KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

825264

To D.A. Lowrie From W.M. Sirola

Subject C.T. Exploranda's Lardeau Creek Properties Date September 16, 1980.

(82K / 11 West)

Sometime ago on the basis of a G.C.N.L. #118, you suggested that we look into this situation.

Because the newsletter indicated that the work was under the direction of Brodie Hicks and Roy Phendler, we contacted Brodie Hicks who stated only that he had recommended some work but Phendler was looking after the program. Phendler must be living on or near the property which is 60 miles S.E. of Revelstoke because his telephone in Vancouver does not answer. Hicks did caution that the promoters of this program "were no angels".

In any case statistics indicate that one of the two veins being worked on (Silver Cup) produced 9,600 tons averaging 0.3 Au and 150 ozs. Ag from 1895 to 1915.

The Towser vein has no production record but presumably is the extension of the Silver Cup vein.

In 1952 Granby optioned the Silver Cup and rehabilitated the #7 level. They drilled 10 diamond drill holes from that level, then dropped the option.

Without going into a big song and dance about geology, vein systems, alteration, faults, etc., we have not enough up-to-date information (until we reach Phendler) to give you any kind of intelligent opinion except that the likelihood of finding tonnages that would appeal to Kerr Addison appear remote.

Hopefully we can enlarge on these simplistic observations in the near future.

W.M. Sirola,

Regional Exploration Manager.

WMS/al: