J.C. STEPHEN EXPLORATION LTD.

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May 5, 1977

To: Members LUC Syndicate

c/o Mr. G.S.W. Bruce, Dome Exploration (Canada) Ltd.

Mr. A. Soregaroli, Western Mines Ltd.

Mr. C.K. O'Connor, Conwest Exploration Company Ltd.

Dear Sirs:

Re: LUC Syndicate's COL Claim Group
93 N/14W

According to the records in our possession several of the COL claims staked for LUC Syndicate in 1971 are still in good standing. A list of these claims accompanies this letter together with a copy of the 1972 Geology map to which we have added the outline of part of the Lorraine mineralized zone.

Rentals have been paid on these claims to July 1977. Assessment work credits on COL 15-21; 51-56 expire July 1977. Assessment work credits for COL 1-9; 11-13, are good until July 1978.

The Union Miniere TAM zones of copper mineralization lie about $3\frac{1}{2}$ miles north west of the Lorraine (GEM 1974 p283).

Would you please advise as to whether: -

- (a) you wish rental of \$120.00 paid to maintain COL 1-9, 11-13 for another year.
- (b) you wish rentals and cash in lieu of work to be paid to maintain all claims until 1978.

This would amount to:

13 claims @ \$ 2	200. cash in	lieu \$ 2600.00
13 claims @ \$	20. rental	260.00
12 claims @ \$	10. rental	120.00
		\$ 2980.00

- (c) you wish to allow all claims to lapse.
- (d) a program should be undertaken to further assess the potential of these claims and explore the possibilities between the Lorraine and Tam properties.

The Lorraine prospect held by Kenco was under option to Granby. Detailed work including extensive drilling was done and the option has been dropped.

There appears to be an area to the east of the main mineralized zone which has received somewhat less attention.

The area between Lorraine and Tam properties was staked as the JO ANN claims. It has been explored by soil sampling and reportedly has had some IP and two diamond drill holes with poor results.

The writer feels the area has only limited merit. Considerable exploration has been done. The mineralized zones are somewhat erratic, relatively small and of low to moderate grade. It would require a prolonged detailed exploration effort including considerable drilling if targets were located by mapping, geochemistry and geophysics. This effort and expense does not seem warranted on the basis of the tenor of the presently known mineralized zones.

Yours very truly.

J.C. Stephen