

1940 0066 GARFIELD

500tpd

Operation

cu prices @ .52

Open pit mining operations
Overburden varies from 0' to 60' in depth.
Average haul 2.5 mile

Assays cu values range 1.50 % to 27%
Operation should be geared to operate at 2% head values = \$20.80 @ ton.

Average cost mining, stripping and hauling to millsite \$3.60 @ ton, based on net cost.

Leaching plant cost based on crushing to $\frac{1}{2}$ " min. Screening to $\frac{1}{8}$ " min.
All $\frac{1}{8}$ " min. to scrubber and open circuit agitators.

$\frac{1}{2}$ " min. plus $\frac{1}{8}$ " mesh to heap leach pads for treatment. App. cost \$3.90 @ ton.

Note: Cost depending on lime ores to siliceous ore ratio, involving acid losses.

Giving a total mining & milling cost of \$7.50. Balance \$13.30 per ton gross profit on 2% ore, based on 100% recovery.

Estimate recovery 90% = to adjusted gross profit of \$11.22 per ton.
500tpd = \$5,610.00 a day.

This does not include amortizing plant or mining equipment.

These figures do not include the by-products of silver or tungsten. In this mill complex there would be installed a grinding and recovery circuit for rare metals, such as gold and silver mined from our own properties and some custom ores being bought.

It might be advisable in the future to add a small circuit for the purpose of handling mercury ores which can be acquired very easily.

As the housing situation is below normal in this location there would have to be eight or ten, two bedroom homes built for rental purposes for key supervision.

RECEIVED

El Paso Natural Gas Company

El Paso, Texas 79999

February 17, 1971

Mr. J. M. Reynolds
P. O. Box 125
Mina, Nevada 89422

Dear Joe:

I had planned to return the maps with a copy of my sample assay results, but the El Paso lab that does our analytical work is having trouble with their atomic absorption unit. It may be another day or two before it is repaired, so I will wait until all the assays are complete to send you that information.

The area you had planned to strip and mine is interesting and my sample across 55-60 feet assayed 0.58% copper and 0.40 ounce silver, which is a good check on Jay's sample of 0.67% copper. Two other sample locations also checked favorably with Mr. Evans' work. The presence of molybdenum reported in the previous work on the property is also interesting and most of my samples are to be analyzed for moly by atomic absorption method.

One of the reasons El Paso Natural Gas Company could not consider an exploration program is that we do not like to make a down payment for the privilege of spending a minimum of about twice that amount in drilling the property. We do not object to a down payment if a property has been drilled and can be shown to have blocked-out reserves.

It was good to see you and Jay again, and I would like to thank you for allowing us to look at the property and wish you the best of luck in having some exploration undertaken on the claims. We are returning the Evans Report to Mr. Gable and I will send you our assay results in a few days.

Yours truly,



H. C. Lewis
Geologist
Mining Division

HCL:tcb

El Paso Natural Gas Company

El Paso, Texas 79999

March 3, 1971

Mr. J. M. Reynolds
P. O. Box 125
Mina, Nevada 89422

Dear Joe:

I now have all my sample data complete on the Blue Ribbon property. They are as follows:

<u>Location</u>	<u>Au (oz.)</u>	<u>Ag (oz.)</u>	<u>Pb</u>	<u>Zn</u>	<u>Cu</u>	<u>Mo</u>
Grab-bottom open-pit area	Tr.	0.10	800 ppm	1570 ppm	1222 ppm	25 ppm
Bench above " " to north					1282 ppm	18 ppm
12' Chip open-cut face (checks Evans sample 0.43% Cu)					0.39%	12 ppm
Soil samp. 150' W. open-pit					349 ppm	20 ppm
Soil samp.-Top of Hill					1240 ppm	19 ppm
Bulldozed cut NW side hill					184 ppm	26 ppm
Backhoe cut dump (Checks Evans sample 0.14% Cu)					0.07%	9 ppm

A dump sample from the tungsten workings on Blue Ribbon No. 1 was 0.26% Cu, 0.003% WO₃, and 26 ppm Mo. This is the long vertical vein parallel to the road.

Three rock chip samples were taken along the road southeast of the large dump at the inclined shaft near the east side line of the Blue Jacket No. 1 claim and these ran Tr. copper, 3 ppm Mo, Tr. copper, 31 ppm Mo, and 0.18% Cu, 10 ppm Mo.

The 55-60 foot surface chip sample on the Blue Diamond No. 2 claim, where you planned to strip and mine assayed Tr. gold, 0.40 oz. silver, 0.58% copper, and 126 ppm molybdenum. This checks Jay's sample of 0.67% very well. A sample from this same location of the black mineral, which I thought might be tenorite, assayed only a trace in copper so it might be a manganese mineral instead. From one of your fresh dozer cuts just below the saddle on the road that goes to the west and back to Luning, I took a rock chip in the iron-stained flow rock that went 243 ppm Cu and 19 ppm Mo.

It is an interesting prospect, Joe, and I would like to wish you success in having some exploration carried out on the claims. Would also like to thank you and Mrs. Reynolds for the hospitality at Mina.

Yours truly,

H. C. Lewis
(by tcb)

H. C. Lewis
Geologist
Mining Division

HCL:tcb

17

ACID INTRUSION
LIMESTONE

R34E

BLUE RIBBON COPPER PROSPECT MINERAL COUNTY NEVADA

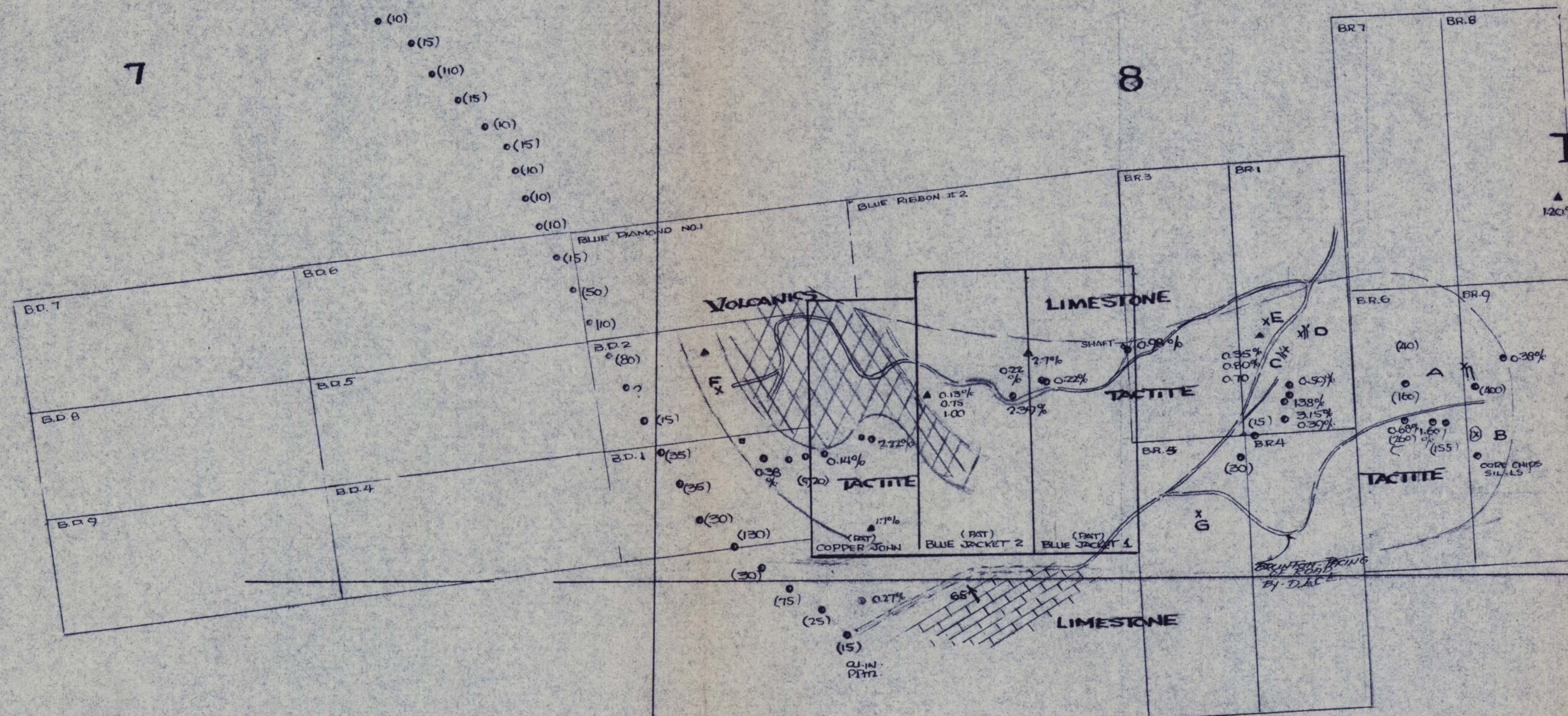
COMPILATION FROM
MIXED SOURCES
& SOME PERSONAL
OBSERVATIONS

1"=600'

7

8

T7N

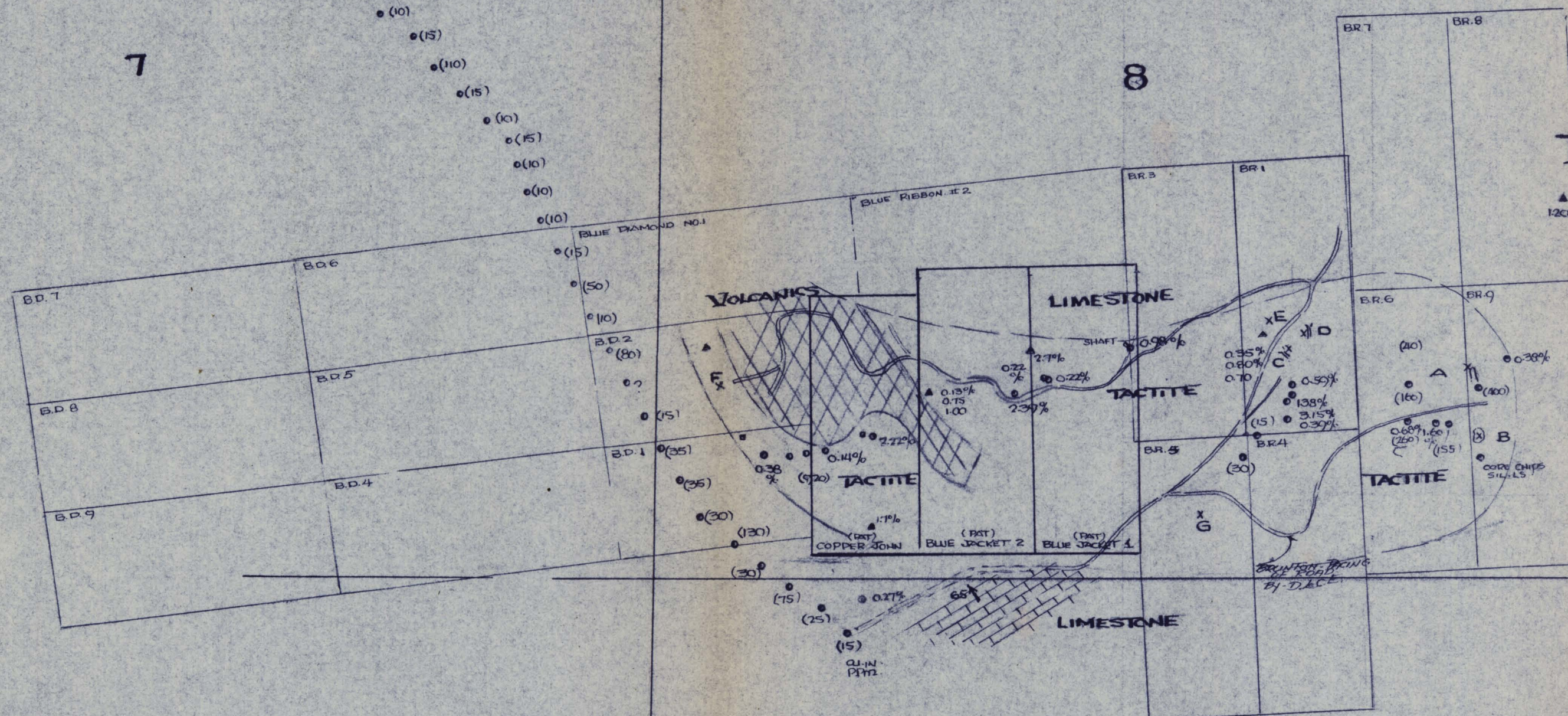


ACID INTRUSION
LIMESTONE

COMPILATION FROM
MIXED SOURCES
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OBSERVATIONS

 $1'' = 600$

17N



DAVID LeCOUNT EVANS
DEC. 16-17. 1970

X EVANS SAMPLES

○ CIRCLES = SOIL
SAMPLES ~ PPM
VALUES & OCCASIONAL
ASSAY IN % CW

▲ VALUES IN OWNER'S FILES

19400066

7

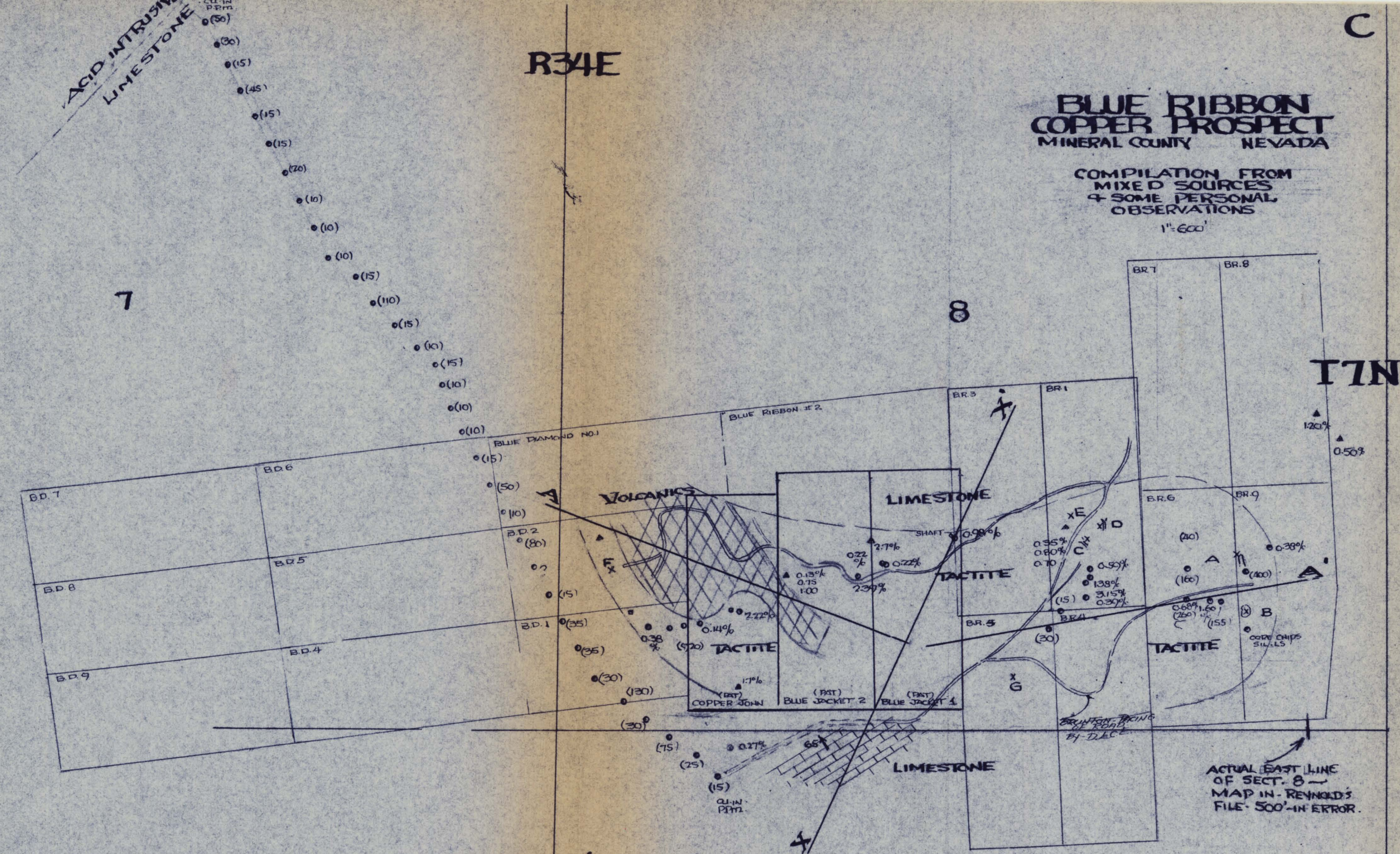
R34E

**BLUE RIBBON
COPPER PROSPECT**
MINERAL COUNTY NEVADA

COMPILATION FROM
MIXED SOURCES
& SOME PERSONAL
OBSERVATIONS

$$1'' = 600'$$

T7N



ACTUAL EAST LINE
OF SECT. 8 -
MAP IN REYNOLD'S
FILE 500' IN ERROR.

DAVID LeCOUNT EVANS
DEC. 16-17, 1970
X EVANS SAMPLES

○ CIRCLES = SOIL
SAMPLES ~ PPM
VALUES & OCCASIONAL
ASSAY IN % Cu

▲ VALUES IN OWNER'S FILES

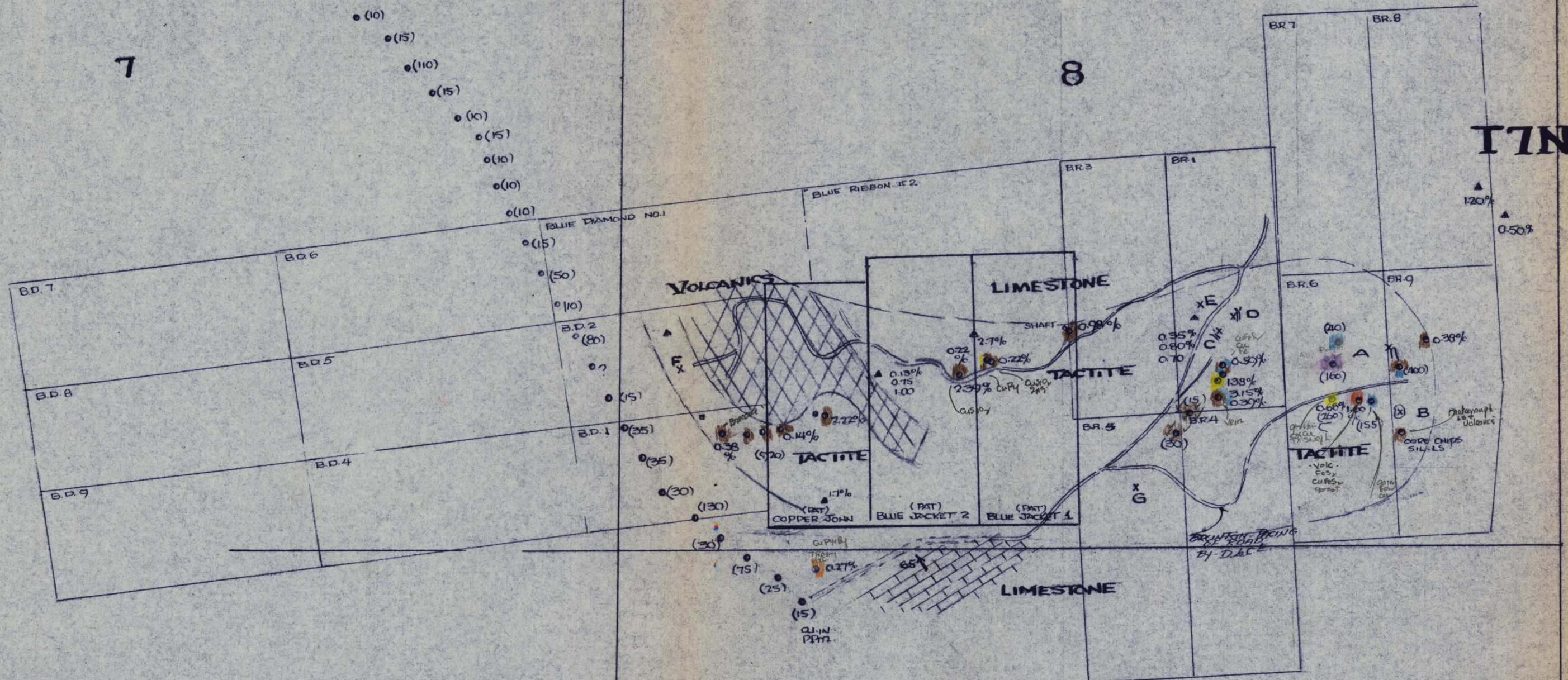
ACID INTRUSIVE
LIMESTONE

R34E

BLUE RIBBON COPPER PROSPECT MINERAL COUNTY NEVADA

COMPILATION FROM
MIXED SOURCES
& SOME PERSONAL
OBSERVATIONS

1"=600'



DAVID LeCOUNT EVANS
DEC. 16-17, 1970

X EVANS SAMPLES

O CIRCLES = SOIL
SAMPLES - R.P.M.
VALUES & OCCASIONAL
ASSAY IN % Cu

▲ VALUES IN OWNER'S
FILES

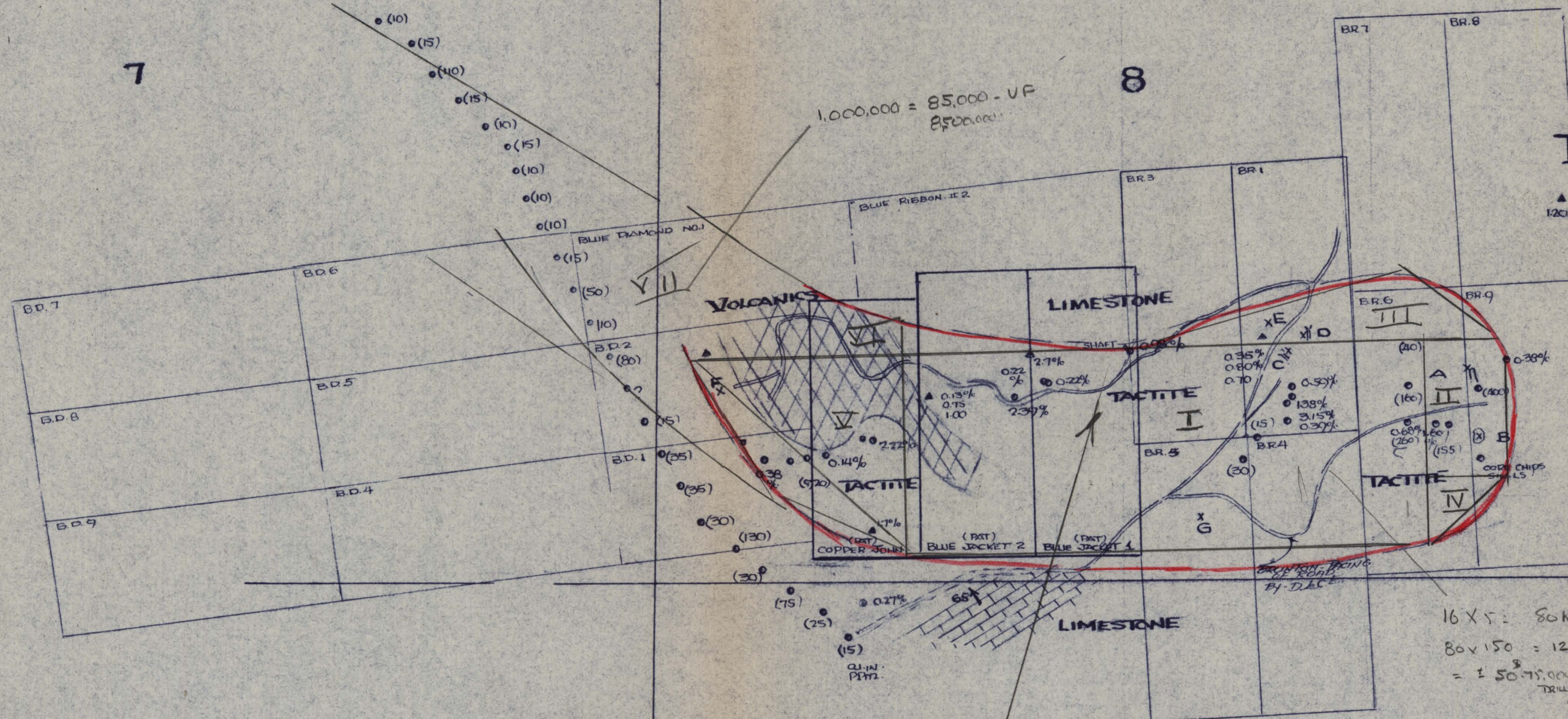
1940 0066

ACID INTRUSION
LIMESTONE

COMPILATION FROM
MIXED SOURCES
& SOME PERSONAL
OBSERVATIONS

 $1'' = 600$

I7N


$$16 \times 5 = 80 \text{ holes}$$
$$80 \times 150 = 12000$$
$$= \pm 50.75\% \text{ TRILLING \& ASSAY}$$

DAVID L. COUNT EVANS
DEC. 16-17, 1970
X EVANS SAMPLES

○ CIRCLES = SOIL
SAMPLES ~ PPM
VALUES & OCCASIONAL
ASSAY IN % CW

▲ VALUES IN OWNER'S FILES

$$\frac{4,937,000 \text{ FT}^3}{12 \text{ FT}^3} = 410,000 \text{ T/V.T.FT}$$

$$\approx 41,000,000 \text{ T/100 FT}$$

17

19400066