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To: File

Date: August 23, 1985

Re: Visit to Midway Property August 22, 1985

John W. Stollery, President of Regional Resources, explained that:

- Regional has spent \$13 million to date.
- Have spent \$0.5 million on 15 mile connector road to Alaska Highway.
- Have proven 0.5 million tons of reserves, averaging about 0.3 oz gold, 10 oz. silver and 18% combined lead zinc (6% pb and 12% zn). *dull proven reserves 1/2 million tonnes*
0.03 oz Au *I had 15 to 17 from Stollery* *I had 20-25%* *only 500000 lbs* *will be tested*
- Will not be in a position to make a production decision for 2 more years, after have proven up sufficient ore > 3 million tons.
- Presently have > 3 million tons of geological reserves, but not proven, mineable reserves. *was 12% Ag* *18% Pb in*
- Cost of remaining program about another \$10 million.
- Cost of mine/mill then about another \$50 million, at 750 to 1000 tons per day.
- Would have to be an underground mine.
- Minerals are sphalerite, galena, marcasite, silver and gold, the latter two carrying the property now because of depressed base metal prices.
- Concentrates would be taken west by truck through Alaska for ocean shipment to an offshore smelter.
- See attached briefing note.


Lorne E. Sivertson
Assistant Deputy Minister
Mineral Resources Division

Enclosure.

cc: MPE
MGE
W. Malkinson

0823
GMA → WRS
→ Bill → Return.

File - Midway

To RWS
From WJM.

85/9/15

Midway

Notes I copied from John Stollery's comments

Reserves $\frac{1}{2}$ Million Tons (drill proven)

Grade 0.0302 gold

Base metal and silver grades -

published 18% Pb+Zn 12oz Silver

Stollery 20-25% Pb+Zn 15-17oz Silver