KERR-ADDISON GOLD MINES LIMITED 44 KING STREET WEST TORONTO 1, ONTARIO

Property Submission + Examination -Canadian Oil + Gas. 92F 826529 GOPY

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April 1, 1963.

Mr. J. H. Montgomery, c/o Department of Geology, Re. Can. Oil, Las, Vanc. As, B. COV.B. Queen's University, KINGSTON, Ontario.

Dear Mr. Montgomery:

I just wish to advise you that Angus Macdonald, a geologist in our Vancouver office, has just completed an examination of the magnetite occurrence you have told us about, and that we have decided it is not impressive enough to warrant our taking any further interest in it at this time.

Thank you very much for the information that you have given us concerning it.

Yours sincerely,

KERR-ADDISON GOLD MINES LIMITED.

Paul M. Kavanagh, Chief Geologist - Exploration.

PMK:dt c.c. W. M. Sirola

W.S.R.

K.C.G. G.H.M.

R.D.S. 8.C.B. P.M.K.

EOC H.A.P I.B.S.

E.L.D.

KERR-ADDISON GOLD MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

To W. M. Sirola From P. M. Kavanagh

Subject Land Grants on Vancouver Island Owned By Date March 22, 1963.

Canadian Pacific Oil and Gas Limited

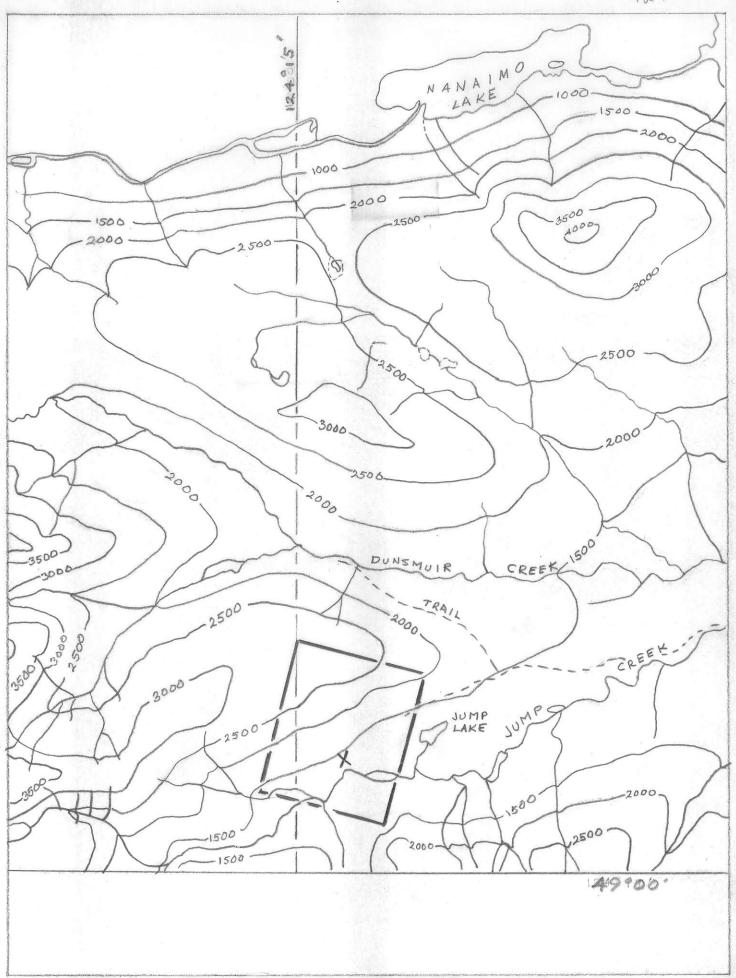
Attached are the following:

- 1) the three maps you sent attached to your March 12th memorandum.
- 2) 2 typewritten copies of a handwritten letter I have received from J. H. Montgomery in answer to my March 18th letter to him, a copy of which I sent to you.
- 3) 2 copies of a little sketch we have made from the Nanaimo Lake sheets and showing Montgomery's magnetite occurrence.
- 4) a Government aeromagnetic sheet on which we have indicated the magnetite occurrence in red on the top strip; the occurrence is indicated to be associated with a minor magnetic high.

In line with Angus' idea expressed in the second paragraph of your March 12th memorandum that you could quickly check out the magnetite occurrence ground, I want you to check it out as soon as you possibly can, if at all possible before the end of this month. I have a trip in mind for the first week in April but if it does not materialize I may go to the C. I. M. convention in Edmonton that week, mainly to have a organizational get-together with Chuck Vaydik from Yellowknife. But it also would be an opportune time to come to grips with the Canadian Pacific Oil and Gas people in Calgary if our checking of Montgomery's reported magnetite occurrence would prompt us to want to investigate it further.

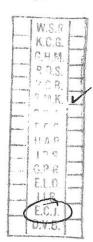
The pits Montgomery refers to in his letter are two or more in number, in one of which he told me that an earlier party had dug down through a volcanic rock capping and had struck solid magnetite. I guess he has told the same story to Angus. I would imagine the little Arvela magnetometers would be of considerable use to you in checking the thing out. I would hope also that you could find and examine that one reportedly good pit.

PMK:dt Attach. (8) Paul M. Kavanagh, Chief Geologist - Exploration.



C 0 P Y

c/o Department of Geology, Queen's University, Kingston, Ontario, March 19, 1963.



Dr. Paul M. Kavanagh, Chief Geologist - Exploration, c/o Kerr-Addison Gold Mines Ltd., Suite 1600 - 44 King Street West, Toronto 1, Ontario.

Dear Dr. Kavanagh:

Thank you for your letter of March 18, 1963. I am returning your Nanaimo Lake map sheets with the location of the magnetite deposits marked (on the east sheet).

The rectangle covers approximately a group of mining claims which were staked over the deposit about 10 years ago and which are now cancelled. The small cross represents roughly the location of the pits which we discussed on the telephone. They are a short distance north of a logging road by which we gained access to the property.

After May 15, my address will be 4153 West 11th Ave., Vancouver.

Yours sincerely,

(Signed)
J. H. Montgomery.

To Lepartment of Geology Queen's Muiversity; Kingston, Onterio. Gr. Paul M. Kavanagh. March 19, 1963. Chief Geologist - Bynlouetion, 10 Kerr- Welderson Gold Mines Itel., MAR 2 1 1963 Juite 1600 - 44 King Street West, Toronto! Unterio. Lear In. Kavanagh: Thank you for your letter of March 18, 1963. I am returning your Manaino Lake map sheets with the location of the magnetite deposits marked (on the east sheet). The rectangle covers approximately a group of mining claims which were staked over the deposit about 10 years sigo and which are now rancelled. The small noss regressents roughly the location of the pits which we discussed on the telephone. They we a short distance north of a loggingroud by which we gained allers to the property. After May 15, my address will be 4153 West 11th Ave, Vancouver. Mours sincerely, J. H. Montgoinen,

KERR-ADDISON GOLD MINES LIMITED

44 KING STREET WEST

TORONTO 1, ONTARIO

March 18, 1963.

Que found for found G O P Y

W.S.R.

K.C.G.

K.C.

Mr. Joseph Montgomery, c/o Department of Geology, Queen's University, KINGSTON, Ontarig.

Dear Mr. Montgomery: Vancouver Asland.

With reference to our telephone conversation this morning I am enclosing the Nanaimo Lake's east half and west half sheets.

This letter will confirm our verbal understanding that you are willing to mark the location a magnetite deposit you know about on the enclosed sheets in return for a five percent interest in any vendors consideration which Kerr-Addison Gold Mines Limited or its nominee or nominees would receive for any property it would acquire covering the magnetite deposit you know about.

I would appreciate it if you would return the enclosed maps to me as soon as possible.

Yours sincerely,

KERR-ADDISON GOLD MINES LIMITED,

PMK:dt Encls.

c.c. Mr. W. M. Sirola

Paul M. Kavanagh,

Mill

Chief Geologist - Exploration.

	(F)	MAR 1 8 1			DEGE-	.H.M. .D.S. .C.R.	目	/
To	P. M. KAVANAGH	From	W. M. SIROLA		D	MK	V	
Subject	LAND GRANTS ON VANCOUVER IS	SLAND OWNED BY	Date	March 12th	F 14	963		
<i>340 jeur</i>	CANADIAN PACIFIC DIL AND GA				C. M. J. Wid	2 C A C A		

This will reply to your memorandum of March 4th on this subject.

W.S.R.

K.C.G.

Mr. Joseph Montgomery, who is in the process of acquiring his Ph.D. at Queen's University, told Angus MacDonald in 1961 that he knows of a magnetite deposit somewhere in the Nanaimo Lakes area (92-F/1). We do not know at this point whether the location is in alienated or unalienated ground in Block 2. For this reason, we would suggest that you contact Montgomery and tell him that we are exploring the possibilities of making a deal with Canadian Pacific Oil & Gas Limited on this proposed area, and that perhaps this would be one way in which he might benefit from his knowledge of that district. From our standpoint, it might be feasible to enter into an agreement with CPOG if we knew the location of a definite target because then we could present a positive program of investigation to them which would not necessarily involve large sums of money. In other words, we could say to CPOG that we would work in a confined portion of Block 2, carry out ground magnetic surveys and, if the results of this work are rewarding, we would then start a drilling program. I do not see where Montgomery has anything to lose by making some kind of arrangement with us because he cannot do anything with this situation on his own.

Angus has suggested that if you get the location from Montgomery we could then quickly check out the ground and, if it turned out to be something important, we could then make a deal with CPOG.

I have enclosed the topographic maps for the $E_{\frac{1}{2}}^{\frac{1}{2}}$ and $W_{\frac{1}{2}}^{\frac{1}{2}}$ of 92-F/1 so that, if you get the location from Montgomery, you can plot it directly.

It is, of course, entirely possible that CPOG would not be interested in such a limited program but there is no harm in finding out.

Should the location be in unalienated land, it may be that no satisfactory arrangement could be worked out. I enclose the map Matthews sent me in case you do not have a copy.

William M. Sirola.

Encls. WMS:rl (FOR INTER-OFFICE USE ONLY)

W. M. Sirola

From P. M. Kavanagh

Subject.....

Land Grants on Vancouver Island Owned by

Canadian Pacific Oil and Gas Limited.

Date March 4, 1963.

W.S.R. K.C.G.

G.H.M. R.D.S.

B.C.B. P.M.K. OWW

F:0.0. H.A.P. J.B.S.

E.C.

D.V.B.

This is prompted by your February 27th memorandum on this situation.

I phoned Matthews in Calgary this morning for clarification.

The \$1.00 per acre per year rental and the \$2.00 per acre per year assessment don't apply to the initial exploration permit stage of from 2 to 5 years as outlined on page 2 of Matthews' February 25th letter to you; they only apply to a lease which might be obtained after the exploration permit stage.

Regarding work during the exploration permit stage, they are interested in companies telling them how much they would plan on doing.

They would only be interested in dealing out a part of a Block, if they had not received any offers to deal on the whole of the Block.

Regarding surface rights, they have relinquished their claim to the surface rights on about 2/3 of the ground within Blocks 1 to 4 inclusive, and it is all of that ground which they refer to as "alienated", and which they are interested in dealing. They don't particularly want to deal the unalienated ground, i.e. the other 1/3 on which they still hold the surface rights, because when they would make a deal on that ground they would immediately become subject to a very stiff tax on the unalienated ground they had dealt out. He advised that almost all of Blocks 1 and 4 are alienated, and that therefore most of the unalienated ground is in Blocks 2 and 3.

Having in mind that the magnetite deposits you refer to in paragraph 5 of your memorandum, and maybe other situations you know about, may be in unalienated parts of Blocks 2 and 3, I asked Matthews to send you a map showing the location of the unalienated portions of the Blocks.

They have no assessment work committments to the Government.

They don't have gold and silver mineral rights, so if those minerals were found claims would have to be staked.

The \$1.00 rental and \$2.00 assessment stipulations they make for leases can be considered minimum royalties to them.

(FOR INTER-OFFICE USE ONLY)

To	W. M. Sirola	From P. M. Kavanagn	• • • • • • • • • • • • • • • • • • • •
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Subject	Land Grants on Vancouver Island (Canadian Pacific Oil and Gas Lim	ted Date	
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Page 2

Let me know what your views are after you receive the map I've asked Matthews to send you, and let me have a look at the map.

I'm returning herewith the map you sent, and Matthews' letter to you (we have made a copy of the letter).

PMK:dt Encls. Paul M. Kavanagh, Chief Geologist - Exploration.

KERR-ADDISON GOLD MINES LIMITED (FOR INTER-OFFICE USE ONLY) MAR 1 1963 To P. M. KAVANAGH From W. M. SIROLA Subject LAND GRANTS ON VANCOUVER ISLAND OWNED BY Date February 27th, 1963. CANADIAN PACIFIC OIL AND GAS LIMITED.

I have enclosed a letter from J. G. Matthews, Mining Geologist for the above-named company.

The Esquimalt & Nanaimo Railway Company Land Grant has been previously subdivided into 3 segments. The Northern segment has been leased to C. M. & S., CPOG hold the Centre segment and Newmont have the Southern Segment.

Because CPOG has done some photogeology and aeromagnetic work, they are expecting a rental of \$1.00 per acre, per year and minimum assessment work of \$2.00 per acre, per year.

Matthews' letter does not make clear whether or not an interested company could lease only a portion of the four areas they are offering, but it is out of the question to take on a whole area which might contain, say, 85,000 acres, for the sum of \$255,000.00 per year.

Angus tells me that Moose Manifold, who is now at Western Mines, and Joe Montgomery, who has been working on a Ph. D. at Queens this year, know of magnetite deposits in Block #2, but have not done anything about these because same were in the E. & N. Land Grant.

I would suggest that since the data may be seen in Calgary without charge or obligation, one of us should go and review the situation with Matthews. Perhaps this could be done by Angus on his return from the proposed E.M. work in the Yellowknife area. It may be that there are some interesting anomalies on which we could propose ground geophysics and diamond drilling without the onous of having to take on large blocks of ground. I notice two types of proposals are invited, one of which would include participation by CPOG.

Please convey your sentiments to me when you get an opportunity.

KI

William M. Sirola.

CANADIAN PACIFIC OIL AND GAS LIMITED OFFICE OF THE MANAGER

F. V. STONE PRESIDENT, MONTREAL

J. M. TAYLOR MANAGER MAR 1 1963 P.O. BOX 400.

CALGARY, ALBERTA February 25, 1963.

QUOTE FILE NO

W.S.R. KCG.

S. H. M. R.D.S. ° C.B. P.M.K. C 1 ...

Fnn

H.A.P

LB.S. G.P.R. E.L.D.

J.I.B. E.C.I. D.V.B.

Kerr-Addison Gold Mines Limited, #506 - 409 Granville Street, Vancouver, B. C.

Attention: Mr. Wm. M. Sirola

Dear Sirs:
On a recent visit to Vancouver, Mr. Thomas Elliott
of the British Columbia and Yukon Chamber of Mines suggested
that your company might be interested in carrying out explora-
tion work on the Esquimalt & Nanaimo Railway Company Land
Grant on Vancouver Island.

Canadian Pacific Oil and Gas Limited (CPOG) now has available for exploration permit with option to lease, approximately 350,000 acres of iron and base metal rights within the Land Grant. The particular lands involved are those, the surface of which has been alienated, lying between 49 00 and 49 20 latitude.

During the 1962 field season, this area was flown with an aerial magnetometer, and photogeology and ground geology studies were carried out. For purposes of disposing of this area, we have divided it into four blocks, as follows.

- That portion of the Land Grant bounded on the west by 12405 longitude, on the south by Block #1 -49°00' latitude, and on the northeast by the Strait of Georgia.
- That area bounded on the west by 124°25' longitude, on the north by 49°20' latitude, on the east by 124°05' longitude, and on the south by Block #2 -49000 latitude.
- That area bounded on the west by 124°45' longitude, on the north by 49°20' latitude, on the east by 124°25' longitude, and on the south by Block #3 -49°00' latitude.
- That triangular portion of the Land Grant bounded Block #4 on the southwest by the Land Grant boundary, on the north by 49°20° latitude, and on the east by 124 45' longitude.

If you are interested in carrying out exploratory and development work, we would be pleased to entertain a proposal from you on any or each one of these blocks. To assist you in evaluating the merits of the area, we will make available for your perusal in our office in Calgary, all geological and aeromagnetic information which we have obtained. If your company obtains an exploration permit, we will then supply you with all available data on the particular area concerned.

In addition to terms dealing with participation, exploration work and proposed expenditures, and royalties payable to CPOG, the following points, among others, will be covered in our exploratory permits and leases;

Exploration Permit

Term - Two to five years, depending on size of area.

Information - All exploratory data to be given to CPOG annually.

Indemnity - CPOG to be indemnified against all claims, demands, costs, suits, etc., arising out of the work performed.

Option to lease - At any time during the permit term, a lease may be obtained on any solid continuous area of the lands under permit. The application for lease must be accompanied by a survey plan acceptable to the Land Registry Office.

Roads - CPOG or nominees of CPOG shall be entitled to use, free of charge, all roads, trails, or other ways, made by the permit holder.

Trees - CPOG shall be indemnified in respect of all damages to trees on the land under permit.

Use of name - The name of CPOG cannot be used in connection with the financing or promotion of any operation on the said lands.

Surface rights - The permit holder must make his own arrangements with respect to the surface.

Taxes - All taxes attributable to the exploration, development or mining of minerals to be paid by the permit holder.

Lease Terms

Term

 Ten years, renewable as long as production taking place.

Rental

- \$1.00 per acre per year.

Minimum assessment work - \$2.00 per acre per year, or equivalent in cash.

Freight traffic - If rates and services of the Canadian Pacific Railway Company are competitive with other carriers, the lessee will agree to use its best efforts to insure that all materials be transported by the Railway Company.

Provisions for payment of taxes, supplying of information, use of roads, damage to trees, use of name, and obtaining surface rights, are the same as in the permit.

Two proposals are invited with respect to each block, one containing detailed provisions for participation by CPOG, and one without participation. In addition, both proposals should contain specific data on exploration work planned and the proposed expenditures during the permit term and royalties to be paid to CPOG.

A copy of this letter is being sent to several other mining companies which have expressed interest. We would also like to make it clear that CPOG is not obligated to accept any proposal received. Disposition of the blocks will be decided as soon as possible after March 30, 1963.

Yours very truly,

JGM: sg

J. G. Matthews Mining Geologist.

REFERENCE MEMORANDUM

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CANADIAN PACIFIC OIL AND GAS LIMITED

OFFICE OF THE MANAGER

F. V. STONE PRESIDENT, MONTREAL

J. M. TAYLOR
MANAGER

P.O. BOX 400. CALGARY, ALBERTA February 15, 1963.

QUOTE FILE NO.

Prospectors Airways Co. Ltd., Suite 1600, 44 King Street West, Toronto, Ontario.

Attention: Mr. W.S. Row

Dear Sirs:

Canadian Pacific Oil and Gas Limited (CPOG) now has available for exploration permit with option to lease, approximately 350,000 acres of iron and base metal rights within the Esquimalt & Nanaimo Railway Company Land Grant on Vancouver Island. The particular lands involved are those, the surface of which has been alienated, lying between 49 00 and 49 20 latitude.

During the 1962 field season, this area was flown with an aerial magnetometer, and photogeology and ground geology studies were carried out. For purposes of disposing of this area, we have divided it into four blocks, as follows.

- Block #1 That portion of the Land Grant bounded on the west by 124°05' longitude, on the south by 49°00' latitude, and on the northeast by the Strait of Georgia.
- Block #2 That area bounded on the west by 124°25' longitude, on the north by 49°20' latitude, on the east by 124°05' longitude, and on the south by 49°00' latitude.
- Block #3 That area bounded on the west by 124°45' longitude, on the north by 49°20' latitude, on the east by 124°25' longitude, and on the south by 49°00' latitude.
- Block #4 That triangular portion of the Land Grant bounded on the southwest by the Land Grant boundary, on the north by 49°20° latitude, and on the east by 124°45° longitude.

If you are interested in carrying out exploratory and development work, we would be pleased to entertain a proposal from you on any or each one of these blocks. To assist you in evaluating the merits of the area, we will make available for your perusal in our office in Calgary, all geological and aeromagnetic information which we have obtained. If your company obtains an exploration permit, we will then supply you with all available data on the particular area concerned.

In addition to terms dealing with participation, exploration work and proposed expenditures, and royalties payable to CPOG, the following points, among others, will be covered in our exploratory permits and leases;

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Use of name - The name of CPOG cannot be used in connection with the financing or promotion of any operation on the said lands.

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Taxes - All taxes attributable to the exploration, development or mining of minerals to be paid by the permit holder.

Lease Terms

Term

- Ten years, renewable as long as production taking place.

Rental

- \$1.00 per acre per year.

Minimum assessment work - \$2.00 per acre per year, or equivalent in cash.

Freight traffic - If rates and services of the Canadian
Pacific Railway Company are competitive
with other carriers, the lessee will agree
to use its best efforts to insure that all
materials be transported by the Railway
Company.

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A copy of this letter is being sent to several other mining companies which have expressed interest. We would also like to make it clear that CPOG is not obligated to accept any proposal received. Disposition of the blocks will be decided as soon as possible after March 30, 1963.

Yours very truly,

J. G. Matthews Mining Geologist.

JGM:sg

JAN 28 1963

KERR-ADDISON GOLD MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

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

Subject WESTERN MINES LTD., VANCOUVER ISLAND

Date January 24th, 1963. G.P.R.
EL.O.
JIR
EC.I.
D.V.R.

We learned this morning that some Toronto Consulting Engineer working for Faraday has recalculated reserves for this property and has come up with more tons of better-grade ore than that shown in the Company's Annual Report which you recently perused. Apparently, the net profit figure is now shown as \$14.00 per ton. This information, which is to be released at the Annual Meeting on Monday, may be at least in part responsible for the recent increase in the price of the stock to \$3.00 per share.

RJ.

W.S.R.

K.C.G.

G.H.M.

R.D.S.

William M. Sirola.

92/F

KERR-ADDISON GOLD MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

AUG 6 1962

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

G.H.M.

Subject WESTERN MINES LIMITED, BUTTLE LAKE, Date August 3rd, 1962.

VANCOUVER ISLAND

O. M. KAVANAGH

G.H.M.

G.H.M.

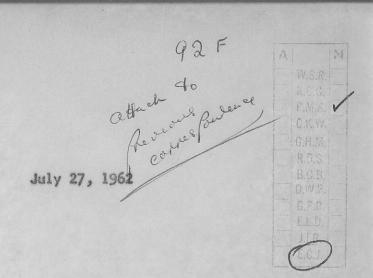
G.P.R.

ELD.

I thought you might be interested in the current disclosure in the attached 'George Cross News Letter' where the management of Western Mines is now implying that they have found mineralization at a vertical range of 850'. They also mention that the deposit is open at both ends, as well as that depth.

Ka

f. William M. Sirola.



Mr. J. A. C. Ross, Western Mines Limited, 850 West Hastings Street, Vancouver 1, 8. C.

Western Mines Roperty, Butth Lake, Van As. B.C.

Dear Jack:

On behalf of our company, I want to thank you for the visit to your Buttle Lake property which you made possible for Bill Sirola and myself. I wish that you would convey our thanks to Ozzie Dundas and particularly to Al Lonergan for the assistance which they gave us.

We appreciated the opportunity we had to talk at length with you on Sunday evening, and regret that we were unable to do so again upon our return from the property. As it was we arrived at the Nanaimo ferry landing just at 8 o'clock.

Kindest regards,

Yours sincerely,

Paul M. Kavanagh

Mull

Chief Geologist - Exploration

PMK: ry

Copy to Sirola

MAR 2 1 1962

riturned & Sirila. (FOR INTER-OFFICE USE ONLY)

92/F.

To P. M. KAVANAGH From W. M. SIROLA B.A.S.

Subject WESTERN MINES LIMITED, VANCOUVER ISLAND, 92-F Date March 16th, 1962.

Please find enclosed a series of George Cross

News Letters which will serve to bring you up-to-date on
the Western Mines situation.

Conceivably, this picture deserves watching even at this stage of the game since they appear to be improving the ore reserves at a considerable pace.

William M. Sirola.

Encs. WMS:rl

(FOR INTER-OFFICE USE ONLY)

To W. M. Sirola From P. M. Kavanagh Subject Mount Washington Copper Mines, Vancouver Island Date December 10, 1962

With reference to your December 4th memorandum re Mount Washington, Archie Bell told me after his return from his last trip to Vancouver that he and other Noranda personnel had satisfied themselves that they had done some work in the close vicinity of the road breccia zone when they had the property under option.

particularly when some bidders are apparently willing to commit \$175,000 firmly.

PMK:ry

Paul M. Kavanagh

Chief Geologist - Exploration

DEC 6 1962

(FOR INTER-OFFICE USE ONLY)

To	P. M. KAVANAGH	From	W. M. SIROL	.А			G.H.J.
							R.O.
Subject	MOUNT WASHINGTON COPPER MIN	ES,	Date	December	4th,	1962.	10.W.
	VANCOUVER ISLAND,						G.P.
	92-F						

Since I had not heard that Mount Washington had made a deal with any mining company, I telephoned Tom McKay this morning. He advised that he was carrying on discussions with two mining firms, both of which presumably had made some sort of offer. McKay implied that one of these offers was a firm commitment to purchase 100,000 shares of Mount Washington at \$1.75 per share. He further implied that the entire \$175,000.00 was earmarked for exploration.

While I would be keenly interested on working on this property, I do not see the wisdom for committing that sort of money for the right to carry out further exploration. I am not at all convinced that the 600,000-1,000,000 tons of 1.5% Cu constitute an ore reserve, nor do I feel that a mill is justified on this type of tonnage and grade.

I would cheerfully recommend an expenditure of up to \$40,000.00 or \$50,000.00 on this property, but certainly not \$175,000.00. I would like to hear your own sentiments on the matter.

If you were still interested, I would suggest that we make them an offer whereby money is put up in two stages of perhaps \$50,000.00 each, with only the first \$50,000.00 being a firm commitment.

R.L

per William M. Sirola.

Cettach to freceous corresp. 92 F. Re Mt. Washington Mines Copper Property Courtenay Brea, Vancouver Island, B.C. (92-F) - notes from conversations with Stan McClay, the local manager. - where new road crosses Nurex Ct is about 2500' slope destance up Murex Ch from when Noranda worked (500-600 higher) - road crosses Murex Ch between 3300 & 3400' Elevation - mill site is 2900' El. W.S.R. " at new road breeze your at Novanda's Mures Ch zone 4300 K.C.G. P.M.K. 3300 C.K.W. R.D.S. 2500 B.C.B. D.W.P. G.P.R. - new road is represent from road 62 A. E.L.D. J.I.B. - new road crosses Mc Kay Creek about I will above Murex Cent. - 3 miles horiz distance between upper one & road breeze - 17/2 sq. mile property - upper one is 500,000 tous of 2% - Mc Kay wanting to divide property at 3500'ET. level.

KERR-ADDISON	GOLD	MINES	LIMITED
	2		

W.S.R.
K.C.G.
P.M.K.
C.K.W.
G.H.M.
R.D.S.
B.C.B.
D.W.P.
G.P.R.
E.L.D.
J.B.
E.C.J.

MEMORANDUM:

To: Mr. W. S. Row

From: C. K. Wilton

Mount Washington Copper on Vancouver Island

The following was reported by Dr. Kavanagh.

Noranda had the property, did considerable work, considered it not good enough and made a deal with the vendors which provided for Noranda retaining an interest which could be bought back later by the owners.

Recently a large new mineralized breccia zone containing copper has been found.

Brynelson considers it would be difficult for Noranda to re-enter the situation and has introduced Paul and Sirola to the principals. They propose to visit the property on Thursday, October 11th.

Dr. Kavanagh reports also that CM&S and Rio Tinto are very actively interested in a deal because of the new developments, so he considers that Kerr-Addison should at least examine the situation.

C. K. Wilton

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CKW:ry