

WITHIN THE MEANDER LINE OF OWENS LAKE, INYO COUNTY, PURSUANT TO THE PUBLIC RESOURCES CODE, WITH ROYALTY PAYABLE UNDER ANY PREFERENTIAL LEASE ISSUED UPON DISCOVERY OF COMMERCIALY VALUABLE DEPOSITS OF MINERALS TO BE IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

1. FOR GOLD, SILVER, OTHER PRECIOUS MINERALS, AND RADIOACTIVE MINERALS:

$$R = 2.00 + 0.01 (C-20.00)^2$$

2. FOR NONPRECIOUS METALLIC MINERALS:

$$R = 1.50 + 0.20 (C-20.00)$$

WHERE R = ROYALTY IN DOLLARS AND CENTS PER TON

C = WEIGHTED AVERAGE GROSS SALES PRICE PER TON DETERMINED AT THE END OF THE FIRST YEAR OF THE LEASE AND EVERY FOUR YEARS THEREAFTER.

THE MAXIMUM ROYALTY SHALL NOT EXCEED 50% OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR GOLD, SILVER, OTHER PRECIOUS MINERALS AND RADIOACTIVE MINERALS. THE MAXIMUM ROYALTY SHALL NOT EXCEED 25% OF THE AVERAGE GROSS SALES PRICE OF THE ORE FOR ALL OTHER NONPRECIOUS METALLIC MINERALS.

3. FOR GOLD, SILVER, OTHER PRECIOUS MINERALS, GEMS, AND TREASURE-TROVE FOUND NOT IN PLACE BUT BURIED OR OTHERWISE STORED IN THE DEMISED PREMISES, THE ROYALTY SHALL BE ONE-HALF OF THE GROSS MARKET VALUE FOR ALL MATERIAL REMOVED FROM THE DEMISED PREMISES.

26. (AMENDMENT OF PERMIT P.R.C. 642, ALBERT J. EVERS, LAKE TAHOE - W.O. 1334.) Albert J. Evers has requested that he be permitted to construct a sunshade boat shelter adjacent to the pier now under permit. The permit was issued on August 20, 1951, for two years at a fee of \$20. No additional fee except filing fee, which has been paid, is considered necessary.

UPON MOTION DULY MADE AND UNANIMOUSLY CARRIED, A RESOLUTION WAS ADOPTED AUTHORIZING THE EXECUTIVE OFFICER TO AMEND THE DESCRIPTION OF AREA IN LAKE TAHOE UNDER PERMIT P.R.C. 642, ISSUED TO ALBERT J. EVERS, ET AL., TO INCLUDE A SUNSHADE FOR A BOAT AT THE LAKEWARD END OF THE DESCRIBED AREA.

27. (APPLICATION FOR MINERAL LEASE, P.R.C. 1250.2, ANDREW THICKSTUN, FRESNO COUNTY - P.R.C. 1258.2.) An application for preferential lease on 151 acres of the 227.78 acres total area included in Mineral Prospecting Permit P.R.C. 1250.2 in the Southeasterly Quarter of Section 36, T. 18 S., R. 12 E., M.D.M., Fresno County, has been received from Mr. Andrew Thickstun, the permittee under the subject prospecting permit. Field inspection of the development work undertaken pursuant to the prospecting permit has shown that commercially valuable deposits of chrome ore have been uncovered. Pursuant to Section 14 of Prospecting Permit P.R.C. 1250.2, the permittee, upon demonstration of the discovery of commercially valuable deposits of minerals, is entitled to a preferential mineral lease at the royalty rates specified in the subject prospecting permit as authorized by the Commission on August 21, 1952 (Minute Page 1606, Item 23).