

Oct 18. 1932

Mr. John H. Quiner,
1028 Madison Street,
Eugene, Oregon.

Dear John:

I have your letter of the 13th. in reference
to the Greenback Mine in southern Oregon.

If you can send the reports and maps to us we
will go over them carefully and can then tell you whether
we think anything can be done with the property in the
way of placing it with our clients.

The papers will be promptly returned in the
event of our not considering doing anything with them.

Thank you for calling my attention to this matter.

Very truly yours,

John H. Luines
1078 Madison St
Eugene Ore.
Oct. 13 1932

Mr. W. J. Elmendorf
Seattle, Washington.

Dear Mr. Elmendorf:

I am writing this rather in haste but I have some news which I hope will interest you and may react to our mutual benefit, and I trust that I may have an early reply from you.

About a month ago I visited the Greenback Mine in Southern Oregon with a local man who is searching for an easily operated small mine. The Greenback is a little more than he can swing alone and he is willing to put his capital in with someone else on this deal. Can you put him in touch with people who can and will match his capital on this property if proven suitable.

We are in possession of four reports on the property, three of them quite extensive and all of them complimentary. Also some maps. I saw enough on my short visit to partially confirm these

Eugene, Ore.,
Nov. 10, 1932.

*Greenback M.
Josephine Co
Oregon*

Mining Service, Inc.,
Hoge Building,
Seattle,
Wash.

Gentlemen:

Will you kindly return as soon as possible the maps and reports covering the Greenback Mine which the writer sent to your Mr. Elmendorf some time ago.

We have matters developing here and on which we are working and we need these maps and reports in this connection.

Thanking you for your early attention to this, I am,

Yours very truly, -

E. C. Lighton

2056 Charnelton St.,
Eugene, Ore.

Queenback Mine

Nov. 10. 1932

Mr. E. C. Leighton,
2056 Charnelton Street,
Eugene, Oregon.

Dear Sir:

I have your letter of Nov. 3. and since its receipt Mr. Levensaler and I have gone over the data which you so kindly sent us.

The property, of which we have known for many years, is a most interesting one both from the viewpoint of its excellent past record and the future possibilities as pointed out in the reports.

However, in our judgement, the proposition calls for a very complete and, perhaps, expensive examination before definite conclusions can be reached as to the values in sight and its future probabilities. Neither we or any of our clients who are immediately available are prepared to conduct such an examination at this time.

Many properties, other than this, are submitted to us which seem to have sufficient merit to warrant an examination but the clients who are able and willing to stand the expense of such an examination are scarce.

In returning the papers we are in no sense condemning the proposition. We are simply not in the position to properly investigate it. Personally I should be glad to look into the merits of this mine with its excellent record and wish that the means for doing so were available.

Thanking you again for the opportunity of going over these reports,

I remain

Very truly yours,

Eugene, Ore.,
Nov. 3, 1932.

Mr. W.J. Elmendorf,
Seattle,
Wash.

Dear Sir:

Some few days ago I mailed you the maps and reports covering the Greenback Mine and which I trust you have found time to study.

Since forwarding these to you I have had an enquiry from an operating company concerning this property and requesting the privilege of examining these reports and maps, so if you have finished with them kindly return them to me, or if you have need for them for a day or two yet it will be perfectly all right to retain them for that period.

I am very anxious to conclude some deal where-by I can invest with and join a group to take this mine in hand and proceed with its development, or if I find this cannot be done, then I must endeavor to contact a concern financially able to take the property over out-right.

Yours very truly,

F. E. Leighton

2056 Charnelton St.,
Eugene, Ore.

Eugene, Ore.,
Oct. 24, 1932.

Mr. W.J. Elmendorf,
Seattle,
Wash.

Dear Sir:

In response to your letter of the 18th. inst. to Mr. Quiner, I am sending you by mail, maps and reports covering the Greenback Mine.

I learned of this property as a result of my endeavors to find a small property which I might operate with limited capital.

I have investigated this property quite thoroughly and it is without question the most promising of any mining property I have seen in this state, but it requires considerably more in the way of capital for its opening and development than I have available.

I have learned of many phases bearing on this property which are quite interesting not mentioned in the reports and which are difficult to explain by letter.

It is my opinion, sustained by others better qualified than myself, that it will require from twenty to thirty thousand dollars to open and develop this property as to get into a mining operation on a reasonable scale.

This mine during its operation produced more tonnage and paid good dividends far beyond any other mine in Western Oregon, and it is my firm conviction as well as others that it can be made to do so again, as there is a known quantity of pay ore blocked out as well as a considerable quantity of probable ore.

Yours very truly,

E. C. Lighton

2056 Charnelton St.,
Eugene, Ore.

2825 S. W. Montgomery Dr.
Portland 1, Oregon
February 2, 1948

Mr. Walter Binderman, President
Eastern Seaboard Plastics, Inc.
217 Astor Street
Newark, New Jersey

Dear Mr. Binderman:-

In accordance with your instructions I have visited the Queen of Bronze, Cowboy, Waldo, and other properties in the group held by Mr. Waite in Josephine County, Oregon, together with Mr. E. R. Waite, the present owner. My findings, together with copies of metallurgical reports, smelter schedules, letter re R. K. Rates, snapshots, etc. are attached.

The physical aspects of the properties were found to be as represented, with the exception of the estimate of broken ore underground, which could not be verified due to inaccessibility of the workings. From past records of underground sorting, and discussion with men who worked in the properties, it is probable that a considerable quantity of material was left in the old stopes after sorting, which could pay to treat by heavy media separation methods. I was informed that there is a balance due of \$24,000.00 to Josephine County which is the only obligation of record against the several properties.

There is somewhere between forty and fifty thousand tons of ore in the dumps.

The dumps were sampled by taking several hundreds of individual pieces over the whole area, and the final sample prepared and assayed in quadruplicate for copper, gold, and silver. The average of the assays is as follows:

Copper	-	2.60% per ton
Gold	-	0.055 oz. per ton
Silver	-	0.04 oz. per ton

This checks very closely the head assays as reported by the Sink-Float Corp. and American Cyanamid from samples submitted to them by Waite for testing.

	<u>Copper</u>	<u>Gold</u>
Sink-Float Corp.	2.92%	0.06 oz.
American Cyanamid	2.54%	0.05 oz.

A study was made of available Geological and other reports made from 1907 to date. Copies would be too voluminous to attach, but notes and references are included.

The metallurgical research conducted by the Sink-Float Corp., and American Cyanamid Co. indicated quite similar results although the American Cyanamid Co. obtained a slightly higher grade concentrate in copper (5.26% @ 3.00 gravity).

These concerns are highly regarded by the mining industry, and their work may be accepted without question.

From the data following in this report it is evident, however, that this grade of concentrate does not permit shipment at present prices and costs. The cut off point, assuming a constant gold value, would be six percent (6%) copper, with a smelter payment of \$21.86 against a cost of \$21.38. It will be necessary to maintain a grade above seven percent (7%) copper in order to receive a profit from the smelter.

In fairness to the owners, the increase in smelter and freight rates was only recently established. These items alone raised the cost figures nearly four dollars per ton above estimates as of November 1947.

It is suggested that the American Cyanamid Company be instructed to determine whether an increase in the grade of concentrate can be made.

Direct operating costs, not including charges for taxes, depreciation of equipment, insurance, or depletion based upon an operation crushing to one inch only with heavy medid separation of the crushed product should not exceed \$2.25 per ton of concentrates. This estimate is based upon treatment of six hundred tons per day with recovery of two hundred tons of concentrates. The dump ore can be moved to a bin, or pocket from which

it can be fed to a crusher by slusher or drag scraper. This can be handled by the same man who operates the crusher. Using the figure of \$2.25 per ton, the direct operating cost of concentrate at the Tacoma Smelter would be as follows:

	<u>\$20-30</u> <u>per ton value</u>	<u>\$30-40</u> <u>per ton value</u>	<u>\$40-100</u> <u>per ton value</u>
Handling & Milling	2.25	2.25	2.25
Trucking to R.R.	5.00	5.00	5.00
Freight to Tacoma	5.78	6.13	6.32
Smelter rate	7.00	8.00	8.00
	<u>\$20.03</u>	<u>\$21.38</u>	<u>\$21.57</u>

To illustrate the "cut off" point in shipment of copper ores from these properties, and the advisability of shipping the highest possible grade of concentrate, I have prepared the following payment figures based upon the smelter schedule which is attached for your reference. It is assumed that the gold in the concentrate will average 0.09 oz., as recovered by both the Sink-Float Corp., and American Cyanamid results. Based upon the schedule, this has a value of \$2.86 per ton. Payment for copper is, as you will note, based upon assay value, less 20 lbs. per ton (or 1%), less 2½ cents per pound of contained copper. The present quotation is 21½ cents per pound. This means that after a deduction of twenty pounds of copper per ton, the balance is paid for at the rate of 19 cents per ton at present prices.

The payment by the Smelter will be as follows on the following grades of ore:

<u>Copper</u>	<u>Payment</u>	<u>Gold (.09 oz.)</u>	<u>Total</u>
4%	\$11.40	2.86	\$14.26
5%	15.20	2.86	18.06
6%	19.00	2.86	21.86
7%	22.80	2.86	25.66
8%	26.60	2.86	29.46
9%	30.40	2.86	33.26
10%	34.20	2.86	37.06

The total recorded production from the Queen of Bronze, Waldo, and Cowboy mines is in excess of \$2,000,000.00.

Geological Data

The geology of the district and the properties has been described in several bulletins and papers written at intervals from 1907 to the present date. These bulletins can be seen in most large technical libraries. Reference is made to:

U.S.G.S. Bulletin #380 1908
by G. W. Hayes and Waldemar Lindgren

Mineral Resources of Oregon Volume 1 #5 1914
A. N. Winchell
The Takilma Area by L. E. Reber, Jr.

U.S.G.S. Bulletin #846-B 1933
by P. J. Shenon

Bulletin 380 U.S.G.S., page 76 - 1908 - "Largest body of unoxidized ore mined at the Queen of Bronze contained 10,000 tons, several thousand tons of oxidized ores have been mined with average grade of copper more than 10 percent."

T. Wood Smith, Engineer for Reconstruction Finance Corp., reported (1943) that "one lense in the Cowboy assayed 19.32 percent copper.

It is reported that the Waldo has between 12,000 and 15,000 tons of copper ore which averaged 9.84 percent copper. This was not verified.

It is generally considered that the district has much promise, and that the possibility of developing a substantial mining operation is good. The mineralogical zone is more than two miles in length in a general North South direction, and production has been won from operations at intervals throughout this length. There has never been any amount of developed ore during any previous operation. Due to the character of the ore, lenses more or less in echelon, the ore was mined as developed.

Recommendations

The proposed plan to erect a heavy media separation plant should be held up pending further tests to determine whether a concentrate can be made which will exceed seven percent (7%) copper.

It is recommended that a geophysical survey be made along the entire ore zone to determine the location of other ore bodies not exposed at the surface, and to outline continuation of those now known. As the ore shoots occur as lenses of sulfides, in more or less

massive form, the findings of the geophysical exploration should be quite positive and accurate.

The geophysical work should be followed by a diamond drilling program to determine the values of the located ore bodies in copper and gold. This should be completed for a few thousand dollars and produce data of positive nature, from which operating plans can be determined.

In conclusion, it is my judgment that the properties in mention merit exploration of the nature outlined. The price of copper can be expected to remain at or near the present level for some time to come, and if additional ore bodies are located as indicated, a profitable operation may be expected.

Respectfully submitted,

K. E. Hamblen

Registered Professional Engineer
Oregon
March 1927 #1330

KEH:fh
Enclosures

O
P
Y

TACOMA SMELTER
American Smelting and Refining Company
Tacoma 1, Washington
January 23, 1948

Mr. K. E. Hamblen
2825 S. W. Montgomery Dr.
Portland 1, Oregon

Dear Sir:

In reference to our conversation about treatment charges on ore having the following approximate analysis:

Ounces per ton		Percent				
Au	Ag	Cu	SiO2	Fe	S	Impurities
0.091	0.3	4.6	7-10	34-39	22-30	Traces

You indicated the operation would depend on producing 100 tons per working day. You stated that the present holder of the property had been quoted a \$5.00 base rate. This base rate was being quoted for ore having a similar analysis to the above last summer. However, since that time we have had increases in both labor and fuel costs which forced us to increase our treatment rates. At the present labor rates and fuel costs, we will accept similar ore on the following schedule:

PAYMENTS

GOLD: No pay for gold if under 0.03 troy ounce per net dry ton of ore contained.

If 0.03 troy ounce or over per net dry ton contained, pay for all of the gold at \$19.00 per troy ounce.

To the above payment for gold will be added 90% of the premium in excess of \$20.67 per troy ounce realized by us on gold originating in mines in the United States during the month of arrival. So long as the United States Mint continues to pay \$34.9125 per troy ounce of refined gold (\$35.00 less 1/4%), the premium will be paid immediately assays are available.

SILVER: Pay for 95% of the silver content, minimum deduction one-half troy ounce per net dry ton.

Settlement for silver will be made on the basis of the domestic quotation unless the Handy and Harman quotation on the arrival date is higher, in which event settlement will be made at such higher quotation.

In order to obtain coinage price, it will be necessary to forward to us properly executed affidavits as required by the U. S. Treasury Department.

When making shipment, please note on the bills of lading in what month the ore was mined. If it was produced over a period greater than one month, please note what percent was produced each month.

In the absence of these properly executed affidavits, the silver will be settled for at the Handy and Harman quotation for foreign silver prevailing on the date on which the product arrives at the Tacoma Smelter.

The above pricing is subject to changes in governmental regulations.

COPPER: Pay for 100% of the copper on the wet assay, less a deduction of 20 pounds of copper per net dry ton of ore, at the net refinery quotation for electrolytic wirebars as published in the Engineering and Mining Journal Metal and Mineral Markets for the date of arrival of the ore at the Tacoma Smelter, less a deduction of 2-1/2 cents per pound of copper accounted for.

No payment will be made for any metal or content except as above specified.

DEDUCTIONS

BASE CHARGE: \$6.00 per net dry ton f.o.b. cars at the Tacoma Smelter for ore of value up to and including \$20.00 per net dry ton. To this will be added 20 percent of the value in excess of \$20.00 to a maximum Base Charge of \$8.00.

PENALTIES: Zinc: 5% free; 30% a unit will be charged for any excess; fractions in proportion.

Arsenic: 1% free; 25% a unit will be charged for any excess; fractions in proportion.

Antimony: 1% free; 50% a unit will be charged for any excess; fractions in proportion.

Nickel: 1/2% free; \$3.00 a unit will be charged for any excess; fractions in proportion.

GENERAL CLAUSES: See page attached. Please note Clauses 4 and 8.

This quotation supersedes and cancels all previous quotations.

While the General Clauses state that this open quotation is for

30 days only, we will accept shipments of this ore on this schedule up to 90 days from date. Should you be unable to make shipments before this, please write us regarding rates.

Thank you for this inquiry.

Very truly yours,

Signed: D. A. Somerville

COPY

SOUTHERN PACIFIC COMPANY
520 S. W. Yamhill Street
Portland 4, Oregon
January 27, 1948

Mr. K. E. Hamblen
2825 S. W. Montgomery Dr.
Portland 1, Oregon

Dear Sir:-

Shown below are rates on copper ore from Grants
Pass to Tacoma requested of Mr. Hill:

<u>Per Ton Value Not Exceeding</u>	<u>Base Rate</u>	<u>X-162 1/1/47 (20%)</u>	<u>X-166 1/5/48 (20%)</u>	<u>Plus 3% Govt. tax</u>
\$20.00	\$4.24	\$5.09	\$5.29	\$5.45
30.00	4.51	5.41	5.61	5.78
40.00	4.79	5.75	5.95	6.13
100.00	4.95	5.94	6.14	6.32

From Cottage Grove, Lyons and Gates, Oregon to
Utah points there is a base rate of \$7.70 on \$20.00 valuation
which, on the above formula, is presently \$9.44.

Yours very truly,

Signed: F. C. Nelson
Freight Traffic Manager.

Greenback Dist

Josephson Co

H. A. KILLAM
FACTORY REPRESENTATIVE

ATWATER 9211
131 S. W. FOURTH AVENUE
PORTLAND, OREGON

RECEIVED
JUL 27 1938

STATE DEPT OF GEOLOGY
& MINERAL INDS.

July 25th 1938

Handbook p 112

Mining Dept
State of Oregon
Salem, Oregon.

Gentlemen:-

Will you kindly inform me concerning the
Greenback Consolidated Mining Corpn.
as to names and addresses of incorporators;
and of officers; and any pertinent information
that may be available.

With thanks for your trouble, I remain,

Yours truly,

H.A.Killam.

H.A. Killam

*J. A. Stroubridge, Pres. Spalding Blkq.
Geo. L. Mc Gregor - Secy Portland
R. B. Brandon Treas. - Selling Blkq.*

Answered by [unclear]

7/29/38

RECEIVED
JAN 31 1939



STATE DEPT OF GEOLOGY
& MINERAL INDS.

STATE OF OREGON
CORPORATION DEPARTMENT
SALEM

J. H. HAZLETT
Corporation Commissioner

January 30, 1939

Mr. Earl K. Nixon, Director,
State Department of Geology and
Mineral Industries,
329 S. W. Oak St.,
Portland, Oregon.

Dear Mr. Nixon:

I wish to acknowledge receipt and thank you for your letter dated January 28th, relative to the subject corporation. I appreciate your suggestions; however, under the circumstances I do not feel that it is proper to extend at the present time the limitation date of the corporations old dealer's permit.

For your information I am enclosing a copy of our letter mailed this date to the corporation. Thanking you again for your continued cooperation in regard to this mining company's present application, I am

Very truly yours,

A handwritten signature in cursive script, appearing to read "J. H. Hazlett".

J. H. Hazlett,
CORPORATION COMMISSIONER

JRD:
EB
Enc.

March 10, 1939

*M. R. ...
1121 ...*

J. H. Hazlett
Corporation Commissioner
Salem, Oregon

In Re Greenback Consolidated Mines, Inc.

Dear Mr. Hazlett:

Since writing you last about the subject company, I have been furnished an assay map and result of a recent survey of the property, carried out by the engineer selected with my approval; I have had an opportunity to discuss the situation thoroughly with this engineer, Mr. Kenneth Watkins, and also with Dr. Brandon and Mr. Klepper.

As a result of the above study, I wish to recommend to you as follows: That you grant the subject corporation permission to sell the amount of \$5,000 worth of stock or stock which will produce \$5,000 in cash to be used exclusively in carrying out a definite amount of further development. I have outlined the development which should be done and estimated the cost as follows:

Drifting	250' @ \$8.00	\$2,000.00
Raising	200' @ \$6.00	1,200.00
Assaying		150.00
Three months' time for foreman and part time helper, sampling and mapping		800.00
Contingencies		<u>350.00</u>
TOTAL		\$5,000.00

I do not believe it would be necessary or desirable that money from sale of stock be impounded until the figure I have suggested is obtained.

I do not feel that any of this money, which I have pegged as necessary for determining the future of the mine or a future policy, should be used for payment of debts or previous obligations or even for taxes for carrying the remainder of the property. I am not ^{personally} ~~properly~~ informed on the profit possibilities, if any, of the remainder of the property; Although I have ~~not~~ considerable information from personal knowledge of the property, you would be justified in stipulating that the \$5,000 be spent substantially in the manner outlined and in accordance with the directions of a competent engineer to stay on the property and to direct such development work. While the work recommended is being done, this engineer would have an opportunity to map and sample properly

March 10, 1939

other parts of the area held and determine whether they have any value which may enter into the profit possibilities of the quartz phase of the operation. It is my understanding that the principals are prepared to carry out the program I have outlined if it meets your approval.

Very truly yours,

Director.

EKN:hp

cc. to Dr. Robert Brandon
Selling Building.
Portland, Oregon



STATE OF OREGON
CORPORATION DEPARTMENT
SALEM

RECEIVED
MAR 7 1939

STATE DEPT OF GEOLOGY
& MINERAL INDS.

J. H. HAZLETT
Corporation Commissioner

March 6, 1939

Mr. Earl K. Nixon, Director,
State Department of Geology and Mineral Industries,
329 S. W. Oak St.,
Portland, Oregon.

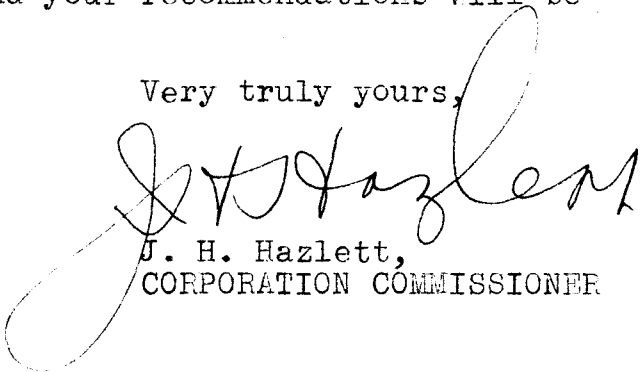
Re: Greenback Consolidated and
Willamina Clay Products Co.

Dear Mr. Nixon:

I wish to acknowledge receipt of and thank you for your two letters dated March 3rd, containing your recommendations with regard to the subject corporations.

Your letters have been made a part of our files in connection with the securities of the subject corporation and your recommendations will be relied upon.

Very truly yours,


J. H. Hazlett,
CORPORATION COMMISSIONER

JRD:
EB.

March 3, 1939

Mr. J. H. Hazlett
Corporation Commissioner
Salem, Oregon

Subject: Greenback Consolidated

Dear Mr. Hazlett:

I have just received results of a sampling job on the main portion of the recently discovered ore in the Greenback property, and on the basis of these results it is my request that you deny the sale of any stock by the subject corporation until they have complied with my demand for a thorough, business-like sampling job of the entire mine workings.

The recent sampling indicates there is not enough ore developed to justify a mill, although, according to the engineer—a qualified man, who did the work, it does not change my previous suggestion that this is a worthy property and a likely prospect.

Very truly yours,

EKN:vm

Director

RECEIVED
JAN 31 1939

STATE OF OREGON
CORPORATION DEPARTMENT
SALEM

STAT. GEOLOGY
& MINERAL INDOS.

January 30, 1939

Mr. Milton R1 Klepper,
Attorney at Law,
Yeon Building,
Portland, Oregon

Re: GREENBACK CONSOLIDATED
Permit #5832

Dear Sir :

This is your notification that the above designated Dealer's Permit No. 5832, in the name of GREENBACK CONSOLIDATED, authorizing the sale of \$25,000 worth of Common Stock and 99,000 shares Capital Stock, issued for commission, expires by limitation as of February 1, 1939, and all rights thereunder cease as of that date.

As your supplemental application now pending before this department seeks permission to sell your securities upon a different basis from that authorized by your Dealer's Permit No. 5832, and as all matters with regard to such supplemental application have not as yet been finally determined, nor has the department favorably acted thereupon to date, I do not feel justified in extending your present dealer's permit.

The matter of your pending application should receive final consideration within the near future, and consequently I do not believe you will be placed at a disadvantage by our failure to extend Dealer's Permit No. 5832.

Very truly yours,

J. H. Hazlett,
CORPORATION COMMISSIONER

JRD:
EB.

REGISTERED

COPY

January 28, 1939

Mr. J. H. Hazlett
Corporation Commissioner
Salem, Oregon

Dear Mr. Hazlett:

With respect to the application of the Greenback Consolidated people, they have requested that they be allowed to sell the amount of \$10,000 in stock, which amount I indicated to you would probably not put them over the hump.

I have agreed to suggest to you that they be allowed to go ahead on the basis of this smaller amount, provided the mine operator whom they are trying to obtain at my suggestion agrees that the amount will do the business. This man is returning from a trip to California this coming Wednesday and will go to the property the following week-end.

Would you be kind enough in the meantime to extend the time of their present permit sufficient so that they will not be embarrassed by the end of the month date line?

Thanking you, I am

Very truly yours,

EKN:vm

Director

January 26, 1939

Mr. J. H. Haslett
Corporation Commissioner
Salem, Oregon

Re: Greenback Consolidated

Dear Mr. Haslett:

Replying to your letter of January 25th, I personally examined the property of the subject corporation a few months ago, called a meeting of their principals in my office, and recommended that they discontinue work on a mill which they had started to build and that they carry out certain preliminary work which I considered essential to prevent loss of their capital. The group followed my suggestion and has since requested and received advice from this office on a number of occasions.

As a matter of fact, within the last month they have, by their preliminary work, shown up some excellent ore and it is my present opinion that they have a pretty good chance of making a real mine of their property, if properly handled. They have asked me within the last week to recommend to them an operator, and this I have done. Their next move is to complete a job of sampling and assaying which I have outlined and then to make a final decision of the feasibility and kind of mill to build. If my information is correct, I believe they are justified in building this mill and carrying on.

Mr. Klepper, Dr. Brandon, and Dr. Ross were in this office this week, and I told them that, if the report of the operator I have suggested is that the amount of ore is present which is alleged to have been shown up within the last month or month and a half, they should get together at least \$15,000 or \$20,000 and probably could make a safe getaway on that amount. They appear to be over-capitalized, as you say, and I am not familiar with the details of their corporate maneuvers, but, so far as the mining angle goes, I think they have a good chance for a substantial and profitable operation and I am inclined to think favorably of their present attitude, as they have been following out some mighty hard-boiled advice I have given them.

As to their selling 40,000 shares of stock at 25 cents a share, I don't think that will put them over the hump.

Very truly yours,

EKN:vm

Director

RECEIVED
JAN 26 1939



STATE OF OREGON
& MINERAL INDUSTRIES

STATE OF OREGON
CORPORATION DEPARTMENT
SALEM

J. H. HAZLETT
Corporation Commissioner

January 25, 1939

Mr. Earl K. Nixon, Director,
State Department of Geology and
Mineral Industries,
329 S. W. Oak St.,
Portland, Oregon.

Re: GREENBACK CONSOLIDATED

Dear Mr. Nixon:

The subject corporation is a domestic mining concern and has held various dealer's permits from this department, the first of which was issued in December of 1930. The corporation's properties consist, as I understand the situation, of some 2,000 acres located in Josephine County. It is also my understanding that the corporation owns outright most of its mining properties.

A supplemental application has been filed with the department, seeking permission to sell to the public generally 40,000 shares of the corporation's \$1.00 par value common stock for a consideration of \$10,000. At least some \$60,000 of stockholders' money, raised from the sale of shares under the terms of a dealer's permit, has gone into these properties over a period of some nine years.

The corporation at present has outstanding some \$2,148,614 worth of its \$1.00 par value common stock. According to our records its stockholders number approximately 311. Mr. Milton R. Klepper, attorney for the corporation, appeared in this department not long ago for the purpose of discussing the corporation's new application, and stated that you and your department were familiar with these properties, and thought they were worth the expenditure of additional money.

It seems to me that the corporation is very probably overcapitalized and has outstanding an unreasonable amount of stock. However, it may be proper to issue an additional permit if the value of the corporation's property compares

5

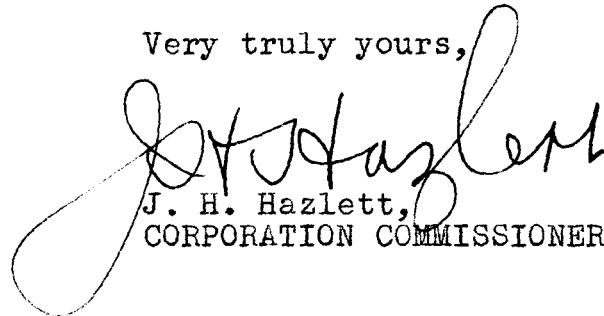
Mr. Earl K. Nixon, - P. 2

January 25, 1939

at all with the amount of stock outstanding. I would appreciate your advice as to the probable value of the corporation's mining interests, and would favor any recommendation you may feel free to make with regard to the application pending before this department.

Thanking you in advance for any cooperation you may give us in this regard, I am

Very truly yours,



J. H. Hazlett,
CORPORATION COMMISSIONER

JRD:
EB.

January 30, 1939

Miss Dollie McKenzie
1615 S.E. Holly Street
Portland, Oregon

Dear Miss McKenzie:

Your letter of January 25th, directed to the Corporation
Commissioner, has been referred here for reply.

If you care to come to this office, I shall be pleased
to give you considerable information in regard to the
Greenback Consolidated mine property. I suggest that
you call up by phone, B Roadway 2276, and ask for an
appointment, for the reason that I am out of the of-
fice considerable of the time.

Respectfully yours,

EKN:vm

Director

RECEIVED
JAN 30 1939

STATE OF OREGON
CORPORATION DEPARTMENT
SALEM

STATE DEPT OF GEOLOGY
& MINERAL INDS.

C
O
P
Y

January 28, 1939

Dollie McKenzie,
1615 S. E. Holly St.,
Portland, Oregon.

Dear Madam:

Your inquiry of January 25th, asking for data concerning Greenbank Consolidated Mine and wondering whether there is a state mining commission which could give you such information, has been referred to this department.

I am referring your letter to Mr. Earl K. Nixon, Director, State Department of Geology & Mineral Industries, 704 Lewis Building, Portland.

No doubt the reference in your letter is to GREENBACK CONSOLIDATED.

Very truly yours,

J. H. Hazlett
CORPORATION COMMISSIONER

WHW:II

c.c. Mr. Earl K. Nixon

RECEIVED
JAN 30 1939

STATE DEPARTMENT
& GEOLOGICAL SURVEY

Portland, Oregon

Jan. 25 1939

Secretary of State

Salem Oregon

Dear Sir;

I understand that Oregon has a Mining Commission.
I wonder if that commission could give me information concerning
the 'Greenbank Consolidated Mine' which is located near Medford
Oregon.

Thanking you, I am

Sincerely

Lollie McKenzie
1615 S.E. Holly St.

COMMISSION DEPARTMENT
RECEIVED
JAN 28 1939
STATE OF OREGON

Done

RECEIVED
JAN 27 1939

January 16, 1940

Mr. George Schulerick
Route 1
Junction City, Oregon

Dear Sir:

Replying to your letter of inquiry of January 10th in regard to the Greenback Consolidated Mine property- it is located on Grave Creek about five miles east of the Pacific Highway at a point 18 miles north of Grants Pass. The property carries a number of veins, some of which have very interesting value. The property adjoins the old Greenback Mine which produced a couple of million dollars many years ago. The present property has been developed by various cuts and tunnels over a period of the past seven or eight years and I believe it has the earmarks of a good property if properly financed, developed and managed. I say this without criticizing the work that has been done in the past, however, the prime mover in the enterprise died last year and I believe the development was discontinued for a while. It has since been started I understand and is being principally carried on by Dr. Rex L. Ross, whose address is Grave Creek, Oregon. I happen to know Mr. Ross and consider him a very fine gentleman. Would suggest that you make inquiry of him.

Unfortunately, I do not have any maps of the mine and cannot tell you the exact number of acres of the holdings.

I have advised the operators on various occasions because I am interested in seeing them carry out a well organized and successful development plant.

Respectfully yours,

EKN:rw
cc: Dr. Rex L. Ross

Director

RECORDED
JAN 12 1940

STATEMENT OF GEOLOGY
& MINERAL INDS.

Junction City Ore
Jan 10-40

Mining Board Dear Sirs

Have been advised to write you for information in regard to a mine called Greenback Consolidated it is located in the vicinity of the old Greenback mine near Wolfcreek which is about twenty miles north of Grants Pass

Has any worth while ore ever been taken from this mine and is anything being done at the present time to develop it how many acres are in these holdings as the present time. Yours truly

Geo Schubmerich

R-1 - Junction City
Ore

↷

September 12, 1940

Mr. Lang M. Goodwin
1510 Textile Tower
Seattle, Washington

Dear Mr. Goodwin:

Mr. Milton Klepper has just informed me that his little mining group is prepared to negotiate with some party who is in a position to develop the Greenback Consolidated Mining property. Mr. Klepper and his group have been working with this in a small way for several years, have carried out a substantial amount of exploration but do not feel that they can undertake the financing of the property from this stage on. I am familiar with the property, which is located 5 miles from the Pacific Highway on a good road and about 25 miles northeast of Grants Pass. It is an underground gold quartz property in a good mining district and has certain attractive characteristics.

You indicated in my office the other day that you and your group might be looking for a mining opportunity. I suggest that you communicate with Mr. Milton R. Klepper, whose address is Yeon Building, Portland, Oregon, and get Mr. Klepper's ideas as to terms and conditions. If they seem feasible to you, we will be pleased to confer with you and Mr. Klepper and offer any aid possible in connection with a proper approach toward developing the property.

Cordially yours,

EKN:vm

Director

cc: Mr. Milton Klepper

April 7, 1939

Greenback Consolidated Mines Co.
Attention: Mr. Klepper
Yeon Building
Portland, Oregon.

Gentlemen:

One day last week I had a pleasant visit with Dr. Ross at his lodge on Grave Creek. Dr. Ross gave me evidence to substantiate his belief that the tonnage of ore shown in your new drift is larger than I had been led to believe.

Dr. Ross also indicated that you are prepared to go ahead and do the drifting authorized under the Corporation Commission's stock permit without the services of an engineer on the ground. My reason for estimating the cost of an engineer and including it in the amount of money provided was that during the period of exploration this engineer would have a chance to map the property thoroughly, get everything on one map, sample all of the various workings that are accessible so that in the event this exploration showed enough ore to justify a mill, there would be little work of checking necessary to authorize the expenditure for the mill.

As you now plan to do, it will doubtless be necessary later to have an engineer's formal report and a thorough assaying job on the property before anyone would be able to recommend a mill or justify sale of stock to cover the cost of the plant. I appreciate your position that you want to make the money go as far as possible and that you can get along without an engineer, however, I do not agree with it.

Respectfully yours,

EKN:hp

Director.

cc: Dr. Rex L. Ross
Grave Creek, Oregon



Josephine County, Oregon

Board of Commissioners: Dave Toler • Dwight F Ellis • Jim Raffenburg

PLANNING OFFICE

Michael Snider, Director

510 NW 4th Street / Grants Pass, OR 97526

(541) 474-5421 / FAX (541) 474-5422

E-MAIL - planning@co.josephine.or.us

AGENCY TRANSMITTAL

TO: Nora Schwartz, Public Works
 Building & Safety
 Charlie Chase, State Fire Marshal
 DEQ - Medford
 ODOT
 Kathy Smith, State Water Resources
 Phil Turnbull, Fire Defense Board Chief
 Rural Metro Fire Service
 Illinois Valley Fire Department

 * DOGAMI

 * BLM

 * Jo. Co. Forestry

 * ODFW

DATE: 9/30/08

CONTENT: PRE-APPLICATION: Cup

If you have comments or concerns, please respond to

JAMES BLACK

 by

EXT. 5418

jblack@co.josephine.or.us

 10/13/08

If we do not receive a response by our comment date, we will assume there are no concerns.

Thank You!

PLANNING DEPARTMENT
 510 NW 4TH STREET
 GRANTS PASS, OR 97526
 PHONE: 474-5421
 FAX: 474-5422

Southern Oregon

Gold Corp.

12303 Galice RD.
Merlin, Oregon 97532
Phone: 541 474 2717
e-mail: ggarc@hughes.net

Josephine County Planning
510 N.W. 4th Street
Grants Pass, Oregon 97526

September 18, 2008

RECEIVED

SEP 19 2008

Josephine County
Planning

Re: Conditional Use Permit Pre-Application

Michael Snider:

We have purchased some land in the northeastern part of Josephine County covering the historic Greenback Mine and are exploring it for gold and other minerals. In addition we are interested in leasing some land owned by Josephine County for mining purposes. As we are planning a significant investment in further exploration in the land described below we would like to be assured that Josephine County will allow mining on the property. Portions or all of these lots are presently zoned "Forest Commercial" the remainder are zoned "serpentine".

Areas of the lots described below have mine tailings and portions have been continuously mined or explored over the past 100+ years. The ground covers the historical Greenback and Martha Mines that have an estimated production of approximately 175,000 ounces of gold in the past. Also included is a portion of the Columbia Placer one of the richest placer deposits in the state. Recent exploration activities by Southern Oregon Gold have taken place on all of the private land and surrounding BLM land. Portions of the county land have been leased for mining and have been actively mined in the recent past.

The legal description of the lots is described below:

Land owned by Greenback Holding Company a wholly owned subsidiary of Southern Oregon Gold Corp. :

Section 33, Township 33S, Range 5W W.M. Tax Lot 2800
Section 32, Township 33S, Range 5W W.M. Tax Lot 2300
Section 5, Township 33S, Range 5W W.M. Tax Lot 100
Section 5, Township 33S, Range 5W W.M. Tax Lot 507 and Tax Lot 900
(totaling approximately 355 Acres)

County Land on which a mining lease is being applied for by Southern Oregon Gold:

Township 34 South, Range 5 West, Section 5, Lots 200 and 400
Township 33 South, Range 5 West, Section 32, Lot 33
Township 33 South, Range 5 West, Section 28, Lot 400
(Approximately 261.51 Acres)

Access:

The lots are accessed through King Mountain Trail (BLM Rd # 34-5-7), other BLM Forest Roads, and the Greenback Mine road as shown on the accompanying map. All of these roads have been used for commercial hauling in the past. It is anticipated that repairs and improvements will be made to any of the roads used for continuous hauling or mine access.

Plan of operations

Southern Oregon Gold plans to continue to explore the above described ground and surrounding BLM land for mineral deposits and if successful we would mine within the constraints of County, State, and Federal regulations and oversight. No housing is planned however on T. 33S., R5 W., Section 33, TL 2800 there has historically been a mill with crushing and grinding facilities with a caretaker's cabin and office trailer, These may be repaired and used. We plan to continue processing in that area and possibly the adjoining county land to the north. The processing facility has historically been accessed by the Greenback Mine Road. The exact nature of the processing and excavations on the properties will depend on the results of future exploration.

Yours truly,



Geoffrey Garcia
President: Southern Oregon Gold

Attached:
Signed Application
Topographic Map of properties described with Access roads
County zoning map of property Area
Deer Winter Range Map of property area
Check for \$375

To: Bev. Vogt
From: her
Subject: Wesley J. Pierson

I am sending a copy of The obituary for Wes Pierson and hope that you will put something in Oregon Geology. Wes ^{has been} ~~was~~ very active in mining, was a ~~strong~~ ^{good} ~~supporter~~ ^{friend} of the Department, and a strong proponent of multiple use of natural resources.

In addition to the items mentioned in the obituary, Wes served on the Josephine County mining advisory Board. He will be missed as a proponent of the mining industry and an adversary of preservationists.

Funeral Held
8/2/88

Photocopy of obit
Sent to Bev
8/2/88