

672560

July 6th, 1969.

Mr. W.F. Knox,
President,
Ajax Mercury Mines Ltd.,
685 - #2 Bentall Centre,
Vancouver, 1, B.C.

Dear Mr. Knox:

Re: OK Falls - Proposed Virgo Claim Option
from B. Niddery - OK Falls

As requested by you, I visited the Virgo claim group on June 30th with the Niddery's. From the map, you will see the claims lie immediately north of the Lynx group. A large ridge running N-S terminates on Virgo claim #10, dropping off to an area of overburden cover and low relief. Outcrop on the ridge showed the coarse grained syenite, typical of the Lynx claims, and on Virgo 10 is a small showing of bornite with malachite stain, similar to the showings on the more southern claims.

Little or no bedrock is evident on the rest of the Virgo claims, 1-25; heavy float does not give an accurate indication of underlying rock type in that a variety of 3-4 rock types can be located within very few feet.

I did not see the claims on the east side of Allendale Lake due to the shortage of time after the northern examination.

I would recommend that Ajax option the northern group of Virgo claims to ensure coverage of the syenite plug; and at the same time give serious consideration to optioning the Agate, Doll, and Tammy claims, as bornite and malachite mineralization is present in this area also.

Yours truly,

BACON & CROWHURST LTD.

W.R. Murton

WRM/ic
cc: J.J. Crowhurst

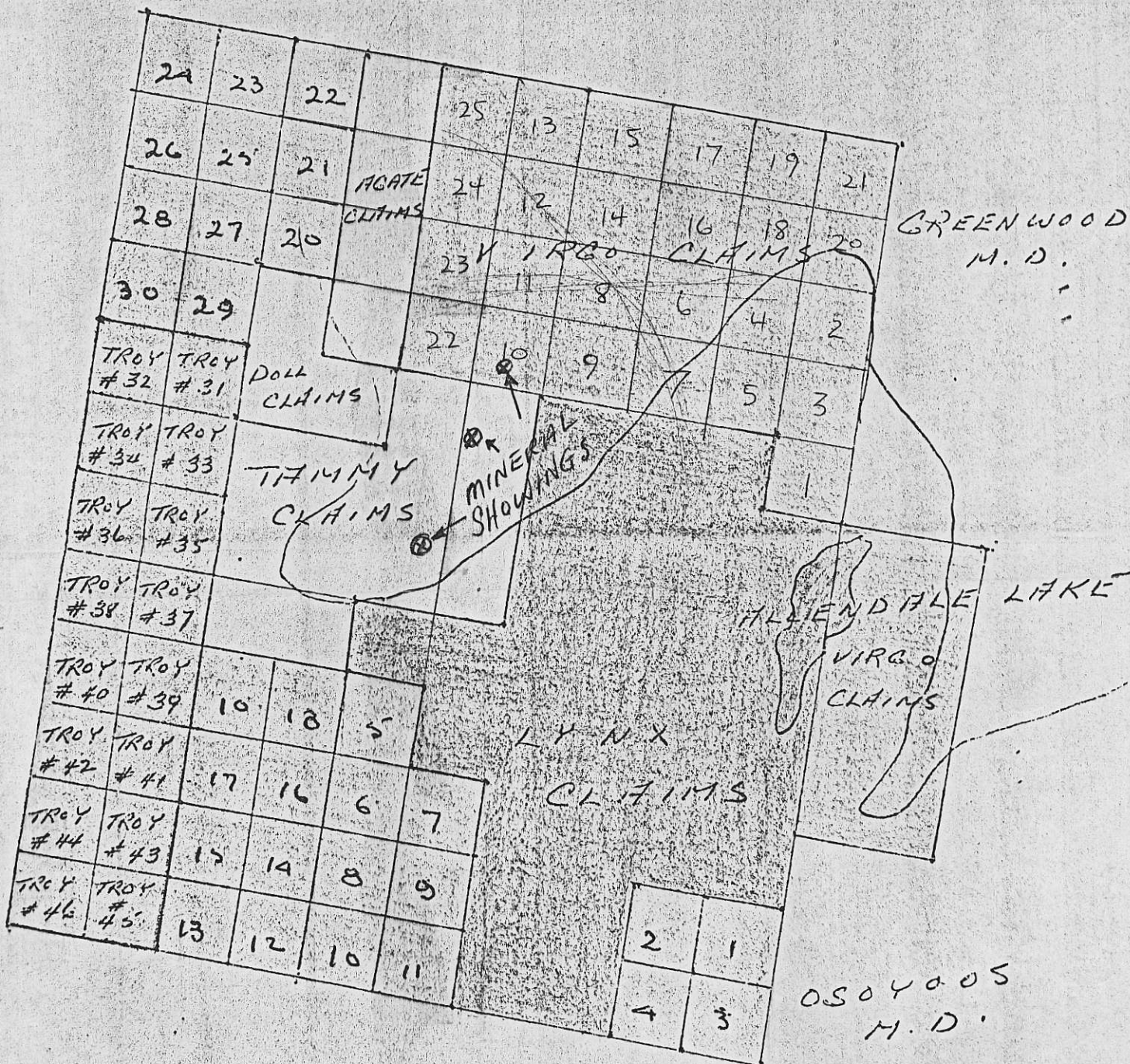
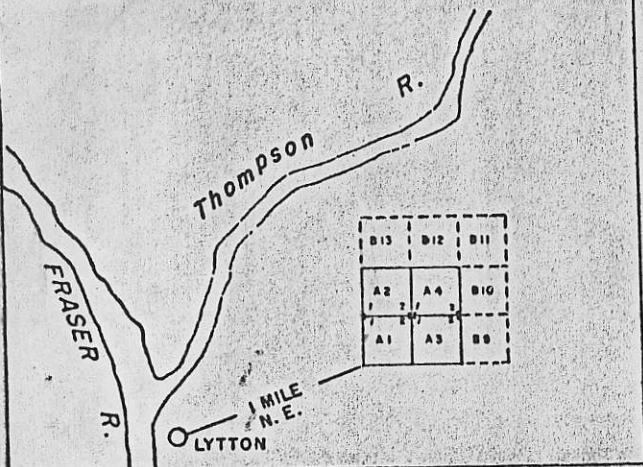
c/c W.R.M.

type of sketch required

Claims must be tied by direction and distance to at least one, preferably more than one, topographical feature, or to a land lot, section, township, or other recognizable point on printed maps of the district. Relations of previously located claims should also be shown.

N.B. — The sketch for a group of claims may be placed on one affidavit.

INDICATE NORTH
(True or Magnetic)



TROY 1 TO 46 - SPARED BY
AJAX

LYNX CLAIMS (33) ON
OPTION TO AJAX

VIRGO CLAIMS - ON HOLD
FOR AGREEMENT WITH AJAX