

7. (Application for Prospecting Permit - W.O. 102, Kenneth J. Rios - San Bernardino County) An application from Mr. Kenneth J. Rios for a prospecting permit on Section 16, T. 26 S., R. 43 E., M.D.B. & M., for permission to prospect for soda, borax and other non-metallic minerals was presented together with the report that there are no known commercial deposits of minerals in the area for which permission to prospect has been requested.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to execute and issue a prospecting permit to Mr. Kenneth J. Rios for prospecting for soda, borax and other non-metallic minerals in Section 16, T. 26 S., R. 43 E., M.D.B. & M., in accordance with the provisions of Division 6 of the Public Resources Code. The royalty to be applicable in any preferential lease which may be issued subsequent to such prospecting permit is to be fixed at fifty cents per ton for all soda, borax and other non-metallic minerals shipped, or two per cent of the weighted average sales price of all materials whichever is the greater.

8. (Application for Mineral Lease, P.R.C. 224 - Merle F. Otto - Inyo County) An application by Mr. Merle F. Otto, permittee under Mineral Prospecting Permit P.R.C. 224, for a preferential lease on 40 acres of the land included in the aforesaid permit was presented, together with the report that commercially valuable deposits of minerals had been uncovered under the prospecting permit.

Upon motion duly made and unanimously carried, a resolution was adopted authorizing the Acting Executive Officer to execute and issue to Mr. Merle F. Otto, a preferential mineral lease for gold, silver and other valuable metallic minerals in the standard form authorized under the Public Resources Code, covering the NW $\frac{1}{4}$ of the NW $\frac{1}{4}$ of the SW $\frac{1}{2}$, the S $\frac{1}{2}$ of NE $\frac{1}{4}$ of the NW $\frac{1}{4}$ of the SW $\frac{1}{2}$, the S $\frac{1}{2}$ of the NW $\frac{1}{4}$ of the SW $\frac{1}{2}$ and the N $\frac{1}{2}$ of the NE $\frac{1}{4}$ of the SW $\frac{1}{2}$ of the SW $\frac{1}{2}$ of Section 36, T. 23 S., R. 42 E., M.D.B. & M., heretofore embraced in Prospecting Permit No. P.R.C. 224 at the royalty rate specified in said Prospecting Permit No. P.R.C. 224, as approved by the Commission on June 21, 1946, subject to the condition that the lessee post a performance bond in the amount of \$1,000.00.