12½% of gross sales price up to 1,999 long tons per month
15% of gross sales price on 2,000 to 3,999 long tons per month
17½% of gross sales price on 4,000 to 5,999 long tons per month
20% of gross sales price on all tonnage in excess of 6,000 long tons per month, which gross sales price shall be not less than the reasonable market value of all the minerals secured from the land and sold or otherwise disposed of or held for sale or other disposition.

25. (CANCELLATION OF AUTHORIZATION FOR PROSPECTING PERMIT, TIDE AND SUBMERGED LANDS, SANTA BARBARA COUNTY, J. RUSSELL PEERY - W.O. 579, P.R.C. 486) The Commission was informed that on November 21, 1949, (Minute Page 1032-1033, Item 46) the Commission authorized the Executive Officer to issue a two-year permit to Mr. J. Russell Peery for 40 acres of tide and submerged land in Santa Barbara County, for prospecting for gold and platinum. Forms of prospecting permit were forwarded to Mr. Peery on December 1, 1949, for execution, together with the request for the statutory permit fee. No reply has been received from Mr. Peery.

Upon motion duly made and unanimously carried, a resolution was adopted rescinding the authorization granted on November 21, 1949, for the issuance of a prospecting permit to Mr. J. Russell Peery for 40 acres of tide and submerged lands in Santa Barbara County, and authorizing the Executive Officer to cancel the application for said permit.

26. (TERMINATION OF MINERAL PROSPECTING PERMIT, LLOYD D. ADAMS, SAN BERNARDINO COUNTY, P.R.C. 345) The Commission was informed that Mineral Prospecting Permit P.R.C. 345, issued for a term of two years on February 2, 1948, for prospecting for clay and other non-metallic minerals on Lots 7 and 8, Section 36, T. 9 N., R. 4 E., S.B.B. & M., San Bernardino County, provides that the Commission may, in its discretion, extend the term of the permit for an additional period not exceeding one year. The permittee has not submitted any of the reports required by the permit or requested an extension of the permit. Field inspection by the Division has shown that no substantial work has been performed and that there has been no development of a commercially valuable mineral deposit.

Upon motion duly made and unanimously carried, a resolution was adopted not to extend the Prospecting Permit No. P.R.C. 345 beyond the expiration date of February 2, 1950, and authorizing the Executive Officer to inform Mr. Lloyd D. Adams, the permittee, accordingly.

27. (APPLICATION FOR PREFERENTIAL MINERAL LEASE - PROSPECTING PERMIT - P.R.C. 392 - ROBERT LIVINGSTONE) The Commission was informed that an application has been received, pursuant to the Public Resources Code, from Mr. Robert Livingstone, permittee under Prospecting Permit P.R.C. 392, covering the right to prospect for volcanic cinders in Section 16, T. 6 N., R. 10 E., S.B.B. & M., San Bernardino County, for a preferential mineral lease on the $SE\frac{1}{4}$ of $NW\frac{1}{4}$, $SW\frac{1}{4}$ of $NE\frac{1}{4}$, $NE\frac{1}{4}$ of $SW\frac{1}{4}$ and $NW\frac{1}{4}$ of $SE\frac{1}{4}$ of said Section 16, containing 160 acres. Under Section 6895 Public Resources Code upon establishing to the satisfaction of the Commission that commercially valuable deposits of minerals have been discovered within the limits of any permit, the permittee shall be entitled to a lease for not more than 160 acres of the land embraced in the prospecting permit, if there be that number of acres within the permit. Prospecting permit P.R.C. 392 covering 640 acres was issued February 25, 1949. The application of the permittee reports the survey and