 ounce of gold and 0.09-6.56 ounces of silver per ton. Additional samples have been taken and are being assayed. The Operator is preparing a final voucher and Operator's Final Report that will be submitted by the end of the month. All work authorized by the contract has been completed and a Certification of Possible Production will be recommended. Additional exploration and mining of the Superior and Lander veins is planned by the Operator and a request for additional OME assistance will probably be made sometime this winter.

The Operator is now mining and milling ore from the Thomas W. vein on the 540 level. This ore is not subject to OME royalty.

On November 18, Mr. Lotar Jung, Co-operator and father of Donald E. Jung, died of a heart attack. He had been working at the mine, operating the hoist, throughout much of the contract period.

H. K. Stager

Lotar Jung died 11/18/74 - heart attack

FORM
MAR

HK 11/9/74 11/19/74

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER For Month of October 1974

Docket No. OME- 6699
Contract 14-08-0001 (2307)
Contract Amount $74,200.00
Gov't. Participation % 75 $55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

COST ITEMS (FROM EXHIBIT A)	FOR OPERATOR'S USE: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS	FOR GOVERNMENT USE ONLY: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS
		$		$		$		$
Crosscutting & Drifting	112'	5040.00	1521'	68,445.00	112'	5040.00	1521'	68,445.00
Timber	0	0.00	45'	450.00	0	0	45'	450.00
Assays	0	0.00	10	50.00	0	0	10	50.00
TOTALS		$5040.00		$68,945.00		$5040.00		$68,945.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 3 Nov. 1974 *Payee Don Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature R. M. Smith for OME Field Officer Date 11/5/74

(63) 14X0804

Approved for: $3780.00
(SUBJECT TO AUDIT)

Signature FAN

Date 11 NOV 1974 Vou. No. 05451A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the original Operator's Monthly Voucher.

November 3, 1974

During the month of October, 112 ft. of crosscut and drifting was completed. The Superiorvein was intersected at a distance of 1392ft. from the Thomas W. shaft. The crosscut was continued for 16 ft. beyond the intersection to make sure we were through the Superior fault.

The vein was narrow, about 6in., where intersected, but it panned free gold. A switch was put in and we are presently drifting north and south on the vein. The north drift encountered wider ore in about 10 ft. This ore has lead, zinc and copper showing in it. The vein was about 5 ft. wide for a short distance and then turned back in to gouge. It seems to be getting wider again. The south drift is just getting into the vein and a narrow streak of quartz showing there pans free gold. The south drift is now out 31 ft. and the north drift is 36 ft. from the switch.

Samples were cut from both headings and are presently being processed.

Don Jung

Don Jung

New Pass Mine

Austin, Nevada 89310

FORM 9-1648
MARCH 1962

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

HR 10/8/74
10/16/74

OPERATOR'S MONTHLY VOUCHER

For Month of Sept. 1974

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

COST ITEMS (FROM EXHIBIT A)	FOR OPERATOR'S USE: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS	FOR GOVERNMENT USE ONLY: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS
		$		$		$		$
Crosscutting	140'	6300.00	1409'	63,405.00	140'	6,300.00	1,409'	63,405.00
Timbering	0	0.00	45'	450.00	0	0	45'	450.00
Assays	0	0.00	10'	50.00	0	0	10	50.00
				$ 63,905.00				
TOTALS		$ 6300.00		$ ~~64,355.00~~		$ 6,300.00		$ 63,905.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 28 Sept. 1974 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer Date 10-2-74

(63) 14X0804

Approved for: $ 4,725.00
(SUBJECT TO AUDIT)

Signature FAN

Date 11 OCT 1974 Vou. No. 05371A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

9-28-74

During the month of Sept., 140 feet of X-cut was completed. The X-cut went back into a siltstone formation which contains considerable oxidized iron and silica. At about 1300 feet, numerous small quartz viens were encountered, but they do not pan any free gold. They will be sampled and assayed. The quartz veins encountered have been steeply dipping or vertical, in contrast to the relatively flat dip (25^{0}) of the diorite and Siltstone layers.

Don Jung
New Pass Mine

Don Jung

05371A

HK

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

September 30, 1974

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by Mr. Donald Jung, on September 26, 1974.

Since the last inspection on August 28 (Report dated August 30, 1974), the OME crosscut has been advanced about 125 feet to the east, for a total of about 1,325 feet from the Thomas W. shaft on the 490 level. The crosscut is again in intensely fractured siltstone, or chert, and rapid progress is being made. The intersection of the Superior vein is expected within a very short distance, and at the time of the inspection a mineralized quartz vein about 4 inches wide with about 8 inches of oxidized wallrock material was exposed in the face.

About 1,400 feet of crosscutting and drifting has been completed leaving about 200 feet to be completed by November 9, 1974. The Operator hopes to finish the work by November 9 and then recess the project until next spring. If OME funds are available the Operator will probably request an amendment to the contract providing for additional drifting and/or raising to explore the Superior and Lander veins.

H. K. Stager

Terminates
Nov. 9, 1974.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

August 30, 1974

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by Mr. Donald Jung, on August 28, 1974.

Since the last inspection on July 24, 1974 (Report dated July 30, 1974) the OME crosscut has been advanced about 180 feet to the east, for a total of about 1,200 feet from the Thomas W. shaft on the 490 level. The crosscut is again in hard greenstone after passing through about 100 feet of dense, gray, thinly bedded chert. No additional timbering has been required and no faults or significant mineralization intersected. The face of the crosscut appeared to be intersecting slightly fractured rock and this may be the True Blue vein that crops out about 150 feet west of the Superior vein. At the present rate of advance the crosscut should reach the Superior vein (the principal target of the project) by late September.

About 1,270 feet of crosscutting and drifting has been completed, leaving about 330 feet to be completed by November 9, 1974.

H. K. Stager

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

ATOR'S MONTHLY VOUCHER For Month of August 1974

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 14,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	150 ft	6750.00	1269'	57,105.00	150'	6,750.00	1,269'	57,105.00
Timbering	0	0.00	45'	450.00	0	0	45'	450.00
Assays	0	0.00	10	50.00	0	0	10	50.00
TOTALS		$6750.00		$ 57,605.00		$ 6,750.00		$ 57,605.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 2 Sept. 1974 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] 9-5-74
OME Field Officer Date

(63) 14X0804

Approved for: $ 5,062.50
(SUBJECT TO AUDIT)

Signature [illegible]

Date SEP 18 1974 Vou. No. 05309

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings; and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

August 31, 1974

During the month of August, 150 feet of X-cut was completed. The X-cut passed through approximately 100 feet of altered fine grained sedimentary rock (siltstone?) This unit along with the diorite on either side appears to be lying in beds that dip about 25° to the west. The X-cut is presently in diorite with faulting present but only minor quartz seams. The face is 1200 feet from the shaft and the True Blue vein should be intersected at any time.

Don Jung

Don Jung

New Pass Mine

RECEIVED

SEP 5 1974

OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

FORM 9-1642
MARCH 1968

HK 9/16/74

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER

For Month of July 1974

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	125'	5625.00	1119'	50,355.00	125'	5,625.00	1,119'	50,355.00
Timber	15'	150.00	45'	450.00	15'	150.00	45'	450.00
Assays	0	0.00	10	50.00	0	0	10	50.00
TOTALS		$ 5775.00		$ 50,855.00		$ 5,775.00		$ 50,855.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 31 July 1974 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 8-5-74 Date

(63) 14X0804

Approved for: $ 4,331.25 (SUBJECT TO AUDIT)

Signature FAN

Date 19 AUG 1974 Vou. No. 05176A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

July 1974

During the month of July, 125 feet of X-cut was completed. The X-cut entered again into hard Diorite, which makes drilling difficult. A little oxidized material has showed up in the last two rounds and the ground is getting softer again. Another 15 feet of timber had to be put in at the fault that was passed through in June.

No ore has yet been found.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

July 30, 1974

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by Mr. Donald Jung, on July 24, 1974.

Since the last inspection on June 20 (Report dated June 28, 1974) the OME crosscut has been advanced about 130 feet to the east, for a total of about 1,020 feet from the Thomas W. shaft on the 490 level. The ventilation line is being installed as the crosscut is advanced and is kept within about 100 feet of the working face. The face of the crosscut is in hard greenstone and no timber has been required since the 30 feet of timber that was required from 865 to 895 feet. No significant mineralization has been intersected in the last 250 feet and none is expected before the True Blue vein that may be intersected at about 1,200 feet.

About 1,090 feet of crosscutting and drifting has been completed leaving about 510 feet to be completed.

H. K. Stager

FORM 9-1648
MARCH 1968

✓ HR 7/9/74

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER For Month of June 1974

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscut & Drift	57ft.	2565.00	994'	44,730.00	57'	2,565.00	994'	44,730.00
Timbering	20ft	200.00	30'	300.00	20'	200.00	30'	300.00
Assays	0	0.00	10	50.00	0	0	10	50.00
TOTALS		$2765.00		$45,080.00		$2,765.00		$45,080.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 6-29-74 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 7-1-74 Date

(63) 14X0804

Approved for: $ 2 073.75 (SUBJECT TO AUDIT)

Signature FAW

Date 7/11/74 Vou. No. 05037A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

June 28, 1974

Mr. H. K. Stager
U. S. Geological Survey
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, Calif. 94025

Dear Mr. Stager,

During the month of June, 57' of X-cut was completed.

The first week of the month was spent in completing the ventilation system and putting a tram motor and another car down the shaft.

A westerlydipping fault was passed through and it caused us to put in 20 feet of timber as the ground was blocky and loose.

No significant vein has been encountered although several small stringers of quartz with minor amounts of galena were found just east of the above fault.

Re: OME-6699 (Gold-silver)
Donald B. Jung

New Pass Mine
Box 69
Austin, Nevada

Contract 2307

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

June 28, 1974

MEMORANDUM

To: Chief, Office of Minerals Exploration
Reston, Virginia

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by Mr. Donald Jung, on June 20, 1974.

Since the last inspection on May 15 (Report dated May 20, 1974) the OME crosscut has been advanced about 30 feet to the east, for a total of about 900 feet from the Thomas W. shaft on the 490 level. The face of the crosscut is again in stable rock, after passing through about 25 feet of fractured ground that required timber support. The ventilation system is working well and has greatly improved the working conditions in the crosscut. No significant mineralization has been intersected since the Lander vein at about 770 feet east of the shaft.

About 630 feet of crosscutting and drifting remain to be completed under the contract and at the present rate of advance the work should be completed about November 1, 1974.

H. K. Stager

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

May 20, 1974

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by Mr. Donald Jung, on May 15, 1974.

Work on the project was recessed on November 16, 1973 and was resumed about May 6, 1974. Track has been extended to open stopes north of the Thomas W. shaft on the 490 level, from the OME crosscut, so that waste rock from the crosscut can be used to backfill the stopes and avoid hoisting to the surface for disposal. Ventilation line is being installed from the shaft station to near the working face and several sets of timber will be placed in the crosscut before driving is resumed during late May. The OME workings were inspected and appear in excellent condition. There was no sloughing or caving during the recess period.

H. K. Stager

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

April 2, 1974

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Jung:

Thank you for your letter of February 16 reporting your activities at the New Pass Mine during the present recess period. I hope you have been able to place the necessary timber and vent pipe in the crosscut and are ready to resume the contract work. Although the allowable recess period does not end until May 15, I urge you to resume work as soon as possible in order to assure completion of the work by November 9, 1974, as it is unlikely that an additional extension of time will be possible. My records indicate that 663 feet of crosscutting and drifting remain to be completed under the contract.

I plan an inspection trip to Nevada in late April and will visit your property at that time.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

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

OFFICIAL
COPY
O. M. E.
RECEIVED
FEB 14 1974
INITIALS | CODE
HK

February 5, 1974

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Jung:

While in Reno last month, I talked to Mr. Paul Fillo, U. S. Bureau of Mines Liaison Officer for Nevada, about your fuel difficulties. Mr. Fillo is on the fuel allocation board for Nevada and he can probably help you obtain the fuel you need for your exploration and mining. I suggest that you write, or telephone, his office in Carson City and tell him your fuel needs. His address is Room 306, Federal Building, U. S. Post Office, 705 N. Plaza Street, Carson City, Nevada 89701, and his telephone number is 882-9380.

I hope you will soon be able to resume your exploration work.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

HK 1/24/74

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

January 21, 1974

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Enclosed are the Government's copy and Branch of Financial Management's copy of Amendment No. 1 to the subject contract signed by the Operators. The other copies have been distributed in the usual manner.

H. K. Stager

Enclosures

RECEIVED
JAN 24
HK

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

January 7, 1974

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Jung:

Enclosed are the original and three copies of proposed Amendment No. 1 (one page) to the subject contract, signed for the Government.

If the proposed amendment is satisfactory to you, all four copies should be signed by you and your father and the Government's copy, Branch of Financial Management's copy, and Field Office's copy returned to this office. The Operator's copy should be retained for your files.

If any part of the proposed amendment does not have your approval, the original and all copies are to be returned to this office together with the proposed changes for consideration. If you have any questions, please call this office.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

FORM 9-1648
MARCH 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OFFICIAL COPY
O. M. E.
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DEC 28 1973
INITIALS CODE
HK 12/10/73
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OPERATOR'S MONTHLY VOUCHER

For Month of November 1973

Docket No. OME- 26999
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

COST ITEMS (FROM EXHIBIT A)	FOR OPERATOR'S USE: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS	FOR GOVERNMENT USE ONLY: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS
		$		$		$		$
Crosscut + Drift	50 ft.	2,250.00	937'	42,165.00	50'	2,250.00	937'	42,165.00
Timbering	0	0.00	10'	100.00	0	0	10'	100.00
Assays	5	25.00	10	50.00	5	25.00	10	50.00
TOTALS		$2275.00		$42,315.00		$2,275.00		$42,315.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 30 Nov. 1973 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 12-4-73 Date

(63) 14X0804

Approved for: $ 1,706.25
(SUBJECT TO AUDIT)

Signature BM7

Date 20 DEC 1973 Vou. No. 04785A

(SEE OTHER SIDE)

FOR OPERATOR'S USE

REMARKS

FOR GOVERNMENT USE

REMARKS

RECEIVED
U.S. GEOLOGICAL SURVEY

DEC 13 12 05 PM '13

BUDGET & FINANCE

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

30 Nov. 1973

During the month of November, 30 ft. of X-cut was driven and 20 ft. of drifting was done on the Lander Vein. We drifted to the North on the Lander Vein. No ore was found in the course of this work. The X-cut entered loose and blocky ground at a point about 860 ft. east of the Thomas W. Shaft. There are numerous clay seams throughout the rock which will necessitatate the use of timber through this zone. A black mineral (manganese?) is evident in this fault zone.

Work was suspended on the 16th of Nov. and a 6 month recess is requested; reasons being the difficulty in obtaining sufficient diesel fuel and also the need to put in a ventillation system before we proceed further.

RENO OFFICE

ROCKY MOUNTAIN GEOCHEMICAL CORP.

840 GREG STREET · SPARKS-RENO, NEVADA 89431 · PHONE: (702) 359-6311

Certificate of Analysis

RMGC Numbers:
Local Job No.: 73-32-10R
Foreign Job No.:
Invoice No.: 7692

Date: November 3, 1973

Client: New Pass Mines
P. O. Box 69
Austin, Nevada

Client Order No.: None

Report On: 5 rock samples

Submitted by: L. Jung

Date Received: October 29, 1973

Analysis: Gold and Silver

Analytical Methods: Analysis is determined by atomic absorption.

Remarks: None

cc: Enclosed
L. Jung
RMGC
File
GMF:cj

Sample No.	Oz/T Gold	Oz/T Silver	
3	0.003	0.06	Lander Vein, Grab sample
4	0.018	0.06	" " , Quartz
5	0.003	0.09	Sulfides, Lander
6	0.003	0.12	Oxides @ copper stain, Lander
7	0.003	0.03	Sulfides, Lander

By Gary M. Fechko
Gary M. Fechko

Rocky Mountain Geochemical Corporation
Sparks, Nevada November 3, 1973

All values are reported in parts per million unless specified otherwise. A minus sign (—) is to be read "less than" and a plus sign (+) "greater than." Values in parenthesis are estimates. This analytical report is the confidential property of the above mentioned client and for the protection of this client and ourselves we reserve the right to forbid publication or reproduction of this report or any part thereof without written permission.

ND = None Detected 1 ppm = 0.0001% 1 Troy oz./ton = 34.286 ppm 1 ppm = 0.0292 Troy oz./ton

Geological Survey
National Center, Mail Stop 920
12201 Sunrise Valley Drive
Reston, Virginia 22092

December 28, 1973

eld Officer, Region II

ief, Office of Minerals Exploration

ME-6699 (Gold-Silver)
onald E. Jung and Lotar Jung
ew Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

sed are the original and three copies of proposed Amendment No. 1 page) to the subject contract, signed for the Government. An tra copy of the amendment is also enclosed for field use.

If the proposed amendment is satisfactory to you and the Operator, all four copies should be signed by an authorized representative of the Operator and distributed as usual.

If any part of the proposed amendment does not have your approval or that of the Operator, the original and all copies are to be returned to this office together with the proposed changes for consideration.

Gail P. Wiegand for

Harold Kirkemo

Enclosures

cc:
DRF
MR Rdg.
OME Rdg.
OME Docket
Mr. Kirkemo

HKirkemo/gpw

Geological Survey
National Center, Mail Stop 920
12201 Sunrise Valley Drive
Reston, Virginia 22092

December 28, 1973

Memorandum

To: Field Officer, Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Enclosed are the original and three copies of proposed Amendment No. 1 (one page) to the subject contract, signed for the Government. An extra copy of the amendment is also enclosed for field use.

If the proposed amendment is satisfactory to you and the Operator, all four copies should be signed by an authorized representative of the Operator and distributed as usual.

If any part of the proposed amendment does not have your approval or that of the Operator, the original and all copies are to be returned to this office together with the proposed changes for consideration.

Gail P. Wiegand for

Harold Kirkemo

Enclosures

cc:
DRF
MR Rdg.
OME Rdg.
OME Docket
Mr. Kirkemo

HKirkemo/gpw

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code

December 10, 1973

Memorandum

To: The File

From: Chief, Office of Minerals Exploration

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Justification for Amendment No. 1

The Operator on November 30, 1973, requested a recess of six months duration of the subject contract because of the difficulty of obtaining diesel fuel in quantities sufficient for continued operation. About 1,200 gallons per month are required.

The Operator informed the Field Officer, OME Region II, in October 1973 that his supply of fuel for compressors and other mining equipment would soon be exhausted and that his supplier in Austin, Nevada, could not resupply him because he had not purchased diesel fuel in January 1973. The Field Officer wrote to the Office of Oil and Gas, San Francisco, to explain the situation and asked for advice to help the Operator obtain fuel. To date, there has been no reply to this request. Hopefully, adequate fuel supply can be obtained or assured during the recess period so that work on the contract can resume and continue to completion.

The Field Officer recommends approval of the Operator's request to recess the contract and I concur in the recommendation.

In the last month of operation, the crosscut entered into a rock section requiring timber support. During the period of recess, the Operator may install timber through this section in order to protect the crosscut from collapse. This work would be required as a safety measure before the crosscut could be advanced further. Also, charges for assays of samples taken in the crosscut and drift will be received during the period of recess. The amendment provides for payment of these costs when claimed by the Operator.

Harold Kirkemo

Harold Kirkemo

cc: DRF/ MR Rdg.
OME Rdg./Mr. Kirkemo
HKirkemo/gpw

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

December 4, 1973

OFFICIAL COPY
O. M. E.
RECEIVED
DEC 7 1973
INITIALS | COPE
HK | HK

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Enclosed is a request from the Operator of the subject project for a six months' recess.

I recommend that an amendment be prepared to allow a recess during the period from November 16 to May 15, 1974, and to extend the time for completion of the work from 18 months to 24 months from the date of the contract.

The amendment should probably be written so as to allow the payment for any timbering done in the crosscut during the recess period and for any assays of samples taken from exposures in the crosscut or drifts.

H. K. Stager

Enclosure

30 November 1973

Mr. Harold K. Stager
Field Officer
OME, Region II

Dear Mr. Stager,

I would like to make a request at this time for a six (6) months recess on our exploration project at the New Pass Mine. Docket No. OME-6699.

The reson being that diesel fuel is getting difficult to obtain in quantities sufficient for continued operation. We also need to install a ventillation system in the X-Cut before we proceed any further. We plan on doing this during the recess.

Respectfully yours,

Don Jung

Don Jung

RECEIVED
DEC - 4 1973
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

HK 12/5/73

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

December 3, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on November 28, 1973.

Since the last interim inspection on September 20, 1973 (report dated September 24, 1973), the OME crosscut has been advanced an additional 162 feet to the east, for a total of 872 feet from the Thomas W. shaft on the 490 level. The last 20 to 30 feet of the crosscut is in fractured and unstable rock and will require timber support. The Lander vein was intersected about 770 feet east of the shaft and about 42 feet of drift was driven on the vein. The vein consists of about one foot of quartz in a fault zone about 40 feet wide, but only traces of gold and silver are indicated by assays of samples taken along the vein.

Because of the shortage of diesel fuel the Operator was forced to stop work on November 16 and does not plan to resume the driving of the crosscut until additional fuel supplies are available. A recess until May 1, 1974, and a 6-months' extension of time to complete the work will be requested by the Operator. During the recess period the Operator plans to install a vent line from the shaft station to the face of the crosscut, place about 15 feet of timber sets, and cut several samples of mineralized exposures for assay.

The next interim inspection will be scheduled when exploration work is resumed.

H. K. Stager

HK 11/4/73

HK

RECEIVED NOV 5 1973 O. M. E.

OFFICIAL COPY

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER

For Month of October 1973

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

COST ITEMS (FROM EXHIBIT A)	FOR OPERATOR'S USE: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS	FOR GOVERNMENT USE ONLY: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS
		$		$		$		$
Crosscutting & Drift	120 ft.	5400.00	887 ft	39,915.00	120'	5,400.00	887'	39,915.00
Timbering	0	0	10 ft.	100.00	0	0	10'	100.00
Assays	0	0	5	25.00	0	0	5	25.00
TOTALS		$5400.00		$40,040.00		$5,400.00		$40,040.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 1 Nov. 1973 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature H. L. Flager 11-5-73
OME Field Officer Date

(63) 14X0804

Approved for: $ 4,050.00
(SUBJECT TO AUDIT)

Signature BMT

Date 8 NOV 1973 Vou. No. 04609

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

1 Nov. 1973

During the month of October, 100 ft. of advance was made in the Crosscut and 20 ft. of Drift was completed on the Lander Vein.

The Lander Vein was intersected at a distance of 770 ft. East of the Thomas W. shaft.
The vein is about 12" wide and some sulfide mineralization is present, galena and possibly tetrahedrite along with pyrite. Samples are now being assayed.

The Fault zone in which the vein occured is about 40 ft. in width.

The Crosscut is now back into Diorite, but it is in a more fractured condition than normal, with mud seams and iron and manganeze evident

We plan to drift a little farther on the Lander Vein, in a northerly direction.

FILE COPY

November 8, 1973

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Russ Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Jung:

This is to acknowledge receipt yesterday of your letter dated October 31, 1973, concerning the missing check, and requesting a duplicate.

Your letter is being referred to the Geological Survey's Branch of Financial Management for appropriate action.

We regret that the check for work completed in September went astray. Hopefully, the matter will be solved shortly. Meanwhile, your voucher for October is being processed.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo, Chief
Office of Minerals Exploration

cc:
DRF
MR Rdg.
OME Rdg.
OME Files
Mr. Kirkemo
Region II

HKirkemo/gpw

Oct. 31, 1973

Dear Mr. Kirkemo, or to whom it may concern

As of this date, we have not recieved our O.M.E. check for the month of Sept.

Mr. Stager infomed me to request your office in writing for a duplicate check which is the purpose of this letter.

Would you please send the duplicate check as soon as possible.

Thank you and best regards;

Donald E. Jung
Donald E. Jung
Box 69
Austin, Nv. 89310

Docket OME-6699

Contract No. 2307

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HR

Ulerald E Jung
Box 69
Austin, Nev.
89310

AIR MAIL
SPECIAL DELIVERY

AUSTIN,
OCT 3
1973
89310

60¢
UNITED STATES
SPECIAL DELIVERY
U S

Office of Minerals Exploration
U.S. Geological Survey,
Washington, D.C. 20244

C.A.D
11-3-73
10:55 AM

HK

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

October 29, 1973

Mr. Donald E. Jung
Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Jung:

The check for your September voucher was issued in Washington, D.C., on October 11, and you certainly should have received it by this time. If you still have not received it, by the time this letter reaches you, you should write a letter to that effect to the Office of Minerals Exploration, U.S. Geological Survey, Washington, D.C. 20244, and they will take the necessary action to have a new check issued and payment stopped on the old one.

I have written to the Office of Oil and Gas in San Francisco, explaining your diesel fuel requirements and the fact of your OME contract, etc. I hope they will be able to assist you, or tell me what the OME can do to help out if we can.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

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

October 29, 1973

Mr. Eugene Stanley
Office of Oil and Gas
U.S. Department of the Interior
450 Golden Gate Avenue
P.O. Box 36032
San Francisco, California 94102

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Stanley:

Mr. Donald E. Jung, P.O. Box 69, Austin, Nevada, has a U.S. Geological Survey, Office of Minerals Exploration, contract for exploration of a gold-silver deposit at the New Pass Mine. This exploration project involves the driving of 1,600 feet of crosscuts and drifts at a cost of $74,200, of which the Government is furnishing $55,650. The project is now about half completed, and the time for completion under the contract is May 9, 1974.

Mr. Jung has informed this office that his supply of diesel fuel for operation of his compressors and other mining equipment will soon be exhausted and that his supplier (the Standard Oil dealer in Austin, Nevada) will not be able to resupply him because of restrictions by the Office of Oil and Gas. The supplier says he cannot sell Mr. Jung more fuel than was purchased last January and Mr. Jung did not purchase any diesel fuel during January. He requires about 1,200 gallons per month to operate his equipment.

Is there anything that we can do to help Mr. Jung obtain the fuel he requires to finish his Government contract?

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

FORM 9-1648
MARCH 1968

OFFICIAL COPY
O. M. E.
RECEIVED
OCT 12 1973
INITIALS CODE
HK

HK 10/4/73

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER

For Month of Sept. 1973

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin Nv. 89310

COST ITEMS (FROM EXHIBIT A)	FOR OPERATOR'S USE: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS	FOR GOVERNMENT USE ONLY: THIS MONTH UNITS	THIS MONTH COSTS	TO DATE UNITS	TO DATE COSTS
		$		$		$		$
Crosscut & Drift	100'	4500.00	767	34,515.00	100'	4,500.00	767'	34,515.00
Timber	0	0	10	100.00	0	0	10'	100.00
Assay	1	5.00	5	25.00	1	5.00	5	25.00
TOTALS		$ 4,505.00		$ 34,640.00		$ 4,505.00		$ 34,640.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 10-1-73 *Payee Donald E Jung

Title Operator

Approved as noted, subject to field examination and audit.

Signature H. B. Flager OME Field Officer Date 10-3-73

(63) 14X0804

Approved for: $ 3,378.75 (SUBJECT TO AUDIT)

Signature 8m7

Date OCT 11 1973 Vou. No. 04514A

(SEE OTHER SIDE)

[illegible] voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate [illegible] well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treas- [illegible] the case may be.

[illegible] false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a [illegible]e. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

RKS	FOR OPERATOR'S USE	REMARKS	FOR GOVERNMENT USE

OCT 9 11 26 AM '73

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

August 5, 1973 Hand Sample [redacted]al 112828

Mine New Pass Mines

Austin, Nevada

[redacted]evada Assay Office
5800 RENO HIGHWAY
FALLON, NEVADA 89406
Telephone 867-3678

RESULTS PER TON OF 2000 POUNDS

CME-6679

NUMBER	GOLD Ozs. per Ton	SILVER Ozs. per Ton	LEAD Wet on Ore	COPPER Per Cent	TUNGSTEN Per Cent	ZINC Per Cent	ANTIMONY Per Cent	IRON Per Cent	CaF2 Per Cent	Per Cent	Per Cent
3041	.245	.732									
CME Crosscut											

Remarks Sulfides, 550' East of shaft

Charges $ 5.00

[illegible]

One hundred feet of Crosscut was completed during the month of September. Another fault zone was cut at a distance of 700' east of the Thomas W. Shaft. It was approximately 25' in width. Some quartz stringers were encountered in this zone and also considerable sulfide mineralization. No free gold was found. Samples of the sulfides will be sent for Assay. We expect to cut the Lander Vein during the month of October.

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

OFFICIAL
COPY
O. E. E.
SEP 13
Case 120 PM
HK

September 10, 1973

Mr. Donald E. Jung
Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Dear Mr. Jung:

The vouchers for August arrived in this office today and were immediately sent on to Washington, D. C., for processing and payment. I wonder where they were delayed, as the envelope was postmarked in Austin on September 1.

You did not enclose a copy of the certificate for the assay you claimed on the voucher. I'm sure it was the one you showed me on August 15, but will you please send a copy to support the voucher claim.

I expect to make my next interim inspection about September 20.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

FOR[redacted]548
MARC[redacted]1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OFFICIAL COPY
O. M. E. D.
RECEIVED
SEP 25 1973

INITIALS	CODE
Cal	120 M
Ruw	190
HK	400

OPERATOR'S MONTHLY VOUCHER

For Month of August 1973

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	90ft.	4050.00	667'	30,015.00	90'	4,050.00	667'	30,015.00
Timber	0	0	10	100.00	0	0	10'	100.00
Assay	1	5.00	5	25.00	1	5.00	5	25.00
						4,050.00 paid		30,135.00
TOTALS		$4055.00		$30,140.00		$ ~~4,055.00~~		$ ~~30,140.00~~

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 31 Aug. 73 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature HK Stagen OME Field Officer 9-10-73 Date

(63) 14X0804

Approved for: $ 3,037.50
(SUBJECT TO AUDIT)

Signature BM7

Date SEP 24 1973 Vou. No. [illegible]

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS
263679 RECEIVED U.S. GEOLOGICAL SURVEY SEP 14 3 46 PM '73 BUDGET & FINANCE	1/ disallow, not supported by Assay certificate RaW 9-13-73

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

During the month of August, 90 ft. of X-cut was completed. No significant change has been encountered. The face is in hard diorite at the present time.

The first four days of the month were spent installing the new hoist. It is operating satisfactorly.

04447A

UNITED STATES
DEPARTMENT OF THE INTERIOR
Geological Survey
Branch of Budget and Finance
Washington, D. C. 20242

ADMINISTRATIVE SUSPENSION STATEMENT

Name and Address of Payee: Donald E. Jung & Lotar Jung
Box 69
Austin, Nevada 89310

Amount Claimed:	Differences (Explained Below)	Amount Approved
$ 4,055.00	$ 5.00	$ 4,050.00 3,037.50 (Govt Part 75%)
Bu. Voucher No.	**Payee's Invoice No.**	**Period**
	Docket #6699 Contract #2307	August 1973

EXPLANATION

Fixed Unit Costs
Assaying for gold and silver
Claimed 1assay @ $5.00 5.00
Allowed - no supporting assay certificate -0- $ 5.00

Any reclaim for items deducted must be included as a separate item on subsequent monthly voucher and supported by the original of this statement.

bmf

Branch of Budget and Finance

United States Department of the Interior

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

September 24, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

SEP 26 1973
CAC 120 m
HK ~~120~~

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on September 20, 1973.

Since the last interim inspection on August 15, 1973 (report dated August 20, 1973), the OME crosscut has been advanced an additional 120 feet to the east, for a total of 710 feet from the Thomas W. shaft on the 490 level. The crosscut continues in greenstone and no timbering has been required. At about 680 feet east of the shaft a fault zone, about 25 feet wide, was intersected. This zone contains abundant sulfides and a thin quartz vein about 2 inches wide. The quartz contains sparse galena, sphalerite, and another black sulfide that appears to be tetrahedrite. A sample will be sent for assay. This mineralized fault zone probably correlates with a weakly mineralized fault that has been prospected at the surface. It is about 100 feet west of the Lander vein and the Operator estimates that the Lander vein will be intersected at about 800 feet. When the Lander vein is reached, the Operator plans to drive a short drift for about 20 to 30 feet to explore the vein and to permit the installation of a switch and storage point for mine cars, equipment, and supplies.

H. K. Stager

United States Department of the Interior

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

August 20, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

OFFICIAL COPY
O. M. E.
RECEIVED
AUG 22 1973
INITIALS | DATE
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HK | 120

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on August 15, 1973.

Since the last interim inspection on July 18, 1973 (report dated July 23, 1973), the OME crosscut has been advanced an additional 90 feet to the east, for a total of 590 feet, from the Thomas W. shaft on the 490 level. The crosscut continues in greenstone and no timbering has been required. At 535 feet east of the shaft a fault zone, about 10 feet wide, was intersected that contains abundant sulfides and a quartz vein 1 foot wide. A sample of the quartz vein assayed 0.245 ounce of gold and 0.732 ounce of silver per ton. Drifting on this mineralized zone may be warranted when the crosscut is completed.

The new hoist and cable were installed during the first week of August and provide a much faster and safer hoisting operation.

H. K. Stager

FOR
MA

OFFICIAL COPY
M. E.
RECEIVED
AUG 17 1973

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HR | 120

HK 8/6/73

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER

For Month of July 1973

Operator's Name Donald E. & Lotar Jung
Address Box 69 Austin, Nv. 89310

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscut & Drift	110	4950.00	577	25,965.00	110'	4,950.00	577'	25,965.00
Timbering	0	0	10	100.00	0	0	10'	100.00
Assay	0	0	4	20.00	0	0	4	20.00
TOTALS		$4950.00		$26,085.00		$4,950.00		$26,085.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 8-1-73 *Payee Donald E. Jung

Title Owner-Operator

...er is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate ...he capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treas... ...y be.

...ent or representation to any department or agency of the United States as to any matter within its jurisdiction is a ...S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

REMARKS

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 8-3-73 Date

(63) 14X0804

Approved for: $ 3,712.50
(SUBJECT TO AUDIT)

Signature BM7

Date 16 AUG 1973 Vou. No. 04245 A

(SEE OTHER SIDE)

FOR OPERATOR'S USE 2 4 2 4 3 0

RECEIVED
U.S. GEOLOGICAL SURVEY

AUG 8 2 42 PM '73

BUDGET & FINANCE

FOR GOVERNMENT USE

REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Vouch

During the month of July, 110ft. of advance was made in the crosscut. At a distance of about 535ft. from the shaft another fault zone was encountered. This zone contains some quartz stringers along with sulfides of iron. Some samples of this material are being assayed.

The face is back in the Diorite again, but it is not as hard as it was on the west side of this last fault zone.

We are going to dismantle the old hoist today (8-1-73) and begin installing the new one tomorrow. We hope to have this project completed by Saturday 8-4-73.

United States Department of the Interior

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

July 23, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

OFFICIAL COPY
U. S. G. S.
JUL 25 1973
Cae 120 HK

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on July 18, 1973.

Since the last interim inspection on June 6, 1973 (report dated June 8, 1973), the OME crosscut has been driven an additional 140 feet to the east for a total of about 500 feet from the Thomas W. shaft on the 490 level. The crosscut continues in greenstone and no significant mineralization has been found since the last inspection. A highly fractured zone that contains some water was intersected about 400 feet east of the shaft. This zone is beneath the canyon east of the shaft and probably represents a fault.

Installation of the new hoist, mentioned in the last report, has been delayed pending arrival of a new hoisting cable. The cable was delivered to the property on July 17 and the Operator now plans to install the new hoist about August 1.

Donald Jung is now operating the old hoist himself because of the illness of his father, Lotar Jung. Two miners are employed underground in the mine and are working a 6-day week, averaging about 25 feet of advance per week. Footage in the crosscut is expected to exceed 100 feet for the month of July.

H. K. Stager

There's Still Gold In Them Hills

By Tom Tiede

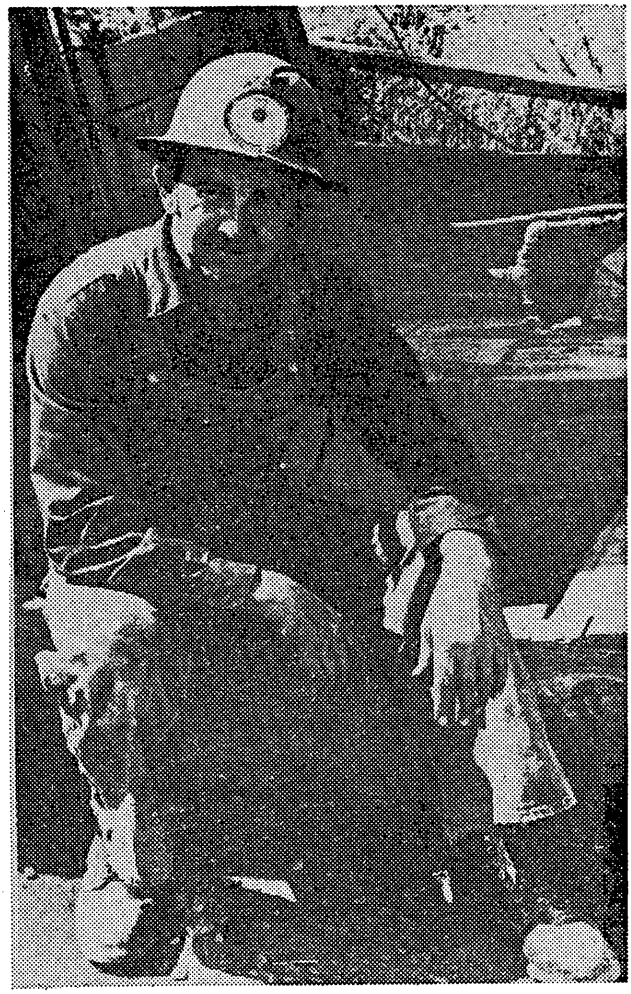
NEW PASS MINE, Nev. — (NEA) — Listen. Hear it? When the air is quiet one can almost feel the days of used-to-be.

It was late in the 1800s. Gold Rush. Tinhorns and hurdy-gurdies. And this mine, on the slopes of the Desatoya Mountains, sizzling in the sun, was thriving. One thousand men scratched the earth for ore; dozens of sleep shacks leaned against the wind amid the scrub and scorpions; bar-keeps and whores sat at their windows waiting for eventide. There was a post office, a general store, a sawbones — and of course gold.

TODAY MUCH of the frontier flavor of New Pass is long gone. The population has been reduced to one small family — Donald Jung, his wife, two children and three dogs — most of the shacks have given up to the elements, the booze, the babes and the other amenities are merely anecdotes of another time.

But the gold? Ah, the gold. It's still here as before.

And how, says Donald Jung. As present owner of the New Pass mine he believes millions of dollars in gold is still locked in the rocks of these hills. He believes a couple of men, working steady, can haul out $800-$1,000 worth of ore a day. To prove it for visitors, he picks up a random handful of milled dirt, puts it in a pan of water, shakes the mixture into separation — and: "See, there it is, pure gold!"



DONALD JUNG
Pickin's aren't easy.

DOUBTLESS, New Pass is well endowed. The chief reason the century-old mine was abandoned in the past is that the world price of the metal did not allow profitable extraction. For decades the world price of gold was officially $35 a troy ounce. Increases in recent years, to the current $45.22, have been minimal. Even the unofficial open market price has, in the past, most of the time, been discouraging to miners. But now, says Don Jung, "the dam has busted." The market price of gold has been over $100 for two months, has bloated to $125 on occasion, and some say $150 may be reached eventually.

The price rise, to be sure, is the motivation behind Jung's mining operation. No romantic he, no dreamer either, he was until recently a comfortable member of the routine middle class. A mining engineer, working for a Nevada mercury mining corporation, he had no intention of grabbing a pick and shovel of his own. Prospecting, he says, was too risky.

BUT HE DID have a feeling about New Pass. During college he had studied some rocks from the mine and thought them to be "promising." So, as he explains it, when the price of gold began to climb, he decided to take the plunge. He leased hundreds of acres of New Pass and talked the government out of a $50,000 prospecting loan (if he fails here, repayment of the loan is voided; if he strikes ore he must repay at a rate of 5 per cent of his annual findings). Now, a year and a half into his venture, Jung says he hasn't made a dime — "But as soon as we get to the rich vein I know we will make it big."

INDEED, there is considerable activity. The U.S Bureau of Mines estimates there are at least 80 million ounces of gold left in American soil.

No wonder then that gold panning clinics have started in some Western states Sales of metal and mining equipment is brisk.

The fortunes are not likely to be found, for weekenders anyway. Notwithstanding the Californian who last year found a 28-ounce nugget in the High Sierras, gold these days is simply not lying around for the taking. Don Jung's operation at New Pass, for example, is a combination of hard money, hard work and intelligence.

"GOLD," says Jung, "is usually invisible." It's contained in ordinary looking stones. Jung has sunk his research 500 feet down and on a 1400 foot drift just to get to a spot where the rock "may be" valuable. If it is, it will be dynamited loose, hauled out and then milled. In the mill the rock will be crushed several times to sand-size particles where it will then be washed over a series of copper plates.

"It's not easy," he says.

Still, there's no discouraging him. There's no dissuading anyone on this space age gold rush. Think of it, says Jung, "even the dirt on my face is worth something."

FORM 9-1648
MARCH 1958

HK ✓ 7/6/73

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O. M. E.
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UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER For Month of June 1973

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $74,200.00
Gov't. Participation %75 $55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	90ft.	4050.00	467'	21,015.00	90'	4,050.00	467'	21,015.00
Timber	0	0	10	100.00	0	0	10'	100.00
Assay	0	0	4	20.00	0	0	4	20.00
TOTALS		$4050.00		$21,135.00		$4,050.00		$21,135.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 30 June 1973 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 7-3-73 Date

(63) 14X0804

Approved for: $ 3,037.50
(SUBJECT TO AUDIT)

Signature BMT

JUL 11 1973 0 4 0 4 8 A

Date _____ Vou. No. _____
(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

30 June 1973

During the month of June, 90 ft. of advanee was made in the crosscut. No significant change was noted in the formation with the rock remaining quite hard. The X-cut is now entering another fault zone which I believe is the surface ravine immediately behind or east of the dwelling house. The last 2 rounds have drilled through mud seams and there is a little water seepage out of the rock fractures.
The hoist has not been installed yet due to the fact that there has been a delay in recieveing the new cable.

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JUN 25 1973
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HK 6/7/73

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER

For Month of May 1973

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount ~~$5,200.00~~
Gov't. Participation % ~~$55,650.00~~

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscut & Drift	72 ft.	3240.00	377 ft.	16,965.00	72'	3,240.00	377'	16,965.00
Timber	0	0	10 ft.	100.00	0	0	10'	100.00
Assays	0	0	4	20.00	0	0	4	20.00
TOTALS		$240.00		$17,085.00		$ 3,240.00		$ 17,085.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 31 May 1973 *Payee Donald E. Jung

Per _____ Title Owner

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 6-4-73 Date

(63) 14X0804

Approved for: $2,430.00
(SUBJECT TO AUDIT)

Signature BM7

Date JUN 22 1973 Vou. No. R3711A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

Report for May 1973 - No. 6699

During the month of May 72 ft. of advance were completed in the X-cut. Three fault zones were cut, but no significant mineralization was found. One quartz seam (2 inches wide) had a considerable amount of galena in it. Some very hard diorite was encountered between the fault zones. The number or amount of quartz stringers appear to be getting more numerous.

Some work was also done on the new hoist and it is planned to get it installed in June.

United States Department of the Interior

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

June 8, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

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Interim Inspection

While in the New Pass district on other OME business, an interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on June 6, 1973.

Since the last interim inspection on May 15, 1973 (report dated May 18, 1973), the OME crosscut has been driven an additional 39 feet to the east for a total of 360 feet from the Thomas W. shaft on the 490 level. The crosscut continues in greenstone and no significant mineralization has been found since the last inspection, although abundant pyrite and calcite seams were present in the face at 360 feet.

The Operator was working on the new hoist at the time of the inspection and installation is planned within the next week. Several days' time will be required to remove the old hoist and install the new one.

H. K. Stager

United States Department of the Interior

GEOLOGICAL SURVEY

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

May 18, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

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Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on May 15, 1973.

Since the last interim inspection on April 5, 1973 (report dated April 9, 1973), the OME crosscut has been driven an additional 64 feet to the east for a total of 321 feet from the Thomas W. shaft on the 490 level. In addition a drift has been driven for 23 feet, to the south, on a mineralized shear zone intersected 120 feet east of the shaft. All of the workings are in greenstone and no timber has been required. No significant gold or silver mineralization was found in the drift although abundant oxidized pyrite is present. Assays of samples taken by the Operator indicate a trace to 0.043 ounce of gold and a trace to 1.872 ounces of silver per ton. At 295 feet east of the shaft the crosscut intersected a shear zone 5 to 6 feet wide, that dips 40° E., and contains a quartz vein from 2 to 4 inches wide. The quartz vein contains sparse oxidized pyrite and pans a few colors of gold. In the face of the crosscut at 321 feet another quartz vein, from 2 to 3 inches wide, was exposed. This vein dips 45° E. and contains abundant galena and some pyrite. No samples had been taken at the time of the inspection but some additional work may be justified in this area at a later time.

The heavy snow cover has now melted and the mine access road is again dry. The work continues to progress satisfactorily and with better weather is expected to advance at a more rapid pace.

The Operator plans to operate the mill on weekends, and did so on May 12-13, milling ore from the 340 level of the Thomas W. vein.

The next interim inspection is planned for early June at the time of the application examination for OME-6884 (Mardon Inc.).

H. K. Stager

FORM 9-1648
MARCH 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

HK 5/9/73

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OPERATOR'S MONTHLY VOUCHER

For Month of April 1973

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung and Lotar Jung
Address Box 69, Austin, Nevada 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting & Drifting	70'	3150.00	305'	13,725.00	70'	3,150.00	305'	13,725.00
Timbering	0	0	10	100.00	0	0	10'	100.00
Assaying	2	10.00	4	20.00	2	10.00	4	20.00
TOTALS		$3160.00		$13,845.00		$ 3,160.00		$ 13,845.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date April 30, 1973 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature H. H. Flager OME Field Officer Date 5-3-73

(63) 14X0804

Approved for: $2,370.00
(SUBJECT TO AUDIT)

Signature BM7

Date 11 MAY 1973 Vou. No. R 3493 A

(SEE OTHER SIDE)

FOR OPERATOR'S USE

REMARKS

FOR GOVERNMENT USE

REMARKS

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BUDGET & FINANCE

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

30 April 1973

During the month of April, 47' of advance was made in the cross cut and 23' of drifting was completed on the first fault zone that was encountered. This fault is approximately 120' east of the Thomas W. shaft. We drifted south on the fault, but found no change in the distance traversed, so work was stopped in this area. We also slabbed the north side of the X-cut in this fault zone to make room for an air reciever. A copy of assay results from this work is enclosed.

The X-cut entered into some very hard diorite 245' east of the Thomas W. shaft. We had difficulty pulling full rounds in this zone. The last round shot this month appears to be entering another fault zone. The drill cuttings showed considerable soft, oxidized material.

April 17, 1973 Hand Sample Serial 112592

New Pass Mines, Inc.

Austin, Nevada

RESULTS PER TON OF 2000 POUNDS

Nevada Assay Office
5800 RENO HIGHWAY
FALLON, NEVADA 89406
Telephone 867-3678

BER	GOLD Ozs. per Ton	SILVER Ozs. per Ton	LEAD Wet on Ore	COPPER Per Cent	TUNGSTEN Per Cent	ZINC Per Cent	ANTIMONY Per Cent	IRON Per Cent	CaF2 Per Cent	Per Cent	Per Cent
X2337	Tr	1.872	→ Fines, grab from muck pile.								
X2336	.043	Tr	→ Coarse sulfides								

rks slab round, 120' East of 490 Lv. station

es $

William Kopta

FORM 9-1648
MARCH 1968

OFFICIAL COPY O. M. E. RECEIVED APR 16 1973 INITIALS CODE

HK 4/5/73

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER For Month of March

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,180.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	70ft.	3150.00	235'	10,575.00	70'	3,150.00	235'	10,575.00
Timbering	0	0	10'	100.00	0	0	10'	100.00
Assaying	0	0	2	10.00	0	0	2	10.00
TOTALS		$3150.00		$10,685.00		$3,150.00		$10,685.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 3-31-73 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature H K Stager OME Field Officer Date 4-3-73

(63) 14X0804

Approved for: $ 2,362.50 (SUBJECT TO AUDIT)

Signature BMT R8863A

Date 13 APR 1973 Vou. No. _____ (SEE OTHER SIDE)

FOR OPERATOR'S USE

REMARKS

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BUDGET & FINANCE

FOR GOVERNMENT USE

REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

31 March 1973

During the month of March, 70ft. of advance was made in the crosscut. Again in March we were slowed by the weather, with close to 4 ft. of snow falling in the area. We lost several days of work for this reason.

At a distance of about 215' from the shaft we encountered another zone of fracturing and the material therein is highly altered and oxidized. Seams and stringers of quartz have been found in this zone, but no veins so far. The face is still in this zone.

United States Department of the Interior

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

April 9, 1973

OFFICIAL COPY
O. M. E.
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HK 120

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on April 5, 1973.

Since the last interim inspection on March 7, 1973 (report dated March 9, 1973), the OME crosscut has been driven an additional 87 feet for a total of 257 feet from the Thomas W. Shaft on the 490 level. The crosscut continues to be in resistant greenstone and no timber is required. A second mineralized shear zone, about 25 feet wide, was intersected between 215 feet and 240 feet east of the shaft. Abundant iron oxides indicate an earlier sulfide-rich zone that may contain some gold and silver. Samples of this material had not been assayed at the time of the inspection.

The work continues to progress satisfactorily although very heavy snows during March greatly hampered the work and made access to the mine difficult. During April the Operator plans to drive several drift rounds on the mineralized fault zone at 120 feet east of the shaft.

The next interim inspection is planned for May 15.

H. K. Stager

FORM 9-1648
MARCH 1968

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

HK 3/1/73
Recd 3/20/73

OPERATOR'S MONTHLY VOUCHER For Month of Feb. 1973

Docket No. OME- 6699
Contract 14-08-0001 (2307)
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	20ft.	900.00	165	7425.00	20'	900.00	165'	7,425.00
Timbering	0	0	10	100.00	0	0	10'	100.00
Assaying	2	10.00	2	10.00	2	10.00	2	10.00
TOTALS		$ 910.00		$ 7535.00		$ 910.00		$ 7,535.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 3-1-73 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature HB Flager OME Field Officer 3-5-73 Date

(63) 14X0804

Approved for: $682.50 (SUBJECT TO AUDIT)

Signature BM7

Date 14 MAR 1973 Vou. No. R 3186 A

(SEE OTHER SIDE)

FOR OPERATOR'S USE	FOR GOVERNMENT USE
REMARKS	REMARKS

RECEIVED
U.S. GEOLOGICAL SURVEY
MAR 8 3 43 PM '73
BUDGET & FINANCE

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Vouc

3 March 1973

The first 8 days of February were spent doing dead work which consisted of enlarging the 490 Level shaft station, installing timbers and a grizzly over the pocket and laying rail up to the face. We also had to do some slabbing in the drift in order to make enough room for the cars. The drift got somewhat off course and we straightened it up as we installed the rail.

About one week of time was lost due to heavy snows and we have had quite a problem moving in supplies & equipment due to the poor road conditions.

We decided to stop using the slusher and to go ahead and get a mucking machine. This took about 4 days. We had to take the machine apart in order to get it down the shaft.

20 ft. of drift were completed and the drift has entered into harder ground (diorite) after passing through a shear zone. The two assay reports enclosed are from a piece of sulfide rock that was encountered in the shear zone.

P. M. CRISMON, PRES.

CRISMON & NICHOLS

ASSAYERS AND CHEMISTS

440 SOUTH 500 WEST ST.

PHONE 363-7417

P.O. BOX 1708

REPORT OF ASSAY

SALT LAKE CITY, UTAH 84110 February 14, 1973

L. Jung

HAVE ASSAYED YOUR one SAMPLES AND FIND it TO CONTAIN AS FOLLOWS:

DESCRIPTION	NO.	OZS. GOLD PER TON	OZS. SILVER PER TON	PER CENT LEAD	PER CENT COPPER	PER CENT ZINC	PER CENT INSOL.	PER CENT IRON	PER CENT	VALUE OF GOLD PER TON
		Trace	Trace							

REMARKS:

CHARGES $ 3.50 Paid

CRISMON & NICHOLS

BY P. M. Crismon

ROBERT E. CRAIG & CO.

MINING GEOLOGISTS
11844 ART STREET
SUN VALLEY, CALIFORNIA
899-0613 767-2681

Submitted By:
L. Jung
P. O. Box 405
Laytonville, California.

Date February 3, 1973 **Laboratory No.** 9960
Sample No. NONE
Qualitative Spectrographic Analysis
(Percentages reported by Spectrographic method are approximate)

ELEMENT			ELEMENT			ELEMENT		
Aluminum	.16	%	Lithium	.01	%	Thorium		%
Antimony		%	Magnesium	3.02	%	Tin		%
Arsenic	.12	%	Manganese	.01	%	Titanium	1.17	%
Barium	1.04	%	Mercury		%	Tungsten		%
Beryllium		%	Molybdenum	.19	%	Uranium		%
Bismuth		%	Nickel		%	Vanadium		%
Boron		%	Osmium		%	Zinc	.06	%
Calcium	.97	%	Palladium		%	Zirconium		%
Cadmium		%	Phosphorus		%	RARE EARTHS:		
Cesium		%	Platinum		%	Cerium		%
Chromium	.08	%	Potassium	.02	%	Dysprosium		%
Cobalt		%	Rhenium		%	Erbium		%
Columbium		%	Rhodium		%	Europium		%
Copper	.02	%	Rubidium		%	Gadolinium		%
Gallium		%	Scandium		%	Holmium		%
Germanium		%	Silicon (SiO_2)	83.47	%	Lanthanum		%
Gold		%	Silver		%	Neodymium		%
Hafnium		%	Sodium	1.24	%	Praseodymium		%
Indium		%	Strontium	.02	%	Samarium		%
Iridium		%	Tantalum		%	Ytterbium		%
Iron	7.89	%	Tellurium		%	Yttrium		%
Lead	.08	%	Thallium		%			

Remarks: S - Sulfur .43% Min.
Au - Gold .291 oz. per ton @$68.00 = $19.79 oz. per ton
Ag - Silver .08 oz. per ton @$1.99 = 16¢ per ton

(NOTE) Minor Rhodium, Ruthenium & Platinum present.

Analysis and report: by
Robert E. Craig
Robert E. Craig

FIRE ASSAY

Sample No.		Laboratory No.
Au - Gold	oz. per ton @$35.00 =	per ton
Ag - Silver	oz. per ton @$ =	per ton
Pt - Platinum	oz. per ton @$ =	per ton
Pd - Palladium	oz. per ton @$ =	per ton
Ir - Iridium	oz. per ton @$ =	per ton
Rh - Rhodium	oz. per ton @$ =	per ton

Analysis and report: by

Robert E. Craig

Remarks:

United States Department of the Interior

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

March 9, 1973

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

COPY
O. M. E.
RECEIVED
MAR 12 1973
INITIALS | CODE
Cal | 20 MN
HK | 120

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operator, on March 7, 1973.

Since the last interim inspection, on January 17, 1973 (report dated January 22), the OME crosscut has been driven an additional 85 feet for a total of 170 feet from the Thomas W. Shaft on the 490 level. All of the crosscut is in greenstone that is resistant and stands well and no timber has been required since leaving the shaft station. A mineralized shear zone, about three feet wide that strikes about north-south and dips steeply east, was intersected at 120 feet east of the shaft. Several chip samples, of the pyrite and oxidized iron and copper-stained brecciated quartz and greenstone, assayed from a trace to 0.291 ounce gold and a trace to 0.08 ounce silver per ton. The Operator plans to slab-off several feet of the crosscut walls in this area, to make room for an air receiver tank, and will take several additional samples for assay. Some drifting on this mineralized zone may be justified when the crosscut is completed.

The work is progressing satisfactorily although much time has been lost because of heavy snows, near impassable mine access roads, and the conversion from a slusher operation to conventional rail and mucking machine. One miner has quit, for personal reasons, and another miner has been hired to replace him.

About six feet of advance is obtained per shift by using seven-foot drill steel. The larger hoist is at the hoist house and will be installed this month. A larger skip will then be placed in the shaft to facilitate more rapid removal of the waste rock from the crosscut.

The next interim inspection is planned for mid-April.

H. K. Stager

FORM 9-1648
MARCH 1968

OFFICIAL COPY
O. M. E.
RECEIVED
FEB 13 1973
INITIALS CODE
Cae 120 M
HK 4120
Pass

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

HK 2/1/73
Rew 2/7/73

OPERATOR'S MONTHLY VOUCHER

For Month of January 1973

Docket No. OME- 6699
Contract 14-08-0001 (2307)
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

Operator's Name Donald E. Jung & Lotar Jung
Address Box 69 Austin, Nv. 89310

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	95ft.	4275.00	145ft.	6525.00	95'	4,225.00	145'	6,525.00
Timbering	0 ft.	100.00	10 ft.	100.00	0	0	10'	100.00
TOTALS		$ 4275.00		$ 6625.00		$ 4,225.00		$ 6,625.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 31 Jan. 1973 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 2-5-73 Date

(63) 14X0804

Approved for: $ 3,206.25
(SUBJECT TO AUDIT)

Signature [illegible]

Date 12 FEB 1973 Vou. No. 38989A

(SEE OTHER SIDE)

FOR OPERATOR'S USE

REMARKS

113189

RECEIVED
U.S. GEOLOGICAL SURVEY
FEB 9 10 08 AM '13
BUDGET & FINANCE

FOR GOVERNMENT USE

REMARKS

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

31 Jan. 1973

During the month of January, 95 ft of drift was completed. At a point about 110 ft from the shaft, a zone of alteration was encountered and the face of the drift is still in it at the present time. Some areas of heavy sulfides have been encountered in this zone, but most of it is oxidized. No free gold was evident in a pan. Samples were sent in for Assay, but the results are not back yet.

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

January 22, 1973

OFFICIAL COPY
O. M. E.
RECEIVED
JAN 24 1973

INITIALS	CODE
Cac	120
gla	130
HK	120
Raw	130

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operators, on January 17, 1973.

Since the last interim inspection on November 29, 1972 (report dated December 1, 1972), the new OME crosscut has been driven 85 feet east from the Thomas W. Shaft on the 490 level. All of the crosscut is in greenstone and, except for a few sulfides at the shaft station and traces of copper staining along fractures near the face, no mineralized zones have been intersected. The first significant mineralized fracture zone exposed at the surface is about 350 feet east of the shaft and will probably be intersected by the crosscut at about 200 feet.

The work is progressing satisfactorily and, with the addition of a new miner on January 15, the crew of four men is now averaging about 6 feet of advance per shift. The rock is resistant and stands well. No timber has been required except for about 10 feet at the shaft station. The waste rock from the crosscut is being spread in the shaft yard area and on the road to reduce the mud problem. At the time of the examination, several truckloads of rock were being dumped and spread on a steep part of the access road near the mine, to overcome the slick surface caused by snow and frozen mud.

The non-discrimination poster, furnished to the Operators at the time of the first inspection, is prominently displayed on the door of the hoist house. The Operators were requested to provide a separate narrative report on the progress of the work with their next monthly voucher. No mining or milling of ore has been attempted since the start of the OME work inasmuch as all of the Operators' efforts are being directed toward getting the crosscut under way and advanced as rapidly as possible.

The next interim inspection is planned for early March.

H. K. Stager

UNITED STATES
DEPARTMENT OF THE INTERIOR
OFFICE OF MINERALS EXPLORATION

MR 7/1973

New Activity At New Pass Mine

AUSTIN, Nev. — Renewed activity at the New Pass mine on the boundary of Lander and Churchill counties, 30 miles west of Austin, was reported in the "News Letter" of the Nevada mining association.

The property is being reactivated by Donald E. Jung and his father, Lotar Jung. The mine was discovered in 1865 and was a good producer in the early days.

A government contract has been signed by the Jungs with the U.S. geological survey for 1600 feet of drifts and crosscuts which includes 200 feet of timbering.

Total cost of the project is $74,200 of which government participation is 75 per cent or $55,560.

There is a mill on the property and some mining and milling has been done recently in conjunction with the exploration work.

OME

FORM 9-1648
MARCH 1968

✓ HR 1/5/73

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
OFFICE OF MINERALS EXPLORATION

OPERATOR'S MONTHLY VOUCHER

For Month of December 1972

Operator's Name Donald E. Jung & Lester Jung
Address Box 69, Austin, Nevada 89310

Docket No. OME- 6699
Contract 14-08-0001 2307
Contract Amount $ 74,200.00
Gov't. Participation % 75 $ 55,650.00

FOR OPERATOR'S USE					FOR GOVERNMENT USE ONLY			
COST ITEMS (FROM EXHIBIT A)	THIS MONTH		TO DATE		THIS MONTH		TO DATE	
	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS	UNITS	COSTS
		$		$		$		$
Crosscutting	50ft.	2,250.00	50ft.	2,250.00	50'	2,250.00	50'	2,250.00
Timbering	10ft.	100.00	10ft.	100.00	10'	100.00	10'	100.00
TOTALS		$ 2,350.00		$ 2,350.00		$ 2,350.00		$ 2,350.00

I certify that the above bill is correct and just and that payment therefor has not been received.

Date 31 Dec. 1972 *Payee Donald E. Jung

Per _____ Title Operator

*When a voucher is signed or receipted in the name of a company or corporation, the name of the person writing the company or corporate name, as well as the capacity in which he signs, must appear. For example: "John Doe Company, per John Smith, Secretary," or "Treasurer," as the case may be.

A willfully false statement or representation to any department or agency of the United States as to any matter within its jurisdiction is a criminal offense. (U. S. Code, Title 18, Sec. 1001.)

(INSTRUCTIONS ON REVERSE)

Approved as noted, subject to field examination and audit.

Signature [illegible] OME Field Officer 1-2-73 Date

(63) 14X0804

Approved for: $1,762.50
(SUBJECT TO AUDIT)

Signature [illegible]

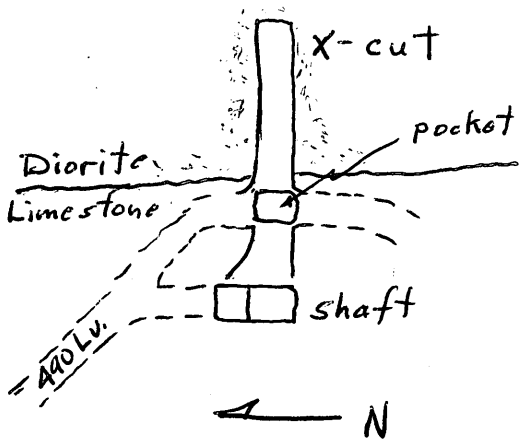
Date 1/10/73 Vou. No. 03793 A

(SEE OTHER SIDE)

FOR OPERATOR'S USE

REMARKS During the month of Dec. 50ft. of X-cut was completed. Work was also done on the 490 Lv. station and new timber was put in place. About 1 week of time was lost due to a severe cold snap.

The X-cut started in limestone at the shaft and then passed into Diorite just east of the pocket.



FOR GOVERNMENT USE

REMARKS 645104

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U.S. GEOLOGICAL SURVEY

JAN 8 2 40 PM '73

BUDGET & FINANCE

OPERATOR'S MONTHLY REPORT

The Operator, under an Office of Minerals Exploration contract, is required to report monthly to the Government. The report consists of two parts.

FIRST, the Operator's Monthly Voucher on Form 9-1648 listing the project costs incurred and claimed by the Operator is the voucher basis for payment of the Government's share of the cost.

SECOND, the Operator's Narrative Report is a concise description of the work performed, results accomplished, and any unusual situations encountered, illustrated and supported by engineering-geological maps or sketches, drill hole logs, assay reports, etc., as pertinent.

The Operator submits the original and three copies of each of the two sections of this report to the OME regional Field Officer at the end of each month during the life of the contract.

PREPARATION OF OPERATOR'S MONTHLY VOUCHER, FORM 9-1648

In the left hand column list the items for which costs were incurred during the month, and also the items for which costs were previously reported. For items previously reported, show only UNITS TO DATE and COSTS TO DATE. Items listed should conform to Exhibit A of the contract (Estimated Costs of the Work). The total of COSTS THIS MONTH followed by the Operator's signature constitutes a claim for payment of the Government's share of the costs. The Operator or his agent must sign the certification in the lower left corner.

Except for amounts claimed under "fixed unit costs" provisions of the contract, all costs claimed in this voucher must be supported by documentary evidence consisting of: (a) certified copies or transcripts of payrolls which list each employee, wage rate, period of employment, gross earnings, and net earnings; (b) original or certified copies of invoices, statements of accounts, or purchase orders which indicate items of materials or services, quantities, unit prices, total charges, and payment terms; and (c) certified memoranda of the Operator for such items as unemployment taxes, employee's liability insurance, and depreciation of Operator-owned equipment. The certification may be stated thus, "Certified True Copy", followed by the signature of the Operator or his agent. One copy of each document should accompany the original of this voucher.

The requirement for submitting documentary evidence of claimed costs may be waived by the OME regional Field Officer if he determines that it is impracticable for an Operator to submit this material. In any case of waiver of this requirement an "on-site" audit by an OME auditor is mandatory prior to payment of the final Operator's Monthly Voucher.

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

December 1, 1972

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

COPY
O. M. E.
RECEIVED
DEC 5 1972

INITIALS	CODE
Cal	120 M
gla	130
HK	~~120~~
RAW	~~BU~~

Interim Inspection

An interim inspection of the subject project was made by the Field Officer, accompanied by the Operators, on November 29, 1972.

The contract, dated November 9, 1972, was signed by the Operators during the week of November 12 to 18 and preparatory work was started immediately. Ladders, and some timbers, in the Thomas W. Shaft were repaired or replaced; a larger capacity hoist and two mine cars were obtained and brought to the shaft site; timber, rail, pipe, and supplies were purchased or ordered; and the pocket and chute at the 490 level shaft station was cleaned out and repaired. The Operators planned to start the drilling for the first round in the new OME crosscut on November 30.

Since the application examination on July 20, 1972, the Operators have mined and milled about 100 tons of ore from the 340 level. Assays indicate that this ore averaged between 0.5 and 1.00 ounce of gold per ton, but the mill cleanup has not yet been completed. Some additional mining and milling, by leasers, may continue during the driving of the crosscut, but this work will not be allowed to interfere with the OME work on the lower level.

H. K. Stager

UNITED STATES
DEPARTMENT OF THE INTERIOR

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

November 21, 1972

OFFICIAL
COPY
O. M. E.
RECEIVED
NOV 24 1972
INITIALS | CODE
Cac 120 m
fa 130
HK 120
Ewl BW

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada
Contract 2307

Enclosed are the Government's Copy and Branch of Financial Management's Copy of the subject contract signed by the Operators. The other copies have been distributed in the usual manner.

H. K. Stager

Enclosures

DRAFT 10/3/72

MME Form 51
July 1965

UNITED STATES OF AMERICA
DEPARTMENT OF THE INTERIOR
U. S. Geological Survey

EXPLORATION CONTRACT
(Short Form)

Docket	Commodity	Contract No.	County	State
OME-6699	Gold-Silver		Lander and Churchill	Nevada

It is agreed _____ (Date), between the United States of America, acting through the Department of the Interior, U. S. Geological Survey, hereinafter called the "Government," and

Donald E. Jung and Lotar Jung

_____,

whose mailing address is Box 69, Austin, Nevada 89310, hereinafter called the "Operator," as follows:

ARTICLE I. Authority and scope.--(a) This contract, entered into under the authority of Public Law 701, 85th Cong., 2d sess. (72 Stat. 700; 30 U.S.C. § 641 - 646), consists of this form, the attached Annex I (land description), Exhibit A (work and costs), and the maps and documents listed. The work is a search for new or unexplored deposits of the commodity designated above. The Operator shall begin the work on or before _____ (Date), and, subject to the provisions of Article 7 and Exhibit A, shall complete the work within 18 months from the date of the contract.

(b) The description of the work and the fixed cost for each unit of work to be performed (per foot of drilling, per foot of drifting, per hour of operations, etc.) are hereby agreed upon as specified in Exhibit A. The estimated total cost of the work is $ 74,200.00. The Government will contribute ~~50~~ 75 percent of the total fixed unit costs of the work performed, not in excess of $ 55,650.00 in accordance with the provisions of Articles 4 and 5.

(c) Interest computation.--Simple interest at the rate of _____ percent shall accrue from the dates Federal funds are made available until the period specified for payment of royalty expires, or until the amount of Federal funds contributed is fully repaid with interest.

(d) The Operator shall not transfer or assign this contract or any right or obligation thereunder without the written consent of the Government.

ARTICLE 2. Operator's rights in land.--(a)The Operator represents and undertakes that Annex I correctly describes the land which is the subject of this contract and the nature of the Operator's right of property and possession therein (whether as owner, lessee, or otherwise), and that such right, title, or interest is subject only to the following claims, liens, or encumbrances:

See Annex I

(b) The Subordination Agreement of the holder of any claim, lien, or encumbrance listed above and (if the Operator does not hold the legal title) the Lien Agreement of any holder of the legal title of the land (lessor, seller, optionor, etc.) are attached as follows:

None

(c) The Operator shall preserve and maintain his right, title, or interest in the land and his right to the possession thereof for the purposes of this contract, and shall devote the land and all existing improvements, facilities, buildings, installations, and appurtenances to the purposes of this contract. The Operator shall neither transfer, convey, nor surrender the land nor any right, title, or interest therein, nor permit nor suffer any claim, lien, or encumbrance thereon, without expressly referring to and providing in the instrument of conveyance, lien, or encumbrance for the preservation of the Government's right to a royalty on production and liens for the payment thereof. Two true copies of such instrument shall be furnished to the Government. If the Government's rights to royalty as provided in Article 6 have been terminated, the provisions of this paragraph (c) shall become inapplicable.

ARTICLE 3. Performance of the work.--(a) Operator's responsibility.--The work shall be performed diligently, efficiently, in a workmanlike manner in accordance with good mining standards, and in compliance with State laws governing health, safety, and liability insurance covering employment. The Operator shall provide suitable and adequate equipment, facilities, materials, supplies, and labor to complete the work as specified in Article 1(a).

(b) Government may inspect.--The Operator shall consult with and inform the Government on all phases of the work as it progresses. The Government may enter at all reasonable times to inspect the work under the contract and production operations during the period that royalty is payable to the Government. The Operator shall provide the Government with all reasonable means of access for such inspections.

ARTICLE 4. Contribution by the Government.--The Government will make its contribution on the basis of the monthly vouchers referred to in Article 5(b), but all payments by the Government are provisional only, subject to audit. Until the account between the Operator and the Government is finally audited and settled and the Operator's final report has been received, the Government may withhold such sums as are necessary to protect its interests. To the extent that amounts in excess of fixed unit costs or in excess of the estimated total cost may be necessary for the performance of the work, the Operator shall incur and pay such amounts for his own account without contribution by the Government. The Government will not contribute to the cost of any work performed prior to the date of this contract. The Government may make payments for the account of the Operator directly to independent contractors and suppliers rather than to the Operator.

ARTICLE 5. Reports, accounts, audits.--(a) Operator's records.--The Operator shall keep suitable records and accounts of the units of work performed and of any production in which the Government may have an interest; and shall preserve those with respect to work performed for at least three years after final payment by the Government, and those with respect to production for at least three years after any obligation to pay royalties to the Government has terminated. The Government may inspect and audit said records and accounts at any time, either by itself or by a certified public accountant. The Comptroller General of the United States or his representative, until the expiration of said three-year periods, shall have access to and the right to examine all pertinent books, documents, papers, and records of the Operator.

(b) Monthly reports.--The Operator shall provide the Government with four copies of monthly reports in three sections as follows:

(1) Operator's Monthly Voucher claiming costs for work performed;

(2) Operator's Progress Report showing the number of units of the various types of work performed; and

(3) a narrative report of the work performed during the reporting period, including adequate engineering-geological maps or sketches, drill hole logs and locations, and assay reports on samples taken concurrently with advance in mineralized ground.

(Forms for reporting under (1) and (2) above will be provided by the Government.)

(c) Final report.--Upon completion of the work or termination of the Government's obligation to contribute to costs, the Operator shall furnish the Government with three copies of a final report (in addition to the final monthly report). This final report shall include a geological and engineering evaluation of the results of the work performed under the contract with an estimate of the ore reserves resulting from such work, complete assay data, adequate geological and engineering maps or sketches, and a summary of the work performed and the unit costs thereof.

(d) Report of sales.--The Operator shall provide the Government with suitable accounting and documentary evidence covering all production to which the Government's royalty relates, such as two copies of smelter or concentrator settlement sheets and certified accounts of production and sale or other disposition of production.

(e) Compliance with requirements.--If the Government determines that any of the Operator's reports, records, or accounts are insufficient or incomplete, or if the Operator fails to make them, the Government may procure the preparation or completion of same with suitable attachments as an expense of the work to which the Operator shall contribute. The Government may withhold approval and payment of any vouchers relating to insufficient or incomplete reports, records, or accounts.

ARTICLE 6. Repayment by Operator.--(a) Certification.--If the Government considers that mineral or metal production from the land covered by the contract may be possible as a result of the exploration work, it shall so certify in writing to the Operator at any time not later than six months after a sufficient final report and final accounting (see Article 5) have been furnished.

(b) Royalty on production.--The Operator, whether or not the producer (for example, if the Operator either transfers or does not retain his interest in the land), shall pay to the Government a royalty on all minerals and metals mined or produced from the land as follows:

(1) irrespective of any certification of possible production--from the date of the contract until the lapse of the time within which the Government may issue such certification or until the total net amount contributed by the Government is fully repaid with interest, whichever occurs first; or

(2) if the Government issues a certification of possible production--for a period of ten years from the date of the contract or until the total net amount contributed by the Government is fully repaid with interest, whichever occurs first.

(c) Payment of royalty.--(1) The Government's royalty shall be five percent of the gross proceeds (including any bonuses, premiums, allowances, or other benefits) from the production sold, in the form sold (ore, concentrate, metal, or equivalent), at the point of delivery (the f.o.b. point); except, that charges of the buyer arising in the regular course of business and shown as deductions on the buyer's settlement sheets (such as treatment processes performed by the buyer, sampling and assaying to determine the value of the production sold, and freight payable by the buyer to a carrier (not the Operator or producer)), shall be allowed as deductions in arriving at the "gross proceeds" as that term is used herein. No costs of the Operator or producer are deductible in arriving at the "gross proceeds" as that term is here used.

The term "treatment processes" means those processes (such as milling, concentrating, smelting, refining, or equivalent, but excluding fabricating or manufacturing) applied to the crude ore or other production after it is extracted from the ground to put it into a commercially marketable form.

(2) The Government's royalty shall be computed and paid currently upon each lot sold, held, or used in integrated operations, as the case may be.

(d) Unsold production.--If any production (ore, concentrate, metal, or equivalent), after the lapse of six months from the date the ore was extracted from the ground, remains neither sold nor used in integrated manufacturing or fabricating operations (for instance if it is stockpiled), the Government, at its option, as long as it so remains, may require the computation and payment of its royalty on the value of such production in the form (ore, concentrate, metal, or equivalent) it is in when the Government elects to require computation and payment. If any production is used in integrated manufacturing or fabricating operations before the Government makes its election, the Government's royalty on such production shall be computed on the value thereof in the form in which and at the time it is so used. "Value" as here used means what is or would be gross income from mining operations for percentage depletion purposes in Federal income tax determination, or the market value, whichever is greater.

(e) Lien for payment.--To secure the payment of royalty (see Article 6(b)), the Operator hereby grants to the Government a lien upon his interest in the land and upon any production of minerals and metals therefrom until the royalty claim is extinguished by lapse of time or is fully paid.

(f) Notice to purchasers.--The Operator or producer shall give notice of the Government's claim for royalty to any purchaser of the production, and shall authorize and direct such purchaser to pay the royalty directly to the Government and to furnish the Government with copies of the settlement sheets. If the records of any production and sales or other disposition of production, whether the production is by the Operator or by others, are not made available to the Government, the amount of the royalty may be estimated by the Government, and this estimate shall be final and binding upon the Operator or producer.

(g) No obligation to produce.--Nothing in this contract shall be construed as imposing any obligation on the Operator or the Operator's successor in interest to engage in any production operations.

(h) Government not obligated to buy.--Nothing in this contract shall be construed as imposing any obligation on the Government to purchase any minerals and metals mined or produced from the land.

ARTICLE 7. Termination of the Government's Obligations.--(a) If the Government determines that operations at any time have failed to achieve anticipated results and further work is not justified, the Government may give the Operator written notice thereof, and thereupon:

(1) the Government shall be free of all obligation to pay on account of units of work not then performed; and

(2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to final accounting and reporting.

(b) If the Government determines that the Operator is in default under the terms of the contract, the Government may give the Operator written notice of such default with a specification of reasonable time within which the default must be cured; and if the Operator fails to cure such default as required, thereupon:

(1) the Government shall be relieved of all obligation to pay on account of units of work not performed when the notice was given, and

(2) the Operator shall be free of all obligation to prosecute the work other than such as may be necessary and incidental to final accounting and reporting.

The Government may also avail itself of any other remedy the law may provide for breach of contract, including the right to rescind the contract and to demand repayment of all moneys contributed by the Government under the contract.

(c) The giving of any notice by the Government under the provisions of this Article 7 shall not affect the Government's rights as provided for in the contract with respect to royalty and liens to secure the payment thereof, and such rights shall be fully preserved.

(d) The determinations of the Government are subject to appeal under Article 11.

ARTICLE 8. Notices to be given by the Government may be delivered to the Operator or may be sent by certified mail addressed to the Operator at his mailing address stated in this contract. If mailed, notices are deemed to have been delivered five days after the date of mailing.

ARTICLE 9. Officials not to benefit.--No member of or delegate to Congress or resident commissioner shall be admitted to any share or part of this contract or to any benefit that may arise therefrom; but this provision shall not be construed to extend to this contract if made with a corporation for its general benefit.

ARTICLE 10. Nondiscrimination in Employment.--The provisions respecting nondiscrimination in employment which are required by section 301 of Executive Order 10925, dated March 6, 1961, as amended and supplemented, are attached hereto as Exhibit B and are hereby incorporated in and made a part of this contract.

ARTICLE 11. Disputes.--Any dispute arising under this contract which is not disposed of by agreement shall be decided by the Director, U. S. Geological Survey, who shall reduce his decision to writing and mail or otherwise furnish a copy thereof to the Operator. The decision of the Director, U. S. Geological Survey, shall be final and conclusive unless, within 30 days from the date of receipt of such copy, the Operator mails or otherwise furnishes to the Director, U. S. Geological Survey, a written appeal addressed to the Secretary of the Interior. The decision of the Secretary or his duly authorized representative for the determination of such appeals shall be final and conclusive unless determined by a court of competent jurisdiction to have been fraudulent, or capricious or arbitrary, or so grossly erroneous as necessarily to imply bad faith, or not supported by substantial evidence.

The term "Director, U. S. Geological Survey," as used herein includes his duly authorized representative.

ARTICLE 12. Work Hours Act of 1962 - Overtime Compensation.--This contract, to the extent that it is of a character specified in the Work Hours Act of 1962 (Public Law 87-581, 76 Stat. 357-360) and is not covered by the Walsh-Healey Public Contracts Act (41 U.S.C. 35-45), is subject to the following provisions and to all other provisions and exceptions of said Work Hours Act of 1962.

(a) Overtime requirements.--No Operator or subcontractor contracting for any part of the contract work which may require or involve the employment of laborers or mechanics shall require or permit any laborer or mechanic to be employed on such work in excess of eight hours in any calendar day or in excess of forty hours in any workweek unless such laborer or mechanic receives compensation at a rate of not less than one and one-half times his basic rate of pay for all hours worked in excess of eight hours in any such calendar day or in excess of forty hours in any such workweek, as the case may be.

(b) Violations; liability for unpaid wages; liquidated damages.--In the event of any violation of the clause set forth in subparagraph (a) of this paragraph, the Operator and any subcontractor responsible therefor shall be liable to any affected employee for his unpaid wages. In addition, such Operator and subcontractor shall be liable to the United States (in the case of work done under contract for the District of Columbia or a territory, to such District or to such territory), for liquidated damages. Such liquidated damages shall be computed, with respect to each individual laborer or mechanic employed in violation of the clause set forth in subparagraph (a) of this paragraph, in the sum of $10 for each calendar day on which such employee was required or permitted to work in excess of eight hours or in excess of the standard workweek of forty hours without payment of the overtime wages required by the clause set forth in subparagraph (a) of this paragraph.

(c) Withholding for unpaid wages and liquidated damages.--The U. S. Geological Survey may withhold or cause to be withheld, from any moneys payable on account of work performed by the Operator or subcontractor, such sums as may administratively be determined to be necessary to satisfy any liabilities of such Operator or subcontractor for unpaid wages and liquidated damages as provided in the clause set forth in subparagraph (b) of this paragraph.

ARTICLE 13. Copeland (Anti-Kickback) Act--Nonrebate of wages.--The regulations of the Secretary of Labor applicable to contractors and subcontractors (29 CFR, Part 3), made pursuant to the Copeland Act, as amended (40 U. S. C. 276c) and to aid in the enforcement of the Anti-Kickback Act (18 U. S. C. 874) are made a part of this contract by reference. The Operator will comply with these regulations and any amendments or modifications thereof and will be responsible for the submission of affidavits required of independent contractors thereunder. The foregoing shall apply except as the Secretary of Labor may specifically provide for reasonable limitations, variations, tolerances, and exemptions.

ARTICLE 14. Changes and added provisions.--

Executed in quadruplicate the day and year first above written.

THE UNITED STATES OF AMERICA

(Operator)

By Donald E. Jung

Title Lotar Jung

By

Director, Geological Survey

I, _____ (Name), certify that I am the _____ secretary of the corporation named as Operator herein; that _____ (Name), who signed this contract on behalf of the Operator, was then _____ (Title) of said corporation; that said contract was duly signed for and in behalf of said corporation by authority of its governing body, and is within the scope of its corporate powers.

[CORPORATE SEAL]

Received General Legal Services October 17, 1972

EXPLORATION CONTRACT
DONALD E. JUNG and Lotar Jung
OME-6699

ANNEX I

The land, including all rights thereto, referred to in Article 2 of the contract consists of eight (8) patented and ~~eight~~ six ~~(8)~~ (6) unpatented mining claims in Sections 9, 10, 15 and 16, T. 20N., R. 40E., MDBM, New Pass Mining District, Lander and Churchill Counties, Nevada. Theses claims are shown on Figure 1, entitled "Map showing claims and proposed exploration, New Pass Mine, Lander-Churchill Counties, Nevada," which is attached and made part hereof.

The patented lode mining claims, referred to as the New Pass group, are identified as:

Name	U.S. Survey Number
Superior Lode	37A
Gold Belt No. 1	38
Golden West	2200
Gold Medal (Metal)	2200
Lander	2200
Phil Sheridan	2200
True Blue	2200
Wild Cat	2200

The unpatented lode mining claims, referred to as the Thomas W. group, are identified in the official records of Lander and Churchill Counties at Austin and Fallon, respectively, as follows:

Name	Lander County		Churchill County	
	Book	Page	Book	Page
Thomas W	J	93	47	536-537
Thomas W No. 1	J	110	47	538-539
Thomas W No. 2	J	111	47	540-541

Name	Lander County Book	Lander County Page	Churchill County Book	Churchill County Pages
Golden Portage	J	329	47	528-529
Golden Portage No. 1	J	325	47	530-531
Sundown	J	326	47	534-535
Independence No. 1	L	245	47	524-527
Independence No. 2	L	245	47	528-529

The Operators are the owners ~~is in possession~~ of the New Pass group of patented claims ~~and of the Independence No. 1 and Independence No. 2 unpatented claims~~ by virtue of a ~~an~~ quitclaim deed dated September 13, 1960 from Harold R. Nelson, administrator of the estate ~~assignment of interest from Lotar Jung and Anita Jung to Donald Eugene Jung~~ of Wallace M. Nelson, and Merle P. Brooks, ~~dated August 9, 1972.~~ The Gold Belt No. 1 and Golden West Claims within the New Pass group were acquired by Donald Jung from A. J. Cooley and Edna V. Cooley through an indenture dated May 1, 1963.

The Operator is in possession of the Thomas W., Thomas W. No. 1, Thomas W. No. 2, Golden Portage, Golden Portage No. 1, and Sundown unpatented claims under provisions of a Grant, Bargain, Sale Deed dated December 26, 1963, between Lee Cooley and Betty Cooley, sellers, and Don Jung and Lothar (Lotar) Jung, buyers.

~~A Lien and Subordination Agreements dated September 30, 1972 executed by Lotar Jung is attached and made part hereof.~~

Copies of the deeds of mineral interests and assignments are contained in the docket of this Contract and are incorporated herein by reference.

It is agreed that the requirements for payment of royalty to the Government on mineral production set forth in Article 7 of this Contract shall not apply to any mineral production which results from mining operations conducted on the

Thomas W. - Gold Belt vein. However, any production from veins encountered in the proposed crosscut which may intersect or merge with the Thomas W. - Gold Belt vein shall not be exempt from the obligation for payment of royalty.

EXPLORATION CONTRACT
DONALD E. JUNG and Lotar Jung
OME-6699

EXHIBIT A

The purpose of the project is to explore by crosscutting and drifting for gold-silver ore shoots in quartz veins cutting metavolcanic rocks.

General Provisions

Drifts and crosscuts shall be not less than 5 by 7 feet in cross section and shall be timbered as necessary. Timber sets shall be not less than 8-by-8 inch timber or equivalent round timber.

Mine rails shall be not less than 16-pound size, air lines not less than 2-inch diameter, water lines not less than 1-inch diameter, and vent lines not less than 14-inch diameter.

All significantly mineralized areas traversed by the crosscut and drifts shall be sampled normal to the trends of the deposits at intervals not exceeding 5 feet. In addition, a representative bulk sample may be taken of each round broken.

Significantly mineralized samples, from whatever source, shall be split as necessary and one split assayed. The Operators shall store one split of each sample in a suitable container properly labeled as to source and location. Stored samples shall be made available for Government inspection and possible use, and may be disposed of only with prior Government approval.

All splits of samples assayed shall be analyzed for gold and silver.

True copies of assay certificates and maps or sketches showing the work completed; the location, width, and assay values of all samples assayed; and the geological formations and structures traversed by the workings shall be furnished monthly to the Government.

The Operators shall provide such equipment, materials, supervision, labor, and technical services as may be required to perform the work in a satisfactory manner.

The location, direction, and extent of each work item shall be subject to Government approval confirmed in writing.

Description of the Work

The work shall consist of driving a crosscut from the shaft station on the 490 level of the Thomas W. shaft eastward approximately 1400 feet to explore for the downward extension of the Superior vein and other veins such as the Lander and True Blue, and to explore by drifting along one or more of these veins to test the width, grade, and continuity of mineralized material. The total of drifting may approximate 200 feet.

The approximate location of the proposed crosscut is shown on Figure 1.

Estimated Costs of the Work

Fixed Unit Costs 1/ 2/

Crosscutting and drifting		
1600 feet at $45.00/foot	$72,000.00	
Timbering, crosscuts and drifts		
200 feet at $10.00/foot	2,000.00	
Assaying for gold and silver		
40 samples at $5.00/sample	200.00	
Total Estimated Cost of the Project		$74,200.00
Government Participation at 75 percent		$55,650.00

1/ Includes all costs whatsoever such as labor, equipment, materials and supplies, supervision, payroll taxes and insurance, office expense, report preparation, and other services.

2/ The Government retains no equity in any of the equipment or materials used.

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
11/7/72	Kirkemo	

Memorandum

To: Field Officer, Region II

From: Chief, Office of Minerals Exploration

Subject: OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada

Enclosed are the original and three copies of a proposed contract to explore the New Pass mine. The contract consists of MME Form 51 (five pages), Annex I (two pages), Exhibit A (two pages), Exhibit B-I (one page), and one map (Figure 1). All copies of the contract have been signed for the Government. You should insert the date for commencement of the work. An extra copy of the contract is enclosed for field use.

If the proposed contract is satisfactory to you and the Applicant, the four copies should be signed by Donald E. Jung and Lotar Jung, and distributed as usual.

Please advise the Applicant that the 8½ percent interest accrues from the dates on which individual payments are made by the Government, and like the principal, is repayable from royalty on production.

If any part of the proposed contract does not have your approval or that of the Applicant, the original and all copies should be returned to this office together with the proposed changes for consideration.

The enclosed copy of a memorandum from the Associate Solicitor - General Legal Services pertains to the problems we had in drafting this contract, and offers guidance to us in the event we encounter similar situations in the future.

Harold Kirkemo

Harold Kirkemo

Enclosures

cc: Director's reading file
Mineral Resources
OME reading file
Mr. Kirkemo
130

HKirkemo/cac 11/7/72

United States Department of the Interior

OFFICE OF THE SOLICITOR
WASHINGTON, D.C. 20240

IN REPLY REFER TO:

NOV 6 1972

Memorandum

To: Chief, Office of Minerals Exploration

From: Associate Solicitor--General Legal Services

Subject: Exploration Contract OME-6699 (Gold-Silver)
Donald E. Jung and Lotar Jung
New Pass Mine
Churchill and Lander Counties, Nevada

We return herewith the subject contract which we have approved for legal sufficiency.

We note that a new application form, dated October 26, 1972, has been submitted wherein Lotar Jung has joined the original applicant Donald E. Jung, his son, as a cooperator. As you will recall this office suggested that this be done due to the fact that original applicant had indicated that funds for his share of the cost of the project ($18,550.00) are to be furnished by his father. However, in a letter dated August 28, 1972 Lotar Jung indicated that he "would prefer to assume all payments for the purchase of machinery and supplies necessary to the mining operation. This would be paid on a monthly basis or paid when goods are purchased. This would not require a large withdrawal to Don's account."

As we indicated to you orally we believe the procedure proposed by Lotar Jung would be unacceptable for the reason that an applicant for an OME contract should have the source of his share of the expenses of the project under his direct management and contract inasmuch as he is the party contracting with the United States. This requirement protects the interest of the United States in that it provides reasonable assurance that once the contract is executed the project will not fail either because the financial backer has reneged on his promise to furnish the money, or because, in the case of death of relative who has agreed to loan the money, the money might not be readily available when needed from the executor of his estate.

To meet this requirement we suggest that in the future whenever an applicant indicates that it is proposed that a person who is not to be a party to an OME contract will supply the applicant's share of the cost of the project work he should be required to show his backer's firm intention to bind himself,

his heirs and assigns to furnish the required funds by submitting to your office an executed legally sufficient document obligating the backer either to transfer the funds directly to the applicant upon demand, or to irrevocably deposit the required funds in a bank upon execution of an OME contract in either the applicant's name or in a trustee's account. The essential point is that the backer must show that he will or has turned control of the funds over to the OME operator, or in the latter case, to a trustee for the operator's benefit.

A preferred alternative to the above procedure is of course that the financial backer of the applicant become a cooperator in the OME contract as was done in this case. Unless the financial backer is willing to take either of these alternatives we recommend that OME refuse to accept the application.

The Lien and Subordination Agreement executed by Lotar Jung on September 30, 1972 is of course no longer needed inasmuch as he will become a cooperator upon execution of OME Contract 6699.

C. Brewster Chapman Jr.

C. Brewster Chapman, Jr.
Associate Solicitor
General Legal Services

Enclosure

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Office of Minerals Exploration
345 Middlefield Road
Menlo Park, California 94025

October 31, 1972

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CODE
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120
B.U.

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada

Enclosed is the signed original of a new application form dated 10-26-72 in the names of both partners Donald E. Jung and Lotar Jung. A duplicate copy is retained in our files.

The new form was submitted by the subject applicant in response to the OME Field Officer's letter of October 24, 1972.

R M Smith
for H. K. Stager

Enclosure

28 Oct. 1972

OFFICIAL COPY
O. M. E.
RECEIVED
OCT 30 1972
INITIALS | CODE

Mr. Harold Kirkemo

Chief, Office of

Minerals Exploration Re: OME-6699

Dear Mr. Kirkemo,

Enclosed is the list of claims that have been recorded in Churchill County, Nevada. The Golden Portage claim was recorded with the others, but we neglected to include it in the list sent to your office.

The Sunset claim was evidently dropped by the Cooleys before I bought the mine and I included it as it was on the map. Disregard this claim.

Here is a list of the claims as recorded in Churchill Co. Also note that there was a mistake in numbers given for the page numbers of the two Independence Claims. The page numbers given in this list are correct.

Book 47	Pages
Independence No. 1	524 - 525
Independence No. 2	526 - 527
Golden Portage	528 - 529
Golden Portage No. 1	530 -531
Sundown	534 - 535
Thomas W.	536 - 537
Thomas W. No. 1	538 - 539
Thomas W. No. 2	540 - 541

Recorded Oct. 11, 1972 in Fallon, Churchill Co., Nv.

Respectfully Yours

Donald E. Jung

Donald E. Jung
Box 69
Austin, Nevada 89310

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

Cac 120 M
130
~~120~~
~~A W~~

October 24, 1972

Mr. Donald E. Jung
Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties, Nevada

Dear Mr. Jung:

The review by the Government lawyers in Washington, D.C., of the proposed contract for work at the New Pass Mine has run into some difficulties regarding ownership of the claims and the method of financing your share of the costs of the work. By far the simplest and quickest way of settling these problems would be to have you sign a new application form showing your father as a partner, inasmuch as he has an interest in the claims and will furnish the funds for carrying on the work. The contract, when approved, will then be in both of your names and be signed by both you and your father.

I have prepared a new MME Form 40 for your signature and return to this office (original and one copy). If you or your father have any questions, please call me.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

Enclosures

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
10-17	Mehr	

OCT 17 1972

Mr. Donald E. Jung
Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties,
Nevada

Dear Mr. Jung:

Thank you for the data on your unpatented claims which are recorded in the Churchill County records in Fallon, Nevada.

Please note on the enclosed copy of the claim list sent with your letter to us of October 12, 1972, that there is no information on the filing in Churchill County of the Golden Portage unpatented claim. If you have this information, please send it to us at your earliest convenience. Meanwhile, we will continue processing your application.

We also note that the Sunset unpatented claim was not included in the Sale Deed from Lee Cooley and Betty Cooley to Don Jung and Lothar Jung, dated December 26, 1963. We have no information indicating how you may subsequently have obtained rights to the claim. Perhaps you located the claim. As the area of the Sunset claim would not be necessary to the conduct of your proposed exploration project, we do not plan to include it in the list of claims subject to the provisions of a contract.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo
Chief, Office of
Minerals Exploration

Enclosure

cc: Director's reading file
Mineral Resources
OME reading file
Region II-with copy of recorded claims

Mr. Kirkemo
HKirkemo/cac 10/17/72

Austin, Nev.
10/12/72

ORIGINAL
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O. M. E.
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HK | 120
Raw | B.U.

Mr. Harold Kirkemo
Chief Office of
Minerals Exploration
Washington, D.C. 20242

Subject: OME-6699

Dear Mr. Kirkemo,

Enclosed is the receipt showing that we have recorded all unpatented claims in Churchill County. Also enclosed is the book and page numbers in which the claims are recorded.

Respectfully Yours,
Don Jung
Box 69
Austin, Nevada 89310

Enclosures (2)

Churchill County
Auditor & Recorder

10 W. Williams —— Phone 423-3935
FALLON, NEVADA

DATE 10-11-72

Received From Donald Jung

Address

Dollars	Cents
13	00

Dollars

Draft	M.O.	Check	Cash

For Recording fees for maps & certificates of Placer claims

THANK YOU!

Nº 1005

Rec'd By D. Tennett

List of mineral Claims
as recorded in Churchill County,
Fallon, Nev.

for
Donald E. Jung (OME 6699
Gold-silver)

Book 47	Pages
Independence no. 1	524 - 527
Independence no. 2	528 - 529
Golden Portage no. 1	530 - 531
Sunset	532 - 533
Sundown	534 - 535
Thomas H.	536 - 537
Thomas H. #1	538 - 539
Thomas H. #2	540 - 541

Recorded Oct. 11-1972

OME-6699

9-28-72
Box 405
Laytonville
Ca. 95454

Office of Mineral
Exploration
Menlo Park, Ca.
Attn: Mr HK Stager.

OFFICIAL
COPY
O. M. E.
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Coc | 120 TW
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HK | ~~120~~
RGW | B.W.

Dear Mr Stager:
Thank you for the phone call & your letter of today.
In re: to the finance of Don's project I would prefer to assume all payments for the purchase of machinery & supplies necessary to the mining operation.
This would be paid on a monthly basis or

paid when goods are purchased.

This would not require a large withdrawal to Don's account.

On the attached sheet I have given a rough outline of our net worth.

I trust this is satisfactory. I will be at New Pass for about the next 2 weeks.

Sincerely

L. Jerry

P.S. Enclosing assay taken from the 340' level

Don is leaving Friday 9-29-72

over

Please feel free to contact
the Bank of Willits
Willits Ca.
regarding the financial
statement.

Financial Statement
of
Lotar & Anita Jung.

Bank of Willits deposits	30,000.
Accounts receivable from land sales.	75,000.—
Value of home & 80 ac.	90,000.—
	$195,000.=

Plus .72 Cher
2 F-Ute.-
We have no mortages or payments.
Income about 1400.00/month.

Lotar Jung.
9-28-1972

P. M. CRISMON, PRES.

CRISMON & NICHOLS

ASSAYERS AND CHEMISTS

229-231 SOUTH WEST TEMPLE STREET

PHONE 363-7417

P. O. BOX 1708

REPORT OF ASSAY

SALT LAKE CITY, UTAH 84110 September 22, 1972

L. John - New Pass Mines

HAVE ASSAYED YOUR two SAMPLES AND FIND them TO CONTAIN AS FOLLOWS:

DESCRIPTION	NO.	OZS. GOLD PER TON	OZS. SILVER PER TON	PER CENT LEAD	PER CENT COPPER	PER CENT ZINC	PER CENT INSOL.	PER CENT IRON	PER CENT	VALUE OF GOLD PER TON
	1	0.39	0.10							
	2	0.99	Trace							

Samples from stope just started on the Thomas W 340' level

REMARKS:

CHARGES $ 7.00 + 8.00 received

CRISMON & NICHOLS

BY [signature]

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

September 27, 1972

OFFICIAL COPY
O. M. E.
RECEIVED
SEP 29 1972

INITIALS	CODE
Cal	120
	130
HK	120
	B.W.

Mr. Lotar Jung
P.O. Box 405
Laytonville, California 95454

Re: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties, Nevada

Dear Mr. Jung:

Enclosed are six copies of MME Form 52, Lien and Subordination Agreements, covering your interest in the unpatented mining claims in the New Pass district that we discussed by telephone this morning. Would you please sign them and return five copies to this office in the enclosed envelope.

Will you also please enclose a letter or statement indicating how you plan to help Don finance his share of the costs of the project along the lines we discussed on the telephone.

We have dropped the Sunset claim, as being unnecessary to the project, and have corrected the spellings of the Gold Medal and Phill Sheridan patented claims. I hope this will put everything in order.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

Enclosures

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
9/26	Weeks	

SEP 26 1972

Mr. Donald E. Jung
Post Office Box 69
Austin, Nevada 89310

Subject: OME - 6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Churchill and Lander Counties,
Nevada

Dear Mr. Jung:

In our letter of July 20, 1972 we forwarded a copy of Exhibit A for your file. Enclosed are three copies of Exhibit B-1, the certification statement required by Exhibit A. Two copies of Exhibit B-1 should be executed and returned to this office. Submittal of this certification should not be construed as a commitment by the Government that a contract will be granted, although if a contract is awarded, the document will become a part of the contract.

Following Mr. Stager's field examination, he has submitted a report and his recommendations on your proposed exploration program. With that report he submitted the enclosed map of the New Pass Mine area, on which he has shown the position of the Churchill County-Lander County boundary. This boundary line, taken from a recently published U. S. Geological Survey topographic map of the Mount Airy quadrangle differs from the former position shown on earlier maps and is relocated to follow the drainage divide as provided in the legal description of that boundary. This new information indicates that all of your mining claims are at least partly in Churchill County, rather than being in Lander County. While the validity of your claims as presently recorded in Lander County would not necessarily be in doubt, we recommend that you record the appropriate information, especially on the unpatented claims, in the records of Churchill County. Please furnish us with the appropriate recording information if you decide to act upon this recommendation.

Sincerely yours,

Harold Kirkemo

Harold Kirkemo
Chief, Office of
Minerals Exploration

Enclosure

cc: Director's reading file
Mineral Resources
OME reading file

Region II
Mr. Weeks
RWeeks:cac 9-26-72

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code

Memorandum

To: Field Officer, Region II

From: Acting Chief, Office of Minerals Exploration

Subject: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

The revised application is referred to you for further study and your recommendation following the field examination you have already scheduled, per our telephone conversation.

As you indicated in your transmittal memorandum, an additional assignment from Lotar Jung to Donald Jung will be needed, according to informal inquiry to the Solicitor's office. Mr. Martin suggests that the form of this assignment (preferrably a quit claim deed) should recite the history of the Jungs acquisition of title to the patented and unpatented claims, and that it acknowledge the 1966 conveyance of Lotar Jung's interest at that time and full conveyance at this time. The copy provided to us should be a facsimile of the actual document as recorded.

A financial statement will be needed if you recommend a contract on this application.

Robert A. Weeks

Robert A. Weeks

cc: Director's reading file
Mineral Resources
OME reading file
Mr. Kirkemo
Mr. Weeks
130

RWeeks:cac 7/20/72

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
7-20	Weeks	

JUL 20 1972

Mr. Donald E. Jung
Post Office Box 69
Austin, Nevada 89310

Subject: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

Your application to revise and reactivate the subject application has been received, and referred to Mr. H. K. Stager, Field Officer, Region II, Office of Minerals Exploration, U.S. Geological Survey, Building 2, 345 Middlefield Road, Menlo Park, California 94025. Mr. Stager has already contacted you concerning a field examination.

We enclose for your information a copy of Exhibit A, entitled "Notice to Prospective Federally Assisted Construction Contracts" which describes certain additional regulations and requirements. This should be filed with your copy of the application.

Mr. Stager will contact you if additional information concerning the new application is needed.

Sincerely yours,

Robert A. Weeks

Harold Kirkemo
Chief, Office of
Minerals Exploration

Enclosure

cc: Director's reading file
Mineral Resources
OME reading file
Region II
Mr. Kirkemo
Mr. Weeks

RWeeks:cac 7/20/72

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

July 5, 1972

see 120M
120

Mr. Donald E. Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

I plan to be in the Austin area during the period of July 20 and 21 and would like to make an examination of the New Pass Mine at that time if possible. Can you, or a representative, be at the mine on one of those days. I would plan to come directly to the mine, probably in the afternoon of July 20.

Please phone, or write, to this office if this time will be convenient for you.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

HKStager:mkh

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

April 19, 1972

OFFICIAL COPY
O. M. E.
RECEIVED
APR 24 1972
INITIALS | COPY
~~H20~~
HK ~~H20~~
Ron H Weeks
R20

Mr. Don Jung
P.O. Box 69
Austin, Nevada 89310

Re: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

This is in reply to your request of April 12, 1972, for advice on the type of information needed to reactivate your application.

Two signed copies of the application form and of all supporting documents should be furnished. The new information should include answers to all questions on the back of the application form, but for some questions the answer might be "See original application."

Since you are proposing a project different from the original, the answers to questions 1, 5, and 7 should be complete, including new maps or sketches and estimates of costs. Your letters to two banks should request a loan of 75 percent of the total cost of the project you propose.

I would suggest that in answer to 3(f) you give engineering reasons for inferring that ore will be found along the Lander and True Blue veins at the points where they will be cut by the crosscut (rake of ore shoots, etc.), and your reasons for being certain that other veins will be cut.

If you furnish supplies they can be included in the cost estimate at their full value. Your own equipment valued at over $50 per item can be included only to the extent of a depreciation allowance of 1/60th of its fair market value or its book value, whichever is less, for each month used.

A new set of application forms is enclosed. This letter should not be construed as a commitment by the Government to grant an exploration contract.

Sincerely yours,

H. K. Stager
Field Officer
OME, Region II

cc: OME, Wash., D.C.
DRF
ACG RF
MP RF
Docket

RMSmith:mkh

Enclosures

12 April, 1972

Mr. H. F. Stager
OME, Region II

Dear Mr. Stager,

I would like to make another application for Exploration Assistance on my property at New Pass Mines, Nv. Docket Number of my previous request is OME-6699. I did not continue with my previous request as I did not have sufficient funds to meet my committments of the exploration program. I now have sufficient funds available to go ahead with the project, providing the program to be outlined is approved by your office.

I have a more ambitious exploration program in mind than was outlined in my previous application. What I plan on doing is to drive a X-Cut drift from the 490 level of the Thomas W., eastward to the Superior Vein. This X-Cut would be 1500 feet in length and would cut the Superior Vein approximately 320 feet below the lowest workings in the Superior. The enclosed X-Section illustrates my plan.

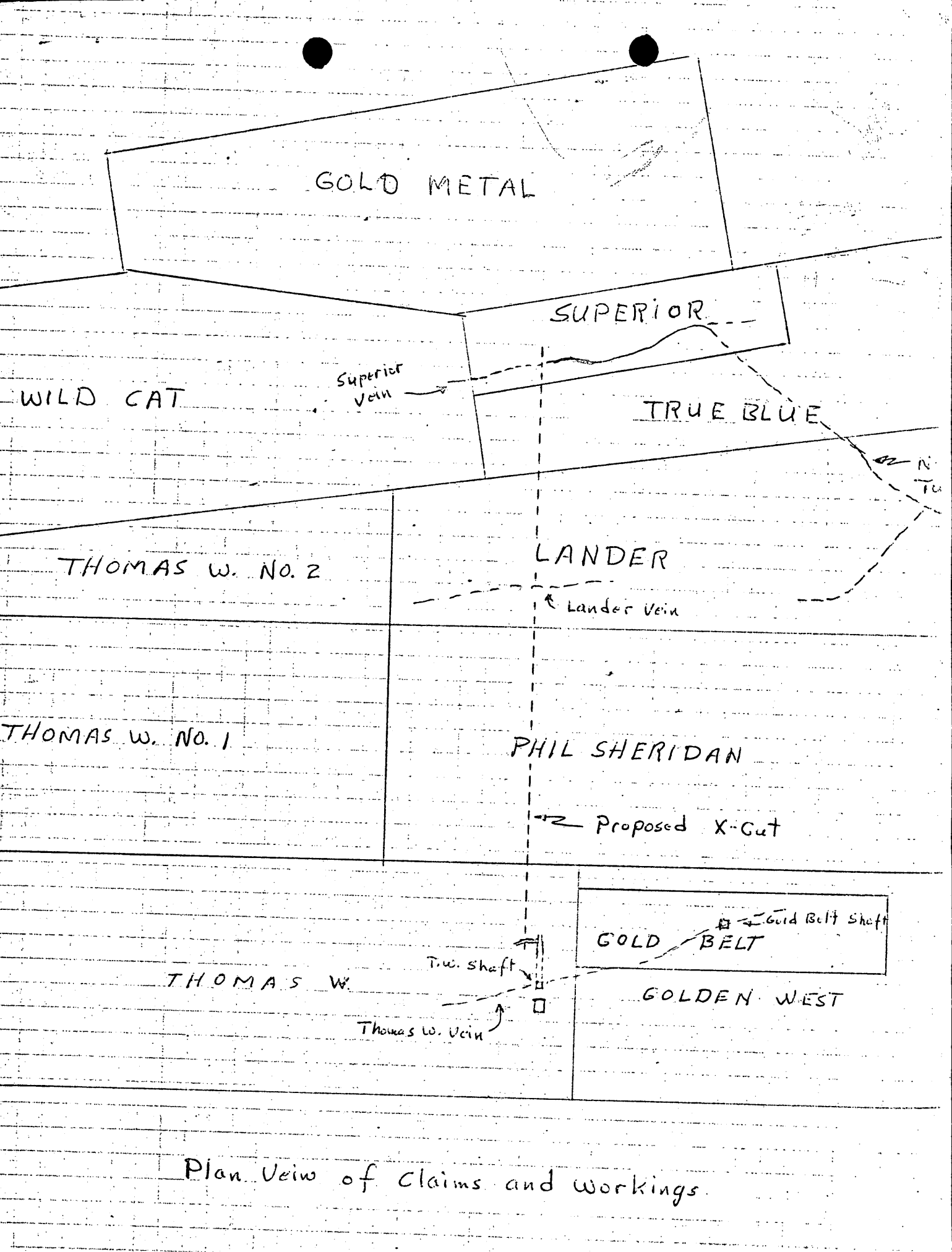
I am certain that the X-Cut will intersect other veins, beside the Lander and True Blue Veins, before the Superior ore zone is reached. I feel there is a very good chance of finding ore not only in the downward extension of the Superior, but also in parallel veins between the Thomas W. and Superior.

Would you please tell me what information that I need to resubmitt in order to initiate the processing of my application. I will procure from my Bank and one other, an affidavit of ineligibility for this type of loan. Also, I want to tell you at this time that I own the claims in full.

Respectfully Yours

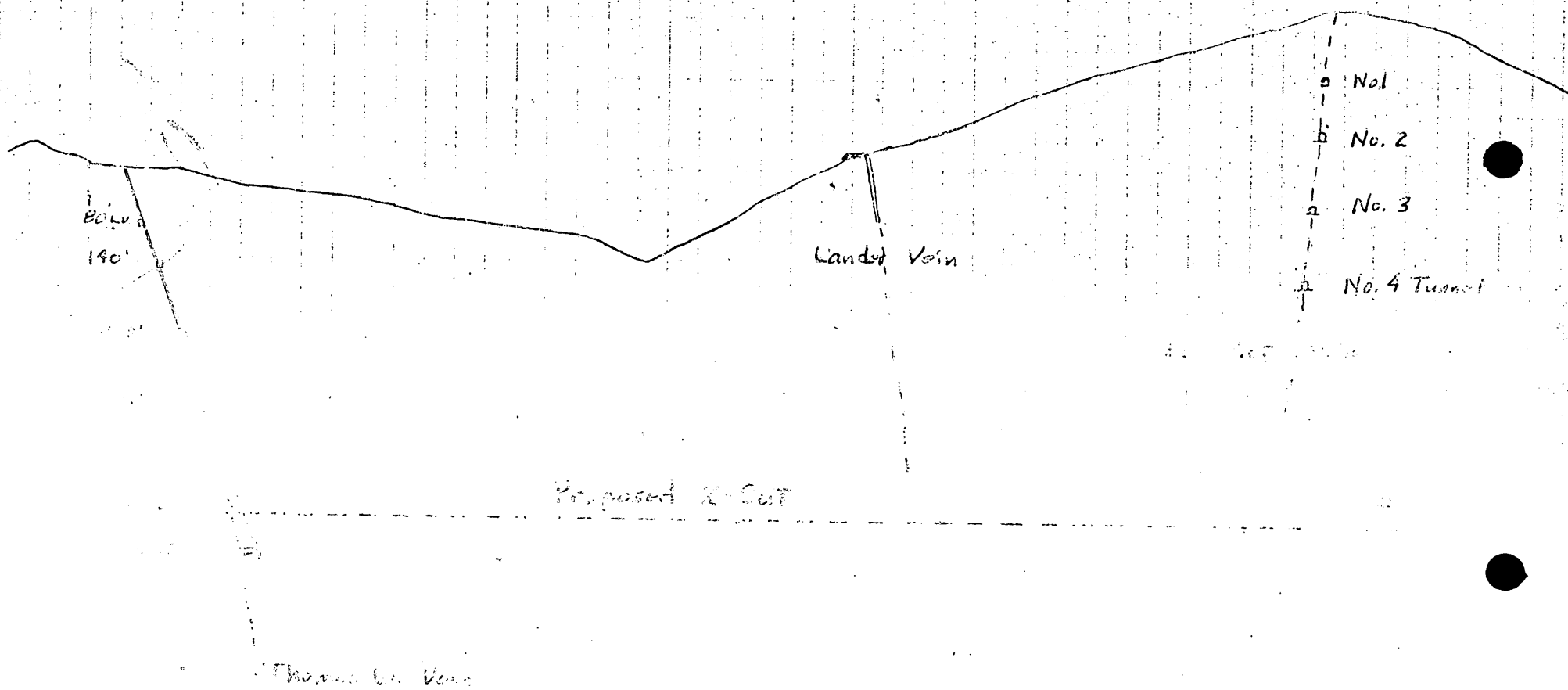
Ton Jung

Ton Jung
Box 69
Austin, Nv. 89310

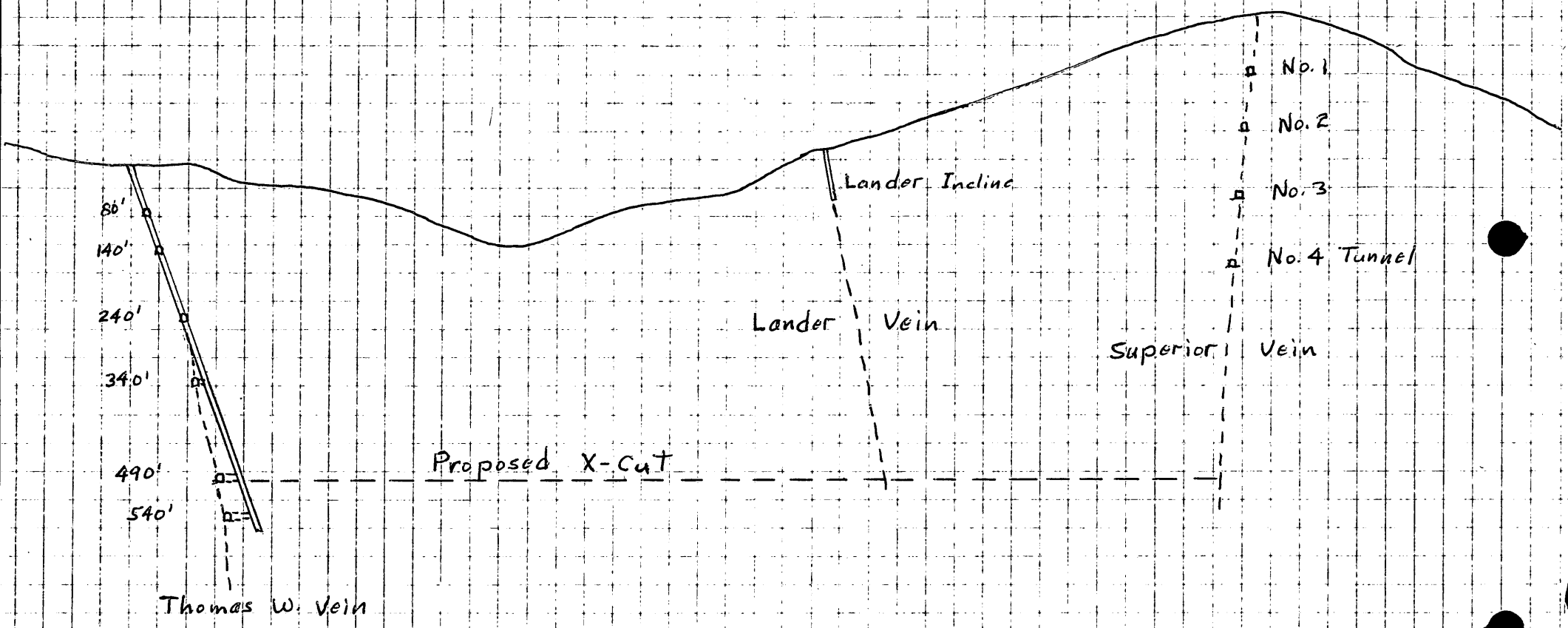


Plan Veiw of Claims and workings

Section of Proposed X-cut



X-Section of Proposed Tunnel



Scale 1" = 200'

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
4/30/68	Peterson	120
5/1/68	Kirkemo	120
		110
		220
		120M

MAY 1 1968

AIRMAIL

Mr. Donald E. Jung
Cordero Mine
McDermitt, Nevada 89421

Re: OME-6699 (Gold and Silver)
Donald Eugene Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

In compliance with your request of April 24, 1968, we are considering the subject application as having been withdrawn and are placing it in our inactive files.

If you wish to reopen this case at any time in the future, you may do so by filing a new application, referring to this OME docket number, and furnishing the information pertinent to your new proposal. This information should include new bank letters dated within 90 days of filing the new application, but need not repeat data already submitted.

The maps (5), geological reports (2), and the numerous assay reports are being returned to you as requested. Other non-technical material submitted is retained for our records.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Enclosures

cc: Director's Reading File
Division File
Economic Geology File
OME File
OME Reading File
Mr. Peterson
Region II w/copy of incoming ltr.

ECPeterson/bsl 4/30/68

24 April 68

Dear Mr. Johnson,

I am writing you in regards to OME application No. 6699. I have not been able to come up with the necessary capital to sustain the operation for the first 2 months.

Therefore I wish to withdraw my application. Could you please return the maps & reports? I might wish to reapply at some later date.

Thank you for your time and consideration.

Sincerly Yours
Don Jung

OFFICIAL
COPY
O. M. E.
RECEIVED
APR 29 1968
INITIALS | CODE
gla | 130
Jul | 120 M
BRJ | 110
RM | 120 P

Donald E. Jung
Cordero Mine
McDermitt, Nev. 89421

MME Form 7
(2/63)

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Date	Surname	Code
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		120
		110
4/17	CAL	220
		120M

AIRMAIL

Mr. Donald Eugene Jung
Cordero Mine
McDermitt, Nevada 89421

Re: OME-6699 (Gold and Silver)
Donald Eugene Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

We have not had a reply to our letter of February 19, 1968. Will you please inform us of your plans regarding the application. If you have decided not to pursue it further, will you please so inform us.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

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

BLong/ll 4/17/68

MME Form 7
(2/63)

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Date	Surname	Code
3/11/68	Peterson	120
3/11/68	Kirkham	120
		110
3/11	CSC	220
		120M

AIRMAIL

MAR 11 1968

Mr. Donald Eugene Jung
Cordero Mine
McDermitt, Nevada 89421

Re: OME-6699 (Gold and Silver)
Donald Eugene Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

This will acknowledge your letter of March 4, 1968, enclosing a copy of the document transferring Lotar Jung's interest in the mining claims to Donald Jung.

We shall continue to hold the processing of the subject application pending receipt of other information requested in our letter to you dated February 29, 1968.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

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

ECPeterson/gla 3-11-68

March 4, 1968

OFFICIAL COPY
O. M. E.
RECEIVED
MAR 8 1968
INITIALS | CODE
130
120
110
ME-6699

Mr. H. K. Stager
Menlo Park, Calif.

Dear Mr. Stager,

Enclosed is a copy of a document from my Father which transfers his interest in the mining claims at New Pass to my name only. I could not find this paper at the time I sent the other material to you.

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

Sincerly Yours,

Don Jung

Don Jung
Cordero Mine
Mcdermitt, Nev.

RECEIVED
MAR 8 1968
OFFICE OF MINERALS EXPLORATION
U.S. GEOLOGICAL SURVEY
MENLO PARK, CALIF.

December 26,1966

Lotar Jung and Anita Jung of Bartonville, California, do hereby give to Donald Eugene Jung of Panaca, Nevada, all of our interest in the following mining claims, buildings and equipment, located in the Reese River Mining District, Lander County, State of Nevada.

Survey # 38 Gold Belt (# 38)
Survey # 2200 Golden West
Survey # 37A Superior Lode
Survey # 37B Superior Mill Site
Survey # 2200 Phil Sheridan , Lander, True Blue, Wild Cat, Gold Metal, Lode Mining Claims, all patended mining claims and patented mill sites.

The Independence # 1 & Independence # 2, unpatended mining claims. Mill buildings, other buildings and all improvements situated on said patended mining claims and mill site and upon the unpatended mining claims, also all Water and Water Rights, appertaining to said mining claims and property.

Lotar Jung
Lotar Jung

Anita Jung
Anita Jung

Notary

For These are recorded A Austin

MME Form 7
(2/63)

OFFICIAL FILE COPY

Date	Surname	Code
2/29/68	Peterson	120
	(on leave)	100
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2/29	Case	220
		120M

FEB 29 1968

AIRMAIL

Mr. Donald Eugene Jung
Cordero Mine
McDermitt, Nevada 89421

Re: OME-6699 (Gold and Silver)
Donald Eugene Jung
New Pass Mine
Lander County, Nevada

Dear Mr. Jung:

Our review of your application for financial assistance indicates that the following additional information is needed to continue its processing.

We must have assurance that you can furnish your share of the costs in the event of an exploration contract. Our experience shows that allowances for labor and services provided by the Applicant, and for use of equipment he owns is generally not sufficient to pay for his share of the costs. Allowances for use of equipment owned by the Operator is calculated in an OME contract by allowing depreciation to the extent of 1/60th of its fair market value or its book value, whichever is less for each month used on the contract. If the equipment is rented, a fair rental charge per month is allowed.

It should be noted that under the exploration assistance program the Government will participate in the necessary and reasonable cost of equipment to the extent provided in the exploration contract. However, on small projects such as proposed, allowances for purchasing expensive equipment cannot be justified. Generally, on these programs where the Operator does not own the necessary equipment, funds are provided for its rental as indicated above, or the contract may allow for a contractor to perform all or any part of the work.

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

Since you do not own the claims where work is contemplated, it will be necessary for you to furnish five copies of Lien and Subordination Agreements signed by Wallace M. Nelson and Merle F. Brooks, who still retain an interest in the property. Also a copy of the document transferring the rights of Lotav Jung, who is listed as the co-purchaser of the claims, to the Applicant is required. Lien and Subordination Agreements (six copies MMX Form 32) are enclosed for your possible use.

This request for additional information should not be construed as a commitment by the Government to grant an exploration contract. We shall hold the further processing of your application until the data are received.

Sincerely yours,

FRANK E. JOHNSON

Frank E. Johnson
Chief, Office of
Minerals Exploration

Enclosures

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

ECPeterson/bsl 2/29/68

February 28, 1968

Mr. Donald Eugene Jung
Cordero Mine
McDermitt, Nevada 89421

Subject: OME-6699

Dear Mr. Jung:

Your application for exploration assistance, dated February 22, 1968, submitted to our office at Menlo Park, California, has been assigned Docket No. OME-6699.

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

Sincerely yours,

Frank E. Johnson
Chief, Office of
Minerals Exploration

Copy to Region II

United States Department of the Interior

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

September 18, 1972

OFFICIAL COPY
O. M. E.
RECEIVED
SEP 22 1972
INITIALS | CODE
Csc | 120
Jen | 120
HK | 120
B.W.

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties, Nevada

Enclosed is an Application Report on the subject property recommending that a contract be granted consisting of 1,600 feet of crosscutting and drifting, 200 feet of timbering, and 40 assays, at an estimated total cost of about $74,200.

Also enclosed are six extra copies of Figure 2, for your use if a contract is granted.

I consider this proposed project to be the most favorable for success of any we have received in recent years and rate it far above the other applications we have on hand at this time. The presence of an operating mill on the property will allow the prompt development and mining of any ore found by the exploration. The Applicant is a particularly competent miner and operator.

H. K. Stager

Enclosures

UNITED STATES

DEPARTMENT OF THE INTERIOR

ROGERS C.B. MORTON, SECRETARY

GEOLOGICAL SURVEY

OFFICE OF MINERALS EXPLORATION

REPORT OF EXAMINATION

REGION II

APPLICATION REPORT

OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties, Nevada

By

H. K. Stager
Field Officer
OME, Region II

September 18, 1972

ON-SITE EXAM. REPORT

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ILLUSTRATIONS

Figure 1. Index map of Lander County, Nevada.

Figure 2. Map showing claims and proposed exploration, New Pass Mine, Lander-Churchill Counties, Nevada.

INTRODUCTION

Mr. Donald E. Jung, Box 69, Austin, Nevada 89310, applied to the Office of Minerals Exploration for Government assistance in an exploration project, Docket OME-6699, to explore for gold and silver at the New Pass Mine, Lander and Churchill Counties, Nevada. The Applicant infers the presence of minable gold- and silver-bearing ore shoots in quartz veins that occur along faults cutting metavolcanic rocks on the property and wishes to explore for these ore shoots by driving a crosscut from the 490 level of the Thomas W. Shaft and drifting on the veins.

The application was first submitted on February 26, 1968, but was withdrawn by the Applicant on April 24, 1968, when he was unable to provide the necessary capital to finance his share of the estimated costs. The present revised proposal was submitted on June 21, 1972. A review and field examination was requested by the Office of Minerals Exploration and was made by H. K. Stager, Field Officer, on July 20, 1972, accompanied by the Applicant. The Applicant's maps, assays, and other data were examined and compared with surface and underground exposures on the property.

SUMMARY

The area of the New Pass Mine contains numerous gold-bearing quartz veins that occur along faults in greenstone. The results of the examination and of past exploration and mining indicate that downward continuations of ore shoots along the Superior vein may be discovered by the proposed exploration and that the probability of discovering other gold-bearing veins, between the Thomas W. and Superior veins, is good. As a result of discussions with the Applicant, some revisions in the planned work and estimated costs were

considered advisable. The revised program consists of 1,600 feet of cross-cutting and drifting, 200 feet of timbering, and the assaying of 40 samples for gold and silver. The work will require about 18 months to complete and is acceptable to the Applicant. The project site is accessible and facilities for accomplishing the work are available.

RECOMMENDATIONS

It is recommended that the Government enter into a contract with Donald E. Jung to provide 75 percent of the costs of the proposed program to explore the New Pass Mine. The program will require about 18 months to complete and the Government's share of the estimated total cost of $74,200 would be $55,650.

LOCATION, ACCESSIBILITY, AND LOCAL FACILITIES

The New Pass Mine is in secs. 9, 10, and 16, T. 20 N., R. 40 E., MDBM, New Pass mining district, Lander and Churchill Counties, Nevada (Fig. 1), near the south end of the New Pass Range at an altitude of about 7,400 feet. The county line passes through the mine area and most of the workings are in Churchill County (Fig. 2).

To reach the mine, that is about 25 miles northwest of Austin (the closest town), drive 23 miles northwest on U.S. Highway 50 to New Pass summit, turn right (north) on a graded dirt road and drive about 5 miles to the mine camp. The mine road is maintained by Lander County and is passable to ordinary passenger vehicles except in winter when it may be blocked by snow for brief periods. The drive from Austin usually requires about one hour.

Mail and telephone service, some supplies, and mine labor are available in Austin, but most supplies, equipment, and materials are obtained

from Fallon, Nevada (90 miles), or from the Reno-Sparks area (150 miles). Mine dimension timber is available at a price of about $120 per M. Water is available on the property or from nearby wells. Assay service is available in Reno or Salt Lake City. The local wage scale for good miners is about $4.00 to $5.00 per hour.

PROPERTY

History and Production

Gold was discovered, and the New Pass district was organized, in 1864 or 1865 by a group of miners from Austin. A small 5-stamp amalgamation mill was moved to the district from Austin in 1868 and operated for several years, treating about 12,000 tons of ore. The district was then idle until about 1900 when renewed activity resulted in the establishment of a post office at the New Pass camp and this office remained in operation until about 1904. In 1917 the Nevada Austin Mines Company constructed a cyanide mill of about 100-tons-per-day capacity, but the company was unsuccessful and the mill was sold after treating about 5,500 tons of ore. Mining was again resumed about 1930 and continued intermittently on a small scale until about 1941. Except for a brief period from 1960 to 1964 the mines in the district have been inactive in recent years. Total production from the district is estimated to be about 35,000 tons of ore that averaged about 1 ounce of gold and 1 ounce of silver per ton. Most of this production came from the Thomas W. and Superior veins.

Ownership

The Applicant is the owner of the 8 patented and 9 unpatented claims that comprise the property (Fig. 2). These claims are recorded at Austin, Nevada, as follows:

Patented Claims

Claim Name	Survey Number
Superior Lode	37A
Gold Belt No. 1	38
Golden West	2200
Gold Metal	2200
Lander	2200
Phill Sheridan	2200
True Blue	2200
Wild Cat	2200

Unpatented Claims

Claim Name	Book	Page
Thomas W.	J	93
Thomas W. No. 1	J	110
Thomas W. No. 2	J	111
Golden Portage	J	329
Golden Portage No. 1	J	325
Sundown	J	326
Sunset	J	326
Independence No. 1	L	245
Independence No. 2	L	245

Financial Eligibility

The Applicant furnished copies of letters to two banks requesting loans for the proposed work and also copies of letters denying the loans. The Applicant proposes to furnish his share of the exploration costs by furnishing supervision and engineering, use of equipment and supplies, and the balance in cash that will be provided by Lotar and Anita Jung, parents of the Applicant, to be deposited in the Applicant's account at the Nevada National Bank, Austin, Nevada, if a contract is granted.

Development

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The New Pass Range consists of chert and quartzite of the Ordovician Valmy Formation overlain by conglomerate of the Battle Formation. These rocks have been overthrust by rocks of the Pennsylvanian and Permian Havallah sequence which are depositionally overlain by Triassic rocks. Most of the range consists of shales, siltstones, cherts, and greenstones of the Havallah sequence, with some conglomerate and siltstone of Triassic age. These sedimentary rocks in general strike north and dip west in a west-dipping homocline.

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The gold- and silver-bearing deposits consist of free gold, with minor amounts of silver occurring with lead and copper sulfides, carbonates, and oxides, in quartz veins along steeply dipping faults that cut a massive greenstone unit. The veins strike north or northwest and are vertical or dip steeply east or west (Fig. 2). The ore shoots are from less than a foot to as much as 10 feet thick but where mined averaged about 3 feet. They were as much as 300 feet in length, and have been mined down dip for as much as 500 feet. Most of the ore is oxidized but some sulfide minerals are reported from the deeper levels of the mines. Gangue minerals, in addition to quartz, are iron oxides with some pyrite.

The Thomas W.-Gold Belt vein strikes N. 15° W., dips 70° to 80° NE., has been mined for a strike length of about 900 feet, and to a depth of more than 500 feet. The mineralization has been consistent and good ore is exposed in the lowermost workings. The Superior vein is parallel to, and about 1,500 feet east of, the Thomas W.-Gold Belt vein but dips about 85° SW. It has been mined for a strike length of about 1,000 feet and to a depth of more than 300 feet. The principal target of the proposed exploration is the downward continuation of the largest ore shoot of the Superior vein at a depth of about 300 feet below the lowermost workings.

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The application contained abundant assay data on the Thomas W. and Superior veins and no additional samples were taken during the examination. Much of the material indicated on the assay maps has been mined and the Applicant states that the grade of the ore milled agreed closely with the assay values of the samples. It should be noted that the assay values were calculated at $35.00 per ounce for gold and $0.71 per ounce for silver, and at the present values for gold and silver these figures would be about doubled.

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The Applicant estimates about 5,000 tons of indicated ore reserves, containing about 0.4 ounce of gold per ton, in the Thomas W.-Gold Belt workings. Both the tonnage and grade are considered to be conservative estimates. An equivalent tonnage of indicated ore is estimated to be available above the No. 4 Tunnel level in the Superior workings.

Inferred ore reserves in the Superior vein, between the No. 4 Tunnel level and the level of the proposed exploration, are about 20,000 tons of ore that averages about 0.5 ounce of gold and 1.0 ounce of silver per ton. An additional 10,000 tons of ore of the same grade is inferred in the Lander, True Blue, and other veins to be intersected by the crosscut. These inferred reserves are the target of the proposed exploration.

EXPLORATION

Applicant's Proposal

The Applicant proposed to explore the area between the Thomas W. and Superior veins by driving a crosscut 1,500 feet long from the 490 level of

the Thomas W. Shaft. This work, including supervision and assaying, was estimated to cost $71,000 and require about 15 months to complete.

The proposed exploration and cost estimates were discussed with the Applicant and some changes and modifications were suggested. The crosscut was originally proposed to start from a point about 150 feet north of the Thomas W. Shaft but it was agreed that the crosscut should start at the shaft station, thus saving some footage and making a more efficient operation. The Applicant had not provided for any timbering and it was pointed out that some may be necessary. Inasmuch as the Applicant, at his own expense, had almost completed the repairs to the shaft, it was agreed that this item could be deleted from the proposed costs and 200 feet of timbering substituted. The Applicant also agreed to increase the total footage by 100 feet, thereby allowing about 200 feet of drifting on the veins to be intersected by the crosscut.

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I propose, and the Applicant has agreed, to increase the crosscutting and drifting footage to 1,600 feet so as to permit about 200 feet of drifting on the target quartz vein, or veins. If, when the 1,600 feet of crosscutting and drifting is completed, additional drifting is required to properly explore the intersected veins, then an amendment to further increase the total footage will be considered. I propose, and the Applicant has agreed, to delete the estimated shaft rehabilitation costs and to provide instead for 200 feet of timbering that may be necessary where the crosscut intersects faults or other fractured zones.

Proposed Exploration Costs

The application contains considerable cost data and the Applicant supplied additional information at the time of the examination and by letter during the preparation of this report. Labor costs are high, because of the remote area and the cost of taxes and insurance that total about $20 per $100 of payroll. The necessity of having a full-time hoistman and a supervisor greatly increase the costs per foot. Costs per foot of crosscutting will be low initially, but as the distance from the shaft station increases the costs for tramming and ventilation will also increase. The Applicant estimates the average cost per foot will range from about $40 at the start of the project to more than $50 as the work progresses. An overall average of $45 per foot is probably low but the Applicant appears willing to accept this figure.

The ground stands well and little support has been required in the workings, some of which are more than 100 years old. Some timbering may be required, however, where the crosscut intersects possible faulted and fractured zones beneath the canyon between the two major veins and along the veins that will be explored by drifts. A cost of about $10 per foot is estimated for 200 feet of timbering. If this item is not used, the excess can be utilized for additional drifting.

Cost Estimate

Fixed Unit Costs:

Crosscutting and drifting	
1,600 feet at $45.00/foot	$72,000
Timbering, crosscuts and drifts	
200 feet at $10.00/foot	2,000
Assaying--40 samples for gold and silver at $5.00/sample ...	200
Estimated total cost of project	$74,200
Government participation at 75 percent	$55,650

ENVIRONMENTAL STATEMENT

The purpose of the proposed project is to explore, by crosscutting and drifting from the 490 level of the Thomas W. Shaft, for concealed gold- and silver-bearing ore bodies in quartz veins along faults in metavolcanic rocks of late Paleozoic age. All of the work will be done at depths of from 400 to 800 feet beneath the land surface from existing mine workings. About 3,000 cubic yards of waste rock will be brought to the surface for disposal and it is planned to use this material to surface the mine access road in several low areas where deep mud is present during wet weather. The impact of the proposed work on the environment will therefore be small and beneficial.

UNITED STATES DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

OME-6699
(Gold-Silver)

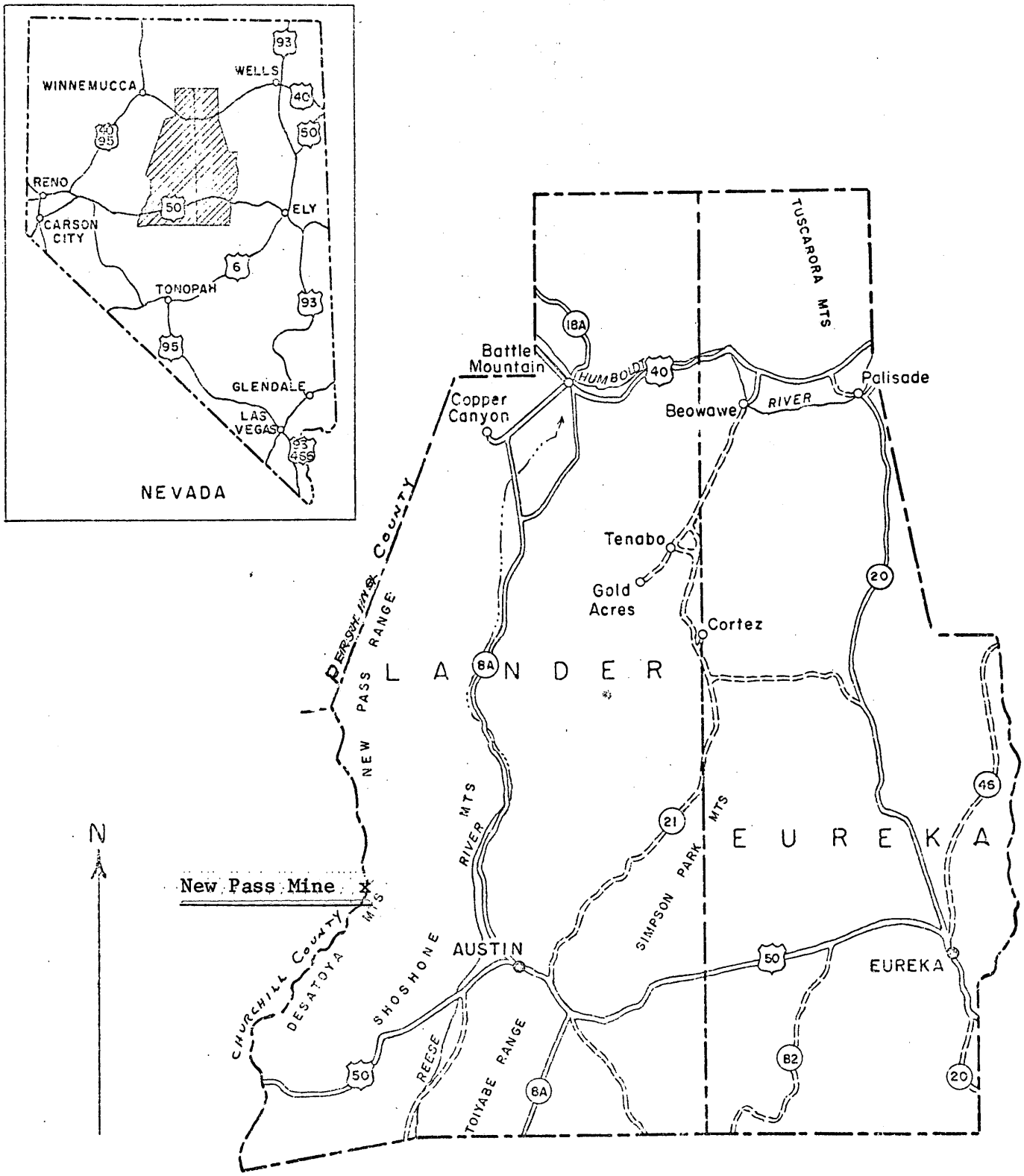

Figure 1. INDEX MAP OF LANDER AND EUREKA COUNTIES, NEVADA

0 20 40 60 Miles

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

September 18, 1972

Memorandum

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

From: Field Officer
Region II

Subject: OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties, Nevada

Enclosed is an Application Report on the subject property recommending that a contract be granted consisting of 1,600 feet of crosscutting and drifting, 200 feet of timbering, and 40 assays, at an estimated total cost of about $74,200.

Also enclosed are six extra copies of Figure 2, for your use if a contract is granted.

I consider this proposed project to be the most favorable for success of any we have received in recent years and rate it far above the other applications we have in hand at this time. The presence of an operating mill on the property will allow the prompt development and mining of any ore found by the exploration. The Applicant is a particularly competent miner and operator.

H. K. Stager

Enclosures

cc: DRF
ACG RF
MP RF
Docket

HKStager:mkh

UNITED STATES

DEPARTMENT OF THE INTERIOR

ROGERS C.B. MORTON, SECRETARY

GEOLOGICAL SURVEY

OFFICE OF MINERALS EXPLORATION

REPORT OF EXAMINATION

REGION II

APPLICATION REPORT

OME-6699 (Gold-Silver)
Donald E. Jung
New Pass Mine
Lander and Churchill Counties, Nevada

By

H. K. Stager
Field Officer
OME, Region II

September 18, 1972

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ILLUSTRATIONS

Figure 1. Index map of Lander County, Nevada.

Figure 2. Map showing claims and proposed exploration, New Pass Mine, Lander-Churchill Counties, Nevada.

INTRODUCTION

Mr. Donald E. Jung, Box 69, Austin, Nevada 89310, applied to the Office of Minerals Exploration for Government assistance in an exploration project, Docket OME-6699, to explore for gold and silver at the New Pass Mine, Lander and Churchill Counties, Nevada. The Applicant infers the presence of minable gold- and silver-bearing ore shoots in quartz veins that occur along faults cutting metavolcanic rocks on the property and wishes to explore for these ore shoots by driving a crosscut from the 490 level of the Thomas W. Shaft and drifting on the veins.

The application was first submitted on February 26, 1968, but was withdrawn by the Applicant on April 24, 1968, when he was unable to provide the necessary capital to finance his share of the estimated costs. The present revised proposal was submitted on June 21, 1972. A review and field examination was requested by the Office of Minerals Exploration and was made by H. K. Stager, Field Officer, on July 20, 1972, accompanied by the Applicant. The Applicant's maps, assays, and other data were examined and compared with surface and underground exposures on the property.

SUMMARY

The area of the New Pass mine contains numerous gold-bearing quartz veins that occur along faults in greenstone. The results of the examination and of past exploration and mining indicate that downward continuations of ore shoots along the Superior vein may be discovered by the proposed exploration and that the probability of discovering other gold-bearing veins, between the Thomas W. and Superior veins, is good. As a result of discussions with the Applicant, some revisions in the planned work and estimated costs were

considered advisable. The revised program consists of 1,600 feet of cross-cutting and drifting, 200 feet of timbering, and the assaying of 40 samples for gold and silver. The work will require about 18 months to complete and is acceptable to the Applicant. The project site is accessible and facilities for accomplishing the work are available.

RECOMMENDATIONS

It is recommended that the Government enter into a contract with Donald E. Jung to provide 75 percent of the costs of the proposed program to explore the New Pass Mine. The program will require about 18 months to complete and the Government's share of the estimated total cost of $74,200 would be $55,650.

LOCATION, ACCESSIBILITY, AND LOCAL FACILITIES

The New Pass Mine is in secs. 9, 10, 15 and 16, T. 20 N., R. 40 E., MDBM, New Pass mining district, Lander and Churchill Counties, Nevada (Fig. 1), near the south end of the New Pass Range at an altitude of about 7,400 feet. The county line passes through the mine area and most of the workings are in Churchill County (Fig. 2).

To reach the mine, that is about 25 miles northwest of Austin (the closest town), drive 23 miles northwest on U.S. Highway 50 to New Pass summit, turn right (north) on a graded dirt road and drive about 5 miles to the mine camp. The mine road is maintained by Lander County and is passable to ordinary passenger vehicles except in winter when it may be blocked by snow for brief periods. The drive from Austin usually requires about one hour.

Mail and telephone service, some supplies, and mine labor are available in Austin, but most supplies, equipment, and materials are obtained from

from Fallon, Nevada (90 miles), or from the Reno-Sparks area (150 miles). Mine dimension timber is available at a price of about $120 per M. Water is available on the property or from nearby wells. Assay service is available in Reno or Salt Lake City. The local wage scale for good miners is about $4.00 to $5.00 per hour.

PROPERTY

History and Production

Gold was discovered, and the New Pass district was organized, in 1864 or 1865 by a group of miners from Austin. A small 5-stamp amalgamation mill was moved to the district from Austin in 1868 and operated for several years, treating about 12,000 tons of ore. The district was then idle until about 1900 when renewed activity resulted in the establishment of a post office at the New Pass camp and this office remained in operation until about 1904. In 1917 the Nevada Austin Mines Company constructed a cyanide mill of about 100-tons-per-day capacity, but the company was unsuccessful and the mill was sold after treating about 5,500 tons of ore. Mining was again resumed about 1930 and continued intermittently on a small scale until about 1941. Except for a brief period from 1960 to 1964 the mines in the district have been inactive in recent years. Total production from the district is estimated to be about 35,000 tons of ore that averaged about 1 ounce of gold and 1 ounce of silver per ton. Most of this production came from the Thomas W. and Superior veins.

Ownership

The Applicant is the owner of the 8 patented and 9 unpatented claims that comprise the property (Fig. 2). These claims are recorded at Austin, Nevada, as follows:

Patented Claims

Claim Name	Survey Number
Superior Lode	37A
Gold Belt No. 1	38
Golden West	2200
Gold Metal	2200
Lander	2200
Phill Sheridan	2200
True Blue	2200
Wild Cat	2200

Unpatented Claims

Claim Name	Book	Page
Thomas W.	J	93
Thomas W. No. 1	J	110
Thomas W. No. 2	J	111
Golden Portage	J	329
Golden Portage No. 1	J	325
Sundown	J	326
Sunset	J	326
Independence No. 1	L	245
Independence No. 2	L	245

Financial Eligibility

The Applicant furnished copies of letters to two banks requesting loans for the proposed work and also copies of letters denying the loans. The Applicant proposes to furnish his share of the exploration costs by furnishing supervision and engineering, use of equipment and supplies, and the balance in cash that will be provided by Lotar and Anita Jung, parents of the Applicant, to be deposited in the Applicant's account at the Nevada National Bank, Austin, Nevada, if a contract is granted.

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The New Pass Range consists of chert and quartzite of the Ordovician Valmy Formation overlain by conglomerate of the Battle Formation. These rocks have been overthrust by rocks of the Pennsylvanian and Permian Havallah sequence which are depositionally overlain by Triassic rocks. Most of the range consists of shales, siltstones, cherts, and greenstones of the Havallah sequence, with some conglomerate and siltstone of Triassic age. These sedimentary rocks in general strike north and dip west in a west-dipping homocline.

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OME-6699
(Gold-Silver)

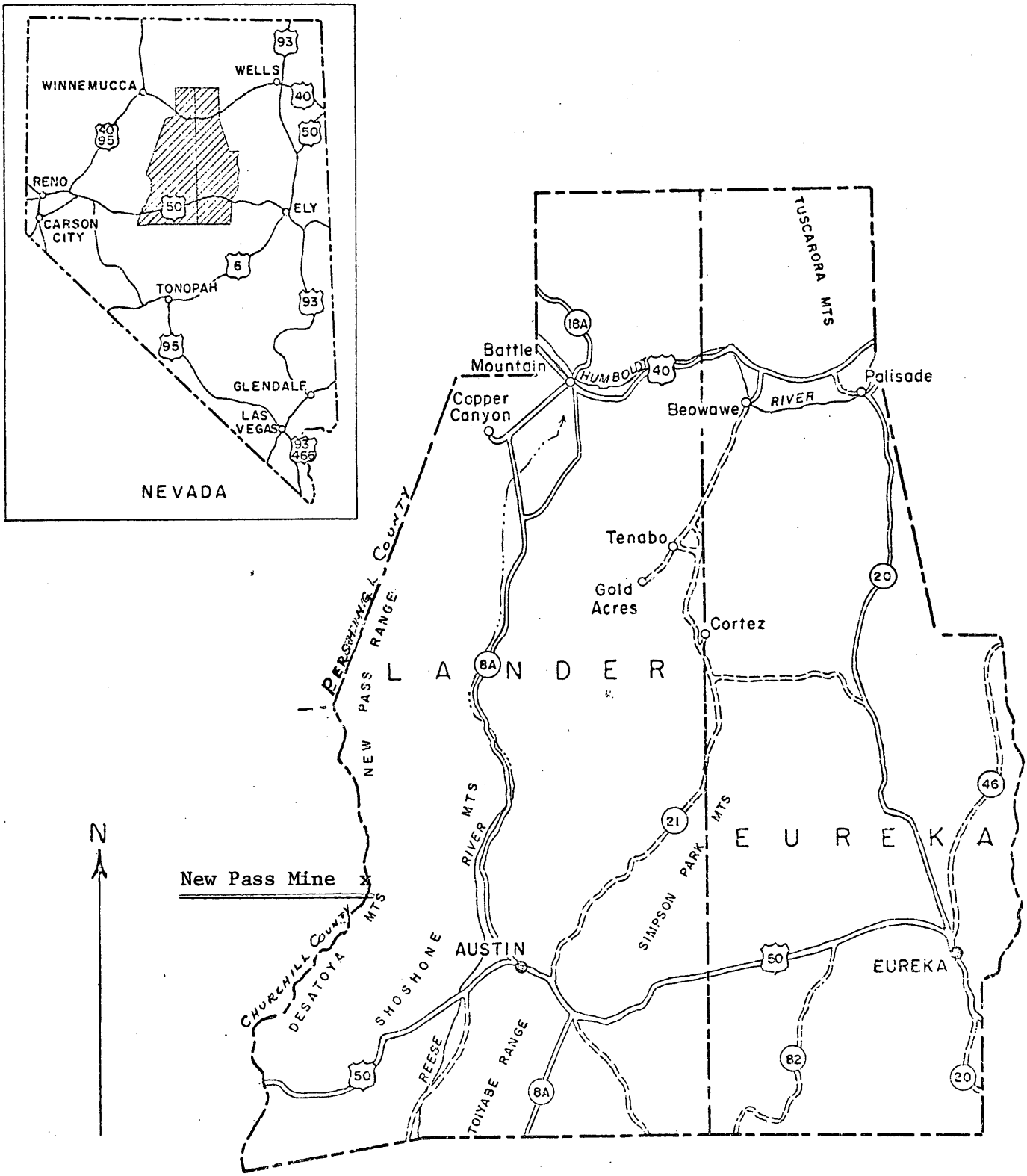


Figure 1. INDEX MAP OF LANDER AND EUREKA COUNTIES, NEVADA

0 20 40 60 Miles

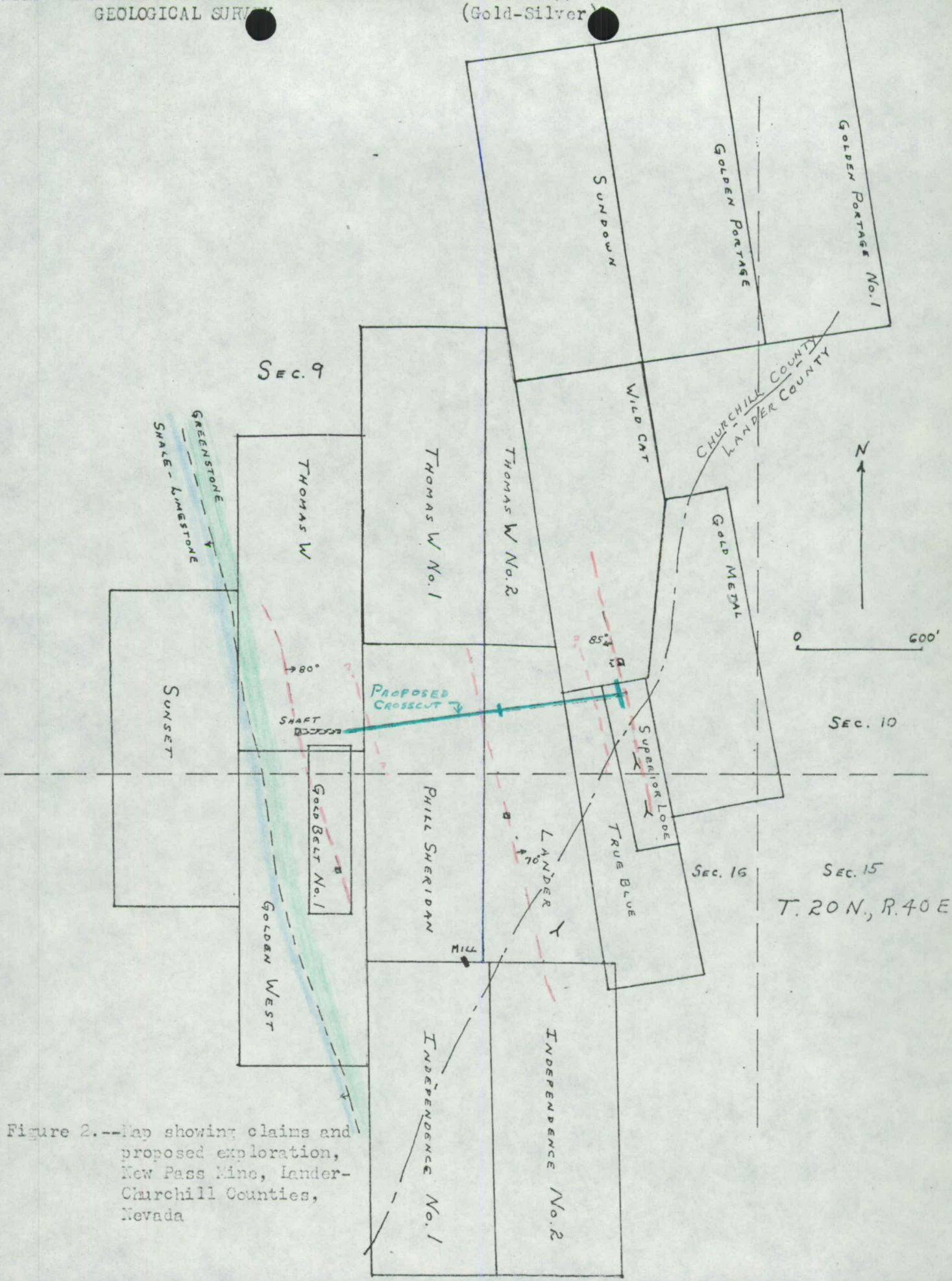
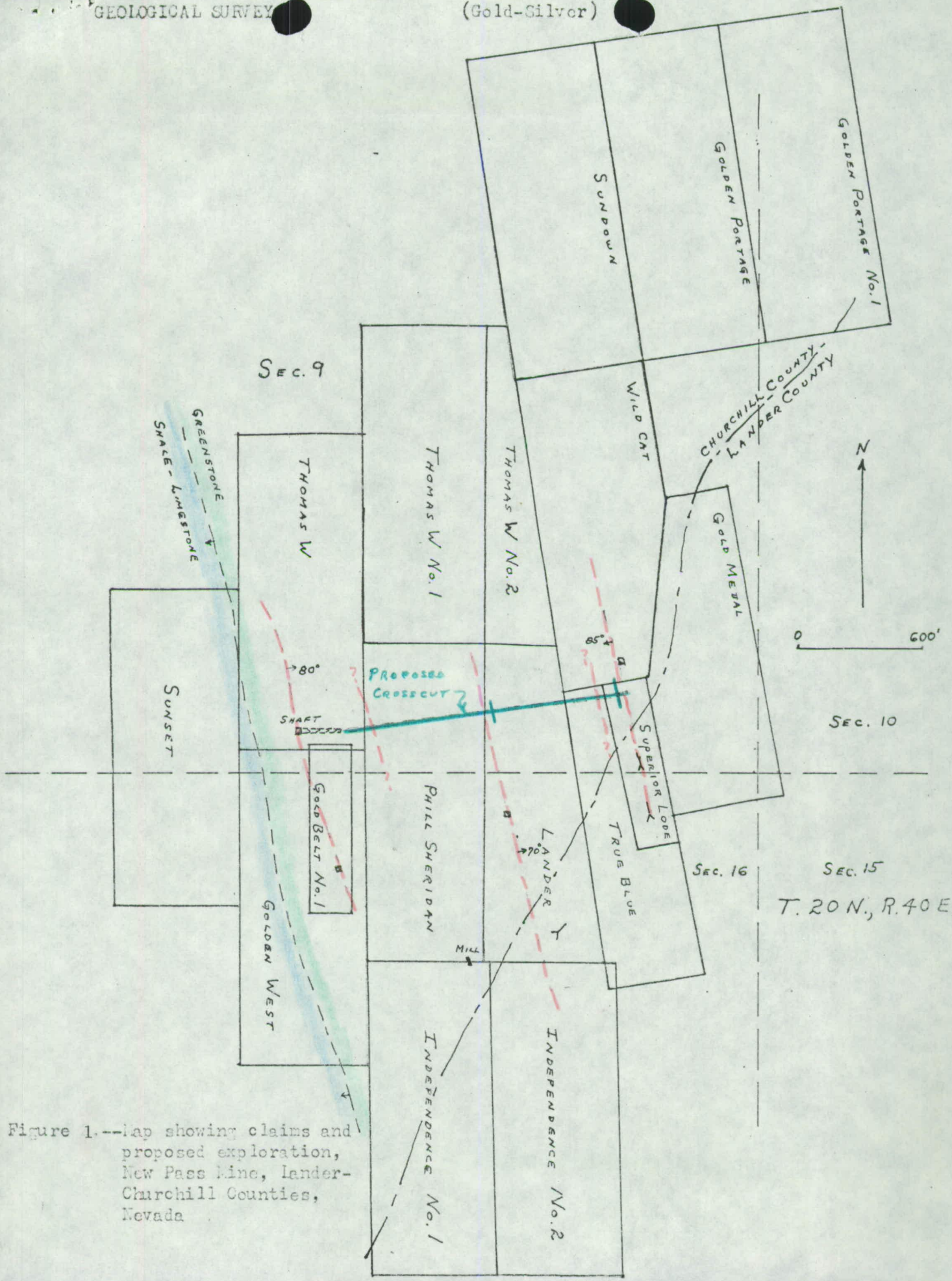


Figure 2.--Map showing claims and proposed exploration, New Pass Mine, Lander-Churchill Counties, Nevada



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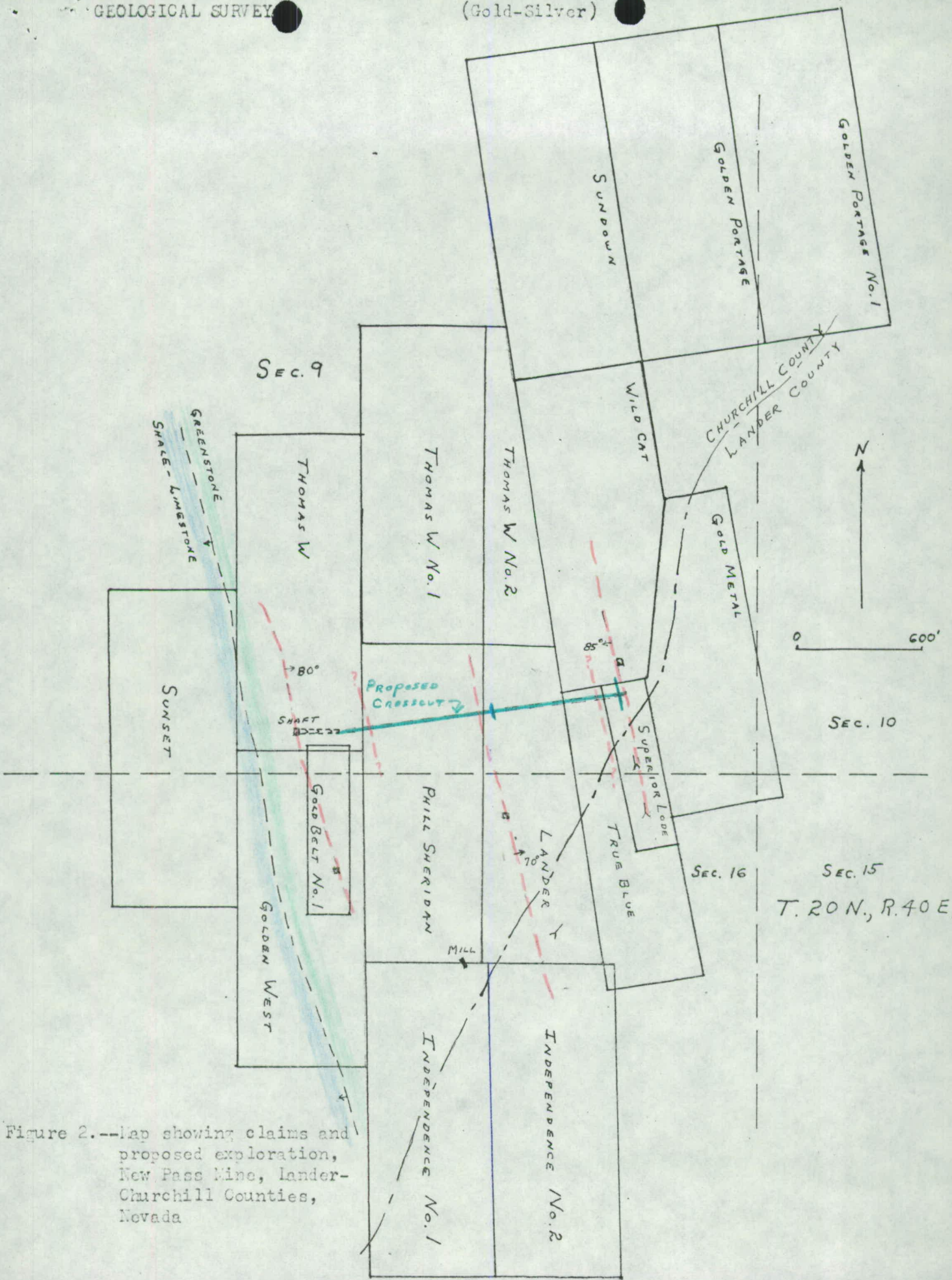

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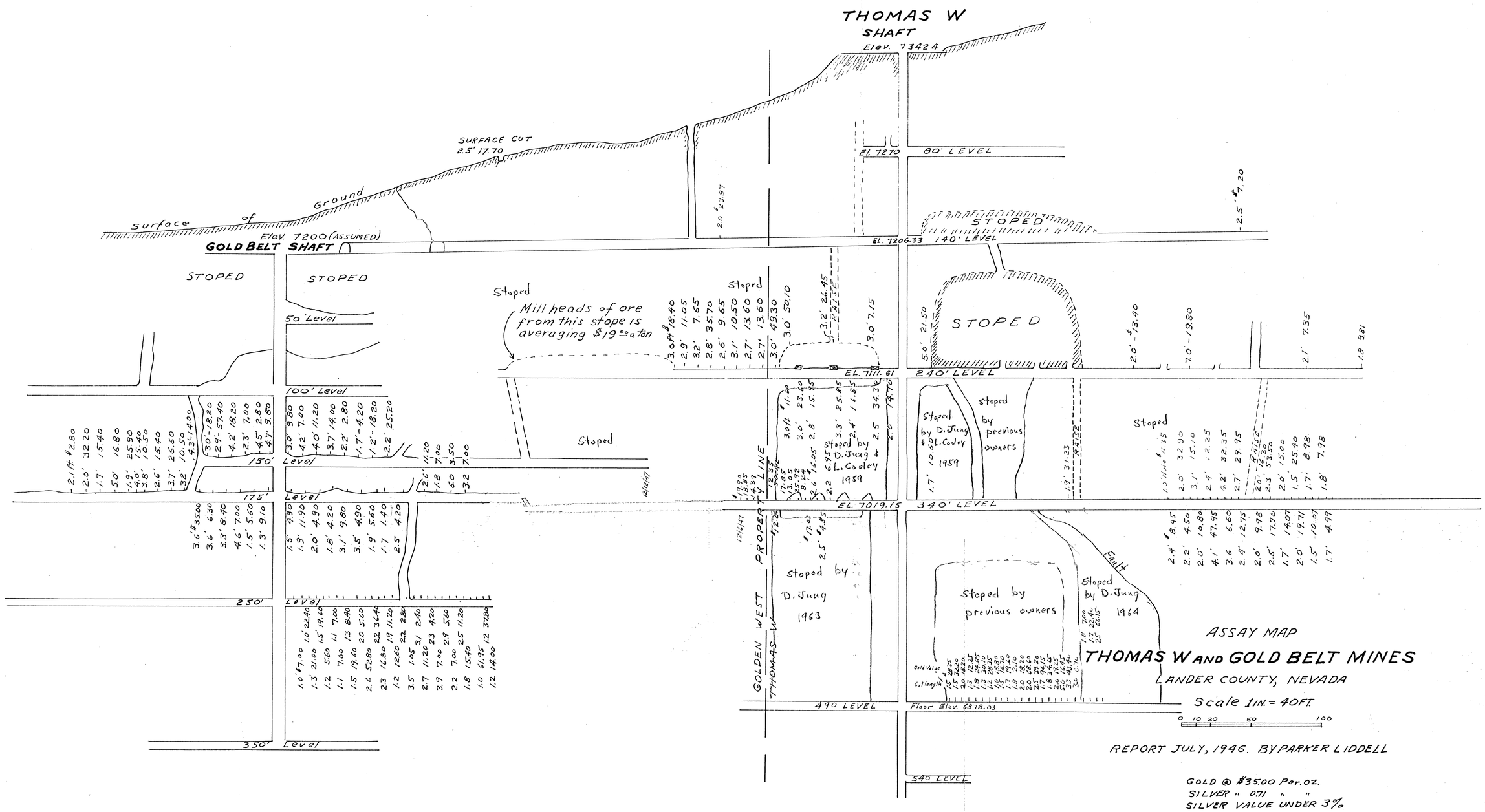
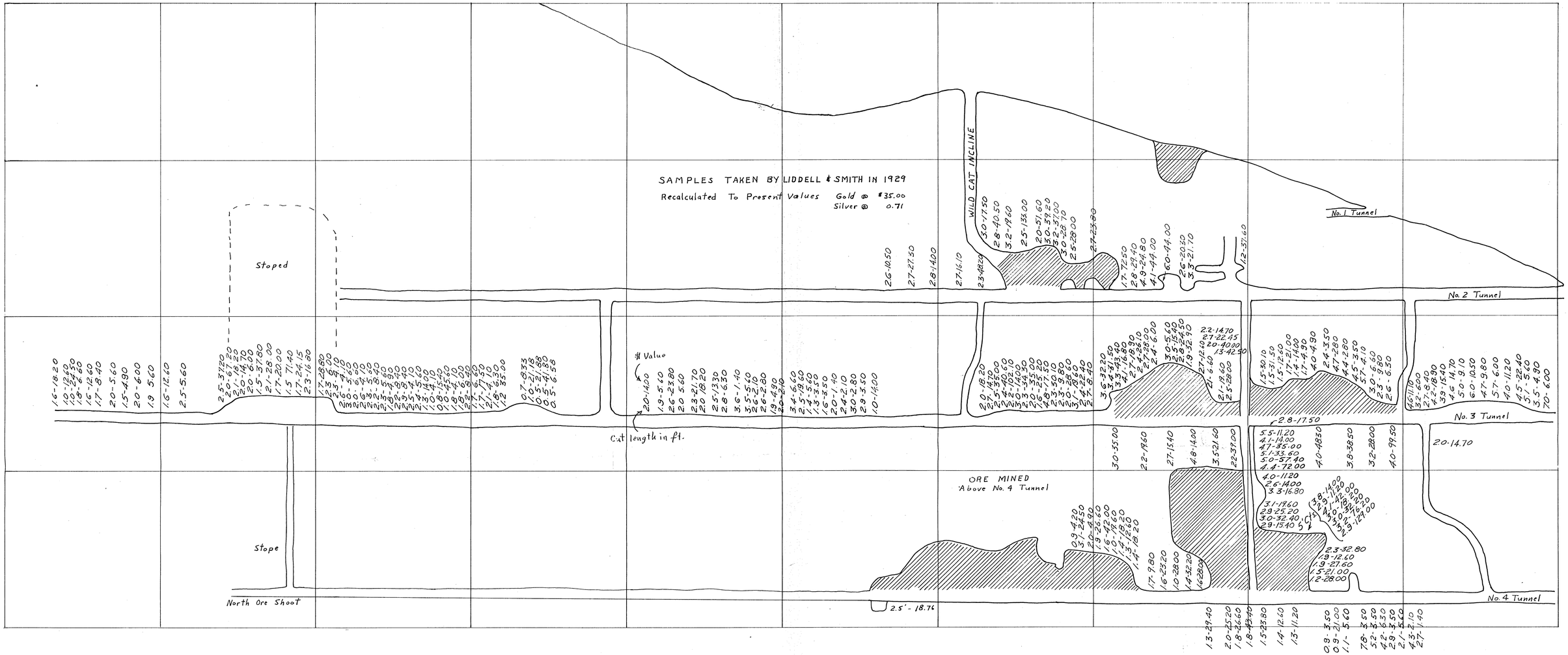

THOMAS W
SHAFT
Elev. 7342.4
SURFACE CUT
2.5' 17.70
Surface of Ground
Elev. 7200 (ASSUMED)
GOLD BELT SHAFT
EL. 7270
80' LEVEL
EL. 7206.33
140' LEVEL
STOPED
STOPED
STOPED
STOPED
50' Level
100' Level
150' Level
175' Level
250' Level
350' Level
Stoped
Mill heads of ore from this stope is averaging $19.00 a ton
Stoped
Stoped
EL. 7111.61
240' LEVEL
Stoped by D. Jung & L. Cooley 1959
Stoped by previous owners
Stoped by D. Jung & L. Cooley 1959
Stoped
EL. 7019.15
340' LEVEL
GOLDEN WEST PROPERTY LINE
THOMAS W
Stoped by D. Jung 1963
Stoped by previous owners
Stoped by D. Jung 1964
Fault
490 LEVEL
Floor Elev. 6878.03
540 LEVEL
ASSAY MAP
THOMAS W AND GOLD BELT MINES
LANDER COUNTY, NEVADA
Scale 1 IN. = 40 FT.
0 10 20 50 100
REPORT JULY, 1946. BY PARKER LIDDELL
GOLD @ $35.00 Per. OZ.
SILVER " 0.71 " "
SILVER VALUE UNDER 3%

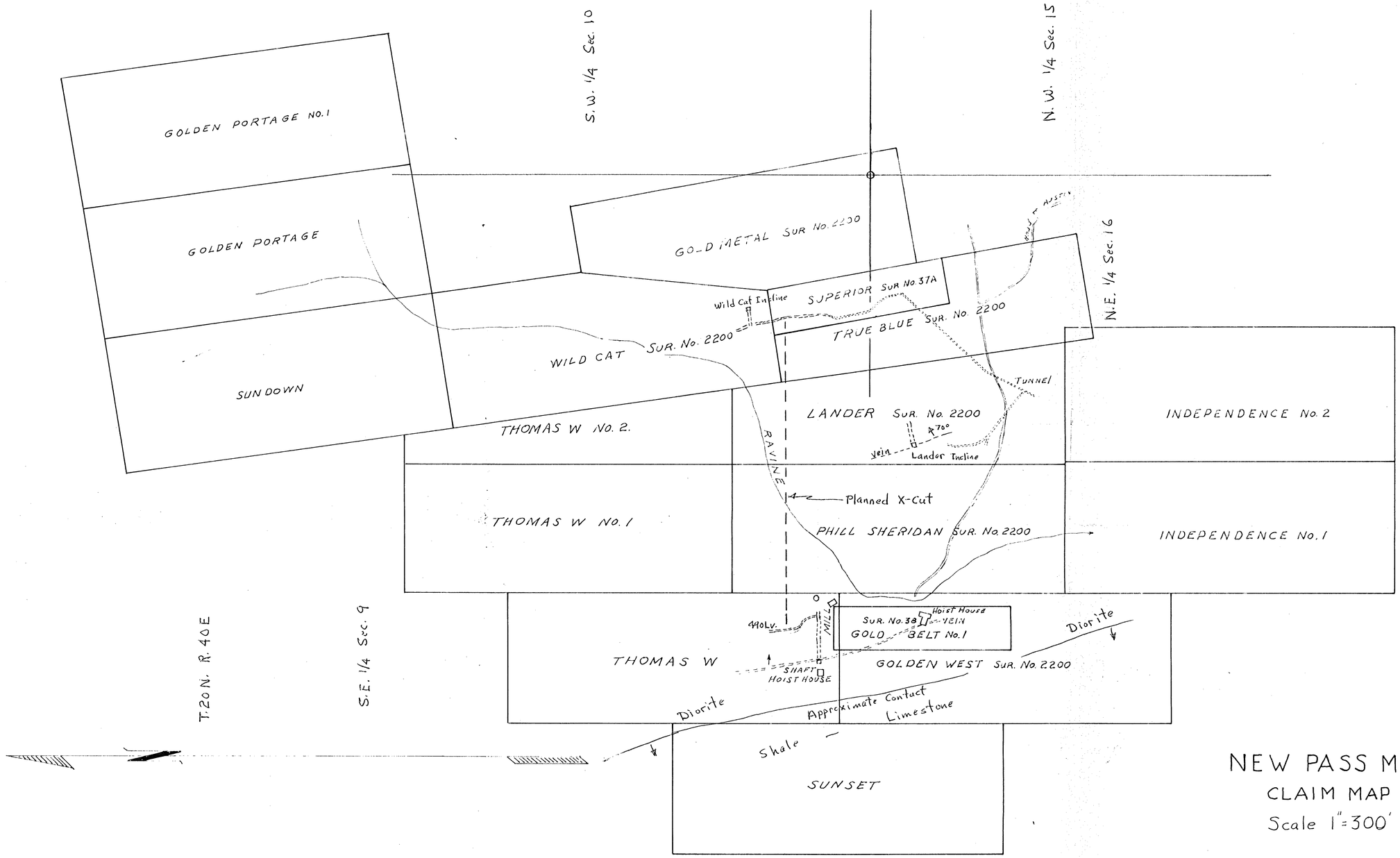


NEW PASS GOLD MINES INC.

ASSAY MAP-SUPERIOR VEIN

Scale ~ 1" = 30'

Sept., 1929.



NEW PASS MINES

CLAIM MAP

Scale 1" = 300' Jan. 1968