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822321

GETTY MINES' PROJECTS -

TO: R. A.  
FROM: N. Ka  
SUBJECT: Getty

DISPOSAL OF CANADIAN ASSETS

March 28, 1985

MARCH 1985

*mb*



The data on the B.C. and Yukon projects of the above company were reviewed at your request. Their two molybdenum projects, Porphyry Creek in Ominica Belt and Cassiar Project in the Cassiar area were not reviewed; these are unlikely to be of interest to Kerr. Getty does not allow copying of their maps, hence their absence.

Getty's Compilation

Although not a project I was impressed by a compilation work that Getty has done which serves as data base for their Cordilleran precious metal exploration effort. I only saw a few fragments of this compilation work. The compilation included the following.

- (a) All gold and mineral occurrences relevant to gold exploration (Sb, As, Hg) were plotted on geological base maps at a scale of 1:250,000 for all of the prospective areas of the Yukon and B.C.
  - (b) Highlights of federal and provincial geochem surveys were plotted on the same maps.
  - (c) Geological maps were upgraded, where warranted, based on aeromag (if available).
  - (d) Gold related occurrences were divided into three major groups and are shown by different symbols.
    - (1) Placer Gold
    - (2) Lode gold deposits further subdivided into - veins  
- replacements.
    - (3) "Bulk Gold deposits": epithermal gold deposits.
- Lode*  
~~Lode~~ deposits and epithermal deposits were then colour coded according to mineral paragenesis.
- Hg-Sb occurrences (minor gold)
  - Au-Sb ± (Pb-Cu-Zn) with As,  
with Hg.

To: File  
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KERR ADDISON MINES LIMITED

Return to N.K

MEMORANDUM

822321

TO: R. A. Dujardin  
FROM: N. Kacira  
SUBJECT: Getty's Cordilleran Projects

DATE: March 28, 1985

*if you have  
in cutting  
- will to J.V. Smith*



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- Hg-Sb occurrences (minor gold)
- Au-Sb ± (Pb-Cu-Zn) with As,  
with Hg.

All prospects minor and major were documented as to ownership, geological characteristics, tonnage, previous history, etc. The compilation work apparently took 7 months for one geologist to complete.

Some interesting patterns and crude zonings of mineral occurrences are apparent on compilation maps (e.g. Goldbridge area in Taseko Lake District where 3 NW trending belts from W to E: gold, Au-Sb, Hg).

### Projects

#### (1) B.C. Gold Recon.

Orientated towards discovery of epithermal gold deposits in Triassic to Tertiary volcanic belts of B.C.

Four main areas of interest were identified: - Taseko Lakes area - Quesnel area - Houston area - Toodoggone River area. Pinchi area (between Toodoggone River and Quesnel) was considered of minor interest.

Work in 1984 consisted essentially of evaluation of prospects in Taseko Lakes and Quesnel areas. These two areas with their Hg and arsenic mineralization and geochem anomalies (Hg, As, Au) were thought to offer the best potential for Carlin type gold deposits. None of the examined prospects (about 15) were optioned.

#### (2) Dease Lake Project: Northcentral B.C., NTS 104/I

##### Land

Three groups totalling 225 units, 13,900 acres, Kutcho Creek, Gold Creek and Serpentine West Claims.

##### Target Concept

The Dease Lake Belt contains ultramafic and mafic rocks with intercalated sedimentary unit of Cache Creek Group, Mississippian-Permian in age, cut by intermediate to felsic intrusions. This geological environment was likened to that of the Motherload District, California. Within the belt several placer gold deposits were operated intermittently since the 1880's.

##### Work to Date

1983: Data compilation.

1984: Heavy mineral and silt sampling (stream sediments) outlined 8 areas geochemically anomalous in Au, Ag and two areas of abundant quartz veining. Follow-up work (soil, chip, prospecting) on three of these areas resulted in staking of 3 separate claim blocks as follows:

Serpentine West Property (Frik and Frak Claims)

Five gossans, all anomalous in gold (up to 190 ppb) were located. Three of these consist of silicified py-po-asy. bearing tuffs. The remaining two gossans are similar but contain abundant chalcedonic veins.

Gold Creek Property (Lu Claims)

Two gossans and 4 quartz-vein zones all trending 070° were located in basic volcanics. They are anomalous in gold.

The claim group is adjacent to Cassiar Asbestos Corp. property.

Kutcho Creek Property (WW and PW Claims)

Several E-W trending quartz veins and one gossan zone in a serpentinite body were located. All are geochemically anomalous in gold. The property is underlain by argillites, tuffs, cherts, slates and serpentites of the Cache Creek Group.

A chert breccia float from the property assayed 2900 ppb gold.

*Wheaton*  
Getty proposes to extend the follow-up work to Two Mile Lake, Weaton Creek, Pro, Letain, Moss and Eagle Creek areas (in the same region) which were found to be anomalous during the stream sediment survey. Abundant quartz veining was observed in Moss area (adjacent to, the east of, and half way up Dease Lake) and at Eagle Creek.

(3) Sloko-Atlin Belt, Northwestern B.C., NTS 104N/3

Land

180 units in one block, 11,120 acres.

Target Concept

Sloko-Atlin Belt contains sedimentary and volcanic units of the Cache Creek Group cut by ultramafic and granitic intrusions whose emplacement has been controlled by major through-going, north-westerly trending faults. The belt contains Atlin placer mining camp which, to date, produced over 750,000 oz. Au. Getty thought that the belt resembled the Mother Load District, California.

Work to Date

1983: Detailed data compilation which indicated 12 prospective areas.

1984: Reconnaissance (stream sediment survey, prospecting) was restricted to one of the 12 target areas. Several gossans

were located in the Gold Bottom Creek area south of Atlin. The gossans contain abundant chalcedonous veining and returned anomalous values in Hg, As, Sb, Au. The geology and geochemistry of the gossans were thought to indicate an epithermal gold environment. The claim group was staked to cover the gossans and their possible extensions.

The claim group is located 1 mile to the southeast of the Atlin Provincial Park, to the east of Sloko River. There are 5 gossan zones, all in a peridotite-metadiorite intrusion. Gossans trend NW (310°) and two of them are about 3 miles each in length. Very high (up to 13,000 ppm) mercury values with weak to moderate Au, Sb, As anomalies characterize the gossans.

(4) Quesnel Project, Central B.C., NTS ?B/16

Land

One block of 2 claims, 1,236 acres.

Target Concept

In the Quesnel area Dome recently discovered the Quesnel River deposit which has reserves of about 1 million tons, open pitable, averaging 0.2 oz./t Au. The favourable belt (Quesnel Trough) is a linear belt of Upper Triassic and Lower Jurassic volcanic rocks with coeval diorite to syenite intrusions which are spatially related to gold-copper deposits.

*This is by far the best prospect in the area*

Getty claims cover a prospect (Little Canyon Prospect) within the belt and is located about 25 km SE of the Town of Quesnel.

Work to Date

1983: Compilation of data on Quesnel Trough and examination of 14 prospects. None are considered worth optioning. Mapping and sampling in 12 target areas. Little Canyon prospect was the only one staked by Getty.

At Little Canyon anomalous gold values in rocks (278 ppb/27 metres, 267 ppb/5.5 metres, 410 ppb/13 meters) are associated with mafic dykes which cut a silicified fault zone in a Cretaceous quartz monzonite intrusion.

(5) McMillan Joint Venture: Central Yukon, NTS 105L

Land

Sue Claims: 571 claims, 29,492 acres; Getty: 65%, Essex Minerals: 35%, Conwest has a 5% NSR attached to Getty's interest.

### Target Concept

McMillan joint venture covers a large area of interest (approximately 2,000 square km.) and includes the Clear Lake base metal deposit. The area includes Anvil Range Stratigraphy (host to Anvil Camp, 112 km. to the south) and Devono-Mississippian stratigraphy, host to Clear Lake Deposit.

### Work to Date

To date 6.1 million tons averaging 11.35% Zn, 2% Pb, 1.9 oz./t Ag (at cut-off grade of 7% Pb + Zn) were outlined at Clear Lake. Getty drilled a hole to 1200 feet vertical below the deposit. No mineralization was intersected. The sulphide deposit either does not extend down dip (the deposit dips vertically) to that depth or is faulted off (a fault was intersected in this hole). The tonnage potential is therefore limited in all directions.

Elsewhere on the claims Getty carried out soil geochem, EM and gravity surveys on lines spaced 1,000 feet apart. No worthwhile target was outlined. Getty geologists feel that, based on the work to date, they have eliminated the possibility of a massive sulphide deposit of 20 million tons or more occurring to a depth of 300 feet below surface. This conclusion appears to be based mostly on gravity survey which failed to outline any gravity anomaly comparable to that caused by Clear Lake deposit (total sulphide mass at Clear Lake is about 50 million tons and gives a gravity anomaly of 4.5 miligals.).

- (6) Driftpile Joint Venture, Gataga Area, (Selwyn Basin), B.C., NTS 94/F

### Land

- A claim block of 6,094 acres.
- Chevron, Getty, Kidd Creek: each 30% equity.
  - Welcome North-Caslemain: each 5% equity.
  - Placer: 10% N.P.I. in the whole.

### Target

Sphalerite-galena-pyrite mineralization in baritic shales of Gunsteel Formation. To date 54 shallow holes were drilled mostly on a Pb-Zn occurrence and on soil geochem anomalies. Three stratiform sulphide horizons were located in the western part of the claim block. The grade-thickness appears to improve north-westward. The best intersection to date: 12.5% Pb + Zn over 8 metres.

- (7) Meister Joint Venture, Southern Yukon-Northern B.C., NTS 105/B, 104/O and P
- 

Land

Meister, Logan, Blue Properties totalling 26,588 acres held by Regional Resources.

Getty has an option to earn 50% interest by spending \$4.5 million on exploration and cash payment of \$1 million over 4(?) years.

Target

High grade Ag-Pb-Zn replacement bodies in limestone and shale-hosted deposits in McDame Formation of the Sylvester Syncline.

Au-Ag-Pb-Zn bearing quartz veins constitute secondary targets of interest in the property.

Work to Date

1983: Detailed geological mapping, soil sampling and 3,200 feet of drilling in 5 holes in the Meister Property. Drilling was done in the NW portion of the claim group.

Subsequently four IP anomalies coincident with soil anomalies (Zn, Pb, Ag) were located in the southeastern portion of the property and remain to be drilled.

In the Logan claims one large (about 1.5 km long, 0.4 km wide) coincident IP-soil (Zn, Ag, Sn) anomaly was outlined in 1984 in the southern portion of the claim block. Numerous quartz vein float assaying up to 20 oz./t Ag were also located in the property. No drilling was done to date.

Geophysical surveys, mapping, trenching in the Blue Property failed to outline any target worth drilling and no further work is contemplated.

N. Kacira

NK/sm

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*Please circulate*

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KERRADD TOR

FIRSTCORP NYK  
1954 EDT 03/27/85 JETSTAR  
TO: KERR ADDISON MINES LTD.  
AT: MR DAVID A. LOWRIE

THIS TELEX IS TO CONFIRM THE PROCEDURES BY WHICH TEXACO INC. (+TEXACO+) WILL ACCEPT PROPOSALS FOR THE CANADIAN MINERAL PROPERTIES OF GETTY MINING COMPANY AND TEXACO INC. AS OUTLINED IN THE COVER LETTER ACCOMPANYING THE DESCRIPTIVE MEMORANDUM, MAILED TO YOU DURING FEBRUARY OR MARCH, THE DEADLINE FOR RECEIPT OF PROPOSALS WILL BE FRIDAY, MARCH 29, 1985. YOUR PROPOSAL SHOULD BE IN THE FORM OF A TELEX OR LETTER AND SHOULD SPECIFY THE FOLLOWING INFORMATION:

- 1) PROPOSED OFFERING PRICE
- 2) FORM OF CONSIDERATION
- 3) PROPERTIES INCLUDED IN PROPOSAL
- 4) PERSONNEL INCLUDED IN PROPOSAL
- 5) STEPS REQUIRED BEFORE SIGNING DEFINITIVE AGREEMENT AND CLOSING
- 6) ANY CONTINGENCIES, QUALIFICATIONS OR OTHER RELEVANT ISSUES

IT IS TEXACO'S PREFERENCE TO RECEIVE BIDS THAT INCLUDE ALL THE CANADIAN MINERAL PROPERTIES AND ALL RELEVANT PERSONNEL.

*THIS  
WILL  
KILL IT!*

OFFERS MUST REMAIN OPEN UNTIL MAY 1, 1985 TO PROVIDE TEXACO AND FIRST BOSTON TIME TO EVALUATE EACH PROPOSAL. TEXACO RESERVES THE RIGHT TO REJECT ANY AND ALL OFFERS WITHOUT ASSIGNING ANY REASONS, THEREFORE, OR TO ELECT NOT TO SELL ANY OR ALL OF THE CANADIAN MINERAL PROPERTIES. TEXACO'S INTERPRETATION OF THE PROVISIONS, TERMS AND CONDITIONS OF EACH OFFER SHALL BE FINAL.

PROPOSALS SHOULD BE DIRECTED TO:

THE FIRST BOSTON CORPORATION  
ATTENTION: JIM DOWNING  
PARK AVENUE PLAZA - 42ND FLOOR  
55 EAST 52ND STREET  
NEW YORK, NEW YORK  
TELEPHONE (212) 909-2111  
TELEX 125226

SHOULD YOU HAVE ANY QUESTIONS WITH RESPECT TO THESE PROCEDURES PLEASE DO NOT HESITATE TO CALL RAY GROTH (212) 909-2536, BOB SCHULZ (212) 909-4385 OR THE UNDERSIGNED AT (212) 909-2111.

THANKS @ REGARDS,

JAMES B. DOWNING  
FIRST BOSTON CORPORATION  
NEW YORK

FIRSTCORP NYK  
\*  
KERRADD TOR





FEB 27 1985



**First Boston**

February 26, 1985

Mr. Niyazi Kacira  
Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Dear Mr. Kacira:

Thank you for your interest in Getty Mining Company's Canadian Mineral Properties. This letter confirms your visit to the Data Room which has been established at the office of Getty Mines Ltd., 150 York Street, Suite 1200, Toronto, Ontario, telephone (416) 863-0487. We have developed the following schedule for your Data Room visit, however, it is flexible so that we can address any specific requests you may have.

<u>Date</u>	<u>Time</u>	<u>Schedule</u>
Wednesday, March 6, 1985	9:00 a.m. 9:15-11:15 a.m.	Arrive Data Room - Coffee Overview of Canadian Mineral Properties with staff of Getty Mines Ltd.
	11:15 a.m. -5:00 p.m.	Data Room - Review of Data

Please try to arrive at Getty Mine's office as close to 9:00 a.m. as possible. Mr. John MacDonald, Exploration Manager Canadian Minerals and John Steers, Regional Staff Geologist, will coordinate your Data Room visit. After your review of the materials in the Toronto Data Room, site visits to the Canadian Mineral Properties can be arranged directly with John MacDonald or John Steers.

If you have any problems or questions, please do not hesitate to give me a call.

Sincerely,

James B. Downing

KERR ADDISON MINES LIMITED

MEMORANDUM

*ATR*  
*See page 4*

<del>T.D.B.</del>
<del>J.B.</del>
<del>S.M.C.</del>
A.H.C.
<del>P.S.C.</del>
<del>J.M.S.</del>
J.B.S.
FILE

TO: P.S. Cross/D.A. Lowrie/D.M. Hendrick/ DATE: March 15, 1985  
P. Bojtos/J.K. Carrington

FROM: N. Kacira

SUBJECT: Getty Canadian Minerals Ltd.'s Properties

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D.M. Hendrick, Peter Bojtos and myself have assisted in a presentation on three major projects of Getty. We have indicated to Getty that we will return for further examination of the data if there is interest in acquiring their asset.

Getty Minerals have presently 23 projects in Canada. Fifteen of these are joint venture projects including two farmed-out uranium projects in Saskatchewan. Eleven of the 23 projects are gold-oriented. The remainder are base metals (7), molybdenum (2) and uranium (3). Nine of the 23 projects are presently inactive.

Getty's mineral exploration division became functional in Canada 20 years ago and since then U.S. \$40,000,000 were invested in exploration in this country.

The three major projects that were presented are commented upon below.

(1) Davidson-Tisdale Joint Venture

Getty has an option to earn 45% interest in two properties totalling nine claims by spending \$4 million on them. They have then the option to increase their equity to 50% by spending an additional \$2 million (\$6 million expenditures for 50% interest). To maintain their 50% equity however, they must purchase one million Davidson-Tisdale shares at \$4.5/share. This will give Getty 10% ownership of Davidson-Tisdale. After these conditions have been satisfied expenditures will be pro-rata (50% for each partner). Pro-rata dilution to 15% NPI will apply to non-participating partner.

To date all work by Getty has been on the larger (7 claims) of the two properties. This claim group includes the old Davidson-Tisdale shafts.

The claim group is located two miles NE of Coniaurum deposit in Tisdale Township. It is underlain by basic volcanic rocks

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*60*  
*AS*  
*1/4 5 min*  
*50%*  
*How does*  
*one move in*  
*on this*  
*situation?*  
*1/0*  
*1/10 5 min*  
*1/10*

of the Schumacher Formation of the Tisdale Group. The gold deposit occurs close to, and stratigraphically below, the V8 member (variolitic basalt) of Schumacher Formation as do most of the gold deposits in the Timmins Camp.

To date 118 holes were completed by Getty on the two gold-bearing zones on the property; the North Zone and the South Zone. Mineralization in both zones consist of gold-bearing quartz veins in basalts. Although the quartz vein zones and attending alteration (mostly carbonatization) exhibit good continuity, the individual quartz veins are discontinuous, vary in thickness rapidly and their gold content is erratic.

The North Zone, in the northern part of the property, strike 030° and dips 45° to the north-west. In its central portion it is less than 600 feet away from the claim boundary. Therefore the mineralized zone will be partially outside the present property at depths exceeding 600 feet. East-northeast extension of the mineralized zone will also be outside the present property.

Drilling to date on the North Zone outlined two main gold-bearing quartz veins referred to as the Lower Zone and Upper Zone with the following dimensions at 0.05 oz./t cut-off.

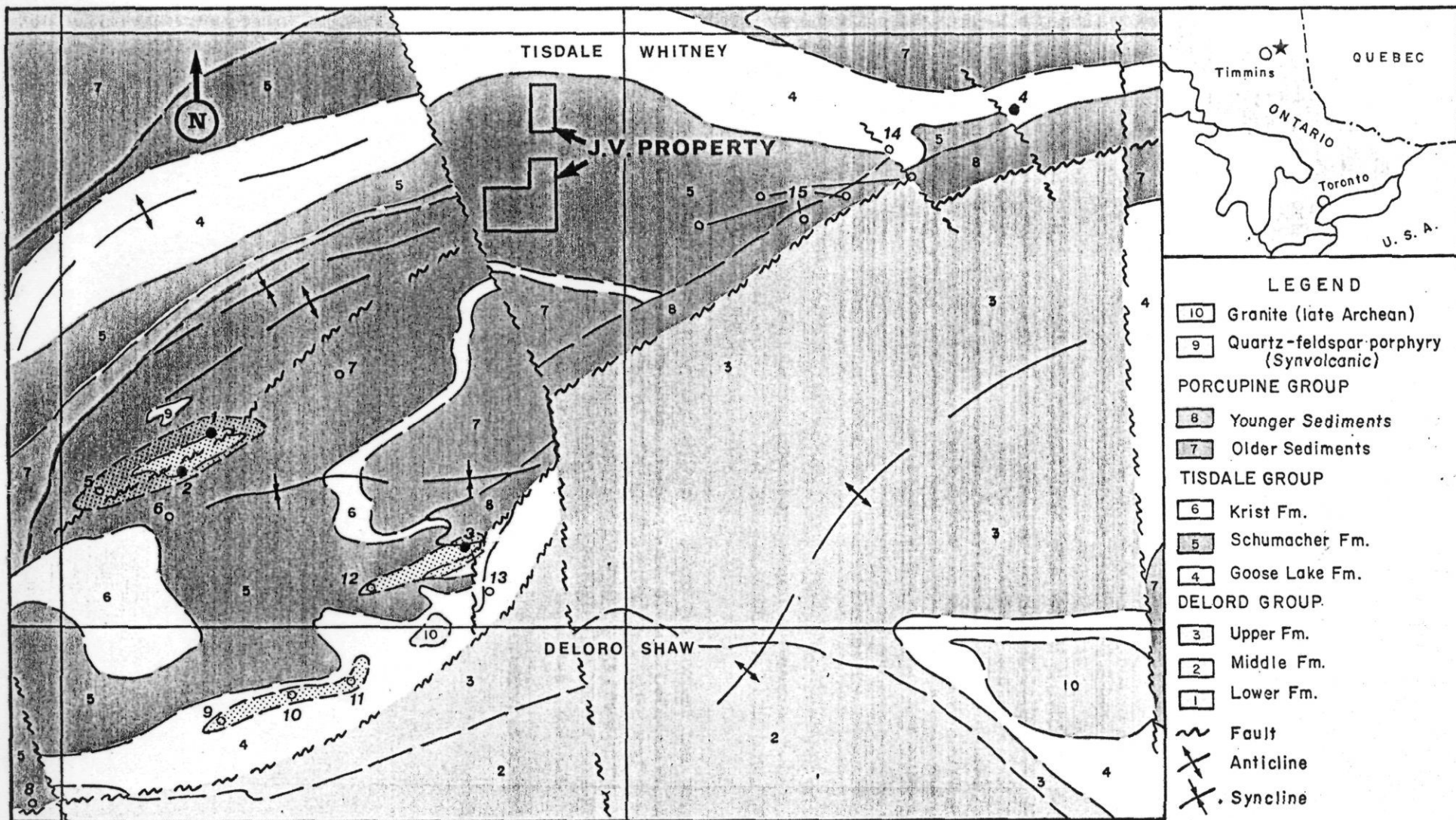
	<u>Drill indicated</u>	<u>Inferred</u>	<u>Uncut</u>	<u>Grade</u>		<u>Average True Width</u>
				<u>Cut to 2 oz.</u>	<u>Cut to 1 oz.</u>	
Upper Zone	72,926	-	0.344	0.31	0.245	9 feet
Lower Zone	133,000	186,000	0.39	0.32	0.22	10 feet

No drilling was done below 600 feet vertical.

The South Zone trends nearly E-W and dips 25° to the north. Based on drilling to date the following reserves, grade and width were completed by Getty (at 0.05 oz./t cut-off).

	<u>Indicated</u>	<u>Inferred</u>	<u>Uncut</u>	<u>Grade</u>		<u>Average True Width</u>
				<u>Cut to 2 oz.</u>	<u>Cut to 1 oz.</u>	
South Zone	70,000	134,000	0.37	0.27	0.19	9 feet

The zone is open to the east-west and down dip. As the South Zone is located 1000 feet to the south of the property boundary the gold zone will likely be outside the present property at a vertical depth of 500 feet (down-dip length of 1100 feet).



**LEGEND**

10 Granite (late Archean)  
9 Quartz-feldspar porphyry (Synvolcanic)

**PORCUPINE GROUP**

8 Younger Sediments  
7 Older Sediments

**TISDALE GROUP**

6 Krist Fm.  
5 Schumacher Fm.  
4 Goose Lake Fm.

**DELORD GROUP**

3 Upper Fm.  
2 Middle Fm.  
1 Lower Fm.

Fault  
 Anticline  
 Syncline

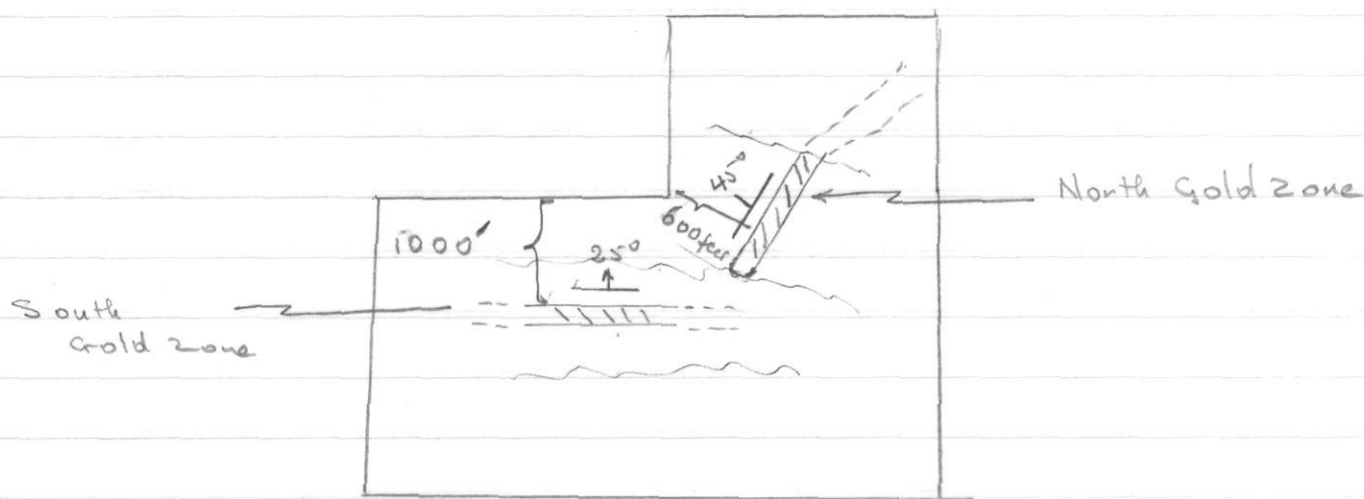
Areal Extent of Major Orebodies

- |                        |                             |                |
|------------------------|-----------------------------|----------------|
| ● PRODUCING GOLD MINES | ○ PAST PRODUCING GOLD MINES |                |
| 1 McIntyre (Pamour)    | 5 Moneta                    | 10 Aunor       |
| 2 Hollinger            | 6 Vipond                    | 11 Buffalo     |
| 3 Dome                 | 7 Coniaurum                 | 12 Paymaster   |
| 4 Pamour               | 8 Kenilworth                | 13 Preston     |
|                        | 9 Delnite                   | 14 Hallnor     |
|                        |                             | 15 Banner Reef |
|                        |                             | Bonetal        |
|                        |                             | Broulan        |

0 1 mile

**TISDALE PROJECT**  
**GETTY-DTM, J.V.**

Getty - Davidson Tisdale  
Davidson - Tisdale Project  
Tisdale Tp. - Tinnimus  
Sketch of Claims and Location of  
Mineralized zones



(Not to scale)

## TISDALE PROJECT

### Basic Criteria For Ore Reserve Estimate

- A) Width - a minimum true mining width of 1.5 metres or greater.
- B) Cut-off Grades - calculated at 2 different block cut-off grades of 1.71 gm Au/tonne or greater and 3.43 gm Au/tonne or greater over the width of the zoning (1.5 metres true or greater).
- C) Cutting - grade calculations made for;  
1) in-place, undiluted  
2) assays cut to 68.56 gm Au/tonne, undiluted  
3) assays cut to 34.28 gm Au/tonne, undiluted
- D) Grade Calculations - using above criteria's, calculations were made;  
1) over the entire quartz vein system  
2) over the visually minable quartz vein  
3) assay intervals
- E) Ore Blocks - Drill Indicated - maximum 12.5 m strike length on each side of a drill intercept and maximum 12.5 m up dip and down dip on each side of a drill intercept.
- Drill Inferred - maximum 25.0 m strike length on each side of drill intercept and maximum 25.0 m up dip and down dip on each side of a drill intercept, less drill indicated influence.
- Drill Geologically Inferred - contiguous areas lying between drill inferred reserves only.

37000 m. to 200 m.

- 26 -

TABLE  
IN-PLACE RESERVE SUMMARY  
(ASSAY INTERVAL)

ZONES	1.7 gm Au/tonne Cut-off					3.43 gm Au/tonne Cut-off				
	Total Tonnes	Grade (gm Au/tonne)			True Width (metres)	Total Tonnes	Grade (gm Au/tonne)			True Width (metres)
	Uncut	Cut To 68.56	Cut To 34.28	Uncut			Cut To 68.56	Cut To 34.28		
Upper Zone	<sup>p. Ind. noted</sup> 72,926 <u>Drill Interval</u>	11.79	10.60	8.41	2.84	56,225	14.54	13.00	10.17	3.21
Lower Zone	319,680	13.48	10.89	7.70	3.16	249,974	16.59	13.27	9.19	3.53
Other Zones	68,229	5.13	5.13	5.13	2.25	37,568	7.63	7.63	7.50	2.16
'S' Zone	287,219	12.91	9.27	6.46	2.95	206,284	17.02	11.95	8.04	3.36
Total	748,054	12.33	9.71	7.06	2.97	550,051	15.93	12.36	8.74	3.34

An old 800 foot deep shaft (Horseshoe shaft) exists on the claims. Apparently it can be rehabilitated for any future underground exploration.

Comments on Davidson-Tisdale

Getty estimated drill indicated and inferred reserves on this property at 748,000 tons averaging 0.36 oz./t uncut, 0.318 oz./t (cut to 2 oz.), 0.21 oz./t (cut to 1 oz.). The overall average width given for this tonnage, all above 600 feet vertical, is about 9 feet. In this tonnage were included several scattered gold intersections which may not be mineable due to their small size and/or distance from the main mineralized veins.

By eliminating such zones, the reserves would be 275,000 tons drill indicated and 320,000 inferred averaging 0.38 oz./t (uncut) and 0.213 oz./t (cut to 1 oz.) for an average width of about 9 feet using a cut-off grade of 0.05 oz./t.

The following points are noteworthy.

- (1) In this type of mineralization drilling can be expected to understate the grade. Hence the uncut grade would likely be closer to actual geological grade of the deposit.
- (2) The grade, width of the mineralized quartz veins appear to vary rapidly down dip and along strike (pinching and swelling). This pattern can be expected to prevail for the entire mineralization.
- (3) Mineralization will extend into the adjacent claims (not presently owned by Davidson-Tisdale). Based on experience with a similar type of mineralization in the Timmins camp it can be assumed that the gold mineralization will likely extend for 5000 feet or more down-dip. If it is further assumed that fill in drilling and additional drilling along strike of the gold zones increases the tonnage by about 50%, the ultimate tonnage potential of the zones known to date can be guesstimated at about 5 million tons. However more than half of this potential tonnage would perhaps occur in the postulated continuation of the gold zones outside the present Davidson-Tisdale property. It is therefore imperative for the Joint Venture to acquire the adjacent claims to the east and northwest of the property. Unless this is accomplished at a reasonable cost, the economic potential of the deposit will be severely curtailed. We were informed by Getty that negotiations are in progress re these acquisitions.



Subject to comments under point (3) above re acquisition of adjacent claims, I believe the Davidson-Tisdale property will be a producer under the present costs and gold prices.

WHAT HELD  
BROKE UP  
GAINS WERE  
1/2 500-6000?  
It was then  
economic.  
N.I.C.

(2) Getty-Zahavy Joint Venture

The joint venture property is the former Berens River Mines ground located 110 miles north of Red Lake. The property is 7,000 acres. There is litigation concerning title to the property; both Getty and Zahavy claims to own it 100%.

During the period 1936 to 1948 Berens River Mines produced in excess of 560,000 tons of ore from what is referred to as the number 1 vein zone. About 157,000 ounces of gold, 5,700,000 ounces of silver were recovered.

NEVER MADE  
HOWEVER!

NFG

Getty has completed 41 surface exploration holes (21,500 feet) and 26 underground holes (32,600 feet) on the number 3 vein near the number 2 shaft. This work outlined 980,000 tons (indicated + inferred) of geological reserves, to a vertical depth of 21,000 feet. The average width of the mineralization is about 8 feet and the average grade is 0.26 oz./t Au, 4.8 oz./t Ag, at a cut-off grade of 0.15 oz./t Au. It is likely that further drilling, particularly below 600 feet vertical will increase the tonnage by about one-third. On the basis of drilling to date Wright Engineers estimated mineable reserves including dilution at 633,000 averaging 0.25 oz./t Au; 5 oz./t Au.

??

The number 3 vein is an E-W trending vein dipping 70°S with a strike length of about 1000 feet. The mineralization rakes 70° east.

In addition to the number 1 vein mined by Berens River Mines and the number 3 vein that was the subject of Getty's work there are at least 10 other known veins of similar nature within the claim group.

This property  
is not economic  
in part for  
reason of its  
location

Comments on Getty-Zahavy Joint Venture

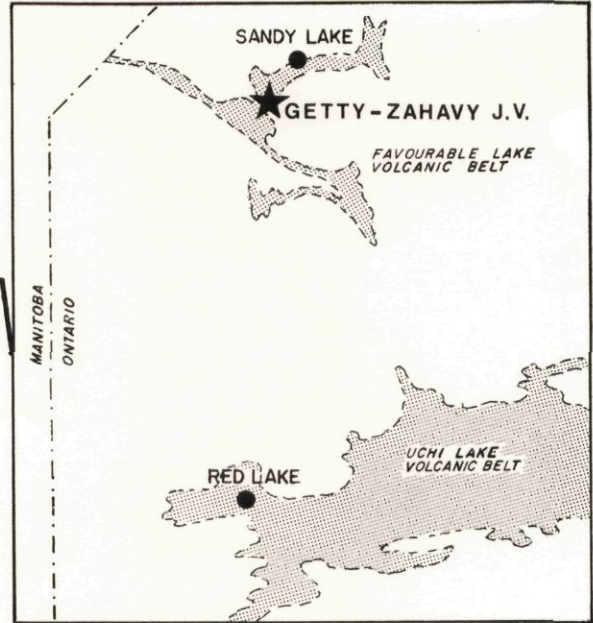
The tonnage/grade of the mineralization outlined to date on the number 3 vein are not sufficient for an economic development at the present prices of Au and Ag; the occurrence is located in a remote area and small tonnage and geometry of the occurrence will permit only small daily production.

I know that  
could it be more  
to be economic  
N.I.C.

The economics of the claim group will be significantly enhanced if 2 - 3 other similar veins could be developed concurrently with the number 3 vein in order to substantially increase the mining-milling rate. There are five known veins at less than 1/2 mile distance from the number 3 vein (number 2 shaft). Exploration

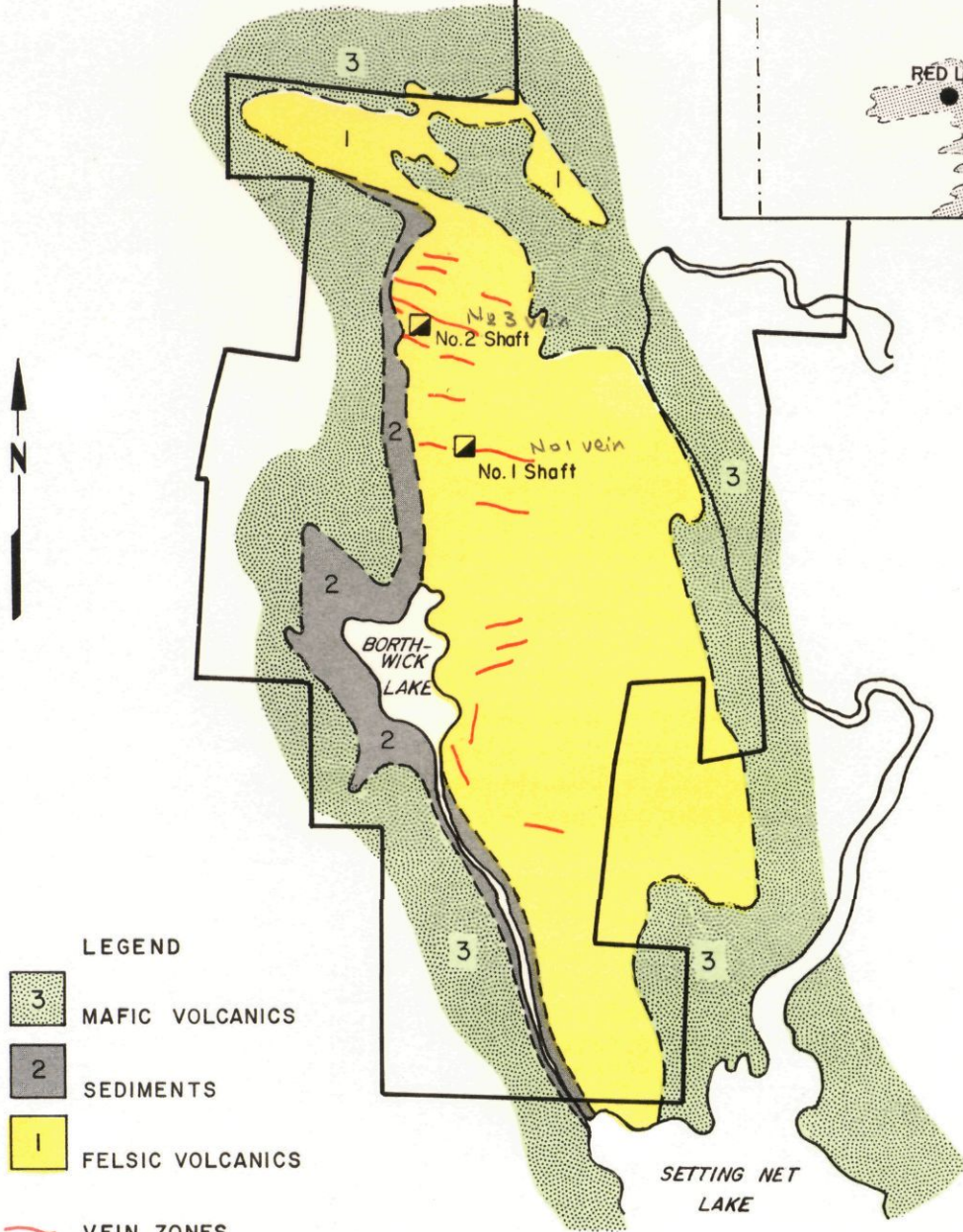
South Trout Lake

PROPERTY LOCATION



# GETTY-ZAHAVY J.V.

Favourable Lake Volcanic Belt



### LEGEND

- 3 MAFIC VOLCANICS
- 2 SEDIMENTS
- 1 FELSIC VOLCANICS
- VEIN ZONES
- SHAFT



of these veins will be particularly worthwhile; they can be mined through the number 2 shaft.

Getty's drilling on the number 3 vein shows that although the Au and Ag values are rather erratic within the vein the distribution of values is quite consistent from surface to drilled depth (2100 feet vertical). Hence drilling other veins say to 600 feet vertical would be sufficient to make a reasonable estimate of their tonnage potential to mineable depths (e.g. 4000 feet). Alternatively exploration may be conducted by drifting N and S from the number 2 shaft at 1000 foot level.

In conclusion the Getty-Zahavy joint venture property is, at present, clearly uneconomical. However further exploration aimed at tripling the tonnage per vertical foot (hence the eventual output) may enhance the economics of this property.

Getty reports that there is enough hydro potential in the vicinity of the property to supply about 2/3rds of the power requirements of an operation at 300 tons/day. Getty's expenditures to date on the joint venture totalled \$6.8 million. *!! incredible !!*

(3) Tundra-Savanna Projects

Tundra and Savanna project claims are located 120 miles northeast of Yellowknife, N.W.T. The project area is adjacent to Giant Yellowknife's producing Salmita Mine and Tundra Mine, a past producer.

Tundra and Savanna projects are joint ventures between Getty (49%) and Noranda (51%).

On the Savanna portion of the joint venture, partners can maintain their option to earn 60% interest (net Getty 29.4%) by spending \$500,000 by April 1, 1985 and by purchasing American Chromium Ltd. (vendor of the claims) shares totalling \$340,000. It appears likely at this point that the option will not be exercised by the partners.

Tundra project claims cover an area of 25,000 acres. The project was initiated in 1979 as a base metal exploration venture. In 1982 a stratabound gold deposit in pyroclastic rocks, Fat Gold Zone, was discovered south of Courageous Lake. To date 35 holes were drilled on the zone. Geologically inferred reserves along the drill tested 1 mile strike length of the zone to a maximum depth of 380 feet are 2 million tons averaging 0.3 oz./t Au at a cut-off grade of 0.23 oz./t. The zone is open along strike and down dip.

The planned 1985 program in the Tundra joint venture totals \$1 million of which \$490,000 is Getty's share.

The gold mineralization in the Fat Gold Zone consists of gold-bearing disseminated sulphide lenses subconcordant with the host pyroclastics. The lenses average 9% sulphide consisting of arsenopyrite (1 to 15%), pyrite and pyrrhotite. There appears to be a straight-line, positive correlation between the amount of arsenopyrite and the gold content.

The gold-bearing sulphide lenses are restricted to a zone about 600 feet in width, trending N-S and dipping steeply west. Six major lenses with good strike continuity and a number of more localized sulphide bearing layers were intersected to date. The mineralized zone has an excellent IP response and is coincident with a moderate magnetic high.

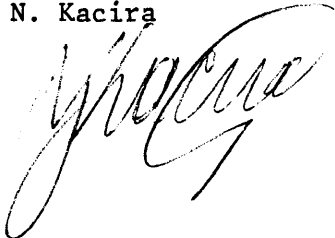
The probability of extending the mineralization along strike, both to the south and north appears excellent. Probability of discovering mineralization of similar nature elsewhere in the property, but particularly to the west of the Fat Gold Zone is considered good; there is a coincident IP-magnetic anomaly in that area.

The neighbouring Salmita and Tundra deposits which are high-grade gold-bearing quartz veins occur at the lithological contact of the Courageous Lake metavolcanic belt with the metasediments to the east. On the Tundra joint venture ground there is potential for discovery of similar mineralization; metavolcanic-metasediment interface extends onto the joint venture ground.

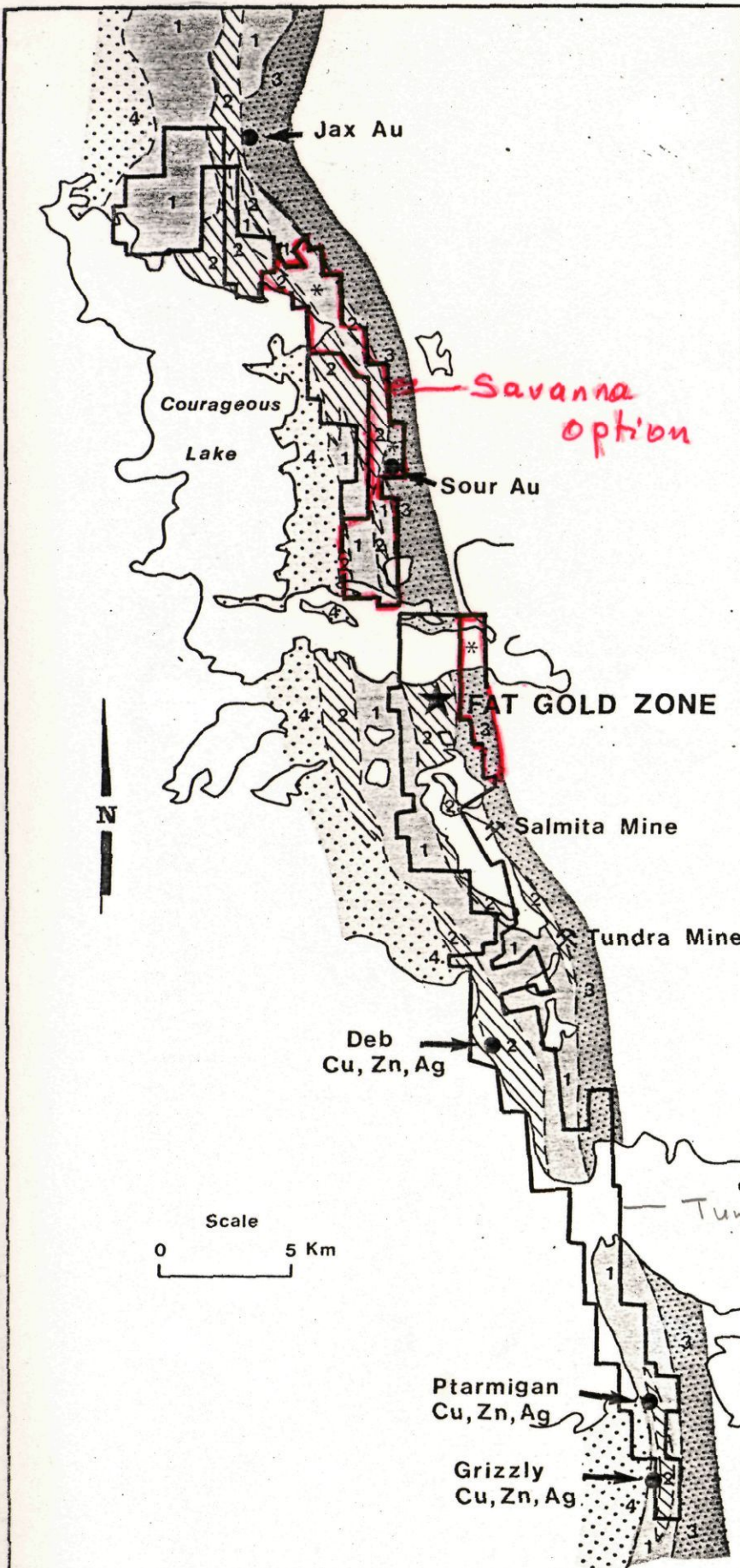
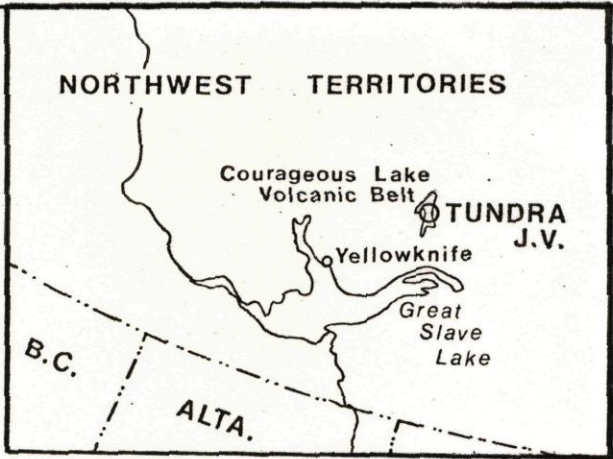
Winter road to Loupin operation comes to within 2 miles of the Tundra joint venture ground.

Peter Bojtos has learned from Noranda that there is some problem with gold recoveries from the Fat Gold Zone.

N. Kacira



NK/sm



- LEGEND**
- 4 Granite
  - 3 Sediments
  - 2 Felsic Volcanics
  - 1 Mafic Volcanics
  - Tundra J.V. Claim Groups
  - \* Savanna Option

**TUNDRA J.V.**  
**Courageous Lake Volcanic Belt**  
**& SAVANNA OPTION**

FEB 27 1985



**First Boston**

February 26, 1985

Mr. Niyazi Kacira  
Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Dear Mr. Kacira:

Thank you for your interest in Getty Mining Company's Canadian Mineral Properties. This letter confirms your visit to the Data Room which has been established at the office of Getty Mines Ltd., 150 York Street, Suite 1200, Toronto, Ontario, telephone (416) 863-0487. We have developed the following schedule for your Data Room visit, however, it is flexible so that we can address any specific requests you may have.

<u>Date</u>	<u>Time</u>	<u>Schedule</u>
Wednesday, March 6, 1985	9:00 a.m. 9:15-11:15 a.m.  11:15 a.m. -5:00 p.m.	Arrive Data Room - Coffee Overview of Canadian Mineral Properties with staff of Getty Mines Ltd. Data Room - Review of Data

Please try to arrive at Getty Mine's office as close to 9:00 a.m. as possible. Mr. John MacDonald, Exploration Manager Canadian Minerals and John Steers, Regional Staff Geologist, will coordinate your Data Room visit. After your review of the materials in the Toronto Data Room, site visits to the Canadian Mineral Properties can be arranged directly with John MacDonald or John Steers.

If you have any problems or questions, please do not hesitate to give me a call.

Sincerely,

A handwritten signature in cursive script, appearing to read "J.B. Downing".

James B. Downing

57011

# KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

I.D.B.  
P.B.  
J.K.C.  
A.H.C.  
P.S.C.  
~~D.M.H.~~  
~~D.A.I.~~  
J.B.S.

To..... N. Kacira/D. A. Lowrie..... From..... D. M. Hendrick.....

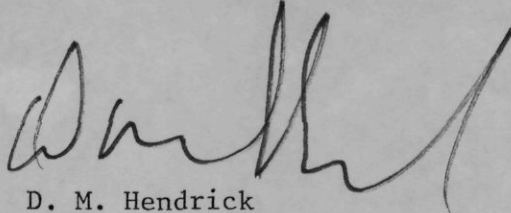
Subject..... Getty Mining - Canadian Properties..... Date..... February 22, 1985..... ~~AK~~

FILE

"Show and Tells", (a.m. and p.m. sessions) are being presented at Getty's Toronto office (Suite 600, 10 King Street East) now and all next week.

The Tisdale and Courageous Lake properties are of interest. We should have a look.

Please call John MacDonald or John Steers, 863-0487 to arrange a meeting.



D. M. Hendrick

DMH/sm

# KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

I.D.B.  
P.B.  
J.K.C.  
A.H.C.  
P.C.C.  
D.M.H.  
✓ D.A.L.  
J.S.S.

To..... D. A. Lowrie From..... N. Kacira

Subject..... Getty Properties - Canada and U.S.A. Date..... February 15, 1985

FILE

I have read the summary reports. The following projects are considered of technical interest. Problems with the business deal, where relevant, is mentioned.

## Canada

- (1) Davidson Tisdale Project, Au, Getty has an option to earn 50% interest.

Problem: Davidson-Tisdale has first right to refusal, which they will likely exercise. It is probably better to approach Davidson Tisdale than Getty.

- (2) Savanna-Tundra J.V., Au, Slave Province, Noranda 51%, Getty 49%.

## U.S.A.

Most of the U.S. projects have poor royalty deals.

- (1) Mont Chase, Maine, massive sulphide.

Problem: Likely has N.S.R. royalty to vendor.

- (2) Cochrane-Bobcat, Au, South Dakota.

Problem: 5% N.S.R. to vendors.

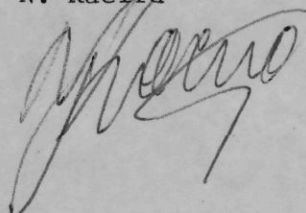
- (3) Freemont-Consolidated, Au, Amador Co., California.

Problem: 6% or more of gross sales royalty to vendors.

- (4) Maggie Creek Ranch Project, Nevada.

Problem: Several vendors, terrible N.S.R. terms.

N. Kacira



NK/sm



The First Boston Corporation  
Park Avenue Plaza  
New York, New York 10055  
Telephone: 212/909-2000



**First Boston**

*FKH  
Send only signed  
Confidentiality  
Agreement  
to Mrs Downing*

FEB 13 1985

VIA FEDERAL EXPRESS

Mr. David A. Lowrie  
VP Exploration  
Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

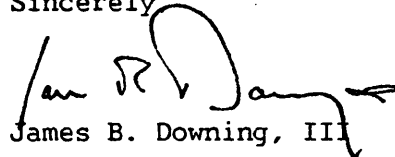
Dear David:

At the request of Bob Blanc Vice President, Domestic Minerals of Getty Mining Company, I am enclosing a copy of the Summary Descriptive Memorandum on selected U.S. Mineral Properties of Getty Mining Company. This Memorandum is enclosed in a sealed envelope with the Confidentiality Agreement attached. It is our understanding and agreement that you will not open or otherwise examine the Summary Descriptive Memorandum before executing the Confidentiality Agreement and returning it to me.

In addition, I have enclosed a copy of a letter describing the process we will follow in marketing the U.S. Mineral Properties.

If after reviewing the materials, you would like to visit the Data Room or the sites please give me a call as soon as possible.

Sincerely

  
James B. Downing, III

Enclosures



## First Boston

February 6, 1985

Mr. David A. Lowrie  
VP Exploration  
Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Dear David:

In connection with the acquisition by Texaco Inc. ("Texaco") of Getty Oil Company ("Getty") earlier last year, Texaco is disposing of the assets of Getty Mining Company. The First Boston Corporation ("First Boston") is acting as Texaco's exclusive financial advisor in the sale of Getty Mining Company.

This letter is to advise you that Texaco will accept proposals for the purchase of selected U.S. Mineral Properties listed in Exhibit A attached hereto (collectively the "U.S. Mineral Properties"). Proposals for the U.S. Mineral Properties will be accepted any time prior to and including March 29, 1985 as outlined below. Texaco reserves the right at any time to accept any proposal for the U. S. Mineral Properties that it considers preemptive in nature.

The offering of the U.S. Mineral Properties will be coordinated by the following standard procedures.

- 1) Getty Mining Company has prepared a Summary Descriptive Memorandum on the U.S. Mineral Properties which is enclosed in a sealed envelope with a Confidentiality Agreement attached.
- 2) For interested buyers we have established a Data Room at Getty Mining Company's Salt Lake City, Utah office. In this Data Room, we will make available detailed reserve, geologic, land, financial and other data for your review. Getty Mining Company personnel will be available to answer your specific questions about each property.

After reviewing the materials in the Data Room, potential buyers will have the opportunity to visit the individual sites with Getty Mining personnel. However, meaningful access to certain properties may not be possible due to snow cover.

We will schedule visits accordingly on a first come first served basis. Data Room visits will commence Wednesday, January 30, 1985 and visits to sites can be scheduled during your visit to the Data Room.

- 3) All appointments to visit the Data Room should be made with Mr. James B. Downing of First Boston at (212) 909-2111
- 4) Each offeror will bear all costs and expenses of its investigation and evaluation of the U.S. Mineral Properties including the fees and disbursements of its own counsel and advisors.
- 5) Offers will only be accepted for all of the U.S. Mineral Properties, in either a stock or asset format. Texaco's strong preference is for a cash offer including all related personnel. Bids should specify the form of consideration, personnel included, any contingencies or qualifications, the time and steps needed before the offeror could sign a definitive agreement and any other relevant issues. Offers should be received by First Boston in New York by 5:00 p.m. (EST), March 29, 1985. Offers will be accepted in written or telex form and addressed to:

The First Boston Corporation  
Attention: James Downing  
Park Avenue Plaza - 42nd Floor  
55 East 52nd Street  
New York, NY 10055  
Telephone: (212) 909-2111  
Telex: 125226

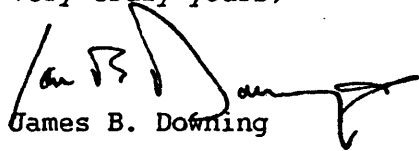
All offers must be held open until May 1, 1985. During this period Texaco and First Boston will evaluate the offers.

- 6) Texaco reserves the right to amend or modify the procedures and terms and conditions set forth herein. Texaco's interpretation of the provisions, terms and conditions to this offer solicitation shall be final and binding on all parties.

7) Texaco and First Boston disclaim any and all liability for material supplied, and no representation or warranty is being made as to the accuracy or completeness of any information furnished either written or oral.

Texaco reserves the right to change any of the terms of the offer solicitation. Further, Texaco reserves the right to reject any and all offers without assigning any reasons therefore or to elect not to sell any or all of the assets and operations presently being offered.

Very truly yours,

A handwritten signature in black ink, appearing to read 'James B. Downing', with a stylized flourish extending to the right.

James B. Downing



W B Reals  
Senior Vice President

Texaco Inc

2000 Westchester Avenue  
White Plains NY 10650

~~DAE~~ File copy

February 6, 1985

Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Attention: Mr. David A. Lowrie  
Vice President - Exploration

Re: Confidentiality Agreement  
Getty Mining Company

Dear Sir:

Texaco Inc. ("Texaco") is exploring the possible sale of the stock of certain subsidiaries or certain assets of Getty Mining Company ("Company"), a wholly-owned indirect subsidiary of Texaco. The properties of the Company include operating mines and development and exploration properties located in the United States and other locations around the world. In connection with your consideration of a possible transaction with Texaco, you have requested the right to review the books, records and other pertinent information of the Company for the sole purpose of determining whether you will submit a purchase proposal.

The information contained in the books and records is considered confidential and this information and the information obtained by meeting with Texaco and the Company's personnel or its representatives and any other information relating to the business of the Company furnished to you by Texaco or the Company or its representatives in the course of your investigation or derived by you or by your employes or agents from any of the foregoing are hereinafter collectively referred to as the "Evaluation Material."

It is hereby agreed that the Evaluation Material will be used by you for the sole purpose of determining whether or not you wish to submit a proposal to purchase the stock of certain subsidiaries or certain assets of the Company, and will not be used to adversely affect or compete with the business of the Company and that such information will be kept confidential by you and your agents for a period of five years from the date hereof, with the exception that in the event of a purchase by you these restrictions will

not apply to the relevant Evaluation Material after the date of purchase. You agree to disclose the Evaluation Material only to your directors, officers and employes who need to have the information in connection with the aforesaid determination but only after each of them shall have been informed of the confidential nature of the Evaluation Material and has been instructed to keep the same confidentiality unless a prior written authorization has been obtained from Texaco. It is hereby further agreed that (i) you shall return all Evaluation Material furnished you and any copies, or extracts thereof, promptly upon Texaco's request or in the event you decide not to make a proposal, (ii) any analyses, compilations, studies or other documents which may be prepared for internal use by you or your agents, and which reflect the Evaluation Material, will be kept confidential by you to the same extent as the Evaluation Material and you shall promptly destroy all such analyses, compilations, studies or other documents in the event you decide not to make a proposal, your proposal is not accepted by Texaco or if accepted a sale is not consummated, and (iii) without Texaco's prior written consent, you will not disclose, and will direct your directors, officers, employes and representatives of the Company, either the fact that discussions or negotiations are taking place concerning a possible transaction or any of the terms, conditions or other facts with respect to any such possible transaction, including the status thereof.

In consideration of your being furnished access to the Evaluation Material, you agree that during the period of two years from the date hereof, you will not acquire, directly or indirectly, any present or future right, title or interest of any kind in minerals in properties (other than oil or gas) within the geographic areas designated on Exhibit "A" attached hereto. This restriction on your right to acquire mineral interests shall expire as to any one or more of the geographic areas designated in Exhibit "A" if, as and when your purchase of all of the Company's properties within said geographic area or areas.

You understand that none of Texaco, the Company, nor the agents of either, is making any representation or warranty as to the accuracy or completeness of the Evaluation Material and you agree that Texaco, the Company and their agents shall have no liability to you or any other person resulting from the use of the Evaluation Material by you.

The Evaluation Material does not include (i) information which is in the public domain, (ii) information which is published or otherwise becomes part of the public domain through no fault of you, your directors, officers and employes, (iii) information which you can demonstrate was in your possession at the time of disclosure and was not acquired by you directly or indirectly

from Texaco or the Company on a confidential basis, (iv) information which becomes available to you on a non-confidential basis from a source other than (whether directly or indirectly) Texaco or the Company and which source to the best of your knowledge did not acquire the information on a confidential basis, or (v) is required to be disclosed by any federal or state law, rule or regulation or by any applicable judgment, order or decree or any court or governmental body or agency having jurisdiction in the premises; provided that you shall give to Texaco and the Company reasonable prior notice of the disclosure of any such information pursuant to the foregoing exception.

You understand that no failure or delay by Texaco or the Company in exercising any right, power or privilege hereunder shall operate as a waiver thereof, nor shall any single or partial exercise thereof or the exercise of any other right, power or privilege hereunder so operate as a waiver.

Your obligations in this Confidentiality Agreement are for the benefit of both Texaco and the Company, each of whom may pursue its remedies either in equity or at law without the consent of the other.

Very truly yours,

TEXACO INC.

By H. B. Reals asa

Accepted this 14<sup>th</sup> day of February 1984

By [Signature]  
D. A. Lauer

**EXHIBIT "A"**

Attached to and made a part of that certain confidentiality letter.

**I. Lands in the 4th P.M., State of Wisconsin.**

<u>Township</u>	<u>Range</u>	<u>Sections</u>
32N	2W	2, 3, 4, 5, 12, 13, 24
32N	1W	7, 8, 17, 18, 19, 20, 29, 30
33N	3W	4, 5, 6, 7, 8, 9
33N	2W	13, 24, 25, 26, 27, 28, 29, 32, 33, 34, 35,
33N	1W	8, 9, 10, 15, 16, 17, 20, 21, 22, 25, 29, 30
34N	3W	31, 32, 33
34N	3E	13, 24, 25
34N	4E	17, 18, 19, 20, 29, 30
34N	7E	3, 4, 5, 6, 7, 8, 9, 10, 24, 25, 36
35N	1W	13, 24, 25
35N	1E	17, 18, 19, 20, 29, 30
35N	4E	24, 25, 36
35N	5E	19, 20, 21, 23, 24, 25, 26, 28, 29, 30, 31, 32, 33, 35, 36
35N	6E	11, 12, 13, 14, 19, 23, 24, 25, 30, 31, 36
35N	7E	7, 8, 16, 17, 18, 19, 20, 21, 28, 29, 30, 31, 32, 33, 34
35N	9E	1, 12, 13
35N	10E	4, 5, 6, 7, 8, 9, 16, 17, 18
35N	11E	24, 25, 36
35N	12E	16, 17, 18, 19, 20, 21, 22, 27, 28, 29, 30, 31, 32, 33, 34
35N	17E	1, 2, 3, 4, 5, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 20, 21, 22
37N	3E	1, 2, 10, 11, 12, 13, 14, 15, 22, 23, 24
37N	4E	5, 6
37N	13E	3, 4, 5, 12, 13, 24
37N	14E	7, 8, 17, 18, 19, 20
38N	3E	25, 26, 35, 36
38N	4E	29, 30, 31, 32
38N	13E	27, 28, 29, 32, 33, 34
40N	1W	1, 12
40N	1E	1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12
41N	1W	36
41N	1E	27, 28, 29, 31, 32, 33, 34, 35, 36





W B Reals  
Senior Vice President

Texaco Inc

2000 Westchester Avenue  
White Plains NY 10650

February 6, 1985

Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Att: Mr. David A. Lowrie  
VP Exploration

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Getty Mining Company

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The information contained in the books and records is considered confidential and this information and the information obtained by meeting with Texaco and the Company's personnel or its representatives and any other information relating to the business of the Company furnished to you by Texaco or the Company or its representatives in the course of your investigation or derived by you or by your employes or agents from any of the foregoing are hereinafter collectively referred to as the "Evaluation Material."

It is hereby agreed that the Evaluation Material will be used by you for the sole purpose of determining whether or not you wish to submit a proposal to purchase the stock of certain subsidiaries or certain assets of the Company, and will not be used to adversely affect or compete with the business of the Company and that such information will be kept confidential by you and your agents for a period of five years from the date hereof, with the exception that in the event of a purchase by you these restrictions will

not apply to the relevant Evaluation Material after the date of purchase. You agree to disclose the Evaluation Material only to your directors, officers and employees who need to have the information in connection with the aforesaid determination but only after each of them shall have been informed of the confidential nature of the Evaluation Material and has been instructed to keep the same confidentiality unless a prior written authorization has been obtained from Texaco. It is hereby further agreed that (i) you shall return all Evaluation Material furnished you and any copies, or extracts thereof, promptly upon Texaco's request or in the event you decide not to make a proposal, (ii) any analyses, compilations, studies or other documents which may be prepared for internal use by you or your agents, and which reflect the Evaluation Material, will be kept confidential by you to the same extent as the Evaluation Material and you shall promptly destroy all such analyses, compilations, studies or other documents in the event you decide not to make a proposal, your proposal is not accepted by Texaco or if accepted a sale is not consummated, and (iii) without Texaco's prior written consent, you will not disclose, and will direct your directors, officers and employees who are aware of your investigation not to disclose, to any person, specifically including directors, officers, employees and representatives of the Company, either the fact that discussions or negotiations are taking place concerning a possible transaction or any of the terms, conditions or other facts with respect to any such possible transaction, including the status thereof.

You understand that none of Texaco, the Company, nor the agents of either, is making any representation or warranty as to the accuracy or completeness of the Evaluation Material and you agree that Texaco, the Company and their agents shall have no liability to you or any other person resulting from the use of the Evaluation Material by you.

The Evaluation Material does not include (i) information which is in the public domain, (ii) information which is published or otherwise becomes part of the public domain through no fault of you, your directors, officers and employees, (iii) information which you can demonstrate was in your possession at the time of disclosure and was not acquired by you directly or indirectly from Texaco or the Company on a confidential basis, (iv) information which becomes available to you on a non-confidential basis from a source other than (whether directly or indirectly) Texaco or the Company and which source to the best of your knowledge did not acquire the information on a confidential basis, or (v) is required to be disclosed by any federal or state law, rule or regulation or by any applicable judgment, order or decree or any court or governmental body or agency having jurisdiction in the premises; provided that you shall give to Texaco and the Company reasonable prior notice of the disclosure of any such information pursuant to the foregoing exception.

You understand that no failure or delay by Texaco or the Company in exercising any right, power or privilege hereunder shall operate as a waiver thereof, nor shall any single or partial exercise thereof or the exercise of any other right, power or privilege hereunder so operate as a waiver.


Your obligations in this Confidentiality Agreement are for the benefit of both Texaco and the Company, each of whom may pursue its remedies either in equity or at law without the consent of the other.

Very truly yours,

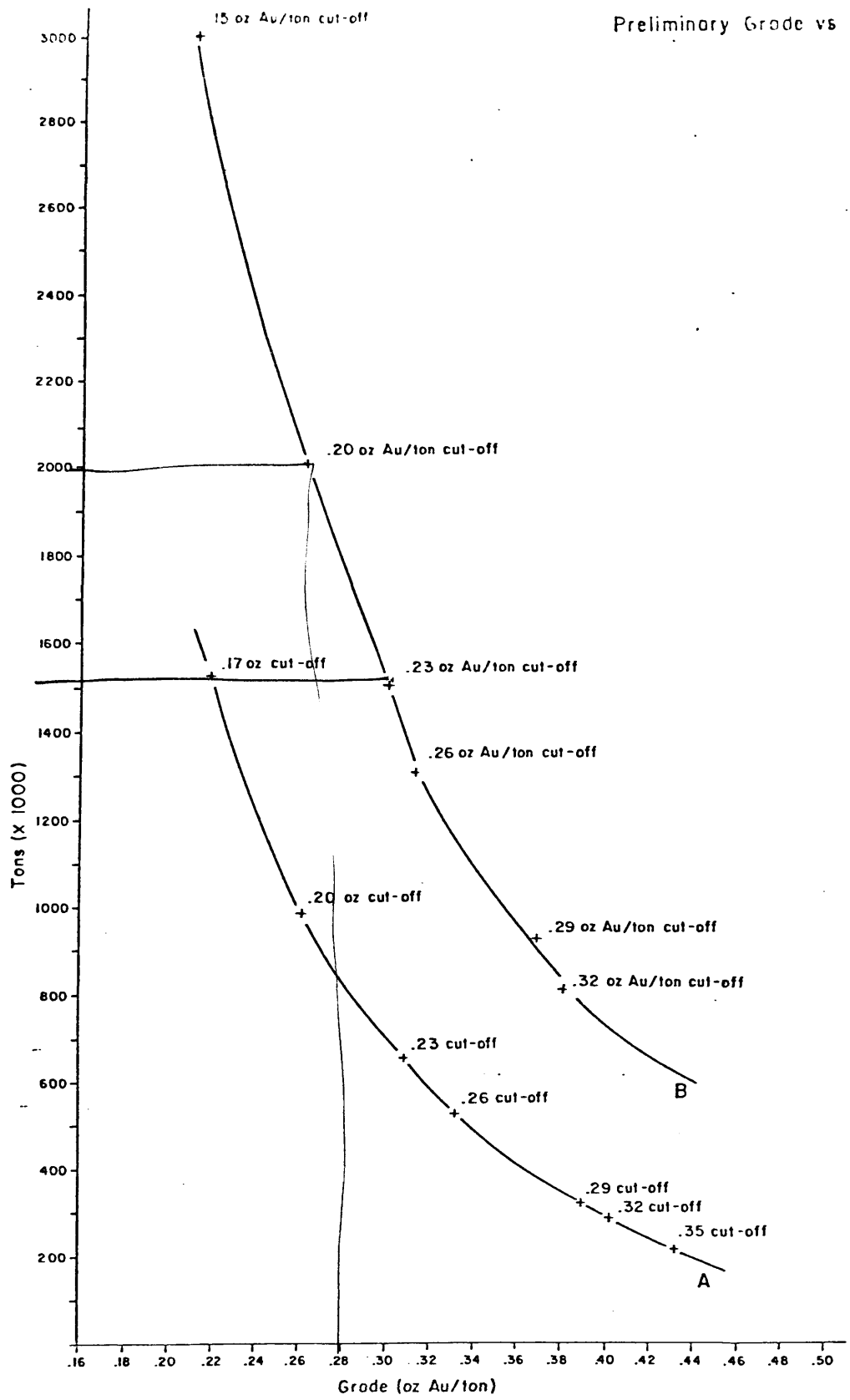
TEXACO INC.

By W. B. Reals *att*

Accepted this 14<sup>th</sup> day of February 1985

By 

D. A. Louie  
Vice President Exploration -  
Kerr Addison Mines Limited



Note: A = 1<sup>st</sup> 28 holes in the zone  
 B = 1<sup>st</sup> 32 holes in the zone  
 minimum 2.0m width

TUNDRA JOINT VENTURE COURAGEOUS LAKE VOLCANIC BELT, N.W.T.	
1983-84 DRILLING Preliminary Grade Tonnage Curves	
PREPARED BY: G. S. S. S.	DATE: JUNE/84
CHIEF ENGINEER: G. S. S. S.	MANAGER: G. S. S. S.
Getly Canadian Metals, Ltd.	

Getty. ↗

50% maintained through this year to Feb 15th.  
\$2- '85 to maintain.

w/g sampling.

JU or get 5% (22.4)  
Sale & stock.

NWT. with the change <sup>Getty 51</sup> <sub>NWT.</sub> <sup>Swansea & Tundra.</sup>

B.C. <sup>quested a slow return.</sup>

P.R. <sup>Beck. Lake.</sup>

Ont. <sup>Tisdale Cascades, uchi. Zahony, Bathman.</sup>  
<sup>& Klotz Lake.</sup>



Per Bucks about core via NBR on Tundra.

≈ \$350,000 programme. <sup>Dollar study?</sup>

JU <sup>with Bonex</sup> <sup>Phyllis Island.</sup> <sup>cut</sup> <sup>upheld.</sup>

Getty not participating.  
probably due from 50 to 45%.

Supplies & uchi & upheld. & Novada.

kept guy intact. - would normally have let go.

28 people. incl 17 geologist.

4 in Vancouver.

(501) 1 mth/yr service.  $\approx$  5 yrs.  
longest 15 yrs.

Zehy 32 + \$80,000 insurance.

Merrill 100,000 to John Stolley paid  
540,000 left to go.

Tisdale 1% buy by \$200,000 exp'd by Tisdale.  
Hamm 10% NPI.

1st 25% exp'd \$2m

After this \$2m buys extra 20%.

Next 5% \$2m

+ 1/2 Tisdale shares @ 4-50

Ken Kett of Moffat Co. & George Dingwall. T.O.

∴ 50% of use a 10% co. - as g. to 2d. on options.  
6<sup>th</sup> expd.

Getty to site prep.  
Charlie Pitcher consulting.

1st of May start.

Spent by Dec 31st - 4<sup>th</sup> with extension on firm contract.

Tadpole spent 1 1/2 in 83

the little in 84 - 200,000.

Getty one in made - reimbursed then.

Old shaft 72' incl. New used. 600' set.

vertical shaft - 300'

vert. waste 300'

- Extreme lateral drifts.

500' same on 600 level.

85 holes 56,000 ft.

By Getty in 84. 2<sup>nd</sup> spent.

Good ground for drilling.

Wings were damaged then flooded again.

Pod shell doesn't hook up - the workings.  
Some by brackets or collar fixed up.

Getty Lavery - Peppy Farley & Co. Jim Farley.

---

Zehary 1. Morgan. Getty delivered negative feasibility  
They doubt it.

Doubt participation. Getty says doubted to 15% W.P.C.

300 fpd @ \$450 hr needed.

Getty Minerals Co. = U. } \$400 U.S. E&D  
Getty Condra Metals = P.M. } interests.  
Getty Ah Minerals - Never used.



Peter George  
Dino. Titano

Terrace probably = W.V. Rich.

Mon. 3 left levels 100, 200, 300.



area stripped. Outcrop. All basalt with Qz flood.  
V.G.

45' dip. on 100ft level slope.

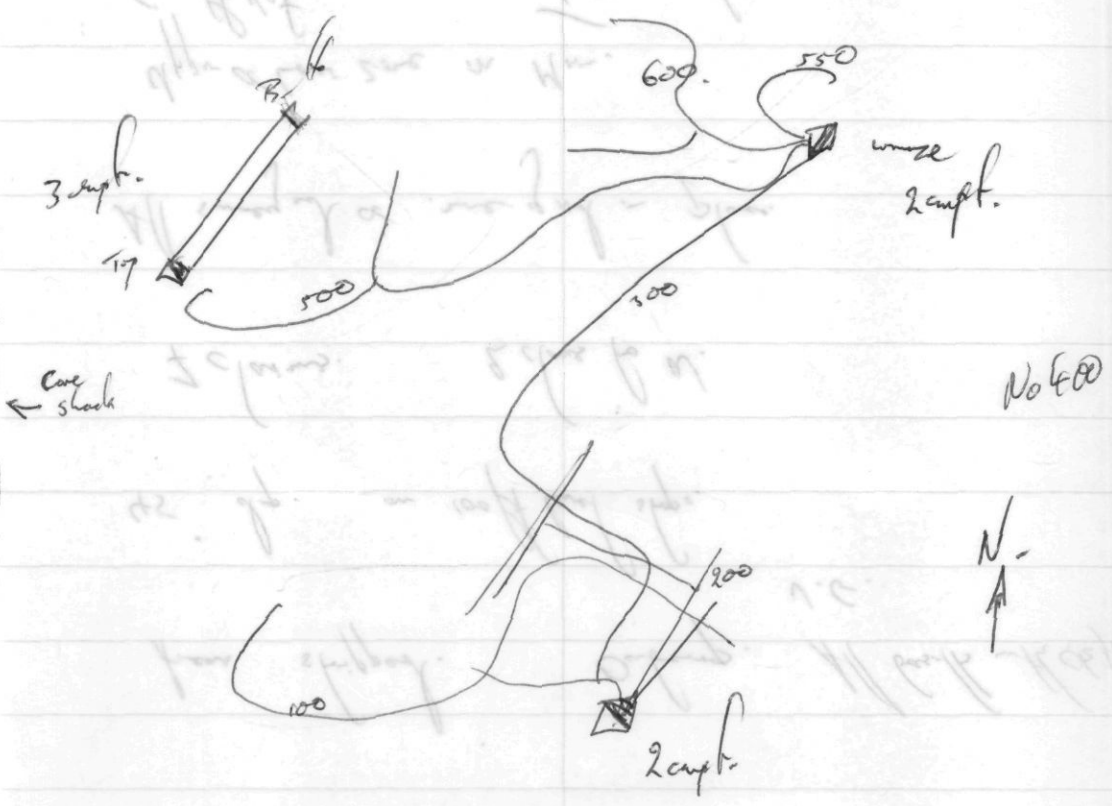
7 claims. 2 claims to W.

All surveyed & are good in places.

Upper & Lower zone in Mon.  
Santhvet.

T zone very  
Alteration 10's of yds wide.  
Qz v. strong.

Levels.



25m x 25m blocks 1:1 influence.  
All vert holes.

1.7gm cutoff at 3.43. - ~~to the north~~  
Minimum width 1.5m.

<sup>1.05 cut of</sup>

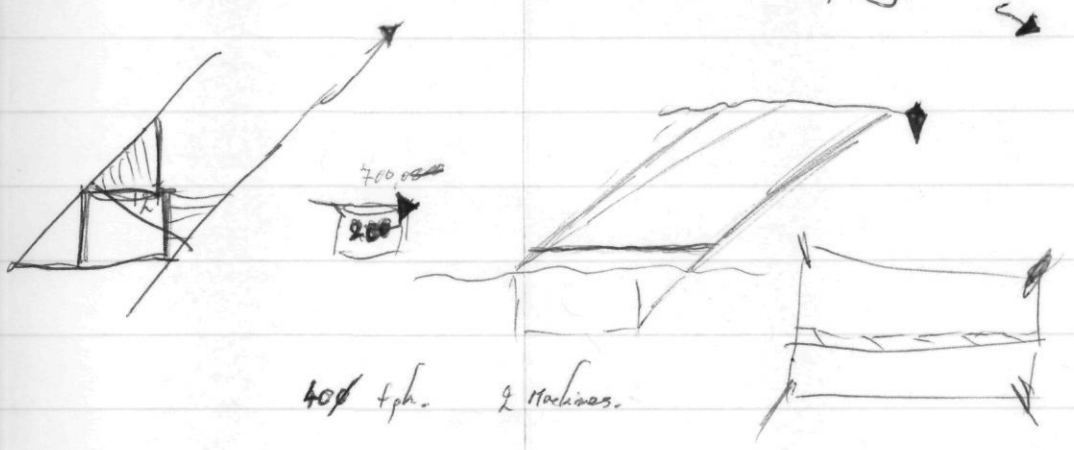
$\frac{1}{2}$ to $\frac{3}{4}$ in frames		$\frac{-1}{-}$	\$ 50
No cut	12.33	15.93	41.
cut 2m	9.71	12.36	32
cut 1m	7.06	8.74	23
width	3m.	3.3	

Lower zone = 300,000 J. sheet  $3\frac{1}{2}$  m.

Resins above 200 m.

South vet needs more definition drawing.

2.8 derby. - ~~under~~ had sloping to slush.



Grant claim right up against ocean.

0-400'

2 in  $\bar{B}$  @ .28 .2 cut off.

$\bar{x}$  thickness 3.3 inches for .23 cut off a .3  $\bar{x}$  grade  
= 1.5  $\bar{B}$ .

for .23 cut off = min. width 2 inches, 2.8 s.g.

Influence 80 inches on strike.

100 inches " " @ S.

strike: Dip = 1:1

70° dip used - probably nearer vert.

2.25  $\bar{B}$  = potential to 120 inches over whole area.

Stringer over 200 inches width (5 or 6 stringers)

1250 inches log. (34 holes drilled)

probably would be bulk used

Gasprom - he worked on for us.  
Carson - work with Lakefield.

No testing done yet. Berg has

Armagora debates grade  
Wright Engineers.

@ 4000 ft      .27 grade      1500 tpd

@ 814 us      .2 out-of.

75 acre pit depth.      Own mt.

= 1.5 yr payback.

27% ROR

12:1 strip

2 yr construction

5 yr pit + 3.7 yr for w/g

SG 2.6.

Strip - 2, 7, 15, 15, 20, 49.

95% recovery

Mining (cor. h. 25% premium)  
w/g

21.40

32.00

M. II

10.20

Power

22.40

G+A

4.30

---

64.98

Cap.

125.

oper w/g

or 68 + 57

w/c

11 1/2

40 will

11-2 form + so on

525,000

1,050,000

1,000,000

Zahary

Plans for under road to sandy lake reserve.

266 claims.

16640 acres.

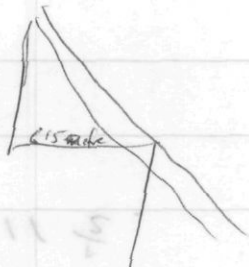
1980 start.

above 615m prod.

560,000 = 157,000  $\frac{\text{kg}}{\$}$  5.75  $\frac{\text{kg}}{\$}$ .

below - reserves.

shuff + mine.



city on FW vein.

300 - 400 meters

strike  $\rightarrow$

Reserve 900,000 @ .25 & 5.0oz.

Pink + Red.

$\approx$  .15 out off 2m width 2.8 S.G.

5m pillar of 2 zones or higher grade.

620 nete vertical.

white area in forest.  
Grey - below cut of.

50% tested.  
1/3 of this is red or pink.

Add 30% to reserve 225 - 650.

After this same 1400 tons / v. r. h. e.  
or 1900.

2 to Gabon + Sphalerite.

May 83 - Wright Engineers.

Dull admiral only  $\therefore$  only use red.

$\therefore$  600,000 tons used

debit  $\approx$  15% to .25 @ 5.0.

Open stage + Shunk.



70° S. dip.

300 ft/day. ∴ 6.1 yrs (90,000 ft/yr)

≈ 95% recov. for 70° dip.

1800 km available from Northward Power plant.

\$28<sup>m</sup> cap.

970 m in concrete metal.

mine \$7.17<sup>m</sup>

mill \$5.03

S&T 5.6

Mgmt 2.3

15% 2.00

Hy do 3.3

Diesel plant .7

Defer Dev. 2.03 - shaft sink #2

.15 mining cut-off



op cost 106.59/ft

62.27	mine	50.74
29.52	mill	23.85
7.54	Govt	
7.26	power	7.26
		<hr/>
		22.05

Direct

Don in place - being turbines.

tu + fg v. fine particles.

Calafield test.

Core + 1 bulk sample.

36hr quadrature OK @ 90% - 200

Band 13.1 kWh/ft<sup>3</sup>

18.5% @ 74.6% recovery.

A.H. Ross flow sheet.

.3 gm/ft<sup>3</sup> constant fuel.

Power - max 1275 kw

all 1500 kw

Seve 150

Com 75

3500

@ 7 dem. <sup>work</sup> & schedule

1700 kw

$$w/c = \frac{1}{2} = 0.5$$

Power = 5.6 mls Dm. (0.56 gals)  
130-4 mls Diesel plant.

Men = 60 people

mill 30

Adm 8

Safe 6

Carson  
Dony probes. TUNDRA  
20% to in fees  
rest fed in ascarogate

Heads & CW residues about 20%  
of what should be.

20-30 ppm antimony. (should be visible)

7-8% formic acid.

Dw. Tisdale

say  $1\bar{m}$  @  $\$120,000$  @ .3 recovers =  $\$120,000$   
:  $\$120,000$  rock.

op cost.  $\frac{60}{}$   
profit  $\$60$   
=  $60\bar{m}$ .

$1\bar{m}$  @ .25 =  $\$100,000$   
=  $\$100,000$  rock

$\frac{60}{}$   
40 profit  
=  $40\bar{m}$ .

=  $7\bar{m}$  life.

KERR ADDISON MINES LIMITED  
P.O. BOX 51  
COMMERCE COURT WEST  
TORONTO, ONTARIO  
M5L 1C7

COPY

February 21, 1985

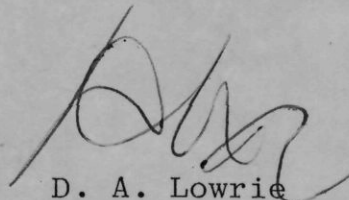
Mr. James B. Downing, III  
The First Boston Corporation  
Park Avenue Plaza  
New York, N. Y. 10055  
U. S. A.

Dear Mr. Downing:

As requested, we are returning executed Confidentiality Agreements with regard to the Getty Mining Company's selected U.S. Mineral Properties and Canadian Mineral Properties.

Yours very truly,

KERR ADDISON MINES LIMITED



D. A. Lowrie  
Vice-President, Exploration

DAL:fk  
Encls.

FEB 13 1985  
VIA FEDERAL EXPRESS



**First Boston**

February 5, 1985

Mr. David A. Lowrie  
VP Exploration  
Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

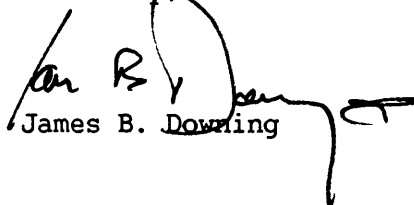
Dear David:

At the request of Sig Muessig of Getty Mining Company, I am enclosing a copy of the Summary Descriptive Memorandum on Getty Mining Company's Canadian Mineral Properties. This Memorandum is enclosed in a sealed envelope with the Confidentiality Agreement attached. It is our understanding and agreement that you will not open or otherwise examine the Summary Descriptive Memorandum before executing the Confidentiality Agreement and returning it to me.

In addition, I have enclosed a copy of a letter describing the process we will follow in marketing the Canadian Mineral Properties.

If after reviewing the materials, you would like to visit the Data Room or the sites please give me a call as soon as possible.

Sincerely,

  
James B. Downing

Enclosures



## First Boston

February 5, 1985

Mr. David A. Lowrie  
VP Exploration  
Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Dear David:

In connection with the acquisition by Texaco Inc. ("Texaco") of Getty Oil Company ("Getty") earlier this year, Texaco is disposing of the assets of Getty Mining Company. The First Boston Corporation ("First Boston") is acting as Texaco's exclusive financial advisor in the sale of Getty Mining Company.

This letter is to advise you that Texaco will accept proposals for the purchase of the shares or assets of Getty Mines, Ltd., Getty Minerals Company, Ltd. and Getty Canadian Minerals, Ltd. (collectively the "Canadian Mineral Properties"). Proposals for the Canadian Mineral Properties will be accepted any time prior to and including March 29, 1985 as outlined below. Texaco reserves the right at any time to accept any proposal for the Canadian Mineral Properties that it considers preemptive in nature.

The offering of the Canadian Mineral Properties will be coordinated by the following standard procedures.

- 1) Getty Mines, Ltd. has prepared a Summary Descriptive Memorandum on the Canadian Mineral Properties which is enclosed in a sealed envelope with a Confidentiality Agreement attached.
- 2) For interested buyers we have established a Data Room at the Toronto office of Getty Mines, Ltd. In this Data Room, we will make available detailed reserve, geologic, land financial and other data for your review. Getty Mines' staff will be available to answer your specific questions about each property.

After reviewing the materials in the Data Room, potential buyers will have the opportunity to visit the individual sites with Getty Mines' staff.



We will schedule visits accordingly on a first come first served basis. Data Room visits will commence Wednesday, January 30, 1985 and visits to sites can be scheduled during your visit to the Data Room.

- 3) All appointments to visit the Data Room should be made with Mr. James B. Downing of First Boston at (212) 909-2111
- 4) Each offeror will bear all costs and expenses of its investigation and evaluation of the Canadian assets, including the fees and disbursements of its own counsel and advisors.
- 5) Offers will only be accepted for all of the Canadian Mineral Properties in either a stock or asset format. Texaco's strong preference is for a cash offer including all related personnel. Bids should specify the form of consideration, personnel included, any contingencies or qualifications, the time and steps needed before the offeror could sign a definitive agreement and any other relevant issues. Offers should be received by First Boston in New York by 5:00 p.m. (EST), March 29, 1985. Offers will be accepted in written or telex form and addressed to:

The First Boston Corporation  
Attention: James Downing  
Park Avenue Plaza - 42nd Floor  
55 East 52nd Street  
New York, NY 10055  
Telephone: (212) 909-2111  
Telex: 125226

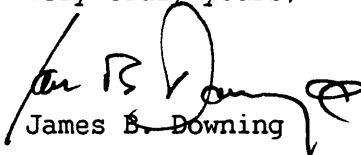
All offers must be held open until May 1, 1985. During this period Texaco and First Boston will evaluate the offers.

- 6) Texaco reserves the right to amend or modify the procedures and terms and conditions set forth herein. Texaco's interpretation of the provisions, terms and conditions to this offer solicitation shall be final and binding on all parties.

- 7) Texaco and First Boston disclaim any and all liability for material supplied, and no representation or warranty is being made as to the accuracy or completeness of any information furnished either written or oral.

Texaco reserves the right to change any of the terms of the offer solicitation. Further, Texaco reserves the right to reject any and all offers without assigning any reasons therefore or to elect not to sell any or all of the assets and operations presently being offered.

Very truly yours,

  
James B. Downing



W B Reals  
Senior Vice President

Texaco Inc

2000 Westchester Avenue  
White Plains NY 10650

*DC*  
*File*  
*copy*  
*only with*  
*US Exhibit 'A'*  
*sent to*  
*Furn-Brook*  
*AD*

February 6, 1985

Kerr Addison Mines Ltd.  
Suite 3370  
Commerce Court West  
Toronto, Ontario M5L 1C7

Att: Mr. David A. Lowrie  
VP Exploration

Re: Confidentiality Agreement  
Getty Mining Company

Gentlemen:

Texaco Inc. ("Texaco") is exploring the possible sale of the stock of certain subsidiaries or certain assets of Getty Mining Company ("Company"), a wholly-owned indirect subsidiary of Texaco. The properties of the Company include operating mines and development and exploration properties located in the United States and other locations around the world. In connection with your consideration of a possible transaction with Texaco, you have requested the right to review the books, records and other pertinent information of the Company for the sole purpose of determining whether you will submit a purchase proposal.

The information contained in the books and records is considered confidential and this information and the information obtained by meeting with Texaco and the Company's personnel or its representatives and any other information relating to the business of the Company furnished to you by Texaco or the Company or its representatives in the course of your investigation or derived by you or by your employes or agents from any of the foregoing are hereinafter collectively referred to as the "Evaluation Material."

It is hereby agreed that the Evaluation Material will be used by you for the sole purpose of determining whether or not you wish to submit a proposal to purchase the stock of certain subsidiaries or certain assets of the Company, and will not be used to adversely affect or compete with the business of the Company and that such information will be kept confidential by you and your agents for a period of five years from the date hereof, with the exception that in the event of a purchase by you these restrictions will

not apply to the relevant Evaluation Material after the date of purchase. You agree to disclose the Evaluation Material only to your directors, officers and employees who need to have the information in connection with the aforesaid determination but only after each of them shall have been informed of the confidential nature of the Evaluation Material and has been instructed to keep the same confidentiality unless a prior written authorization has been obtained from Texaco. It is hereby further agreed that (i) you shall return all Evaluation Material furnished you and any copies, or extracts thereof, promptly upon Texaco's request or in the event you decide not to make a proposal, (ii) any analyses, compilations, studies or other documents which may be prepared for internal use by you or your agents, and which reflect the Evaluation Material, will be kept confidential by you to the same extent as the Evaluation Material and you shall promptly destroy all such analyses, compilations, studies or other documents in the event you decide not to make a proposal, your proposal is not accepted by Texaco or if accepted a sale is not consummated, and (iii) without Texaco's prior written consent, you will not disclose, and will direct your directors, officers and employees who are aware of your investigation not to disclose, to any person, specifically including directors, officers, employees and representatives of the Company, either the fact that discussions or negotiations are taking place concerning a possible transaction or any of the terms, conditions or other facts with respect to any such possible transaction, including the status thereof.

You understand that none of Texaco, the Company, nor the agents of either, is making any representation or warranty as to the accuracy or completeness of the Evaluation Material and you agree that Texaco, the Company and their agents shall have no liability to you or any other person resulting from the use of the Evaluation Material by you.

The Evaluation Material does not include (i) information which is in the public domain, (ii) information which is published or otherwise becomes part of the public domain through no fault of you, your directors, officers and employees, (iii) information which you can demonstrate was in your possession at the time of disclosure and was not acquired by you directly or indirectly from Texaco or the Company on a confidential basis, (iv) information which becomes available to you on a non-confidential basis from a source other than (whether directly or indirectly) Texaco or the Company and which source to the best of your knowledge did not acquire the information on a confidential basis, or (v) is required to be disclosed by any federal or state law, rule or regulation or by any applicable judgment, order or decree or any court or governmental body or agency having jurisdiction in the premises; provided that you shall give to Texaco and the Company reasonable prior notice of the disclosure of any such information pursuant to the foregoing exception.

You understand that no failure or delay by Texaco or the Company in exercising any right, power or privilege hereunder shall operate as a waiver thereof, nor shall any single or partial exercise thereof or the exercise of any other right, power or privilege hereunder so operate as a waiver.

Your obligations in this Confidentiality Agreement are for the benefit of both Texaco and the Company, each of whom may pursue its remedies either in equity or at law without the consent of the other.

Very truly yours,

TEXACO INC.

By W. B. Reals *WR*

Accepted this 14<sup>th</sup> day of February,

By [Signature]

## HIGHLIGHTS

Getty Mines, Limited has:

- A lean, experienced, competent, successful management and exploration team.
- An ongoing exploration program which has a balanced mix of projects ranging from grass roots prospects to advanced projects.
- Three gold projects with indicated reserves that offer potential for near-to-medium term production.
- A number of projects with drillable targets.
- Several projects with mineral discoveries which are presently considered to be sub-economic but which may have economic significance in times of normal commodity prices and/or potential for establishing additional reserves.
- An established presence in the key business centres of Toronto and Vancouver.
- Field offices in the mining communities of Timmins, and Red Lake, Ontario.
- Accrued exploration and development expenditures\* which may be used to offset taxes on future production from properties existing in the portfolio at the time of acquisition.

\* All \$ figures in this report are \$ Canadian.

PROPERTY PORTFOLIO SUMMARY

ACTIVE JOINT VENTURE PROJECTS

<u>Exploration Project</u>	<u>Commodity</u>	<u>Net Getty Interest</u>
Klotz Lake, Ontario	Au	75.0%
Zahavy OEX, Ontario	Au, Ag	100.0%
Taylor Bay, Saskatchewan	U	17.5%
Russell Lake, Saskatchewan	U	25.0%
Meister, British Columbia & Yukon	Zn, Pb, Ag	50.0%
Tisdale, Ontario	Au	50.0%
Tundra - Savanna Option, N.W.T.	Au	29.4%

<u>Mineral Reserve Development</u>	<u>Commodity</u>	<u>Net Getty Interest</u>
Zahavy, Ontario	Au	100.0%
Tundra J.V., N.W.T.	Au	49.0%

INACTIVE JOINT VENTURE PROJECTS

<u>Project</u>	<u>Commodity</u>	<u>Net Getty Interest</u>
Amos, Quebec	Zn, Cu, Ag, Au	50.0%
Red Lake, Ontario	Au	76.5%
Driftpile Creek, B.C. - Gataga J.V.	Zn, Pb	30.0%
MacMillan, Yukon - Sue Claims	Zn, Pb, Ag	33.3%
- Clear Lake		65.0%
Porphyry Creek, B.C.	Mo	76.5%
Noranda, Quebec	Cu, Zn, Ag, Au	60.0%
		25.0%

PROPERTY PORTFOLIO SUMMARY

ACTIVE 100% GETTY PROPERTIES

Project

Commodity

Bachelor Lake, Quebec  
Wheaton Creek, British Columbia  
Goldbottom Creek, British Columbia  
L.C. Claims, British Columbia

Au  
Au  
Au  
Au

INACTIVE 100% GETTY PROPERTIES

Project

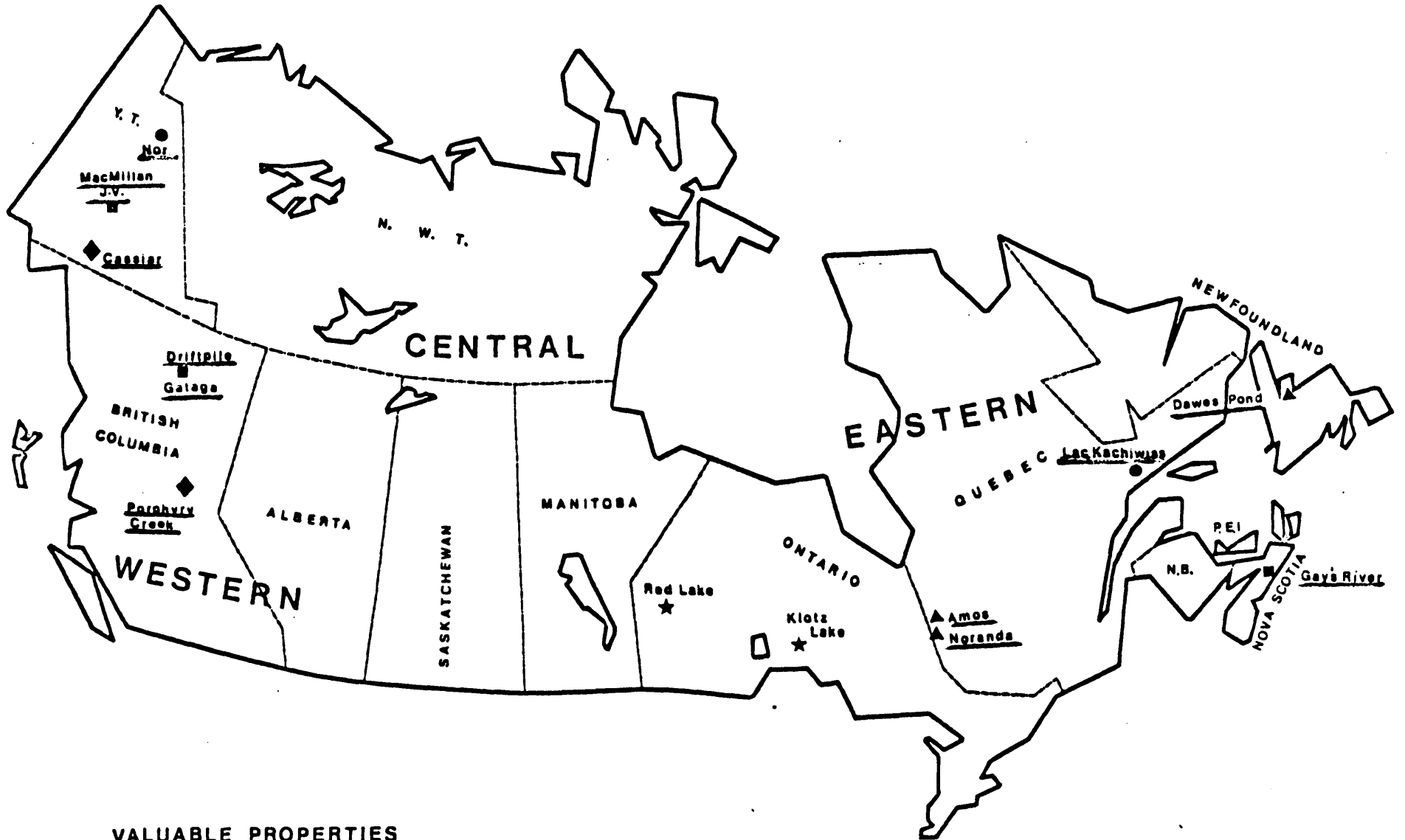
Commodity

Cassiar, Yukon  
Gays River, Nova Scotia  
Lac Kachiwiss, Quebec

Mo  
Zn, Pb  
U



# CANADIAN MINERALS EXPLORATION



## VALUABLE PROPERTIES

- Stratabound lead-zinc
- ▲ Volcanogenic massive sulphides
- ★ Precious metals
- Uranium
- ◆ Molybdenum

0 400 Miles

KERR ADDISON MINES LIMITED

M E M O R A N D U M

I.D.B.
P.B.
J.K.C.
A.H.C.
P.S.G.
<del>D.M.H.</del>
D.A.L.
J.B.S.
FILE

TO: D. M. Hendrick February 4, 1985  
FROM: D. A. Lowrie  
SUBJECT: Getty Mining - Canadian Assets

---

Jim Musek?? called from Los Angeles to say that he will send us a package describing Getty's assets, properties, etc. They wish us to sign a confidentiality agreement and produce an offer by March 30, 1985. Our contact will be Jim Downing of First Boston as in the Mercur examination.

DAL:fk



## OVERVIEW

The Canadian Mineral Properties of Getty Mining Company (hereinafter referred to as Getty) outlined in Sections III - VII of this Summary Memorandum (collectively the "Canadian Mineral Properties") are owned and managed by Getty Mines Ltd. ("Getty Mines"), Getty Canadian Metals, Ltd. ("Getty Metals") and Getty Minerals Company, Ltd. ("Getty Minerals"), and are indirect wholly owned subsidiaries of Getty Mining Company. Getty Mining Company is itself an indirect wholly owned subsidiary of Texaco Inc. as a result of the acquisition of Getty Oil Company by Texaco Inc. during 1984.

Texaco Inc. has retained The First Boston Corporation ("First Boston"), as its exclusive financial advisor in the sale of the Canadian Mineral Properties. The terms of this offering are described in the cover letter accompanying this Summary Memorandum. It is Texaco's intention to solicit proposals for all of the assets or stock of Getty Mines, Getty Metals and Getty Minerals.

## THE ORGANIZATION

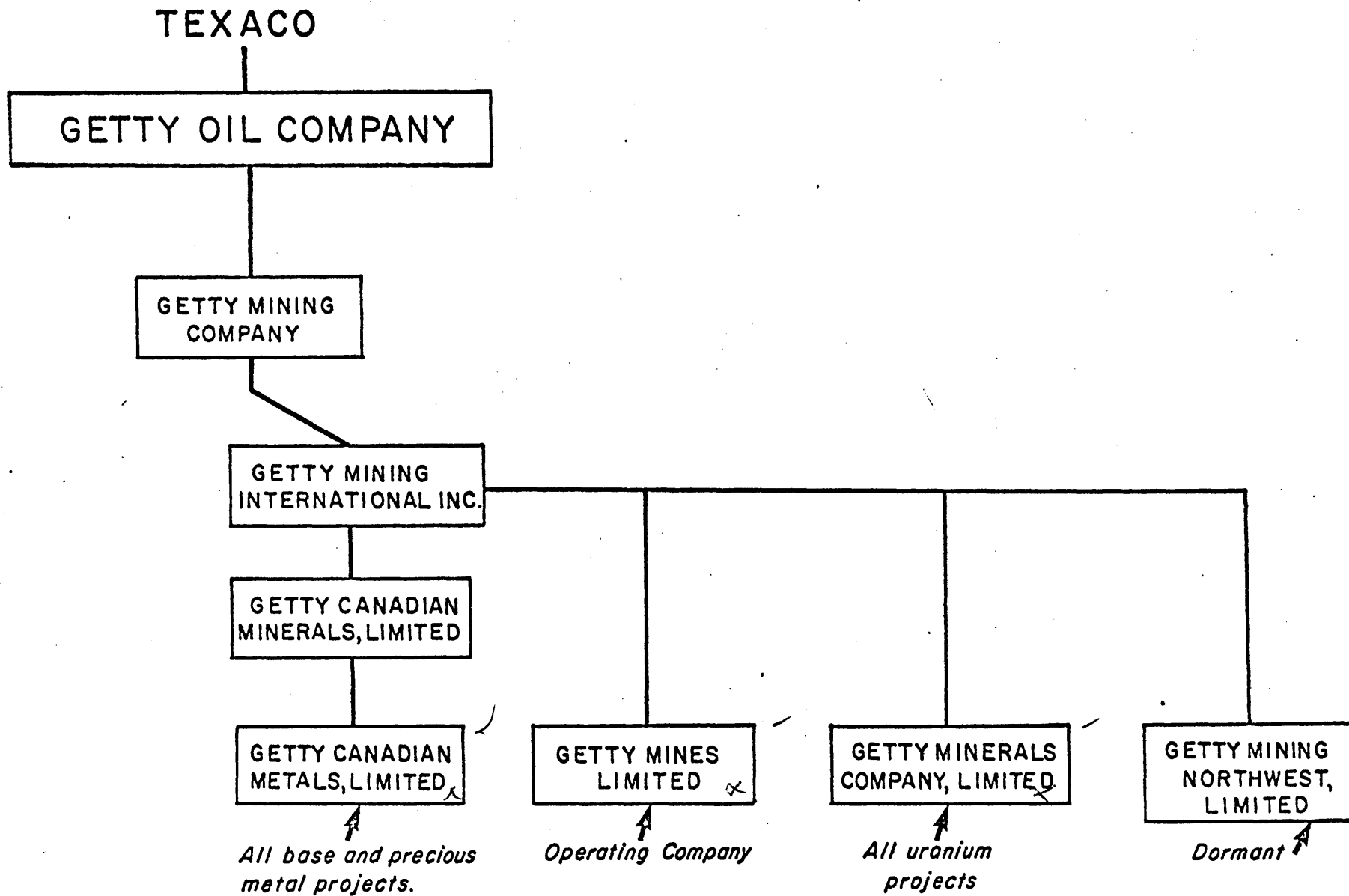
The Canadian minerals program of Getty Mining Company is administered through Getty Mines. Getty Mines provides the management, staffing and administrative services for the acquisition and evaluation of mineral assets held by Getty Metals and Getty Minerals. All base metal and precious metal projects are funded through Getty Metals and all uranium projects are funded through Getty Minerals. The companies were formed to engage in all aspects of the mineral resource business in Canada including exploration, development and production. Over the past 14 years Getty has, on its own account, invested in excess of \$50,000,000 in the minerals business in Canada.

Head office and principal place of business for the Canadian operations is Suite 1200, 150 York Street, Toronto, Ontario (416-863-0487). Getty Mines also maintains field offices in Vancouver, British Columbia, Red Lake, Ontario and Timmins, Ontario.

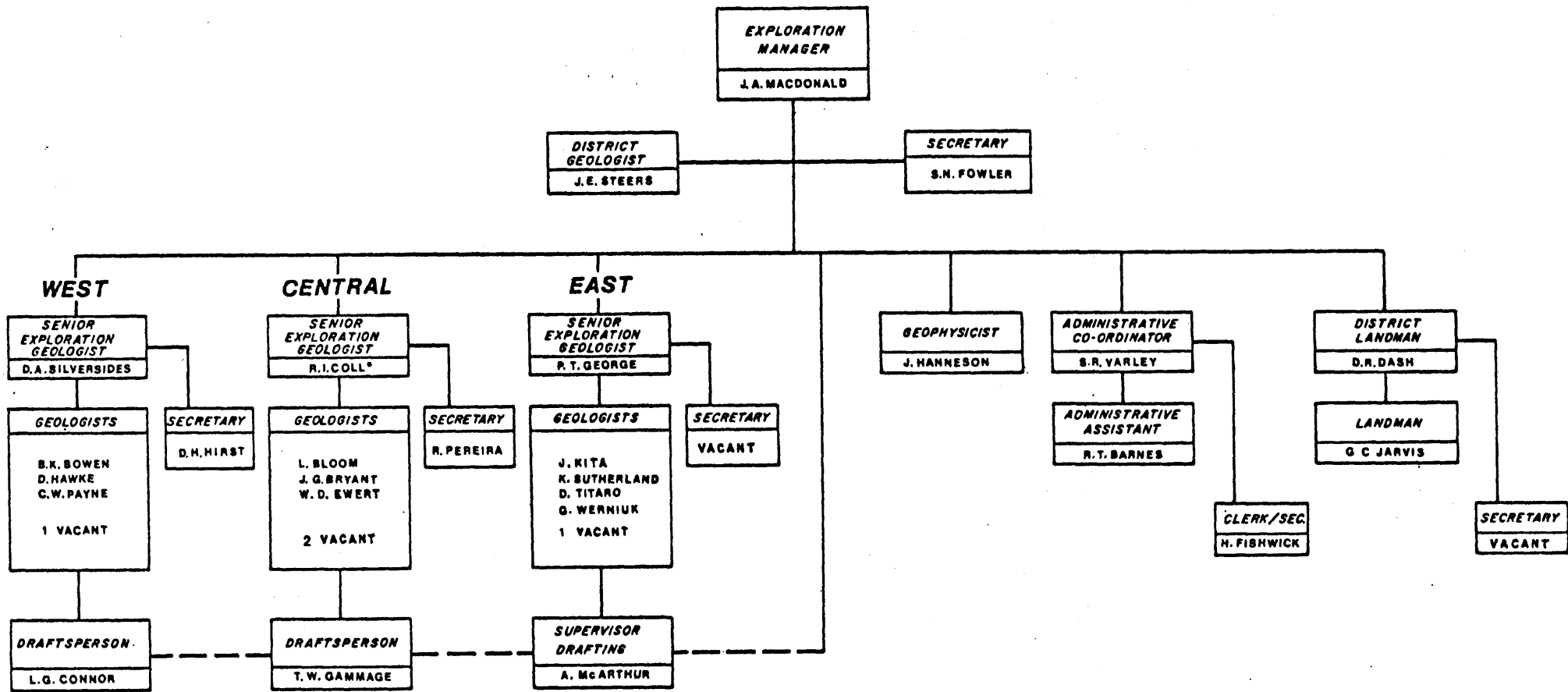
The assets of the Canadian minerals operations include interests in 54 mineral exploration properties which are at various stages of evaluation and development. Getty is dedicated to a planned process of acquisition, exploration, and evaluation of properties covering the spectrum of base-metal, precious-metals and uranium deposits with current emphasis being on gold and silver. Getty Mines intends to develop and subsequently mine those properties on which economically viable mineral deposits are defined.

Getty has an authorized staff of 33 employees. This group is supplemented by contract personnel, who are retained on an as required basis. The company's full-time employees constitute the nucleus of a highly trained, exploration team, experienced in all disciplines relating to the mineral exploration business. Getty's professional staff has an average of over 14 years of experience in the mineral business. To further supplement Getty Mines' expertise, it has had access to technical, financial and marketing specialists in order to provide a complete range

CORPORATE OWNERSHIP



# CANADIAN MINERALS EXPLORATION



of exploration, development, production and financial capability in Getty's Canadian operations.

### EXPLORATION APPROACH

Getty Mines on its own behalf and on behalf of and its joint venture partners, is engaged in the selection, acquisition, exploration and development of Canadian mineral properties. Property interests are acquired either by the direct acquisition of Crown Lands or by the acquisition of an interest in properties owned by others. Property selection results from the application of exploration concepts based on sound geological and exploitation models. Getty participates with other companies in funding joint ventures in order to spread risk, share in expertise and shorten the time frame to discovery. At the present time, Getty is participating in 16 joint venture projects and it is the operator of 8 such projects. Co-venturers include Brinco Mining Ltd., Chevron Limited, Cominco, Davidson Tisdale Mines, Golden Tiger, Kidd Creek Mines, Noranda Mines, Regional Resources Limited, Saskatchewan Mining Development Corporation, and Teck Corporation.

On a commodity basis, Getty carries out a diverse, Canada-wide, exploration program for a wide variety of uranium, base-metal and precious-metal deposits. Target objectives are mineral deposits of high unit-value that will support cost-competitive production through low unit-cost.

The target for each project area is established by comparing the target size and metal content with known deposits in the particular geological environment which have historically yielded high rates of return. This pragmatic comparison, coupled with conventional financial analysis, provides confirmation that the geological model is realistic, the desired grades are attainable, and the indicated costs would be within the lower third of known deposits of that type.

The basic part of our exploration philosophy is to define drillable targets for definitive tests as quickly as possible.

Emphasis will continue to be placed on the acquisition of advanced prospects, that is, those with a high probability of near-term production. Grass-roots efforts will be maintained within less-explored areas of permissive geological trends, as well as within established mining camps. Efforts within established camps will be directed towards the creation of opportunities for the acquisition of advanced mineral prospects within the shadow of a headframe. Small-and-medium-size, high-grade deposits within mining camps having established infrastructure, will provide the greatest opportunity for meeting our objective of near-term income, whereas sustained efforts in less-explored trends should yield larger-tonnage deposits and provide the basis for long-term growth.

### PROPERTY PORTFOLIO

Getty presently holds interests in exploration properties at various stages of evaluation ranging from those properties which are considered Tested and held in inventory, to Major Projects which are at or near the development stage.

# CANADIAN MINERALS EXPLORATION



## VALUABLE PROPERTIES

- Stratabound lead-zinc
- ▲ Volcanogenic massive sulphides
- ★ Precious metals
- Uranium
- ▲ Molybdenum

0 400 Miles

Three properties offer potential for near-term cash-flow and are categorized as Major Projects; several properties offer significant exploration potential in that they contain drillable targets and are therefore considered Priority Properties; additionally the Priority Property portfolio contains 5 newly acquired properties. A number of properties contain untested exploration potential but the untested potential is not considered to be high priority for 1985. Several of these properties contain mineral discoveries considered to be sub-economic. These are listed in the inventory of valuable properties in Schedules III-VI.

The remaining properties in the portfolio are considered Tested and are considered to have little or no economic potential.

### 1985 EXPLORATION

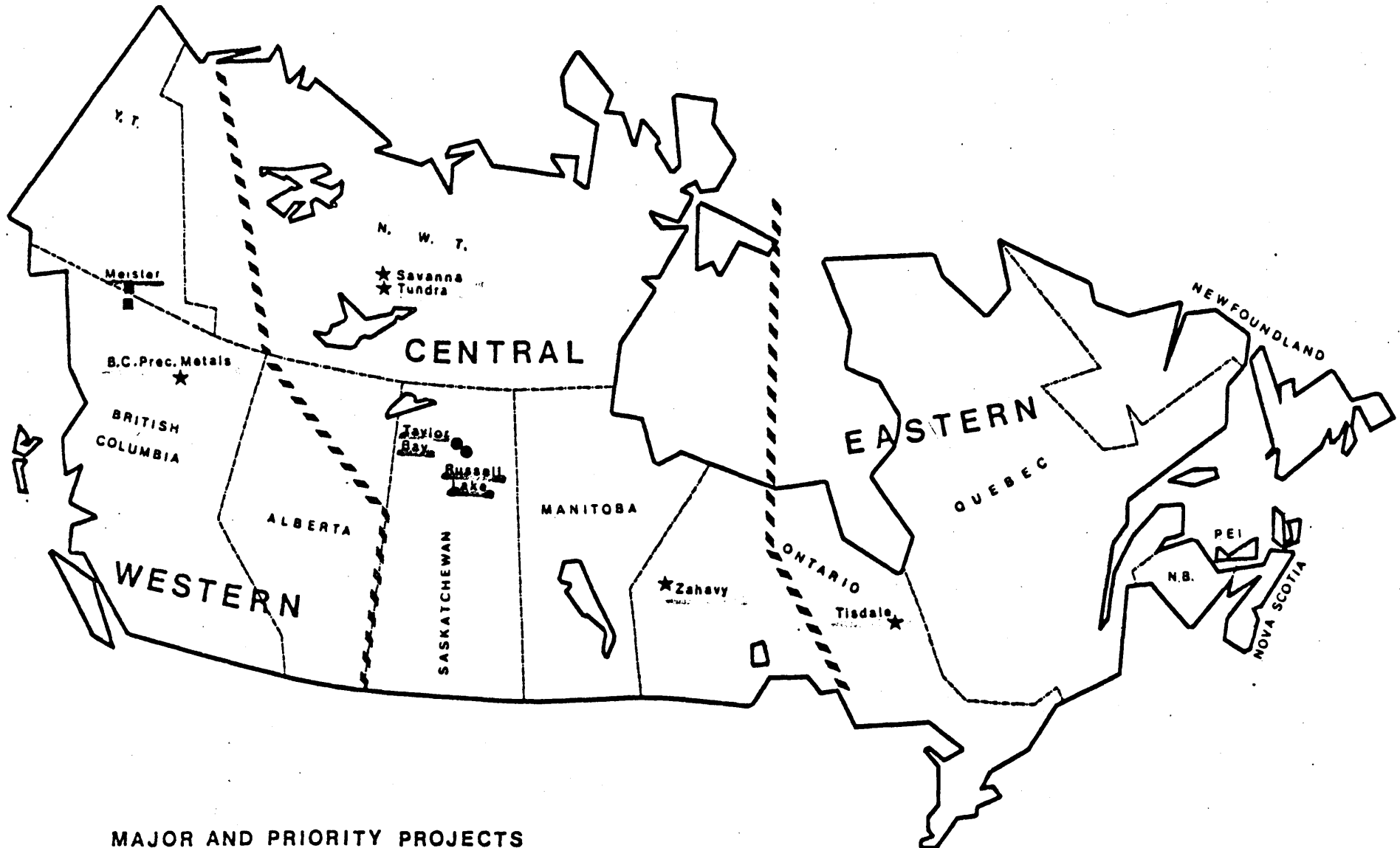
It is recommended that the major portion of the 1985 effort be directed toward the continued exploration and development of the following Major Projects each of which has the potential to become a near-term, precious-metal producer and the five Priority Projects highlighted as follows:

#### MAJOR PROJECTS

- **the Tisdale Joint Venture**, situated in the Timmins gold camp of Ontario where drilling and underground work to date has identified a lode gold deposit estimated to contain geological in-place, uncut reserves of 824,000 tons containing 0.36 oz. of Au per ton. The structure is open along strike and at depth. Getty has a 50% interest and operates the venture.
- **the Tundra Joint Venture** in the Northwest Territories situated some 120 air miles northeast of Yellowknife is estimated to contain some 2.25 million tons of geological reserves with an average grade of 0.30 oz. Au per ton. This newly discovered stratiform deposit is open along strike and has not been tested below a vertical depth of 390 feet. The reserves indicated to date offer the potential for development by open pit mining and significant potential for additional reserve development both along strike and at depth. Getty holds a 49% interest in the project.
- **the Getty-Zahavy Joint Venture Property**, situated 120 miles north of the town of Red Lake, Ontario where surface and underground drilling has defined a gold-silver deposit containing in-place reserves of 980,000 tons grading 0.26 oz. Au per ton and 4.81 oz. of Ag per ton to a vertical depth of 2,100 feet. In addition to being open at depth, some 35% of the strike potential has yet to be adequately tested. Getty holds a 100% working interest in the joint venture.



# 1985 CANADIAN MINERALS EXPLORATION



## MAJOR AND PRIORITY PROJECTS

- Stratabound lead-zinc
- ★ Precious Metals
- Uranium



PRIORITY PROJECTS

- **Savanna Option**, recently optioned lands which are on strike from our important Tundra project.
- **Meister Joint Venture** situated in Northern British Columbia, about 60 miles from the town of Watson Lake on which lead-zinc-silver values have been obtained from geochemical overburden anomalies and from bedrock trenching. Drillable targets have been established.
- **Russell Lake and Taylor Bay Joint Ventures**, (situated in Northern Saskatchewan, in close proximity to the Key Lake uranium mine) where a consortium which includes Uranerz, the operator of the Key Lake Mine, are earning an interest in these well located properties through an active exploration program.
- **B.C. Precious Metals Recce**, a grass-roots program conducted in Northern and Central British Columbia where property positions were established in late 1984 to protect indications of precious-metal mineralization.

## TISDALE PROPERTY

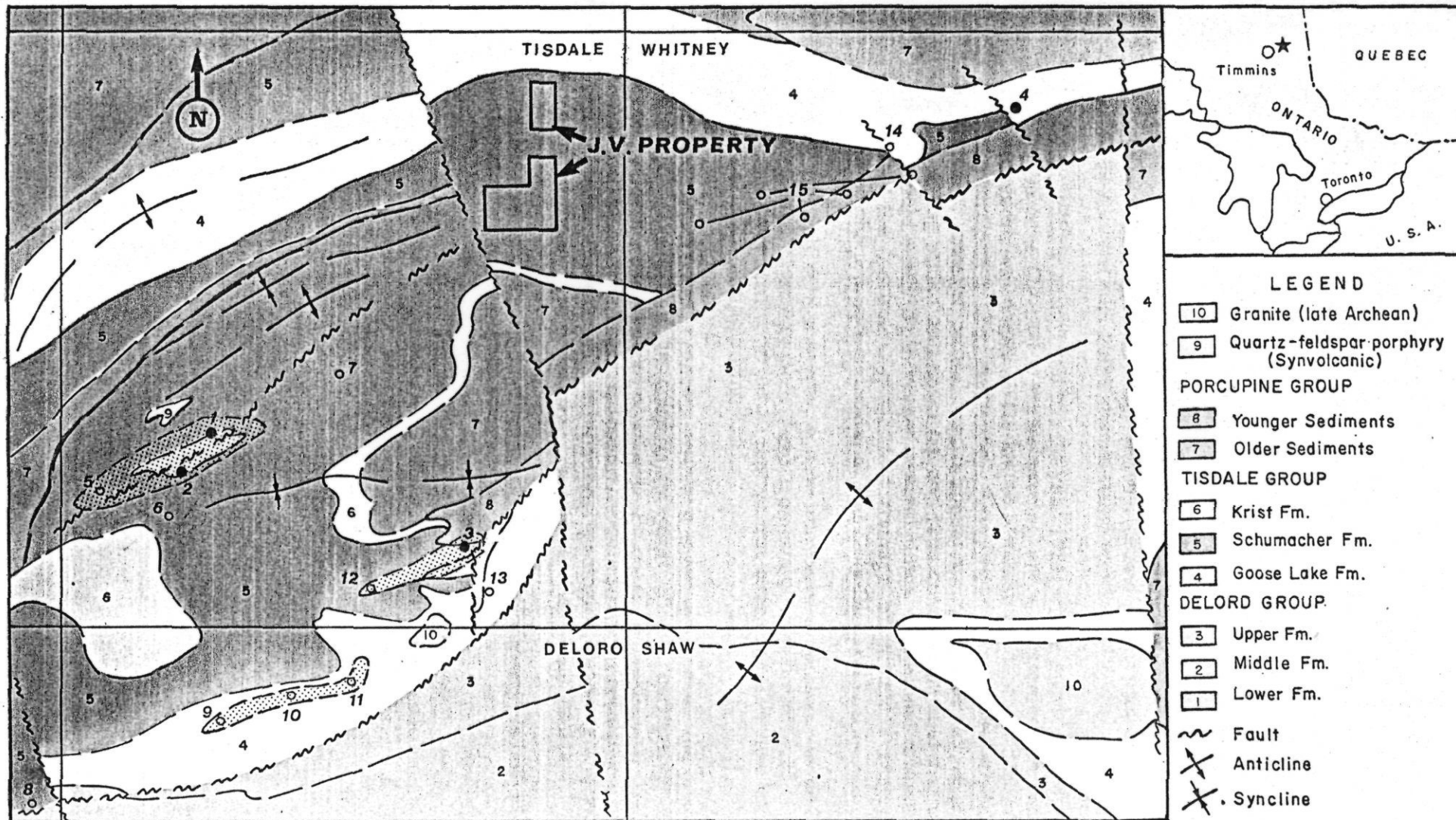
The Tisdale Property is situated approximately 2 miles northeast and on-trend from the "world class" gold vein deposits of the Hollinger-McIntyre-Coniaurum mines which have collectively produced in excess of 100 million tons of ore with an average recovered grade of 0.29 oz. Au per ton (9.9 gm Au/tonne). The nearby town of Timmins is a modern community of 50,000 capable of providing the mining-oriented infrastructure required to sustain major mining operations. The presence of this infrastructure (including custom milling capabilities) will keep capital and operating costs low and reduce the time required to effect production.

Getty has a 50% interest in 360 acres through a joint venture with Davidson Tisdale Mines. During 1984, Getty, as operator of the joint venture, completed a surface drilling program consisting of 84 holes totalling 17,134 metres. In-place reserve calculations based on surface drillhole data indicate 747,600 tonnes having an average, uncut, in-place grade of 12.39 gm Au/tonne over an average vein width of 3 metres to a depth of approximately 200 metres (824,000 tons, 0.36 oz Au/ton). Vein intercepts in widely spaced drill holes, not included in the reserves, indicate that potential exists to substantially increase the reserves along strike, down dip, and within other subparallel vein zones on the property.

Sufficient reserves have been indicated to warrant a program of underground exploration to define, in detail, the geometry and grade of the vein zones above the 200-metre level. The proposed underground exploration program will be expedited by the presence of a 245-metre shaft and 5 levels of underground workings established during exploration carried out in the 1915-1925 period. Successful completion of this proposed underground exploration program during 1985 would allow a production decision to be reached early in 1986.

In addition, there is potential for near-surface, open-pittable reserves which could provide cash flow while development of the underground reserves is carried out. A program of detailed surface drilling is planned to commence in late January 1985 to evaluate the open-pit potential on the property.

Agreement obligations require that Getty Metals must commit to a \$2,000,000 program for 1985 by February 15, 1985 or its interest will be reduced from 50 % to 24% and could be subject to further reduction if Davidson Tisdale proceeds with a 1985 work program.



**LEGEND**

10 Granite (late Archean)  
 9 Quartz-feldspar porphyry (Synvolcanic)

**PORCUPINE GROUP**

8 Younger Sediments  
 7 Older Sediments

**TISDALE GROUP**

6 Krist Fm.  
 5 Schumacher Fm.  
 4 Goose Lake Fm.

**DELORO GROUP**

3 Upper Fm.  
 2 Middle Fm.  
 1 Lower Fm.

~ Fault  
 X Anticline  
 X Syncline

Areal Extent of Major Orebodies

- |                        |                             |              |   |
|------------------------|-----------------------------|--------------|---|
| ● PRODUCING GOLD MINES | ○ PAST PRODUCING GOLD MINES |              |   |
| 1 McIntyre (Pamour)    | 5 Moneta                    | 10 Aunor     | Banner<br>Reef<br>Bonwhit<br>Bonetal<br>Broulan |
| 2 Hollinger            | 6 Vipond                    | 11 Buffalo   |   |
| 3 Dome                 | 7 Coniaurum                 | 12 Paymaster |   |
| 4 Pamour               | 8 Kenilworth                | 13 Preston   |   |
|                        | 9 Delnite                   | 14 Hallnor   |   |

0 1 mile

**TISDALE PROJECT**  
**GETTY-DTM, J.V.**

## TUNDRA JOINT VENTURE

The Tundra gold project is located 120 miles northeast of Yellowknife, N.W.T., within the Courageous Lake Volcanic Belt. The property covers approximately 25,000 acres along a north-south trending volcanic belt. Getty Mining has a 49% interest and Noranda, the operator, has 51%. The property surrounds and is adjacent to Giant Yellowknife's producing Salmita Mine and the Tundra Mine, a past producer.

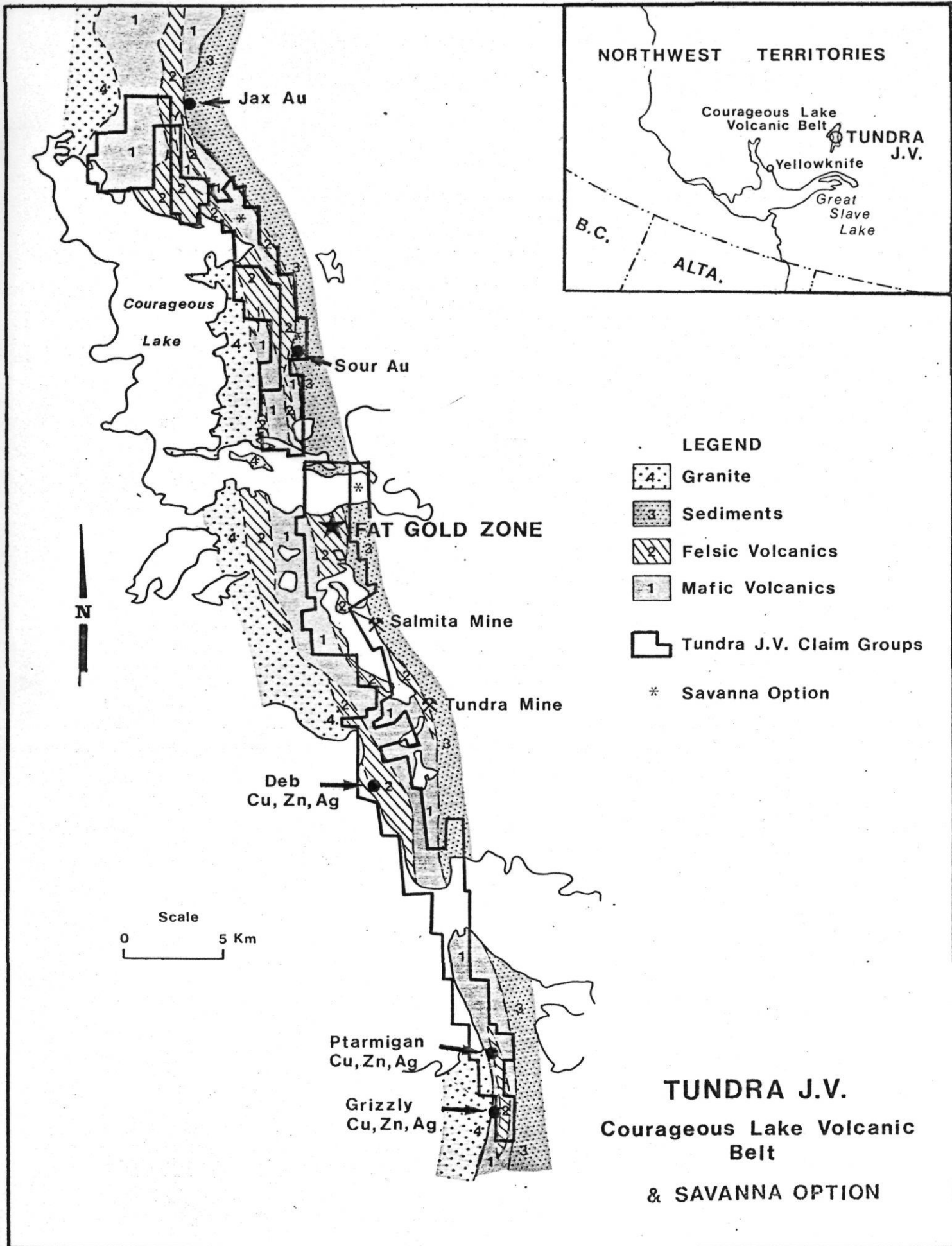
Exploration activities during 1982-1984 on the project lands have resulted in the discovery of a significant gold deposit, the Fat Gold Zone, hosted by volcanoclastic rocks. The gold mineralization is stratabound, and is associated with finely disseminated acicular arsenopyrite, pyrite and pyrrhotite. The mineralization occurs within two subparallel zones over a strike length of 1.6 km.

Based on drilling completed to mid year 1984, which provides widely spaced intercepts within the zone (25-to-100 metre spacing) the geologically inferred reserves along the drill-tested strike length of 1.6 km to a maximum depth of 120 metres are 2 million tonnes averaging 10.2 g. Au/tonne. Assay results from the late fall drill program are incomplete, however partial results appear to confirm the above grade. The Fat zone is open along strike and down dip and it is conceivable that the ultimate size of the deposit could easily be increased several times. Additional drilling will be required to delineate the optimum grade and tonnage of mineable reserves in addition to confirming the ultimate potential of this Gold Discovery.

During the fall drill program, a new mineralized horizon was encountered about 500 metres west of the Fat Gold Zone from which a value of 8.23 g Au/tonne over 3.75 metres at a vertical depth of 80 metres was obtained. This new horizon is targeted for additional drill-testing during 1985.

The Fat Gold Deposit occurs within a 3-km portion of the total Tundra J.V. land holdings. These land holdings cover most of the permissive upper-volcanic-cycle geology for a strike length of 45 km. Potential for additional deposits is excellent as evidenced by the numerous arsenopyrite/gold showings resulting from grab sampling by prospectors. Considerable prospecting, geological mapping and geophysical coverage is planned for 1985 in order to assess this promising land position.

The 1985 program, scheduled to begin in early February, is budgeted at \$1,000,000 of which Getty's share is \$490,000.



**GETTY - ZAHAVY J.V.**

Getty-Zahavy J.V. property is located within the Favourable Lake Volcanic Belt, 110 miles north of Red Lake, northwestern Ontario and consists of 7,000 acres. Getty has an undivided 100% interest in the property with Zahavy Mines Limited holding a 15% Net Profits Interest.

Au-Ag-Pb-Zn mineralization occurs in quartz-carbonate veins localized in faults within intermediate to felsic pyroclastic rocks. The property has been intermittently explored since 1926. At least 12 vein systems are known on the property, one of which was the site of past production. Another, the No. 2 Shaft zone, had rough drill-indicated potential of 480,000 tons grading 0.17 oz Au and 5.5 oz Ag per ton at the time the joint venture was formed with the intent to significantly expand and up-grade the reserve picture.

A review of all previous data led to the development of a syngenetic model (fumerolic activity within a caldera complex) for the mineralization which greatly enhanced the exploration potential of the property. In particular, it is probable that the zones have a significant depth extent.

During the period 1936 to 1948, Berens River Mines produced in excess of 560,000 tons of ore from the No. 1 vein zone. More than 157,000 ounces of gold and 5,700,000 ounces of silver were recovered. The No. 1 and No. 2 Shaft zones are remarkably similar.

Getty has completed 41 surface exploration holes (21,500 feet) and 26 underground exploration holes (32,600 feet) in the No. 2 Shaft zone. In-place ore reserves to a vertical depth of 2,100 feet are 980,000 tons with an average grade of 0.26 oz Au and 4.81 oz Ag per ton. Wright Engineers Limited completed a feasibility study in August 1983 which confirmed Getty's 50% interest in the property. The size of the deposit indicated is comparatively small and therefore was considered to be relatively high risk at then current commodity prices. Additional reserves would be required to enhance the property however no additional exploration has been carried out since August, 1983.

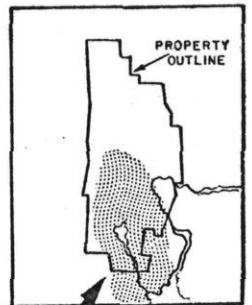
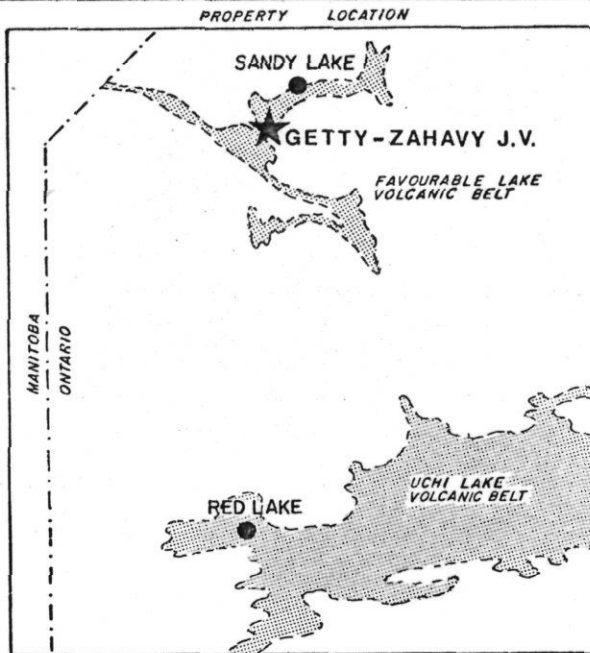
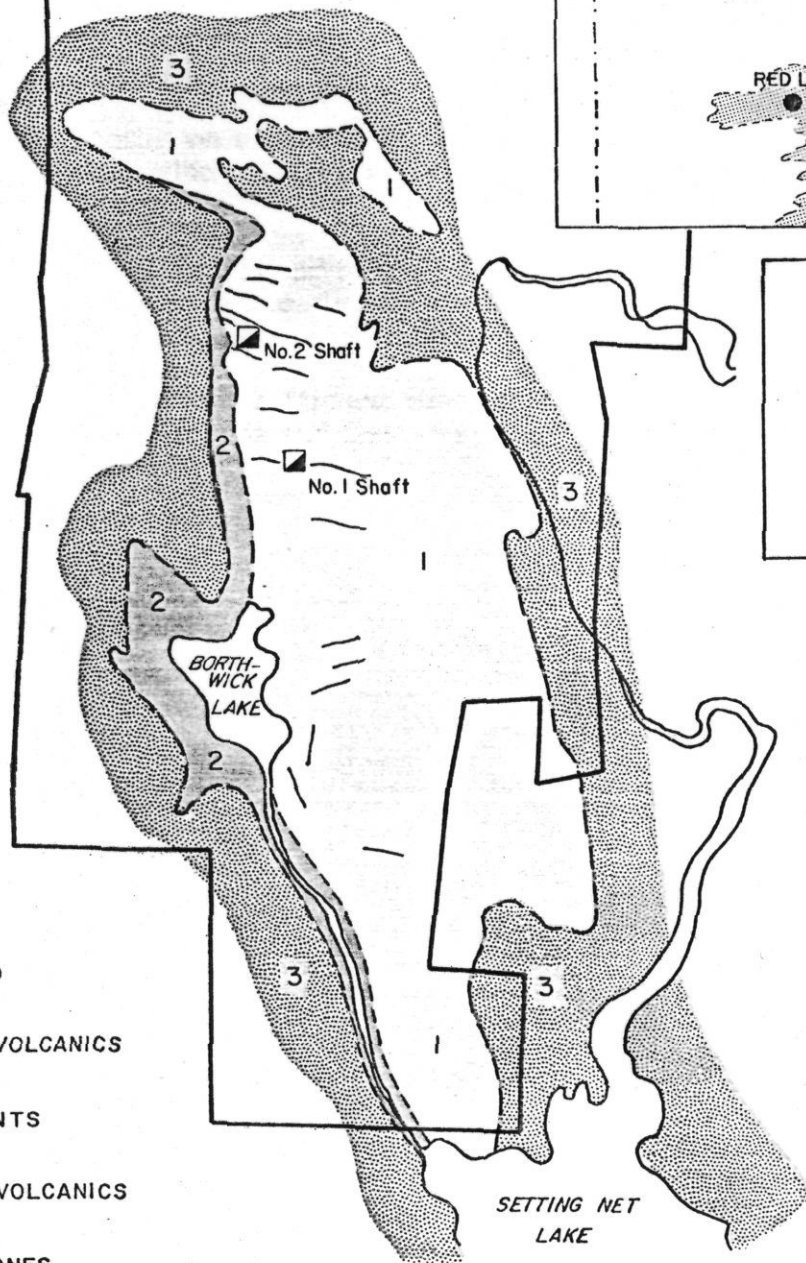
Considerable potential remains within the No. 2 Shaft vein zone to increase the reserve since the system has not been completely delineated along strike and is open at depth. Additional potential exists in some of the other 10 known vein zones on the property which have seen only minimal exploration to date.

The property interests held by the joint venturers are being disputed by Getty Metals and Zahavy Mines Limited. Zahavy contends that Getty Metals has not met its Basic Obligation under the terms of the Joint Venture Agreement and as a consequence Getty Metals would have forfeited its entire interest on December 31, 1984, while Getty Metals firmly maintains that it has indeed met the Basic Obligation and had confirmed a 50% interest upon completion and delivery of a feasibility study in August, 1983. Through completion of the feasibility study Getty Metals invested more than \$6.8 million on the Joint Venture, more than four times the minimum commitment. Further, because Zahavy has not paid its 50% share of expenditures subsequent to the feasibility study, Getty Metals has claimed that Zahavy defaulted its participating interest and has therefore been reduced to a 15% Net Profit Interest holder. A Writ was filed in the Supreme Court of Ontario by Getty Metals outlining Getty Metals' position, on December 6, 1984, and this was followed by a Statement of Claim filed on December 31, 1984.

South  
Trout  
Lake

# GETTY-ZAHAVY J.V.






Favourable Lake Volcanic Belt



AREA DEPICTED



### LEGEND

-  3 MAFIC VOLCANICS
-  2 SEDIMENTS
-  1 FELSIC VOLCANICS
-  VEIN ZONES
-  SHAFT





### SAVANNA OPTION PROPERTY

The Savanna Property was acquired by Noranda through an option with Savanna Resources, American Chromium Ltd. and W.J. Blackstock, and Getty subsequently elected to participate with Noranda through the Tundra Joint Venture Agreement. The Tundra Joint Venture can maintain its option to earn a 60% interest (net Getty 29.4%) by expending \$500,000 on exploration on the property by April 1, 1985.

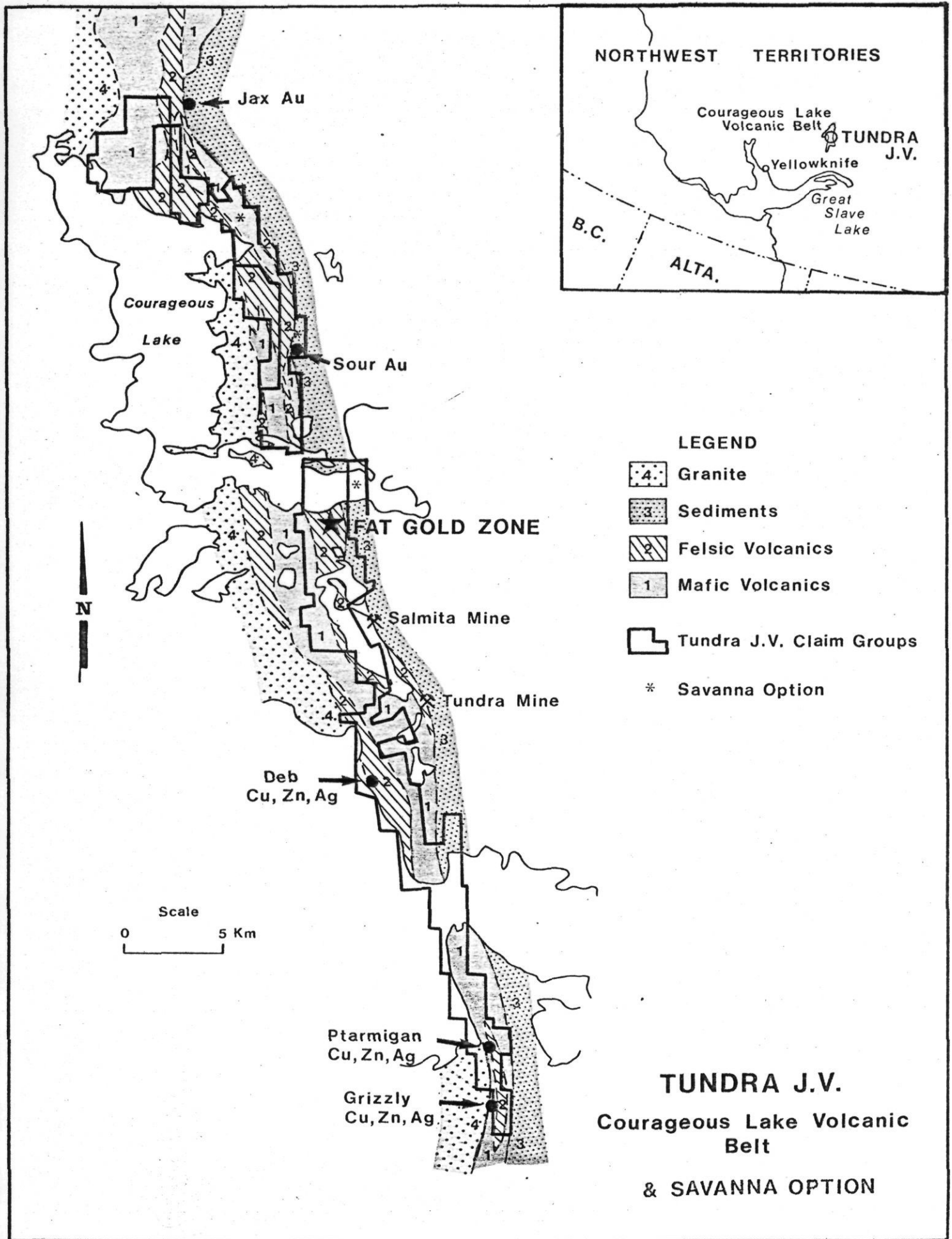
The Savanna Property covers some 13 km of favourable Upper Cycle felsic volcanics north along trend from the Tundra Joint Venture Fat Gold Zone.

Several I.P. anomalies, similiar to those detected in the Fat gold zone, were outlined during the 1984 field season. Geochemical sampling returned anomalous gold and arsenic values.

Late season prospecting on the northern portion of claim group not covered by the geochemical survey yielded two grab samples which returned values of 0.23 and 0.25 oz. Au/ton.

The drilling of six targets defined by geophysics and geochemistry which had been postponed because of severe early winter weather is now scheduled for early February 1985.

This schedule should provide sufficient time to make a go-no-go decision by April 1, 1985 at which time Noranda and Getty have to commit to the next expenditure phase of \$1,500,000 in exploration by April 2, 1986 and purchase 100,000 shares for \$200,000 by April 2, 1985 in order to maintain their option.



## MEISTER JOINT VENTURE

The Meister Joint Venture currently consists of 3 properties (the **Meister River**, **Blue** and **Logan** Properties) located in the Sylvester Syncline near the British Columbia-Yukon border. The **Meister** project is a 50/50 joint venture with Regional Resources who is operator.

Targets sought on the **Meister** and **Blue** properties are (1) stratabound massive sulphide deposits near the base of the Sylvester shales (2) high grade zinc, lead, silver deposits in the McDame limestones which unconformably underlie the Sylvester shales. The target on the Logan property is a highgrade, "stockwork". polymetallic, multiple-vein-type deposit containing zinc-lead-silver mineralization as well as accessory tin, amenable to open-pit mining.

Induced polarization surveys on the **Meister Property** outlined several anomalies, of which four are interpreted from spectral I.P. data to be caused by sulphide bearing sources and/or a mixed sulphide-graphite source. Three of the four I.P. anomalies are directly coincident with geochemical anomalies obtained from soils, overburden and bedrock chips. At least four good drill targets have been established.

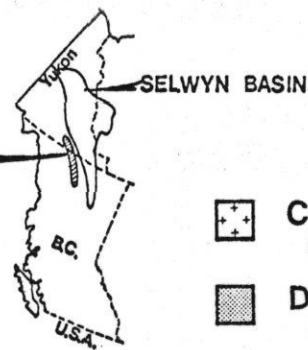
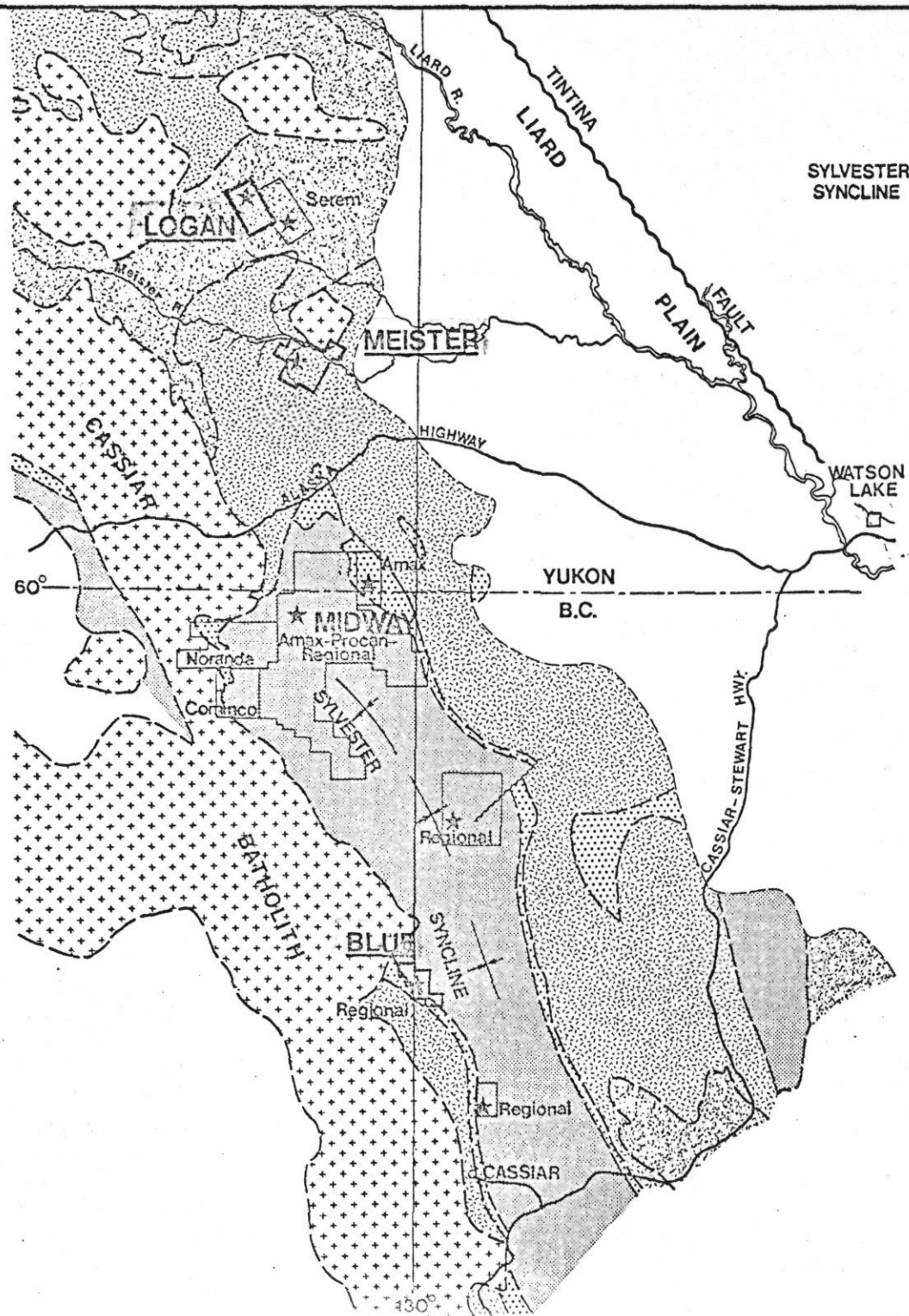
In 1984, the **Logan** and **Blue** claims were added to the joint venture and geological, geophysical and geochemical programs were carried out over all three properties. Results on the **Blue Property** were negative and no further work is believed warranted.








On the **Logan Property**, I.P. surveying in the Central Zone outlined a strong response up to 400 metres wide and at least 1.4 kilometres long coincident with very anomalous Ag, Zn and Sn values in soils. Follow-up prospecting discovered mineralized quartz veins in areas of subcrop and float boulder fields. Assays from selected grab samples ranged up to 23.67 oz. Ag/ton, 1.93% Pb and 6.20% Zn.

### 1985 Proposed Work and Budget

Regional has proposed a 1985 budget totalling \$540,000 to support a work program of diamond drilling and I.P. surveying on the Logan property and diamond drilling plus trenching on the Meister claim group. A management committee meeting was held on December 12 and Getty has approved the 1985 Work Plan in principle.

The option payment due February 1, 1985 has been made. Regional Resources has granted Getty an extension of time, until April 30, 1985, to commit to participation in the 1985 program. If Getty does not commit its funding, Getty will lose all of its interest in the Meister Joint Venture properties.



-  **CRETACEOUS - TERTIARY**  
Granodiorite, quartz monzonite, granite
-  **DEVONIAN - MISSISSIPPIAN**  
Sylvester Group: Greenstone, chert, shale
-  **MIDDLE DEVONIAN**  
McDame Group: Limestone, dolomite
-  **CAMBRIAN**  
Kechika Group: Limestone, shale, quartzite
-  **HADRYNIAN**  
Grit Unit: Quartzite, sandstone, phyllite
-  **GETTY-REGIONAL PROPERTY**
-  **SIGNIFICANT Pb-Zn-Ag PROPERTY, OWNER**



## MEISTER J.V.

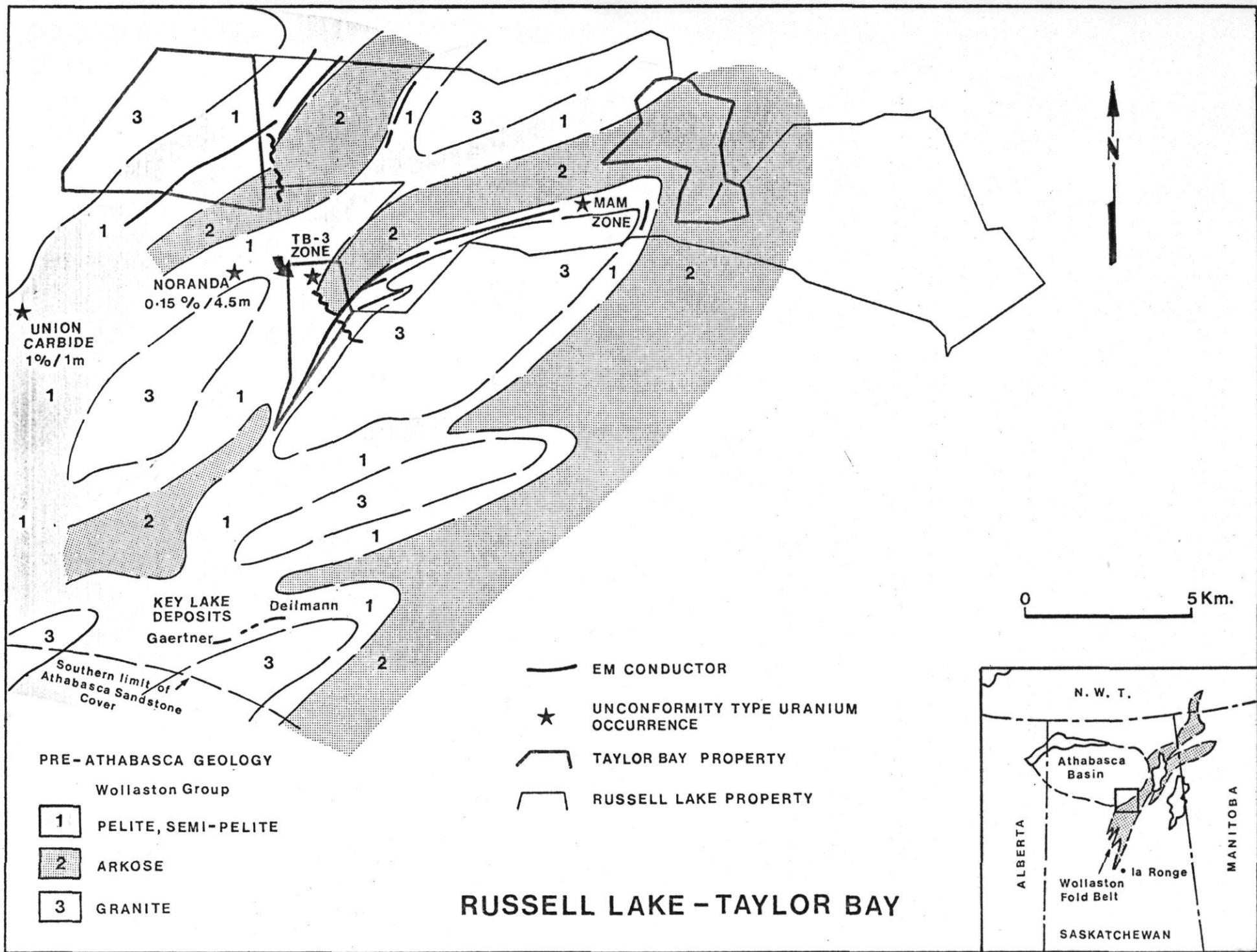
### GEOLOGY - PROPERTIES

**RUSSELL LAKE J.V., SASKATCHEWAN**

The Russell Lake Property consists of seven mineral leases totalling 36,000 acres located in Northern Saskatchewan along regional strike from the Key Lake uranium deposits within the Wollaston Fold Belt. The property has a geological environment similar to that of the known unconformity-type uranium deposits.

Extensive airborne and ground geophysical surveys have been carried out to map the graphitic portions of the Archean basement which appear to have an important spatial relationship to most of the known unconformity-type uranium deposits. Drilling on the property has encountered uranium mineralization (1.04%  $U_3O_8$  over 4.2 metres) at the unconformity, however, additional drilling failed to detail a significant deposit. Untested potential exists on the property in view of the 19 km. of strike length of untested conductive zones, extensive clay alteration and Key Lake-type mineralization encountered to date.

A consortium consisting of Uranerz (operator of the Key Lake Mine), Central Electricity Generating Board of Great Britain (C.E.G.B.), and Minatco have elected to farm-in on the Russell Lake Property and agreed to spend \$4,000,000.00 on exploration and development in order to earn a 50% interest. Getty and the Saskatchewan Mining Development Corporation will then each retain a 25% working interest.



**TAYLOR BAY J.V., SASKATCHEWAN**

The Taylor Bay Properties consist of four mineral leases, totalling 12,400 acres, located in Northern Saskatchewan along regional strike from the Key Lake deposits within the Wollaston Fold Belt. The property is underlain by Athabasca Group rocks and is interpreted to have a geological environment similar to that of the unconformity-type uranium deposits.

Core drilling has established an area of intense clay alteration, anomalous trace element values, and low-grade uranium values within the basal Athabasca Sandstone units which overlie graphitic pelites of the lower Wollaston Group. These features are characteristic of the major unconformity uranium deposits of northern Saskatchewan.

Drilling to date on this partially defined feature has not yet intersected any economic uranium values; but anomalous uranium values have been encountered in two holes.

A consortium consisting of Uranerz (operator of the Key Lake Mine), Central Electricity Generating Board of Great Britain (C.E.G.B.), and Minatco have elected to farm-in on the Taylor Bay Properties and agreed to spend \$2,600,000 on exploration and development in order to earn a 50% interest. Getty and the Saskatchewan Mining Development Corporation will then retain a 17.5% and 25% working interest respectively while Thor and Anglo-Bomarc will reduce to 3.75% each.

## PRECIOUS METALS RECCE

Several significant precious metals prospects have recently been discovered in the Triassic-Tertiary volcanic belts of B.C. as the result of the 1984 Precious Metals Recce Program. This is an in-house-generated, Getty-operated program, and was concentrated in the Quesnel, Wheaton Creek, and Atlin areas. Five property positions were established to protect geochemical anomalies, prospective geology and anomalous gossans.

**QUESNEL AREA** - At **Little Canyon**, one 20-unit (1,200 acres) claim was staked for protection of anomalous Au values associated with a silicified fault zone. Chip samples along the fault zone have returned weakly anomalous Au values over wide intervals at two locales (278 ppb over 27 metres, 410 ppb over 13 metres).

**WHEATON CREEK AREA** - At **Serpentine West**, 97 claim units (6,000 acres) were staked to cover two drainages containing anomalous gold values. Prospecting resulted in the discovery of a tuffaceous horizon containing 3% to 20% disseminated pyrrhotite, pyrite and arsenopyrite with an inferred strike length of 1,500 metres and a true thickness of 20 metres.

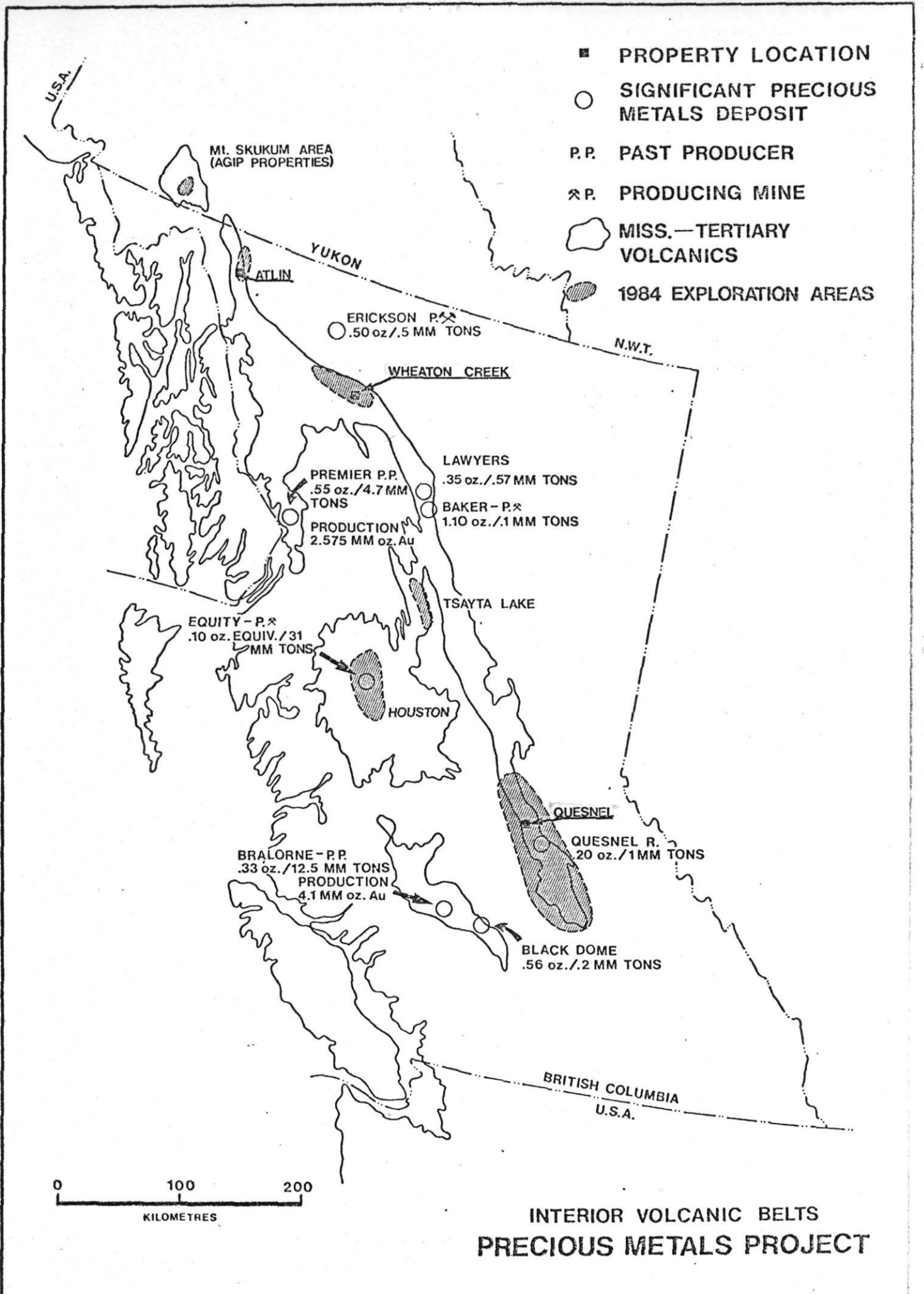
At **Gold Creek**, 44 claim units (approximately 2,700 acres) were staked to cover a drainage area from which a heavy mineral concentrate contained visible gold and returned an analysis of 3,300 ppb Au. The property is underlain by ultramafic and basic volcanic rocks and minor intercalated argillite and tuff. Prospecting has located 7 quartz veins up to 1.2 metres wide carrying anomalous values in gold (100 to 760 ppb), silver (2 to 3 ppm), arsenic (300 to 1,230 ppm) and copper (265 to 5,490 ppm). The strike extent of the veins is unknown due to overburden cover. This property has excellent multiple vein deposit potential.

At **Kutcho Creek**, 84 claim units (5,200 acres) were staked to cover an area of abundant quartz veining in the vicinity of drainages containing anomalous gold values. Prospecting has located a number of quartz veins ranging from 1 to 5 metres wide with strike lengths up to 400 metres. The host rock is siliceous argillite which contains, locally, up to 3% disseminated pyrite. Prospecting of two drainages returned 5,500 ppb Au in a silt sample and 2,900 ppb Au in brecciated chert float. A rusty sheared serpentinite outcrop in the same area contained 1,210 ppb gold.

**SLOKO-ATLIN AREA** - Reconnaissance work carried out on a portion of the Sloko-Atlin belt located several large gossans in the **Gold Bottom Creek** area. The gossans contain abundant chalcedonic veins and returned anomalous values in mercury, arsenic, antimony and gold and suggest a "hotsprings" epithermal environment. Claims totalling 180 units were staked to cover known gossans and their possible extensions.

1985 Program and Budget Proposal It is proposed to carry out detailed property work on all claim blocks staked in the Quesnel, Wheaton Creek and Atlin areas. Property work will consist, mainly, of detailed mapping prospecting, geochemical sampling and ground magnetic and I.P. surveys to dress targets for drilling. Estimated costs for the proposed programs in the three areas would be in the order of \$300,000 dollars.





- PROPERTY LOCATION
- SIGNIFICANT PRECIOUS METALS DEPOSIT
- P.P. PAST PRODUCER
- ⌘ P. PRODUCING MINE
- MISS.—TERTIARY VOLCANICS
- 1984 EXPLORATION AREAS

MT. SKUKUM AREA  
(AGIP PROPERTIES)

ATHABASCA

YUKON

ERICKSON P.⌘  
.50 oz./5 MM TONS

WHEATON CREEK

N.W.T.

LAWYERS  
.35 oz./57 MM TONS

PREMIER P.P.  
.55 oz./4.7 MM TONS  
PRODUCTION  
2.575 MM oz. Au

BAKER - P.⌘  
1.10 oz./1 MM TONS

TSAYTA LAKE

EQUITY - P.⌘  
.10 oz. EQUIV./31  
MM TONS

HOUSTON

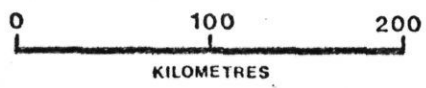
QUESNEL

QUESNEL R.  
.20 oz./1 MM TONS

BRALORNE - P.P.  
.33 oz./12.5 MM TONS  
PRODUCTION  
4.1 MM oz. Au

BLACK DOME  
.56 oz./2 MM TONS

BRITISH COLUMBIA  
U.S.A.



INTERIOR VOLCANIC BELTS  
PRECIOUS METALS PROJECT

ANUARY 15, 1985

**SCHEDULE III  
ACTIVE JOINT VENTURE PROJECT SUMMARY**

<u>Exploration Project</u>	<u>Commodity</u>	<u>Net Getty Interest</u>	<u>Proposed Plan</u>	<u>Minimum Getty Share 000\$</u>	<u>Joint Venture Obligations</u>	<u>Comments</u>
Klotz Lake, Ont.	Au	75.0%	Maintain interest in Main Block through 1985. Relinquish interest in low priority lands.	\$ 0	None in 1985.	Small, low grade deposit indicated; single drill intercept uninvestigated; very large property with grass roots targets.
Zahavy OEX, Ont.	Au,Ag	100.0%	Minimum care and maintenance program to maintain property and J.V. obligations. Resolve property interest dispute.	32	Program commitment proposed Oct. 15, 1984. J.V. approval by Nov. 15/84.	At least 10 vein zones similar to developed zones. Very good exploration bets.
Taylor Bay, Sask.	U	17.5%	Farmed out 17.5% interest to Uranerz, CEGB & Minatco consortium. Getty carried for next \$ 2,600,000 expenditure.	0	None in 1985.	Close proximity to Key Lake, numerous targets, uraniferous indications - Uranerz et al currently testing potential.
Russell Lake, Sask.	U	25.0%	Farmed out 25% interest to Uranerz, CEGB, Minatco consortium. Getty carried for next \$ 4,000,000 expenditure.	0	None in 1985.	"
Meister, B.C. & Yukon	Zn, Pb, Ag	50.0%	Maintain interest through participation in work, on Meister and Logan properties; decline participation in Blue property.	640	Must elect to participate in 1985 program by Apr. 30, 1985 or lose all interest in Joint Venture.	Excellent Pb-Zn-Ag targets defined by I.P., geochem and rock chips. Reasonable access from Watson Lake.
Tisdale, Ont.	Au	50.0%	Participate in minimum exploration to maintain level of interest.	2,000	Must commit to \$2,000,000 program by Feb. 15, 1985 or interest will be reduced from 50% to 24%.	824,000 T @ 0.36 oz. Au/T, potential for 3 to 5 times current reserves.
Tundra - Savanna Option; N.W.T.	Au	29.4%	Provisions for participation only if early '85 results outstanding. Must make election by April/85 to maintain interest.	833	1985 work program to be submitted by March '85. Next commitment date April 1/85.	On strike from Tundra J.V. Fat gold discovery. Geochem -geophysical targets being drill tested.
Exploration Total				<u>\$3,505</u>		

JANUARY 15, 1985

SCHEDULE IV  
ACTIVE JOINT VENTURE PROJECT SUMMARY

<u>Mineral Reserve Development</u>	<u>Commodity</u>	<u>Net Getty Interest</u>	<u>Proposed Plan</u>	<u>Minimum Funding 000\$</u>	<u>Joint Venture Obligations</u>	<u>Comments</u>
Zahavy, Ont.	Au	100.0%	Participation in minimum program to maintain property interest.	\$ 80	Work program commitment proposed Oct. 15/84 by Getty (Operator). Management Committee approval by Nov. 15/84.	980,000 T @ 0.26 oz. Au/T, 4.81 oz. Ag/T. Excellent exploration potential on strike and at depth.
Tundra J.V., N.W.T.	Au	49.0%	Participate in minimum program to maintain property interest.	490	Getty has committed to 1985 program.	2,250,000 T @ 0.30 oz. Au/T open along strike and at depth. New grass roots stratabound gold discovery. Ultimate potential unknown.
			MRD Total	<u>\$ 570</u>		

JANUARY 15, 1985

**SCHEDULE V**  
**INACTIVE JOINT VENTURE PROJECT SUMMARY**  
Provide Significant Asset Base or Future Potential

<u>Project</u>	<u>Commodity</u>	<u>Net Getty Interest</u>	<u>Proposed Plan</u>	<u>Minimum Funding 000\$</u>	<u>Joint Venture Obligations</u>	<u>Comments</u>
Amos, Que.	Zn,Cu,Ag,Au	50.0%	Recommended returning property to vendor.	\$ 0	Require \$75,000 expenditure by April 30, 1985 to confirm 50% interest.	815,000 T @ 1.3% Cu, 3.2% Zn, 3.6 oz. Ag/Ton J
Red Lake, Ont.	Au	76.5%	Deemed tested, holding position.	0	No 1985 work obligations.	Near surface targets tested. Patented lands on strike of Dickenson Mine.
Driftpile Creek, B.C. - Gataga J.V.	Zn, Pb	30.0% 33.3%	Holding position.	0	"	Remote location but drill intercept of 12.5% Zn+Pb/8 m is open and offers excellent potential. Gataga lands surround Driftpile.
MacMillan, Yukon - Sue Claims - Clear Lake	Zn, Pb, Ag	65.0% 76.5%	"	0	"	6,000,000 T @ 11.35% Zn, 2.0% 1.2 oz. Ag/Ton. Open for modest expansion. Sue claims surround Clear Lake deposit permissive stratigraphy, untested AEM.
Porphyry Creek, B.C.	Mo	60.0%	"	0	"	Drill intercept of 0.12% MoS <sub>2</sub> /202 metres. Open pit potential eliminated, excellent depth potential.
Noranda, Que.	Cu,Zn,Ag,Au	25.0%	"	0	"	Two small base metal discoveries. Strategically located - economic potential not completely tested.

**Note:** No work commitments required in 1985 except filing and rental fees.

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SCHEDULE VI  
ACTIVE 100% GETTY PROPERTY SUMMARY

<u>Project</u>	<u>Commodity</u>	<u>Proposed Plan</u>	<u>Minimum Funding 000\$</u>	<u>Obligations</u>	<u>Comments</u>
Bachelor Lake, Que.	Au	Acquired in 1984. No property work carried out.	\$ 20	Require assessment work by Aug. 19, 1985. Commitment to minimum work to complete initial evaluation is June 1985.	Rock geochem., untested potential.
Wheaton Creek, B.C.	Au	Acquired in 1984. No significant property work carried out.	160	Require assessment work by Sept. '85. Commitment to minimum work to complete initial evaluation is June '85.	Permissive geology, structure, anomalous geochemistry; untested grass roots prospect.
Goldbottom Creek, B.C.	Au	Acquired in 1984. No significant property work carried out. Defer decision until 2nd Qtr. 1985.	104	"	"
L.C. Claims, B.C.	"	Acquired in 1984. No significant property work carried out. Defer decision until 2nd Qtr. 1985.	36	"	Anomalous rock chips, pronounced structure, untested. Very accessible.
<u>Total</u>			<u>\$ 320</u>		

JANUARY 15, 1985

SCHEDULE VII

INACTIVE 100% GETTY PROPERTY SUMMARY  
Provide Significant Asset Base or Future Potential

<u>Project</u>	<u>Commodity</u>	<u>Proposed Plan</u>	<u>Minimum Funding 000\$</u>	<u>Obligations</u>	<u>Comments</u>
Cassiar, Yukon	Mo	Holding position.	\$ 0	No 1985 obligations.	Thrall claims have untested MoS <sub>2</sub> anomalies.
Gays River, N.S.	Zn, Pb	"	0	"	3,000,000 T @ 2.14% Pb, 2.56% Zn. Development contingent on adjoining property.
Lac Kachiwiss, Que.	U	"	0	"	18,000,000 T @ 0.31 lbs. U <sub>3</sub> O <sub>8</sub> /ton. Quarryable, at tidewater potential very large.

**NOTE:** No work commitments required in 1985 except filing and rental fees.