Property File

103 H 073

337 McBride St., Prince Rupert, B. C. April 13th, 1960.

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John Guthrie Esq., Mill Manager, Columbia Cellulose, P. O. Box 1000, PRINCE RUPERT, B. C.

Dear Mr. Guthrie: Re: Linestone Deposit - Kunealon Inlet

I have been authorised by Consciegood Explorations Co. Ltd., to contact your Firm in connection with the disposal of a Lease over Lot 2886, in the vicinity of Kumealon Inlet, Range 4, Coast District.

Certain assays and other extremely reliable investigations reveal that the area in question contains a <u>large quantity</u> of <u>high grade linestone</u>. In the knowledge that your Company utilizes an appreciable quantity of this material in your production process, you may be interested in the Lease for a variety of reasons, not the least of which are the quality of the limestone itself, and its proximity to Prince Rupert.

Location:

The deposit is located within an approximate towing distance of 25 miles from your Watson Island plant. This favourable towing advantage over the present source of supply at Toxada Island will therefore be an important consideration.

Unality:

The purity and abundance of the linestone he'd under this Lease is quite phenomenal. Samples taken from various locations at varying depths reveal a purity of 97 to 100% calcium carbonate with fractional amounts of magnosium carbonate in some samples. In only a few samples were found a suggestion of impregnation by sand.

Renoval:

During the course of exploration, no evidence has been found of ignoous intrusions or dykes, which would handicap this phase of the operation. The deposit is covered with a very heavy growth of moss and some timber, but generally the overburden is negligible, and outcrops are extremely plentiful. Only a very short haul to loading facilities will be involved, approximating 25 to 30 yards.

Mr. John Guthrie - 2 - April 13th, 1960.

Havigation and Loading:

Along the West coast of the sheltered lagoon there is a sufficient depth of vater for normal toving operations, although tides may have to be worked on occasion. Loading facilities would present no unusual problems.

The naterial is undoubtedly of such a quality as to be suitable for your purposes. The quantity, availability, and the proximity to your Watson Island location are equally attractive factors.

These, coupled with the over-present possibilities of costly delays through transportation or other strikes affecting the Texada supply, together with the desirability of creating local industry and employment, may interest you sufficiently to discuss a purchase of this lease. If such should be the case, I would be pleased to discuss the matter further with you, and I am confident that it will be possible to arrive at a purchase price satisfactory to all parties concerned.

May I expect to receive a reply at your convenience?

Yours sincerely,

A. J. Bussanich.