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Comstock General

ANNUAL REPORT

OF THE

Justice Mining Company.

→ 1879 ←

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ANNUAL REPORT

OF THE

Justice Mining Company.

May 5th, 1879.

LIST OF OFFICERS.

President,

J. P. CAVALLIER.

Vice-President,

JAMES NEWLANDS.

Secretary,

R. E. KELLY.

Treasurer,

THE BANK OF CALIFORNIA.

Superintendent,

S. T. CURTIS.

Directors,

J. P. CAVALLIER,

ARCHIE BORLAND,

J. H. DOBINSON,

JAMES NEWLANDS,

R. SHERWOOD.

OFFICERS ELECTED MAY 1879.

President,

J. P. CAVALLIER.

Vice-President,

JAMES NEWLANDS.

Secretary,

R. E. KELLY.

Treasurer,

THE BANK OF CALIFORNIA.

Superintendent,

S. T. CURTIS.

Directors,

J. P. CAVALLIER,

ARCHIE BORLAND,

J. H. DOBINSON,

JAMES NEWLANDS,

ALEXANDER MACABEE.

THE JUSTICE MINING COMPANY.

For the benefit of non-resident stockholders, the following summary has been prepared, and is respectfully submitted:

Date of incorporation, November 14, 1871.

Location of Company's Works, Gold Hill Mining District,
State of Nevada.

Principal place of business, 419 California Street, San Francisco, California.

Title, U. S. Patent.

Number of feet on Comstock Lode, —

Capital Stock, \$10,500,000.

Number of Shares, 105,000.

Par value of Shares, \$100.

R. E. KELLY,

Secretary.

SAN FRANCISCO, May, 1879.

PRESIDENT'S REPORT.

To the Stockholders of the Justice Mining Company:

GENTLEMEN:

The past year has not exhibited any marked improvement in developing the mining property of the Justice Mining Company.

Your Board of Directors have given their careful attention to the interests of the Company, as the records of meetings will show, and have sought to confine expenditures within such limits as might be consistent with a due regard to economy, and at same time properly develop and explore the mine. To this end, they instructed the Superintendent to exercise the closest scrutiny over all expenses, and to advertise for proposals for furnishing wood, lumber, timber, etc., in the hope that an open competition might secure the lowest rates.

For full and detailed accounts of the mining and milling operations, we refer you to the report of our able Superintendent, Sam. T. Curtis, Esq.

The suit which the Company has brought *vs.* the Alta Silver Mining Company, to set aside the deed from Justice Mining Company to said Alta Silver Mining Company, on the ground of fraud, has been

dismissed, the Directors of both Companies having agreed on terms of adjustments, which were finally concluded in September of last year.

By the terms of said adjustment, the Alta Silver Mining Company paid to the Justice Mining Company the sum of \$100,000 in U. S. gold coin; the boundary line between the grounds of the Companies was definitely determined, having been changed from the line as specified under former deed, and rectified to some benefit for the Justice Mining Company. The Alta Company granted to the Justice Mining Company, for the term of ten years, with privilege of extending the term ten years farther, the right to use the main shaft of the Alta Company in hoisting of ore, lowering timber, lumber, supplies, etc., for a reasonable sum; also other valuable privileges, which will be of material service in future operations of the Justice mine.

We may congratulate the Company on this amicable adjustment, a result secured through the agency of our attorneys preventing a long, tedious and expensive suit at law.

We have endeavored to press the suits *vs.* Schultz & Von Bargaen, the late Treasurers, to a final issue, but unavoidable delays have hindered.

We would state that this suit is now in course of trial before Jas. Thos. Boyd, Esq., as referee appointed by the Honorable Judge of the Fourth District Court, and the evidence thus far taken renders it almost a foregone conclusion that a verdict for a large amount will be secured in favor of the Justice Mining Company.

We have attached property, consisting of real estate, liquors, cash, etc., etc., which will no doubt yield at least \$105,000, towards satisfaction of such judgment.

And here we take pleasure in acknowledging our indebtedness to J. T. Hill, Esq., formerly Chairman of the Investigating Committee, for the untiring energy and careful zeal which he has displayed in seeking and obtaining testimonies which have been of the most valuable and absolutely essential character in the suit *vs.* Schultz & Von Bargaen.

Your Board has found it necessary to levy three assessments during the year, as follows, viz: No. 25, \$1.00; No. 26, \$1.50; No. 27, \$1.00.

For statement of the financial transactions, we refer you to Secretary's report.

We have the satisfaction to announce you at the last hour, that the Grand Jury has found three (3) indictments for embezzlement against Geo. Schultz, for \$250,000 received by him in the Alta compromise, as manipulated by him.

Very Respectfully,

J. P. CAVALLIER,
President.

SUPERINTENDENT'S REPORT.

GOLD HILL, May 4th, 1879.

J. P. CAVALLIER,

President Justice Mining Company,

DEAR SIR:

Since last Annual Meeting a very large amount of work has been done—opening the mine, and prospecting, besides repairing main incline and old portions of works to keep air channels open—7,406 feet of lateral drifts and cross-cuts; 774 feet large double winzes; 280 feet shafts raised; 75 feet main incline, and three engine winze chambers have been constructed, all in hard powder ground.

From the 1,000-foot level to 1,300-foot level the vein was found to be barren, showing but little quartz and very few spots of ore. On the 1,300-foot level the whole character of vein has changed very favorably. For a distance of 900 lineal feet south, the vein is very freely filled with strata and bunches of mundic and silver-bearing ore. The gypsum formation of the upper levels has been replaced by quartz, and the valuable mineral, principally silver-bearing, assays running \$400 silver to \$30 gold.

The formation on the 1,300-foot level evidently shows the top of a new chimney of ore, distinct in all its characteristics from the ore bodies of the upper levels. The main lateral drift, 1,500-foot level, south, or 250 feet deeper, is now about 300 feet from a point under the prospect on 1,300-foot level, and I have every confidence in finding a valuable deposit when it reaches about that point.

A surface shaft has been sunk lately on the south end of mine into the old workings of "Waller Defeat." This shaft discovered a very large body of manganese ore, of good assay value, but, on a test, it was found it could not be milled to a profit by wet crushing. In the same workings is found several bodies of good free milling ore, and about 45 tons per day is now extracted and shipped to mill.

Respectfully,

SAM. T. CURTIS,

Superintendent.

SECRETARY'S REPORT.

J. P. CAVALLIER, ESQ.,

President Justice Mining Company:

DEAR SIR:

Herewith I present you Annual Report of Receipts and Disbursements of the Justice Mining Company for fiscal year ending April 30th, 1879:

Receipts amounting to.....	\$733,116 78
Expenditures.....	\$732,285 22
Cash on hand.....	831 56
	\$733,116 78

You will notice that there has been paid in liquidation of accounts, due at date of last report, \$268,961 72. That in the receipts are included:

Bank Over-Drafts.....	\$37,786 98
Supt's Acc't for April, 1879..	25,543 21

Total and present liabilities....\$63,330 19

The amounts reported last year at credit of Sus-

pense Account, awaiting results of suits at law, are unchanged, being as follows:

E. A. Schultz, Superintendent.....	\$ 48,541 68
Geo. Schultz.....	341,224 65
Schultz & Von Bargaen.....	104,001 00

Total\$493,767 33

I remain,

Respectfully Yours,

R. E. KELLY,

Secretary.

REPORT OF RECEIPTS AND DISBURSEMENTS OF THE JUSTICE MINING CO.

From May 1st, 1878, to April 30th, 1879.

RECEIPTS.

Cash in Bank and Office, May 1st, 1878, as per last report	\$ 3,438 88
Cash collected from Rough & Ready Mining Co.....	315 35
Assessment No. 23, balance.....	\$ 1,210 00
" No. 24, " 	105,539 60
" No. 25, 	105,000 00
" No. 26, 	157,500 05
" No. 27, 	105,000 00
	<hr/> \$474,249 65
Alta Silver Mining Company, in settlement	100,000 00
Woodville Consolidated Silver Mining Company.....	5,420 41
Gold Cañon Mining Company.....	279 50
S. T. Curtis, Sup't, Acct's for April chg'd up, not paid	25,543 21
Bank of California Overdraft.....	37,786 98
Bullion	86,082 80
	<hr/> \$733,116 78

DISBURSEMENTS.

Liabilities due May 1st, 1878, as per last report :

Bank of California Overdraft.....	\$170,561 03
S. T. Curtis' Acct's for April, 1878.....	94,118 24
Bills—Walter & Co., \$3,701 35,	
J. Schwartz, \$581 10.....	4,282 45
	<hr/> \$268,961 72
Assay	893 06
Pay-Roll	236,803 50
Supply	40,952 81
Wood	47,126 99
Office Expense at Mine.....	3,053 54
Milling.....	53,561 69
Machinery.....	5,683 56
Legal Expense.....	21,519 55
Discount on Bullion.....	6,599 59
Tax on Bullion	1,563 95
Lumber.....	15,635 39
Discount and Interest at Mine.....	2,653 79
Expense Acc't, San Francisco.....	11,521 01
Freight	437 45
Team.....	2,685 88
Nevada Taxes.....	1,655 75
Woodville Stock Purchase.....	761 25
Office Furniture.....	136 00
Insurance.....	1,509 00
Interest	6,614 70
Delinquent Stock Purchase.....	1,900 50
Tax California.....	13 44
J. S. Kennedy, Duplicate Ass't repaid	20 00
Certificate Tax.....	21 10
Cash in Office.....	831 56
	<hr/> \$733,116 78