

# PROPERTY FILE

93H004-07

014727

93H/III E  
93H 004 DAM

KELLEX MINING CO. LTD.  
(Non-Personal Liability)

Registered Office  
#1650-777 Hornby Street  
Vancouver 1, B. C.

RECEIVED

NOV 18 1971

BRITISH COLUMBIA

SECURITIES COMMISSION

NO SECURITIES COMMISSION OR SIMILAR AUTHORITY IN CANADA HAS IN ANY WAY PASSED UPON THE MERITS OF THE SHARES OFFERED HEREUNDER AND ANY REPRESENTATION TO THE CONTRARY IS AN OFFENCE.

THERE IS NO SECONDARY MARKET FOR THE SECURITIES BEING OFFERED HEREIN AND THE PRICE OF THESE SHARES WAS DETERMINED BY THE OFFICERS OF THE COMPANY.

NO SURVEY HAS BEEN COMPLETED OVER THE MINING PROPERTIES HELD BY THE COMPANY AND, THEREFORE, IN ACCORDANCE WITH THE MINING LAWS OF THE APPROPRIATE JURISDICTION IN WHICH SUCH PROPERTY IS SITUATE, THE EXISTENCE OF, AND THE AREA OF SUCH PROPERTIES, COULD BE IN DOUBT.

OFFERING: 361,000 Shares

	Price to Public	Commissions	Proceeds to Company if All Shares Are sold
PER SHARE:	.12¢	.02¢	.10¢
TOTAL:	\$43,320.00	\$7,220.00	\$29,600.00 (See Note 1)

Note (1) Before deducting expenses payable by the Company, estimated not to exceed \$3,500.00. G. A. Armstrong has agreed to accept 65,000 shares of this offering in full discharge of the Company's liability to him in the sum of \$18,400.00.

The Company intends to engage in mineral exploration. Of the shares issued and to be issued, 19.8% are being offered to the public, and of the remaining 81.2%, 40.1% were issued to the directors, officers and controlling persons for cash and property. Reference in this behalf may be had to "Principal Holders of Securities" on page 2 and to "Capitalization" on page 2 of this Prospectus.

THE COMPANY IS ENGAGED IN AN EXPLORATORY SEARCH FOR ORE AND ACCORDINGLY A PURCHASE OF SHARES OFFERED BY THIS PROSPECTUS MUST BE CONSIDERED A SPECULATION.

DATED this 20th day of August 1971.

TABLE OF CONTENTS

	<u>Page</u>
DETAILS OF OFFERING -----	1
REGISTRAR AND TRANSFER AGENTS -----	1
PLAN OF DISTRIBUTION -----	1
RIGHTS OF RESCISSION -----	1
INCORPORATION AND HEAD OFFICE -----	2
CAPITALIZATION -----	2
PARTICULARS OF SHARES SOLD FOR CASH -----	2
DIRECTORS AND OFFICERS -----	3
REMUNERATION -----	3
PROMOTERS -----	4
DESCRIPTION OF THE BUSINESS AND PROPERTIES OF THE COMPANY -----	4
USE OF PROCEEDS OF THE COMPANY -----	6
OPTIONS TO PURCHASE SECURITIES -----	7
ESCROWED SHARES -----	7
PRINCIPAL HOLDERS OF SECURITIES -----	3
PRIOR SALES -----	9
MATERIAL CONTRACTS -----	9
OTHER MATERIAL CONTRACTS -----	9
AUDITORS -----	9
CERTIFICATE -----	9
AUDITOR'S REPORT -----	
ENGINEERING REPORT of J. A. Mitchell, P. Eng. -----	

PROPERTY FILE

934004-07

93H/11E

93H-4

+

PRELIMINARY REPORT  
CONCERNING PROCEDURES RECOMMENDED  
for Exploration of Copper Properties  
on Dome and Evans Creeks, Cariboo M. D.

by

J. A. Mitchell, P.Eng.

West Vancouver, B. C.  
December 3, 1970

PRELIMINARY REPORT  
CONCERNING PROCEDURES RECOMMENDED  
for Exploration of Copper Properties  
on Dome and Evans Creeks, Cariboo M. D.

INTRODUCTION

The writer, having been requested to write a brief report recommending a program of engineer supervised investigation of the above, submits the following for consideration.

He has not investigated titles nor extent of present holdings or of open or conflicting holdings in the area of interest.

His knowledge of the area is based on two brief visits to the Evans Creek property in 1969 and on one to the Dome Creek property. As a result of his first visit he recommended a short diamond drilling program on the Evans Creek occurrence and the second visit was made for the purpose of laying out drill holes. He attempted a third visit but was unable to make it because of continued adverse weather for flying. He thus did not see any of the drill results.

For the purpose of this brief preliminary report the physical aspects of the property, other than geology and mineralization, will not be dealt with partly because the writer has no reference material at hand. For the same reason the geology and mineralization will be discussed briefly.

GEOLOGY AND MINERALIZATION

The mineralization at both properties occurs in quartz veins traversing a broad band of limestone, which strikes about east and west, and therefore has an anomalous strike suggestive of regional folding and areas in tension which would be favorable for the occurrence of crisscrossing vein structure.

The writer cannot recall seeing any evidence of folding when flying over the area but a close study of existing photography may indicate where folding may occur. The distance between the properties is several miles, and as far as could be determined from the air, they were on the same limestone

band. There is thus much favorable intervening ground, as well as extensions beyond the showings. These showings were found in areas of relatively easy access along streams. What may be found in densely forested areas on the intervening ridges would seem to merit attention. A program designed to further investigate the known occurrences and to look for other probable and possibly better occurrences is therefore desirable. The extent of such a program will of course depend on funds available. It is understood that in this instance the sum of \$7,000 will be available to initiate a program. The following is therefore submitted.

(1) Acquire drill core of drilling done on Evans Creek	\$2,000
(2) Log core and assay mineralized sections, allow	500
(3) Prepare base map of area from existing photography, allow	1,000
(4) Prepare overlay of baseline along limestone and crosslines every 400 feet to be put on ground next year and used as control for geological mapping, soil sampling and possibly a magnetometer or E.M. survey. The cost will depend on miles of lines cut but assume 10 miles for present at \$125 a mile	1,250
(5) Geological mapping with particular attention being given to structures, allow	2,000
(6) Miscellaneous incidentals, allow	250
	<u>\$7,000</u>

Geochemistry and geophysics on ten miles of line would cost about another \$5,000 but the above program would have to be done first.

If a more extensive program of trenching and drilling is undertaken roads will have to be improved and extended. The cost of this would be difficult to estimate without a traverse being first made, but \$20,000 should be sufficient to provide a passable road to both properties if there are no major obstacles such as wide stream crossings or rock bluffs.

For a major program a good camp is desirable and may cost up to \$5,000 at each place.

Drilling will probably be the major expenditure and at say \$13 a foot could

quickly add up to a considerable figure, say \$40,000.

The services of a geologist will be required for any continuing program and could cost about \$1500 a month but he could also supervise the work.

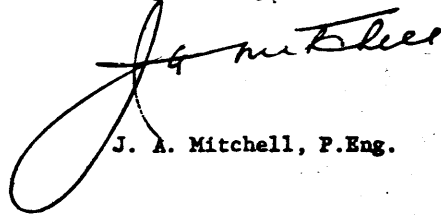
Additional geophysics; for example: Induced Polarization Surveys, may be indicated to pinpoint drill targets and could easily cost \$5,000 to \$10,000.

Transport and Communications are often a major item and invariably cost more than anticipated. At least \$5,000 should be allowed.

Administrative costs are not usually included in a program of work but provision has to be made for these.

It appears therefore that provision should be made for an expenditure of upwards of \$100,000 if the preliminary investigations indicate that further work need be done.

Respectfully submitted,



J. A. Mitchell, P.Eng.

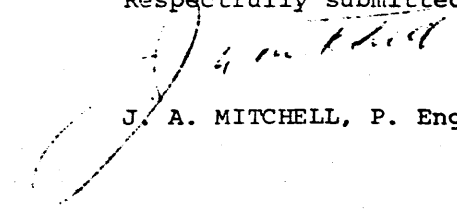
West Vancouver, B. C.  
December 3, 1970

CERTIFICATION

I, James A. Mitchell, of 2991 Mathers Ave., West Vancouver, B. C. do hereby certify that:

1. I am a graduate in Mining Engineering from the University of British Columbia in 1932.
2. I am a registered member in good standing of the Association of Professional Engineers of British Columbia.
3. I have no interest directly or indirectly in the securities of Kellex Mining Co. Ltd. (NPL) nor do I intend to have any.
4. The above report on the Dome and Evans Creeks is based on an examination of the property during 1969.
5. Rocks seen were in accordance with the Mineral Act of B. C.

Respectfully submitted,



J. A. MITCHELL, P. Eng.

DESCRIPTION OF THE BUSINESS AND PROPERTIES OF THE COMPANY

The Company is the owner of two separate mining properties which for reference purposes will be referred to as the "Evans Creek Property" and the "Eno Group".

A. The "Evans Creek Property" is situate on Evans Creek, a tributary of Dome Creek approximately 12 miles north of the Village of Dome Creek, on the Canadian National Railways approximately 75 miles east of Prince George, British Columbia, and access to the property is provided, as to the first four miles by motor road to Nance's Lumber Camp and from there by pack-horse trail and a rough bulldozed trail to the claims, which have an elevation of 4,200 to 5,000 feet.

B. The "Eno Group" is situate in the Province of British Columbia, approximately 75 miles south of Watson Lake, Yukon Territory, on the west side of Hidden Valley Creek, tributary of the Turnagain River in the Liard Mining Division and access to the property is by float equipped aircraft to Sandpile Lake and thence by helicopter to the claim group.

1. The properties of the Company consist of and are more particularly described as follows:

(a) The "Evans Creek Property"

NAME OF CLAIM	RECORD NUMBER
Joe 1 and 2	42516 and 42517
Dam 1-30 inclusive	46134 - 46163 incl.

(b) The "Eno Group"

NAME OF CLAIM	RECORD NUMBER
Eno 27 - 36 incl.	35547 - 35556 incl.

2. All the mineral properties set out in 1(a) and 1(b) are held by location pursuant to the provisions of the Mineral Act of British Columbia.

3. The Evans Creek property set out in 1(a) was acquired pursuant to an Agreement in writing dated December 15, 1970, from Messrs. Craik, Kane, Nugent, Samaras, Hertz, Harrington, Colistra, Sullivan and Harder for the sum of \$75,000.00, which was paid and satisfied by the allotment and issue to the above persons of 750,000 fully paid non-assessable shares of the Company at a deemed price of 10¢ per share. Copies of this Agreement may be examined at the registered office of the Company, 1650-777 Hornby Street, Vancouver, B. C., between the hours of 10:00 a.m. and 4:00 p.m., Monday through Friday, on appointment, during the primary distribution of this offering.

The Eno Group of mineral claims set out in 1(b) acquired from G. Arnold Armstrong for the price and consideration of \$15,000.00 cash.

There is no person, to the knowledge of the Company, who has received or is to receive from any Vendor greater than 5% interest in the shares or other consideration received or to be received by the other Vendors.

4. (a) Evans Creek Property

PROPERTY FILE  
93H004-07

Copper and other mineral showings have been noted in this area for many years and claims have been staked and re-staked. Reference made in the 1934 British Columbia Minister of Mines Report by the Government Geologist, Douglas Lay. Work including rock trenching was conducted by Lido Mines Ltd. in 1958 and the property was allowed to lapse. The property was acquired by S. B. Trick Lumber Co. of Prince George, B. C. in 1962 and some further trenching and drilling and blasting was carried out.

(b) Eno Group Property

Copper in the general area was mentioned as early as 1894 in the Minister of Mines Annual Report, but the first specific reference to the Eno Group was made in 1940 and referred to as the "Burden Group". In 1951, it was optioned to the Consolidated Mining and Smelting Company who carried out plane table mapping, trenching and sampling. This was allowed to expire after one year.

5. (a) Evans Creek Property

In 1969, some 1,000 feet of drilling was conducted on the Evans Creek property by the previous operator and this core is available at modest cost to the Company. There has been no work conducted by the present management on the Evans Creek property. The Company owns no surface or underground development equipment.

For a description of the geological structure of the Evans Creek property reference may be had to the Geological Report of James A. Mitchell, P. Eng., dated December 3, 1970, a copy of which is hereunto annexed, forming part of this Prospectus.

The costs of the Evans Creek property to the Vendors amounted to Six Thousand Dollars (\$6,000.00).

(b) Eno Group Property

Cordilleran Engineering Limited carried out a program of geological mapping, geochemical survey, prospecting, trenching and sampling between June 16th and July 4th, 1969 on this property and made a discouraging report from the results.

The Company does not intend to spend further funds on the Eno Group until further examination by the Company's consultants is conducted and recommended.

Insufficient work has been carried out on both Evans Creek properties and the Eno Group to establish the existence of ore reserves and these properties must be considered to be without a known body of commercial ore. The proposed program for the Evans Creek property is an exploratory search for ore.

X