

KMT - 9

NEVADA SCHEELITE CORP.

Waiver of Notice of Directors' Meeting

We, the undersigned, being all the Directors of Nevada Scheelite Corp., desiring to hold a special meeting of this Board for the purpose of transacting such business as is necessary, do hereby waive notice of said meeting, and consent to the holding thereof at 10 Lloyd Avenue, Latrobe, Pennsylvania, on the 19th day of December, 1955, at 1:30 P.M., Eastern Standard Time, for the purpose of transacting such business as may be brought before said meeting; and do further agree that any business transacted at said meeting shall be as valid and legal and of the same force and effect as though said meeting were held after notice duly given.

Witness our signatures this 19th day of December, 1955.

Donald C. McKenna
Donald C. McKenna

Philip M. McKenna
Philip M. McKenna

Alex G. McKenna
Alex G. McKenna

Special Meeting of the Board of Directors

A special meeting of the Board of Directors of Nevada Scheelite Corp. was held at 10 Lloyd Avenue, Latrobe, Pennsylvania, on the 19th day of December, 1955, at 1:30 P.M., Eastern Standard Time.

Directors present were Donald C. McKenna, who presided, Philip M. McKenna and Alex G. McKenna, being all of the directors of the Corporation. A waiver of notice and consent to the meeting, signed by all of the directors, was, upon motion duly made, seconded and unanimously carried, made a part of the records of the Corporation and of this meeting.

Financial statements for the five-month period ending November 30, 1955, were reviewed.

Development of the Rawhide mine was discussed and it was the consensus of the Board that it is desirable to carry out exploration operations below the 600-foot level. Accordingly, Donald C. McKenna was instructed to cause an application to be filed with the United States Department of the Interior for a Defense Minerals Exploration Loan in an amount necessary to provide funds for this purpose. If the application is approved, the U. S. Government would contribute 75% of the cost of the exploration project, to be repaid out of production, if any, from the explored area.

The question of plant protection at the Rawhide property had been under consideration and a quotation was obtained in the amount of \$7,300, approximately, for the installation of a fence around the plant areas. It was decided to take no action with respect to the fence at this time.

Donald C. McKenna reported that negotiations for the sale of this Corporation's mining properties at Rawhide, Nevada, have been conducted with Charles Segerstrom, President of Nevada Massachusetts Company. Mr. Segerstrom has advised that, at a recent meeting, his Board of Directors did not arrive at a concrete proposal with respect to the purchase of the properties. The period agreed upon with the prospective purchaser within which to make an offer has now expired and negotiations are, therefore, terminated.

Donald C. McKenna reported that exploratory action had been taken to determine the advisability of acquiring an interest in a mercury mine (Red Devil Mine) at Sleetmute, Alaska, owned by DeCoursey Mountain Mining Co., Inc., a United States subsidiary of DeCoursey-Brewis Minerals Ltd., Toronto, A. W. White, President of the parent company, had proposed that the interest in the mine could be acquired through the purchase of a 50% stock interest in the subsidiary for \$480,000.00. However, as part of the plan, this Corporation would also be required to purchase notes of the mining company aggregating \$600,000.00.

Mr. McKenna stated that a report on the Red Devil Mine received from Harold Schmidt, a former operator of this mine, is not favorable. Furthermore, since the proposed investment is diluted by other properties in which this Corporation is not interested, the prospect should not be considered further. Donald C. McKenna was requested to advise Mr. A. W. White of the Board's decision.

Philip M. McKenna advised that he has been appointed to the Tungsten and Columbium-Tantalum Industry Advisory Committees which were established by the U. S. Department of the Interior. Because of other business commitments, Mr. McKenna requested that, in his stead, George J. Heideman, Treasurer, attend the first committee meetings which were held on December 15th and 16th in Washington, D. C.

The meetings were concerned with the prospects of continuing the Government's stockpiling program and also the formulation of a national minerals policy. It is Mr. Heideman's opinion that the future of the stockpiling program is, at the best, uncertain, although an effort is to be made to have the Government continue its domestic tungsten purchasing program for a period of two or three years after the indicated expiration date of June 30, 1956, at a suggested price of \$55 per short ton unit.

There being no further business introduced, the meeting was adjourned upon motion duly made and seconded.


Secretary