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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 17th day of February, 1956, at 4:15 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 17th day of February, 1956.

Donald C. McKenna

Donald C. McKenna

Philip M. McKenna

Philip M. McKenna

Alex G. McKenna

Alex G. McKenna

Meeting of the Board of Directors

A meeting of the Board of Directors of Nevada Scheelite Corp. was held at 10 Lloyd Avenue, Latrobe, Pennsylvania, on the 17th day of February, 1956, at 4:00 P.M., Eastern Standard Time.

Directors present were Donald C. McKenna, who presided, Philip M. McKenna and Alex G. McKenna. Charles R. Van Norden acted as Secretary of the meeting.

The Secretary presented to the meeting a waiver of notice and consent to the said meeting signed by all 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 minutes of the last meeting of the Board of Directors were read and approved.

Financial statements for the seven-month period ending January 31, 1956, were reviewed.

Donald C. McKenna reported that, pursuant to instructions of this Board at its meeting of December 19, 1955, an application has been filed with the United States Department of the Interior for a Defense Minerals Exploration Loan in the amount of $103,000.00.

Donald C. McKenna stated that the current program for G.S.A. stockpiling of tungsten would be terminated by May 30, 1956, approximately, based on estimates prepared by the American Tungsten Institute. In view of this information, it was decided that A. R. McGuire should attend with Donald C. McKenna and Philip C. McKenna the forthcoming conference of the Institute of Mining and Metallurgical Engineers to be held in New York City.

The meeting next proceeded to a discussion of the steps to be taken in the event that it becomes necessary to cut back operations at the Nevada Scheelite Mine or to shut down the mine completely. Donald C. McKenna estimated that it would cost $3,000 per month to maintain the mine on a shut-down basis. If not maintained, the mine stopes would be only partially caved in within three years and, hence unsafe. The mine would probably be completely caved in, and safe, within ten years. At that point, the cost of re-opening the mine is estimated at approximately $200,000. With respect to possible operations at less than maximum potential, budget figures were discussed, assuming sales at a world price for tungsten (without benefit of a government stockpile price for domestic production) and based on per-unit costsas estimated for a reduced rate of operations at the mine.

The possibility of carrying on other than mining operations, for example copper refining, was discussed.

Donald C. McKenna stated that it is highly desirable to continue to utilize the excellent organization of key mining personnel which has been developed by the Corporation. In this connection, the Gomes prospect near Winnemucca, Nevada, is being examined. An iron ore deposit at Jackson Mountain, Nevada, is also being investigated as well as the Mt. Diablo Quicksilver Mine at Clayton, California. In the meantime, substantial funds must be held available for use in acquiring and developing a property or properties which would provide for the continuation of other mining operations in the event that it becomes advisable to close down the Nevada Scheelite operation.

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

D R Vanderlinden
Secretary