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RESUME

JOHN O. RUD

933 E. Wahalla Ln. Phoenix, Arizona 85024 (602) 581-9140

1992

RESUME

JOHN O. RUD GEOLOGIST, M. SC.

PERSONAL DATA

Date of Birth: Marital Status Health November 23, 1938 Divorced Good

EDUCATION

1970 - Bachelor of Science (Geology) University of Oregon
1971 - Master of Science (Geology) University of Oregon

EXPERIENCE

<u>General Partner and Manager of Southwest Color Supply</u> Located a source of red iron oxide to be used as a color pigment in the paint and concrete industry. Designed and constructed the processing facility. Southwest Color Supply is presently mining, processing, and selling a red iron oxide pigment

Geological Consultant

Completed reserve studies and pit design for Sunwalker Development Inc. on the Cherokee Rock Quarry. Quarry presently under production producing decorative rock aggregate.

Geological Consultant

Economic evaluation of the San Francisco Volcanic Field to determine its potential as a source of lightweight aggregate.

Geological Consultant

Completed a underground evaluation of the Bearup Mine. Glonwood, New Moxico. Presently supervising rehab of underground workings.

John O. Rud

<u>Geological Consultant</u>

Completed Geological evaluations on 40 gold mines in Yavapai and Maricopa Counties for a Canadian firm to determine the economic potential of placing the Redtail Mill into a custom milling facility.

<u>Geological Consultant</u>

Ron Lewis Construction. Located and evaluated rock formations in northern Gila County for utilization as road base material. Quarry presently in production for AB & MA road base on Arizona state highway 260 road improvement projects.

1989 - 1990

Leased the RedTail gravity/flotation/cyanide mill near Congress AZ. Currently processing gold ores from the George Washington mine, Clementine mine and Pikes Peak mine. Mill is operating as a custom milling facility.

Formed a Public Company, (HIGHLAND RESOURCES INC. <u>Director, Sec. Tres</u>) Highland Resources Inc. leases the George Washington Gold mine near Wickenburg, Arizona. Raised initial funding to place the mine into production. Gold ore is being transported to the RedTail flotation/cyanide mill for processing.

1987-1988

<u>Geological Consultant</u> for a private company. Located and assisted in the development of a 30 to 50 tonper-day gold mine near Congress, Arizona. Consulted on the design, location of equipment and construction of the 150 TPD RedTail flotation/cyanide mill.

1987 - 1988

<u>Geological Consultant</u> for Real Estate Firm. Conducted geological evaluation and detail feasibility studies on granite property near Apache Junction. Property is presently in production selling granite for landscaping purposes.

Conducted geological evaluation on a Gila River sand deposit. Property sold for development. - -

1986-1987

<u>Geological Consultant</u> for a private company. Conducted evaluations on placer gold property near Congress, Arizona.

Leased agitation cyanide equipment to conduct tests on the gold potential of the mines in the Congress Area Conducted extensive studies on the economic potential of magnetite, iron oxides, specularite, vermiculite, and perlite for industrial use. Developed pilot mill for initial processing of the above minerals.

Consulted on construction of processing plant for the iron oxide material. Plant is on standby waiting results from weathering tests heing conducted by paint and roof tile manufacturers.

<u>Geological Consultant</u> for private company to develop the Crater sulphur-gypsum deposit near Big Pine, California.Market studies completed for foreign and domestic markets. Crater mine is in production.

1981-1985

Director and Vice President of exploration

A public corporation with holdings in a lead-silver mine in Yuma, County, Arizona and Cattle feeding operations in Iowa. The Lead-Silver mine has been developed to the 300 ft. level is on a standby status due to low silver prices. Extensive cyanide leach tests were completed. Leach pads installed and operated for the recovery of silver and gold.

1977 to 1983

Geological Consultant

Project included the geological evaluation of the Butterfield Placer deposit near Yuma, Arizona.

Geological evaluation of the Castle Dome mining district near Yuma, Arizona. Negotiated the purchase of all mining claims in the district. Retained all personnel for the development of the Hull Mine. Hull mine was developed to the 300 level and placed into production at 150 tons-per-day and operated at full capacity until the severe drop in silver prices in 1983. Purchased and rehabilitated a 75 TPD portable gravity mill which was leased out to numerous mining companies for bulk sampling. Mill sold to local mining company and is presently operating in Mexico. Designed and supervised heap leach operation near Corborca, Mexico for a Canadian public company.

Consulted and supervised the Brick Mine decline development near Arivaca, Arizona for a public company listed on the Vancouver Exchange.

Geological Evaluation of the Little Jessie Mine near Humbolt, Arizona. Supervised rehabilitation of underground workings. Leased portable gravity mill for bulk sampling of dumps.

Geological evaluation of the open pit gold mine in Valley County, Idaho. Project was financed and placed into a production status.

Geological evaluation of the George Washington mine near Wickenburg, Arizona. Mine placed in production.

Geological evaluations of the fluorspar deposits in the Tonto Basin area of Arizona.

Initiated a fluorspar dump reclamation program. Purchased trucks and transported material for processing at the Tonto Fluorspar Mill. Acid grade fluorspar was sold to Allied Chemical.

1976-1977

Geological Consultant

Conducted geological evaluations in the Central City area, Colorado.

Geological evaluations of Uranium deposits near Green River, Utah.

Consulted and supervised the development of the Ouito Mine, shipped gold-copper ore to the Central City Mill, at Central City, Colorado.

Consulted on the rebabilitation of the Black Hawk flotation mill near Idaho Springs, Colorado.

Purchased and shipped the Lamartine mine dumps to the Central City flotation mill.

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1973 - 1976

Geological Consultant

Geological evaluation of limestone deposits for sources of agricultural lime and decorative stone. Open two quarries near Medford, Oregon, and sold agricultural and decorative products. Operation was sold to major producer of agricultural products.

Geological evaluation of pumice deposit near Mt. Shasta California. Mine was open and material sold to the northern California block manufacturers. U.S. Government initiated action and purchased mine claims which were included in a new wilderness area.

Leased several mine dumps in central Nevada and conducted heap leaching operations.

Consultant for Pacific Power & Light Co. Supervised drilling program on the Spring Creek Coal project near Decker, Montana.

1971 - 1973

Geological Consultant

Consultant for numerous public companies trading on the Vancouver and Calgary exchanges. Extensive geological evaluations, geochemical, and geophysical surveys completed in the Highland Valley area near Kamloops, B.C.

1961 - 1967

Underground Miner

Worked as a underground miner in numerous mines and diversion tunnels for dam construction in Washington, Idaho, and Montana area.

METALLURGICAL TESTING FOR THE PRECIOUS METALS CONTENT WITHIN THE PYBOCLASTIC MATERIALS LOCATED IN THE NORTHERN ARIZONA VOLCANIC FIELDS

For

MARIAH-GUILDMARK INDUSTRIES JOINT VENTURE Phoenix, Arizona

by

John O. Rud Geologist, M.Sc. February 12, 1992

CONCENTRATION AND EXTRACTION OF PRECIOUS METALS FROM VOLCANIC MATERIAL

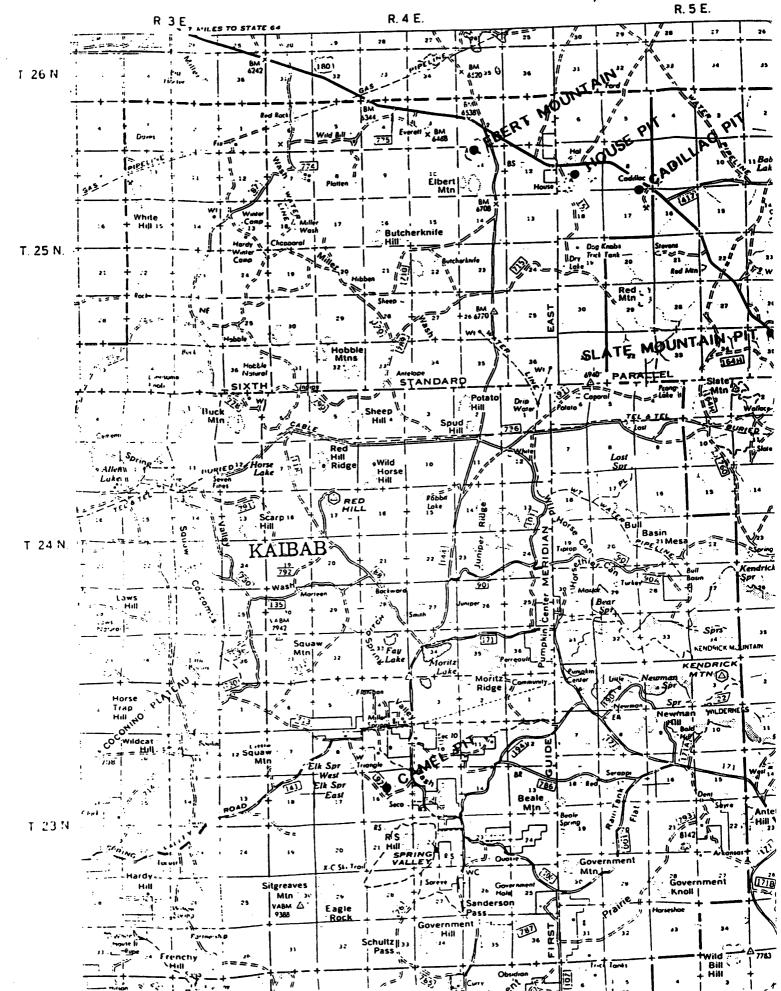
SAMPLING PROGRAM

A program to sample and evaluate various cinder cones for Mariah International and Guildmark Industries Joint Venture was undertaken during November, 1991. A total of 7 cones was sampled in the Coconino and Kaibab National Forest Service area. The samples ranged in size from 150 to 3,400 pounds each and were taken in a manner to be representative of the material exposed in the existing quarries. The pyroclastic deposits sampled are listed below. (See location maps)

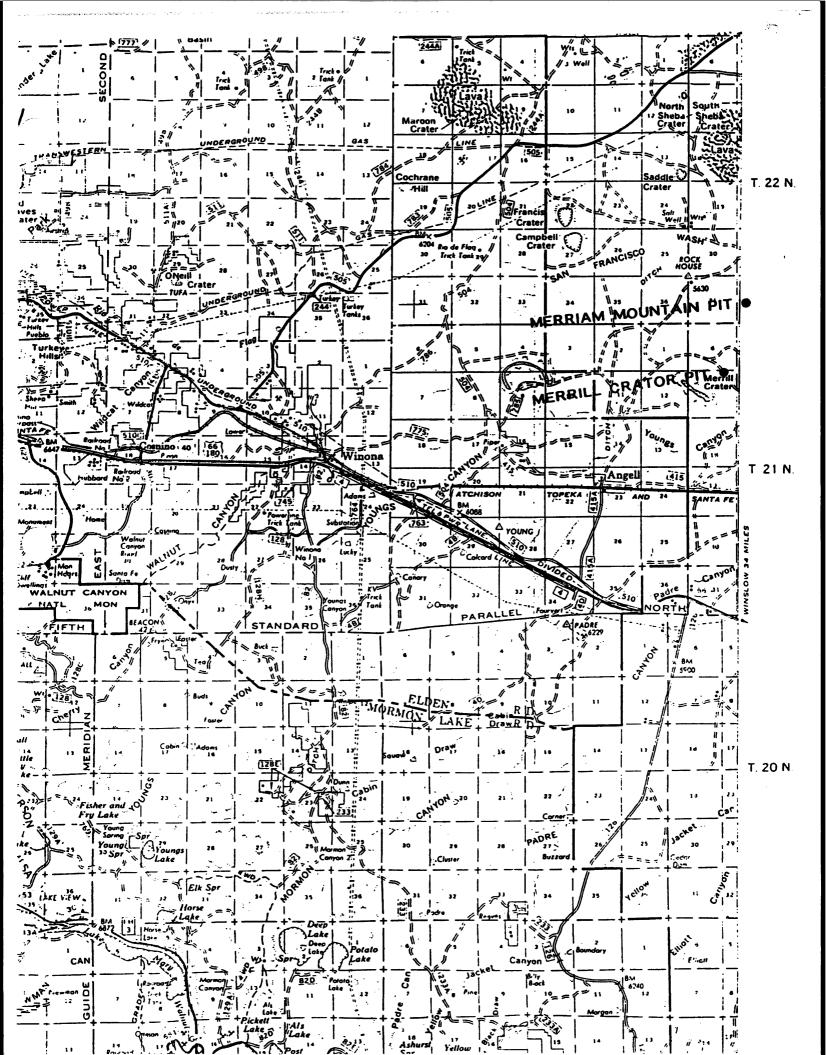
Camel Pit	Township 23 North, Range 4 East, Section 16
Ebert Mountain	Township 25 North, Range 4 East, Section 11
Cadillac Pit	Township 25 North, Range 5 East, Section 17
House Pit	Township 25 North, Range 5 East, Section 7
Slate Mountain	Township 25 North, Range 5 East, Section 35
Merriam Mountain	Township 23 North, Range 10 East, Section 24
Merrill Mountain	Township 21 North, Range 11 East, Section 7

The samples were then transported to a facility owned by Sunwalker Development Inc., which is located on Castle Hot Spring Road near Wickenburg, Arizona. The facility is equipped with Allis Chalmers 1518 Vibratory ball mill, a micro gold concentrating table, drying ovens, Rotap screen system. fire assay lab, and related equipment required to process the volcanic material.

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PRIOR TESTING

A report, "ANALYSIS OF CINDER CONE MATERIALS" by Professor Baki Yarar, Department of Metallurgical Engineering, Colorado School of Mines, Golden Colorado, dated September 1, 1987 states "Results of AA (atomic absorption spectrophotometry) analyses of all products are shown in Exhibits 1, 2, 3, and 4. Brief examination of the data indicates that <u>all</u> samples contain gold. Quarry A (House pit) contains the highest average of gold (7.7 ppm = 7.7 grams/m.t.) whereas Quarry D (Slate Mountain) contains the lowest average of gold (3.9 ppm = 3.9 grams/m.t.)"

The Summary of Observations and Conclusions state:

- 1. We have collected 42 samples of material from the locations shown on the accompanying maps.
- 2. We studied these samples by SEM, EDX, fire assay and AA analysis.
- 3. We found that all samples contain gold and silver in the concentration range......ppm = (g/t) to ppm = (g/t)
- 4. While panning of the original material does not show gold flakes, table concentrates invariably show gold and silver bearing flakes in the heavy fraction, which also contains sulphides of Fe, Cu, Zn, and Pb.

A report, CONCENTRATION AND EXTRACTION OF VALUE ELEMENTS OF THE MERRIL AND MERRIAM PROPERTIES OF WMR BY FLOTATION by B. Yarar, Ph.D. Professor of Metallurgical Engineering, Colorado School of Mines, Golden, Colorado, dated July 1, 1987

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states that a 17 metric tons sample was removed from the Merriam Crator. AA analysis indicated the sample averaged .0651 oz/ton gold and .0075 oz/ton silver.

The report also states in the <u>Conclusion and Recommendations.</u> that:

- 1. All our experimental findings are based on a 17 metric ton sample taken from the Merriam property of WMR.
- 2. We found that this sample contains native gold, silver and copper as well as sulfide minerals such as FeS2, PbS and ZnS.
- 3. These materials are highly disseminated in the matrix and are much lower grade than conventional complex-sulfide-gold-silver ore bodies. We stress that our studies did not aim at the discovery of any ore-body nor do we know if an ore-body exists in the area sampled. Therefore all economic calculations, or extrapolations to other regions of the area we sampled, need to be documented independently of our work.
- 4. The fact that the values in the sample, we studied are highly unconventional in grade and mode of occurrence notwithstanding, we found that a gravity pre-concentration produces a higher grade material.
- 5. We found that table concentrates can be ground and subjected to froth flotation, which gives concentrates assaying up to 84.28 grams of gold plus silver per ton of flotation concentrate.

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- 6. Grinding of table concentrates to about 80%-150 mesh gives acceptable liberation.
- 7. The Bond work index for 150 mesh grind of this material is 44.5 which indicates a very hard ore, requiring about 36 to 44 kWh per metric ton to be able to grind to liberation size.
- 8. We find that desliming is essential for a successful flotationconcentration of the value components by conventional flotation reagents.
- 9. We also found that a low pH and a frother which can withstand low pH pulps are favorable for obtaining high-grade flotation concentrates.
- 10. Our leaching studies indicated that a conventional cyanide tank ` leaching leads to the passage of up to 20% of gold and silver into solution; if, the head ore is used, while 95% of gold and 85% of silver solubilization occurs when roasted table concentrates are subjected to leaching by cyanide.
- 11. Our studies also indicates that higher leaching efficiencies are achieved if the material leached is finely ground i.e., 100%-200 mesh, roasted and then leached by cyanide.
- 12. Our smelting experiments indicates that flotation concentrates can be smelted, giving a dore product containing 92.67% Au and 7.33% Ag; after, they have been roasted at 900ºC.

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- 13. We recommend that if any plant based on our findings is contemplated by the sponsors, it should first aim at demonstrating the process at pilot size and not as a profitmaking installation.
- 14. We also recommend that any economic calculations on the part of the sponsors require a knowledge of the size and average grades of the ore-body by appropriate geological and engineering methods.
- 15. We visualize a potential recovery process for which economics have not been worked out, as given in Exhibit 54.

CONCENTRATION PROCEDURE

Previous testing has indicated that the cinder material must be ground to a 80 percent passing -325 mesh to achieve 96%+ liberation. (Liberation means the separation of the mineral constituents of a rock)

To achieve the necessary grind the material was hand fed into a Allis Chalmers model 1518 vibratory mill at a 1,000 pounds per hour rate. The oversize material was then screened off and re-ground in the mill until 100% of the material passed a 200 mesh screen.

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Screen analysis was then conducted on the material with the following results.

PRODUCT PARTICLE SIZE ANALYSIS (Cumulative Passing)

(Tyler) Mesh	Weight %
100	100.0
200	100.0
250	95.5
325	80.2
400	60.9

Two head ore samples were then taken from each deposit and submitted to Alpine Assay of Twin Falls, Idaho for fire assay. The material was then hand fed onto two types of micro gold concentrating tables to compare recovery and concentrating efficiencies. The feed rate was approximately 500 lbs per hour with the heavy concentrate removed on a 10 minute interval.

TESTING RESULTS

TEST 1

A 540 pound of sample was removed from the <u>Camel pit.</u> ground in the AC vibratory mill, and sampled for fire assay. The material averaged .767 oz/ton gold and 1.43 oz/ton silver. The high gold content may be due to a nugget effect or a layer of material that has concentrated the gold over a long period of time. Continuing sampling of the Camel Pit to determine its average gold content is strongly recommended.

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The ground material was then fed onto a micro gold table which produced 10 pounds of concentrates. (approximately 50 to 1 concentration ratio) The concentrate was then smelted in a electric furnace utilizing a siliceous flux formulation from the Manual of Fire Assaying and Determination of Noble Metals (U.S.G.S. Publ. No 1445 (1977) The process produced 4.5 grams (.145 troy ounces) of Dore which indicates a recovery rate of approximately 70% was achieved on this test.

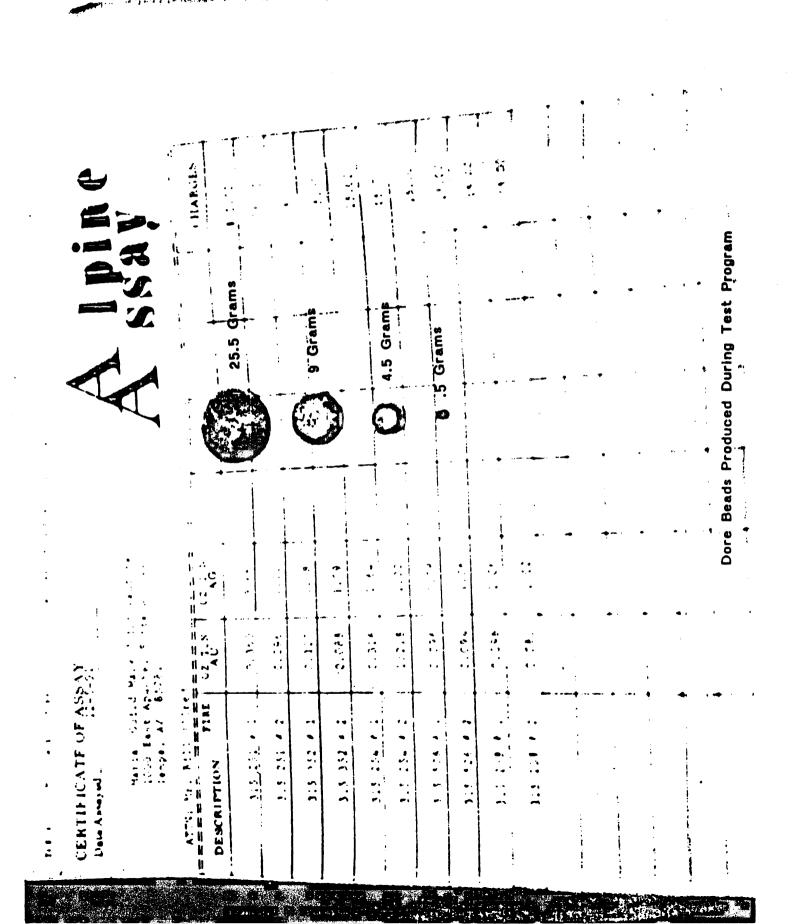
<u>TEST 2</u>

A 500 pound sample from the <u>Ebert Mountain pit</u> was ground in the AC vibratory mill and sampled for fire assay. The results indicated a gold content of .104 oz/ton and silver content of 1.135 oz/ton. The material was concentrated on a micro gold table producing 7.8 pounds of heavy concentrate. (Concentration ratio of 70 to 1) The concentrate was then smelted into a Dore bead that weighted .5 grams or .016 troy ounces. A recovery rate of 62% was realized on this test run.

<u>TEST 3</u>

A composite sample of 3,400 pounds was removed from the Merrill Crator and processed and sampled by the above procedure. The head ore assayed .228 oz/ton gold and 2.38 oz/ton silver. The tabling of the material produced 52 pounds of concentrate that was reduced to 14 pounds by additional concentration by tabling. The concentrate was then smelted and produced a 9 gram (.289 troy ounce) Dore bead. A 73% recovery was achieved by controlling the feed rate and using a head tank to control the water pressure to the table.

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The remaining samples from the various pits were then ground and sampled for fire assay with the following results:

Deposit	Average gold content	Average silver content
Cadillac Pit	.030 oz/ton gold	.07 oz/ton silver
Merriam Crator	.171 oz/ton gold	.07 oz/ton silver
Slate Mountain Pit	.088 oz/ton gold	1.04 oz/ton silver
House Pit	.095 oz/ton gold	1.17 oz/ton silver

The material was then used to determine optimum feed rates and concentrate removal times to maximize recovery and feed rates. The material was processed 4 times and then smelted to produce a 25.5 gram (.819 troy ounce) Dore product. The objective of this test was to determine optimum pilot mill size to be constructed and general processing data for future testing.

CONCLUSIONS and RECOMMENDATIONS

- 1. The completed testing program corroborates the data presented in the two Colorado School of Mines reports by Professor Yarar, Namely, that the pyroclastic material contains precious metals; the precious metals can be concentrated by gravity methods; the concentrates can be smelted into dore by standard flux formulations.
- 2. The testing program indicates a 60% to 70% range of recovery was achieved. Recommendations are hereby made to test and evaluate different micro-gold concentrators to determine if the recovery rate can be increased to the 80% range.

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- 3. The results from the gravity concentrating process indicates a significant portion of the gold remains in the Tails. Recommendations are hereby made to determine if a Carbon-in-Pulp cyanide system can recover this gold and if it would be economically feasible to install this type of process in the milling circuit.
- 4. The metallurgical evaluation completed by the Colorado School of Mines indicates that the flotation process can increase the concentration ratio of the milling process substantially. Recommendations are hereby made to determine the economic feasibility of utilizing this process in the final mill circuit to increase the concentration ratio thereby, producing a high grade gold product which would be shipped to established gold refiners.
- 5. Strong recommendations are hereby made to construct a 50 tons-perday pilot mill to determine the optimum milling circuit for the processing of this pyroclastic material. The pilot mill process would establish the overall grade of the selected cinder cones by bulk testing, determine the optimum concentration circuit with the highest percentage of precious metal recovery, and determine the economic feasibility of constructing a concentrating facility with a capacity exceeding 1,000 tons-per-day.

Respectfully submitted,

John O. Rud Geologist, M.Sc. February 12, 1992

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PROGRESS REPORT

TEST PROGRAM

During April, 1992 the Merrill Crator was bulk sampled by removing 10 ton truck loads of material from four separate areas which included the vent area and the northern side of the crator. Approximately 150 tons of material was stockpiled in an area accessible to highway tractor-trailer trucks with one 21 ton truck load transported to Phoenix for the initial testing program.

The testing program consisted of grinding the material in a 15 inch by 18 inch Allis Chalmers Vibratory Mill. Classification of the material was completed by utilizing a 2 inch Krebs hydrocone. The minus 250 mesh undersized material was then fed to a micro gold table developed by Advance Mining Company. Feed rates varied from 500 to 1500 pounds per hour.

The testing program encountered several difficulties which affected the recovery of gold present in the material. Namely, the first portion of the test was conducted with no classification of the grinding mill, therefore, the total liberation of the gold was not attained. With the installation of the Krebs Hydrocone the grinding became more efficient and higher liberation was achieved. Blockage of the hydrocone also occurred on numerous occasions. The principal reason for the blockage was the presence of fibrous material from vegetation. This problem was solved by screening the material before it was discharged into the mill sump.

Upon solving the above problems a 10 ton test run was completed. Head, tails, and concentrate samples were taken in 15 minute intervals. The samples were compiled and submitted for analysis to Alpine Assay. Results

indicate that the head ore averaged .264 oz/ton gold with the tails containing .118 oz/ton gold. The concentrate averaged 1.336 oz/ton gold and .56 oz/ton silver which was upgraded by hand feeding onto the micro table for reconcentration. This resulted in the concentrate containing 11.820 oz/ton gold and 1.17 oz/ton silver. The recovery rate achieved during this test run was approximately 55 percent.

A short one ton test was also completed to determine if the recovery rate could be increased by grinding the ore finer and slowing the feed rate to the table to 200 pounds per hour. The hand selected head ore contained .544 oz/ton gold and .32 oz/ton silver. The material was then discharged to the table at a very slow rate with samples of the tails taken on a 1 hour interval. Analysis of the tail indicated a gold content of .006 oz/ton. The results indicate the recovery rate increased into the high 90's percentile. This also indicated gravity concentration of this type of material may not be economically feasible due to the fine particle size of the gold which creates a very slow rate of feed onto concentrating table to attain acceptable recovery rates.

A decision was then made to submit a sample of this material to the Diester Concentrating Company testing facility located in Tucson Arizona for column flotation testing. Approximately, 100 pounds of hand selected material with visible sulphide mineralization was compiled and transported to the Tucson testing facility. Diester Concentrator Company personnel divided the material into two portions and completed two test runs on their 3 inch column flotation test cell. Test one indicated a head ore gold content of 2.18 oz/ton gold and .80 oz/ton silver. The tail assay indicted a gold content of .104 oz/ton gold and .05 oz/ton silver. The flotation concentrate produced contained 184.63 oz/ton gold and 30.0 oz/ton silver. The second column test indicated a head assay of 2.44 oz/ton gold and .75 oz/ton silver. The tail

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sample contained .378 oz/ton gold and .25 oz/ton silver. The flotation concentrate contained 270.36 oz/ton gold and 48.5 oz/ton silver.

CONCLUSIONS

The preliminary results from the column flotation tests indicate additional column flotation work should continue. The column flotation method of concentration indicates a very high grade concentrate can be produced with a recovery rate in the high 80 per cent range. The small particle size of the gold contained in this material appears to be advantageous in increasing the recovery rate during the concentration process.

Therefore, recommendations are hereby made to continue the testing program by renting a column flotation test cell and completing sufficient flotations tests to determine the overall recovery rates, average grade of the material removed during the bulk sampling program and economic aspects of operating a column flotation concentrating facility.

Respectfully submitted,

John O. Rud Geologist, M.Sc.

Geological Consultant

John O. Rud

BULK SAMPLING AND COLUMN FLOTATION OF THE MERRILL CRATOR VOLCANICLASTIC DEPOSIT

for

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Mariah International Inc. Phoenix, Arizona

by

John O. Rud Geologist, M.Sc.

November 23, 1992

DEC 04 '92 10:03 ARIZONA PRECAST CO

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Map 1

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BULK SAMPLING OF THE MERRILL CRATER by COLUMN FLOTATION

INTRODUCTION

During September, 1992 Mariah International Inc. initiated and completed a bulk sampling program on the Merrill Crator. The material was removed from the crator along the access road and a trench located within the vent area of the cone. The material was fed into a vibratory ball mill, ground, and concentrated by column flotation.

The objectives of the program was to determine the average grade of gold occurring in this area of the cone and the percentage of gold recovery that could be attained by utilizing column flotation.

LOCATION

The Merrill Crator is located 22 miles east of Flagstaff, Arizona within Township 21 North, Range 11 East, Sections 7 & 12. The Crator can be easily observed when traveling east from Flagstaff, Arizona and is considered to be one of the larger deposits of volcaniclastic material in the San Franciscan volcanic field.

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<u>ACCESS</u>

Access to the Merrill Crator is provided by traveling east on Interstate 40 to the Winona Interchange, then 6 miles east on the north frontage road (formerly the Route 66 highway) to the Angell railroad crossing, then north to the east base of the crator.

GEOLOGY

The Merrill cinder cone is within the Merriam Age strata which is approximately 50,000 years old. The composition of the cinders consists of aphanitic alkali olivine basalt. Phenocrysts of hypersthene, clinopyroxene, plagioclase, and olivine a few millimeters in size, are surrounded by a very fine groundmass of highly oxidized material.

Cummings (Cummings, D., 1972, Mafic and Ultramafic Inclusion, Crator 160, San Francisco Volcanic Field, Arizona, U.S. Geol. Survey Prof. Paper 800B,) conducted an extensive study of the Crator 160 cinder cone. Although, Crator 160 is older than the Merriam Crator it occurs within the same volcanic event and therefore, will have the same compositional and textural features because of the similar geologic conditions.

Cummings states: The cinders are aphanitic to porphyritic vesicular olivine basalt. They are characteristically reddish brown (hematite stained) on weathered surfaces and dark gray on fresh surfaces. Most cinders are rounded and show some evidence of aerodynamic shaping. The cinders and cinder beds are generally welded, so they were probably partly molten

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when deposited. The bombs overlying the plagonite tuff range is size from 0.3 to 1.5 m. Many are almond shaped, and some of the larger bombs are broken."

Cummings also states "Opaque minerals include chromite, magnetite, and ilmenite.----Hematite, an alteration product, surrounds grains of magnetite. ilmenite, and augite. -----Crator 160 has abnormally high concentration of Ba, Sr, Rb, Ni, and Cr; high concentrations of Cu, Zr, and V; and low concentration of Y, compared with median concentrations of tholeiites and basalts. High concentrations of Ni, Cr. V, and Cu are characteristic of mafic rocks; high concentrations of Ba, Sr. Rb, and Zr. felsic rocks.

The high concentrations of Ba, Sr, Rb, and Zr may indicate contamination from basement granites and other felsic rocks. If the magma incorporated basement material, then assimilation must have been considerable in order to approach (or even exceed, as for Ba and Sr) the element abundances in granite."

FLOTATION

Froth flotation is considered to be the most widely used method for ore beneficiation. In ore beneficiation, flotation is a process in which valuable minerals are separated from worthless material or other valuable minerals by inducing them to gather in and on the surface of a froth layer. Sulphide and non-sulfide minerals as well as native metals are recovered by froth flotation.

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This process is based on the ability of certain chemicals to modify the surface properties of the minerals. Other chemicals are used to generate the froth and still others are used to adjust the pH. Certain chemicals are capable of depressing the flotation of minerals that are either to be recovered at a later time or are not to be recovered.

The process of froth flotation entails crushing and grinding the ore to a fine size. This fine grinding separates the individual mineral particles from the waste rock and other mineral particles. The grinding is normally done in water with the resultant slurry call the "pulp". The pulp is processed in the column or conventional flotation cells which agitates the mixture and introduces air as small bubbles.

The ability of a mineral to float depends upon its surface properties. Chemical modification of these properties enables the mineral particles to attach to an air bubble in the column flotation cell. The air bubble and mineral particle rise through the pulp to the surface of the froth or foam that is present on the column flotation cell. Even though the air bubbles often break at this point, the mineral remains of the surface of the froth. The mineral is physically separate from the remaining pulp material and is removed for further processing.

COLUMN FLOTATION

Based on pilot concentration tests conducted by Deister Concentrator Co., Inc. test facility located in Tucson, Arizona a column flotation method of gold

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recovery was selected. Column flotation advantages over conventional flotation include:

Improved grade/recovery relationships. Superior process control through improved instrumentation. Lower capital costs. Lower operating costs.

The flotation column main characteristic is its ability to eliminate gangue entrainment in the concentrate. This is accomplished by introducing the feed one third down the column and is distributed eventy. The slurry then travels down the column counter-currently to a rising stream of bubbles which are produced in a sparging device. Particles which collide and attach to the bubbles are carried up the column, eventually reaching the interface between the pulp or collection zone and the froth zone. The froth zone is primarily gas with solids and liquid in the lamella between the bubbles. Washwater, which is added at the top of the column, filter down through this bed and washes the froth of entrained particles.

FLOTATION REAGENTS

A 200 pound sample was submitted to Deister Concentration Co., Inc., laboratory in Tucson for the initial column flotation testing. It was determined during this pilot test Kerley Mining Inc. KI 444 frother and K11 Sodium Isopropyl Xanthate collector would be suitable for this ore.

FROTHERS are liquids that produce the froth or foam on which the flotation process depends. The froth resembles soap suds and provides the physical

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separation between the minerals floated and the pulp containing the waste. The froth must be strong enough to support the weight of the mineral floated and yet not be tenacious and non-flowing. It should have the tendency to break down when removed from the column flotation cell. The frother should not enhance the flotation of unwanted material.

<u>COLLECTORS</u> are chemicals which attaches to the mineral surface and produce a hydrophobic (water fearing) surface. While certain minerals are naturally hydrophobic and do not require a collector, recovery is often improved when a collector is used. The water repellent film facilitates the attachment of the mineral particle to the air bubble. Many different chemicals are used as collectors. Oils, xanthates, dithiophosphates, petroleum sulfonates, and fatty amines are examples.

BULK TEST PROCEDURE

Previous sampling of the Merrill Crator indicated the material contained gold in the .06 to .17 oz/ton range. Ore processing consisted of removing the oversized material (+1 inch) by screening. The minus 1 inch material was then loaded into a 10 ton feed hopper equipped with a variable speed drive belt. The material was then fed into the General Dynamics vibratory mill at a 1,000 pounds per hour feed rate. The grind was controlled by a discharge grate with the undersized material flowing into a sump equipped with a 2 inch SRL pump. The material was then pumped into the 6 inch x 23 ft. Deister flotation column with the froth concentrate deslimed in a 2 inch Krebs cone and the tails discharged into a tailing sump.

TEST RESULTS

A 21 ton sample (Sample # 1) was removed from the first drill road switchback near the valley floor. The road cut shows a soil zone of 16 inches in thickness which may have diluted the gold values in the sample removed.

FLOTATION PARAMETERS

Gold Head Grade Gold Concentrate Grade Gold Tails Grade Percentage solids in pulp Washwater Feed Rate Frother KI 444 Collector KI 11 pH Concentration Ratio Recovery .05 oz/ton 121.35 oz/ton .01 oz/ton 23% 4 gallons per minute 10cc/min 80cc/min Natural 3.035 80.1%

A 24 ton sample (Sample * 2) was removed between switchbacks 2 & 3. The material showed a layering and sorting effect during deposition. Near the surface hematite staining of the groundmass was evident.

FLOTATION PARAMETERS

Gold Head Grade Gold Concentrate Grade Gold Tails Grade Percentage solids in pulp Washwater feed rate Frother KI 444 .11 oz/ton 158 oz/ton .03 oz/ton 20 % 5 gallons/minute 12cc/min

7

Collector KI 11	100cc/min
На	Natural
Concentration ratio	1,995
Recovery	72.4%

A 20 ton sample (Sample # 3) was removed from the area between switchback # 1 and the vent area. The road cut averages about 6 feet in high and is a composite of fresh volcaniclastic material.

FLOTATION PARAMETERS

Gold Head Grade	.66 oz/ton
Gold Concentrate Grade	357 oz/ton
Gold Tails Grade	217 oz/ton
Percentage solids in pulp	20%
Washwater feed rate	5 gallon per minute
Frother KI 444	10 cc/min
Collector KI 11	100 cc/min
рĦ	Natural
Concentration Ratio	811
Recovery	67%

A 25 ton sample (Sample # 4) was removed from the vent area trench. The trench is approximately 15 feet deep, 12 feet wide and 25 feet long. The area is composited entirely of volcaniclastic material with visible sulphides within the vugs of the material.

FLOTATION PARAMETERS

Gold Head Grade	1.44 oz/ton
Gold Concentrate Grade	389 oz/ton
Gold Tails Grade	.372 oz/ton

8

Percentage solids in pulp Washwater feed rate Frother KI 444 Collector KI 11 pH Concentration Ratio Recovery 20% 5 gallons per minute 15 cc/min 120 cc/min Natural 364 74%

Sample # 5 was a composite of the material hauled down from the Merrill Crator. The 34 tons of material was removed from the 4 stockpiles, mixed thoroughly and loaded in the feed hopper. It is expected this sample represents the material that is exposed on the north side of the Merrill Crator.

FLOTATION PARAMETERS

Gold Head Grade Gold Concentrate Grade Gold Tails Grade Percentage solids in pulp Washwater feed rate Frother KI 444 Collector KI 11 pH Concentration Ratio Recovery .14 oz/ton 219 oz/ton .041 oz/ton 20% 5 galions per minute 12 cc/min 100 cc/min Natural 2,190 70%

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John O. Rud

CONCLUSIONS

The 114 ton bulk column flotation sampling program produced 104 pounds of concentrate. A one pound sample of the material was then submitted to David H. Fell & Company, Inc., a gold refiner located in City of Commerce, California, for a projected gold recovery analysis. Mr. Larry Fell, Refinery Manager, reported that the concentrate contained 256 ounces of gold per ton. On November 5th, a 47.5 pound sample was then shipped to the refiner for processing. Completion date is projected to be November 25, 1992.

The area selected for sampling is located on the north side of the Merrill Crator. The reasons for this selection was the existence of a drill road which provided excellent exposures of material exceeding 20 feet in depth and good access to the excavated trench located in the vent area of the crator. The physical dimensions of the sample area depicted on Map #1 are 2,000 feet in a east-west direction, 3,000 feet in a north-south direction, with a average sample depth of 20 feet. Utilizing a 22 cubic feet per ton factor this area contains 5.5 millions tons of volcanicastic material.

The composite sample taken from the north side of the crator indicates an average gold content of .142 ounces per ton with a recovery potential of 70.4 percent. Therefore, the average recoverable grade of gold within the sample area is projected to be .09 ounces per ton. It is expected that the recovery

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John O. Rud

Geological Consultant

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percentage will increase during production due to increased efficiency in the grinding circuit and the fine tuning of the concentration circuit that occurs during the normal operations of a gold concentrating facility.

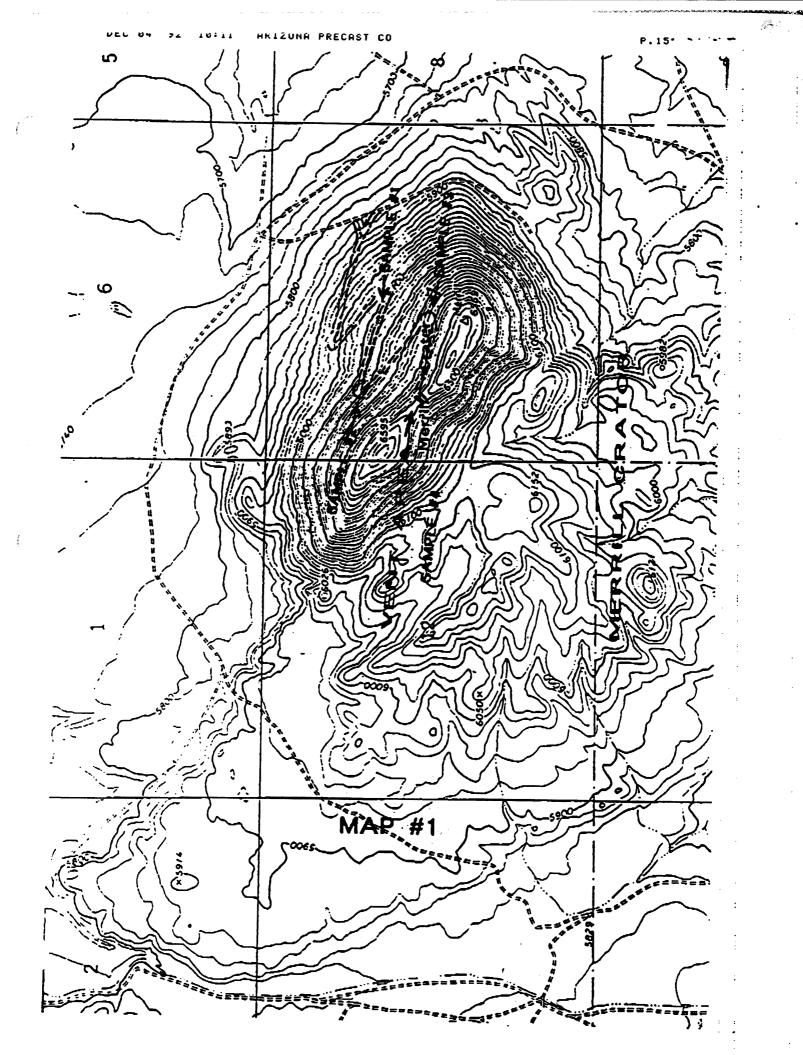
Respectfully submitted,

john Ö. Rud

Geologist, M.Sc.

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Colorado School of Mines Golden, Colorado 80401 303/273-3770

Metallurgical Engineering Department

August 20, 1987

Mr. A. Takemoto 1840 W. Amelita, Suite 1024 Mesa, AZ 85202

Re: CSM project 4-49044 Analysis of Cinder Cone Materials

Dear Mr. Takemoto:

Thank you for your letter dated August 19, 1987, enquiring about our progress on your project.

We have conducted mineralogical, SEM, EDX, AA and a number of gravity concentration procedures on the samples we have collected in the field earlier this summer from your property in Arizona.

While I am in the process of putting together the report, which should be <u>ready in a few weeks</u>, the following will outline some highlights of our findings:

- The materials collected in the field contain gold and silver values in varying proportions ranging between 2.4 ppm (~ 0.072 oz/mt) and 21.2 ppm (~ 0.68 oz/mt). They also contain small quantities of silver which we have detected during our microscopic work but have not quantitatively analyzed for.
- Gold and silver were observed to be in the native form, for which we have electron microscopic and energy dispersive x-ray data.
- Beside gold and silver, metallic minerals which we have identified as lead sulfide, iron sulfide, zinc sulfide and a smaller quantity of copper sulfide are present in your ore.
- The preliminary concentration experiments we carried out indicated that concentrates assaying higher gold content than the table feed could be obtained. The optimization of these tests can be undertaken if you commission us to do so.

Documentary data of our findings, with the maps and description of the field work that we did will be presented to you in the actual report itself.

I hope this information helps. With kind regards.

Yours sincerely,

B. Yarar Professor





Mariah International, Inc.

1701 W. Charleston, Suite 510 • Las Vegas, Nevada 89102 (702) 382-8103

Phoenix, Arizona — (602)

September 24, 1987

Subject: Colorado School of Mines Report

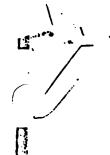
Gentlemen:

Please find enclosed a copy of the full report we received from the Colorado School of Mines. We are providing this material for your due diligence work, and <u>not</u> for promotional purposes. The School of Mines has received a number of broker calls requesting this report. They were retained by MARIAH to perform these analyses and consider this information proprietary to MARIAH. Therefore, they are not at liberty to discuss this report with anyone other than MARIAH's principles. In this light, we ask that your questions be directed to MARIAH at (602) 279-2098, and not to the Colorado School of Mines.

Thank you. Sumo

Donna Porter/for/ MARIAH INTERNATIONAL, INC. 1661 East Camelback Road Suite #250 Phoenix, Arizona 85016

Enclosure



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FINAL REPORT

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Submitted to:

Mr. A. Takemoto Cimarron Corporation/Mariah International Suite 1701, W. Charleston Las Vegas, Nevada 89102

"ANALYSIS OF CINDER CONE MATERIALS"

CSM Project No. 2522/4-49044

Principal Investigator:

Baki Yarar Professor Department of Metallurgical Engineering Colorado School of Mines, Golden, Colorado 80401

Final Report Date: September 1, 1987

Foreword and Caution

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This final report is presented to Mr. A. Takemoto of Cimarron Corporation as stipulated in CSM Proposal No. 2522 and followup correspondence.

The studies reported here are "only analyses" and should not be taken to imply that the values in the samples analyzed can or cannot be extracted. Economics of a project involve extensive testing, pilot plant trials, knowledge of facts which fully characterize an ore deposit, energy and water problems, other engineering, environment, government regulations and management techniques, to cite just a few fundamental variables.

As this report covers <u>analyses of samples only</u>, and we have no information on any of the variables cited above, the contents of this report should not be construed in any way as a statement in connection with the economics of the extraction of values from the samples studied.

> It should be noted by all parties that the Colorado School of Mines and its professors do not endorse or deny any business ventures that this report or its contents may relate to.

It follows therefore, that the name of the school or principal investigator should not be used in any advertisements or promotional materials directly or by implication unless authorized in writing.

We welcome any inquiries in writing from Cimarron Corporation regarding the contents of this report.

B. Yarar Professor

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Sample Collection

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On May 21, 1987, 42 samples were collected by Dr. G. Pine from five different properties approximately 30 miles northwest of Flagstaff, Arizona. The samples were collected from cinder quarries at the following locations: SW 1/4 Sec 7, T25N R5E; NE 1/4 Sec 11, T25N, R4E; NE 1/4, Sec 17, T25N, R5E; NE 1/4 Sec 35, T25N, R5E; and NW 1/4 Sec 6, T24N, R6E (Elbert Mountain 15' and Kendrick Peak 7 1/2' Arizona Topo Sheets). See Appendix I for sample location maps.

On "flat" areas in the field the upper layers of material was scraped away and a 0.5 to 1.0 foot hole dug to obtain the sample. On "vertical" faces trenches were cut to obtain representative samples. Sample sizes ranged from 0.1 to 2.0 kg. However, eight larger samples ranging in weight from 4.8 to 11.2 kg were also collected.

The larger-weight samples were crushed to -10mm in Phoenix, Arizona, and all samples were shipped to the Colorado School of Mines, Golden, Colorado, for examination and analyses.

Sample Preparation

A 1.0 to 2.0 kg representative sample from the larger samples was taken and all 42 samples were crushed to -2.0mm using a roll crusher. The samples were then split by Jones Sample Splitter to 75 to 100 gram sizes which were pulverized to -400 mesh in a mechanical pulverizer.

The larger samples were ground in a rod milland wet-sieved using a 28 mesh sieve. Material was re-ground until 100% of the sample passed through the 28 mesh sieve.

The =28 mesh material was run on a shaking table. A concentrate and tails were separated from each table feed. The tails from the first operation

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were re-run (separating into a concentrate, combined with first run, and tails fraction). The table concentrate was split by Jones Sample Splitter to obtain 75 to 100 grams of material which was pulverized to -400 mesh in a mechanical pulverizer. See Appendix II for details of shaking table operation.

Also, a small amount of TAKE 3 table concentrate was hand panned and the residual "heavy" grains were examined using the Scanning Electron Microscope. Minerals identified in this very cursory examination were gold, pyrite, galena, and titaniferous magnetite beside gangue.

The pulverized materials (-400 mesh) were treated to obtain an organic extract of gold for AA analysis. The procedure is given in Appendix III.

Results of Analyses

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Results of AA (atomic absorption spectrophotometry) analyses of all products are shown in Exhibits 1, 2, 3 and 4. Brief examination of the data indicates that <u>all</u> samples contain gold. Quarry A contains the highest average of gold (7.7ppm = 7.7 grams/m.t.) whereas Quarry D contains the lowest average of gold (3.9 ppm = 3.9 grams/m.t.).

The shaking Table Concentrate from bulk samples has about twice as much gold as the bulk sample. However, since the shaking Table Concentrate represents about 15% of the bulk sample weight, apparently a significant portion of the gold remains in the shaking Table Tails. It may be noted here that tabling trials were lab-scale and only exploratory. It should further be possible to improve recoveries and grades under optimal conditions of operation.

	Sample #		Au (ppm)
	1T		5.4
	2		4.1
	3		4.9
	3 T		5.4
	4		4.1
	5		3.8
	6		3.9
	6 T		6.4
	7		6.9
	7 T		6.1
	8		7.6 17.5
	9		6.4
	10 11		5.0
	11		177.1* 7.8
	13		14.2
	14		3.0
	15		21.2
	16		15.4
	17		20.0
	18		4.9
	19		6.8
	20		2.5
	21		4.4
	22		6.7
•	23		5.4
	24		5.1 5.5
	. 25		7.5
			(6.5)
	26		5.3
	27		7.8
	. 28	•	5.9
	. 29		4.1
	29T		12.3
	271		4.6
			(8.5)
			7.6
	31		5.0
	32		3.5
	33		5.3

EXHIBIT 1

Results of AA Analyses

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EXHIBIT 1

Results of AA Analyses (Continued)

Sample #	Au (ppm)
33T	12.2
	10.1
	(11.2)
34	4.2
35T	8.5
	11.1
	5.2
	(8.3)
36	4.8
37	1.8
38	5.5
39	2.4
40	5.7
40T	9.2
	21.7
	(15.5)
41	9.2
42	5.0

*Invalid Reading (?) (15.5) = average

Ti indicates shaking table concentrate. See Appendix I for data.

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7 EXHIBIT 2

Results of AA Analyses by Quarry

	QUA	RRY A		
Sample #	Au (ppm)	Sample	Ø	Au (ppm)
1T	5.4	13		14.2
2	4.1	14		3.0
3	4.9	15		21.2
3 T	5.4	16		15.4
4	4.1	17		20.0
5	3.8	18		4.9
6	3.9	19		6.8
6T	6.4	20		2.5
				4.4
7	6.9	21		
71	6.1	22		6.7
8	7.6	23		5.4
9	17.5	24		5.1
10	6.4	25		6.5
11	5.0	26		5.3
12	7.8	27		7.8
	QUA	RRY B		
Sample #	Au (ppm)	Sample	0	Au (ppm)
28	5.9	30		7.6
29	4.1	31		5.0
29T	8.5	32		3.5
<u>, , , , , , , , , , , , , , , , , </u>	QUA	RRY C		
Sample #	Au (ppm)	Sample	0	Au (ppm)
· 33	5.3	35T		8.3
33T	11.2	36		4.8
34	4.2			
	QUA	RRY D		
Sample #	Au (ppm)	Sample	0	Au (ppm)
37	1.8	40		5.7
38	5.5	40T		15.5
39	2.4			
ан на селото на селот На селото на	QUA	ARRY E		
Sample #	Au (ppm)	Sample	0	Au (ppm
41	9.2	42		5.0

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EXHIBIT	2

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Results of AA Analyses by Quarry

	QUA	ARRY A	
Sample #	Au (ppm)	Sample #	Au (ppm)
1T	5.4	13	14.2
2	4.1	14	3.0
3	4.9	15	21.2
3 T	5.4	16	15.4
4	4.1	17	20.0
5	3.8	18	4.9
6	3.9	19	6.8
6T	6.4	20	2.5
7	6.9	21	4.4
7 T	6.1	22	6.7
8	7.6	23	5.4
9	17.5	24	5.1
10	6.4	25	6.5
11	5.0	26	5.3
12	7.8	27	7.8
	QUA	ARRY B	
Sample 4	Au (ppm)	Sample #	Au (ppm)
28	5.9	30	7.6
29	4.1	31	5.0
29T	8.5	32	3.5
	QUA	ARRY C	
Sample 4	Au (ppm)	Sample 🖡	Au (ppm)
33	5.3	35T	8.3
33T	11.2	36	4.8
34	4.2		
	QU	ARRY D	
Sample d	Au (ppm)	Sample #	Au (ppm)
37	1.8	40	5.7
38	5.5	40T	15.5
39	2.4		
	QU	ARRY E	
Sample i	Au (ppm)	Sample #	Au (ppm
41	9.2	42	5.0

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EXHIBIT 3

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Average Au by Quarry

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Quarry #	Au (ppm)	Number of Samples
A	7.7	26
В	5.2	5
С	4.8	3
D	3.8	4
E	7.1	2

*Note: Excludes the Table Concentrate Samples

EXHIBIT 4

Comparison of Bulk Sample to Table Concentrate

	Sample 🖡	Au (ppm)
	1T	5.4
	3	4.9
	3T	5.4
•	6	3.9
	6T	6.4
	7	6.9
	71	6.1
	29	4.1
	29T	8.5
•	33	5.3
•	33T	11.2
	35T	8.3
	40	5.7
	40T	15.5

Use of an External Referee Laboratory

It is common knowledge that different samples sent to various laboratories produce different results of analysis. As a matter of routine, we also sent representative samples to a local laboratory with which we have worked in the past (S.L.L.), and requested fire assays.

Their results, given in Appendix IV, indicated less than 0.02ppm gold, i.e., below detection limit in all bulk samples, except number 41.

These results are not surprising, since fire assay results are highly dependent on the formulation of the flux material. This is made clear by a U.S.G.S. publication entitled: A Manual for Fire Assaying and Determination of Noble Metals in Geological Materials, U.S.G.S. Publication No. 1445 (1977).

The same external laboratory did report gold and silver in concentrates. See Appendix IV.

Our fire assays, which were carried out with table concentrates, used the U.S.G.S. approach which consisted of analysis of the fire assay crucible charge by EDX, followed by flux formulation, and on this basis did produce fire assay beads. These are documented in Exhibits 4, 5, and 6

Spectral Analyses

Spectral analysis is a semi-quantitative method which shows the relative abundance of elements in a sample. While it records silver, it is not responsive to gold or platinum due to the nobel (high ionization potential) of these elements. Appendix V shows the spectral analyses of all the samples.

Spectrographic analyses do not show any significant trends. Samples from Quarry B are high in Cr and Ni, whereas samples from Quarries C, D, and E are -low-in-Cr and-Ni..-Quarry B has slightly higher Cu values. Table Concentrates show a slight increase in Cr, Ni, and Mn when compared to bulk samples.

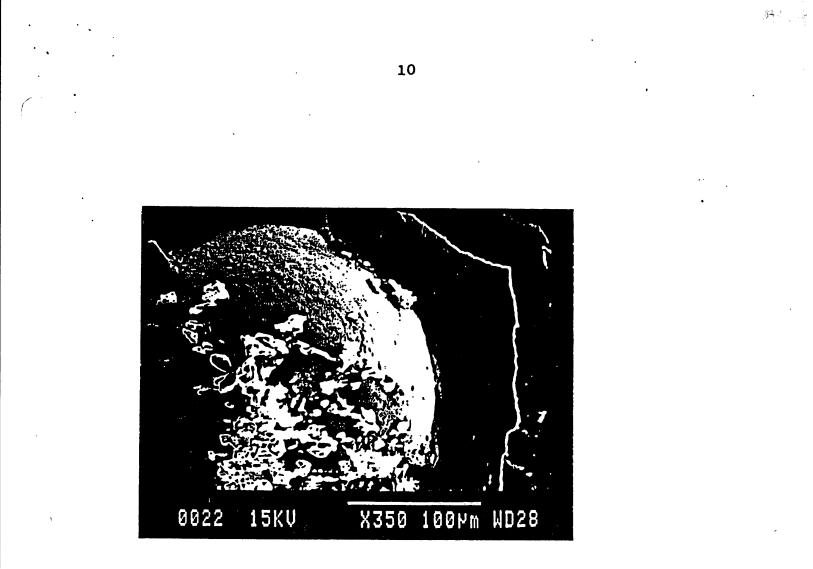


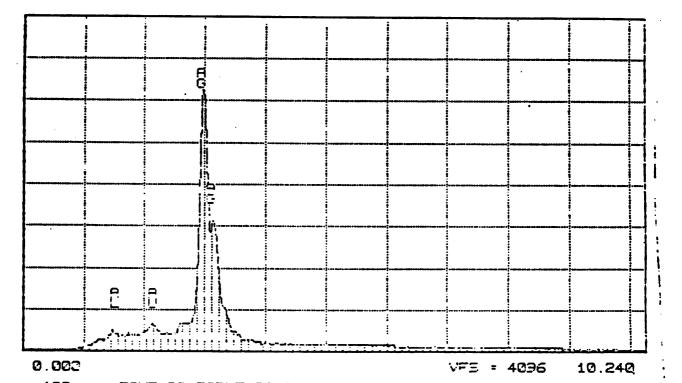
Exhibit 4: SEM Electron Micrograph of Fire Assay Bead.

Sample: Take-29 table concentrate.

EDX Analysis: AU: 6.85% Ag: 93.14%

See Exhibit on next page for EDX spectrum.

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Exhibit 4-A: EDX spectrum of fire assay bead from sample: Take-29, table concentrate.

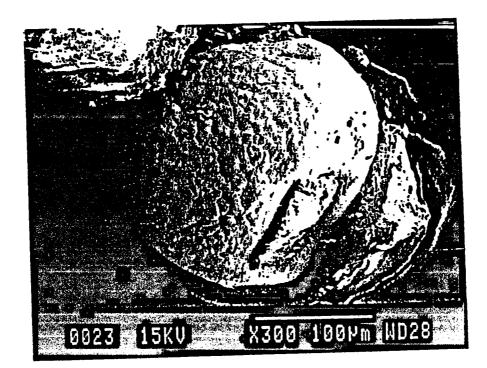


Exhibit 5: SEM electron micrograph of fire assay bead from Sample Take-33.

EDX Analysis: Au: 76.21% Ag: 20.79%

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END OF

Existing a

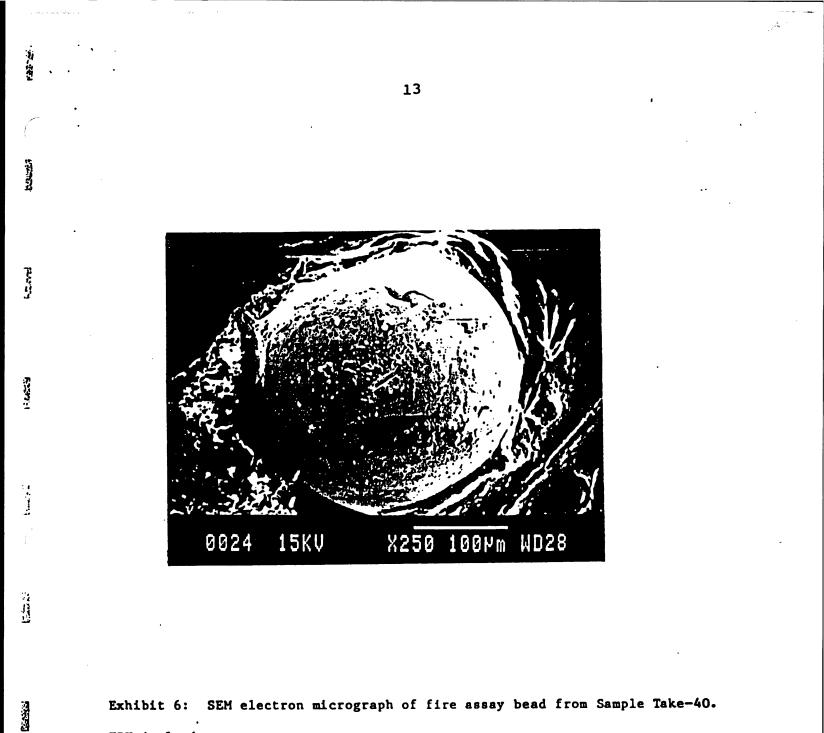


Exhibit 6: SEM electron micrograph of fire assay bead from Sample Take-40.

EDX Analysis: Au: 51. 51.75% 48.25% Ag:

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Gold and Silver Ratios and Other Non-Gangue Minerals

Particular Sector

As was demonstrated in Exhibits 4, 5, and 6, the samples studied showed the presence of gold and silver together. These fire assay beads show gold to silver ratios of approximately 1:13, 1:1, and 1:3.

It is notable, on the other hand, that heavy individual grains (see for example, Exhibits 7 to 10) show gold plus silver together. It is common to find gold plus silver in association with one another in natural gold flakes.

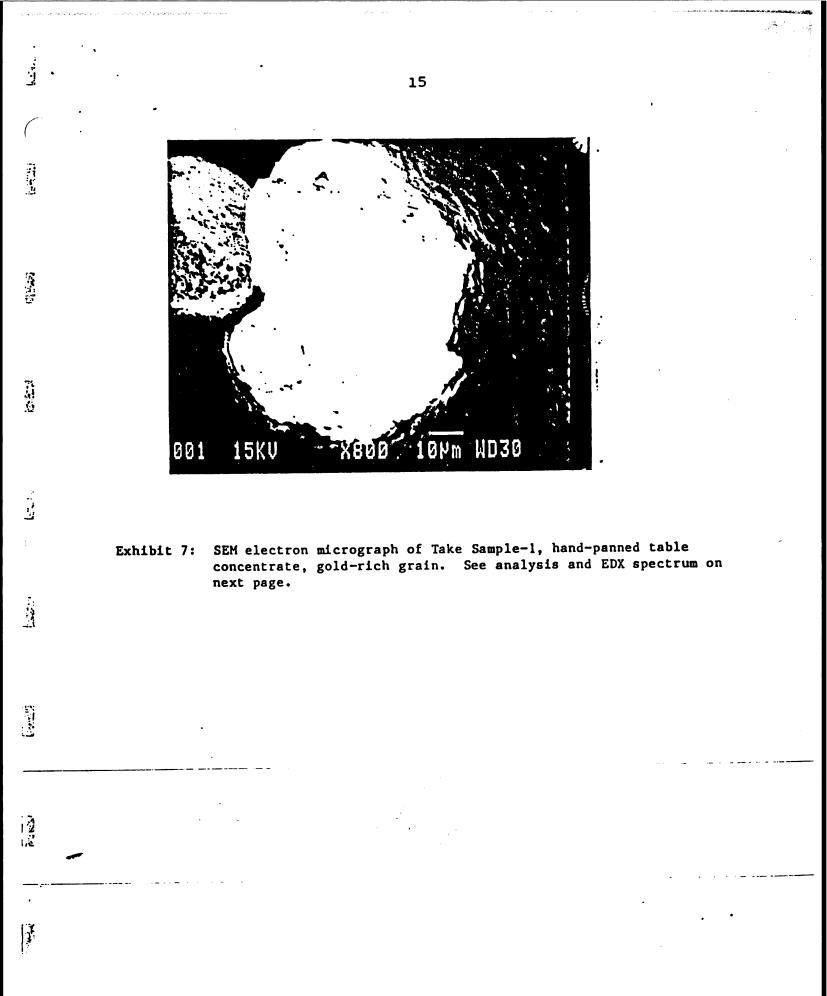
Samples also showed the presence of lead, zinc, iron and copper mineralizations in the form of sulfides and their highly oxidized (tarnished) forms as can be seen from Exhibits 11 to 15. Exhibit 16 is a native silver grain. Our experience with such materials obtained from Merriam Crater near Flagstaff, Arizona, shows that these sulfide minerals and gold-bearing flakes and silver can be concentrated by flotation after pre-concentration procedures. We do caution that we have not conducted similar flotation-concentration studies with the samples which form the subject of this report.

Summary of Observations and Conclusions

 We have collected 42 samples of material from the locations shown on the accompanying maps.

2. We studied these samples by SEM, EDX, fire assay and AA analysis.

- 3. We found that all samples contain gold and silver in the concentration range ppm = (g/t) to ppm = (g/t).
- 4. While panning of the original material does not show gold flakes, table
 --- concentrates invariably show gold and silver-bearing flakes in the heavyfraction, which also contains sulfides of Fe, Cu, Zn and Pb.



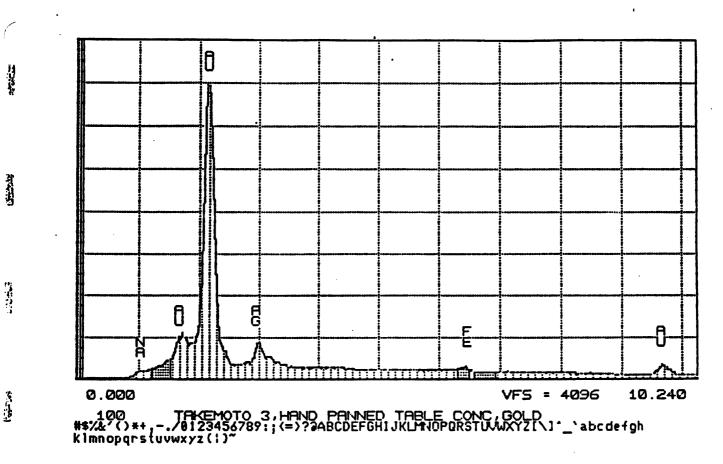


Exhibit 8: EDX spectrum of a gold-rich grain shown in Exhibit ___, and its analysis.

EDX Analysis:: Na: 0.06Z, Au: 92.51Z, Ag: 5.81Z, Fe: 1.62Z

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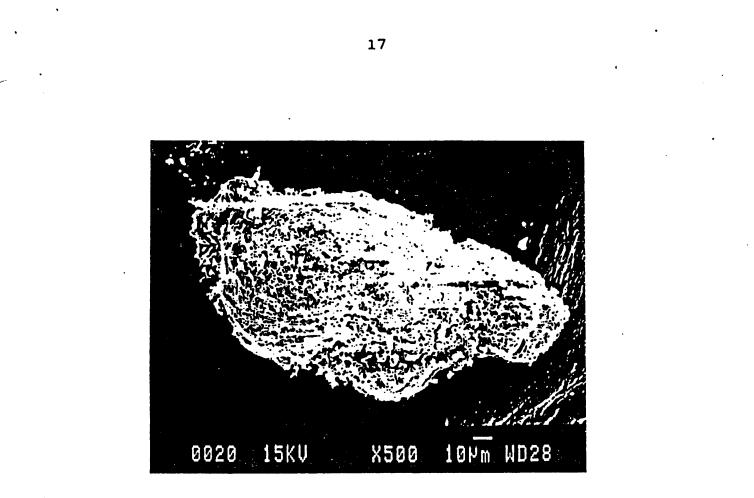


Exhibit 9: SEM photomicrograph of Take Sample-1, grain from table concentrate. See analysis and EDX spectrum on next page.

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Ir: 13.817 Ca: 7.80% 15.31% Au: 33.39% Pb: 29.68% Ag:

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0.002 (797) (1) (1) (1) (1) (1) (1) (1) (1) (1) (1	TAKE 1 TA	5.2 CC 11(=)?@4		JKL+8
Exhibit 10:	EDX spectrum analysis.	n of hear	vy grain	show

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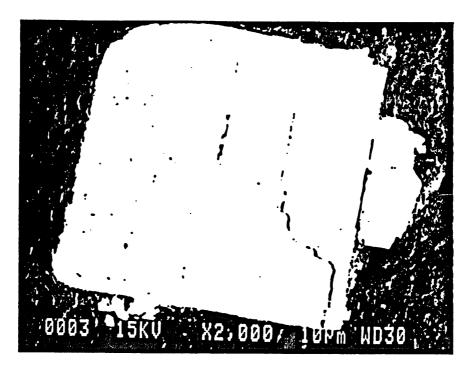


Exhibit 11: SEM electron micrograph of Sample, Take-1 table concentrate, hand-panning heavy fraction grain of galena.

	EDX analysis:	
	Pb: 78.18%	•
	S: 12.27%	
	Si: 1.147	
	Fe:4.04%	
	Cu: 4.02%	
-	A1: 0.36%	

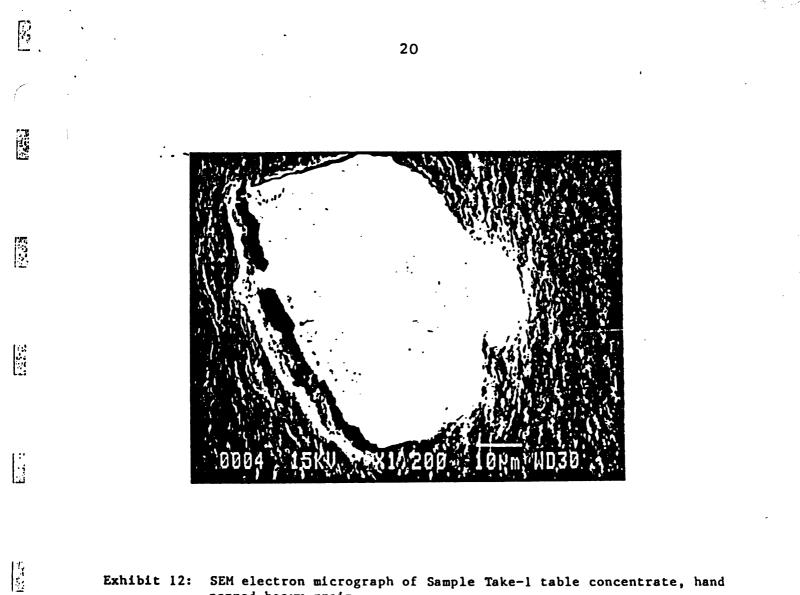
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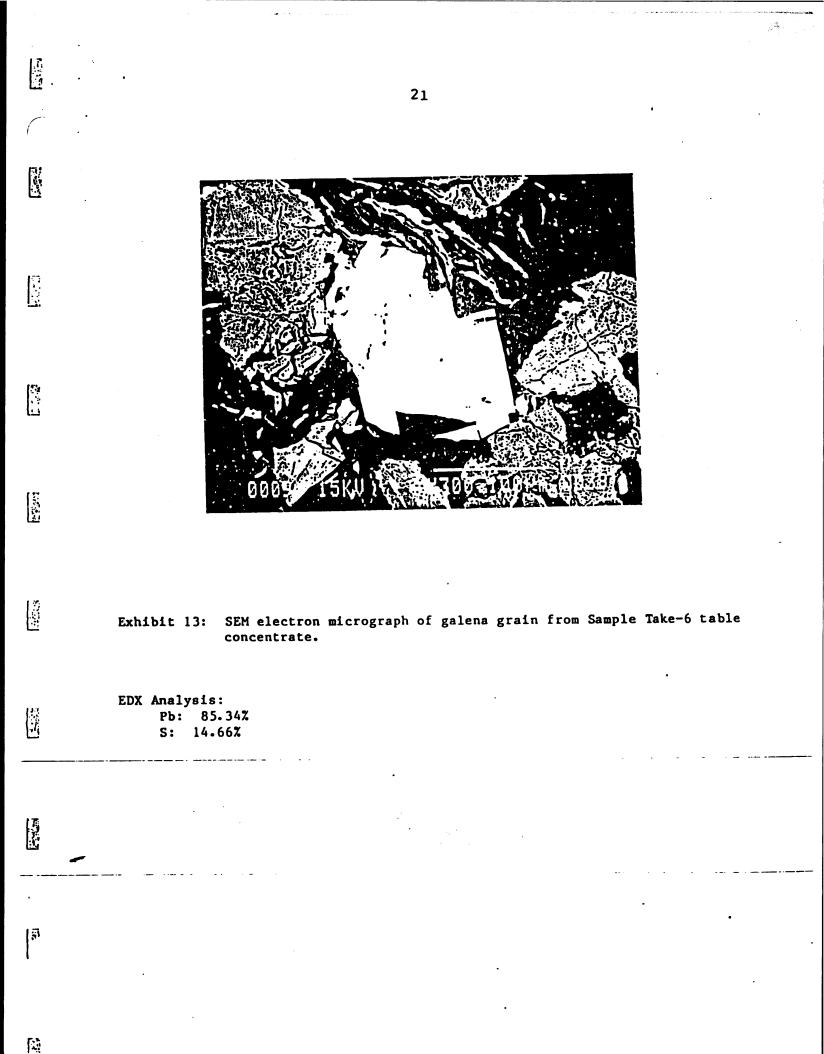
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panned heavy grain.

ED	X Analy	816:
	Mg:	6.85%
	A1:	.14.49%
	Ti:	11.05%
	Fe:	63.89%
	Cu:	3.72%

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Exhibit 14: SEM electron micrograph of pyrite grain Sample Take-40 table concentrate.

 EDX Analysis: S: 58.46% Fe: 41.54%	
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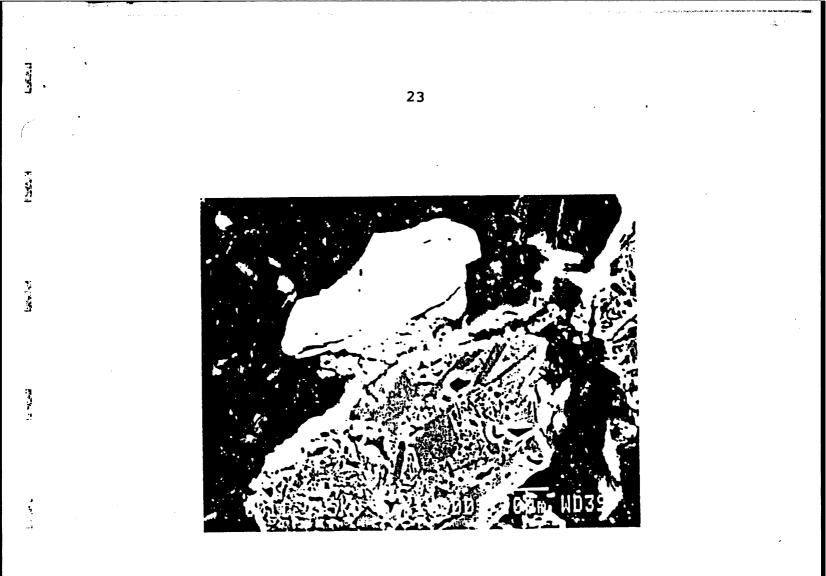
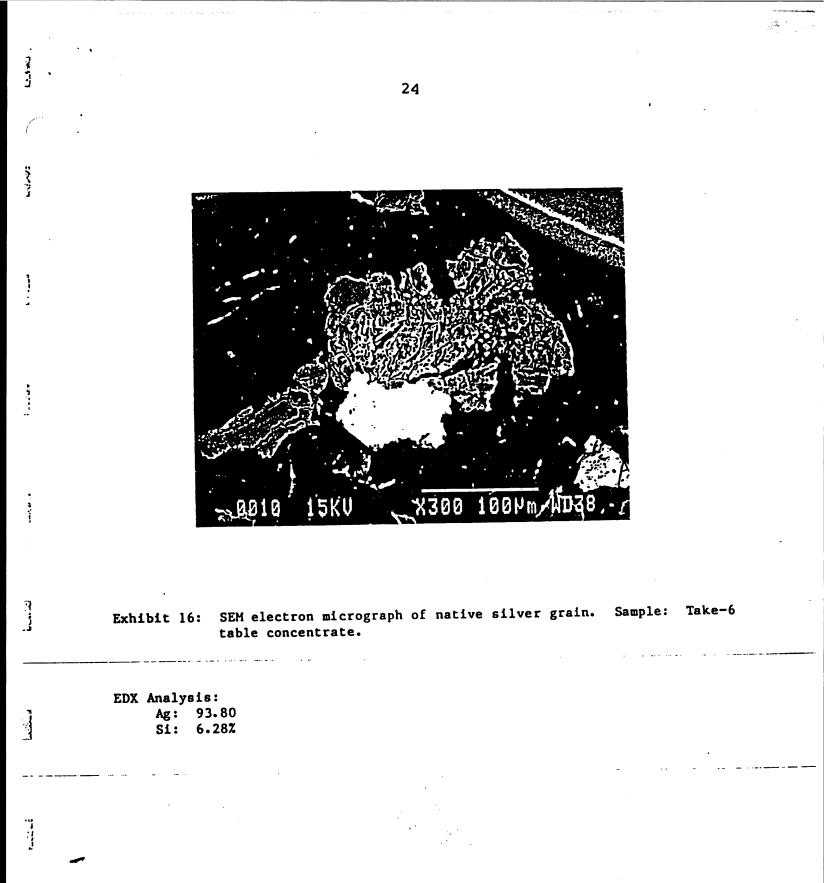


Exhibit 15: SEM electron micrograph of sphalerite grain (top satellite, light colored grain), Sample: Take-33, table concentrate.

	EDX	ysis:	
3		Zn :	23.66%
		s:	48.01%
		Fe:	28.32%

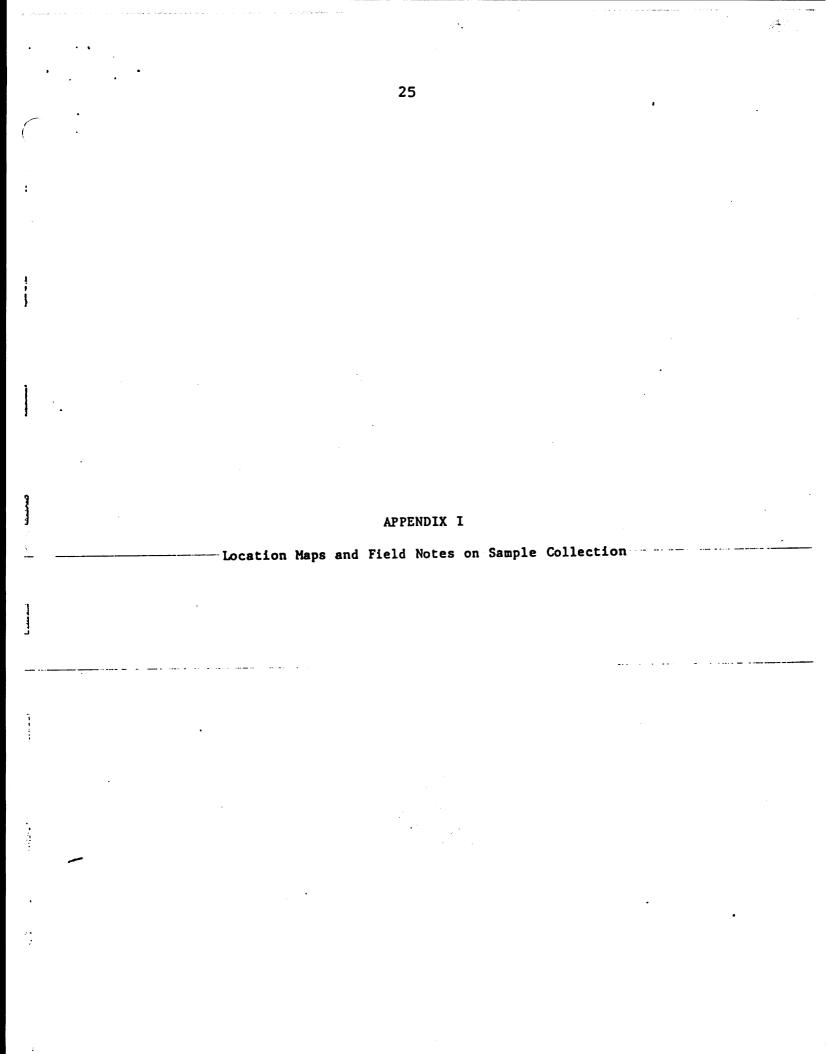
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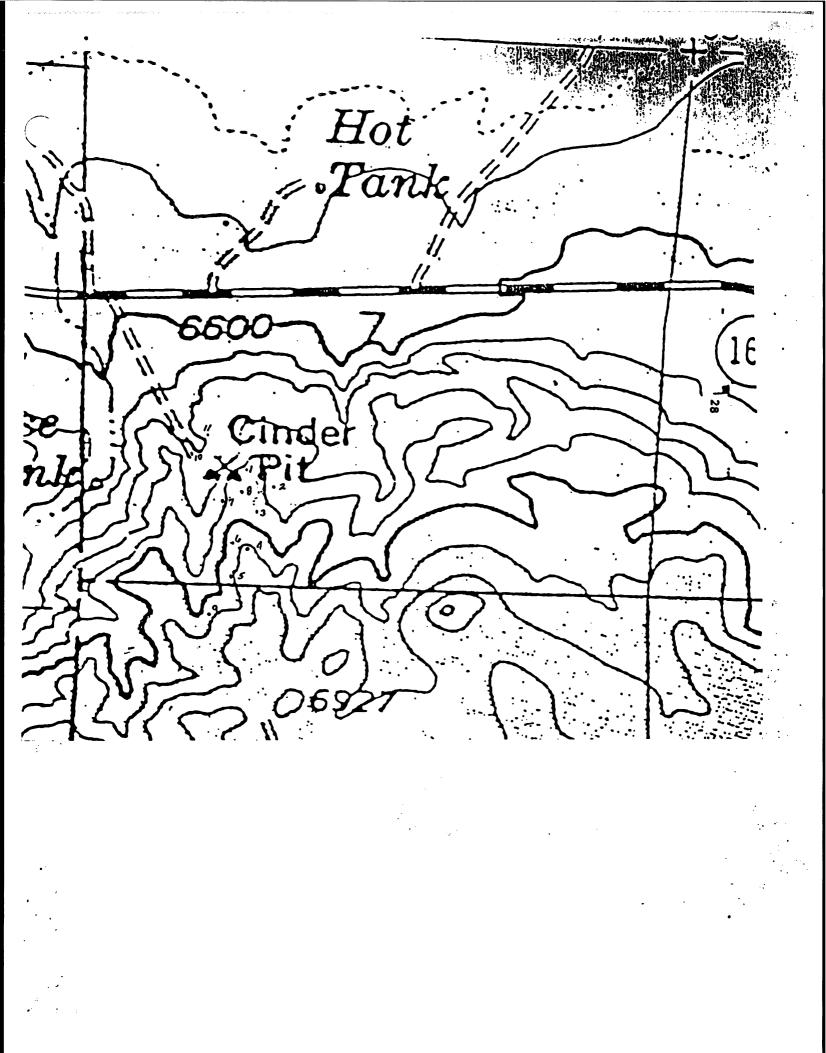
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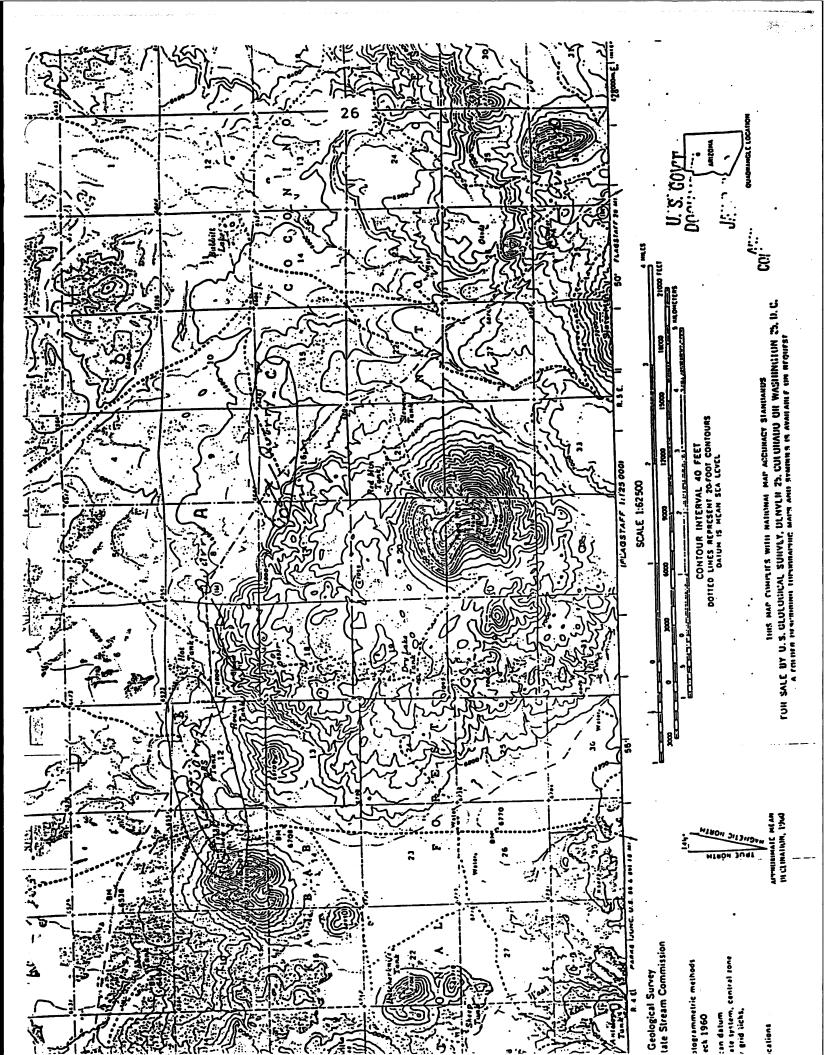


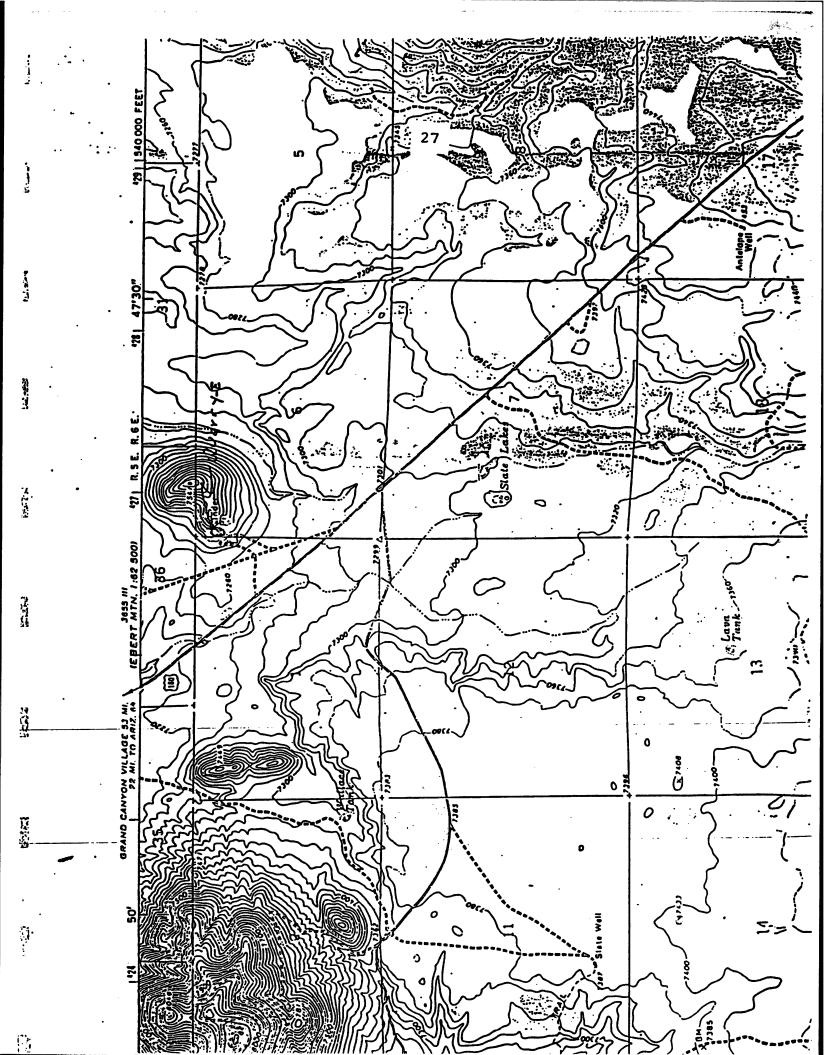
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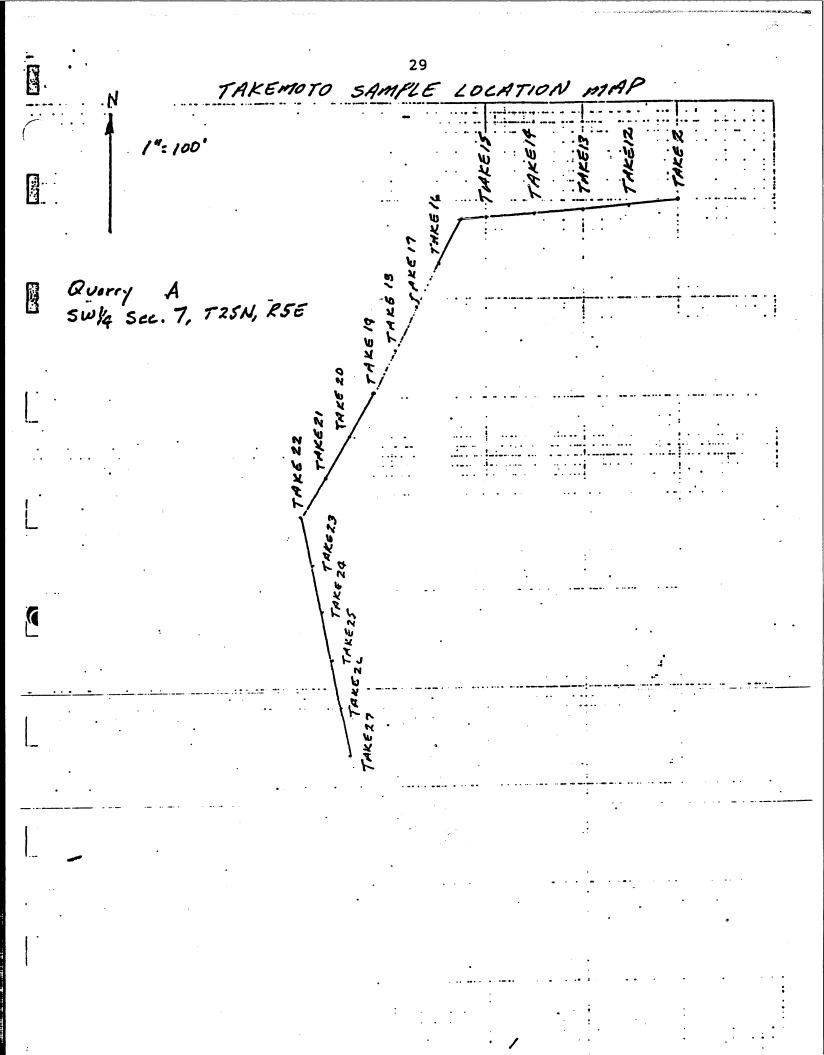
]











30 TAKE MOTO SAMPLE LOCATION MAP N TAKE 29 TALE 30 TAKE 25 Erox 1 1"=100' QUARRY - B NE# Sec. II, T25N, R4E TAKE 31 TAKE 32 1.2.1 TAKE 33 TALE 34 TAKE 35 TAKE 36 1"=100' 177 Quarry-C NE 1/4 Sec. 17, T25N, R5E **f**.5j

31 TAKEMOTO SAMPLE LOCATION MAP - Pit Edge TAKE 37 : TAKE 40 - Composite from the quarry. TAX638 TAL639 1-100' Querry-D NE14,Sec.35, T25N, 25E w pit Woll TAKE 42 AKE 41 1" = 100' Querry E VW1/4 Scc 6, T24 N, RGE ß

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APPENDIX II: Flow Chart of Tabling Experiments

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Original Ore (-28 mesh) + Table 1 Conc. (-(Dry, weigh, analyze) + Table 2 Conc. (-Table 1 Table 1 Table 2 Tails (Dry, weight, analyze) + Table 2 Tails (Dry, weigh)

Results of Table Concentration

	Sample	Table 1 Feed (g)	Table 2 Tails (g)	Table 2 Conc. (g)	% Conc. of Table 1 Feed
	TAKE 1	6992	4560	563	8.1
2	TAKE 3	4776	3117	526	11.0
	TAKE 6	11260	8956	1176	10.4
	TAKE 7	9965	8028	1073	10.8
	TAKE 29	7037	5715	963	13.7
	TAKE 33	9451	7540	432	5.4
1	TAKE 35	5553	3173	560	10.1
	TAKE 40	5594	3688	1048	22.1

All weights are dry or calculated dry from moisture content determinations and are in grams.

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APPENDIX III

Treatment of Pulverized Samples for AA Analysis

- In a 30ml porcelain crucible add in the following sequence, 4 gm sodium peroxide, 5.0 gm sample, and 9 gm sodium peroxide; mix; top up with 9-10 gm sodium peroxide.
- 2. Place crucible on tripod-stand. Carefully heat crucible in stand. Apply heat at bottom and sides with Bunsen burners.
- 3. Heat until molten and boiling.
- 4. Allow to boil for about 5 minutes.
- 5. Place crucible in beaker (400 to 600 ml) and allow to cool.
- 6. Add 20 ml distilled water; crucible is upright; led stand overnight.
- 7. Tip crucible on side.

[[‡]

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- 8. Add distilled water to half the height of the crucible; allow reaction to proceed and cease.
- 9. Fill beaker to top of crucible with 20% HCl; allow reaction to cease.
- - 11. Add 50 ml of aqua regia and heat; a gelatinous mass of silicate gel froms after 4-6 hours of heating.
 - 12. Add 100 ml distilled water to get gel into solution.
 - 13. Add 50 ml HCl (conc.) and heat to dryness (silicate gel forms).
 - 14. Add 100 ml distilled water and 50 ml HCl (conc.).
 - 15. Warm (do not boil) and stir to dissolve solids.
 - 16. Pour beaker's contents into 500 ml volumetric flash; add HCl (10%) to exact volume.
 - 17. Shake flask and transfer a fraction to 100 ml volumetric flask.

Transfer filtrate (usually 80-90 ml) to separatory funnel and add 25 ml of MIBK.
 Shake for 1 minute and allow phases to separate.
 Draw off acid solution and dispose.
 Draw off MIBK solution for AA analyses.
 Take AA reading using MIBK solution obtained.
 Compare data to MIBK solution readings used as standard and compute results as ppm gold in original ore sample.

Filter contents of 100 ml flask; dispose of solid.

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APPENDIX IV

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Fire Assay Results Reported by Our External Referee Laboratory

Analysis of 48 Crushed Rock Samples

	ITEM	SAMPLE NUMBER	Au (ppm)	Ag (ppm)	
	1	YATAKE-02	. (.02	٢.2	· · · · · · · · · · · · · · · · · · ·
	2	YATAKE-03	(.02	4	
	3	YATAKE-04	<.02	· < .2	
	. 4	YATAKE-05	(.02	(.2	•
	5	YATAKE-06	<.02	• .4	
لايت	2			• •	•
	. 6	YATAKE-07	(.02	.6	•
	7	YATAKE-08	<.02 ·	.2	
	8	YATAKE-09	<.02	<.2	
ama	9	YATAKE-10	(.02	1.0	•
	10	YATAKE-11	. 03	1.0	
	•				
1	11 ⁺	YATAKE-12	(.02	<.2	
	12	YATAKE-13	(.02	<.2	
	13	YATAKE-14	(.02	(.2	
	14	YATAKE-15	<.02	<.2	
123	15	YATAKE-16	(.02	(.2	
	•				
ه النا	16	YATAKE-17	(.02	(.2	
	17	YATAKE-18	(.02	٢.2	
	18	YATAKE-19	(.02	٢.2	
	19	YATAKE-20	(.02	٢.2	
	20	YATAKE-21	<.02	(.2	
[]					•
	21	YATAKE-22	<.02	(.2	
•	22	YATAKE-23	(.02	.2	
	23	YATAKE-24	(.02	(.2	
	24	YATAKE-25	<.02	<.2	
	25	YATAKE-26	<.02	<.2	

Ag Au (ppm) (ppm) ITEM SAMPLE NUMBER ٤..2 (.02 YATAKE-27 26 <.2 <.02 YATAKE-28 27 1.2 (.02 28---- YATAKE-29 <.02 <.2 YATAKE-30 29 <.02 . < . 2 YATAKE-31 30 <.02 <.2 YATAKE-32 31 .4 <.02 32 YATAKE-33 <.2 <.02 YATAKE-34 33 7.8 . 07 YATAKE-36 34 ۲.2 <.02 YATAKE-37 35 . 2 < . 02 36 YATAKE-38 <.2 <.02 37 YATAKE-39 2.0 <.02 38 YATAKE-40 22.0

2.7

1.0

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. 16 YATAKE-41 39 <.02 40 YATAKE-42 .72 YATAKE-01TC 41 .26 YATAKE-03TC 42 .88 43 YATAKE-06TC .80 YATAKE-07TC 44 .12 YATAKE-29TC 45 2.60 46 YATAKE-33TC . 26

YATAKE-35TC

YATAKE-40TC

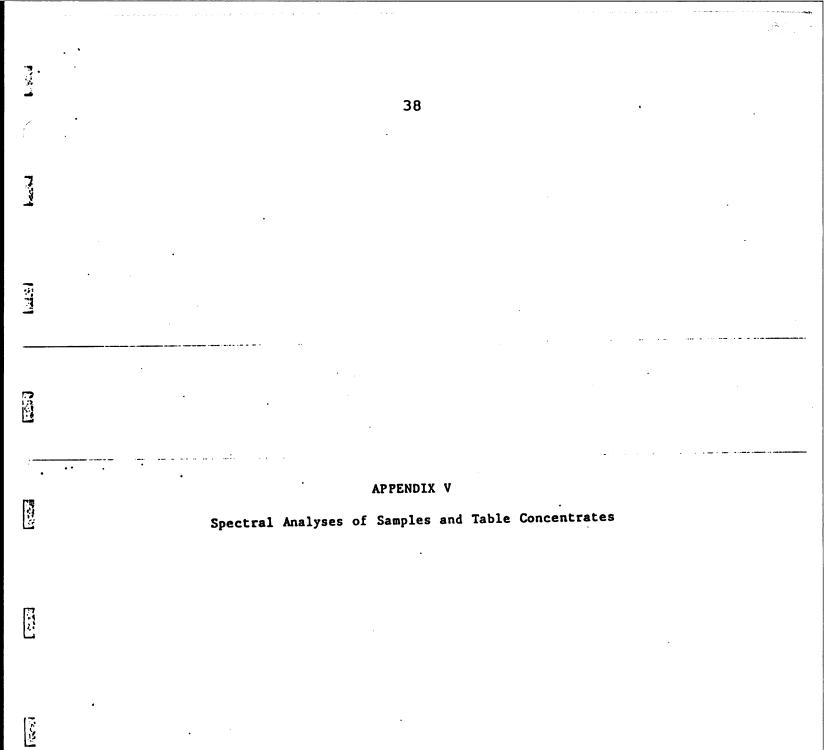
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ſ	•			•			JOB NO.	DFR 128 PAGE 2		
						ITEM	1 = YA' $2 = YA'$ $3 = YA'$ $4 = YA'$ $5 = YA'$	MPLE NO. Take-02 Take-03 Take-04 Take-05 Take-06 Take-07		
								TAKE-08 Take-09		
图—	ITEM	1	2	3	. 4	5.	6	7	8	
	ELEMEN Fe Ca Mg	IT 5% 5% 2%	5% 2% 1%	3% 3% 1%	3% 2% 1.5%	7% .3% 1%	5% 3% 1.5%	5% 3% 1%	5% 2% 0.5%	
	Ag	<1	<pre></pre>	< 1	· <1	۲۱	۲۱	<1	<1	
	As	(200	(200	(200	(200	(200	(200	(200	<200 <10	
	B	10	<10 200	<10 200	<10 300	<10 300	10 300	10 300	300	
ភេ	Ba	300	200		200	200	200			
	Be	(2	<2	<2	<5	<2	2>	<2	<2 (10	
-	Bi	(10	<10	(10	(10	<10 <50	<10 <50	<10 <50	(50	
	C d	(50 50	<50 50	(50 30	(50 30	100	50	70	70	
	Co	50	20		20					
	Cr	70	30	20	20	100	70	70	30	
	Cu	100	50	50	30	100	70	70	50 15	
1	Ga	10	10	10	<10	30	10	10	(20	
	Ge	(20	(20	(20	(20	(20	(20	(20		
	• - •	20	(20	(20	(20	<20	(20	(20	(20	
	La '	20 1000	500	700	1000	1000	700	700	700	
	Mn Mo	· (2	<2	<2	(2	2	.2	(2	<2	
Ň	Nb	(20	(20	(20	(20	(20	(20	(20	(20	
	NU		• — -		•				50	
	Ni	50	30	20	30	70	50	50	50 15	
	РЬ	20	<10	10	10	10	10	10	<100	
	Sb ·	<100	<100	<100	(100	<100	<100	<100 20	20	
	Sc	20	. 20	15	(10	20	20	20	20	
			·.	(10	<10	· (10	<10	<10	< 1 0	
	Sn	<10	(10	<10 500	500	500	700	700	500	
		1000	500 7000	7000	7000	10000	10000	10000	10000	
	Ti	10000	100	100	100	100	100	100	100	
	v	100			• • • •					•
	u	(50	(50	(50	(50	(50	(50	(50	(50.	
	Ŷ	20	10	< 1 0	<10	10	10	10	10	
P	Zn	(200	<200	(200	(200	(200	(200	(200	<200 100	
	Zr	70	50	50	(20	50	50	70	100	
		•••• •	• •	· · ·						

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E	•				40					
							JOB NO.	PAGE 3		
6	•							FRUE J		
						ITEM N		PLE NO.		
							-	AKE-10		
							10 = YAT			
لىل								AKE-12 AKE-13	•	
							12 - 101 13 = YA1			
								AKE-15		
							15 = YA1			
K							16 = YA1	AKE-17		
	ITEM	9 ·	10	11	12	13	14	15	16	
	ELEMENI	r							دہ صو	
	Fe	5%	5%	5%	3%	2%	7%	5% 2%	5% 	
	Ca	3%	2%	3%	3%	1%	2% 1.5%	1%	1%	
537	Mg	1.5%	.5%	1.5%	1.5%	1%	1.2%	174		
	Ág	۲۱	• (1	۲۱	< 1	<1	<1	<1	<1	
	As	(200	(200	(200	<200	. (200	(200	(200	(200	
	B	<10	<10	10	<10	<10	<10	<10 500	<10 300	
	Ba	300	300	500	300	200	300	200		
	Be	<2	<2	(2	<2	(2	<2	(2	(2	
Ŀ	Bi	(10	< 1 0	< 1 0	<10	(10	(10	<10 <50	<10 <50	
	Cd	(50	(50	<50	(50	(50	<50 70	50	30	
	Co	50	50	50	50	50	10	20		
	Cr	70	100	50	30	20	70	70	30	
177	Cu	30	70	50	50	50	70	50	30 10	
	Ga	10	20	10	10	(10	15	10 (20	(20	
لنا	Ge	(20	(20	<20	(20	(20	(20	120		
	La	(20	(20	(20	(20	(20	(20	(20	20	
	Mn	700	1000	1000	1000	300	1000	1000	1000 (2	
	Mo	5	(2	(2	<2	<2	2 (20	<20	(20	•
	Nb	(20	(20	(20	(20	(20	120			
Ľ	Nİ	50	70	30	30	30	50	50	20	
	Pb	10	15	<10	10	30	(10	<10	10 <100	
	 Sd	(100	<100	<100	(100	<100	(100	<100 20	15	
	Sc	20	15	20	15	10	20	20		
13	6-	(10	<10	<10	(10	(10	<10	<10	(10	
122	Sn Sn	500	500	700	500	300	500	700	700	
	<u>s</u> r Ti	10000	5000	10000	5000	5000	7000	7000	7000 100	
	v	100	70	150	100	70	150	150	1.0.0	
•	U	(50	<50	(50	(50	(50	(50	(50	(50	
	u Y	10	(10	10	10	(10	10	10	10.	
þ3	Zn	(200	(200	(200	(200	(200	(200	(200	(200 50	
	Zr	50	20	50	30	20	50	100	2 V	

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6	•						JOB NO.			
:								PAGE 4		
						ITEM		IPLE NO.		
								TAKE-18		
Ľ								TAKE-19		
								TAKE-20		
				· ·				TAKE-21		
		•						TAKE-22		
							22 = YA1			
							23 = YA1			
							24 = YA1	TAKE-25		
Ľ.										
	ITEM	17	18	19	20	21	22	23	24	
		• •• •• •					•	- · · · · ·		
	ELEMEN	т								
	Fe	5%	7%	5%	7%	3%	5%	5%	5%	
ET.	Ca	2%	5%	3%	3%	2%	5%		. 2%	
ß	Mg	1%	2%	2%	2%	1%	2%	1.5%	1.5%	
کا										
	Ag	<1	۲۱	<1	<1	<1	· <1	۲)	< 1	
	As	(200	(200	(200	(200	(200	(200	(200	(200	
	B	<10	10	<10	<10	10	10	10	<10	
	Ba	300	500	300	300	200	500	300	300	
63										
	Be	(2	(2	(2	(2	<2	(2	(2	<2	
	Bi	(10	(10	<10	<10	<10	<10	<10	< 1 0	
	Cd	(50	(50	(50	(50	<50	(50	<50	<50	
	Co	30	50	50	70	50	30	30	30	
		•								
	Cr	. 50	. 70	50	50	20	50	70	30.	
17	Cu	30	70	70.	100	30	70	50	50	
ja,	Ga	10	10	10	30	(10	20	10	20	
	Ge	(20	(20	(20	(20	(20	<20	(20	(20	
	••									
	La	(20	20	(20	(20	(20	20	20	(20	
	Mn	700	1500	1000	1500	700	2000	1000	1000	
	Mo	· <2	2	<2	2	(2	<2	<2	(2	
	Nb	(20 .		(20	(20	(20	<20	(20	<20	
•	NI	20	50	50	70	30	20	30	30	
:	Pb	10	(10	<10	10	(10	10	<10	<10	
:	Sb	<100	<100	<100	<100	(100	<100	<100	<100	
i t		15	20	20	20	15	20	20	15	
!	Sc	15		2.	,					
	•-	(10	<10	(10	<10	<10	(10	(10	<10	
B	Sn		1000	700	1000	500	1500	700	500	
, 1	.97 74	500	10000	10000	>10000	7000	10000	10000	10000	
1	Ti	7000	10000	10000	150	100	150	100	100	
	V	100	100		1 - V			-		
1				(50	(50	(50	<50	(50	(50	
!	U	(50	(50		15	10	15	15	10	
į	Y	10	20	15	(200	(200	(200	(200	(200	
1.	Zn	(200	(200	(200		50	70	70	50	
i	Zr	50	100	70	70	20	· •	. •	2.	
1										

	•				42		JOB NO.	DFR 128 Page 5	
				, • <u>.</u>		ITEM (25 = YA 26 = YA 27 = YA	ГАКЕ-27 ГАКЕ-28 ГАКЕ-29	
H 49		·· ·· · · · · ·					30 = YA' 31 = YA' 32 = YA'	TAKE-31 TAKE-32	
	ITEM	25	26	27	28	29 ·	30	31	32
	ELEME Fe Ca Mg	NT 5% 3% 1.5%	57 1.57 17	3% 3% 2%	5% 5% 3%	5% .3% 2%	5% 3% 2%	5% 3% 2%	7% 2% 1%
	Ag As B Ba	<1 <200 10 500	{1 (200 (10 300	(1 (200 10 500	2 (200 10 700	<1 (200 10 500	(1 (200 (10 300	<1 <200 10 300	<1 <200 <10 300
Ļ	Be Bi Cd Co	(2 (10 (50 30	(2 (10 (50 50	(2 (10 (50 30	<pre> <2 <10 <50 30</pre>	<pre> <2 <10 <50 50</pre>	<pre> <2 <10 <50 50 </pre>	(2 (10 (50 50	<2 (10 (50 50
展設	Cr Cu Ga Ge	70 50 10 (20	50 50 20 (20	500 70 (10 (20	700 150 20 (20	700 100 (10 (20	500 70 (10 (20	500 100 10 (20	<10 50 10 <20
বিজ	La Mn Mo Nb	<20 1000 2 <20	(20 700 2 (20	20 1000 (2 (20	20 2000 (2 (20)	(20 1000 2 (20	<20 1000 <2 (20	<20 1000 <2 (20	<20 1000 2 (20
	NÍ Pd Sd Sc	50 (10 (100 20	50 (10 (100 20	150 (10 (100 20	150 15 (100 20	150 (10 (100 30	70 (10 (100 20	150 (10 (100 20	10 <10 <100 20
	Sn Er Ti V	<pre></pre>	<pre><10 500 10000 100</pre>	<pre> < 1 0</pre>	(10 500 7000 100	<pre><10 500 7000 100</pre>	(10 500 7000 100	<10 300 7000 100	<pre> < 1 0</pre>
	U Y Zn Zr	(50 15 (200 50	(50 10 (200 50	<50 10 (200 70	(50 10 (200 70	<50 20 (200 70	(50 (10 (200 30	<50 10 <200 50	<50. 15 <200 70

					43		JOB NO.	DFR 128	
	•						JUD NO.	PAGE 6	
	·					ITEM N		IPLE NO.	
							33 = YA1 34 = YA1	AKE-34 TAKE-36	
							34 = 16	TAKE-37	
	•						36 = YA'		
							37 = YA		
_		_					$38 = YA^2$ $39 = YA^2$		
•		•					40 = YA		
									40
-	ITEM	33	34	35	36	37	38 .	39	40
	ELEMEN	IT		3%	5%	5%	2%	7%	3%
	Fe	5% 1%	3%	1.5%	2%	2%	2%	3%	2%
	Ca' Mg	12	1%	1%	2%	1%	17	1.5%	1.5%
-			-	(1	, (1	(1	1.5	20	1.5
	Ag	<1 (200	7 (200	(200	(200	(200	(200	(200	(200
	As B	(10	. 10	10	(10	<10	(10	<10	(10 300
	Ba	.200	300	. 300	300	300	300	500	200
	Be	(2	<2	<2	٢٥)	(2	(2	<2	<2
3	Bi	(10	<10	(10	- (10	<10	(10	<10 <50	<10 <50
	Cd	(50	(50	(50	(50	(50	(50	70	30
	Co	50	30	30	30	50	20		
	Cr	(10	(10	<10	<10	(10	(10	(10 70	<10 30
	Cu	30	70	50	50	50	20 20	20	20
	Ga	10	10	10	15 (20	20 (20	(20	(20	<20
	Ge	(20	(20	(20				(20	(20
	La	(20	(20	(20	(20	(20	(20 1500	1500	1000
	Mn	500	1500	1000	1000 2	1000 2	(2	5	<2
	Mo Nd	<2) (20	2 (20	<2) (2)	(20	(20	(20	(20	(20
-				10	20	10	5	20	7
	Ni	15	5 30	10 (10	(10	<10	20	150	10
	Pb	<10 <100	(100	(100	<100	(100	<100	(100	<100 10
	Sb Sc	10	20	15	20	15	10	20	10
	Sn	(10	(10	<10	(10	< 1 0	(10	(10	(10 500
5	5n -3r	300	700	300	500	300	500	500 >10000	7000
	Ti	7000	10000	10000	10000	10000 100	7000 70	150	100
	V.	100	100	100	150	100		•	150
	, u	(50	(50	(50	(50	(50	(50 (10	(50 20	<50 10
	Y	(10	10	10	20 (200	10 (200	(200	(200	(200
	Zn Zr	(200 50	(200 70	200 70	100	100	100	50	100
•									

L					44					
	•	···· ··· ··· ··· ··· ··· ··· ··· ··· ·	• • • • •				JOB NO.	DFR 128 Page 7		
-						ITEM		IPLE NO.		
E								TAKE-01TC TAKE-03TC		
		•					43 = YA1	TAKE-06TC	;	
		•	•					TAKE-07TC TAKE-29TC		
				ς			46 = YA1	TAKE-33TC	:	
E								TAKE-35T0 Take-40t0		
	ITEM	41	42	43	44	45	46	47	48	
	ELEME					7%	5%	3%	5%	
	Fe Ca	5% 2%	3% 3%	5% 5%	3% 3%	5%	3%	2%	1%	
[Ng	2%	2%	3%	3%	5%	1.5%	1%	1%	
	Ag	۲۱	<1	(1	1.5	5	1	(1 (200	2 (200	
	As B	<200 <10	(200 (10	<200 <10	(200 (10	<200 <10	(200 (10	(10	(10	
	Ba	300	300	300	300	300	300	300	200	
Ľ	Be	<2	<2	<2	(2	(2	. (2	\$2	(2 (10	
	Bi Cd	<10 <50	(10 . (50	<10 <50	<pre> <10 <50</pre>	(10 (50	<10 <50	<10 <50	(50	
	Co	70	30	50	50	150	50	30	50	
-	Cr	200	100	200	150	1500	20	<10	(10	
	Cu	50	30	50	30 10	150 10	50 10	30 10	30	
	Ga Ge	20 (20	10 (20	15 (20	(20	(20	(20	(20	(20	
	La	(20	20	(20	(20	(20	50	(20	(20	
	Mn	700	1000	1500	1000	1500	1000	1000 (2	700 (2	
E	Mo Nb	(2 (20 ·	<2 <20	(2) (2)	2) (2)	2 (20	<2) (20	(20	(20	
15	NI	100	50	50	50	500	15	10	20	
	Pb	100	50	50	20	100	70	20	20 (100	
	Sb	(100	· (100 15	(100 20	(100 20	(100 30	<100 15	<100 10	10	
FS.	Sc	20						<10	<10	
	Sn	<10 500	(10 500	<10 700	(10 500	(10 500	<pre><10 700</pre>	500	300	
	et: Ti	7000	7000	7000	7000	7000	10000	7000	7000	
	v	100	100	100	100	100	100	100	100	•
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	RIAH INTERNATIONAL INC. 1 W. MELINDA	w/c	CODE: M130005	
PHC	DENIX , AZ 85027	DUE	DATE: 11/25/92	•
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TOTAL

REC'D BY:

(JHF)	DAVID H. FELL & COMPANY, INC. 6009 Bandini Boulevard City of Commerce, CA 90040 (213) 722-9992 • FAX (213) 722-6567		No.	O I C E 71574 11/25/92
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	City of Commerce, CA 90040		JOB#:	24185
\smile	(213) 722-9992 · FAX (213) 722-6567	DUE	DATE:	1/ 5/92

CODE: MM13145 NAME: MARIAH INTERNATIONAL INC. ADDRESS: 2221 W. MELINDA REFI

PHOENIX , AZ 85027

SPECIAL INSTRUCTIONS REFINE THE GOLD FROM SAMPLES & SMELT TH GOLD FROM CONCENTRATES ADVANCES

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ATTENTION: TELEPHONE: (602)581-5144

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CONTAINER MATERIAL GROSS WT NET WT 2 BUCKETS AU CONCENTRATE /DRY 57.000 P 0.000 P POWDER

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CERTIFICATE OF ASSAY

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California Mining Journal/January 1993

HOWARD L. ECKERSLEY

EXPERIENCE: Staff executive to Howard Hughes. Administered his personal and corporate enterprises as a top aide, traveling world wide as necessary. Involved in his many businesses, including electronics and aviation (TWA, Northeast Airlines, Hughes, Airwest, Hughes Helicopters), airports in Las Vegas, North Las Vegas and Salt Lake City.

> President and Director of Astron Energy Companies. Managed the development and manufacture of the Vari-Vent, a new type of carburetor.

President and Board Chairman of Pan American Mines, <u>Ltd.</u>, a publicly traded company on the Canadian Stock Exchange. Mined uranium in Arizona.

<u>Co-Founder, Officer and Director of Aero-Spacelines, Inc.</u> Worked in the administration of the design, construction and operation of the largest operating aircraft in the world. These airplanes were under contract to NASA and carried all of the large hardware for the U.S. space program. Today, they are used by NASA and the European Airbus Company.

Officer and Director of many other small companies, including insurance, paving, readymix, mining, real estate, and minerals processing.

Industrial Psychologist for Utah State Employment Services.

Fulfilled mission for the Church of Jesus Christ of Latter-Day Saints in New Zealand.

Served as Boatswain's Mate with the U.S. Navy during World War II in the Pacific.

EDUCATION:

University of Washington, Seattle, Washington University of California, Los Angeles, California Brigham Young University, Provo, Utah University of Utah, Salt Lake City, Utah

LIONEL A. DORSAY

BUSINESS EXPERIENCE:

1980 - Obtained real estate broker's license in Phoenix present: and became commercial real estate developer and broker. Developed office buildings, shopping centers and apartment complexes in multi-million dollar range.

1978-1980: Whitehall Division of American Home Products, International Vice-President.

Responsible for a \$100,000,000 international overthe-counter drug business based in New York. During this time, opened new territories, marketed plans (five year long range plans, operational plans) and developed new manufacturing facilities throughout the world.

1965-1978: Armour & Company/Greyhound Corporation, International Marketing Manager.

Responsible for organization and development of overseas agents and manufacturing facilities. In 1972, promoted to Vice-President for Armour Dial after Greyhound Corporation moved to Phoenix. operations for worldwide of Responsible \$100,000,000 chemical, pharmaceutical and consumer products business. Responsibilities included complete management authority and operations of manufacturing plants, distributors, overseas legal activities, etc. Required licensing, negotiations with top management and government officials all over the world. The business was extremely successful; however in 1978, the chemical and pharmaceutical activities of the Armour Dial Corporation was sold to Revlon.

- Prior 1965: After naval service, hired as territorial manager for a Pennsylvania specialty chemical company. Developed new markets in the United States and abroad (based in Pennsylvania).
- MILITARY NROTC scholarship to the University of SERVICE: Pennsylvania - upon graduation, commissioned as regular officer in U.S. Navy. Attended numerous specialized service schools including naval flight training - Honorable Discharge after four years of service as a Lieutenant (Naval Aviator).

EXTRA CURRICULAR

ACTIVITES: Founding Director of the Grand Canyon State Bank of Arizona, now merged into National Bank of Arizona. Exchange Club of Scottsdale: tennis, golf and flying.

RICHARD A. CAMPBELL 14028 PASEO CEVERA SAN DIEGO, CA 92129

(619) 484-4128

Mr. Campbell is a graduate of the University of Redlands with a B.S. in Business Administration and has 25 years of experience in sales, marketing and administration.

- Mr. Campbell became an officer and director of 1992-Present: Mariah International, Inc. and Guild Mark currently Vice He is Industries, Inc. Special Projects and Corporate President, Secretary for both companies, as well as a Mr. Campbell oversees the daily director. operations of the companies and is responsible for many of the company's major decisions. He is also the Director of Operations for the Merrill Crater Mining and Minerals LLC.
- 1989-1992: Mr. Campbell developed SportFlex, a fundraising vehicle for amateur sports at the college level and was involved in the sale and administration of this program to alumni supporters at many universities across America. This program was sold to American National Life.
- 1987-1989: Mr. Campbell joined the ranks of Metmor Financial, a division of Metropolitan Life, as a consultant to market, sell, and administer group insurance products to the existing client base, using flex benefits including pension, 401(k), and other group products.
- 1977-1987: He started the R.A. Campbell Company and became one of the most successful group insurance marketing and flex administration specialists in California. Author of "Employee Benefit Programs and Their Sale to the Consumer."
- 1975-1977: He rose from Sales Manager at Pacific Allied Insurance, Inc. to Vice President of Marketing and wrote more business than any other individual in the history of the group insurance business. He was responsible for over 500 sales and \$13,000,000 in premium.

Page Two Richard A. Campbell

- 1973-1975: As a new group underwriter, he wrote more group medical and dental business than any other sales representative had ever written for Pacific Mutual. He cultivated in excess of 50 brokers who requested his assistance in the sale and administration of his products.
- 1967-1973: Mr. Campbell was a dental consultant to the dental professions. His area was the nation's number one in sales for the L.D. Caulk Company. He was responsible for the sales and marketing efforts of 140 salespeople.

MAJOR AREA OF EXPERTISE

Mr. Campbell's experience includes excellent verbal and written skills with multiple certificates in pensions, 401(k), group insurance underwriting, estate planning, and the ability to communicate effectively at all levels of business.

POST GRADUATE EDUCATION

LaSalle University School of Law Wharton School of Business University of California, San Diego

FINANCIAL DATA

Preliminary estimates of reserves and recoverable values provide a basis for estimating the financial operating results of production. The following chart shows gross income based on three different productions based on:

- Gold price \$340
- Ounces per ton .14
- Recovery rate 85%
- Operation days 360

VOLUME

INCOME

\$8,092

\$40,460

\$404,600

\$1,913,120

\$14,565,600

\$145,656,000

200 Tons/Day

/Yr.

1000 Tons/Day

/Yr.

10,000 Tons/Day

/Yr.

OPERATING EXPENSES

Operating expenses for the mill were estimated to be less than \$150 dollars per ounce of gold due primarily to two reasons: The 1) simplicity of access to the ore being processed, and 2) The simplicity of the metallurgical process being used to recover the Since the ore exists on the surface and is metallic values. massive, very little overburden removal will be necessary. Mining will be easily accomplished utilizing bulldozers to strip the overburden aside, rip the surface and pile the ore. Front end loaders will then load the ore onto dump trucks, and carry the ore to the mill site. The metallurgical process being currently tested in the recovery process does not necessitate the inclusion of expensive, and ecologically abusive chemical traditionally Actual operating expenses have been calculated based materials. on recent production and are expected to be under \$65 per ounce for mining and milling costs, and under \$30 per ounce for refining This is under \$100 per ounce and would allow Mariah to costs. continue operations even if production decreases to less than 200 tons per day with gold dropping to under \$250 per ounce.

CAPITAL BUDGET

Flow sheets have been developed and capital costs to construct a 1000 ton a day plant have been determined by John Rud, M.Sc. Geologist in a detailed report to the Board of Directors. (This information is available on selected pages of the financials.)

SCIENTIFIC DATA

ASSAY REPORTS

Mariah has spent considerable resources over the past five years in testing the gold content of its mineral claims. A number of Certified and Registered Assayers have conducted mineralogical, spectrographic, and AA analysis, as well as standard and modified fire assays on samples taken from minerals under claim. The results have been positive and consistent with the standard practices allowed by the U.S. Bureau of Mines.

METALLURGICAL RECOVERY

Assays and metallurgical testing results conducted to date on Mariah's Merrill Crater project indicates recoverable values in excess of .14 ounces of gold per ton of ore. Mariah's chief geologist, John O. Rud, is currently engaged in testing new technological advancements designed to increase the metallurgical recovery of values from the materials that have been assayed. The most recent results have been extremely successful.

MINING POTENTIAL

Based on a recent report prepared by John O. Rud, geologist, Mariah's Merrill Crater claim is located 22 miles east of Flagstaff, Arizona within Township 21 North, Range 11 East, Sections 7 & 12. This claim is considered to be one of the larger deposits of volcaniclastic material in the San Franciscan volcanic field, with proven minable reserves of 5.5 million tons of ore and in excess of 500 million tons of probable reserves.

Mariah owns this land outright and has thousands of acres in Northern Arizona under claim, including 20 additional cinder cones. One of these properties under claim (Quarry "A") which has been extensively assayed and tested, possesses the following:

- Inferred ore reserves in excess of 53 million tons
- Probable ore reserves of 500 million tons

Quarry "A" includes three (3) 160 acre mining claims. Assays have been performed upon these claims on random samples taken from the property. The results were as favorable as those noted above.

INDEPENDENT VERIFICATION

Mariah has over the past several years, employed the services of a number of professionals within the mining industry for independent verification and certified results of their assays. These independent investigations were performed by Alpine Assay Twin Falls, Idaho; Jacobs Assay Office Tucson, Arizona; The Colorado School of Mines; Diester Concentrator Company, Tucson, Arizona; David H. Fell Company, City of Commerce, California; General Kinematics, Chicago, Illinois; and others. Copies of those reports are included in the appendix.

BUSINESS DESCRIPTION

Mariah has acquired substantial volcanic mining properties, with efforts currently underway to acquire additional properties. The properties have been acquired as follows:

- 1. Company mining claims are filed on property owned by the Bureau of Land Management, Federal Forestry Department, and the State Of Arizona.
- 2. The Company has entered into mineral lease rights from individuals who have previously filed mining claims.
- 3. The Company has purchased fee land from individuals.

The mining properties can be classified into types of development as follows:

- A. Properties that have previously been operated as quarries for cinder rock. These properties have used a screen process which has left larger quantities of 1/8 minus ore on site. This material requires minimal if any crushing capabilities and substantially reduces the Company's cost to process this ore.
- B. Properties that have not been previously operated as quarries will require screening and crushing capabilities. This type of property will be developed with joint venture partners. The joint venture partners will be required to furnish the necessary capital and equipment to operate said property with the ore concentrates being delivered to Mariah's refinery for processing and sales of precious metals recovered.

All of the mining properties owned and under claim are open pit operations which will help to keep the costs of production at a minimal level, estimated to be less than \$150 per ounce.

The Company intends to construct an ore processing plant on its Merrill Crater project, near Flagstaff, Arizona. This property has excellent access to utilities, and should be operable on a yearround basis.

The Company will sell its precious metal ore concentrates to existing refineries, i.e., Johnson Matthey and Engelhard Metals, until it can construct its own refinery, in 1994.

MERRILL CRATER PROJECT

INTRODUCTION

During September 1992, Mariah conducted a pilot mill bulk sampling program on Merrill Crater. The objective was to determine the commercial viability of the area utilizing column flotation. The results obtained by the composite ore sample taken from the north side of the crater indicates an average gold content of .142 ounce per ton with a pilot mill recovery of 53 percent. The average recovered grade of gold within the sample was in excess of .07547 ounces per ton. It is expected that the recovery percentage will increase during the normal operations of a gold concentrating facility. (A complete report is available in the appendix.)

As a result of the findings in the November 23, 1992 report the Board of Directors commissioned Mr. John O. Rud to develop a plan for mill and mining construction - including equipment, costs, and availability. This was completed on December 15, 1992. (A list of the equipment and construction costs are on page 13 and 14 in the financial section of the business plan.)

The first plant will be constructed on property just adjacent to the Merrill Crater which is located 22 miles east of Flagstaff, Arizona.

GEOLOGY

The Merrill Cinder cone is within the Merriam Age strata which is approximately 50,000 years old. The composition of the cinders consists of aphanitic alkali olivine basalt. Basalt which is about 60 percent silica crystallizes faster than most other superheated magma and as a result, has a finer texture than many of the other volcanic materials. Phenocryst of hypersthene, clinopyroxene, plagiociase, and olivine a few millimeters in size, are surrounded by a very fine groundmass of highly oxidized material.

PLANT CONSTRUCTION

Projected costs for the Merrill Crater plant and construction, is as follows:

- Site Preparation
- Mining Equipment
- Crushing Equipment
- Grinding Equipment
- Flotation Equipment
- Solid/Liquid Separation
- Tailing Pond
- Structures and Ancillary Equipment

These costs were for a turn key operation and were between \$2,115,000 and \$3,198,000. After further review and consultation, management believes that the project can be built in the low \$2 million dollar range, because of some extremely low priced equipment that has been recently made available.

This plant, when in operation is designed to operate at a minimum rate of 1,000 tons of ore per day. Operating costs to produce an ounce of gold are among the lowest in the industry for gold producing plants. U.S. Bureau of Mines indicates that an average cost to produce one ounce of gold in 1992 was \$214, up from \$208 in 1991. Mariah's cost to produce one ounce of gold is under \$150, increasing gross revenues by over 42.5 percent.

Plant construction from site prep to full scale operation is scheduled to be approximately 180 days to allow for selected equipment fabrication. On site security would be provided by fencing and permanent staff on site.

CONCLUSIONS

Mariah has identified 5.5 million tons of minable reserves at an average grade of .142 ounces of gold per ton. Merrill Crater's probable reserves are in excess of 500 million tons of this relatively homogeneous material. At current prices the identified ore body of 5.5 million tons would have a commercial value in excess of \$265,000,000. Mariah intends to exploit this opportunity upon funding.





Soil Remineralization

This memorandum does not constitute an offer to sell or the solicitation of an offer to buy. It does not purport to include all the information available for the companies mentioned. The reader is referred to the regular statistical services, company reports and any official prospectuses for further details.

Mariah International, Inc. \ Guild Mark Industries, Inc.

A Market Whose Time Has Come

ICP-MS Analysis of Merrill Crater Material

(Elemental Research, Inc., 5/27/93)

	Micrograms	ns Microgram			5		
	Per Gram	Approx.	1	Per Gram	Approx.	Typical	
<u>Element</u>	<u>(ppm)</u>	Percent	Element	<u>(ppm)</u>	Percent 199	Analysis of Azomite *	
Lithium	18	0.002%	Tin	4.9	Trace	(For Comparison)	
Beryllium	2.8	Trace	Antimony	0.64	Trace	1	
Boron	54	0.005%	Tellurium	<0.3	Trace	Major Minerals	
Magnesium	74000	7.400%	lodine	1.8	Trace	Calcium (Ca)	8.000%
Aluminum	90000	9.000%	Caesium	0.5	Trace	Phosphorus (P)	0.140%
Silicon	Not Quant	>60%	Barium	1500	0.150%	Sodium (Na)	2.000%
Calcium	98000	9.800%	Lanthanum	68	0.007%	Chlorine (Cl)	0.002%
Scandium	28	0.003%	Cerium	140	0.014%	Potassium (K)	5.300%
Titanium	9100	0.910%	Praesodymium	17	0.002%	Magnesium (Mg)	0.800%
Vanadium	270	0.027%	Neodymium	59	0.006%	Sulfur (S)	0.200%
Chromium	420	0.042%	Samarium	9	0.001%	Nitrogen (N)	Trace
Manganese	2000	0.200%	Europium	2.7	Trace		
Iron	91000	9.100%	Gadolinium	7.4	0.001%	Trace Elements	
Cobalt	62	0.006%	Terbium	1.1	Trace	lodine (I)	Trace
Nickel	160	0.016%	Dysprosium	4.3	Trace	Manganese (Mn)	0.016%
Copper	110	0.011%	Holmium	0.93	Trace	Iron (Fe)	1.300%
Zinc	300	0.030%	Erbium	2.5	Trace	Zinc (Zn)	Trace
Gallium	22	0.002%	Thulium	0.31	Trace	Copper (Cu)	Trace
Germanium	1.7	Trace	Ytterbium	2.1	Trace	Molybdenum (Mo)	Trace
Arsenic	0.7	Trace	Hafnium	5.5	0.001%	Fluorine (Fl)	Trace
Bromine	16	0.002%	Tantalum	5.3	0.001%	Chromium (Cr)	Trace
Selenium	<.10	Trace	Tungsten	0.19	Trace	Selenium (Se)	Trace
Rubidium	28	0.003%	Rhenium	<0.05	Trace	Silicon (Si)	65.70%
Strontium	990	0.099%	Osmium	<0.04	Trace	Cobalt (Co)	Trace
Yttrium	29	0.003%	Iridium	0.05	Trace	Boron (B)	Trace
Zirconium	150	0.015%	Platinum	<0.04	Trace		
Niobium	94	0.009%	Gold	<0.1	Trace	Guaranteed Minimum	<u>Analysis</u>
Molybdenum	4.1	Trace	Mercury	<0.3	Trace	Soluble K2O	0.200%
Ruthenium	<0.6	Trace	Thallium	0.05	Trace	Potassium (K)	4.000%
Rhodium	0.6	Trace	Lead	12	0.001%	Calcium (Ca)	1.800%
Silver	2.5	Trace	Bismuth	0.23	Trace	Magnesium (Mg)	0.500%
Palladium	0.83	Trace	Thorium	8.2	0.001%	Chlorine (Cl)	0.100%
Cadmium	<0.1	Trace	Uranium	1.7	Trace	Cobait (Co)	0.002%
Indium	0.1	Trace			l	Sodium (Na)	0.100%

Notes: 1. The total number of elements reported by ERI was 67, including 8 of the essential nutrients, shown in Bold Italics above.

2. Excluding Silicon, the 67 reported elements add up to 36.9% of the total. The Silicon value, which was not quantified for some reason, is probably on the order of 60% of the total.

3. The three primary plant food elements, Nitrogen, Phosphorus and Potassium, were not reported.

4. Carbon, Hydrogen and Oxygen (normally supplied by air and water) were also not reported.

5. Sulfur (a Macro-Nutrient), Chlorine (a Micro-Nutrient) and Sodium were not reported.

Minor Revisions Made: 6-17-93

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A Market Whose Time Has Come

Introduction

The Case for Soil Reminera

A Quick Tour of Soil Remine

The Benefits of SR

Markets

Economic Factors

Recent Developments

The Future

The Potential For Merrill Cra In Soil Remineraliza

* Azomite is the trade name of Peak Minerals, Inc. for its Soil Remineralization materials.

SR

Soil Remineralization

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Recent Developments

Although still in its infancy in the U. S., SR has begun to gain the interest and attention of the agricultural establishment in recent years. Several factors are behind this:

- Increasing environmental awareness and concern
- · Pressures to reform or abandon many of the more onerous agricultural habits
- Diminishing returns from some traditional farming and silvaculture practices
- Active promotion of SR concepts by a few energetic and dedicated individuals
- Growing interest on the part aggregate producers, sensing a market opportunity
- Wider distribution of test results and other information on SR

This is not to say that a true groundswell has developed, but:

• The National Aggregate Association (the principal trade organization of the rock and quarry industry) has formed a Remineralization Task Force, which interfaces with appropriate State and Federal officials.

• U. S. Department of Agriculture has begun to coordinate soil studies in the context of potential benefits from soil remineralization. Although federal agencies are typically reactive and rarely take the initiative, there are signs that several individual staff members at USDA have become enthusiastic about the potential of SR. Their influence is expected to spread -- both within the agency and the agricultural community as a whole, where USDA is generally well-regarded.

- Plans are being formulated for international conferences on SR.
- Articles on SR are beginning to appear more frequently in the popular press.
- The current Administration solidly supports movement in this direction.

One of the prime movers in gaining wider exposure for SR is Joanna Campe, a dynamic young woman in Northampton, Massachusetts, who initiated a networking newsletter several years ago, and now publishes a magazine, *Remineralize the Earth*, three time a year. Ms. Campe maintains regular contact with many of the people who are actively involved in SR, and she is an excellent source of information on recent developments and current activities.

The Future

For SR to make real progress, it will require the sponsorship of a major, credible organization -- one which is willing to seriously involve itself in the research, development and marketing of the concept.

The stimulus could come from one of the large aggregate companies making the decision to commit millions of dollars to an all-out business venture in remineralization.

Or, it could be an existing powerhouse in commercial agriculture -- a chemical fertilizer concern, a forest products company, a large agricultural products, services or equipment firm, or an organization in the food or restaurant business, concerned about improving and sustaining the quality of its critical raw materials.

...

The concept of Soil Remineralization (SR)* is simple:

It consists of returning to the soil the vital minerals and trace elements that have been removed over time by erosion, leaching, harvesting and grazing. To overcome this gradual depletion of minerals -- wearing-out of the soil, in effect -- it is possible to restore fertility (to fertilize) by direct application of mineral-rich material, typically a finely-ground glacial moraine, feldspar or other rock dust.

SR has been practiced, studied and written about for more than 100 years. *The Survival of Civilization,* an early 1980s book by John Harnaker and Donald Weaver, is widely credited as the most important recent factor in raising the world's awareness of the need for extensive remineralization of the earth's soils.

The authors note the causes and the implications of an alarming rise in atmospheric carbon dioxide levels in recent years, which they believe will trigger the next Ice Age in a very few years. They go on to examine this deterioration of the atmosphere in terms of its frightening connection to the long-term degradation of once-mineral-rich soils. Hamaker and Weaver then build a strong and comprehensive case for reversing the threat of these destructive developments through a process of massive remineralization of the earth's soils. Although their forecasts are dismissed by some as unduly alarmist and too immediate, the implications are enormous and global, going well beyond mere nutrition and crop yields -- to the preservation of viable atmospheric and climatic conditions for the earth, and indeed, to mankind's very survival.

Traditional participants in the practice, promotion and investigation of SR have been a polyglot assortment of organic gardening and environmental enthusiasts, a few rock dust suppliers, government agencies and commercial producers of crops and livestock, sustainable agriculture advocates, and a number of professionals in agriculture, forestry and soil science.

Interest in the merits of SR has begun to broaden beyond this small band of devotees in recent years, and there are increasing signs that mainstream agriculture and forestry are belatedly beginning to pay attention. New trials and investigations of the potential benefits of SR are underway or being initiated in a number of countries.

In this era of diminishing resources and growing concern for the long-term health of our planet, many organizations in agriculture, government and industry are beginning to reexamine -- and change -- their traditional methods and practices, for environmental soundness, sustainability, conservation, efficiency and in some cases, a more positive public image.

We believe that environmental pressures, population growth, and the need for more intelligent management of the earth's productive food and forest resources will be major driving forces in the times ahead. These factors provide a compelling case for the accelerated acceptance and application of SR in mainstream agriculture and forestry over the next several years. Therein lie substantial opportunities.

* Alternative descriptive terms for SR include Agrogeology, Natural Fertilization, Rock Fertilization, Soil Amelioration, Mineral Balance Restoration, Soil Regeneration, Mineral Fertilizing, Stone Flour Fertilization, etc.

Introduction

Markets

Current and potential markets for SR encompass all types of commercial agriculture and forestry, as well as home gardens, orchards, and public lands. The small current size of markets in the United States reflects low levels of awareness and acceptance, the strong mindset of commercial agriculture, and the vested interests of the chemical fertilizer industry. Although many in agriculture may be aware of SR and its promise, a typical mainstream attitude seems to be that the evangelists of SR represent a lunatic fringe. Organic and other home gardeners, seeking better home-grown consistency, quality and flavor, have been far more receptive.

Markets in Europe, where SR investigation and use has a longer history, are more developed than in the U.S. With more than a dozen producers of SR materials actively promoting their remineralization products, we estimate the current Western European market to range between \$60MM and \$100MM.

The U. S. market is more fragmented, and since it is in the very early stages of development, its total current value at producer prices may be no more than one-fourth to onehalf that of Europe.

Economic Factors

There are numerous sources of SR products in the U.S. The vast majority are local quarries selling fines and rock dust created in their normal crushing operations, at typical prices of \$1.00 to \$10.00 per ton, FOB. These low FOB values will not support significant marketing expense, so most quarries merely respond to whatever local demand and inquiries arise. making no effort to understand the technical aspects of their material, nor to promote it as a valuable or differentiated product. These operators have spotted an environmental bandwagon, and jumped on it. For the most part, they regard any sales of rock dust as an opportunistic sideline, generating incremental revenue and removing a nuisance byproduct of their main business operations.

The wide range in mineral composition and particle sizes of these local quarry materials assures significant variations in their safety and effectiveness as remineralizers. Scientific input in most cases is nil and mineralogical analyses are seldom provided, so a buyer of local quarry product has no assurance that he is getting an environmentally safe and effective mineralizer.

Since freight and handling are far and away the largest components of cost to the user of these products, the effective market area that a given quarry can serve economically is typically a radius of 50 miles or less. Any producer seeking to develop a wider and more upscale market for his material must consider establishment of a distribution network, and actively support the product with technical analyses, packaging, and informative promotional literature.

Apart from the many local quarries for which rock dust is a small sideline, several companies are trying to make a real business of their particular material. supporting their marketing efforts with comprehensive analyses, packaging, informative brochures, and university or other laboratory tests. Some of the more visible U.S. producers and marketers in this category of rock dust suppliers are the following companies:

•	Peak Minerals, Colorado Springs, CO	Product	Name:	Azomite
	U. S. Soil, Salida, CO	41	**	Planters II
	Meridian Environmental Group, Okemos, M	1 "	46	Bio Plus Glacial Rock Powder
	Livingston-Graham, Irwindale, CA	84		Earth Wealth Rock Dust
	Sunwalker Development, Inc., Tempe AZ	84	" Ch	erokee Pulverized Rock (CPR)
	Rado Rock Glacial Dust, Eureka, MT	84	50	Rado Rock JB2

A Quick Tour of Soil Remineralization

Highly fertile soils are typically described as "young" or unweathered, as they contain primary minerals inherited from the parent material in glacial periods. "They generally provide abundant amounts of the essential plant nutrients. Fresh supplies of nutrient elements are continually furnished because weatherable minerals are still present." (Thompson & Troch, 1973).

Liberation of soluble salts from unweathered primary rock particles is the prime factor in creating fertile soils. Natural fertility begins to decline when soils are impacted by man's activities and natural aging processes -- erosion and leaching. Over time, soils simply wear out.

SR is a straightforward approach to reversing this process. There are several key aspects to the rationale for restoring fertility to worn-out soils through remineralization:

1 A well-balanced mix of soil minerals is essential for health.

2. Mineral depletion due to man's activities and natural causes is a growing problem.

3. Over-dependence on chemical farming has well-documented drawbacks.

4. SR is an environment-friendly measure, with both short- and long-term benefits.

1. Soil Minerals Are Essential For Nutrition: It is universally recognized that plants, animals and human beings all require a steady intake of certain vital minerals, micro-nutrients and trace elements to promote healthy growth, general well-being and disease resistance. The catalog of essential plant and animal nutrients continues to grow, with advancing knowledge of the mechanisms of these elements in nutrition. A basic list of the most widely-recognized essentials would include these 16 elements:

Macro-nutrients Carbon (C) Hydrogen (H) Oxvgen (O₂) (typically supplied from air and water)

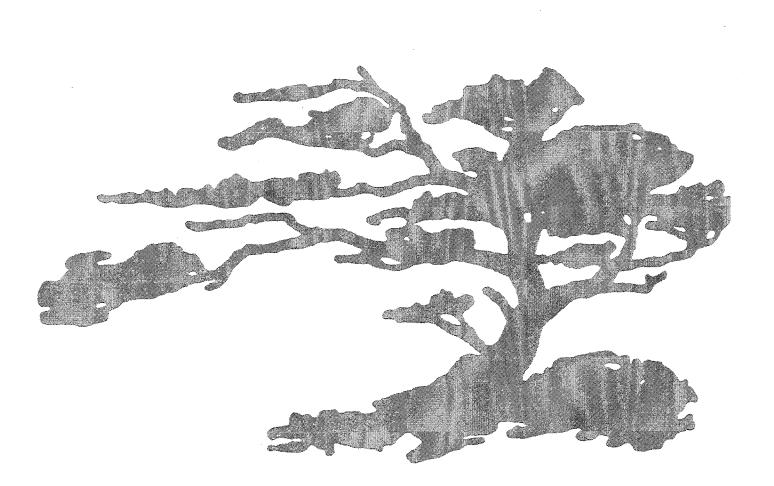
Nitrogen (N) Phosphorus (P) Potassium (K) Calcium (Ca) Magnesium (Mg) Sulphur (S) (typically supplied from soil solids)

2. Mineral Depletion -- A Widespread and Increasing Problem: Minerals in the soil are gradually absorbed by all growing plants, in varying quantities -- sometimes substantial and sometimes minute. When these soil minerals are contained in agricultural crops, they are removed upon harvesting, and over time this process dramatically reduces the mineral balance of the soil. Thus, each successive crop is supported by, and contains when harvested, a steadily diminishing quantity and mix of valuable minerals.

The same phenomenon occurs as animals graze on pasture land, taking soil minerals from grasses and other plants. The minerals are permanently removed from the soil in that location when they are carried away in meat or milk. Natural erosion from wind and water also contributes to the depletion process.

Micro-nutrients Iron (Fe) Manganese (Mn) Zinc (Zn) Copper (Cu) Boron (Bo) Molvdenum (Mo) Chlorine (CI) (typically supplied from soil solids)

- Page 3 -



MARIAH INTERNATIONAL, INC. and GUILD MARK INDUSTRIES, INC.

Deer Valley Airpark Building D, Suite 7 702 West Melinda Drive Phoenix, Arizona 85027 Phone: 602-492-9017 Fax:602-492-9810

This memorandum does not constitute an offer to sell or solicitation of an offer to buy. It does not purport to include all the information available for the companies mentioned. The reader is referred to the regular statistical services, company reports and any official prospectuses for further details.



AGROGEOLOGICAL EVALUATION OF THE MERRILL CRATER

SUMMARY

In recent years soil scientists have conducted numerous studies to reduce the application of chemical fertilizers on the nation's farmland. Results from these analyses indicate remineralization can achieve the following benefits:

- 1. Remineralization will combat the effects of pests and diseases that effect plant growth.
- 2. Remineralization reduces the water requirements necessary for plant growth.
- 3. Remineralization has been proved to lower the cost of production and produce higher yields on treated lands.
- 4. Remineralized soils provide the necessary nutrients to increase the qual ity and quantity of the plants grown.

Respectfully submitted,

John O. Rud Geologist, M. S.

REFERENCES

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AGROGEOLOGICAL EVALUATION OF THE MERRILL CRATER

INTRODUCTION

At the request of Mariah International Inc. a geologic evaluation of the Merrill Crater has been completed. The main emphasis of the study was to determine mineralogical and chemical characteristics of the volcanogenic deposit in regard to its utilization as a chemical-free fertilizer. The evaluation included determining the petrographic (the physical character of a rock) and chemical composition of the deposit.

The principle of **agrogeology** is simple. Agrogeology is the study of the natural fertilization that takes place when weathering breaks rocks into their constituent elements. Agrogeology was first studied in the early nineteenth century. However, the success of the artificial fertilizers killed interest in this natural approach until the late 1970's when Dr. Chesworth, a geologist at the University of Guelph in Ontario, combined his theoretical studies of rock decomposition to determine that weathering of a common volcanic rock like basalt made land more fertile.

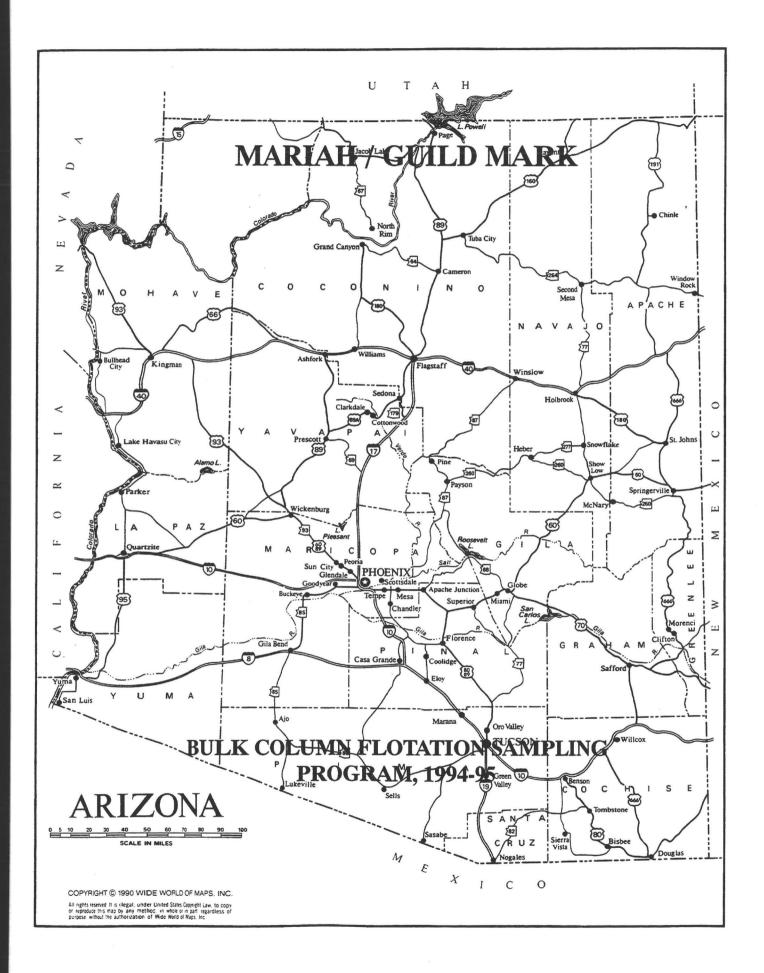
Continuing studies indicate that volcanic rocks like basalt, supply the nutrients necessary for plant and animal growth. The essential elements for plant growth include: carbon, hydrogen, oxygen, nitrogen, phosphorus, potassium, calcium, magnesium, sulfur, iron, manganese, zinc, copper, boron, molybdenum and chlorine. In addition, the presence of rock fragments in the soil and on the soil surface significantly influence infiltration, runoff, and moisture storage which significantly effect plant growth.

IN THE GARDEN Try Using Less, or

LOS ANGELES TIMES

SUNDAY, MARCH 26, 1995

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MARIAH INTERNATIONAL, INC.

GUILD MARK INDUSTRIES, INC.

Pilot Plant Program 100 Ton Test 60 Day Run Cycle \$100,000 Cost

In January 1995 Mariah/Guild Mark intend to initiate a bulk sampling program on the Merrill Crater. The objective will be to determine the average grade of gold occurring in an area of the crater along the access road and from a trench located within the vent area of the cone.

Mariah/Guild Mark will use the services of some of the top mining research facilities in the country. Hazen Research of Colorado, specialists in process research, will provide one of their top senior engineers and work in conjunction with Pyramid Resources (who built our float column) to develop a comprehensive report verifying the results from this test. This report will prove conclusively that we have commercial quantities of gold and can utilize this report to obtain the financing necessary to build a 1,000 ton plant.

The company's have continued to receive requests for our soil "REPLACE." Alden Bryant, President of the Earth Regeneration Society, and a consultant for Mariah/Guild Mark has recently completed a proposal using our material in a soil program for the country of Haiti (see enclosed letter). We also have numerous other requests for our material and intend to pursue "full speed ahead" with this product upon the funding of the 1000 ton/day plant.

Mariah/Guild Mark has outlined the cost breakdown to perform this test and obtain a "bankable" report for funding. Interested parties will receive a one (1) year note @ 10% interest on their investment, plus an amount of Guild Mark stock equal to 50% of the loan amount based on a value of \$0.05 per share, i.e., \$10,000.00 loan @ 10% interest plus 50% of loan on \$5,000 @ \$0.05/share = 100,000 shares of Guild Mark 144 stock.

Investors will be required to complete the necessary forms enclosed in the packet and complete the promissory note in the proper amount. Checks are to be made out to Mariah International, Inc. and will be deposited in a separate account until \$100,000 is Page 2

accumulated to begin the program. In the event that the entire amount is not obtained within a reasonable time (45-60 days), all money will be returned to each investor and the project will be stopped. Mariah/Guild Mark will utilize the services of Don Stoker, CPA to audit and control the funds for this project and will file a report with the investors group on the project's activities. If you have any questions, please contact Richard Campbell at 602-492-9017.

PILOT PLANT PROGRAM 100 TON TEST 60 Day Run Cycle \$100,000 Cost

Cost Breakdown

Plant Operation \$5,000/week	Total	\$40,000.00		
Consulatant/Employee Salaries Plant Maintenance Chemical Reagents Miscellaneous Supplies				
Contigency Fund		\$10,000.00		
Major Breakdown of Equipment				
Independent Consultant Report		\$30,000.00		
Process Engineering - Hazen Resear Pyramid Reso 1. Mineral Benefication 2. Report on Results				
Administration		\$18,000.00		
Land Payments Salaries Insurance Accounting Office & Supplies Shareholder Relations				
Auditor - Don Stoker, CPA - J.D.		\$ 2,000.00		

Audit and File Report on Fund Allocation

PILOT PLANT PROGRAM

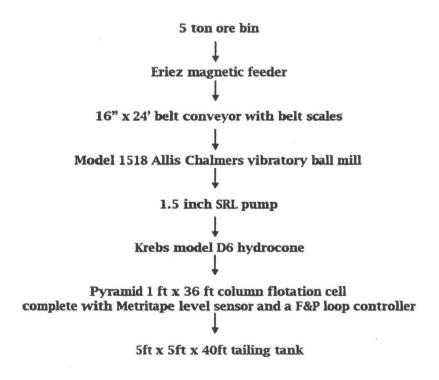
Objectives

1. To determine the overall gold content of the Merrill Crator deposit to warrant the construction of a 1,000 tons-per-day concentrating plant.

2. Determine the optimum reagent combination and dosages to attain maximum recovery when the 1,000 tons- per-day concentrating plant is placed in operation.

<u>Test Plant</u>

Merrill Crator L.L.C. has constructed a one ton-per-hour column flotation plant. The circuit consists of:



The process utilized in the above circuit is called froth flotation. Froth flotation is a mineral separation process that utilizes the differential attraction of mineral surfaces towards the rising air bubbles in a mineral pulp suspension to separate mineral

John O. Rud

Geological Consultant

particles of differing type. To make the process more efficient, organic chemicals called collectors are employed. Collectors are designed to attach selectively to the surface of one of the mineral components to be separated, making these particles water-repellent and increase the tendency to rise with the air stream.

Previous Column Flotation Bulk Sampling

During September, 1992, Mariah International, Inc. completed a 114 ton bulk column flotation sampling program which produced 104 pounds of gold concentrate. The program divided the 114 ton sample into five 20 to 25 ton samples. The head grade ranged from .05 to 1.44 oz/ton gold. Gold recovery ranged from 67% to 80.1%. Completed results from this bulk sampling program indicated the Merrill Crator material averaged .074 oz/ton gold. The reagents utilized (Collector KI 11, Frother KI 444) during this program were manufactured by Kerley Chemical Company and averaged a 72% recovery rate.

<u>Test program</u>

The test program is designed to determine the overall gold content of the material removed from the Merrill Crator and evaluate the performance of several types of flotation reagents to determine gold recovery percentage expected during the operation of a commercial sized concentrating plant. At this time the material is trucked from the Merrill Crator near Flagstaff to the pilot plant located in Phoenix, Arizona. The material will then be processed by the pilot flotation plant in 5 ton batches. Samples are removed from the feed belt, concentrate tank, and tailing tank at 30 minute intervals. The composite sample for the 5 ton mill run is then submitted for assay to determine the following data:

- 1. The gold content of the head ore.
- 2. The gold content in the concentrate.
- 3. The gold content in the tails.

From the above data the concentration ratio and recovery percentage can be determined.

The test program is currently designed to determine the optimum type of reagent that will increase the recovery rate to its maximum. The preliminary tests have utilized the reagents manufactured by MINERAL REAGENTS INTERNATIONAL with good results.

Future tests will utilize reagents manufactured by KERLEY CHEMICAL COMPANY, SHEREX CHEMICAL COMPANY, INC., and LUBRIZOL CORPORATION which will determine the optimum reagent and dosage to achieve maximum gold recovery from the Merrill Crator material.

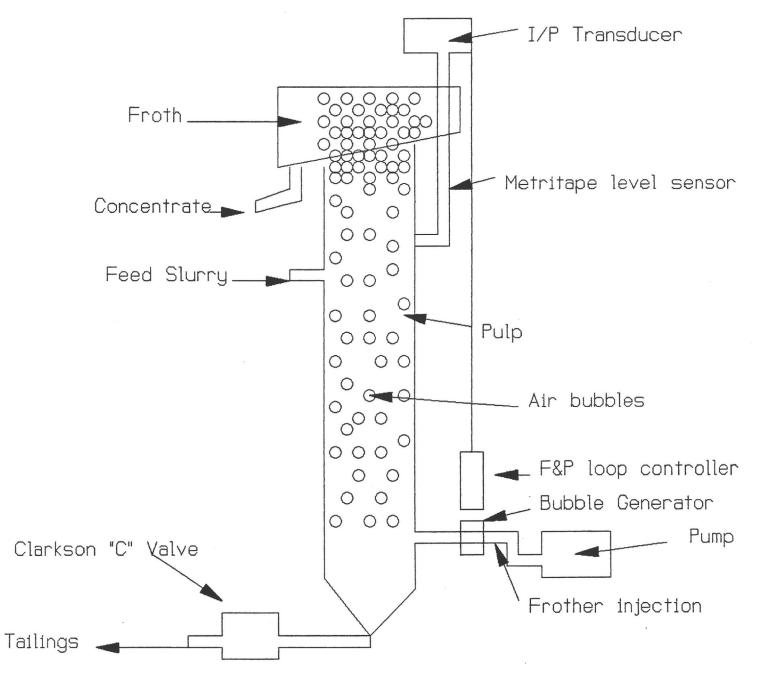
Respectfully submitted,

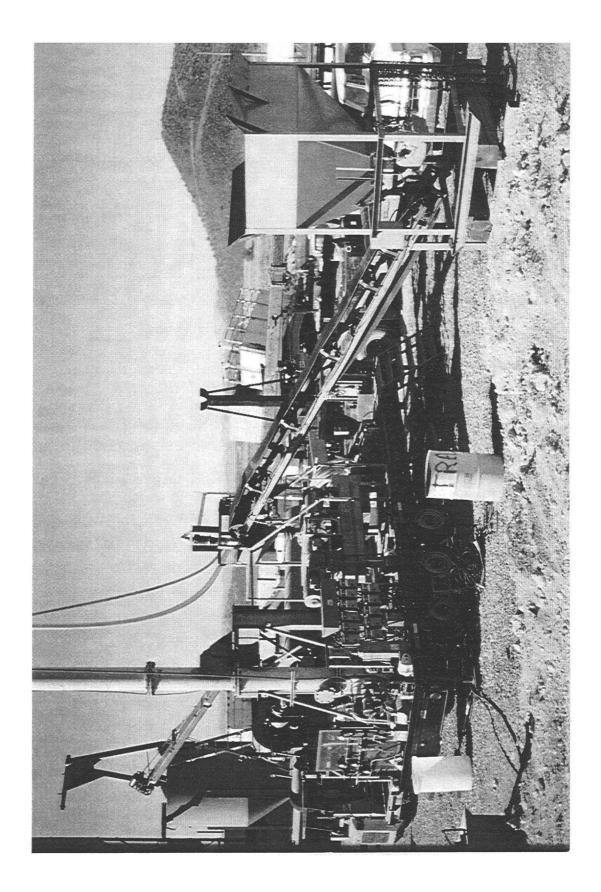
aler John O. Rud

Geologist, M.Sc. December 12, 1994

~

Schematic diagram of a flotation column





ALDEN BRYANT & ASSOCIATES 1442A Walnut Street No. 57, Berkeley, California 94709 510 525 4877, Fax 510 559 8410

December 7, 1994

Richard Campbell Vice President, Special Projects Mariah International, Inc. Deer Valley Airpark 702 West Melinda Lane Bldg. D, Suite 7 Phoenix, AR 85027

Dear Dick:

Here is a project update letter. This year has seen a significant advance in natural mineral application for increased income in agriculture, more healthy plants, and therefore more healthful food for consumers. We have firsts on which to build. I recall that you attended the first meeting, participated in by U.S. Department of Agriculture personnel, private corporations involved in soil improvement, and various individuals who are leaders in soil remineralization work. REPLACE, developed by Mariah, is certainly an important product in this growth area.

REPLACE will also have a role in improving soil in forest areas, where the mineral content is down and the trees are dying -- as in Austria starting in the early 1980s.

There are proposals, and proposed contracts, now circulating in the U.S., and between the U.S. and other countries, for wellplanned operations entitled "New Soil Movement of -----." These include rock dust for remineralization, as the basic ingredient for the whole process.

One example involves a proposal with U.S. suppliers and an overall ecological program for Haiti. I received correspondence starting a year ago from a Haitian who is now a U.S. citizen describing the deteriorated conditions with forests, streams, soil for agriculture, pollution of the soil, wood for cooking, and fodder for animals. The seven million people of Haiti can not live in that area much longer without a major ecological restoration.

The group in Florida has given me general outlines and has asked me to prepare a recommended program for their use. I am including a description of a small, steady, starting program ...ending up with a maximum development: in approximate figures, agriculture to go from 25% back to 50%; forests to go from 5 to 10% back to 30%; thus leaving 20% for urban areas, highways, and high mountain slopes that are not habitable.

TEL:

This includes (1) recommendations for rock dust (REPLACE), (2) a non-toxic chemical to improve soil water retention which will also make the minerals of the rock powder more accessible for plant roots, (3) organic material (all possible daily waste products), fish emulsion (a new, improved U.S. product) and/or other material, (4) soil testing program to see if further microbe and enzyme applications would be essential in some cases, (5) "Austree" (a fast growing willow hybrid with foliage good for animal feed) for reforestation, primarily around agricultural areas, stream areas, watershed needs -- to be combined with an increase in local tree varieties for most effective diversification, (6) a steady long-term increase in solar cookers to replace the use of wood for cooking -- if solar cooking can be brought up to one half of food preparation, this will be a large saving of wood, then other methods will still have to be developed, and (7) pollution cleanup to the extent possible with best available solutions (Tri-X-14 for many uses) and with microbe and enzyme materials where appropriate.

The minimum program should start as soon as funds are made available either from private grant(s) or from U.S. funds as part of the Haiti development arrangements. The maximum REPLACE program would include a basis of 500 pounds per acre the first year, less in subsequent years, be applied to both agriculture and forests, and be delivered for approximately \$150 per ton from Phoenix, AZ. This program would be in the range of \$30 million per year for three years. A three-year program for 100 million divided by a population of 7 million people suggests \$14 per person. The total program described above could run to \$50 to \$75 per person -- to bring back the total agriculture, streams, fish, forests, watershed areas, and resultant improvement in living conditions, purchasing power, and general economic development.

I will be recommending specific products and processes for each part of the ecological restoration for Haiti. We will see what develops. This type of plan holds for most areas in the temperate zones of the world. Your connections with the Middle East and North Africa may also be an impetus for rapid international agricultural, forest, and health progress.

Sincerely,

alden Bryant

Alden Bryant

MARIAH INTERNATIONAL, INC./GUILD MARK INDUSTRIES, INC. 702 West Melinda - Bldg D #7 Phoenix, Arizona 85027

PROMISSORY NOTE

\$_____, 1994

For value received the undersigned promisor, Mariah International, Inc./Guild Mark Industries, Inc. hereby promises to pay to ______.

The principal balance above is subject to a simple interest of 10% per annum on the unpaid principal. Interest is payable twelve (12) months from the date of the above referenced note together with all principal. Pre-payment is allowed and there is no penalty.

Should default be made in payment of interest when due, the whole sum and principal interest shall become immediately due at the option of the holder of this note. Principal and interest payable in lawful money of the United States. If action is instituted on this note, we promise to pay a reasonable amount of attorney fees.

In the event the holder receives an amount in payment which is less than the principal due and interest accrued to date, then such payments first be allocated to any interest due, or any remaining amounts shall then be allocated to principal.

Principal and interest on this note shall be payable at such place as the holder of this note may designate. The maker, sureties, guarantors, and endorser hereby severely waive presentment for payment, demand and notice of dishonor and nonpayment of this note, and consent to any and all extensions of time, renewals waivers or modifications that may be granted by the holder hereof with respect to the payment or provisions of this note.

This note shall be governed as to validity, interruption, construction, effect and to all other respects by the laws and decisions of the State of Arizona. Maker, holder and any sureties, endorser and guarantors submit to the personal jurisdiction of all courts in Arizona whether Federal or State and agree to any action pertaining to this note shall brought in an Arizona court.

This note is secured by the assets in Mariah/Guild Mark.

In witness whereof the undersigned has executed this note on the _____ day of _____, 1994.

Mariah International, Inc. Guild Mark Industries, Inc.

Title

ACCREDITED INVESTOR SUBSCRIPTION AGREEMENT

Gentlemen:

The following information is furnished as the undersigned subscription for ______ shares of Guild Mark Industries, Inc. restricted stock as a price of \$0.05 per share. These shares are to be issued by Mariah International, Inc. a Utah corporation and for you to determine if I am qualified to purchase the common stock (hereafter collectively the "securities") issued by the company under applicable federal regulations and applicable state securities law.

I, the undersigned, understand that you will rely upon the following information for purposes of such determination in that the securities will not be registered under the Securities Act in reliance upon exemption from registration provided thereby, and comparable exemptions under applicable state securities law.

I also understand that I may be required to supply a balance sheet, prior years' federal income tax returns or other appropriate documentation to verify and substantiate my status as an Accredited Investor.

ALL INFORMATION CONTAINED IN THIS SUBSCRIPTION AGREEMENT WILL BE TREATED CONFIDENTIALLY. However, it is agreed that you may present this document to such parties as you deem appropriate if called upon to establish that the proposed offer and sale of the Securities is exempt from registration under the Securities Act or meets the requirements of applicable state securities laws. I understand that a false statement by me will constitute a violation of my representations and warranties under this Subscription Agreement. My investment in the Securities will not be accepted until the Company determines that I satisfy all of the suitability standards.

I, the undersigned, hereby supply you with the following information and representations:

1. Full Name:

2. Residence Address (no P.O Boxes) Telephone Number:

(___) ___-

3. Business Address and Telephone Number:

(____)___-____

4. State in which the undersigned maintains principal residence:

- 5. State in which undersigned is registered to vote:
- 6. If this investment is to be made by an Entity (i.e. Company, Corporation, Pension Plan, Profit Sharing Plan), the undersigned further represents to you as follows:
- (i) Name and Address of Entity Making Purchase (use legal name):
- (ii) Name and Address of Person Making Investments Decision on behalf of Above Entity:
- (iii) Position and Title of Person Making Investment Decision in the Above Entity:
- 7. Based on the definition of an "Accredited Investor" which appears below, I certify that I am an Accredited Investor.

Yes ____ No ____

7A. I certify that I am an Accredited Investor because I fall within one of the following categories:

(PLEASE CHECK APPROPRIATE CATEGORY)

- a._____\$1,000,000 Net Worth Natural Person A natural person whose individual new worth, or joint net worth with that person's spouse, at the time of his purchase exceeds \$1,000,00.
- b.____ \$200,000 Natural Person. A natural person who had "Individual Income" in excess of

\$200,000 in each of the two most recent years or joint income with that person's spouse in excess of \$300,000 in each of those years and has a reasonable expectation of reaching the same income level in the current year.

- c.____ Company, Corporate or Other Entity Investors The investor is a partnership, corporation or unincorporated association and all of the equity owners of that entity qualify as Accredited Investors under subparagraph (a) or (b) above. Investors that check this subparagraph (c) must furnish a separate copy of this Subscription Agreement for each equity owner with items 1 through X completed and executed on the Subscriber Signature Page by such equity owner.
- d.____ Revocable or Grantor Trust The Investor is a revocable or grantor trust and each Person with the power to revoke the trust qualifies as an Accredited Investor under (a) or (b) above. Investors that check this subparagraph (d) must furnish a separate copy of this Subscription Agreement for each Person with the power

e.____ Investment Decision by Plan Fiduciary The Investor is an employee benefit plan within the meaning of Title I of the Employee Retirement Income Security Act of 1974, and the investment decision is made by a Plan fiduciary, as defined in Section 3 (21) of such Act which is a bank, savings and loan association, insurance company or registered investment advisor.

to revoke the trust with items 1 through 7A completed and executed on the Subscriber Signature Page by such Person.

f._____ Self-Directed Plan--Investment Decision Solely by Accredited Investor

The Investor is a qualified profit sharing or defined contribution Plan, the Plan provides for segregated accounts for each Plan Participant, the governing documents of the Plan provide that each participant may direct the trustee to invest his or her funds in the investment vehicles of his or her choice and the purchase of the Units)s) is made pursuant to an exercise by the Plan Participant, who is an Accredited Investor under subparagraph (a) above, of such power to direct the investments of his or her segregated account. This Subscription Agreement must be completed and executed by such Plan Participant.

8. Representations and Warranties. I, the undersigned, represent and warrant as follows:

1

a) I have such knowledge and experience in business and financial matters as will enable me to evaluate the merits and risks of the prospective investment and to make an informed investment decision. I am also aware that no state or Federal agency has reviewed or endorsed the Memorandum or the Securities, that the matters as will enable me to evaluate the merits and risks of the prospective investment and to make an informed investment decision. I am also aware that no state or Federal agency has reviewed or endorsed the Memorandum or the Securities, that the Securities involve a high degree of economic risk.

- b) I have been advised and am fully aware that investing in the Securities is a speculative and uncertain undertaking, the advantages and benefits of which are generally limited to a certain class of investors and that the Securities may be sold only to persons who understand the nature of the Securities and the operations of the Company and for whom the investment is suitable. I represent that I meet such suitability requirements.
- c) I have relied on my own tax and legal adviser and my own investment counselor with respect to the investment considerations of purchasing the Securities as described in the Memorandum.
- 9. Miscellaneous

a) I agree that I may not cancel, terminate or revoke this Agreement or any covenant hereunder and that this Agreement shall survive my death or disability and shall be binding upon my heirs, executors, administrators, successors and assigns.

b) This Agreement shall be enforced, governed and construed in all respects in accordance with the laws of the State of Arizona.

c) Within ten days after receipt of a written request from the Company, I agree to provide such information and to execute and deliver such documents as reasonably may be necessary to comply with any and all laws and ordinances to which the Company is subject.

10. Subscription

I hereby subscribe for _____ shares at a price of \$0.05 per Share for a total of \$ _____.

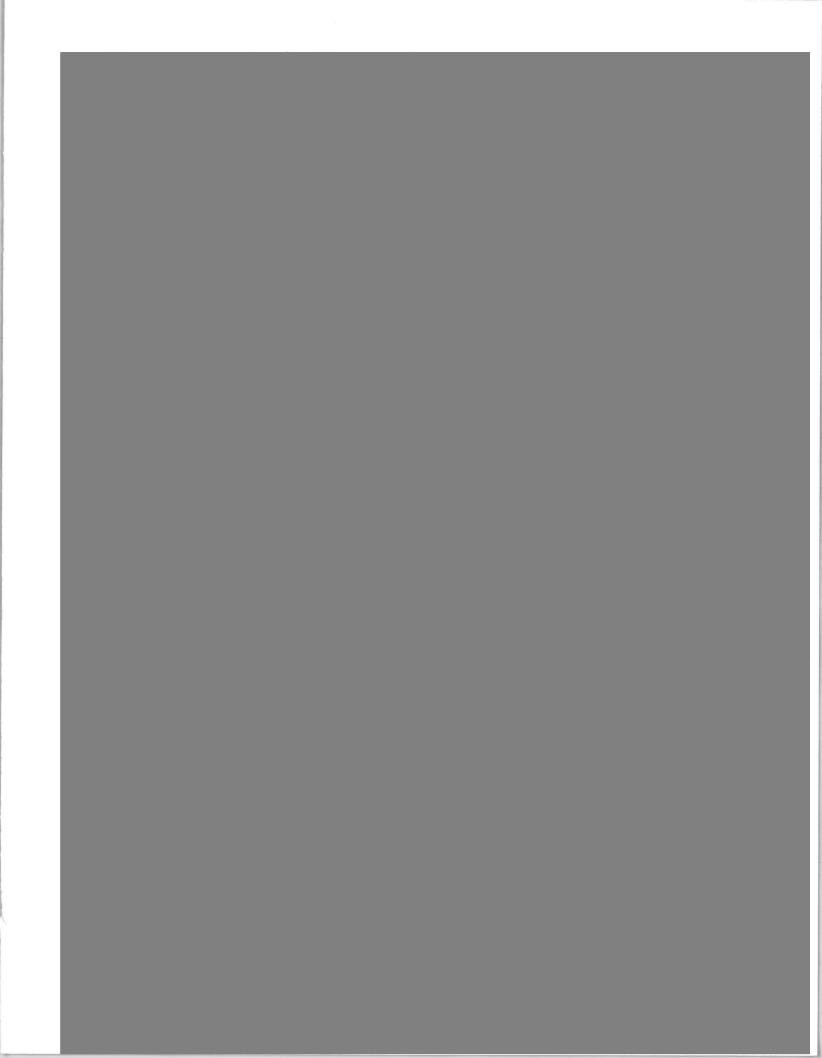
11. Registration and Address

Mr./Mrs./Ms._

(Please Print Name(s) in which the Securities subscribed are to be registered hereunder.)

Social Security or Taxpayer ID Number of each subscriber

Communications to be sent to (check one): Home _____ Business ____





Welcome !

We are pleased to announce the encore formation of our new company, Pyramid Resources. Pyramid has been created to bring the most cost effective process control and column flotation services available to the minerals industry. We have assembled a group of professionals who have proven track records as innovators and successful mineral processing practitioners and who know how to leverage technology into plant profits.

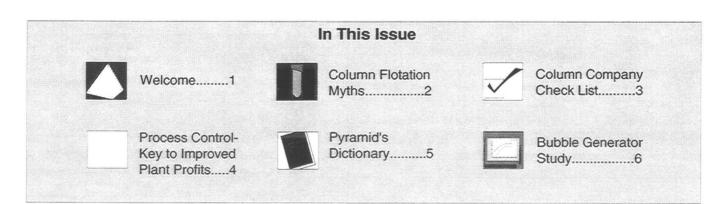
▲ Technology, Experience, Service and

Teamwork make up the four cornerstones of our corporate pyramid. Couple these with your needs, opportunities and personnel and the

magic of pyramiding people power begins.

▲ The concept is simple: BLITZKRIEG!

Identifying, focusing, mobilizing, implementing and training are the elements of all successful projects. In a few short months substantial plant improvements can be realized by properly applying Pyramid's control and column flotation technologies. In the following pages we briefly introduce our people and technologies. Please fill out and return our reader survey card so we can learn about you and ultimately put our team to work in your plant so you can experience Pyramid's technology and service first hand.



Column Flotation Myths

Over the past decade, column flotation has gradually gained acceptance within the minerals industry. This has resulted from a realization of the importance of proper design and selection of the best available sparger system. In addition, valuable experience has been obtained that allows column flotation to be implemented faster than ever.

Pyramid's staff has been involved in testing, design, manufacture and installation of over 60 commercial columns and sparger systems. We have developed our expertise over a combined 35 years of dedicated effort. Along the way we learned that column flotation has tremendous potential to improve existing operations and to make future installations more economical and efficient. We are dedicated to a single purpose; that is, to make column flotation work for your plant. To this end we would like to share some of our findings with you by way of listing and dispelling common column myths.

▲ Myth #1 - Column Cells Cannot Achieve High Recoveries

Early experience with columns (as compared to mechanical cells) suggested that higher grades could be achieved at the expense of recovery. Unfortunately, this feeling has remained and is generally believed to be true.

The real power of column flotation lies in its flexibility. When designed properly, columns achieve better grades and recoveries than mechanical cells in the same application. High grades are achieved through the use of deep froths and wash water. High recoveries can simultaneously be achieved by using increased air holdup. as compared to conventional cells, along with proper design. Mechanical cells normally have 6-8 percent volume air holdup whereas a column, with Pyramid's sparger system can easily be controlled to volume holdups of between 15 and 65 percent.

▲ Myth #2 - All Column Spargers Are The Same

We have always maintained that the sparger system is the heart of the flotation column. This belief and knowledge came about during the three year period the USBM sparger system was developed and optimized by Don Foot and Jeff McKay. During this time hundreds of tests were performed to evaluate and optimize the sparger options. Additionally, countless mineral systems were evaluated. As a result of this work, we know there are differences which do affect column performance. CANMET recently completed an independent analysis of column spargers which supports our findings. Their results are presented on page 6 of this newsletter.

▲ Myth #3 - Columns Are Just a Piece of Pipe

One of the more common myths is that all columns are the same and that anyone can build one. There is a big difference between *building* and *running* a flotation column and *designing* and *operating* a flotation column. Too often we have seen columns installed that have been under designed in one fashion or another. This results in frustrated operators and plant managers and generates a general feeling that columns don't work.

Pyramid's approach is simple: **Do it right the first time!** We believe columns should not be bought out of a catalog based on a "one size fits all" approach. Just as you size a pump for proper application and performance, a flotation column should also be designed for each specific application. The point is that columns will achieve design criteria performance when properly designed and installed.

▲ Myth #4 - Column Cells Don't Require Control

We have talked to many people who think that columns don't require control because they control themselves somehow. Nothing could be further from the truth. As with all unit operations, column performance varies with changes in feed characteristics. Control of columns can be divided into two classes. The first is stabilizing or regulatory control and the second is metallurgical control.

Regulatory control is simply one or more control loops that are designed to maintain key process variables at operator entered setpoints, the most common being froth height. It is hoped that metallurgical performance will remain near target as feed variations are experienced. Unfortunately, this is often not the case.

Metallurgical control is very different in that on-line x-ray analysis is used to measure column performance continuously. As feed conditions change, causing variations in performance, individual control variables such as aeration rate, wash water rate, froth height and even bubble size and holdup can be changed to maintain and optimize the metallurgical performance.

▲ When you have a question regarding control or any aspect of column flotation we hope that you will call us. We will be happy to share our experiences with you and discuss your current needs.

- individual operators vary from one another in skill, dedication and process understanding,
- to avoid catastrophic problems, operators tend to be overly conservative.

These, and other problems with regulatory control are overcome by adding supervisory control to the regulatory system.

▲ Supervisory Control - The key to overcoming the inherent problems with regulatory control, involves automatically monitoring the process and calculating new "optimum" setpoints continuously. The new setpoints can be either displayed to the operators for use at their discretion or, preferably, downloaded automatically into the regulatory control system. Traditional programming of the control strategies, in sequential languages such as FORTRAN or C, has given way to implementing the strategies in "real-time" expert systems where the control rules are written in linguistic terms.

▲ Real-Time Expert Control Systems - The greatest improvement in the area of control in the past 5 years has been the emergence of real-time expert control systems. Control rules are written in linguistic terms that are easy to understand and modify. In the past, computer control strategies worked as long as the original programmer was maintaining the system. Once the system creator left the project, the strategy became unmaintainable. Using expert systems completely eliminates this problem.

The rules used by the real-time expert systems are normally based on plant experience, sound engineering practices, economic considerations and process models.

▲ Model Based Control - Process models are used to calculate unmeasured variables that are needed for optimized control. Additionally, these models are used in a predictive sense to determine optimum setpoints in conjunction with the expert system rules. Accurate process models exist for most mineral processing equipment such as crushers, grinding mills, mechanical and column flotation cells.

▲ Neural Networks - The newest tool to be added to the arsenal of process control weapons is Neural Networks (NN's). NN's learn by example, based on a simplistic model of the human brain. The key point is that adaptive learning can be added to the control strategy that allows the system to evolve and improve over time.

Pyramid's Dictionary



Pyr.a.mid \'pir-a-mid\

1: to increase rapidly and progressively step by step on a broad base 2: to increase the impact of 3: to build up as if on the base of a pyramid.



Op·ti·mize \'äp-tə-'mīz\

1: to make as perfect, effective, or functional as possible.



En.core \'än-.kō(ə)r \

1: a demand for repetition or reappearance.



Flo-ta-tion Col-umn \flo-'tā-shən \ 'käl-əm \

1. a superior mineral recovery and concentrating device.



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Ex-pert Sys-tem \'ek-'spərt \ 'sis-təm \

1. computer program that embodies the knowledge of an expert and applies that knowledge in a generalized way to the solving of problems.

Neu-ral Net-work \'n(y)ur-əl \ 'net-,wərk \

1. computer program that solves problems based on a model of the human brain.

In summary, process control is one of the most cost effective methods of increasing operating revenues. Pyramid's personnel have demonstrated their leadership and expertise throughout the world by designing and implementing over 22 systems in 6 different countries.

Please contact us so we can review your needs and opportunities and provide you with an evaluation of what additional process control in your plant can accomplish. Independent Study at CANMET Shows U.S. Bureau of Mines Bubble Generator Superior to the Alternatives!

The sparger system can make or break a column installation. Pyramid Resources' staff developed and patented the U.S. Bureau of Mines external bubble generation system. In addition, Pyramid holds the license to market this technology.

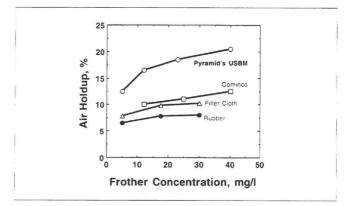
▲ Performance - In an independent study, CANMET judged the USBM sparger, marketed by Pyramid, to give superior performance as compared to alternative systems tested. Others tested included those offered by Cominco and Deister as well as rubber and filter cloth spargers. A summary of results related to bubble size is shown in Table 1. The data indicates that frother consumption for Pyramid's sparger is over 50 percent lower than its nearest competitor.

I	Sparger	Frother (mg/l)	Mean Dia. <u>(cm)</u>	80% Span <u>(cm)</u>	
l	Pyramid Filter	12.0 17.7	0.076 0.16	0.057 0.16	ļ
	Rubber Cominco	17.5 25.0	0.13 0.072	0.15 0.057	

Table 1. Frother Concentration versus Bubble Size

Technical difficulties with the Deister sparger preempted its use. Figure 1 shows that, under the manufacturer's recommended operating condition, Pyramid's sparger gives air holdups consistently higher than all other sparger system tested. This translates into higher mineral recoveries at lower frother consumption.

▲ Maintenance - With the sparger system offered by Pyramid, maintenance is low. All sub-systems, including mainline air and water, external bubble generators, sparging tubes and sparger nozzles, are designed to be maintained, while operating to reduce costly downtime of the column. Wear of the sparger tubes is virtually eliminated by the use of threaded ceramic nozzles.



▲ Service - Pyramids dedication to service distinguishes us from other companies. We firmly believe in establishing long term relationships with our clients to create an atmosphere where our staff is fully accessible to you. In addition, we believe that no other company can match the technical and practical experience in column flotation that is offered by Pyramid.

▲ **Products** - Pyramid's solution oriented approach to column sparger systems offers the following products and services:

- Sparger Retrofit of Existing Columns
- Sparger Systems for New Columns
- Sparger Installation & Training
- Flotation Column Consulting

Reference: Cienski, T., Kuehn, L. and Reynolds, V., 1990. "Air Spargers Evaluation Study," CANMET, Mineral Sciences Laboratories, Division Report MSL 90-31.

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U.S. Bureau of Mines "CRADA's"

During the past few years there has been significant research at the Tuscaloosa and Rolla Research Centers of the U.S. Bureau of Mines in high rate flotation and fuzzy logic/genetic algorithm use. Pyramid has followed this research and has established two cooperative research and development agreements with the Bureau of Mines to build upon, and commercialize, these technologies. We believe that both will contribute to plant optimization in the future.

▲ **High rate flotation** is a generic phrase that encompasses flotation machine and system concepts that dramatically increase the rate at which minerals can be floated and recovered. The objectives are to develop a flotation system that achieves typical industry standard recoveries in a fraction of the traditional retention time and with fewer and smaller flotation units. We are testing a number of innovative designs which we believe will ultimately be commercially successful.

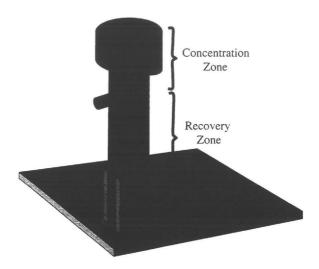
▲ Fuzzy logic control and genetic algorithms are two terms that have received a lot of press during the last few years. Fuzzy logic control is a knowledge-based control strategy that can be used when a sufficiently accurate and yet not unreasonably complex model of the physical system that is to be controlled is unavailable or when a single precise measure of performance is not meaningful or practical. Since these are the conditions that are prevalent in mineral processing intelligent fuzzy control systems will soon become part of Pyramid's process control solution.

▲ Genetic algorithms (GA's) allow computer program solutions to "evolve" in ways that resemble natural selection so that complex and not fully understood problems can be solved. This concept of genetic natural selection eliminates one of the greatest hurdles in software design: specifying in advance all the features of a problem and the actions that should be taken to deal with them.

Our development work is centering on "genetic rules" that we will use to augment the hundreds of heuristic rules we already have in our control libraries for mineral processing applications.

Pyramid's External Bubble Generation System vs. Low Pressure Spargers

nalyzing what type of sparger system will produce the best metallurgical results is really quite simple. We break the flotation process into two components; recovery and concentration.



Within each of these zones there are at least two important processes going on. The first is the rate of attachment of particles to the bubbles; the second is the rate that attached particles detach from the bubbles. There is an average rate of attachment and detachment for both the desired minerals and the gangue minerals.

▲ **Columns** are unique in that it is possible to control parameters that influence recovery independently of concentration and vice versa.

▲ One of the key control variables affecting recovery in flotation is the bubble. Bubbles have two characteristics, size and number, or total combined volume (air hold up). It is intuitive that both affect the probability of particles and bubbles colliding in a way that attachment occurs. Bubble size and number also impact the detachment rate, as does the amount of mixing in the column. When the collected particles leave the flotation zone and enter the concentration zone, wash water rate, froth depth and froth removal rate take over to

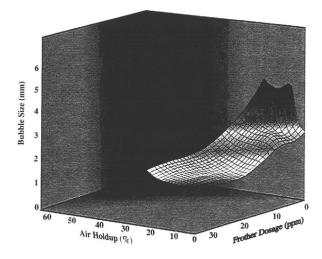


control the final concentration and recovery.

We group the following air sparger systems into the low pressure category:

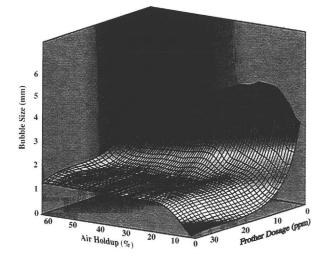
- filter cloth
- · porex tubing
- floppy tubes

Each of these systems can operate at pressures below 40 PSIG. The following plots tells it all.



Low Pressure Sparger Performance

▲ It is physically impossible for low pressure systems to provide the range of combinations of bubble size and air hold-up that Pyramid's high pressure system can deliver This simply means that Pyramid's bubble generation system and column design provides the maximum recoveries possible at designed concentrate grades, in the fewest stages possible.



Pyramid's External Bubble Generation System

Pyramid's Personalities

Darrel Twede - is one of Pyramid's senior process control engineers with 25 years experience in process control, software development and international project management.

Lee Barron - is our newest process engineer. Lee recently received his masters degree in metallurgical engineering and has experience in imaging systems and neural networks.

Doug Salmon - is a process control engineer with significant experience in developing expert systems for mineral processing applications. He is also an expert on object-oriented database systems.

Jeff McKay - is the co-inventor of the Bureau of Mines external bubble generator. He is world renowned for his expertise in column flotation and column scale-up and control.

Paul Keyser - comes from Virginia Polytechnic Institute where he worked in the development of the VPI sparger. He has extensive experience in coal and industrial minerals flotation.

Randy Ynchausti - has spent the last 10 years working in both the areas of column flotation and process control. He is well known for his column flotation control work and in expert control system development.

Don Foot - is one of the pioneers in the advancement of column flotation technology, and co-inventor of the U.S. Bureau of Mines external bubble generator. He has 19 years developing innovative processes in the minerals industry.

Lynn Hales - has been specifying, designing and implementing process control systems in mineral processing plants for 20 years. He has pioneered the development of expert systems in the industry and is an acknowledged innovator and industry leader.

▲ To achieve comparable overall recoveries, low pressure systems require more columns in series, or more stages, which dramatically increase costs and circuit complexity.



HAZEN RESEARCH, Inc. 4601 Indiana Street Golden, Colorado 80403 (303) 279-4501 • Fax (303) 278-1528 Telex 45-860

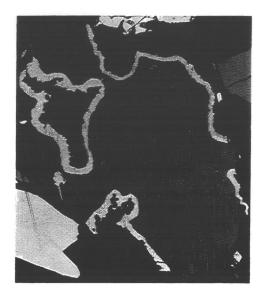
Process Mineralogy

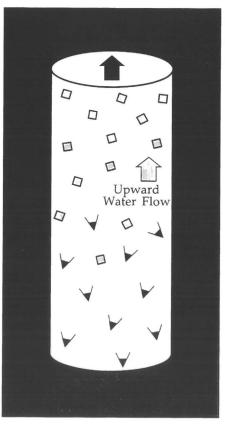
Hazen Research, Inc. specializes in the relationship of mineralogy to mineral processing. Although this direct interplay is uncommon, it is an extraordinarily effective means of solving metallurgical problems during process development and in operating plants. The commercial ramifications of the work are always of prime importance. Our mineralogical laboratory is superbly staffed and equipped for characterization and analysis of ores, metallurgical products, tailings, residues, and wastes. Techniques typically utilized, either alone or in combination, are:

- Optical microscopy
- X-ray diffraction
- Electron microscopy
- Infrared spectroscopy
- Physical and chemical testing

OPTICAL MICROSCOPY

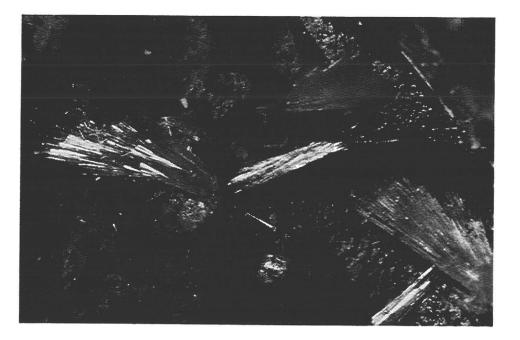
In an operating flotation plant, excessive amounts of zinc were reporting to the copper concentrate. To solve this problem, polished sections were made of the concentrate which revealed chalcocite coatings on the sphalerite, explaining the undesirable results and indicating what corrective actions might be taken. An example of this chalcocite coating is shown in the photomicrograph at right. Problems such as this can frequently be resolved by skillful use of optical microscopy.





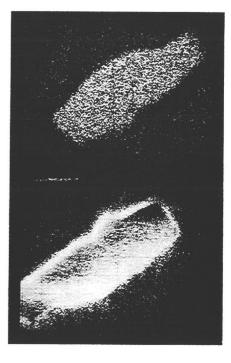
X-RAY DIFFRACTION

X-ray diffraction is particularly useful for the quantitative determination of nonmetallic minerals and very fine particles. This technique was used to evaluate a clay separation process where ordinary analytical methods could not distinguish between components in the separated fractions. The illustration at left shows selectively flocculated mineral particles being separated from the dispersed material by countercurrent water flow. The success of the differential flocculation could only be determined by x-ray diffraction.



ELECTRON MICROPROBE ANALYSIS

An understanding of the capabilities of the electron microprobe and thoughtful interpretation of the results can save time and money in solving some metallurgical problems. For example, the microprobe analyzer showed that silver was present in intimate association with manganese in the individual grains of a refractory silver ore, as seen in the photo at right. This knowledge resulted in redirection of the research effort.



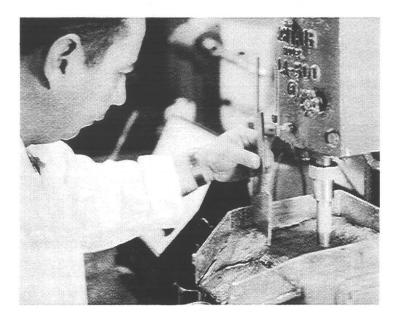
INFRARED SPECTROSCOPY

Variations in the composition of some minerals due to substitution can be detected by infrared spectroscopy. Clays in particular, which can be difficult to distinguish by x-ray diffraction, may be differentiated. Infrared spectroscopy can also be used to determine the amount of quartz in the presence of other silicate minerals.

PHYSICAL AND CHEMICAL TESTING

In addition to the instrumental techniques described above, problem-solving is augmented by a special mineral processing laboratory operated in combination with the mineralogical laboratory. Equipment is in place for gravity, electrostatic, low- and high-intensity magnetic separations; froth flotation; sizing; chemical procedures; and special applications. This facility and the technical excellence of the mineralogy staff make it possible to achieve extremely complex separations of ores, minerals, and other materials. Mineralogical support thus serves the entire company across a broad range of projects.

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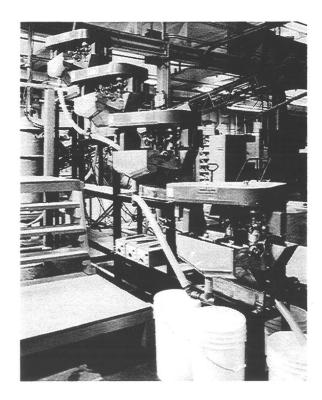
HAZEN RESEARCH can perform an entire flotation project or can work with your company in a cooperative program to supplement your facilities and capabilities and offers the following flotation services:

- Mineralogical studies
- Chemical analysis
- Bench-scale testing
- Pilot plant testing
- Plant consultation
- Pilot plant equipment manufacture
- Pilot plant design
- Grinding studies
- Preliminary process assessment studies

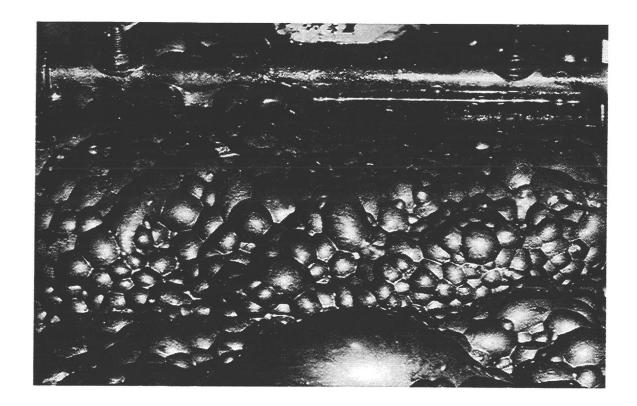
HAZEN RESEARCH is equipped to perform all phases of a project... from mineralogical examination and analysis of drill core samples through pilot plant operation, flowsheet preparation, economic evaluation, and development of process data.

Extensive in-house capabilities, such as, analytical services and equipment manufacture, can shorten a flotation test program and provide sound process development.

HAZEN'S experience includes the application of ion, foam, precipitate, vacuum, in-situ gas generation, flash, carrier, agglomeration, column, and froth flotation methods to precious metals, ferrous and nonferrous minerals, coal, oil shale, industrial minerals, and waste stream cleanup.



Hazen is the company that Industry needs today ...more than ever



HAZEN RESEARCH has experience in the flotation of ...

- Metallic and Sulfidic Gold Ores
- Complex and Massive Sulfide Ores
- Tailings and Nonconventional Process Streams for Reclamation of Values and/or Environmental Abatement
- Coal and Oil Shale
- Iron Ores
- Platinum Group Metals
- Phosphate Ores and Matrices
- Base-Metal Oxide Ores
- Native Metals Ores
- Heavy-Metal Oxide Salts
- Nonsilicate Minerals of Alkali and Earth Metals
- Soluble Salts
- Silicate Minerals



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QUALIFICATIONS HAZEN RESEARCH, INC.

Since 1961, Hazen Research, Inc. has provided the mineral, chemical, manufacturing, and metal industries with innovative technology to solve processing and related problems. Although Hazen is best and widely known for its innovative process development work for the mining/milling industry, the techniques and services developed to satisfy the needs of this industry have found wide application in the treatment of solid and liquid wastes.

In addition to providing a wide range of laboratory, pilot plant, and onsite process and cleanup services, Hazen's 125 employees, approximately 50 of whom are chemical, environmental, and metallurgical engineers, chemists and analysts, offer design, construction, startup, and consultant services. Such services assist clients in meeting production goals while complying with state, federal, and local regulations.

At its facilities in Golden, Colorado, Hazen's engineers, scientists, and technicians occupy 15 buildings comprising approximately 75,000 square feet of office, shop, testing laboratory, pilot plant, and analytical laboratory space.

Hazen, an employee-owned business, has to date worked on more than 8,000 projects.

EXPERTISE

Analytical Services

Hazen's permanent analytical group of 22 chemists and analysts, 17 of whom have degrees in analytical chemistry or related scientific disciplines, provides a total array of analytical services, from fire assaying and traditional "wet" chemistry to automated instrumental analysis by ICP.

Sample Preparation

Hazen has fully equipped sample preparation facilities which service the individual engineering groups during bench- and pilot-scale studies. These facilities are capable of handling small or large jobs, from individual assay pulp samples up to pilot-plant-size lots of minus nine-inch material.

Mineralogy/Geology

Hazen specializes in the relationship of mineralogy to mineral processing. Although this direct interplay is uncommon, it is an extraordinarily effective means of solving metallurgical problems during process development and in operating plants. The commercial ramifications of the work are always of prime importance. Our mineralogical laboratory is superbly staffed and equipped for characterization and analysis of ores, metallurgical products, tailings, residues, and wastes. Techniques typically utilized, either alone or in combination, are optical microscopy, x-ray diffraction, electron microscopy, infrared spectroscopy, and physical and chemical testing.

Hydrometallurgy

Hazen is probably best known for its hydrometallurgical expertise. Its technical staff has handled almost every conceivable feed through its laboratories and has simulated virtually all possible processes. Hazen takes special pride in its work in copper and precious metals recovery. In uranium processing, Hazen developed a special expertise and became the industry's innovator.

Solvent extraction, electrowinning, electrorefining, ion exchange, precipitation chemistry, pressure and oxidative leaching, carbon adsorption, and simulated heap, dump, and vat leaching techniques are performed routinely at Hazen.

Mineral Beneficiation

Hazen is particularly proud of its recent selective flocculation/flotation successes in the recovery of fine mineral values and of its work in sequential flotation for the selective recovery of copper, lead, zinc, and precious metal values. Flotation of industrial minerals is also a specialty.

Its technical staff is well-versed in gravity concentration methods and equipped with spirals, cones, gravity tables, and jigs. Dry and wet magnetic separators, permanent roll magnetic separators, and electrostatic equipment are available for process development studies.

Thermal Processing

If clients are interested in thermal process applications in mineral and waste treatments, they will find Hazen's diverse cache of furnaces especially useful. Hazen's bench- and pilot-scale equipment includes atmospheric fluidized beds, circulating fluidized beds, multiple-hearth furnaces, and kilns.

Coal, Oil Shale, and Tar Sands

In addition to providing analytical services, Hazen specializes in the treatment of coal, oil shale, and tar sands. For those concerned with coal quality, Hazen's innovative work in desulfurization, ash removal, and moisture reduction would be of special interest.

Environmental Services

Through its minerals activity, Hazen has become involved in environmental services, with particular emphasis on the disposal of wastes. Innovative studies, for example, into the destruction or fixation of cyanide, uranium, and metal-bearing wastes, especially arsenic and heavy metals, have been especially useful to our clients in mining and other industries.

Other Services

Hazen provides a number of services that complement its basic mineral-recovery studies. These include brief and inexpensive order-of-magnitude capital and operating cost estimates, revenue evaluations, feasibility studies, flowsheet design, material balances, and preliminary engineering. Hazen's engineers and technicians provide plant startup and process optimization services. Hazen also engineers, designs, and constructs modularized small plants.

Pilot Plants

Hazen is fully equipped with pilot plant support equipment including tanks, pumps, thickeners, filters, grinding and regrinding equipment, flotation cells, gravity concentration devices, feeders, boilers, instrumentation, rectifiers, electrowinning cells, etc., to provide the full range of pilot plant facilities as needed.

TECHNICAL COMPETENCE

Hazen was established to provide process research, development, and technical services to the metal, mineral processing, and chemical industries. Hazen's staff members provide a specialized expertise that is unique in the industry. The majority of its engineers have many years of industrial experience and know-how in program planning, process design, and operations. In addition to the professional staff, Hazen's technical staff of analysts and field technicians provides services in distant locations and at the Golden facilities.

Hazen assists clients with planning, recommendations, evaluations, consultation, research, and conceptual and fully-detailed designs relating to the development of chemical and mineral processing facilities.

As environmental problems were identified within the industries, Hazen was asked to assist in their solution. Not surprisingly, Hazen has been able to confirm repeatedly that the technologies and experiences essential to the mineral and chemical industries can be successfully applied to the solution of environmental problems.

Examples of environmental problems successfully addressed by Hazen include:

- Preparation of an engineering plan for the reclamation of the uranium mill tailings at Tuba City, Arizona.
- Preparation of a permit application to reprocess the tailings at the Argo Gold Mill in Idaho Springs, Colorado.
- Development of a process to remove cyanide from effluents before discharge to surface waters in the vicinity of Whitewood Creek, South Dakota.
- Sampling and analysis of flue-dust residues at the Anaconda Smelter in Montana. A hydrometallurgical process was developed to recover the metal values from the residues.
- Preparation of an environmental report and engineering plan to process low-grade uranium ore at the JD-5 Site near Naturita, Colorado.
- Evaluation of EPA effluent guidelines for the sand and gravel industry for the Crushed Stone Association.
- Presentation of expert testimony to the Colorado Water Quality Control Commission concerning the reclassification of streams and the modification of water quality standards in the state.
- Analysis of the EPA interim effluent guidelines for the mining and ore dressing point source (uranium, radium, and vanadium section) categories.

In general, these projects are only a sample of the thousands of evaluations and analyses Hazen has completed in more than 30 years of operation. Many projects have included field construction activities, materials handling, and ground surveying. Hazen has also provided other services to clients by arranging subcontracts with experienced firms capable of offering additional specialized technical skills.

SAFETY AND HEALTH PROGRAM

Although the Hazen Safety and Health Program is not specifically designed for hazardous-waste sites, it is appropriate for these sites, as for the many other locations where it has been successfully practiced. All sites to be considered will be surveyed by our safety and health staff prior to the commencement of work to determine the type and degree of hazards present.

Our professional and technical staff has been trained in the following areas using state-of-the-art techniques and equipment:

- Proper use of respiratory protection.
- Inhouse fire training.
- Use of monitoring equipment to detect the presence of toxic and flammable vapors or fumes and to check oxygen levels.
- Selection of protective equipment for hand and body, eyes and face, hearing, and respiratory systems.

In addition, 20% of our technical staff are trained in first aid, and an additional 10% have completed an Industrial Medical Technician (IMT) course.

All activities are conducted in compliance with applicable federal, state, and local regulations under the guidance of our corporate safety director.

MEDICAL MONITORING

Hazen participates in a proven medical monitoring program for employees exposed to, or potentially exposed to, hazardous or toxic materials. Specific health concerns requiring industrial hygiene monitoring and sampling revolve around physical agents such as heat, noise, radiation, and worker exposure to fumes, organic vapors, dusts, mists, and chemicals.

DECONTAMINATION

Hazen has years of experience with both chemical and radioactive decontamination of personnel and equipment in compliance with federal, Colorado, and Arizona regulations.

ANALYTICAL LABORATORY SERVICES

Hazen has provided commercial analytical laboratory services for more than 30 years. A part of Hazen's laboratory operations has been devoted to the analysis of water, industrial effluents, and process materials and wastes as a means of assessing the effect of industrial operations on the surrounding environment. This capability has been expanded to include a general testing and analysis service available to municipalities, governmental agencies, and private individuals.



Hazen Research, Inc. 4601 Indiana St. • Golden, Colo. 80403 Tel: (303) 279-4501 • Telex 45-860 FAX: (303) 278-1528

PARTIAL LIST OF HAZEN'S CLIENTS

Aberford Resources Ltd. Aberfoyle Ltd. ADA Technologies Inc. Aero Mining Ltd. Aerofall Mills Ltd. Aerojet Liquid Rocket Co. AGIP Mining Co. Inc. Agnew Lake Mines Ltd. Agrico Chemical Co. Akminco Akzo Chemicals Inc. Alamito Coal Co. Alcan Smelters & Chemicals Ltd. Allco Steel Corp. Pty. Ltd. Allied Corp. Allied Chemical Corp. Allis-Chalmers Manufacturing Co. Allis Mineral Systems Australia Ltd. Almega Corp. Alpar Resources Inc. Alpha International Corp. Aluminum Co. of America Alunite Metallurgical Center AMAX Coal Co. AMAX Exploration Inc. AMAX Extractive R&D Inc. AMAX Gold Inc. AMAX Inc. AMAX Magnesium Corp. AMAX Nickel Refining Co. Inc. AMAX of Canada Ltd. American Barrick Resources Corp. American Carbide Steel Corp. American Cement Corp. American Central Energy Inc. American Chernet Corp. American Coal Sales Inc. American Consolidated Mining Co. American Copper & Nickel Co. Inc. American Cyanamid Co. American Gilsonite Co. American Gold Minerals Corp. American Gold Resources Co. American Iron Carbide Corp. American Mine Services American Nuclear Corp. American Oil Co. American Petroleum Institute American Resins Corp. American Seed Trade Association American Strategic Metals Amoco Metals Co. Amoco Minerals Co. Amoco Oil Co. Amoco Production Co. Amoco Research Center Amselco Exploration Inc. Anaconda Copper Co.

Anaconda Minerals Co. Anamax Mining Co. Aneka Tambang Cikotak Gold Unit Anschutz Mining Corp. Anvil Mining Corp. Ltd. Apache Energy & Minerals Co. Applied Industrial Materials Corp. Aquachlor Inc. Arch Mineral Corp. ARCO Chemical Co. ARCO Coal Co. ARCO Petroleum Products Co. Arenas y Productos Silicos S.A. Argo Gold Mill Armor Equipment Sales Corp. Artech Recovery Systems Inc. Asamera Minerals U.S. Inc. Asamera Oil Co. ASARCO Inc. Ashland Construction Co. Associated Minerals (USA) Inc. Associated Sand & Gravel Co. AT&T Nassau Metals Corp. Atlanta Gold Corp. Atlantic Richfield Co. Atlas Corp. Atlas Gold Mining Inc. Atlas Minerals Atlas Precious Metals Inc. Austral Oil Co. Autlan Manganese Corp. AWC Inc. Aztec Minerals

Babcock & Wilcox Co. Badger Mining Corp. Band-it Co. Barbone Cooperazione International Barite of America Inc. Barmet Aluminum Corp. Barneby & Sutcliffe Corp. Barr Engineering Co. Barrack Mine Management Inc. Barrett & Associates, Glenn Barrick Goldstrike Mines Barrick Mercur Gold Mines Inc. Bateman Engineering Battelle Memorial Institute Battle Mountain Gold Co. Baumgartner Resources Bay Zinc Co. Inc. Bear Creek Mining Co. Bechtel Corp. Behre, Dolbear & Co. Beker Industries Corp. Bell Western Corp. Belridge Oil Co. Bentley Resources Ltd.

Bergsoe Metal Corp. Bethlehem Steel Corp. BHP-Utah International Inc. **BHP-Utah Minerals** Bienfait Coal Co. Ltd. Big River Zinc Corp. Bio-Cide International Inc. **Bio-Mass Energy** Biotrol Inc. Black Butte Coal Co. Blue Cactus Mining Co. Blue Mountain Minerals Blue Mountain Water District Blue Ridge Gold Corp. Boise Cascade Corp. Bokum Resources Corp. Boliden-Allis Inc. Bond Gold Corp. Bondar-Clegg Bonteso Gold Corp. The Booth Co. Boulder Exploration Group Inc. Boulder Gold N.L. Boulder Group/Chrome Corp Int. John T. Boyd Co. BP Alaska Exploration Inc. BP Minerals International Ltd. Brenda Mines Ltd. (Noranda) Brewer Chemical British Steel Consultants Ltd. Brohm Mining Corp. Brooks Minerals Inc. Brown Sand Inc. Brush Creek Mining Co. Brush Wellman Inc. Bullock Engineering Div. of Kilborn Inc. The Bunker Hill Co. A.J. Burke Inc. Buttes Gas & Oil Co.

Caledonia Resources Ltd. Calgon Carbon Corp. Calgon Mining Co. California Nickel Corp. California Portland Cement Co. California Silver Inc. Callahan Mining Co. Cambior Inc. Cambridge Resources Inc. Camp Bird Joint Venture Camp, Dresser & McKee Inc. Canada Tungsten Mining Corp. Inc. Canadian Electrolytic Zinc Ltd. Canadian Industries Ltd. Canadian Javelin Ltd. CanAm Resources Group Inc. Canon Coal Co. Canonie Environmental Services Inc.

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Caprock Corp. Carbon County Coal Co. Caribbean Co-generation Co. Carlton Mines Carpco Inc. Carson Hill Gold Mining Corp. Catalyst Recovery Inc. Catalytic Inc. Cato Research Corp. Cedar Resources Centennial Engineering Inc. Centennial Minerals Ltd. Centennial Silver Co. Century Geophysical Corp. Cerro Castillo S.A. Cerro Corp. Cerro Matoso S.A. CF&I Steel Corp. CH2M Hill Central Inc. Cha-Kwaz Chauk Mining Ltd. Partnership Chapman, Wood & Griswold Inc. Chase Manhattan Bank Chem-Security (Alberta) Ltd. Chemical & Metal Industries Inc. Chemical Waste Management Inc. Chemstar Lime Chevron Corp. Chevron Research Co. The Chlorine Institute Inc. Chrome Corp. of America Chromium Mining & Smelting Corp. Church & Dwight Co. Inc. Cia Minera Dona Ines de Collahuasi S.A. Cia Minera Read de Angeles CITCO International Minerals Co. Cities Service Co. Citigold Alaska City Resources (Canada) Ltd. T.P. Clark Inc. Cleveland-Cliffs Iron Co. Cleveland-Cliffs, Western Division Cleveland Refractory Metals Cleveland Silver Mines Inc. Cliffs Engineering Inc. Climax Molybdenum Co. Climax Uranium Co. Coastal States Energy Co. Coastal Uranium Inc. Cobb Resources Corp. Cobre de Hercules S.A. CoCa Mines Inc. Codelco Chile Colorado Aggregate Co. Colorado National Bank Colorado School of Mines Colorado Serum Co. Colorado Springs Dept. of Public Utilities Colorado Ute Electric Association Colosseum Gold Mines Ltd. Colowyo Coal Co. Columbia Cement Co. Columbia Nitrogen Corp. Columbia River Carbonates Combustion Engineering Combustion Power Co. Inc. Cominco Alaska Cominco American Inc.

Commonwealth Edison Compania de Real del Monte y Pachuca Compania Minera El Indio Compania Minera et Tagerete S.A. de C.V. Cone Geochemical Inc. Conoco Inc Consolidated Gold Fields Ltd. Continental Ore Co. Cooley Gravel Co. Adolph Coors Co. Coors Energy Co. Cooperazione International Copetech Inc. Copper Range Co. Corning Glass Works Coronado Silver Corp. Cortez Gold Mines Cotter Corp. CPC International Inc. CR Exploration Co. CRI International Crescent Engineering Co. Crown Resources International Inc. Crystal Oil Co. Custom Engineering Inc. Cyprus Beryllium Corp. Cyprus Casa Grande Corp. Cyprus Copper Co. Cyprus Exploration Co. Cyprus Industrial Minerals Cyprus Metals Co. Cyprus Minerals Co. Cyprus Mines Corp. Cyprus Sierrita Corp. DCD Associates L.P. Dalco Resources Co. Dallhold Resources Inc. Dames & Moore Davy McKee Corp. Decker Coal Co. Deepsea Ventures Inc. Degussa Corp. DeKalb Mining Inc. Delamar Silver Mine Democrat Resources Inc. Denimil Resources U.S. Inc. Dennison Mines Inc. Denizen Australia Pty. Ltd. Denver Equipment Co. Denver Gold & Silver Exchange Denver Mining Finance Corp. Denver Research Institute Dickenson Mines Ltd. Dillingham Corp. H.F. Ditchburn & Associates Ltd. Dixie Lime & Stone Co. The Doe Run Co. Dominion Mining Ltd. Dorchem International Dorr-Oliver, Incorporated Dow Chemical Co. Draco Mines Dravo Corp. Dresser Minerals E.I. duPont de Nemours & Co. Inc. Duracell International Inc.

Eagle-Picher Industries Inc. Earth Resources Earth Search Inc. Eastman Kodak Co. Ebasco Services Inc. Echo Bay Mines Ltd. EcoTek Eldorado S.A. Eli Lilly & Co. Elkem Metals Co. Empresa Minera de Mantos Blancos S.A. Englehard Corp. Energy Development Corp. Energy Fuels Corp. Energy Fuels Nuclear Inc. Energy Resources Co. Energy Technologies Group Inc. Engelhard Minerals & Chemicals Corp. Enrecon Incorporated Enserch Exploration Inc. Ensign-Brickford Co. ENSR Technology Enviro Materials Corp. Environmental Restoration Systems Inc. Environmental Systems Inc. Envirotech Corp. EPRI (Electric Power Research Institute) EPRI Center for Materials Production Equity Mining Corp. Eriez Magnetics ESI Resources Ltd. Esso Eastern Inc. Esso Resources Canada Ltd. Eticam Inc. Eveready Battery Co. Inc. Everest Exploration Co. Excel-Mineral Co. Exxon Chemical Americas Exxon Chemicals International Exxon Coal Resources USA Inc. Exxon Co. USA Exxon Minerals Co. Falcon Explorations

Fallon Mining Co. Inc. Fansteel Metals Fargo Oil Corp. Federal American Partners **Ferro** Corp. Ferrovanadium Corp. (Australia) Fertilizantos Fosfatodos Mexicanos S.A. Flambeau Paper Corp. Florida Power & Light Co. Fluidyne Engineering Corp. Fluor Daniel Inc. Fluor Mining & Metals Inc. FMC Gold Corp. Foote Mineral Co. Ford, Bacon & Davis Inc. Fort Cady Minerals Corp. Foster Wheeler Energy Corp. Fountain Sand & Gravel Co. Four Nines Inc. Freeport Minerals Co. Freeport-McMoran Inc. Fremont Energy Corp. FRM Minerals Inc.

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Frontier Airlines

Frontier Chemical Co. The Galigher Co. Garrett R&D Co. Gates & Fox Co. Inc. Gates Engineering Co. Gemini Industries Inc. General Atomics Co. General Chemical Corp. General Electric Co. General Mills Inc. General Motors Corp. La Generale des Carrieres et du Zaire Genesis Research Corp. Geoco Inc. Geomines S.A. Getty Mineral Resources Co. Getty Mining Co. Getty Oil Co. Getty Refining & Marketing Co. Gibraltar Mines Ltd. Glens Falls Water Treatment Plant Global Marine Inc. Golden Bear Operating Co. Ltd. The Golden Cycle Corp. Golden Giant Mines Inc. Golden Reward Mining Co. Golden Valley Electric Assoc. Inc. Goldfield Corp. Gold Fields Mining Corp. Gold Fields Operating Co. Goodyear Tire & Rubber Co. Grace Nuclear W.R. Grace & Co. Graham Consultants Grandview Resources Inc. Granges Exploration Aktiebolag Great American Industries Inc. Great Lakes Chemical Corp. Great West Minerals Inc. Great Western Sugar Co. Green Mountain Mining Venture Gulf Canada Resources Ltd. Gulf Chemical & Metallurgical Co. Gulf Mineral Resources Co. Gulf Oil Corp. Gulf R&D Co. **GWF** Power Systems Gyorvary Mining Co. Inc.

Hanaya Group International Handy & Harman The Hanna Mining Co. Harrison Western Corp. Hartzell & Associates Inc. Hecla Mining Co. Hercules Inc. Hi-Z Mining Corp. Hiex International Corp. Mauricio Hochschild & Cia. Ltda. S.A. A.P. Hoeft Co. Hoffmann-LaRoche Inc. Holland & Hart Co. Holme, Roberts & Owen Holmes & Narver Inc. Homestake Mining Co.

Homestead Minerals Corp. Honeywell Inc. Horizon Gold Corp. Houston International Minerals Houston Oil & Minerals Corp. Hudson Bay Mining & Smelting Co. Ltd. Humble Oil & Refining Co. Humphreys Engineering Co. Hydra-Co Enterprises Inc. Hydro Resources Ltd. Hydro-Chem Inc. Hydrometals Inc. Hydro-Search Inc.

IBM

Idaho Mining Co. Ideal Cement Co. IMC Chemical Corp. Imperial Resource Recovery Associates Independence Mining Co. Inc. Indium Corp. of America Industrial Compliance Technologies Inc. Industrial Minera Mexico S.A. Industrial Quartzite Ltd. Industrial Resources Inc. INEX Resources Inc. Ingenieria del Pacifico (Chile) Inlet Oil Corp. Inmetco In-Situ Inc. Inspiration Resources Co. Integrated Carbons Corp. Intercoast Coal Co. Intermountain Resources Inc. International Corona Corp. International Gold Bullion Exchange International Harvester Co. International Minerals & Chemical Corp. International Process Systems Inc. Interstate Minerals Corp. Ionarc Smelter Ltd. Iron Carbide Development Corp. Iron Carbide Holdings Ltd. Iron Ore Co. of Canada **ISL** Ventures Island Creek of China Ltd. I-T Corp.

E.C. Jordan Co. Jacobs Engineering Group James International Ltd. John Deere Component Works John Deere Waterloo Tractor Works Johns-Manville Corp. Joy Manufacturing Co.

Kaiser Aluminum Technical Services Inc. Raymond Kaiser Engineers Inc. Kamyr Inc. Kelco Technologies Inc. Kellogg Corp. Kelmine Corp. Kennecott Corp. Kennecott Engineering Kennecott Engineering Kennecott Explorations (Australia) Ltd. Kennecott Minerals Co. Kennecott Ridgeway Mining Co. Kennedy Van Saun Co. Kerr-McGee Chemical Corp. Kerr-McGee Coal Corp. Key Lake Mining Corp. Peter Kiewit Sons' Co. Kilborn Ltd. King, Murphy, Lavalin Kleinfelder Inc. Koppers Co. Inc. KRC Aggregate Krupp Industrietechnik GmbH Kugler Oil Co.

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Mindoro Corp. Minera Boyavar S.A. Mineral Deposits Ltd. Mineral Deposits (Americas) Inc. Minerales Para La Industria S.A. Minerals Exploration Co. Minerals Recovery Corp. Minex Resources Inc. Minneapolis Honeywell Minproc Canada Inc. Minproc (USA) Inc. Minproc Engineers Inc. MK Environmental Services Mobil Alternative Energy Inc. Mobil Mining & Minerals Corp. Mobil Oil Co. Mobil R&D Corp. Molycorp Inc. Mono Power Co. Monsanto Chemical Co. Montana-Dakota Utilities Co. Montana Environmental Lab Montana Tunnels Gold Mining Inc. Montreal Engineering Co. (Brazil) W.S. Moore Co. Morrison-Knudsen Co. Inc. Mountain Fuel Supply Co. Mountain States Resource Development Inc. Mt. Nansen Mines Ltd. Multi Mineral Corp. Musto Explorations Ltd.

Nalco Chemical Co. National Bulk Carriers Inc. National Crushed Stone Association National Southwire Corp. Nedlog Technology Group **NEA** Project Services Neptune Resources Corp. NERCO Inc. NERCO Coal Corp. NERCO Metals Inc. NERCO Minerals Co. New Frontier Trading Corp. New Jersey Zinc Co. Newmont Exploration Corp. Newmont Metallurgical Services New Wales Chemical Inc. Nichols Engineering & Research Corp. Nicor Mineral Ventures Niro Atomizer Inc. NL Industries Inc. Noranda Exploration Ltd. Norcen Energy Resources Ltd. Nord Bethlehem Corp. Nord Mining & Exploration Ltd. Nord Rutile Ltd. C.A. Norgren Co. Norplex Norplex/Oak North American Coal Corp. North American Mining & Minerals Co. North American Phillips Corp. North Lily Mining Co. Northern Coal Co. Northern Minerals Inc. Northern Natural Gas Co.

Nova Pb Inc. Nih Consultants Ltd. Nuclear Assurance Corp. Nuclear Dynamics Inc. Nufuels Corp. Nycal Corp.

Occidental Minerals Corp. Occidental Oil Shale Inc. Oceanography International Corp. OEA Inc. Oglebay Norton Co. The Oil Shale Corp. (TOSCO) Old Ben Coal Co. Orbex Minerals Ltd. Orbital Engineering Inc. Oregon Metallurgical Corp. Ore Sorters (North America) Inc. Orion Oil Co. Ortloff Minerals Services Corp. Osage Hills Energy Co. Outokumpu Engineering Inc. Outokumpu Ecoenergy Inc. Owens-Corning Fiberglas Corp. Oxirane Chemical Co. Ozark Mahoning Co.

Pace Corp. Pacific Chemicals Engineering Ltd. Pacific Coal Pty. Ltd. Pan American Exploration Panorama Resources Ltd. Paranapanema S.A Mineracaco Industria Parrent Engineering Association Parsons Overseas Co. Parsons-Jurden Corp. Pathfinder Mines Corp. Pegasus Gold Corp. Peko Gold Ltd. Pennwalt Corp. Pentanyl Technologies Inc. Pentatech Ltd. Petro-Nuclear Ltd. Pfizer Inc. PGP Industries Inc. Phillips Chemical Co. Phillips Coal Co. Phillips Petroleum Co. Phoenix Equity Corp. Pikes Peak Mining Co. Pima Mining Co. Pincock, Allen & Holt Inc. Pinson Mining Co. Pioneer Nuclear Inc. Pittsburg & McNally Pittsburg & Midway Coal Co. Pittsburgh Activated Carbon Co. Placer Amex Inc. Placer Dome Inc. Plant-Roberts Chemicals Plateau Resources (Consumers Power) Plenty River Mining Co. Plexus Resources Inc. Polar Star Mines Polysius Corp. Portland General Electric Power Engineering

PPG Industries Inc. Prado Verde Inc. Pratt & Whitney Aircraft Group Preussag Inc. Procon Inc. Propaca Procedadora Paraguana C.A. Public Service Co. of Colorado Public Service Co. of New Mexico Pumping Technology Transportation Inc. Pyropower Corp.

Qit Fer et Titane Inc. Quebec Iron & Titanium Inc. Questex Industries Inc. Quimica Floor S.A. de C.V. Ouintana Mineral Corp.

Rabbit Creek Mining Inc. Rampart Exploration Co. Ranchers Exploration & Development Corp. Ravrock Resources Inc. Redfield Rifle Republic National Bank of Dallas Resource Associates of Alaska Inc. Resource Technology Associates Resource Technologies Group Inc. J.E. Reynolds & Associates Reynolds Metals Co. **Richfield** Resources Ridgeway Mining Co. Rio Algom Corp. Rio Algom Ltd. Rio Algom Mining Corp. The River Smelting & Refining Co. Riverside Testing Laboratories David S. Robertson & Associates Inc. Roberts & Schaefer Co. Rochester & Pittsburgh Coal Co. Rockwell International Rocky Mountain Analytical Laboratory Rocky Mountain Energy Co. Rohm & Haas Co. Roldiva Inc. Rosario Dominicana S.A. Rosario Resources Corp. Rosebud Aluminum & Paper Inc. A.H. Ross & Associates Round Mountain Gold Corp. Royal Gold Inc. RSR Corp.

Safford Exploration & Mining Salomon Temer St. Cloud Mining Co. St. Joe Minerals Corp. Samincorp Inc. San Francisco Mining Association Sandtechnik Inc. Santa Fe Pacific Mining Inc. Santa Fe Mining Inc. Saratoga Mines Inc. Saskatchewan Research Council Scientific Exploration SCM Glidco Organics Corp. Sea Sweep Inc. Serpentix Conveyor Corp. Sharon Steel Natural Resources

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S.W. Shattuck Chemical Co. Inc. Shattuck-Denn Mining Corp. Sheffield Industries Inc. Shelley Carter Mining Inc. Sherman & Howard Sierra Madre Minerals Development Corp. Sierra Resources Inc. Sierra Rutile Ltd. Silver King Mines Silver State Mining Corp. J.R. Simplot Co. Sindor Resources Inc. Siskon Corp. Sociedad Minera Carolina S.A. SOHIO Shale Oil Co. Soiltech Inc. Solution Engineering Inc. Solvay Minerals Sorcery Metals Inc. Soros Associates Southerland Mining Ltd. Southern California Edison Co. Southern Cross Mines Ltd. Southern Illinois University Southern Pacific Land Co. Southern Peru Copper Corp. Southern Union Production Co. Southland Mining Ltd. Southwest Potash Corp. Southwestern Public Service Co. Special Resource Management Standard Oil Co. of Ohio Standard Slag Co. Stauffer Chemical Co. Steams Catalytic World Corp. Steffen Robertson & Kirsten Stillwater PGM Resources Stone & Webster Engineering Corp. Storage Technology Corp. Strategic Metals International Inc. Stringfellow Energy Consultants Inc. Studsvik-Analytica AB Summitville Consolidated Mining Co. Inc. Sun Oil Co. Sunbeam Mining Co. Sunbelt Mining Co. Inc. Sundance Oil Co. Sunnyside Gold Corp. Sunray DX Oil Co. Sunshine Mining Co. Suntech Group Superconductive Technologies Inc. Superior Oil Co. Susquehanna Corp. Sweeney Mining & Milling Corp. Swindell-Dressler Co. Synfuels Engineering & Development Tahloneka Resources Inc.

Taiga Gold Inc. Tapin Copper Mines Techman Engineering Ltd. Teck Corp. Teledyne (Wah Chang Albany) Teltech Inc. Tenneco Minerals Co. Tennessee Valley Authority

Terra Chemicals International Inc. Tetra Technologies Inc. Texada Mines Pty. Ltd. Texas General Group Inc. Texasgulf Inc. Texas Petrochemical Corp. TG-Soda Ash Thermal Processes Inc. 3M Co. 3M Industrial Mineral Products Division Timberline Mining Co. Timet Tipperary Corp. Tosco Corp. Total Minerals Corp. Translogic Corp. Transylvania International Inc. Triad Investments Inc. Trident Petroleum Corp. TRW Electronic Products Inc. Tucson Gas & Electric Co. TVCN Communications Network Inc. Twin Buttes Exploration Inc.

Ultrapower Inc. Ultrapower-Rocklin Umetco Minerals Corp. UNC Mining & Milling **UNC** Reclamation UNC Teton Exploration Drilling Inc. Unical Geothermal Division Union Carbide Corp. Union Mines Inc. Union Oil Co. of Canada Ltd. Union Oil Minerals Exploration Co. Union Texas Petroleum Co. United Engineers & Constructors United Environmental Technologies United Gold Pty. Ltd. United Nations Development Programme United Nuclear Corp. United States Gypsum Co. United States Steel Corp. Universal Chemicals & Coatings Inc. Universal Exploration Ltd. University of Denver University of Utah UOP Inc. Urangesellschaft U.S.A. Inc. Urania Exploration Inc. Uranium Resources Inc. Urban Fuels Inc. USMX Inc. U.S. Army Corps of Engineers U.S. Borax Research Corp. U.S. Bureau of Land Management U.S. Bureau of Mines U.S. District Court U.S. Energy/Crested Corp. U.S. Forest Service U.S. Dept. of Justice U.S. Fish & Wildlife Service U.S. Geological Survey U.S. Minerals Exploration Co. U.S. National Renewable Energy Laboratory U.S. Silica Co. U.S. Solar Energy Research Institute

Utah International Utah Power & Light Co. Utah Salt Co. UV Industries Inc.

Valley Camp Coal Co. R.T. Vanderbilt Co. Vegas Rock Inc. Velsicol Chemical Corp. Ventura Minerals Co. Ventures Trident Inc. Ventures West Minerals Ltd. The Veto Grande Companies Inc. Victor-American Fuel Corp. Victor Industries Inc. Virginia Materials Corp. Vitro fil Corp. Vitro Minerals & Chemicals Co. Von Roll Inc. Vulcan Iron Works Inc.

Waste-Tech Services Inc. Water Purification USA Watts, Griffis & McOuat Ltd. Wausau Papers Webco Inc. Wellington Financial Group West Elk Coal Co. M.L. West West Texas Metals Inc. Westcoast Oil & Gas Corp. Western Coal Co. Western Energy Co. Western Gold Reserves Inc. Western Mining Corp. Western Nuclear Inc. Western Power Group Inc. Western States Minerals Corp. Westinghouse Electric Co. Westley Mines Ltd. Westminco Westmont Mining Inc. Weston Paper & Manufacturing Co. Roy Weston Inc. Weston Services Inc. Westvaco Corp. Weyerhaeuser Co. Wheelabrator-Frye Inc. White Pine Copper Williams Strategic Metals Inc. The Winters Co. WMK Builders Products Wold Nuclear Co. Woodward-Clyde Federal Services Woodward-Clyde Consultants WR Metals Industries Inc. Wright & McGill Co. Wright Engineers Ltd. Wyoming Fuel Co. Wyoming Minerals Corp.

Youngquist Mine Development Yuba Natural Resources Inc.

Zincion Zorich-Erker Engineering Inc. Zurn Nepco

2 • Mineral balance in the soil usually is out of kilter—too low a proportion of certain essential elements due to leaching, erosion and plant consumption.	1 • Micro-organisms-bacteria, fungi, algae, and other tiny living animals and plants found in soil and vital to plant life, are chronically on the verge of starvation from lack of food.	Here's Why Even The Best Organic Gardens Need Remarkable REPLACE ^{**} To Keep Soil Productive, Or Tc Correct Existing Deficiencies	 Because REPLACE[™] is completely non-toxic, it is safe to use around children and pets. It will not "burn" your plants or vegetables no matter how much you use. REPLACE[™] contains finely ground and balanced minerals that stimulate microorganism activity, increase nitrogen and build nutrients in your soil faster than your plants and vegetables can use them. 	REPLACE™ Is Healthy And Safe To Use In Your Garden
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insufficient or erratic **J** ← The nitrogen "fixing" cycle may be

or releasing major needed elements. **⁴** • Biochemical cycles may not be generating

FOR USING REPLACE" DIRECTIONS

year. Water as usual. For best results, work (mix) REPLACE^m into soil. Potted Plants ...4" to 8" pots Use the following quantities 2 to 4 times per 2 tsp ea.

8" to 12" pots 4 tsp ea.

Shrubbery.....Small shrubs (or 4 to 5 lbs. per 100 sq. ft., Large shrubs 1 to 2 lbs. 1/2 lb.

Flowers &

Vegetables*......5 lbs. per ea. 100 sq. ft. 2.5 tons per hectare 1 ton per acre

then apply **REPLACE**TM and keep soil well moistened. Cover evenly when grass is dry, water thoroughly. For new lawns, cover seeds with clean topsoil first, Lawns1 to 2 lbs. per each 100 sq. ft.

deep holes at drip line annually. age of trees. 1 lb. per each year. Feed into 12" Citrus & Trees.....Use REPLACETM according to

Or To

application varying from 1 - 3 tons annually. may require a soil analysis with amounts of *To areas in excess of 1 acre for vegetables, you

windrow composting. per cubic yard of compost, if doing pile or Composting Add 2 - 20 lbs. of REPLACETM

REPLACE™ is a quality product from 702 W. Melinda Ln., Bldg. D, Suite 7 MARIAH INTERNATIONAL, INC. Phone: 602.492.9017 Phoenix, AZ 85027

Fax:

602.492.9810

REPLAC Nature's Minerals

Plants And Flowers Produce Healthier

REPLACE^T

67 MAJOR AND TRACE ELEMENTS FOR GARDENS, COMPOST, LAWNS, TREES, **ORNAMENTALS, SHRUBS**

- Ends micro-organism "starvation"
- Maintains delicate mineral balance of essential Nutrients in your soil
- Speeds composting
- Combats the effects of pests and diseases that affect plant growth
- Reduces the water requirements necessary for plant growth
- Will lower the cost of production and produce higher yields
- Will provide the necessary nutrients to increase the quality and quantity of the plants



How your garden benefits from **REPLACE**TM

Nature's Way To Healthier Plants

Garden soil gets its fertility from a combination of climatic and biological processes. The soil which makes a good "home" for plant roots consists of minerals, air, water, decayed organic material and micro-organisms.

combined with the growth and decay of tant mineral balance is "automatically" hrowing the soil's mineral content out of chemical transformation of rocks. Once to plant life, became part of an organic again. In a normal virgin soil, this impormaintained by this cycling. Man's intensive cultivation of land for food and other purposes breaks natural organic cycles by balance. Much of the mineral plant nutrient goes into the crops and is not returned back to the same soil. Organic components then decrease because the micro-organisms which maintain them are starved for these nutrients which they need for sustenance plants and organisms. Resulting productive cycle-going from soil to plants and back Prior to cultivation by man, naturally fertile soil was created by centuries of consoils contained a wide variety of elemental minerals essential to plant, animal and human nutrition. These elements originally and released from rocks, these minerals, essential tinuous decomposition of rock materialcame from very slow "weathering" and continued growth.

To illustrate, an acre of land planted in alfalfa must provide essential mineral elements—such as phosphorus, calcium, potassium, magnesium, iron, and many others, in

an amount which requires naturally "breaking down" two tons of original rock material per year.

This rate is many times faster than nature unaided can make these elements available. After a few years of intensive cultivation of this acre, it becomes necessary to restore the major minerals and organic material, especially phosphorus and potassium. Often nitrogen is defecient too, because the micro-organisms are starved for organic materials and can not fix enough nitrogen from the air to supply plant requirements.

Conventional agriculturalists add synthetic fertilizers to replace these "big three" essential nutrients (NPK). In this way, they continue to "force" plant growth from increasingly "worn out" land. These practices do not maintain the organic component or mineral balance.

Organic gardeners, by turning under "green manure" and compost, do maintain more of the organic component in their soil—and this is vital to keep alive and active the huge number of micro-organisms it takes to assure healthy plant life.

Micro-organisms, like plants, also need special nutrients—all the major and trace elements used up by plants (at least 30 different kinds) and probably a number of others yet to be identified by research.

REPLACE^w in its natural form provides these nutrients, quickly and completely, to restore the vital mineral balance for your soil and plants.

Here's How

REPLACE[™] Can Help

REPLACE™ provides all the essential nutrients needed by starving micro-organisms and plants. **REPLACE™** contains mineral elements that "micro-

REPLACETM contains mineral elements that "microorganisms" and plants need in *balanced* proportions. **REPLACE**TM minerals have already been broken down into tiny particles to facilitate use by "micro-organism (Note: Micro-organisms cannot move on their own to find the nutrients they need).

REPLACETM expands and activates micro-organism populations. They in turn keep proper mineral balance for plants.

REPLACETM minerals are used to build organic microorganism cell structures. Then these minerals are excreted by the micro-organisms in the form of proteins, enzymes, and natural nutrients to be used by plants and other organisms. No need to hypo soil with synthetic chemicals to provide nutrients for plants. **REPLACE**TM is long lasting_keeps on working and does not wash away. It binds with organic material, and slowly releases minerals throughout the growing season.

REPLACETM speeds composting. Laboratory tested and proven. It doesn't matter which method is used for composting, **REPLACE**TM will shorten composting time, add valuable nutrients, and reduce odor and provide the healthiest compost for gardens, shrubs and flowers.

To Use In Your Garden Is Healthy And Safe Why 100% Natural REPLACE

Because **REPLACE**TM is completely non-toxic, it is safe to use around children and pets. It will not organism activity, increase nitrogen and build balanced minerals that stimulate micro-**REPLACE**TM contains finely ground and nutrients in your soil faster than your plants and vegetables can use them. "burn" your plants or vegetables no matter how much you use.

Keep Soil Productive, Or To Here's Why Even The Best Remarkable **REPLACE**^{**} To Organic Gardens Need **Correct** Existing Deficiencies

the verge of starvation from lack of food. and other tiny living animals and plants found in soil and vital to plant life, are chronically on **1** • Micro-organisms-bacteria, fungi, algae,

of kilter-too low a proportion of certain essential elements due to leaching, erosion and plant consumption. $\checkmark \bullet$ Mineral balance in the soil usually is out

Ĵ ◆ The nitrogen "fixing" cycle may be insufficient or erratic.

or releasing major needed elements. 4 • Biochemical cycles may not be generating

FOR USING REPLACE" DIRECTIONS

Potted Plants ...4" to 8" pots year. Water as usual. For best results, work (mix) REPLACE^m into soil. Use the following quantities 2 to 4 times per 2 tsp ea.

ShrubberySmall shrubs 8" to 12" pots 4 tsp ea. 1/2 lb.

(or 4 to 5 lbs. per 100 sq. ft.) large shrubs 1 to 2 lbs.

Flowers &

Vegetables*......5 lbs. per ea. 100 sq. ft. 2.5 tons per hectare 1 ton per acre

then apply **REPLACE**[™] and keep soil well moistened. For new lawns, cover seeds with clean topsoil first, Cover evenly when grass is dry, water thoroughly. Lawns1 to 2 lbs. per each 100 sq. ft.

deep holes at drip line annually. age of trees. 1 lb. per each year. Feed into 12" Citrus & Trees Use REPLACETM according to

application varying from 1 - 3 tons annually, may require a soil analysis with amounts of *To areas in excess of 1 acre for vegetables, you

per cubic yard of compost, if doing pile or Composting Add 2 - 20 lbs. of REPLACETM windrow composting

REPLACETM is a quality product from 702 W. Melinda Ln., Bldg. D, Suite 7 MARIAH INTERNATIONAL, INC. Phone: 602.492.9017 Phoenix, AZ 85027 602.492.9810

Fax:

REPLACE Produce Healthier Nature's Minerals

Plants And Flowers

67 MAJOR AND TRACE ELEMENTS FOR GARDENS, COMPOST, LAWNS, TREES, **ORNAMENTALS, SHRUBS** REPLACE

- Ends micro-organism "starvation"
- Maintains delicate mineral balance of essential Nutrients in your soil
- Speeds composting
- Combats the effects of pests and diseases that affect plant growth
- Reduces the water requirements necessary for plant growth
- Will lower the cost of production and produce higher yields
- Will provide the necessary nutrients of the plants to increase the quality and quantity



How your garden benefits from **REPLACE**^{**}

Nature's Way To Healthier Plants

Garden soil gets its fertility from a combination of climatic and biological processes. The soil which makes a good "home" for plant roots consists of minerals, air, water, decayed organic material and micro-organisms.

hrowing the soil's mineral content out of to plant life, became part of an organic cycle—going from soil to plants and back tant mineral balance is "automatically" maintained by this cycling. Man's intensive decrease because the micro-organisms To illustrate, an acre of land planted combined with the growth and decay of plants and organisms. Resulting productive chemical transformation of rocks. Once cultivation of land for food and other purposes breaks natural organic cycles by balance. Much of the mineral plant nutrient goes into the crops and is not returned back to the same soil. Organic components then Prior to cultivation by man, naturally certile soil was created by centuries of consoils contained a wide variety of elemental minerals essential to plant, animal and human nutrition. These elements originally came from very slow "weathering" and released from rocks, these minerals, essential again. In a normal virgin soil, this imporwhich maintain them are starved for these nutrients which they need for sustenance tinuous decomposition of rock materialand continued growth.

To illustrate, an acre of land planted in alfalfa must provide essential mineral elements—such as phosphorus, calcium, potassium, magnesium, iron, and many others, in

an amount which requires naturally "breaking down" two tons of original rock material per year.

This rate is many times faster than nature unaided can make these elements available. After a few years of intensive cultivation of this acre, it becomes necessary to restore the major minerals and organic material, especially phosphorus and potassium. Often nitrogen is defecient too, because the micro-organisms are starved for organic materials and can not fix enough nitrogen from the air to supply plant requirements.

Conventional agriculturalists add synthetic fertilizers to replace these "big three" essential nutrients (NPK). In this way, they continue to "force" plant growth from increasingly "worn out" land. These practices do not maintain the organic component or mineral balance.

Organic gardeners, by turning under "green manure" and compost, do maintain more of the organic component in their soil—and this is vital to keep alive and active the huge number of micro-organisms it takes to assure healthy plant life.

Micro-organisms, like plants, also need special nutrients—all the major and trace elements used up by plants (at least 30 different kinds) and probably a number of others yet to be identified by research.

REPLACE^w in its natural form provides these nutrients, quickly and completely, to restore the vital mineral balance for your soil and plants.

Here's How REPLACE[™] Can Help

REPLACETM provides all the essential nutrients needed by starving micro-organisms and plants. **REPLACE**TM contains mineral elements that "microorganisms" and plants need in *balanced* proportions. **REPLACE**TM minerals have already been broken down into tiny particles to facilitate use by "micro-organism (Note: Micro-organisms cannot move on their own to find the nutrients they need). **REPLACETM** expands and activates micro-organism populations. They in turn keep proper mineral balance for plants.

REPLACETM minerals are used to build organic microorganism cell structures. Then these minerals are excreted by the micro-organisms in the form of proteins, enzymes, and natural nutrients to be used by plants and other organisms. No need to hypo soil with synthetic chemicals to provide nutrients for plants. **REPLACE**¹¹ is long lasting_keeps on working and does not wash away. It binds with organic material, and slowly releases minerals throughout the growing season.

RFPLACE[™] speeds composting. Laboratory tested and proven. It doesn't matter which method is used for composting, **REPLACE**[™] will shorten composting time, add valuable nutrients, and reduce odor and provide the healthiest compost for gardens, shrubs and flowers.





سيمان الرشحي الرئيمية الرئيمية الرئيمية Minnesota Pacific Agricultural Services Co. Inc.

A Hanndimar Subsidiary

P.O. Box 574 • Farlbault, MN 65021 U.S.A. • Phone: 1+607+332-0518 • Fax: 1+507+332-0782 Fertilizers • Growth Regulators • Pesticides • Soil Remineralization

image Transmission by Facsimile

MARIAH

MR. DICK CAMPBELL CC. Mr. PIERSON

April 7, 94

URGENT

CONTRACTOR OF STREET, S

SUBJECT: REPLACE SALES IN THE ARAB WORLD

Dear Dick:

Further to above and our recent discussion, I have indications of firm orders for 100 tons to begin with for trial purposes at a price of \$450.00 per ton CIF Gulf Ports.

It may be possible to double those quantities almost right away because the difference between a 20' and a 40' container would cause a tremendous savings , so much so, that our customers may go for the 40' instead of the 20'.

It is very important for us to know when you will go into production before we engage ourselves into a firm commitment.

Once we receive letters of credit and or monies in payment we could be penalized for non-performance; but most important our reputation of 37 years in business would be hurt.

I kindly ask you to be very frank with me and to inform me when your situation will become resolved and your production starts.

I should inform you that once these orders are shipped and the product becomes applied this will lead to possibly further orders in excess of 5000 tons.

I await your news and again ask you to be very frank with me because I am committed morally already and our travelling representative Mr.Tariq Abu Saleh will be leaving to visit the customers by the end of next week and we have already given him the money to do that.

Thank you for your hospitality to us when we were in Phoenix and with best regards, from both Hannie and I.

Yours sincerely,

Omar_Miqdadi. masnight



An Independent AMVAC Chemical Corporation Sales Representative for the Arab World.

Dor Omor. Attached is the evaluation resulting from our experiment with the two product's. a Detailed evaluation will be made available if you wish. Please Keep in mind that this Summer was One of the Hottest Summer in Kuwait Soci with that heat, our Results were promising. we'll Qs cuss Forther in Defail tot's of lone

, 1–507–332–6	2782 OMAR	MIQDADI		840	P01
*		DIMAR HO		INC.	يسيم الأسمين الركحييم
MINNESOTA PACIFIC Amvac products, growth reg CEDAR SEEDS CORPOR, high quality & hybrid seeds, ed OMAR KHALIL MIQ AGGEENE ORGANIC FRET SAMAD ABU-NEJS The fertilizer with a Golds to rem ineralize the E	rulators & quality A ATION locted by D A D I ILIZERS A B H -	SERVICES INC. gricultural Materials	lath wid	F	P.O. Box 574 bauk, MN 55021 U.S.A. hone: 1+507+332-0518 Fox 1+507+332-0782 ihular: 1+507+330-9838

SEPTEMBER 4, 94 Mariam Att; Mr. Campbell Mr.Pierson

Dear friends:

The following 2 pages have comefrom my cousin in Kuwait yesterday and are self explanatory.

This is the man who hasmade the test for us in a very exclusive farm and garden; and I congratulate you on these excellent results. I am forwarding these to the distributor in Kuwait and pushing for a trial order which hopefully can start around end october together with Egypt.

Wherever and whenever possible we will sell your REPLACE as is. This not withstanding, I still wish to go ahead and set up my own brand and small crushing plant and pay you a royalty. I do not wish to approach anybody else and give you first refusal. I will have the necessary capital to do this and pay you the royalty. This will not interfere with my sales of REPLACE. I trust you will see this under a clear ligth and give me favourable reply.

Yours sincerely, Omar K. Miqdadi.

mas might

400-450 lbs / Acre

We service what we supply, before, during and after the sale. Registered Address: 402 Heritage Place, Paribault, MN 55021 U.S.A.

DATE: AUGUST 28, 1994

SUBJ : - "AGGRENE" FOLIAR FERTILIZER - "REPLACE" SOIL RE-MINERALIZATION

THANK YOU FOR THE OPPORTUNITY YOU PROVIDED ME TO EVALUATE THE POTENTIAL APPLICATION OF ABOVE FERTILIZER SAMPLES IN OUR BIDA ESTATE GARDENS.

1. "AGGRENE"

AGGRENE IS A LIQUID FERTILIZER WITH AN IDEAL N-P-K RATIO ESSENTIAL TO NOURISH THE LAWNS. THE RESULT, NO DOUBT, WAS OBVIOUS; THE GROWTH EQUILIBRIUM BETWEEN THE LEAF AND THE ROOT WAS APPROPRIATELY MAINTAINED ENHANCING THE QUALITY OF GRASS IN THE LAWN. OUR CURRENT USE OF UREA (100% NITROGEN) HOWEVER ENCOURAGES ONLY THE LEAF GROWTH.

2. "REPLACE"

I HAVE TESTED IT AND IT IS A SUCCESS. THE SOIL BEING ALKALINE AND LACKING MAGNESIUM, MANGANESE AND OTHER MICRONUTRIENTS, "REPLACE" HELPED TO IMPROVE THE PH TO AN ACCEPTABLE NEUTRAL LEVEL. CHLORISIS AND OTHER YELLOWING DISORDERS WERE THUS ELIMINATED. ITS PERFORMANCE DISPLAYED ON THE SHRUBS WAS INDEED PROMISING. HOWEVER MY ONLY CONCERN IS OVER ITS USE ON THE TREES; IT STATES THAT THE VOLUME REQUIREMENT PER YEAR OF A TREE-LIFE IS ONE POUND; AND THAT I FEEL IS A LARGE QUANTITY.

REGARDS,

VIMAL.

USES Mis Studies MF 1952 1160

John E. Bryan Inc._

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 * Fax number: (415) 331-5725

To: Dick Campbell Fax # 602 492-9810 From: John E. Bryan Date: June 9th 1994 ReY Replace

At the suggestion of Dave Harrah, I am contacting you re the product 'Replace'

For many years I have been a stockholder of both Mariah & Guild Mark.

As you will see from my CV being sent with this memo, I have had quite an extensive career in horticulture, and I am the only American presently a Fellow of the Institute of Horticulture, being elected to this honor last year.

My support and name association + credentials might be of some help to MRHI & GMKI to our mutual benefit.

Busan

John E. Bryan F. I. Hort.

CRM Industries 462 5. G. Ibert Rd + 788 Mesa, Az 25204 602- 833-3820

Horticultural Consultants

ohn E.B. non Inc.

CURRICULUM VITAE

Date of Birth:

Place of Birth:

Nationality:

EDUCATION:

JOHN E. BRYAN

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 Fax number: (415) 331-5725

October 1, 1931

Plymouth, England

Citizen of the United States

English Public School, Dunheved College, Cornwall, England.

Somerset Agricultural College Graduated 1949, National Certificate of Horticulture.

Royal Botanic Garden Edinburgh, Scotland. Graduated 1955, Diploma in Horticulture.

Awarded Royal Horticultural Society's "Gardener's Scholarship" 1955-1958, given once every 3 years by the RHS and Worshipful Company of Gardeners.

Wisley Gardens, RHS, 1955-1956.

Landscape Design, Parks Department of the Hague, Holland, 1956-1957.

Landscape Architect, with the Service Special des Autoroutes, French Government 1957-1958

State of California, Lifetime Teaching Credential, 1977.

PROFESSIONAL EDUCATION AND POSITIONS HELD:

1946-1948

Apprentice to R.T. May, Nurseryman, Devon, England. Practical instruction in production of: Bedding Plants, Bulbs, Vegetables, Tomatoes, Cucumbers & Greenhouse Management.

Bournemouth Parks Department. Ornamental Plants, under glass and outdoors; Indoor Decorating; Lawns; Roses; Practical Aspects of Park Management.

1949-1951

Horticultural Consultants

John E. Bryan Inc.

Page 2. Continued -PROFESSIONAL EDUCATION AND POSITIONS HELD:

1958-1961

1961-1971

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 Fax number: (415) 331-5725

Manager of Herbaceous Perennial Nursery, Vilmorin-Andrieux, Paris France. In charge of Production & Marketing of many species of plants. Duties included: Propagation of & growing over 100,000 Dahlias each year. Staff of 25.

Sales Manager & Vice President, Oregon Bulb Farms, Inc. Responsibilities included: Compiling catalogs, Special Promotions, Shipping by land, sea & air, including export orders. Travelled widely in the United States, Canada & Europe. Contacts made with the World's leading Nurseries & Horticultural firms. Visited many Botanic Gardens & Arboreta, as well as Private gardens in the U.S.A. & abroad. Lectures given to many professional groups.

1971-1979 Director, Strybing Arboretum & Botanical Gardens, San Francisco California. Duties included giving Lectures & Practical Demonstrations to the Public & Professionals, Formulation of Educational Programs for the Public & Professional Gardeners. Management of County Fair Buildings.

1979-Present President of John E. Bryan Inc. Horticultural Consultants.

HONORARY CONSULTANT:1974Atlanta Botanic Garden.1975Association of Botanic Gardens,
Eugene, Oregon.1976Maltese Government.

John E. Bryan	Ine
	Inc.

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 HONORARY POSITIONS: Fax number: (415) 331-5725 1962-1970 Chairman, Gresham Parks Commission Gresham, Oregon. 1966-1968 President, Columbia River Chapter, Oregon Association of Nurserymen. 1968-1971 State Director, Oregon Association of Nurserymen. 1969-1970 Director, North American Lily Society. 1970-1971 Member of the Agricultural Board of Oregon. Appointed by Governor Tom McCall. 1973-1975 Member, Open Space Committee. City of San Rafael, California. 1978-1982 Director, San Mateo Arboretum Society. 1982-Present Advisory Board, San Francisco League of Urban Gardeners. AWARDS : Gardener's Scholarship. 1955-1958 Royal Horticultural Society, Worshipful Company of Gardeners. Quill & Trowel Communication 1982 & 1983 Award: First Place Television. Garden Writers Association of America. 1984 Garden Writers Award: Newspaper Division, Bedding Plants, Inc. 1986 Communications Award, All-America Rose Selections. 1987 Fellow of the Garden Writers Assoication of America. 1988 Growing Roses - Received "Top Choice Award Best Video" rating for production & content, by Video Choice Magazine, Five Stars.

Horticultural Consultants

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Shu E. Bryan Inc.

Page 4.

AWARDS Continued:

1990

1993

PROFESSIONAL ASSOICATIONS LIFE MEMBER:

MEMBER OF FOLLOWING:

ARTICLES PUBLISHED:

BOOKS:

1974

1977

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 Fax number: (415) 331-5725

Book of the Year Award, Garden Writers Assoication of America.

Elected Fellow of the Institute of Horticulture, Great Britain.

International Dendrology Society. Old Students Assoication, Somerset Agricultural College. Old Students Association, Wisley Gardens. Royal Botanic Garden Guild, Edinburgh. Strybing Arboretum Society.

American Federation of Television
 & Radio Artists.
American Society of Consulting
 Arborists.
Garden Writers Association of
 America.
Institute of Horticulture.
International Society of
 Arboriculture.
Royal Horticultural Society.
San Mateo Arboretum Society.

Over 300 articles published in Shelter Magazines & Professional Publications in Europe & North America.

The Edible Ornamental Garden Co-Author with Coralie Castle. Publishers: 101 Productions, San Francisco; Penguin Books, Australia; Pitman Publishing, Great Britian.

Small World Vegetable Gardening Publishers: 101 Productions, San Francisco; Penguin Books, Australia; Pitman Publishing, Great Britian; P. Bakker, Amsterdam Holland, translated to Dutch.

Horticultural Consultants

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Page 5.

BOOKS Continued:

1977

1977

1989

1992

1994

Consultant

NEWSPAPER COLUMN:

1976-1981

REGIONAL, EDITOR:

1988-Present

PUBLISHER:

1979-Present

LECTURES:

PAPERS GIVEN:

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 Fax number: (415) 331-5725

English Cloche Gardening Guard 'N Gro Cloche Company, Inverness, California.

The Drought Gardener Published by Chronicle Publishing Company, San Francisco, California

Bulbs (Two volumes) Publishers: Timber Press, Inc., Portland, Oregon; A & C Black Limited, London.

Bulbs Hearst Garden Guides Hearst Books, New York.

John E. Bryan on Bulbs Simon & Schuster, Inc., New York.

Time-Life Encyclopedia of Gardening Gardeners Companion; Sunset Books; Ortho Books; Rodale Press; etc.

Gardening Editor, San Francisco Chronicle. Three columns/week. Circulation 600,000 + .

Flower & Gardening, The Home Gardening Magazine.

John E. Bryan Gardening Newsletter Writer & publisher, 8 pages, monthly

Many hundreds of lectures given to Professional Associations, Garden & Service Clubs.

Alumni Association, University of California School of Dentistry. American Medical Assoication. International Shade Tree Conference.

Horticultural Consultants

John E. Bryan Inc.

Page 6.

TEACHING:

JUDGING:

TELEVISION:

1979

1976-1979

1979

1979-1982

1982-1987

1990-Present

RADIO:

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Frequent Radio Broadcasts in Europe, the United States & Canada.

AUDIO CASSETTES:

Author & narrator of series: <u>Understanding Watering</u>, <u>Understanding Soils</u>, <u>Understanding Plants</u>, <u>Understanding Fertilizers</u> One Up Productions, San Francisco.

Horticultural Consultants

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 Fax number: (415) 331-5725

Adult Education, Albany School District. St. Mary's College, Berkeley. S.E. Asian Refugee Program.

Alameda County Fair. Marin County Fair. Oakland Flower Show. San Francisco Flower Show. World of Plants, etc...

Over Easy, Gardening Segments, P.B.S., with Hugh Downs.

Gardening From the Ground Up Host & writer of P.B.S. Series, KQED-TV, San Francisco. Two 13 week series.

Especially From Holland P.B.S. Special, KQED-TV, San Francisco. Recorded on location.

ABC-TV Channel 7, San Francisco, Gardening Expert.

NBC-TV Channel 4, San Francisco, Gardening Expert.

The Learning Channel.

John E. Bryan Inc.

Page 7.

VIDEO TAPES:

1978-1988

1988

1988-Present

TOURS:

1972-Present

INTERESTS:

SPORT:

LANGUAGES:

CLUBS:

COUNTRIES -GARDENS VISITED:

HONORS:

1990

1993

300 Valley Street, Suite 206 Sausalito, California 94965 Telephone: (415) 331-7848 Fax number: (415) 331-5725

Editor and on screen talent of Greenday Video Magazine, Stamats Communications, Cedar Rapids, Iowa.

<u>Growing Roses</u>, One Up Productions, San Francisco.

Gardening From the Ground Up One Up Productions, 15 videos from the P.B.S. series.

Tour leader (over 35 tours) to gardens in Europe, North America, Africa.

Photography, Writing, Acting, Travel, Civic Activities, Collecting Botanical Prints & Old Maps.

Tennis.

Dutch & French.

Rotary International, The Family, The Cogers, California Tennis Club.

Argentina, Australia, Austria, Belgium, Botswana, Brazil, Canada, Channel Islands, Denmark, England, Fiji, France, Germany, Ireland, Italy, Luxembourg, Malta, Mexico, Monaco, The Netherlands, New Zealand, Peru, Portugal, Scotland, South Africa, Spain, Swaziland, Switzerland, Tahiti, Turkey, Wales, Yugoslavia, Zambia, Zimbabwe.

Knight of Honor, Sovereign Order of St. John of Jerusalem Knights Hospitaller.

Fellow of The Institute of Horticulture, Great Britain. First American so elected & so honored.

Horticultural Consultants

SCFM: <u>1400 - 1800</u>

 Flotation Test #1
 Date Jan 20, 1995

Material: Merrill Crator

Weight of Material Processed: 3,420 lbs

Pulp Density: 56%

Water Flow: <u>1.8 gal/min</u>

Froth Level: 32 inches

Frother: Dowfroth 200 - 5 grams/ton

Collector: MRI S-701 - 35 grams/ton

<u>рН:</u>7.5

س .

Sparger Pressure: <u>62 PSI</u>

Head Assay: .1351 oz/ton Gold

Tail Assay: <u>nil</u>

Concentrate Assay: .0881 oz/ton Gold

SCFM: <u>1400 - 1800</u>

Flotation Test #2Date: Jan 24, 1995

Material: Merrill Crator

Weight of Material Processed: 1,620 lbs

Pulp Density: 58%

Frother: Dowfroth 200 - 5 grams/ton

Collector: MRI S-701 - 70 grams/ton

<u>рН:</u>7.5

Sparger Pressure: 63 PSI

Head Assay: ...960 oz/ton Gold

Concentrate Assay: <u>.nil oz/ton Gold</u>

Tail Assay: .2687 oz/ton

Water Flow: <u>1.85 gal/min</u>

Froth Level: 34 inches

Recovery: 0%

SCFM: <u>1400 - 1800</u>

Flotation Test #3Date: Feb 2, 1995

Material: Merrill Crator

Weight of Material Processed: 3,670 lbs

Pulp Density: <u>64%</u>

Frother: Dowfroth 200 - 5 grams/ton

Collector: MRI S-701 - 35 grams/ton

<u>pH:</u>8.2

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Sparger Pressure: <u>67 PSI</u>

Head Assay: ...0078 oz/ton Gold

Tail Assay: .0194 oz/ton

Water Flow: <u>1.85 gal/min</u>

Froth Level: 30 inches

Concentrate Assay: .0139 oz/ton Gold

SCFM: <u>1400 - 1800</u>

Flotation Test #4Date: Feb 3, 1995

Material: Merrill Crator

Weight of Material Processed: 3.570 lbs

Pulp Density: <u>63%</u>

Frother: Dowfroth 200 - 8 grams/ton

Collector: MRI S-701 - 40 grams/ton

<u>pH:</u>8.5

Sparger Pressure: 65 PSI

Head Assay: ...0153 oz/ton Gold

Tail Assay: 4.04 oz/ton

Water Flow: <u>1.85 gal/min</u>

Froth Level: 30 inches

Concentrate Assay: .0239 oz/ton Gold

Flotation Test #5Date: Feb 6, 1995

Weight of Material Processed: 3.550 lbs

Material: Merrill Crator

Pulp Density: <u>64%</u>

Frother: KI 44 - 35 ml/ton

Collector: Xanthate - 86 grams/ton

<u>рН:</u>8.5

in.

SCFM: <u>1400 - 1800</u>

Sparger Pressure: <u>72 PSI</u>

Head Assay: ..0107 oz/ton Gold

Tail Assay: .0128 oz/ton

Water Flow: 1.89 gal/min

Froth Level: 30 inches

Concentrate Assay: .0141 oz/ton Gold

SCFM: <u>1400 - 1800</u>

Flotation Test #6Date: Feb 7, 1995

Material: Merrill Crator

Pulp Density: <u>64%</u>

Weight of Material Processed: 3.300 lbs

Frother: KI 44 - 40 ml/ton

Collector: Xanthate - 72 grams/ton

<u>pH:</u>8.5

<u>.</u>

Sparger Pressure: <u>65 PSI</u>

Water Flow: 1.82 gal/min

Froth Level: 30 inches

Head Assay: ...0291 oz/ton Gold

Concentrate Assay: <u>.0145 oz/ton Gold</u>

Tail Assay: .0084 oz/ton

SCFM: <u>1400 - 1800</u>

 Flotation Test #7
 Date: Feb 8, 1995

Material: Merrill Crator

Weight of Material Processed: 3,310 lbs

Pulp Density: <u>64%</u>

Frother: KI 44 - 106 ml/ton

Collector: Xanthate - 112 grams/ton

<u>рН: 8</u>.0

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Sparger Pressure: <u>67 PSI</u>

Head Assay: ...0068 oz/ton Gold

Concentrate Assay: .0029 oz/ton Gold

Tail Assay: .0050 oz/ton

Froth Level: 30 inches

Water Flow: <u>1.82 gal/min</u>

Flotation Test #8

Date: Feb 9, 1995

Material: Merrill Crator

Weight of Material Processed: 3,190 lbs

Pulp Density: 65%

Frother: HF 201 - 35 ml/ton

Collector: MRI S701 - 45 grams/ton

<u>рН: </u>8.0

ja.

SCFM: <u>1400 - 1800</u>

Sparger Pressure: <u>65 PSI</u>

Head Assay: ...0263 oz/ton Gold

Tail Assay: .0533 oz/ton

Water Flow: 1.82 gal/min

Froth Level: 30 inches

Concentrate Assay: .0129 oz/ton Gold

SCFM: <u>1400 - 1800</u>

 Flotation Test #9
 Date: Feb 10, 1995

Weight of Material Processed: 3,080 lbs

Pulp Density: <u>66%</u>

Material: Merrill Crator

Frother: <u>HF 201 - 70 ml/ton</u>

Collector: MRI S701 - 45 grams/ton

<u>pH:</u>8.2

eá

Sparger Pressure: 71 PSI

Head Assay: ...0153 oz/ton Gold

Tail Assay: .1102 oz/ton

Water Flow: 1.84 gal/min

Froth Level: 30 inches

Concentrate Assay: .0059 oz/ton Gold

THE EFFECT OF ROCK DUST (REPLACE[™])

ON PLANT PRODUCTIVITY

AND

SELECTED SOIL PROPERTIES

A Proposal Submitted to:

Ken Solomon, Director of Research California State University, Fresno California Agricultural Technology Institute

A Proposal Prepared by:

Richard A. Campbell, Vice President MARIAH INTERNATIONAL, INC.

for

Soil Remineralization for Economically and Ecologically Sustainable Agriculture in the U.S.A.

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EFFECT OF ROCK DUST (REPLACE[™]) ON PLANT PRODUCTIVITY AND SELECTED SOIL PROPERTIES

Introduction:

Currently there is considerable interest in use of rock dust as a means of either fertilizing soils for certain nutrients or as a means revitalizing "tired"soil that has been intensively managed or is of very old age. Proponents point to natural phenomena such as volcanic activity, alluvial flooding such as occurs in the Nile Valley, glaciation, etc., as evidence that the additions of minerals are the basis of soil fertility. In addition, there are claims that freshly ground rock dust has a synergistic effect on soil biology due to the release of multiple nutrients. Intuitively from how soils are developed, this makes sense. However, a major factor that is typically overlooked is time. A mature or fertile soil usually takes thousands or tens of thousands of years to develop through chemical weathering and parallel evolution of biological activity which ultimately results in the establishment of a complex soil ecosystem. None the less, there has been an accumulation of anecdotal information on the benefits of rock dust and a limited number of scientific investigations on rock dust. The scientific literature will be briefly reviewed in relation to the proposed research.

Reports of rock dust have appeared in the agriculture literature for over 100 years. Much of this early work revolved around fertilizing for potassium (K). Of course, at this time, not all the essential nutrients has been established so non-potassium effects were not being attempted to be measured. As early as the 1850's Magnus (1850) and Missoux (1853) reported improved growth due to use of feldspar and granite quarry, respectively. Aitken (1887) in Scotland and Balentine (1889) in Maine reported that feldspars could provide significant amount of K. Conversely, Hartwell and Pember (1908) showed results that feldspar was only a slight source of K for plants and Cushman (1907) was of the opinion from his work that the question of feldspar rock dust was unsolved.

A major problem with some of the early work is that the authors were not specific in identifying the type of rock. For example, there are many types of feldspars. In a greenhouse study, Graham and Albrecht (1952) compared various minerals and found that the availability of K was in the following order orendite pummice > orendite > granite > alunite > illite > basalt > feldspar > rhyolite. In other studies with crops, biotite was superior to other minerals such as micas and muscovities in supplying K (Stahlberg, 1959; Mortland et al. 1957; De Turk, 1919).

More recent studies on minerals of volcanic origin have shown that these minerals can supply significant amounts of Ca and Mg (Roschnik, et al., 1967; Mahler and Fosberg, 1983). Also there is evidence that diabase powder can supply the micronutrients such as copper and zinc (Rasp, 1974).

Another major factor is soil type. For example Phleiderer (1986) reported that regardless of application rate, a soil high in nutrients did not respond to basalt dust where as on a light textured, low cation exchange soil there was a positive response to this dust. Stahlberg (1959) found that acid soils release more K from rock dust than more neutral soils.

Recent studies are showing that Soil Remineralization (SR) creates fertile soils much the same way the earth does through the process of glaciation, volcanism, and from alluvial deposits. Natural mixtures such as glacial moraine and single and mixed rock types contain a broad spectrum of minerals and trace elements which finely ground contribute to soil fertility for agriculture and are an ecological and economic alternative to the use of chemical fertilizers and pesticides.

Soil Remineralization (SR) has been shown to: increase yields, give higher brix readings, stimulate the growth of microorganisms and earthworm activity, increase the nutrient intake of plants, counter soil acidity, prevent soil erosion, increase the storage capacity of the soil, and to deter insects. Plants are more resistant to frost, drought, and disease (Hamaker 1982).

Enhanced flavor is another market advantage. Bob Cannard, one of the farmers in the U.S. to utilize SR has an exclusive contract to grow 75 varieties of vegetable and fruits with one of the most famous restaurants in the U.S., Chez Panisse (Alice Waters, founder of "California Cuisine").

Some highlights of previous research include:

- * In Europe four times the timber volume for pine seedlings remineralized with basalt after 24 years showed improvements for 60 years over the untreated control.
- * Men of the Trees in Australia has achieved five times the growth for some species of trees and shortened their potting-out time from five months to six weeks.
- * Dr. Robert Bruck has seen greater health and 27% and 19% increased height growth of 5,000 red spruce and fraser fir respectively, planted in an acid-rain devastated forest near Asheville, NC.
- * In Michigan, John Hamaker had two-and-a-half times the yield of corn (65 bushels/acre compared with 25 bushels/acre of neighboring farms using conventional methods) with no irrigation during dry conditions and with highly increased mineral content shown in tissue analysis.
- * A cost benefit analysis shows an 80% increase in banana production in Australia with a significant decrease in fertilizer costs (ARP pp 9-12).

In summary, there has been some work done on rock dust, but it has mostly been done with respect to K nutrition. There is evidence that the response of rock dust does vary with soil type. Consequently, what is needed, are studies that evaluate well characterized rock dust in terms of mineralogy and chemistry on a range of soil types varying in age and intensity of previous management. Furthermore, studies are needed that investigate the potential of rock dust to enhance manure or for manure to enhance the release of nutrients from rock dust.

The objectives of the proposed study are to investigate rock dust added to soils in relation to:

- 1. Availability of essential nutrients to plants,
- 2. Soil biology,
- 3. Soil types varying in age and history of management intensity, and
- 4. Usage with animal manure.

PROCEDURES

The general approach will be to impose various rock dust treatments, including Replace, in several greenhouse studies. This would allow for detailed studies under controlled conditions that can provide the necessary resolution to accurately measure treatment effects and to better understand the underlying mechanisms of these effects.

Experiment I: Effect of Rock Dust in Combination with Animal Manures on Plant Productivity, Nutrient Availability and Soil Biology

Commercially available steer manure without or with rock dust (one parts manure to one part rock dust on dry weight basis for each component) would be incubated for 30 days at 24 degrees C. The incubated manure samples would be evaluated for microbial biomass carbon (C) (an index of the amount of living microbial biomass in soil) and B-glucosidase activity (this enzyme is important in converting unavailable C to forms that microbes can use for energy). The manure of manure/rock dust mix would be mixed with soil (Jory, a old acid highly weathered soil used for both agriculture and forestry production) to give the equivalent rate of 20 tons manure/acre and with rock dust at the equivalent rate of 20 ton/acre. Another treatment would be the addition of composted manure, and then soil, manure and rock dust is thoroughly mixed). Another set of treatments would only receive rock dust at either 10 or 20 ton/acre (see Table 1 for description of treatments). Then all soils including the control (no rock dust or animal manure treatment) would be amended with 320 mg nitrogen/kg soil as ammonium nitrate and 100 mg P/kg as calcium phosphate. This would be done because rock dust does not contain enough nitrogen and phosphorus to meet crop requirements. One kg of soil (oven-dry basis) amended or unamended oil would be placed in non-draining pots.

Ryegrass (lolium perenne L.) would be grown in each pot by planting one gram of seed/pot. Ryegrass should be used as the indicator plant because it has a vigorous root system that would readily explore the soil and also it is a standard crop widely used in greenhouse plant nutrition studies. The pots would be maintained at 75% field capacity by daily watering with deionized water to replace water lost during the previous 24 hours, as determined by weighing 20 randomly selected pots. Three times weekly all pots would be weighed and adjusted to the preselected weight. Lighting in the greenhouse would be maintained for 15 hour days with daily temperature ranging from 20 to 24 degrees C.

The design of the experiment would be a completely randomized block with five treatments (composted manure, manure and rock dust composted together, rock dust and composted manure added to soil separately, rock dust alone, and control) with five replications.

The ryegrass would be grown for 60 days and harvested at 30 day intervals. The harvested plant tissue would be weighted, dried and ground to pass a 0.37 mm sieve. Plant tissue of the second harvest would be analyzed for the essential elements of P, K. Mg, S. Ca, Fe, Zn, Cu, B, and Mn by Inductively Coupled Plasma Emission Spectrometry (ICP). In addition, tissue would be analyzed for the non-essential elements of Na, Al and Ni (there is growing evidence that Ni may be an essential plant nutrient).

Nitrogen would be measured on plant material by the Kjeldahl method.

After the last harvest soil samples would be taken from each pot and analyzed for microbial biomass carbon and B-glucosidase activity. From selected pots, soil would also be analyzed for organic acids. This may be an indicator of stimulation of organic acid production by microbial activity due to rock dust. In turn, greater levels of organic acids may cause release of nutrients from rock dust. Selected pots would also be sampled and the soil by analyzed for extractable P, Ca, Mg, Zn, Cu, and B.

Experiment II: Effect of Rock Dust on Plant Productivity, Nutrient Availability, and Soil Biology as a Function of Soil Type

Because response of rock dust can vary as a function of soil type, four soils would be chosen that represent a range of age and classified types. A Jory sample would be taken from a commercial agriculture field and from a forested site that has been clear cut one or more times. In addition, two valley floor agriculture soils would be sampled that include a medium textured/fertile (Woodburn) and a light textured soil with low native fertility (Newberg).

The soils would be again tested in the greenhouse using the same methods outlined in Experiment I. Each soil would receive no rock dust treatment (control) or rock dust (20 tons/acre). Ryegrass would be the indicator crop and all the same plant and soil analyses would be run as described above in Experiment I.

The design of the experiment would be a completely randomized block as a 4×2 factorial with four soil types and two rock dust levels (0 or 20 tons/ha). There would be four replications of each treatment.

EXPECTED OUTCOMES AND IMPACTS

From the literature search, it is clear that plant response to rock dust varies according to the type of dust and according to soil type. The treatments included would provide information on the plant response in terms of plant growth as a function of rock dust alone or in combination with animal manure. In addition, the plant would be used to "test" the soil for all the essential nutrients in the presence or absence of rock dust by analyzing harvested tissue for these nutrients. Thus, if there is a plant growth response to rock dust, there would be data available to determine whether this was due to a nutritional effect. Close monitoring of soil biological indicators before and after the experiments would provide information on whether rock dust stimulates biological activity. The experiments have a rigorous statistical design with adequate replication to draw conclusions from the data. Budget projections to perform these experiments need to be completed and returned to R. A. Campbell, V.P. Mariah International, Inc., 702 W. Melinda Lane, Bldg. D., Suite 7, Phoenix, AZ 85027. Telephone 602-492-9017 or FAX 602-492-9810.

Table 1. Treatments that would be used to test effects of rock dust on plant productivity and soil biology.

	TREATMENTS	DESCRIPTION
Experiment I	1. Control	Soil alone without treatments
	2. Rock dust - 10	Rock dust mixed with soil at 10 tons/acre
	3. Rock dust - 20	Rock dust mixed with soil at 20 tons/acre
	4. Composted manure and rock dust - preincubated	Rock dust mixed with manure in 1:1 ratio and incubated 30 days at 20% moisture. After incubating soil, manure/rock dust mixture is mixed with soil to give 20 tons/acre rates for both manure and rock dust
	5. Composted manure - no preincubation	Rock dust and composted manure mixed with soil just before planting ryegrass
Experiment II	1. Agricultural Jory soil	This is very old highly weathered, reddish soil - a site would be found that has been under intensive cultivation for 80 to 100 years
	2. Forested Jory soil	Same soil type as number 1 treatment, but forested site would be selected which has been logged
	3. Agricultural Woodburn soil	Fertile valley floor soil that has been intensively cultivated for 80 to 100 years
	4. Agricultural Newberg soil or related type	A lighter textured soil with lower native fertility than Woodburn - a site would be chosen that has been intensely cultivated for 80 to 100 years

Each soil type of Experiment II would be treated at either 0 or 20 tons rock dust/acre.

WORK SCHEDULE

	1995	•	T. 1.	A	Cont	0	Nou	Dee	1996 Jon	
Activity	<u>May</u>	June	<u>July</u>	<u>Aug</u>	<u>Sept</u>	<u>Oct</u>	<u>Nov</u>	<u>Dec</u>	<u>Jan</u>	<u>Feb</u>
Soil site selection and soil collection	X	x								
Experiment I										
Greenhouse work			Х	Х	Х					
Lab analyses					Х	Х				
Data analysis						X	Х			
Experiment II										
Greenhouse work						Х	Х	Х		
Lab analyses								X	X	
Data analysis								x	X	
Data interpretation										
and write up						х	х	x	Х	х
Final report										X

Technical Staff (Salary, Benefits and Payroll Tax)

Labor (Salary and Payroll Tax)

Lab Analyses Soil Biology and Organic Acids Soil Chemical Properties Plant Tissue

Date Management and Statistical Analysis (approx. 80 hours)

Report Writing (approx. 120 hours)

Small Scale Greenhouse and Data Management Equipment

Expendable Greenhouse and Lab Materials

Greenhouse Rental

Soil Collection Travel

Miscellaneous Supplies and Incidentals

TOTAL

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FINAL REPORT

Submitted to:

Mr. A. Takemoto Cimarron Corporation/Mariah International Suite 1701, W. Charleston Las Vegas, Nevada 89102.

"ANALYSIS OF CINDER CONE MATERIALS"

CSM Project No. 2522/4-49044

Principal Investigator:

Baki Yarar Professor Department of Metallurgical Engineering Colorado School of Mines, Golden, Colorado 80401

Final Report Date: September 1, 1987

Foreword and Caution

This final report is presented to Mr. A. Takemoto of Cimarron Corporation as stipulated in CSM Proposal No. 2522 and followup correspondence.

The studies reported here are "only analyses" and should not be taken to imply that the values in the samples analyzed can or cannot be extracted. Economics of a project involve extensive testing, pilot plant trials, knowledge of facts which fully characterize an ore deposit, energy and water problems, other engineering, environment, government regulations and management techniques, to cite just a few fundamental variables.

As this report covers <u>analyses of samples only</u>, and we have no information on any of the variables cited above, the contents of this report should not be construed in any way as a statement in connection with the economics of the extraction of values from the samples studied.

> It should be noted by all parties that the Colorado School of Mines and its professors do not endorse or deny any business ventures that this report or its contents may relate to.

It follows therefore, that the name of the school or principal investigator should not be used in any advertisements or promotional materials directly or by implication unless authorized in writing.

We welcome any inquiries in writing from Cimarron Corporation regarding the contents of this report.

B. Yarar Professor

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Sample Collection

On May 21, 1987, 42 samples were collected by Dr. G. Pine from five different properties approximately 30 miles northwest of Flagstaff, Arizona. The samples were collected from cinder quarries at the following locations: SW 1/4 Sec 7, T25N R5E; NE 1/4 Sec 11, T25N, R4E; NE 1/4, Sec 17, T25N, R5E; NE 1/4 Sec 35, T25N, R5E; and NW 1/4 Sec 6, T24N, R6E (Elbert Mountain 15' and Kendrick Peak 7 1/2' Arizona Topo Sheets). See Appendix I for sample location maps.

On "flat" areas in the field the upper layers of material was scraped away and a 0.5 to 1.0 foot hole dug to obtain the sample. On "vertical" faces trenches were cut to obtain representative samples. Sample sizes ranged from 0.1 to 2.0 kg. However, eight larger samples ranging in weight from 4.8 to 11.2 kg were also collected.

The larger-weight samples were crushed to -10mm in Phoenix, Arizona, and all samples were shipped to the Colorado School of Mines, Golden, Colorado, for examination and analyses.

Sample Preparation

A 1.0 to 2.0 kg representative sample from the larger samples was taken and all 42 samples were crushed to -2.0mm using a roll crusher. The samples were then split by Jones Sample Splitter to 75 to 100 gram sizes which were pulverized to -400 mesh in a mechanical pulverizer.

The larger samples were ground in a rod milland wet-sieved using a 28 mesh sieve. Material was re-ground until 100% of the sample passed through the 28 mesh sieve.

The -28 mesh material was run on a shaking table. A concentrate and tails were separated from each table feed. The tails from the first operation

were re-run (separating into a concentrate, combined with first run, and tails fraction). The table concentrate was split by Jones Sample Splitter to obtain 75 to 100 grams of material which was pulverized to -400 mesh in a mechanical pulverizer. See Appendix II for details of shaking table operation.

Also, a small amount of TAKE 3 table concentrate was hand panned and the residual "heavy" grains were examined using the Scanning Electron Microscope. Minerals identified in this very cursory examination were gold, pyrite, galena, and titaniferous magnetite beside gangue.

The pulverized materials (-400 mesh) were treated to obtain an organic extract of gold for AA analysis. The procedure is given in Appendix III.

Results of Analyses

Results of AA (atomic absorption spectrophotometry) analyses of all products are shown in Exhibits 1, 2, 3 and 4. Brief examination of the data indicates that <u>all</u> samples contain gold. Quarry A contains the highest average of gold (7.7ppm = 7.7 grams/m.t.) whereas Quarry D contains the lowest average of gold (3.9 ppm = 3.9 grams/m.t.).

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The shaking Table Concentrate from bulk samples has about twice as much gold as the bulk sample. However, since the shaking Table Concentrate represents about 15% of the bulk sample weight, apparently a significant portion of the gold remains in the shaking Table Tails. It may be noted here that tabling trials were lab-scale and only exploratory. It should further be possible to improve recoveries and grades under optimal conditions of operation.

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Results of AA Analyses

Sample #	Au (ppm)
1T ⁻	5.4
2	4.1
3	4.9
3 T	5.4
4	4.1
5	3.8
6	3.9
6 T	6.4
7	6.9
7 T	6.1
8	7.6
9	17.5
10	6.4
11	5.0
12	177.1* 7.8
13	14.2
14	3.0
15	21.2
16	15.4
17	20.0
18	4.9
19	6.8
20	2.5
21	4.4
22	6.7
23	5.4
24	5.1
25	5.5
	7.5
	(6.5)
26	5.3
27	7.8
28	5.9
29	4.1
29T	12.3
	4.6
	(8.5)
30	7.6
31	5.0
32	3.5
33	5.3

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EXHIBIT 1

Results of AA Analyses (Continued)

Sample 🖡	Au (ppm)
33T	12.2
	10.1
	(11.2)
34	4.2
35T	8.5
	11.1
	5.2
	(8.3)
36	4.8
37	1.8
38	5.5
³⁹	2.4
40	5.7
40 T	9.2
	21.7
	(15.5)
41	9.2
42	5.0

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*Invalid Reading (?) (15.5) = average

Ti indicates shaking table concentrate. See Appendix I for data.

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7 EXHIBIT 2

Results of AA Analyses by Quarry

	QUA	ARRY A	
Sample #	Au (ppm)	Sample #	Au (ppm)
lT	5.4	13	14.2
2	4.1	14	3.0
3	4.9	15	21.2
3 T	5.4	16	15.4
4	4.1	. 17	20.0
5	3.8	18	4.9
6	3.9	19	6.8
6T	6.4	20	2.5
7	6.9	21	4.4
71	6.1	22	6.7
8	7.6	23	5.4
9	17.5	24	5.1
10	6.4	25	6.5
11	5.0	26	5.3
12	7.8	27	7.8
	QUA	RRY B	
Sample #	Au (ppm)	Sample #	Au (ppm)
28	5.9	30	7.6
29	4.1	31	5.0
29T	8.5	32	3.5
· · · · · · ·	QUA	RRY C	
Sample #	Au (ppm)	Sample #	Au (ppm)
33	5.3	35T	8.3
33T	11.2	36	4.8
34	4.2		
	QUA	RRY D	
Sample #	Au (ppm)	Sample #	Au (ppm)
37	1.8	40	5.7
38	5.5	40T	15.5
39	2.4		
	QUA	RRY E	
Sample #	Au (ppm)	Sample #	Au (ppm)
41	9.2	42	5.0

EXHIBIT 3

Average Au by Quarry

Quarry #	Au (ppm)	Number of Samples
A	7.7	26
В	5.2	5
C	4.8	3
D	3.8	4
E	7.1	2

*Note: Excludes the Table Concentrate Samples

EXHIBIT 4

Comparison of Bulk Sample to Table Concentrate

Sample #	A	ш (ррт)
1T		5.4
3		4.9
3T		5.4
6		3.9
61		6.4
7		6.9
7 T	·	6.1
29		4.1
29T		8.5
33		5.3
33 T		11.2
35T		8.3
40		5.7
40T		15.5

Use of an External Referee Laboratory

It is common knowledge that different samples sent to various laboratories produce different results of analysis. As a matter of routine, we also sent representative samples to a local laboratory with which we have worked in the past (S.L.L.), and requested fire assays.

Their results, given in Appendix IV, indicated less than 0.02ppm gold, i.e., below detection limit in all bulk samples, except number 41.

These results are not surprising, since fire assay results are highly dependent on the formulation of the flux material. This is made clear by a U.S.G.S. publication entitled: A Manual for Fire Assaying and Determination of Noble Metals in Geological Materials, U.S.G.S. Publication No. 1445 (1977).

The same external laboratory did report gold and silver in concentrates. See Appendix IV.

Our fire assays, which were carried out with table concentrates, used the U.S.G.S. approach which consisted of analysis of the fire assay crucible charge by EDX, followed by flux formulation, and on this basis did produce fire assay beads. These are documented in Exhibits 4, 5, and 6

Spectral Analyses

Spectral analysis is a semi-quantitative method which shows the relative abundance of elements in a sample. While it records silver, it is not responsive to gold or platinum due to the nobel (high ionization potential) of these elements. Appendix V shows the spectral analyses of all the samples.

Spectrographic analyses do not show any significant trends. Samples from Quarry B are high in Cr and Ni, whereas samples from Quarries C, D, and E are low in Cr and Ni. Quarry B has slightly higher Cu values. Table Concentrates show a slight increase in Cr, Ni, and Mn when compared to bulk samples.

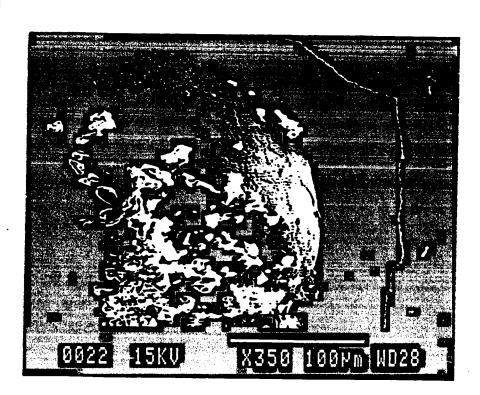


Exhibit 4: SEM Electron Micrograph of Fire Assay Bead.

Sample: Take-29 table concentrate.

EDX Analysis: AU: 6.85% Ag: 93.14%

See Exhibit on next page for EDX spectrum.

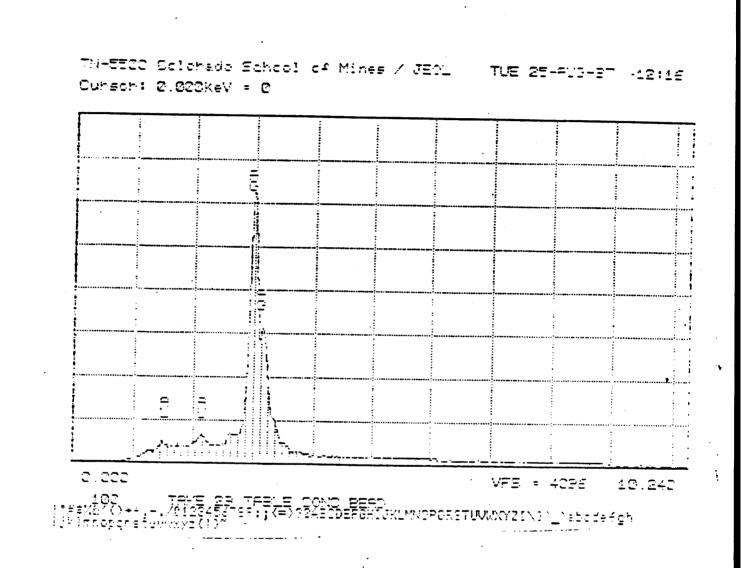


Exhibit 4-A: EDX spectrum of fire assay bead from sample: Take-29, table concentrate.

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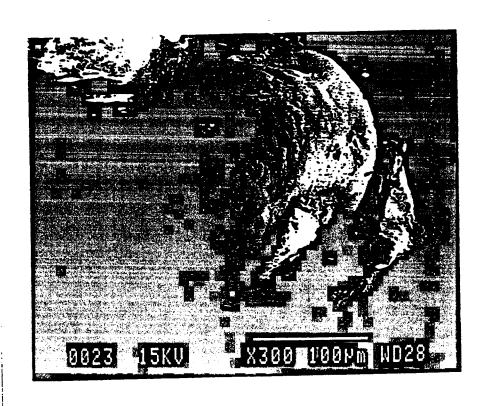


Exhibit 5: SEM electron micrograph of fire assay bead from Sample Take-33.

EDX Analysis: Au: 76.21Z Ag: 20.79Z

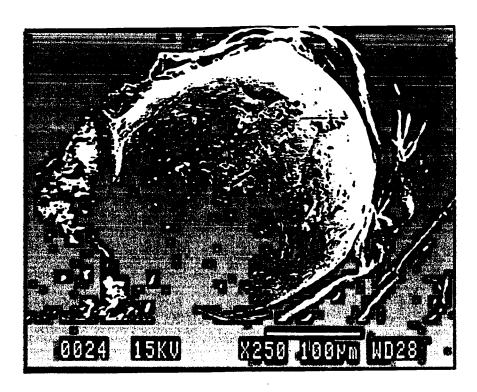


Exhibit 6: SEM electron micrograph of fire assay bead from Sample Take-40.

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EDX Analysis: Au: 51.75% Ag: 48.25%

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Gold and Silver Ratios and Other Non-Gangue Minerals

As was demonstrated in Exhibits 4, 5, and 6, the samples studied showed the presence of gold and silver together. These fire assay beads show gold to silver ratios of approximately 1:13, 1:1, and 1:3.

It is notable, on the other hand, that heavy individual grains (see for example, Exhibits 7 to 10) show gold plus silver together. It is common to find gold plus silver in association with one another in natural gold flakes.

Samples also showed the presence of lead, zinc, iron and copper mineralizations in the form of sulfides and their highly oxidized (tarnished) forms as can be seen from Exhibits 11 to 15. Exhibit 16 is a native silver grain. Our experience with such materials obtained from Merriam Crater near Flagstaff, Arizona, shows that these sulfide minerals and gold-bearing flakes and silver can be concentrated by flotation after pre-concentration procedures. We do caution that we have not conducted similar flotation-concentration studies with the samples which form the subject of this report.

Summary of Observations and Conclusions

- We have collected 42 samples of material from the locations shown on the accompanying maps.
- 2. We studied these samples by SEM, EDX, fire assay and AA analysis.
- 3. We found that all samples contain gold and silver in the concentration range . . . ppm = (g/t) to ppm = (g/t).
- 4. While panning of the original material does not show gold flakes, table concentrates invariably show gold and silver-bearing flakes in the heavy fraction, which also contains sulfides of Fe, Cu, Zn and Pb.

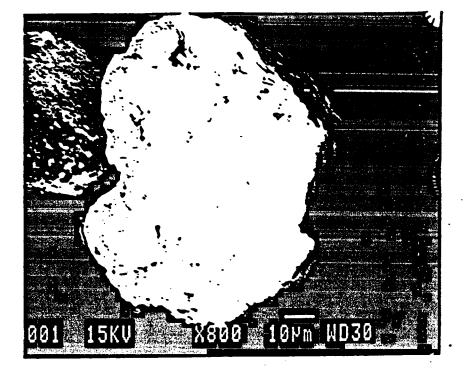


Exhibit 7: SEM electron micrograph of Take Sample-1, hand-panned table concentrate, gold-rich grain. See analysis and EDX spectrum on, next page.

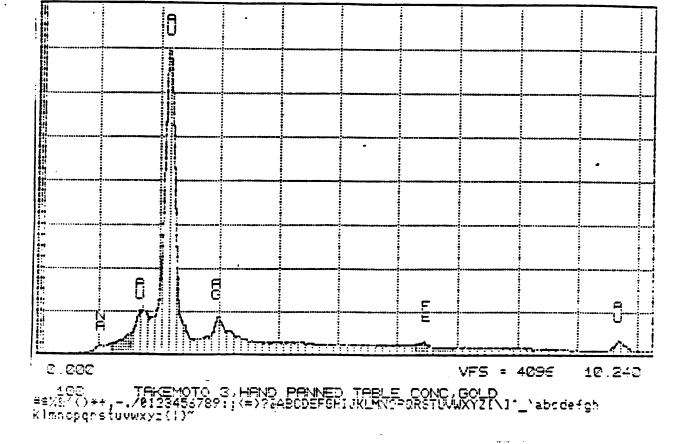


Exhibit 8: EDX spectrum of a gold-rich grain shown in Exhibit ___, and its analysis.

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EDX Analysis:: Na: 0.06%, Au: 92.51%, Ag: 5.81%, Fe: 1.62%

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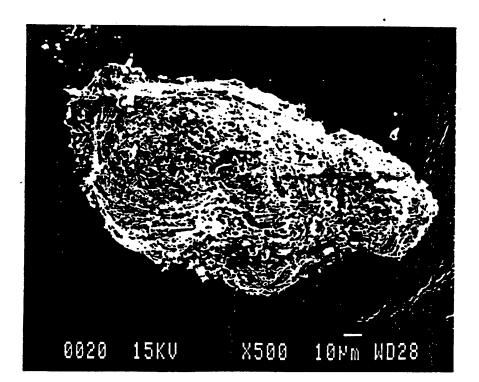


Exhibit 9: SEM photomicrograph of Take Sample-1, grain from table concentrate. See analysis and EDX spectrum on next page.

TN-5500 Colorado School of Mines / JEOL TUE 25-AUG-87 11:29 Curson: 0.0020keV = 0

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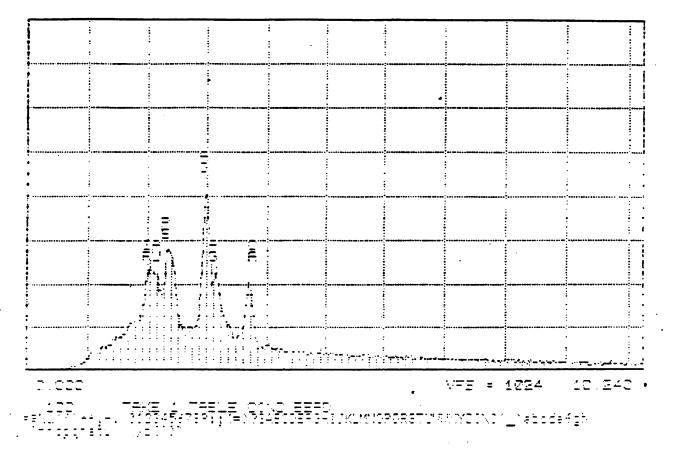


Exhibit 10: EDX spectrum of heavy grain shown in Exhibit _____ and its EDX analysis.

Ir:	13.817
Ca:	7.80%
Au:	15.317
Pb:	33.39%
Ag:	29.68%

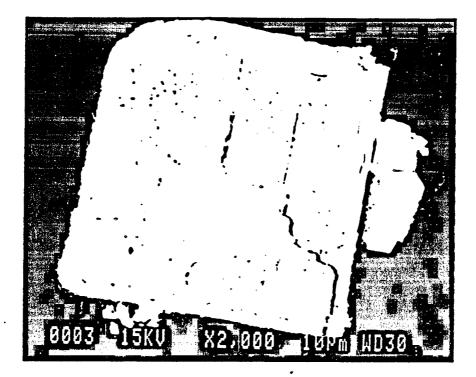


Exhibit 11: SEM electron micrograph of Sample, Take-1 table concentrate, hand-panning heavy fraction grain of galena.

EDX	analy	ysis:
	Pb:	78.187
	S:	12.27%
	Si:	1.147
	Fe:	4.047
	Cu:	4.02%
	A1:	0.367

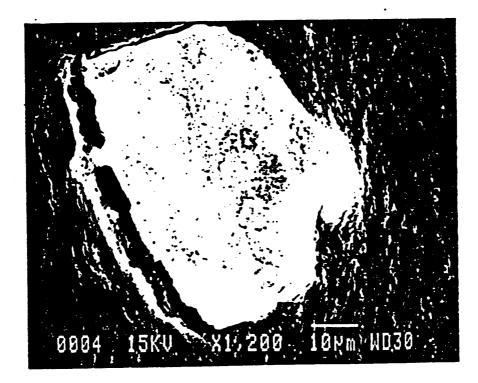


Exhibit 12: SEM electron micrograph of Sample Take-1 table concentrate, hand panned heavy grain.

EDX Analysis: Mg: 6.857 Al: 14.497 Ti: 11.057 Fe: 63.897 Cu: 3.727



Exhibit 13: SEM electron micrograph of galena grain from Sample Take-6 table concentrate.

EDX Analysis: Pb: 85.347 S: 14.667

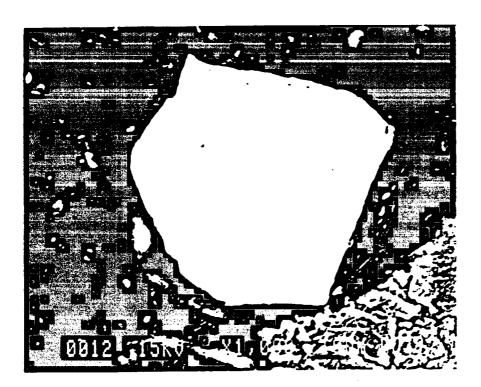


Exhibit 14: SEM electron micrograph of pyrite grain Sample Take-40 table concentrate.

EDX Analysis: S: 58.462 Fe: 41.547



Exhibit 15: SEM electron micrograph of sphalerite grain (top satellite, light colored grain), Sample: Take-33, table concentrate.

EDX Analysis: Zn: 23.66% S: 48.01% Fe: 28.32% $\mathcal{A}^{\rm obs}$

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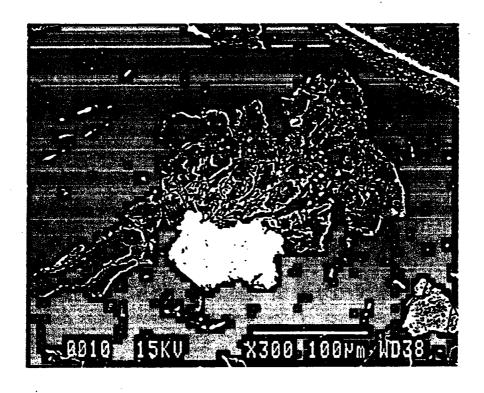


Exhibit 16: SEM electron micrograph of native silver grain. Sample: Take-6 table concentrate.

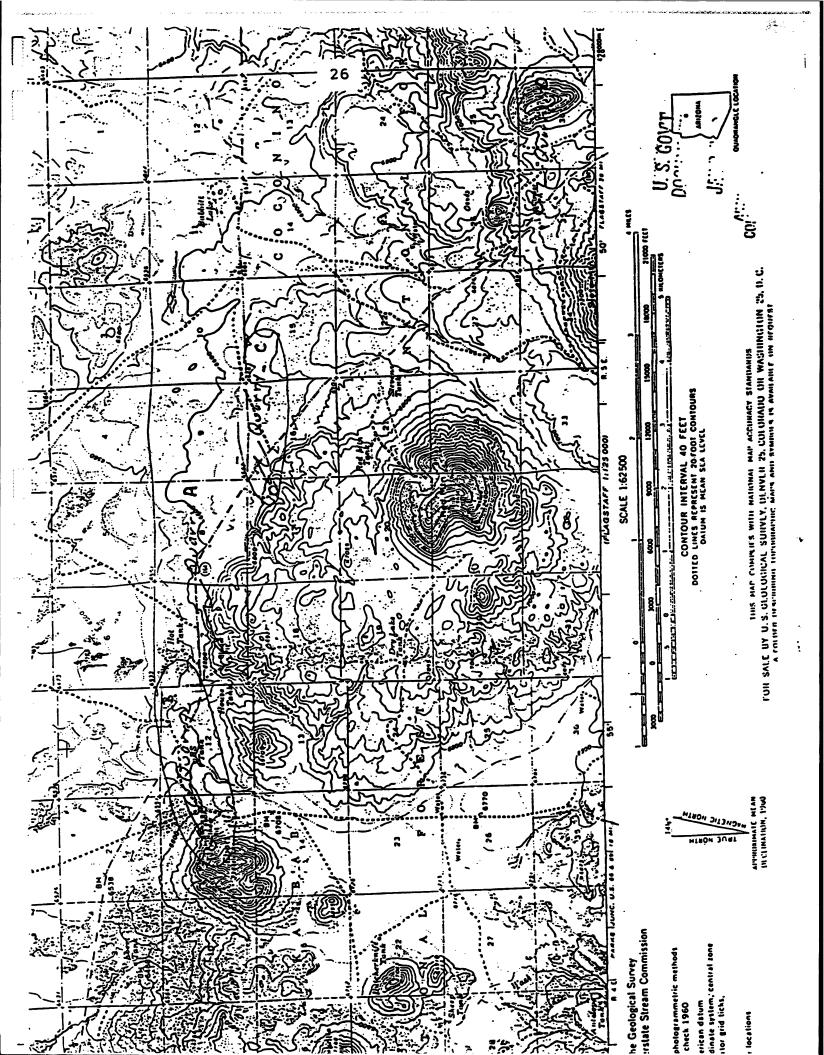
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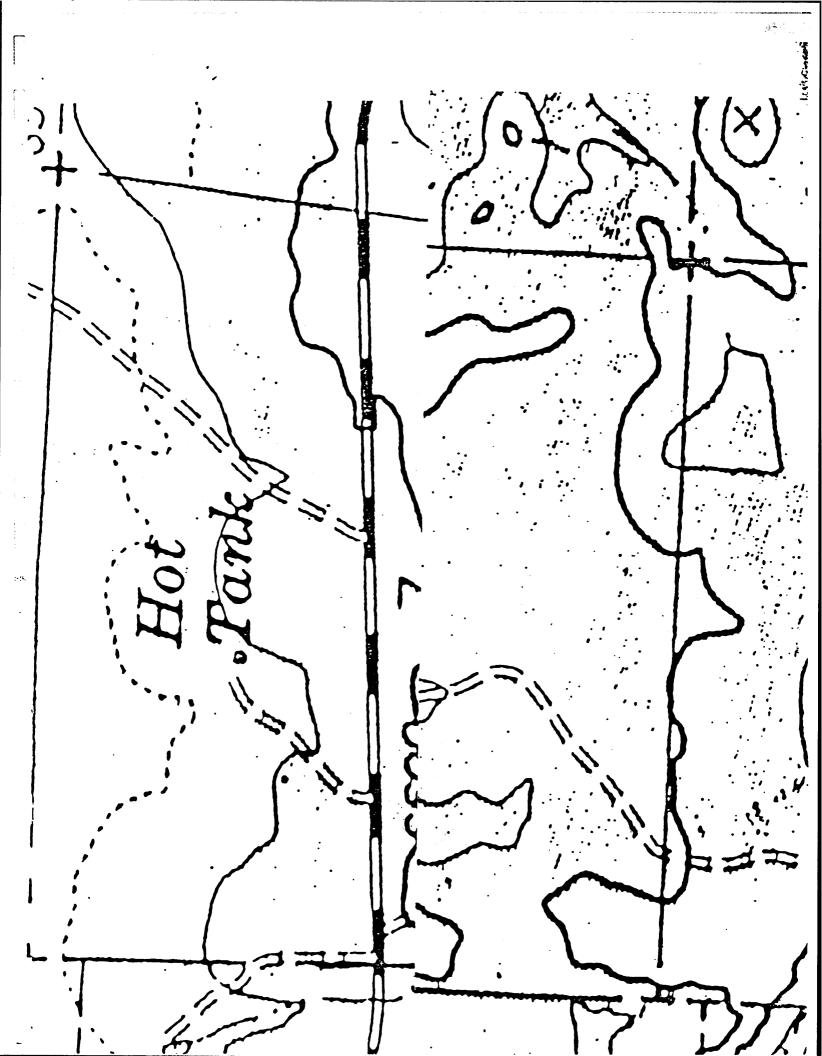
EDX Analysis: Ag: 93.80 Si: 6.282

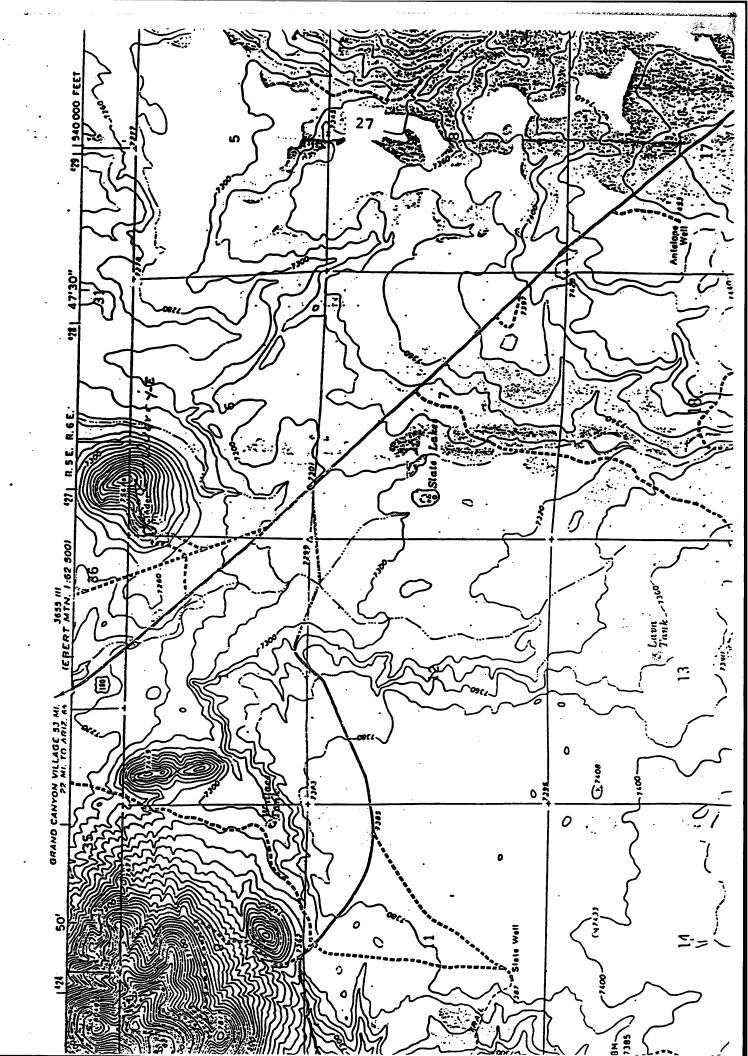
APPENDIX I

Location Maps and Field Notes on Sample Collection

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SAMPLE LOCATION TAKEMOTO 1": 100' Keiz JAR NKG / Quorry A Swig Sec. 7, T2SN, RSE e. Takezi Take e' X 6 '22 RERS

TAKE MOTO SAMPLE LOCATION M. TAKE 29 TAKE 30 TAKE 23 1"=100' QUARRY-B TAKE 31 NE Sec. 11, T25N, R4E TALE 32 TAKE 33 TALE 34 TAKE35 TAKE 36 /"=100' Quarry-C N ~ 1/4 Sec. 17, T25N, R5E

TAKEMOTO SAMPLE LOCATION MAP Z Pit Edge TAKE 37 TAKE 40 - Composite from the quarry. TAX638 TAL639 1 - 100' Querry-D NE 4, Sec. 35, T25N, 25E IN pit Woll TAKE 42 TAKE 41 1" = 100' Querry-E NW14 Sec 6, T24 N, RGE

			Original Ore (-28 mesh)
			+
	1 Conc.	+	Table 1
(Dry,	weigh, analyze)		+
			Table Tails
			+
	2 Conc.	+	Table 2
(Dry,	weight, analyze)		+
			Table 2 Tails (Dry, weigh)

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Sample	Table l Feed (g)	Table 2 Tails (g)	Table 2 Conc. (g)	% Conc. of Table 1 Feed
TAKE 1	6992	4560	563	8.1
TAKE 3	4776	3117	526	11.0
TAKE 6	11260	8956	1176	10.4
TAKE 7	9965	8028	1073	10.8
TAKE 29	7037	5715	963	13.7
TAKE 33	9451	7540	432.	5.4
TAKE 35	5553	3173	560	10.1
TAKE 40	5594	3688	1048	22.1

All weights are dry or calculated dry from moisture content determinations and are in grams.

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APPENDIX III

Treatment of Pulverized Samples for AA Analysis

- I. In a 30ml porcelain crucible add in the following sequence, 4 gm sodium peroxide, 5.0 gm sample, and 9 gm sodium peroxide; mix; top up with 9-10 gm sodium peroxide.
- 2. Place crucible on tripod-stand. Carefully heat crucible in stand. Apply heat at bottom and sides with Bunsen burners.
- 3. Heat until molten and boiling.
- 4. Allow to boil for about 5 minutes.
- 5. Place crucible in beaker (400 to 600 ml) and allow to cool.
- 6. Add 20 ml distilled water; crucible is upright; led stand overnight.
- 7. Tip crucible on side.
- 8. Add distilled water to half the height of the crucible; allow reaction to proceed and cease.
- 9. Fill beaker to top of crucible with 20% HCl; allow reaction to cease.
- 10. Clean/soak crucible with/in acidic solution and remove from beaker. Heat the slurry to near dryness.

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- 11. Add 50 ml of aqua regia and heat; a gelatinous mass of silicate gel froms after 4-6 hours of heating.
- 12. Add 100 ml distilled water to get gel into solution.
- 13. Add 50 ml HCl (conc.) and heat to dryness (silicate gel forms).

14. Add 100 ml distilled water and 50 ml HCl (conc.).

15. Warm (do not boil) and stir to dissolve solids.

- 16. Pour beaker's contents into 500 ml volumetric flash; add HCl (10%) to exact volume.
- 17. Shake flask and transfer a fraction to 100 ml volumetric flask.

- 18. Filter contents of 100 ml flask; dispose of solid.
- 19. Transfer filtrate (usually 80-90 ml) to separatory funnel and add 25 ml of MIBK.
- 20. Shake for 1 minute and allow phases to separate.
- 21. Draw off acid solution and dispose.
- 22. Draw off MIBK solution for AA analyses.
- 23. Take AA reading using MIBK solution obtained.
- 24. Compare data to MIBK solution readings used as standard and compute . results as ppm gold in original ore sample.

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APPENDIX IV

Fire Assay Results Reported by Our External Referee Laboratory

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1	ITEM	SAMPLE	NUMBER	Au (ppm)

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			- 	
1	YATAKE-02	<.02	<.2	
ີ່ຂ່	YATAKE-03	. (.02	4	
	YATAKE-04	<.02	` (.2	
· . 4	YATAKE-05	(.02	<.2	
5	YATAKE-06	<.02	• .4	
6	YATAKE-07	(.02	.6	•
7	YATAKE-08	<.02	.2	
8	YATAKE-09	<.02	(.2	
9	YATAKE-10	<.02	1.0	
10	YATAKE-11	.03	1.0	
11	YATAKE-12	<.02	۲.2	
12	YATAKE-13	<.02	(.2	
13	YATAKE-14	· (.02	<.2	
14	YATAKE-15	<.02	٢.2	
15	YATAKE-16	<.02	<.2	
16	YATAKE-17	<.02	۲.2	
17	YATAKE-18	<.02	٢.2	
18	YATAKE-19	<.02	۲.۷	、
19	. YATAKE-20	<.02	<.2	
20	YATAKE-21	<.02	<.2	
21	YATAKE-22	. (.02	٢.2	
22	YATAKE-23	<.02	.2	
23	YATAKE-24	<.02	(.2	
24	YATAKE-25	<.02	(.2	
25	YATAKE-26	<.02	٢.2	

Ag (ppm)

Analysis of 48 Crushed Rock Samples

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			Au	Ag	٠
	ITEM	SAMPLE NUMBER	(ppm)	-(ppm)	
		•••••	• •		
				()	
	26	YATAKE-27	<.02	(.2	
	27	YATAKE-28	<.02	(.2	
	28	YATAKE-29	<.02	1.2	
	29	YATAKE-30	<.02	<.2	
	30	YATAKE-31	. (.02	<.2	
	31	YATAKE-32	<.02	٢.2	
	-	YATAKE-33	<.02	.4	
	32		<.02·	<.2	
	33	YATAKE-34	. 07	7.8	
	34	YATAKE-36			
	35	YATAKE-37	. < . 02	۲.۶	
	36	YATAKE-38	<.02	.2	
	37	YATAKE-39	<.02	۲.2	
	38	YATAKE-40	(.02	2.0	
	39	YATAKE-41	. 16	22.0	
•	40	YATAKE-42	(.02	2.7	
		••••			
	41	YATAKE-01TC	. 72	1.0	
	42	YATAKE-03TC	. 26	. 6	
	43	YATAKE-06TC	. 88	. 6	
	44	YATAKE-07TC	.80	1.4	
	45	YATAKE-29TC	.12	6.6	
	73.	INIANE EVIV			
	46	YATAKE-33TC	2.60	2.4	
	47	YATAKE-35TC	. 26	. 8	
	48	YATAKE-40TC	. 25	3.5	
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APPENDIX V

Spectral Analyses of Samples and Table Concentrates

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				40		JOB NO.	DFR 128 Page 3	
					ITEM	NO. SA	MPLE NO.	
						-	TAKE-10	
							TAKE-11	
						11 = YA $12 = YA$	TAKE-12	
	•					12 = 1A		
						14 = YA		
						15 = YA		
						16 = YA	IAKE-17	
ITEM	9	10	11	12	13	14	15	16
ELEME				74	24	7*/	54	54
Fe Ça	5% 3%	5% 2%	5% 3%	3% 3%	2X 1 X	7% 2%	5% 2%	. 5% 3%
Mg	1.5%	2%	1.5%	1.5%	12	1.5%	12	1%
Ag	۲۱	<1	(1	(1	<1	۲۱	(1	۲)
A.,	(200	(200	(200	(200	. (200	(200	(200	(200
B Ba	<10 300	<10 300	10 500	<10 300	<10 200	<10 300	<10 500	<10 300
De								
Be	<2	<2	(2)	(2	<2 <10	<2 <10	<2 (10	<2 (10
Bi Cd	<10 <50	<10 <50	<10 <50	<10 <50	• < 50	(50	<50	(50
Co	50	50	50	50	50	70	50	30
Cr	70	100	50	30	20	70 [°]	70	30
Cu	30	70	50	50	50	70	50	30
Ga	10	20	10	10	<10	15	10	10
Ge	(20	<20	<20	(20	(20	(20	(20	(20
La	(20	(20		(20	(20	<20 [.]	(20	20
Mn	700	1000	1000	1000	300	1000	1000 2	1000 2>
Mo Nb	5 (20	<2 <20	<2 <20	<2 <20	<2 <20	2 (20	<20	(20
N	50	70	30	30	30	50	50 (10	20
РЬ	10	15	<10 <100	10 <100	30	<10 <100	<100	<100
Sb Sc	(100 20	<100 15	20	15	10		20	15
~ ~					1. s			
Sn	<10	<10	(10	<10°	(10	<10 500	<10 700	<10 700
Sr Tí	500	500	700 10000	500 5000	300 5000	500 7000	7000	7000
Ti V	10000 100 ⁻	5000 70	150	100	70	150	150	100
			(50	(50	(50	(50	(50	(50
ม Y	<50 10	<50 <10	10	10	(10	10	10	10
r Zn	(200	(200	(200	(200	(200	(200	(200	(200
	50	20	50	30	20	50	100	50

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JOB NO. DFR 128 Page 4 22

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ITEM	NO.		SAMPLE NO.
	17	=	YATAKE-18
	18	E	YATAKE-19
	19	=	YATAKE-20
	20	=	YATAKE-21
	21	z	YATAKE-22
	22	s	YATAKE-23
	23	2	YATAKE-24
	24,	=	YATAKE-25

ITEM	17	18	19	20	21	22	23	24	
ELEME	NT								
Fe	5%	7%	5%	7%	3%	5%	5%	5%	
Ca	2%	5%	3%	3%	2%	5%	3%	. 2%	
Mg	1%	2%	2%	2%	1%	2%	1.5%	1.5%	
Ag	۲۱	۲۱	۲۱	<1	۲۱	· (1	۲۱	< 1	
As	(200	(200	(200	<200	(200	(200	(200	(200	
B	<10	10	<10	<10	10	10	10	<10	
Ba	300	500	300	300	200	500	300	300	
Be	(2	<2	(2	<2	٢2	(2	(2	<2	
Bi	(10	(10	<10	< 1 Ó	<10	<10	<10	<10	
Cd	<50	(50	(50	<50	(50	(50	(50	(50	
Co	30	50	50	70	50	30	30	30	
Cr	50	70	50	50	20	50	70	30	
Cu	30	70	70 [.]	100	30	70	50	50	
Ga	10	10	10	30	. (10	20	10	20	
Ge	(20	(20	(20	<20	<20	(20	<20	<20	
La	<20	20	(20	(20	(20	20	20	(20	
Mn	700	1500	1000	1500	700	2000	1000	1000	
Mo	<2	2	<2	2	<2	<2	<2	<2	
NL	<20	(20	<20	(20	(20	(20	<20	(20	
Ni	20	50	50	70	30	20	30	30	
РЬ	10	<10	<10	10	<10	10	<10	(10	
SÞ	<100	<100	<100	<100	<100	<100	<100	<100	
Sc	15	20	20	20	15	20	20	15	
Sn	<10	<10	<10	<1Ó	<10	(10	<10	<10	
Sr	500	1000	700	1000	500	1500	.700	500	
Ti	7000	10000	10000	>10000	7000	10000	10000	10000	
V	100	100	100	150	100	150	100	100	
u	<50	(50	(50	<50	(50	<50	<50	(50	
Ŷ	10	20	15	15	10	15	15	10	
Zn	(200	(200	(200	(200	(200	<200	(200	(200	
Zr	50	100	70	70	50	70	70	50	

				42	2			
						JOB NO.	DFR 128	
•							PAGE 5	5
	•							
					ITEM	NO. SA	MPLE NO.	
						25 = YA	TAKE-26	
						26 = YA	TAKE-27	
						27 = YA		
						28 = YA		
				-		29 = YA		
						30 = YA		
						31 = YA		
		•			_	32 = YA		
					-			
TTEM	95	36	27	28	29	· 30	31	32
ITEM	25	26	51	20		20	21	26
ELEME	5%	5%	3%	5%	5%	5%	5%	7%
Fe			3%	5%	.3%	3%	3%	2%
Ca	3%	1.5%			2%	2%	2%	1%
My	1.5%	12	2%	3%	24	6/6	E /•	1 /0
• -			۲۱	2	۲۱	(1	۲۱	۲۱
Ag	(1)	(1		<200	<200	(200	(200	<200
As	(200	<200	(200	10	10	(10	10	<10
B	10	<10	10	700	500	300	300	300
Ba	500	300	500	100	200	200	300	200
D -	10	13	(2	<2	<2	(2	(2	(2
Be	<2>	(2)	<10	<10	<10	<10	<10	<10
Bi	<10	(10			(50	(50	<50	<50
Сq	(50	(50	(50	(50	50	50	50	50
Co	30	50	30	30	50	20	50	20
6	70	50	500	. 700	700	500	500	<10
Cr	70	50	70	150	100	. 70	100	50
Cu	50	50			<10	<10	10	10
Ga	10	20	(10	20		(20	(20	<20
Ge	, <20	(20	(20	<20	<20	120	12U	
			24	24	(20	130	(20	(20
La	(20	•		20	(20	02)		1000
Mn	1000	700	1000	2000	1000	1000	1000	2
Mc	2	2	<2	<2	2	<2	(2	
Nb	<20	<20	(20	(20	(20	(20	(20	(20
	— -					74	150	10
Ni	50	50	150	150	150	70		<10
Pb	<10	<10	<10	15	(10	<10	(10	
SÞ	<100	(100	<100	<100	(100	<100	<100	<100
Sc	20	20	20	20	30	20	20	20
				•	·.			
Sn	<10	<10	<10	(10)	<10	(10	<10	<10
Sr	700	500	500	500	500	500	300	500
·Ti	10000	10000	7000	7000	7000	7000	7000	10000
V	100	100	100	100	100	100	100	150
ų	<50	(50	(50	(50	<50	<50	(50	(50
Y	15	10	10	10	20	<10	10	15
Zn	(200	(200	(200	(200	<200	(200	(200	<200
Zr	50	50	70	70	70	30	50	70

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				43	3			
						JOB NO	DFR 128 Page 6	
					ITEM		AMPLE NO. Atake-34	
							ATAKE-36	
							ATAKE-37	
							ATAKE-38	
						•	ATAKE-39	
							ATAKE-40	
	•						ATAKE-41 ATAKE-42	
ITEM	33	34	35	36	37	38 .	39	40
ELEME Fe	5%	3%	3%	5%	5%	22	7%	3%
Ca	17	3%	1.5%	2%	2%	2%	3%	2%
Mg	17	1 %	1 %	2%	1%	17	1.5%	1.5%
Ag	۲۱	7	(1	< 1	<1 .	1.5	20	1.5
As	(200	(200	<200	(200	(200	(200	(200	(200
Ł.	<10	. 10	10	<10	<10	<10 300	(10 500	<10 300
Ba	200	300	300	300	300	200	500	300
Be	<2	<2	\$2	<2	(2	· (2	<2>	<2 <10
Bi	<10	(10	<10	<10	<10 (E0	<10 <50	<10 <50	<50
Cd	(50	(50	<50 30	<50 30	<50 50	20	70	30
Co	50	30	20		20	2.		
Cr	(10	<10	<10	<10	<10	<10	<10	< 1 0
Cu	30	70	50	50	50	20	70	30 20
Ga	10	10	10	15	20	<20 <20	20 (20	(20
Ge	(20	(20	{20	(20	<20	\CV		
La	(20	(20	(20	(20	<20	(20	(20	(20
Mn	500	1500	1000	1000	1000	1500	1500 5	1000 <2
Mo	(2	2	<2	2	2	<2 <20	<20	(20
NÞ	(20	(20	(20	(20	<20	\EV		
Ni	15	5	10	20	10	5	20	7
FD	<10	30	<10	<10	<10	20	150	10
Sb	<100	<100	<100	<100	<100	<100	<100 20	<100 10
Sc	10	20	15	20	15	10	20	
Sn	<10	<10	<10	<10	<10	<10	(10	<10 E 0 0
Sr	300	700	300	500	300	500	500	500 7000
Ti	7000	10000	10000	10000	10000	7000	>10000 150	100
v .	100	100	100	150	100	70	124	
Ū	(50	(50	(50	(50	<50	(50	(50	(50
Y	(10	10	10	20	10	(10	0S	10 (200
Zn	(200	(200	(200		(200	<200 100	<200 50	100
Ζr	50	70	70	100	100	100	JV	

JOB NO. DFR 128 Page 7

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ITEM	NO.		SAMPLE NO.
	41	E	YATAKE-01TC
	42	E	YATAKE-03TC
	43	=	YATAKE-06TC
	44	E	YATAKE-07TC
	45	E	YATAKE-29TC
	46	E	YATAKE-33TC
	47	=	YATAKE-35TC
	48	=	YATAKE-40TC

ITEM	41	42	43	44	45	46	47	48
ELEME	NT	•						
Fe	5%	3%	5%	32	7%	5%	3%	5%
Ca	2%	3%	. 5%	3%	5%	3%	2%	1%
Mg	2%	2%	3%	32	5%	1.5%	1 %	1%
Ag	< 1	۲۱	۲۱	1.5	5	1	۲۱	2
As	<200	(200	<200	(200	(200	<200	<200	<200
B	<10	<10	<10	C 10	<10	<10	<10	<10
Ba	300	300	300	300	300	300	300	200
Be	<2	<2	<2	<2	(2	<2	<2	<2
Bi	< 1 0	<10	<10	<10	<10	<10	< 1 0	<10
Cd	(50	. (50	(50	<50	(50	(50	(50	(50
Co	70	30	50	50	150	50	30	50
Cr	200	100	200	150	1500	20	<10	< 1 0
Cu	50	30	. 50	3 0 [°]	150	50	30	30
Ga	20	10	15	10	10	10	10	10
Ge	(20	(20	(20	(20	(20	(20	(20	(50
La	(20	20	(20	(20	(20	50	(20	(20
Mn	700	1000	1500	1000	1500	1000	1000	700
Mo	<2	<2	<2	<2	2	<2	<2	<2
NÞ	<20	<20	(20	(20	(20	(20	(20	(20
Ni	100	50	50	50	500	15	10	20
РЬ	100	50	50	20	100	70	20	20
εь	<100	(100	<100	<100	(100	<100	<100	<100
Sc	20	15	20	20	30	15	10	10
Sn	(10	<10	(10	(10	<10	<10	<10	<10
Sr	500	500	700	500	500	700	500	300
Ti	7000	7000	7000	7000	7000	10000	7000	7000
v	100	100	100	100	100	100	100	100
u	<50	(50	(50	(50	(50	<50	(50	(50
Ŷ	<10	10	10	10	10	20	<10	<10
Zn	(200	(200	(200	<200	(200	<200	(200	(200
Zr	20	70	50	70	70	100	100	70



December 29, 1994

Pyramid Resources Mr. Richard Campbell Vice President, Special Projects Mariah International, Inc. Deer Valley Airpark 702 West Melinda Lane Building D, Suite 7 Phoenix, Arizona 85027

Dear Dick,

Once again, it was a pleasure discussing Mariah's needs for Pyramid's consulting and engineering services. As per our discussion on 12/28/94, Pyramid is pleased to provide Mariah International with a quotation to provide metallurgical engineering services for the purpose of optimizing your pilot plant operations. Specifically, we propose the following step by step approach to optimize gold recovery and grade:

- Step 1: Analyze existing pilot plant data to determine if there is enough data to accurately predict plant performance. This will entail 2 to 3 days of data analysis at our office in Salt Lake City. Once completed, further tests can be identified.
- Step 2: Conduct additional pilot plant tests as identified from step 1. This will most likely entail 3 days of on-site testing. Statistically designed experiments will be conducted in an attempt to minimize the time needed to achieve optimal gold recovery and grade. Data collected during the tests will be analyzed and refining experiments, if necessary, will be recommended.
- Step 3: Conduct refining experiments outlined in step 2. It is estimated that an additional 3 days will be needed. As with step 2, the data will be analyzed. Based on all collected data, the recommended ranges for column operating variables will be determined.
- Step 4: It is recommended that confirmation tests be conducted under the operation conditions outline from step 3. This should take an addition 2 days of plant testing.

The entire test program should take a total of 8 days and is divided into 3 plant visits to allow sufficient time to analyze results from previous tests before conducting additional experiments. This will insure the highest probability of success.

The costs plant testing services are \$750 per day (usually 10 to 12 hour days) plus travel and living expenses billed at actual cost. Step 1 above will be conducted free of charge prior to the first plant visit. In addition, all assay costs are Mariah's responsibility.

Pyramid is committed to helping make this project a success. In addition to testing, Pyramid is extremely interested in overseeing the engineering, construction and start-up of Mariah's 1000 tpd process plant. To this end, I am putting together an initial estimate of capital and operating costs. The accuracy of the this estimate is +/- 30 percent. I will forward the results of the analysis upon completion.

Mariah International, Inc. Metallurgical Engineering Services

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December 29, 1994

Pyramid Resources is please to provide Mariah International with this proposal. Should you have any questions, please feel free to contact me. I look forward to a long and good working relationship between our two companies.

Sincer Paul M. Keyser Project Manager

Pyramid Resources, Inc.

328 W. 200 S. Suite 100 Salt Lake City Utah 84101 (801) 521-7556

FAX Transmittal Form

Date:December 14, 1994To:Richard CampbellCompany:Mariah International. Inc.Fax No.:602-492-9810From:Paul M. Keyser, Project ManagerSubject:Test Oversite

You should receive 0 pages, excluding this page. If there is an error during transmission please contact our office by telephone at (801) 521-7556 or by FAX at (801) 7652.

Dick,

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Just a quick not to express my thoughts on the plant test/confirmation that you which to perform. I expressed a package to you that has Pyramid's client list, resumes of key personnel, newsletters and some of our publications in column flotation. I hope that you can use the information to your advantage.

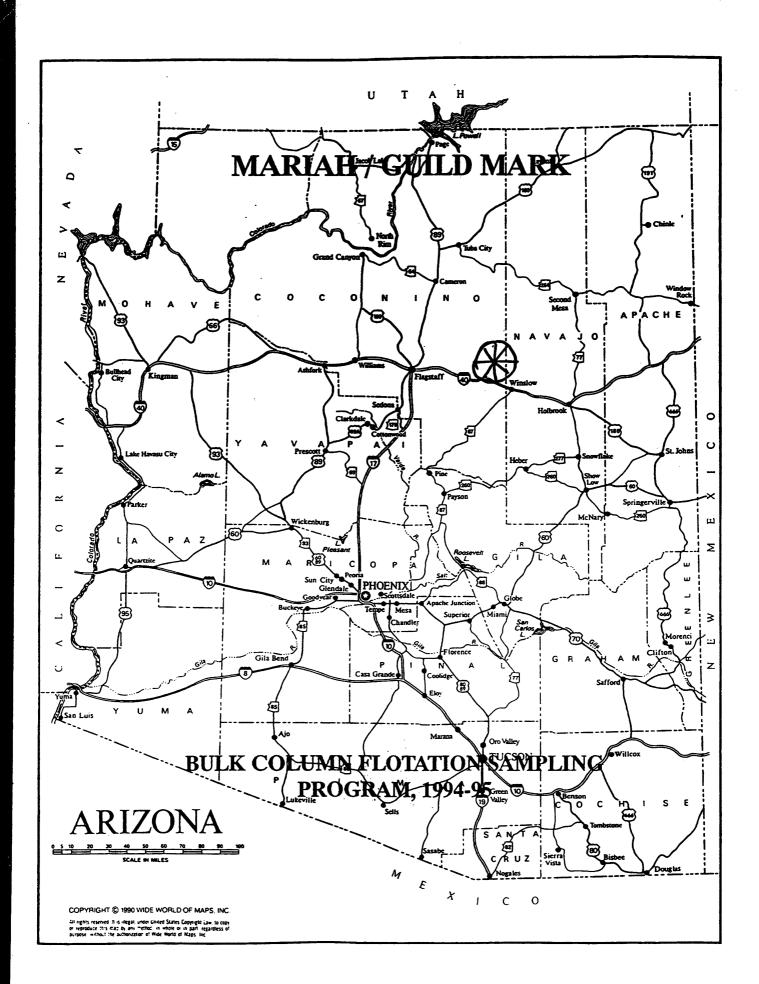
To maximize gold recovery, I recommend a pre-test phase where we can optimize column operations. This should start immediately. I would be willing to review any data you currently have and recommend additional tests to attempt and improve gold recovery. There will be no charge for this part of the service (understanding your desire to minimize costs) as long as no travel is involved.

Once confirmation testing is conducted, the rate would be \$750 per day and will probably take 2 to 3 days. Having two independent parties (i.e., Hazen and Pyramid) that are in agreement will minimize any doubts. The details of the sampling and test program can be worked out later.

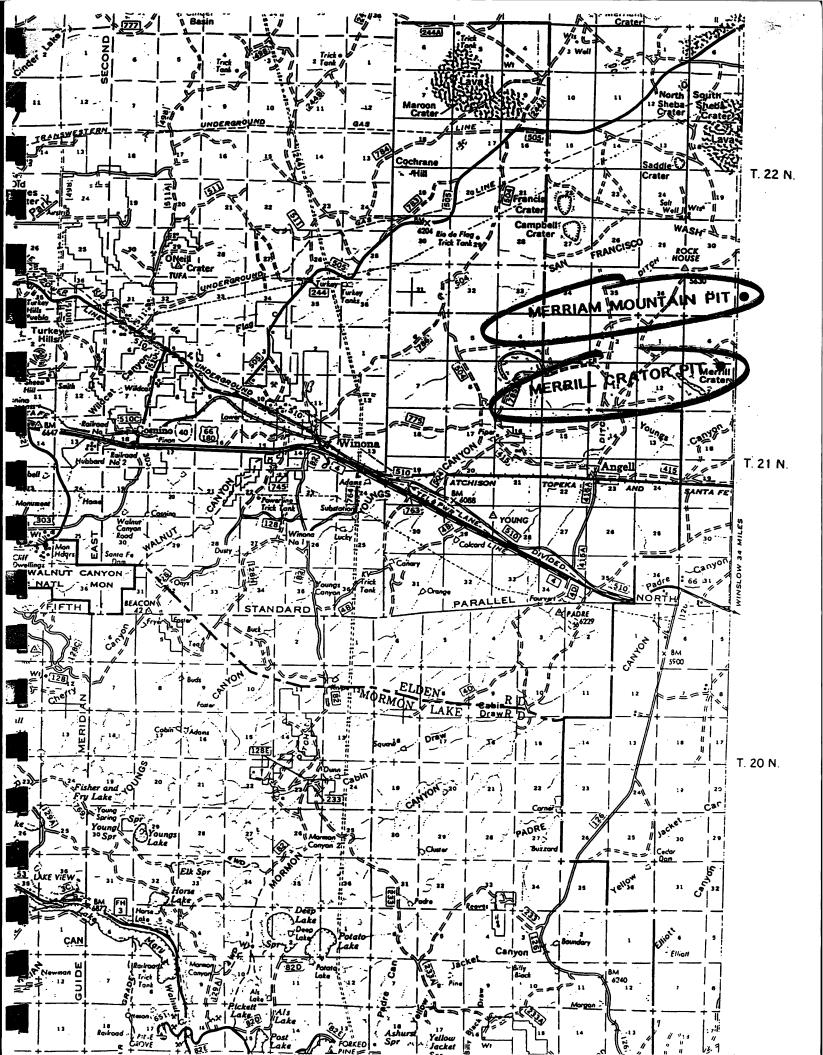
I hope that this is helpful. Let me know if I can be of further assistance.

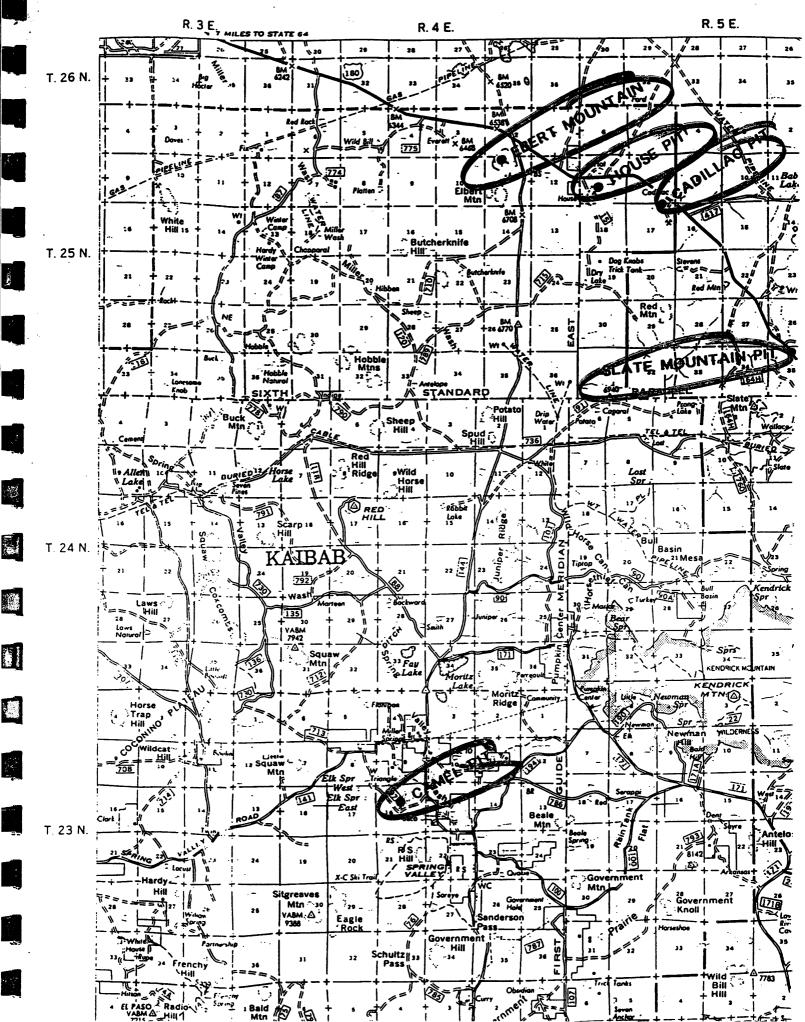
Best Regards.

Paul M. Keyser



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UN-24-92 WED 14:	38 JACOBS	ASSAY	OFFICE
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RESUME

JOHN O. RUD

933 E. Wahalla Ln. Phoenix, Arizona 85024 (602) 581-9140

1992

Geological Consultant

John O. Rud

RESUME

JOHN O. RUD GEOLOGIST, N. SC.

PERSONAL DATA

Date of Birth: Marital Status Health November 23, 1938 Divorced Good

EDUCATION

1970 - Bachelor of Science (Geology) University of Oregon 1971 - Master of Science (Geology) University of Oregon

EXPERIENCE

General Partner and Manager of South vest Color Supply

Located a source of red iron oxide to be used as a color pigment in the paint and concrete industry. Designed and constructed the processing facility. Southwest Color Supply is presently mining, processing, and selling a red iron oxide pigment

<u>Geological Consultant</u>

Completed reserve studies and pit design for Sunwalker Development Inc. on the Cherokee Rock Quarry. Quarry presently under production producing decorative rock aggregate.

Geotogical Consultant

Economic evaluation of the San Francisco Volcanic Field to determine its potential as a source of lightweight aggregate.

Geological Consultant

Completed a underground evaluation of the Bearup Mine, Glenwood, New Mexico. Presently supervising rehab of underground workings.

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Geological Consultant

Completed Geological evaluations on 40 gold mines in Yavapai and Maricopa Counties for a Canadian firm to determine the economic potential of placing the Redtail Mill into a custom milling facility.

Geological Consultant

Ron Lewis Construction. Located and evaluated rock formations in northern Gila County for utilization as road base material. Quarry presently in production for AB & MA road base on Arizona state highway 260 road improvement projects.

1989 - 1990

Leased the RedTail gravity/flotation/cyanide mill near Congress A2. Currently processing gold ores from the George Washington mine. Clementine mine and Pikes Peak mine. Mill is operating as a custom milling facility.

Formed a Public Company, (HIGHLAND RESOURCES INC. <u>Director, Sec. Tres</u>) Highland Resources Inc. leases the George Washington Gold mine near Wickenburg. Arizona. Raised initial funding to place the mine into production. Gold ore is being transported to the RedTail flotation/cyanide mill for processing.

1987-1988

<u>Geological Consultant</u> for a private company. Located and assisted in the development of a 30 to 50 tonper-day gold mine near Congress, Arizona. Consulted on the design, location of equipment and construction of the 150 TPD RedTail flotation/cyanide mill.

1987 - 1988

<u>Geological Consultant</u> for Real Estate Firm. Conducted geological evaluation and detail feasibility studies on granite property near Apache Junction. Property is presently in production selling granite for landscaping purposes.

Conducted geological evaluation on a Gila River sand deposit. Property sold for development. 2 . . .

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1986-1987

<u>Geological Consultant</u> for a private company. Conducted evaluations on placer gold property near Congress, Arizona.

Leased agitation cyanide equipment to conduct tests on the gold potential of the mines in the Congress Area. Conducted extensive studies on the economic potential of magnetite, iron oxides, specularite, vermiculite, and perlite for industrial use. Developed pilot mill for initial processing of the above minerals.

Consulted on construction of processing plant for the iron oxide material. Plant is on standby waiting results from weathering tests being conducted by paint and roof tile manufacturers.

<u>Geological Consultant</u> for private company to develop the Crater sulphur-gypsum deposit near Big Pine, California Market studies completed for foreign and domestic markets. Crater mine is in production.

1981-1985

<u>Director and Vice President of exploration</u> A public corporation with holdings in a lead-silver mine in Yuma, County, Arizona and Cattle feeding operations in Iowa. The Lead-Silver mine has been developed to the 300 ft. level is on a standby status due to low silver prices. Extensive cyanide leach tests were completed. Leach pads installed and operated for the recovery of silver and gold.

1977 to 1983

Geological Consultant

Project included the geological evaluation of the Butterfield Placer deposit near Yuma, Arizona.

Geological evaluation of the Castle Dome mining district near Yuma, Arizona. Negotiated the purchase of all mining claims in the district. Retained all personnel for the development of the Hull Mine. Hull mine was developed to the 300 level and placed into production at 150 tons-per-day and operated at full capacity until the severe drop in silver prices in 1983.

Geological Consultant

Purchased and rehabilitated a 75 TPD portable gravity mill which was leased out to numerous mining companies for bulk sampling. Mill sold to local mining company and is presently operating in Mexico. Designed and supervised heap leach operation near Corborca. Mexico for a Canadian public company.

Consulted and supervised the Brick Mine decline development near Arivaca, Arizona for a public company listed on the Vancouver Exchange.

Geological Evaluation of the Little Jessie Mine near Humbolt, Arizona. Supervised rehabilitation of underground workings. Leased portable gravity mill for bulk sampling of dumps.

Geological evaluation of the open pit gold mine in Valley County, Idaho. Project was financed and placed into a production status.

Geological evaluation of the George Washington mine near Wickenburg, Arizona. Mine placed in production.

Geological evaluations of the fluorspar deposits in the Tonto Basin area of Arizona.

Initiated a fluorspar dump reclamation program. Purchased trucks and transported material for processing at the Tonto Fluorspar Mill. Acid grade fluorspar was sold to Allied Chemical.

1976-1977

Geological Consultant

Conducted geological evaluations in the Central City area. Colorado.

Geological evaluations of Uranium deposits near Green River, Utah.

Consulted and supervised the development of the Quito Mine, shipped gold-copper ore to the Central City Mill, at Central City, Colorado.

Consulted on the rehabilitation of the Black Hawk flotation mill near Idaho Springs, Colorado.

Purchased and shipped the Lamartine mine dumps to the Central City flotation mill.

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1973 - 1976

Geological Consultant

Geological evaluation of limestone deposits for sources of agricultural lime and decorative stone. Open two quarries near Medford, Oregon, and sold agricultural and decorative products. Operation was sold to major producer of agricultural products.

Geological evaluation of pumice deposit near Mt. Shasta California. Mine was open and material sold to the northern California block manufacturers. U.S. Government initiated action and purchased mine claims which were included in a new wilderness area.

Leased several mine dumps in central Nevada and conducted heap leaching operations.

Consultant for Pacific Power & Light Co. Supervised drilling program on the Spring Creek Coal project near Decker, Montana.

1971 - 1973

Geological Consultant

Consultant for numerous public companies trading on the Vancouver and Calgary exchanges. Extensive geological evaluations, geochemical, and geophysical surveys completed in the Highland Valley area near Kamloops, B.C.

1961 - 1967

Underground Miner

Worked as a underground miner in numerous mines and diversion tunnels for dam construction in Washington, Idaho, and Montana area.

John O. Rud

Geological Consultant

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1982

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January 26, 1995

The Avalon Company, LTD. Richard C. Jackson 2711 LBJ Freeway - Suite 122 Dallas TX 75234

Re: Mariah International, Inc./Guild Mark Industries, Inc.

Dear Rick:

At your request I am writing this brief review of the current business situation of the two companies listed above. These two companies basically act as a partnership even though they are listed separately on the electronic bulletin board under MRHI (Mariah) and GMKI (Guild Mark).

The companies are currently active in basically two major market areas as follows:

1) Volcanic cinder cone gold (Merrill Crater)

2) Fertilizer Production (Merrill Crater)

I will detail the basic activity under these categories as follows:

I. Merrill Crater volcanic cinder cone

a) We have under lease/purchase contract approximately 1000 acres of land in northern Arizona. We have conducted a bulk field test of this material as well as tests in the laboratory, and have shown yields of gold in excess of .10 ounce per ton. We have potentially hundreds of millions of tons of material from which to extract gold. The by-product of this gold production is a very finely ground inorganic product that we are promoting as a fertilizer. We have approximately \$100,000 worth of back orders for this fertilizer.

b) We have received funding of approximately \$350,000 and have constructed a portable five ton per day mill to process the volcanic cinder cone. This portable mill will provide the final commercial test of gold production at the same time providing the fertilizer material to supply our back orders under our trademark "REPLACE."

c) After finalizing the process through the portable five ton mill, we plan to put a 1000 ton per day per day mill on the Merrill Crater in order to produce large commercial quantities of gold as well as fertilizer. Our costs will be extremely low, i.e., under \$150 per ounce, and we will require between \$12,000,000 to \$15,000,000 to build the necessary plant and equipment.

DEER VALLEY AIRPARK 702 WEST MELINDA LANE BLDG. 'D', SUITE 7

Page 2

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II. Research evaluation of flotation for gold ore

Hazen Research, Inc. of Golden Colorado will perform our evaluation of our pilot plant operations for flotation of gold. The report will contain the following elements, and provide us with a "bankable" report for presentation to a financial lending institution. The report will include the following:

EXECUTIVE SUMMARY

INTRODUCTION Property Description Property Ownership Ore Description

SUMMARY AND CONCLUSIONS

TEST PROGRAM Circuit Description & Flow Sheet Sampling Points and Schedule Plant Activities

DISCUSSION OF RESULTS Operating Data Product Analyses Stream Data

RECOMMENDATIONS Circuit Modifications Reagent Modifications Additional Test work

APPENDIX Operators Log Operators Data Sheets

Analytical Results Sheets

Pyramid Resources will provide metallurgical engineering services with the following step by step approach to optimize gold recovery and grade.

* Step 1: Analyze existing pilot plant data to determine if there is enough data to accurately predict plant performance. this will ental 2 to 3 days of data analysis at our office in Salt Lake city. Once completed, further tests can be identified.

* Step 2: Conduct additional pilot plant tests as identified from step 1. this will most likely entail 3 days of on-site testing. Statistically designed experiments will be conducted in an attempt to minimize the time needed to achieve optimal gold recovery and grade. Data collected during the tests will be analyzed and refining experiments, if necessary, will be Page 3

recommended.

* Step 3: Conduct refining experiments outlined in step 2. It is estimated that an additional 3 days will be needed. As with step 2, the data will be analyzed. Based on all collected data, the recommended ranges for column operating variables will be determined.

* Step 4: It is recommended that confirmation tests be conducted under the operation conditions outline from step 3. This should take an additional 2 days of plant testing.

A detailed analysis on the results will be prepared and submitted to Mariah/Guild Mark for presentation to lending sources.

IV) Financial Situation

a) Mariah/Guild Mark have been developmental companies and have not had income other than that from private placement, etc. The companies are currently up to date with audited financial statements for 1992/93 and are currently preparing this year's audited financial to supply to Standard and Poor.

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V) Legal Situation

a) The company has currently engaged the firm of Tiffany & Hoffman in Phoenix as our SEC legal counsel. We also have commercial legal counsel and are involved with one law suit based upon claims from one old shareholder, which we feel has no merit. Currently the two companies together have an approximate \$5,000,000 tax loss carry forward. Detailed financial reports including notes relative to these reports are available from our independent auditors, Donald Stoker, CPA, J.D.

Page 4

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b) All in all we feel that the Mariah/Guild Mark situation warrants a very intensive look by a company such as yours in order to provide the actual financial acumen and resources to allow our companies to reach the \$100,000,000 per year sales goal that we think is within our grasp within the next few years. We welcome a visit from your representative to review all these matters.

Sincerely,

Richard A. Campbell Corporate Secretary

RAC:hh



Hazen Research, Inc. 4601 Indiana Street • Golden, CO 80403 Tel: (303) 279-4501 • Telex 45-860 Fax: (303) 278-1528

December 14, 1994

FAX TRANSMITTAL ONLY

Mr. Dick Campbell Mariah International Corporation 702 West Melinda Lane Building D - Suite 7 Phoenix, Arizona 85027

Re: Evaluation of Flotation for Gold Ore HRI Proposal 95-066

Dear Mr. Campbell:

In accordance with your request for Hazen Research, Inc. to provide services for evaluating flotation of cinder cone material to produce a gold concentrate, this letter will provide you with approximate cost estimates for Hazen's services.

These estimates are based on using your existing pilot plant in Phoenix for demonstrating the flotation process. You indicated that the pilot plant has a feed capacity of about one ton per hour.

We suggest that the pilot plant should be operated for about 13 days, 8 hours per day. Considering time to start up each morning, this means that about 100 tons of material would be processed. We believe that this is ample time to evaluate the process unless unforeseen circumstances arise.

The purpose of the program is to (1) verify that gold is contained in the feed material, (2) determine the concentration of gold in the flotation concentrate, (3) determine the percentage recovery of gold to a concentrate, and (4) prepare a report for presentation to a financial lending institution.

Mr. Cregg Bossard, a senior metallurgical engineer, will be assigned to the project by Hazen. Mr. Bossard's billing rate is \$90 per hour. Based on 13 days of plant operations, 8 hours per day, plus one day for travel and one day for plant review and startup, we estimate that charges for Mr. Bossard at the site will be \$10,800 plus transportation costs and living expenses in Phoenix. The estimated costs for final report preparation by Hazen are \$4,500 to \$5,500. Also, a large number of samples must be taken during the operation and assayed for gold and possibly other minor elements. Hazen's fire assay cost for gold is \$11 per sample. Assuming a total of possibly 100 samples for gold plus miscellaneous assays, the cost for assaying could be approximately \$1,500. Thus, the total estimated cost for the above described scope of work is \$17,300 plus expenses. After the final scope of the program is determined, some changes in the cost estimates may be required, such as time required for Mr. Bossard to prepare data sheets for the operation, etc. prior to his arrival in Phoenix.

Mr. Dick Campbell December 14, 1994 Page 2

This program is predicated on Mariah International supplying all plant operating personnel, supplies, equipment, and sample preparation services.

We are prepared to start the program in January 1995. You mentioned that Pyramid International may participate in the program; we would welcome their involvement.

If you have any questions regarding this proposal, please let me know.

Very truly yours,

R. B. Coleman

R. B. Coleman Mining Sales

RBC/cb



Hazen Research, Inc. 4601 Indiana Street • Golden, CO 80403 Tel: (303) 279-4501 • Telex 45-860 Fax: (303) 278-1528

PROFESSIONAL SERVICES AGREEMENT

This Agreement, dated the ______ day of ______, 1995, between Hazen Research, Inc., a Colorado Corporation, 4601 Indiana Street, Golden, Colorado 80403, hereinafter called "Hazen", and Mariah International Corp., 702 West Melinda Lane, Building D, Suite 7, Phoenix, Arizona 85027, hereinafter called "Client",

WITNESSETH:

WHEREAS, Hazen is willing and able to render services for performance of the work as hereinafter described, and

WHEREAS, Client desires to obtain said professional services for said work.

NOW THEREFORE, in consideration of the covenants and obligations hereinafter set forth, the parties agree as follows:

ARTICLE I SCOPE OF WORK

The work to be performed by Hazen under the terms of this Agreement consists of the evaluation of a pilot plant operation for flotation of gold. Details of the scope of work are contained in the accompanying Proposal 95-066, which becomes a part of this Agreement.

ARTICLE II COSTS

The estimated cost of the work is \$17,300 plus travel expenses. Costs will be charged to Client in accordance with this Article. If at any time Hazen decides that the costs of the work will exceed the estimate, Hazen will immediately notify Client. Unless Client within ten (10) days after receiving such notification agrees to a revised estimate and agrees to pay all actual costs of the work, Hazen and Client will plan a revised scope of the work so that the original estimate is not exceeded.

Charges for services by Hazen will be calculated at 3.37 times the base hourly rate for hours worked on this project, with a maximum rate of \$150 per hour and minimum hourly rates of \$80 for engineers and higher classifications, \$55 for technicians and senior technicians, and \$35 for secretaries and junior technicians. Records of hours charged to the project will be kept for each employee and made available to Client upon request.

Analytical charges for analyses performed by Hazen will be billed at the cost shown in Hazen's published analytical price schedule. A new analytical price schedule is published every year and normally takes effect on January 1. Therefore analytical prices are subject to change yearly.

Direct out-of-pocket costs for equipment, materials and services obtained external to Hazen will be billed to Client at direct cost plus 15%. Equipment purchased from Hazen subsidiaries will be billed at direct cost.

Direct out-of-pocket costs for analytical work obtained external to Hazen will be billed to Client at direct cost plus 20%.

Accounting records substantiating these charges to Client will be available for Client's inspection at any time during Hazen's normal working hours.

ARTICLE III PAYMENT

An initial payment of \$12,000 of the estimated cost is required to be paid prior to the start of work. If special equipment is authorized to be purchased prior to the start of work or during the course of work, Client shall advance funds therefor upon notice from Hazen and prior to purchase. A statement of actual charges will be submitted monthly or semi-monthly and such statements shall be paid by Client within fourteen (14) days after receipt. The initial deposit representing a percentage of the work will be credited against the final invoice which will also include the charges noted in Article IV. Any excess of the deposit over charges will be refunded to Client. A finance charge of 1.5% per month will be added to overdue accounts. Invoices will be submitted semi-monthly if charges greater than \$10,000 are incurred by midmonth. Failure by Client to make payments required hereunder may cause Hazen to suspend the work. In the event Client is in breach of this Agreement, Hazen shall be entitled to recover its costs, expenses, and reasonable legal fees as part of its damages.

ARTICLE IV SAMPLES

Client's unprocessed materials and ores, and the residues, concentrates, tailings, and waste materials resulting from or produced as part of the work will be shipped back to Client within sixty (60) days of completion of the work unless Client has made other arrangements for the disposition of the material. These materials are and shall remain the property of Client, and the project will remain open until all of the materials are removed from Hazen's property. Any cost for storage, monitoring of barrels, cleanup of any spillage not attributable to Hazen's neglect, preparing materials for disposal, and cost of disposal will be Client's responsibility.

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ARTICLE V TIME

Hazen intends to begin the work in February 1995. It estimates that the work will be completed within four weeks of commencing the project and the report issued three weeks after completion of the pilot plant evaluation. If during the course of the work Hazen decides that the project cannot be completed within this time schedule, Hazen will notify Client so that Hazen and Client can decide on the course of action to be pursued.

ARTICLE VI INVENTIONS AND PATENTS

Hazen represents that each of its employees, contract laborers and consultants has entered into a contract of employment which provides for prompt disclosure and assignment to it of all inventions related to this project that are made by said employee during the course of his employment. Hazen agrees that, as to any invention related to this project that is made by any of its employees, contract laborers and consultants while working on this project, during the period of this Agreement, it shall in turn disclose and assign the same to Client, and upon the request and at the expense of Client and through attorneys named by Client, it shall cause said employee to make application for Letters Patent and to assign said application to Client.

Hazen makes no representation or warranty that the work proposed herein does not infringe or otherwise conflict with any existing patents or patent applications. Client is advised to undertake its own patent search before applying information developed under this Agreement.

ARTICLE VII NONDISCLOSURE

Hazen shall use its best efforts to prevent the disclosure of any information relative to the work to others than Client, unless authorized to do so by Client, and represents that it has entered into employment agreements with all employees, contract laborers and consultants requiring them not to disclose any such information.

ARTICLE VIII ADVERTISING AND PUBLICITY

Client shall not use the name of Hazen or of any of its employees in any advertising, publicity, or selling material without prior written approval of Hazen.

ARTICLE IX WARRANTY

Hazen will apply present engineering and/or scientific judgement and use a level of effort consistent with the standard of practice as measured on the date hereof and in the locale where the services are to be performed. Except as set forth herein, Hazen makes no warranty, expressed or implied, in fact or by law, whether of merchantability, fitness for a particular purpose or otherwise, concerning any of the materials or services which may be furnished by Hazen under this project. In the event that such "services" do not meet the above described standards, the sole remedy is for Hazen to reperform such "services" for Client at no charge to Client, provided that failure to meet the standards is called to the attention of the Hazen Project Manager assigned to the project within 60 days from the completion of this service.

ARTICLE X MISCELLANEOUS

Hazen represents that it carries liability insurance, workman's compensation and other appropriate insurance coverage. Evidence of insurance is available to Client upon request. To the best of its knowledge, Hazen is in compliance with applicable state and federal laws and regulations. This Agreement shall be governed by the laws of the state of Colorado and the parties' consent to the jurisdiction of the Colorado courts in any action to enforce or interpret this Agreement. In the event of litigation to enforce this Agreement or to collect payment thereon, the prevailing party shall be entitled to recover reasonable attorneys' fees and costs in addition to all other rights and remedies. Notice given hereunder shall be given in writing to the address of the parties contained herein. It shall be deemed given five (5) days after deposit of such notice in the United States mail, postage prepaid, addressed to the party. Notice may also be given personally or by facsimile transmission in which case notice shall be deemed given on the date of personal service or transmission.

ARTICLE XI TERMINATION

Client reserves the right to terminate this Agreement at any time, but agrees to advise Hazen in writing of its intent to terminate fifteen (15) days before the date of termination, with the understanding that Client shall pay any charges due Hazen up to and including the effective date of termination. In the absence of such notice, this Agreement shall automatically terminate on June 30, 1995.

HAZEN RESEARCH, INC.

Date: 1975

Bv: W. Carter

Vice President

MARIAH INTERNATIONAL CORP.

By: FRICIARES A. CAMPBELL Name

Coep. SECRETORI Title

1975 Date:

DATIE: 4/12/95

TO : RANDY MOORE - CANISION

FROM: DICK COMPBELL

subject: RESULTS FROM PATI on mernill Crater head ove .

Over Randy ,

Here are the results from a sample of head one taken by me and delivered to PPTI Last month. The material was ground to - 325 and divided / not connowhated, and then shipped to spring Valley, Q where it was split into 2-16 gamples. I-a control \$\$ 10210 and the other \$\$ 10211 was the treated sample. These were then packaged up and sent to me on april 1,2 *? - I in Turn hand delivered both 116 samples to David Fell. He taked me the results This morning. As I had not received the hand copy, which is in the mail.

There is a nice increase in the treated material over the control sample. These samples are not con, as staded in this qualysis, but are right out of the pile of cinder that you saw at the pishot plant doring your visit several models ago.

I am also enclosing an overview of PPTI for your review. it workainly is interesting to say the least.

I look forward to heaving from you in the near future.

Regards

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APR 12 '95 '11:00 FTRST CAPITAL LIFE''' /22636/

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DATE RECEIVED <u>4/2/95</u> NAME <u>Dick CAMPAGE</u> ADDRESS <u>9 ORCHARD</u> <u>FRUINE CA 92720</u> PHONE <u>714</u> 559-5157

Job# 35211 INVOICE# DATE DUE

DATE FINISHED

			ASSA	1 FOR:	•
	SAMPLE DESCRIPTION	GOLD	SILVER	PLATINUM	PALLADIUM
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Ċơµ	·· 10211-B	/	/		
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	SAMPLES	Assayed	e	28	
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ASSAY RESULTS

SAMPLE	GOLD	SILVER	PLATINUM	PALLADIUM
CON \$ 10210	0.120 02/+0N	NO 4 00102/00		
CON # 10211	0.175 02/00	ND 40.01 %	· ·	
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TOTAL P.01

APR 12 795 11:00 FIRST CAPITAL LIFE *

Pulsed Power

for

Mineral Extraction



Pulsed Power Technologies, Inc. P.O. Box 1419 • Spring Valley, CA 91979

P.3/5

Pulsed Power Technology for Mineral Extraction

The basic concepts for pulsed power mineral extraction stem from the useful effects that occur when a high energy plasma are is discharged between electrodes that are submerged in a liquid. The flow rate of the liquid and the firing repetition rate of the high energy pulses are adjusted so that any mass of liquid will be exposed to more than one discharge as it passes through a confining shock chamber. The effects are described below:

First, the surrounding region is momentarily filled with hard ultra-violet light and soft x-rays. These effects cause the chamber to be filled with ions, free electrons and free radicals, until they can recombine into simpler and smaller compounds. Many of the complex molecules are broken down and recombined into carbon-dioxide, water, and nascent metals.

Second, in conjunction with the radiation, a shock wave is generated which propagates outward from the discharge. This is made up of a very high density pressure wave, followed immediately by a rarefaction wave. At the interface between these waves molecular bonds are broken down and further ionization is caused. The shock wave actually pulverizes such things as silicates, releasing many of the trapped metals. Most dissolved solids come out of solution, hygroscopic bonds are broken in suspended matter, and still more metals are reduced to ascent form, so that all of these solids can settle out quickly and be separated from the basic supporting liquid.

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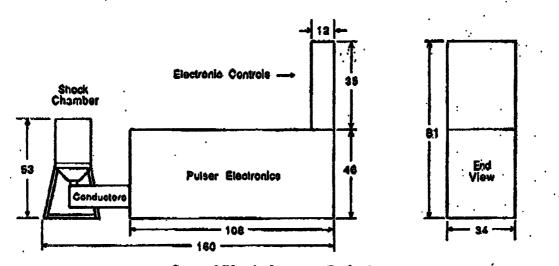
When all of this action is confined within a thick-walled chamber, the effects are further amplified as they reflect multiple times through the same materials within the enclosed liquid medium.

After passing through the PPTI pulsed plasma shock chamber, the fluid should then go through some means of separating the solids from the water. The water may then be reused in the process and the solids processed to pull out the freed metals.

The power requirement for this system is surprisingly low. It is appropriate to note that a 5,000 megawatt pulse of 5 microseconds duration fired 2 times per second requires only 50 kilowatts werage power from the source. This should be sufficient to process roughly 300,000 to 1 million grilens of slurry per day. The separation phenomena that we are seeing are the result of the initiation of simultaneous high energy pulses in a multiplicity of physical regimes. The actual power injected into the liquid by the process will be less than that due to pumping and flow friction; and the further separation of the metals will definitely take more power than the pulsed plasma process.

The PPTI Model 500B Pulser Electronics and Shock Chamber are being acquired currently by the academic community, as research tools in the struggle to reclaim hazardous waste sites, and to find ways to clean up contaminated water. Significant testing has already been accomplished with previous versions of this equipment. These earlier tests have shown that many compounds are broken down and heavy metals are precipitated by the pulsed power process. For example, a copper sulphate solution yielded nascent copper in the sludge that resulted after processing. Geothermal brines were also processed and they produced a metallic sludge. Ground water that was excessively contaminated with metallic salts and totally unuseable, became potable after pulsed power processing and removal of the resulting precipitate.

In size, the Pulser Electronics is in an enclosure that is approximately nine feet long, by four feet high, by three feet wide. At one end there is a electronic control box mounted on top that stands an additional three feet in height. This box is one foot thick and only slightly narrower than the width of the main enclosure. This electronic control box can be mounted remotely on a wall nearby, if that is desirable. At the opposite end of the Pulser Electronics from where the electronic control box is mounted, a pair of aluminum beams protrude about three feet outward along the axis of the main enclosura. These are the primary conductors going to the Shock Chamber. This chamber is 16 inches diameter, stands 28 inches in height, and is supported, with its axis vertical, by a stool frame. The interior of the chamber is 10 inches in diameter and 16 inches deep. Thore are six parts around the bottom of the chamber for the fluid to entor and a similar six ports around the top of the chamber for the processed effluent to exit. The electrodes are potted in a nonconducting high impact plastic, and mounted in the bottom of the Shock Chamber assembly. This assembly is almost five feat in height, and with the interconnecting conducting beams, adds almost five feet w the overall length of the system, bringing the total length to thirteen and a half feet. The Shock Chamber Assembly weighs a little over half a ton, and the Pulser Electronics comes to almost three-quarters of a ton. The engineering evaluation unit, the 500B, in a continuous running mode operates on 2.5 kw of 240 volt ac power. The higher powered unit, the 500C (capable of processing up to I million gallons of slurry per day), will utilize 50 kw of 480 yelt ac power.



General Physical Layout (Inches)

Pulsed Power Technologies, Inc. (PPTI) was incorporated in the state of California in April of 1991, for the purpose of exploiting the effects of both pulsed plasmas and pulsed magnetic fields. The founders of the company have worked in this area of technology for several decades. The company is located at 2739 Via Orange Way, Suite 103, Spring Valley, California. Mail should be addressed to Pulsed Power Technologies, Inc., P.O. Box 1419, Spring Valley, CA 91979. The telephona.number is 619-670-1612 and the FAX number is 619-698-1860.

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Richard Campbell 14028 Paseo Cevera San Diego, CA 92129

January 29, 1993

Dear Mr. Campbell,

We are pleased to offer you the following terms for processing your precious metal product;

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Material: Gold concentrates containing approximately 250 oz./ton

Shipments: Approximately 1000 pounds/day or 7000 pounds/week

Treatment: \$ 1.25/pound

Assay charge: \$ 50.00 per lot

Metal accountability: Gold - 97 % Silver - 90 %

Refining charges: Gold - \$ 5.00/oz. accountable metal Silver - \$ 0.50/oz. accountable metal

Settlement date: 30 business days following receipt or sampling if represented.

Pricing date: Settlement date unless otherwise agreed upon.

Metal markets: Gold - London afternoon fix Silver - Handy and Harman spot

I trust you will find these terms satisfactory. If you have any further questions or would like to arrange for material processing, please call me at (213) 722 - 9992.

Thank you for considering David H. Fell & Co., Inc. for your refining needs.

Sincerely.

Lawrence Fell Vice President

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NATL (800) 331-6401

PRELIMINARY OPERATING AND CAPITAL COST ESTIMATE FOR A ONE THOUSAND TON PER DAY MINE AND PLANT DEVELOPED FOR MERRILL CRATOR LLC

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Submitted to:

Mr. Richard Campbell Vice President - Special Projects Mariah International, Inc Deer Valley Airpark 702 West Melinda Lane Building D, Suite 7 Phoenix, Arizona 85027

Prepared by:

Pyramid Resources, Inc. 328 West 200 South, Suite 100 Salt Lake City, Utah 84101

> 950106B January 13, 1995

Mariah International, Inc. Budget Operating & Capital Cost

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I. INTRODUCTION

Pyramid Resources has determined a preliminary estimate of the operating and capital costs for both mining and milling associated with the design, engineering, construction and start-up of a one thousand ton per day (1000 TPD) plant for Merrill Crator LLC located in Phoenix, Arizona. The cost estimate was prepared using the United States Bureau of Mine Cost Estimating System. The calculated cost values are based on empirical models constructed from correlating operating and capital cost data from numerous mines and plants to plant throughput. Therefore, care should be taken in interpretation of the results. It should also be noted that the accuracy of this estimate is claimed to be plus or minus 25 percent. Also, additional cost variations can be introduced by making changes in the process flowsheet and the basic assumptions of the analysis. As a result, this report is the first "best guess" of Mariah International's mining and processing needs and should be treated as a starting point for further discussions.

II. PROCESS FLOWSHEET

The flowsheet used for this analysis was developed using a one ton per hour pilot plant now in operation at Merrill Crator LLC. The process involves receiving mined material which is typically minus 3/8 inch and grinding to 80 percent passing 325 mesh. The ground feed is then conditioned with flotation reagents which render gold bearing minerals hydrophobic. After conditioning, the feed is pumped to a flotation column where the majority gold bearing minerals attach to rising air bubbles and are recovered in the concentrate. The remaining material reports to the column underflow. Both gold bearing concentrate and underflow streams are then subjected to a series of solid/liquid separation processes including thickening, filtration and drying. After drying, the final products are then ready for bagging and/or shipping.

Mariah International, Inc. Budget Operating & Capital Cost

January 13, 1995

III. MINING OPERATING AND CAPITAL COSTS

The operating and capital costs for the mining of the Merrill Crator deposit are based on the following assumptions:

- The mine will operate one shift per day
- There is no need for removal of overburden from the deposit
- The deposit is located on private property (no restoration is required)
- The deposit can be mined using scrapers
- Haulage distance is approximately 1 mile from the mill with a haul grade of 0%
- All administrative costs for the mine have been included in the mill administrative costs

Table 1 below summarizes the operating costs while Table 2 outlines the capital costs (adjusted to 1995 dollars) for mining as determined using the USBM Cost Estimating System. Results presented in Appendix 1 are in 1984 dollars.

Description	Labor (\$/ton)	Supplies (\$/ton)	Equipment (\$/ton)	Total (\$/ton)
Surface Mining Costs	\$0.71	\$0.00	\$0.41	\$1.12
General Mine Operations	\$0.49	\$0.03	\$0.06	\$0.58
Total Mine Operating Costs	\$1.20	\$0.03	\$0.47	\$1.70

Table 1. Summary of mining operating costs for Merrill Crator LLC.

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Description	Captial Cost (\$ x 1,000)
Mining Equipment	\$1,140
Mine Plant	\$46
Infrastructure	\$176
Working Capital	\$279
Total Mine Capital Costs	\$1,641

Table 2. Summary of mining capital costs for Merrill Crator LLC.

IV. MILLING OPERATING AND CAPITAL COSTS

The operating and capital costs for milling of the Merrill Crator deposit are based on the following assumptions:

- 1000 TPD nominal feed rate to mill ٠
- Feed size is minus 3/8 inch
- Grind size is 80 percent passing 325 mesh

Table 3 below summarizes the operating while Table 4 outlines the capital costs (again adjusted to 1995 dollars) for milling. Results presented in Appendix 2 are in 1984 dollars.

Pyramid Resources, Inc.

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Mariah International, Inc. Budget Operating & Capital Cost

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Description	Labor (\$/ton)	Supplies (\$/ton)	Equipment (\$/ton)	Total (\$/ton)
Grinding	\$3.60	\$1.50	\$0.90	\$6.00
Flotation	\$0.63	\$0.94	\$0.23	\$1.80
Solid/Liquid Separation	\$0.75	\$1.98	\$0. 0 7	\$2.80
General Operations	\$0.10	\$0.27	\$0.10	\$0.47
Indirect Operating Costs	\$1.50	\$0.19	\$0.19	\$1.88
Total Mill Operating Costs	\$6.58	\$4.88	\$1.49	\$12.95

Table 3. Summary of milling operating costs for Merrill Crator LLC.

Table 4. Summary of milling capital costs for Merrill Crator LLC.

Description	Captial Cost (\$ x 1,000)
Grinding	\$1,222
Flotation	\$540
Solid/Liquid Separation	\$1,172
General Operations	\$4,788
Infrastructure	\$405
Design & Construction	\$829
Working Capital	\$708
Total Mill Capital Costs	\$9,664

Mariah International, Inc. Budget Operating & Capital Cost

V. SUMMARY

As a result of the analysis, Pyramid Resources has been able to determine an estimate of the operating and capital cost required for a one thousand ton per day mill for Merrill Crator LLC. Table 5 below shows operating and capital costs for both mining and milling operations. As pointed out in the introduction of this report, this estimate is starting point for future analysis and carries an accuracy of plus or minus 25 percent.

Description	Operating Cost (\$/ton)	Capital Cost (\$ x 1,000)	
Mining Operations	\$1.70	\$1,641	
Milling Operations	\$12.95	\$9,664	
Total:	\$14.65	\$11,305	

Table 5. Operating and capital costs for Merrill Crator LLC.

PILOT PLANT PROGRAM

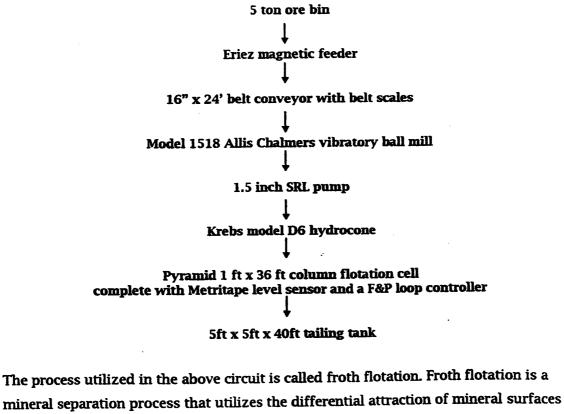
Objectives

1. To determine the overall gold content of the Merrill Crator deposit to warrant the construction of a 1,000 tons-per-day concentrating plant.

2. Determine the optimum reagent combination and dosages to attain maximum recovery when the 1,000 tons- per-day concentrating plant is placed in operation.

<u>Test Plant</u>

Merrill Crator L.L.C. has constructed a one ton-per-hour column flotation plant. The circuit consists of:



towards the rising air bubbles in a mineral pulp suspension to separate mineral

John O. Rud

particles of differing type. To make the process more efficient, organic chemicals called collectors are employed. Collectors are designed to attach selectively to the surface of one of the mineral components to be separated, making these particles water-repellent and increase the tendency to rise with the air stream.

Previous Column Flotation Bulk Sampling

During September, 1992, Mariah International, Inc. completed a 114 ton bulk column flotation sampling program which produced 104 pounds of gold concentrate. The program divided the 114 ton sample into five 20 to 25 ton samples. The head grade ranged from .05 to 1.44 oz/ton gold. Gold recovery ranged from 67% to 80.1%. Completed results from this bulk sampling program indicated the Merrill Crator material averaged .074 oz/ton gold. The reagents utilized (Collector KI 11, Frother KI 444) during this program were manufactured by Kerley Chemical Company and averaged a 72% recovery rate.

<u>Test program</u>

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The test program is designed to determine the overall gold content of the material removed from the Merrill Crator and evaluate the performance of several types of flotation reagents to determine gold recovery percentage expected during the operation of a commercial sized concentrating plant. At this time the material is trucked from the Merrill Crator near Flagstaff to the pilot plant located in Phoenix, Arizona. The material will then be processed by the pilot flotation plant in 5 ton batches. Samples are removed from the feed belt, concentrate tank, and tailing tank at 30 minute intervals. The composite sample for the 5 ton mill run is then submitted for assay to determine the following data:

- 1. The gold content of the head ore.
- 2. The gold content in the concentrate.
- 3. The gold content in the tails.

From the above data the concentration ratio and recovery percentage can be determined.

The test program is currently designed to determine the optimum type of reagent that will increase the recovery rate to its maximum. The preliminary tests have utilized the reagents manufactured by MINERAL REAGENTS INTERNATIONAL with good results.

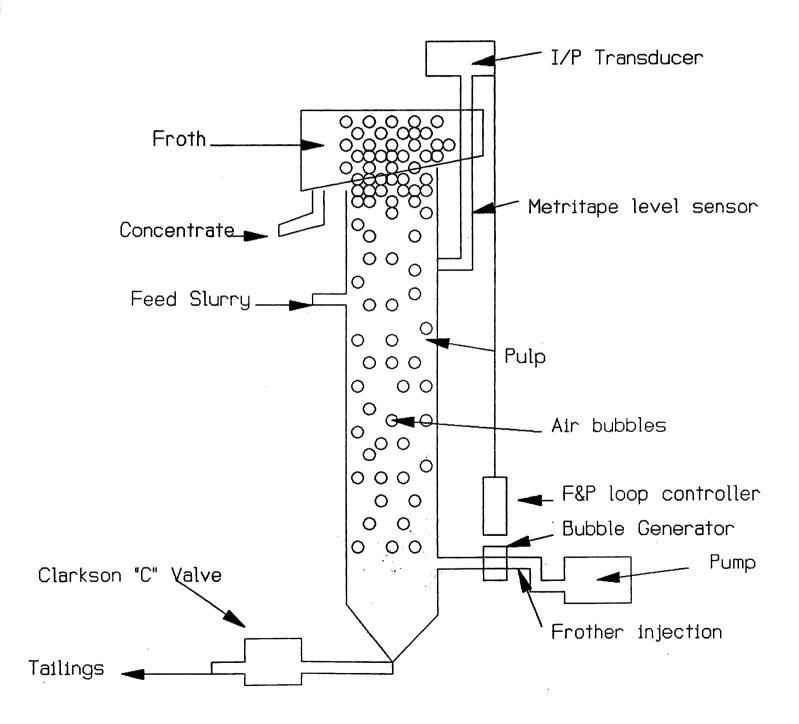
Future tests will utilize reagents manufactured by KERLEY CHEMICAL COMPANY, SHEREX CHEMICAL COMPANY, INC., and LUBRIZOL CORPORATION which will determine the optimum reagent and dosage to achieve maximum gold recovery from the Merrill Crator material.

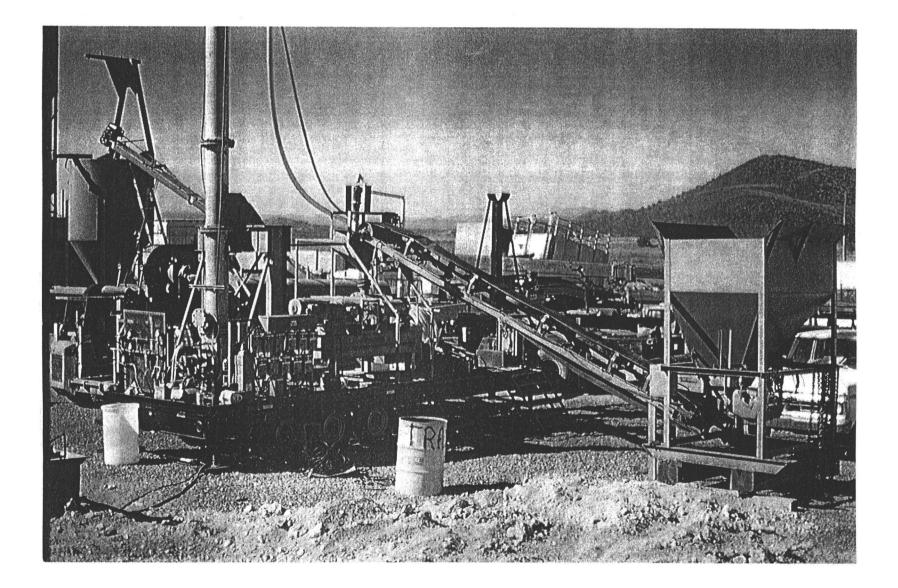
Respectfully submitted,

John O. Rud

Geologist, M.Sc. December 12, 1994

Schematic diagram of a flotation column





BULK SAMPLING AND COLUMN FLOTATION OF THE MERRILL CRATOR VOLCANICLASTIC DEPOSIT

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for

Mariah International Inc. Phoenix, Arizona

by

John O. Rud Geologist, M.Sc.

November 23, 1992

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Introduction Location Access 2 Geology 2 Flotation 3 Column Flotation 4 Flotation Reagents 5 Bulk Test Procedure 6 Test Results 7 Conclusions 10

Map 1

John O. Rud

Geological Consultant

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BULK SAMPLING OF THE MERRILL CRATER by COLUMN FLOTATION

INTRODUCTION

During September, 1992 Mariah International Inc. initiated and completed a bulk sampling program on the Merrill Crator. The material was removed from the crator along the access road and a trench located within the vent area of the cone. The material was fed into a vibratory ball mill, ground, and concentrated by column flotation.

The objectives of the program was to determine the average grade of gold occurring in this area of the cone and the percentage of gold recovery that could be attained by utilizing column flotation.

LOCATION

The Merrill Crator is located 22 miles east of Flagstaff, Arizona within Township 21 North, Range 11 East, Sections 7 & 12. The Crator can be easily observed when traveling east from Flagstaff, Arizona and is considered to be one of the larger deposits of volcaniclastic material in the San Franciscan volcanic field.

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John O. Rud

Geological Consultant

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<u>ACCESS</u>

Access to the Merrill Crator is provided by traveling east on Interstate 40 to the Winona Interchange, then 6 miles east on the north frontage road (formerly the Route 66 highway) to the Angell railroad crossing, then north to the east base of the crator.

GEOLOGY

The Merrill cinder cone is within the Merriam Age strata which is approximately 50,000 years old. The composition of the cinders consists of aphanitic alkali olivine basalt. Phenocrysts of hypersthene, clinopyroxene, plagioclase, and olivine a few millimeters in size, are surrounded by a very fine groundmass of highly oxidized material.

Cummings (Cummings, D., 1972, Mafic and Ultramafic Inclusion, Crator 160, San Francisco Volcanic Field, Arizona, U.S. Geol. Survey Prof. Paper 800B,) conducted an extensive study of the Crator 160 cinder cone. Although, Crator 160 is older than the Merriam Crator it occurs within the same volcanic event and therefore, will have the same compositional and textural features because of the similar geologic conditions.

Cummings states: 'The cinders are aphanitic to porphyritic vesicular olivine basalt. They are characteristically reddish brown (hematite stained) on weathered surfaces and dark gray on fresh surfaces. Most cinders are rounded and show some evidence of aerodynamic shaping. The cinders and cinder beds are generally welded, so they were probably partly molten

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John O. Rud

Cummings also states "Opaque minerals include chromite, magnetite, and ilmenite.----Hematite, an alteration product, surrounds grains of magnetite, ilmenite, and augite. -----Crator 160 has abnormally high concentration of Ba, Sr, Rb, Ni, and Cr; high concentrations of Cu, Zr, and V; and low concentration of Y, compared with median concentrations of tholeiites and basalts. High concentrations of Ni, Cr. V, and Cu are characteristic of mafic rocks; high concentrations of Ba, Sr. Rb, and Zr, felsic rocks.

The high concentrations of Ba, Sr, Rb, and Zr may indicate contamination from basement granites and other felsic rocks. If the magma incorporated basement material, then assimilation must have been considerable in order to approach (or even exceed, as for Ba and Sr) the element abundances in granite."

FLOTATION

Froth flotation is considered to be the most widely used method for ore beneficiation. In ore beneficiation, flotation is a process in which valuable minerals are separated from worthless material or other valuable minerals by inducing them to gather in and on the surface of a froth layer. Sulphide and non-sulfide minerals as well as native metals are recovered by froth flotation.

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This process is based on the ability of certain chemicals to modify the surface properties of the minerals. Other chemicals are used to generate the froth and still others are used to adjust the pH. Certain chemicals are capable of depressing the flotation of minerals that are either to be recovered at a later time or are not to be recovered.

The process of froth flotation entails crushing and grinding the ore to a fine size. This fine grinding separates the individual mineral particles from the waste rock and other mineral particles. The grinding is normally done in water with the resultant slurry call the "pulp". The pulp is processed in the column or conventional flotation cells which agitates the mixture and introduces air as small bubbles.

The ability of a mineral to float depends upon its surface properties. Chemical modification of these properties enables the mineral particles to attach to an air bubble in the column flotation cell. The air bubble and mineral particle rise through the pulp to the surface of the froth or foam that is present on the column flotation cell. Even though the air bubbles often break at this point, the mineral remains of the surface of the froth. The mineral is physically separate from the remaining pulp material and is removed for further processing.

COLUMN FLOTATION

Based on pilot concentration tests conducted by Deister Concentrator Co., Inc. test facility located in Tucson, Arizona a column flotation method of gold

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fohn O. Rud

recovery was selected. Column flotation advantages over conventional flotation include:

Improved grade/recovery relationships. Superior process control through improved instrumentation. Lower capital costs. Lower operating costs.

The flotation column main characteristic is its ability to eliminate gangue entrainment in the concentrate. This is accomplished by introducing the feed one third down the column and is distributed evenly. The slurry then travels down the column counter-currently to a rising stream of bubbles which are produced in a sparging device. Particles which collide and attach to the bubbles are carried up the column, eventually reaching the interface between the pulp or collection zone and the froth zone. The froth zone is primarily gas with solids and liquid in the lamella between the bubbles. Washwater, which is added at the top of the column, filter down through this bed and washes the froth of entrained particles.

FLOTATION REAGENTS

A 200 pound sample was submitted to Deister Concentration Co., Inc., laboratory in Tucson for the initial column flotation testing. It was determined during this pilot test Kerley Mining Inc. KI 444 frother and K11 Sodium Isopropyl Xanthate collector would be suitable for this ore.

FROTHERS are liquids that produce the froth or foam on which the flotation process depends. The froth resembles soap suds and provides the physical

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John O. Rud

separation between the minerals floated and the pulp containing the waste. The froth must be strong enough to support the weight of the mineral floated and yet not be tenacious and non-flowing. It should have the tendency to break down when removed from the column flotation cell. The frother should not enhance the flotation of unwanted material.

<u>COLLECTORS</u> are chemicals which attaches to the mineral surface and produce a hydrophobic (water fearing) surface. While certain minerals are naturally hydrophobic and do not require a collector, recovery is often improved when a collector is used. The water repellent film facilitates the attachment of the mineral particle to the air bubble. Many different chemicals are used as collectors. Oils, xanthates, dithiophosphates, petroleum sulfonates, and fatty amines are examples.

BULK TEST PROCEDURE

Previous sampling of the Merrill Crator indicated the material contained gold in the .06 to .17 oz/ton range. Ore processing consisted of removing the oversized material (+1 inch) by screening. The minus 1 inch material was then loaded into a 10 ton feed hopper equipped with a variable speed drive belt. The material was then fed into the General Dynamics vibratory mill at a 1,000 pounds per hour feed rate. The grind was controlled by a discharge grate with the undersized material flowing into a sump equipped with a 2 inch SRL pump. The material was then pumped into the 6 inch x 23 ft. Deister flotation column with the froth concentrate deslimed in a 2 inch Krebs cone and the tails discharged into a tailing sump.

John O. Rud

TEST RESULTS

A 21 ton sample (Sample * 1) was removed from the first drill road switchback near the valley floor. The road cut shows a soil zone of 16 inches in thickness which may have diluted the gold values in the sample removed.

FLOTATION PARAMETERS

Gold Head Grade Gold Concentrate Grade Gold Tails Grade Percentage solids in pulp Washwater Feed Rate Frother KI 444 Collector KI 11 pH Concentration Ratio Recovery .05 oz/ton 121.35 oz/ton .01 oz/ton 23% 4 gallons per minute 10cc/min 80cc/min Natural 3.035 80.1%

A 24 ton sample (Sample * 2) was removed between switchbacks 2 & 3. The material showed a layering and sorting effect during deposition. Near the surface hematite staining of the groundmass was evident.

FLOTATION PARAMETERS

Gold Head Grade Gold Concentrate Grade Gold Tails Grade Percentage solids in pulp Washwater feed rate Frother KI 444

.11 oz/ton 158 oz/ton .03 oz/ton 20 % 5 gallons/minute 12cc/min

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John O. Rud

Collector KI 11	100cc/min
рН	Natural
Concentration ratio	1,995
Recovery	72.4%

A 20 ton sample (Sample # 3) was removed from the area between switchback # 1 and the vent area. The road cut averages about 6 feet in high and is a composite of fresh volcaniclastic material.

FLOTATION PARAMETERS

Gold Head Grade	.66 02/ton					
Gold Concentrate Grade	357 oz/ton					
Gold Tails Grade	.217 oz/ton					
Percentage solids in pulp	20%					
Washwater feed rate	5 gallon per minute					
Frother KI 444	10 cc/min					
Collector KI 11	100 cc/min					
pH	Natural					
Concentration Ratio	811					
Recovery	67%					

A 25 ton sample (Sample # 4) was removed from the vent area trench. The trench is approximately 15 feet deep, 12 feet wide and 25 feet long. The area is composited entirely of volcaniclastic material with visible sulphides within the vugs of the material.

FLOTATION PARAMETERS

Gold Head Grade	1.44 oz/ton
Gold Concentrate Grade	389 oz/ton
Gold Tails Grade	.372 oz/ton

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John O. Rud

Percentage solids in pulp
Washwater feed rate
Frother EI 444
Collector KI 11
рH
Concentration Ratio
Recovery

20% 5 gallons per minute 15 cc/min 120 cc/min Natural 364 74%

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Sample # 5 was a composite of the material hauled down from the Merrill Crator. The 34 tons of material was removed from the 4 stockpiles, mixed thoroughly and loaded in the feed hopper. It is expected this sample represents the material that is exposed on the north side of the Merrill Crator.

FLOTATION PARAMETERS

Gold Head Grade Gold Concentrate Grade Gold Tails Grade Percentage solids in pulp Washwater feed rate Frother KI 444 Collector KI 11 pH Concentration Ratio Recovery

.14 oz/ton 219 oz/ton .041 oz/ton 20% 5 gallons per minute 12 cc/min 100 cc/min Natural 2,190 70%

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<u>CONCLUSIONS</u>

The 114 ton bulk column flotation sampling program produced 104 pounds of concentrate. A one pound sample of the material was then submitted to David H. Fell & Company, Inc., a gold refiner located in City of Commerce, California, for a projected gold recovery analysis. Mr. Larry Fell, Refinery Manager, reported that the concentrate contained 256 ounces of gold per ton. On November 5th, a 47.5 pound sample was then shipped to the refiner for processing. Completion date is projected to be November 25, 1992.

The area selected for sampling is located on the north side of the Merrill Crator. The reasons for this selection was the existence of a drill road which provided excellent exposures of material exceeding 20 feet in depth and good access to the excavated trench located in the vent area of the crator. The physical dimensions of the sample area depicted on Map #1 are 2,000 feet in a east-west direction, 3,000 feet in a north-south direction, with a average sample depth of 20 feet. Utilizing a 22 cubic feet per ton factor this area contains 5.5 millions tons of volcanicastic material.

The composite sample taken from the north side of the crator indicates an average gold content of .142 ounces per ton with a recovery potential of 70.4 percent. Therefore, the average recoverable grade of gold within the sample area is projected to be .09 ounces per ton. It is expected that the recovery

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John O. Rud

percentage will increase during production due to increased efficiency in the grinding circuit and the fine tuning of the concentration circuit that occurs during the normal operations of a gold concentrating facility.

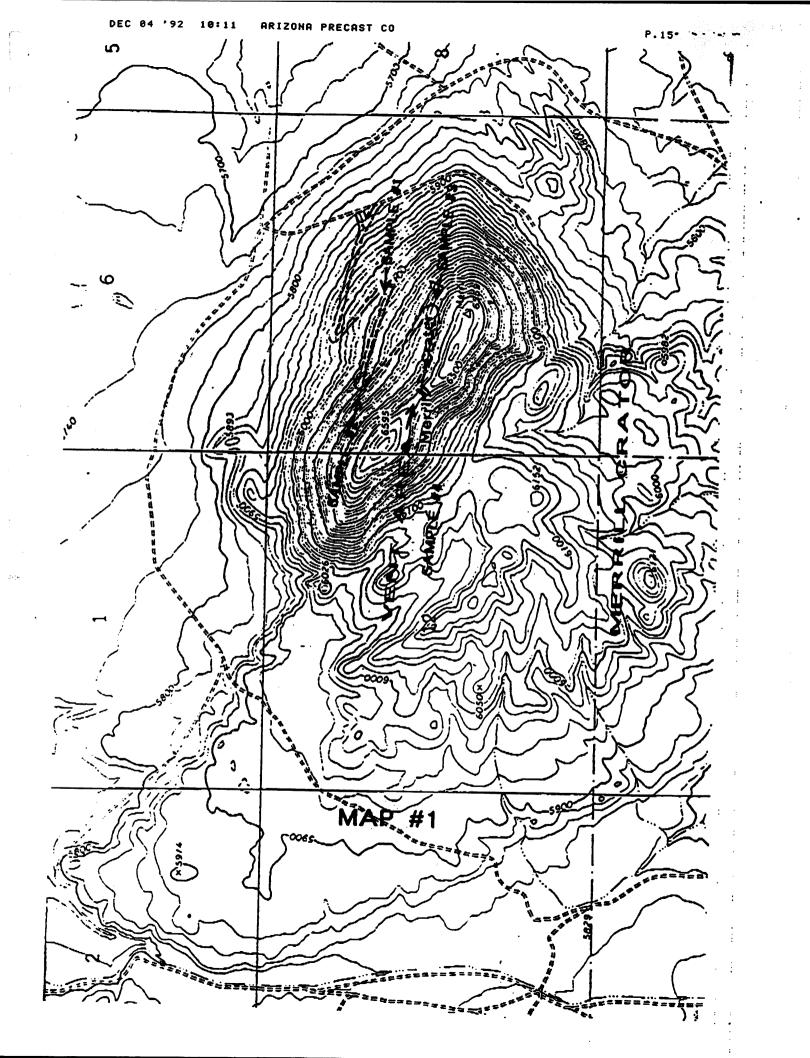
Respectfully submitted,

John O. Rud Geologist, M.Sc.

John O. Rud

Geological Consultant

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REC'D BY:

GOLD RECOVERY

FROM

PYROCLASTIC SCORIA

1987 - 1993

NTERNATIONAL, INC.

May 1, 1993

TO: LON DORSAY, PRESIDENT

FROM: R.A. CAMPBELL, VICE PRESIDENT

RE: RESULTS FROM THE RECOVERY OF PRECIOUS METALS FROM CINDER CONE DEPOSITS FROM 1987 TO THE PRESENT.

Dear Lon,

1.25

The following is a list of a few professional mining institutions and individuals along with their reports that have recovered gold in cinder deposits located in Northern Arizona over the past six years.

- 1. Colorado School of Mines (Sept. 1987) Dr. Baki Yarar
- 2. Davy McKee Corporation (Oct. 1987) Geo. H. Mellor, Sr. Process Engineer
- 3. Dr. Thomas Henrie (Mar. 1988 and Sept. 1989)
- 4. Dr. Jan Miller (Jan. 1989)
- 5. Dr. Ronald Atwood (July 1989 and Oct. 1989)
- 6. Fred L. Kircher (March 1988)
- 7. Western Technologies, Phoenix, AZ (Oct. 1989)
- 8. Dr. W.J. Guay (Oct. 1990 and Jan. 1991)
- 9. Abstract of disclosure and inventor report
- 10. John Rud, M.Sc. (Feb. 1992)
- 11. John Rud, M.Sc. (Nov. 1992)
- 12. David H. Fell Company (Nov. 1992, Jan. 1993)
- 13. Jacobs Assay Laboratory (June 1992)
- 14. John Rud Resume
- 15. Deister Concentrator Co.- Report (Dec. 1992)

4500 SOUTH LAKESHORE DRIVE SUITE 490 TEMPE, ARIZONA 85282 602. 820. 2092 602. 820. 4584 FAX



Davy McKee Corporation

2303 Camino Ramon P.O. Box 5500 San Ramon, CA 94583 Tel.: (415) 866-1166 Telex: 470670

October 8, 1987

Mr. Floyd Bleak 1661 East Camelback Suite 250 Phoenix, AZ 85016

Dear Mr. Bleak,

I take this opportunity to inform you of the analyses of the five samples which I took during my visit of July 28, 1987 to the Flagstaff, Arizona, Scorified Basalt Deposit.

The samples were prepared in Reno and sent to P&M Laboratories, Lancaster, CA, for analysis. Here, each sample was fused with sodium peroxide and the residue digested in nitric acid. From this solution, silver was precipitated as the chloride, gold precipitated with zinc dust and platinum and palladium determined on the A.A. The results of the analysis are as follows:

Chemical Analyses Oz/Ton

Sample I.D	Ag	Au	Pt	Pd
8-1-A	1.15	0.09	.01	trace
8-2-A	1.20	0.09	.01	trace
8-3-A	1.14	.14	.02	trace
8-4-A	2.88	.12	.02	trace
8-5-A	2.87	.09	.01	ND

Please remember, these samples were taken from the surface of the deposit and that the chemical analyses are by one laboratory only. If the analyses can be verified, then the gold reported in these samples has sufficient merit to justify further exploration work to determine the extent and variation in grade of the ore body.

I trust these results are encouraging and await your reaction.

Kind regards,

DMC ENGINEERS AND CONSTRUCTORS A Division of Davy McKee Corporation

George H. Mellor Senior Process Engineer

Enclosure

50 South Main, Suite 975 / Salt Lake City, Utah 84144 / (801) 531-6877

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د. الأور المالات المناج بالمحموضات والمناط

March 29, 1988

Board of Directors Mariah International, Inc. Valley Bank Plaza, 14th Floor 300 South Fourth Street Las Vegas, Nevada 89101

Re: Sheep Hill Project -

Gentlemen:

:45

This report shall serve as an update of the report given to you on February 2, 1988.

Since that date various additional samples taken from the Shaep Hill mine (which may or may not reflect values on the property as a whole) have been fire assayed. In addition, various leach tests have been conducted on these samples. Both the fire assays and the leach tests have shown consistent levels of at least .75 cunces of recoverable gold per ton.

As a result of the further metallurgical tasting that has been conducted, and with the aid of Wrethal Spendlove, I have developed a flow sheet for a mill. Utilizing an innovative, yet sound, metallurgical recovery process, it is my opinion that this mill can produce significant quantities of gold and silver in a cost-sifective manner, if the quality of ore in the projected reserves remains consistent with the levels demonstrated in the algorementioned paragraph.

Sincarely,

, A Kien

Thomas A. Henrie, PhD Project Consultant

TAH/mb

REPORT TO:Lynn BurrFROM:Thomas A. HenrieRE:Mariah InternationalDATE:19 September 1989

As you know, the tests conducted at the pilot plant operation at Flagstaff and Oatman, Arizona have been completed and have been reasonably successful. All phases of gold and silver extraction from the samples of volcanic ash at Sheephill have been demonstrated. The strengths and weaknesses of the process technologies and equipment have been delineated. We have studied in both the laboratory and on pilot plant scale for the recovery of the precious metals from leach solutions.

The most effective system appears to be carbon adsorption. Normally a multi-stage system is used for carbon adsorption of precious metals from pregnant solutions. We were only prepared to use a single-stage reactor. We were not able to collect the majority of gold from the solution on the carbon, but samples ' of the carbon assayed significant loading. A system was not available to strip the gold from the carbon. As a result, we have been limited to assay results to determine gold values.

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In the laboratory we also subjected a sample of loaded carbon to a standard stripping technique and have concluded that there are quantities of gold adsorbed to the carbon.

Our studies suggest that with the re-design of the carbon adsorption unit, the gold values from pregnant leach solutions can be effectively recovered.

RECEIVED JAN - 3 1989

J. D. Miller 1886 Atkin Avenue Salt Lake City, UT 84106 December 28, 1988

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Mr. Floyd Bleak, Vice President Mariah Guildmark Joint Venture 5650 North Dodge Avenue Flagstaff, Arizona 86004

Dear Mr. Bleak:

At the request of Mr. Lynn Burr I visited and reviewed the Flagstaff pilot plant operations of Mariah Guildmark on December 20, 1988. During this trip I had opportunity to tour and examine the Sheep Hill mine site, the leaching plant operations and the recovery circuit. The process/analytical development is a courageous effort in view of the many negative reports on the presence of gold in Arizona cinder cones. I was impressed with all phases of the rather large pilot operation and particularly so when it was reported to me that the operation had been assembled in about three months at a total cost of less than one million dollars - clearly excellent value for invested capital. The process is metallurgically sound.

During my tour of plant operations I supervised the sampling of the pregnant leach solution at 10:20 am and then returned to the analytical laboratory to supervise analysis of the sample. The analytical procedure was reviewed and found to be sound. A 150 ml sample of the pregnant leach solution ultimately yielded a 25 mg bead upon cupellation. A blank solution was run simultaneously for control (no bead of any significance was recovered from the control sample). The 25 mg bead recovered from the 150 ml sample of the pregnant leach solution was taken to Salt Lake City where it was analyzed and found to contain at least 20% gold.

In my opinion this metallurgical pilot plant effort at Sheep Hill under the direction of Dr. T. Henrie has demonstrated what appears to be an important technological breakthrough in the processing of refractory gold ores. Of course process economics must be evaluated and confirmed but at this time I expect the operation to be quite successful.

In conclusion, I should say that the staff cooperated with me fully and answered all questions regarding process details and analytical procedures.

Sincerely,

J. D. Miller Professor of Metallurgy c.c. J. L. Burr

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BIOGRAPHICAL SKETCH

J. D. Miller received his B.S. degree, graduating with Distinction, from the Pennsylvania State University. His graduate degrees (M.S. and Ph.D.) in Metallurgical Engineering were earned at the Colorado School of Dr. Miller, who has been a research engineer with the Anaconda Mines. Company and at the Lawrence Livermore Laboratories as well as a consultant to industry and government agencies, joined the Metallurgy and Metallurgical Engineering faculty at the University of Utah in 1968 and currently holds the rank of Professor. In addition, he is the Director of the USBM Generic Center on Comminution and is the Associate Director of the Center for Advanced Coal Technology. He has been actively involved in research on the processing of coal and mineral resources. He has received the departmental teaching excellence award on two occasions and is well known for his numerous technical contributions in the areas of coal preparation, mineral processing, and hydrometallurgy. Recently his research activities have been directed toward gold recovery from alkaline cyanide solutions, advanced coal flotation technology, liberation analysis by x-ray computed tomography, and the development of the air-sparged hydrocyclone for fast flotation in a centrifugal field. He serves on the Coal including journals, editorial boards of several technical Preparation, International Journal of Mineral Processing, Hydrometallurgy, and Solvent Extraction and Ion Exchange.

Professor Miller has been presented the Marcus A. Grossman Award by The Metallurgical Society and the American Society for Metals for his significant hydrometallurgy research in the area of cementation reactions and is the eleventh recipient of the Van Diest Gold Medal given periodically by the Colorado School of Mines to alumni who have distinguished themselves in the mineral industry. Tar sand research contributions under his supervision were recognized with the Taggart Award of SME in 1986, and he was selected as an AIME Henry Krumb Lecturer for 1987. Dr. Miller is a member of American Chemical Society, Fine Particle Society, The Metallurgical Society and the Society of Mining Engineers. He has served on the SME Board of Directors and is a Past-Chairman of the Mineral Processing Division of SME. Recognition during the past year includes:

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Stefanko Award, Coal Division, Society of Mining Engineers, 1988 - best paper award for research on the selective flotation of fossil resins.

Extractive Metallurgy Technology Award, The Metallurgical Society, 1988 - best paper award for research on the solvation extraction of gold from alkaline cyanide solutions.

5 July 1989

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Mr D. Newell

Dear Doug:

This letter is to report my activities of last week and the progress made to define a gold/silver recovery process for Mariah.

On monday Tom Henry and myself went to Flagstaff to:

A. Supervise the loading of "ore" to be trucked to Oatman for processing, and

B. Initiate the repairs to the Merrill-Crowe plant.

With this accomplished we went to Oatman.

On Tuesday ore was loaded into the "reactor". There was some ore in the system that would not discharge. There was solution in the system from previous tests. These conditions coupled with the impossibility of weighing ore into the system prevents a mass balance. However, a lab test conducted by Tom and Red did put approximately one ounce of gold into cyanide solution per ton of solids.

The solution generated in the plant contained 1.6 opt gold and approximately three opt silver.

The Merrill-Crowe plant was set in place and operated for a very short time. The flow meter was inoperative (due to a blown transformer and rectifier). The float valves to control levels in the degassing tower and the pregnant solution tank have become inoperative which made solution flow control tricky and flow rates limited. The zinc feeder was totally inoperative and was replaced with a spoon and a timed "feeding". It quickly became apparent that the product pump seals were completely shot and needed to be replaced. To this end, on Wednesday Tom was returned to Provo and I came to Salt Lake City where I knew I could obtain parts, which I did.

On Thursday I returned to Oatman, the pump was reassembled and the system restarted.

During the time required for maintenance of the pump the pregnant solution was reassayed and found to still contain 1.6 opt gold. As expected gold is stable in cyanide solutions.

The Merrill-Crowe plant was started and operated for about one hour at an estimated 12 gpm (as opposed to 40 gpm of design). The vacuum was 18 to 19 in Hg (a good range).

Shortly into the run the coupling between the feed pump and motor started to fail. After a hour the solution that could be fed into the Merrill-Crowe plant was depleted and the plant was shut down. Two samples of barren solution were assayed and were found to be barren of both gold and silver.

The product filters were opened and the precipitate (PPT) removed. It was observed that the filter papers in the product press had ruptured due to corrosion of the filter plates. This would result in the loss of PPT

The precipitate was collected, treated with sulfuric acid, fluxed, and a test melt was poured. The slag was extremity fluid (which is good) and the metal was soft and white (which indicates a high silver and gold content and very low copper content, which is good).

The remainder of the precipitate was being melted when I left (after a 20 hour day). A portion of the test button had been parted and exposed the black unannealed gold. The parted gold could not be weighed due to the insensitively of the balance at Oatman and could not be annealed because the furnace was too hot due the melting of the remaining PPT.

I can now conclude:

- A. Sheep Hill fines can be processed for gold and silver when
- B. they have been subjected to enough hypochlorite and
- C. leached with cyanide.
- D. The values can readily be recovered from the cyanide solutions with the proper application of the Merrill-Crowe process.

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E. Though the Sheep Hill deposit has not been evaluated in detail the fines appear to yield one opt gold and three opt silver.

I will be glad to discuss this information with you in detail at your request.

Sincerely

Ronald L Atwood

cc: J.D. Miller filedas dn1.apt - 007-30-'89 09:02 ID:BISHOP BARRY ET AL

TEL NO:415-362-4730

#693 P02

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TRANSMITTED FROM 801 584 3010

10.27.89 16:06 P.01 HALP SYSTEMS

ADVANCED PROCESSING TECHNOLOGIES, INC

Ronald Atwood, Ph.D. President

295 Chipeta Way, MS 10124 University of Utah Kesearch Park Salt Lake City, Utah 84108

Tulephone (801) 584-3013 Fax (801) 584 3010

Mamo

27 October 1988

Via FAX One (1) Page

To: N.C. Barry From: R.L Atwood Subject: CINDER CONE PROCESS EVALUATION

As you requested I have investigated the proposed cinder cone process which is being by a group you represent.

One sample, represented to be a process intermediate, was given to This sample was assayed by a reputable fire assayer using ne. conventual techniques. The results showed a significant quantity of gold.

The gold producing process appears to be developed enough that I would consider it to have a reasonable chance of being commercially successful. This is not to say that the process has been optimized or adapted to any given ore.

If you have any questions please feel free to call me.

MA

Ronald L Atwood

filedas nb17.apt

We specialize in the separation, analysis and refining of precious metals

Kircher Ore & Refining Co.

ORE ANALYSES & CONSULTING 4750 Andrews Read Mediord, Oregon 97501 PHONE (803) 773-5775 F. L. KIRCHER, President B. S., Mich. S. U. 1946 1

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J. R. KIRCHER, Vice-Pres. Jrny. Ore Analyst 1975-1980

S. J. KIRCHER, Sec.-Treas. B.S., Mich. S. U. 1970

ASSAY REPORT

Mar. 29, 1988

Submitted by: Mariah International, Inc. Address: 1701 W. Charleston, Suite 510 Las Vegas, Nevada 89102

I hereby certify that the sample(s) described below assay as follows:									
Mine		Areas I, s							
Owner's Mark	B1. C.	U. Rd.	L. Rd.	S. B1					
Gold, oz./ton	.26	.22	.24	.25					
Platinum, oz./ton	• .35	.25	.29	• 30 ·					
Palladium, oz./ton	.07	.049	.069	.60					
Rhodium, oz./ton	.011	.008	.010	.009					
Iridium, oz./ton	tr.	tr.	tr.	tr.					
Silver, oz./ton	.04	.041	.044	.07					
Copper, %	.0124	.0082	.0056	.0077	۰.				
Cobalt, %	.0033	.0026	.0016	.0024	÷ .				
Nickel, %	.0229	.0159	.0110	.0152					
Sodium, %	.439	.0201	.145	.142					
Potassium, %	.222	.0537	.0210	.0327					
Iron, % (acid sol.)	4.49	3.89	1.56	5.83					
Manganese, %	.0371	.0287	.0156	.0334					
Magnesium, %	4.21	3.08	1.757	3.62					
Calcium, %	.93	.37	.31	.30					
Sulfur, %	>.1	>.1	>.1	>.1					
*\$Worth/ton	\$307	\$ 234	\$268	\$275					

All eleme	nt	s are	deter	mine	d by	total	wet-chemistry	analysis.
*Gold,		450					s grade).	
Platinum,	\$	500	per	oz.		**	11	
Palladium,	\$	130	per	oz.		••	**	
Rhodium,	\$	500	per	oz.		11	11	

Fee: \$600

Fred L. ok

Fred L. Kircher, Metallurgical Chemist

We specialize in the separation, analysis and relining of precious metals

Kircher Gre & Refining Co.

ORE ANALYSES & CONSULTING 4750 Andrews Road Medford, Oregon 97501 PHONE (503) 773-5775

F. L. KIRCHER, President B. S., Mich. S. U. 1946 J. R. KIRCHER, Vice-Pres. Jrny. Ore Analyst 1975-1980

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S. J. KIRCHER, Sec.-Treas. B.S. , Mich. S. U. 1970

ASSAY REPORT

Mar. 29, 1988

Submitted by: Mariah International, Inc. Address: 1701 W. Charleston, Suite 510 Las Vegas, Nevada 89102

I hereby certify the	at the sample(s)	described below assay as follows:
Mine	Area II	Area III
Owner's Mark	Hill Sd.	Fines
Gold, oz./ton	.16	• 20
Platinum, oz./ton	`.15	.193
Palladium, oz./ton	.002	.035
Rhodium, oz./ton	.0036	•006
Iridium, oz./ton	tr.	tr.
Silver, oz./ton	.07	.085
Copper, %	.0126	.0077
Cobalt, %	.0021	.0030
Nickel, %	.0241	.0142
Sodium, %	.314	.280
Potassium, %	.0618	.443
Iron, % (acid sol.)	1.93	3.38
Manganese, %	.0188	.0366
Magnesium, %	3.08	3.38
Calcium, %	.29	.42
Sulfur, %	>.1	>.1
*\$Worth/ton	\$152	\$195

All eleme	nt	<u>s are</u>	deter	mine	d by total	wet-chemis	try <i>e</i>	analvsis.
*Gold,		450			(refiner's			
Platinum,	\$	500	per	oz.	TT -	11		
Palladium,	\$	130	per	oz.	**	11		
Rhodium,	\$	500	per	oz.	**	**		
Fee: \$300				Fre	& L. M	incher		

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Fred L. Kircher, Metallurgical Chemist

2. Observations

- A. The <u>precious metal</u> values found in the subject ores are acceptable, <u>if</u> they can be economically isolated.
- B. The subject ores <u>pulverized</u> fair. If required for production, it could produce wear on equipment and raise power consumption.
- C. <u>All</u> of the elements readily dissolved in the total wet-chemistry process which indicates ease of extraction from the raw ore <u>and</u> refining of the subsequent concentrate should the precious metals in the ores <u>not</u> be amenable to physical concentration.
- D. The copper, cobalt, nickel, manganese, iron, sodium and magnesium are relatively low with respect to leachant consumption should the subject ores be mass-leached.

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E. These low <u>calcium</u> content ores will not require sequestering if the ore would be mass-leached by organic leach processes.

Microscopic-metallurgical Examination of The Ores

The following ores were personally acquired by Mr. Robert Alvarez and the writer in the presence of the Mariah International, Inc. Vice President and submitted to KORC for a microscopic, mineralogical examination and evaluation on September 12, 1987. Four <u>representative</u> samples with respect to depth and mineralization were obtained from Area I, a composite sample was obtained from the hillside of Area II and as previously mentioned, a random sample was procured from Area III. These ores were evaluated by the writer, under the microscope at 100 X power, to determine the presence of precious metals and any other significant minerals and elements that may be of importance with respect to possible future processing parameters.

- 1. Black Cinders: This lava sample from Area I was obtined one through three feet underneath the exposed surface from the middle of the broad slope that has been opened with a front-end "ripper". It is entirely black in color with a honey-combed appearance on the outside but with a solid fused core in the middle of each ore specimen. This material is actually very light in density and is generally termed as lava ash or cinders. However, there is definite secondary enrichment as shown by the many elements found by the previous assays as well as definite small micron (5-35) sized nodules of gold and, separate nodules of the platinum family, all encapsulated in the ore. Therefore, this ore (and the accompanying ores) would be very difficult to physically concentrate. Hereafter, these separate nodules will be referred to as precious metals, collectively.
- 2. Upper Red Cinders: This ore was obtained in the same manner as 1 above and is identical to item 1 above except it is a deep red color and the precious metals are of smaller particle size (1-15 microns).
- 3. Lower Red Cinders: This ore is identical to item 2 above.
- 4. <u>Solid Black Cinder</u>: This specimen is a large (8 inches in diameter) lavic pumice mass with a fused obsidian like core and some honeycombed tenticles on the outside perimeter. Therefore, when the upper crust of the cinders are removed from the first few feet of the subject ore, these larger pieces will represent the largest volume of the total ore claim.
- 5. <u>Hillside Composite</u>: This is a composite sample taken from the Area II hillside. It is very similar mineralogically to the lava cinders reported above. The precious metals nodules (10-50 microns) are still encapsulated in the ore.
- 6. <u>Rouge Plant Fines</u>: This sample is from the Area III rouge plant immediately east of the Flagstaff, Arizona city limits. This large rouge body was formed in a similar way as the above volcanic cinders except for its density and oxidation (exposure)by the outside elements. It too has been secondarily enriched and it contains definite small sized (1-15 microns) precious metals encapsulated in the ore.

Microscopic-metallurgical Examination of The Ores

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The following ores were personally acquired by the writer with the help of a miner and Mr. Robert Graham, President of

Conclusions

The precious metal <u>integrity</u> of the ore has been proven.
 The precious metal <u>values</u> are of economic consideration.

Recommendations

The writer suggested to Robert Graham and Robert Alvarez in September of 1987 how <u>all</u> of precious metals in the subject Arizona Volcanic Ore could be more fully, yet economically extracted. At that time, a cyanide leach was being contemplated, as was being attempted by perculation with the Minneapolis #2 ore at Oatman, Arizona. From the hard earned experience of the writer over 35 years ago, cyanide will leach very little of the gold and none of the platinum family metals in the subject volcanic ore.

As was mentioned earlier herein, the writer has successfully extracted 95% of the precious metals from the same ore from a 100 ton per day plant as early as 1952. Not only did the writer offer his services to Mr. Alvarez, but the same offer was also made in Mr. Alvarez' presence to three men, who are stockholders of Mariah International, Inc., and who had a process engineering laboratory, west of downtown Las Vegas, on September 13, 1987.

These recommendations were "tabled" as was the Value Engineering of the subject ores for the past 6 months. However, the writer was there originally under the auspices of Mr. Alvarez and felt professionally obligated to him.

Please let us hear from you on this matter soon.

Respectfully submitted, Fred f. Nurcher

Fred L. Kircher Metallurgical Chemist & Mining Consultant

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WESTERN TECHNOLOGIES INC.	3737 East Broadway Road P.O. Box 21387 Phoenix, Arizona 85036 (602) 437-3737		RATORYREPOR	
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	TECHNOLOGIES INC. Astin Construction yon City Milling Box 2163 gstaff, AZ 86003 PLE ID : #04 C: Virgin (C.C: : AC/Person BY: AC/Person BY: AC/Person Attact Attact Attact Attact PARAMETER pair parameter	TECHNOLOGIES P.O. Box 21387 INC. Phoenix, Arizona 85 (602) 437-3737 Astin Construction Yon City Milling Box 2163 gstaff, AZ 86003 PLE ID : #04 C: Virgin Ore RCE: Virgin Ore RCE: AC/Personnel BY: AC/Personnel PARAMETER PARAMETER Image: State in the image	TECHNOLOGIES P.O. Box 21387 INC. Phoenix, Arizona 85036 (602) 437-3737 Astin Construction SA yon City Milling IN Box 2163 DA gstaff, AZ 86003 RE PA AUTHOR CLE ID : #04 AUTHOR Ct Virgin Ore CLIENT CLE : : AC/Personnel SAMPLE SUBMIT D A T A T A B L E Matassatassatassatassatassatassatassata	TECHNOLOGIES P.O. Box 21387 LABOR INC. Phoenix, Arizona 85036 LABOR INC. Go2) 437-3737 LABOR Instin Construction SAMPLE NO. Yon City Milling INVOICE NO. Box 2163 DATE Instaff, AZ 86003 REVIEWED BY: PLE ID : W04 AUTHORIZED BY: PAGE CLIENT P.O. : PAGE SAMPLE DATE : SY: AC/Personnel SAMPLE DATE : D A T A T A B L E PARAMETER	TECHNOLOGIES INC. P.O. Box 21387 Phuenix, Arizona 85036 (602) 437-3737 LABORATORY REPOR Istin Construction yon City Milling SAMPLE NO. : 8915061 INVOICE NO. : 22191121 DATE : 11-02-89 DATE : 11-02-89 DATE : 11-02-89 DATE : 10-05-89 Staff, AZ 86003 PLE ID : #04 AUTHORIZED BY: AC/Personnel CLIENT P.O. : CCE: : Virgin Ore CLIENT P.O. : CE: AC/Personnel SAMPLE DATE .: 10-05-89 SUBMITTED ON : 10-06-89 SY: AC/Personnel D A T A D A T A T A B L E PARAMETER PARAMETER : 120 mg/Kg 10-12-89 um 16 mium 31 Main 10-12-89

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WESTERN TECHNOLOGIES INC.	3737 Fast Broadway Road P.O. Box 21387 Phoenix, Arizona 85036 (602) 437-3737	LAB	ORATORY REPORT
CLIENT Augustin Construction Canyon City Milling P.O. Box 2163 Flagstaff, AZ 86003	n		. : 8915058 D.: 22191121 : 11-02-89 By:/M.E. : 1 OF 1
CLIENT SAMPLE ID : #01 SAMPLE TYPE: Ore Trea SAMPLE SOURCE: Hydrochl SAMPLED BY: AC/Perso SUBMITTED BY: AC/Perso	oride nnel	AUTHOR1%ED BY CLIENT P.O. SAMPLE DATE . SUBMITTED ON	: AC/Personnel : : 10-05-89 : 10-05-89
A D RAPREASEPARSSERRAREASEASER	xxxxxxxxxxxxxxxx ATA TABL xxxxxxxxxxxxx	E *************	************** * *************** TEST
] [RE		
Total Arsenic		· · · · · · · · · · · · · · · · · · ·	
Total Barium			
Total Cadmium			
Total Lead		.0 mg/Kg	
Total Mercury		• • • • • •	10-12-89
		0 mg/Kg	
Total Silver Total Gold		• • •	

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TECHNOLOGIES Phoen	ast Broadway Road lox 21387 ix, Arizona 85036 137-3737
CLIENT Augustin Construction Canyon City Milling P.O. Box 2163 Flagstaff, A2 86003	SAMPLE NO. : 8915063 INVOICE NO. : 22191123 DATE : 11-02-89 REVIEWED BY: M.Q. PAGE : 1 OF 1
CLIENT SAMPLE ID : #S1 SAMPLE TYPE: Solution SAMPLE SOURCE: From 01 Hydro SAMPLED BY: AC/Personnel SUBMITTED BY: AC/Personnel	AUTHORIZED BY: AC/Personnel CLIENT P.O. : chloride SAMPLE DATE .: 10-05-89 SUBMITTED ON : 10-06-89

	•	-	m		- 7	A 1	BL	E		*
	PARAMETER								-) - UNIT	
Total Arsenic Total Barium Total Cadmium Total Chromius Total Lead Total Mercury Total Sclenius Total Silver Total Gold			• • • • • • • • • • • • • • • • • • • • • • • • • • • • • • • • •	 			0 <0 1 0 0 0	.19 .45 .05 .1 .13 .002 .15 .03 .0	mg/L mg/L mg/L mg/L mg/L mg/L mg/L mg/L	10-30-89 10-30-89 10-30-89 10-30-89 10-30-89 10-27-89 10-30-89 10-30-89 10-30-89

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	Hestern Fechnologies NC.	3737 East Broadway Road P.O. Box 21387 Phoenix, Arizona 85036 (602) 437 3737	LABOR	ATORY REPORT
(TENN August	in Constructio	on	SAMPLE NO. :	8915059
	City Milling		INVOICE NO.:	22141121
	lox 2163			11-02-89
	aff, AZ 86003		REVIEWED BY:	
	·		PAGE :	1 OF 1
	: Ore Tre		AUTHORIZED BY: A CLIENT P.O. : -	
SAMPLE SOURCE	:: Cyanide	2# Per Ton		
S. MPLED BY	: AC/Pers	onnel	SAMPLE DATE . : 1	
SUEMITTEL BY	: AC/Pers	onnel	SUBMITTED ON : 1	()-06-299
▲ · · · · · · · · · · · · · · · · · · ·	D	ATA TABI	E	· · · · · · · · · · · · · · · · · · ·
****	* * * * * * * * * * * * * *	***	****	TEST
(PARAMETER) (RES	SUIT -) (- UNIT -	
Total Arseni	c		mg/kg	10-12-89
Total Barium			ma/Kg	10-12-84
Total Cadmin			ing/Kg	10-12-89*
Total Chromi		50	. mg/kg	10-12-89
	••••••	C • •	100 11 01	10.12-89

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10-27-89

10-12-89 10-12-89

10-27-89

mg/Kg

mq/Kg

my/Kg

mg/Kg

mg/Kg



WESTERN TECHNOLOGIES INC. 3737 East Broadway Road P.O. Box 21387 Phoenix, Arizona 85036 (602) 437-3737

LABORATORY REPORT

CLIENT Augustin Construction Canyon City Milling P.O. Box 2163 Flagstaff, AZ 86003

SMAPLE TYPE: Solution

CAMPLE SOURCE ...: From 02 Cyanide

SAMPLED BY AC/Personnel

SUBMITTER BY: AC/Personnel

CLIENT SAMPLE 1D : #S2

SAMPLE NO. : 0915064 INVOICE NO. : 22191121 DATE : 11-02-89 REVIEWED BY:///.£; PAGE : 1 OF 1

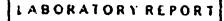
AUTHORIZED BY: AC/Personnet CLIENT P.O. : --

SAMPLE DATE : 10-05-89 SUBMITTED ON : 10-06-89

•			DATA	FABLE	****	A
		FARAMETER			-] [- UNIT -	TEST
Tutal	Arsenic			0,32	mg/L	10-24-89 •
	Barium			0.12	mg/L	10-21-89
	Cadmium			<0.05	in /: /L	10-24-89
• • • • • •	"hromium			<0.05	nig/L	10-24-89
Total				K0.05	mg/L	10-24-39
	Mercury			<0.001	ing/L	10-27-89
	•			Ú.07	mg/L	10-24-89
				<0.02	mg/L	10-24-89
Total			••••••		mg/L	10-27-89



WESTERN TECHNOLOGIES INC. 3737 East Broadway Road P.O. Box 21387 Phoenix, Arizona 65036 (602) 437-3737



CLIENT Augustin Construction Canyon City Milling P.O. Box 2163 Flagstatt, A2 86003 SAMPLE NO. : 8915062 INVOJCE NO. : 22191121 DATE : 11-02-89 REVIEWED BY://M.C. PAGE : 1 OF 1

CLIENT SAMPLE ID : #05 SAMPLE TYPE: Ore Treated CHC & CIM SAMPLE SOURCE ...: --SAMPLED BY: AC/Personnel : JBMITTED BY: AC/Personnel AUTHORIZED BY: AC/Personnel CLIENT P.O. : --

SAMPLE DATE : 10-05-89 SUBMITTED ON : 10-06-89

******		C		r a b l e	****	* * * * * * * * * * * * * * *
* * * * * * * * * * * * * * * * * * *		PARAMETER		[RESULT -		TEST
otal	Arsenic		· · · · · · · · · · ·	310.	mg/Kg	10-30-89
	Barlum			110.	mg/Kg	10-30-69
	Cadmium			13.	mg/Kg	10-12-89,
	Chromiun			55.	mg/Kg	10-30-89
Total				32.	mg/Kg	10-12-89
	Mercury			(5.0	mg/Kg	10-27-89
	Selenium			140.	my/Kg	10-30-89
	Silver			<1.0	nig/Kg	10-12-89
Total				95,	mg/Eg	10-30-89
	Platinum			55.	mg/Kg	10-27-89

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WESTERN TECHNOLOGIES INC.	3737 East Broadway Ro. P.O. Box 21387 Phoenix, Arizona 8503 (602) 437-3737		LABORA	TORYREPORT
CLJENT Augustin Constructio Canyon City Milling P.O. Box 2163 Flagstaff, AZ 86003	on	INV Dat	IEWED BY :/	22191121 11-02-69
CLIENT SAMPLE ID : #S5 SAMPLE TYPE: Solution SAMPLE SOURCE: From 05 SAMPLED BY: AC/Pers SUBMITTED BY: AC/Pers	Cyanide onnel	CLIENT SAMPLE		0 - 05 - 89
алалалана алалалалалалалала с D с с с с с с с с с с с с с с с с с с с	ATA TAB ATA TAB ******	6 1. 	*****	TEST
Total Arsenic Total Earium Total Cadmium Total Chromium Total Lead Total Mercury Total Selenium Total Silver Total Sold		5.6 2.3 0.20 0.61 0.67 (0.001 1.9 0.05 (1.0	ng/L mg/L mg/L mg/L mg/L mg/L mg/L mg/L	10-24-89 10-24-89 10-24-89 10-24-89 10-24-89 10-27-85 10-24-89 10-24-89 10-24-89 10-24-89 10-24-89 10-24-89

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Total Gold

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	· · ·				••••
	Western Technologies Inc.	3737 East Broadway R P.O. Box 21387 Phoenix, Arizona: 850 (602) 437: 3737		LAROR	ATORY REPOR
JENT Aug	ustin Constructio	ממ			22191121
), Box 2163		5777	F. :	11-02-02
£1a	ngstaft, AZ 86003		REV PAC	IEWED BY:	1 05 1
LIENT SAM	1PLE 1D : 403 'E: Ore Trea	ated Sulfuric Ac	AUTHORI 13 CLIENT	280 BV: #	NC/Personnel
	JR⊆E:				
モロイトレト ついし	7 6 V (= 6	SAMPLED BY AC/Personnel			00584
AMPLED BY	AC/Perse	onnel onnel	Sample Submit"	PED ON T 1	0-06-89
MFLED BY	RY: AC/Perso	onne)	SUBMIT	ND ON T 1	0-06-89
AMPLED BY	BY: AC/Perso	AXARNAXARAXARA A T A T A B	SUBMIT"	NED ON 1 1	10-06-89
MFLED BY	BY: AC/Perso	onne)	SUBMIT"	NED ON 1 1	10-06-89 ************************************
MFLED BY	BY: AC/Perso	ATA TA TAB	SUBMIT'I AAZAAAAAAA LE RAZAAAAAAA	NED ON 1 1	10-06-89
WFLED BY JBM17TED ********	BY: AC/Perso BY: AC/Perso D AAAAAAAAAAAAAAAA D AAAAAAAAAAAAAAAA	onne) A X A R A A A A A A A A A A A A A A A A	SUBMIT L E RESULT -)	CONT	10-06-89
MFLEG BY JBMITTED	BY: AC/Perso BY: AC/Perso D AAAAAAAAAAAAAAA D AAAAAAAAAAAAAAAAA	onne) A XARNAXABANAAAAA A T A T A B A X X A A A A A A A 	SUBMIT L E RESULT -) 70.	NED ON 1 1	10-06-89 TEST] [DATE]
MFLED BY JBMITTED ARAXAAAAA (F(Lal Ars Potal Par	BY: AC/Perso BY: AC/Perso D AAAAAAAAAAAAAAA D AAAAAAAAAAAAAAAAA	onne) A * * * * * * * * * * * * * * * * * * *	SUBMIT L E RESULT -)	TED ON : 1	10-06-89 TEST] [DATE] 10-12-89 10-12-89
MPLED BY JBMITTED ARAXAARA ARAXAARA (PARAMETER	A ************************************	SUBMIT L E RESULT -) 70. 85.	TED ON : 1 AAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAA	10-06-89 TEST] [DATE] 10-12-89 10-12-89 10-12-89 10-12-89
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MFLED BY JBMITTED ARAXAAAAA AAAAAAAAAAAAAAAAAAAAAAAAAAAA	BY: AC/Perso BY: AC/Perso D AAAAAAAAAAAAAAA D AAAAAAAAAAAAAAAAA	A ************************************	SUBMIT L E RESULT -) 70. 85. 14. 50.	TED ON : 1 AAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAA	10-06-89 TEST 10-:2-09 10-:2-09 10-12-89 10-12-89 10-12-89 10-12-89 10-12-89 10-2-89 10-2-89
AMFLED BY JBMITTED ARAXAAAAA AAAAAAAAAAAAAAAAAAAAAAAAAAAA	PARAMETER	A * A # A A A A A A A A A A A A A A A A	SUBMIT L E RESULT -) 70. 85. 14. 50. 40.	TED ON : 1 ATAATAAAA (- UNIT - mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg	10-06-89 TEST] [DATE] 10-12-89 10-12-89 10-12-89 10-27-89 10-12-89 10-27-89 10-12-89
AMFLED BY UBMITTED ********* ********* (BY: AC/Perso BY: AC/Perso D AAAAAAAAAAAAAAA D AAAAAAAAAAAAAAAAA	A ************************************	SUBMIT L E RESULT -) 70. 85. 14. 50. 40. 55.0	TED ON : 1 AAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAAA	10-06-89 TEST 10-:2-09 10-:2-09 10-12-89 10-12-89 10-12-89 10-12-89 10-12-89 10-2-89 10-2-89

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WESTERN TECHNOLOGIES INC. 3737 East Broadway Road P.O. Box 21387 Phoenix, Arizona 85036 (602) 437-3737



CLIENT Augustin Construction Attn: Jim Buell Canyon City Milling P.O. Box 2163 Flagstaff, AZ 86003

CLIENT SAMPLE ID : Treated SAMPLE TYPE: Cinders SAMPLE SOURCE ...: --SAMPLED BY: AC/Personnel SUBMITTED BY: AC/J. Buell

LABORATORY REPORT

AUTHORIZED BY: AC/J. Buell CLIENT P.O. : --

SAMPLE DATE .: --SUBMITTED ON : 09-08-89

*****	*******		DATA 🧐	FABLE	**********	. 1
[PARAMETER			-] [- UNIT -]	TEST
Fotal	Arsenic	· · · · · · · · · ·		220.	mg/Kg	09-18-89
Total	Barium			160.	mg/Kg	09-18-89
Total	Cadmium		•••••	18.	mg/Kg	09-18-89
Total	Chromiun			44	mg/Kg	09-18-89
Total	Lead		••••••••••	47.	mg/Kg	09-18-89
Total	Mercury			<5.0	mg/Kg	09-21-89
Total	Selenium			180.	mg/Kg	09-18-89
Total	Silver		•••••	<2.5	mg/Kg	09-18-89
Total	Gold		•••••••••	140.	mg/Kg	09-22-89

LABORATORYREPOR

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CLIENT Augustin Construction Attn: Jim Buell Canyon City Milling P.O. Box 2163 Flagstaff, AZ 86003

CLIENT SAMPLE ID : Treated SAMPLE TYPE: Cinders SAMPLE SOURCE ...: --SAMPLED BY: AC/Personnel SUBMITTED BY: AC/J. Buell

 SAMPLE NO. : 8909505

 INVOICE NO. : 22191104

 DATE : 09-26-89

 REVIEWED BY: M &

 PAGE : 1 OF 2

AUTHORIZED BY: AC/J. Buell CLIENT P.O. : --ANALYZED ON .: 09-14-89 SAMPLE DATE .: --SUBMITTED ON : 09-08-89

REMARKS -

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GC/MS SOLVENT SCREEN

DATA TA *********************************		~~~~******
FARAMETER]	[- RESULT -]	[- UNIT -] •
Benzene 1-Butanol (N-Butyl Alasha)		
1-Butanol (N-Butyl Alcohol) 2-Butanone (Methyl Ethyl Kat	<10.	mg/Kg
2-Butanone (Methyl Ethyl Ketone): 2-Butoxyethanol (Butul Call)	<10.	mg/Kg
2-Butoxyethanol (Butyl Cellosolve): Methanol (Methyl Alcohol):	<10.	mg/Kg
Methanol (Methyl Alcohol) Butyl Ester Acetic Acid	<10.	mg/Kg
Butyl Ester Acetic Acid	<10.	mg/Kg
	<10.	mg/Kg
arbon Tetrachloride		mg/ Kg
	<10.	mg/Kg
	<10.	mg/Kg
rans 1,2 Dichloroethene	<10.	mg/Kg
Trans 1,2 Dichloroethene	<10.	mg/Kg
ichloromethane (Methylene Chloride)	<10.	mg/Kg
imethylbenzenes (Yulenes)	<10.	
Dimethylbenzenes (Xylenes) ,4-Diethylene Dioxide(Dioxane) ,2-Ethanidiol(Ethylene Churches)	<10	mg/Kg
2-Ethanidiol (Ethylene a)	<10.	mg/Kg
,2-Ethanidiol(Ethylene Glycol):	<10.	mg/Kg
-Ethoxyethanol (College)	<10.	mg/Kg
-Ethoxyethanol(Cellosolve) -Ethoxyethyl Acetate (Cellosolve Acetate)	<10.	mg/Kg
(Cellosolve Acetate)	<10.	mg/Kg
thvlbenzene		mg/Kg
thylbenzene thyl Ester Acetic beid	<10.	m = /// -
thyl Ester Acetic Acid (Ethyl Acetate)	<10.	mg/Kg
		mg/Kg
-Methoxyethanol(Methyl Cellosolve):	<10.	
	<10.	mg/Kg
	<10.	mg/Kg
(Methyl Acetate)		mg/Kg

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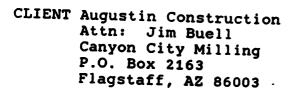
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LABORATORY REPORT



3737 East Broadway Road P.O. Box 21387 Phoenix, Arizona 85036 (602) 437-3737



CLIENT SAMPLE ID : Virgin

SAMPLE SOURCE ...: --

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SAMPLE TYPE: Cinders

SAMPLED BY: AC/Personnel

SUBMITTED BY: AC/J. Buell

INC.

WESTERN

TECHNOLOGIES

SAMPLE N	U. : 89	09504
INVOICE	NO.: 22	191104
DATE		-26-89
REVIEWED	BY: M	Ċ
REVIEWED Page	////	·T OF 1
	• •	

CAMPER NO

AUTHORIZED BY: AC/J. Buell CLIENT P.O. : --

SAMPLE DATE .: --SUBMITTED ON : 09-08-89

**************************************	D) A T A (TADTO		*******
[PARAMETER		[RESULT -		8 565
Total Mercury Total Selenium Total Silver	· · · · · · · · · · · · · · · · · · ·	· · · · · · · · · · · · · · · · · · ·	410. 150. 17. 44. 44. <5.0 170. <2.5 130.	mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg mg/Kg	09-18-89 09-18-89 09-18-89 09-18-89 09-18-89 09-21-89 09-18-89 09-18-89

(1) Copy to Client

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CLIENT Augustin Construction Attn: Jim Buell Canyon City Milling P.O. Box 2163 Flagstaff, AZ 86003

CLIENT SAMPLE ID : Virgin SAMPLE TYPE: Cinders SAMPLE SOURCE ...: --SAMPLED BY: AC/Personnel SUBMITTED BY: AC/J. Buell SAMPLE NO. : 8909504 INVOICE NO. : 22191104 DATE : 09-26-89 REVIEWED BY: M.C. PAGE : 1 OF 2

AUTHORIZED BY: AC/J. Buell CLIENT P.O. : --ANALYZED ON .: 09-14-89 SAMPLE DATE .: --SUBMITTED ON : 09-08-89

REMARKS -

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GC/MS SOLVENT SCREEN

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* DATA TA **********	BLE	*
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[]	[- RESULT -]	[- UNIT -] •
Benzene:	<10.	mg/Kg
1-Butanol (N-Butyl Alcohol):	<10.	mg/Kg
2-Butanone (Methyl Ethyl Ketone):	<10.	mg/Kg
2-Butoxyethanol (Butyl Cellosolve):	<10.	mg/Kg
Methanol (Methyl Alcohol):	<10.	mg/Kg
Butyl Ester Acetic Acid:	<10.	mg/Kg
(Butyl Acetate) Carbon Tetrachloride	<10.	mg/Kg
1,1-Dichloroethane(1,1-DCA):	<10.	mg/Kg
1,2-Dichloroethane(1,2-DCA):	<10.	mg/Kg
1,1-Dichloroethene(1,1-DCE):	<10.	mg/Kg
Trans 1,2 Dichloroethene	<10.	mg/Kg
Dichloromethane(Methylene Chloride):	<10.	mg/Kg
Dimethylbenzenes (Xylenes):	<10.	mg/Kg
1,4-Diethylene Dioxide(Dioxane):	<10.	mg/Kg
1,2-Ethanidiol(Ethylene Glycol)	<10.	mg/Kg
Ethanol(Ethyl Alcohol)	<10.	mg/Kg
2-Ethoxyethanol(Cellosolve):	<10.	mg/Kg
2-Ethoxyethyl Acetate:	<10.	mg/Kg
(Cellosolve Acetate)		· · · · · · · · · · · · · · · · · · ·
Ethylbenzene:	<10.	mg/Kg
Ethyl Ester Acetic Acid: (Ethyl Acetate)	<10.	mg/Kg
2-Methoxyethanol(Methyl Cellosolve):	<10.	mg/Kg
Methylbenzene(Toluene)	<10.	mg/Kg
Methyl Ester Acetic Acid	<10.	mg/Kg

(1) Copy to Client

## W. J. GUAY

## **Consulting Metallurgist**

October 7, 1990

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Dear Lynn:

The smelting process that you have certainly indicates a good probability that it can be developed into a viable commercial process for the extraction of gold from cinder cone material of the type you smelted on september 18, 1990 from California, called Cima ore.

My main concerns are environmental. Although the analyses we received from Western Analytical indicated that thallium, selenium, and arsenic, should pose no major problems, I believe that we must get confirmation of these values from at least one other laboratory. The analyses we received indicated less than 5 ppm Tl in all samples (furnace, feed, slag, iron nodules, and lead). The final iron product showed 60 ppm Ga (gallium). This did not interfere with your electrolytic recovery system. The iron nodules showed 0.83 and 0.81% as from Sheep Hill and Cima respectively. This can probably be removed in refining. All products showed This would not appear to be a problem greater than 2% boron. either. The lead had 0.23% selenium. Without using lead I suppose it would go with the iron nodules, but can probably be refined out of the system.

I would estimate that capital cost requirements for direct smelting of minus 1/4" ore, using silica and soda ash, equal to the weight of the ore for flux would be anywhere from \$7,000,000 to \$12,000,000 for 100 tons of ore per day, and would go to \$28,000,000 to \$47,000,000 for 1000 tons of ore per day. The best chance for reducing capital costs would be to concentrate the ore ahead of tabling, as is being done at Sheep Hill. However, I would only produce a Table concentrate, with no further concentration. Sheep Hill experience shows that at a concentration ratio of 13 to 1 (1 ton of concentrate from 13 tons of ore), the concentrate is upgraded considerably. If we assume 13 to 1 for Cima and 20% recovery of gold in the concentrate, and a head assay of 3 oz. Au per ton, the concentrate will then run 7.802 per ton. A 100 ton per day plant would produce 7.7 tons per day concentrate of 7.8 oz. per ton. Smelting the concentrate would cost something of the order of \$211 per ton of concentrate, or \$16 per ton of ore.

Mr. Lynn E. Burr October 7, 1990 Page 2

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Assuming that grinding and concentration would cost \$15 per ton of ore and gaseous emission controls at \$25 per ton of concentrate (\$2 per ton of ore) we get 15 + 16 + 2 = \$33 per ton of ore. We recovered 0.6 oz per ton of ore which is \$240 per ton at \$400 per ounce gold. At 35,000 tons of ore per year. (350 operating days) the operating profit would be \$8,400,000/year for an investment of maybe \$5,000,000 (1,200,000 for grinding and concentration and may \$3,800,000 more for a smelting plant to smelt 7.7 tons per day of concentrate).

The table tailings which would still contain a lot of gold can be saved for future processing. As profits are generated the plant could be expanded, but a 100 ton per day operation might be enough to get started.

Please bear in mind that these are rough approximations, but they do indicate the potential. In the weeks to come we can come up with much better numbers.

I can see a number of things which can be done starting immediately. We should try to increase the iron yield since I found 2% magnetics in the pulverized slag from the furnace runs of September 18. The following variables can be investigated:

- 1. Increase smelting temperatures
- 2. Add reductant (carbon) to bring down more iron
- 3. Increase smelting times

Further down the road we should run tests in an electric furnace that will allow temperatures up to 1500°C. At those temperatures we can make slags with silica and limestone, and get a major reduction in smelting costs.

For smelting costs I get costs varying from \$77/ton of furnace feed (ore or concentrate) to \$205/ton. The low figure is by using limestone and silica fluxes and coal for fuel. Use of electric heat and silica plus soda ash fluxes, raises the costs considerably. Electric heat however allows higher temperatures and minimizes the environmental problems, and will probably prove to be the best approach.

I will give you another report on costs with some details in the near future.

Sincerely, But Judy Bill Guay

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## SUMMARY REPORT EXTRACTION OF GOLD FROM CIMA ORE

'Oct. 21, 1990

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From:W.J. Guay, Consulting MetallurgistTo:Lynn Burr, A Mark Refining Co.

This is a summary of my appraisal of your smelting process for extracting gold from volcanic cinders from California, called Cima ore, and from Flagstaff, Arizona, called Sheep Hill ore. On Sept., 18 and 19 I witnessed a series of four demonstration, runs each day in which you smelted 25 lb of minus 1/4 inch Cima cinders in each run to which was added a suitable flux and 5 lb of Asarco test lead. The mixture was heated for two hours with natural gas. The furnace reached a temperature of 1000 - 1100 C in about an hour and held for about one more hour. The furnace produced a slag, lead bullion, and iron nodules. The iron was further refined to produce essentially pure gold representing a recovery of 1.83 ounces of gold per ton of cinders. In another recent run you recovered 1.59 ounces of essentially pure gold per ton of Cima cinders. Your records show that you have recovered 1.99 ounces of gold per ton of concentrates from Sheep Hill magnetic concentrates, 1.95 ounces of gold per ton of concentrates from Sheep Hill table concentrates, 3.33 ounces of gold per ton of Sheep Hill cinders, and 1.50 ounces of gold per ton of red cinders from Cima in other runs. I have no reason to doubt the authenticity of these numbers.

The iron represents only about 1.75 to 3.5 %, by weight, of the cinders fed to the furnace. You have thus produced iron assaying anywhere from 60 to 133 ounces of gold per ton. The iron product was also amenable to a simplified refining process for recovering essentially pure gold.

At this preliminary stage of development I would say that your Smelting- Refining process has a good chance of being developed into a commercially profitable operation.

As is nearly always the case however, in the early stages of

development there is the probability that there will be problems which will have to be overcome, and there is the need to do enough process research to maximize gold recovery and minimize operating costs.

My most immediate concern is the effect of impurities upon the recovery of gold and their possible environmental impact. We had Western Analytical here in Salt Lake City analyze the furnace feed, slag, lead, and iron furnace products for a scan of metallic elements, and for more specific analyses for gallium (Ga), and thallium (T1), all by ICP ( Inductively Coupled Plasma). These analyses showed less than 5 ppm Tl in all samples. The iron product from both Sheep Hill and Cima ore showed 60 ppm gallium (Ga), 0.83 and 0.81 % arsenic (As) respectively, 3.7 % phosphorus (P) from Cima, and 0.25 % boron (B) from Cima. We did not analyze for phosphorus and boron in Sheep Hill iron product.

I believe that the arsenic in the furnace iron can be dealt with adequately in refining. So little is known about gallium that I can't say anything about it at this time. The effect of phosphorus will have to be determined. Boron should not cause any particular problems. In the furnace runs witnessed on Sept. 18 and 19 the lead product from the furnace contained 0.23 % selenium (Se). This too should ' respond to familiar refining techniques for its removal. Without lead present it would probably go with the iron. You also had Sheep Hill cinders analyzed for a number of trace elements by Vestern Technologies, Inc. of Phoenix, Arizona by ICP. These i. analyses showed up to 410 ppm arsenic (As) and 170 ppm selenium (Se), which would concentrate in the furnace products to the level that we saw in the iron analysis at Salt Lake City, and tend to verify the Salt Lake analyses. Interestingly, Western Technologies reported 3.8 ounces of gold per ton of cinders by ICP. This indicates that we have a target for further improvement in gold recoveries.

One thing that concerns me is that both Western Technologies and Western Analytical use an acid digestion to prepare the samples for ICP. I think that we need further verification for these impurities by having one of these laboratories do a fusion with sodium peroxide prior to acid digestion in order to insure that the entire sample has been put into solution. Acid digestion alone may not be enough.

You recently smelted 75 lb of table concentrate from Sheep Hill. So far we have only analyzed the iron for gold, so that we still can't say what the gold recovery is until we see assays for the lead that was present. The iron product however, was no higher in gold than the iron from cinders without concentration. If we can verify that the values can be concentrated then concentration would be of great economic benefit.

Variables which can be investigated to try to improve gold recovery are:

1. Increased smelting temperatures.

2. Add additives to the furnace to increase the yield of gold.

3. Increase the smelting time.

An increased smelting temperature would allow the use of more economical fluxes than we have been using. Increased temperatures will require the use of an electric furnace.

W.J. Geray

January 9, 1991

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To: Lynn E. Burr, President, A-Mark Refining Co.

From: W.J. Guay, Consulting Metallurgist

Subject: Progress Report No. 1

#### Introduction

This report covers the period from Sept. 18, 1990 to Dec. 31, 1990, during which time six furnace campaigns were run at Searchlight, The first two furnace NV. campaigns demonstration runs to allow me to observe your process in which you were used lead as a collector for gold, silver and other precious metals. These were followed by three furnace campaigns in which no lead was added, using only iron as a collector. Variables which were investigated were the addition of carbon and varying the slag composition in order to try to increase the iron yield. The purpose of increasing the iron yield is to try to increase the amount of gold collected. The Sixth furnace campaign was run in as nearly identical a manner as possible to a fire assay which had shown 4.2 ounces of gold per ton of ore. Any failure to reproduce the fire assay results in the test furnace should indicate what further work needed to be done in order to approximate the fire assay results.

A second section of this report deals with impurity analyses' in the ore and in the products of the process, and their effects upon further process development.

# Experimental Results from Smelting Tests

Each of the first two campaigns consisted of four furnacè runs each day in which you smelted 25 pounds of minus 1/4 inch Cima black cinders to which was added 22 pounds of borax for flux and 5 pounds of lead. The mixture was heated for two hours with natural gas. The furnace reached a temperature of 1000-1100 degrees C in about one hour. The furnace produced a slag, lead bullion, and nodules of an iron base alloy. The iron was then leached electrolytically, in which the iron nodules were used as the anode and stainless steel as the cathode. The electrolyte was twenty percent sulfuric acid. Iron, most of the silver, and a number of impurities are solubilized. The main purpose is to produce a leach residue which will carry nearly all of the gold and whatever platinum group metals are present. Most of the silver will go into solution. In the work covered by this report no attempt has been made to account for the silver.

In the first demonstration run of 9-18-90, in which lead was used, the gold recovered in the iron was 2.02 ounces per ton of ore. An additional 1.32 ounces per ton of ore was recovered in the lead, for a total recovery of 3.34 ounces per ton.

Table I shows a series of three furnace campaigns, G-1, G-2, and G-3 in which no lead was used. G-1 used borax as flux and flour as reductant, but was otherwise just like the demonstration runs, except that no lead was used. Gold recovered wa 1.59 ounces per ton of ore. G-2 was run with activated carbon added to increase the iron recovery and hopefully the gold recovery. It was also run to get iron leach residue for impurity analysis. I tried to save all of the iron leach residue from G-2 to analyze it for impurities, but a lot of it stuck to the filter paper and some was lost in handling, so that gold recovery was low, and is therefore There was no increased iron recovery in the iron not reported. nodules in G-2 as had been hoped for. It was noted however that the slag contained a lot of entrapped iron particles. A 30.75 pound grab sample of the slag was taken, and later crushed in Salt Lake City to obtain a 1235 gram sample of minus 20 mesh material. From this sample 0.64 percent of the weight was removed by a powerful hand magnet. It was later realized that the minus twenty mesh slag still contained a lot of iron particles. Also, the 0.64 percent magnetics represents particles of locked iron and slag. Therefore, we did not obtain a good number for the amount of iron left in the slag be removing the magnetics with a hand magnet. We did reduce additional iron with the added carbon, but it remained in the slaq.

A third campaign, G-3, was run with still more carbon added in the form of charcoal, to try to produce more iron. I also thought that the slag should be changed from the low melting point borax slag to one with a higher melting point because the borax slag might melt long before the additional carbon could reduce more iron, and would perhaps cover the iron oxide and interfere with its reduction by carbon. Results, however, showed that even less iron was produced than before. The entire weight of slag from G-3 was sampled accurately and a final 19 lb. sample of minus 20 mesh slag was produced. The amount of magnetics which could be picked out with a powerful hand magnet was only 0.39% of the right of the slag. This again was locked slag and iron. The entire lot of minus twenty mesh slag from G-3 still contained a lot of locked iron and slag. As with G-2, the magnetics removed with a hand magnet did not give us a good number for the amount of reduced iron left in the slag. However, a 600 gram sample of G-3 slag was later pulverized to 79 percent minus 100 mesh and leached with 20 percent sulfuric acid to remove the iron. The leach liquor contained 13.2 gram/liter of iron, indicating an additional 13.62 pounds of metallic iron in the slag for a total of 4.97 pounds of iron in the nodules plus the slag. The acid leach residue (slag plus its contained iron leach residue) contained 1.52 ounces of gold per ton of slag. With a ratio of 1.73 pounds of slag per pound of ore the gold in the slag calculated back to 2.63 ounces of gold per ton of ore. Adding this to the gold in the nodules we get 4.33 ounces of gold per ton of ore in the nodules and the slag.

At the time that we ran G-2, (11-13-90), W. Spendlove came up with a fire assaying method for Cima ore which showed that it contained 4.2 ounces of gold per ton of ore. Based on this TABLE I

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# Gold Produced from Furnace Runs

# **Furnace Charge**

oz gold Recovered <u>Per ton Ore</u>	2.02 from Iron <u>1.32</u> from Lead 3.34 Total	No data	1.59 from Iron	No data*	1.70 Nodules <u>2.63</u> Iron in slag 4.33**	0.24 from Iron <u>0.75</u> from Lead 0.99 Total	Ď
Iron Assay <u>oz Au/ton</u>	112.5	No data	1.16	No data*	125.8	11.7	ility pped in slag
Weight Iron E <u>Nodules</u>	1.8 lb	2.2 lb	1.75 lb	1.56 lb	1.35 lb	dl 12.0	loss for gold accountability nodules and in iron trapped in
lb <u>Reductant</u>	0	0	2-Flour	l-Act. Carbon	2-Char- coal	0	s for gold ules and i
oz <u>Silver</u>	50	50	50	50	0	O E	
1b <u>Lead</u>	S	S	0	0	0	0.53	sh ha scove
1b Flux	88-Borax	88-Borax	88-Borax	88-Borax	36-Soda Ash 36-Silica 16-Borax	10-Soda Ash 10 Borax	<pre>* Too much handling ** Gold recovered in</pre>
1b Ore	100	100	100	100	100	10	
Description	Demonstration Run for Guay	Demonstration	G-l First run, no (10-11-90)lead	G-2 No lead. (ll-l3-90)Àdded carbon	G-3 No lead. (11-14-90)Added more carbon and changed flux	This run used 0)lead	
Furna <b>ce</b> <u>Campaign</u>	9-18-90	<b>06-</b> 61-6	G-1 (10-11-9(	G-2 (11-13-90	G-3 (11-14-90	G-4 This (11-28-90) lead	

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information, campaign G-4 was run with a series of five two pound runs, a total of 10 pounds of ore, using almost exactly the same procedure that was used in the Spendlove assay which showed 4.2 ounces of gold per ton of ore. One important variable was The temperature was not more than 1100°C in furnace different. campaign G-4, compared with 1175°C in the assay procedure. In the G-4 campaign, the ratio of flux to ore was increased from the usual 0.88 pounds of flux per pound of ore to 2 pounds of flux for each pound of ore. The flux was a 50-50 mix of soda ash and borax, the same as the assay flux, and lead was also used. The ore was ground to minus 65 mesh. Another unavoidable difference between the assay procedure and test G-4 was that in the assay the crucible was taken out of the furnace and stirred about every 20 minutes, something which was not achievable with G-4. Also, with G-4 after each 2 pound run all of the furnace contents were poured into a mold. Then the lead and iron were reintroduced into subsequent runs. In the assay only the slag was poured off after each one hour interval, and the new charge of ore and flux was then charged to the assay crucible which retained the iron and lead after each run.

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Since we already had evidence that we needed higher temperatures (metallic iron left in the slag) I ran G-4 with the intent that if it could not produce about 4 ounces of gold per ton of ore, it would provide further evidence that the lower temperature of G-4, compared to the assay temperature, would be the most likely reason for the lower gold recovery. The recovery of only 0.99 ounces of gold per ton of ore in G-4 is further evidence that temperatures of 1100°C or less are not sufficient for good gold recovery. The lack of stirring of the furnace melt in G-4 could be a factor, but the lower temperature is more likely to be the major factor.

#### Conclusions from Smelting Tests

Table I leads to the following conclusions:

1. Two 100 pound furnace campaigns, G-1 and G-3, in which no lead was added to the furnace charge yielded gold in iron nodules amounting to 1.59 and 1.70 ounces per ton of ore, respectively. G-1 was run with an acid slag, and G-3 with a basic slag.

2. The increased use of carbon as a reductant to produce more iron in the nodules did result in more gold being collected by iron, but most of the gold went with the iron trapped in the slag. In test G-3, in addition to the gold in the nodules, there were 3.62 pounds of iron entrapped in the slag. The slag was ground, leached with acid to remove the iron, and assayed, showing that it contained 2.63 ounces of gold per ton of ore treated. The total gold in the nodules and slag was 4.33 ounces per ton of ore. The total iron in test G-3, nodules plus iron in the slag, was 4.97 pounds per ton of ore. 3. Either increased temperatures or changing the conditions of the melt to lower the melting point of the iron nodules are apparently needed. Evidence of this is the presence of iron in the slag in G-2 and G-3. Also, the comparison of G-4, the 10 pound campaign, with the fire assaying results, using an almost identical procedure, except for a higher temperature in the fire assay procedure, further indicates that the higher temperature is probably the reason for the higher gold recovery in the assay.

<u>Chemistry of the Smelting Process</u>

The following analyses were obtained for acid soluble iron:

Black Cima Ore	5.87%
Slag (9-18-90)	4.23%
Iron Nodules, Sheep Hill	93.2%
Iron Nodules, Cima	84.4%

The acid soluble iron in the ore can be assumed to be the amount that is available to make nodules. We have therefore used only a small percentage of the available iron for making nodules.

The first ICP scan of Cima ore for trace elements reported by, Western Analytical of Salt Lake City on Oct. 4 was not too informative because of acid digestion being used for dissolution. The results are not included in this report. However, special analyses for gallium and thallium showed the following:

	Ga - ppm	Tl - ppm
Cima Black Ore	<10	<5
Cima Ore Slag (9-19)	<10	<5
Sheep Hill Iron	60	<5
Cima Iron (9-19)	60	<5
Cima Lead (9-19)	<10	<5

The levels of gallium in iron from Sheep Hill and Cima are significant. What its effect might be on the gold smelting process in unknown. Where it eventually ends up in the process has yet to be determined.

An ICP scan of iron nodules from Sheep Hill ore and iron nodules from Black Cima ore are shown in Table II. These scans show arsenic at 0.83 and 0.81 percent, and lead at 1.2 and 0.84 percent respectively. Since lead was used in the furnace charge its presence in the iron samples can be disregarded. Later, in Test G-3, much lower levels of arsenic were produced in the iron nodules, probably because a more basic slag was used.

Platinum and palladium were not detected in the ICP scans. A more accurate special platinum analysis should be made. Silver was high because it was added to the furnace charge. Selenium at less than 200 ppm is not precise enough. Special analyses for selenium were run on other samples which are reported later. Also, thallium, at less than 200 ppm, is not precise enough. It also was analyzed by special analyses which is later reported. Later analyses of nodules showed iron at 84.4%, phosphorus at 3.7%, boron at 0.25%, and gold at 0.39%. When these figures are added to the figures in Table II for Cima Iron we get 92 weight percent accountability. The unaccounted 9 percent is probably silicon and carbon. The silicon was not solubilized in the acid digestion used in the ICP scan. Carbon was not analyzed for.

An ICP scan of the lead from the demonstration run on Cima ore of 9-19-90 is shown in Table III. This scan shows a possible objectionable level of selenium at 0.23 percent, but selenium has not shown up elsewhere at these levels in the work to date. Perhaps it is because lead is a good collector for selenium. Arsenic, antimony, and thallium are shown as less than 200 ppm, the limit of sensitivity of the analytical method. Since we do not intend using lead we will only pay attention to these elements in iron, and the products of iron treatment.

Results of the second ICp scan of Cima ore for trace elements' are shown in Table IV. In this scan the sample was prepared by sodium peroxide fusion followed by acid dissolution, a better method of sample preparation.

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# Table II ICF Scans

Iron				
Theep	Hi11			

<u>Iron</u> <u>Cima</u>

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EL EMENT	WAVELENGTH		
	( nm)	~ ~ ~	
	( )	i % )	(%)
Arsenic	193.70	0.83	• • • ·
Zinc	213.86	0.038	0.81
Cadmi um	214.44	0.003	0.007
Lead	220.35	1.2	0.002
Nickel	231.60	0.181	0.84
Barium	233.53	< 0.002	0.238
Iron	259.94	> 4.0	< 0.002
Manganese	257.61	0.076	> 4.0 < 0.005
Magnesium	285.21	< 0.005	< 0.005
Vanadium	290.88	0.040	
Beryllium	313.04	< 0.002	0.029 < 0.002
Copper	324.75	0.041	0.013
Aluminum	396.15	0.02	0.03
Barium	455.40	< 0.002	< 0.002
Sodium	589.59	0.04	0.02
Lithium	670.78	< 0.01	< 0.01
Strontium	407.77	< 0.005	< 0.005
Bismuth	223.06	< 0.02	< 0.005
	•		× 0.02
<b>a</b>		·	
Cobolt	230.79	0.039	0.044
Platinum	265.95	< 0.01	<.0.01
Silver	328.07	0.172	< 0.025
Calcium	317.93	0.011	0.167
Palladium		< 0.02 ·	< 0.02
Sellenium	196.03	< 0.02	< 0.02
Molybdenum	202.02	< 0.005	< 0.005
Chromium	205.55	0.057	< 0.005
Antimony	206.83	< 0.02	< 0.02
Thallium	351.92	< 0.02	< 0.02

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< = less than the value shown.
> = greater than the value shown.

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### Table III

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# ICF Scan of Lead from Furnace Run of 9-19-90

<u>Lead</u> Cima

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ELEMENT	WAVELENGTH	
	(nm)	(%)
	•	
Arsenic	193.70	< 0.02
Zinc	213.86	0.003
Cạdmi um	214.44	< 0.002
Lead	220.35	> 4.0
Nickel	231.60	0.010
Barium	233.53	< 0.002
Iron	259.94	0.127
Manganese	257.61	< '0.005
Magnesium	285.21	0.010
Vanadium	290.88	0.003
Beryllium	313.04	< 0.002
Copper	324.75	0.048
Aluminum	396.15	< 0.01
Barium	455.40	< 0.002
Sodium	589.59	0.02
Lithium	670,78	< 0.01
Strontium	407.77	< 0.005
Bismuth	223.06	0.05
C : 1 :		
Silicon	251.61	0.02
Cobolt	230.79	< 0.005
Platinum	265.95	< 0.01
Silver	328.07	> 4.0
Calcium	317.93	0.008
Palladium	340.46	< 0.02
Sellenium Molybdonum	196.03	0.23
Molybdenum	202.02	< 0.005
Chromium Antimony	205.55	< 0.005
Antimony Thallium		< 0.02
i na i i i um	351.92	< 0.02

< = less than the value shown.
> = greater than the value shown.

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# Table IV

#### ICF Scan - Cima Black Ore

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Orc <u>Cima</u>

ELEMENT W	AVELENGTH (nm)	
	( 1101 )	. (%)
Arsenic	193.70	< 0.02
	213.86	0,006
Ca dm i um	214.44	< 0.005
Lead	220.35	0.03
Nickel	231.60	0.005
Barium	233.53	0.031
Iron	259.94	> 4.
Manganese		0.09
Magnesium	285.21	> 2.00
Vanadium	290.88	0.014
Beryllium	313.04	< 0.005
Copper	324.75	0.004
Aluminum	396.15	> 4.
Barium	455.40	0.031
Sodium		1.0
Lithium	670.78	< 0.02
Strontium		0.021
	223.06	< 0.02
	249.77	0.60
Silicon	251.61	> 4.
Cobolt	230.79	< 0.005
Platinum	265.95	< 0.02
	328.07	< 0.005
Calcium		2.7
Palladium	340.46	< 0.02
Sellenium	196.03	< 0.02
Molybdenum	202.02	< 0.005
Chromium	205.55	0.010
Antimony	206.83	< 0.02
Thallium	351.92	< 0.02
		N V.V4

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< = less than the value shown. > = greater than the value shown.

Major amounts of iron, magnesium, aluminum, calcium, and silicon are seen in Table IV. This is what we would expect with volcanic rock. You will note that arsenic, selenium, antimony, and thallium are all less than 200 ppm, the limits of detection. Lead was 0.03%. Platinum and silver were not detected. No subsequent effort was made to quantify the platinum, except for one assay bead which W. Spendlove could not part, and which is reported later. Gold requires a special procedure and is not picked up in a routine ICP scan.

Additional analyses for Cima Black ore were as follows:

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P	<u>F</u>	<u>Se</u>
(%)	(%)	(ppm)
0.72	0.114	<2

If all of the acid soluble iron, 5.87 percent, were to combine with phosphorus to form iron phosphide the iron would contain 0.72/5.87 = 12.26% phosphorus, which product has a melting point between 1050 and 1100 °C. The phosphorus and fluorine analyses were run after a sodium peroxide fusion which should have gotten all of these elements into solution. The selenium was run following an acid dissolution which was not what I specified. Later analyses for selenium in acid leach solutions and residues are more significant. A special analysis on iron nodules from Cima ore showed 0.25% boron and 3.7% phosphorus. Although silicon was not quantified it was later seen to be a major constituent of the iron leach residue. See Talbe V. It is readily apparent that only a small fraction of the phosphorus went into the iron. The rest can be either into the slag, or up the stock. Phosphorus manufacturers routinely dispose of most of the fluorine in the slag as CaO.SiO2.1/9 CaF2, but about 10 percent of it goes with the furnace gasses as fluosilicates, but most of that is condensed with the phosphorus content. Pig iron typically contains 91.75% iron, 3.50%C, 2.75%Si, 0.55%Mn, 1.10%P. The iron from this gold smelting process is similar in composition to pig iron.

The iron from the furnace campaign of 11-14-90, No. G-3, was leached electrolytically to produce a residue containing 0.73% phosphorus, and less than 100 ppm selenium. The residue was further analyzed by an ICP scan following a sodium peroxide fusion and acid dissolution. This analysis, shown in Table V, does not show objectionable levels of any impurities, except possibly lead at 0.23%. Thallium, antimony, and selenium in this highly enriched product, now containing 4558 ounces of gold per ton of residue, or 15.6% gold, were below the limits of detection which is 200 ppm for each of these elements. At 200 ppm any impurity would be only 0.13% of the weight of the gold, a very minor amount.

Table V also shows an analysis of the leach solution from leaching the iron nodules of test G-2. The solution was diluted to 10 grams of solution per gram of iron nodules going to leach. We can conclude from these solution analyses that the only objectionable element that was dissolved was thallium. At 10 ppm

in solution it means that 100 ppm Tl was present in the iron. very small amount of thallium could easily be precipitated from the This solution and disposed of safely. It represents only 0.064 percent of the weight of the gold in the residue. A production rate of 1.56 ounces of gold per ton of ore (Test G-2) would produce at most less than 0.002 ounces of Tl per ton of ore in the leach residue and 0.001 ounces of Tl per ton or ore in the leach solution. These are certainly minor amounts of thallium. Future work will have to be done to establish the final disposition of these minor amounts of thallium. Beyond the initial identification of 60 ppm gallium in both Sheep Hill and Cima iron, previously reported on p. 6, no further work was done to follow gallium. Special analyses were also run on the leach solution which also showed less than 1 ppm of both selenium and arsenic, confirming the ICP scan shown in Table Special analyses were also run on the iron leach residue from v. test G-3, showing 0.73% phosphorus and less than 100 ppm selenium. This tells us that most of the phosphorus in the iron goes into the leach solution, from which it can readily be disposed. The low level of selenium in the leach residue means that the final smelting of the leach residue to produce Dore' metal should not be complicated by selenium.

# Table V ICF Scan - Iron Leach Residue (11-14-90) and Leach Solution (11-13-90)

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ELEMENT	WAVELENGTH (nm)	1	SAMPLE: "Residue"		SAMPLE: "Solution"	:
	( )		(%)		(ppm)	
Arsenic	193.70	•				
Zinc	213.86		< 0.02		< 1.	
Cadmium	213.88		0.006		18.	
Lead	220.35	•	< 0.005		0.2	
Nickel	231.60		0.23		. 4.	
Barium	233.53		0.78		130.	•
Iron			0.005		< 1.	•
Manganese	259.94	>		>	1000.	
Magnesium	$257.61 \\ 285.21$		0.13		16.	
Vanadium	290.88		0.027		18.	
Beryllium		•	0.02		2.	
Copper	313.04 324.75	<	0.005		< 1.	•.
Aluminum			0.050		2.	
Barium	396.15		0.05		6.	
Sodium	455.40	<	0.005		< 1.	
Lithium	589.59		0.03		12.	
Strontium	670.78	<	0.02		< 1.	
	407.77	<	0.005		< 1.	
Bismuth	223.06	<	0.02		< 1.	۰.
Boron	249.77		0.13		73.	
Silicon	251.61	>	4.0		30.	
Cobolt	230.79		0.007	·	3.	
Platinum	265.95	. 🔇	0.02		< 1.	
Silver	328.07		1.7		< 1.	
Calcium	317.93		0.043	•	30.	
Palladium	340.46	<	0.02		< 1.	1
Sellenium	196.03	<				•
Molybdenum	202.02	<				
Chromium	205.55	•	1.0		< 1.	
Antimony	206.83	<			170.	
Thallium	351.92	, k			< 1.	
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< = less than the value shown.
> = greater than the value shown.

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Earlier (Table III) high selenium was observed in the lead when it was used as a collector. Without lead the selenium apparently goes into the slag.

One dore' assay bead from Sheep Hill ore was assayed by Western Analytical to show 0.11% platinum in the bead. This calculates to 0.003 ounce platinum per ton of ore. The only other positive evidence that I have seen of platinum is a sample "04-Virgin Ore" assaying 2 ounces of platinum per ton of ore and a sample "05-Treated Ore" assaying 1.6 ounces of platinum per ton of ore. The assays were done by Western Technologies, 11-02-89, using ICP. Samples were submitted by Augustine Construction.

#### Conclusions from the Investigation of Impurities in the Process

1. Gallium is present in the iron nodules at 60 ppm (1.8 ounces per ton of nodules). We did no further checking. It melts at 30°C, and boils at 1000°C. It is soluble in sulfuric acid and was probably leached from the nodules.

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2. Although we saw 0.83% and 0.81% arsenic, respectively, for Sheep Hill and Cima Iron nodules when lead was used, later leaches of iron nodules without lead present showed very little arsenic in either the residue or the leach solution. A greatly decreased amount of arsenic was seen in iron nodules in Test G-3, probably because the slag was much more basic. The presence of lead should not have anything to do with arsenic in the iron nodules. The disposition of arsenic will have to be carefully monitored in future experiments. It can go into the furnace gases, into the slag, or into the nodules, depending upon furnace conditions.

3. Iron nodules are similar in composition to pig iron, containing both phosphorus and silicon. Carbon is probably present as well, but it was not analyzed for.

4. The presence of phosphorus and fluorine in the Cima Black ore suggests the presence of apatite, Ca5F(PO4)3, a mineral commonly associated with volcanic rocks.

5. Acid leach residues of iron nodules did not show objectionable levels of any impurities, except possibly lead at 0.23%. Thallium, arsenic, antimony, and selenium were all below the limits of detection in the leach residue, the enriched product which will go to final smelting and refining. Thallium was detected at 10 ppm in the leach solution, but this should pose no major problem, if dealt with properly. Other impurities were at very low levels in the acid leach solution. 6. Tentatively, we can conclude that refining of the iron leach residue, as shown by the analyses in Table V, should not pose any particular problems in the final smelting and refining of the leach residue. •

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7. Mercury was not detected in any of this work. It requires a special analysis. We will have to check this out in future work.

8. We saw only one indication of a minor amount of platinum in this work, but we have not really tried to analyze for it except on that one occasion.

#### **Discussion**

Future work should be directed to increasing 1. the amount of iron nodules produced per ton of ore to determine if that would result in the collection of additional gold. It has been demonstrated that the addition of carbon results in more iron alloy being produced, but it has gone into iron particles entrapped in the slag. The increased iron alloy can be melted to produce a larger weight of nodules, either by lowering the melting point or increasing the furnace temperature. One way to lower the melting point would be to put more of the phosphorus in the ore into the nodules. Generally speaking, the more acid the slag, the more the tendency would be to keep phosphorus out of the slaq. However, most of it might only go up the stack instead of alloying with the iron to reduce its melting point. Therefore, it may not be practical to get many more alloying of the phosphorus in the ore. Increasing the furnace temperature to increase the iron yield in the nodules should be attempted.

2. Another factor which would increase the collecting power of the iron would be to add iron filings to the furnace. We may simply not be getting sufficient contact between the iron we have been making, and the gold in the ore.

3. The use of alloying elements other than phosphorus may be beneficial in lowering the melting point of the iron nodules. An alloy of 50% aluminum and 50% iron for example melts at 1165°C. However, a ternary alloy of iron, phosphorus, and aluminum would melt at still lower temperatures. Tests should be run with the addition of something of the order of 20 pounds of aluminum per ton of ore.

4. Some work should also be done to determine how well the gold could be collected in a copper smelter. A copper matte of 30% copper sulfide (Cu2S) and 70% FeS for example melts at about 1000°C. It would be relatively

simple to run some smelting tests where Cu2S and FeS are smelted with the cinders to determine how well the resulting copper matte collects gold. This would be a good test for the feasibility of treating the cinders in a copper smelter.

5. Increased smelting time may by of benefit in ' collecting more gold.

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#### INVENTION REPORT

Lynn Burr T. A Henrie

# EXTRACTION OF PRECIOUS METAL VALUES FROM REFRACTORY ORES

#### ABSTRACT OF DISCLOSURE

The recovery of gold and other precious metals from a refractory ore with or without fluxing additives and with or without reducing agents is achieved by smelting the charge at sufficently high temperture to produce a molten metal alloy and slag. The alloy and slag are separated by suitable means. The barren slag is discarded and the alloy is collected for precious metal recovery. The alloy is electrolyzed in an suitable acid or dissolved in an acid, leaving an undissolved portion whitch is separated from the liquors. The filtered solids contains most of the precious metal values. Metals such as silver may be partitioned between the leach liquor and leach residue and therefore may be recovered from the solution and residue.

EXTRACTION OF GOLD AND OTHER PRECIOUS METALS FROM REFRACTORY ORES

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This invention relates to the treatment of refractory igneous rocks to recover precious metals such as gold, silver, and platinum group metals. By refractory ore we mean ore that is { difficult to treat by conventional procedures to obtain the metal or mineral values. The igneous material investigated to form the basis of this invention was volcanic tephra (cinders) which are the oxides of aluminum, calcium, iron, magnesium, silicon, etc. The ore is somewhat magnetic. A more drastic method than conventional procedures was investigated to extract the gold and other precious metal values. Direct smelting of the ore or the magnetic concentrate was studied and tested and found to be effective. Smelting is a metallurgical process in which metal is separated by fusion from earthy and other, ore components. An example being the production of pig iron in a blast furnace.

In these investigations the refractory ore was either melted directly or with fluxing agents in a gas fired furnace. The charge was kept at temperature for suffient time to completely melt the particles and become fluid enough to pour. The slag was poured into a slag pot, cooled, crushed and ground. Metalic nodules were extracted from the broken slag. These nodules were strongly magnetic, very hard and brittle. Chemical analyses of the nodules

showed that the principle component was iron with carbon and phosphorus in significant quantities. Other metals such as cobalt, copper, chromium, manganese, molybdenum, silicon, vanadium and zinc were present in small amounts. A photomicrograph of a polished nodule showed ferrite, pearlite and steadite as the dominant components. Strongly magnetic metal particles were also extracted from the finely ground slag. These particles contained less carbon than the nodules. The nodules were either anodicaly or directly digested in sulfuric acid solutions. The fine metal particles were digested in sulfuric acid solutions. The leach residues were washed, dried, oxidized and assayed for silver and gold.

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#### EXAMPLES

(1) Three pounds of refractory ore, tephra, were charged to a crucible, placed in gas fired furnace, heated to approximately 2400 degrees fahrnheit and melted. The charge was held at temperature until it was sufficiently fluid to be poured. This required about one hour. Approximately 75% of the slag was poured into a slag pot and cooled. This left some slag and sludge in the hot crucible. The crucible was recharged with an additional three pounds of ore and the heating and pouring procdure repeated. The above procedure was followed a third and fourth time. Four charges were melted before all the slag and sludge was poured from the crucible. The slags from the four pours were cooled, crushed and ground separately. The metalic nodules were removed from the number four slag and weighed. The finer magnetic material, including small spheres were collected on a magnet, cleaned and weighed.

(2) The same procedure as (1) was followed except only one melt and pour was made.

(3) The same procedure as (1) was followed except 2.4 pounds of borax glass were added to each charge.

(4) The same procedure as (1) was followed except 2 pounds of borax glass and 0.4 pounds of soda ash were added to each charge.

(5) The same procedure as (1) was followed except a larger crucible and furace were used, and 40 pounds of tephra were charged to each of two melts.

(6) The same procedure as (3) was followed except the larger crucible and furnace were used and 20 pounds of tephra and 16 pounds of borax glass were added to each of four melts.

#### RESULTS OF MELTING

The weight of nodules produced per pound of ore was more for example (6), nearly 20 grams per kilogram of ore, than for the other examples The amounts of fine strongly magnetic material was was however less in relative terms for example (6), than the other examples. There were no large nodules produced in example (2), only strongly magnetic particles and strongly magnetic fines.

#### RECOVERY OF METAL VALUES

The nodules collected from the slag ranged in size from 1 cm. thick and 15 cm. across to small balls 1 mm. in diameter. Chemical analyses showed that iron was the principal component with carbon and phosphorus in significant quantities. This material will be referred to as "nodules" throughout this report. A second metallic material was also collected from fine ground slag. This material was also strongly magnetic and appeared to be somewhat fused or at least sintered. Most of this material passed through a 35 mesh screen. It did not contain as much carbon as the nodules but showed significant amounts of phosphorus. This material will be referred to as "magnetic fines."

The nodules were either anodically or directly dissolved in sulfuric acid solutions. To anodically dissolve the nodule it was either connected through a rectifier to a lead cathode or through a connecting wire to a lead cathode (galvanic cell). A plastic bag made from fine mesh material was placed around the cathode to collect the unleached residue. The electrolyte was 10% sulfuric acid and in total amont of 5 ml. of concentrated sulfuric acid per gram of nodule. The solution was maintained at a temperature of 60 to 70 degrees Celsius throughout the digestion period. Periodic additions of either water or acid solutions were made to maintaint the electrolyte level due to evaporation losses. To directly dissolve the nodule material, the nodules were either used as collected or crushed, screened and sized with similar sizes being digested together. The nodules were placed inside a plastic bag and immersed into the hot acid solution. The acid strength was 10% sulfuric acid and 5 ml. concentrated sulfuric acid per gram of metallic material. The solution temperature was maintained at 75 to 85 degrees Celsius throughout digestion. The solution level was ţ maintained by additions of water.

The magnetic fines were cleaned by repeated magnetic separations and screened to -32 mesh. This fine material was added to hot water, about 50 ml. per gram of material. The temperature was maintained at 70 to 80 degrees Celsius and while stirring concentrated sulfuric acid was slowly and periodically added. The addition rate was controlled to maintain steady but not a vigorous Hydrogen gas was evolved from the metal surfaces reaction. indicating the reaction nature and progess. A magnet was moved across the bottom of the reaction vessel to determine if any unreacted iron values remained. It was noted that little if any graphite slime was in the leached residue. The leached residue from the nodules contained a material that was somewhat granular, brownish in color and was fairly easy to filter and a paste like material that looked like oily graphite and difficult to filter. The leached residue from the magnetic fines was granular easy to filter and appeared black in color.

The leached residues were separated from the leach liquors by cooling the liquor, settling, decantation and filtration. The residues were washed with water and partially dried. Soda ash and niter were mixed with the damp residue and the mixture was dried at the proper temperature. The mixture was placed in a crucible with a small amonnt of borax and slowly heated to between 600 and 700 degrees Celsius or until the nitrate was completly reacted and converted the metalloids and other materials to the higher valence states and releasing the gold and silver to the free state. Fluxing agents were added to the crucible and contents smelted. A Dore bead (gold and silver) was obtained by cuppeling the lead button.

#### SPECIAL NOTES

Two smelting tests should be noted; (1) In order to determine if addition of more carbonaceous material would increase the production of nodules, carbon brigettes were added to a 20 pound charge and smelted. No differences to comparable experiments were noted. (2) It was believed that lead may enhance the smelting process by enabling the liquid iron masses to coalesce and result in larger and increased production of nodular materiai. The strongly magnetic properties of the metallic masses and hence the ease of separation of the value material obviated the need of lead. The use of lead in the smelting process would also complicate safety and environmental contol during the operation. For these reasons the use of lead was thought to be imprudent.

#### DEFINITION OF SPECIAL TERMS

FERRITE: Pure, or nearly pure, metalic iron, as a crystalline constituent the solute can be assumed to be carbon.

METALLOID: A nonmetal, as carbon or nitrogen, that can combine with a metal to form an alloy. An element such as silicon, phosphorus, arsenic, or tellurium, intermediate in properties between the typical metals and nonmetals.

PEARLITE: The lamellar mixture of ferrite and cementite in slowly cooled iron-carbon alloys.

REFRACTORY ORE: Ore, difficult to treat for recovery of valuable substances.

STEADITE: An eutetic consisting of iron phosphide and iron, as a constituent of gray cast iron.

TEPHRA: A collective term for all clastic volcanic materials including volcanic dust, ash, cinders, lapilli, scoria, pumice, bombs, and blocks.

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#### ABSTRACT OF THE DISCLOSURE

The recovery of gold from volcanic cinders is achieved by mixing the cinders with a suitable flux and reducing agent and smelting the mixture at a sufficiently high temperature to produce a molten iron alloy and a molten slag. The molten slag and iron alloy are separated by suitable means. The slag is discarded and the iron alloy is cooled to a solid state. The iron alloy is then dissolved in acid, leaving an undissolved portion which can be separated from the resulting leach liquor by filtration. The filtered solids contain nearly all of the gold, and platinum group metals that were present in the original ore. These solids can then be processed by well known technology to recover their gold, silver, and platinum group metal content in essentially pure form. The solution which contains most of the silver can also be treated by conventional means to recover that <u>metal</u>.

This invention relates to the treatment of volcanic igneous rocks, commonly called volcanic cinders, to recover gold, silver, and platinum group metals therefrom.

The volcanic ore which was investigated to form the basis of this invention is composed of silicates and oxides with major amounts if iron, magnesium, and aluminum, and lesser, but significant amounts of sodium, boron, calcium, fluorine, and phosphorus (from tenths of a per cent to three per cent of these elements). The ore contains a major amount of magnetite. At a grind of 43 per cent minus 65 mesh plus 200 mesh and 57 per cent minus 200 mesh, 54.6 per cent of the sample was strongly magnetic. Not all of this magnetic material is magnetite, however, since much of the magnetite is locked with non-magnetics. The phosphorus and fluorine are probably from apatite,  $Ca_5F(PO_4)_3$ , a mineral commonly associated with magnetite in igneous rocks.

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Folcanic cinders, as typified by the ore used in the development of this process is extremely resistant to all of the procedures normally used in the treatment of precious metal ores. Therefore, it was decided to use direct smelting, a very drastic

and expensive procedure to recover the precious metals from the ore. A smelting process is one in which all of the materials charged to a amelting furnace are completely fused or melted, resulting in two or more liquid products which stratify into separate layers upon standing, with the slag, the liquid of lowest specific gravity, forming the top layer which is skimmed off. In most smelting operations the slag is the waste product which serves as a vehicle to eliminate substances which are not desired in the valuable products recovered from the lower layers of molten material. The bottom layer can be a metal such as lead in lead smelting, iron in iron smelting, or copper in some types of copper smelting. An intermediate layer can be a matte (principally molten sulfides), or a speiss (molten arsenides and/or antimonides). It is well known that molten lead serves as a solvent, or collector, for gold, silver, and the platinum group metals in the smelting of lead pres. Similarly, liquid copper and liquid mattes (molten sulfides of copper and iron, or nickel and iron) serve as collectors for the precious metals (gold, silver, and the platinum group) in copper and nickel smelters.

In these investigations lead was first considered as a possible molten solvent or collector of the precious metals in the smelting of volcanic cinders. Standard fire assaying as a miniature, laboratory sized, lead smelting process in which the materials charged to the laboratory crucible are smelted to result in two liquid layers, a lead layer which settles to the bottom of the crucible and a lower specific gravity slag layer on top of the lead layer which carries off the undesirable wastes in the ore. The lead contains the precious metals which are then recovered from the lead to complete the assay. Since standard fire assaying had repeatedly failed to recover the precious metals from volcanic cinders the conditions for using lead for a collector in a smelting process had to be changed from those used in fire assaying. A strongly reducing smelting charge was used in order to avoid the formation of any lead oxide in the slag. In standard fire assaying lead oxide is usually present, thus providing some oxidizing potential, a condition which this investigation sought to avoid.

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Initially, experiments were conducted by charging 5 pounds of lead, 5 ounces of silver, 25 pounds of ore, and 21.5 pounds of borax for flux to a furnace crucible. A flux is a material which converts compounds that are infusible at a certain temperature into others which melt at this temperature, and if software first added the function mixture can be fused at much lower temperatures. A mixture of one mole of silica  $(SiO_2)$  and one mole of sodium oxide  $(Na_2O)$  will melt at about 1020 C to form a slag of the composition  $Na_2SiO_3$ , much lower than the melting points of either  $Na_2O$  or  $SiO_2$ . The borax used in the experiments covered by this investigation, when mixed with the ore, lowered the melting point of the resulting mixture to allow the use of 1000-1100 degrees centigrade for forming a molten fluid slag. The silver was added to help in the collection of gold by the molten lead since silver and gold show complete mutual solubility in each other and the alloy has a lower melting point than pure gold. The added silver also aids in the later separation of gold and silver.

The mixture of ore, lead, silver, and borax was heated to 1000-1100 degrees centigrade and held for one hour. The slag was than skimmed, leaving a pool of molten lead in the bottom of the furnace. A second charge of 25 pounds of ore and 21.5 pounds of borax was then added, the temperature of the charge again raised to 1000-1100 degrees centigrade, held for one hour, and again the slag was skimmed off. The procedure was repeated twice more for a total of four furnace melts. At the end of four furnace melts it was observed that another metal had melted and collected as a separate layer on top of the lead layer. Further investigation showed that the metal was principally iron. The next stage of treatment was to dissolve the lead electrolytically in nitric acid, and to separately dissolve the iron electrolytically in a dilute sulfuric acid solution. In both cases an insoluble residue fell to the bottom of the electrolytic cell which was then filtered to separate it from the remaining acid. The residue was washed, dried, and further smelted by well known techniques to produce a final Dore' metal, which is essentially an alloy of gold and silver, containing the platinum group metals. It was thus demonstrated that both the lead and iron were collectors for gold. The next stage of development was to omit

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the lead with the objective of using only the iron alloy to collect the gold and other precious metals. This procedure avoided the toxicity and environmental problems associated with lead. Copper could also be used as a collector for the precious metals, but this would involve the necessity of using an electrolytic copper refining plant, or other expensive procedure to recover the copper for recycle, which was thus avoided.

The process which was then investigated was very similar to the smelting of iron ore to produce pig iron. The procedure was the same as before, except for the omission of lead. The charge consisted of 5 ounces of silver, 25 pounds of ore, 21.5 pounds of borax for flux, and 0.5 pounds of wheat flour for a reducing agent. To reduce iron from iron oxide requires a reducing agent. The ore contains several <u>for the reducing agent</u>. This material serves not only as a reducing agent, but also as an alloying element which allows the melting point of iron to be reduced, just as in pig iron production. The second most abundant element in the alloy after iron is a few per cent of silicon. The iron also contained 3 to 4 per cent phosphorus, which together with the silicon and carbon reduces the resulting alloy to the temperature range of these investigations (1000-1100 C). The amount of iron alloy produced was 1.75 pounds from 100 pounds of ore.

A portion of the alloy was then dissolved electrolytically in a twenty per cent sulfuric acid solution. The iron alloy served as the anode and a stainless steel sheet as the cathode. A standard fire assay of the residue which remained after dissolving the iron showed that gold was a major constituent of the residue and that the iron alloy was a good collector for gold, in the absence of lead. Some silver was also present in the residue, but more of it went into solution as soluble silver sulfate than the amount that was left in the residue. Analysis also showed that the which was obtained in a fire assay of the residue contained a small amount of platinum and palladium.

I have discovered a wholly new process to treat volcanic cinder ores for gold, silver, and platinum group metal recovery. These | iron bearing ores are first smelted in a highly reducing atmosphere

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to produce an iron alloy which is similar in chemical composition to commercial pig iron. This alloy acts as a solvent or collector for gold, silver, and the platinum group metals. This action is similar to the smelting of copper ores in which a molten matte( a mixture of iron and copper sulfides) collects gold, silver, and the platinum group metals, and to the smelting of lead ores in which molten lead collects these precous metals. The iron alloy is separated from the slag, then leached in a mineral acid, either with or without electrolysis Intercondence by these interfactment The resulting mixture is then filtered to separate the liquid and solids. The solid residue then contains gold as a major constituent with lesser amounts of silver and the platinum group metals. Most of the silver is dissolved as silver sulfate in the sulfuric acid solution. Other major constituents are iron and silicon. The residue also contains some 30 additional minor constituents, mostly metals. The residue can be treated by well known smelting methods to produce a gold-silver bullion, containing the platinum group metals.

There are two unique features in this invention. The most unique feature is the use of a molten iron alloy as a collector for gold, silver, and the platinum group metals. The practice of iron. smelting is well known. Also, the use of electrolytic acid dissolution to dissolve a metal collector of gold, silver, and the platinum group metals, followed by the recovery of these metals from the acid leach residue is conventionally used in copper smelting and refining and is thus also well known. However, the combination of iron smelting with electrolytic acid dissolution of the iron, followed by recovery of the gold, silver, and platinum group metals from the acid residue is a new way to recover these metals.

In conventional cyanide leaching of gold and silver ores the gold and silver are adsorbed by activated carbon. These metals are then desorbed into another solution in which the gold and silver are in much greater concentration than in the original cyanide solution, and from which the gold and silver can be electroplated onto steel wool. This is another case in which gold and silver are separated from iron by an acid dissolution of the iron. However, that is quite different from this invention in that there is only a surface attachment of the gold and silver onto the iron, and not

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a complete alloying of the gold and silver with the iron. Also, of course, the cyanide process does not recover any platinum group metals which may be present in the ore.

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The following, example is illustrative, but not limitative of the practice of the invention. A furnace charge consisting of 25 pounds of ore crushed to minus one quarter inch, 22 pounds of borax, and 5 ounces of silver was thoroughly mixed, heated to 100-1100 degrees centrigrade and held for one hour. The borax was the flux. The reducing agent was the natural carbonaceous material in the ore. The slag was skimmed, leaving a small pool of molten iron in the bottom of the furnace. A second charge of 25 pounds of ore and 22 pounds of borax was again mixed, heated to 1000 - 1100 degrees centigrade, held for one hour, and again the slag was skimmed off. The procedure was repeated twice more for a total of four furnace melts. After the fourth skimming of slag the iron was poured into a mold, together with a small amount of remaining slag and allowed to cool. The cold slag was broken away from the iron. The weight of iron was 1.75 pounds. A 256 gram portion of the iron alloy was then dissolved electrolytically in a twenty per cent sulfuric acid solution. At the end of the iron dissolution there remained a slurry of undissolved residue and a solution containing the iron. The slurry was then filtered to separate the residue from the acid solution, washed, and dried. It weighed 6.4 grams, which amounted to 2.5 weight per cent of the iron alloy. A standard fire assay of the residue showed that it contained 12.5 per cent gold. These figures indicated that an avoirdupois ton of ore would yield 1.59 troy ounces of gold in the leach residue, from which it can readily be recovered by well known methods in a gold-silver bullion containing the platinum group metals.

A second specific example is also illustrative, but not limitative of the practice of the invention. A furnace charge consisting of 25 pounds of ore crushed to minus one quarter inch, 9 pounds of silica sand (SiO₂), 9 pounds of sodium carbonate, 4 pounds of borax, and 0.5 pounds of when the solid point of the solid point of the solid degrees centigrade and held for one hour. The silica sand, sodium

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charcea/ and porax were fluxes, and the flows was a reducing carbo ane ore also contained natural carbonaceous material which agent also served as a reducing agent. The slag was then skimmed, leaving a small pool of molten iron in the bottom of the furnace. A second charge of 25 pounds of ore, 9 pounds of silica (SiO2), 9 pounds of sodium carbonate, 4 pounds of borax, and 0.5 pounds of thereal flour was again mixed, heated to 1000-1100 degrees centigrade, held for one hour, and again the slag was skimmed off. The procedure was repeated twice more for a total of four furnace melts. After the fourth skimming of slag the iron was poured into a mold, together with a small amount of remaining slag, and allowed to cool. The cold slag was broken away from the iron. The weight of iron was 1.35 pounds. A 350 gram portion of the 1.35 pounds of iron alloy was then dissolved electrolytically in a twenty per cent sulfuric acid solution. At the end of the iron dissolution there remained a slurry of undissolved residue and a solution containing the iron. The slurry was then filtered to separate the residue from the acid solution, washed, and dried. It weighed 8.77 grams, representing 2.50 weight per cent of the iron alloy. A standard fire assay of the residue showed that it contained 15.6 per cent ' gold. These figures indicated that an avoirdupóis ton of ore would yield 1.54 troy punces of gold in the acid leach residue, from which it can readily be recovered by well known methods in a gold-silver bullion containing the platinum group metals.

#### I claim:

A method for treating volcanic cinders and other similar gold, silver, and platinum group metal bearing igneous ores for the recovery of these metals from the ore by mixing the ore with a suitable flux and reducing agent and heating the mixture to a sufficiently high temperature to produce a molten iron alloy and a molten slag. When the mixture of iron alloy and slag is allowed to settle, either in the furnace in which the melting takes place or in another container such as a mold or ladle, the iron alloy forms the bottom layer of molten material and the slag the top molten layer. If copper, or nickel, or both, along with sulfur are present, a third molten layer, between the alloy and the slag may form which may also contain some of the gold, silver, and platinum group metals. That layer would be a matte, which is usually a mixture of molten sulfides of copper and iron, but sometimes

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.contains nickel sulfide as a major constituent. The middle layer could also be a speiss, which is a mixture of molten arsenides or antimonides. It too could contain some of the gold, silver, and platinum group metals. The different molten layers can then be separated by conventional means and cooled to a solid state. The iron alloy will contain gold, silicon, phospherus, iron alloy will contain gold, silicon, and platinum group metals. The iron alloy is then leached with a dilute mineral acid to solubilize the iron which is the principal component of the alloy. Sulfuric, hydrochloric, and nitric, are all suitable acids. A 20 weight per cent sulfuric acid solution was used in the experiments covered by this invention, but the others could also be used. The dissolution can be aided by electrolysis in which the iron alloy is the anode, and any number of corrosion resistant materials can be used as the cathode. Increased temperatures up to 80 degrees centigrade or more can also aid in the dissolution of the iron. In general the acid will dissolve all but the most insoluble or noble metals present. The iron alloy produced in these experiments varied from 84 to 93 per cent iron, 3 to 4 per cent phosphorus, several per cent silicon, a few tenths of one per cent each of nickel, boron, and calcium, and less than one tenth of one per cent each of 26 other elements, mostly metals. The calcium and boron may have been contained in entrapped slag. The iron alloy was thus similar in composition to pig iron. It's carbon content however was not determined. These analyses are illustrative, but not limitative of the composition of the iron alloy which can be produced by this method of treatment. After dissolution of the iron there remains an undissolved residue which can be separated from the resulting leach liquor by filtration. The filtered solids contain nearly all of the gold and platinum group metals. A small percentage of the gold however is solubilized, even with sulfuric acid, if electrolysis is used, because of the oxidizing potential at the anode. With sulfuric or nitric acids, most of the silver will be contained in the leach liquor, and can be recovered by precipitation as a chloride. If hydrochloric acid is used for leaching, the silver will remain in the residue. The filtered residue contains iron, silicon, and gold as the major constituents, comparisons more than 95 per cent of the weight of the residue, Minor constituents comprise some 30 additional elements, mostly metals. The gold,

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'platinum group metals, and whatever silver is present in these solids can be recovered by conventional smelting to produce a high grade bullion containing gold, silver, and the platinum group metals with only a very small amount of impurities. One such smelting method is that used in copper refineries to recover these precious metals from electrolytic refinery slimes. In this method a flux of silica and limestone is mixed with the slimes and the mixture melted down to produce a silicate slag which contains most of the impurities, and a precious metal bearing matte which requires further refining to remove sulfur and selenium. In the process of this invention the precious metal bullion, commonly called Dore' bullion, from smelting would be principally gold, silver, and platinum group metals, with only minor amounts of impurities remaining. This Dore' alloy is readily marketable to refiners and other buyers. If a matte or speiss is formed, these would usually be sold to smelter for the recovery of their precious metal content.

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# METALLURGICAL TESTING FOR THE PRECIOUS METALS CONTENT WITHIN THE PYROCLASTIC MATERIALS LOCATED IN THE NORTHERN ARIZONA VOLCANIC FIELDS

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For

#### MARIAH-GUILDMARK INDUSTRIES JOINT VENTURE Phoenix, Arizona

by

John O. Rud Geologist, M.Sc. February 12, 1992

#### CONCENTRATION AND EXTRACTION OF PRECIOUS METALS FROM VOLCANIC MATERIAL

#### SAMPLING PROGRAM

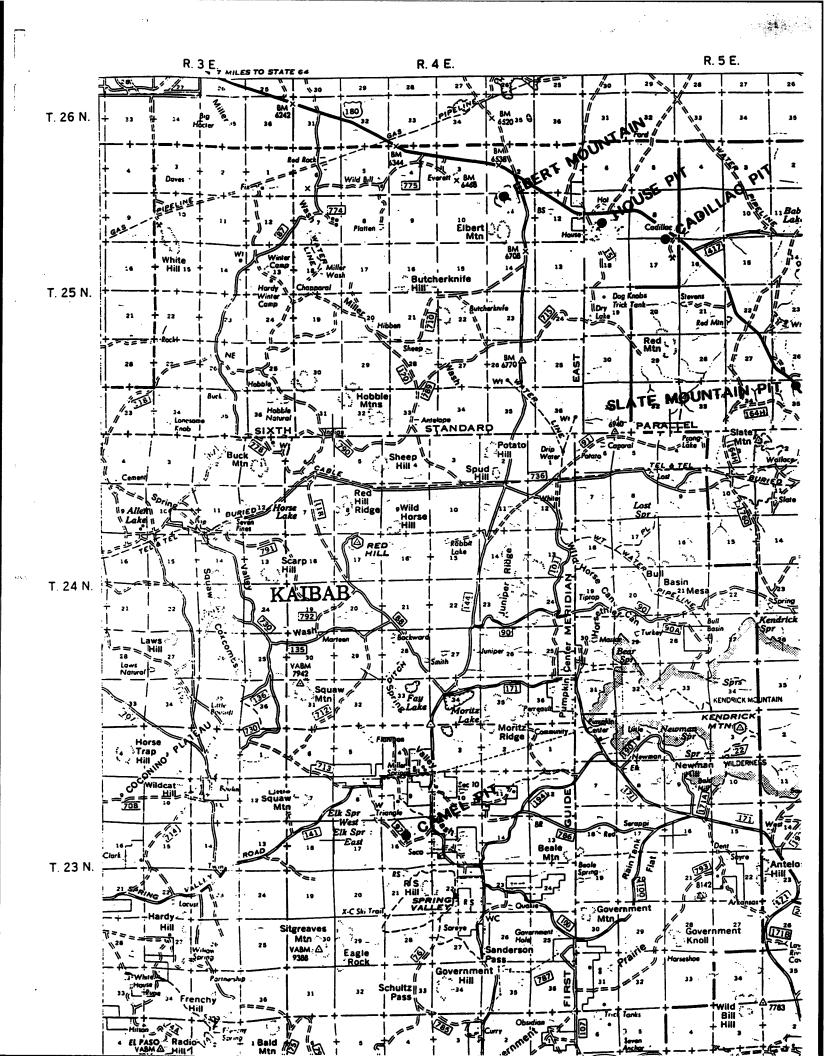
A program to sample and evaluate various cinder cones for Mariah International and Guildmark Industries Joint Venture was undertaken during November, 1991. A total of 7 cones was sampled in the Coconino and Kaibab National Forest Service area. The samples ranged in size from 150 to 3,400 pounds each and were taken in a manner to be representative of the material exposed in the existing quarries. The pyroclastic deposits sampled are listed below. (See location maps)

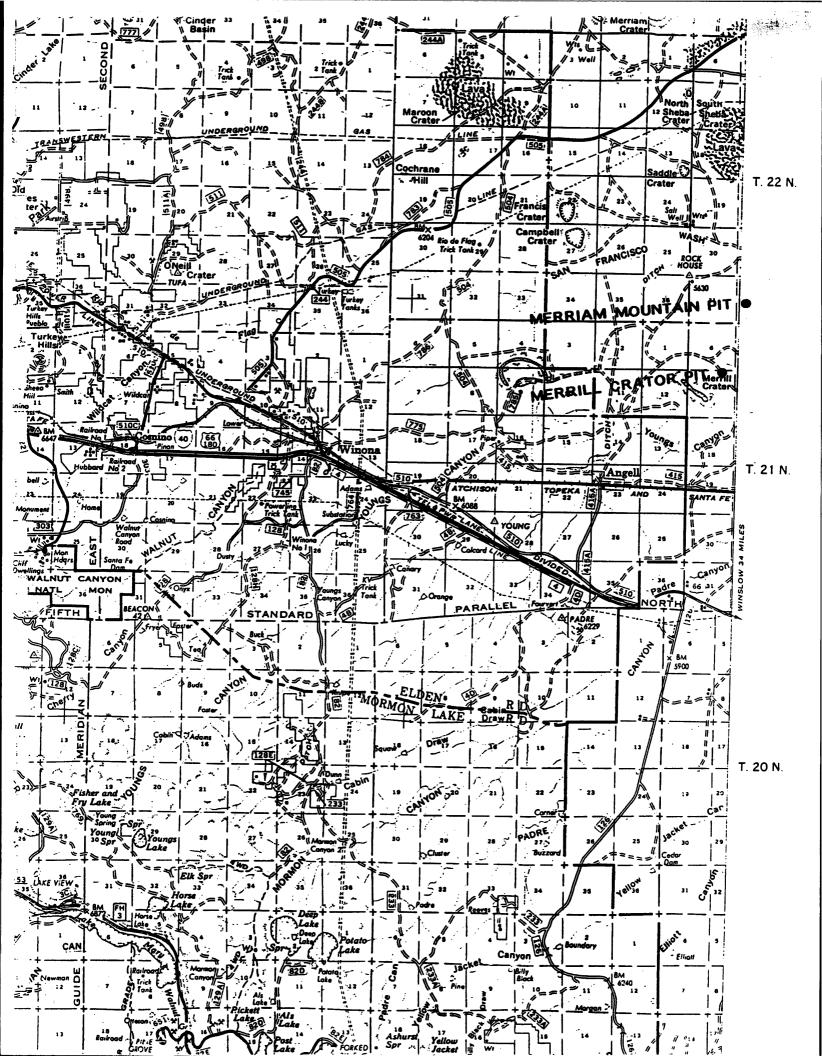
Camel Pit	Township 23 North, Range 4 East, Section 16
Ebert Mountain	Township 25 North, Range 4 East, Section 11
Cadillac Pit	Township 25 North, Range 5 East, Section 17
House Pit	Township 25 North, Range 5 East, Section 7
Slate Mountain	Township 25 North, Range 5 East, Section 35
Merriam Mountain	Township 23 North, Range 10 East, Section 24
Merrill Mountain	Township 21 North, Range 11 East, Section 7

The samples were then transported to a facility owned by Sunwalker Development Inc., which is located on Castle Hot Spring Road near Wickenburg, Arizona. The facility is equipped with Allis Chalmers 1518 Vibratory ball mill, a micro gold concentrating table, drying ovens, Rotap screen system. fire assay lab, and related equipment required to process the volcanic material.

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#### PRIOR TESTING

A report, "ANALYSIS OF CINDER CONE MATERIALS" by Professor Baki Yarar, Department of Metallurgical Engineering, Colorado School of Mines, Golden Colorado, dated September 1, 1987 states "Results of AA (atomic absorption spectrophotometry) analyses of all products are shown in Exhibits 1, 2, 3, and 4. Brief examination of the data indicates that <u>all</u> samples contain gold. Quarry A (House pit) contains the highest average of gold (7.7 ppm = 7.7 grams/m.t.) whereas Quarry D (Slate Mountain) contains the lowest average of gold (3.9 ppm = 3.9 grams/m.t.)"

The <u>Summary of Observations and Conclusions</u> state:

- 1. We have collected 42 samples of material from the locations shown on the accompanying maps.
- 2. We studied these samples by SEM, EDH, fire assay and AA analysis.
- 3. We found that all samples contain gold and silver in the concentration range......ppm = (g/t) to ppm = (g/t)
- 4. While panning of the original material does not show gold flakes, table concentrates invariably show gold and silver bearing flakes in the heavy fraction, which also contains sulphides of Fe, Cu, Zn, and Pb.

A report, CONCENTRATION AND EXTRACTION OF VALUE ELEMENTS OF THE MERRIL AND MERRIAM PROPERTIES OF WMR BY FLOTATION by B. Yarar, Ph.D. Professor of Metallurgical Engineering, Colorado School of Mines, Golden, Colorado, dated July 1, 1987

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states that a 17 metric tons sample was removed from the Merriam Crator. AA analysis indicated the sample averaged .0651 oz/ton gold and .0075 oz/ton silver.

The report also states in the <u>Conclusion and Recommendations.</u> that:

- 1. All our experimental findings are based on a 17 metric ton sample taken from the Merriam property of WMR.
- 2. We found that this sample contains native gold, silver and copper as well as sulfide minerals such as FeS2, PbS and ZnS.
- 3. These materials are highly disseminated in the matrix and are much lower grade than conventional complex-sulfide-gold-silver ore bodies. We stress that our studies did not aim at the discovery of any ore-body nor do we know if an ore-body exists in the area sampled. Therefore all economic calculations, or extrapolations to other regions of the area we sampled, need to be documented independently of our work.
- 4. The fact that the values in the sample, we studied are highly unconventional in grade and mode of occurrence notwithstanding, we found that a gravity pre-concentration produces a higher grade material.
- 5. We found that table concentrates can be ground and subjected to froth flotation, which gives concentrates assaying up to 84.28 grams of gold plus silver per ton of flotation concentrate.

- 6. Grinding of table concentrates to about 80%-150 mesh gives acceptable liberation.
- 7. The Bond work index for 150 mesh grind of this material is 44.5 which indicates a very hard ore, requiring about 36 to 44 kWh per metric ton to be able to grind to liberation size.
- 8. We find that desliming is essential for a successful flotationconcentration of the value components by conventional flotation reagents.
- 9. We also found that a low pH and a frother which can withstand low pH pulps are favorable for obtaining high-grade flotation concentrates.
- 10. Our leaching studies indicated that a conventional cyanide tank ` leaching leads to the passage of up to 20% of gold and silver into solution; if, the head ore is used, while 95% of gold and 85% of silver solubilization occurs when roasted table concentrates are subjected to leaching by cyanide.
- 11. Our studies also indicates that higher leaching efficiencies are achieved if the material leached is finely ground i.e., 100%-200 mesh, roasted and then leached by cyanide.
- 12. Our smelting experiments indicates that flotation concentrates can be smelted, giving a dore product containing 92.67% Au and 7.33% Ag; after, they have been roasted at 9009C.

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- 13. We recommend that if any plant based on our findings is contemplated by the sponsors, it should first aim at demonstrating the process at pilot size and not as a profitmaking installation.
- 14. We also recommend that any economic calculations on the part of the sponsors require a knowledge of the size and average grades of the ore-body by appropriate geological and engineering methods.
- 15. We visualize a potential recovery process for which economics have not been worked out, as given in Exhibit 54.

#### **CONCENTRATION PROCEDURE**

Previous testing has indicated that the cinder material must be ground to a 80 percent passing -325 mesh to achieve 96%+ liberation. (Liberation means the separation of the mineral constituents of a rock)

To achieve the necessary grind the material was hand fed into a Allis Chalmers model 1518 vibratory mill at a 1,000 pounds per hour rate. The oversize material was then screened off and re-ground in the mill until 100% of the material passed a 200 mesh screen.

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Screen analysis was then conducted on the material with the following results.

# PRODUCT PARTICLE SIZE ANALYSIS (Cumulative Passing)

(Tyler) Mesh	Weight %
100	100.0
200	100.0
250	95.5
325	80.2
400	60.9

Two head ore samples were then taken from each deposit and submitted to Alpine Assay of Twin Falls, Idaho for fire assay. The material was then hand fed onto two types of micro gold concentrating tables to compare recovery and concentrating efficiencies. The feed rate was approximately 500 lbs per hour with the heavy concentrate removed on a 10 minute interval.

#### TESTING RESULTS

TEST 1

A 540 pound of sample was removed from the <u>Camel pit.</u> ground in the AC vibratory mill, and sampled for fire assay. The material averaged .767 oz/ton gold and 1.43 oz/ton silver. The high gold content may be due to a nugget effect or a layer of material that has concentrated the gold over a long period of time. Continuing sampling of the Camel Pit to determine its average gold content is strongly recommended.

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The ground material was then fed onto a micro gold table which produced 10 pounds of concentrates. (approximately 50 to 1 concentration ratio) The concentrate was then smelted in a electric furnace utilizing a siliceous flux formulation from the Manual of Fire Assaying and Determination of Noble Metals (U.S.G.S. Publ. No 1445 (1977) The process produced 4.5 grams (.145 troy ounces) of Dore which indicates a recovery rate of approximately 70% was achieved on this test.

#### TEST 2

A 500 pound sample from the Ebert Mountain pit was ground in the AC vibratory mill and sampled for fire assay. The results indicated a gold content of .104 oz/ton and silver content of 1.135 oz/ton. The material was concentrated on a micro gold table producing 7.8 pounds of heavy concentrate. (Concentration ratio of 70 to 1) The concentrate was then smelted into a Dore bead that weighted .5 grams or .016 troy ounces. A recovery rate of 62% was realized on this test run.

#### TEST 3

A composite sample of 3,400 pounds was removed from the Merrill Crator and processed and sampled by the above procedure. The head ore assayed .228 oz/ton gold and 2.38 oz/ton silver. The tabling of the material produced 52 pounds of concentrate that was reduced to 14 pounds by additional concentration by tabling. The concentrate was then smelted and produced a 9 gram (.289 troy ounce) Dore bead. A 73% recovery was achieved by controlling the feed rate and using a head tank to control the water pressure to the table.

John O. Rud

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The remaining samples from the various pits were then ground and sampled for fire assay with the following results:

Deposit	Average gold content	Average silver content
Cadillac Pit	.030 oz/ton gold	.07 oz/ton silver
Merriam Crator	.171 oz/ton gold	.07 oz/ton silver
Slate Mountain Pit	.088 oz/ton gold	1.04 oz/ton silver
House Pit	.095 oz/ton gold	1.17 oz/ton silver

The material was then used to determine optimum feed rates and concentrate removal times to maximize recovery and feed rates. The material was processed 4 times and then smelted to produce a 25.5 gram (.819 troy ounce) Dore product. The objective of this test was to determine optimum pilot mill size to be constructed and general processing data for future testing.

#### CONCLUSIONS and RECOMMENDATIONS

- 1. The completed testing program corroborates the data presented in the two Colorado School of Mines reports by Professor Yarar, Namely, that the pyroclastic material contains precious metals; the precious metals can be concentrated by gravity methods; the concentrates can be smelted into dore by standard flux for mulations.
- 2. The testing program indicates a 60% to 70% range of recovery was achieved. Recommendations are hereby made to test and evaluate different micro-gold concentrators to determine if the recovery rate can be increased to the 80% range.

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- 3. The results from the gravity concentrating process indicates a significant portion of the gold remains in the Tails. Recommendations are hereby made to determine if a Carbon-in-Pulp cyanide system can recover this gold and if it would be economically feasible to install this type of process in the milling circuit.
- 4. The metallurgical evaluation completed by the Colorado School of Mines indicates that the flotation process can increase the concentration ratio of the milling process substantially. Recommendations are hereby made to determine the economic feasibility of utilizing this process in the final mill circuit to increase the concentration ratio thereby, producing a high grade gold product which would be shipped to established gold refiners.
- 5. Strong recommendations are hereby made to construct a 50 tons-perday pilot mill to determine the optimum milling circuit for the processing of this pyroclastic material. The pilot mill process would establish the overall grade of the selected cinder cones by bulk testing, determine the optimum concentration circuit with the highest percentage of precious metal recovery, and determine the economic feasibility of constructing a concentrating facility with a capacity exceeding 1,000 tons-per-day.

Respectfully submitted,

John O. Rud Geologist, M.Sc. February 12, 1992

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CERTIFICATE OF ASSAY Date Assayed

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ATTN: Mr. Bill Allred	======	OZ/TON			=======	-
ESCRIPTION	OZ/TON AU	AG				CHARGES
315 251 # 1	0.360	3.66	Merrill	Crator		\$15.00
315 251 # 2	0.096	1.11	Merrill	Crator		15.00
315 352 # 1	0.120	1.18	Ebert N	ountain		15.00
315 352 # 2	0.088	1.09	Ebert M	ountain		15.00
315 254 # 1	0.316	1.64	Camel I	lit		15.00
315 254 # 2	1.218	1.22	Camel f	it		15.00
315 526 # 1	0.096	1.08	House f	it		15.00
315 526 # 2	0.094	1.26	House P	t —		15.00
315 258 # 1	0.096	1.06	Slate M	ountain Pit		15.00
. 315 258 # 2	0.080	1.02	Slate Mo	untain Pit		15.00
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### CERTIFICATE OF ASSAY

Date Assayed 12-17-91

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253-2	0.300	0.08	Merriam	Crator			15.00
255-1	0.024	0.04	Cadillac	Pit			15.00
255-2	0.036	0.10	Cadillac	Pit			15.00
RZ	0.056	0.31					15.00
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Bill Currin 256-2990

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Hazen Research, Inc. 4601 Indiana Street Golden, Colorado 80403 Tel: (303) 279-4501

Date:	May 12, 1995	No.:	82
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Randy Moore To: Cambior Reno, Nevada

702-856-5189 45.49 Fax No .:

Bob Coleman From: HAZEN RESEARCH, INC. Fax No. (303) 278-1528

**Message:** 

Attached are the preliminary flotation results on the four Mariah samples. The flotation concentrates are being reassayed with results available next week.

Regards,

Bob

R. B. Coleman

RBC/cb

Enclosures

IF YOU DO NOT RECEIVE ALL PAGES, PLEASE PHONE AS SOON AS POSSIBLE.

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HAZEN RESEARCH, IND. PRELIMINARY DATA

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Objective:	Determine geld	id recovery by firstation	etatijom								, P	
Samule:	Vent Fit HRJ N	1 No. 47830-2										•
Christelt	45 minuter/1-h	45 mhutter/1-kg at 50% solids in a Derrver S x 12" atool ball mill	n a Denver S x	12" stoe) ball mi	=	<b>=084</b>	46.2	microal .		(mam cze jungład di.////)		
		Ren	Reserved. Not									
	Cutao	JaA		Cytes	Frothers					Minutes	•	
State	8009	Kentene	PAX	242	MIBC	0624Q		ō	Grbd	Cond	Froth	a a
Grind	8008 1	•				•			45		•	50
Conditioner		0.022	•	•		0.020				<b>n</b> ••		0 4 9 5 0 5 0
Rougher 1			0.050	•	0.034					-	<b>n</b> 1	
Rougher 2			0500	0.030	0.014	-		•	•	<b>1</b> 4	<b>n</b> .	
					-					•	•	
Observations: There was a small imound of .	a enadi nacana d Ananan sa sifita		accoul?) maic cuimm.	projek (achaneoasi) materiel cortering the from. Dr. to fine (herninthum.								
				Amalwasa				: Diuri	Distribution		•	•
Product.	Day WL	Adat	Ŵ		ŀ			. ny.			•	
		8	· osint ·	:				<b>\$</b>		·		
Ronehar concentrate	46.20	154	0.111	•				81.6	•		•	
Rougher Milling	964.50	· 93.45	- 0,0012 -					10.4			•	
Calculated Feed	1010.70	100,00	0.0062	•.			9	100.0				
Hend, Direct, AA firihih			0,0006									
Bead, Direct, Fire Acary			<0.00)									

2220-103015

Head, Direct, AA finith Bead, Direct, File Acasy

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## ** TOTAL PAGE.005 **

HAZEN RESEARCH, 1MC. PRELIMINARY DATA
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Flotation Test Metallurgical Results \$/4/95

Test No:	2252-9		Ten Date:	5/4/95							
Projects	9658										
<b>Objective:</b>	Determine gold <b>n</b>	id recovery by fielding	<b>Tetatico</b>							/	
Setterles	Vent Stockpille	HILING 47830-1	30-1								
<b>Crint</b> :	45 mbrotes/1-kg		in a Denver 5 x )	a 50% solids in a Derver 5 x 12" stool ball mill	_	m 084	47.0	47.0 microns	(76.7% puering 325 meth)	Smeth)	
		Rei	Reagents, Ibles								
	Cyteo	Jac		Cyteo	Rothen	N			Minutes		Palp
Stage	909	Kerosono	YVA	242	MIBC	DP250		Grlad	id Cond	Reth	· 원
Grind	0.038		•			•			SI		9.55
Rougher 1		•	0.050	•	0,020	0,00,0	•		<b>-</b>	5	9.55-9.37
Rougher 2		0.014	0.050	0.030				•	. 4	5	226-62%
						•			•		

The footh improved significantly with the 242. Products did not flor with low dougs of hom-lonic flor (Percel 351) Observations: There was a small amount of grayith (carbonaceuts?) material bordering the froth. The shirry regelere a lot of frother.

·

		• •	•	Analyzes	Distributions	
Product	Day Wit	Weight	n Va	· ·	Au No.	• • •
Rougher concentrate	50.00 ·	5.02	0.209		<b>36.0</b>	
cougher tailing	945.60	.96'96	0.0018		14.0 .	•
<b>Calculated Red</b>	<b>993.60</b>	100.00	0.0122	•	ioa.o	
Had, Direc, AA finkth			0.0003	•		
Heed, Direct, Fine Assay			0,001			

2258-ANLA SALIN



Hazen Research, Inc. 4601 Indiana Street Golden, Colorado 80403 Tel: (303) 279-4501

#### FAX TRANSMITTAL

Date:	May 12, 1995	No.:	8316
Pages:	5	Time:	11:35
		<b>File: 859</b>	6
To:	Randy Moore Cambior Reno, Nevada		
Fax No.:	702-856- <del>5189</del> - 4349		
From:	Bob Coleman HAZEN RESEARCH, INC. Fax No. (303) 278-1528		
Message:			

Attached are the preliminary flotation results on the four Mariah samples. The flotation concentrates are being reassayed with results available next week.

Regards,

.

Bob

R. B. Coleman

RBC/cb

Enclosures

IF YOU DO NOT RECEIVE ALL PAGES, PLEASE PHONE AS SOON AS POSSIBLE.

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PREL	HAZEN
LIMINARY	RESEARO
Y DATA	38, 190.

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# 2252-12 8596 Determine guid recovery by flotation Test Date: Flotation Test Metallurgical Results 5/4/95

Head, Direct, Fire Areay	Hand, Disect, AA finith		Rongher tailing 946,80 95,77	-> Rougher concentrate 41.50 4,23 .	8 · · · 8	Product Day Wi, Weight		Observations:	. Rougher 2	Rougher 1	Grind 0.050	Stage 6098 Keroette		Grind: 45 mianten/1-kg et 50% solids in a Denver 5 x 12" soci ball sull	Sample: Lower SB HRI No. 47830-4	Objective: Determine guid recovery by flotstion	
0,002	\$000 Current	Smac	\$0000	0,077	ozia	Au			0.050	0.050		РАХ	Resgonts, 1b/st	a Danver 5 x			
				$\bigcirc$		· .	Analysti		0.034			242		12" 1100 <b>  ba</b> ll n			
										. 0,020		MIBC	P	nill			
		۰.					•. 1	.		0.020		C DR250		P80 ==			
	Athor	3	9	91.9		Å	.  .	.						45,4			
	È	2	1	6	*		Distribution					Q		microny			
						•				•	5	Orind		(77.69			
				•			.  .  .		N	-	•	Cond		(77.6% passing 325 mesh)			
									••	5		Froth		7 mash)			
							.`		9:38-9;30	9.44-9.37		2					

·. .

2252-12.XI.S \$01/95

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22/3-11.)U.S S/11/95

		Rougher tuiltig 953.80	Rougher concentrate . 38.40		Preduct Day Wit,		Oberrations:	Rougher 2	Rougher 1	Grind 0.038	Stage 6098		Sample: Upper SB H Gnind: 45 mkmtaa/1-3		That No: 2252-11
	100,00	96,13	3.87	\$	Walght	ſ				0.049	Keroene		HRI No. 47830-3 /1-kg at 50% solids	beteenine gold recovery by flotation	4
<0.0003	0.0067	0.0009	0,150	020	Ąn	. :	.*	0,050	0.1150		PAX	Reagants, Ibfst	Upper SB      HRJ No. 47890-3 45 milustoa/J-2g at 50% solids in a Denver 5 x 12° stori ball mill	flotation	Test Date:
			V		•. •	Ånnlyses '		. 0.030		•	242		. 12" stord ball m		Flotation T 5/4/95
					•			0.014	0.020		MIBC	Pinshers	E		Flotation Test Metallurgical Results 5/4/95
					:	[•		•	0,014		DF250		P80 =	•	al Results
•	jõ		 91										46,8		
•	100.0	13.0	67.0	. 4	i 2	Ē					ç		micront		
			• •.			tulbutions .				£	Ortind		(75.19		
•								G	• ••• •		Cond	Minushea	(75.1% paving 925 meth)		
				ŀ				5	, Un		Fzoth		medi)		
			•		•	•		9.44-9.41	9.54-9.43	9.53	PH	Pulp			

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BAZEN RESEARCH, INC. PRELIMINARY DATA

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MAY 12 '95 12:18

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RY DA	ROH, I
77	ING.

# Ten Nor Projecti Objective: Sumple: Gniad: 2252-10 8596 Yent Fit HRU No. 47830-2 45 minutes/L-kg at 50% solids in a Denver 5 x 12" steel ball mill Determine gold recovery by fistation Test Date: Federica Test Metallurghol Results 5/4/95 =08d 16.2 micros • (77.7% passing 325 msth) •

			Reigenii, Ib/st		8				Minates		
sur,	6098	Jet A Kentebne	PAX	Cyline 242	MIBC	DP250		Grhd	Coad	Protz	
Grind Conditioner Rongber 1	0.038	0.022	 0.030	200	0.034	0.020		<b>.</b>	89 m.U	ч. ч	9.60 02.6 03.6 03.6
Rougher 2			0,050	0,030	0.014			•	**		
				•	•		•				
ivel . sex atom: :amanalado	Observations: 'There was a small amount of grayizh (outbouaceous') minischil · The telliness serveded OE to lime (hoonington.	of grayinta (carts al OIC to lime fi	nnaceous?) rual boulation.	erial tordaring the froth	the firsth.						
	vers a small unotant of grayish (carbonaceous) The tuilings responded OK to lime flocosiudon.	of grayinth (carb nd OIL to linne f)	nnaceotsi?) mai populuthm.	erini bordening ( Amalyaca	the freeth-			Distributions			
Discovers into vise	afings respond Day Wi,	of grayish (anti al OE to lime fi Weight S	nnaceoni?) mai occuluilan. Au oz/a	erhat bordesing Anadyses	fue fireda.		<b>₽</b> ≧	Distribution			
Uppervanne: Juppe ves	adings respond by Wi, E 46.20 964.50	of projukt (aut a <u>d OK to lime fi</u> Waight 4.57 95.43	orgeniality misu peoplaidhe. Ai 0.111 0.0012	athi bondaring	fas froda.		Au 81.6 10.4	Distribution			
Concreasing: Justice Area Product Rougher concentrate Rougher fulling Rougher fulling	1 small mnomet. Lings respond Day Wit, 6.20 966.50 1010.70	of proyists (carb ad OK to lime fl Voight 95.43 100.00	Au 0.111 0.00052	Analyses	te frede.		10010 1016	Districted			
Product Product Rougher concentrate Rougher tuffing Colculated Food Head, Direct, AA finish	a intali amouati aliago respond Day Wi, <u>5</u> 46.20 964.50 1010.70	of preyich (aut al OK 10 line fl Weight 4.57 95.43 100.00	0,111 0,00062 0,00062	Analyses	fas froda.		81.6 104.0	Distributions			

2220-HOJOLS SALAPS

Head, Direct, AA finish Baad, Direct, Firs Assay

Cyllep		45 mbotes/1	Vent Stockpli	Determine p	8596	1252-9
Jet A		-kg at 50% soli	Vent Stockpile HPU No. 47830-1	Determine gold recovery by fielding		•
	Reutenin, Ibla	ðs in e Denver S	7830-1	y fielation		Test Date:
Cytes		45 mbaars/1-kg at 50% solids to a Denver 5 x 12" steel ball still				5/4/95
Sytos Rothen		) P80 =			•	•
.1	•	47.0				
		mierons				
Minutes		(76.7% passing 325 mesh)				

Test No: Projecti Objective: Sample: Grind:

Flotation Test Metallurgical Results 5/4/95

Suga	6094 Cytos	Jet A Kerevune	PAX	Cytos 242	MIBC	DP250	Grind	Grizad Cond
Grind	0.038				•		45	45
Rougher 1			0,050	•	0.020	0.020		
		0.014	0.050	0,030				

	•	.		Analyzes .	Disurbut
Product ·	Dry Wit	Wolghi	۸u		Au
•	04	3	02/01	•	· · · <b>8</b>
Rougher concentrate	50,00	5.02	0,209	•	0,38
Rougher tailing	945.60	94,98'	6,0018		<b>14,0</b> .
<b>Calculated</b> Feed	<b>995.60</b>	100.00	0.0122		100.0
Hend, Direct, AA finish			0.0003		
Hoad, Direct, Fire Asway			0,001		

2150-ANILS SAUNA

hazen Rusearch, LNC. PRELIMINARY DATA

714-559-5.57 Richard Campbell 714-559-5157 Mariah Internation Stre. 105 165 care 114 T con to Refinny 2-5 yol 8.604 oz rec from con. flog t - 325 grind with a Hoc & reagent of calcut float. Con Float. Assay. Ill them new reapent trying high sollide. Hu w/ Solfides. ,07 rec possible. cared somple 1. deepth +100' chenital play tor Hoclare feorbalizer. Assay - Fine Assay > Bob Colman Huzen got fine assay floaded - . I aft Key to Assay grind size . - 325 grind. 80% Pouble recovery in Au w/ Elochen Banbadancet very high by incurre recording

w/ Pyramid Resources Paul Keyser - Calondo School of Mines - different usthods of recovery. Autoclane - to much & even Host good results. Uff. mehlergelet. - Geologist needs to halling Who. - Sauelter - guld > Paul Keyser ( > Bob (orknam) Genesist John Rud (192-2017 4 of A Metalurent Tom Andrey - US Bur. of Mines Bactar

Hazen Research Inc Bub Coleman 303 - 279 - 4501 Pyramid Resources 801-521-7556 John Rod 602-492.9017 (yande leade besto an - 400 auch? Clouds School of Mines Baki Narar Dept & Metallurger & Engracering bolden, Co



April 14, 1995

Mr. Bob Coleman HAZEN RESEARCH 4601 Indian Street Golden, CO 80403

Dear Bob:

Enclosed are four samples from the Mariah International property; they are as follows:

Vent Stockpile	Bags 1-4
Vent Pit	Bags 1-4
Upper SB	Bags 1-2
Lower SB	Bags 1-2

As we discussed, please crush to -325 mesh and run fire assays. Then run a flotation of the cinder cone material to produce a gold concentrate and check gold content.

Call if there are any questions. I look forward to the results.

Sincerely,

CAMBIOR EXPLORATION USA, INC.

Randy Moore Senior Geologist

RM:lat

**Cambior Exploration USA, Inc.** 

230 South Rock Blvd., Suite #23, Reno, Nevada 89502-2345, USA, Telephone 702-856-5189, Fax 702-856-4549

3/17/55 Bub Colman Hazan Fix Asses - No. 600 gms Sent Small sample - Assaged Kendy real 205 1002 . #3 B Florade Sugar Single. Secol 116 sof was -, 12 located works there and Sew proces of electrons Pilet Plant - Lopit Pyramid good co. Haren will only Fire Asso, 200 T - 400,000 100 Ponot have to flore to desay and sugaria fine prind ? Ford-Prop - April.

938 M 3/12/95 John Rid -3/8 " 150 Jomes cut from road. thank Leade N:1-402 Supe Belt 15 mm 10 sugles - agosit. .09 Tails dane some way recovery me by none the next. 7 9 Ag- sulfite coofing 20 11 brid come w/ sugar 500 165 from each says 1t 12 grind à carposit sayle 13 little (y work a Surgles, 15 300 mesh, CTP 17 Briters - Co Shoul of mines 1553 D Bucks Processed. 11 10 Samples Secon 1 800 .09 Head 1 Bhappe 23