

Property Submission -
W. McKinnon - Logjam Property

6 April 1960

A		N
✓	W.S.R.	✓
	G.A.C.	
	G.H.M.	
✓	E.O.C.	✓
✓	H.A.P.	
	R.D.S.	
	B.C.B.	
	E.L.D.	
	J.I.B.	
✓	E.C.J.	✓

Mr. Wilfred McKinnon
Royal Hotel
Flin Flon, Manitoba

Dear Wilf:

Sorry to be so slow in replying to your offer of the Logjam property, but I had to refer the data to Rod Macrae for an opinion.

He came to the same conclusion as Clive Ball on the potential of the property. He does not believe our E.M. method would work on these narrow veins, even if the topography was suitable. Exploration, then, by conventional methods like at Keno Hill would be very difficult.

In view of these difficulties I regret that we do not find the property attractive. Thank you for bringing it to our attention and we would be glad to hear from you further on any other properties you would care to submit.

Alex Pearson will be in Flin Flon on Thursday or Friday and, no doubt, you will see him there.

Kindest personal regards.

Yours very truly

EOG-dp

E.O. Chisholm
Chief Geologist

INTER-OFFICE CORRESPONDENCE

1
10# B

FROM R. M.

DATE April 4th, 1960

TO E.O.C.

SUBJECT

Reply

(TO BE COMPLETED IN DUPLICATE)

Dear Ted:

Spoke to Ball re the possibility of E.M. on the Logjam. He says:

Insufficient iron sulphides to act as a conductor. He said he had already considered that as a possible vein tracer and dismissed it because of the lack of sulphides.

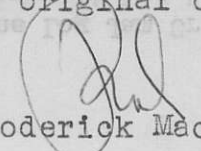
Impossible to conduct a survey normal to the visible vein structure because of the steep slopes. He used a 500 ft climbing rope to sample the veins.

I asked him where the vein went when it hits the crest of the 5350 ft ridge and Clive said there is no outcrop of it over the crest. He thinks possibly it may be talus covered, and for that reason does not outcrop.

Opinion:

If the C. Ball sampling represents the true average width (2.3 ft) there would be very little profit, even if the assumed cost of \$21.00/ton for mining, milling were achieved. It is incorrect to assume that the payment for 60% lead conc. would be at the rate of \$ 0.12 per ton. Present price schedule for lead conc. from CM&S is (no zinc in conc.): deduct 1% or 20 lbs which they do not pay for; payment is made on 92% of balance of contained lead at world market price less 6 cent per pound. You can figure on a price of between 6 cents and 7.5 cents per pound of contained lead in the ore. In this case about \$ 4.00 per ton.

I think that cost wise this location is similar to UKH at Mayo and, there, 30 oz silver is waste, therefore I think Clive Ball's original conclusion is valid.


Roderick Macrae

INTER-OFFICE CORRESPONDENCE

INTER-OFFICE CORRESPONDENCE

FROM Mr. E.O. Chisholm

DATE 23 March 1960

TO Mr. R.M. Macrae

SUBJECT

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

Wilf McKinnon submitted the Log Jam Creek property, located 14 miles north of Mile 752, Alaska Highway. It has been examined in the past by HBM & S and Canex. The attached report by Clive Ball describes the showings. Ball concludes they are too small.

McKinnon thinks that other veins similar to the one described, may be picked up by E.M. work. The topography is very rugged in the vicinity of the showing, but the talus slopes may be favourable for E.M. work, according to McKinnon. You might check this with Ball. The Crone Wedge is certainly the only piece of E.M. equipment that might work, if this is possible at all.

McKinnon's terms for the property are nothing down to run an E.M. check in the area for two months, then \$2,000. cash, \$75,000. at the end of 2 years, plus 150,000 shares of stock in a new company.

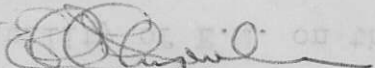
We are to guarantee the staking of 30 protecting claims to be thrown into the deal.

The claims fall due on June 16, 1960.

As it stands, McKinnon is asking too much in view of the fact that the claims come due on June 16th, 1960. The snow might still be on the hills at that time.

Let me know your thoughts on the property.

EOC-dp
Encl.


E.O. Chisholm

(TO BE COMPLETED IN TRIPLICATE)

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INSTRUCTIONS FOR USE OF THIS FORM

Form to be completed in triplicate by originator. Two copies - No. 1 and No. 2 - to be forwarded to addressee. Copy No. 3 to be retained in originator's file until reply received. Addressee to complete reply in duplicate on reverse side of sheets 1 and 2 and return No. 1 to originator. In following this procedure both parties have the complete message and reply on one sheet of paper.

10# B.
COPY

*E.O.C.
I don't think there is
any profit in this. E.W. Ball's
estimates are low - at least his
construct in costs. WSR*

23 March 1960

A	N
	W.S.R. ✓
	G.A.C.
	G.H.M.
	E.O.C.
	H.A.P.
	R.D.S.
	B.C.B.
	E.L.D.
	J.I.B.
	E.C.J.

*file 752
Alaska
Highway*

Mr. Wilf McKinnon
c/o Royal Hotel
Flin Flon, Manitoba

Dear Wilf:

I have referred the Log Jam Creek property to Rod Macrae, for his opinion on the feasibility of doing an E.M. survey in the area, and will advise you of our decision when I hear from him.

It looks like there would be very little time available to do any work on the claims before they fall due on June 16th.

I am returning the data so kindly loaned to me on your visit here last week.

Personal regards.

Yours very truly

E.O.C.-dp
Encl.

E.O. Chisholm
Chief Geologist

INTER-OFFICE CORRESPONDENCE

FROM Mr. E.O. Chisholm

DATE 23 March 1960

TO Mr. R.M. Macrae

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