

**German-American
Consolidated Gold
Mining Company**



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German-American Consolidated Gold Mining Company



OFFICERS.

M. H. CASE, President. C. L. BROWN, Vice-President.
PETER BARTH, Treas. A. L. NICKEY, Secretary.

DIRECTORS.

PETER BARTH, C. L. BROWN, A. L. NICKEY,
F. H. BLANK, MAX WACKLER, W. H. MORSE,
M. H. CASE.

What a Minister Says About Mining.

I admire a miner's wealth. It is clean. There is neither blood nor tears on it. It is acquired away from the scheming and cut-throat competition that characterizes ordinary ventures, where the success of one man often means the disaster and downfall of some other man, or perhaps a number of men. Nobody has been pinched; nobody has been wronged. The miner who digs a fortune out of the ground has the satisfaction of knowing that he hasn't robbed a soul, even though he becomes a thousand times a millionaire. Then, too, there is another factor to take into consideration. The man who makes a fortune on the board of trade or the stock exchange, or in building up a gigantic business house, adds nothing to the world's store of available wealth. The world, in other words, is no richer because he is richer. He is richer rather because some one is poorer. The miner, on the other hand, whether he digs out \$10 or \$100,000 adds that much to the world's wealth, and with the added wealth he contributes just that much to the possible amount of the world's comforts and pleasures.

As I look at the matter there are few producers of wealth. The many live on the few. The only man comparable with the miner is the farmer. He gets what he has direct from nature, but he produces perishable wealth. While he meets a want, his contribution to the world's wealth, therefore, is not a permanent one, like the miner's. The gold miner is to-day the king of wealth producers of the country, and I honor him above all others. It is no dishonor; it needs no apology to emulate his example or assist him in his efforts. There is the whole question in a nutshell.

REV. ROBERT MCINTYRE.



PREAMBLE



INDUSTRY and frugality are the saving of the nation. A community which practices these virtues must of necessity be prosperous and happy. The ordinary mortal, whether he be a merchant, a manufacturer, a member of one of the learned professions or a wage-earner, may, by unceasing industry and good management, accumulate a competency, but if he would do better he must enter the field of speculation. Speculation might be divided into two classes, radical speculation and conservative speculation. The radical speculator is the plunger who chances everything on the rise and fall of stocks or on the enhanced valuation of property incident to the completion of some great improvement, or hazards all on the turn of a card or the outcome of a racing event.

The conservative speculator, or more properly investor, on the other hand, is one who takes no unnecessary risk, and weighs well his investments. It is to this latter class that we appeal.

Within the covers of this little book we shall attempt to outline the merits of the German-American Consolidated Gold Mining Company, incorporated under the laws of the Territory of New Mexico, but whose Officers and Directors are nearly all well-

known and progressive business men of Milwaukee, Wisconsin.

Milwaukee is known as a city of solid and sturdy growth and as a great manufacturing center.

No wildcat scheme finds lodgement for any length of time in Milwaukee. Its investors are cautious and conservative and any business which has Milwaukee for its headquarters is looked upon as solid and substantial.

This Company has placed one-half of its stock with the leading citizens of this city, which is or ought to be a sufficient guarantee of the character of our undertaking.

The decrease in interest rates have materially reduced the value of the Building and Loan Association from an investor's standpoint. Present excessive competition, the Trusts, Combines and Department Stores, have closed the avenue of ordinary trade and commerce to prospective investors.

Savings Banks have reduced their interest until the element of investment is eliminated and they become simply safe custodians of the people's funds. Real Estate investments are no longer looked upon with favor, because the last few years of hard times have proven that it is impossible to realize upon such securities during the hour of need.

Investors at the present time, both large and small, are turning their attention to Mining as the solution of the ever recurring question, "Where can I put my money so it will be safe and at the same time earn me a fair return?" When conducted on scientific and legitimate business lines, Gold Mining is at once the safest and most profitable of all investments.

A larger percentage of those engaged in legitimate Mining succeed, so statistics prove, than of those engaged in any other line of business.

There is no price-cutting competition, no pools, trusts or combines are necessary to prevent fluctuation in values.

The markets of the world are ever clamoring for its products and ever ready to take them at full rates. It is the most independent business in the world.

TO PROSPECTIVE INVESTORS.

This Company is offering its stock to small investors on the installment plan. Only a small payment down and the balance divided into equally small payments scattered over a term of months. By this arrangement, we become so to speak a savings bank, accepting your deposits of a few dollars each month and at the end of the term returning you a nice block of our stock FULL PAID AND NON-ASSESSABLE.

The expenditure on your part has been so trifling that it has in no way discommoded you, and if persisted in indefinitely as it should be the results will be very pleasing. And then when dividends come they in a few months reimburse you, at our present low prices for stock, for your entire investment, and you still have the stock left, now pure velvet.

No cognizance is taken of this latter fact by the Directors in declaring dividends and the velvet continues to earn dividends the same as before, which can be reinvested or used to buy luxuries or necessities for yourself or family as your financial condition at that date will permit.

The Directors of the Company feel that the development has now reached a point where they are fully justified in undertaking the erection of a Mill, and it is with this object in view that they offer the stock for sale.

The cost of building a twenty-stamp Mill will be about \$20,000. As soon as sufficient funds are in hand to warrant the Officers in commencing a Mill, building operations will be begun and pushed forward as rapidly as the means at the Company's disposal will permit.

LOCATION.

The greatest gold producing State in the Union is Colorado. San Miguel County is second in gold production in the State, and the San Juan District, in a little stretch of ground five by ten miles, worked to only a small extent as compared with its possibilities, stands to-day as one of the three great precious metal districts of the world. It has produced in past years over fourteen million dollars in gold, silver, lead and copper.

The small section known and designated as the "San Juan District" produces more gold than any State in the Union, with but two exceptions. Here is the great tunnel district of the world, with the greatest demonstrated continuous ore bodies, where treatment is the most perfect and where mining can be done, and is done, more in the line of a business enterprise than in any other portion of the globe.

The leading mining men of this country have interests in the San Juan and all look for it to become the foremost mining region. It is here that our prop-

erties are located. In this same district is situated the now famous Smuggler Union Mine and also the Tom Boy, one of which is owned by the Calumet and Hecla people and the other by the Rothschilds. But a few months ago these were mere prospects and one of them sold as low as \$150.00. Since then they have paid millions in dividends, and to-day are among the greatest dividend payers in the world.

The Mines of the Ophir Consolidated Mines Company, so successfully financed by the Messrs. J. O. & W. S. Buckley of this city, are situated in the immediate vicinity of our properties. These mines are coming into prominence, and at no distant day will be numbered with the great mines of the State.

The United States publishes a Folio, a copy of which can be seen at our office, containing Geological maps, based upon Governmental surveys, which show the rock formations in all of the celebrated mines of this section to be the same as that in ours.

A man is known by the company he keeps and a mine should be judged somewhat by the nature of its surroundings.

The properties of our Company consist of 12 claims, 300 feet by 1,500 feet each, a total of about 120 acres. Each and every claim being located upon a well-defined true fissure vein. The claims are all located lengthwise of the vein, giving us 18,000 lineal feet on the veins. With such a showing as this the complete and unqualified success of the Company becomes only a question of development. This large body of ore is an absolute guarantee that as soon as the contemplated improvements are perfected the Company will become a dividend payer, and that when once upon

this basis there will be no halts or breaks, but that the dividends will be continuous and increasing.

The properties are all owned in fee simple, not one dollar due upon them. A most unusual statement for a Mining Company to make. In addition to these 12 claims, the Company has a fine Mill site and also a Water Right and Water Power. To a property situated as ours is, the latter is an indispensable requisite.

This power will be sufficient to run our Mill when completed and we shall at all times have a supply of Water for treating the ore.

Our shipping station is Ophir, on the Rio Grande Southern Railway, which is a short four miles from the Mines. The nearest banking town is Telluride.

DEVELOPMENT.

This Company is driving two tunnels into the mountain. The Upper or California Tunnel, which is being driven at present writing with all possible speed along the California Vein, is now in about 200 feet. This tunnel will develop the entire property, gaining one foot in depth for every foot it is driven.

We start in on a vein five feet in width. This vein continues clear through the property, a distance of 4,500 feet. The mouth of this tunnel is situated low down on the mountain side and there is a wagon road running up to the ore dump. This road renders the properties accessible at all seasons of the year, saving the expense of tram and packing which has wrecked many a company. The charges for hauling ore to the railroad will not exceed \$1.00 per ton of concentrates.

The lower tunnel is in 350 feet all on good ore, thus giving ore enough to keep a ten-stamp Mill running for twenty-five years.

Ours being strictly a tunnel proposition we save all expensive hoisting and pumping machinery and the added expense of hoisting all ore to the surface.

Assays or sample tests taken from the 12 claims of the Company all show pay ore, the values running from \$2.80 to \$5,000.00 per ton.

The Company holds certificate for the following assays:

Assay No.		Values Per Ton.
1.	Aetna Mine.....	\$43 41
2.	“	14 27
3.	California Tunnel (Vein 5 ft. to 7 ft. wide)	10 28
4.	“ “	6 64
5.	“ “	28 14
6.	Surface	13 28
7.	California Tunnel.....	7 78
8.	“ “	16 70
9.	“ “	7 32
10.	“ “	12 80
11.	“ “	30 13
12.	“ “	4 76
13.	“ “	14 88
14.	“ “	14 42
15.	“ “	5 86
16.	“ “	26 54
17.	“ “	7 76
18.	“ “	8 58
19.	“ “	17 86

Assay No.		Values Per Ton.
20.	California Tunnel.....	6 32
21.	“ “	5 66
22.	Select Ore.....	345 02
23.	Surface Ore Swamp Lode.....	8 26
24.	California Tunnel.....	23 96
25.	“ “	84 28
26.	“ “	33 48
27.	Slide Lode	16 02
28.	Yellow Boy Lode, 5 feet wide surface....	10 66
29.	12 feet below surface.....	18 13
30.	Yellow Boy	16 80
31.	Lucky John, surface 4 feet wide.....	13 46
32.	Lucky John, surface.....	15 82
33.	“	11 98
34.	“ select.....	45 00
35.	Spruce	11 05
36.	“	11 88
37.	“	23 88
38.	Swamp	14 98
39.	“	7 86
40.	California Tunnel.....	16 75
41.	“ “	29 30
42.	“ “	87 32
43.	“ “	52 13
44.	“ “	11 17
45.	“ “	14 00
46.	“ “	63 18
47.	“ “	27 29
48.	“ “	72 23
49.	“ “	52 19
	Mill run 5-ton test.....	17 86

We have had many more assays taken, but these are sufficient for our purpose. Ours is a very fine concentrate ore—reducing eight tons of crude ore into one ton of concentrates. All experts predict much higher values for the ore as soon as we get in where these several veins intersect and cross each other.

We will cut the Aetna in about 150 feet. Our engineer is of the opinion we will get very high grade ore as soon as this vein is reached. The vein is one of the largest and best defined in the District. When this vein is cut, which will be within a short time, the Company will have ore enough opened up to keep a ten-stamp Mill running for the next twenty-five years.

While the present development of the property is considerable, yet it is relatively of small extent as compared with the vast unexplored virgin territory. But it is of sufficient extent to demonstrate beyond question, the permanency and value of the ore veins. Also of importance in its bearing as clearly indicating the future possibilities and prospective value of the property and is significant as to results which may be reasonably and logically expected when brought under a comprehensive, systematic, economical and vigorous plan of development.

COST OF MINING AND TREATMENT.

For the benefit of those not familiar with Mining we give the following figures:

Cost of Mining, per ton.....	\$1 50
Cost of Reduction.....	1 00
Incidentals	50
	<hr/>
Total.....	\$3 00

This is the cost of converting the crude ore into concentrates, 8 tons of crude ore making 1 ton of concentrates. The hauling of concentrates to railroad will not cost to exceed \$1.00 per ton, or about 12 cents per ton of ore. Freight charges to smelter \$3.00 per ton, or 38 cents per ton of ore. Smelting charges not to exceed \$8.00 per ton, or \$1.00 per ton of ore.

RECAPITULATION.

Charges given in detail.....	\$3 00
Hauling	12
Freight	38
Smelting	1 00
	<hr/>
Grand total.....	\$4 50

Upon the basis of \$17.86 per ton for the ore and charges of \$4.50, the profits would be \$13.36 per ton, or, upon an output of 50 tons per day a profit of \$668.00 daily, \$17,368 monthly and \$208,416 per annum, equivalent to a dividend of $8\frac{1}{3}$ per cent. upon the par value of the stock.

MANAGEMENT.

The management of the Company is careful and conservative, full value being demanded for every dollar paid out.

The Officers are enthusiastic workers in the cause and donate their time, not one of them receiving salary in any form. Our Superintendent is one of the oldest and most experienced miners in the State of Colorado, he is thoroughly practical and his acquaintance and familiarity with the formations, and

the latest developments in treating and handling ores, makes him an unusually valuable man. He is a strong believer in our properties and has evidenced his confidence by buying and holding a considerable block of our stock.

STOCKS, ETC.

The stock of the Company is divided into 2,500,000 shares of a par value of \$1.00 each, and is full paid and non-assessable.

Under these conditions you are justified in buying up to the limit of your means as you run no risk of being called on for other and further payments as in case of assessable stock.

Circulars setting forth our installment plan in detail will be mailed upon application.

Send us a list of your friends that we may mail them our prospectus and circulars also.

STATEMENT.

From the San Miguel Examiner, Telluride, San Miguel County, Colorado, Jan. 11, 1902.

In summing up the business and record for the past year it is gratifying to note that the result considerably exceeds that of 1900, notwithstanding that incidents of the past summer materially curtailed the production of the largest proposition in the county. Taking the returns as they were available, which embraces nearly every large mine in the county, and bunching small shipments, on a conservative basis, the year's business will safely reach the \$3,000,000 mark. Aside from direct production and output the

industry has been particularly active along the lines of development and improvement, and the larger companies have expended immense sums in developing and adding to their possessions and increasing the facilities with which to promote more extensive production. Briefly generalizing the year's business, the result so far as San Miguel County is concerned, will stand as follows:

San Miguel bullion received at Denver

mint during 1901.....	\$1,165,263 46
Total output of county.....	3,002,824 00
Increase over 1900.....	516,874 00
Value of mine transfers for the year.....	1,193,000 00
Shipment of concentrates, carloads.....	2,139

Itemized, the business of the larger properties is indicated below, the various small products being bulked under miscellaneous shipments.

Smuggler-Union	\$833,924
Tomboy	819,900
Liberty Bell	612,500
Carribeau-Montezuma	156,000
Butterfly-Terrible	125,400
Ophir Consolidated	70,600
Alta	52,500
Milwaukee-Ophir	40,000
San Bernardo	57,000
Gold King	55,000
Peck Cyanide Plant.....	55,000
Miscellaneous shipments	115,500
Total.....	<u>\$3,002,824</u>

The miscellaneous item is on a very conservative basis and the small shipments will probably exceed the figures given below.

Crude ore and concentrates shipped from the railroad stations in San Miguel County by carloads were as follows:

Telluride	1,546
Ophir	542
Placerville	51
Total.....	2,139

A noteworthy feature of the past year has been the number of sales that have taken place, in every instance the properties changing hands having been acquired for the purpose of immediate development and operation. While single mining sales have been made in the county wherein the total has greatly exceeded the footing given below, in no other year have the sales been so numerous. Every section in the county is represented, and the result may be summarized as follows:

Carriveau-Montezuma	\$350,000
Silver Bell—(Ophir Consolidated).....	200,000
San Bernardo	200,000
Alta	175,000
Contention	100,000
Argentine	60,000
Crown Point	40,000
Fraction	25,000
Andrus	17,500
Champion and Chieftain.....	15,000
J. N. W., Jr.....	8,500
Total.....	\$1,191,000

Note—These properties are nearly all in the immediate vicinity of the Mines of this Company.

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REFERENCES.

FIRST NATIONAL BANK, - - Milwaukee, Wis.
THE BANK OF TELLURIDE, - - Telluride, Col.

E. J. HENNING, Ass't U. S. District Attorney,
MILWAUKEE, WISCONSIN.



OUR OFFICES

ARE LOCATED ON THE FIFTH FLOOR
OF THE HERMAN BUILDING, ROOMS
506, 507, 508, CORNER BROADWAY
AND WISCONSIN STREETS, MILWAU-
KEE, WISCONSIN : : : : : : :

“Opportunity lies equally within the reach of all. The power to see it is the difference in men.”