

673043  
Quatam

August 19, 1970

Mr. H.E. Jacques, President,  
Capilano Explorations Ltd.,  
#807, 409 Granville Street,  
Vancouver 2, B. C.

Dear Mr. Jacques:

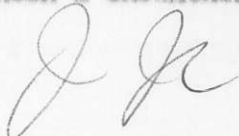
In Mr. Bob Sheldon's absence I phoned Terry McCauley at the Newmont Mining Corporation office in Vancouver this afternoon concerning the current state of work at the Quatam River property. Terry told me that they had completed geological mapping, and induced polarization survey of some additional soil sampling, as well as surface prospecting. This work was suspended a month ago pending receipt of sample assay results and other data but the camp and equipment was left on the property.

The work outlined what Terry termed "an interesting" breccia zone about 1,000 ft. by 2,000 ft., and probably corresponds very closely with the outline shown on Mike Cowen's previous maps. It was not clear whether this zone was delimited but Terry did say no extensions were found.

At a Newmont meeting last week it was tentatively decided to arrange for two or three fairly long (1,000 ft. plus) diamond drill holes in the breccia zone. Bob Sheldon is, however, thinking the matter over at the present time but apparently is quite enthusiastic.

Yours truly,

BACON & CROWHURST LTD.



J. J. Crowhurst

JJC:hmc

cc - Mr. J.A.C. Ross

Blind: 3cc - Mr. Al Pike,  
Ganges,  
Saltspring Island, B.C.