

82F-14 Prop. Sub.  
Joe Mackle Sept 25/90

812413

Spoke to Joe Mackle and  
it seems that he is not  
particularly interested in  
anything except selling the  
mill.

He claims to have enough  
30 oz. Ag ore to keep  
the mill going at 100 t.p.d.  
for approx 150 days.

# Inter-Office Letter

COMPANY	Atlas Explorations Limited	DATE	September 12, 1970
FROM:	J.S. Brock	TO:	TIM COATES
SUBJECT:	Joe Mackle	ATTN. OF:	

Would you please follow this up.

*28ft. wide  
30' 02" Ag.*

Encl.

JSB:js

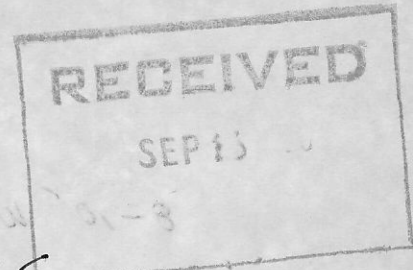
*2807*

*Called Bob Darney: He is asking his friends in the Koslo area.*

## CAN MINES HANDBOOK

*Blue Star Mines Ltd.*

*(1) Silver Pb, Zn property  
Caledonia Mine near Koslo B.C.*

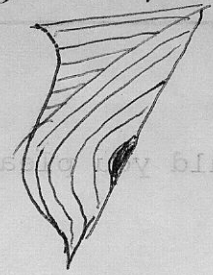


*In 1966 150 ton mill at Ansonville B.C. rehabilitated and put into operation for a short period 1969-70 treating development ore from Silver Star Mine under 5 yr. contract from Jan. 69*

Mackle.

\$9000

- 50 t.p.d.



Blue Star Mines Ltd.

Silver Star = Ed Barab.

\$70

222

Has mill  
Mill

4 to 5 sources.

RECEIVED

8-10" wide

10" x 10" \$15,000

5

\$9. Milling  
\$1.50 ton

Trucking \$10 ton

\$35/ton

1.50 o.e. Ag.

12¢ Zn

Joe Mackle



Near Kaslo.

J. Blue Star

have a mill ready to turn over  
has motion to come down

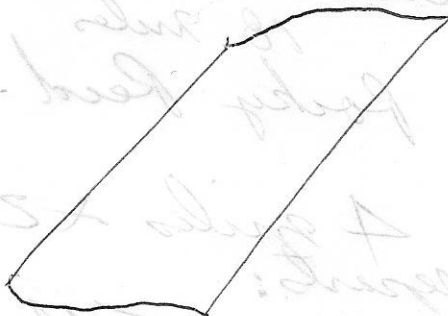
35-40'

Big tonnage  
long grade

40-50,000 tons to produce  
+ property to look at

20-30 02 or Ag

45-50' 120' wide "soft lead"



John Brock

Maybe Adamson or Coates  
could talk to Mackle and  
see if they should make  
a property examination

J.S. he was stoned & trying to sell me  
a milling operation

Gene

Arlington S. B. Merrill

Laticite deposit  
Cr-Ni 27° combined  
Washington 31  
Cleelum Wash.  
18 miles  
Rocky Pied.

4 miles x 2000 ft.  
He has reports:  
Slepard - Tuff.

— low silice - high Fe  
 $\frac{1}{2}$  %  $SiO_2$

Mellable

114-845 Hornby St.,  
Vancouver 1, B.C.  
Sept. 22, 1970  
Phone 687-4064

Dear Bill (Hawryluk) ← *Former mayor of Edmonton*

I am writing this letter for the reason that I have a good deal going and I hope you & Pat will participate.

It involves, naturally mining, but the nature of the venture is much different than most as you will see when I am through outling the data below.

I have spent the entire summer at Kaslo, B.C. which is situated on the west side of Kootenay Lake about thirty miles north of Nelson. The surrounding area has been a large producer of silver, lead, zinc and cadmium for over sixty years. The only large producer is Riodel Mines which is controlled by C.M. & S. and has been operating for some thirty odd years. Their production is basically zinc and cadmium. However most deposits are medium to small high grade types. The owners ~~owners~~ sorted the ore and shipped directly to the smelter at Trail, B.C.

The whole area is criss-crossed by good roads both hardtop and gravel. Our properties incidentally, that I am interested in, are all accessible by road.

The one drawback over the past was the lack of adequate concentrating facilities, hence, what was and still is economical milling ores were not utilized. The rise in price of metals over the past two years have added more ore potential for economical concentration.

There is in the Kaslo area a 150 ton per day concentrator situated just off the Kaslo-Nelson blacktop highway. It has been completely overhauled and available to receive ore shipments. We have been assured that our shipments will be concentrated. The owners have agreed to a milling price of \$9.00 per ton of ore and will assume all milling costs at this price. A stipulation by the owners that a minimum of 1000 tons be made available for milling and the initial charges of \$9.00 per ton or gross \$9000.00 be assured. I feel this is more than fair as there is a sizable expense in the initial starting up process.

We have this past summer examined several properties that could supply mill feed of sufficient grade and tonnage to commence a mining-milling operation with a minimum cash outlay. This type of property must be completely accessible and conducive to a form of strip or open pit operation. The property we have optioned meets have all these requirements and could be put into operation with a minimum amount of preparation. Incidentally, we have another such property which appears to have more potential than the one we now have but will take more preliminary preparations. This, however, would be done in conjunction with the mining and shipping from the above first mentioned property and would afford us two ample sources of supply for

delivery to the mill.

There is a contractor in the Kaslo area at present who will undertake the excavating and hauling on a mill delivery basis so there will be very little expense or cash outlay to make the operation feasible.

An encouraging factor also is the fact that adequate accommodation is available in the area thus eliminating the cost and headaches involved in constructing and maintaining a camp for the mining operation. This eliminates entirely what in many cases is a formidable expense.

a

We have acquired \$3,000,000 share company in good standing with 51,000 treasury shares issued. The vendors and balance of the treasury stock is intact. The liabilities include the cost of the formation of said company, and some \$2,000.00 payable to J. Barber which will be set up as a loan. Mr. Barber will be one of the vendors as he supplied the monies that were used to prospect and acquire the said options. There are no other outstanding obligations.

The property we have under option is based on a \$1.50 per ton payable to the owners for every ton of ore shipped. There will be no down payment or cash payment in the future except what has just been stipulated.

An initial amount of \$10,000, I believe, would be adequate to begin the project plus a guaranty of \$9,000.00 to the owner of the mill. This could be secured by the granting of a mortgage on the concentrates thus the debt would be retired on the first 1000 tons shipped and milled.

Silver, lead, zinc, cadmium concentrates are in strong demand and any further monies required could be obtained through advances on future deliveries if required.

a A further encouragement for this type of operation is the fact that smelter at New Denver, thirty miles from Kaslo, is now under construction which would be a tremendous asset. Composite ore could be smelted with no loss of metal recovery.

The positions regarding participation in the company could be worked out satisfactorily. I am sure to all. This must be done without delay, as we wish to maintain an around the year operation. The weather is not too great a factor but an adequate reserve should be available to offset any setbacks in production.

The area has a very good potential and an operation such as this could build into one of sizable proportion. The element of risk is of a small magnitude for the returns that could be realized.

Please reply as soon as possible at the address below, preferably by phone as I do want to know one way or the other.

Best regards,

Joseph Wilfred Mackle