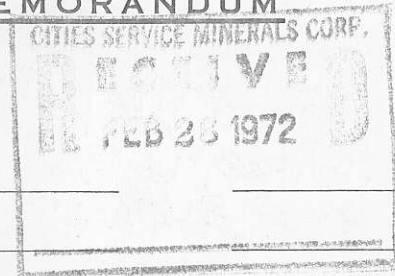


Copy to W. W. Simmons
St. Louis
2-6

673108
TATLA

MEMORANDUM



CITIES SERVICE MINERALS CORP.

DATE February 28, 1972

TO H. W. Ranspot

DEPT.

FROM W. W. Simmons

DEPT.

Re: Anaconda Properties--British Columbia
Conversation with Glenn Waterman 2/22/72

The accompanying maps are, at best, sketches. In essence, Anaconda has about 500 known prospects scattered around the world. Due to their financial troubles, they cannot explore them. They are, therefore, trying to sell them but retain a carried interest. Mr. Waterman said they had sold two, retaining a 35% interest in one and a 40% interest in another. By carried they mean no further expenditures by Anaconda. Their contribution is the property plus geologic, geophysical and drill data.

E Property

Location: "Not too far from Brenda"

There are few outcrops. Anaconda has done some trenching, drilling, and run magnetic and IP surveys. Geochemical samples of stream sediments and soil show only molybdenum. Anaconda drilled several inclined holes to a length of 4-500 feet, which averaged only about 0.05% *Mo*. They suggest 2 or 3, 1500-foot holes on the west side and 6 or 8 percussion holes to test the magnetic low. Asking price: 30% carried interest.

M Property

Mc Clinchy Lake

Location: "East side of Coast Range"

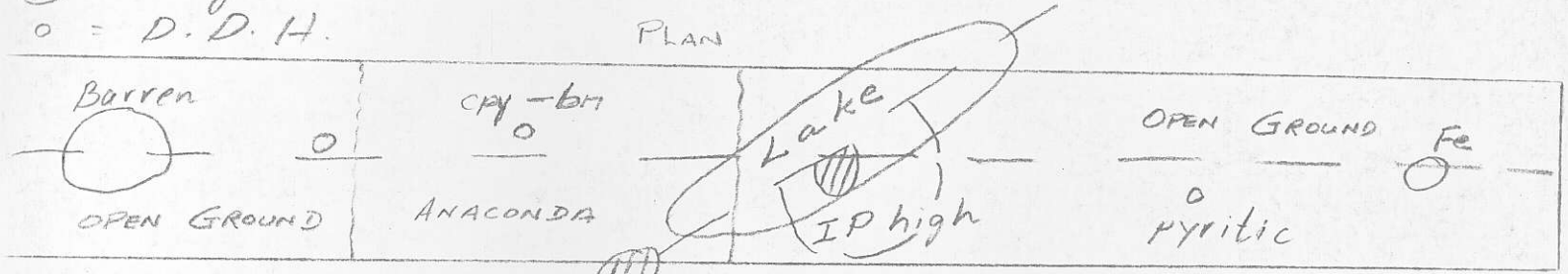
There are several breccia pipes, two magnetic lows and an IP high. The breccia pipes are on or near a mapped fault. One magnetic low and the IP high are near the intersection of the mapped fault and an inferred fault. Overburden is estimated to be 50 feet thick. The IP anomaly is about 2000 feet in diameter. Anaconda does not control this ground. If Cities located, Anaconda would expect at least two years assessment work and that the claims be considered part of the package. Before Cities is given the data for study, they will be required to agree to either joint venture with Anaconda or stay out of the area for two years. Anaconda also asks that any ground within an area of about 3 x 6 miles be considered joint venture ground. The asking price is a 30% carried interest.

Dot Property

Location: About 5 miles north of Princeton

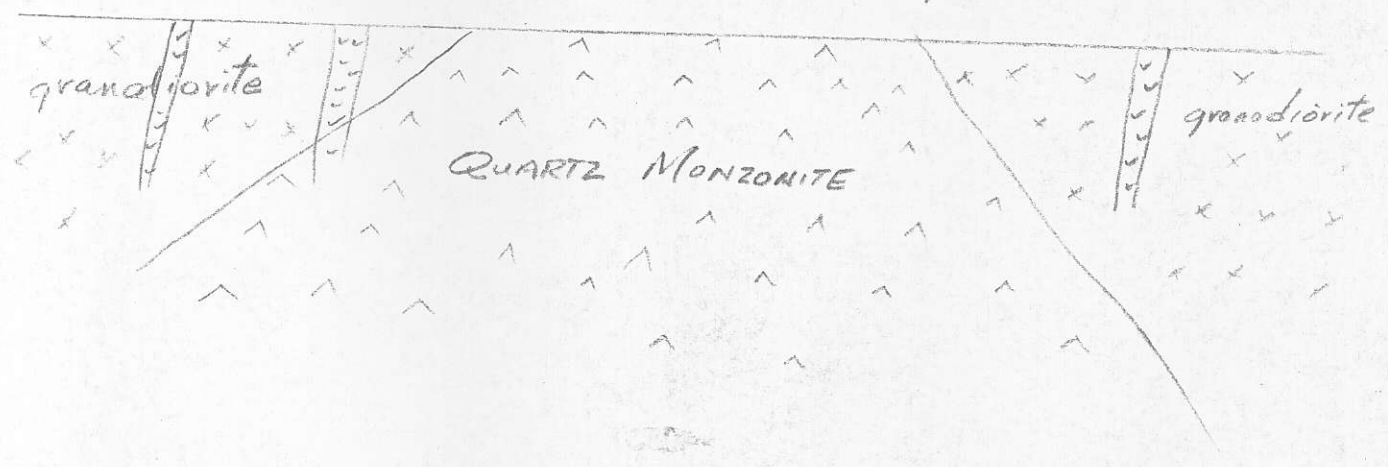
This property has a magnetic anomaly which may indicate a skarn. Near the contact with a Tertiary age grit there is a buildup of a

- - Fault
- - - = inferred fault
- - breccia pipe
- ⊖ = mag low
- = D.D.H.



- cpy - chalcopyritic
- bn - bornite
- Fe - Iron Stain
- ⊖ - Aplitic dykes

Section Inferred by Glen Waterman



M PROJECT
 ANACONDA FEB 28/72
 Scale $\approx 1" = \frac{1}{4}$ mile
 Drawn by Woody Simmons
 Traced by A Clark & W. Murton