

NELSON, B. B.

Oct. 21, 1925

862048

Depr. "E"
Dome Mines, Limited
South Porcupine.

Dear Sirs:

Your wire and night letter of Oct. 20th received.

As per my wire, I have hired a crew of five to go up to the mine on the 22nd - 2 dumpers, 2 miners, and cook. Two men are already at work there for the owners.

The limestone workings are swelled and partly caved in places, and the timbers crushed, and there is considerable mud and water. I will have

everything in shape to see as much as possible by the time of the Managers arrival.

I believe there are ~~to~~ the makings of a mine here.

Good widths of ore can be seen in three of the four main shoots, both on the surface and underground.

The country between no. 5 and no. 2 tunnels will be hard to see (on the limestone shoot), but we climbed up an upraise from no. 5 to a replacement ore-body of no. 4 sub-level, and saw a fifteen-foot width of good ore.

The man holding control is: F. R. WOLFLE
HUTTON Building
SPOKANE, Wash.

He showed me over the property, and is returning to the mine about the 26th inst.

F. A. Millican and I return to the mine today.

I will forward to you a copy of the option in a day or so, as soon as I can write it out.

The following is an

Abstract:

Agreement dated Oct. 19, 1925
between Florence Silver-head
Mining Co
of Lybokane
(1st part)
and
Dome Mines, Ltd
(2nd part)

Clause 1.

Sole right to examine
or option for 30 days
(with privilege of 15-day
extension upon request)

2.

We agree to purchase,
provided examⁿ satisfactory,
on following terms

\$50,000⁰⁰ cash - 30 days
\$125,000 cash from
royalties, or loan to
Florence Co. - June 1, 1926.

(Note: This is to meet
1st mortgage indebtedness. From
later conversations,
believe this payment can
be eliminated in the final
agreement)

Upsset price \$800,000
balance from royalties
at 50% net smelter returns.

(Note: From later conversations, I believe this can be reduced to 33 1/3 or 40% to Florence. (Milligan gave me this, but does not want his hand to appear in it.)

3 Total purchase price to be paid within 5 years

(NOTE) Likewise, we may be able to extend this to 7, 8, or 10 years.

4 Minimum expenditure of \$3000 per month on prop, 50% on develpt.

5 Commence mining & milling of ore as soon as warranted.

6 Notify Wolfe by telegraph at once on deciding exercise option or relinquish.

7 Provide assay maps & plans if any, if option relinquished

8

Nothing binds our
company to expenditures,
if examination does
not warrant.

I will write
further from mine in a
day or two, & in meantime
will proceed with sampling
and general lining-up.

Respectfully

N. A. James