

COPY OF LETTER

La Grande, Oregon
November 2, 1937

To Party at Prairie City
through Art McCall:

The Rainbow Mines of Union County lie in Sections 1 and 2, Township 6 South of Range 36 East; and in surveyed Section 6, Township 6 South of Range 37 East: W.B.M., in Union County, Oregon. Further description places the property as mainly sloping from Northerly to Southerly off the Rainbow Mountain into the West fork of the Grande Ronde River, in a series of gulches, benches and drops, making, on the one hand, exceptional get-away for tailings, and, on the other, certain slow up or stoppage of gold and other mineral movement downward.

The whole mineralization is Old Channel and Glacial in character. The western portion predominates in Blue Quartz River bed rock, the central in Porphyry showing and run, while the Eastern is almost wholly glacial quartzite.

The principal western set-up contains some 400,000 yards of gravels, favorably clayed, yet easily washed, lying back of the leveling and broadening out from a "pinch" gorge and drop-away which is very favorable for operating.

This property will run 75 cents per yard and up, gold and silver.

The central and propriary ground carries around 250,000 yards of gravels, classable as choice, slowed placer run, and considerable more which might be characterized as Old Channel in place; the placer run being in reconcentration area, while the rest may never have been moved since the ancient stream coursed over it. We have worked most in this pit, (and a photographic view of it accompanies this note.)

This gulch has produced some of the purest gold found in Eastern Oregon, and while, evidently, we have been yanked on production here, it is my opinion the grounds will produce a minimum of 50 cents per yard - and no telling what more, under well guarded operation.

^{guided}
The Eastern portion, or unit, is a larger territory than either of the others, is easier to move, and will run about the same as the central as a whole.

We have 500 feet and more of piping;
one complete set-up, ready to go;
Pipe is strung on another set-up;
About 4 miles of ditch, capacity around
5 second feet.
Water rights are all in good standing;
Two cabins and tent-house, snow roofed;
A reasonable assortment of equipment, small
stuff;
Trails, roads and telephone line and connections.

In short, the place is ready with little work and outlay for entry into the real project class of mining properties.

This property has been developed having in mind an eventual mining property estate. It is quite evident that none of the parties in interest want to sell, but an unfavorable partnership situation exists, and a sale offers the cleanest way of clearing it up. This is the reason for selling.

In the event real interest in buying exists on your part, I would suggest immediate investigation of the property. There is shut out by snow in the offing now at any time, and too, the sale at \$15,000 will be closed in favor of reorganization of present set-up by the end of two weeks from now.

Sincerely,

(sd) Clarence C. Clement

P. S. The above figure is cash.

740 acers constitute the project as a whole, in which there is a good three hundred acers of placer ground.

The water system completed should supply 4 2" pressure streams day and night for 60 days, down to day runs for additional 40 days, then a 2" for the rest of the season on the highlines; the lower ground starting in the spring with a 5", at least, and powering a gradual reduction to a 2" stream until snow fall.

C.C.C.