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UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

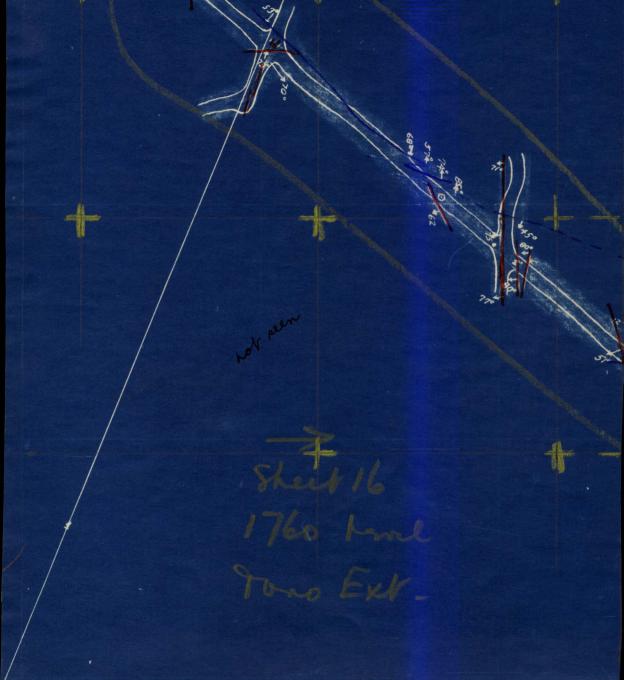
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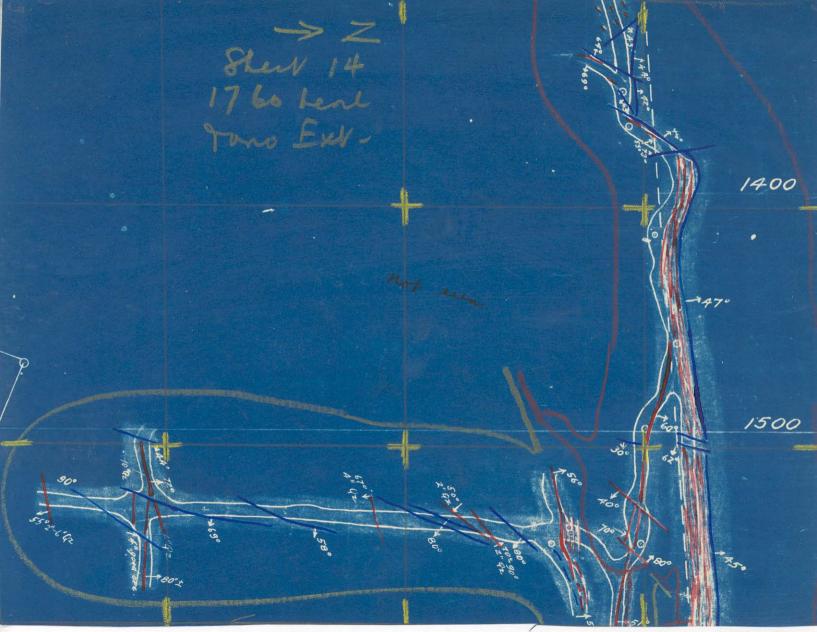
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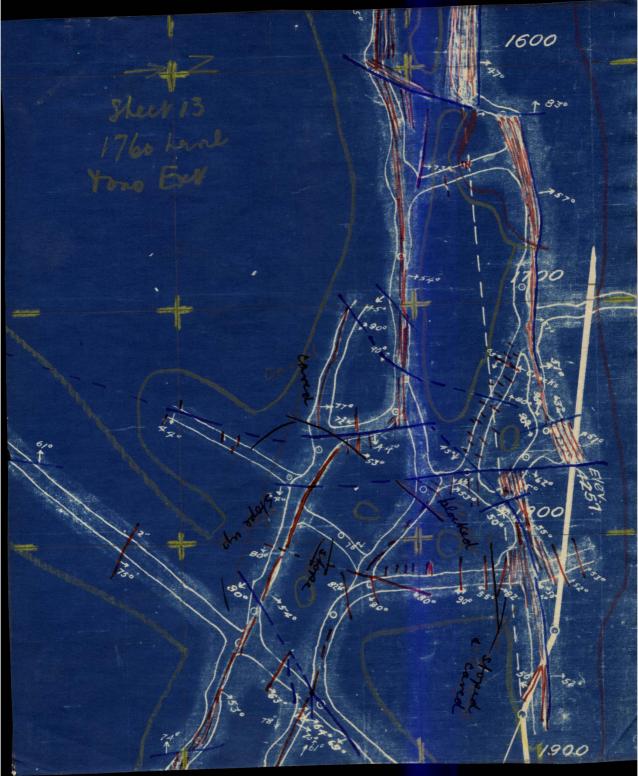
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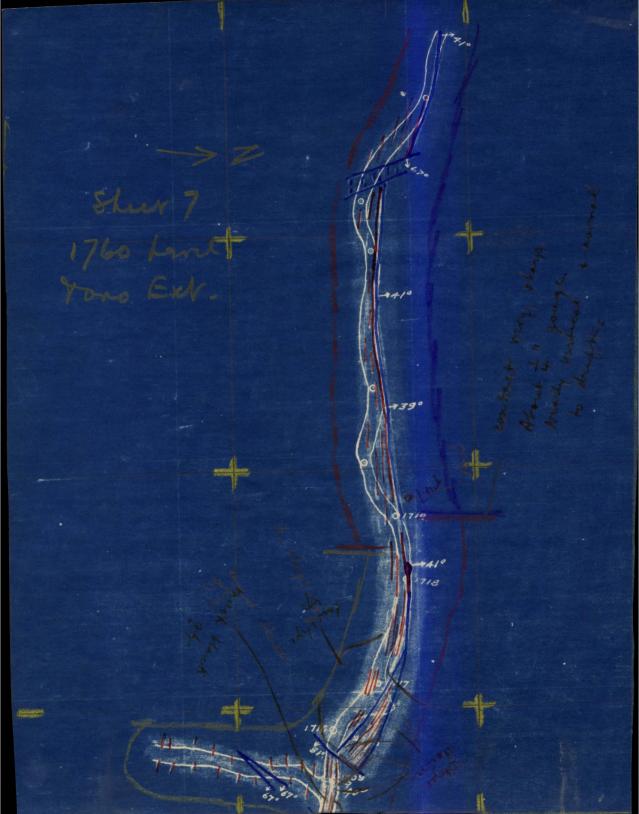


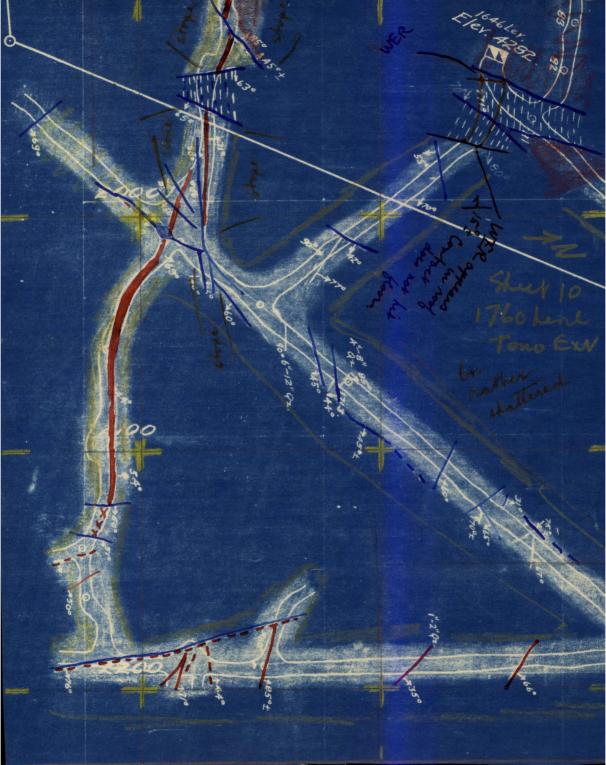


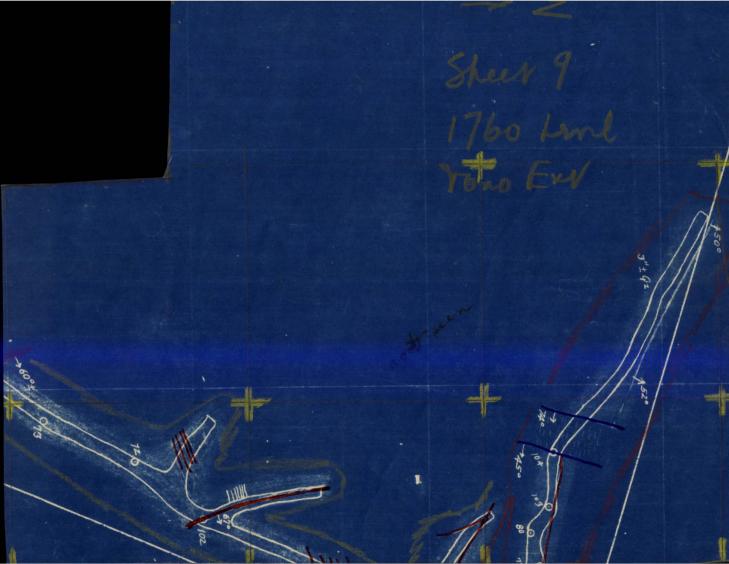


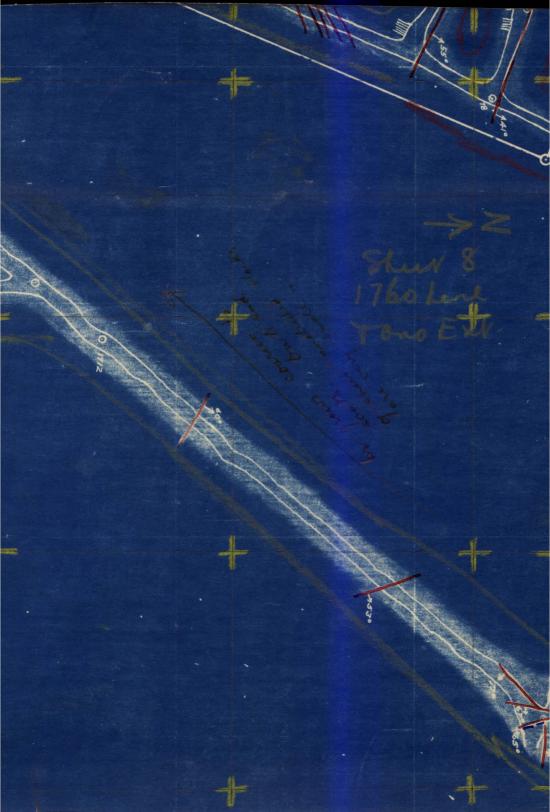


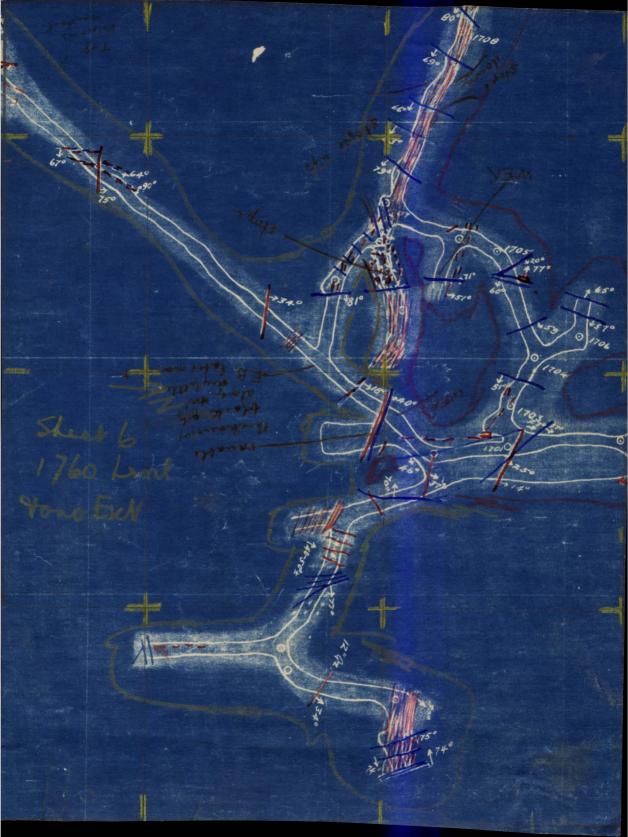


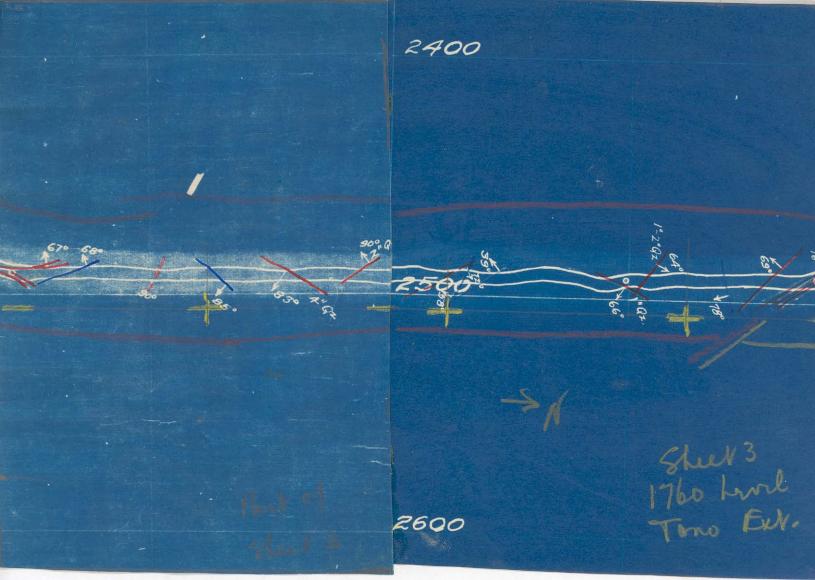


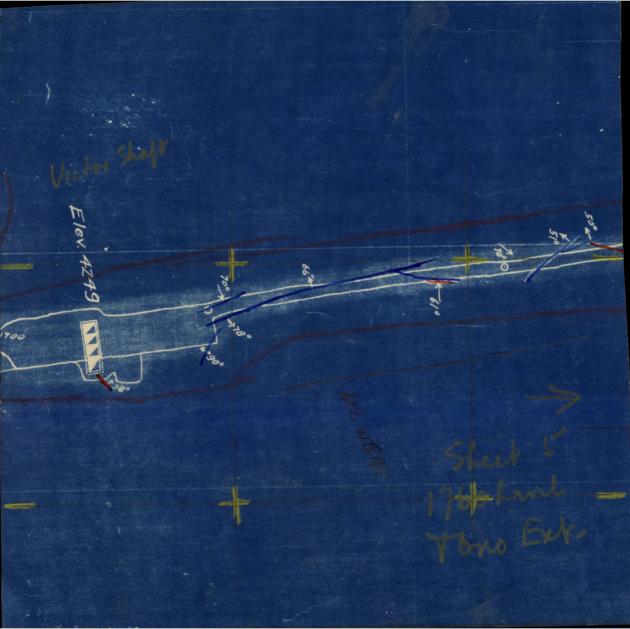




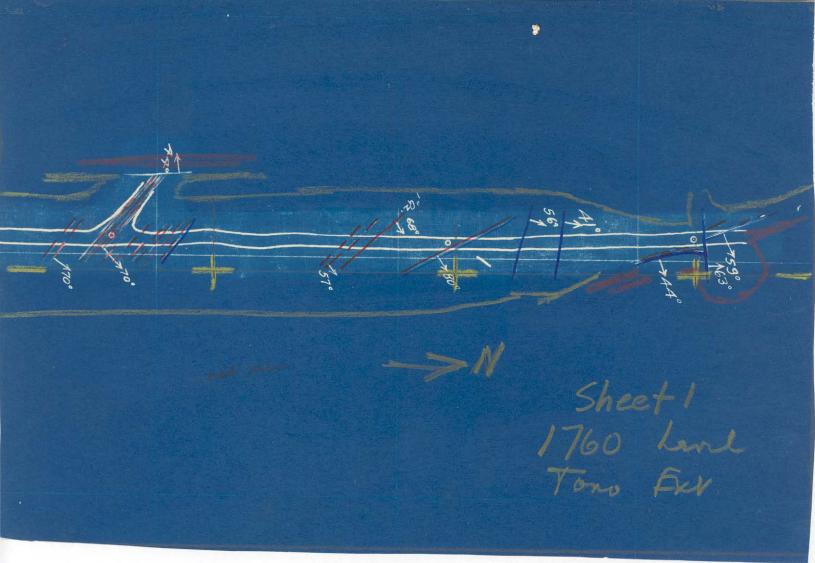


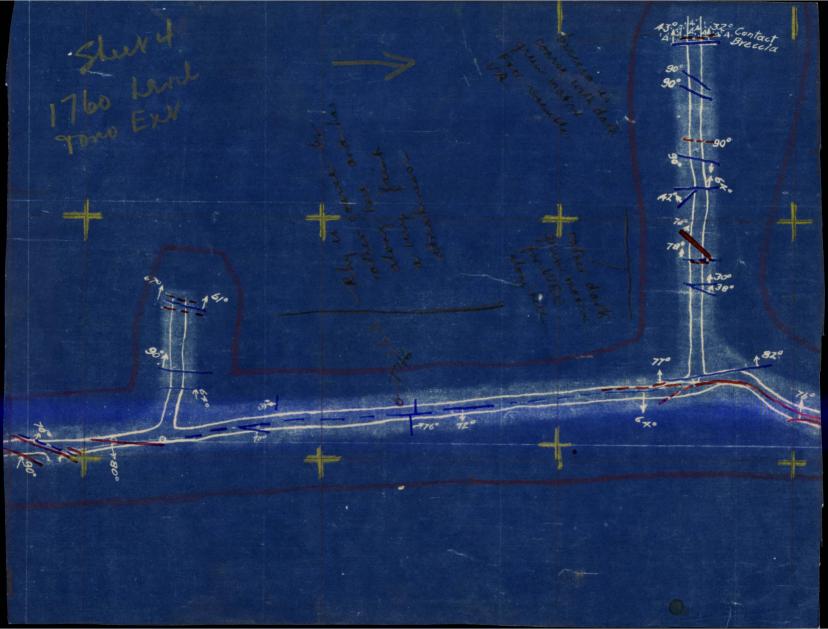




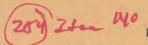








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UNITED STATES
DEPARTMENT OF THE INTERIOR
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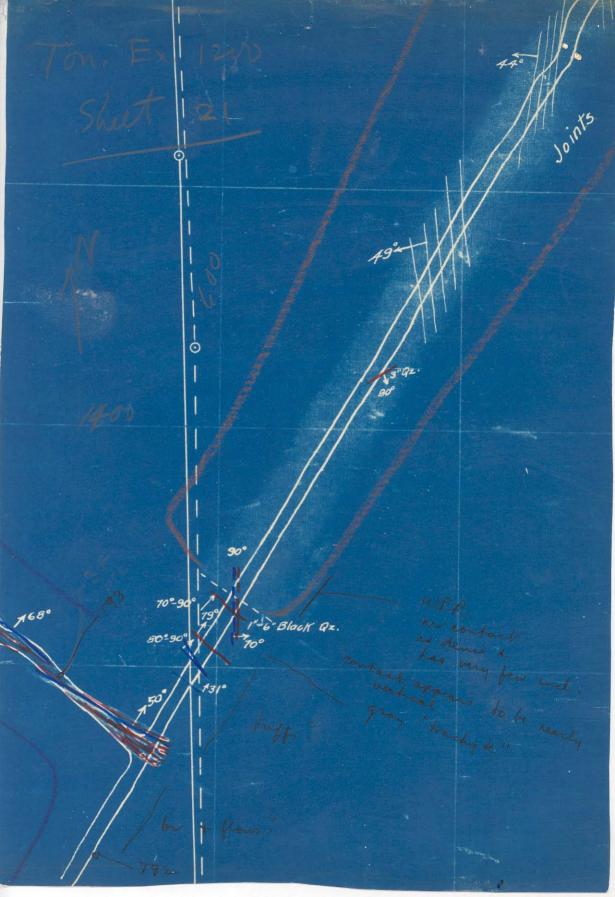
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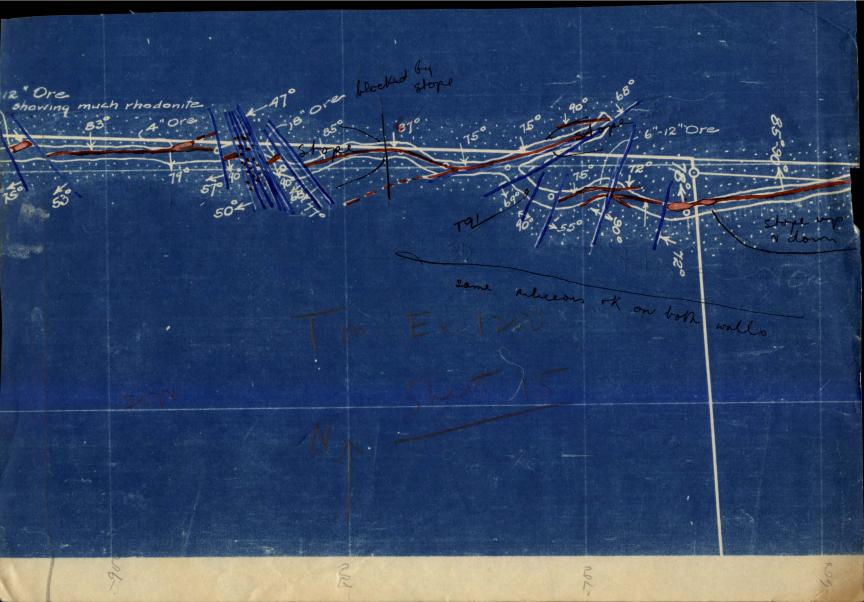
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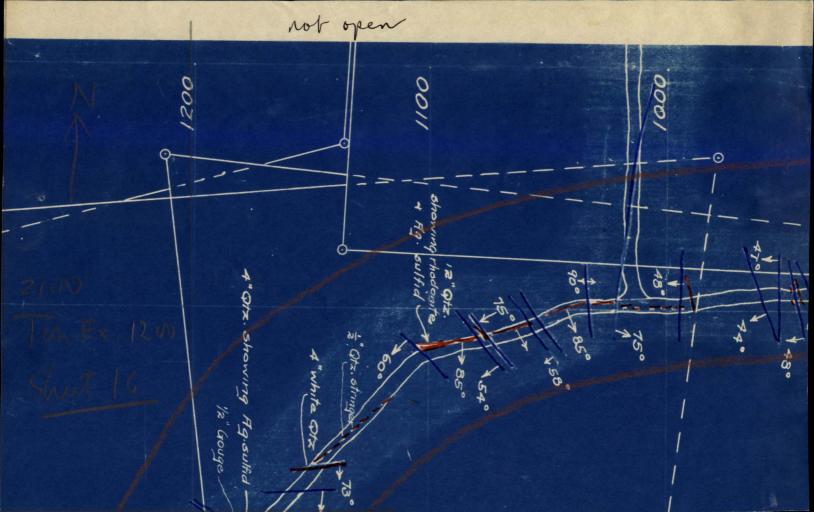
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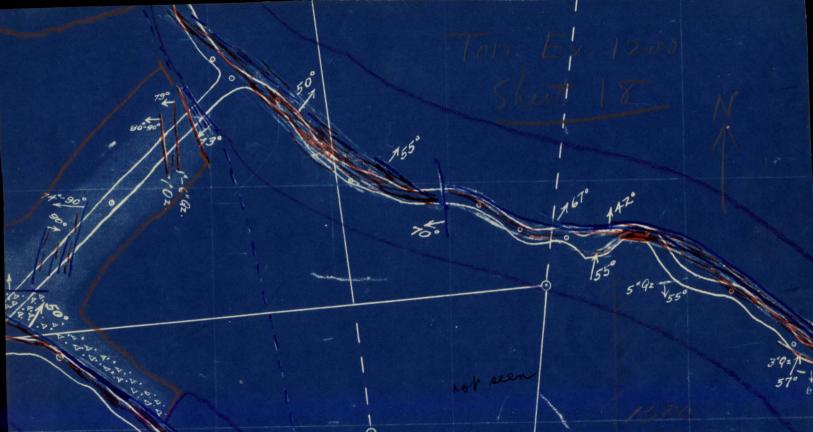


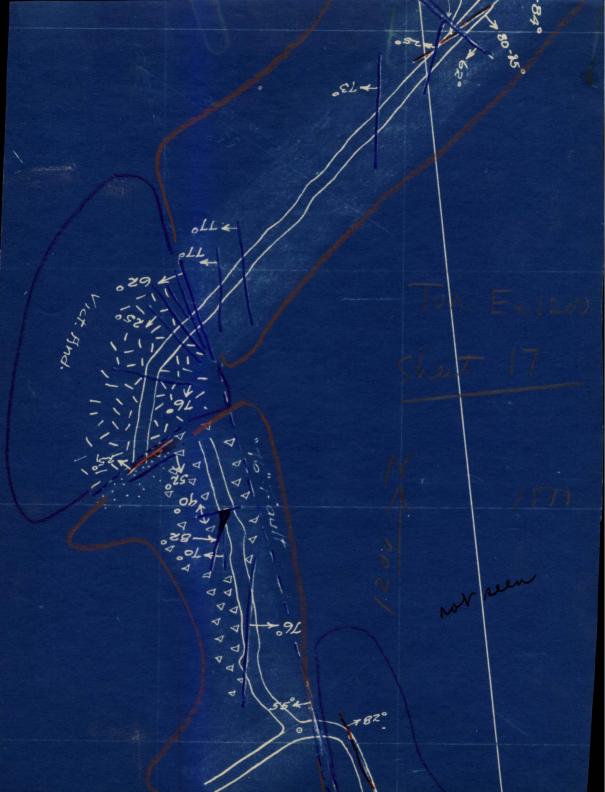


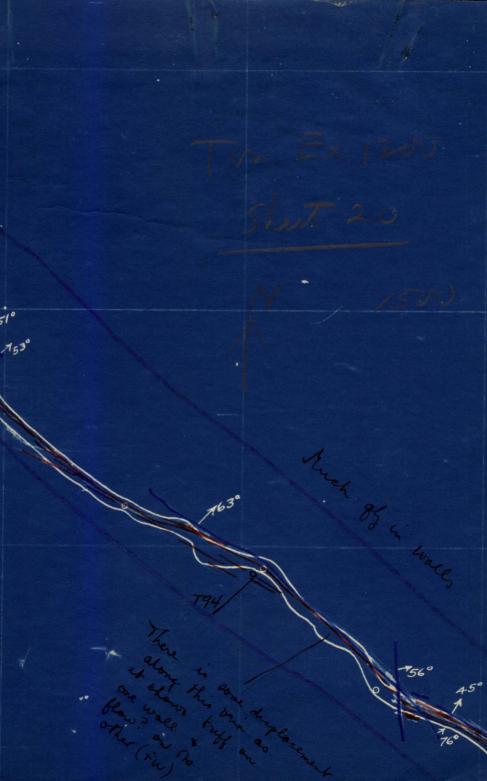
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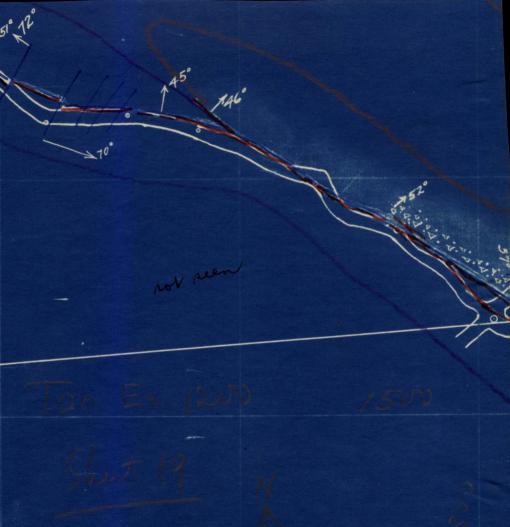




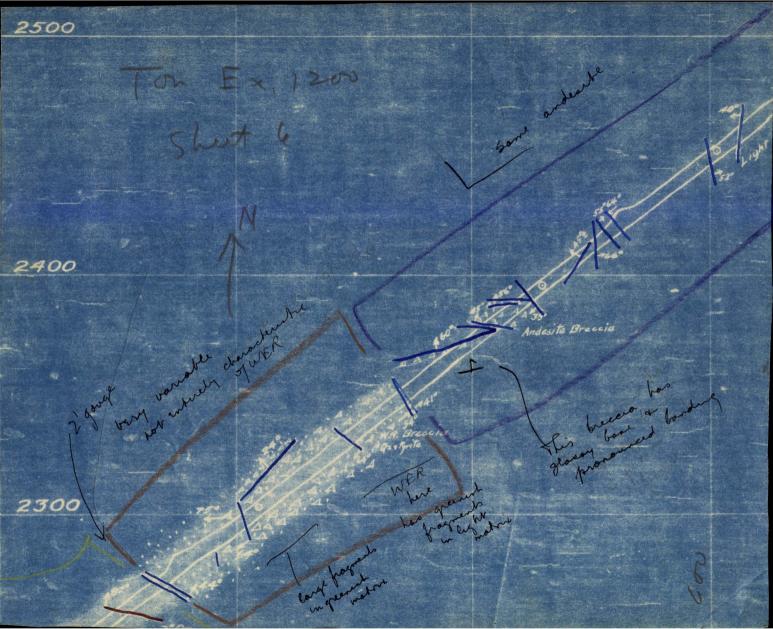








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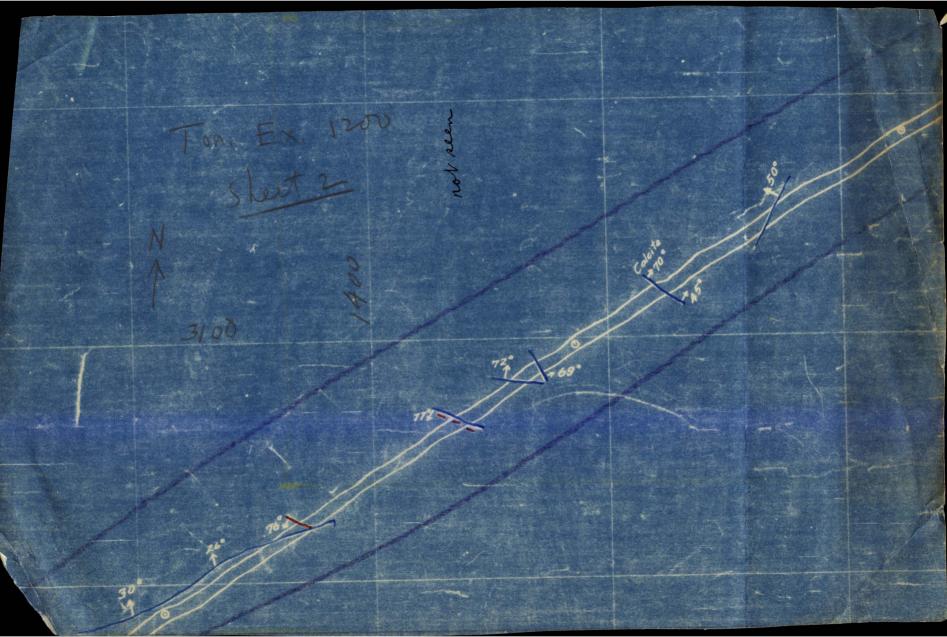
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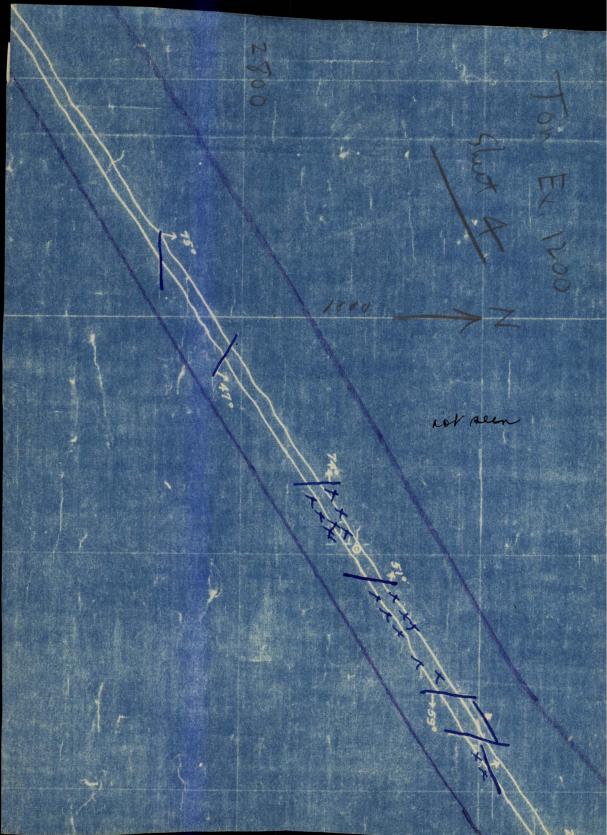
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UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

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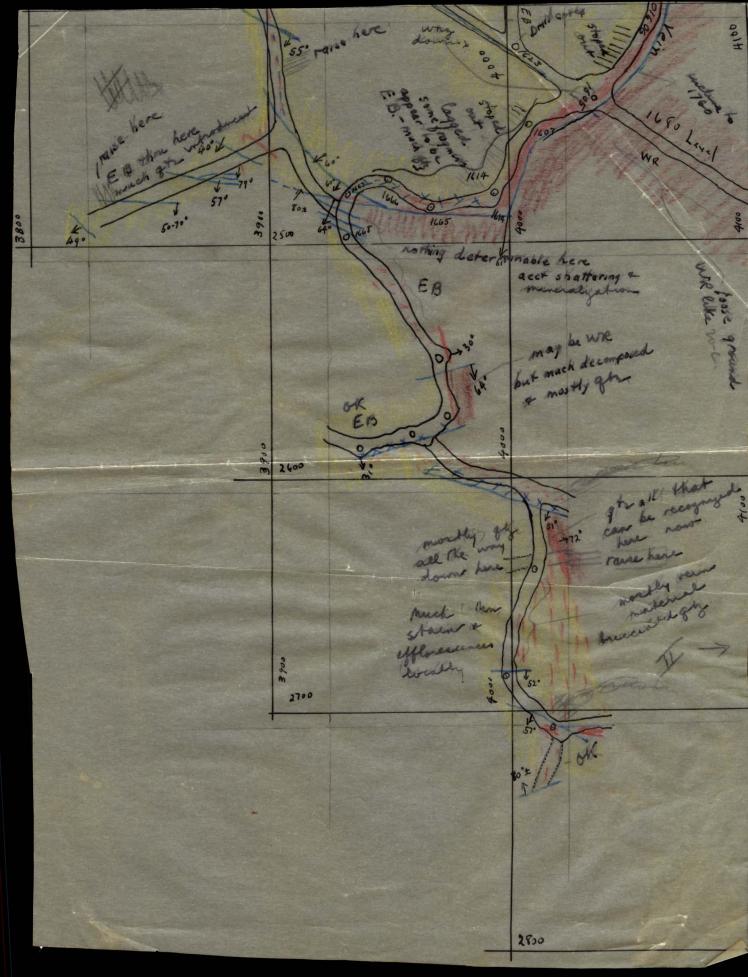
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TONOPAH EXTENSION MINING COMPANY

Organized in 1901 - to develop 3 claims.

John McKane, Pittsburg, Pa., started shaft - entered ore-bearing formations at 183 feet.

1904 Shipping ore encountered - by 1905 levels at 244 and 385 feet

1905 Shipped 10,000 tons - \$388,000

1906 Shipped 22,154 tons - \$859,000

1907 Shipped 5,722 tons - \$225,611

1908 Shipped 3,274 tons - \$147,845 \$50 ore scarce but a large tonnage of milling ore being developed.

1909 Mill under construction; no ore shipped.

1910 Feb. lst, 30-stamp mill started production - 110 tons per day at \$14 grade.

October 1910, 136 tons/day, 90 percent extraction, 20 percent recovered values being in concentrate

44,524 tons produced; recovered value \$501,000 (\$12.96 ore sent to mill?) Shaft 972 feet deep.

Purchased Red Rock group (33 acres) and McKane group (144 acres) for \$54,330

Key Pittman secured Golden Anchor and Midway Extension groups of claims (15 in all) and organized Tonopah Merger Mining Co.

1911 (FY ending 3-31-12)
Produced 53,500 tons, gross value \$590,000.
Mill discontinued concentration.

1912 (FY ending 3-31-13)
Mined 54,618 tons; mill recovery \$737,616 or \$13.50/ton
Mining cost \$5.33 a ton including cost of 10,232 feet of development
and 950 feet shaft sinking.

March 1912 (?)
Started sinking No. 2 shaft 1,500 feet west of No. 1 shaft. Levels established at 756, 850, and 950 feet. Average stamp duty for 30 stamps was 5.18 tons per day.

1913 (FY ending 3-31-14)

Milled 58,022 tons with average 14.867 ounces silver and 0.156 ounces gold; total value \$696,721

Average value ore milled, \$12.008 per ton.

Average price for silver \$0.5904 per ounce.

Recovered value \$615,780 or \$10.613 per ton.

Mining cost \$5.78; unusually high development work - 16,091 feet. The 750-foot level of No. 2 shaft was connected by a raise to the 660-foot level of No. 1 shaft.

Mined small tonnage good grade ore from North vein above 270 and 400-foot levels.

Bulk of tonnage mined from South and Lower Contact veins on 500 and 600-foot levels.

New level established at 680 feet.

North crosscut of new shaft 750-foot level encountered Murray vein, which extends only a short distance above the level to caprock. Development of this vein on 850 and 950-foot levels favorable

1914 (FY ending 3-31-15)

Prosperous year due to Egyptian and Merger ore bodies.

Milled 71,882 tons of \$19.966 with \$1,285,508 recovered value (\$17.884/ton)

Average price/received for silver \$0.51507 and \$20.6718 for gold.

Average content was 28.13 ounces silver and 0.264 ounces gold. No. 1 shaft produced ores from 440-foot and 660-foot levels.

Large tonnage annually high grade ore mined from Egyptian vein on Red Rock claims. (Litigation with West End-apex of vein on California claim)

An incline winze sunk from 950-foot level to 1,350-foot level opening good ore in Merger vein.

Added 10-stamp section and eight Wilfley tables to mill.

North vein No. 1 shaft practically mined out.

Large tonnage mined from Egyptian, and from South and Lower Contact veins on the 500, 600, 660, and 680 levels

Murray vein developed on 850 and 950-foot levels and new levels established at 1,020, 1,100, and 1,170 levels.

Increase of 77.4 cents per ton in milling cost due almost entirely to increased cost of chemicals for treating higher grade ore.

1915 (FY ending 3-31-16)

Milled 91,981 tons of \$18.038 ore, with 92.4 percent recovery for net receipt of \$1,496,564.

The average price received for silver was \$0.5258 and gold was \$20.6718

Tonopah Merger and Tonopah Victor properties acquired for 328,368 shares of Merger has both north and south Merger veins developed on 1170-level. (stock. Victor had not yet encountered ore.

Operations of No. 1 shaft discontinued.

Stoping continued on Murray vein from 750 to 1,170-foot levels.

Main ore shoot on Murray vein (1,260 L) was 400-feet long, varying from 20 feet in the middle to 3-to-4 feet at the ends.

North Merger vein opened on 1,260-foot level; ore shoot 500-feet long and from 4 to 12-feet wide. Western limit of this shoot found.

A new vein, the OK, found between the Murray and North Merger; width varies from a few inches to 4-feet; an ore shoot 200-feet long, averaging 6-feet wide extends to the level above.

Breccia vein found south of the Murray vein; averages 4 feet wide. Murray vein oreshoot on 1,350-foot level is 500-feet long with maximum width of 24 feet.

An oreshoot 300 feet long, 26 feet maximum width has been developed on the North Merger vein on the 1,350-foot level.

Oreshoot on Murray vein on Victor 1,540-foot level shows 40 foot width and extends to the bottom of the winze from the 1,350-foot level.

Increase in cost of milling due to "tremendous" increase in the price of zinc and all chemicals. Also to increased cyanide consumption for a short period due to presence of copper in one part of a stope above the 1,170-foot level

Slight increase in marketing cost due to increase in tonnage of concentrates marketed.

Ore mostly from McKane group through No. 2 shaft.

On new 1,350-foot level (developed from 950-foot level winze) the Murray vein ore shoot was 500 feet long with a maximum width of 26 feet.

On 1,260-foot level, good ore bodies discovered in North Merger the OK, and Breccia veins.

Victor shaft 1,540-foot level was flooded when taken over.

Main south crosscut cut both North Merger and Murray veins, showing a 200-foot ore shoot with a 40-foot width at the Murray.

1916 (FY ending 3-31-17)
Ten more stamps added to mill, making 50 in all.
Milled 109,402 tons (300 tpd) of \$17.11 grade with recovery of \$1,707,176

1917 (FY ending 3-31-18)
Milled 110,188 tons of \$12.54 grade with recovery of 1,250,982
(\$11.353). Silver content of ore only 62 percent of previous year.

Average content was 11.771 ounces silver and 0.117 ounce gold Average price received for silver was \$0.86081 per ounce and for gold \$20.6718 per ounce.

Ore bodies in No. 2 shaft mined out to 1,440-foot level; in Victor shaft area to 1,540-foot level.

Large station cut on 1,680-foot level for 560 gpm pump. Auxiliary 400 K.W. steam power plant installed for pumps.

No work done from No. 1 shaft.

Station cut on 600-foot level No. 2 shaft and a crosscut driven to connect with working from No. 1 shaft.

Stoping on Murray vein on 660, 850, and 950-foot levels. A small amount of ore remains to be stoped from above these levels.

Low grade ore produced from stopes on Murray and Merger veins on 1,170-foot level.

East block, Murray vein and No. 2 Merger Footwall vein, No.2 1,260-foot level mined out.

A large tonnage rather low grade ore mined from Merger vein 1,350-foot level. East block, Murray vein and OK vein, 1,350-foot level mined out.

A large tonnage mined from Murray vein, 1,440-foot level.

Murray vein ore-shoot 1,540-foot level mined out.
No attempt made to sink Victor shaft below 1,759 feet due to greatly increased flow of water.

Main south crosscut on 1.680-foot level cut in succession, the Merger. Victor, OK, and the Murray veins.

A 300-foot long ore-shoot developed on Merger vein ore width varies from 3 to 18 feet.

Must look to 1.680 and lower levels for ore of better grade. Present pumping equipment not adequate for deeper operations.

A 350 gpm pump will be installed on 1,680-foot bed to pump to surface, doubling pumping capacity.

New hoist ordered for Victor shaft; will hoist 4-ton skips 1000 fpm from depth of 3000 feet.

Wage increase of 50 cents per day, effective September 1, 1917.

1918 (FY ending 3-31-19)

Milled 114,921 tons with receipts of \$1,630,000.

Silver averaged \$1.00 per ounce. Victor 1,680-foot level main producer and Victor became main shaft.

1919 (FY ending 3-31-20)

Milled 70.661 tons averaging 12.157 ounces silver and 0.116 ounce gold, with receipts of \$1,083,145-average gross value of ore \$16.676 per ton. Average price of silver \$1.1744 per ounce.

Four months strike.

Purchased Accidental claim (14.9 acres).

Most ore mined from Victor 1.680-foot level.

Old 1.120-foot deep McKane shaft was being sunk to same depth as Victor 1.540-foot level.

Small amount of ore stoped from Vertical Vein on No. 2 shaft 600-foot level.

Mined 3.000 tons of ore from Lower Contact vein on 660-foot level. Removed pillars of ore from Murray, Merger, and OK veins on 950, 1,260 and 1,350-foot veins.

Greatest tonnage from 1,440-foot level.

Southwest crosscut on Victor 1.540-foot vein to locate Murray vein discontinued because of flow of water.

Murray vein stopes from 1,680-foot level principal producers.

Only a small tonnage mined from the flat-dipping Merger vein 1,680-foot level due to shortage of miners.

Retimbered McKane shaft (1,600 feet west of No. 2 shaft) to 580-foot depth. Erected head frame and installed electric hoist at McKane shaft.

Installed 500 gpm turbine pump on 1,680-foot level Victor shaft.

1920 (FY ending 3-31-21) Milled 89,022-tons of \$15.591 grade with recovery \$1,278,292 (\$14.359) or 92 percent.

Average silver content was 12.929 ounces per ton; gold was 0.127 ounces

Silver average price was \$1.0025 per ounce.

Victor 1,760-foot level main producing level.

Victor shaft sunk 128 feet and a level established at 1,880 feet. McKane shaft sunk 406 feet; retimbered 532 feet to 1,112 feet below surface.

No work done from No. 1 shaft this year.

Small tonnage mined from Vertical and Lower Contact veins from No. 2 shaft 600-foot level.

Lower Contact vein mined out above 660-foot level.

Mined 600 tons of high-grade ore from Murray vein pillars from 950 to 1,260-foot levels.

Merger Footwall vein, 1,260-foot level produced 2,800 tons.

Mined large tonnage of low-grade ore from Murray and Merger veins pillars on 1,350 and 1,440-foot levels.

Known orebodies in the section of the mine worked from No. 2 Shaft are exhausted. Favorable ground has been thoroughly prospected.

Mined 3,600 tons average grade ore from Merger vein 1,540-foot level. A new vein, Deming, found in footwall of Murray vein; a 60-foot long ore-shoot assayed \$20 across 2-foot width.

36 percent of tonnage mined came from 1,760-foot level.

Murray vein on 1,760-foot level--good ore in hanging-wall and footwall branches.

No commercial ore found in Murray vein, 1,760-foot bed west of west fault, but there is more quartz and greater mineralization in this block than on any of upper levels.

A new vein, the Anchor, 1,760 foot level, produced 2,800 tons of good grade ore; does not extend to level above (1,680-foot level).

Victor shaft cut Merger vein at 1,850 feet; shows only low grade quartz spots of ore.

Large station cut north of shaft for pump and sinking hoists.

McKane shaft sunk 406 feet below old sump; 1,350, 1,540, and 1,650-foot levels established.

Old northeast crosscut on McKane 1,100-foot level retimbered and connected to 1,170-foot level, No. 2 shaft by a short raise.

Main veins have notbeen developed on any new level during the year. Wage increase of 50 cents per day, effective February 14, 1920.

1921 (FY ending 3-31-22)

Milled 84,463 tons of \$12.68 ore yielding \$1,001,759 (\$11.86 per ton), with average price for silver at \$0.9986 per ounce.

Average silver content 10.535 ounces per ton; gold 0.105 ounces per ton. Although net income was only \$100,512, dividends of \$263,543 were paid. The net realization per ton was \$1.111 or a total of \$93,921.

A two-month strike occurred as a result of a 75¢ per day reduction in wages, effective April 16, 1921.

Due to shortage of labor, operations continued on a limited scale for 5 months; pumping charges continued.

A crosscut on 1,650-foot level of McKane shaft struck water flow that flooded the shaft to the 1,540-foot level. This water later diverted to sump on Victor 1,680-foot level and 600 gpm pumps ordered.

Two 600 gpm vertical triplex to be installed on McKane 1,540-foot level. Substantial bodies of commercial ore discovered on Victor 1,880-foot level. Purchased 22-acre property of Cash Boy Consolidated Mining Company for cash and Extension stock.

No work done from No. 1 shaft.

Operations from No. 2 shaft discontinued.

Stoping Merger vein only work done on 1,540-foot level.

Only development work done on 1,680-foot level.

Substantial tonnage produced from 1,760-foot level. Several long exploratory crosscuts driven.

Drifted 443 feet westerly on Merger vein.

Hangingwall branch of Murray vein developed by west drift.

Crosscut driven 1,010 feet westerly on McKane 1,200-foot level, into favorable area.

1922 (FY ending 3-31-23)

Company reported production 129,571 tons with a value of \$1,757,129 to State of Nevada

1923 (FY ending 3-31-24)

In 1923 the reported production was 141,090 tons having a value of \$1,883,065.

West Tonopah and Iowa Tonopah groups of claims purchased in 1923.

An ore shoot on the Victor vein 700 feet in length with a maximum width of 80 feet. It was mined mostly by 60-foot filled square-set stopes.

In 1923 a 2000 HP diesel power plant was ordered to assure steady power for pumping.

Ten more stamps were added to the mill increasing the daily capacity to 500 tons.

Rich ore encountered in crosscut on 1,200-foot level several hundred feet west of the McKane shaft.

Good ore encountered on the Victor 2,000-foot level. A raise from this level connected with the bottom of the Cash Boy shaft at 1,670 feet.

A sinking hoist was installed on the Victor 1,880-foot level and the 2,125-foot and 2,250-foot levels established.

Electric haulage installed to transport ore the long distance to the Victor Shaft for hoisting.

Drop in price of silver from \$1.00 to 65% in June 1923 with the end of Government purchase under the Pittman Act.

1924 (FY ending 3-31-25)

Milled 171,046 tons (467 tpd) having value of \$15.443 per ton with recovered value of \$2,467,449 (\$14.426).

Content of ore was 17.117 ounces silver and 0.184 ounces gold.

Average price received for silver was \$0.6796 per ounce and for gold was \$20.6718 per ounce.

Purchased patented claims of Tonopah Mines Corp. consisting of 354,323 acres (\$191,500). Also acquired by location the Triangle claim.

Poor showing from 1,400 feet of development mainly on 2,000, 2,125, 2,250, and 2,375-foot levels. Available ore supply very low. The expected continuation of the fine orebodies on the 1,880-foot level failed to materialize.

Fear of flooding the mine impeded the search for ore.

No work done westward on 1,540-foot level from the McKane Shaft due to uncertainty of electric power service. Having pumping capacity of 2,300 gpm from 1,540 foot level to surface. Flow to pumps from McKane has been limited to 300 gpm for the past two years, lowering the level by 12 feet per year. A greater flow might flood the mine. Water level west of McKane Shaft is 300 feet above level of pumps.

The westerly crosscut on the Victor 2,000-foot level was discontinued lest an excessive flow of water be encountered.

The existence of several orebodies to the west on the lowest levels cannot be ascertained, due to the expected flow of excessive water, until a continuous power supply is available to operate the pumps.

Expended \$338,152.85 on plant and equipment; \$273,039.05 was for construction work in connection with the new Diesel Engine power plant. This expenditure does not include the cost of the two new Diesel engines now being erected. This cost will have to be made during the coming year.

Dividends distributed to stockholders totaled \$282,793 (equivalent to 20 percent of each full share of stock outstanding.)

Only work done in No. 1 and No. 2 shaft areas by leasers; small tonnage shipped to local custom mills.

Cash Boy shaft sunk 415 feet below 2,000-foot level; new levels established on 2,125, 2,250, and 2,375-foot levels.

Cost of producing an ounce of silver, allowing credit for value of gold, was 39.65 cents.

1925 (FY ending 3-31-26)

Milled 78,347 tons (216 tpd) with a value of \$10.901. The recovery was \$811.592 or \$10.359 per ton.

The ore contained 11. 508 ounces silver, and 0.115 ounces gold per ton. The average price received for the silver was \$0.6929 per ounce, and for the gold \$20.6718 per ounce.

Two 2000 HP diesel engines operating successfully.

Work to the west on the 2,125, 2,250, and 2,375-foot levels approaching area of expected water inflow had to be stopped. Ore all stoped out except shaft pillar.

A small tonnage of ore was mined by leasers from workings tributary to the No. 1 and No. 2 shafts. This ore was milled at local custom mills.

An additional 445 feet of drifting on the 1,200-foot level (McKane shaft) disclosed ore occurrences on the West Tonopah vein. The mineralization was too erratic, so stoping was abandoned. Production was 1,096 tons of low grade ore. The vein was further developed by 460 feet of raises above and a 64-foot winze below this level.

No pay ore was found.

On the Victor 2,000-foot level, the most westerly block of the Murray vein showed 4 feet of ore averaging about \$15.00 per ton for 60-foot length. A raise was put up on this ore to the 1,880-foot level. While drifting west on this vein a 750 gpm flow developed and work had to be stopped.

A crosscut from the West Tonopah shaft on the 950-foot level cut a vein which showed some good grade ore but the values were erratic.

A crosscut on the 1,100-foot level (West Tonopah Shaft) reached a point 200 feet south of the shaft when the flow of water became so large that the mine was shut down and the shaft filled with water to almost the 950 level.

Pumping at the McKane and Victor the past year lowered the water level, so the 1,100-foot level is now dry. Only small stringers of ore were found on the 1,100-foot level. Ore milled past few months has come from development; ore reserves practically exhausted.

Now pumping 3,000,000 gallons per day; average pumping head is 1,800

feet. (2083 gpm)

Northwest crosscut 1,540-foot level from 900 feet west of McKane shaft failed to disclose any structure of importance in projected Denver vein area. Southwest crosscut discontinues 450 feet from objective due to heavy flow of water.

McKane 1,650-foot level which was flooded several years ago drained by tapping water on Victor 2,000-foot level.

North crosscut Victor 1,760-foot level discontinued after being extended 1,558 feet north of shaft.

A new block of the Murray vein 1,880-foot level developed; a 110foot long ore shoot, eight feet wide, averaging \$8 per ton was mined. Failed to pay dividend.

Paid \$354,345.77 for plant and equipment including cost and installation of two new Diesel engines.

Deficit of \$347,509.39

Cost of producing an ounce of silver was \$1.082

1926 (FY ending 3-31-27)

Only 300,000 of the 700,000 authorized shares were sold. 3 year 10 percent first mortgage bonds issued - \$270,000 subscription Deficit of over half million dollars.

\$185,000 due on diesel engines

U. S. Government demanded additional income tax of \$228,841 for 1919, 1920, and 1921.

Supreme Court of Nevada disallowed deductions for depreciation insurance taxes, and Eastern office expense in computing net earnings for State bullion tax.

Milled 51,587 tons of \$8.29 value with silver at 59 cents.

Attempts to develop to west on Victor 1,880 and 2,000-foot levels on the Murray vein had to be discontinued due to danger of mine flooding.

Three new veins discovered on McKane 1,540-foot level; the Bermuda, Pay Master, and Merton, which had a 6-foot wide, 300-foot long ore shoot. The ore was hauled one mile to the Victor shaft.

1927 Milled 40,828 tons with recovered value of \$295,528 or 7.15 per ton.

Forced into receivership and sold at public sale in 1929 to Thos. F. Cole, one of the largest bond holders for \$627,000. The sale brought enough only to equal the bonds and current debts, leaving nothing for the preferred and common stock.

Large capital investment of diesel engines not warranted by meager ore reserves.

Cole organized new company, Tonopah Extension Mines, Inc., in 1929

- 1929 August 1929 New ore found on 1,880-foot level; milling 165 tons per day.
 November 1929 Work suspended on 1,880-foot level.
- 1930 Ore being mined on 1,600-foot level.
- 1931 January 1931 Company suspended operations.

 Tonopah Extension Mines Inc., produced \$200,000 value ore until
 1939 (State records)
- 1939 Final report in 1939
- 1940 Two diesel engines sold and shipped to South Carolina
- 1942 October Mill set on fire; which destroyed office building and managers residence.

Tonopah Extension Mines, Inc.

The Tonopah Extension Mines, Inc., was incorporated in 1929 as a reorganization of the Tonopah Extension Mining Company which had been formed in 1902. The original holdings of the company were composed of three claims situated west of the property of the Tonopah Mining Company and north of the MacNamara and West End mines. Beginning in 1910, the company started to acquire additional claims in the western portion of the district. The properties of the following companies had been acquired mostly by payment with stock of the Extension Company up through 1927:- Red Rock Consolidated Mining McKane Mining Company, Pittsburg Tonopah Extension Mining Company, Company, Tonopah Victor Mining Company, Tonopah Merger Mining Company, Tonopah Sully Mining Company, Iowa Tonopah Mining Company, Cash Boy Consolidated Mining Company, West Tonopah Consolidated Mining Company, and Tonopah Mines Corporation. Several of these companies in turn were consolidations of smaller groups. The total area of the claims included in these acquisitions is 1148.057 acres. It is reported that an additional block of about 1100 acres has been acquired since 1927. The old company was capitalized for \$2,000,000 in common stock and \$700,000 in preferred stock. It also had \$300,000 in bonds outstanding. The company went into the hands of a receiver as a result of defaulting on the

And growings Ruth " German truck Manning Co Manning (All palmoted) bond issue and its property was bought by T. F. Cole early in 1929 at a receiver's sale. The new company was incorporated by him on Apr. 2, 1929.

There are at least seven shafts upon the company's property: No. 1, No. 2. Victor, McKane, Cash Boy, West Tonopah, and Red Rock. The Merger shaft, is included within the land turned over to the Tonopah Mining Company in settlement of a suit over extra lateral rights (page ---). The No. 1 shaft near the eastern edge of the property was the original working shaft but has not been used for company work since 1916. It is 1050 feet deep. The No. 2 shaft was started in 1912 and sunk to a depth of 950 feet. An incline shaft was driven from the 950-foot level down to the 1440-foot level. The No. 2 shaft was abandoned in 1922 and is now caved. The Victor shaft has been in the main working shaft in recent years and is nearly 2,000 feet 1650 deep. The McKane shaft is bottomed at the 1880 foot level. Since its connection with the workings from the Victor shaft, it has been used chiefly as an auxiliary shapt. The last Boy shapt and is about 2350 feet diep and has been used as a ventilating shaft exclusively recently. The West Tonopah shaft, about 1100 feet deep and the Red Rock shaft, 540 feet deep, are not connected with the workings from the other shafts.

The initial discovery of ore in the Extension Mine was made early in 1904, when a vein of high grade ore was struck at a depth of 227 feet in the No. 1 shaft. Other discoveries were made thereafter and ore was shipped to smelters until 1909 when the exhaustion of the higher grade shipping ores caused the mine to shut down until a 30-stamp mill could be built. The mill was completed in January 1910 and a five year period of gradually increasing prosperity ensued. The large production in 1914 and 1915 reflects the discovery of the Murray vein in workings from the No. 2 shaft. After 1915, the production again declined for a variety of reasons. The necessity for pumping increasingly large quantities of water and labor disputes were among the chief contributing factors but the occurrence of a relatively low grade zone in the Murray vein on the 1540-foot level from the Victor shaft also had a pronounced effect. The declining production was abruptly reversed in 1922 by the discovery of the rich shoot in the Murray vein on the 1760-foot and lower levels, and the yearly output reached another maximum in 1924. Below the 2,000-foot level, however, the ore shoot was cut off by a large fault and attempted exploration to the west was met by tremendous flows of hot water. The last ore from the Murray vein in the workings from the Victor

• shaft was mined in 1926. Although new discoveries were made in the

western part of the property in the vicinity of the McKane shaft, the

declining price of silver, combined with the expense of pumping, caused

successively the failure of the old company as a result of default on

the bonds which had been issued in 1926-7 to finance for the extensive

exploration, and the cessation of operations by the new company early in

3
1921.

The annual production of the Tonopah Extension Mine is shown in the following table. The production of the Tonopah Merger and the Cash Boy Mines for the years preceding their acquisition by the Extension are shown separately. The old company paid dividends amounting to \$3,927,220.63 through 1927 and also retired \$187,500 worth of bonds issued in 1910. The old company appears to have made no investments outside of Tonopah, unlike many of the other local companies but instead acquired adjoining properties within the district.

9-110 a (Nov. 1926)

1.78

.46

FerD3

Barrie

UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY CHEMISTRY AND PHYSICS

Report No. D-530

For J. J. Glass (Letter of Apr.13, 1936)

Feldspar from the Tonopah Extension mine, 1880 ft. level, Tonopah, Nevada.

Minerals present: Quartz and pyrite 2, calcite 1.5, sericite .5, albite phenocrysts 3-5, laths of the unknown feldspar.

			27.25 Al		36.14	ot 30.36
SiO ₂	60 72.52	1.208	312	.896	.39 0	.106
Al ₂ 0 ₃	13.24	.129	082	.077	.068	.012
Fe ₂ 0 ₃	.82	.005				
Fe0	.26	.004				
MgO	None					
CaO	.76	.014				
Na ₂ O	3.22	.052	.052	-		*
K ₂ 0	6.14	.065			0651	
H ₂ O (total)	.68	.038				
TiO ₂	.16	.002				
CO2	.76	.017				
BaO	.30	.002		So3 repu	red =	0.16
FeS ₂	1.25					

A few grains of an unknown brownish black mineral were not identified and may be insignificant in quantity.

By J. G. Fairchild

Reported May 20, 1936

R. C. Wells

Annual production of the Tonopah Extension Mining Company and its successor, the Tonopah Extension Mines, Inc.

Year	Tons	Gold ounces	Silver ounces	Oz Au/100 oz Ag
1904	5,242	3,628.13	225,533	1.607
1905	16,752	10,794.48	928,202	1.163
1906	21,047	11,016.25	950,237	1.159
1907	6,910	3,999.89	342,697	1.167
1908	3,551	2,332.88	278,794	.838
1909				District Control
1910	32,410	6,461.21	612,489	1.057
1911	50,776	8,008.80	726,298	1.119
1912	53,230	8,873.29	858,709	1.036
1913	58,115	8,405.54	794,592	1.057
1914	63,721	14,554.76	1,422,452	1.023
1915	91,544	18,971.00	2,064,473	.919
1916	100,771	18,824.89	1,887,465	.998
1917	114,566	13,447.41	1,338,995	1.004
1918	114,474	12,385.93	1,284,802	.965
1919	78,421	8,936.91	926,011	.966
1920	82,717	9,757.84	979,912	.996
1921	78,255	8,500.50	856,765	.992
1922	129,571	15,010.70	1,445,263	1.038
1923	139,791	19,276.33	1,845,899	1.044
1924	172,391	30,102.67	2,762,876	1.088
1925	N (106,679	15,858.15	1,484,708	1.068
1360	E (1,096	76.00	10,960	.693
1006	N (42,723	4,536.33	409,563	1.107
1926	N (42,723 E (13,880	971.60	138,800	.699
1927	E 64,118	6,675.67	711,523	.938
1928				
1929				
1930				
1931			To the word of the	
1932			The state of the state of	THE REPORT OF THE PARTY OF THE

Production of the Tonopah Merger Mine up to its acquisition by the Tonopah Extension Mining Company

Year	Tons of ore	Gold in ounces	Silver in ounces	
1912	1,496	354.56	32,752	1.082
1913	10,875	3,891.43	321,233	1.211
1914	4,761	1,540.59	125,246	1.231
1915	3,936	671.53	60,110	1.117

Production of the Tonopah Cash Boy Mine up to its acquisition by the Tonopah Extension Mining Company

	Silver in ounces	Gold in ounces	Tons of ore	Year
.963	1,372	13.20	79	1915
.938	6,127	57.46	229	1916
.939	26,990	253.23	1,105	1917
.946	5,901	55.78	362	1918
.992	1,182	11.71	137	1919
1.000	27,181	271.81	2,601	1920
1.021	6,725	68.72	525	1921

A-53=

April 13, 1936.

Memorandum to the Chief Chemist,
Through the Chief Geologist,

Please have analyses made of the following specimens:

1. An unknown mineral, at least an unidentified mineral, from the Brewer Mine, he r Jefferson, S. C., apparently of simple composition. The mineral occurs in a white quarte-sericite schiet.

The crystals are dark gray - hearly black - short priess. In transmitted light the mineral grains are indigo blue. The mean index of refraction is 1.72.

2. A feldspar from the Tanopah Nine consisting of what appears to correspond to a soda orthoclass (low-index) feldspar which has from 3% to 5% of albite phenocrysts.

The specimens have been transmitted directly to the Chemical Laboratory.

Jewell J. Glass.

If The "Tonopak objolite" as depend by Jour and defended mather extension exposures off thy veter Jand volcance because that are found at the surface in the vicinity of Yongrah, particularly to the north of the brought. There were not entered as tensing studied in the field, but as shown on page -, there seems to be but bette don't that they are considerably younger than the Tonopak Jomatian as here defended -Distribution. Rocks belonging to the Honograp formation are expand in all of the mines that were studied during The resurrey of the dutiet & At many localities, however, as tenens or major faults as the formation. to the so The largest exposures of relativity usualtered book are found on the 1200-foot, 1540-foot, and 1880-foot there of the tonopal Extension time on the tookane tobotany to the trakane shaft - Smaller but equally arguipeant expanses may be seen on. The 1050-foot lead from the Extension No. 1 shaps, the 1000-foot and 1140-foot livels of the Land brass, the you foot level of the tryjet, The 800 - foot and 960 - por lends of he west End, The 1100-foot line from the Devert Ancie, the 1100-foot and 1500 - Jos but of he below, and Me 1100 - for lent of he Rescue - Enta s. and the 1000 - foot land of the

1.5

10 ft 36 fell 10 ftens 2 duke 9 9

Suggest Extension - In general, the bitter experies, are found on the degree livels, of the more, which are, for the most part, limited to the more earlierly and westerly mines.

Jan X

Lithologie charactery Spare, in his original description

J Spare, J. E. U. S., God Survey Prof Paper 42 pp 1905

considered the formation to be an ambusin mass a which

restricted this belief in later publications of explaining the

21 Spare, J. E.

supporent closhe appearance as the accust of auto
bucceation near the borders of the anknown - 144

did, howrow, recognize that the anks which he unpped

acparately as "blancy trackyte" but which are uncluded

within the troopate promotion as here defined, represented

surface flows - Burgess, on the other hand, regarded

31 Burgess, J. A. Econ brology, vol. 4, pp , 1909
these rocks as our face accumbations of bedded pyroclastic

material and offered a considerable amount of both

field and meroscopic andres box to the took of the field and meroscopic andres box to the took of the field and meroscopic andres box to the took of the field and meroscopic andres box to the took of the field and meroscopic andres box to the took of the field and meroscopic andres box to the took of the field and meroscopic andres to the took of the field and meroscopic andres to the took of the field and meroscopic andres to the took of the field and meroscopic andres to the took of the field and meroscopic andres to the field and the field and meroscopic andres to the field to the field and meroscopic andres to the field to the field

4 -6"

7"

5. 9. fault - as mayped - C.A. consideratly chloritized in vicinity of fourth. Fault consists of two 11 slips, about 5 ft. quet - the upper our entirely with in the C. F., while at lower occurs instact of CA and a hedded series. The faults bath show considerable fine, day-like gouge. The F.W. of lower slip is much sitiufied.

The Tuffe" sth. N 10°W & dip 65°W. The succession is as follows: -1137 - "C" Firm grained, light colored, much sitisfied rock 6 Ft.

underlain by a "rubbh" of white priable material, containing fragmental Definitely a fault, more so gt, a fragment. I overlying well - locally much sitiufied fault, music sandfress originally a fault -or judage, flow-buccia. Relations the main sandfress are not down are not clear - bedding, your, is not conformable to rest ? olips.

show numerous aggregates) a white ABoto the sales Another light colored, much

(supremoty bureath their is a bed of "varued shale"

is a "rubble" of white muterial, in clucking of ragnest. of shall, severally similar - except for better consolidation, to bed underlying "c". (Also lacks any fragments of "C") Appears to be compormable about a below.

"varved shales" 5"

T140-0" Tull - showing nice gradution from warm grain at bottom I bed to fine at top. arow on spec. inclicates upper part.

"Varued shale" compromable above, and bulow - when it is 1191 succeeded by a fairly manion taff, rather similar to D. In it, lown portion the tuff shows a distinct, courser grain. It's upper surface occasionally project. as a dille-let wit. the overlying shall. (Probably not intrusion, as it appears conformable with shalls 30' about a below. illustratus the lower portion of the about described telf bed. 1192 F varued shales 7 " lower portion I shall bed - int. which shalls grade in peraptibly. hacks for shaly laminas. This impromely ourolises a rock - similar X "F" which show gradution near top to fine T144- J" grained tuff, and towards take becomes 1145-K" exceedingly evarin bruccia. 60' Finer grained tuffs, with huses of material like "J" do' 8/14 shales - locally much contortal T146 - "A" Another arries of fine to course tuffs. Spic. illus. our of the place - suggestive of "G.T." Shales 2 " 7+75 "B" Fins grained toll, laid on a "pillow surface" shalls course to fine toll

- tuff- very fine grained

17"

- their hedded shallow

1'

From hers till out of by fourt to morth is a series of a nather coarse, but generally very well bedded tuffer.

T-149" D" (5+70) is typical of most of the survey.

"E"

At 4+70 an two 11 facility, such with about 12" goungs,

disping 70° N - an HW side is accountent tuff?
but much find grained than preciding series, and

is blocky and shows no bedding at all. (onsiderally

fractared. Bounded in morth 6, string facility as

mapped 6, Windell, and their brings in W.ER, the

dense, gruinish var. - much quarte is with it, and

"typical WER" (annot be positively ideal grind till 2+80.

See may what pro remainder I geology?

Their x-cut.

74 - WE Coold Eles. Montana 575 & Into. Add unknown Int 500-5700 Eler. NS Flet. Stone Cabin 100 -Elex. Montana the Stone Catin 400 " - Cal Toro 3 ad Fraction shopp. Store Cote 300 Montana 390 + 340 DQ stop " In Butter 400

Fler Stone City + 5TH2 100-1900-6000 6000-6100 " Montane 70 det a Hiller 1400 sheet 4000-4900 4 for 1500 Att CB 1523 4600-4700 Add CB 1235

4800-4900 - Chick Mon Petts 1100 5 Add Stalpy has a who show

EVENTS FOR THE CONTEST.

Select for first-aid treatment such injuries as are of common occurrence within mines, such as cuts and lacerations, simple fractures, compound fractures, burns, suffocation by gases, electric shock, dislocations, mangled members.

RULES GOVERNING FIRST-AID CONTEST.

A set of rules to govern a first-aid contest is presented below:

- 1. A team shall be composed of five men and a captain. Any employe of a coal company may be a member of a contesting team, provided he is not a physician or trained nurse.
- 2. The captain shall select the patient and designate the member or members of the team to perform the event.
- 3. The captain shall control his team in their field work by giving audible commands.
- 4. The captain may select himself as one of the members who will perform the event.
- 5. The captain or other members shall not prompt the person performing the event unless he be one of the performers. This rule will not apply in full-team events.
- 6. At the conclusion of any event the captain shall raise his right hand and announce his team number. The team shall remain at its post until relieved by the judge.
- 7. Teams shall bring their own first-aid materials, including bandages, splints, blankets, etc., and shall not be allowed to leave the patient in order to obtain material.
- 8. The triangular bandage shall be the standard used in the contest, but roller bandages may be used, and equal credit will be given for their proper use.
- 9. All splints must be prepared on the field for each event requiring their use. Specially designed splints may be used, but they must be assembled during the time of each event requiring their use.
- 10. No practicing shall be allowed on the field before the beginning of the contest.
- 11. The teams will be numbered consecutively, beginning at No. 1, and they shall occupy their consecutive positions on the field.
- 12. The judges will perform their work progressively,* judging such number of teams in each event as the judges may determine and announce before the beginning of the contest.
- 13. In events involving resuscitation, the rescue of the patient, and stretcher drill the judge may require the teams to perform separately.

- 14. Each judge will mark his team number, event, and discounts for each team judged, sign his name, and deliver to the recorder his record.
- 15. The recorders will add the discounts and mark the points made by each team in each event. The total points will be divided by the number of events and the quotient will be the average for each team for the whole contest.
- 16. Time will not be an element unless the team or men performing exceed the allotted time or fail to give treatment promptly. All events shall commence and be finished at the sounding of a gong.
- 17. All proposed exceptions to these rules must be made to the committee on rules not later than 10 days prior to the day of the contest. The decision of the committee will be final.
 - 18. The prizes will be listed by the committee on awards.

PENALTIES AND DISCOUNTS FOR FIRST-AID CONTEST.

A specimen tally sheet showing penalties imposed in first-aid contests is given below:

SPECIMEN TALLY SHEET FOR FIRST-AID CONTEST.

Name and number of event.....

Pts.dis- Team Team Team Team Team No.... | No.... No. Cause of penalty. co'nted. No.... No.... Not doing the most important thing first.... Failure of captain to command properly Slowness in work and lack of attention..... Failure to entirely cover the wound or ignor-ance of location of in-Ineffectual artificial res-10 piration Splints improperly paded or applied ... Tight, loose or improperly applied bandages Insecure or "granny" knot Unclean first-aid material Failure to have on hand sufficient and proper material to complete a dressing Lack of neatness..... Awkward handling patient on stretcher ... Assistance lent by patient Tourniquet improperly applied Failure to stop bleeding. Not treating shock.....

95

Failure to be aseptic

Incorrect treatment

Total.....

^{*}Each judge will be assigned to judge two or three teams for one event; for the following event he will judge two or three other teams, and in like

A.1. X Blueyour of workings (1906) of Fraction #1+2 & wandering Boy 14 Tracings of Revels of above with a little grology - (Im Buth) Ab Trang of treet Queen workings Hole # 11 Surface Land Gross 5 1057 W 5367.5 Elev 2870± 5'- 819' Later andente tre at 800-809 839 -1905 Green why Breccia 1008 -1055 Calcute And Eler 2851, ± Hole #12 Impree Land Grans 5 842,5 W 5906 11-211 Teno Phy Dac. prob to 9081. 600d on at 871-885 Ext 400 4500

Re: Tonopah Extension Mines Inc. Nevada Coalition Gold Mines Co.

April 8, 1955

Mr. Allan Melhado 120 Broadway, New York, N. Y.

Dear Mr. Melhado: -

by John L. Dynan on the Tonopah Extension Mines as it existed at the time of discontinuing operations in December 1930, also a generalized report which I made up for my own information in January, 1952 and excerpts from J. A. Burgess' report on May 12, 1930 which was made primarily to instruct the management on immediate development, at that time, but contained some information in the nature of forecasting which could apply at this date. Burgess was one of our most important Mining Geologists who followed the progress of mining in the Tonopah District almost from the date of discovery and contributed consierably to the effective development of the mines in the area. To the enclosed matter I wish to add a couple of paragraphs to briefly describe the Corporate Structure as it exists today and to give my views on a development idea which might be of interest, also a brief statement on the Uranium situation.

Corporate Structure

In 1929 the Tonopah Extension Mining Co. was placed in Receivership and subsequently foreclosed by the creditors (contributors to a plan for refinancing the Company) and a New Company titled, Tonopah Extension Mines Inc. was organized. New Bonds in the amount of \$ 1,200, 000.00 were authorized and \$ 1,086,600.00 were issued to satisfy the creditors and for new sums invested in the venture; the corporation was organized with a total authorized capital stock of 2,000,000 shares @ \$1.00 par. There was duly issued to the bondholder a Temporary Certificates which entitled the holder thereof to a specified number of shares of stock; this certificate was of no value after Dec. 1929. my knowlege 1,600,000 shares were authorized to be issued but no stock was ever issued as the stock books are complete in every detail without a certificate missing. In other words the shareholders, as such have no not had stock issued to them. I might add here that T. F. Cole was the principle purchaser of the bonds and the ultimate legatees of his estate hold approximately 61% of those outstanding. At this time the bonds are in default as to interest and the assets of the Corporation open to foreclosure proceedings although no such action is contemplated. In my opinion foreclosure proceedings could be brought to insure title to the assets by the bondholders and arrangements made whereby the entire authorized capital stock and name of the corporation could be fitted to any desired purpose. An explanation for the plight which the Company reached and a reason for not continuing on with the Corporate plan, almost before the ink was dry on the bonds, can be found in the fact that they were under the constant drain of a serious water pumping problem in the formative stages of the organization so that they were

under the constant drain of a serious water puring problem in the formative stages of the organization so that they were under a terrific debt burden when production began and the price of silver was already on the skids going from 55% to 35% per ounce in about a years time-the answer was obvious.

New Development Proposal

It is the unanimous opinion of everyone familiar with the property that the real big hope of the future lies in developments to the West of the present working faces. It is also well known that operations to the West will require the sinking of a new shaft. You will note these basic facts from my report. The sinking of a new shaft is an expensive undertaking and one would be immed iately concerned as to whether a more conservative plan could be worked out preparatory to taking this step. At the time the mining operations were in progress the sinking of a new shaft appeared justified and was contemplated but we are now faced with a vastly different economic situation. In other words, I feel that the situation, then, warranted the sinking of a new shaft as a regular procedure in the process of orderly mine development but now a less expensive plan of exploration might be considered ahead of development. What I have in mind is the feasibility of core drilling from certain shafts to the West of the McKane. The West Tonopah Shaft is approximately 3800 feet West of the McKane shaft and is on the Southerly limit of the Tonopah Ore Zone. The West Tonopah Shaft could be repaired to the 1000 foot point(as related to the McKane collar) and a station prepared at that point for core drilling operations. Holes pointed North and at various minus angles would x-cut the Tonopah Ore Zone, which strikes Westerly. This work would explore the Westerly limits of the Tonopah Extension property.

Further, in order to safe guard the program, it is deemed advisable that an option be obtained from our neighbor to the West on certain groups of claims which are on the trend of the expected development. As a matter of fact these claims are sufficiently important to warrant securing a definite workings agreement in the option before drilling is started. With this option safely secured a second step in this exploration program would be a core drilling program from the 1000 ft. point in the Bonanza Shaft. This elevation would also be taken from the collar of the McKane Shaft. Drilling in this case would be to the South as the Bonanza Shaft is to the North of the North limit of the Tonopah Ore Zone. Holes here should also be directed at various minus angles and possibly one horizontal hole. This would explore the ore zone some 3400 ft. West of the West Tonopah Shaft. The Bonanza Shaft is on the ground owned by our neighbor to the West, about 100 ft. West of the Western limit of our claims, which confirms the need for an agreement with these people. I might add here that I am on excellent terms with these people and would have little trouble closing a proper agreement with them.

To avoid any misunderstanding regarding the above suggestion concerning the acquisition of rights to more ground I wish to state that the Tonopah Extension has ample territory to warrant the work recommended.

6-25-55

Re : Tomopah Extension Mines, Inc.

G in Allan L. Felbado

Donr Mr. Melhado :

I am enclosing in. H. I. Altahulor's last letter to me the subject of a deal on the Tanopah Extension property. I am not sure whether he has kept you informed of our correspondence but this tells the final story. The general trend of the other letters were largely technical. To make a long story short he has made a protty fair analysis of the ratio of the total expenditure required in the final development of the property and the expenditure of risk money to see whether one would want to go for the whole chunk. The ratio is 10:1 which is quite normal - I think anyone would prefer to spend \$ 1.00 to find out if they should spend \$ 10.00.

It is quite evident that his people are not willing to take on this type of risk, and, if we are going to find come one who will we will have to centact a more venturesome group. All of these things are worth incoming in our scarch for the proper type of people. Samebody like Thayer Mindsley of Ventures Ltd. if approached right he would be just the right type and he imeas the Tamopah area as he was once the President of the Tamopah Mining Co.. I don't believe I could make a proper approach from here and instruct as you already have your feet slightly damp I would suggest that you rake a preliminary approach if you know him otherwise one would have to find semeone who does. By contacts with Mr. Mindsley were in the twenties - rather a long ways off but they were quite pleasant.

prospects for this project do not know is this possibility of doing an exploration job through a relatively inexpensive drilling program from existing mining shafts. Our friend heavy didn't take too kindly toe it but it would have its appeal to the proper parties.

assured of complete cooperation.

Our Lindost regards and best wishes,

Sincerely,

Albert Silver

Mr. Homer Williams, General Manager Tonopah Extension Mines. Inc., Tonopah, Nevada TONOPAH EXT. MINES-INC.
EXHIBIT "B"
SCHEDULE "A"

January 18, 1935

Dear Sir:

The purpose of this report is to verify the value of the collateral offered as security for Loan, under Exibit "C" of the application made by Tonopah Extension Mines, Inc., of Tonopah, Nevada, to the Reconstruction Finance Corporation.

This collateral comes under four heads: Probable Ore; Reduction Works; Equipment and Buildings, and Mining Claims. These will be taken up in order.

PROBABLE ORE.

In mines of the nature of those at Tonopah, the amount of ore which is definitely blocked out in measurable form at any one time is usually comparatively small. The mines at Tonopah have been producing for 30 years, and for most of that time there has not been any large ore reserve blocked out in advance. Hence in any block of ground where geological conditions are favorable and the presence of mineralized veins is known, the total amount of ore which will be produced is likely to be many times that which can be definitely measured at a given time. In a table which is attached to this report, and has been compiled from annual reports of the Tonopah Extension, mine production from 1912 to date is shown as 1,747,000 tons of ore. The largest tonnage ever claimed as "Ore Reserves" is 150,000 tons, in the report for the year ended March 31, 1913, and in most of these measurable tonnages are claimed. This is a point which must be born in mind in submitting figures on any "Ore Reserves" which may be partly blocked out or indicated.

The past large production of the mine came mostly from the Murray Vein, on which a large shoot of ore extended from above the 950 foot level to about the 2125 foot level. The year 1925 was the last year of large production from this shoot, and during the years 1926-1929 exploration of newer ore-bearing ground to the west of this shoot was under way. This exploration work opened a series of new veins. At the end of 1930, falling silver price and heavy expense of pumping mine water caused a complete shut-down except for leasing operations above water level.

(a) The water has risen in the lowest mine workings to a point seventy-five feet below the 1200 foot level. For this reason workings to which reference is made in this report are inaccesible, and the information contained herein in regard to them is obtained from Company maps, assay reports and other records. All of these maps and records so consulted were those regularly kept by the operating officers of the Company for their own information and guidance in the conduct of operations.

The principal veins opened by this work are three in number. The Denver Vein, the most northerly, is in all probability the faulted westerly extension of the Murray Vein, south of the Denver Vein two more veins known as the Morton Vein and the Bermuda Veins were discovered and developed. Each of the three veins has produced important quantities of ore. These veins were opened up on the 1540 foot level, and 1200 foot level, and most of the known ore between these levels was

stoped out, although higher metal prices may now make available much material that could not then be mined. A level known as the 1650 foot level was opened through winzes from the 1540, and the same veins and ore-shoots developed there. These shoots also, or as much of them as was payable ore at the time, were stoped out to the 1540 foot level.

While this work was prosecuted, crosscuts were being run on the 1880 foot level from the Victor Shaft to develop these veins on that level. One crosscut cut the Merton Vein, on which 250 feet of drifting did not show any ore. The Bermuda Vein was not cut, because the nature of a junction which occurs between the Bermuda and the Merton required the extension of the Merton east drift to find the Bermuda Vein. Another crosscut was driven to and past the position of the east end of the Denver Vein, as projected downward from its position on the 1540 foot level. Two quartz veins were cut by this crosscut, either one of which may be the Denver Vein. On the most northerly one 120 feet of drifting did not find any ore. At 120 feet this drift left the vein and continued about 200 feet farther to the west on a contact. On the southerly vein no drifting was done.

All of the work done on the 1880 foot level therefore has not yet found the downward continuation of these ore shoots. This work is however by no means conclusive, and the various drifts must be extended on the veins. In great experience in Tonopah has shown that in many places the most ductive veins become small and barren, and that they can change to do widths of pay ore with great suddenness. At this time, however the heavy pumping expense and the low price of silver, compelled the domment of the development work on the 1880 foot level and confine of the work to the ore on the levels above.

Hence the important unmined one which was exposed at the time the mine shut down consists of the sill-floors or bottom of the1650 foot level. These sill floors are all shown and designated by number on the maps sent by the Company with their application. The assay values of samples obtained therefrom in the course of mining are also shown, in ounces of silver per ton of ore. A table is attached giving the number of each of these sill floors, length and average width of the ore, horizontal area of the ore, average assay value of the ore, and the product of area times average assay value. These figures, as before stated, are from Company maps and assay reports. The assay figures, as far as practicable, have been checked by going over the Company's daily assay reports. The average assay value as given for any sill is the arithmetical average of all the assays which the daily reports show as coming from that sill. The general average assay for the whole level is obtained by weighting the average for each sill according to the area of the sill. These figures result in a total sill floor area of 10,246 square feet, and an average assasy value for this area, as computed from daily mine samples, of 14.05 ounces silver per ton. The ore of this mine runs so uniformly 100 ounces of silver to one ounce of gold that mine samples are not assayed for gold, the content being assumed as one per cent of the silver content. Hence we may assume that this ore will have an average assay of 0.14 ounces of gold per ton.

The next point to consider is what tonnage of ore may be figured on from the showing of these sills. Tonopah ore is of such a specific gravity that 12.5 cubic feet of average ore in place weighs one ton. For these sills each foot vertically that they extend below the 1650 foot level will wentain 10,246 cubic feet, or 820 tons.

from the West Tonopah Shaft (this shaft belongs to Tonopah Extension) but it would not make good sense to develop ore 800 ft. from the limits of our property without first preparing for further expansion, partiularly when one considers the capital outlay required for a new shaft, water pumping and mining facilities. In other words the groups of claims I have in mind to the West of us would serve as an added guarantee of ultimate success on a large scale if the drilling program resulted satisfactorily. A study of our maps is required to obtain a proper understanding of this proposed exploration and its important potential.

Uranium Activities on Tonopah Extension Property

The Tonopah Extension Mines Inc. owns a large acreage to the North and West of the known Tonopah Ore Zone. Over a considerable part of this area, radiometric surveys have indicated the presence of uranium and recent work on a nearby property has offered reasonable assurance that commercial deposits exist in that area. Because of the fact that it would be of great financial advantage to us to be relieved of the maintenance expense of this area, the cost of exploration being beyond our means, and the further fact that this development is highly speculative and is outside of the Tonopah Ore Zone, we have entered into a leasing agreement on 51 claims, 15 patented and 36 held by possessory title, which calls for a minimum work requirement and a royalty of $12\frac{1}{2}\%$ of the net sales. This lease would, of course, be assigned to the successors of Tonopah Extension Mines Inc. The royalty figure is very satisfactory. I wish to add that this lease does not interfere in any way with the contemplated exploration discussed in this letter-the area in question is quite remote from that section which we prize as highly desirable. I am not attempting to disparage the Uranium possibilities but with the other exploration possibilities in the known Tonopah Ore Zone as a prime interest we would serve best in the capacity of landlords particularly when one considers that if the plans proceed to the building of a large Uranium recovery plant, in which large volumes of water are required, we would be the only source of this supply.

I am sorry that the above had to be so long but the subject could hardly be covered otherwise.

Sincerely,

/S/ Albert Silver

P.S. I find on reviewing the above letter I failed to explain why the proposed core drilling program should be at a depth no greater than 1000' below the collar of the McKane Shaft. The natural water level after all these years of accumulation is at about the 1200 ft. level and the drill work should be above this point to avoid complications from water pressure:

I had planned discussing the Nevada Coalition property in Manhattan, Nevada in this letter but believe we should reserve this for later. This is a real long shot opportunity which requires core drilling and could result in a tremendous reward. The objective here was never reached and still remains as a prize potential.

Albert Silver

It is expected that further development to the Westward on the 1880 foot level will disclose the downward continuation of these ore deposits to this horizon and as work is advanced below the 1880 foot level the ore bearing areas, when developed, will disclose important merchantable ore deposits. The ore bearing formation pitch to the West and it has been disclosed that ore shoots encountered therein also have a Westerly pitch but these formations when prospected have disclosed ore bodies.

On the Murray Vein, the ore shoot was large and rich on the 1880 and 2000 foot levels, and was still important on the 2125 foot level. It therefore seems to me a reasonable assumption that these shoots under discussion will extend downward from the 1650 foot sills to the 2125 foot level, a vertical distance of 475 feet. This would make a tonnage of 389,500 tons, of an average assay of 14.05 ounces silver and 0.14 ounce gold per ton, to be classified as probable ore, since it is exposed on one side only.

It is also probable that exploration to the westward on all levels from 1200 to 2125 will develop other new shoots of ore. The company's geological maps show good veins in the faces of the west drifts on the Merton Vein on the 1200, 1540, and 1650 levels, and the Denver vein on the 1540 and 1650 levels, although the values in the veins at these points are low. The rocks encasing the veins are still the ore bearing rocks, in which or on whose contacts ore bodies have occurred. Also, the ore bearing rocks are exposed in workings from the Company's West Tonopah Shaft. These exposures are about 2000 feet southwest of the present west faces. It seems reasonable therefore to expect other oreshoots to occur west of the present known ones. An intensive development campaign must be kept up to explore this area, and the cost per ton for development will be high. This will be unavoidable in order to keep up a supply of ore for the mill.

The ore supply can therefore be briefly summed up as follows:

(1) A block exposed on one side (bottom of 1650 level), and assumed to extend to 2125 foot level, and estimated to contain 389,500 tons of an average grade of 14.05 ounces silver and 0.14 ounce gold per ton.

(2) A block of geologically favorable ground extending 1500 to 2000 feet, and possibly much farther, to the west of the present faces, into which the known veins are headed on their respective courses. This is a block which should produce a large amount of ore, but for which it is impossible at present to present any definite figures as to tonnage to be expected.

Some investigation was made to see how mine sampling can be expected to check actual returns from milling ore. During the calendar year of 1930, the 98,486 tons mine averaged 15.3 ounces silver per ton. Of this ore, 91,170 tons, or 92.5 per cent, came from stopes above the 1650 sill, average assay for which has been shown to be 14.05 ounces. From this it seems to the figure arrived at from the mine assays can be safely counted on to be realized in the actual milling. Reference to the attached production table shows that all the ore mined from 1912 to date averaged 15.2 ounces per ton.

A table is attached showing costs per ton for past operations as future costs will no doubt be closely comparable. Figures for some of these years are abnormally high, as in 1921-22 on account of labor strikes and 1926-27 because of reduced scale operations. Costs in the last year of operation, 1930, are abnormally low, because of loss than normal pumping and development expense. Future costs can not now be

estimated in detail with great accuracy, because many of the factors entering are not known. I believe, in view of the cost of past operations, that \$9.50 per ton is a fair figure to cover the cost of mining, milling, and marketing.

On the basis of these figures, the net profit from the probable ore would be as follows:

Estimated Tons Assay ounces Gross Value per Recovered Value at per ton 93% Extraction

389,500 Ag 14.05 Au 0.14 Ag @ .64½ cents Au @ 35.00 13.96 \$12.98

Cost per ton Profit per ton Total profit \$9.50 \$3.48 \$1,355,460.

REDUCTION WORKS.

The company's 60 stamp mill and 500 ton cyanide plant was inspected. It appears in good condition except for reasonable repair and reconditioning. The original cost of this plant was \$452,628.16 of which \$320,588.33 has be written off as depreciation. This leaves present book value \$132,039.83.

EQUIPMENT AND BUILDINGS

The major items under this head have been inspected also, and are in general in good condition except one of the Bethlehem Diesel Engines, which is dismantled. Original cost of all machinery equipment, and buildings, exclusive of Reduction Works, is shown on the Company books as \$1,529,302.63. This has been written down to \$706,552.45, of which approximately \$522,000 is the present book value of the Diesel Plant. It is difficult to place a valuation on any of this equipment, other than to take the book value. Obviously its value as a going plant is far in excess of its value if sold off as used equipment.

MINING CLAIMS

The company's Mining Claims were checked from the maps and other records, and the number of claims and acreage verified. Undeveloped mining claims are hard to evaluate, especially where the ore bearing formations do not outcrop. There seems to be no way to appraise these claims except to take the book value, which represents the judgment of successful operators at the time the various parcels of ground were acquired. This book value is \$544,649.83, representing 106 patented claims, acreage 1480.56, and 43 claims held by location, acreage 764; total acreage 2244.56.

The assets offered as Collateral are, therefore:

Net profit from Probable Ore

to 2125 foot Level -----\$1,355,460.00
Reduction Works (Company's Book Value) ----- 132,039.83
Machinery and
Buildings (""" 706,552.45
Mining claims (""") --- 544,649.83

Respectfully Submitted,

/s/ John L. Dynan
Mining Engineer.

TONOPAH EXTENSION MINES INC.

Albert Silver Reno, Nevada

4-8-55

Report on Property of

Tonopah Extension Mines, Inc.,

Location and Extent of Property:

The Mining property of the Tonopah Extension Mines, Inc., consisting of 113 patented claims and 45 unpatented mining claims, is in the Tonopah Mining District, Nye and Esmeralda Counties, Nevada.

Purpose of this report:

The purpose of this report is to indicate the future potential of the property, rather than dwell on its historical phases. From the beginning in 1902 to the time operations were suspended in 1930 covers an interesting period of financing, development and production of vast extent and importance. Dividends of approximately \$4,000,000.00, the sinking of 6 shafts, from 1100' to 2250' in depth, the running of many miles of underground laterals, the building of mining and milling plants, etc., resulted, from a production of approximately \$25,000,000.00. The sequent of this story is of course, the struggle to maintain a development plan ahead of mining in the face of declining prices for silver; the decision to curtail and then to discontinue development, which mark the decision to close down came when the price of silver dropped below 34¢ per ounce (the present price is 90½¢ per ounce) at which point, production costs could not be met even after discontinuing development work.

Geology

The ore carries silver and gold in quartz veins in trachvte, rhyolite and volcanic breccia; in several veins varying in width from 3' to 60', the ore occuring in shoots of various lengths. The strike of vein system is about N. 70° W. and the dip from 45° to 70° to the North.

Value of Old Developed and Mined Areas to the Current Potential:

The area referred to under this heading, is that which was mined out from the #1 and #2 shafts, the Victor and the Cash Boy shafts, and as far West as the McKane shaft, but not including the McKane. It is the opinion of the writer, that in consideration of the costs of rehabilitating the old shafts and pumping out the water, the ore expectance there would not warrant the outlay. Aside from the difficulty of opening up the old part of the property, one can also be reasonably certain that it is fairly well mined out; hence it can be said that this old mined out area has practically no value in terms of current potential.

Report- Tonopah Extension Mines, Inc. Jan. 28, 1952

Area to the North of the Victor Shaft:

The area referred to under this heading, has no connection with the mined out area referred to above, and is related in no way, to the expected development West of the McKane shaft. It is apparently unrelated to the recognized ore zone which comprised the productive area of the Tonopah District. A new development, presently headed by Calumet & Hecla Mining Company and Homestake Mining Company, might develop valuable ore bodies to the East of and adjacent to about 26 patented mining claims owned by the Tonopah Extension Mines, Inc. in this area North of the Victor Shaft. Because of its unrelated position to the main part of the property and the potential expected West of the McKane shaft, companies mentioned. Considering the thickness of the cap rock, and the high cost of shaft sinking, one can no longer plan this kind of a program preparing shaft facilities near by on adjacent ground.

		" TABLE SHOWING COSTS PER TON "				
YEAR ENDED MAR. 31, 1931	TONS MINED & MILLED	FEET DEVEL- 6PMENT DONE	MINING COST	MILLING COST		TOTAL COST PER TON
1912 1913 1914 1915 1916 1917 1918 1919 1920 1921 1922 1923 1924 1925 1926	50,900 54,616 58,022 71,882 91,981 109,402 110,187 114,921 70,611 89,022 84,463 134,801 144,917 171,046 78,347	10,156 11,172 16,092 12,651 12,967 12,017 10,977 10,322 5,941 9,114 10,024 8,884 12,469 13,997 13,401	\$ 4.725 5.331 5.784 5.191 4.614 4.900 5.260 4.804 5.512 6.440 6.071 5.568 5.737 5.890 9.214	\$ 3.247 3.290 3.979 3.979 3.478 3.623 3.447 3.964 4.091 3.842 3.530 3.457 3.337 4.293	\$ 0.227 0.293 0.190 0.450 0.501 0.296 0.171 0.237 0.225 0.270 0.207 0.221 0.252 0.288 0.212 2.443*	\$ 8.199 8.854 8.953 9.394 9.593 8.819 8.641 8.484 9.711 10.801 10.120 9.319 9.446 9.515 13.719
1927 1928 1929	51,5877 66,024 42,401	8,574	11.764	3. 583	0.164	18.054
Apr.1, 1929 to Dec. 1, 1929	49,194					
Calendar Year 1930 * Special	98,486 70,486 TABI	E SHOWING PRO	5.071	2.549	0.222	7.842
YEAR ENDED MAR.31	TONS MINED & MILLED	OUNCES AGENTAINED		s :	OF ORE " SILVER OZ PER TON	GOLD OZ PER TON
1912	50,900 54,618	848,408 957,675	9,011	.8	16.67	0.177

Att. In	TABLE SHOWING PRODUCTION AND GRADE OF ORE "					
EN	EAR IDED IR.31	TONS MINED & MILLED	OUNCES AGUST.	OUNCES GOLD CONTAINED	SILVER OZ PER TON	GOLD OZ PER TON
19 19 19 19 19	22 23 24 25 = 192 26 27 192 192	50,900 54,618 58,022 71,882 91,981 109,402 110,187 114,921 70,611 89,022 84,463 134,801 144,917 171,046 78,347 51,567 166,024 142,401	848,408 957,675 862,636 2,022,220 2,293,466 2,068,650 1,296,999 1,473,007 858,411 1,150,963 889,778 1,709,498 2,227,419 2,927,721 901,627 541,589 825,723 559,371	9,011.8 9,758.6 9,065.9 19,040.4 22,130.4 19,622.4 12,484.9 13,957.2 8,180.3 11,324.4 8,845.2 17,459.3 23,211.2 31,524.6 9,037.5 5,133.6 7,534.1 5414.6	16.67 17.53 14.86 28.13 24.93 18.91 11.77 12.82 12.16 12.93 10.53 12.68 15.37 17.12 11.51 10.50 12.51 13.19	0.177 0.179 0.156 0.264 0.240 0.179 0.117 0.121 0.116 0.127 0.105 0.129 0.160 0.184 0.115 0.100
Apr.]	1, 1929	10.101			±J•±9	0.128
		49,194	539,127	5,369.7	10.96	0.109
Your 1		98,486	1,507,378	14,770.2	15.30	0.150
Month Jan. 1	931	4,500 747,312	99,450 26,561.118	1,078.9 263,961.2	22.10 15.20	0.240 0.151
CHELP ST. P.	and the same		-0-			

TABLE SHOWING SILL AREAS AND ASSAYS ON 1650 FOOT LEVEL AND ESTIMATES OF PROBABLE TONNAGE BETWEEN 1650 and 2125 LEVELS

PLACE	LENGTH IN FEET	WIDTH	AREA IN SQ. FT.	ASSAY-OZS.	AREA X OZS.
1622 Sill 1622 W. Sill 1622 Sill 1632 Sill 1660 W. Sill 1650 W. Sill 1650 Sill 1652 Sill 1651 Sill 1655 Sill	150 160 L 75	7.0' 4.9' 6.1' 5.5' 20.0' 18.3' 5.6' 7.85' 5.35' 8.8'	1224 815 918 880 1500 1827 750 785 535 1012	24.4 8.2 10.4 17.0 13.5 18.3 7.2 7.2 10.9 12.2	29,866 6,683 9,547 14,960 20,250 33,434 5,400 5,652 5,831 12,346

10,246 ÷ 12.5 = 820 Tons per vertical Foot

820 x 475 = 389,500 Tons x 14.05 5,472,475 Ozs. Silver.

this can be done there is always the chance that larger ore bodies will be exposed that will result in a more profitable operation, and a longer life for the mine. My recommendations is that operations be continued on the present plan.

Very truly yours,

John A. Burgess

Main Potential in Western Area:

In the Western half of the Tonopah Extension property, we will find the greatest potential for ore remaining in the entire Tonopah District. Development which was proceeding to the West was stopped, for reasons previously explained. When the mine discontinued development, this work had made considerable progress Westerly on the five principal veins in the property, namely, the Merton, Bermuda, Paymaster, Denver and West Tonopah; and when the mine closed down there remained in the mine, considerable proven ore above the 1600' level, with only a start made on the development below this level. It is obvious that the future hope of the Tonopah Extension mine, lies in the development of ore bodies to the West. To properly develop the area and to insure economic mining, a new shaft will have to be sunk at a strategic point to the North-West of the McKane shaft, the McKane shaft serving as a second exit and possibly as a relief in the handling of mine water. With the tremendous production of the Tonopah District in mind, the incentive for this effort is the possibility of developing large ore bodies on the veins which are already known to exist.

General Remarks:

Power and water facilities are available in the district at reasonable prices, and the town of Tonopah offers housing facilities for the employees. Water is available in the mine for milling purposes.

The Metallurgy of the ore is simple; and silver-gold bullion can be produced on the ground. A new modern plant will have to be constructed to replace the one which was lost by fire- the cyanide process was used which yielded a recovery of about 93% of the Gold and Silver contained in the ore. Complete maps are available.

/s/ Albert Silver
Albert Silver- Reno, Nevada
Registered Mining Enfineer

Excerpt from J.A. Burgess Report of May 12, 1930

In general, this report forms an approval or the plan of development that you are now carrying on. It is unfortunate that your horizon for exploration is limited, by excessive water below and by barron formations above, to the 1540 and 1650 levels. However, it appears probable that on these levels, the ore-bearing formations will extend west to the company's property line, west of the West Tonopah shaft, and I feel that there is a good chance of finding additional ore in this western ground.

The ore bodies found thus far, to the west of the McKane shaft have been more widely separated and more expensive to find than those farther east. Up to the present, they have not proved to be as large as the more easterly oreshoots, but they have not yet been fully delimited. The grade of ore, however, shows no decrease to the west. The ore mined during my stay at the mine was about \$12. value per ton, a profitable grade, in spite of silver being worth only 42¢ per ounce.

The condition that will affect the sucess of operations in this western territory are those of sucess in developing additional ore in large quantities, and the expenses of development and of pumping water. It has been demonstrated that ore bodies like those in the Denver vein and the 1622 Merton vein, once found, can be worked at a profit when they are above the depth where heavy pumping costs are involved. The water level is now about 60 feet below the 1660 ft. level.

There was an operating profit in March, a deficit in April, and the prospects are for a profit in May. It appears that, in spite of the present low price of silver, the mine may be able to at least pay its expenses and to continue development for the next few months. As long as

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