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February 13th, 1970.

To: W.R. Bacon
From: J.C. Stephen
Re: Senate Mining & Exploration Proposal
on HI 126-131; 142-147

The most northerly 12 claims of the HI group are believed to be underlain by relatively recent conglomerates, sandstones, etc. Outcrops of these formations occur in one creek. The remainder of the surface of these 12 claims is apparently quite heavily drift-covered.

It is proposed we option these 12 claims to Senate for work commitments on their part plus 10% vendor's interest in their 83 claim holding in the area (including Colin Campbell's Heath group).

We are in the process of linecutting on the main body of our claim group and will be mapping the geology this coming season.

I assume Senate will not succeed in dealing with Tchentlo Lake Mines but in any case I would not be in favour of any joint agreement with them regarding our most southeasterly claims, at least until the end of our 1970 summer program.

J.C. Stephen

JCS/ic