

INTER OFFICE MEMO

811001

CYPRUS EXPLORATION CORPORATION LTD.
VANCOUVER OFFICE

Date: January 7, 1971

To: J. B. P. Sawyer
From: J. G. Simpson
Subject: Possible Joint Venture R.C.V. Barriere Lakes Property

I enclose a summary of the R.C.V. Barriere Lakes property for your consideration, together with copies of pertinent geochemical, geological and geophysical data. These have been somewhat doctored in the course of perusal and hopefully, the pencil lines will help to explain some of my thoughts on the project.

Although a little on the expensive side initially, this must be regarded as a good exploration bet on which the groundwork has indicated prime drilling targets. Regarding our policy of less reconnaissance and more involvement with properties of proven potential, I feel that unless we are prepared to come on a little stronger with our early commitments, we are unlikely to finish up with anything but second or third rate properties.

While not wishing to frighten anyone with tales of structural complexity, the potential here is for open pit mining of elongated fold nose areas, somewhat reminiscent of the Copperbelt open pits, but not, unfortunately, with their grade potential. In short, without the structural repetition envisaged it is unlikely to make an orebody.

There is no doubt that we could complete a meaningful drill program at this location before the end of May with a mid-March starting date. I think the property is a good proposition for a \$100,000 investment, with an out at \$50,000.



INTER OFFICE MEMO

CYPRUS EXPLORATION CORPORATION LTD.
VANCOUVER OFFICE

Date: January 25, 1971

To: C. A. Mark

Ref. 938-CVL

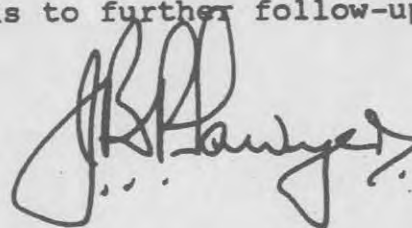
From: J.B.P. Sawyer

Subject: ROYAL CANADIAN VENTURES - BARRIERE LAKES PROPERTY

Royal Canadian Ventures, one of the Dynamic Group, approached us last Fall regarding a property which they acquired by option from some prospectors in the Barriere Lakes area, approximately 35 miles northeast of Kamloops. Royal Canadian Ventures have done some work themselves and have also optioned the ground at different times to Rayrock and to Scurry-Rainbow. The Rayrock work was done by Derry, Mitchener, and Boothe, and included some drilling which returned low copper values. There are some pretty hefty option payments involved, \$20,000 in two \$10,000 instalments over six months to one group, and \$15,000 annually payable by December 1st to another group. When Royal Canadian Ventures first approached us, the December 1st \$25,000 payments were in the immediate offing, and I turned them down on this basis. They made these payments themselves and have now come back to us and are willing to let us take a crack at it for six months after which we can quit if we want to. The next five months up to June 1st is the cheapest possible time for us to get a look at this.

Glenn Simpson has reviewed the work by previous optioners in some detail following a visit to the property in the field last Fall, and has also had some discussions on the general climate in the area with the Noranda people who are actively exploring a property to the north and others. He has written this up in the enclosed summary which I now submit for your consideration. As far as location goes, this is a good place to have a mine and if the structure is, in fact, similar to that postulated by Simpson, this could be an interesting situation. In any event it looks like a reasonable \$50,000 bet, and in the light of present policy, is probably the kind of thing we are going to have to go after.

Would you please advise as to further follow-up of this proposal, as you see it.



JBPS/jel

Encl.



ROYAL CANADIAN VENTURES LTD.

TELEPHONE
374-4359

SUITE 270,
180 SEYMOUR STREET,
KAMLOOPS, B.C.

Dec. 21st, 1970

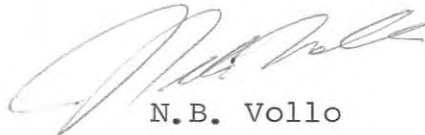
Mr. Glen Simpson,
Cyprus Mines Corporation Ltd.
822 - 510 West Hastings St.
VANCOUVER, B.C.

Dear Glen:

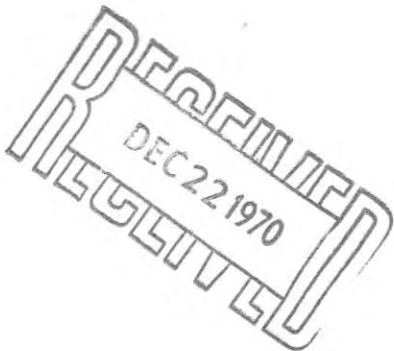
Enclosed is a copy of the geochemical map for Silver on the EBL group. As you can see, the Ag corresponds fairly closely with copper, and as values run to what amounts to 0.5 oz/ton, cannot be ignored. Perhaps you can find some explanation for them.

YOURS VERY TRULY

ROYAL CANADIAN VENTURES LTD.



N.B. Vollo





ROYAL CANADIAN VENTURES LTD.

TELEPHONE
374-4359

SUITE 270,
180 SEYMOUR STREET,
KAMLOOPS, B.C.

Sept. 25th, 1970

Cyprus Mines Corporation,
110822 - 510 West Hastings St.
VANCOUVER, B.C.

Attention; Mr. Glen Simpson.

Dear Glen:

In accordance with our conversation of Sept. 24th,
I am enclosing the following:

EBL Geochemical Plan, 1" = 400'
EBL Magnetic Survey, 1" = 400'
EBL Drill Sections, 1"= 50' (2)
EBL Geology, Derry, Mitchener & Booth, 1"= 400'
EBL Percussion Drilling Sections, 1"= 100'
B&B Geology, 1" = 400'
B&B Geochemical Plan, Cu, 1"=400'
B&B Magnetic Survey, 1" = 400'

I will be in Vancouver on Oct. 1st and 2nd,
and will bring the IP data then. You could get a copy of
the IP maps from Seigel Associates in Vancouver.

A basic agreement would provide that Cyprus assume
option payment commitments of \$20,000 on the two properties,
due Nov. 30th, 1970, and commit to do an exploration program
of \$50,000 to \$100,000, mostly drilling, by Dec. 1st, 1971.
I would prefer that RCV operate the program, subject to
agreement with Cyprus on the work to be done. Further exp-
enditures by Cyprus, the amount to be negotiated, would
earn a minimum 60% interest after which further expenditure
would be on a 60 - 40 basis Cyprus - RCV.

cc A.G. Swanson.

yours very truly

ROYAL CANADIAN VENTURES LTD.

N.B. Vollo.