

MINUTE ITEM

8. (APPLICATION FOR MINERAL EXTRACTION LEASE, TEHAMA COUNTY, ZODIAC URANIUM, INC. - W. O. 2731, P.R.C. 2037.2.)

After presentation of Calendar Item 28 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE ACTING EXECUTIVE OFFICER IS AUTHORIZED TO OFFER FOR LEASE FOR THE EXTRACTION OF CHROME ORE, PURSUANT TO COMPETITIVE PUBLIC BIDDING, THE E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.B.& M., TEHAMA COUNTY, AT A ROYALTY RATE ON ALL CHROME ORE EXTRACTED FROM THE LEASED PREMISES IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

$$R = 3.00 + B (C - 60.00) \text{ PER TON.}$$

Attachment

Calendar Item 28 (1 page)

CALENDAR ITEM

MINERAL LEASE

28.

(APPLICATION FOR MINERAL EXTRACTION LEASE, TEHAMA COUNTY, ZODIAC URANIUM, INC. - W. O. 2731.)

An application has been received from Zodiac Uranium, Inc., a Utah corporation, of Salt Lake City, Utah, for a mineral extraction lease on the E $\frac{1}{2}$ of Section 16, T. 25 N., R. 7 W., M.D.B. & M., Tehama County.

The area was formerly under lease for the extraction of chrome ore. This lease was cancelled as authorized by the State Lands Commission September 27, 1956 (Minute Item 3, page 2806) due to failure of the lessee to comply with the terms of the lease.

A field reconnaissance has established that commercially valuable deposits of chrome ore occur within the area applied for. The filing fee in the amount of \$5 required by statute and the expense deposit in the amount of \$100 have been paid by the applicant.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE ACTING EXECUTIVE OFFICER TO OFFER FOR LEASE FOR THE EXTRACTION OF CHROME ORE, PURSUANT TO COMPETITIVE PUBLIC BIDDING, THE E $\frac{1}{2}$ OF SECTION 16, T. 25 N., R. 7 W., M.D.B. & M., TEHAMA COUNTY, AT A ROYALTY RATE ON ALL CHROME ORE EXTRACTED FROM THE LEASED PREMISES IN ACCORDANCE WITH THE FOLLOWING SCHEDULE:

$$R = 3.00 + B (C - 60.00) \text{ PER TON.}$$