

092H

820939

November 30, 1960

Mr. F. McCallum  
618 Somerset Building  
Winnipeg 1, Manitoba

Dear Finley:

The detailed magnetometer survey of the Shot claims failed to indicate any significant magnetic anomaly and I regret that no additional work is justified by us. I am advising Don Paterson to the effect that we are hereby dropping the option dated October 17, 1960. The magnetometer survey will be applied by us as assessment work against the claims as agreed in paragraph 11 of the option agreement. Apparently Noranda did not find anything of importance in their magnetometer survey of adjoining claims either.

Alex Pearson assures me he took careful samples of the McFinley vein and that you were present at the time. Of course I can only go by his results. Let us know how your sample runs.

I note you are returning to Vancouver sunshine on November 29th. You have put in a very active season and I hope you have a good rest on return.

Thanks again for the opportunity of examining your properties and we hope you have better luck on the next one.

Kindest personal regards to yourself and family,

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

E. O. Chisholm  
Chief Geologist

EOC:ly

PROSPECTORS AIRWAYS COMPANY, LIMITED  
44 KING STREET WEST  
TORONTO 1, ONTARIO

COPY

November 30, 1960

Mr. Donald S. Paterson  
609 Grain Exchange Building  
Winnipeg, Manitoba

re: SHOT CLAIM GROUP - BRITISH COLUMBIA

Dear Don:

We have recently received the results of a detailed magnetometer survey on your Shot claim group adjoining the Craigmont property and wish to advise the survey did not show any significant magnetic anomalies. For this reason we hereby notify you of our intent to drop the option forthwith. The work is being filed as assessment work credit against the claims as agreed.

We wish to thank you for the opportunity of exploring the ground and share your disappointment that nothing was indicated. I have written Mr. McCallum regarding the above.

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

EOC:ly

E. O. Chisholm  
Chief Geologist

A		N
✓	WSR	✓
	PMA	
	GMM	
✓	EOC	✓
✓	HAP	
	FDS	
	RES	
	REP	
	GR	
	FLA	
	HR	
✓	ECI	

# INTER-OFFICE CORRESPONDENCE

FROM E. C. Jacka

DATE December 5, 1960

TO Rod Macrae

SUBJECT Shot Claims Option

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

Enclosed please find a copy of a letter which has been forwarded to Mr. D. S. Paterson. Similar copies have been forwarded to the escrow agent in Toronto and the Bank in Winnipeg.

As per Clause 11 of the Agreement will you arrange to submit the work - Magnetometer Survey - as assessment work against the claims concerned.

Yours very truly



E. C. Jacka

1y/encl

A		N
	W.S.R.	
	P.M.K.	
	G.H.M.	
✓	E.O.C.	✓
✓	H.A.P.	
✓	R.D.S.	✓
	B.E.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	M.H.	
	<u>E.C.J.</u>	

PROSPECTORS AIRWAYS COMPANY, LIMITED  
44 KING STREET WEST  
TORONTO 1, ONTARIO

COPY

December 5, 1960

The Manager  
The Canadian Bank of Commerce  
Winnipeg, Manitoba

A	N
	W.S.R.
	P.M.K.
	G.H.M.
✓	E.O.C. ✓
✓	H.A.P.
✓	R.D.S.
	B.C.B.
	D.W.P.
	G.P.R.
	E.L.O.
	H.
	ECJ

Dear Sir:

Enclosed herewith please find a copy of a letter which has been sent to Mr. D. S. Paterson with reference to the Option Agreement dated October 17, 1960. The contents of this letter are self explanatory.

Will you kindly hold any escrowed documents to the demand of Mr. Paterson.

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

*E. C. Jacka*

ECJ:ly  
encl

E. C. Jacka



PROSPECTORS AIRWAYS COMPANY, LIMITED  
44 KING STREET WEST  
TORONTO 1, ONTARIO

COPY

December 5, 1960

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

The Manager  
The Canadian Bank of Commerce  
25 King Street West  
Toronto, Ontario

Dear Sir:

Enclosed herewith please find a copy of a letter which has been sent to Mr. D. S. Paterson with reference to the option agreement dated October 17, 1960. The contents of this letter are self explanatory.

Will you kindly hold any escrowed documents to the demand of Mr. Paterson.

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

*E. C. Jacka*

E. C. Jacka

ECJ:ly  
encl

*Blue file*

# INTER-OFFICE CORRESPONDENCE

*92/H*

FROM R. Macrae

DATE Dec 30th, 1960

TO E. C. Jacka

SUBJECT Shot Cl Option (exp)

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Ted:

I filed the magnetometer survey on the Shot claims claiming more than eleven hundred dollars of assessment work on the eleven claims. The date of filing is Dec 29th, 1960

Since the geophysical surveys have to be approved by Dr Hartley Sargent, B.C. Dept of Mines, before the Nicola M.D. Recorder can apply the work as assessment, and since 6 of the 11 claims are due to expire on Jan 12th, 1961, I wrote Mr Foy, lawyer, for Paterson here, and called him ~~watthe~~ advising him of the above, and suggesting he advise Mr Paterson to file \$600.00 cash in lieu to protect the six claims, in the event the survey was not approved before the Jan 12th, expiry date. The usual procedure in these cases is that the Recorder applies the money to protect the claims and refunds it to the owner when the approval is obtained from Dept of Mines, but I have known them to take a month to approve geophysical surveys.

Copy of my letter to Mr Foy is attached,

regards,

*Roderick Macrae*  
Roderick Macrae

encl:

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

Vertical stamp or stamp area on the right side of the page.

### INSTRUCTIONS FOR USE OF THIS FORM

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102-1111 West Georgia St  
Vancouver 5, B.C.  
Dec 30, 1960

Jestley Morrison, Eckardt, Aiksworth and "enson,  
Barristers,  
355, Burrard St  
Vancouver B.C.  
Attention: Mr Foy

Re : Shot Cl Gp , Owner, D.S. Paterson

Dear Mr Foy:

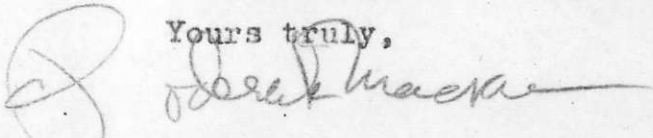
I called you today and advised you I filed a magnetometer survey , December 29th, for assessment purposes on the Shot Claim group and suggested that, since six of the group, Shot Nos 3-8 incl, expire on January 12th, 1961, there may be insufficient time for the Dept to approve this survey so that it will protect these six claims.

I presume you will advise Mr Paterson of this possibility so that steps may be taken to insure the six claims do not come open.

On the certificate of work, I claimed , " more than Eleven Hundred Dollars" and in all probability, when approved, that amount can be applied against the Shot Claim Group.

copy: ECJ

Yours truly,

  
Roderick Macrae

102-1111 West Georgia St  
Vancouver 5, B.C.  
Dec 28th, 1960

Mr Donald S. Peterson  
609 Grain Exchange Building  
Winnipeg, Man.

Dear Sir:

In accordance with the option agreement recently held by my company on the Shot Claim Group Merritt B.C., I have today filed a magnetometer survey for assessment purposes.

A copy of the report is enclosed; a copy of the map was forwarded to you earlier this month.

Enclosed also is a copy of a grouping notice for the Shot Claim Group. At your convenience, please send me a letter verifying that I am acting as your agent for the specific purpose of grouping the eleven claims and fractions in the Shot Group. Please date the letter prior to the 28th of December,

c.c. ECF

Yours truly,

*Roderick Macrae*  
Roderick Macrae, Fld Engr.



# INTER-OFFICE CORRESPONDENCE

FROM E. C. Jacka

DATE December 7, 1960

TO Rod Macrae

SUBJECT .....

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

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

Dear Rod:

Will you kindly send to Don Paterson, a copy of the magnetometer survey covering the Shot claim group for his files and reference.

It is noted that you will fill the survey as assessment work on these claims.

There are two items I would like to draw to your attention. viz.

1. Annual holidays - will you submit dates at your earliest convenience.
2. Equipment Inventory.

Yours very truly

ECJ:ly

E. C. Jacka

# INTER-OFFICE CORRESPONDENCE

FROM.....

DATE Nov 24th, 1960

TO File.....

SUBJECT Shot Claim Group  
Nicola M.D. British  
Columbia, Coord: 120-00: 50-00 SW.

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

An option, dated October 17th, 1960 was secured by Prospectors Airways Company Limited on a group of eight claims named the Shot 1-8 incl, together with certain fractional claims from Donald S. Patterson, of Winnipeg Man., owner of the claims. Under the terms of the option agreement, the company agreed to make a thorough examination of the claims, which examination, it was decided would be in the form of a sensitive magnetometer survey. This report deals mainly with the results of this examination.

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

### History:

This claim group, originally staked as the Jim group, by John James McMahon, of Vancouver, was held under option during 1958 and 1959, by Noranda Explorations Limited. Surface prospecting, including a minor amount of trenching, and a reconnaissance form of magnetometer survey was undertaken and the option was allowed to lapse.

In July, 1959, McMahon sold the group to Patterson for Five Thousand Dollars and 5% of the profits of mining or sale of the claims, in the event Patterson resold the group. Patterson optioned the claims to Prospectors Airways Co Ltd, in October 1960.

### Property:

The group of claims subject to this recent examination, consists of the following located claims:

- The Shot Nos 1-8 incl, Rec Nos 9905-12 incl
- The Nora No 6 Fr M.C., Rec No 9247
- The JMM Fr Nos 1-2 incl.

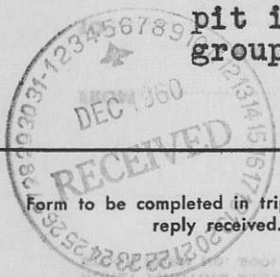
Nora No 6 is a fractional claim, approx one claim (51 acres) in size on the east side of Shot 3-4, and west of Nicola - Mameet I.R. Nol. The JMM frs are small fractions, within the Shot claim group.

### Location :

The property is located five miles N.W. of Merritt B.C., on the west side of Guichon Creek at an elevation of 2500 ft ASL. The east boundary of the group is an indian reserve; the claims north and south and west are held by Noranda; Craigmont Open-pit is 9400 ft true west of the north end of the Shot Claim group.

### INSTRUCTIONS FOR USE OF THIS FORM

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# INTER-OFFICE CORRESPONDENCE

FROM.....

DATE.....

TO.....

SUBJECT.....

Page 2.

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

A		
	W.S.R.	
	P.M.K.	
	G.H.M.	
	E.C.C.	
	H.A.P.	
	R.D.S.	
	B.C.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
	E.C.I.	

### Geology:

The surface of this claim group is completely masked by recent lake bottom-gravels; the surface profile from east to west and south to north is a series of benches or stream terraces; a number of 'kettles' to depths of fifty to 75 feet fail to expose the underlying rocks. The sub-surface rock types are not known, but from mapping west and north of the group, it is estimated that, at a depth of approx. two hundred feet, Nicola volcanics and sediments underly the claims. The same mapping, done by Noranda, indicates the contact between the Nicola rocks and granites of the Guichon batholith occurs approximately 400 ft west of the boundary of Shot No 2 mineral claim.

### Surface cover:

Red-pine and others of the same variety occur scattered over the surface of the claims. Brush growth is confined to the surface run-off depressions. Growth is so limited it was necessary to picket the survey lines.

### Magnetometer survey:

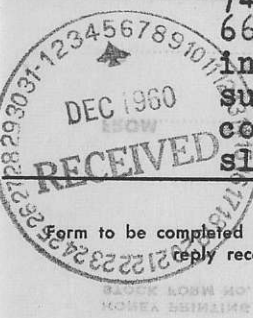
A sensitive magnetometer survey was made of the claims commencing October 28th on lines at four hundred ft intervals, stations at 100 ft intervals, on north south lines. \$3,000 ft of surveying was completed, using an Askania A-2 magnetometer having a 2.4 gamma per scale division. Magnetic drift was determined at the start, at noon, and at the end of each day of surveying. Survey lines were established from a previously surveyed east-west base line on the south boundary of the group. The survey was adjusted at a secondary base line 4500 ft north of the south base line. Instrument readings were converted to gammas and plotted 400 scale, and a topographic map, same scale, contours at 25 ft intervals, constructed from airphotos, was transferred to transparent paper for comparison purposes.

### Results of the survey:

Magnetometer station readings varied from 6458 gammas to 7470 gammas; 95% of the readings taken recorded between 6600 and 7000 gammas. No significant magnetic anomalies were indicated by the survey. Contouring of the results obtained suggested the magnetic countours simply record the topo. contours and the 'kettles' and depressions, bench fronts and slopes on the surface of the claims.

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# INTER-OFFICE CORRESPONDENCE

FROM.....

DATE.....

TO.....

SUBJECT.....

Page 3.

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

The attached Askania Magnetometer map and the over-lay of the topography shows the relationship between the topographic features and the magnetic contours. Magnetic highs on Shot No 2 mineral claim and the magnetic slopes on Shot Nos 7 & 8 mineral claims illustrate this relationship. The area covered by the JMM fractions and Shot Nos 3-6 incl, is a gently sloping plateau or bench; here, the magnetic readings were found in the 6600-6800 range. Finally, the magnetic readings on line 92 plus 00 are believed to outline the surface and underground drainage sloping east to Guichen Ck.

A		
	W.S.R.	
	P.M.K.	
	G.H.M.	
	E.C.C.	
	H.A.P.	
	R.D.S.	
	B.C.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
	E.C.I.	

### Interpretation:

Subject to further, more experienced, interpretation of the results, it is estimated:

1) A concentration of rock bearing more than normal magnetic minerals is not indicated in the area of the survey.

2) magnetic highs, such as were indicated are believed the result of:

a) topographic changes in elevation, or/

b) placer-like concentrations of magnetite in surface watercourses, derived from the intrusive rock in the area.

### Recommendation:

Further work on this option is not recommended

*Roderick Macrae*  
Roderick Macrae P. Eng.

(TO BE COMPLETED IN TRIPLICATE)



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

November 17, 1960

Mr. F. McCallum  
618 Somerset Building  
294 Portage Avenue  
Winnipeg 1, Manitoba

Dear Mac:

Alex Pearson has just received the assays for the McFinley sampling which are as follows:

0.02 ozs. gold/ton - 7.18 ozs. silver/ton

In view of the fact that there are no gold assays of interest we are no longer interested in taking an option on the property. Thanks for the opportunity to make the examination.

The geophysical survey of the Shot group has been completed and the results are being compiled. I will let you know as soon as possible.

We certainly are having mild weather here for this time of year, sunny and no snow yet. Kindest personal regards,

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED



E. O. Chisholm  
Chief Geologist

EOC:ly

# INTER-OFFICE CORRESPONDENCE

FROM E. O. Chisholm

DATE November 17, 1960

TO Rod Macrae

SUBJECT .....

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

*WSP*

Dear Rod:

If the mag results are negative no further work is warranted by us. I doubt the value of gravity profiles if the magnetic work is negative.

Yours very truly

EOC:ly

*E. O. Chisholm*  
E. O. Chisholm



*[Handwritten signature]*

ECT	
TIB	
ETD	
CBW	
DMF	
SCB	
ACT	
AVB	
VEV	
CHW	
...	
...	

(TO BE COMPLETED IN TRIPLICATE)

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# INTER-OFFICE CORRESPONDENCE

FROM Don Macera  
TO P.O.E.

DATE Nov 23/60  
SUBJECT \_\_\_\_\_

### Reply

(TO BE COMPLETED IN DUPLICATE)

*Ted*

*acknowledged*

*[Signature]*

A		N
<input checked="" type="checkbox"/>	W.S.R.	<input checked="" type="checkbox"/>
	P.M.K.	
	G.H.M.	
<input checked="" type="checkbox"/>	E.O.C.	<input checked="" type="checkbox"/>
	H.A.P.	
	R.D.S.	
	B.C.B.	
	J.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
<input checked="" type="checkbox"/>	E.C.I.	



NOV 23 1960

*[Faint signature]*

*[Faint text]*

*[Faint mirrored text, likely bleed-through from the reverse side]*

(TO BE COMPLETED IN DUPLICATE)

MESSAGE

TO Don Macera

DATE \_\_\_\_\_

FROM P.O.E.

DATE November 23, 1960

# INTER-OFFICE CORRESPONDENCE

618 Somerset Bldg.,  
Winnipeg, 1, Manitoba.

Nov. 14th, 1960.

Mr. E. O. Chisholm,  
Chief Geologist,  
Prospectors Airways,  
1616 - 44 King St. West,  
TORONTO, Ontario.

Dear Ted:

Have you seen Allan Piersen since he got back from his trip to Red Lake and if your parties are interested in taking a shot at the McFinley Red Lake property, as I would like to know as soon as possible, as I would like to get started home around the 20th of this month and it will be necessary for me to go to Toronto to hold a Director's meeting with the Long Lac before going home. So, trusting to hear from you or Allan Piersen as soon as possible.

How is the geophysics survey coming along on the property in B. C.?

Trusting to hear from you by the earliest date possible and the very best wishes to you, Bette and the family.

Yours sincerely,



F. McCallum.

P. S. I notice your assays in the last Northern Miner are still keeping up and the Prospectors Airways stock should have a bright future if these kind of values and size go to depth.

FM:ee



# INTER-OFFICE CORRESPONDENCE

FROM R. Macrae  
TO E.O. Chisholm

DATE Nov 14th, 1960  
SUBJECT Shot C1 option

A	WSR	✓
	PMK	
	G.H.M.	
	E.O.C.	✓
	H.A.P.	✓
	R.D.S.	
	B.C.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
	E.C.J.	

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Ted:

Alex Burton and self plotted the results of the the sensitive magnetometer survey on the Shot claims, on Wed and on Thursday, we attempted to contour it. It cannot be contoured sensibly. The general gamma level both on the Shot and Etta groups is 6200 - 6300; the highest gamma reading obtained was 7000-7100 on the boundary between Shot No 2 and Hazel No 2; hwever, we think that these readings are due to topographic highs, and further, the readings on the lines east and west of this line 7600 East indicate this is an isolated high.

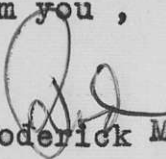
The instrument reacts very quickly to changes in elevation: readings taken thru any 'kettle' or depression with a 50-75 ft depth show variations from 200 to 400 gammas.

Today, Burton is plotting what contouring we were able to do and he is making up a composite map of the survey on the Etta and the Shot claims for your files.

A copy will go to Duncan Crone asking his opinion.

Kennecott have done a number of similar Askania surveys in the Merritt area and Peter Hirst tells me they have systematically eliminated most of the anomalies found as topographic anomalies.

The results of the survey should be ready to go forward to you by tomorrow night: I'll check on the filing of this survey for assessment purposes but will not file same until I get a confirmation from you ,

  
Roderick Macrae

(TO BE COMPLETED IN TRIPLICATE)

gob:K

A	WSR	
	PMK	
	G.H.M.	
	E.O.C.	✓
	H.A.P.	
	R.D.S.	
	B.C.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
	E.C.J.	



### INSTRUCTIONS FOR USE OF THIS FORM

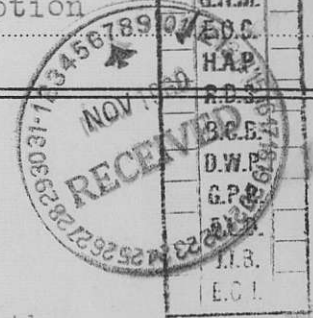
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# INTER-OFFICE CORRESPONDENCE

FROM..... Rod Macrae  
TO..... Ted Jacka

DATE..... Nov 4th, 1960  
SUBJECT..... Shot option

A		
	W.S.R.	
	P.M.K.	
	G.H.M.	
	B.C.C.	
	H.A.P.	
	R.D.S.	
	B.C.E.	
	D.W.P.	
	G.P.S.	
	J.B.	
	E.C.L.	



### Reply

(TO BE COMPLETED IN DUPLICATE)

Dear Ted:

The details overleaf appear to cover the matter of the claims within this option. The Forms B for the JJM fr claims arrived yesterday, were passed to McMahon, who will presumably transfer them to Patterson thru his lawyer , here.

I should have a progress report on the mag svy by to-nite and will be in Merritt early next week before Burton completes the initial 50,000 ft of line.

As you are probably aware, Burton recently completed a similar svy on the Etta Group which adjoins to the west of the Shot and I understand, the preliminary results of this work did not indicate any significant anomolous conditions. From a brief examination of the notes on this survey, the range of the readings was less than 200 gammas over the area surveyed. Alex estimates this type of variation could be caused by placer concentrations of magnetite sands in old watercourses.

Next: if the mag svy is not significant, does Ted Chisholm want any other tests made on these claims? Overburden is of the order of 50 ft or better so stripping us not practical, but should I investigate the practicability of gravity svying? An organization here, Burroughs Geophysics, of Spokane, are trying to break into the contract geo-physics business in B? C. If they are willing to run a few experimental lines, at their own expense, with the possibility of getting a contract, if competative, do you think we should make such an arrangement?

I will run a few E.M. lines over the Shot claims, for our own information, but, tests on Craigmont showed this system was not successful.

*Rod Macrae*  
Rod Macrae

INTER-OFFICE CORRESPONDENCE

# INTER-OFFICE CORRESPONDENCE

FROM E. C. Jacka

DATE November 2, 1960

TO Rod Macrae

SUBJECT .....

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

Further to your letter dated October 31, 1960 and my telegram of today's date please note the following.

I contacted Paterson by phone this morning and he confirmed that documents concerning Shot Claims 1 - 8 inclusive and Nora Fraction No. 6 were being mailed to the escrow agent. He knew that there was "something strange" about the Chip No. 1 Fraction so I explained the status of that fraction as from your letter. I have requested that Paterson forward the documents relating to the JJM Fractions 1 and 2 to the escrow agent as soon as possible.

On receipt of these documents and after satisfactory perusal of same it appears that a new agreement covering all these claims will have to be drawn up. This has been explained to Paterson.

Yours very truly

ECJ:ly E. C. Jacka

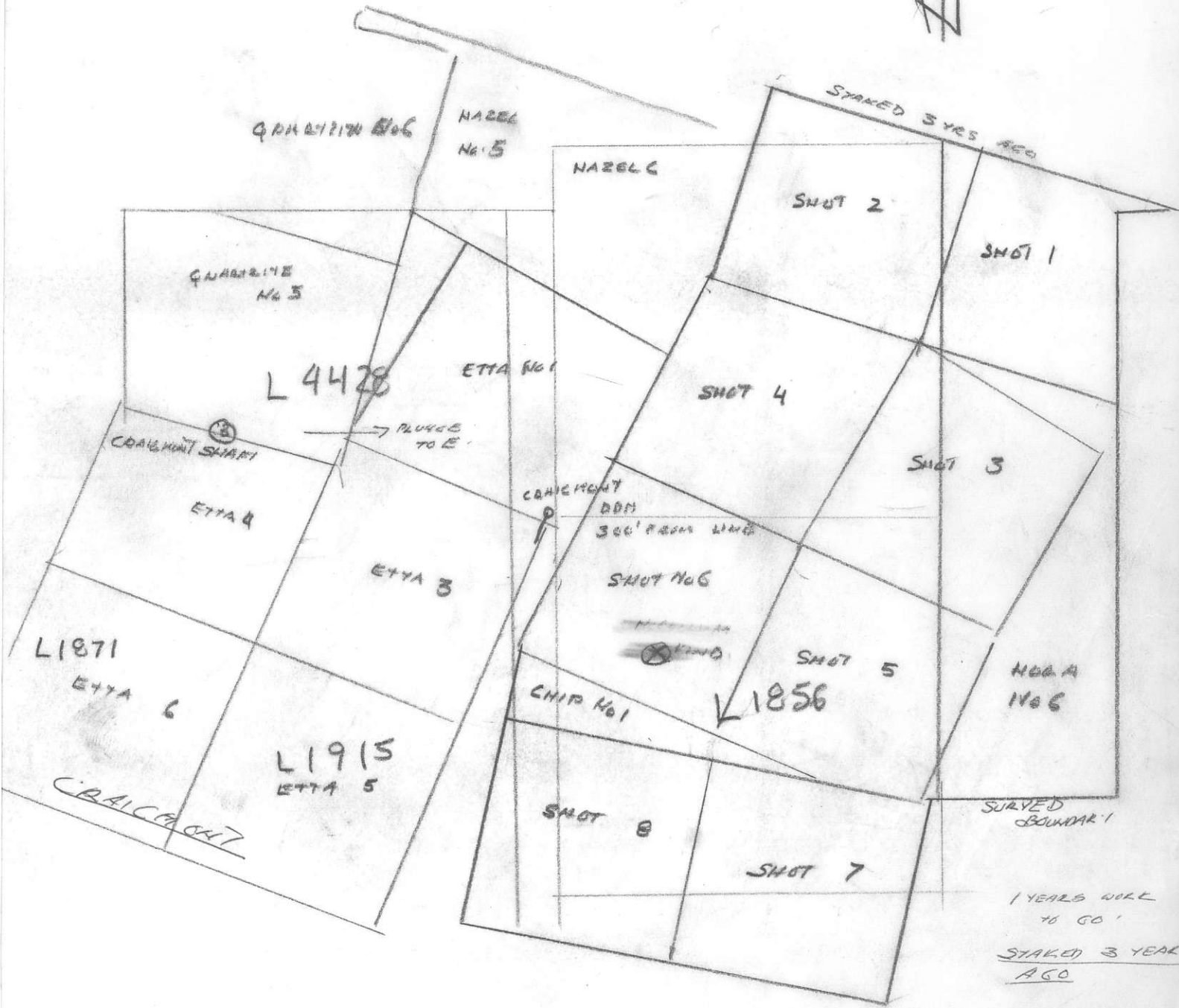
(TO BE COMPLETED IN TRIPLICATE)



### INSTRUCTIONS FOR USE OF THIS FORM

to be completed in triplicate by originator. Two copies - No. 1 and No. 2 - to be forwarded to addressee. Copy No. 3 to be retained in originator's file until reply received. Addressee to complete reply in duplicate on reverse side of sheets 1 and 2 and return No. 1 to originator. In following this procedure both parties to have the complete message and reply on one sheet of paper.





SCALE 1" = 1000 FT

HICOLA MAP  
SHEET  
IR No 1



# INTER-OFFICE CORRESPONDENCE

FROM R. Macrae  
TO E.C. Jacka

DATE Oct 31st, 1960  
SUBJECT Shot Cl Option

A	N
W.S.R.	
P.M.K.	
C.H.W.	
E.D.C.	
H.A.P.	
A.S.S.	
B.C.B.	
D.W.P.	
G.P.R.	
E.L.D.	
J.I.B.	
E.C.J.	

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Ted:

Returned from Merritt B.C. Saturday. Alex Burthn, Noranda geophysicist, started the survey on the Shot Group on Friday; estimates he will have the survey completed by the 8th November on the basis of line spacing at 400 ft and station intervals of 100 ft, and assuming more interval lines do not have to be run.

I estimate the cost of this survey will be \$1,000.00 for the initial 50,000 ft of lines on the above interval.

Now I need an early reply to the following:

The Nora No 6 Fraction (see sketch attached) was transferred by John McMahon in the deal that involved the purchase by Patterson- McCallum of the Shot Group. This claim has a record no 9247, was transferred by B/S to Patterson on July 19th, 1960, the same dated the Shot ± to 8 incl were transferred. Both Menzies and McMahon understand the Nora No 6 Fr is part of the deal and should presumably be included in the Patterson- P.A. option. Please re-check and wire me the status of this claim.

The Chip No 1 Fr. was abandoned by Noranda on Oct 27th and restaked as shown on the attached sketch. The Patricia Fr portion is held by Noranda; the JJM # 1 & 2 Fr were transferred by B/S to McMahon on Oct 28th and as soon as he gets the B - forms he will forward them to Patterson via the letter's lawyers here.

In summary then the claims that should be in this option agreement are:

Shot 1-8 incl Rec Nos 9905-9912 incl

Nora No 6 Fr Rec No 9247

JJM Fr # 1 & 2 incl.

I've checked the posts of all the Shot claims: I restaked the JJM claims: will be at the claim site next weekend and will check the survey results before Burthn finishes the programme.

Encl:

*R. Macrae*  
Roderick Macrae

#### INSTRUCTIONS FOR USE OF THIS FORM

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# INTER-OFFICE CORRESPONDENCE

TO FROM E. O. Chisholm

DATE Oct 25th, 1960

FROM: R. Macrae

SUBJECT Patterson-McCallum-  
Shot Cls:

A	N
	W.S.R.
	P.M.K.
	G.H.M.
	E.O.C.
	H.A.P.
	R.D.S.
	B.C.B.
	D.W.P.
	G.P.R.
	E.L.D.
	J.I.B.
	E.C.J.

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Ted:

We are starting the sensitive magnetometer survey on the Shot Claims on the 26th October. Two main base lines are in and some of the cross lines at 400 ft intervals are available from earlier reconnaissance surveys done by Noranda crews.

m If the Nora Fr does not form part of the option, please advise.

When Noranda cancel or abandon the Chip fraction, I can restake the two small fractions enclosed within the Shot claims and B/S to Patterson, sending the transfers to you for transmittal,

*Roderick Macrae*

Roderick Macrae

Best regards

(TO BE COMPLETED IN TRIPLICATE)

*Roderick Macrae*



SUBJECT

DATE

October 25, 1960

INTER-OFFICE CORRESPONDENCE



October 26, 1960

Mr. D. S. Paterson  
609 Grain Exchange Building  
Winnipeg, Manitoba

Dear Don:

This letter will confirm our verbal agreement to provide you with all data on geophysical survey and drilling we may do on your Shot claim in the event we do not go ahead with the development of the property at any stage in our option agreement with you.

We initiated the magnetometer survey last week and the option agreement is being processed at our office. For convenience it would be advisable to send the title documents to the Canadian Bank of Commerce, Toronto for escrow so that we can check the titles here.

Thank you for your co-operation in this matter and I will look forward to renewing acquaintances with you on my next trip west. If your prowess with the shot gun is as good as Mac has indicated a duck dinner might be in order.

Kindest personal regards,

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

E. O. Chisholm  
Chief Geologist

EOC:ly

c.c. - Mr. Rod Macrae  
Mr. F. A. McCallum

# INTER-OFFICE CORRESPONDENCE

FROM E. C. Jacka  
TO Rod Macrae

DATE October 25, 1960  
SUBJECT Shot Claims

A	N
	W.S.R.
	P.M.K.
	G.H.M.
<input checked="" type="checkbox"/>	E.O.C.
	H.A.P.
<input checked="" type="checkbox"/>	R.D.S.
	B.C.B.
	D.W.P.
	G.P.R.
	E.L.D.
	J.L.B.
	E.C.J.

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

The claims covered by this option agreement are:

Shot 1 - 8 inclusive  
Chip 1, Fraction

From your letter it appears that work should be filed on Shot 3 - 8 inclusive by January 12, 1961. Shot 1 and 2 are in good standing until January 1, 1962 and Chip 1, Fraction until October 12, 1961.

The escrow deposit is being made here in Toronto thus giving us a chance to inspect same and verifying the foregoing.

A copy of the signed agreement will be forwarded to you in the near future for your files and information.

Yours very truly



ECJ:ly

E. C. Jacka

# INTER-OFFICE CORRESPONDENCE

FROM R. Macrae  
TO E. O. Chisholm

DATE Oct 21st, 1960  
SUBJECT Shot Claims

**Reply**

(TO BE COMPLETED IN DUPLICATE)

Dear Ted:

Regarding this option pending:

The following claims were transferred by B/S by John James McMahon to Donald S. Patterson and presumably form the group under option:

Name	Staker	Staked	Recorded	Expiry date
Shot #1	A.J. Arland	12/1/59	12/1/59	12/1/62
Shot #2	same etc			
Shot #3	"	"	"	12/1/61
Shot #4	"	"	"	"
Shot #5	"	"	"	"
Shot #6	"	"	"	"
Shot #7	"	"	"	"
Shot #8	"	"	"	"

In addition to the above, Menzies says that the following claims, which have not been transferred or separated from Noranda's group and returned to McMahon will be transferred next week: They are:

The Nora No 6 Fr and the Chip No 1 Fr.

Record information on these is as follows:

Name	Staker	Staked	Recorded	Expiry date
Nora No 6 Fr	R.G. Patterson	11/10/58; 12/10/58;	12/10/58;	12/10/61
Chip #1 Fr	"	"	"	"

Noranda will split Chip Fr, retaining the part adjoining their Etta Claims and restaking two fractions and B/S to McMahon. Far as I can see the Nora can be simply transferred by B/S.

Next: the arrangement for surveying are completed with Morris Menzies. They will complete the line cutting (some of the lines are already in) and Alex Burthn will do the survey as soon as he has completed the work on the Etta group.

He has been taking stations at 100 ft intervals on lines north south at 400 ft intervals, and we figure that will be sufficient, until variations are found when the intervening lines can be run at 200 or 100 ft intervals if necessary.

Noranda will bill us for the job "at cost" says Morris and Alex says he can do the job within the time limit

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





# INTER-OFFICE CORRESPONDENCE

FROM E. O. Chisholm

DATE October 17, 1960

TO Rod Macrae

SUBJECT re: SHOT CLAIMS

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

An option is pending with us on the McCallum Shot claims in the Highland Valley, 9000 feet east of the Craigmont Mine.

Please get in touch with Morris Menzies and arrange for his crew to do a detailed Askania survey of the whole Shot Group.

Enclosed is a copy of the information supplied to us by Menzies in July and a white print of the general location of the group with respect to the Craigmont property. Please return at your earliest convenience as they are the only copies I have available.

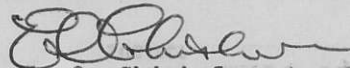
There is assessment work due on two of the claims on November 16 of this year and the detailed magnetic survey will have to be filed before this date to keep the claims in good standing under our agreement terms with the vendor.

The terms of the agreement give us two months free from signing date to do a detailed magnetic survey, a payment of \$1,000 and then an additional 8 months for drilling. At the end of this period a payment of \$5,000 is due and a company is to be formed within 2 years.

I would advise that the magnetic survey be done at 200 feet intervals on 100 foot stations on north south lines across the structure. Check with Menzies on this please. A line cutting crew should be started on the property by you right away as I understand Menzies crew are still in the area doing magnetic work on the Craigmont property.

I will forward the names of the claims that are due as soon as I hear from McCallum in a few days time.

Regards



E. O. Chisholm  
Chief Geologist

ly/encl

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*Doc*  
*Do you think there*  
*is a chance to participate*  
*in the financing?*  
*2*  
*with*

At this stage I consider the property as  
being shot and without obtaining detailed geophysical  
information I can't express any opinion as to  
whether a firm commitment to the  
development would help us understand our relative  
positions more clearly.

September 27, 1960

Sorry I could not reach you by phone before  
I left but my letter did not arrive in time.

Mr. F. McCallum  
618 Somerset Building  
Winnipeg 1, Manitoba

A	M
	<input checked="" type="checkbox"/>
	W.S.R.
	P.M.K.
	G.N.M.
	E.G.C.
	H.A.P.
	R.D.S.
	B.C.B.
	D.W.P.
	G.P.R.
	E.L.D.
	J.I.B.
	E.C.J.

Dear Mac:

Yours very truly

Regarding your proposed trip to Toronto  
to discuss the Shot group option, I regret that I  
am leaving town tonight for the balance of this  
week. If you think it advisable to come down, I  
plan to be in Toronto on October 3rd and would  
be glad to discuss the terms with you then.

I understood from Don Paterson's letter  
of September 14th that the terms he outlined then  
were agreeable to you with the exception of a sale  
prior to exercising the option. As I pointed out  
in my letter we could not sell the property unless  
we exercised the option. If the results of any  
drilling were satisfactory we could elect to  
exercise the option before the four years expired.  
In this case you would receive your stock as soon  
as a company was formed. This is a normal procedure  
embodied in most options.

However if the results of the preliminary  
geophysical work did not warrant development of the  
property we might drop the option before the four  
year period. This could be accomplished possibly  
within eight months but it is usual to allow time  
for eventualities.

- 2 -

At this stage I consider the property as a long shot and without obtaining detailed geophysical information I can't express any opinion as to whether a firm commitment is justified. Perhaps a discussion would help us understand our relative positions more clearly.

Sorry I could not reach you by phone before I left but your letter did not arrive in time.

Kindest regards,

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED



E. O. Chisholm  
Chief Geologist





618 Somerset Bldg.,  
Winnipeg, 1, Manitoba.

Sept. 26th, 1960.

A		N
<input checked="" type="checkbox"/>	W.S.R.	<input checked="" type="checkbox"/>
	P.M.K.	
	G.H.M.	
<input checked="" type="checkbox"/>	E.O.C.	<input checked="" type="checkbox"/>
	H.A.P.	
	R.D.S.	
	B.C.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
<input checked="" type="checkbox"/>	E.C.J.	

Mr. E. O. Chisholm,  
Chief Geologist,  
Prospectors Airways Ltd.,  
Ste. 1616, 44 King Street West,  
TORONTO, Ontario.

Dear Ted:

Don Paterson got back to his office this morning and called me over to read over the option agreements that you sent and I am afraid there has to be some changes made before we will get his approval.

Don does not understand why your Company should want four years to take out a charter and complete the organization and why you are not comitted to spend some fair amount if you are going to hold the property for such a long time. Then, we want a clause in the agreement that in the event you did not exercise the option after say eight months, you would give us the results of the geophysic survey also the results of any assays you had made.

*Eoc*  
*I guess we could want you to give me these*  
*WPK*

However, Don thinks I had best get on the train and go down to Toronto and talk this thing over with you and work out a fair option on the property, as he doesn't feel like tying the property up for four years before our stock is released and at that time we would not have anything to say in regards to the price the property was sold for cash and would have our 10% interest which might be a very small part, if you hadn't spent a lot of money up to that time on proving the merits of the property.

So, this is the picture Ted and if you are going to be in Toronto all week, please send me a wire or a phone call and I will go down and we will see if we can't thresh this thing out with your Company's officials.

Best wishes for now.

Yours sincerely,

*F. McCallum*  
F. McCallum.

P.S. What do you think would be a fair amount for your Company to have spent on the property before you would be justified in taking a 90% interest and we the 10%?

Telephone No. WH 2 8329 after six o'clock p.m.

FM:ee.

September 22, 1960

Mr. Donald S. Paterson  
609 Grain Exchange Building  
Winnipeg, Manitoba

Dear Mr. Paterson:

In reply to your question contained in paragraph 5 of your letter of September 14th, 1960; it is difficult to interpret your thoughts. We could not effect a sale of the property without exercising the option and distributing 500,000 shares of a five million share company to you. This share interest then would be your equity.

If the terms discussed were agreed upon on signing the option, then your permission to a sale would not be necessary at a later date.

In all these matters a spirit of mutual trust must prevail as I doubt if every possible contingency can be covered in an option form. In the event of a sale after the option is exercised, our company would naturally secure the best terms possible to protect the shareholders, and as optioners, you would benefit proportionately.

Regarding paragraph 5 we would agree to keep the claims in good standing in accordance with Clause 10 of the option agreement attached and apply all assessment work done upon the ground towards title.

I hope this answers your query. I am enclosing a specimen-short form option for your inspection. If you decide to go ahead with the agreement perhaps you and Mr. McCallum as joint owners of the property would be willing to sign it so that we can proceed with the magnetometer survey before the cold weather sets in. A formal option embodying the same general terms will be processed as soon as possible.

Kindest regards,

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

ly/encl

E. O. Chisholm  
Chief Geologist

Donald S. Paterson

609 GRAIN EXCHANGE BLDG.

WINNIPEG

CANADA

September 14, 1960.



Mr. E. O. Chisholm,  
Chief Geologist,  
Prospectors Airways Co. Ltd.,  
Suite 1616, 44 King St. West,  
Toronto 1, Ontario.

Dear Mr. Chisholm,-

After further talks with Mr. McCallum, I find we both feel that the outline of the deal you suggested in your letter of August 25th would be quite fair as a basis for a firm agreement. I have added a couple of extras, and suggest we use the following as a basis:

1. Two months free to do a detailed geophysical survey.
2. Payment of \$1,000.00 at the end of two months.
3. Payment of \$4,000.00 at the end of eight months in order to allow time to do check drilling.
4. 500,000 shares in a 5 million share company to be formed within four years time. *If agreement renewed*
5. Should a sale for the property appear within the four years, our agreement would be necessary to such a sale (and we would like your ideas as to the proportion each of us would get of the proceeds from said sale).
6. All ten claims are to be kept in good standing, with all work done on them to be used as assessment work, and at the end of eight months the work done is to be used to bring the ten claims to title.

A		N
<input checked="" type="checkbox"/>	W.S.R.	
	P.M.K.	
	G.H.M.	
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	R.D.S.	
	B.C.B.	
	D.W.P.	
	G.P.R.	
	E.L.D.	
	J.I.B.	
	E.C.J.	

10% OF SALE  
PRICE TO  
VENDOR.

GR

I am sorry that this thing has dragged on into September, so let us know at your early convenience what your thoughts are.

I am,

Very truly yours,

*D. S. Paterson*

DSP:KK





618 Somerset Bldg.,  
Winnipeg, 1, Man.

Sept. 13th, 1960.

Mr. T. O. Chisholm,  
Chief Geologist,  
Prospectors Airways,  
Ste. 1616, 44 King St. West,  
TORONTO, Ont.

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

Dear Ted:

Since receiving your last letter, I have been away to Red Lake, Sioux Lookout, Hudson looking over some of my old trapping ground and pits I put in some 35 years ago and it made me feel older than I am as some of the pits had trees 30 ft. high and 10" through at the bottom. However, I found free gold which I didn't remember seeing before and might be worth while investigating after I get the results on the samples.

Don Paterson also just got back from 10 days of a fishing trip with his father and friends in northern Quebec and we got together this morning and talked over your proposition as outlined to us and he is writing you to-day and I thought I would also write and outline one or two of the parts of the deal and Don wanted to know in the event that you made a geophysics survey and some drilling and got another Company to take over the property without forming the five million share company, then in that event, how would the interest between your company and us be divided, on what basis. If we received all cash or in the event of cash and stock.

So, I think you had best send us back a copy of the agreement so we will get the picture more clearly, but I feel satisfied that I will be able to get Don to accept a fair deal to everybody and we will get along with closing the deal up.

Roy Finlay was talking to the parties interested in our Kenbridge stock on the phone last night and they seem to be pretty well satisfied and we should know something definite within the next ten days.

With best wishes to you and your good family.

Yours sincerely,

*F. McCallum*  
F. McCallum.

*P.S. Have not heard a word from Bradie since for over a month. Is he interested in the prospecting?*

FM:ee

PROSPECTORS AIRWAYS COMPANY, LIMITED  
SUITE 1616, 44 KING STREET WEST  
TORONTO 1, ONTARIO

COPY

*Had.  
92/H.*

September 2, 1960

Mr. F. McCallum  
618 Somerset Building  
Winnipeg 1, Manitoba

Dear Finley:

Thank you for your letter of August 27th. The Ontario Securities Commission, as you know, will release 10% of the vendors consideration and the remaining shares are escrowed and released on a financial schedule that must meet with their approval. Usually it amounts to one share of vendors released for sale of one share of treasury stock.

Regarding your question on any proposed change in your interest in the future, I can only say that we have no intention of diluting your interest at this time. It falls into the same category as the assurance you sought from Falconbridge to the effect that they would not dilute your interest in the Kenbridge property. I'm sure a satisfactory detailed formal option can be drawn up which would satisfy all parties concerned, if the general principals are agreed on.

By now you will have received my letter agreeing to the sale of Kenbridge stock. It was posted to Roy Finley last Monday. Check with him to see if it has arrived.

Kindest regards to your family and hope they enjoyed the trip to Winnipeg.

Yours very truly

PROSPECTORS AIRWAYS CO. LTD.

*E. O. Chisholm  
(per ly)*

E. O. Chisholm  
Chief Geologist

EOG:ly



A		N
<input checked="" type="checkbox"/>	W.S.R.	<input checked="" type="checkbox"/>
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<input type="checkbox"/>	D.W.F.	<input type="checkbox"/>
<input type="checkbox"/>	G.P.R.	<input type="checkbox"/>
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<input type="checkbox"/>	J.I.B.	<input type="checkbox"/>
<input checked="" type="checkbox"/>	E.C.J.	<input type="checkbox"/>

92 H

618 Somerset Bldg.,  
WINNIPEG, 1, Man.

Aug. 29th, 1960.

Mr. E. O. Chisholm,  
Chief Geologist,  
Prospectors Airways Co. Ltd.,  
Ste. 1616, 44 King Street West,  
TORONTO, 1, Ontario.

Dear Ted:

Received your letter of the 25th and note what you have to say re. our B. C. property and as Don Paterson will not be back to the office until the first of the month at which time I will take up the deal you suggested and see what he has in mind as he is in control.

The 450,000 shares in a 5,000,000 share Company is a very substantial amount. However, I expect Mr. Paterson will want to know what strings are going to be on this stock and will it be held in trust until the property is developed or until such time as the 5,000,000 shares of treasury stock has been sold. So, you know how independent moneyed people feel in tying up for an indefinite time. So, we will see what he has to say on the matter and will let you know when he gets back to the office around the first of the month.

Don has offered to put up \$50,000.00 if I want to go ahead with a geophysics survey and follow up with the diamond drilling, as I am trying to retire now and I don't want to take on any more big responsibilities.

Then Ted, supposing you just did the geophysics survey and enough diamond drilling to interest the Noranda of taking over the property on a cash deal. Would Paterson and I then have the same interest as you have outlined in the 5,000,000 share Company? I think there should be a regulation in the agreement to this affect which would be quite different to your Company undertaking to bring the property into production.

Roy Finlay and I are waiting to get your letter back on the sale of your Kenbridge stock, as we have the letters from all the other shareholders and want to give our Chicago agents the green light to go ahead and sell the stock. So, I trust you will let us have that letter at the earliest date possible.

With very best wishes to your good wife and the family and your truly.

Sincerely  
*F. McCallum*  
F. McCallum

FM:ee



92/H

August 25, 1960

Mr. F. McCallum  
618 Somerset Building  
Winnipeg 1, Manitoba

Dear Mac:

Don Patterson's terms received by letter yesterday and a copy is attached.

I must admit it was a bit of a shock to find that they were so much more than the verbal discussions I had with you in Winnipeg. The main difficulty is the amount of cash involved and the limited amount of time to do work in what has proved to be very difficult country to drill. That is why I suggested you give us ample time to do a detailed magnetometer survey and take a higher stock interest of half the vendors position. (This would amount to 450,000 shares in a five million share company.)

The property is essentially a long shot risk as you know. The west edge of your property lies exactly 10,000 feet on strike from the known east end of the Craigmont orebody as known and surveyed. Craigmont and Noranda Exploration both hold claims intervening. They have not done much work yet on this intervening ground and very little is apparent due to the overburden. The airborne magnetic on this section and over your claims is flat. This may be due to the overburden, however, I am convinced a detailed ground magnetometer survey should be done on your ground. Noranda did a dip needle type of survey on your ground which was flat but the overburden is too deep to place reliance on the results. A sensitive Askani survey could possibly reach down 300 feet. All indications on your ground are that the overburden is in

excess of 150 feet and perhaps more. This is projected from a Noranda hole on claims adjoining yours to the north. Another factor that adds to the risk there is the line of the north-south creek between your ground and Craigmont. This is believed to be a fault with a north-south throw that may cut off the EW extension of Craigmont. To add to the complications it is now known that magnetic anomalies occur in the barren granites to the north and the overlying barren Kingsvale sediments to the south. So the presence of a magnetic anomaly even requires testing by drilling. This is quite expensive in this country as 6 inch Tricone Bit holes have to be drilled to bedrock and cased before diamond drilling can be done properly.

I am not crying poor to discourage you as I think you have a favourably located group of claims that require more work. However, a realistic appraisal of the known facts shows that it is a "long shot" proposition on which adequate time is required to do a thorough test.

I don't quarrel with Don Patterson's statement that other companies or brokerage houses might put up cash (though not gladly!) for the privilege of drilling, but I am sure they would be looking at the property from a market angle and would not do the property justice technically. Our company has the experience necessary to properly access this kind of property and adequate financial backing to bring it into production if something is found there.

I understood from you that this was the kind of company you wished to take over the property and that you were prepared to forego the cash and share the risk with us in taking a stock position.

As an alternative suggestion then, I would offer the following terms for the Shot Group.

1. Two months free to do a detailed geophysical survey.
2. Payment of \$1,000 at the end of two months.
3. Payment of \$4,000 at the end of eight months in order to allow time to do check drilling.
4. 500,000 shares in a 5 million share company to be formed within 4 years time.

- 3 -

I am sure Don does not appreciate the difficulties of proving up properties in this type of terrain. The drilling especially is difficult and slow. We would not want to take the property on anything but an adequate time basis.

Rod examined the Slocan area lead-silver showing your friend submitted and turned it down as a limited tonnage deal.

If you can arrange for an examination of the iron deposit on the island, I'd be glad to look into it.

Best regards to the family and yourself. Its been a great summer down here so far. Not too hot and bright.

Kindest regards,

Yours very truly

PROSPECTORS AIRWAYS COMPANY LIMITED

EOC:ly

E. O. Chisholm  
Chief Geologist



Donald S. Paterson

609 GRAIN EXCHANGE BLDG.  
WINNIPEG  
CANADA

August 22, 1960.

Mr. E. O. Chisholm,  
c/o Prospectors Airways Ltd.,  
Suite 1616, 44 King St. West,  
Toronto, Ontario.

Dear Mr. Chisholm,-

After having a talk today with Mr. McCallum, I feel that my ideas regarding the Kamloops property were somewhat impractical. Mac and I both agree that the following would be okay with us, and if you feel like going ahead on the basis of the following four points, just drop us a line. Our ideas are as follows:

1. We will grant to Prospectors Airways an option for sixty days to drill or do geophysics work without payment of any cash.
2. On completion of the sixty days work, Prospectors Airways will pay \$5,000.00 cash to continue with the option. If Prospectors Airways decide to drop the option, the work they have done is to count as assessment work, and the results of this work are to be passed on to us in full.
3. If the option is continued, Prospectors Airways is to spend a minimum of \$50,000.00 in the following six months exploring for minerals.
4. After the sixty days mentioned in clause 1 and the six-month period mentioned in clause 3 have both elapsed, Prospectors Airways will have the privilege of taking a working option to bring the property into production, paying the vendors \$150,000.00 cash over three years. The vendors will also receive within the three years 250,000 shares of stock in a 5 million share company to be formed. Payments on the cash are to be arranged as drawn up in the option agreement.

Although I personally feel that there are lots of companies and brokerage houses who would gladly put up cash immediately for the purpose of putting a few drill holes down on this property, I go along with Mr. McCallum in not asking for anything for two months. I hope this is agreeable with you.

I am flying to Ottawa tomorrow afternoon and will be there all of Wednesday. If you should wish to reach me you could call Central 28211 local 23356, or Central 53421. On Thursday I will be

↙ in Ottawa ↗

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

92/H

*Donald S. Paterson*

609 GRAIN EXCHANGE BLDG.

WINNIPEG

CANADA


Mr. E. O. Chisholm

- 2 -

out of touch with the telephone in Quebec City, but am planning to fly back to Winnipeg from Quebec on Friday. I have a reservation from Montreal C.P.A. to Winnipeg Friday afternoon.

Trusting to hear from you soon, and with kindest personal regards.

Yours sincerely,



DSP:KK

# INTER-OFFICE CORRESPONDENCE

*EOB*

FROM Rod Macrae

DATE Aug 9th, 1960

TO E.O. Chisholm

SUBJECT Shot claims,  
Memit Ck : 120-00: 50-00  
Stone iron prospect

### MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Ted:

Understand Miss Lamb sent forward the set of maps provided by Morris Menzies detailing Noranda's work on ground in the vicinity and on the area of the Shot Claims.

When talking to him today concerning another iron prospect in the Nomash R area offered to us, Morris mentioned that Noranda have decided to do a sensitive magnetic survey on the Etta claims and the group to the north of the Shot group.

He asked if we had decided to take an option on the McCallum-Patterson ground. I told him no decision to date.

Albert Stone iron prospect: West Coast Vancouver Island:

Before McCallum left Vancouver he queried Creelman regarding the Albert Stone story about the large iron deposit and valuable timber limit located on the west Coast some 60 miles north of Alberni Canal. Creelman has negotiations under discussion with some logging company to deal on the timber. When this matter has been settled and the timber limits are sold he will bring a deal to P.A. for the iron.

  
Roderick Macrae

(TO BE COMPLETED IN TRIPLICATE)

*gabja*

*NOTE 2 CLAIMS NEED ASST. WORK BY DEC, 1960  
REST GOOD FOR 1 YEAR FROM JULY/60.*

### INSTRUCTIONS FOR USE OF THIS FORM

Form to be completed in triplicate by originator. Two copies — No. 1 and No. 2 — to be forwarded to addressee. Copy No. 3 to be retained in originator's file until reply received. Addressee to complete reply in duplicate on reverse side of sheets 1 and 2 and return No. 1 to originator. In following this procedure both parties have the complete message and reply on one sheet of paper.



92/H



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

618 Somerset Bldg.,  
Winnipeg, 1, Manitoba.

August 8th, 1960

Mr. E. O. Chisholm,  
Chief Geologist,  
Prospectors Airways Co. Ltd.,  
Ste. 1616, 44 King St. West,  
TORONTO, 1, Ontario.

Hello, Ted:

Not hearing from you, I presume you are picking up after being away from the office on our B. C. mountain climbing.

Are you still interested in talking a deal on our ten claims? Or did Rod change your mind? in investigating the property, or is the big chief's not interested at the present time and want to wait until the Noranda property has more information on our group of claims. However, let me hear from you if you have anything to offer in the way of making a geophisic survey of the property and if interested in doing some exploring.

We have had two letters from parties at the Coast wanting to organize but so far Paterson and I are not very much interested in what they have to offer.

Have you seen Brodie Hicks and what has he in mind about the McFinley and has the Little Long Lac been able to locate the drill maps which they were still looking for when I was in Toronto.

I remember having photographic copies of these original drill maps and I let a party have them who I expect will be back to his office by the 15th of this month at which time, no doubt, I will be in possession of these maps and tell Mr. Hicks that I will forward them on to him as soon as I can get them.

I forgot all about having these copies made until just to-day.

How did the lead prospect look to Rod and is it worth while putting in a drill hole or two and are you going to follow up Millers gold, silver lead prospect, or do you think it is worth while putting a drill hole or two in this? The timber has been taken over by a logging company Creelman tells me.

Yours sincerely,

*J. MacAlum*  
Mac.

FM:ee

# INTER-OFFICE CORRESPONDENCE

FROM.....

DATE July 26th/60.....

TO E. O. C. - File.....

SUBJECT Shot-1-8 els  
vicinity Craigmont.....

## MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Called Morris Menzies re their work on these claims:

Noranda- Canex dropped option they had because they had to form a company on the claims and did not think it advisable

Estimate  $\frac{3}{4}$  mile between the showing on the Craigmont now under development and the west bdry of the Shot group.

Noranda own outright the Etta Gp which is in between and they have had no indication of any extension of the Craigmont deposit ~~going~~ extending on to these claims.

Noranda did a Mag and E.M. svy on the Shot group: secured a fuzzy mag anomaly on the north bdry of the Shot and partly on claims to the north that Noranda own. Drilled one hole on these north claims and intersected granitics. Noranda are holding these claims which they own outright.

(TO BE COMPLETED IN TRIPLICATE)

copy

TO

SUBJECT

FROM

DATE

### INSTRUCTIONS FOR USE OF THIS FORM

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618 Somerset Bldg.,  
WINNIPEG, 1, Manitoba.

July 5th, 1960.

Mr. T. O. Chisholm,  
Geologist,  
Prospectors Airways,  
44 King St. West,  
TORONTO, 1, Ontario.

Dear Ted:

I was a few days late getting back to Winnipeg. The other iron property which Creelman talked of having ten million tons of iron, has been taken over by another party who is going to ship the iron to Japan and it looks like we lost a good bet in this property. So, we missed the boat that time, by a few days, as the deal was closed up a week before I got to see the owner.

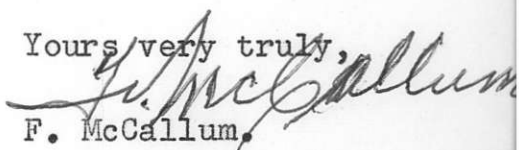
Ted, re. our nine claim group East and adjacent to Noranda and Craigmount and about two claims from their underground workings and the road now is being built across the South East end of our claims which is near enough to make our property very interesting and the first thing to do would be to make a geophysical survey from the Noranda and Craigmount workings. So, it sure is a good picture being so near to this big copper development. So, what have you in mind Ted, or your Company in the way of looking into this property.

As Mr. Paterson and myself are fully in control of the property and have bought it out and are now thinking of having the claims titled and also having a geophysical survey made some time within the near future to see if the Noranda ore body goes into our property. So, tell Doc. Bell his Noranda Company should give us a fair deal on this property, if the ore body is found in our ground, as the strike of the country or veins at the present workings are running in the direction of our property.

So, this is the picture of the surface indications and view as to be seen at the present time.

I called your home last night but no answer. I guess you and the family were all out at the lakeside for your summer holiday. However, I will be **looking** for a letter from you as soon as you have the time and will be glad to have your views on the matter and if your Company is interested, we will give you any other information you wish, if it is in our power to do so.

Yours very truly,

  
F. McCallum.

FM:ee