

INTER-OFFICE CORRESPONDENCE

[Handwritten signature]

FROM S. Leaming
TO E.O. Chisholm

005819

DATE Aug. 7, 1956
SUBJECT Kulan- Rust Group

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Attached assay certificate shows result of one sample submitted by Kulan from old Rust group location not exactly known.

Recent information from Kulan suggests he his finding something of more interest here.

A	<i>LOUSA</i>	<input checked="" type="checkbox"/>
	G.C.A.	
	G.E.	
	E.O.C.	<input checked="" type="checkbox"/>
	R.D.S.	
	J.I.K.	
	E.L.D.	
	<i>RWB</i>	

K1

<i>Gr</i>	<i>Tr</i>
<i>Ag</i>	<i>6.92 g</i>
<i>Pb</i>	<i>1.7</i>
<i>Zn</i>	<i>0.85</i>

[Signature]

Mine GAL - Group
Kulan
 Date AUG-6/56
 Hole No. surface
 Sample - grab - K-1
old "Rust" claim

From _____
 To _____
 Sample Length grab
 Remarks Mineralized
diorite with
Pb, Zn.

Assay for Pb, Zn, Ag, Au.

NORTHERN MINER PRESS - FORM 503
 Signed *[Signature]*



INSTRUCTIONS FOR USE OF THIS FORM

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1053

Vangorda Creek,
August, 7th, 1956.

Mr. E.O. Chisholm,
Prospectors Airways Co., Ltd.,
44 King St. W.,
Toronto, Ontario.

Mr. S. Leaming,
Prospectors Airways,
Whitehorse, Y.T.

y 4/16

Dear Stan:

Examination of the Rust zone (Rose Creek area) by A.Kulan has indicated a substantial Geo-chemical anomaly which has been supported by a number of samples of float, all samples contain visible Galena, Sphalerite and Chalcopyrite. These were located some 1000ft from the Gossan zone or catch basin located two seasons ago by the same party.

A magnetometer survey on the Rust group of claims consisted of 6 lines so placed to cross the gossan zone, no indication of a substantial anomaly was noted. This however covered only a small part of the area staked. In view of the new findings on this group it is recommended that a complete magnetometer survey be conducted on these claims. This could be followed by a E.M. survey. The equipment for this survey is already on the property and the survey could be started immediately. It is suggested that we run the magnetics at 200ft intervals and the E.M. at 400ft intervals, if any area needed closer investigation then appropriate fill in lines could be run. Estimation of milage on this group - for magnetometer, 30miles and for E.M. 15. giving a total of 45miles of work.

Several outcrops have been located near the interesting areas and it is recommended that when the pack-sack diamond drill is free from the work at Little Salmon that it be moved to this area.

Regards,

D.R.S. Doal

D.R.S. Doal.

Y. H/16

105 J

INTER-OFFICE CORRESPONDENCE

FROM ~~H. Jacka~~ S. Leaming

DATE October 2, 1956

TO H. Jacka

SUBJECT Rust claims etc.

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Re: your telegram on old Rust claims and those staked fifty miles north of the Belly river, enclosed is all the pertinent data that we have here.

The former Rust claims are now covered by the Gal group. Copies of the geochemical maps of the discovery areas have been sent to Toronto previously.

The Gal claims have been processed by the Mining Recorder and records, receipts are enclosed.

The Jake claims are being processed and can be expected around the middle of the month. The group sketch is enclosed.

Stem

(TO BE COMPLETED IN TRIPLICATE)

INTER-OFFICE CORRESPONDENCE

INTER-OFFICE CORRESPONDENCE

105J

FROM E. C. Jacka

DATE March 15th, 1957

TO Ivor A. Mast

SUBJECT Gal Group of Claims
Rose Creek Pelly River

Dear Ivor:

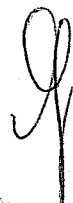
It is noted that a Geochemical Survey was performed on the Gal Group of Claims on August 3rd, 1956. This survey was carried out by J. Paxton.

We wish to locate the claims in the group upon which this survey was carried out.

Please will you check up on your Yukon files for this required information which is urgently required.

We are in possession of a Plan of the claim group and also its location with reference to Rose Creek, but unfortunately none of this information has been placed on the Geochemical Survey Plan.

Yours very truly,



ECJ:MM

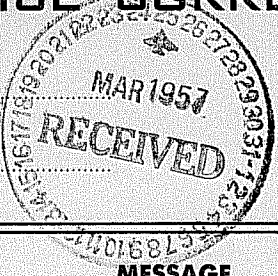
E. C. Jacka.

A		N
✓	W.S.R.	
✓	E.C.C.	✓
✓	R.D.S.	✓
✓	E.C.J.	✓
✓	K.A.B.	✓
✓	I.K.	✓
	E.L.D.	
	E.G.A.	

INTER-OFFICE CORRESPONDENCE

FROM Whitehorse Office

TO E C Jacka



DATE March 20th 1957

SUBJECT Gal Group

A		N
	W.S.R.	
	E.O.C.	
	R.D.S.	
	E.C.I.	
	R.W.B.	
	J.I.K.	
	E.L.B.	
	E.G.A.	

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

- Attached is a Claim Group Map on which I have indicated the area covered by the Geochemical Survey, as requested.
- There was nothing in the office file to indicate this information so I took copies of the two maps to Kulan and he was able to locate the area easily.
- Also enclosed is a memo by J Paxton which Kulan had. There was no copy in my file. I do not know whether or not this had previously been submitted. I would like a copy for my file or the return of original if of no importance to the Toronto Office. You will note therein some comments on the condition of the horses which might well indicate that they were in a weakened condition through ~~st~~ starvation, and also would make us think the situation over several times before sending horses into that area so early in the season.
- On page three, second para., Mr Paxton says the prospecting ended on Sept 6th. which in a sense is true. He left the party about that time to return to Whitehorse and thence to Edmonton on Sept.12th. Willison, Sommer and packers with horses arrived back at Carmacks on Sept 24th. Kulan was with the party only till August 29th and did not go out again. We were finally able to return the horses to Nolan on Sept.30th.

Regards,

Ivor A Mast
Ivor A Mast.

Page 3, 3rd line - There is nothing in the "Jake" file to indicate that any Geo-Chem survey was made.

Ivor

INTER-OFFICE CORRESPONDENCE

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V.S. Papezik, Dept. of Geology,
University of B.C.; Vancouver.

April 23rd, 1957.

A	N
W.S.R.	<input checked="" type="checkbox"/>
✓ E.O.C.	<input type="checkbox"/>
✓ R.D.S.	<input checked="" type="checkbox"/>
E.C.I.	<input type="checkbox"/>
R.W.B.	<input type="checkbox"/>
✓ J.I.K.	<input checked="" type="checkbox"/>
E.L.D.	<input type="checkbox"/>
E.G.A.	<input type="checkbox"/>

Mr. E.O. Chisholm,
Prospectors Airways,
Toronto.

Dear Ted,

Sorry it took me so long to write; I'm still rather busy trying to pass some quite annoying exams.

1. The job. Rod McRae gave me some maps pertaining to the Jake and Gal groups. I notice that J.Paxton has already done some close quantitative geochemical survey on the Gal group. I assume that this was done only around a showing and that you will want us to do the whole group systematically, in connection with geological mapping and geophysics, roughly the same job we did on Vangorda in 1954. Is that correct ?

2. The method. I don't know enough about geochemistry to discuss the relative merits of various methods. However, have read up on the Bloom method in the Econ.Geol. and understand that it differs from the Waeren-Delavault mainly in using citrate instead of acetate for Solution A, which to me is a minor point. If you consider the Bloom method suitable, I will gladly use it. This of course will be only semi-quantitative and not as good as Paxton's coverage last year.

I am not quite sure what type of coverage you will expect. Rod thinks that the 500' sampling intervals we used on Vangorda are not good enough and that we should make them smaller; so I assume 250' intervals. Since the claims are probably not surveyed, we shall again have to use claim-lines for base-lines, and make traverses from there. I suggest pace-and-compass, unless you need a detailed and accurate map, in which case we would have to use ~~xxx~~ tape and tripod. The pacing method is of course less exact but twice as fast. I propose to traverse and sample for a few days at a time, and then test the whole batch in base-camp. Thus we can use the odd rainy day for testing instead of losing it or sloshing away in the mud. If we find an anomaly, we can always go back and re-survey the area more closely.

If you are satisfied with the pace and compass method, could you get us a couple of hand-counters? (The watch-like thing that one clicks like a stop-watch). The eternal mumbling of "...sixty three, sixty four, sixty five..." is apt to get on a man's nerves after the first two months. I'm not quite sure how much geophysical surveying we shall have to do. If you want us to cover the whole group(s), then obviously we can use the geophysical lines and pickets for the geochem as well.

3. Supplies. The quantity of reagents will of course depend on the number of samples we shall be expected to take. But I think that a total of 5 liters of dithizone solution should be enough for the summer (3000-4000 samples?) If so, we shall need:

- Dithizone 15 vials, 0.01g each.
- Xylene ~~5~~ 5 liters
- Solution A 25 liters
- Polymethylene bottles 2-3

You mention that we have three kits and sampling rods, so I shan't worry about it. Is it possible to get Solution A ready-made, instead of cooking it up ourselves?

These are just a few ideas and proposals. Any improvements and suggestions that you will probably have will be most welcome.

Glad to work with you again, Ted, and hope we shall have an interesting and profitable summer.

Sincerely yours

V.S. Papezik

V.S. Papezik

INTER-OFFICE CORRESPONDENCE

FROM Rod Macrae

DATE May 1st, 1957

TO Ivor Magé

Copy Alex Pearson, Toronto

SUBJECT Various

MESSAGE (TO BE COMPLETED IN TRIPLICATE)

Dear Ivor:

Covering our telephone conversation of last evening, I understand that snow conditions in the Vangorda ck area are four feet in the bush and two feet on the runway. I understand you estimate, the runway there would be servicable til approx May 21st. I understand you now have a two-man crew on Vangorda moving equipment down to the Pelly and that they will be on this job until approx the twenty-fourth of this month.

I gather from your April 25th letter that the last date we can expect to get prospecting and developing crews into the bush before ice goes in the lakes is approx May twenty-first.

Spoke to Ted regarding moving the crews in before ice goes out and he said that PA had not done this before and that the snow conditions in the bush should determine whether we move the crews in before the ice goes out. Will you therefore, get as much much information on snow levels as possible and keep me advised.

We did not discuss the condition of the Canal road. When do you figure we can move the cat and truck over this road with the Boyles equipment?

Regarding Dube; since I have offered him a job, give him five days from yesterday to answer your letter and if he does not show, let me know.

The development crew for the work on the 'al and the 'ake groups plus any other work as a result of finds this summer is now complete, except for the cook, who will, I understand be secured by you. They are as follows:

- Slie Papesik, geo-chemist, and Party- chief
- Doug Lockie, geologist
- Penakie & Bridgeman, Mag and EM team
- Lorne Callison, pack-pack driller.
- Cook, to be secured Whitehorse

(Note: Charest, who could be available, who is in Toronto or vicinity will not now be required, Alex)

For Prospectin, the two teams will be headed by Willison for the Pelly area and Lofty Aird for the Cassiar area. Ted tells me Conwest have a second asbestos find of possibly better grade in this area. Locally, I find that Asbestos corp will have two helicopters working in the Cassiar area regarding a small hole at White Pass. If the rent is in the vicinity of \$ 50.00 per month as you estimate, pick it up, if possible for the season with provision for storage space fro next winter. If it is considerably higher than that figure use your own discretion

INTER-OFFICE CORRESPONDENCE

FROM

DATE

TO

SUBJECT

..2..

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

I understand tenting for the crews is not inservicable condition. Jones Tent & Awning have good stocks here, I find. Let me know what you figure will be required, bearing in mind that the prospecting teams will be back-packing, for at least part of the season, whereas the six man combat team will be more stationary. Personally, I think a 7'X9'-2 1/2'-0 inch wall silk tent for each of the prospecting teams will be sufficient (complete with oversize silk fly, and three 9' X 12' X 3'-0 in walls complete with flys will be ok for the development team.

Let me know what you think.

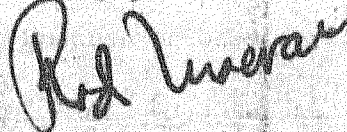
Attached is a memo re Lawson. He was due here last wed) week ago; Noranda say he hasn' shown. I f he shows up in the next few days will probably examine his Pemberton B.C. copper claims

I understand you will make arrangements for a pack train out of Ross post, to supply the two groups working east of the Kelly. Make some inquiries re a small aircraft that I understand may be based at Ross River post for servicing the GSC party that will be working in the area. Last January Wheeler told me it might be arranged, leased to the GSC and might be available for supply trips for us.

Figure on me at White horse by the fifteenth, the crews to follow within the next six days.

Encl; Memo and map.

Regards,



(TO BE COMPLETED IN TRIPLICATE)

gshj

TO

DATE

FROM

SUBJECT

INTER-OFFICE CORRESPONDENCE

INTER-OFFICE CORRESPONDENCE

Gal
FROM..... Rod Macrae

DATE July 17th, 1957

TO..... Ted Chisholm

SUBJECT Report weekending Jul. 13th

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Gal Group. The development team headed by V. Papezik was visited this week. E.O.C. accompanied the first flight into Jackknife Lake where we contacted Doug Lockie. The following day we made a food-mail airdrop to the Gal camp and the Thursday of that week I walked in from Jackknife L.

By the weekend this team are within six days of completing development work on the Gal group. Soil-sampling is completed less maps: mag survey is completed on all but eight claims: preliminary maps are drafted: E.M. Survey is started and will be completed by end third week in July. Drilling with the pack-sack has failed to penetrate the overburden in four holes and struck bed-rock in one. The deepest hole-39 feet failed to reach bed-rock.

Results of development: Soil sampling will not show any high anomalies and generally failed to check the readings obtained in 1956 svy. Average base metal content is 75 to 125 ppm and this reading is general over the area tested except on the single gossan showing. There are a few readings up to 300 ppm. Mag work has produced a minor anomaly over the gossan, a high over a dike (which has been checked by examination of bed-rock and accounted for) and one other minor anomaly. Structure and rock types have been worked out very broadly and roughly since few outcrops are available outside the granite on the four eastern claims. Geol. mapping is completed this weekend. The float of lead zinc was not located by the development team. Work has been hampered by lack of communications and excessively wet weather.

Crew will commence moving out to Vangorda third week using horses to pack gear and back-packing instruments.

Programming next job: The development crew will be split for next three weeks. The Vangorda boundary recce E.M. job will be started as soon as the crew return Vangorda. The mapping and soil sampling and line cutting on the Jake group will be started about the same time.

Dawson area prospecting: No report from Aird this week. He is enroute Australia Mtn as far as known here.

(TO BE COMPLETED IN TRIPLICATE)

Pelly Prospecting: Willison has prospected the Pelly from Rose Ck to the mouth of Hodder Ck. He has to date located some molybdenum in granite that is not interesting, unless assays show associated minerals. Samples were forwarded to Whse. for assay.

Vangorda crew: All the Boyles equipment is now at the Pelly ready for movement to Whse. Both dozers have been u/s for periods. The D-4 is out of use until a thorough overhaul of

INTER-OFFICE CORRESPONDENCE

Extract Rod Macrae's letter July 23, 1957

Gal Group Development: Work on this group is nearing completion and equipment is being moved to Vangorda. The assessment of this property will, of necessity, have to be done on the basis of geology, geo-chemistry, and geo-physical data since we have been unable to get thru the overburden with the pack-sack drill.

Bill.

1053

6 12/56

1055

From the work done on the
Sal group to date it is apparent
that nothing of importance
underlies the ground. The
claims are due for work Aug. 10th
and will be allowed to lapse

EEC

INTER-OFFICE CORRESPONDENCE

10/5/5

FROM.....

DATE.....

TO.....

SUBJECT.....

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

...2..

Prospecting

Airds team have completed the prospecting of Australia Mtn -Ogalvie Sheet area. They reported they prospected the two serpentine bands on the East and South East slopes of Australia Mtn without finding asbestos or other mineral. This team now moves with horse pack to the area. Tombstone Mtn-head of Eagle Ck area.

Willison prospecting has been suspended for ten days while he assisted in raft construction and in escorting raft to Pelly Crossing. He has ten days more work in Hodder Ck Earn Ck area. He will move then to Smim Lake area for balance season.

General:

Tape recorder tapes arrived. Maps requested for Airds team by wire to Macka. Newmont have completed two holes on Wasson Lake property. Second hole intersected 40 feet mineralized zone in main mineralized zone at some 700 feet in the drill hole. BYX have pulled their crew from the Tetza River Seagull Lake prospect. This company, which is financed jointly by BYN, Moneta Porcupine, Highland Bell, are reported to have optioned a six claim group on Gambler Gulch from Dr A.C. Duncan. Claims are east of the Sadie Ladue operation conducted by Wernecke in early days of the Mayo development. Conwest are stated to have sold to Cassiar Asbestos, the claims in the Clinton Ck area. The development is now assumed by Cassiar. First plan is to construct a development from the vicinity of Liberty on the Alaska side of the border. John Cormie proposed option the Maynard Fuhr claims adjoining the Conwest claims. Deal collapsed. Have written Fuhr asking for date examination and outline of claims.


Rod Macrae

(TO BE COMPLETED IN TRIPLICATE)

copy

TO

DATE

FROM

SUBJECT

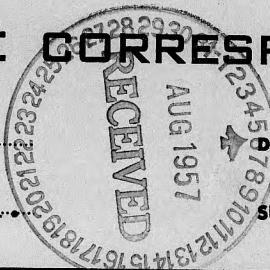
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1055

INTER-OFFICE CORRESPONDENCE

FROM: Rod Macrae



DATE: Aug. 1st, 1957

TO: E. O. Chisholm, Chief Geol.

SUBJECT: Gal Group

A	N
	✓
W.S.R.	
R.I.B.	
✓ E.O.C.	✓
✓ H.A.P.	✓
✓ R.D.S.	
B.C.B.	
G.P.R.	
E.L.D.	
J.I.K.	
E.C.J.	

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Ted:

This refers to your wire dated July 31st and the attached report by Slim Papezik on the work done by his team on the Gal group. *Report being typed by [Signature]*

Under separate cover, am sending you today the field copies of the following mapss: Claim boundary and geology on the claims: geochemical survey map: Magnetometer survey map: E.M. Survey map: all three hundred scale. In addition, there are three traces of preliminary field maps enclosed with the Kodatrace drawings.

In summary the field work results are as follows: Claims are full size and well located. The sequence of rocks exposed from North East to South West across the group of claims is as follows: granitic rocks and their gneissic phases intruding limy and siliceous sediments, and basic intrusive rocks on the S.W side of the group. Rock outcrops were few and Slim feels this is a very rough outline of the geology. The prevailing strike of the formations is westerly to north-westerly.

No sulphide mineralization was found either as float or in place. This does not confirm the stakers information that they found float up-hill from the single gossan outcrop.

The gossan was sampled and sent out for assay. A grab sample from a rusty quartz vein was sampled and sent out for assay.

Two small geo-chemical anomolies were found, but the survey did not check Paxtons several anomolies.

The magnetic survey was inconclusive. No definite anomolies were secured. Magnetic highs coincided with geo-chemical highs in two cases.

The E. M. survey gave similiar results, i.e, co-incidence of change of phase at the same locations where other surveys suggested mineralization. Both the Mag. survey and the E.M. survey weredifficult to assess because of the failure to penetrate the overburden with the pack-sack drill.

Four drill-holes were attempted: one reached and penetrated 10 feet of barren ground. The other three were stopped by excessive depth of over-burden.

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INTER-OFFICE CORRESPONDENCE

FROM

DATE

TO

SUBJECT

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

...2...

The writer agrees with the conclusions stated by V. Papezik that it is unlikely, these claims cover a base metal deposit of sufficient size to justify further development.

Encl: V. Papezik report

Yours very truly,

Roderick Macrae
Roderick Macrae

(TO BE COMPLETED IN TRIPLICATE)

gob/jk

10

200388

FROM

DATE

INTER-OFFICE CORRESPONDENCE INSTRUCTIONS FOR USE OF THIS FORM

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1053

INTER-OFFICE CORRESPONDENCE

FROM..... E. O. Chisholm.....

DATE..... August 14th, 1957.....

TO..... R. Macrae.....

SUBJECT.....

A	W.S.R.	<input checked="" type="checkbox"/>
	R.J.B.	<input type="checkbox"/>
	E.O.C.	<input checked="" type="checkbox"/>
	H.A.P.	<input checked="" type="checkbox"/>
	R.D.S.	<input type="checkbox"/>
	E.G.B.	<input type="checkbox"/>
	G.P.R.	<input type="checkbox"/>
	E.L.D.	<input type="checkbox"/>
	J.I.K.	<input type="checkbox"/>
	E.C.J.	<input checked="" type="checkbox"/>

W.R.

MESSAGE

(TO BE COMPLETED IN TRIPLICATE)

Dear Rod:

We are in receipt of your letter dated August 1st, 1957, together with Slim Papezik's report on the Gal group of claims.

From the report submitted, and your observations thereon, it is noted that it is extremely "unlikely that these groups of claims cover a base metal deposit of sufficient size to justify further development."

Consequently, we deem it advisable that these claims be dropped forthwith. Hence it is not necessary to file any work done nor to keep them in good standing for a further year.

Yours very truly,

E.O.C.
E. O. Chisholm,
Chief geologist.

EOG/ss

(TO BE COMPLETED IN TRIPLICATE)

5041A

TO..... PROJECT.....
BY..... DATE.....

INTER-OFFICE CORRESPONDENCE

INTER-OFFICE CORRESPONDENCE

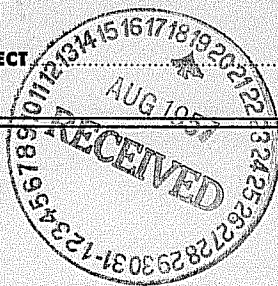
FROM Ivor A. Mast

DATE August 15th. 1957

TO E C Jacka

SUBJECT

A	N
	W.S.R.
	R.J.B.
✓	E.Q.C.
✓	H.A.P.
✓	R.D.S.
	B.C.B.
	G.P.R.
	E.L.D.
	J.I.K.
	<u>E.C.J.</u>



Reply
(TO BE COMPLETED IN DUPLICATE)

Dear Mr Jacka-

Nothing has been done at this office regarding filing of assessment work on the Gal Group of claims. All reports and maps have been forwarded to the Toronto Office and we have nothing on which to base any claim for work done, other than wages and supplies, originals of which have also gone forward to Toronto.

There are no facilities in Whitehorse for the printing of maps now. Yukon Engineering's printing machine has been broken down for some weeks.

It would be possible to submit work for assessment purposes from here, only if it were work of a physical nature such as straight drilling or trenching for which a schedule is laid down.

Yours very truly,

Ivor A. Mast
Ivor A. Mast.

(TO BE COMPLETED IN DUPLICATE)

WR32VCE

INTER-OFFICE CORRESPONDENCE

INTER-OFFICE CORRESPONDENCE
NORANDA EXPLORATION, INC.

A. Lowrie
Phoned Bob Miller

June 29/76

W.D.

P.A.
Rose Creek
avec

June 23, 1976

(DATE)

TO: J. J. Antony, H. Brehaut, D. Lowrie (Kerr-Addison),
R. J. M. Miller, W. D. Payne
FROM: G. G. Snow
SUBJECT: Visit with Louis Aprea, UV Industries, Salt Lake
City

Blue file
105K/6

On June 22 Bob Neel and I met with Louis Aprea, Group Senior Vice President for Natural Resources for UV Industries. Mr. Aprea was installed in Salt Lake City in his present capacity in March 1976 and represents decision-making capacity close to the scene of natural resource activity. The purpose of our visit was to discuss terms for the Princess-Last Chance property in the Central Mining District of New Mexico, but as I will describe, the conversations reached considerably further afield.

Mr. Aprea would like UV to take on a partner or lessee for all of their lead/zinc properties so that UV will not be concerned with the problems of finding a smelting home for concentrate. I know he has been talking to Cominco and he made an overture to Noranda as follows.

Aprea would like Noranda to take a lease, not only on the Princess-Last Chance property in New Mexico but also on the Princess and Hanover mines. He would also like to make some kind of an arrangement so that production from those two mines, as well as any ore we might find on the Princess-Last Chance property, could be run through the Hanover mill.

As a separate deal but within the general scope of lead/zinc consideration he would like to have Noranda submit a proposal for bringing the U.S. Lark mine into production, and if the proposal is acceptable, some kind of proposal could be made to utilize the Midvale mill for treating ore from Lark.

UV Industries controls approximately 45% of a group, which Aprea referred to as Pelly River Mines; the balance is held by Canadian Occidental. Pelly River Mines, in turn, owns approximately 28% of Rose Creek-Van Gorda, whose assets are claims situated between the Cyprus Anvil property and Kerr-Addison's holdings, as well as surrounding the Kerr-Addison properties, in the Anvil District of the Yukon. Mr. Aprea says that were UV and Noranda to be successful in concluding arrangements for the New Mexico lead/zinc properties and the Lark mine, he would make room for Kerr-Addison

MM HANDBOOK STATES:

ROSE CREEK - VAN GORDA	OWNS	2/7	(28.5%)	OF PELLY
CYPRUS ANVIL	"	5/7		OF PELLY

INFERENCE IS THAT UV OWNS 45% OF ROSE CREEK - VAN GORDA

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in the Pelly River Mines group so at the very least Kerr-Addison would have access to exploration data generated on those claims, and should a discovery be made, a piece of that.

I am impressed with Mr. Aprea. I think his plan to get in bed with a company which has smelter capacity is a good one. His preference in types of deals seems to be clean leases, which I think we should make every effort to obtain. I have asked John Antony to evaluate Mr. Aprea's proposal for a gross metal value lease on the New Mexico properties and have asked him to coordinate a task force to visit Salt Lake City and examine the Lark properties and Midvale mill so that a suitable proposal can be made. Additional memoranda will be issued on that subject.

GGs: jr