January 14th, 1974.

Mr. K.C. Rose,
Exploration Manager,
Hudsons Bay Oil and Gas Co. Ltd.,
171 Pemberton Ave.,
North Vancouver, B.C.

Dear Ken:

The following items of information are forwarded for your consideration:

- (1) Geological and Geochemical Report on the FORT 1 and 2 Groups, Babine Lake.
- (2) Geophysical Report on the FORT 1 and 2 Groups, Babine Lake.
- (3) Part of a letter regarding rock types from N.C. Carter, B.C. Dept.

The reports outline results of our 1973 program on this claim group on the northwest side of Old Fort Mountain.

The group had been staked on the basis of discovery of disseminated pyrite chalcopyrite mineralization in a biotite feldspar porphyry dyke in 1972. Exploration was impossible after staking due to heavy snowfall. The 1973 program, as a result, was laid out with very little knowledge of the property and the limited IP work does not appear to have adequately tested the area, especially to the west.

The partners of LUC Syndicate wish to option this property in an effort to explore all possibilities on the property.

It is understood some recent staking has been done in the vicinity by another company.

Yours very truly,

LUC SYNDICATE

J.C. Stephen

Exploration Superintendent

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