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January 27th, 1969.

Alwin Mining Company Ltd., 1111 - 409 Granville St., Vancouver, 2, B.C.

Attention: Mr. H.E. Jacques

Dear Sir:

Re: Proposal to Alwin by Principals of the Marjory Group submittal

On January 24th, 1969, we were visited by John R. Barnes, Norman Smalley and a third person (unnamed). The first two are apparently the principals of the Marjory Group of claims which are described under a separate report.

They brought in two additional pieces of quartz vein in a granodiorite which they claimed contained abundant scheelite. They were subsequently "lamped" under ultra-violet light at the Chamber of Mines and were found to contain no scheelite at all.

They also planned to leave immediately to go to the Pemberton area to obtain more and better mineral specimens from the Marjory property.

Barnes and Smalley told us that they had recently staked 36-38 claims in the Tenquille Creek area to cover most of the mineral showings on the old claim groups (presumably the Crown, Copper Mountain, Seneca, Wonder, Silver Bell, Gold King, Li-li-kel, and Moffat & White).

According to Barnes and Smalley, a group of 54 claims was staked by Barnes and Smalley to cover the showings on Fowl Creek which are 3-4 miles southeast of the Tenquille Creek properties. The Fowl Creek claims were subsequently acquired from them by a group represented by the Belec and Norris interests.

Barnes and Smalley proposed to approach the principals of Alwin Mining Company Ltd. and suggest that they (Alwin Mining Company Ltd.) finance additional staking in the general area by Barnes and Smalley on a mutual participating and interest basis to be negotiated between the two groups of principals. Barnes and Smalley were informed by us that any decision on the above proposal would probably be deferred pending submission of our report on the Marjory Group to Alwin Mining Company Ltd.

In view of the presence of numerous showings (some of them showing very heavy concentrations of mineralization) in the Tenquille Creek vicinity and the presence of some vein deposits (the Li-li-kel) and reports of high silver values (141.31 oz. Ag from a 100-pound sample, and 648.6 oz. Ag from a high-grade sample), a brief preliminary examination consisting of soil sampling or geophysical surveys may help to establish the merit of some of the properties.

> Yours very truly, BACON & CROWHURST LTD.

G.D. Delane

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