

7. OPEN PIT OPERATIONS

g. Loading Operations (Cont.)

Transportation of the ore was entirely by trucks, both in bringing ore to the crusher and in moving the ore from the pocket to stockpile. There was very little maintenance on the trucks, two of which have had five years' service. The tires have held up especially well, all of the original ones on the two older trucks still being in service. This is mostly due to the special attention that is paid to keeping the roads smooth and the floors of the pits free from loose rocks.

With the exception of blasting a shallow cut in the hillside at the West end of the pit, the work in connection with dividing the Summit Pit into an upper and lower bench was completed in 1946. The drill holes along the upper bench were completed in 1945 and everything is in readiness for a blast when a shipment of low phos. is required.

Toward the last of the year both of the 80B Type of Shovels were dismantled and one moved to the Cliffs Shaft Mine and one to the Athems Mine for stockpile loading. With the elimination of the transportation of the ore from shovel to crusher by rail and the centralizing of the loading in the East and West Pits, these two extra shovels are no longer required, and as they are much more economical on account of employing less labor, they are to be used in place of the railroad type steam shovels.

The locality and tonnages for the various shovels during the 1946 season are noted below:

Unit	Tons	Locality
No. 29 Shovel	4,632	East end of West Pit.
No. 31 Shovel	14,395	Lower bench of East Pit.
No. 46 Showel	16,324 13,860	Second bench of East Pit. Summit Pit.
No. 52 Shovel	66,617 49,699	Lower bench of West Pit. Stockpile.

8. COST OF OPERATING

a. Comparative Mining Cost

	1946	1945
Production	101,968	197,476
Operating Cost	.457	•337
General Mine Expense	.101	.063
Idle & Winter Expense	.218	.175
Stocking Ore	.025	.010
Cost of Production	.801	•585
Depreciation - Plant & Equipment	.070	•070
Depreciation - Motorized Equipment	.084	.080
Depletion - Original Cost	.003	.003
Amortization of Development	.002	.003
Amortization of Stripping	.020	.020
Taxes	.066	.041
Loading from Stockpile	.011	.001
Total Cost at Mine	1.057	.803
Average Daily Product	1,728	2,036
Tons Per Man Per Day	32.73	47.84
Number of Days Operated (1 8-hr. Shift)	59	97

8. COST OF OPERATING

b. Detailed Cost Comparison

4. Open Pit Costs

PIT	OPERATING	194	-	194	
	Direct Ore	Amount	Per Ton	Amount	Per
1.	Drilling & Blasting	14,883.06	.146	24,139.54	.122
2.	Power Shovels, Operating	3,934.91	.039	6,679.34	.034
3.	Power Shovels, Maintenance	3,882.85	.038	2,801.01	.014
4.	RD Tractor, Operating	648.90	.006	907.33	.005
5.	RD Tractor, Maintenance	498.20	.005	283.15	.001
6.	Euclid Trucks, Operating	2,359.07	.023	4,760.39	.024
7.	Euclid Trucks, Maintenance	1,520.96	.015	2,254.60	.011
	TOTAL DIRECT ORE	27,727.95	.272	41,825.36	.211
	General Pit Expense				
8.	Water Supply	22.30	.000	507.20	.003
9.	Buildings	173.27	.002	•79	.000
10.	Crushing & Screening	10,157.46	.099	12,763.61	.065
11.	General Open Pit Expense	6,786.63	.066	9,855.98	.050
13.	Open Pit Superintendence	1,723.10	.017	1.609.16	.008
14.	Waste Pile Expense	56.15	.001	.79	.000
	TOTAL GENERAL PIT EXPENSE	18,918.91	.185	24,737.53	.126
	TOTAL PIT OPERATION	46,646.86	.457	66,562.89	•337
	Stocking Tilden Crushed Ore	2,557.04	.025	1,907.70	•010
	GRAND TOTAL	49,203.90	.482	68,470.59	.347
	General Mine Expense				
16.	Mining Engineering	544.86	.005	1,243.25	.006
16A.		3.17	.000	145.75	.001
17.	Mechanical & Electrical Engineering	210.76	.002	225.58	.001
18.	Analysis & Grading	771.37	.007	2,680.19	.014
19.	Safety Department	109.35	.001	96.77	.001
20.	Local & General Welfare	186.00	.002	173.00	.001
21.	Special Expense	273.00	.003	305.20	.002
22.	Ishpeming Office	1,092.00	.011	771.00	.004
23.	Mine Office	2,305.56	.023	2,434.69	.012
24.	Insurance	358.26	.004	204.06	.001
25.	Personal Injury	377.72	.004	673.88	.003
26.	Social Security Taxes	794.78	.008	874.36	.004
27.	Employees' Vacation Pay	3,200.25	.031	2,583.26	.013
	TOTAL GENERAL MINE EXPENSE	10,227.08	.101	12,410.99	.063
	IDLE & WINTER EXPENSE	22,279.12	.218	34,558.37	.175
	COST OF PRODUCTION	81,710.10	.801	115,439.95	•585
	Taxes	6,697.83	.066	8,184.38	.041
	TOTAL COST AT MINE	88,407.93	.867	123,624.33	•626

8. COST OF OPERATING

b. Detailed Cost Comparison (Cont.)

Cost of Production

	194	6	194	5
Operating Pit	Cost Per Ton	%	Cost Per Ton	%
Labor	•330	56.7	.191	46.5
Supplies	•253	43.3	.219	53.5
Total	•583	100.0	.410	100.0

The increase in the labor proportion of the cost was due mostly to the increase in wages, but also to less tons per shift in 1946 on account of more time spent in changing operations when small shipments were completed in the middle of the shift.

Days & Shifts Operating

	1946	1945		
1-8-hour	59	97		
Production	1946	1945	Incr.	Decr.
Tons Produced Tons Shipped Tons Stocked Tons Shipped from Stockpile Average Product per 8-hr. Shift	101,968 95,437 56,230 49,699 1,728	197,476 206,656 6,022 15,202 2,036	50,198 34,497	95,508 111,219

Detail of Accounts

There was an increase in the cost of production for 1946 over 1945 of .216, and this was mostly due to the very small requirements for the year and also to the increase of $18\frac{1}{2}$ cents per hour for labor, together with an approximately 20% increase in the price of supplies. Some of the separate accounts are shown below for comparison and explanation.

Power Shovel Maintenance

	1946	1945
Amount	3,882.85	2,801.01
Cost per Ton	.038	.014

This charge showed a large increase on account of the repairs to shovels being performed during the operating season in 1946, as no work was done in the spring before the pit opened, because of the strike.

8. COST OF OPERATING

b. Detailed Cost Comparison

Detail of Accounts (Cont.)

Euclid Trucks

rucks		
TUORD	1946	1945
Tons Hauled	115,828	235,987
Operating:		
Labor	2,038.54	3,897.18
Supplies	320.53	784.66
Total	2,359.07	4,681.84
Cost per Ton Hauled	•02036	.0198
Maintenance:		
Labor	592.07	1,036.23
Supplies	1,141.75	3,050.94
Total	1,733.82	4,087.17
Cost per Ton Hauled	•0150	.0173
Total Cost per Ton Hauled	•03536	.0371

There was much less maintenance on the trucks during 1946, but the cost per ton did not show very much decrease on account of the smaller tonnage hauled.

General Open Pit Expense

	1946	1945
Amount	6,786.63	9,855.98
Cost per Ton	•066	•050

The total amount spent to this account in 1946 was reduced by almost one-third as compared with 1945, and this was due to expense in 1945 of building a small pumphouse and also a new oil supply house. There was also much less work necessary on the roads in 1946.

General Mine Expense

	1946	1945
Amount	10,227.08	12,410.99
Cost per Ton	.101	.063

There was less cost to these accounts in 1946 due to less engineering on account of less drilling, and also a decided reduction in the analysis due to less samples taken for determinations.

8. COST OF OPERATING

b. Detailed Cost Comparison

Detail of Accounts (Cont.)

Analysis & Grading

	194	16	194	5
	Amount	Per Ton	Amount	Per Ton
Pit Charge	6.00	.000	208.46	.001
Laboratory Charge Total	765.57	.007	3,311.77	.017
No. of Determinations Cost per Determination	87		10,4	97 15

There was only approximately one-fourth of the drilling done in 1946 as compared with 1945, and naturally this called for fewer samples, and the smaller product also required a less number of samples.

Employees' Vacation Pay

	1946	1945
Amount	3,200.25	2,583.26
Cost per Ton	.031	.013

The vacation expense was greater due to more men being eligible for two weeks' vacation, and also to the higher wage rate.

4. Open Pit Costs

Idle & Winter Expense

	Labor	Supplies	Total
January	1,214.31	407.98	1,622.29
February	1.059.24	375.56	1,434.80
March	1,126.07	389.91	1,515.98
April	1.130.55	761.86	1,892.41
May	2,104.18	3,094.16	5,198.34
November	3,832.90	2,612.73	6,445.63
December	3,008.43	1,161.24	4,169.67
Total	13,475.68	8,803.44	22,279.12

	194	1945		
	Amount	%	Amount	%
Labor	13,475.68	60.49	19,708.87	57.0
Supplies	8,803.44	39.51	14,851.80	43.0
Total	22,279.12	100.00	34,560.67	100.0

8. COST OF OPERATING

b. Detailed Cost Comparison

4. Open Pit Costs

Idle and Winter Expense Detail

Pit Operating

Direct Ore	1946	1945
Drilling & Blasting		762.27
Power Shovels, Maintenance	2,039.58	8,714.75
RD Tractor, Maintenance	439.62	1,231.39
Euclid Trucks, Maintenance	212.86	1,876.94
Total Direct Ore	2,692.06	12,585.35
General Pit Expense		
Water Supply		97.72
Buildings	6.68	
Crushing & Screening	7,249.78	7,102.17
General Open Pit Expense	5,375.02	6,526.79
Open Pit Superintendence	1,934.11	1,594.99
Waste Pile Expense		38.46
Total General Pit Expense	14,565.59	15,360.13
Total Pit Operating	17,257.65	27,945.48
General Mine Expense		
Mining Engineering	364.53	726.12
Mechanical & Electrical Engineering	11.50	100.97
Analysis & Grading	49.67	840.04
Safety Department	59.65	58.56
Special Expense	107.86	184.73
Ishpeming Office Expense	368.17	682.21
Local & General Welfare	59.48	116.88
Mine Office Expense	2,671.89	2,383.19
Insurance	524.57	443.88
Personal Injury Expense	402.68	255.05
Social Security Taxes	389.14	594.45
Geological		68.15
Total General Mine Expense	5,009.14	6,454.23
Inventory Loss	12.33	158.66
TOTAL COST AT MINE	22,279.12	34,558.37

The total cost for Idle & Winter Expense was very much less in 1946 than in 1945, as no men were recalled for repair work until May 22nd, and them only a small proportion of the regular crew were required until June 15th. The pit was again placed on an idle basis the first of November, and only a very small crew were making necessary repairs to the last of the year. The cost per ton, however, showed an increase of .043, due to there being a reduction

8. COST OF OPERATING

b. Detailed Cost Comparison

Idle & Winter Expense (Cont.)

of approximately 100,000 tons in the product for the year. A total reduction of almost \$10,000 was made in the maintenance accounts due to a general overhaul of Nos. 1 and 2 trucks and #46 Shovel in 1945. Drilling, Engineering, and Analysis also showed a substantial decrease in amount expended, due to there being no drilling program during the idle period in 1946, whereas it was found necessary to complete drilling in the East and West Pits in the spring of 1945.

10. TAXES

Tilden Township Tilden Mine

13	946	1945		
Valuation	Taxes	Valuation	Taxes	
200,000	3,736.06	280,000	5.215.95	
155,000	2,895.45	155,000	2,887.40	
355,000	6,631.51	435,000	8,103.30	
	66.32		81.03	
355,000	6,697.83	435,000	8,184.33	
	Valuation 200,000 155,000 355,000	200,000 3,736.06 155,000 2,895.45 355,000 6,631.51 66.32	Valuation Taxes Valuation 200,000 3,736.06 280,000 155,000 2,895.45 155,000 355,000 6,631.51 435,000 66.32 36.32	

11. PERSONAL INJURY

There were no major and only one very minor accident to employees during 1946.

12. NEW CONSTRUCTION AND PROPOSED NEW CONSTRUCTION

There was no new construction during 1946, nor is there any contemplated for 1947.

13. EQUIPMENT AND PROPOSED NEW EQUIPMENT

Both of the 80B - Bucyrus-Erie Shovels were dismantled and transferred to other C.C.I.Co. properties during the year.

There was no new equipment purchased during the year, and the only purchase to be made in 1947 is that of a portable compressor to reduce the cost of drilling for secondary blasting.

1. GENERAL:

The Athens Mine operated six days per week, two shifts per day during 1946. The mine was idle from February 8th to May 21st inclusive due to the labor union strike for higher wages. In July about fifteen men were transferred to the Athens Mine from the Princeton Mine which had closed down following the strike due to fact it was so badly crushed. In order to take these men on it was necessary to organize a third shift in the fourth level area and this schedule was then continued for the balance of the year.

On February 8th the labor union called a strike in demand of higher wages and it continued until May 21st (dates inclusive). The strike was finally settled with an increase in wages of eighteen and one half cents per hour which was the national pattern for other strike settlements throughout the country. Maintenance work during this period was carried on by regular crews which were allowed to work. However, in order to bring greater pressure to bear the Union called off these employees on the 18th of March and the maintenance was then continued by our supervisory force who did a very commendable job.

Following the strike period it was necessary to carry on a heavy program of repair work in order to keep levels and working places open for production. The supervisory force carried on repair maintenance during the strike but it was impossible for them to make all necessary repairs and consequently only the most important work was done. By September this work was caught up and the regular crews continued with a normal amount of repair work.

Production in 1946 was 367,361 tons as compared to 438,427 tons in 1945, a decrease of 71,066 tons. The decrease was due to the fact that the mine was idle from February 8th thru May 21st. The total number of man days during the operating period was 72,915 as compared to 90,217 in 1945. The tons per man per day increased from 4.86 in 1945 to 5.04 in 1946. About 70% of the total product came from fourth and eighth levels and smaller amounts from sixth, ninth and tenth levels.

The total shipments in 1946 amounted to 352,348 tons as compared to 407,282 tons in 1945. At the end of the shipping season there was left in stock about 6,000 tons of Mitchell ore and a somewhat larger tonnage of wet Athens ore.

Two main level cross cuts were extended during the year namely the 860 cross cut on 8th level and the 950 cross cut on 9th level. The 9th level cross cut was started late in 1945 and was completed in September. The 860 cross cut was started in June and completed in August. Other development work consisted of raising from the above drifts as well as additional raises from old drifts on other levels. The 860 cross cut was advanced in order to complete sub caving operations south of the dike and west of the fire pillar. In September it was decided to use this cross cut for block caving development of the old fire pillar area also. This work was started in September and it is expected that the development will be completed by September of next year.

1. GENERAL: (CONT'D)

The sub level caving system of mining was applied to additional mining areas during the year. It has become evident that it will not work to satisfaction in all areas but does show improvement in efficiency and saving in timber costs where it does work. By the end of the year there were fourteen contracts on sub level caving and nine on top slicing. The number of sub caving contracts will be reduced next year as certain areas where it is now being used does not lend itself to this system of mining.

The safety record at the mine was very good in 1946, having a position rating of third with nine underground properties. This rating is based on severity which is the number of days lost per thousand man hours worked. There were eleven compensable accidents as compared to fourteen in 1945 and twenty one in 1944. One accident incurred lost time over four months, two accidents from one to four months and eight accidents less than one month.

2. PRODUCTION SHIPMENTS AND INVENTORIES:

a. Production By Grades:

	1946	1945	Increase	Decrease
Athens Ore	275,547	350,322	0.700	74,775
Mitchell Lease Ore Corbit Lease Ore	91,814	88,105	3,709	
Total Ore	367,361	438,427		71,066
Rock Total Hoist	12,965 380,326	12,365 450,792	600	70,466

b. Shipments:

Grade of Ore	Pocket Tons	Stockpile Tons	1946 Total Tons	1945 Total Tons
Athens Ore	171,373	98,236	269,609	322,310
Mitchell Lease Ore	64,587	18,152	82,739	84,972
Corbit Lease Ore	0	0	0	0
Total	235,960	116,388	352,348	407,282
Total Last Year	266,286	140,996	407,282	
Increase				
Decrease	30,326	24,608	54,934	

c. Stockpile Inventories:

Grade Of Ore	Dec. 31, 1946	Dec. 31, 1945	Increase
Athens Ore	55,336	49,398	5,938
Mitchell Lease Ore	17,666	8,591	9,075
Total	73,002	57,989	15,013

2. PRODUCTION SHIPMENTS AND INVENTORIES: (CONT'D)

d. Division Of Product By Levels:

	1	946	1	945
	Tons	Percent	Tons	Percent
4th Level 6th Level	148,332 53,552	40.4 14.6	207,942 12,653	47.4
7th Level 8th Level 9th Level	112,470 20,563	30.6 5.6	3,606 205,982 551	47.0 .1
10th Level Total	32,444 367,361	100.	7,693 438,427	100.
e. Production By Months				
Month	Athens	Mitchell	Total	Rock
January February March April May June July August September October November December Total 1946 Current Year's Stockpile Overrun Total 1945 Increase Decrease	30,255 7,187 843 0 7,536 27,933 33,105 31,943 34,207 34,824 30,372 33,433 271,638 3,909 275,547 350,322 74,775	8,378 2,703 196 0 1,306 11,250 10,871 12,175 10,375 11,563 11,933 11,064 91,814	38,633 9,890 1,039 0 8,842 39,183 43,976 44,118 44,582 46,387 42,305 44,497 363,452 3,909 367,361 438,427 71,066	1,125 195 50 0 525 1,585 2,080 2,480 1,735 1,550 835 805 12,965 12,965 12,965 600
f. Ore Statement: On Hand January 1, 1 Output For Year Prior Years Stockpill Current Year's Overr Total Shipments Balance on Hand Decrease in Out Increase in Ore	e Overrun eun put	271,638 91, 0 3,909 324,945 100,4 269,609 82, 55,336 17, 60,687	57,989 814 363,452 0 0 3,909 425,350 739 352,348	416,771 0 21,656 465,271 407,282

2. PRODUCTION SHIPMENTS AND INVENTORIES: (CONT'D)

f. Ore Statement: (Cont'd)

Grade of Ore	Pocket	Stockpile	1946 Total	1945 Total
Athens Ore Mitchell Lease Ore	171,373 64,587	98,236 18,152	269,609	322,310
Total	235,960	116,388	352,348	407,282
Total Last Year Decrease in Shipments	266,286 30,326	140,996 24,608	54,934	

g. Delays:

February 8th to May 21st inclusive

The mine was idle account of C.I.O. Union strike.

July 31st - 3 Hour Delay - Loss of Product 300 Tons

Ore hung up in skip pit making it necessary to hoist with one skip until it was brought down.

October 8th - 8 Hours - Loss of Product 400 Tons

The skip jumped the runner and jammed in the shaft causing an eight hour delay to hoisting while it was removed and new runners installed. The miners worked however.

3. ANALYSIS:

a. Average Mine Analysis On Output:

	1946				1945			
Grade	Tons	Iron	Phos.		Tons	Iron	Phos.	Sil.
Athens	275,547	58.94	.124	8.35	332,325	59.21	.115	7.98
Mitchell	91,814	59.19	.120	8.20	84,446	59.52	.119	7.64

b. Average Analysis On Straight Cargoes:

Grade	Mine	Lake Erie		
Athens Ore	None	None		
Mitchell Lease Ore	None	None		

c. High Sulphur Ore:

No high sulphur ore was encountered in the mine in 1946.

4. ESTIMATE OF ORE RESERVES:

a. Developed Ore:

Assumption: 12.75 Cubic feet equals one ton

10 percent for rock and loss in mining

Percent of Bessemer - None

	Athens Lots 1, 7, 10 & 12	Mitchell Lease Lots 8, 9 & 11	Corbit Lease Lot 13	Total Tons
4th Level & Above	256,439	163,769	479,694	899,902
4th to 6th Level 6th to 7th Level	549,130 234,548	572,010 75,835	22,880	1,144,020
7th to 8th Level	357,777	(2,02)		310,383 357,777
8th to 9th Level	306,931			306,931
9th to 10th Level	456,247			456,247
Below 10th Level	70,490			70,490
New Ore Body North	251 074			051 07/
of Big Dike Total Gross Tons	354,216 s 2,585,778	811,614	502,574	354,216
As Of Nov. 30,		011,014	702,714	3,077,700
Less December 1946				
Production	33,433	11,064		44,497
Total Gross Tons				
as of December 31, 1940	6 2,552,345	800,550	502,574	3,855,469
Less 10% For	2,772,747	800,550	302,374	3,033,409
Mining & Rock	258,578	81,161	50,257	389,996
Net Tons 1946	2,293,767	719,389	452,317	3,465,473
Net Tons 1945	2,417,734	863,331	474,976	3,756,041
Decrease	123,967	143,942	22,659	290,568

The table shows a decrease of 290,568 tons. Subtracting this figure from the production of 367,361 tons indicates that 76,793 tons were developed. Actually this is not true because approximately 140,000 tons classed unavailable last year was included in the estimate this year. This will actually show a loss in reserves which is due to a reduction in areas, expecially on the 4th level where the south footwall is coming more rapidly than expected.

b. Prospective Ore:

All the ore in the mine is developed.

c. Estimated Analysis:

Ore Res	erves			Appro	ximate	Expecte	d Natu	ral Ana	lysis		
Athens	3,465,473	<u>Iron</u> 51.50	Phos •100	Sil 7.17	Mang 350	Alum. 2.75	Lime •490	Mag760	<u>Sul.</u>	Loss 1.30	Moist 13.08
Ore In	Stock			Avera	ge Natu	ral Ana	lysis				
Athens Mitchel	Tons 55,336 1 17,666	<u>Iron</u> 51.24 51.54	Phos •119 •115	Sil 7.17 6.88	Mang. •313 •313	Alum. 2.88 2.64	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Mag. •749 •694	<u>sul</u> . .010	Loss 1.46 1.35	Moist 12.95 13.25

5. LABOR AND WAGES:

a. Comments:

The average number of employees for the operating period in 1946 was 336 as compared to 306 in 1945. There were 76 men added to our payroll while 49 left our payroll making a net gain of 27 men. Of the men that were hired 42 were returned veterans, 19 were new men and 15 were transfers from the Princeton mine. Of the men that left our payroll, 32 quit, 2 were laid off because of curtailment of the surface crew, 4 were transferred to other mines, 11 were retired and 2 died.

b. Comparative Statement Of Wages And Product: (Based on operating period for 1946.)

	1946	1945	Increase	Decrease
PRODUCT No. Shifts & Hours	367,361 1-8 3 2-8 215	438,427 1-8 10 2-8 291		71,066 7 76
* Average No. Men Working:				
Surface Underground Total	64 272 336	66 240 306	32 30	2
* Average Wages Per Day:				
Surface Underground Total	9.33 10.27 10.09	7.56 8.71 8.47	1.77 1.56 1.62	
* Average Wages Per Month:	(Based on min	e payroll in	ncluding Captai	n & Clerks)
Surface Underground Total	238.04 258.43 254.55	184.68 214.44 208.02	53.36 43.99 46.53	
Product Per Man Per Day:				
Surface Underground Total	25.72 6.24 5.04	22.66 6.19 4.86	3.06 05 18	
Labor Cost Per Ton:				
Surface Underground Total	•357 1.645 2.002	•341 1.459 1.800	•016 •186 •202	
Average Product Mining:				
Surface Stoping Development In Ore Total	22.42 9.06 21.87	23.11 14.87 21.77	•10	.69 5.81

^{*} Exclusive of idle period.

5. LABOR AND WAGES: (CONT'D)

b. Comparative Statement of Wages and Product: (cont'd)

* Average Wages Per Day For	1946	1945	Increase	Decrease
Contract Miners:	11.02	9•35	1.67	
Total Number of Man-Days:				
Surface Underground Total	14,042 1 58,872 3/4 72,915	19,346 1 70,870 1 90,216 2		5,304 11,997½ 17,301½
Amount For Labor				
Surface Underground Total	131,019.05 604,531.95 735,551.00	146,265.60 617,593.43 763,859.03		15,246.55 13,061.48 28,308.03
* Average Wages Per Month as	Per Labor St	tatement - Les	s Captain & (Clerks:

186.04

49.57

Proportion Of Surface To Underground Men:

1946 - 1 to 3.88 6 2-8 hour shifts.

1945 - 1 to 3.64

Surface

Underground

Total

5 2-8 hour shifts January 1st to January 22nd.
6 2-8 hour shifts January 22nd to December 31, 1945.

235.61

260.06

255.35

c. Operating Schedules - 1946:

<u>Month</u>	Days Mine Worked Per Week	Days Per Month	Days Men Worked Per Week	Avg. Shifts Worked Per Month By Each Man
January	6	26	6	26
February	6	6	6	6
March	0	0	0	0
April	0	0	0	0
May	6	8	6	8
June	6	25	6	25
July	6	26	6	26
August	6	26	6	26
September	6	24	6	24
October	6	27	6	27
November	6	25	6	25
December Total	<u>6</u>	25 218	_6	25 218

Average For Year Mine Operated 18.17 Average For Year Worked By Each Man

18.17

^{*} Exclusive of idle period.

6. SURFACE:

a-1. Buildings:

In January an extension of the engine house roof was made over the new door at the southeast entrance as a safety precaution to prevent any ice from falling on the men as they entered.

A stoker was installed during the summer in the main boiler in the dry house. At this same time return condensate lines were put in from the shaft house down thru the tunnel and back to the boiler. A considerable saving in fuel is realized by returning all condensate water to the boiler.

The window casings in the main office were repaired during the summer with some new strips being installed. The windows had become loose and were very drafty in the winter.

Repairs on other buildings consisted of general maintenance with no major work being done.

a-2. Docks, Trestles And Pockets:

Repairs were continued in the shaft house during the summer. New supports were installed in the skip dump as well as new beams supporting the landing platform and top tram cars. Some new steel beams were also installed at the collar of the shaft replacing the old wood timbers which had rotted.

A new stoker coal bin was constructed under the coal dock near the boiler house. A door was cut thru the north wall of the boiler house so the stoker can now be filled from inside the boiler house.

b. Stockpiles:

(1) Ore:

Athens ore was stocked under the **east** steel trestle and Mitchell under two bents of the south steel trestle. Loading from stockpile was not started until the later part of May due to the labor union strike. In November stockpile loading was cancluded with some ore of both leases remaining in stock.

(2) Rock:

The rock was stocked under the short wooden trestle extending to the southwest. As the rock accumulated it was pushed over the side of the rock pile with the Negaunee Mine bulldozer.

c. Cave To Surface:

The limits of the cave remained approximately the same. The only change was continued settlement within present breaks.

6. SURFACE: (CONT.)

d. Deep Wells:

No. 1 Deep Well continued operating throughout the year. A daily inspection of the pump was made to be sure that it was in good running order.

No. 2 Deep Well pump did not operate in 1946.

BREITUNG SHAFT:

Pumping was continued throughout the year from the Breitung Shaft. During the summer it was necessary to replace the pump with a spare as the motor was burned out following an electrical storm.

e. Water Purchased For Heating, Cooling, etc.:

The cost of water purchased from the City of Negaunee the last three years is as follows:

	19	46	19	945	1944	
	Gallons	Amount	Gallons	Amount	Gallons	Amount
1st Quarter	4,738,000	334.66	3,919,000	280.83	4,428,000	207.94
2nd Quarter	5,526,000	389.82	4,763,000	339.91	4,206,000	297.42
3rd Quarter	6,178,000	435.46	4,921,000	350.97	3,964,000	280.48
4th Quarter	6,425,000	452.75	5,503,000	391.71	3,742,000	264.84
Total	22,867,000	1,612.69	19,106,000	1,363.42	16,340,000	1,155.70
Product - To	ons 367,	361	438,	+27	421,15	3
Cost Per To	n .004		.003		.003	

f. Grounds And Fences:

The grounds around the mine buildings were maintained in good condition during the summer. It was necessary to do considerable watering of the lawns due to lack of rainfall.

The parking area for automobiles was enlarged to the east in order to provide more space. This is particular necessary in the winter when a portion of the lot should be left clean of cars so the plows or bulldozer can get a chance to push the snow away.

Fences around the cave were inspected during the summer and all necessary repairs were made.

7. UNDERGROUND:

a. Shaft Sinking:

There was no shaft sinking in 1946.

7. UNDERGROUND: (CONT'D)

b. Development, General Remarks:

In order to provide additional working places and continue mining in established areas it was necessary to extend cross cuts on 8th and 9th levels during the year. In addition raises were put up from the levels for mining purposes. On tenth level at the shaft the tail track was enlarged and a trench was blasted about eight feet deep on the east side for ore and rock storage.

Development work was delayed during the strike and it was late in the year before we were able to start some necessary work which was originally planned to start early in the year.

In September it was decided to start development for block caving the ore located south of the dike in blocks 3 and 4. This is the block comprising the main fire pillar. This decision was reached after consultation with and inspection by men who are experienced in this type of mining. We are hopeful that this system of mining will work to satisfaction because with rising labor costs it is necessary that we find some method to improve efficiency.

Development footages as shown on the tables decreased considerably in 1946 as compared to 1945. This was due largely to the fact that in 1945 development on sub levels was included under this heading and in 1946 only main level development, rock development and raises being put up from main levels were included under the classification of development. Also, the mine was idle for 3 months which would undoubtedly effect the total footage.

Under new development planned for 1947 we are considering the new ore body located north of the large diorite dike. Drifting will be started on 9th level early in 1947 and raises will be put up to the 8th level elevation for mining and exploration.

b-1. Development in Ore:

4th Level:

Development on this level consisted of 141 feet of ore raising. A new raise namely No. 400 was put up from the main drift from shaft in order to continue mining in the west end adjacent to the north footwall. No. 401 raise had been used up to this time but the cross cut and raise crushed so badly that it was impossible to repair them. No. 412 raise was started from the southeast cross cut between No. 413 and No. 417 raise. This raise will be put up to facilitate mining in area now being mined from No. 413 and No. 415 raises. Smaller amounts of development footages were done on one of the sub levels above in connection with mining operations.

5th and 6th Levels:

There was no development work on these levels during 1946.

7. UNDERGROUND: (CONT'D)

b-1. Development in Ore; (Cont'd)

7th Level:

A small amount of ore drifting was done on 7th level in connection with mining operations.

8th Level:

A portion of the extension of No. 860 cross cut was ore development as well as No. 875 raise which was started from the main level. In addition, top timber development for block caving operations in the old fire area was started late in the year and 80 feet of transfer drift was driven in ore.

9th Level:

A total of 126 feet of ore drifting was included under the heading of development in 1946. About 60 feet of ore drift was advanced while developing the new cross cut south of No. 1002 ventilation raise. The remainder was in connection with mining operations in block No. 2.

A total of 280 feet of double cribbed ore raise was put up from the 9th level during the year. Raise No. 966 which was started in 1945 was completed to the -735' sub level above 8th level. Raise No. 952 was started from the new cross cut and by November was completed to the -770' sub level above 8th level.

10th Level:

There was no ore development on 10th level in 1946.

The following is a summary of the development footages in ore in 1946:

Location	Drifting	Raising	Total
-290' Sub Level		32	32
4th Level		141	141
7th Level	45		45
-745 Sub Level	34	42	45 76
-780! Sub Level	80	49	129
8th Level	110	15	125
9th Level	126	280	406
-905' Sub Level		12	12
-930! Sub Level			
Total 1946	395	571	966
Total 1945	3914	1182	5096
Decrease	3519	611	4130

7. UNDERGROUND: (CONT'D)

b-2/ Development in Rock:

4th Level:

There was no Rock development on the main level during 1946. Some rock drifting was done on sub levels above during the progress of mining.

5th, 6th and 7th Levels:

There was no rock development on these levels during the year.

8th Level:

A total of 184 feet of rock drift was advanced while developing the extension to No. 860 cross cut. This cross cut was put in to continue mining in the old fire area. Mining had previously been done from the No. 810 cross cut but during the strike a mud run occurred in No. 814 raise making it necessary to abandon mining operations from that side.

A total of 113 feet of rock raise was put up during the year.

Most of this was done while advancing No. 875 raise and a partion was also developed while making top timber cut outs for the block caving development.

9th Level:

Contract No. 10 completed No. 950 cross cut on 9th level with 237 feet of rock drifting. Raises were then started from this drift with 14 feet of rock raise being advanced at the start of No. 952. Three raises are being put up to continue mining in block No. 3 above 8th level.

10th Level:

A total of 60 feet of rock trenching was done at the shaft station where a trench was being put in. This trench is for storage and also for handling skip pit mud from below. A total of 60 feet of rock drifting was also done on sub levels above in connection with drainage development in block No. 2.

The following is a summary of rock development lin 1946:

Location	Drifting	Raising	Total
-315' Sub Level	20		20
-330' Sub Level	43		43
-755' Sub Level	12		12
8th Level	184	113	297
9th Level	237	14	251
-930' Sub Level	35		35
-955' Sub Level	25		25
10th Level	60		60
Total 1946	60 616	127	60 743
Total 1945	194	329	523
Increase	422		220
Decrease		202	

7. UNDERGROUND: (CONT'D)

C. Stoping:

(1) General:

The product in 1946 was obtained from approximately the same areas and mining blocks as in previous years. Mining was again resumed in block No. 2 on the 9th level where operations were stopped during most 1945. Ore was mined on five different levels during the year with 71% of the products coming from 4th and 8th levels. The remaining 29% came from 6th, 9th and 10th levels with about 14.6% from 6th level. As new raises are put up and additional mining places developed under the capping on fourth level production from the 6th level will increase. A corresponding decrease will be noted on 4th level until the Corbit Lot is developed which will be some time im 1948. There was no mining at all on the 7th level.

During the year there were additional top slicing areas changed to the sub level caving system of mining. By December there were 14 contracts on sub level caving work and 9 on top slicing. Three were on development making a total of 26 contracts. It is now apparent however that the sub level caving system of mining is not practical and efficient in all of the areas at the Athens Mine. As a result of this experience some of the areas now being mined by sub level caving will be changed back to top slicing.

The locations of the mining contracts at the end of the year 1946 and 1945 are shown below:

	1946		1945
	1740		=742
9	Above 4th level	12	above 4th level
3	above 6th level	0	above 6th level
0	above 7th level	5	above 7th level
9	above 8th level	6	above 8th level
1	above 9th level	3	above 9th level
4	above 10th level	2	above 10th level
Total 26		Total 28	

The Contracts were divided as follows:

1946

	The second second second		
Mining -	top slicing	Mining - 23	top slicing
L L	sub caving	Developing .	- 1 raising
Developing - :	raising		- 4 drifting
	2 drifting		
Total 20	contracts	Total	28 contracts

1945

Above the 4th level elevation ore was mined in 1946 on the -230', -245', -260', -275', -290', -300', -315', -330', -340', -355', -365', -375', sub levels and on 4th level.

Between 4th and 6th levels ore was mined on the -405' sub level.

7. UNDERGROUND: (CONT'D)

C. Stoping: (Cont'd)

(1) General: (Cont'd)

Between 6th and 7th levels ore was mined on the -625', -635', -645', -660', -675' sub levels and on 7th level. All of this ore was trammed on the 8th level.

Between 7th and 8th levels ore was mined on the -710', -720', -735', -760', -770', -780' sub levels.

There was ore mined from the -865', and -875' sub levels above 9th level as the result of operations at the 9th level elevation.

Between 9th and 10th levels ere was mined on the -905', -920', -930', -940', -955' sub levels.

(2) Detail of Stoping:

Blocks 5 and 6 above 4th level:

Mining was continued in Athens Lot No. 12 around No. 415 and No. 417 raise with the radial sub caving system being used. By the end of the year operations were down to the -290' sub level which was just being developed. The radial sub caving system was used aftem as it was found that it is impossible to develop a transfer and mining drift within 25 feet of elevation and maintain it long enough to continue mining. The system worked with some degree of success but generally the ore in this area does not bend itself too well to this system because it breaks up in large masses. It is then necessary to do considerable secondary blasting and breaking with a chunk breaker. Mining from No. 417 raise was abondoned late in the year due to the fact that the raise crushed beyond repair. A new raise will be put up from the level with a transfer for additional raises in this area.

Mining from No. 413 raise was discontinued late in the year in order to make repairs in the raise. One compartment was repaired and by the time the second compartment was half repaired it was necessary to abandon it due to excessive pressure which crushed the raise. The ore in this area will be mined from transfer raises as mentioned in the preceding paragraph.

In Mitchell Lease Lot No. 11 around No. 414 and No. 416 raises mining was completed on the -300', -315' and -330' sub levels. In December development of the -340' sub level was well under way.

In December No. 14 contract completed two slices on the -330' sub level west to the jasper capping. This nearly completes the mining on this sub level and the contract will then move to the next lower sub level. No. 22 contract working at No. 416 raise completed cutting and timbering over the raise and then continued mining to the south. The first drift and one slice were completed to the old workings. At the end of the month a second slice was advancing in this same direction.

7. UNDERGROUND: (CONT'D)

c. Stoping: (Cont'd):
(2) Detail of Stoping: (Cont'd)
Blocks 5 and 6 above 4th level: (Cont'd)

In the Athens Lot No. 10 along the north footwall mining was continued from No. 401 raise by No. 1 contract. Mining was completed on the -315' and -330' sub levels. By this time the raise and main level below had crushed so badly due to tremendous pressure that it was necessary to put up a new raise from the main drift near No. 402 raise. Late in the year mining was started from this new raise on the -355' sub level. The caving system is being used with slices that extend north to the dike. Some time next year it will be necessary to put up new raises from 6th level in order to continue mining in this area.

In the Mitchell Lease Lot No. 11 and Athens Lease Lot No. 12 along the south footwall mining was continued by contracts No. 8, 12, 29, and 31. This area is rapidly becoming smaller and it was necessary to transfer No. 29 contract to another area early in the year. Mining was completed on the -340' sub level which had just been opened in 1946. By the end of the year mining was near completion on the -355' sub level. During the month of December, contract No. 31 working from No. 418 raise advanced a slice 90 feet southwest toward the old workings. Contract No. 12 working from No. 420 raise completed three slices west to the old workings. At the end of the month a fourth slice was advancing in this same direction. Contract No. 8 working from No. 419 raise continued mining northeast from the raise.

In December contract No. 32 completed timbering over No. 412 raise on the -365' sub level. A transfer will be driven to the northeast from which raises will be put up to continue mining in the area around No. 413 and No. 417 raises.

In the Athens and Mitchell Leases between the south footwall and jasper capping mining was completed on the 4th level elevation. Contracts No. 7 and No. 30 started mining from the new raise up from 6th level and later in the year contract No. 25 was transferred to this area and started mining from No. 650 raise. Toward the end of the year the contracts moved down to the -405! sub level 25 feet below.

Between 4th and 6th Levels:

The -405! sub level was opened late in the year in the area mentioned in the last paragraph above. Contract No. 25 cut out No. 650 raise and drove a ventilation and traveling connection to the 4th level main drift. When this was completed drifting was started to the south toward No. 651A raise. This work was done during the month of December. In September contract No. 29 cut out and timbered over No. 651B raise. A connection was then driven northwest to No. 651A raise. Progress was slow due to wet conditions and loose ground in the back of the drift. Contract No. 30 then completed timbering over No. 651 A raise and contract No. 29 started mining to the northeast toward the mining limit. In December contract No. 30 completed the first drift 140 feet southwest to the old workings in block No. 4. Caving operations were started late in the month.

7. UNDERGROUND: (CONT)

c. Stoping: (Cont)

Between 6th and 7th Levels: Ore Area South of Cross Dike - Block No. 3

Sub level caving operations were continued on the -660' sub level until February 7th at which time the men went out on a strike. Only two slices remained to be mined from No. 816A raise at this time and unfortunately they were to be of the best mining conditions in this area. During the strike period a mud run occurred in No. 814 raise filling the 8th level drift with mud. The mining tools were then removed from the area thru a traveling and ventilation connection at the east end of the block. Upon return of the men after the strike an attempt was made to clean the main level drift but the mud would surge fourth each time and as a safety precaution it was decided to abandon all attempts to reach this mining area from the 810 cross cut. The east end of this area is comparatively dry and it was decided to extend No. 860 cross cut to the south far enough to put up a raise into this same area and continue mining. The raise was completed to the -710' sub level in November and mining operations will soon be started again in this area.

South of Cross Dike - Block 4 - 7th Level

Late in the year stoping operations were started in the old 30' fire pillar which had been established on 6th level at the time of the first fire in 1941. A one sub stope was opened with the transfer on the -710' sub level. Good recovery is being realized and in December Contract No. 3 continued benching until the stope opening reached the traveling raise. When all the ore was recovered on the sub levels the contracts moved down and caved the end of the transfer drift.

North of Cross Dike - Block 4 - 7th Level

Sub level caving operations which was started on the 7th level elevation early in the year was completed about July month. Contracts No. 15 and No. 18 then moved to the next lower sub level.

Between 7th and 8th Levels North of Cross Dike - Block 4

Contracts No. 15 and No. 18 started sub caving on the -710' sub level in July and by December had nearly completed recovery of all the ore in this area at this elevation. Considerable difficulty is experienced while sub caving in this area. The ore is fairly hard to drill and does not cave readily. When a heavy fall occurs it packs so hard that it is then difficult to make it run out into the slice.

South of Cross Dike - Block 4 and 5

Contract No. 3 completed sub level caving operations in the block of ore east of No. 866 raise. The last sub to be mined was the -760' sub level where the ore body was only one slice wide. The contract then moved to No. 865 raise on the -710' sub level. It was decided to mine by stoping the old 30' fire pillar which was established in 1941 at the time of the first fire.

7. UNDERGROUND: (CONT'D)

c. Stoping: (Cont'd) South of Cross Dike - Block 4 and 5: (Cont'd)

A transfer drift was driven to the southeast and sub level stoping operations were then started. By December operations southeast of the raise were completed and the contract then advanced a second transfer to the northwest.

North of Cross Dike - Block 3

This portion of Block 3 is divided into two mining blocks by a limit. In the west portion 3 contracts continued mining throughout the year. Mining was completed on the -735' sub level and by the end of the year mining was near completion on the -745' sub level. During the year a new raise from 9th level was put up to this area. In the block to the east 2 contracts completed mining on the -745' and -760' sub levels. When the -770' sub level was opened one contract was transferred to another area. In December Contract No. 2 timbered over No. 862 raise and advanced a connection west to No. 952 raise which was completed to this elevation during the year.

Between 8th and 9th Levels

Mining operations were actually carried on at the 9th level elevation but mined areas are shown on sub levels above which are the result of caving operations. Early in the year mining was again resumed in block 2 at 9th level. This area was developed for sub level caving operations and by Detember mining was completed on 9th level. The three contracts working in this area then moved to the -920° sub level.

Between 9th and 10th Levels

Contract No. 6 working in the extreme west portion of Block 2 cut out No. 1038 raise and advanced drainage drifts northwest and southeast. Some mining was also done in the area southeast from No. 1038 raise. This work is being done in advance of regular mining operations in order to drain the water which occurs along the old workings in block 1. By December this drainage development contract was working on the -955' sub level. Regular sub level caving operations reached the -920' sub level where three contracts were working.

d. Timbering:

The total cost for timbering decreased \$51,728.80 in 1946. This was due mainly to the fact that the mine was idle during the strike. Some saving on total timber used was affected by increased sub level caving operations. The cost per ton for timbering increased \$.014 over 1945 which was relatively small considering the increased labor costs and increased costs of timber supplies. The cost per foot for cribbing and stull timber increased almost 13% in 1946 and the cost per foot of lagging and poles increased about $5\frac{1}{2}\%$. The feet of timber used per ton of ore in 1946 was .4705 feet as compared to .6536 feet in 1945 and .8158 feet in 1944. This saving is largely the result of increased use of the sub level caving system of mining.

7. UNDERGROUND: (CONT'D) d. Timbering: (Cont'd)

A normal amount of raise repair work was necessary during the year in order to keep connections to mining areas open. Considerable main level repairs were necessary during the year expecially on 4th level where increased Weight is evident in the southeast cross cut. Timber repair work fell behind during the strike when there was not enough labor available to carry on this work. The most important work was done by the supervisors who were unable to keep up with the necessary repairs. Following the strike period it was necessary to organize additional repair crews and concentrate on this work until it was caught up late in the year.

TIMBER STATEMENT FOR THE YEAR ENDING DECEMBER 31ST 1946

KIND	LINEAL FEET	AVG. PRICE PER FOOT	AMOUNT 1946	AMOUNT 1945
6" to 8" Cribbing 8" to 10" Stulls 10" to 12" Stulls 12" to 14" Stulls 14" to 16" Stulls Treated Timber	61,724 18,587 65,248 23,530 3,751	.0669 .0864 .14 98 .2252 .2501	4,128.66 1,605.06 9,775.73 5,299.56 938.06	7,651.39 287.55 13,206.73 7,901.19 1,801.55 1,078.05
Total 1946	172,840	.1258	21,747.07	
Total 1945	286,552	.1114		31,926.46
		Per 100		est, its
7! Lagging 9½! Poles	950,041 7 94,544	1.4194 2.3195	13,484.67 18,429.62	17,557.36 23,256.00
Total 1946	1,744,585	1.8299	31,914.29	
Total 1945	2,355,245	1.7329		40,813.36
Wire Netting	1,155		73.29	104.40
PRODUCT FOR YEAR Ft. Timber Per Ton of Ore Ft. Lagging Per Ton of Ore Ft. Poles per Ton of Ore Ft. Lagging Per Ft. of Timber Cost per Ton for Timber Cost per Ton for Lagging Cost per Ton for Poles Cost per Ton for Wire Netting Cost per Ton for Timber, Lagging, Equivalent of Stull Timber to Bear Ft. of Board Measure per Ton of Or Lin. Ft. of Netting per Ton of Ore	d Measure		1946 367,361 •4705 2.5861 2.1628 5.4967 •0592 •0367 •0502 •0002 •1463 307,480 •8370 •0031 •0131	1945 438,427 .6536 2.8909 2.4811 4.423 .0728 .0401 .0530 .0002 .1661 477,510 1.0891 .0038 .0157

7. UNDERGROUND: (CONT'D)

d. Timbering: (Cont'd)

Timber Statement for the Year: (Cont'd)

			AMOUNT	C6ST PER TON
Total Cost of Timber, Lagging, Poles	, Etc. for year	1946	53,734.65	.1463
do.		1945	72,844.22	.1661
do		1944	77,935.27	.1850
do		1943	82,305.17	.1589
do		1942	82,410.65	.1209
do		1941	67,589.93	.1041
do		1940	59,589.66	.1155
do		1939	47,153.55	.1164
do		1938	35,920.27	.1340
do		1937	49,763.66	.1123
do		1936	35,719.77	.1149

e. Drifting And Raising

The following table gives a comparison of total feet of drifting and raising in ore and rock in 1946 and 1945.

		Drifting		Raising		Grand
Year		Ore	Rock	Ore	Rock	Total
1946 1945		395 3,796	616 214	571 1,220	127 438	1,709 5,668
	Increase		402			
	Decrease	3,401		649	311	3,959

The large decrease in ore development is due to the fact that footage for sub level caving and other work on sub levels in connection with mining operations was included under the heading "Stoping" instead of "Development" as was the case last year. The only footages included under "Development" were main level drifting and raises from main levels as well as all rock work whether on main levels or not.

f. Explosives, Drilling and Blasting

The type of explosives used for mining was changed during the year. Gelamite No. 1 had been standard for several years but now a new product namely No. 2X Hercomite powder was introduced. This powder is slightly bulkier and has a dry appearance compared to Gelamite No. 1. Some saving was effected in using this new powder in that it has greater strength per unit of weight than Gelamite No. 1. Some Gelamite No. 1 will still be used however as it is more desirable for raising because the powder is sticky and will not run out of the carton while it is being tamped into the drill hole.

There was no change in drilling methods during the year with Ingersoll Rand RB 12 Jackhammers and Jack Legs being used.

Some difficulty was experienced during the year with electric blasting from 250V Direct Current. Apparently the voltage is too high causing the cap to misfire. This condition was improved by installing a circuit of 220 V alternating current to be used for electric blasting only. Fuse blasting was continued in miming contracts with one minor change in that the length of regular fuses were increased from 7' to 8' for safety purposes and also to allow the miner to cut off longer lengths from the end in order to time the holes a little better.

7. UNDERGROUND: (CONT'D)

F. Explosives, Drilling,
and Blasting, (Cont'd)

AVG. PRICE PER POUND FOR POWDER

STATEMENT OF EXPLOSIVES USED DURING YEAR 1946 ORE DEVELOPMENT & STOPING

	0	RE DEVELOPMEN	VI & STUPING		
KIND		QUANTITY	AVERAGE PRICE	AMOUNT 1946	Amount 1945
60% Am. Gelatin Powder No. 1 Gelamite Powder No. 2X Hercomite Powder	lbs.	1,295 31,115 100,699	11.50 11.50 12.53	148.92 3,578.22 12,615.46	42.55 19,205.11
Total Powder 1946 Total Powder 1945		133,109	12.28 11.50	16,342.60	19,247.66
Fuse Caps Electric Caps & Delays Tamping Bags Fuse Lighters Connecting Wire	Ft. Ea. M	547,890 68,565 935 20,000 15,000	5.61 13.14 12.74 2.15 6.75	3,074.29 900.85 119.11 43.00 101.28 34.10	3,316.72 1,061.05 141.42 86.00 101.28 31.90
Shot Firing Cord	Ft.	500	17.46	8.73	
Total Fuse, Caps, Etc.				4,281.36	4,738.37
TOTAL ALL EXPLOSIVES				20,623.96	23,986.03
PRODUCT Pounds Powder per Ton of Or Tons of Ore per Lb. of Powd Cost per Ton for Powder Cost Per Ton for Fuse, Caps Cost per Ton for all Explos	er , Etc.			367,361 .3623 2.7599 .0445 .0116 .0561	438,427 •3818 2.6195 •0439 •0108 •0547
	<u>s</u>	INKING, ROCK	DEVELOPMENT	ETC.	
KIND		QUANTITY	AVERAGE PRICE	AMOUNT 1946	AMOUNT 1945
60% Am. Gelatin Powder No. 1 Gelamite Powder No. 2X Hercomite Powder Herculite	lbs.	2,005 860 3,501	11187 11.50 12.68	238.08 98.90 444.04	227.70 201.14 15.00
Total Powder 1946 Total Powder 1945		6,366 3,876	12.27 11.44	781.02	443.84
Fuse Caps Electric Caps & Delays Shot Firing Cord	Ft. Ea. Ft.	25,110 3,435 249 500	5.46 12.97 13.69 17.46	137.12 44.55 34.09 8.73	77.57 24.75 132.27 8.73
Total Fuse, Caps, Etc.				224.49	243.32
TOTAL ALL EXPLOSIVES				1,005.51	687.16
TOTAL EXPLOSIVES USED A	T MINE			21,629.47	24,673.19
AVIC DOTOR DED DOMIND RO	D DOMESTIC			1000	1150

.1228

.1150

7. UNDERGROUND: (CONT'D)

g. Mining And Loading

Sub level caving operations were increased in 1946. By Devember there were 14 contracts sub caving or developing for sub caving and 9 contracts top slicing. The efficiency was improved somewhat over 1945 and a considerable saving in timber consumption was realized. It was found by experience that this system of mining does not work to satisfaction in all areas of the mine. In some places however it worked very well and will be continued.

Tramming costs increased in 1946 due to increased labor costs and also to the fact that tramming is now being done on 5 levels. In 1945 most of the production was trammed on 4th and 8th levels. In the future it will be necessary to keep 4 or 5 levels in operation as there is no single ore area which is large enough to maintain the required production.

h. Ventilation

Ventilation has been good during the year with approximately 75,000 cubic feet per minute of air being delivered from the main fan which is located on the tenth level. Regular ventilation surveys were made by the safety department together with the field engineer of Saranac Laboratory of New York. Their main criticism was that too much air is being recirculated. Efforts are being made to correct this condition but it is difficult to overcome it entirely because of the fact that the main shaft i used for both intake and exhaust air. The cage compartment is downcast and the skip compartment is upcast. Ventilation costs were less in 1946 due to less labor costs in developing permanent airways. Considerable work was done in 1945 which will be permanent. Some additional permanent raises will be needed between 8th and 9th levels but mining raises will serve as ventilation connections until a later time when the permanent rock raises can be put in.

i. Pumping

The following table gives data on pumping at the Athens and Breitung Shafts:

Period	Avg. K.W. Per Day - Athens	K.W. Per Month Breitung Pump	Avg. Gal. Per Min Athens	Total Cost Both Mines From Athens Cost Sheet
January	3,607	2,470	303	\$ 2,251.78
February	3,630	570	331	2,038.93
March	3,477	2,020	282	2,308.11
April	3,651	3,880	327	2,506.53
May	4,620	4,000	366	3,083.81
June	3,920	2,630	330	2,337.54
July	3,848	1,990	321	2,375.18
August	3,713	1,740	314	2,214.05
September	3,728	2,385	316	2,218.23
October	3,797	126	316	3,452.89
November	3,880	112	304	2,617.33
Dedember	3,516	141	302	2,068.63

7. UNDERGROUND: (CONT'D) i. Pumping: (Cont'd)

The following table gives data on pumping at the Athens and Breitung Shafts: (Cont'd).

Dietonig	bhards: (cond d).			Total Cost Both
Period	Avg. K.W. Per Mo. Day - Athens	K.W. Per Month Breitung Pump	Rug. Gal. Per Min Athens	Mines From Athens Cost Sheet
1938 Avg. 1939 " 1940 " 1941 " 1942 " 1943 " 1944 " 1945 " 1946 "	3,767 3,991 4,141 4,008 4,435 4,351 3,696 3,951 3,909	3,433 4,391 858 1,883 2,258 3,358 1,688 2,853 1,839	314 331 351 354 388 372 308 332 320	\$ 2,350.42 2,291.90 2,381.69 2,351.56 2,668.91 2,701.08 2,528.62 2,356.83 2,456.08
Avera	age cost in 1934 pric	or to pumping at t	the Breitung	2,611.79
Saving in	1 1937 1 1938 1 1939 1 1940 1 1941 1 1942 1 1943 1 1944	was heavy account	of installing	\$ 2,600.59 10,148.52 10,352.04 3,135.96 3,838.65 2,761.20 2,922.76 685.44* 1,071.50* 83.17 3,059.52 155.71

(*) Above the cost, prior to pumping at the Breitung.

The Number of gallons pumped per minute at the Athens Mine in each month of the year for the past seven years is given in the following statement:

Month	1946	1945	1944	1943	1942	1941	1940	1939
January February March April May June July August September October November December	303 331 282 327 366 330 321 314 316 316 304	306 302 293 342 365 359 359 355 338 329 325 307	315 297 296 295 307 312 314 313 311 312	359 334 330 356 404 411 431 419 390 364 337 368	399 388 373 374 402 402 393 394 384 397	330 327 324 334 3367 386 363 363 363 360	325 318 322 318 340 380 421 350 369 373 343	297 282 297 293 338 357 382 375 360 348 334
Average	<u>302</u> <u>320</u>	332	<u>328</u> <u>308</u>	372	<u>397</u> <u>388</u>	<u>308</u> <u>354</u>	<u>348</u> <u>351</u>	<u>329</u> <u>331</u>

8. COST OF OPERATING:

PRODUCT	367,361 2.192	438,427		71,066
				17,000
Inderground Costs	217	2.062	.130	
Surface Costs	• 241	.254		.013
General Mine Expense	.378	.331	.047	
Cost of Production	2.811/	2.647	•047 •164	
Depletion - Original Cost	•020	.021		.001
- Increment	.039	.039	.000	
Depreciation - Plant & Equipment		.028	.000	
- Development	.024	.034		.010
laxes	.201	.235		.034
Loading & Shipping	.068	.051	.017	
Administrative & General Expense	.050	.050	.000	
fiscellaneous Income & Expense	.006	.022		.016
Supply Inventory Adjustment	.001	.000	.001	
Total Cost at Mine, Before Royal	ty 3.248	3.127	.121	
Budget - Estimated Cost per ton	3.260	3.141	•119	
lo. of Days Operated	218	301		do
No. Shifts & Hours	210	201		83
1 - 8 hour8	3	10		77
2 - 8 hour	215	291		76
2 - 8 nour	213	291		76
Average Daily Product	1,685	1,457	228	
	1946		1945	
COST OF PRODUCTION Cost Per	Ton Percent	Cost I	Per Ton Per	rcent
abor 2.055	73.1	1.	.824 68	3.9
Supplies .756 Total 2.811	26.9		.823 31	<u>.í</u>
HOUSE CONTROL OF THE PROPERTY	100	2.	.647 100	,
increase (labor) .231 Decrease (supplies) .067				
Decrease (supplies) .067 Total Increase .164				

8. COST OF OPERATING: (CONT'D)

b. Detailed Cost Comparison:

Decrease

Detailed Cost Co	omparison:				
(1) Days And Sh	nifts				
Year Days Mi	ine Worked	Shifts & Hours	Men Emplo	Total byed Shift	ts Worked
1946	218	6 2-8 Hours 2	249		433
1945	301	5 2-8 Hours to 6 2-8 hours 1, 12/31/49	/22 to		592
Decrease	83		57		159
(2) Comparison	of Productio	<u>n</u> :			
Production - 191 Production - 191 Decrease				438	361 tons 427 tons 066 tons
(3) Comparison	of Number of	Men and Wages:			
	No. Men	No. Days	Amount	Rate Per	Day
1946 1945 Increase	249 306	76,195 90,217	762,294.0 2 763,859.03	10.01 8.47 1.58	
Decrease	57	14,022	1,565.01	1.0	
(4) Tons Per Ma	an Per Day:				
		1946	1945	Increase	Decrease
Surface Underground Total		25.72 6.24 5.04	22.66 6.19 4.86	3.06 .05 .18	
(5) Cost of Pro	oduction:				
		Total		Cost Per Ton	
1946 1945 Increase		1,032,758, 1,160,486.		2.811 2.647 .164	

	Labor	Percent	Supplies	Percent
1946	775,064.20	73.1 68.2	277,694.17 360,790.58	26.9 31.8
Increase Decrease	567.81	4.9	83,096.41	4.9

127,728.36

8. COST OF OPERATING: (CONT'D)

b. Detailed Cost Comparison: (Cont'd) (7) Detail of Accounts:

		1946		194	1945	
			PER		PER	
	UNDERGROUND COSTS:	AMOUNT	TON	AMOUNT	TON	
1.	Exploring in Mine Sinking in Shaft	336.90	.001	10,703.70	.024	
3.	Development in Rock	11,947.50	.032	11,326.98	.026	
4.	Development in Ore	9,547.66	.026	42,487.59	.097	
5.	Stoping	225,822.97	.615	215,889.82	.492	
6.	Timbering	298,692.72	.813	350,421.52	.799	
7.	Tramming	102,823.69	.280	95,007.04	.217	
8.	Ventilation	13,054.68	.036	18,870.53	.043	
9.	Pumping	20,967.38	.057	28,281.91	.065	
10.	Compressors and Air Pipes	36,610.78	.100	43,990.75	.100	
11.	Fire and Damage	20,010.10	•100	70.70	.000	
12.	Underground Superintendence	32,144.69	.087	37,071.05	.085	
13.	Cave-In	JE 144.07	•007	21,011.02	.00)	
14.	Maint: Compressors and Power Drills	2,532.74	.007	3,192.65	.007	
15.	Scrapers and Mech. Loaders	28,004.31	.076	24,631.48	.056	
16.	Electric Tram Equipment	19,224.83	.052	19,771.22	.045	
17.	Pumping Machinery	3,721.66	.010	2,398.42	.005	
	Total Underground Costs	805,432.51	2.192	904,115.36	2.062	
SURF	ACE COSTS:		Carrier and		AND LOCAL	
	Hoisting	32,544.53	.089	39,206.92	.089	
19.	Stocking Ore	6,528.12	.018	8,239.46	.019	
20.	Screening - Crushing at Mine					
21.	Dry House	11,930.12	.032	14,862.15	.034	
1 1 2 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5 5	eral Surface Expense	9,334.81	.025	11,257.81	.026	
23.	Maint: Hoisting Equipment	13,112.14	.036	14,181.83	.032	
24.	Shaft	5,492.77	.015	8,640.15	.020	
25.	Top Tram Equipment	915.10	.002	2,193.89	.005	
26.	Docks, Trestles and Pockets	2,076.09	.006	2,948.25	.007	
27.	Mine Buildings	6,682.58	.018	9,684.50	.022	
~!•	Total Surface Gosts	88,616.26.	.241	111,214.96	.254	
	GENERAL MINE EXPENSE:					
28.	Mining Engineering	4,559.74	.012	4,125.56	.009	
29.	Mech. and Electrical Engineering	1,513.53	.004	2,240.76	.005	
30.	Analysis and Grading	11,652.51	.032	15,721.61	.036	
31.	Safety Department	2,370.53	.007	2,193.47	.005	
32.	Telephones and Safety Devices	2,614.71	.007	2,554.19	.006	
33.	Local and General Welfare	3,044.96	.008	3,930.63	.009	
34.	Special Expense, Pensions & Allow.	6,145.07	.017	7,840.88	.018	
35.	Ishpeming Office	18,918.02	.052	19,721.94	.045	
36.	Mine Office	18,023.56	.049	19,484.61	.044	
37.	Insurance	3,957.66	.011	5,092.82	.012	
38.	Personal Injury	22,822.68	.062	12,574.76	.029	
39.	Social Security Taxes	15,492.55	.042	18,229.79	.041	
40.	mployees Vacation Pay	27,594.08	.075	31,445.39	.072	
40.	Total General Mine Expenses	138,709.60	378	145,156.41	•331	
	COST OF PRODUCTION	,032,758.37	2.811	1,160,486.73	2.647	

8. COST OF OPERATING: (CON'T)

7437500 38875 ACTTOD

IDLE EXPENSE - STRIKE PERIOD February 8th To May 22nd.1946

UNDERGROUND COSTS:	AMOUNT
Exploring in Mine	155.79
Stoping	789.18
Timbering	3,949.28
Tramming	314.91
Ventilation	2,566.59
Pumping	8,505.63
Compressors and Air Pipes	2,491.97
Underground Superintendence	10,209.37
Maintenance: Compressors and Power Drills	161.87
Scrapers and Mechanical Loaders	572.68
Electric Tram Equipment	300.50
Pumping Machinery	489.42
Total Underground Costs	30,507.19
SURFACE COSTS:	
Hoisting	1,733.58
Stocking Ore	157.59
Dry House	3,514.25
General Surface Expense	2,983.67
Maintenance: Hoisting Equipment	364.26
Shaft	14.77
Top Tram Equipment	37.43
Docks, Trestles and Pockets	9.11
Mine Buildings	38.34
Total Surface Costs	8,853.00
GENERAL MINE EXPENSES:	
Mining Engineering	1,096.69
Mechanical and Electrical Engineering	594.70
Analysis and Grading	1,392.85
Safety Department	596.04
Telephones and Safety Devices	79.20
Local and General Welfare	1,038.00
Special Expense, Pensions and Allowances	1,788.89
Ishpeming Office	5,611.00
Mine Office	5,072.00
Insurance	1,144.23
Personal Injury	2,567.04
Social Security Taxes	2,018.34
Employees Vacation Pay	7,175.00
Group Annuity Premiums	402.15
Total General Mine Expenses	30,576.13
COST OF PRODUCTION	69,936.32
DEPLETION, DEPRECIATION & TAXES:	
Taxes	28,675.00
Total Depletion, Depreciation & Taxes	28,675.00
TOTAL IDLE EXPENSE	98,611.32

8. COST OF OPERATING: (CONT'D)

b. Detailed Cost Comparison: (Cont'd) (7) Detail Of Accounts: (Cont'd)

1. Exploring in Mine:

Covers a proportion of Geological Department expense and diamond drill explorations. There was no diamond drilling expense in 1946. In 1945 there were 1,600 feet of drilling on 8th level to determine the trough of iron formation lying to the north of the east-west diabase dike. The decrease in cost for 1946 was \$10,366.80 and cost per ton \$.023.

3. Development in Rock:

Total feet of drifting and raising in rock, 743 feet in 1946 as compared with 652 feet in 1945. Increase in expense \$620.52 and in cost per ton \$.006. Drifting in 1946, 616 feet; in 1945, 214 feet. Raising in 1946, 127 feet; in 1945, 438 feet.

4. Development in Ore:

The decrease in expense was \$32,939.93 and in cost per ton \$.071. There were 3,401 feet less drifting and 649 feet less raising in 1946.

5. Stoping:

There was an increase in expense of \$9,933.15 and in cost per ton \$.123.

6. Timbering:

The decrease in expense was \$51,728.80 while the cost per ton increased \$.014. The cost for timber, lagging, and poles decreased \$.0198 per ton. There were five second hand H.V. Utility air hoists purchased from Princeton Mine in 1946, costing \$200.00 each while in 1945 there were four new H.V. Utility air hoists purchased costing \$475.00 each.

7. Tramming:

There was a decrease of 71,066 tons in production. The expense to this account increased \$7,816.65 and cost per ton \$.063.

8. Ventilation:

The expense to this account decreased \$5,815.85 and cost per ton \$.007. The decrease in expense was due to concreting a ventilation raise in 1945 and \$974.94 less for electric power in 1946.

9. Pumping:

Expense decreases \$7,314.53 and cost per ton \$.008.

Gallons of water pumped in 1946 - 168,139,933

Gallons of water pumped in 1945 - 174,073,654

Gallons decrease 5,983,621

Average gallons per minute in 1946 320

Average gallons per minute in 1945 332

Gallons Decrease per minute

The cost for electric power was \$616.81 less than in 1945.

8. COST OF OPERATING: (CONT'D)

Detailed Cost Comparison: (Cont'd)
(7) Detail of Accounts: (Cont'd)

10. Compressors and Air Pipes:

Expenditures decreased \$7,379.97 and cost per ton remained the same.

Cubic feet air compressed in 1946 - 817,695,000

Cubic feet air compressed in 1945 - 873,710,000

Decrease Cubic feet of air 56,015,000

Cost of electric power in 1946 - \$23,960.35 Cost of electric power in 1945 - 28,757.13 Decrease of electric power 4,796.78

11. Fire and damage:

There were no charges to this account in 1946. In 1945 the charge was \$70.70.

12. Underground Superintendence:

The increase in expense was \$4,926.36 and the cost per ton decreased \$.002. The increase in expense was due to one more underground foremen being put on in July 1946 and the increase in salaries.

13. Cave-In:

There was no expense to this account in 1947 or 1946.

14. Compressors and Power Drills:

The increase in expense was \$659.91 while the cost per ton remained the same. There were three new RB-12 Jackhammer drills purchased in 1946 costing \$224.00 each and four Ingersoll-Rand Pick Hammer drill machines bought from Princeton Mine second hand, costing \$100.00 each. In 1945 four RB-12 Jackhammer drill machines were purchased costing #200.00 each. A new water circulating pump and front head for compressor was bought in 1946.

15. Scrapers and Mechanical Loaders:

The expense in 1946 increased \$3,372.83 and cost per ton \$.020. There were two new 25 H.P. Ingersoll-Rand electric scraper hoists costing \$2,116.00 each and two second hand 15 H.P. hoists purchased in 1946 as compared with no hoists purchased in 1945. The repairs to scraper hoists increased due to mine being idle during strike when some of the hoists were buried in places which broke down and on others the motors became damp.

b. Detailed Cost Comparison: (Cont'd)
(7) Detail Of Accounts: (Cont'd)

16. Electric Tram Equipment:

The decrease in expense was \$546.39 and cost per ton increased \$.007.

	Generators	Locomotives	Wiring	M.L. Track	M.L. Cars
1946 1945	1,088.14	5,147.12 5,566.45	645.08 562.53	8,202.50 9,864.81	4,141.99 3,690.19
Increase Decrease		419.33	82.55	1,662.31	451.80

The increase in expense to generators was due to repairing one of the generators which burnt out. There was also more repairs to trolley lines and main line cars. The decrease in expense to locomotives and main line tracks was due to less repairs.

17. Pumping Machinery:

Expenditures increased \$1,323.18 and cost per ton \$.005. The increase was due to more repairs to electric pumps and purchasing a new sludge pump costing \$180.00 for cleaning pump sumps.

SURFACE COSTS:

18. Hoisting:

	Ore	Rock	Total
Product 1946 - Tons	367,361	12,965	380,326
Product 1945 - Tons	438,427	12,365	450,792
Increase		600	
Decrease	71,066		70,466

There was a decrease in expense of \$6,662.39 while the cost per ton remained the same. The electric power charge was \$3,861.79 less than in 1945.

19. Stocking Ore:

Tons	stocked	in	1946	-	127,492
Tons	stocked	in	1945	-	150,485
D	ecrease				22,993

The decrease in expense was \$1,711.34 and in cost per ton \$.001

21. Dry House Expense:

There was a decrease in expense of \$2,932.03 and cost per ton \$.002.

A stoker was installed in the heating plant the last part of August which made it possible to take off one mag. Three men now take care of the heating plant and clean the dry house.

8. COST OF OPERATING: (CONT'D)

. Detailed Cost Comparison: (Cont'd)
(7) Detail of Accounts: (Cont'd)

22. General Surface Expense:

Expense to this account decreased \$1,923.00 and cost per ton \$.001.

The decrease in expense was due to the policemen's time and part of the surface foreman's time being charged to idle expense during the strike.

23. Hoisting Equipment:

	Electric <u>Hoists</u>	Hoisting Ropes	Skips and Skip Roads	Sheaves
1946 1945	2,955.56 3,374.13	4,526.18	5,249.01 5,974.56	381.39 2,001.93
Increase Decrease	418.57	1,694.97	725.55	1,620.54

The decrease in expense was \$1,069.69 and cost per ton increased \$.004.

In 1946 two 1-3/8" skip ropes costing \$2,843.29 and one 1-1/4" cage rope costing \$1,682.89 were charged out as compared with two 1-3/8" skip ropes costing \$2,831.21 in 1945. The decrease in expense for sheaves was due to replacing two old type 8 ft. bicycle sheaves with a new type in 1945. The decrease in Electric Hoists and Skips and Skips Roads was due to less repairs.

24. Shaft:

There was a decrease in expense of \$3,147.38 and cost per ton \$.005.

	Steel Sets	U. G. Pockets
1946	1,901.08	3,591.69
1945	2,381.95	6,258.20
Increase		
Decrease	480.87	2,666.51

There were less repairs to steel sets and underground pockets.

25. Top Tram Equipment:

There was a decrease in expense of \$1,278.79 and cost per ton \$.003.

	Engines & Motors	Wire Rope	Sheaves Rollers, Etc.	Tracks & Cars
1946	81.64	110.83	133.79	588.84
1945 Increase	122.20	None 110.83	547.26	1,524.43
Decrease	40.56	110.0)	\$13.47	935.59

127,492 tons were stocked as compared with 150,485 tons in 1945.

8. COST OF OPERATING: (CONT'D)

B. Detailed Cost Comparison: (Cont'd) (7) Detail of Accounts: (Cont'd)

26. Docks, Trestles, and Pockets:

The decrease in expenditures was \$872.16 and cost per ton \$.001.

There was no wood trestles erected in 1946 or 1945. The decrease in expense was due to less repairs to steel trestles and rock trestle.

27. Mine Buildings:

Expenditures decreased \$3,001.92 and cost per ton \$.004.

The detail of expense is as follows:

Office	25.04	Repairing windows, steps and plumbing.
Shops	5.15	Repairs to doors and window lights.
Shaft House	5,142.24	Includes charges of \$4,759.81 transferred from E & A-AM-15 for replacing corroded structual steel members in shaft house. The balance of expense was for repairs to
		skip dump and ore pockets.
Engine House	109.99	Repairs to windows and interior painting.
Heating Plant	47.03	Roof repairs and door to coal bin.
Dry House	136.77	Interior painting and repairs to water lines.
Coal Dock	528.86	Alterations and enclosing part of coal dock for stoker coal.
Timber Tunnel	72.47	Repairing doors and sheet metal covering.
Top Tram Building	230.78	Remodeling controller house.
Storage Building	46.93	Repairing roof and windows.
Puffer House	337.32	Building house for puffer used when changing skip.
Total	6,682.58	

GENERAL MINE EXPENSE:

28. Mining Engineering:

The increase in expense was \$434.18 and cost per ton \$.003.

Covers time and expense of mining engineers and helpers.

29. Mechanical and Electrical Engineering:

There was a decrease in expense of \$727.23 and cost per ton \$.001

The charge to this account covers the time spent by mechanic and electrical departments men on inspections and repairs.

8. COST OF OPERATING: (CONT'D) b. Detailed Cost Comparison: (Cont'd) (7) Detail of Accounts: (Cont'd)

30. Analysis and Grading

	Sampling At Mine	Central Laboratory Exp	Shipping Dept. Exp.	Trucking Samples, Etc.
1946	2,966.22	5,569.40	2,512.08	604.81
1945	2,470.73	9,653.51	2,854.67	742.70
Increase	495.49			
Decrease		4,084.11	342.59	137.89

Determinations 1946 - 35,114 Cost per determination \$.158609 Determinations 1945 - 71,434 Cost per determination \$.135139

There was a decrease in expenditures of \$4,069.10 and cost per ton \$.004.

31. Safety Department:

	First Aid Supplies	First Aid And Helmet Practice	Ishpeming Office Charge
1946	338.53	173.16	1,858.84
1945	164.78		1,933.73
Increase	173.75	94.96 78.20	
Decrease			74.89

The expense to this account increased \$177.06 and cost per ton \$.002.

32. Telephones and Safety Devices:

There was an increase in expense of \$60.52 and cost per ton \$.001.

	1946	1945	Inc.	Dec.
Lights at Shaft & Levels	1,388.61	1,533.84		145.23
Mine Telephone	239.78	160.12	79.66	
Safety Gates	744.33	687.21	57.12	
Sign Boards & Signals	25.69	85.03		59.34
Fire Equipment	216.30	87.99	128.31	

33. Local and General Welfare:

The expense to this account decreased \$885.67 and cost per ton \$.001.

8. COST OF OPERATING: (CONT'D)

(7) Detailed Cost Comparison: (Cont'd) (7) Detail of Accounts (Cont'd)

34. Special Expense, Pensions and Allowances:

	Legal	Examinations	Retirement	Wage Adjustment	Other Expense	Pensions & Allowances
1946 1945 Inc.	1,322.82 401.04 921.78	338.30 1,901.73	2,888.99 3,089.83		1,015.74	579.22 965.08
Dec.		1,563.43	200.84		467.46	385.86

There was a decrease in expenditures of \$1,695.81 and cost per ton \$.001.

35. Ishpeming Office:

Ishpeming Office expense is pro-rated to the various mines on the basis of labor costs.

There was a decrease in expense of \$803.92 while the cost per ton increased \$.007.

36. Mine Office:

	Salaries	Central Warehouse Expense	Miscellaneous
1946	12,818.00	3,936.75	1,268.81
1945 Increase	14,208.62	4,093.78	1,182.21 86.60
Decrease	1,390.62	157.03	

The decrease in expense was \$1,461.05 and cost per ton increased \$.005.

37. Insurance:

	Property	Group	Catastrophe	Group Annuity
1946	1,043.12	1,813.27	412.37	688.90
1945	1,329.59	1,969.82	537.58	1,255.83
Decrease	286.47	156.55	125.21	566.93

There was decrease in expense of \$1,135.16 and cost per ton \$.001.

39. Social Security Taxes:

	Unemployment <u>Insurance Tax</u>	Old Age Benefit Tax
1946	8,756.75	6,735.80
1945	10,303.77	7,926.02
Decrease	1,547.02	1,190.22

There was a decrease in expenditures of \$2,737.24 and an increase in cost per ton of \$.001

8. COST OF OPERATING: (CONT'D)

. Detailed Cost Comparison: (Cont'd)
(7) Detail Of Accounts: (Cont'd)

40. Employees Vacation Pay:

The decrease in expense was \$3,851.31 while the cost per ton increased \$.003.

9. EXPLORATIONS AND FUTURE EXPLORATIONS:

There was no diamond drilling on surface or underground in 1946. In 1945 ore was located by underground diamond drilling north of the large east-west diorite dike. It is planned that in 1947 further explorations and development of this ore body will be carried on by drifting directly into it. The first drift will be put in on 9th level and raises will be put up to the 8th level elevation.

10. TAXES:

COMPARATIVE STATEMENT OF TAXES FOR THE YEARS 1946 AND 1945

DESCRIPTION	1	946	19	4.5
CITY OF NEGAUNEE	VALUATION	TAXES	VALUATION	TAXES
Realty (Tax Commission	1,990,000	87,845.17	2,095,000 8	8,383.65
Stockpile, Supplies and Equipment	305,000	13,463.71	320,000 1	
Total by Tax Commission	2,295,000	101,308,88	2,415,000 10	1.883.78
Collection fees		1,013.09		1,018.84
Total Operating Athens Mine		102,321.97		2,902.62
HARVEY ADDITION				
Lot 1, Portion of	950	41.94	950	40.08
Lot 2, Portion of	190	8.39	190	8.02
Lot 2, Portion of Liber 24-609-Gayette	950	41.94		
Lots 5, 6, Portion of (Cedarblade) .33 acre		33.55	760	32.06
Lot 6, Portion of .36 acres	855	37.74	855	36.07
Lot 7, Portion of (Lehman) Liber-20-82	475	20.97	475	20.04
Lot 7, Portion of Liber 20-81	475	20.97	475	20.04
Lot 7, Portion of Liber 30-213	665	29.36	665	28.05
		27.30		
Appros5 acres in Sec. 6, 47-26 (Primeau)		20.07	475	20.04
Lot 8, Portion of Liber 19-72 Blair	475	20.97		
STERLING ADDITION	100	0 20	100	0.00
Lot 1 & W. 13' Lot 2, & W 62' of Lot 3	190	8.39	190	8.02
Lot 7, (Vassanen)	1,330	58.71	1,330	56.11
Lots 8, 9 (Bjornberg)	1,140	50.32	1,140	48.09
Lot 16 (Delarye)	855	37.74	855	36.07
Lots 11, (2 Houses)	1,140	50.32	1,140	48.09
Lots 12, 13	2,185	96.45	2,185	92.18
Lot 14 (Wisk)	1,045	46.13	1,045	44.10
Lot 15 (Johnson)	1,425	62.90	1,425	60.12
Lot 16, 17	1,520	67.10	1,520	64.13
Lot 18 (CCICo)	1,140	50.32	1,140	48.09
Lot 19 (Turpinen)	855	37.74	855	36.07
Lot 20, (Savola)	475	20.97	475	20.04
Lot 22, (Pachette)	475	20.97	475	20.04
Lot 23, 24 (CCICo)	1,425	62.90	1,425	60.12
Lot 25, (Foreland)	855	37.74	855	36.07
Lot 26, (CCICo)	855	37.74	855	36.07
Lot 27 (Maki)	855	37.74	855	36.07
Lot 28, (CCICo)	1,330	58.71	1,330	56.11
Lot 29, (Mattson)	1,710	75.49	1,710	72.14
Lot 30, (Rund)	1,330	58.71	1,330	56.11
Lot 31 to 38 (CCICo)	4,370	192.91	4,370	184.36
Lot 72, (Lehman)	100	4.41	100	4.22
Tot 72 71 75	290	12.80	290	12.24
Lot 73, 74, 75 Total	32,690	1,443.04		1,339.06
Collection Fees	22,070	14.43	51,140	13.39
		1.457.47		1.352.45
Total Rented Buildings	2 227 600		2 116 710 30	
Total Athens Iron Mng. Co.	2,327,690	103,779.44	2,446,740 10	4,255.07
DISPOSITION OF CHARGES	OPRTG. MINE	RTD. BLD.	OPRIG. MINE	RTD. BLDG.
Total as above	102,321.97	1,457.47	102,902.62	1,352.45
Charge 11 Months	93,000.00		94,700.00	1,235.00
Balance December Month	9,321.97	214.47	8,202.62	117.45
Dalaison Document Motiviti	/, 50000/1	~~~	0,202.02	

11. ACCIDENTS AND PERSONAL INJURY

The following table gives number and time lost from compensable accidents in the past seven years.

<u>1</u>	946	1945	1944	1943	1942	1941	1940
Fatal Timb Lost - Over 4 months Time Lost + On 1 to 4 months Time Lost - less than 1 month Total Compensable accidents	0 1 2 8 11	0 0 7 7 14	0 2 7 12 21	0 4 4 18 26	0 2 9 5 16	0 1 7 10 18	1 1 4 3 11
Number of cases paid compensation for accidents prior to January 1st each year.	1	4	4	4	4	4	4
Number of cases paid difference in wages (included in above total).	0	2	2	1	2	2	3

Nature and Classification of Compensable Accidents:

Date	Remarks	Days Lost
3/25/46	Bruised back and right thigh.	15
5/25/46	Bruised right knee.	12
6/25/46	Contusion of back.	10
8/22/46	Bruised back.	9
8/22/46	Bruised lower left ribs.	9
9/28/46	Bruised arms, legs and back.	12
10/14/46	Fracture, body of 1st lumbar vertebra.	Home
10/29/46	Amputation, left middle finger.	59
11/6/46	Laceration, palm, left hand.	13
12/3/46	Bruised right knee.	10
12/18/46	Strained back.	Home

In addition to the above two men were accepted as occupational disease cases.

There were 11 compensable accidents in 1946 as compared to 14 in 1945. The Athens Mine had a severty rating of 1.226 as compared to 1.388 for all company properties. The frequency rating was 36.496 as compared to 37.812 for all company properties.

12. NEW CONSTRUCTION AND PROPOSED NEW CONSTRUCTION:

Following is a detail of the E & A authorized in 1946:

E & AM - 17 - Purchase of Equipment for block caving operations.
Approved November 21, 1946.

2 - 40 HP Scraper Hoists	\$6,410.00
2 - 60 HP Scrapers	360.00
Misc. Incidental Equipment	1,000.00
Total	\$7,770.00

E & A No. AM - 15 and AM - 16 - were closed during the year.

13. EQUIPMENT AND PROPOSED EQUIPMENT:

a. Scraper Hoists:

Following is a list of scraper hoist equipment at the mine:

1946

1945

				=/			-2
				Total C	cost Of	Total C	ost Of
Company		Mac	hines	Machines Repaired	Each Mach. Repaired	Machines Repaired	Each Mach. Repaired
Sullivan	15 H.P.	Elec.	. 17	10	239.72	5	320.37
Sullivan	20 H.P.	H	3	2	234.84	3	285.17
Sullivan	25 H.P.	11	1	1	71.47		
IngRand	15 H.P.	11	6	4	232.39	3	300.08
IngRand	20 H.P.	11	7	3	399.44	3	357.21
The Particular Marie College Street College	25 H.P.	- 11	6	1	195.59	2	220.86
	tal		40	21	250.56	16	285.68

In 1946 two new Ingersoll Rand 25 H.P. Electric scraper hoists were purchased. Two second hand 15 H.P. Sullivan Electric hoists from Princeton Mine were purchased.

b. Drill Machines:

Purchases in 1946 and 1945 are listed below:

2	-	RB-12-Ingersoll-Rand Auger Drill Machines	4 - RB-12-Ingersoll-Rand
4	-	Pickhammer Machines purchased from	Auger Drill Machines

1945

c. Motor Haulage Cars:

1946

Princeton Mine.

Four second hand 65 Cu. Ft. Rocker Dump Cars were purchased from the Princeton Mine during the year.

d. Timber Hoists:

Five second hand utility air hoists were purchased from the Princeton mine in 1946.

14. MAINTENANCE AND REPAIRS:

a. Steel Trestles:

Some new planking was installed on the steel trestles where the old had rotted out.

b. Comparison of Costs - 1946 with 1945:

Maintenance and repairs listed under underground costs:

	Amount	Cost per Ton
1946	53,483.54	.145
1945	49,993.77	.113
Increase	3,489.77	.032

Maintenance and repairs listed by the four accounts as shown on the cost sheet:

	1946	1945	Increase	Decrease
Comp. and Power Drills	2,532.74	3,192.65		659.91
Scraper Equipment	28,004.31	24,631.48	3,372.83	
Elec. Tram Equipt.	19,224.83	19,771.22		546.39
Pumping Machinery	3,721.66	2,398.42	1,323.24	
Total	53,483.54	49,993.77	3,489.77	

Purchases 1946

Power Drills: 2 RB-12-Ingersoll-Rand Drill Machines. Scraper Hoists: 2 Ingersoll-Rand 25 H.P. Electric Hoists.

Maintenance and repairs listed under surface costs:

	Amount	Cost Per Tor
1946	28,278.68	.077
1945 Decrease	37,648.62 9,369.94	.086

b. Comparison of Costs - 1946 with 1945:

Maintenance and repairs listed in the five accounts as shown on the cost sheet:

	1946	1945	Decrease
Hoisting Equipment	13,112.14	14,181.83	1,069.69
Shaft	5,492.77	8,640.15	3,147.38
Top Tram Equipment	915.10	2,193.89	1,278.79
D. T. & Pockets	2,076.09	2,948.25	872.16
Mine Buildings	6,682.58	9,684.50	3,001.92
Total	28,278.68	37,648.62	9,369.94

15. POWER:

Detail of electric current purchased compared with 1945:

	1946 - 12 : Cost	Mos. Optg. Per Ton	<u>1945 - 12</u> Cost	Mos. Optg. Per Ton
	<u> </u>	Ter ton	005 0	<u>rer 1011</u>
Stoping Ventilation Pumping	2,148.79 11,640.65 21,157.77	.006 .032 .058	2,749.82 12,615.59 21,774.58	.006 .029 .050
Hoisting Stocking Ore Dry House	21,082.69 532.29 682.32	.057 .001 .002	24,944.48 672.15 874.69	.057 .001 .002
Lights at Levels Compressors Electric Haulage	647.44 23,960.35 2,062.79	.002 .065 .006	724.51 28,757.13 2,432.32	.002 .066 .005
Shops Heating Office Storage Battery Loco.	317.63 17.73 47.65 192.04	.001 .000 .000	417.16 17.54 53.85 29.50	.001 .000 .000
Surface Lights Total	432.26 84,922.40	.001 .231	421.19	.001 .220
Main Line Meter - K.W. Separate Meter Readings Line Loss	6,082,000 5,891,498 190,502		6,798,000 6,598,367 199,633	
Product K.W. Per Ton (Inc. Line Loss Cost Per K.W. (Avg.) 15 Min. Demand (Avg.) Load Factor (Avg.)	367,361 16.556 .0139629 1308 54.75%	07	438,427 15.505 .014193 1577 48.92%	3073

Note: Above includes power for operating and idle period.

17. CONDITION OF PREMISES:

a. The grounds around the mine were kept in good condition throughout the year.

b. Athens Mine Houses

The following statement gives the total cost of repairs and the average cost per house for 1946 and 1945:

Year	No. Houses	Amount Repairs	Avg. Cost Per House	Rental Income	Taxes and Insurance	Net Income
1946 1945	31 30	612.45	19.76 225.36	5,962.52 5,329.80	1,969.00	3,381.07

18. NATIONALITY OF EMPLOYEES:

The following statements **show**, first, the nationality by parentage, and secondly, a separation of nationalities into American and Foreign Born.

As to Parentage	1946	Percent	1945	Percent
Finnish	140	41.5	133	41.8
Italian	56	16.6	53	16.7
English	58	17.2	52	16.3
French (Canadian)	37	11.0	35	11.0
Swedish	22	6.5	25	7.9
French (France)	1	0.3	1	0.3
Scotch			1	0.3
German	4	1.2	4	1.3
Austrian	6	1.8	4	1.3
Norwegian	6	1.8	5	1.6
Irish	3	0.9	2	0.6
Greek	1	0.3	1	0.3
Polish	. 2	0.6	2	0.6
Bohemian	1	0.3	0	0
Total	337	100.	318	100.

	American Born		Forei	gn Born
1.6	1946	R 1945	1946	1945
Finnish	102	96	38	37
English	46	40	12	12
Italian	26	22	30	31
French (Canadian)	35	32	2	3
Swedish	17	20	5	5
French (France)	1	1	0	0
Scotch	0	1	0	0
German	4	4	0	0
Austrian	5	3	1	1
Norwegian	6	5	0	0
Irish	3	2	0	0
Greek	0	0	1	1
Danish	0	0	0	0
Polish	2	2	0	0
Bohemian	1	0	0	0
Total	248	228	89	90
Percent		71.7%	N. Land	28.3%

Average men for this report based on the number of men working during the eight months the mine was operating.

1. GENERAL:

The Cambria-Jackson Mine operated on an eleven-shift per week schedule from January 1st, 1946 until February 8th, 1946, when employees went out on strike. The strike lasted from February 7th to May 22nd, or approximately three and one-half months. After resumption of work on May 22nd the mine continued on an eleven-shift per week basis until June 24th when the schedule was changed to twelve shifts per week, which has been maintained to the present time. This increased schedule and more economical operation was made possible by organizing a midnight shift crew of ten men to take down mostly all the timber and supplies.

There was not much accomplished during the strike except to keep the main levels and sub-levels in operating condition. However we did manage to change underground cars. All the old 2.3-ton capacity cars, 23 in number, were taken to surface and 16 new 4-ton capacity rocker dump cars were taken underground. The increased height of the new cars necessitated the cutting of all the chutes, which was also completed during the idle period.

Also during the strike period the smoke-stack of the heating plant in the dry developed into a hazardous condition and had to be renewed. The new stack was constructed at the general shops and the men at the mine did the erecting.

The Cambria-Jackson Mine had a very successful and prosperous year, discounting the strike. It developed almost as much standard ore as it produced, developed a large tonnage of high-sulphur ore, produced almost as much ore in the 8½ months operating period of 1946 as in the full year of 1945, being only 18,854 tons short, made many improvements to the plant and equipment and at a cost of only 2.6 cents per ton more than in 1945, including an 18½-cent increase in wages and a large increase in costs of supplies.

2. PRODUCTION SHIPMENTS & INVENTORIES:

a. Production by Grades:

Cambria Lease Ore	1946 4,378	1945	Increase 4.378	Decrease
Jackson Strip Ore	294,813 9,704	315,514 3,708	5,996	20,701
Total Hoist	308,895	319,222	2,330	10,327

The above figures include a stockpile overrun of 5,014 tons, of which 2,483 tons were credited to 1946 production and 2,531 tons to 1945.

b. Shipments:

1904	Pocket Tons	Stockpile Tons	Total Tons	Total Tons Last Year
Cambria Lease Jackson Strip Total 1946	168,283 168,283	63,268 63,268	231,551 231,551	294,493 294,493
Total 1945 Decrease	207,659 39,376	86,834 23,566	294,49 <u>3</u> 62,942	

Shipments decreased 21.37% in 1946 and were 65,109 tons less than the product for the year.

CAMBRIA-JACKSON MINE

YEAR 1946

2. PRODUCTION SHIPMENTS & INVENTORIES: (CONT.)

C. DOOCH DITE THE CHOOLICE	c.	Stockpile	Inventories	:
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	Dec. 31, 1946	Dec. 31, 1945	Increase
Cambria Lease	4,378		4,378
Jackson Strip	106,858	43,596	63,262
Total	106,858 111,236	43,596 43,596	4,378 63,262 67,640

d. Division of Product by Levels:

	1946 85,616	Percentage	1945	Percentage
6th Level	85,616	28.86	95,700	30.09
7th Level	211,044	_71.14	222,345	69.91
Total	296,660	100.00	318,045	100.00

e. Production by Months:

Month	Cambria Lease	Jackson Strip	Total Ore	Rock
January	475	25,333	25,808	1,020
February	283	5,566	5,849	284
April		133	133	
May		6,413	6,413	116
June		33,277	33,277	1,276
July		33,716	33,716	2,160
August		34,919	34,919	2,512
September		35,671	35,671	948
October	1,501	45,769	47,270	840
November	1,517	33,520	35,037	348
December	2,022	34,062	36,084	200
	5,798	288,379	294,177	9.704
Transfers	1,420	1,420		
Overruns		2,483	2,483	
Total 1946	4,378	292,282	296,660	9.704
Total 1945		318,045	318,045	3,708
Increase	4,378			5,996
Decrease		25,763	21,385	

f. Ore Statement:

Ca	mbria Lease	Jackson Strip	mate 1 1016	moto1 10)15
On Hand Jan. 1, 1946	moria nease	43.596	43.596	22,575
Output for Year	5,798	288,379	294,177	315,514
Transfers	1,420	1,420		
Overruns		5,014	5,014	
Total	4,378	338,409	342,787	338,089
Shipments		231,551	231,551	294,493
Bal.on Hand Dec.31,19	46 4,378	106,858	111,236	43,596
Increase in Output	5,798	27,135	21,337	
Increase in Ore on Ha	and 4,378	63,262	67,640	21,021

1946 - Five 2-8 hr. Shifts and 1 1-8 hr. Shift 1-1-46 to 6-24-46 Six 2-8 hr. Shifts 6-24-46 to 12-31-46

1945 - Five 2-8 hr. Shifts 1-1-45 to 1-22-45

Five 2-8 hr. Shifts and 1 1-8 hr. Shift 1-22-45 to 12-31-45

1944 - Five 2-8 hr. Shifts and 1 1-8 hr. Shift 1-1-44 to 7-1-44 Five 2-8 hr. Shifts 7-1-44 to 12-31-44

1943 - Five 3-8 hr. Shifts and 1 2-8 hr. Shift 1-1-43 to 6-12-43 Five 3-8 hr. Shifts and 1 1-8 hr. Shift 6-12-43 to 7-6-43 Five 2-8 hr. Shifts and 1 1-8 hr. Shift 7-6-43 to 12-31-43

2. PRODUCTION
SHIPMENTS &
INVENTORIES: (CONT.)

g. Delays:

- June 17, 1 hour delay No loss in product
 Burned cable from resistance coils of hoist in Engine House.
- July 18, 5 hours delay Loss of Product 300 Tons
 Broken bail on west skip.
- July 26, 61 hours delay Loss of Product 400 Tons Bent bail on west skip.
- August 2, 1 hour delay Loss of Product 100 Tons Replacing safety catch on skip.
- <u>September 23, 2 hours delay Loss of Product 300 Tons</u>
 Fire in air receiver.
- October 14, 3 hours delay Loss of Product 350 Tons
 Burned out transformer at Sub-Station.
- October 22, 5½ hours delay Loss of Product 200 Tons
 Replacing broken shaft runner.
- November 27, 1 hour delay Loss of Product 100 Tons Replacing brushes on hoist motor.
- December 17, 2 hours delay Loss of Product 300 Tons Replacing safety catch on skip.

The total loss of product from the 9 delays listed above amounted to 2,050 tons, as compared with 14 delays and a loss of 3,986 tons in 1945.

h. Delays Due to Lack of Current:

Considerable trouble was experienced during 1946 with low voltage. At times the voltage was so low that the hoist could not be operated. On December 15th two 50-K.V.A. transformers were added at the transformer station, increasing the voltage to 24,000 at the station. This change improved operations some but the voltage is still low at full load.

The probable solution to this problem is to move the transformer station, which at the present time is about 1,800 feet distant from the engine house, and place it close to the engine house.

3. ANALYSIS:

a. Average Mine Analysis on Output:

 Grade
 Tons
 Iron
 Phos.
 Silica
 Sulphur

 Cambria-Jackson
 296,660
 58.82
 .086
 8.74
 .021

b. Average Mine Analysis on Straight Cargoes:

All ore shipped was mixed with other grades.

4. ESTIMATE OF ORE RESERVES:

a. Developed Ore:

Assumption:

12.00 cubic feet equals one ton

10% deduction for loss in mining and rock

Percentage of Bessemer:

None.

	5	Standard Ore	9		Sul phur	ous Ore
	Nega	unee	Ishpeming		Negaunee	Ishpeming
	Cambria	Jackson	Jackson		Jack	
Area	Lease	Strip	Strip	Total	Str	ip
Above 5th Lev Dep. #1	24,394			24,394		
Bet.5th&6th LevDep. #1	41,146					
Bet.5th&6th LevDep. #2	2,667	262,570				
Tot.Bet.5th&6th Levels	43,813	262,570		306,383		
Bet.6th&7th LevDep.#2	3,188	1,374,260			350,717	
Bet.6th&7th LevDep. #3	2,188	19,685	139,026			
Bet.6th&7th LevDep. #4		TORAL DE				135,243
Tot.Bet.6th&7th Levels	5,376	1,393,945	139,026	1,538,347	350,717	135,243
Below 7th Level - Dep. #2		14,688			146,771	
Below 7th Level - Dep. #3		1,979	7,500			
Below 7th Level - Dep. #4					AC AS ASSESSMENT	138,854
Tot. Below 7th Level		16,667	7,500	24,167	146,771	138,854 274,097
Gross as of Nov.30,1946	73,583	1,673,182	146,526	1,893,291	497,488	274,097
Less Dec. 1946 Production		36,084		36,084		
Gross as of Dec.31,1946	73,583	1,637,098	146,526	1,857,207	497,488	274,097
Less 10% for Mng. & Rock		167,318		189,329	49,749	27,410
Net Tot.as of Dec.31,1946	66,225	1,469,780	131,873	1,667,878	447,739	246,687
b. Total Developed	d Ore:					
		Cambria	Lease Jac	ckson Strip	Total	
1946 Estimate			56,225	1,601,653	1,667,87	8

	Cambria Lease	Jackson Strip	Total
1946 Estimate	66,225	1,601,653	1,667,878
1945 Estimate	70,452	1,649,731	1,720,183
Decrease	70,452	48,078	52,305

The ore estimate at the Cambria-Jackson Mine is divided between the Cambria Lease and Jackson Strip in the City of Negaunee and a portion of the Jackson Strip in the City of Ishpeming. The product in 1946 was 296,660 tons from which amount the decrease in reserves of 52,305 tons must be deducted, making a total of 244,355 tons developed in 1946. The increase in developed ore was due to increases in areas of ore being mined. In addition to the 244,355 tons of standard ore developed in 1946 an estimated 274,097 tons of high-sulphur ore was developed West of the main North-South fault on the Seventh Level.

c. Expected Average Natural Analysis:

		CO - Ties o or Co.										
Grade	Trade Name	Tons	Iron	Phos.	Sil.	Mang.	Alum.	Lime	Mag.	Sul.	Loss	Moist.
	CambJack.	1,667,878	51.32	.087	8.31	.17	2.46	.55	.18	.035	3.00	12.50
Non-Bess.	Camb Jack . Spec	. 694,426	52.50	.105	6.56	.11	2.44	.61	.44	.263	1.69	12.50
		2,362,304										

d. Ore in Stock; Average Natural Analysis:

Grade	Trade Name	Tons	Iron	Phos.	Sil.	Mang.	Alum.	Lime	Mag.	Sul.	Loss	Moist.
Non-Bess.	CambJack.	111,236	51.876	.079	7.914	.168	2.493	.557	.177	.012	3.021	11.50

5. LABOR AND WAGES:

a. Comments:

YEAR 1946

There were 220 men on the payroll on December 31st, 1946 as compared with 185 on December 31st, 1945, showing an increase of 35 men. During the year one man re-entered the army, 9 quit to take other jobs, one was retired, two went back to college, one died and four were transferred to other mines, making a total of 18 separations. During the same period 53 men were hired: two transferred from the Lloyd Mine, twenty-two from the Princeton Mine, one from the Athens Mine, two from the Tilden Mine, one from the landscaping crew, eighteen returned service men and seven new men.

1946 296,660	1945 315,514	Increase	Decrease 18,854
	315,514		10 051
7 0 33			
1-8 11	57 242		46
2-8 207	242		35
ng:			
55	52	3	
	131	171	
203	183	201	
	7.75	1.50	
10.63			
10.25	8.52	1.73	
10.29	0.5	1.15	
		V	
237.70			
272.72	207.76	64.96	
263.25	202.17	61.08	
9.50	8.53	97	
6.94	6.05	.89	
.375			£
1.160	1.035	.125	
1.535	1.407	.128	
g:			
	23.85	3.08	
25.33	23.36	1.97	
	SEE SEAL VILLEY BOAT BY		
12 07)11	35 3)101		7 175
72 7073			3,135
101 1001			7 700
44,408	92,131		7,728
111 124 24	117 373 39		6,249.08
344.238.85		17.642.11	0,247.00
455,363.09	443.970.06		
		ss Capt. and C	lerks:
239.85	188.93	50.92	
272.25	206.86	65.39	
263.92	202.03	61.89	
	per Labor St 239.85 272.25	55 148 131 203 183 : 9.25	148½ 131 17½ 203½ 183 20½ 1 9.25 7.75 1.50 10.63 8.83 1.80 10.25 8.52 1.73 th: 237.70 188.10 49.60 272.72 207.76 64.96 263.25 202.17 61.08 ay: 25.74 20.83 4.91 9.50 8.53 .97 6.94 6.05 .89 .375 .372 .003 1.160 1.035 .125 1.535 1.407 .128 g: 26.93 23.85 3.08 10.17 8.13 2.04 25.33 23.36 1.97 25.33 23.36 1.97 abor: 11.42 9.62 1.80 12.01½ 32.393½ 36.987½ 144,408½ 52.137 111,124.24 117,373.32 3,44,238.85 326.596.74 17.642.11 455,363.09 443,970.06 11,393.03 per Labor Statement - Less Capt. and Capt. 239.85 206.86 65.39

5. <u>LABOR</u> <u>AND</u> WAGES: (CONT.)

b. Comparative Statement of Wages and Product: (Cont.)

Proportion of Surface to Underground Men:

1946 1 to 2.70

Five 2-8 hour Shifts and 1 1-8 hour Shift 1-1-46 to 6-24-46

Six 2-8 hour Shifts 6-24-46 to 12-31-46

1945 1 to 2.52

Five 2-8 hour Shifts 7-1-44 to 1-22-45

Five 2-8 hour Shifts and 1 1-8 hour Shift 1-22-45 to 12-31-45

1944 1 to 2.52

Five 2-8 hour Shifts and 1 1-8 hour Shift 7-6-43 to 7-1-44

Five 2-8 hour Shifts 7-1-44 to 12-31-44

Note: Proportion of Vacation Pay for Surface 6,040.55 3,500.83

Proportion of Vacation Pay for Underground 16,014.30 7.860.50

Total 22,054.85 11,361.33

This statement of wages and product for the year 1946 was calculated for the actual operating period, or approximately 83 months.

6. SURFACE:

a. Buildings:

Engine House:

The final alignment and adjusting of the compressor, which was under erection at the end of last year, was completed on January 15th and put in operation. This installation made a big improvement in operating conditions and increases the air capacity at the mine sufficiently to take care of a breakdown in either unit.

During the strike period the hoisting engineers, in their spare time, painted the floors and all the machinery, which improved the interior appearance considerably.

Dryhouse:

The covering of the exterior walls of the Dry with imitation brick steel sheeting was completed and the entire building given two coats of paint. Also a new smoke-stack was erected for the heating plant, located in the Dryhouse.

Office:

New porches and steps for the two front entrances were built, all the siding repaired and renailed, exterior brickwork of the vault repaired, and the entire building given two coats of paint.

Shops:

Construction of a new building for a carpenter shop, blacksmith shop and machine shop was started on October 24th, and is located West and South of the office building. E.&A. No. CC-174 was authorized for an expenditure of \$38,740.00. This includes a new concrete block building with a flat concrete and steel roof, sewerage, water, heating and electrical controls, lighting, electric power circuits, revamping present machines and electric equipment, and add a new bolt-threading machine and a new drill sharpening machine with accessories and dies. The old shops will be used for storage and two of the sheds now used for that purpose will be dismantled. At the end of the year all of the concrete foundation was completed and about 30% of the concrete block laid.

6. SURFACE: (CONT.)

b. Ore and Rock Trestles and Stocking Grounds:

Due to the fact that all the stocked ore was not loaded out this year and the production is increasing it was found necessary to add an additional trestle and also to extend the Northeast stocking grounds to the East. The new trestle, consisting of 4 permanent and 22 stocking bents, was erected on the Southeast stocking grounds between the pocket track and customary Southeast trestle. At the end of the year 13 stocking bents had been erected on the Northeast stocking ground to which about 10 or 12 more bents will be added for the stocking season. During the year the Northeast stocking ground was extended about 300 feet Easterly and rocked.

c. Railroad Tracks:

Practically all the track layout on the property was revamped. The entire main track was relocated and extended about 400 feet East to provide a longer switchback for the pocket track. The relocation shifted the track further South along the Southeast stocking grounds, making it possible to extend the stocking ground about 200 feet to the East, if it should be found necessary. The pocket track was realigned and extended across the cave West of the shaft to make room for a 24-hour supply of empty cars for pocket loading. The fill across the cave was put in with the mine bulldozer and mine labor. The pocket track West of the shaft was changed from a 1% grade to a 1% to improve the spotting of cars at the pocket.

d. Fences and Caves:

There are numerous pits and caves over the mining areas of the Cambria-Jackson Mine, each of which were individually fenced, and on several occasions some of these fences had to be moved because of the enlargement of caving areas. Many of these fences were in poor condition and would require rebuilding and it was a foregone conclusion that other caves would occur outside of the fenced areas, so it was decided to inclose the entire mining area West of the shaft with one fence. This project required about 8,500 feet of fencing in addition to a portion of the existing fence which was of proper construction and in the right location. The erection of the fence was started in June and completed in October. The fence is constructed of cedar posts with 48-inch netting on the bottom and three strands of barbed wire on top, making a very substantial fence seven feet in height.

e. Grounds:

A considerable amount of work on the grounds was done during the year. A new 18-foot road, constructed of crushed rock with an asphalt penetration, was built from the main U.S.-41 Highway to the pocket track, a distance of about 550 feet. The City of Negaunee furnished the labor, material and equipment, and were reimbursed for all expenses by the Cambria-Jackson Mine. This road eliminates the previous muddy conditions of travel and is located far enough away from the line of the shaft and engine house so that the grease and mud thrown off from the hoisting cables does not hit passing cars and pedestrians.

All the grounds between the pocket track and the office and dry buildings were filled with rock and graded except the portion immediately in front of the buildings which was filled and graded with good top soil. The area in front of the buildings which is to be landscaped was inclosed with a concrete curb and a retaining wall was built along the high bank North and Northeast of the Dry. A five-foot concrete walk was constructed along the West side of the Dry extending to the front curb, and one along the North side extending along the front of the office to the West curb.

6. SURFACE: (CONT.)

e. Grounds: (Cont.)

A concrete walk was also built from the front entrance of the Office to the North curb. The lateness in the season of the completion of this work did not permit any planting except the placing of three maple trees. Except for cost of materials this project was done very cheaply as almost all of the work was done by mine laborers in spare time when the steam shovel was not operating or other jobs pressing.

7. UNDERGROUND:

a. Shaft Sinking:

There was no shaft sinking in 1946.

b. Development:

The following table gives a comparison of total feet of drifting and raising in ore and rock in 1946 and 1945:

	Drif	fting	Rai	Grand	
Year	Ore	Rock	Ore	Rock	Total
1946	<u>Ore</u> 896	9921	Ore 2691	5381	2,6951
1945	79'	384 · 608 ·	473	143'	1,0791
Increase	817'	6081		3951	1,820
Decrease			5041		on the second

The large increase in development footage was due to the extension of the main haulage drift to the West towards the Mather Mine and the South haulage drift West to ore discovered in underground Diamond Drill Hole No. 163 which was drilled from the South side of the main footwall drift approximately 100 feet East of and parallel with the large North-South fault.

Development work on the Sixth Level and above consisted of connecting the top of a cribbed rock raise put up from the 25' Sub to the end of the South main haulage drift on the Sixth Level and developing two sub-level stopes above the level.

Development on the Seventh Level consisted of extending the main footwall drift 696 feet Westerly and the South haulage drift 270 feet Westerly and advancing a crosscut due South from the footwall drift at about 350 feet West of the main North-South fault or 70 feet East of where the ore was first encountered in the main drift.

b-1. Rock Development:

The following table gives the total footage of rock drifting and raising for 1946 and 1945:

	Drifting	Raising	Total 1946	Total 1945
6th Level and above	851	None	851	119'
7th Level and above	6251	2691	8941	3371
Total	710'	2691	9791	337 · 456 ·
Total 1945	313'	143	456 523	
Increase	397'	126	523 1	

The extension of the Seventh Level main footwall drift and the South haulage drift accounted for most of the rock drifting during the year. The footwall drift encountered 408 feet of rock and the South drift 77 feet.

b-1. Rock Development: (Cont.)

The balance of footage, 140 feet, shown under caption of 7th Level and above consisted of extending the 25' Sub 60 feet East for ventilation and 80 feet of dog-drifting to develop a sub-level stope above the 50' Sub. The rock raising listed under 7th Level and above consisted of 68 feet of rock in No. 709 Raise and 10 feet in No. 751 Raise put up from the Seventh Level, 86 feet of single-compartment raise from the 25' Sub-Level to the elevation of the 6th Level for ventilation and 105 feet of dog-raise to develop a sub-level stope above the 50' Sub.

Rock work on the Sixth Level consisted of 30 feet of dog-drift to connect from the top of ventilation raise put up from the 25' Sub to the end of the South main haulage drift on the Sixth Level for ventilation, 20 feet of dog-drift on the 160' Sub in the South Riser Orebody for exploratory purposes and 35 feet of timbered drift on the 140' Sub, also in the South Riser Orebody.

b-2. Ore Development:

The following is a summary of ore development in 1946 as compared with 1945:

	Drifting	Raising	Total 1946	Total 1945
6th Level	318'	287 1	6051	3801
7th Level	674	251'	9251	243 1
Total	9921	5381	1,530	623 1
Total 1945	2981	325	623 '	
Increase		213'	907	

Included in above statement is 427 feet of ore drift in the extension of the main footwall drift towards the Mather Mine and 197 feet in the advance of the 7th Level South haulage drift, 70 feet of ore in No. 709 Raise, 32 feet in No. 737 Raise, 22 feet in No. 739 Raise, and 52 feet in No. 751 Raise.

c. Stoping:

(1) General:

At the end of 1946 there were five gangs slicing, nine sub-level caving or developing for sub-level caving, two developing for sub-level stoping. one drifting, two raising and two repairing, a total of twenty-one gangs, as compared with seventeen gangs at the end of 1945. It will be noted that at the present time only five gangs are mining by the top-slicing system, whereas a year ago all gangs used this system. Most of the mining is now done by the sub-level caving method, which has increased production at a lower cost. At the present time sub-level stoping is being given a trial in three areas. To date this system has proved very unsatisfactory because of the fact that the hanging will not hold up and the contamination is so great that the ore becomes unmerchantable. If conditions do not improve, mining in these areas will be converted to sub-level caving, in which contamination can be controlled to a degree. The change to sub-level caving has improved working conditions considerably, especially at this mine because of the fact that this system requires much less timber and very little repairs as compared to top-slicing. The bottleneck to high production at the Cambria-Jackson is its shaft in which there are only two hoisting compartments, the skips being attached underneath the cages. With a reduction in the amount of timber taken down more time is available for hoisting ore.

7. UNDERGROUND: (CONT.)

c. Stoping: (Cont.)

(1) General: (Cont.)

The problem of taking down timber and supplies was partially solved during the year. In May, a crew was organized to work on the midnight shift to take down timber and supplies, and when possible to hoist ore and rock. This arrangement proved very satisfactory and has considerably increased production.

On September 22nd, a double-deck cage was put in operation to speed up the lowering of men and increase the time for hoisting ore. This alteration saves from 15 to 20 minutes at every change of shifts, which means a possible increase of 15 to 20 skips of ore per day.

The location and number of mining contracts at the end of 1946, as compared with 1945, are as follows:

Location of Contracts	December 31, 1946	December 31, 1945
Sixth Level and Above		
280' Sub-Level		2
240' Sub-Level		2
220' Sub-Level	1	
200' Sub-Level	1	
140' Sub-Level	2	
Sixth Level		1
Seventh Level and Above		
90' Sub-Level	2	2
50' Sub-Level	3	3
35' Sub-Level	2	3 2 5
25' Sub-Level	2	5
00' Sub-Level	5	
Seventh Level	_3	
Total	21	17
Increase	4	

Occupation of contracts were as follows:

	December 31, 1946	December 31, 1945
Mining	14 Contracts	13 Contracts
Repairing	2 Contracts	3 Contracts
Raising	2 Contracts	1 Contract
Drifting	1 Contract	
Developing Sub-Lev. Stope	s 2 Contracts	
Total	21 Contracts	17 Contracts

(2) Detail of Stoping:

280' Sub - South Riser Orebody:

This sub was started in January 1945 and completed in February 1946, all by the radial sub-level caving system.

260' Sub - South Riser Orebody:

This sub was started in April 1945 and completed in October 1946. The portion mined in 1946 was the area located West of the main North-South dike and was done by two gangs on the radial sub-level caving system.

c. Stoping: (Cont.)

(2) Detail of Stoping: (Cont.)

240' Sub - South Riser Orebody:

Work on this sub was started in October 1945. The mining of all ore East of the main North-South dike was completed during 1946 by sub-level caving. A small area at the South end of the ore West of the North-South dike was also mined, being a part of a sub-level stope developed from the 200' Sub up to the floor of the 260' Sub. It will be noted that the ore area on this sub, East of the North-South dike, was much smaller than the sub above due to a big bulge or flattening of the footwall. The balance of the ore at this elevation located West of the North-South dike will be mined by sub-level stoping, the development of which is underway at the present time.

220' Sub - South Riser Orebody:

The 220' Sub was started in August and at the present time there is one gang engaged in sub-level caving the ore South of the East-West dike. An attempt was made to sub-level stope the ore between the two East-West dikes and East of the North-South dike, but failed due to the character of the ore and the vast amount of broken rock above. This stope extended from the 120' Sub up to the 240' Sub, including an area on the 220' Sub. The area mined on the South end of the ore West of the North-South dike was mined through the sub-level stope developed from the 200' Sub up to the 260' Sub.

200' Sub - South Riser Orebody:

Work to develop a small sub-level stope from this sub up to the 260' Sub in the South end of the ore West of the North-South dike was started in August, and after completing the mining of the ore above, sub-level caved the transfer drift on the 200' Sub.

After the failure of the sub-level stope in the ore North of the South dike and East of the North-South dike, it was decided to mine the balance of this area by sub-level caving. This was started on the 200' Sub.

180' - 160' - 140' Subs - South Riser Orebody:

Areas mined on these subs are included in sub-level stopes developed from the 120' Sub. Some exploratory work was done from No. 624 Raise at the elevations of the 160 and 140' Sub-levels to determine the height and extent of the ore in that territory. In November, a start was made to develop a sub-level stope from the 140' Sub up to the 260' Sub in the ore West of the North-South dike. At the end of the year a transfer drift on the 140' Sub for this stope had been advanced 175 feet Northerly from No. 607 Raise.

120' Sub - South Riser Orebody:

This is the sub on which are located the transfer drifts for sub-level stopes, one in the South end of the ore West of the North-South dike and the other for the stope which failed in the ore North of the South dike and East of the North-South dike.

7. UNDERGROUND: (CONT.)

c. Stoping: (Cont.)

(2) Detail of Stoping: (Cont.)

Sixth Level:

There was no mining done on the Sixth Level in 1946. The only work done on the level for the year was the drifting of 30 feet in rock to make a connection from the top of a raise put up from the 25' Sub to the end of the South haulage drift on the Sixth Level, this for ventilation and travelling purposes. Other work appearing on the Sixth Level is a dog-drift connecting mills in the development of a sub-level stope in a chimney of ore located between the Main Deposit and the South Riser Orebody.

90' Sub - West Deposit:

Development of this sub for sub-level caving was started in May 1945. Two gangs have been employed here ever since it was started. This sub will be completed within two or three months. It will also be noted that all ore mined on the Cambria Lease during 1946 came from this sub.

50' Sub - Main Deposit:

Mining on this sub was started in May 1945, and at the end of 1946 there were still three gangs working in this area, one slicing, one developing for sub-level caving and one developing for a sub-level stope. The gang developing for a sub-level stope drifted 95 feet South from No. 713 Raise, mostly in jasper, for a transfer drift and is at present developing up to the floor of the Sixth Level, above which this chimney of ore had been mined in 1944. The gang developing for sub-level caving is working in a portion of the large pillar that was held in reserve to support the Sixth Level haulage drift and the Northern extension of the South Riser Orebody. The mining of the South Riser has progressed to a point where it was safe to mine a portion of the pillar, leaving enough to support the Sixth Level.

The East 100-feet of the pillar is now being developed for sub-level caving. The first development was the putting up of a raise, No. 709, from the Seventh Level and drifting over from the top to connect to No. 711 Raise. This, and also a drift due North to the footwall, has been completed and a slice is now being advanced Northeasterly to the footwall.

35' Sub - Main Deposit:

Mining in this area was started in June, and at the end of the year there were two gangs top-slicing. It will be noted that the footwall to the North and West of this deposit is flattening and throwing in, very rapidly decreasing the area of ore on this sub as compared with the area that was mined above.

35' Sub - Southwest Deposit:

Mining in this area, which was started in July 1944, was completed in June of this year. There was nothing unusual about this sub except that it was all mined by top-slicing and that the area of ore at this elevation was slightly larger than on the previous sub.

c. Stoping: (Cont.)

(2) Detail of Stoping: (Cont.)

25' Sub - East Riser:

This sub was started in May 1945 and completed in January 1946. This sub, like the one above, was mined to the limit of the East side of the pillar being retained to support the Sixth Level haulage drift. All mining in this territory was by the top-slicing system.

25' Sub - Southwest Deposit:

A little mining was done in 1944 in the Southwest corner of this deposit, but was abandoned at that time due to the fact that the raise was surrounded by jasper and the elevation of the sub in that particular location was too close to the hanging. Mining of the territory corresponding to the area above was started in May 1945, and at the end of 1946 there were two gangs top-slicing on this sub. In sub-level caving on the 00' Sub, an area of ore occurring to the South of the regular area under an irregular hanging extending above the elevation of the floor of the 25' Sub was mined. To ventilate the working places along the Southern line of raises a drift was advanced 158 feet East from No. 730 Raise, mostly in jasper, from the breast of which a raise was put up to the Sixth Level. The ore area on the 25' Sub is much larger than on the previous sub, extending further South and East.

25' Sub - East Riser:

The mining of this sub by top-slicing was started in May 1945, and completed in January 1946.

10' Sub - East Riser:

Work on this sub was started in January and completed in October, and was mined by top-slicing. This area should properly be called a part of the Main Deposit, as at some point just a short distance below the Sixth Level it connects with the Main Orebody. The portion mined extends from the East line of the pillar held in reserve to support the Sixth Level haulage drift to the East end of the orebody.

10' Sub - Southwest Deposit:

Ore mined at the elevation of the 10' Sub is that extracted by sub-level caving on the 00' Sub.

00' Sub - East Riser or Main Deposit:

Work at this elevation was started in November, and at the end of the year a drift had been advanced from the East line of the aforementioned pillar to the extreme East end of the orebody.

00' Sub - Southwest Deposit:

The development of this sub for sub-level caving was started in October, and at the end of the year there were four gangs working in this area. From present indications the ore area on this sub will be much larger than on the sub above, and it is probable that at this elevation it will connect to the Main Deposit to the Northeast.

c. Stoping: (Cont.)

(2) Detail of Stoping: (Cont.)

-25' Sub - Southwest Deposit:

The only work done on this sub was drifting East and West connecting the North line of raises, and drifting due South from this drift to connect with No. 730 Raise. The East-West drift will serve as a transfer for the sub-level caving above, mills being put up to that elevation. This drifting was started in November, and the process of putting up mills has been started. One gang is employed on this sub.

d. Timbering:

There was much more timbering and repairing required during 1946 than in 1945. It seems that during the strike period when the mine was idle the timber decay was very rapid, due to reduced ventilation and to the fact that the motor trains which stir up the air were not in operation. During this period a considerable amount of timbering was done by the shift bosses.

Statement of Timber Used:

Sta telletto of	Timber Osea.		Average	e Price		
	Line	eal Feet	per		Amount	Amount
	1946	1945	1946	1945	1946	1945
8" Stulls	21,491	26,855	.0997	.0905	2,141.82	2,429.42
10" Stulls	42,489	42,038	.1500	.1310	6,372.16	5,507.42
12" Stulls	12,080	24,083	.2101	.1774	2,538.39	4,273.42
Total	76,060	92,976	.1453	.1313	11,052.37	12,210.26
Hardwood Crib	bing 2,583	3,309	.0338	.0360	87.20	119.12
6" Cribbing	25,297	31,883	.0599	.0560	1,516.48	1,786.13
Lagging - 7'	599,541	555,935	.0140	.0138	8,405.61	7,693.50
Poles - 91	473,125	558,074	.0227	.0210	10,720.66	11,698.69
Total	1,100,546	1,149,201	.0188	.0185	20,729.95	21,297.44
Wire Fencing	- Feet	495		.0633		31.32
Grand To	otal				31,782.32	33,539.02
				1946	191	45
Product				296,660	315	,514
Feet of Timbe	er per Ton of	f Ore		.256		. 294
Feet of Cribb				.094		.112
Feet of Laggi				2.021		.762
Feet of Wire		Ton of Ore				0016
Cost per Ton				.0373		0387
Cost per Ton		5		.0054		0060
Cost per Ton		naina		.0283		0244 0001
Cost per Ton		ICINE		.0361		0371
	Cost per To	on		.1071		1063
-000				.1011		

Much less timber was used in 1945 than in 1945 due to changing the system of mining in several places from top-slicing to sub-level caving. Mining by the sub-level caving system requires only about 20 to 25% of that used in top-slicing.

In spite of the fact that less timber was used, the cost per ton for timber showed a slight increase due to the rise in prices.

e. Drifting and Raising:

The following table gives a comparison of total feet of drifting and raising in ore and rock in 1946 and 1945:

	Drif	ting	Rais	sing			
Year	Ore	Rock	Ore	Rock	Grand Total		
1946	8961	9921	2691	5381	2,6951		
1945	79'	384 · 608 ·	473 1	143 '	1,079'		
Increase	817'	608 1	10000	3951	1,820'		
Decrease			2041				

The increase is due to the extension of the Seventh Level footwall drift, one cross-cut through ore encountered in footwall drift and the extension of the Seventh Level South haulage drift West to ore shown in underground Diamond Drill Hole No. 163.

f. Explosives, Drilling and Blasting:

Strict supervision of blasting practices and the use of explosives was exercised during 1946.

The breakage of drill steel was considerable due to the hardness of the ore, which in many instances had to be drilled with jackbits.

Cost per Lb. Lbs. Powder per Cost per Ton Cost per Ton Cost per Ton

0000 por 10. 200. 10 mao					
Year for Powder Ton of O			Fuse & Caps	Total	
1946 .1232 .4197		.0517	.0099	.0616	
1945 .1150 .4120		.0474	.0092	.0566	
Statement of Explosives Used:	(Ore Deve		and Stoping)		
		Average	Amount	Amount	
	Quantity	Price	1946	1945	
Gelamite #1 - Lbs.	27,680	11.50	3,183.21	14,947.72	
Hercomite #2X - Lbs.	96,826	12.55	12,153.42		
Total Powder	124,506	12.32	15,336.63	14,947.72	
Electric Detonators				36.17	
Connecting Wire				2.20	
Tamping Bags	2,500	5.00	12.50		
Fuse - Feet	372,823	5.58	2,080.97	2,081.38	
Caps - #6	57,516	12.52	720.18	699.68	
Fuse Lighters - Hot Wire	17,500	6.75	118.16	84.40	
Total Fuse, Etc.			2,931.81	2,903.83	
Total All Explosives Stopin	g. Etc.		18,268.44	17,851.55	
Product			296,660	315,514	
Pounds of Powder per Ton of O	re		.4197	.4120	
Cost per Ton for Powder			.0517	.0474	
Cost per Ton for Fuse, Caps,	Etc.		.0099	.0092	
Cost per Ton for All Explosiv			.0616	.0566	
Statement of Explosives Used:		Pock De	velopment, Et		
Gelamite #1 - Lbs.	270	11.50	31.05	311.65	
60% Gelatin - Lbs.	3,315	11.50	381.25	192.63	
Hercomite #2X - Lbs.	9,174	12.55	1,151.56	152.05	
Total Powder	12,759	12.26	1,563.86	504.28	
Fuse - Feet	29,502	5.58	164.67	52.31	
Caps - #6	4,203	12.52	52.63	17.58	
Fuse Lighters - Hot Wire	2,500	6.75	16.88	11.90	
Electric Detonators	2,500	0.15	10.00	10.16	
Total Fuse, Etc.			234.18	80.05	
Total All Explosives Rock D	orral assess	T+ a	1,798.04	584.33	
		o, Ecc.		10 175 00	
Total All Explosives Used in			20,066.48	18,435.88	
Average Price per Pound for P			.1232	.1150	
Explosives Charged to Idle Ex	pense (Maj	ren)	2.45*		

*Included above.

f. Explosives, Drilling and Blasting: (Cont.)

Increase in cost is due to rise in prices of explosives.

Increase in consumption due to more development in 1946 than in 1945.

g. Mining and Loading:

On December 31st, 1946 the mine was being operated with 21 gangs of miners as compared with 17 on December 31st, 1945, an increase of 4. This increase consisted of the addition of 3 gangs for development work and one for mining. Mining is gradually being converted from top-slicing to sub-level caving, and some sub-level stoping where conditions are favorable. The number of gangs sub-level caving was increased from 6 to 9 during the year, and at the close of the year two gangs were sub-level stoping and two developing for sub-level stopes. It now seems probable that within the next six months all top-slicing will have been eliminated. This change in method of mining will increase production and lower costs but it must be expected that the grade of ore will be lowered to some extent, as it is impossible to mine on this system without some contamination.

h. Ventilation:

Good ventilation has been maintained throughout the year. To do this, several drifts and raises were put in throughout the entire mining areas.

One gang of repair men was employed almost constantly the entire year to repair and keep open the main Sixth Level drift through which the fresh air is drawn from open caves to the West.

A new 25-horsepower Sturtevant fan was purchased during the year and put in operation to ventilate the advancing of the Seventh Level footwall drift.

i. Pumping:

The number of gallons pumped per minute in each month of the year for the past seven years is shown in the following statement:

Month January February March April May June July August September October November December	1946	1945	1944	1943	1942	1941	1940
	285	317	333	369	413	374	332
	293	284	285	340	387	342	326
	309	315	328	335	375	340	309
	396	456	344	433	430	392	330
	362	460	425	619	477	435	555
	314	453	389	620	465	424	540
	308	439	378	583	421	407	513
	289	374	347	411	379	390	481
	272	341	410	395	362	382	461
	255	315	408	402	391	386	431
	250	299	423	340	394	419	400
	276	292	397	340	386	459	374
Average Gallons per Minute	301	363	372	432	407	396	421

i. Pumping: (Cont.)

Figures previous to June, 1943, were taken from Republic Steel Corporation records.

The decrease of water pumped in 1946 is mostly due to the unusually small amount of precipitation during the year.

A new six-inch discharge line was installed from the Seventh Level pumproom to the 4th Level and connected to the new Gould vertical triplex pump which was erected and lined up at the end of last year.

The old Aldrich pump was removed and junked and foundations put in for the 5" x 18" Prescott pump purchased on E. & A. No. CC-161 from the Holmes Mine of the Oliver Iron Mining Company. The pump has been taken underground, but is not completely erected due to slow delivery of some parts that must be renewed.

j. Underground in General:

The underground workings of the mine are in very good condition, as is also all equipment. The sixteen new 65 cubic-foot cars purchased on E. & A. No. CC-151 were received and taken underground during the strike period and all the old cars, which were gone beyond repair, were taken up. Also, during the strike, all raise chutes were cut to make headroom for the passage of the new cars, which are much larger than the old ones.

8. COST OF OPERATING:

a. Comparative Mining Costs:

Product	1946 296,660	1945 315,514	Increase	Decrease 18,854
Underground Costs Surface Costs	1.693	1.630	.063	
General Mine Expense Cost of Production	.304 2.240	.251 .320 2.201	.039	.016
Taxes	.131	.162		.031
Depletion and Depreciation	.092	.071	.021	
Loading and Shipping Total Cost	2.501	.041 2.475	.026	.003
No. of Days Operated Total No. of Shifts Operate	218 d 425	299 541		81 116
Average Daily Product	1,361	1,055	306	

Cost of Production:

	1.647	Percent	1945	Percent	Increase	Decrease
Labor Supplies	1.647 854	65.9 <u>34.1</u>	1.479 996	59.8 40.2	.168	.142
Total	2.501	100.0	2.475	100.0	.026	

b. Detailed Cost Comparison:

(1) Days and Shifts:

Year	Days Mine Worked	Shifts & Hours	Men Employed	Total Shifts
1946 1945	218	425 - 8 Hr.	203 2	44,408
1945	299	541 - 8 Hr.	183 201	52,137
Increase	9		201	
Decrease	9 81	116		7,7283

(2) Wages:

An increase of $18\frac{1}{2}$ cents per hour was granted, in settlement of strike, effective May 22nd, 1946. This, together with the fact that the Cambria-Jackson changed the working schedule in June from eleven to twelve shifts per week, the additional shift being paid overtime, caused a considerable increase in wages in 1946.

(3) Comparison of Production:

Production - 1946 296,660 Tons Production - 1945 315,514 Tons Decrease 18,854 Tons

(4) Comparison of Number of Men and Wages:

Year 1946 1945	No. of Men 203½	No. of Days 44,4084 52,137	Amount 455,363.09 443,970.06	Rate per Day 10.25 8.52
Incr Decr		7,728 3	11,393.03	1.73
Surf	r Man per Day: ace rground	the state of the s	20.83 4.	ease 91 97
	Total	6.94	6.05 .	89
(6) Cost of	Production: 1946 1945 Increase Decrease	\$ 664,579.50 \$ 694,576.84 \$ 29,997.34	Cost per Ton Cost per Ton	
1946 1945	Labor \$ 481,290.48 \$ 459,011.81	72.4 \$ 18	33,289.02	ercent 27.6 33.9
Increase Decrease	\$ 22,278.67	6.3	52,276.01	6.3

The increase in percentage of labor was due to charging a larger proportion of General Mine Expense items to Labor previously charged to Supplies, increase in Vacation Pay \$4,258.12, and increase in wages.

b. Detailed Cost Comparison: (Cont.)

(7) Detail of Accounts:

		194	6	1945		
	Days per Week		6	5		
	Shifts and Hours	1-8 1	1	1-8	57	
		2-8 20	7	2-8 2		
	Production, Tons	296,66		315,	Charles and the second	
	Average Daily Production, Tons	1,36			055	
	Number of Days Worked	21			299	
	UNDERGROUND COSTS:					
1		Amt. 5,263.11	er Ton	Amt.	Per Ton	
	Exploring in Mine Sinking in Shaft	5,205.11	.018	15,817.21	.050	
	Development in Rock	20,478.46	060	5,143.48	017	
	Development in Ore	17,340.52	.058		.017	
	Stoping			178,586.67	.016	
	Timbering	161,250.17 139,496.96		139,668.64		
	Tramming	68,588.33	277	57,784.70		
	Ventilation	11 800 57	016	4,506.20		
	Pumping	4,809.57 18,003.41	061	27,567.92		
	Compressors and Air Pipes	18,943.72	06)1	22,273.69	.071	
	Back Filling	10,545.10	.004	22,213.09	.011	
	Underground Superintendence	13,742.59	.046	15,482.09	.049	
13	Cave-in	493.33	.002		.045	
	Maint: Compressors and Power Drills	3,289.33		2,318.02	.007	
15.	Scrapers & Mechanical Loaders	16,304.57	.055			
	Electric Tram Equipment	12,806.45	.043		.081	
17.	Pumping Machinery	1,531.45	.005	7.389.46	.024	
	Total Underground Costs	502,341.97		514,184.15		
	SURFACE COSTS:	30-13 31	,,	,		
18.	Hoisting	19,593.89	.066	21,134.48	.067	
	Stocking Ore	10,920.86		9,874.31		
	Screening - Crushing at Mine		44.0			
21.	Dry House	5,957.24	.020	8,577.26	.027	
22.	General Surface Expense	18,212.02	.061		.040	
23.	Maint: Hoisting Equipment	10,486.19	.035	18,425.69	.059	
24.	Shaft	1,197.21	.004		.006	
25.	Top Tram Equipment	2,916.33	.010	3,914.14	.012	
	Docks, Trestles & Pockets	442.96	.002		.005	
27.	Mine Buildings	2,220.14	.008		.004	
	Total Surface Costs	71,946.84	.243	79,293.97	.251	
	GENERAL MINE EXPENSES:					
	Supply Inventory Adjustment	707.81	.002	310.55	.001	
	Group Annuity Premiums	561.92	.002	812.84	.003	
	Insurance	2,471.52	.008		.008	
	Mining Engineering	3,977.99	.013		.010	
	Mechanical & Electrical Engineering	1,598.17	.005		.007	
	Analysis and Grading	8,218.09	.028	11,838.98	.038	
	Personal Injury	6,908.19	.023	11,035.80	.035	
	Safety Department	1,359.55	.005	1,226.13	.004	
	Telephones and Safety Devices	2,700.21	.009		.013	
	Local and General Welfare	1,979.26	.007			
	Spec. Exp., Pensions & Allowances	3,370.66	.011	4,546.19	.014	
37.	Ishpeming Office	12,504.21	.042		.040	
7.0	Employees Vacation Pay	17,609.85	.060		.048	
	Social Security Taxes	9,855.18	.033	9,914.51	.031	
39.	Mine Office	16,468.08	.056		.061	
	Total General Mine Expenses	90,290.69	.504	101,098.72	.320	
	COST OF PRODUCTION	664,579.50	2.240	694,576.84	2.201	
				TO SEE SHIP OF SECURITY SECURITY		

8. COST OF OPERATING: (CONT.)

b. Detailed Cost Comparison: (Cont.)

(7) Detail of Accounts: (Cont.)

UNDERGROUND COSTS:

1. Exploring in Mine:

Decrease due to less diamond drilling. There was 1,187 feet of drilling in 1946, as compared with 3,265 feet in 1945.

3. Development in Rock:

Increase due to extension of Seventh Level haulage drifts.

4. Development in Ore:

Increase due to extension of Seventh Level haulage drift.

5. Stoping:

Decrease due to change to more sub-level caving and sub-level stoping.

6. Timbering:

Increase due to higher cost of mine timber, and increased daily production.

7. Tramming:

Increase due to higher labor costs and increased production.

8. Ventilation:

Increase due to purchase of 2 Fans from Princeton Mine, \$330.00; and one new Sturtevant Fan, \$788.72.

9. Pumping:

		Total Gallons Pumped	Gallons per Minute
Year 1946 Year 1945	(Operating Period)	108,148,315	276 363
16ar 1949		190,100,114	202

10. Compressors and Air Pipes:

Decrease due to increased daily production.

11. Back Filling:

There was no back filling in 1946.

12. Underground Superintendence:

Decrease due to increased production.

13. Cave-In:

Increase due to a portion of the fencing of caved area being charged to this account.

14. Compressors and Power Drills:

Increase due to purchase of 4 Pickhamers, \$498.76; compressor parts, \$1,403.57; and 5 RB-12 Jackhamers from Princeton Mine, \$500.00.

b. Detailed Cost Comparison: (Cont.)

(7) Detail of Accounts: (Cont.)

UNDERGROUND COSTS: (CONT.)

15. Scrapers and Mechanical Loaders:

Increase due to purchase of 4 scraper hoists, \$2,850.72.

16. Electric Tram Equipment:

Less repairs to haulage motors and a credit of \$1,151.50 for depreciation on tram cars.

17. Pumping Machinery:

Decrease due to charging off proportion of E. & A. No. CC-141, \$4,569.38 in 1945; also less repairs to pumps.

SURFACE COSTS:

18. Hoisting:

Small decrease due to increased production.

19. Stocking Ore:

Increase due to stocking more ore, requiring more trestle.

21. Dry House:

Decrease due to less coal consumed by heating plant.

22. General Surface Expense:

Increase due to surface improvements, including new road, \$835.79; sidewalks, \$262.86; fencing, \$744.89; and increased labor costs.

23. Hoisting Equipment:

The large decrease was due to the fact that charges to this account in 1945 were abnormally high.

24. Shaft:

Slight decrease in cost per ton due to larger product.

25. Top Tram Equipment:

No extraordinary charges to this account. Decrease in cost per ton due to increased production.

26. Docks, Trestles and Pockets:

Decrease due to no extraordinary charges to this account in 1946, as compared to a new rock trestle in 1945.

27. Mine Buildings:

Increase due to repairing and painting Office and Dry buildings.

b. Detailed Cost Comparison: (Cont.)

(7) Detail of Accounts: (Cont.)

GENERAL MINE EXPENSES:

28. Insurance:

The cost per ton was the same for both years.

29. Mining Engineering:

Slight increase for 1946.

30. Mechanical and Electrical Engineering:

The expense in this account was incurred by men in these two departments who inspected equipment on surface and underground and supervised installations and repairs.

31. Analysis and Grading:

The cost to this account is made up as follows:

	Sampling	Central	Shipping	Trucking	Retro-
	at Mine	Laboratory	Dept. Expense	Samples, Etc.	active
1946	436.94	5647.77	1620.73	512.65	None
1945	444.73	9181.24	1659.22	547.54	6.25
Decrease	7.79	3533.47	38.49	34.89	6.25

32. Personal Injury:

The detail of charges to this account were as follows:

	Compensation	Compensation
	& Doctors	Department
1946	6442.58	465.61
1945	10652.86	382.94
Increase		82.67
Decrease	4210.28	

33. Safety Department:

A slight increase in costs to this account in 1946.

34. Telephones and Safety Devices:

The detail of charges to this account were as follows:

	1946	1945	Increase	Decrease
Lights for Shafts and Levels	1978.86	2997.36		1018.50
Mine Telephones	69.60	58.86	10.74	
Safety Appliances	650.07	945.46		295.39
Fire Equipment	1.68	45.75		44.07
Retroactive Pay		17.17		17.17
Total	2700.21	4064.60		1364.39

35. Local and General Welfare:

The detail of charges to this account were as follows:

	1946	1945	Decrease
General Welfare	1568.62	1877.29	308.67
District Welfare	410.64	422.30	11.66

b. Detailed Cost Comparison: (Cont.)

(7) Detail of Accounts: (Cont.)

GENERAL MINE EXPENSES: (CONT.)

36. Special Expense, Pensions and Allowances:

The detail of cha				
	1946	1945	Increase	Decrease
Pensions	379.20	560.93		181.73
Legal	258.35	233.10	25.25	
Retirement Expense	1879.20	1795.89	83.31	
Examinations	208.59	1136.88		928.29
Weekly Wage Record	175.50	319.55		144.05
Other Expenses	469.82	499.84		30.02
Total	3370.66	4546.19		1175.53

37. Ishpeming Office:

1946	\$ 12,504.21	Cost per	Ton	.042
1945	12,536.64	Cost per		

Vacation Pay:

1946	\$ 17,609.85	Cost	per	Ton	.060
1945	15,255.40				.048

38. Social Security Taxes:

The detailed charges in this account were as follows:

	Unemployment	Old Age	
	Tax	Benefit Tax	
1946	\$ 5,570.22	\$ 4,284.96	
1945	5,603.78	4,310.73	
Decrease	33.56	25.77	

39. Mine Office:

The detail of charges to this account were as follows:

	Supt. & Clerks	Warehouse	Miscellaneous	Total
1946	\$ 12,565.62	\$ 3,188.24	\$ 714.22	\$ 16,468.08
1945	13,657.42	4,016.71	1,416.38	19,090.51
Decrease	1,091.80	828.47	702.16	2,622.43

Supply Inventory Adjustment:

1946	\$ 707.81	Cost per	Ton	.002
1945	310.55	Cost per	Ton	.001

Group Annuity Premiums:

1946	\$ 561.92	Cost per To	on .002
1945	812.84	Cost per To	on .003

It will be noted that the above statement on the cost of operating in 1946 is compiled from the actual operating time, which was approximately 81 months. Therefore, the total amount of money expended in each account for the two years does not produce a ready comparison, as does the cost per ton.

8. COST OF OPERATING: (CONT.)

c. Cost of Idle Period (Strike):

	UNDERGROUND COSTS:	Labor	Supplies	<u>Total</u>
1		770 07	97.70	1.01. 07
	Exploring in Mine	370.83	83.70	454.53
	Stoping	285.40	120.90	406.30
6.	Timbering	1,262.79	200.56	1,463.35
7.	Tramming	828.03	251.14	1,079.17
8.	Ventilation	8.28	254.63	262.91
9.		3,298.94	5,018.13	8,317.07
	Compressors and Air Pipes	382.89		
			1,264.94	1,647.83
12.		4,303.26	7.62	4,310.88
	Maint: Compressors & Power Drills	1.79	.44	2.23
15.	Scrapers & Mechanical Loaders	387.30	294.19	681.49
16.	Electric Tram Equipment	529.08	457.54	986.62
17.	Pumping Machinery	383.94	113.77	497.71
		Charles and the State of the St		
	Total Underground Costs	12,042.53	8,067.56	20,110.09
	SURFACE COSTS:			
18.	Hoisting	2,057.76	982.06	3,039.82
	Stocking Ore	35.44	142.46	177.90
	Dry House	1,075.57	1,015.36	2,090.93
	General Surface Expense	3,040.76	195.06	3,235.82
	Maint: Hoisting Equipment	155.00	1,060.05	1,215.05
24.	Shaft	21.41	100.11	121.52
25.	Top Tram Equipment	57.49	86.81	144.30
27.	Mine Buildings	116.54	75.54	192.08
	Total Surface Costs			
	Total Surface Costs	6,559.97	3,657.45	10,217.42
	GENERAL MINE EXPENSES:			
	Group Annuity Premiums		225.30	225.30
28.	Insurance		821.27	821.27
29.	Mining Engineering	1,211.23	255.90	1,467.13
	Mechanical & Electrical Engineering	306.40	287.00	593.40
31.		875.28	178.04	1,053.32
	Personal Injury	129.00		
			605.97	734.97
	Safety Department	292.00	46.00	338.00
	Telephones and Safety Devices	35.96	674.46	710.42
35.	Local and General Welfare	262.00	343.00	605.00
36.	Special Expense, Pensions & Allowance	es 302.67	891.88	1,194.55
37.	Ishpeming Office	1,947.00	1,656.00	3,603.00
	Social Security Taxes		1,234.69	1,234.69
	Employees Vacation Pay	4,445.00		4.445.00
30	Mine Office	4,662.25	807.79	5,470.04
),.	WILL ALL TOO		_30[.19	
	Total General Mine Expenses	14,468.79	8,027.30	22,496.09
	TOTAL	33,071.29	19,752.31	52,823.60

The above statement is a compilation of the cost of keeping the mine open and ready for operation during the idle period of 88 operating days, or approximately 32 months, when the employees were out on strike.

9. EXPLORATIONS AND FUTURE EXPLORATIONS:

One diamond drill unit using bortz bits was in constant operation until September 1st, during which period five holes were drilled, two on the 5th Level, one on the 90' Sub, one on the Seventh Level and the continuation of one on the Sixth Level.

Holes No. 172 and No. 173, drilled from the 5th Level in the Cambria Lease, were put in to secure more information on the downward extension of ore disclosed in last year's drilling. Neither of these holes encountered any ore, but there is a possibility that the holes were drilled on too steep an incline and that the ore in its downward extension lies above them.

Hole No. 174 was drilled due South from the breast of the drift South of No. 747 Raise on the 90' Sub. This hole was drilled to explore the territory South of the West Deposit and was fruitful in that it disclosed a seam of high class ore, 25 ft.in width, approximately 100 feet Southerly from the West Deposit. In all probability, this ore extends at least 125 feet Easterly to ore shown in underground hole No. 116 drilled vertically from the floor of the Sixth Level, and approximately 180 feet Westerly to the North-South fault line.

Hole No. 175 was drilled Northerly from a point near the end of the then South main haulage drift on the Seventh Level. It was drilled to locate a probable Eastward extension of ore shown in underground hole No. 163, located about 250 feet West of this point, and if the ore did not extend that far East, to locate foot corresponding to that shown in hole No. 163. No ore was encountered in this hole, but after extending the haulage drift West to ore in hole No. 163, it was found that the hole missed the end of the ore by only 25 feet. On the assumption that this is the same seam of ore located by Hole No. 174, it is being developed for sub-level stoping.

Hole No. 169 was started November 17, 1945 from the West end of the 6th Level drift on a course of South 25° West in anticipation of intersecting the upward trend of the ore being mined at the Mather Mine near the West boundary of the Jackson Strip. After drilling 86 feet, the hole was discontinued temporarily to drill a more urgent one on the Fifth Level. Continuation of this hole was started in July of this year and finished on August 30th, which completed drilling operations for the year. No ore was encountered in this hole. The hole was stopped because of the fact that the Seventh Level drift had entered the ore, and it was deemed more economical and satisfactory to explore by developing the ore.

A record of the cost of drilling is given in the following tables, also the log of each hole:

Drilling Cost:	Labor Supplies & Mis Bortz Total	\$ 4,569.69 sc. 444.51 638.14 \$ 4,376.06
Overhead Expense:	Analysis Geological Der Total	\$ 85.17 pt. 381.13 \$ 466.30
Grand Total Feet Dril 1,187	Cost per Foo	\$ 4,842.36 <u>Total Cost</u> \$ 4,842.36

The above is not a true statement as to the cost per foot as the salvage value of a great number of the bortz bits used last year is credited to drilling for 1946. There is still some credit due on bits used this year.

9. EXPLORATIONS AND FUTURE EXPLORATIONS: (CONT.)

Logs of Holes Drilled:

		HOES OF IN	ores priire		
D. D. Hole No.	Location	Dip	Course	Date Started	Date Stopped
172	5th Level	-610	\$54°30'E	1-10-46	1-25-46
		Ma	terial		
			to 80' - to 91' -	Soft Ore Jasper	
				Transition Jasper and	Slate
173	5th Level	-400	\$8046 W	1-28-46	6-20-46
		Ma	terial	Iron Phos. Sul.	
174	90' Sub-Le	30' 35' 45' 51' 54' 115' 120' 215' 224' 227' 254'	to 35' - to 45' - to 51' - to 115' - to 120' - to 215' - to 224' - to 227' - to 254' - to 256' -	Soft Ore Jasper 46.60 .050 Soft Ore Jasper 45.01 .065 Soft Ore Jasper 47.70 .121 Diabase Dike Soft Ore Jasper	7-5-46
				Iron Phos. Sul.	
		551	to 80' -	Soft Ore Jasper 60.64 .112 .009 Soft Ore Jasper	
175	7th Level	/10	N34058.A	7-9-46	7-12-46
		<u>Ma</u>	terial		
			to 13' - to 80' -	Soft Ore Jasper Slate	
169	6th Level	/ 0°35'	s34°16'W	7-13-46	8-30-46
		<u>Ma</u>	terial		
		194' 282' 401'	to 401' -	Transition Slate and Soft Ore Jasper	Jasper

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10. TAXES:

	1946		1	1945	
	Valuation	Taxes	Valuation	Taxes	
Cambria Realty: Store SEt of Sec. 35, 48-27) Lots 7 & 8 of Sec. 35, 48-27)					
Lots 5, 6 & 7 of Sec. 36, 48-27) - 222.09 Acres)	125,000	5,517.91	125,000	5,273.49	
Jackson Strip: N 660' of N ¹ / ₂ of NW ¹ / ₄ of Sec. 1,) 47-27 - 40 Acres)	805,000	35,535.36	775,000	32,695.62	
Personal Property: Stockpile, Supplies & Equipment	240,000	10,594.39	280,000	11,812.61	
Total by Mich. State Tax Com.	1,170,000	51,647.66	1,180,000	49,781.72	
Lillie Mine Location, 1 House - Lot 5	100	4.41	100	4.22	
Total Collection Fees	1,170,100	51,652.07	1,180,100	49,785.94	
Total Taxes, Negaunee		516.52 52,168.59		497.86	
Division of Payments:					
Cambria-Jackson Taxes, Ishpeming* Cambria-Jackson Taxes, Negaunee	30,000	1,077.39 52,168.59	20,000	718.74 50,283.80	
TOTAL	1,200,100	53,245.98	1,200,100	51,002.54	
*Cambria-Jackson Mine - Ishpeming: N 660' of NE4 of NE4 of Sec. 2,) 47-27 - 20 Acres)					
Tax Rate per \$100 of Valuation:		1946	194		
City of Negaunee		4.41433	4.260	98	
City of Ishpeming		3.59130	3.593	70	
Total Taxes, City of Negaunee:		523,650.90		542,465.77	
Cambria-Jackson Percent of Taxes: City of Negaunee		9.96		9.27	

11. ACCIDENTS AND PERSONAL INJURY:

Following is a list of the number of accidents classified as to time lost:

	1946	1945
Fatal	0	0
Time Lost - Over Four Months	0	1
Time Lost - One to Four Months	5	3
Time Lost - Less than One Month	<u>¥</u>	5
Total Compensable Accidents	9	9

On December 31, 1946 payments were being made on four accidents which occurred prior to January 1st, 1946, one of which is for partial disability.

11. ACCIDENTS AND

PERSONAL INJURY: (CONT.)

	Date of Accident	Nature of Injury	Days Lost
34	1-29-46	Fracture 11th rib, left side	30
35	1-4-46	Nerve injury, left side of head	75
36	6-20-46	Fracture, left little finger	32
37	7-4-46	Contusion, right foot	15
38	8-28-46	Fracture, small bone in right ankle	27
39 40	9-17-46	Fracture, right thumb	11
	9-19-46	Amputation, 3rd&4th fingers, left hand	90
41	9-23-46	Lacerated left hand	17
42	10-3-46	Fracture, right scapula	_77
	Total Days Lost		374

12. NEW CONSTRUCTION AND PROPOSED NEW CONSTRUCTION:

a. Engine House:

E. & A. No. CC-152, which was authorized in August, 1945 for the erection of a 24-foot extension to the engine house, the purchase of a 2300 cubic-foot compressor from the Oliver Iron Mining Company and its installation, was completed during the forepart of the year. This E. & A. was overexpended by \$2,177.18, due to the fact that the foundations were carried down to the rock ledge which was a little lower than the foundation specifications called for, and to the trouble encountered in reconditioning and erecting the compressor. The installation of this equipment has greatly increased the drilling capacity and other operations using compressed air.

b. Shop Building:

In October, E. & A. No. CC-174 was authorized for the expenditure of \$38,740 for the erection of a new shop building to replace the old shops, which are in very bad condition. The expenditure calls for the erection of a concrete block building with concrete floors throughout and a pitched 2-inch per foot concrete roof covered with insulation and a built-up roofing, installation of sewers, heating and electrical controls, lighting, electric power circuits, revamping present machines and electrical equipment, and the purchase and installation of a new bolt-threading machine and a new drill sharpener and dies. Erection of the building was started on October 24th, and at the end of the year the footings and foundations had been completed and about a third of the concrete blocks erected. The building is being built just South and West of the office building.

13. EQUIPMENT AND PROPOSED EQUIPMENT:

a. Pumps:

E. & A. No. CC-137, authorizing the expenditure of \$12,100 for enlarging the Seventh Level pumproom and the purchase and installation of a vertical triplex pump with motor and starting equipment, was completed the early part of the year with an unexpended balance of \$90.54.

13. EQUIPMENT AND PROPOSED EQUIPMENT: (CONT.)

a. Pumps: (Cont.)

In October, E. & A. No. CC-161 was authorized for the expenditure of \$11,550 for the purchase and installation of a 5" x 8" used Prescott pump complete with motor and control, preparing shaft for installation of a new discharge line from the 7th to the 4th Level and installing the line. To date, with an expenditure of \$7,698.68, the shaft has been put in condition, the discharge line installed, pump purchased, foundations built and the pump put in place and partially lined. The only work remaining to be done on this project is the final aligning of the pump, making connections to the electrical controls and discharge lines and the laying of a concrete floor in the entire pumproom. This expenditure should come well within the unexpended balance.

b. Shaft Hoist:

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E. & A. No. CC-149, which was authorized in April of last year for the expenditure of \$4,290 for the purchase and installation of an Auxiliary Brake for the shaft hoist, has been completed with an unexpended balance of \$1,219.99.

c. Steam Shovel:

No. 59 Shovel, which is the one that was at the mine when the property was taken over, was brought out to the mine from the General Shops at Ishpeming and used all during the shipping season. The shovel is now stored on the loading track.

d. Scraper Hoists:

Following is a list of scraper hoists at the mine and costs of repairs:

		194	6	1945	
		Total	Avg. Cost	Total	Avg. Cost
	Total	Machines	of Ea. Mach.	Machines	of Ea.Mach.
Company	Machines	Repaired	Repaired	Repaired	Repaired
IngRand 15 H.P.Ele	ec. 15	2	190.17	3	180.75
Ing Rand 20 H.P.Ele	ec. 2			1	34.50
Ing Rand Air Hoists	2				
Sullivan 15 H.P. Elec	. 6	2	305.62	5	231.04
Sullivan 25 H.P.Elec	. <u>6</u>	<u>-</u>		_2	27.42
Total	31	4	991.57	11	1,786.76

The above statement shows an increase of three Ingersoll-Rand 15 H.P. Electrics and two air hoists. The three 15 H.P. machines were transferred from the Princeton Mine and the two small double-drum air hoists were purchased new for use with small scrapers in dog-drifting. Not included in this statement are two Ingersoll-Rand 15 H.P. Hoists which were transferred from the Lloyd Mine, but are not as yet billed to the Cambria-Jackson.

Two 25 H.P. Ingersoll-Rand Hoists are on order and should be delivered about April 1st.

13. EQUIPMENT AND

PROPOSED EQUIPMENT: (CONT.)

e. Underground Tram Cars:

In May 1945, E. & A. No. CC-151 was authorized for the expenditure of \$11,670 for the purchase and installation of 16 - 65 cubic-foot rocker dump cars to replace the 23 - 40 cubic-foot cars which were worn beyond repair. The cars were received in February, just before the strike, and were taken underground during the strike period so that they were in readiness for operation when the mine resumed work. Completion of this E. & A. showed an unexpended balance of \$33.41.

Arrangements have been made for the transfer of seven 65 cubic-foot rocker dump cars immediately after the first of the year. These cars, being built for a 30"-gauge track, will have to be rebuilt to fit the 24"-gauge track in use at the Cambria-Jackson. It is estimated that this work will be completed and the cars put into operation some time in January.

f. Timber Hoists:

During 1946, five H. U. Utility Hoists were transferred from the Princeton Mine to the Cambria-Jackson. This increases to 26 the number of these air hoists in use at the present time.

g. Haulage Tracks:

The following is a comparison of costs of materials for haulage tracks for 1946 and 1945:

	1946	1945
40-Lb. Rail	570.53	1945 774.58
Ties and Tie Plates	339.69	51.02
Total	910.22	51.02 825.60

Included in above figures are items of 502.66 for rail and 34.03 for ties, etc., which were charged to advancing the 7th Level footwall drift. This charge was made to drifting on the assumption that an E. & A. would be authorized for drifting, but which never materialized.

h. Mine Trucks:

The Cambria-Jackson Mine continues to operate two trucks, one a two-ton 1940 Dodge and the other a one-and-one-half ton 1937 Chevrolet. The mine is still waiting for the delivery of a 12-ton truck, which was ordered on authorization E. & A. No. CC-162, issued in November 1945. It is hoped that this truck will be delivered soon as there is an urgent need for it.

When the new truck is delivered it is proposed to make a jammer, or hoist, out of the old truck to be used for loading timber and any other heavy materials.

i. Skips and Cages:

In September, a double-deck cage was put in operation in the West shaft compartment to speed up the hoisting of men. This change has saved from 15 to 20 minutes in hoisting time at each change of shifts.

To increase production at the Cambria-Jackson, it has been proposed to increase the size of the hoist motor and to secure new skips and cages, increasing the skip capacity from the present 5 tons to 6 tons. The mechanical department is now designing the new units, which will be of aluminum alloy construction.

14. MAINTENANCE AND REPAIRS:

The Maintenance and Repair Costs listed under "Underground Costs" were as follows:

	THE R. P. LEWIS CO., LANSING MICHIGAN P. LANSING.	946 Cost per	Ton Amount	1945 t Cost per Ton
Compressors & Power Drills				
Scraper Equipment	16,304.57	.055	6,861.6	
Electric Tram Equipment	12,806.45			
Pumping Machinery	1,531.45			16 .024
Total	33,931.80		42,187.0	
The following is a li compared with 1945:	st of purc	hases and	repair cost:	
Worthington Compressor Par	ts		1,403.57	1945
Track Group for Tractor			565.40	
Paving new Road by City of	Negaunee		835.79	
1 - 25-H.P. Fan			788.58	
2 Double-Drum Air Hoists			1,350.72	
4 Pickhamers 1 - 3-Ton Chain Hoist			500.65 154.80	
1 Electric Drill			85.00	
1 Portable Grinder			117.60	
8,500 feet Wire Fencing			819.66	
963 Fence Posts			493.33	
1 Mine Telephone			56.54	
41,712 feet Wire Rope for	Scrapers		4,196.80	
1 - 25-H.P. D.C. Motor(Used		nceton Min		
5 Utility Hoists ("	, 11	11 11)1,000.00	
2 - 5-H.P. Fans ("	, "	11 11) 330.00	
3 - 15-H. P. Elec. Hoists("	, "	" ")2,025.00	
5 RB-12 Jackhamers ("	, "	" ") 500.00	
l Electric Arc Welder ("	, "	" ") 75.00	
Total Purchases			15,398.44	7,723.09
Repairs to Compressors & P	ower Drill	8	2,288.68	
Repairs to Scraper Hoists			8,732.05	
Repairs to Locomotives			4,638.44	
Repairs to Trolley Wire			678.25	
Repairs to Tracks			3,397.89	
Repairs to Cars			2,616.22	
Repairs to Pumping Machine:	ry		1,531.45	7)
Total Repairs			21,594.30	34,811.50
Two new Hoisting Ropes			2,858.64	
Repairs to Electric Hoists			836.66	
Repairs to Skips, Cages, E			6,678.36	
Repairs to Sheaves & Pulle;	y Stands		64.38	
Repairs to Shaft	noles		1,197.21	
Repairs to Larry Cars & Tractile Trolley Line	acks		2,249.50 666.83	
Repairs to Permanent Trest.	les		159.07	
Repairs to Pockets, Chutes	, Etc.		283.89	
Repairs to Mine Buildings			2,220.14	
Total			17,214.68	26,784.38
MBRIA-JACKSON MINE				
IR 1946				The street of

15. POWER:

Following is a detail of electric current purchased in 1946 and 1945, distribution of charges to various accounts, and other data:

	19	+6	1945		
	Cost	Per Ton	Cost	Per Ton	
Stoping	1,036.04	.004	1,418.36	.005	
Tramming	142.81	.001	176.30	.001	
Ventilation	2,093.29	.007	1,140.22	.004	
Pumping	12,367.24	.042	14,720.59	.047	
Compressors	12,082.01	.041	13,701.06	.043	
Hoisting	11,347.05	.038	10,965.76	.035	
Stocking Ore	662.93	.002	772.63	.002	
Dry House	253.67	.001	265.61	.001	
General Surface	421.54	.001	420.45	.001	
Telephones & Safety Devices	1,492.50	.005	1,867.06	.006	
Mine Office	61.66	.000	77.16	.000	
Electric Haulage	6,580.94	.022	5,761.99	.018	
Shops	164.21	.001	461.12	.001	
Heating	82.44	.000	152.23	.001	
Tractor & Truck	24.05	.000	15.94	.000	
Total	48,812.48	.165	51,916.48	.165	

Power charged to Idle Exp. * 7,787.52

*Included above.

Main Line Meter - K. W. Separate Meter Readings	3,393,600 3,388,484	3,553,600 3,540,030
Line Loss - K. W.	5,116	13,570
Product - Tons K.W. per Ton (Inc.Line Loss) Cost per K. W. (Average) 15 Min.Demand-K.W.(Average) Average Load Factor	296,660 11.44 .0144 811 46 %	315,514 11.26 .0146 913 44%

17. CONDITION OF GROUNDS:

Comment has been made elsewhere of the many improvements made on surface. There has been a great improvement in the general appearance of the surface plant, but there is still much work to be done. Work contemplated during 1947 includes painting the engine house and shaft-house, increasing the capacity of the Southeast stocking grounds, removing two unsightly buildings now used for storage, and the planting of lawns and shrubbery.

18. NATIONALITY OF EMPLOYEES:

The nationality record of employees is submitted in two forms, one as to parentage, the other as to country of birth:

As to Parentage	1946	Percent	1945	Percent
Finnish	80	36.4	68	36.8
English	37	16.8	28	15.1
Italian	33	15.0	34	18.4
Swedish	28	12.7	24	13.0
French (France)	11	5.0	6	3.2
French (Canadian)	9	4.1	5	2.7
Danish	9	2.7	5	3.2
German	4	1.8	4	2.2
Irish	4	1.8		1.6
Norwegian	4	1.8	3 4	2.2
Austrian	3	1.4	3	1.6
Lithuanian	ĺ	.5	3 0	0.0
Total	220	100.0	185	100.0

	Americ	an Born	Foreign Born		
As to Birth	1946	1945	1946	1945	
Finnish English Swedish Italian French (France) French (Canadian) Danish German Irish Norwegian Austrian Lithuanian	51 29 25 12 11 96 4 4 2	39 19 21 14 6 5 6 4 3 2	29 8 3 21 0 0 0 0 0 2 2	2993200000220	
			_	_	
Total	155	120	65	65	
Percent	70.5%	64.9%	29.5%	35.1%	

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1. GENERAL:

There we're no changes at this idle property during 1946.

6. SURFACE:

The fences around the open pits a nd old abandoned shafts were inspected early in the summer and repairs made where necessary.

10. TAXES:

	1	.946	1	945
	Valuation	Taxes	Valuation	Taxes
Various Parcels Collection Fees	28,120.00	1,241.30	28,120.00	1,186.33
Total	28,120.00	1,253.72	28,120,00	

Taxes increased due to the higher tax rate in the City of Negaunee.

1. GENERAL

The Maas Mine operated on two 8-hour shifts, six days per week from January 1st to December 31st, except during the period of the strike, which lasted from February 8th to May 21st. On July 15th a small tramming and hoisting crew were placed on the midnight shift and this continued for the balance of the year. After the first of July there was a full crew available as, although a number of men did not return after the strike, there were sufficient returned veterans besides the addition of 20 miners transferred from the Princeton Mine.

During the early days of the strike it was possible to obtain some maintenance men, provided they belonged to the union, to do the necessary repairing in the mine, but after considerable disagreement with the union, these men were called off and only foremen, hoisting engineers, and pumpmen allowed to work. The Company then obtained an injunction prohibiting the picketing and stopping of necessary men and at this time, which was the latter part of March, a considerable number of the other men started to come back to work. These were composed of both union and mon-union men who felt that they should have the right to work. Approximately 75 men, or one-fifth of the total employment, worked for three days, during which there were two mass demonstrations, one on a Saturday morning when the men came to work and the other, much larger, on Monday afternoon when the men came off shift. Although there was no violence, due no doubt to the presence of the State Police, this discouraged the men, and further threats of intimidation by outside "goons" decided them to abandon the attempt, and from then on until the end of the strike all the maintenance work in connection with the repairing of timber in drifts was accomplished by the underground foremen and bosses, who were very loyal and worked hard to keep the mine in good shape. In fact, there was only one working place lost, and a full crew were able to start as soon as negotiations permitted. An increase of $18\frac{1}{2}$ cents per hour was granted, and the mine resumed operations on May 22nd.

The total production for the year showed a decrease of approximately 100,000 tons, as compared with 1945, but this was entirely due to being idle during the strike, as the average monthly product was increased by 8,507 tons. The ratio of standard ore to high sulphur ore remained practically the same, with 62.6% of standard grade.

The shipments from the mine were also naturally less in 1946 due to the strike at the mines, and also there were two cancellations of high sulphur tonnage due to strikes elsewhere. Approximately 25% of the ore was too wet to ship directly from the pocket and had to be placed on stockpile to drain.

Mining conditions on the whole were very favorable for good production during 1946, and with the addition of more miners, the production was increased approximately 400 tons per day, which helped materially to decrease the total cost per ton. The pumping remained about the same, and the water continued to be more a source of delay in scraping and hoisting the wet ore, rather than a discomfort to the men, as it consisted for the most part of bottom water. There were a large number of company account men employed on timbering, even though it was possible to abandon the 3rd Level when mining was completed at that elevation. These men were necessary on account of the extensive footage of timbered drifts and cross-cuts on the 4th, 5th and 6th Levels that have to be maintained, besides the repairs to sub levels and raises.

1. GENERAL (Cont.)

The sub level caving system of mining was started in the Maas Mine soon after the strike ended and this, together with the sub level stopes has not only increased the tons-per-man but also decreased the timber cost. 90% of the drilling was accomplished with wet machines, using hollow steel and jackbits, and the long holes, 20 to 30', required to break the ore in the stopes and sub caves, were drilled with sectional steel rods threaded for couplers and jackbits. The proportion of special or high sulphur ore was 37.4%, and this should remain practically the same, as the two new 6th Level stopes producing special grade should offset the moving of other contracts from high sulphur to standard areas.

The small amount of development during 1946 consisted of a small footage in the 6700 Cross-Cut on 6th Level and a few raises on 4th Level. It is expected that more work will be necessary next year to open up from the level below two areas that are so close to the present level that it is uneconomical to keep the drifts open for tramming. The ventilation of the 6th Level is not as good as is desired, and a very extensive rock program will have to be started early in 1947 to connect this level with the 14th Level Negaunee Mine.

There were no changes of note on surface, both surface well pumps were in operation the entire year, and there were also no major delays outside of the strike.

It is a pleasure to be able to report that the Maas Mine completed this year without a single fatal accident and only five that caused a loss in time of over one month.

2. PRODUCTION, SHIPMENTS & INVENTORIES

a. Production by Grades

		1946	1945
Maas		236,004	265,217
Maas	Special	109,431	131,282
Race	Course	62,301	74,073
Race	Course Special	68,612	88,061
	Total	476,348	558,633
Rock		11,175	17,545
	Total Hoist	487,523	576,178

b. Shipments

0-1-0-0-	Pocket	Stockpile	Total	Total
Grade of Ore	Tons	Tons	Tons	Last Year
Maas	125,702	93,161	218,863	224,610
Maas Special	24,440	66,990	91,430	137,040
Race Course	34,292	23,490	57,782	65,779
Race Course Special	21,552	51,442	72,994	94,915
Total	205,986	235,083	441,069	522,344
Total Last Year	267,643	254,701	522,344	
Decrease	61,657	19,618	81,275	

2. PRODUCTION, SHIPMENTS & INVENTORIES (Cont.)

c. Stockpile Inventories

Grade of Ore	12-31-46	12-31-45
Maas	78,629	61,488
Maas Special	41,890	23,889
Race Course	21,677	17,158
Race Course Special	12,202	16,584
Total	154,398	119,119

d. Division of Product by Levels

	1946	%	1945	%
Third Level	6,210	1.3	63,153	11.3
Fourth Level	105,831	22.2	96,209	17.2
Fifth Level	342,937	72.0	389,751	69.8
Sixth Level	21,370	4.5	9,520	1.7
Total	476,348	100.0	558,633	100.0

Ore mined on 3rd and 4th Levels was all standard grade. Ore mined on 5th Level was 46% standard grade. Ore mined on 6th Level was 95% special grade.

e. Production by Months

Month	Maas	Maas Spcl.	Race Course	R. C. Spel.	Total	Rock
January	23,968	14,360	7,029	4.739	50.096	1,060
February	5,776	2,673	1,205	1.485	11.139	295
March	925	512	225	17	1.679	15
April					0	
May	5,483	2,464	1,977	1,433	11,357	280
June	25,221	9,516	6,091	9,241	50,069	1,930
July	27,103	12,651	8,481	7,969	56,204	1,945
August	27,267	15,461	9,222	7,597	59,547	2.025
September	27,937	13,732	7,765	10,387	59,821	830
October	33,908	16,859	7,509	10,198	68,474	1,180
November	26,942	12,768	6,783	9,327	55,820	440
December	33,115	6,794	7,696	4,537	52,142	1,175
Total	237,645	107,790	63,983	66,930	476,348	11,175
Transferred						
To & From	1,641	1,641	1,682	1,682		
Gr. Total	236,004	109,431	62,301	68,612	476,348	
			CONTROL OF THE PROPERTY OF THE PARTY OF THE			

The product was distributed by leases as follows:

	1946	1945
George Maas Lease	331,746	375,824
Catholic Cemetery Lease	4,731	5,094
Adams Strip or N 1/6 of Rt. of Way		2
C.C.I. Co. or N 1/3 of Rt. of Way	737	480
Race Course Lease	130,913	164,461
Baldwin Kiln Road Lease	8,221	17,427
Total	476.348	563,288

2. PRODUCTION, SHIPMENTS & INVENTORIES (Cont.)

r. Cre Statement		Race	Maas	R. C.		Total
	Maas	Course	Spel.	Spcl.	Total	Last Year
On Hand 1-1-46	61,488	17,158	23,889	16,584	119,119	78,175
Product for Year	237,645	63,983	107,790	66,930	476,348	555,107
Transfers	1,641	1,682	1,641	1,682		
Overruns						8,181
Total	297,492	79,459	133,320	85,196	595,467	641,463
Shipments	218,863	57,782	91,430	72,994	441,069	522,344
Balance on Hand	78,629	21,677	41,890	12,202	154,398	119,119

g. Schedule of Operations

1946

January 1st to February 8th, 2 8-hour shifts, six days per week. February 8th to May 21st mine idle on account of strike. May 21st to December 31st, 2 8-hour shifts six days per week. A small tramming and hoisting shift was put on the third shift July 15th and continued to December 31st.

1945

2 8-hour shifts, 5 days per week from January 1st to January 27th, 6 days per week from January 27th to December 31st, except the afternoon shift on Saturdays was not necessarily a complete mining shift, being used partly for repairing and cleaning up. One shift only was operated from August 12th to August 25th to afford the men one week's vacation.

1944

3 8-hour shifts, 5 days per week and one 8-hour shift on Saturday from January 1st to July 1st, 2 8-hour shifts, 5 days per week from July 1st to December 31st, with only repair work on Saturday and Sunday.

h. Delays

There were no major delays during 1946, and the minor delays were made up on overtime hoisting or on the third shift.

3. ANALYS IS

a. Average Mine Analysis on Output

	1946			1945					
	Iron	Phos.	Sil.	Sul.	Iron	Phos.	Sil.	Sul.	
Maas	59.18	.110	9.22	.038	59.95	.109	8.30	.040	
Maas Special	59.80	.101	8.19	.225	60.37	.100	6.98	.196	
Race Course	59.46	.112	8.82	.040	60.26	.105	7.78	.042	
Race Course Special	59.75	.109	7.90	.235	60.54	.102	7.10	.200	

3. ANALYS IS

b. Average Mine Analysis on Ore Shipped

Grade	Iron	Phos.	Sil.	Mang.	Alum.	Lime	Mag.	Sul.	Loss	Moist.
Maas & R.C. Non-Bess.	59.25	.112	9.32	.21	2.83	.51	.23	.040	1.75	12.50
Maas & R.C. Special	59.75	.099	8.16	.21	2.85	.71	.16	.222	2.00	13.25

d. Average Analysis of Ore in Stock - December 31, 1946

Average Natural Analysis

Grade	Tons	Iron	Phos.	Sil.	Mang.	Alum.	Lime	Mag.	Sul.	Loss	Moist
Maas	78,629	51.93	.097	8.21	.18	2.49	.45	.20	.042	1.55	12.27
Maas Special	41,890	52.00	.087	6.81	.18	2.48	.62	.14	.202	1.74	13.04
Race Course	21,677	52.15	.099	7.21	.20	2.38	.50	.20	.057	1.45	12.74
Race Course Spcl.	12,202	51.44	.092	7.13	.21	2.45	.41	.23	.228	1.73	13.36

4. ESTIMATE OF ORE RESERVES

a. Developed Ore

Assumption:

12 Cu. Ft. equals one ton. 10% deduction for rock. 10% deduction for loss in mining.

Standard			B. K. Road	
	Race Course		City of Neg.	Total
Location	Lease	Maas Lease	Lease	Tons
Above 3rd Level		11,075	460	11,535
3rd to 4th Levels	116,166	1,495,692	4,464	1,616,322
4th to 5th Levels	123,100	382,998		506,098
Gross Total 11-30-46	239,266	1,889,765	4,924	2,133,955
Less Dec. 1946 Product	7,696	33,115		40,811
Gross Total 12-31-46	231,570	1,856,650	4,924	2,093,144
Less 10% for Mining & Rock	23,927	188,977	492	213,396
Net Total Standard Grade	207,643	1,667,673	4,432	1,879,748
Special				
4th to 5th Levels	406,854	774,160	30,300	1,211,314
5th to 6th Levels	876,765	2,055,921		2,932,686
Below 6th Level	18,542	1,028,750		1,047,292
Gross Total 11-30-46	1,302,161	3,858,831	30,300	5,191,292
Less Dec. 1946 Product	4,537	6,794		11,331
Gross Total 12-31-46	1,297,624	3,852,037	30,300	5,179,961
Less 10% for Mining & Rock	130,216	385,883	3,030	519,129
Net Total Special Grade	1,167,408	3,466,154	27,270	4,660,832
Total All Grades	1,375,051	5,133,827	31,702	6,540,580

In the Maas Area leased to Negaunee Mine, including N 1/3 and N 1/6 of right-of-way, there were 524,546 tons as of December 31, 1946, of which 53,100 tons were of special grade.

4. ESTIMATE OF ORE RESERVES

a. Developed Ore (Cont.)

There was a total increase of 478,000 tons in the developed ore reserves after the production for 1946 had been deducted. The distribution of this increase is shown below.

	Maas	Race Course	Total	
Standard Grade	68,000 Tons	32,000 Tons	36,000 Tons	
Special Grade	480,000 Tons	34,000 Tons	514,000 Tons	
Total	412,000 Tons	66,000 Tons	478,000 Tons	

The decrease of 68,000 tons in the standard grade Maas Lease was occasioned by the flattening of the North footwall between 3rd and 4th Levels. This caused a reduction of approximately 100,000 tons, which was offset by some small increases elsewhere and also by recovering some standard ore from the special grade areas. The increase of 32,000 tons in the standard grade Race Course Lease was due almost entirely to being able to grade out a considerable tonnage of low sulphur ore from places estimated to run high in sulphur. The increase in the special grade on the Race Course Lease was due to the steepening of the North footwall above the 5th Level.

The large increase in the Maas Special grade was accounted for by development done during 1946 just above the 6th Level. This proved that the ore outline was considerably further to the West than had been anticipated. This made a decided increase in the 6th Level area, thus increasing the volume both above and below the level.

c. Estimated Natural Reserve Analysis

Grade Maas & Race Course	Iron	Phos.	Sil.	Mang.	Alum.	Lime	Mag.	Sul.	Loss	Moist
Non-Bessemer Maas & Race Course	52.50	.104	7.70	.19	2.20	•57	.22	.025	1.70	12.00
Special	53.00	.090	6.80	.18	2.00	.52	.16	.180	1.40	12.50

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d. Estimated Production January 1st, 1947 to January 1st, 1948

Grade	12 Shifts Per Week
Maas & Race Course Standard	442,500
Maas & Race Course Special	320,000
Plus 4% Overrun on Ore Stocked	10,000
Total	772,500
10021	112,000

Grade Maas & Race Course	Iron	Phos.	Sil.	Mang.	Alum.	Lime	Mag.	Sul.	Loss	Moist.	Nat'l
Non-Bessemer Maas & Race Course	59.50	.115	8.80	.22	2.50	.65	.25	.025	1.90	12.50	52.50
Special	60.00	.100	7.80	.22	2.28	.60	.18	.200	1.60	13.00	53.00

5. LABOR & WAGES

a. Comments

Following fifty years of comparative quiet on the Marquette Range in the labor situation, a general strike of all the iron ore miners in the Lake Superior Region was called on February 8th by the United Steelworkers of America, with which branch of the C.I.O. the miners are affiliated. This strike lasted until May 21st, when the miners went back to work at an increase of 185 cents per hour. There were three days in March when approximately 75, or one-fifth of the men decided to return to work, but after two demonstrations at the mine by a very large number of pickets and several personal incidents of intimidation led by outside "goons", these men decided to stay home and avoid trouble. There were only 12 men who did not return after the strike, and to offset this, 20 men were transferred from the Princeton Mine, which had to be closed on account of the strike. With the addition of these and the returning of some 40 veterans, the necessary quota was filled by July, and there were very few changes after that date. There was considerable ill feeling between those who had attempted to work and the more radical of the others, and this was reflected in several incidents of minor damage to personal property for the first few weeks after the strike was settled, but on the whole the men soon adjusted their grievances and in most cases have worked as efficiently as before. The following table shows the comparison in labor turnover for the last three years.

	1946	1945	1944
Died	0	3	0
Fatal Accident	0	1	0
Retired on Account of Age or			
Total Disability	7	9	3
Unable to Work at Mine on Account			
of Ill Health	5	2	10
Transferred to other			
C.C.I.Co. Properties	4	2	17
Left for Armed Services of U.S.	0	0	37
Quit for Other Occupations	26	18	69
Discharges & Lay-Offs	1	0	3
Total Loss	43	35	139
Hired or Transferred to Maas	75	16	20
Net Loss		19	119
Net Gain	32		
Experienced Miners Included in Total Loss	13	7	57

Of the total of 135 men who left the Maas Mine for the armed services during the war, 57 men, or 41.5% had resumed work at the Company's properties, five were killed in action, and 12 were still in service. The remaining 67 who had been discharged were either idle, obtaining further education, or working at other occupations.

The average age of the employees in 1946 was 42 as compared with 43 in 1945, due to the large number of younger men who had returned. There were 30 men 60 years of age or over, 14 who had served the company for at least 40 years and 76 for 25 to 40 years.

Due to the loss of product during the strike, it was decided that the men would receive their vacation pay but would continue at work. However, a few asked for time off to visit relatives or work on farms, and approximately one-fourth of the men took one week during deer season. Beneral absenteeism amounted to 5.1% exclusive of men home on account of sickness and injury.

³¹¹ men, or 77%, received pay for 96 hours.

⁶⁸ men, or 17%, received pay for 48 hours.

²² men, or 6%, were ineligible, having worked less than one year.

5. LABOR & WAGES

a. Comments (Cont.)

Proportion of surface to underground men:

<u>1946</u> <u>1945</u>		1944	1943	1942	
1 - 5.1	1 - 4.5	1 - 5.1	1 - 5.1	1 - 5.7	

b. Comparative Statement of Wages & Product

	1946	1945	Increase	Decrease
Product	476,348	558,633		82,285
Number of Shifts & Hours	218	301		83
1 8-hour	3	12		9
2 8-hour	215	289		74
AVERAGE NO. MEN WORKING				
Surface	53	67		14
Underground	244	285		41
Total	297	352		55
AVERAGE WAGES PER DAY				
Surface	9.56	7.65	1.91	
Underground	10.40	8.76	1.64	
Total	10.24	8.55	1.69	
AVERAGE WAGES PER MONTH				
12 Shifts per Week				
Surface	239.00	191.25	47.75	
Underground	260.00	219.00	41.00	
Total	256.00	213.75	42.25	
PRODUCT PER MAN PER DAY				
Surface	32.09	28.07	4.02	
Underground	7.17	6.52	•65	
Total	5.86	5.29	•57	
LABOR COST PER TON				
Surface	•298	.273	.025	
Underground	1.450	1.342	.108	
Total	1.748	1.615	.133	
AVERAGE PRODUCT MINING				
Stoping	19.09	18.01	1.08	
Ore Development	13.43	9.51	3.92	
Total	19.03	17.43	1.60	
AVERAGE WAGES CONTRACT LABOR	10.66	8.85	1.81	
TOTAL NUMBER OF DAYS				
Surface	14,842 3/4	19,900 3/4		5,058
Underground	66,411	85,654 1		19,243 1
Total	81,253 3/4	105,555 =		24,301 =
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5. LABOR & WAGES

b. Comparative Statement of Wages & Product (Cont.)

	1946	<u>1</u>	945	Increase	Decrease
AMOUNT FOR LABOR Surface Underground Total	141,873.66 690,513.65 832,387.31	749,	248.85 907.67 156.52		10,375.19 59,394.02 69,769.21
AVERAGE WAGES PER MONTH BASED				OLL	
Surface	212.54	176	.10	36.44	
Underground	240.67	217	.94	22.73	
Total	235.65	210	.00	25.65	
• Nationality of Employees					
As to Parentage	1946	%	1945	%	
Finnish	160	39.7	147	39.7	
English	79	19.6	75	20.2	
American	69	17.0	55	14.8	
Italian	39	9.7	35	9.5	
Swedish	23	5.7	24	6.5	
French (Canadian)	17	4.2	19	5.1	
German	6	1.5	5	1.4	
Norwegian	5	1.2	5	1.4	
Danish	3	.7	3	.8	
Austrian	2	.5	1	•3	
Irish	1	.2	1	•3	
Total	404	100.0	370	100.0	
As to Birth	America	n Born	Foreig	gn Born	
	1946	1945	1946	1945	
Finnish	110	95	50	52	
English	49	45	30	30	
American	69	55			
Italian	17	12	22	23	
Swedish	19	20	4	4	
French	17	19			
German	6	5			
Norwegian	5	4		1	
Danish	3	3			
Austrian	1		1	1	
Irish	1	1			
Total	297	259	107	111	

6. SURFACE

a. Buildings & Repairs

There were only minor repairs made on any of the buildings, and there was no new construction during 1946.

b. Location Buildings & Repairs

The same five-man crew as of last year continued to be employed on repairs to rented houses in 1946. Some work on chimneys and foundations was also done by a mason who was hired when necessary. Outside of minor repairs to a considerable number of the houses, the majority of the time was employed in repairing the siding and painting four of the larger residences. Four other houses had fairly large repairs to porches, garages, and roofs.

Near the middle of the year it was decided to offer several of the houses, which were not situated over the possible cave area due to mining, for sale, and during the remainder of the year four houses were sold and the contracts signed. Four others and one store building were applied for, but their sale is still pending on account of the diversified ownership of the lots. It is expected that this matter will be cleared up early in 1947, and these, together with a few others can then be disposed of. There were no houses purchased in 1946.

House No.	Address	Lot	Block	Addition	Sold To	Date
15	951 Pine St.	27	2	C.C.I.Co.'s 2nd	Joseph Thomas	7/1/46
143	961 Pine St.	29	2	C.C.I.Co.'s 2nd	Onnie Marjamaa	7/1/46
162	1005 Pine St.	8	1	C.C.I.Co.'s 2nd	A.J.Stromquist	7/1/46
104	Ann St.	6		MacKenzie	Edwin Peterson	8/1/46
172	Main St.	9 & 10	36	Pioneer Iron	Dan Matthews	8/1/46
Company				Company's Plat		
Barn	Lincoln St.	S.W. C	orner,	Maas Lease	Alex Bartell	8/5/46

These last two buildings were dismantled.

As of December 31st, 1946, the following were listed as Maas Mine houses.

Single-Family Houses	48
Two-Family Houses	5
Three-Family Houses	1
Legion Club	1
Stores	2
Church	1
Total	58

c. Stockpiles

Shipments from stockpile this year ceased on November 21st, and from the pocket on November 27th. There was left in stock at the end of the shipping season approximately 60,000 tons of standard ore and 40,000 tons of special grade, which was slightly more than in 1945.

6. SURFACE

c. Stockpiles (Cont.)

Both the Southeast and Southwest timber stocking trestles were left intact during the year, but when removing the ore from the Northwest trestle, several legs broke, necessitating the dismantling of approximately 30 bents. After loading was completed, new bents were assembled and re-erected. All of the trestles are now equiped with the third rail, and the larry car system is used throughout. 25% of the ore was too wet to load directly at the pocket and had to be stocked and allowed to drain. This, of course, decreases the amount of overrun which would be obtained when shipping from the pocket, and unless the piles are cleaned up during the year, this cannot be credited against the cost per ton.

The engineer's estimate of ore in stock last fall shows an underun in the special grade, but as the larger proportion of this ore was very wet, it is felt that it is much denser and therefore a smaller factor could have been used. After the winter season stocking is completed, there is no doubt that the ore in stock will more than equal the book figures. There was no stockpile overrun credited during the year, but the engineer's estimate is as follows:

		Race	Maas	R. C.	
	Maas	Course	Spel.	Spel.	Total
Engineer's Estimate	202	2,207	1,018	1,113	126

d. Tracks, Roads, etc.

There was no work outside of general maintenance on either tracks or roads during 1946, but it is intended, now that it is possible to obtain asphalt, to macadamize the main entrance to the mine from the West. This road becomes very rough from time to time on account of the heavy trucks hauling mine timber and supplies and it is also very dusty.

e. Timber Yard

There was an ample supply of the various types of mine timber on hand at all times, and it was also possible to obtain sufficient additional stull timber to be peeled and treated for use on the main levels. An electric chain saw was ordered for framing the sets, but up to the last of the year this had not arrived. This saw operates directly from the present source of power and does not have the complicated transformers, generators, etc. that have been necessary equipment heretofore. The amount of timber handled during the year has naturally decreased due to the larger proportion of ore which has been produced from sub level stopes and by sub caving. The method of delivery of the timber was about 50% each on railroad cars and by trucks.