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Branham Flat

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LO.C. U
HAP
TADS
B.O.Z.
G.P.R.
ELD.
J.I.R.
E.C.J.

February 3rd, 1958.

Mr. George Andrews, Pátino of Camada Ltd., 55 Yonge Street, Toronto, Ontario.

Dear George:

Enclosed find Rod Macrae's report on the Branham Flats placer deal, Liard River, B. C. He does not think it is attractive. I am enclosing your original report by G. E. Midgley on the matter.

Thank you for the information.

Yours very truly,

PROSPECTORS AIRWAYS COMPANY LIMITED

EOC/sb Encl. E. O. Chisholm, Chief Geologist.

INTER-OFFICE CORRESPONDENCE

FROM ROD Macrae

DATE Jan 13th, 1958

To Ted Chisholm

SUBJECT Additional notes on Brankam Flats, placer Au.

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Ted:

In addition to the attached assessment enclosed, the following information may be useful.

You will recall Donald Fraser, who made the initial examination of Pielsticker's asbestos on Dease Lake. He is a placer mining engineer and, has had considerable experience with placer deposits in Northern B.C.

He says there is no question or doubt that there is not dollar gold in the Branham flats. He says there is considerable doubt whether there is fifty cents per yd in the gravels. According to Fraser, Branham flats gold came from the Ominece, west of the area; tests that he has made on the Finlay and the Parsnip rivers, which are up-stream from the Midgley ground never uncovered any values, in large deposits that would run a consistent 50 cents per yd.

None of the information is really factual that I have been able to uncover on this deposit, and if Midgley has run a series of churn-drill holes across the flats and can show consistent dollar to dollar and a half gravel to 40 ft depths, then, that would be refutible evidence

INTER-OFFICE CORRESPONDENCE

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INTER-OFFICE CORRESPONDENCE

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MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

but it is odd that he dosen't list the drilling in detail
if he didany. Testing of surface pits and shallow shafts,
especially to sestablish grade just would not work
in a set up such as this one.
The financing deal, is, I agree a tough one. I doubt if

prior to the final payment the production would have provided any sizeble part of it. I am of the opinion, that this is not an attractive deal and I am very doubtful if the operation would be economic,

Enclosed is a map of Highland Valley mining properties, I have a copy, the two purchased quite cheaply; Am going to Merritt and then in to the valley leaving at noon today. Expect to be returned to Vancouver by next weekend.

Rese rds .

encl:report Branham flats
placers Roderick Macrae

gobi)

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PROPERTY INFORMATION FORM

94 A /8 Jan 11th B.C.

Name of Property Pla	cer Mining Leases ov	vned by George Midgle	ey and Assoc	bas	Leng	N
Presented by (with address	ss)	Date		100	W.S.R.	0
Georg	e E. Midgley, 11506-	-109th Ave Jan 19	958	OF	R.J.B.	
Edmonton Alta	, via Patino to E.O.	.C.			E.O.C.	0
Location Liard M.D.	Peace River, Branha	am Flats Index area	94 B.	The state of the	V H.A.P.	-
		Hope B.C. secondary			R.D.S. B.C.B.	-
Claims PML 212, Ov 635 636	W.G. Massey	Nov 23/56	Nov 23/	60 60	G.P.R. E.L.D.	
Ownership 637	Dmytro Yanda	и .	transfer ii		J.I.K.	
638	H.E. Bolten	Dre Shoots Indicated) to shere) from any or	miCI of	E.C.J.	7
Summary of Outstanding	Features H.A. Midgley	11	automal to			
Reported xxxi	the lack of large boul	lder; severla report	s indicate ver	гу		

Ref: B.C. Minister of Mines Report1923 (Peace River Dredging Co) Memoir 259- Geology of Northeastern B.C. (1950)

Opinions, Suggestions or Recommendations of Present Holder conomically at 700-800 yds/day

Leases 212, 635-640 incl, Peace River Liard M.D.

Option Terms Total price \$500,000.00; \$40,000.00 on signing; \$230,000.00 Sept3rd/58; \$230,000,00 Sept 3rd,/59

Information is Based on Report by G.E. Midgley, P. Eng; M. of M. Summary report 1923

Nature of Deposit placer Au, Pt deposit

Mineralization Au of av. 910 fineness by estimate (GEM) Pt very fine flakes in ratio 1:3 with Au.

Widths and Values Midgely estimates \$1.00 per yd in gold; # 0.30/yd Dt Note: Published reports based on Peace River Dregging Co work in 1922 stated \$ 0.50 /yd Au in this deposit. Midgley reports 150 cu.yd bulk sample tested since 1950 returned \$1.50 /yd Au and an analysis estimated but not recovered \$ 0.50 /yd Pt. Original owners did not test ground below 25 ft below surface, according to reports. Strike and Dip

Country Rock Bed rock Jurassic strata, principally shales, labelled 'Fernie'

Present Known Extent and Possible Extensions Present owners estimate 32 million cu yds in a 500 acre area considered. Of the state of the state

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New Quea Loe file.

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H.A.P.

R.D.S.

G.P.R.

J.I.K.

INTER-OFFICE CORRESPONDENCE

FROM	E.	0.	Chishol	lm, Ch	ief	Geologist.	
							as d

TO R. Macrae.

SUBJECT Sth, 1958 A N

W.S.R. V

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

In reply to yours of December 31st, see attached.

Have recently received the following report via Patino on Placer leases 212 and 635-640 inclusive, near Hudson's Hope on the Peace River. Please make an assessment of this situation for me including the reliability of Gemidgely and Roy Erickson.

I note that Erickson is starting an operation, part of the lease in 1958. We have no detailed results on the experimental sampling he carried out there, but it may be possible to get them from Midgely.

The figure of 32 million yards at \$1.00 in gold and 0.50ϕ in platimum seems high to me. These placer deals are a specialist's job to assess and much depends on the reliability of the man doing the sampling job.

The only other information I have in addition are the terms. The principals want \$40,000.00 cash on signing the agreement; \$230,000.00 September 3rd 1958; \$230,000.00 September 3rd 1959. This appears exorbitant. The principals estimate that the equipment necessary to work the cases on a 200 day per year basis could be rented for \$5,000.00. This would include a gas shovel etc., and I have no details regarding what the etc., means.

I note you received a copy of Aaro E. Aho's proposal. Please let me have your comments on this. I consider Aaro a reliable, conscientious, and hard working geologist with considerable experience in the area during the past 4 years with BYN. However, our own program would perhaps duplicate some of Ahoe's work, we would prejudice our program if we supplied Ahoe with any part of our own past experience in the Yukon.

You will no doubt be answering Ivor's letter of Jamuary 2nd. I don't think I knew La Roche personally, but we did look at the asbestos find on the Canol Road, Don Doal was not at all impressed and any good fibres had to be carefully selected. There was not enough fibre present in the showing to fill a hat, according to our men.

Best regards for now.

COO DVII

INTER-OFFICE CORRESPONDENCE