

KERR-ADDISON GOLD MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

82F
attach to previous
OCT 28 1965

823012

To..... P.M. Kavanagh..... From..... W.M. Sirola.....

Subject Victory-Triumph Property, Trail Creek Mining Division, Date October 26th, 1965.
Rossland Area, B.C.

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

This is another narrow-vein type of situation which the early operators were unable to mine, despite the fact that a great deal of mining was done on the same type of occurrence in the Rossland camp.

Perhaps the most pertinent statement of A.S. Bayne's sampling is that of a total of 315 feet of adit sampled, only four back samples were in ore. Many of his samples were taken along the walls, and he seems to feel that by slashing the walls to a greater width, mineable ore shoots will be found. I would hate to be given the task of mining this type of situation.

I do not advocate work on this property, or on any other "run of the mill" small-vein type of occurrence.

*I advised D. Reid
of our negative recommendation
by phone Oct. 28/65
M.K.*

*OK. M.K.
Oct. 28/65*

W.M. Sirola

William M. Sirola.

WMS:iw.
Encls:

82F

KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

To W. M. Sirola From P. M. Kavanagh
Subject Victory-Triumph Property, Trail Creek Mining Date October 8th, 1965
Division, Rossland Area, B.C.

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

I would appreciate having your comments on the attached data as soon as possible. This property is under option by Mr. Donald Reid, who at my suggestion phoned you early this year about some other B.C. properties. This present situation has been introduced to us by a Toronto contact of ours - Steve Ivanov.

Apparently the first staking of the claims involved was in November or December of last year; several of the claims involved (I don't know which ones) were apparently staked then and the others sometime later.

Reid is asking for a \$4,100.00 down payment to cover his expenses to date. Then there would be payments involved to the property owners as follows:

- \$5,000.00 on or before December 30th this year;
- \$7,500.00 on the same date next year;
- \$7,500.00 on the same date the following year, and
- \$22,500.00 on the same date the next following year, which would be December 30th, 1968.

Also the property owners would receive 250,000 shares in a 500,000,000 share company and Reid would receive 50,000 shares.

Reid has apparently had the property under option since July to two Ashton brothers and Clinton Snell. I think Snell is the same man who is associated with New Imperial. Apparently Doug Campbell has reviewed the situation and has recommended work, which of course does not necessarily hold any water with us. Reid says that Rayrock is presently attempting to acquire the adjoining Velvet property.

Reid has mentioned H.W. Little's G.S.C. paper 63-13 on the Rossland map area as a good reference. The owners of the property are J.A. Ruelle and Louis MacAuley of Rossland, B.C., and the estate of J. C. Penny.

Although I have not read the report I gather from Reid's comments that it is a vein type situation the likes of which in B.C. you have not been too intrigued about in the past.

If your recommendation is negative will you please return the data.

Paul M. Kavanagh
Chief Geologist - Exploration.

Estate of J.C. Penney
J.A. Ruelle, Rossland BC.
Lewis Mac Aulay " "

- fall of 1964 - signed agreements in Feb/65.
- recently under option to two Ashton Bros & Clinton Snell, from July to Oct.
- Dr. D.D. Campbell has been ~~under~~ consulted & has recommended it.

orig. terms:

- 5,000.00 down
- 5,000.00 Dec 30/65.
- 7,500.00 Dec 30/66
- 7,500.00 Dec 30/67
- 22,500.00 Dec 30/68.

21 claims total 4 of which are free claims
2 released Crown Grants
2 are staked in Nov or Dec/64

have paid \$4,100.00 down

250,000 shs in Smultron sh Co.
50,000 to Reid.

the Keystone Sp. & Nicola Mining Div.
Kettle Valley Hwy
19 miles SW of Merrifield.
now restaked as Hope Sp.

Rayrock now after adj. Velvet property

H Whittle's report ^{gsc} Paper 63-13 Rossland Map Area