

KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

820067

103 I

MAR 9 1967

*Hand to*

To Mr. P. M. Kavanagh From W. M. Sirola  
Subject Properties held by Heday Holdings Company, Terrace, B.C. (103-I) Date March 8, 1967.

W.S.R.  
K.C.G.  
J.H.S.  
E.F.  
R.D.S.  
B.C.B.  
P.M.K. ✓  
G.W.M.  
R.O.M.  
C.K.W.  
J.B.S.  
G.P.R.  
K.F.L.  
L.B.  
E.C.J.

Herewith, a somewhat belated reply to your submission on the above properties.

The J.K.L. & O. Molybdenite property, 17 miles north of Terrace has been examined by many companies including Amax. This in itself does not negate the property entirely, but in any case, no opinion could be formed until the property is free of snow. If it is available at that time, it would probably be worth a visit.

The Alvija M.C.'s sound mildly interesting but the secondary copper content forms a large portion of the total copper, and I would think that primary grades in general are quite low considering the 20-foot width. The property could be visited at the same time as the J.K.L. & O.

Without the benefit of a visit, I could not, of course, form positive opinions about either property but I am not optimistic in view of their past history.

*W. M. Sirola*  
W. M. Sirola.

WMS/lk

103 I

Heday Holdings Co  
J.K.L. & O Molybdenite  
Terrace Area. B.C.

Dec 19 1966

COPY

January 27th, 1967.

Mr. Gabriel Heday,  
32 Lonsdale Road,  
Toronto 7.

Dear Gabe:

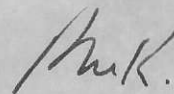
I just want to let you know that we are not able to take any real interest in your copper and molybdenite properties in the Terrace area.

As I think I mentioned to you we have a great deal of work planned and budgeted for this year and we are therefore going to have to be very choosy as to what other situations we take on.

I appreciate your coming in to see me about your properties, and hope you will continue to keep in touch with us.

Best wishes for success in '67.

Yours sincerely,



Paul M. Kavanagh  
Chief Geologist - Exploration.

PMK:sw

cc: Siivola

W.S.R.  
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J.L.B.  
E.C.J.

interesting, however, to see the various samples which, for some reason, are in Merritt at the present time.

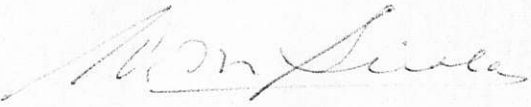
- 4) The properties held by Heday Holdings in the Terrace district, British Columbia, were submitted by PMK and briefly scrutinized here.

The molybdenite property has apparently had thorough scrutiny by Amax and we were not overly intrigued by the copper prospect. While it is never wise to base one's judgement on hearsay information, it would be rather difficult to evaluate the Heday Holdings properly at the present time.

YUKON TERRITORY

- 1) The United Geophysical Company was advised of our decision to do gravity work on the "BC" group at Swim Lakes in early February. United agreed to make their base operator available at that time and said they would discuss the conduct of the survey with their gravity expert in California. We are awaiting the results of this decision.
- 2) Boyles Brothers were advised that we would do 2,000 feet of diamond drilling on the "BC" group starting sometime in February. They were asked to provide a quotation for this work on the basis that they would use one drill and run the camp.
- 3) SWIM LAKES "A" GROUP:

✓ An interpretation of the Swim Lakes main anomaly structure was made using the diamond drill cross sections provided by Toronto. In addition, the total tonnage of 8% combined lead-zinc was estimated.

  
W. M. Sirola.

WMS/lk

# KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

To W. M. Sirola From P. M. Kavanagh  
Subject Properties Held by Heday Holdings Co. Date December 19th, 1966.  
In Terrace District, B.C. (103/1).

Attached are the following:

- 1) a short report by Gabriel Heday concerning his little company's 39-claim J.K.L. & O. molybdenite property 17 miles north of Terrace.
- 2) a short report by Heday concerning his company's 18-claim Alvijs copper property 20 miles northeast of Terrace, with several sheets attached.
- 3) a 4 miles - 1 inch map showing the location of the above two groups and of two others (one recently optioned by Silver Standard and one recently optioned by Cree Lake Mines from, I think, prospector Ken Mayner.

You may recall that a 1965 Heday Syndicate made a molybdenite find in the Nass River region. Well that is the same Gabriel Heday and that find, he tells me, is presently being drilled by Madsen Red Lake, the senior participant in that syndicate.

Early this year Heday formed another syndicate composed of Union Carbide, Columbia Cellulose, Bralorne Pioneer, and U.S. Smelting, Mining and Refining. He obtained the 4 properties shown on the attached 4 mile map for that syndicate, all of them options from local prospectors I think. The syndicate however let them all lapse by mid-summer, at which time the syndicate itself was terminated.

Since then Silver Standard has optioned the northernmost group (I think they have been mentioning that acquisition recently in the George Cross Newsletter), and a small outfit called Cree Lake Mines has optioned the southernmost group. Heday, who put in quite a bit of time on the other two and who didn't think the syndicate had given them a good fair look, picked those two up and put them into his little holding company, and that's where they sit at the moment. Heday phoned me up and then came in to see whether we would be interested in one or both of them. Heday would be willing to make any reasonable deal.

I should say that I first met Heday in Chile. He went down there originally as a prospector-scout for a small group including Joe Rankin. They found him very difficult to control expense-wise. It was a couple of years ago, when things slowed down in Chile, that he came back to Canada, and found his way up to northern B.C. with syndicate-sponsorship. He's inclined to live a little by his wits and presently is getting financial backing from oil people in Calgary.

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To W. M. Sirola From P. M. Kavanagh  
Subject ..... Date December 19th, 1966.

- 2 -

I told him that I would want to bring both properties to your attention and that if you thought we should maintain some interest in them we would want to visit them next spring or early summer before we would be able to form any accurate opinion of them. The thought that James of Bralorne would be a party to letting them go makes me feel doubtful of their worth. Perhaps he would feel able to comment on them to you.

Please let me have your comments in any event.

Helday mentioned that in G.S.C. Memoir 329 on page 49 the copper property is described as the Lucky Jim, and the moly property as Nicholson Creek Mines.



Paul M. Kavanagh  
Chief Geologist - Exploration.

PMK:sw

BRIEF DESCRIPTION  
PROPERTIES HELD UNDER OPTION

By  
THE HELDAY HOLDINGS CO. LTD.

*32 Lonsdale Rd  
Toronto 7*

*HU-14872*

A. (1) In British Columbia, Canada

Name: The J. K. L and O Group  
39 Mineral Claims

Principal Mineral: Molybdenite

Location: The Omineca Mining Division, B.C.  
2 miles North of Usk, B.C.  
17 miles North of Terrace, B.C.  
2 miles from railroad, Highway #16 and power line.  
Access by trail or 15 minutes by helicopter.

*Terrace B.C. office  
P.O. Box 2304  
Viking 36846*

History: The Nicholson Creek Mines explored the ground for gold and copper between 1923 and 1955.

Molybdenite has been mentioned in all reports, and the Cu and Au values were too low to be of interest.

Mineralization:

Molybdenite occurs in a granitic intrusive the dimensions of which are roughly 4000 feet by 2000 feet. All outcrops mapped by me carried Molybdenite in

- (a) Quartz veins and veinlets 1/2" to 6 feet wide.
- (b) Disseminated in the granitic mass.
- (c) Silicified and altered volcanic formations.

Grade and Tonnage:

Grades fluctuate between .04% to over 1% Molybdenite. Overall Molybdenite bearing rock has the potential of 60 to 80 thousand tons per vertical foot.

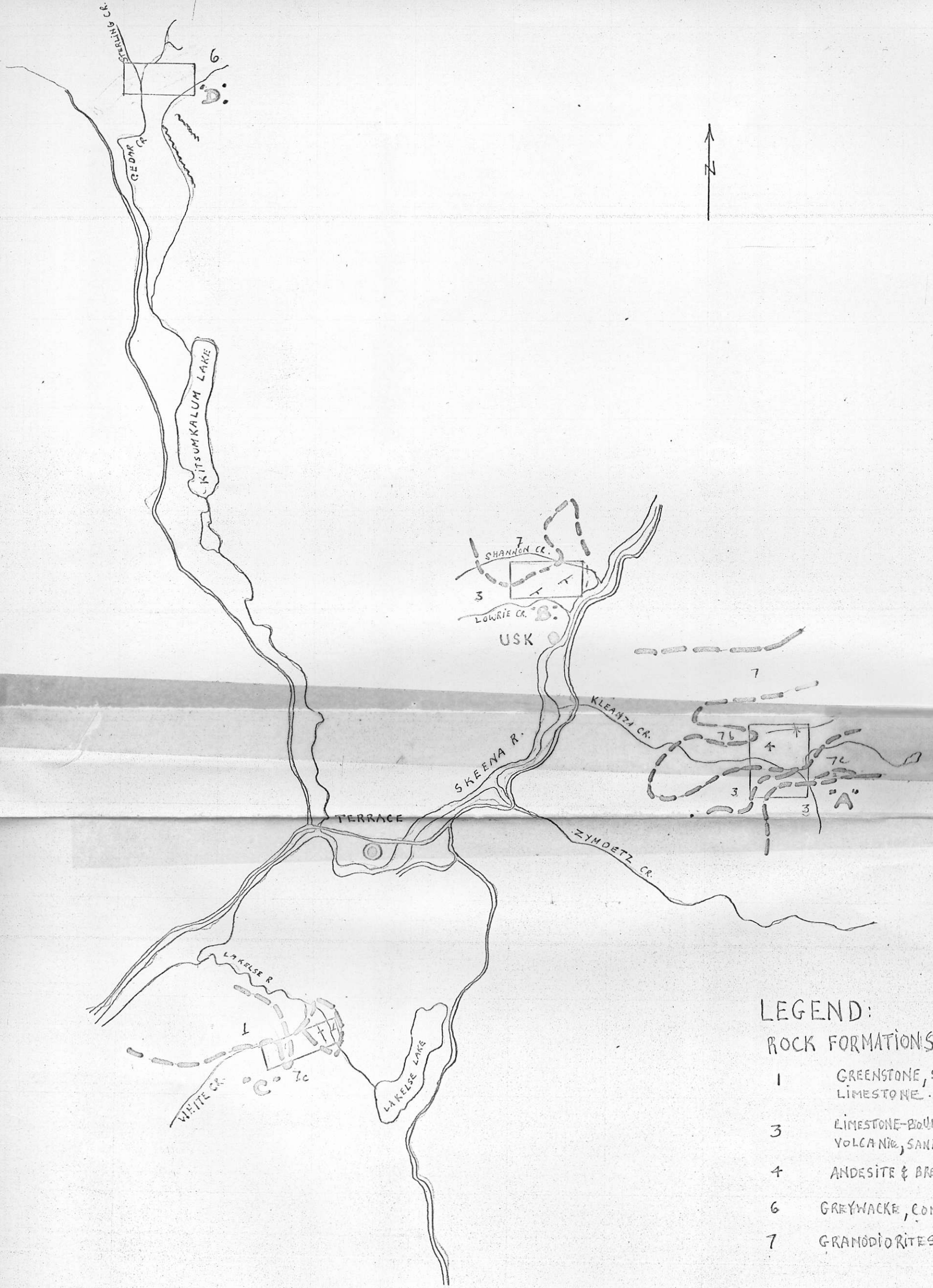
Conclusions:

In order to establish the true potentials of this prospect considerable trenching and stripping to bedrock have to take place. More than 95% of the critical surface is covered with a concealing mantle of vegetation and soil.

I consider that this prospect has never been assessed or evaluated for its Molybdenite content.

The dimensions of moly bearing rock and observed grade justify further investigation of this property.

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**LEGEND:**

**ROCK FORMATIONS**

1	GREENSTONE, SHALE, LIMESTONE.
3	LIMESTONE-BOULD. CONG., VOLCANIC, SANDSTONES
4	ANDESITE & BRECCIA, TUFF
6	GREYWACKE, CONG., ARGILL.
7	GRANODIORITES

SKETCH, DESCRIBING LOCATIONS OF AREAS "A"; "B"; "C" & "D"  
 (TRACED FROM MAP 1136 A; TERRACE SHEET) (E.S.C.)

Geol. CONTACTS  
 DIP & STRIKE  
 MINERAL SHOWINGS & PROSPECTS  
 ROAD  
 RIVER, CREEK & WATER

0 4 miles  
 APPROX. SCALE