

KMT - 8

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 18th day of November, 1955, at 1:15 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. The Secretary presented to the meeting a waiver of notice and consent to the said meeting signed by all of the directors of the Corporation. Upon motion duly made, seconded, and unanimously carried, the waiver of notice and consent to said meeting was made a part of the records of the Corporation and of this meeting, and the Secretary was directed to attach the same to these minutes.

The meeting then proceeded to the election of officers and the following were duly elected to the offices indicated after their respective names:

Donald C. McKenna, President
Alex G. McKenna, Vice President
Ernest M. Colwell, Vice President
George J. Heideman, Treasurer
Charles R. Van Norden, Secretary
Geraldine Marsh, Assistant Secretary

In order to reflect the authority of George J. Heideman, Treasurer, to withdraw funds from the Home Office Bank Account, upon motion duly made and seconded, it was unanimously

RESOLVED: That Nevada Scheelite Corp. establish in its name a Commercial Account (Home Office Account) with First National Bank of Nevada, Reno, Nevada, upon such terms and conditions as may be agreed upon with said bank and that the President and Secretary of this corporation be and they are hereby authorized to establish such an account.

RESOLVED; That (One signature required)

Donald C. McKenna, President;
Alex G. McKenna, Vice President;
and/or
G. J. Heideman, Treasurer

of this corporation be, and they are hereby authorized to withdraw funds of this corporation from the said account upon checks of this corporation, signed as provided herein with signatures duly certified to said bank by the Secretary of this corporation and said bank is hereby authorized to honor and pay any and all checks so signed, including those drawn to the individual order of any officer or other person authorized to sign the same.

Donald C. McKenna reported that annual negotiations with respect to the Labor Contract have been completed. The principal feature was a general increase of 15 cents per hour in the base pay rate. This increase in wages was offset in part by an addition of 40 cents per day in the amount which the company charges an employee for board. The net overall increase in costs will approximate \$4,000.00 per month at the current level of operations.

Donald C. McKenna reported the location of two prospective mercury mine sites. A lease has been entered into with John Gomes, et al. with respect to a property 32 miles east and south of Winnemucca, Nevada. Previous operators at this site have produced small quantities of shipping grade ore from the oxide or surface zone and not more than 25 feet from the surface. The Company has agreed to expend a minimum of \$5,000.00 in an attempt to find commercial quantities of sulphide ore below the gossan which has an indicated depth of approximately 100 feet. The lease calls for a 10% royalty on shipping grade of ore and 5% on mill grades, both based on net smelter returns including freight.

A Mr. Joe W. Harris claims to have discovered a spectacular cinnabar (red mercuric sulphide) deposit in the Georgetown area of Alaska. The Company has proposed to pay Mr. Harris's expenses to accompany one of its engineers to the site. If the outcrop is considered to be of commercial importance, the Company will pay Mr. Harris a fee of \$7,500.00 and a royalty of 3-1/2% on ore produced and sold. The Company would guarantee no performance, however.

Upon motion duly made and seconded, it was unanimously

RESOLVED, that any and all acts taken on behalf of this Corporation by its officers or other employees in entering into a lease, in accordance with the terms outlined by Donald C. McKenna, with respect to the property near Winnemucca, Nevada, be and they hereby are ratified and approved; and

RESOLVED FURTHER, that the proper officers of this Corporation be and they hereby are authorized to enter into an agreement, substantially in accordance with the terms outlined by Donald C. McKenna, with respect to exploration and, if desirable, operation of the prospective cinnabar deposit in the Georgetown area of Alaska.

Donald C. McKenna reported that at their annual meeting which immediately preceded this meeting of the Board, the shareholders of the Corporation had voted in favor of negotiations for the sale of its mining properties at Rawhide, Nevada. Consequently, upon motion duly made and seconded, it was unanimously

RESOLVED that Donald C. McKenna, President, be and he is hereby authorized and empowered to enter into negotiations for the sale of this Corporation's mining equipment, buildings, claims, etc., located at Rawhide, Nevada.

No other business having come before the meeting, it was, upon motion duly made and seconded, adjourned.


Secretary

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