Quatam 6/3042

CANEX AERIAL EXPLORATION LTD.

DIVISION OF CANADIAN EXPLORATION LIMITED

700 BURRARD BUILDING

VANCOUVER 5, B. C. CANADA

May 26, 1970

File: 92-K-7

Mr. M.F. Cowan Bacon and Crowhurst Consultants #1720 - 1055 West Hastings Street Vancouver 1, B.C.

Dear Mike:

Mr. Pentland and I wish to thank you for the excellent tour of the Quatam River property of Capilano Explorations Ltd. (N.P.L.) on May 13, 1970. Returned herewith are the reports and maps on the property.

Results of the sediment samples on Copper Creek are outlined below.

	<u>#75</u> (above road)	#76 (below falls)
Cu	62 ppm	63 ppm
Мо	4	8
Zn	88	92
Pb	20	20
Cd	0.9	0.8
Ni	5	4
Со	8	10

Analysis of the best mineralized float specimen was Cu 1.16%, Mo 20 ppm, and Au <.03 ppm.

It is felt that the size potential and grade especially within the breccia zone is not sufficient to warrant our participation at this time. The breccia zone may still show promise and, to this end, we wish you every success.

Yours truly,

CANEX AERIAL EXPLORATION LTD.

A.D. Drummond, Ph.D. Research Geologist

ADD/s1b Attach (2 reports).