

825780

# KERR-ADDISON GOLD MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

MAR 11 1963

WSR	Y
K.C.G.	
C.M.M.	
R.P.S.	
B.C.B.	
P.M.K.	
F.P.P.	
F.C.C.	
H.A.P.	
I.B.S.	
G.P.R.	
E.L.D.	
J.H.B.	
E.C.J.	
D.V.B.	

To..... P. M. KAVANAGH..... From..... W. M. SIROLA.....

Subject..... HIDDEN CREEK COPPER DEPOSIT, POOLEY OR JAMES ISLAND, B. C...... Date..... March 5th, 1963.....  
103-A/9

Enclosed please find a photostatic copy of a Report by H. C. B. Leitch on the above property. The Report was written in February, 1963.

Normally, we would attempt to do something with this situation because there is a contact zone 1100' long with 1.6% Cu across 9' on the north end of the zone and a somewhat higher grade across 6½' on the south end. The mineralization may, in effect, be wider than this because the total width of the contact zone has not been accurately established. The deterrents to any further action on our part are the following terms, as stipulated by the owner, a Mr. Ken Calder who resides here in Vancouver.

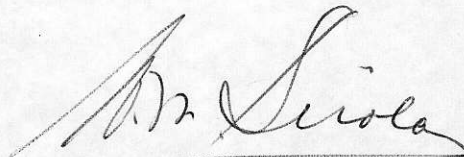
- \$ 7,500.00 - Down
- \$ 10,000.00 - in 6 months
- \$ 15,000.00 - in 6 months
- \$ 15,000.00 - every 6 months until production reached.

40% of the net profits to go to Calder after all pre-production expenses returned to mining company on an 85% - 15% basis.

This year, we expect to be flying quite a number of the coastal roof pendants with the Elsec magnetometer and hope to pick-up this type of thing without the need for entering into deals such as the one outlined above.

Will you please return the report when you are through with it.

*Report returned  
Mar 19/63*



William M. Sirola.