


THE DEPARTMENT OF
MINES AND PETROLEUM RESOURCES
PARLIAMENT BUILDINGS, VICTORIA, BRITISH COLUMBIA V8V 1X4

WHEN REPLYING PLEASE REFER TO

FILE NO. 008919

MINERAL RESOURCES BRANCH

October 6th, 1975.

Mr. G.R. Peatfield, P.Eng.,
Texasgulf Inc.,
701 - 1281 W. Georgia Street,
Vancouver, B.C.,
V6E 3J7.

Dear Sir,

Your recent letter to Mr. Bowles regarding Section 52 has been forwarded to me for comment.

We are currently attempting to develop some sort of form to be completed after claim forfeiture that would satisfy our information requirements, and yet avoid the time-consuming submission of a formal report, as you point out.

We are interested in gaining additional information beyond that available in assessment reports, to upgrade and make our resource data base more complete. It is intended that the extra forfeiture information would be compiled and made available to the public in a manner similar to our Assessment Report information.

At present we are interested in receiving any geological information not already in our files in any form most easily processed by your staff. In the case of the Whipsaw Claims, information on trenches and diamond drilling, accompanied by a relatively accurate location map would constitute a valuable addition to our data base.

Apart from our appreciation for any additional data you might supply, I would welcome your comments on this method of increasing our information base.

Yours truly,

J.A. GARNETT, Ph.D., P.Eng.,
Senior Geologist, Geological Division,
Mineral Resources Branch.

JAG/jr

Texasgulf Inc.

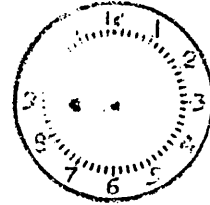
701-1281 West Georgia Street
Vancouver, B. C. V6E 3J7
(604) 688-5476

Exploration Department

OCT 2 '75 AM

11014

September 30, 1975



DEPT. OF MINES
AND PETROLEUM RESOURCES

Mr. E. J. Bowles,
Chief Gold Commissioner,
Department of Mines & Petroleum Resources
Parliament Buildings,
Victoria, B.C.

Dear Mr. Bowles:

Enclosed please find an affidavit, filed in compliance with Section 52(2) of the Mineral Act, concerning forfeiture of certain WHIP, AXE, PICK and SAW Mineral Claims, in the Similkameen Division.

As I have pointed out in the affidavit, several assessment work reports have been filed with respect to work on this property. In addition, a paper concerning certain geological and geochemical aspects of the property has been published in the CIM Bulletin.

To compile an overall report on the property at this stage would be a time-consuming job, and I would naturally be very appreciative if you could accept the information presently in your files, in conjunction with the published paper, in lieu of a formal report. Any specific questions by the staff of your Department would, of course be most welcome.

In the matter of total expenditures on the property, our accounting department informs me that a total of \$63,911.41 has been written off against the property. Costs borne by Moneta Porcupine Mines Ltd; Dome Explorations (Canada) Ltd.; Amax, Ex. Inc.; and Newmont Mining are not available in our records.

Could you please advise me if the above will be sufficient to fulfill our obligations in this matter, or if further information would be required?

Yours very truly,
TEXASGULF INC.

G. R. Peatfield, P.Eng.

REFERRED TO	DATE	INITIAL
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ADM (C)		
ADM (F)		
C.G.C.		
C.P.R.		
DCRC		
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M. REV.		
M. DEV		
FILE NO.		
FILING CLERK		

X (B) The company holds full title and interest that can be acquired under the mineral act of British Columbia to nine (9) located mineral claims situate approximately eighteen (18) miles southwest of Princeton, B.C., on the easterly slopes of Skaist Mountain, which are more particularly described as follows:

<u>Claim Name</u>	<u>Record No.</u>
MJ 1 - 7	25011 - 25017 inclusive
MJ 8 - 14	22724 - 22730 inclusive
MJ 16 - 21	22732 - 22737 inclusive
MJ 23	22739
HONDA 3 - 8	23307 - 23312 inclusive
VAN 1 - 2	26167 - 26168 inclusive
LMR 1 - 2	23116 - 23117 inclusive
MJ 37 - 42	28020 - 28025 inclusive
MJ 43 - 46	28484 - 28487 inclusive
MJ 61 - 64	28480 - 28483 inclusive
MJ 73 - 94	28026 - 28047 inclusive
MJ 97 - 98	29315 - 29416 inclusive

92H/MW
092HSE 102

The company issued subject to escrow restrictions, 750,000 fully paid and non-assessable shares of the capital of the company and paid the sum of \$13,000.00 in cash as consideration for the full right, title and interest of MJ 1 - 14, MJ 16 - 21, MJ 23, HONDA 3 - 8, VAN 1 - 2 and LMR 1 - 2 mineral claims, pursuant to an agreement dated for reference the 28th of November, 1969. Of the 750,000 shares issued above, a total of 24,000 shares have been donated back to the Company and are held by Guardian Estates and Agencies Ltd. for the benefit of the company. The MJ 37 - 46, MJ 61 - 64, MJ 73 - 94 and MJ 97 - 98 mineral claims were staked by the company.

The vendors who received consideration for the claims are as follows:

PROSPECTUS, WHIPSAW MINES LTD. - EARLY 1970'S (?)

	<u>Cash</u>	<u>Issued Shares (Escrow)</u>	<u>Donated to Company</u>
Michael Jorgensen 3091 West 35th Ave., Vancouver, B.C.	\$4,750.00	187,500	8,000
Lorne Balshine 7168 Ash Crescent, Vancouver, B.C.		125,000	5,000
Charles R. Martin 2680 Cambridge St., Vancouver, B.C.	4,750.00	187,500	8,000
Fred O. Johnson Box 434, Princeton, B.C.	3,500.00	187,500	
Marvin Gerald Kemp, 901 - 736 Granville St., Vancouver, B.C.		<u>62,500</u>	<u>3,000</u>
		<u>750,000</u>	<u>24,000</u>

To the knowledge of the signatories, the only persons who have or are to receive from any of the above vendors of the claims portions of the consideration in excess of 5% are Michael E. Jorgensen who received 93,750 shares of the capital stock of the company from Fred O. Johnson and Charles R. Martin who received 31,250 shares of the capital of the company, Lorne Balshine who received 13,438 shares of the capital of the company, Douglas G. Leighton, who received 23,437 shares of the capital of the company and John Hendricks who received 15,625 shares of the capital of the company; all from Michael E. Jorgensen.

During the years from 1960 to 1969, exploration work has been carried out on an intermittent basis on a block of claims owned by Texas Gulf Sulphur Company located to the immediate east of the MJ group of claims. This work consisted of geochemical soil sampling, magnetic surveys, E.M., I.P. and resistivity surveys, geological mapping, bulldozer trenching and diamond drilling. As far as is known there has been no exploration work carried out on the MJ group other than work conducted by the company in 1969 and 1970.

Direct access to the claims is provided by a jeep road which branches north-westerly from the Whipsaw creek road at a point approximately twelve (12) miles from the Hope-Princeton highway.

Surface exploration work carried out in 1969 and 1970 by the company was under the direction of Stokes Exploration Management Co. Ltd. This work consisted of line cutting, geochemical soil sampling, magnetometer survey, geological mapping, photogeological study, geological studies, bulldozer trenching and approximately 1200 feet of B.Q. wireline diamond drilling.

Copper and molybdenum showings have been located on the property and more recently bulldozer trenching and diamond drilling has exposed widespread copper-molybdenum mineralization in what may be considered as a porphyry copper type environment. The exploration work to date has

not proven the existence of economic mineralization and future work programmes on the property must be considered an exploratory search for ore.

The company is presently considering engagement with other mining companies for future exploration of this property and no part of the proceeds from the shares offered hereby will be expended on this property other than to record necessary work to maintain the claims in good standing.

X Sufficient exploration work has been done to maintain all the claims in good standing for a minimum of two years from the date of this Prospectus.

DOMINION OF CANADA:
PROVINCE OF BRITISH COLUMBIA.

To Wit:

In the Matter of Forfeiture of certain
WHIP, AXE, PICK, & SAW Mineral Claims, situate
near Whipsaw Creek, in the Similkameen Mining
Division, B.C.

I, G.R. Peatfield

of 701-1281 West Georgia Street, Vancouver

in the Province of British Columbia, do solemnly declare that
the claims listed below were forfeited on July 21, 1975, as a result of
failure to record assessment work or to pay claim rentals. The claims are:

WHIP 1-8 incl. Record # 8224-8231 incl.
AXE 1-6 incl. Record # 8232-8237 incl.
PICK 1-6 incl. Record # 8238-8243 incl.
SAW 1-8 incl. Record # 8244-8251 incl.

This affidavit is filed in compliance with Section 52(2) of the Mineral Act.

The Whipsaw property has been actively explored by several Companies
since its discovery in 1959. An excellent overview of the geology and
geochemistry of the property is provided in the paper:

"Delineation and Interpretation of Metal Dispersion Patterns
Related to Mineralization in the Whipsaw Creek Area." by J. Gunton
and I. Nichol, published in the CIM Bulletin for January, 1974.

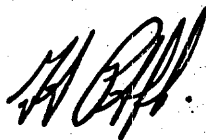
In addition, various assessment work reports have been filed by:

W.R. Bacon (Texas Gulf Sulphur Co) #314 (1960) and # 362 (1961)
W. Holyk (Texas Gulf Sulphur Co.) #409 (1962)
R.H. Seraphim (Dome Explorations) #561 (1964)
(Newmont Mining) #3707 (1971)

Total expenditures on the property would, at this late date, be almost
impossible to estimate, but sufficient assesement work was filed to hold
28 claims for 14 years, which indicates a total in excess of \$39,200.
Geochemical, geophysical and geological studies, some bulldozer trenching,
and a total of 6528 feet of diamond drilling has been done on the property.
And I make this solemn declaration conscientiously believing it to be true, and knowing that it is of

the same force and effect as if made under oath and by virtue of the "Canada Evidence Act."

Declared before me at the *City*
of *Vancouver*, in the
Province of British Columbia, this *5*
day of *September*, 1975, A.D.



A. Jeannotte
A Commissionary for taking Affidavits for British Columbia or
A Notary Public in and for the Province of British Columbia.

Sub-mining Recorder