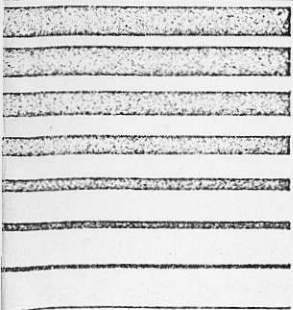




SALLY MINES

★ LIMITED ★



672591

SALLY MINES LIMITED

(N.P.L.)

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Capitalization

500,000 Shares — Par Value of \$1.00

480,000 Shares Issued

•

President

R. H. STEWART, M.E.,

Stewart, Batten & Associates
Vancouver, B. C.

Directors

S. J. CROCKER,

Director B. C. Equipment Co.
Vancouver, B. C.

W. B. FARRIS, K.C.

Farris, Farris, Stultz & Sloan,
Vancouver, B. C.

H. B. MORLEY,

Secretary-Manager
Penticton, B. C.

D. J. MORGAN,

Penticton, B. C.

•

Transfer Office

JAMES ANDERSON,

Registrar and Transfer Agent

804 Stock Exchange Building,
Vancouver, B. C.

Our Own Opinion

The production record of the Beavercell camp has been an enviable one. We doubt if any other section of British Columbia has yielded such large profits from a similar amount of ore shipped.

The Sally holdings are extensive and mining engineers are agreed that the property will yield good profits for an indefinite time. The capitalization is low. Careful estimates place future production at from 100 to 150 tons of high-grade shipping ore per month, averaging not less than 200 to 250 ounces of silver per ton.

With silver at present prices—around 40c per ounce—an annual profit of probably not less than \$50,000.00 to \$60,000.00 can be anticipated. With silver prices climbing and likely to hold at not less than 50c per ounce, an annual profit of approximately \$100,000.00 may be confidently expected. Such returns should make Sally Mines Limited shares a very attractive speculative investment at present market prices.

For further information, write

A. E. JUKES & CO. LTD.

Members Vancouver Stock Exchange

816 HASTINGS ST. WEST Trinity 2545 VANCOUVER, B. C.

The information contained herein has been obtained from sources which we consider reliable, and while we do not guarantee it, we believe it to be accurate, as of the date of July 19th, 1933.



WARD & PHILLIPS LIMITED
Vancouver, B. C.



Geology

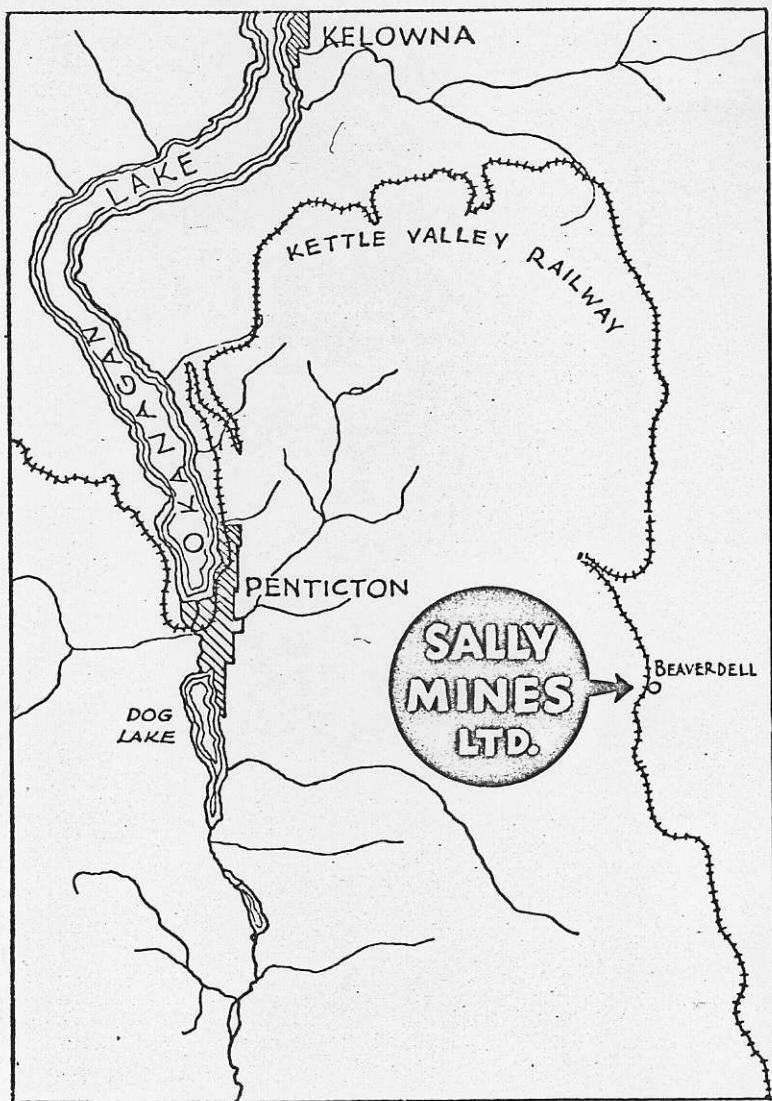
The ore bodies appear to form exclusively in shear zones cutting the quartz diorite. The older formations were invaded by this diorite, which was in turn intruded by masses of quartz monzonite. The shearage zones vary from one foot to more than ten feet in width. The ore occurs as lenses from a few inches to about 18 inches wide.

There are nine known veins on the Sally property, roughly in two systems striking across each other. The first system includes the eight Sally veins striking almost east and west, and the second is the southwest extension of the Bell vein, which strikes northeast, nearly parallel with the outcrop of the contact between quartz diorite and Wallace formation.

Sally No. 7 vein has been the most extensively worked and has produced about \$700,000 worth of silver ore. Next in production were No. 6, No. 1 and No. 5, in the order named. The ore values consist essentially of silver. They comprise galena, zinc blende, pyrite, tetrahedrite and ruby silver, with occurrences of secondary silver (native) along cracks and seams.

The greatest depth in ore is in No. 7 tunnel, about 250 feet below the surface. The zone of oxidation is very shallow. The Wellington has disclosed 18 inches or more of high grade ore of similar character about 300 feet deeper. Thus there appears to be no material change in characteristics or values to a depth of about 550 ft.





The above map shows at a glance the splendid location of Sally Mines Limited at Beaverdell, on the Kettle Valley line of the Canadian Pacific Railway. Transportation direct to the Trail smelter is thus provided.



History of Property

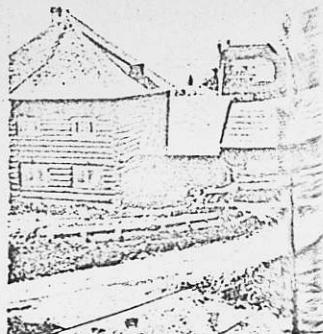
The property of Sally Mines Limited consists of thirteen crown-granted mineral claims and fractions on Wallace Mountain, at Beaverdell, a station on the Kettle Valley line of the Canadian Pacific Railway, Greenwood Mining Division. The history of the Sally Group is the history of the richest silver district in British Columbia, insofar as grade of ore is concerned.

The Sally is the largest holding in the Beaverdell area, which includes the Bell, Wellington, Beaver Silver, Highland Lass and other important groups. This silver camp is the only one in the province which has been able to continue profitable operations during the recent years of low metal prices. No milling of ore has been carried out in this camp as yet, values being high enough to justify shipment direct to the smelter.

In fact, the Beaverdell mines have consistently shipped ore averaging about 250 ounces of silver to the ton, with the lead content running from 20% to as high as 60%. There is also a small gold content. Samples of ore yielding from 1,000 to 2,000 ounces of silver per ton are not uncommon. The mean average of silver values is remarkably high.

Shipments of ore from the Sally and other mines in the district have been made direct from the Beaverdell station to the smelter of Consolidated Mining & Smelting Company at Trail. Transportation conditions, therefore, are the best and year-round operations may be carried on.



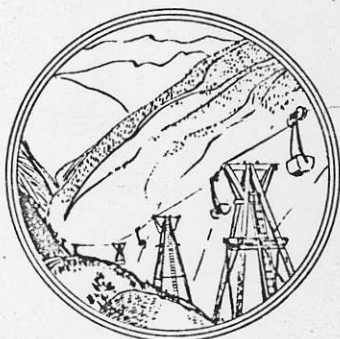


Past Production

The Sally Mine has produced about 4,900 tons of high-grade ore, and 1,600 tons of second grade, which returned a total of \$894,530 from the smelter. The present owners have mined approximately \$800,000 worth of ore, confining their operations largely to production, with the result that a period of exploration and development was required before profitable production could be continued.

The company has ample funds available for all work and has placed operations under the supervision of Mr. R. H. Stewart, M.E. Associated with him is Mr. Henry Lee, who has been so outstandingly successful on the adjoining Bell Mine.

The required preparatory work is now well in hand and a full crew is expected to be working by August 1st. The present objective is to pick up the Bell veins, which continue into Sally ground. At the time of printing this brochure indications were that the miners were close to the main vein, the segments of ore encountered at almost every round being all high-grade. Indications were that the shipping of ore to the smelter would be resumed shortly.



The Sally ore bodies are identical with those of the Bell, Beaver Silver and Wellington. Production from the Bell netted that company \$350,882 in dividends between 1917 and 1930. In 1932 Wellington shipped 780 tons of ore running 225 ounces of silver to the ton.

[Page Five]



Ore at Depth

According to geologic section, the quartz diorite is 4,000 feet or more thick in this section and it is probable that ore similar to that mined will continue downward for considerable depth below the present workings, possibly 1,000 feet or more. The range of elevation in quartz diorite within Sally property is about 800 feet, and it is probable that this depth will show high-grade ore.

The large amount of exploration and development work done on the Sally and Bell properties has pretty well determined the characteristics of faulting, thus simplifying future operations.

Sally Mines Limited is fully equipped for extensive operations. The camp is located a little more than a mile in a straight line, or three miles by good highway, from the Beaverdell station of the Kettle Valley Railway. Camp buildings are commodious. There are sufficient machine-drills, cars, etc., with which to operate. Ample power and timber are available.

The amount of ore of lower than shipping grade on the Sally, or on any one of the adjoining mines, is not sufficient to justify construction of an individual mill, but it is possible that a community concentrator may be erected to care for the concentrating of the lower-grade ore. The cost of hauling ore to the railway is placed at \$1. per ton, with about 35c per ton back haul for supplies.

