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.

# KErr Addison Mines Limited 

(FOR INTEROFFICE USE ONLY)

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 1 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.

