JUL 1 6 1962

KERR-ADDISON GOLD MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

933 104B

| To | P. M. KAVANAGH | From | W. M. SIROLA | 104 D GAM |
|---|----------------------------|----------------------|--------------|-----------------|
| | | | | R.2.8 |
| Subject | McCANN COPPER PROSPECT, Sk | KUD RIVER AREA, B.C. | DateJ | uly 10th, 1962. |
| ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,, | | - | | 1 62.0 |

826007



Herewith MacDonald's Report, in duplicate, on the above property.

The best assay obtained was 0.69% Cu across 20'. This sample was taken at a point 1,000' above Split Creek on a tributary known as the 2nd W. Split. This assay bears out our visual impressions of the grade of the mineralization.

It is extremely doubtful that a drilling program would improve the grade and core recovery would be very poor. Taking into consideration environment, there seems little justification for advocating additional work on the property.

Rt.

P.P. William M. Sirola.

Copy of the report & of This letter quein to P.H.

Encs. WMS:rl

(FOR INTER-OFFICE USE ONLY)

| To | P. M. KAVANAGH | From | W. M. SIROLA | C.K.ya |
|---------|--|------|---------------------------|--------|
| Subject | McCANN PROPERTY, SKUD RIVER AREA, NORTHERN BRITISH COLUMBIA | | Date July 3rd, 196 | |
| | NORTHERN BRITISH COLUMBIA | | | 1077 |

We have completed our examination of the McCann property and have concluded that the option should be dropped.

We found no mineralized zones which we consider good drilling targets and the topography is such as to make prospecting and/or geophysical surveys extremely difficult.

Angus is working on the report today.

PP. William M. Sirola.

WMS:rl

UI

May 23rd, 1962.

Mr. R. A. McCenn, Suite 4, 425 Howe Street, VANCOUVER, B. C.

Dear Mr. McCann:

Confirming your recent conversations with Mr. W. M. Sirola, it is our understanding that, with regard to the Option Agreement between yourself and Kerr-Addison Gold Mines Limited, dated March 16, 1962 covering the Ann 1 to 48 (inclusive) group of claims in the Scud River Area of northwestern British Columbia, you have agreed to defer the payment of \$2500.00 due on or before June 30, 1962 until July 15, 1962 because of late heavy snow conditions in the area.

If you concur with the above, will you kindly signify your agreement to these amended terms by signing one copy of this letter and returning same to this office for our records.

Yours very truly,

KERR-ADDISON GOLD MINES LIMITED

Exploration Geologist.

And Secretary.

Agreed to:

R. A. McCann

APR 16 1962

(FOR INTER-OFFICE USE ONLY)

APR 16 1962

From W. M. SIROLA

Subject SAMPLE FROM McCANN PROPERTY, STIKINE AREA, B.C. Date April 13th, 1962.

Dick McCann brought in a bag of samples the other day which he wanted assayed for copper, gold, silver and molybdenum. The assay stub for this sample is enclosed.

Eldridge's here in Vancouver have been advised to religiously forward a duplicate of the assay results to your office. Should this not arrive, please advise me as they are prone to be forgetful. For example, we have still not been billed for our last year's geochemical kit despite the fact that I discussed it with them again two months' ago.

The samples McCann brought in are obviously grab samples picked from the more highly mineralized areas.

P.P. William M. Sirola

Enc. WMS:rl

| Mine No. | PR. 13 | 0FF162 |
|----------------|--------|--------------------|
| Sample | No | 702 |
| From Sample Le | B | 10 2,AB -1.7 |
| | (5(?) | |
| Assay for | Co, Au | Ag Mosz |

W.S.R.

(FOR INTER-OFFICE USE ONLY)

| | | | | - Ja.H.M. | 1 |
|---------|-----------------------------|-----------------------------------|---------|-----------|---|
| | | | | A E.U.L. | 1 |
| To | W M Sirola | From P. M. Kayanagh | _ | H.A.P. | H |
| 10 | | | | - Marine | - |
| | | | | 8.C.B. | |
| Subject | D A MaCana December Cont | tt-Cimeron Mountain Data Fohrungu | 27 1049 | D.W.P. | |
| Suojeti | Subject | | | | |
| | Stikine River Area, B. C. (| (1046) | | E.L.D. | |
| | | | | 1.1.8. | |
| | | | | (E.C.J. | |

Attached are the following data concerning the above property:

- a) a letter by E. O. Chisholm dated February 6 outlining the terms which Kerr and Prospectors Airways are prepared to deal.
- b) a memorandum by E. O. Chisholm dated February 7th reviewing our present knowledge about the property.
- c) an assay report on two hand specimens submitted by McCann.
- d) a memorandum by E. C. Jacka re the status of the 48 claims comprising the property.

For your added information, McCann's present address is Suite 5, 1025 Nelson Street, Vancouver, telephone number Mutual 3:5170.

As you will realize both of the showings stressed by McCann are not brand new, but may be better-grade extensions of previously known mineralized outcrop areas.

You will note that we have until the last day of this June to make up our minds. Kerr is to handle the examination, and subsequent work if we go ahead. My plan is for you to send Angus and Tom in to the property with McCann for a week's stay in June as early as possible but not too early; then for you to go in at the end of a week for several days to go over what Angus and Tom have seen and done and to come to some conclusions as to the merits of the property.

The 48 claims in question are in the compact block you outlined in dark brown on the map you forwarded. McCann has made a deal with Steep Rock on a large number of surrounding claims which have no known mineralization but which he staked because of the increasingly favorable rumors of Kennecott's progress on its holdings. As you know, Fotheringham of Steep Rock is on our board so we would probably be able to deal amicably for that ground if we wanted to later.

(FOR INTER-OFFICE USE ONLY)

Subject R. A. McCann Property, Scott-Simpson Mountain Date February 27, 1962
Stikine River Area, B. C. (1046)

- 2 -

No decision has been made about how P. A. and Kerr will share the thing, and none will be made until after your examination.

Although we haven't yet signed any deal, we expect to sometime in March once McCann has been able to bring one of his partners who has been in the south, up to date. Don't do anything further until I advise you that a deal has been signed.

PMK:ry Enclosures Paul M. Kavanagh

Chief Geologist - Exploration