

THOS. HOULETTE
President and Gen'l. Mgr.
G. C. KENWORTHY
Vice President and Treas.
RAY L. EWING
Secretary

ANCHOR MOUNTAIN MINING CO.

Directors—
THOS. HOULETTE
G. C. KENWORTHY
GEORGE MORTHLAND
DAVID T. RIFFLE
L. H. CRICK

DEADWOOD, S. D.

May 9, 1934

TO THE STOCKHOLDERS:

The regular annual meeting of the stockholders of the Anchor Mountain Mining Company will be held at the Franklin Hotel, Deadwood, S. Dak., at 2:00 P. M., Saturday, May 19, 1934, for the purpose of electing a board of directors for the ensuing year and voting on the cancellation of all outstanding notes. This will be an important meeting and we hope you can attend in person. If this is not possible it is important that you sign and return the enclosed proxy at once in order to assure a majority of stock for a quorum.

Your president has signed a contract with a New York broker for 216,000 shares of Treasury stock at 50 cents per share net to the Company. This will raise \$108,000.00, approximately \$30,000.00 will pay all bills, finish the mill and start production; \$8,000.00 will take title to all ground now under option; \$20,000.00 will sink our shaft 500 feet deeper, where we expect to get ample ore to keep a 600-ton mill in operation for an indefinite period, leaving \$50,000.00 in the treasury for a working capital, and with the present price of gold—said 600-ton mill should earn 76 cents per share on the entire capital stock.

In order to protect all stockholders, get by this depression and raise funds through our New York broker, a meeting was held in Pittsburgh last March where our large stockholders agreed to cancel all notes amounting to approximately \$86,000.00. These notes were sold with the stock, were non-interest bearing and payment due from the first earnings of the Company. With these notes outstanding we could not hope to pass the Federal Trades Commission. It was also agreed that certain judgment notes for cash advanced and other cash items that had been advanced by our large stockholders for expenses, all amounting to over \$3,000.00, be cancelled. In addition to this the writer cancelled \$21,000.00 of back salary covering a period of six years, also \$14,400.00 in cash advanced for tools, supplies and expenses. This will leave our indebtedness at approximately \$10,000.00 for labor and building supplies for our new mill. This debt was incurred by a bank failure tying up funds that were pledged for the mill building. It was also agreed that all donated stock be returned to the original owner when escrow is dissolved. Hoping to see you at the meeting, I am

Very truly yours,

ANCHOR MOUNTAIN MINING CO.

Thomas Houlette,
President.