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KERR ADDISON MINES LIMITED  
405 - 1112 WEST PENDER STREET  
VANCOUVER 1. B.C.

COPY

February 5, 1970.

J.H.S.  
P.M.K. ✓  
G.M.H.  
R.D.S.  
B.C.B.  
I.D.B.  
M.D.R.  
J.H.F.

Mr. John Godfrey,  
Managing Director,  
Trans Columbia Explorations Ltd.,  
#211 - 717 West Pender Street,  
Vancouver 1, B.C.

Dear Mr. Godfrey:

I spoke with Dr. Kavanagh again this morning regarding the possibility of optioning the Trans Columbia claims in the Yukon Territory and he felt that he would be better informed and that we could discuss the whole situation with you more intelligently if you could wait until he arrived here on the 15th of this month. We would then have a skirmish with the material in my office on the morning of the 16th and be prepared to meet with you that same day.

If this meets with your approval, would you kindly give me a call when you have an opportunity.

Yours sincerely,



W. M. Sirola.

WMS/1k

cc/ Dr. P. M. Kavanagh

ECJ

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JMS
PMK
GMH
RDS
B.C.B.
LDG
MDR
JHF
E.C.J.

To P. M. Kavanagh From W. M. Sirola  
Subject Trans Columbia - Colvan Properties, Date Jan. 23/70  
Casino Area, Y.T. - (115-J/10)

I have talked with Mr. Ed Papenfus, President of Colvan, with Dr. W. Newman, and Mr. John Godfrey who are connected with a company called Trans Columbia.

My brief discussion with Dr. Newman was such that even if he owned Utah Copper, I, as an individual, would not discuss it with him. Mr. Godfrey however, is a much more personable and reasonable type of individual. Newman professes to know both you and W. S. Row# and gave me the impression that he should really not have been talking with me at all. Be that as it may, the enclosed aeromagnetic map indicates the position of the Trans Columbia ground and the location of that particular block of claims which is owned jointly by Colvan and Trans Columbia.

Since nothing is known about the geology of the Trans Columbia ground, it must be admitted that the potential merit of these claims lies in large part in their proximity to the Casino property. It should also be considered that the drilling on the Casino ground is in an area of a magnetic low and that the Trans Columbia ground occurs in part in magnetic lows.

Trans Columbia will not state the type of deal they are seeking and we would therefore have to make a proposal to them if we were interested in optioning this ground. I would be interested in optioning these properties which consist of a total of 283 claims on a basis whereby we agree to a certain work commitment and whereby the proceeds of any production be divided on, say, a 70 - 30 basis. It is conceivable that Trans Columbia might also be thinking in terms of being reimbursed for the cost of acquisition of the ground.

These properties would be amenable to geochemical and I.P. surveys and, of course, to geologic mapping. My original thought was to consider optioning that block of ground which is owned jointly by Trans Columbia and Colvan, but the Trans Columbia people do not wish to option their ground piece-meal. If we entered into this situation therefore, a proper investigation of the ground would

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To \_\_\_\_\_ From \_\_\_\_\_

Subject \_\_\_\_\_ Date \_\_\_\_\_

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require a considerable effort on our part or it would have to be contracted to some geophysical organization. The only way we could cope with this situation would be to abandon for this year, the idea of a primary project and the validity of this approach would have to be a function of the merits of the Casino property. At the moment, the grade of this deposit appears to be marginal but the history of these deposits in British Columbia at least has been that most of them will become important producers. We would, in my opinion, be remiss to assume a negative approach.

When you have had an opportunity to mull this over, please let me know what your thoughts are so that we can come to some decision.



W. M. Sirola.

WMS/lk  
Encl.