March 19th, 1969.

Mr. John Convey,
Department of Energy, Mines and Resources,
Mines Branch,
555 Booth St.,
Ottawa, Ontario.

Dear John:

We have been retained by Anchor-Takla Mines Ltd. as consultants concerning an exploration program and other investigations regarding the Takla Silver Mines property in northern B.C.

The Takla property is located in the Omineca Mining District 50 miles west of Manson Creek. Access is by a fair road from Fort St. James northward 170 miles. Our good friend Karl Springer first staked it for Leta Explorations in the early 1940's and drove a short adit on a high grade silver-lead-zinc vein. There has been sporadic work completed on it since then, resulting in the discovery of other lead-zinc deposits and two or three other similar silver veins to the ones worked on by Leta.

Under our direction, Anchor Mines spent \$150,000 last year concerning a surface and underground diamond drill program with encouraging results. They are going to spend up to \$250,000 this coming summer on continued exploration.

We have secured about 200 lbs. of samples from surface trenches and from underground exposures from the main silver-lead-zinc vein. Besides galena and sphalerite, there is an appreciable gold and antimony content together with varying amounts of arsenopyrite and pyrite.

Since it would appear that metallurgy will constitute one of the main problems, we would appreciate it if you could see your way clear to the completion of some preliminary investigations by your Department relative to the gold-silver-lead-zinc recovery and/or antimony.

I do not think there has been any previous work done by your Department on ore from this particular property and therefore it would appear that we would have to start at the beginning. In any case, anything that you may be able to do would be most welcome.

Best personal regards,

Yours truly,

BACON & CROWHURST LTD.

JJC/ie cc: H.E. Jacques J.J. Crowhurst