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ITEM 24

ALTON G. HARMON

Attorney at Law
and

Certified Public Accountant

SECURITY & FINANCE
100 EAST CENTRAL BOULEVARD
PASADENA, CALIFORNIA
91101

International Smelting & Refining Corp.
25 Broadway
New York, N. Y. 10004
Attn: C. M. Brinckerhoff

Dear Mr. Brinckerhoff:

I am writing to you on behalf of Karma Mining Company.

In the fall of 1966, Karma Mining Corp., acquired by location, pursuant to Federal and State Laws, 640 acres of gold placer mining property located in the "Johnny" Mining District, Nye County, Nevada, approximately 70 miles northwest of Las Vegas. Since that date the company has acquired an additional 960 acres for a total of 1600.

The date of the original locations as mentioned above is particularly stressed to note that the objectives of Karma Mining as outlined in the following does not stem from the recent highly explosive situation in gold but that the timeliness is purely coincidental.

The company is definitely aware of the presence of gold on its property, and on evidence we consider reliable but cannot ethically state to be a fact, show values ranging from 50c to \$1.50 per cubic yard, which is quite sufficient to show the feasibility of excellent returns.

Quite aside from our personal knowledge of the presence of gold, there is an old mining adage to "look for gold where gold has been found", and in this respect, as well as geologically, the property is very well situated being in close proximity to two well known and highly productive - in the past - lode mines. This is not a speculation as to "if" there is gold but simply of the amount and values.

As most of the members of our small corporation are not mining men and not in a tax bracket to undertake the sampling and future development of the property, the logical procedure would probably be to register with the Nevada Securities Commission and sell securities for that purpose. However, Mr. William J. Dooley, the major stockholder, who has an extensive background in mining in the West, has been subjected to a protracted illness and has been unable to prosecute the venture further, although he would be available from time to time on a consulting basis. The company, therefore, has chosen to lease, or lease with purchase option. The company would not consider an outright cash sale, as a placer or (natural) gold claim has considerable advantage over a lode mining claim in respect to U. S. Treasury regulations relating to natural gold by allowing the owner-operators to retain

the bullion without the necessity of a license. Therefore, we prefer to conduct any negotiations with a view to sharing on a royalty basis - the amount to depend on the value per cubic yard, with partial payment in gold.

If you wish further details you may contact Mr. William J. Dooley ~~at~~ *deceased*
555 E. 8th St., Azusa, California 91702, or myself at 234 East Colorado
Blvd., Pasadena, California.

Alton G. Harmon
Secretary, Karma Mining Corp.

AGH/lc

Nevada placer mining claims
Lucky No 1-10 incl each 160 ac
Sect 6 two 18 S. Sect 31 & the
S. 1/2 of Sect 30 Two 17.5 all
range 5 3 E mt Dia M Nye Cty
Nevada