

After 10 days, return to

B.G. McBride,

ELKO, NEVADA.



Mr. C. M. Sparks,

Reno,

Nevada.

Elko, Nev. Aug 5 th. 1912.

Dear Chas.:-

Yours recd. and have had a lot of work to get out so could not answer before.

Now I will try to tell you a little of the plan I have been working on in regard to Lamoille. I have given up the idea of getting outside people to put money into it as they do not understand the value of the thing and I would much rather have people here derive the benefit from it and in that way it will always meet with the approval of the users. I have a plan worked out and are about ready to incorporate.

The directors of the company will be as follows.

A.E. Kimball Prex. First National Bank Elko.

Webster Patterson Retired attorney and owns about 1300 acres of the best land in Lamoille.

Frank Fernald Rancher who has sold all of his cattle and has all of the money here in the bank.

Stanley Taber. Expert accountant and also real estate and titles. He will act as secretary.

Robert M. Price of Reno will incorporate the company and give legal advice.

Prof. Scrugham Director and will design the plant.

F.O. Broilli will not be a director but will help design the plant.

Mr. Joseph Marzen of Sacramento will help finance the plant and may act as a director.

The plan is to incorporate for \$100,000.00 stock to be \$10.00 par value. Sell stock for \$30,000.00 and the rights for power and all of the following to be paid in stock so we will have the \$30,000.00 to do actual work with. After we sell the \$30,000.00 we will issue bonds at 6% for \$30,000.00 to complete the plant.

I have to pay Prof. Scrugham and Broilli \$4,000.00 in the stock

Mr. Price \$1,000.00 and will have to pay all right of way in stock to the ranchers but do not know how much I will have to pay out yet.

Will have to pay the S.P.Co. in cash for the right of way and as far as I have learned it will not be much. All expense of selling the stock and bonds will come out of the stock. And all other expense except the construction will come out of the stock. I have been trying to get a line on the amount of stock I will have to set aside so that is one reason I wanted to know what you were willing to put the rights in at.

My services during construction will also be included in the amount set aside and my services at \$1.00 a month until the plant is in good shape as I have told the people it will pay good interest on the money they invest and I must make it good. If the company can get started and see they will pay 8% interest after the bonds are taken care of I will take a small salary and see it through and as soon as it is on a paying basis I will go on with my engineering. I have a lot of surveying to do but will drop that and make a try at the Lamaille.

I have two men out there now and will ^{keep} ~~keep~~ them out until I get the thing incorporated and then the company will have to pay them.

I have not tried to see how much of the stock I can sell yet but will do so as soon as I return from Lamaille as I have to go out there and make a survey and set some stakes for the men to work by and also make a map for the State. I have old W.T.S. going now and he is a little worried too.

Well Chas I do not want to say how much stock for you to put in your interest for but I will take stock for my part and I only want an idea so I can figure out how much will be held out as that is the first thing the stockholders will want to know.

I think I will go out there day after tomorrow and do the surveying and will be in again in a week and go out the second time.

Will close for this time and let me hear from you soon.

Yours

B.G.M.

Prof. Young will be here about last 8 Aug so wish you

Could come with him.