Dezeshoy, NO	a LEINDLOUM MESUUKL: 1124 Lee Street,	PFSCJ 04 1 THERLODE 022550040
	VD May 2: 74 White Rock, B. C., VD V4B 4P4, May 22nd, 1974.	(41) == 002887
	RRED TO DATE I IN	
Mr. J. E. McMynn, Deputy Minister,	.7S C.	
Department of Mines & Petroleum	Resources,	
Parliament Buildings, Victoria, B. C.	I. M. D.	
Dear Mr. McMynn:	. P. E.	

In reply to your letter of May 3, 1974, regarding submission of technical information under Section 71 of the Mineral Act, I would submit the following:

A.) Description of the Claim or Lease:

The properties involved are in the Sheep Creek area, near Salmo and are as follows:

Crown granted mineral claims:



Recorded Mineral Claim:

Wedge Fraction

Record No. 9084

These are all indicated in red on the attached map. There are also a number of other claims contiguous to the above, but these were obtained after theJuly 31, 1973 date.

The above listed crown granted claims cover the old Motherlode, Nugget, Fawn and Reno mines.

B.) Description of the Mineral Deposit

The material being shipped is from dumps, part of which contains limited values in gold. It is derived from gold bearing quartz veins primarily in quartzite. 5-3-

Nugget 8285-1043

1973 A total of 649 tons of material from the old mine dumps, containing a total of 161 ounces of gold, was shipped to Cominco in 1973. (This was total gold and not what we received payment for.) The gross value was \$14,677.

Specifically, this dump material was originally derived from the following parts of the property:

46039

- (i) 591 tons, containing 148 ounces of gold, came from Lots 8817 and 8818 of the old Hotherlode mine.
- (1i) 53 tons, containing 12 ounces of gold, came from the tailings of the old Nugget mine stamp mill. This was material that originally came from Lots 8341 and 8432 of the old Nugget mine.
- 1974 We anticipate shipping the following amounts of material to Cominco during 1974.
 - (i) 1000 tons from the old Motherlode mine dumps. This material was originally mined from Lots 8817 and 8818.
 - (ii) 1500 tons of tailings from the old Nugget mine stamp mill. This material was originally mined from Lots 8341 and 8432.
 - (iii) 500 tons from the old Reno mine dumps. This material was originally mined from Lots 12683 and 12684.

The above represents the majority of the material on the old mine dumps which appears to be profitable at the present time. It was originally our intention to use the proceeds from these dumps to get into two or three places in the old workings where there is a limited amount of marginal ore, since the price of gold was just getting to the point where it appeared we could have a viable small operation. Also there are several favourable locations where we wanted to do some exploratory work. However we are in a dilemma with the proposed new legislation in that if it hits us too hard we probably could not make it and would be in danger of spending money which would prove impossible to recover. The veins are narrow and the mining would be quite costly. Thus we are uncertain at this time whether we will have any opportunity to extract ore from the mine itself, although we had certainly hoped this would be possible.

I hope that the above information is satisfactory for the purposes of Section 71. If there are other questions please do not hesitate to contact me.

Yours very truly, Stan Enderstry S.A.Endersby

C.) <u>Rate of Production of the Minerals</u>

