

CORPORATION FALCONBRIDGE COPPER

824602

DATE: November 16, 1983

À
TO: M. J. KnuckeyCOPIES À
COPIES TO:DE
FROM: D. H. Watkins, A. J. DavidsonSUJET
SUBJECT: Sequence of Events Leading to Acquisition of the Rea Gold Property

-
- June: DW, AJD carried out a field reconnaissance program in southern B. C. and identified the Adams Barriere area as top priority. A more detailed compilation and review was initiated in July, with groundwork laid for an autumn recon. program.
- September: field crews were organized for the recon. program and mobilized in early October.
- October 25: rumours of a Au discovery in the main recon. area of interest.
- October 27: AJD went to Kamloops for a scheduled visit to review progress of the recon. program and with instructions to stake claims in our area of interest where JJW reported alteration and QFP volcanics. The purpose of staking was to protect our ground position in the event of any staking resulting from the discovery rumour.
- October 28: Rea press release picked up by George Cross newsletter. DW consulted with AJD and asked to increase the pace of our staking. AJD did so and returned to Vancouver.
- October 30: JJW saw the Rea prospect and reported immediately to AJD. AJD consulted with DW and it was decided to cancel AJD's planned trip to Reno and go to Kamloops instead.
- October 31: AJD to Kamloops to oversee staking and to visit the prospect. DW talked to L. Reaugh and obtained his approval for AJD to visit the prospect.
- November 1: AJD saw and sampled the prospect.
- November 2: AJD phoned DW who talked to MJK to bring him into the picture and to ask him to standby. AJD samples to lab and to MJK.

November 3: DW cut short Reno trip and returned to Vcr when
AJD reported his sample results and said "do we
want a mine?" AJD arranged meeting with Rea for
next morning.

November 4: 7:00AM DW consultation with MJK re general bargaining
guidelines.
9:30AM DW and AJD met with Larry Reaugh to work
out a proposal
1:00PM DW gave a handwritten outline of terms
to Rea that they agreed to consider and
would reply to "in a couple of hours".
DW and AJD retired to the Engineers Club
(not having an office within 3/4 of an hour
driving distance of downtown).
DW contacted a lawyer to standby and updated
MJK,
and waited...

3:45PM Rea phoned DW and said "bring your lawyer,
we have a deal".
and the rest is mining history!

