KERR ADDISON MINES LIMITED

SUITE 703 - 1112 WEST PENDER STREET VANCOUVER, B.C. V6E 2S1 PHONE 682-7401 821379

November 16, 1982

Mr. W.H. Morris, 847 3467 P.O. Box 488, Smithers, B.C. VOJ 2NO

Dear Bill:

The PASS 2,3,4 claims were staked for Kerr Addison to cover open ground with showings and possible access routes from the valley during the period atfour negotiations. As I explained in my telephone call to you this afternoon, Kerr Addison Mines Ltd., have decided since the negotiations have been terminated for the present, it would be better if we did not, as you suggested, record the PASS 2, 3, 4 claims and then transfer them to you for the cost of staking.

As you requested I have attached a plan map showing one staking option open to you if you wish to cover the ground Kerr Addison staked but did not record. One copy of the map shows the PASS Legal Corner Post where Ralph Dieter said it was located, (not where the government shows it) and the ERIN claim based on the located L.C.P., not the government claim map. The Pride claims are located about where Mike Palumbo indicates they should be, again not where the government claim map shows.

The other map shows all the above information as well as 4 other claims to cover: a) the eastern trench showing between the PASS and ERIN claims (#3), b) access route coverage from the valley (#1 and #2) and c) possible favourable ground to the west (#4). The ground on block #4 could be staked as a separate claim tied to the west side of the now existing PASS claim or the PASS claim could be abandoned and restaked as 3W x 2S claim. The above staking is based on using the existing PASS L.C.P. as the L.C.P. for all the claim blocks. Numerous other combinations exist such as placing the PASS L.C.P. just S.E. of the ERIN L.C.P. then staking block #1 and #2 3 north rather than 2 north and not staking block #3. The L.C.P. must be located outside the Hydro right of way but the claims can impinge on the right of way if a release is signed.

If you have any questions, please do not hesitate to call.

I look forward to seeing you on the 28th of November when you are in Vancouver.

Best regards.

Sipcerely yours,

A.D. Clendenan, Project Geologist.

ADC/ck Encl.







Transverse Mercator Projection

Projection transverse d: Mei