

THE BROOKWORTH CO., INC.

003349

INVESTMENT SECURITIES

ONE HUNDRED AND TEN EAST FORTY-SECOND STREET

NEW YORK

TELEPHONE: ASHLAND 4-8711

Dear Investor:

We herewith enclose a copy of the prospectus of the Liberty-Lorne Gold Mines, Ltd., describing their properties located in the Nelson and Kaslo Mining Divisions of British Columbia, and offering you an opportunity to participate in one of the most potentially profitable gold mining and silver-lead enterprises in this area.

The late Cecil Rhodes, king of the mining industry, and famous for his operations in the Transvaal Gold District of South Africa, has the following to say regarding the safety and attractiveness of a mining investment.

"I have made a life study of mining and have statistics not only of Great Britain and Africa, but of the world, carefully compiled to accurately compare gold mining with other lines of business of the world. These show conclusively that 32 per cent more people lose money and fail in farming than in mining; 27 per cent more lose money and fail in banking than in mining; and that more men lose money and fail proportionately in any of the professions than in mining".

"I speak advisedly, and say what every man that has investigated knows to be the truth; That less money is lost proportionately in gold mining than in any other business in the world, and larger fortunes are made in mining and in the INVESTMENT OF MINING STOCK than any other business or any investment on earth. A good mining stock will pay the investor more easily 50 per cent, 100, 500, 1,000 per cent annually than municipal bonds and stocks or Government Bonds can possibly pay five per cent".

"The cold facts of statistics show that money in good mining stock is the most profitable of all legitimate investments and very, very much the safest. And why safest? Because the security of a good mining stock is the raw material of money itself; it is the 'stuff' at whose feet Governments, cities, banks, railroads, land corporations, and all forms of business kneel".

Liberty-Lorne controls the mineral rights covering a large Gold Group in the Nelson Mining Division and a large Silver-Lead Group in the Kaslo Mining Division in Southern British Columbia, which properties have been thoroughly prospected by competent mining men and should produce an enormous quantity of gold and silver-lead ores. The company requires working capital for the purposes of exploration and the initial mining development of the large and numerous ore bodies on both Groups and the preparation of a complete Mining Report that will outline future mining development and methods of ore treatment. The company is now offering for these purposes a strictly limited issue of common stock shares to a selected list of investors.

If you wish to participate with us, sign the enclosed card and send it in today.

Very truly yours,

THE BROOKWORTH CO., INC.

H. A. BROWN
President

Prospectus Dated, May 1936

LIBERTY-LORNE GOLD MINES, LTD.

(No Personal Liability)

102 Medical Arts Bldg.

Nelson, British Columbia, Canada

(Incorporated under the Companies Act of Ontario)

CAPITALIZATION

\$2,500,000.00

2,500,000 Shares of Common Stock — Par Value \$1.00 each

Issued 600,030 Shares, In Escrow 500,000 Pooled 100,000

Remaining in Treasury — 1,899,970

OFFERING

120,000 Shares of Common Stock at 25c Per Share. The Company reserves the right to withdraw this offer at any time and further, to return subscriptions when oversubscribed.

SOME OUTSTANDING POINTS

- ONLY COMMON STOCK:** The company is issuing only common stock; there is no bond issue and no preferred stock, giving all shareholders **EQUAL RIGHTS.**
- DIVIDENDS:** It is the intention of this company to distribute its profits as often as its business warrants distribution.
- METAL:** The principal metal occurring in the deposits of the **FLYING DUTCHMAN GROUPS** is Gold: In the **LIBERTY-LORNE** the principal metal is Silver-Lead.
- WIDTH OF VEINS:** This varies from 4'8" to 13'6" up to 20' in width on the various veins, and in the vein's workings.
- ORE DEVELOPED:** There is approximately 50,000 tons of Ore indicated through development on the properties. Up to the present about \$67,000 has been expended on property.
- TRANSPORTATION:** A good Highway connecting the Company's Property with Nelson, B. C., and the Nelson and Spokane Branch of the Great Northern R. R. System.

THE BROOKWORTH CO., Inc.

110 East 42nd Street, New York City

"These securities have not been registered with the Securities and Exchange Commission, because such securities are believed to be exempt from registration but such exemption, if available, in no sense indicates approval by the Commission of the merits of these securities."

PURPOSE OF ISSUE

The money to be derived from the sale of this issue is to be used for the further development of the known ore bodies on the Company's holdings; for the equipment of the Properties and for the defraying of general expenses pertinent to the development, equipment and marketing of the ore from the Properties now owned by the Company.

MANAGEMENT

Officers & Directors

W. H. WATKINS President
A. TAPANILA Vice-President
R. B. MORRIS Treasurer
N. C. STIBBS Secretary
W. D. FLEET Managing-Director
O. A. TAPANILA Superintendent

The Company's Management is in the hands of reliable and capable business men. These men are FINANCIALLY INTERESTED in the company and will be closely in touch with every phase of the development of the property. The business will continue under the guidance of these men, each one of whom has in the past shown a great aptitude for the position. The following biographical sketches will give some idea of the business activities of the officers and directors.

William H. Watkins, President; Nelson, B. C. is a Retired Stationary Engineer, (C.P.R.)

Arvid Tapanila, Vice-President, Kaslo, B. C., many years experience in Mining Development.

Robert Benjamin Morris, Treasurer, Nelson, B. C., Member of Staff of Wood-Vallance Hardware Co. Nelson, B. C.

Norman Clarence Stibbs, Secretary, Nelson B. C., Store-keeper, C. P. R., Nelson, B. C.

William Dredge Fleet, Managing-Director, Professional Hydro-Electrical Engineer of B. C.; for a number of years—Electrical Supt. for the International Nickel Co.; Mgr. Calgary Power Co. Electrical Engineer, Corp. of City of Nelson.

Oscar A. Tapanila, Superintendent, Nelson, B. C., Mining Operator.

Consulting Engineer:

Thomas Brown, F. R. G. S., M. C. Inst. M. & M. Consulting Mining Engineer Mem. Assoc. of Professional Engineers in B. C.

Auditor:

Chas. F. Hunter, C. G. A., S. F. A. E. (Can.)
F. A. C. S. (Eng.)

Solicitor:

H. C. Irving, B. A., Nelson, B. C., 102 Medical Arts Bldg.

Bankers:

Bank of Montreal, Nelson, B. C. Canadian Bank of Commerce, Toronto, Ont.

PROPERTY & LOCATION

The Liberty-Lorne Gold Mines, Limited, has acquired Two Groups of Mining Claims, the Liberty-Lorne Group, comprising ten claims situated in the Kaslo Mining Division of British Columbia on Bear and Reno Creek on upper Duncan River, which lies eighty miles due north from the City of Nelson, and The Flying Dutchman and H. B. Groups comprise 19 claims situated on the north side of Hall Creek, immediately west of No Man Creek, a feeder of Hall Creek, about ten miles south of the City of Nelson, B. C. The H. B. Group which lies immediately south of the Flying Dutchman Group and is separated from it by Hall Creek. The properties are conveniently accessible by Highway and Railway Service on the Great Northern System. Hall Station is 3½ miles distant, the intervening distance being covered by good automobile road. (Electrical Power is available from the West Kootenay Power and Light Co.)

The Liberty-Lorne Gold Mines Ltd. has clear titles to both Mining Groups, there being no cash payments outstanding.

Both groups drew the attention of mining men between the years of 1895 and 1897. Some portion of the Flying Dutchman Groups were owned and operated in 1898 by Russian mining operators and considerable ore extracted and shipped by pack mule to the U. S. These properties have seen many activities of early mining in B. C.

Considerable timber is obtainable right on the property, and labor and water are available for actual mining.

ADJACENT PROPERTIES

The Gold Fern Mining Company adjoins immediately southeast of the Flying Dutchman and H. B. Groups. The Ymir camp activity is adjacent to the Fern and Southeast thereof.

The Consolidated Mining and Smelting Co's. Silver King Mine, the Ymir and Sheep Creek Developments are all neighbors to the Liberty-Lorne Company's properties in the Nelson Mining Division, while the Red Elephant and Bannockburn Mines are neighbors of the Liberty-Lorne Group in the Kaslo Mining Division. The Lavina and St. Patrick Developments are distant but a few miles in the same area.

SUMMATION

The cash proceeds derived from this **First Share Issue** will be used, on the advice of our consulting engineer, "to thoroughly explore and develop the many known ore bodies" on these two large and valuable Mining Groups; after which, "a full Mining Report will be made on both properties showing the further requirements needed for mining and milling the ores".

Later, a **Second Share Issue** will be made for the purpose of opening up these properties on a large scale and for the installation of Power Plants, Gold and Flotation Mills to treat and market the ores.

The Flying Dutchman and H. B. Properties are entirely proven as gold bearing, and no claims exist within the groups that have not proven highly desirable from a gold output viewpoint. The Liberty-Lorne Group of claims while being gold bearing in smaller ratio than the other groups are essentially strong in silver, lead and zinc content for which a market is ever available.

LIBERTY-LORNE GOLD MINES, LIMITED

(No Personal Liability)

THE COMPANIES INFORMATION ACT, 1928, PROVINCE OF ONTARIO—PROSPECTUS. Incorporated March 9, 1935. Addresses, Occupations and shares owned by Directors: W. H. Watkins, 420 Mill St., Nelson, B. C., Retired Stationary Engineer, 24,000 shares; A. Tapanila, Kaslo, B. C., Mining Developing, 84,000 shares; W. D. Fleet, 1215 Stanley St., Nelson, B. C., Electrical Engineer, 6,000 shares; R. B. Morris, 446 Second St., Nelson, B. C., merchant, 6,000 shares; N. C. Stibbs, 412 Josephine St., Nelson, B. C., Storekeeper, C.P.R., 12,000 shares, and O. A. Tapanila, 408 Mill St., Nelson, B. C., Mining Sup't, 126,000 shares. Financial and Transfer Agents and Registrars—Charles G. Roche & Co., 907 Royal Bank Bldg., Toronto. No mortgage, Bond or Debenture Issue ranks ahead of Capital Stock. Total consideration issued whereby to acquire 29 Mining Claims in Nelson and Kaslo Mining Divisions of British Columbia — 600,000 shares, of which 500,000 Shares are escrowed and 100,000 pooled by agreement. Vendors — Liberty-Lorne Mining Syndicate of Nelson, B. C., sole consideration being 600,000 Shares and organization expenses of Company. No consideration given for Goodwill. Commissions payable will not exceed 25%, 75% of all subscriptions reverting to Treasury of Company. No amounts payable to any promoter whatsoever. No dividends paid to date hereof.

We, the undersigned directors of Liberty-Lorne Gold Mines, Limited hereby certify that the foregoing contains a true and correct statement of the affairs of this company as of this 25th day of March, 1935—

Signed

W. H. Watkins, President
A. Tapanila, Vice-President
R. B. Morris, Treasurer
O. A. Tapanila, Superintendent
N. C. Stibbs, Secretary
W. D. Fleet, Managing-Director

Head Office and Executive Office address, 907 Royal Bank Bldg., Toronto
Mine Office, 102 Medical Arts Building, Nelson, B. C.