## KERR-ADDISON GOLD MINES LIMITED (FOR INTER-OFFICE USE ONLY) To M. M. Sirola From P. M. Kavanagh Output Subject Carlbou Gold Quartz Mine, Wells, B. C. Date July 27, 1962

Realizing now the considerable involvement Noranda has had in this property in the past, and its opinion of it, and in light of Spud Huestis' own rather somber opinion of the property's mine potential (quite apart from a possible potential as a tax vehicle), I have decided that we better not take any further interest in the property, at least until some radically different ore picture would develop, and I wish that you would advise Spud accordingly. You might tell him that after discussions with Noranda personnel who were previously involved with the property, we have decided not to take any further interest at this time.

Muk

Paul M. Kavanagh Chief Geologist - Exploration

Property Submission le 93H/4 barebou fold Quartz Wells. BC July 27 1962

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JUL 9	<b>Kerr-A</b> 1962	(FOR INTER-OFFICE USE ONLY		winder of 1
То	P. M. KAVANAGH	From	W. M. SIROLA	
Subject	CARIBOO GOLD QUAF	RTZ MINING CO. LTD.	Date July 6	th, 1962.
		<u>. C.</u>		G.P.R

Herman Huestis telephoned the other day and said that he would like to talk to both of us on the subject of participating in the development of this property. Apparently they have instigated geophysical surveys and plan to do a considerable amount of development above the known ore. I have advised him of your impending visit here.

RL. for William M. Sirola.

Mr. Row :

I first lathed about this with Auestis at this year's prospectors convention; at that time he & his associates were involved in a prary fight for control of the company which they subsequently won. We'll get together with Auestis in Vancouver late this week. Muk

WMS:rl

## **KERR-ADDISON GOLD MINES LIMITED**

(FOR INTER-OFFICE USE ONLY)

APR 16 1962

To. P. M. KAVANAGH From W. M. SIROLA

Subject CARIBOO GOLD QUARTZ PROPERTY Date April 13th, 1962.

93 H

As you may have heard, Huestis and Associates won their proxy fight against the former directorate of Cariboo Gold Quartz and, in consequence, I telephoned Herman Huestis this morning. He is not divulging very much at this stage of the game and states that they have not got very thoroughly into the situation themselves. I take this obviously with a grain of salt and would suggest that one definite possibility here is that Huestis et al plan to use the Cariboo Gold Quartz Company as a "tax loss" situation. In other words, money lost by the Cariboo operation during the past ten years or so could be deducted from Bethlehem taxes if the assets of Bethlehem were put into Cariboo Gold Quartz. You realize, of course, that this is conjecture on my part, but it seems reasonable conjecture to me.

Huestis had no immediate recollection of having discussed this situation with you in Toronto.

PP. William M. Sirola.

MAR 2 2 1962		IN GOLD MINES	s Limited	HAWSR K.C.G. P.M.X. C.K.M.
<i>To</i> P•	M. KAVANAGH		W. M. SIROLA	G.H.M.
SubjectCAR	IBOO.GOLO.QUARTZ.PROPERTY	BC 93-H		B.C.8. D.W.1.
,		,		ELD.

Messrs. Huestis, Hall and Reynolds are in New York city and unavailable for discussion on the Cariboo Gold Quartz situation, but I talked to Jack McLellan who is Chairman of Bethlehem. Jack advises that they have not gone very deeply into the thing as yet, but the general idea was to try to expand the operation as a whole. He implied that the first problem was to get to see the mine since Dr. Burnett seems ill disposed to have the opposition on the property.

I would assume that their interest would lie in the potential expansion of the Island Mountain mine in which there are replacement deposits of fairly massive sulphides in a particular horizon in the sediments. In addition, of course, there are auriferous quartz veins. I understand that the Huestis group will return to Vancouver on Monday and perhaps I can discuss it further with them at that time

> R£. §r William M. Sirola.

WMS:rl