

MAR 2 1937

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Mr. William J. Flather, Jr.,
1508 H Street, N. W.,
Washington, D. C.

Dear Mr. Flather:

I am just in receipt of your letter of February 19, 1937, with which you transmitted, for our consideration, a proxy form, a balance sheet as of December 31, 1936, and a notice of an annual meeting of stockholders of the Goldfield Consolidated Mines Company of Reno, Nevada. I have noted your comments in regard to the securities your father held in this company, and your statement about E. A. Julian.

I have had our securities violations records checked, and find that they do not contain any information concerning Mr. Julian. It is possible, however, that you may have in mind C. C. Julian, who, as you may recall, was connected with several large oil promotions in the South and West, and who died in Shanghai, China, some years ago.

In reference to the Goldfield Consolidated Mines Company, I find that a registration statement was filed by this company which became effective June 1, 1936, covering 3,879,148 shares of fully-paid, non-assessable capital stock of \$1.00 par value, and that these shares have been listed on the San Francisco Mining Exchange.

For your further information, our Denver Regional Office has conducted an extensive inquiry into the affairs of this company, and on November 2, 1935, the Commission instituted injunctive proceedings against the company in the United States District Court for the District of Montana to restrain it from engaging in certain acts and practices in violation of the Securities Act of 1933, as amended, in the sale of its securities. Our records also indicate that on January

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In 1936, the defendants filed a motion to dismiss our case, and a hearing was had on the motion. Briefs have been filed by both sides, and the court has taken the case under advisement, and no final action has yet been had on our petition for an injunction.

I am today forwarding a copy of your letter, as well as the enclosures which accompanied it, to our Regional Administrator, Mr. Foster Cline, 1706 Welton Street, Denver, Colorado, in order that our Denver Office may have the benefit of the information you have submitted.

As you may know, copies of all proxy solicitations are required by our proxy rules to be filed with the Commission in cases where the security is listed on a national securities exchange. Our records indicate that there has not yet been filed with us a copy of the proxy form which accompanied your letter and this phase of the matter is now receiving attention by our Legal Division.

I appreciate very much your calling the matter to our attention.

Sincerely yours,


James H. Ladd,
Chairman.

REHarris:cwjl

RECEIVED BY CHAIRMAN MAR 2 1937

Filed by Chairman MAR 2 1937