

Pelly River

105K/3 + 6

006560

COPY

D. A. Lowrie

W. M. Sirola

U-V Industries Interest in Vangorda Area

2nd June 1976

I telephoned Mr. M. Elias in Salt Lake City yesterday, and he came up with the following information.

U-V Industries owns, in the form of shares, 26-27% of a small company called Rose Creek Vangorda which in turn owns 28% of Pelly River Mines. In other words, U-V Industries then owns 26.5% of 28%, or 7.45% of Pelly River.

Pelly River owns three claim blocks in the Vangorda area as follows:

1. N.W. of Grum Joint Venture.
2. East of Vangorda Mines.
3. South of Kerr claims at Shrimp Lake.

By virtue of work performed, Anvil now controls 60% of the Pelly River Mines, and Cyprus 8%.

Frank Walthall who at one time was manager for U.S. Smelting and Refining (now U-V Industries) presented this situation to us in 1974 after considerable work had been done on the Grum deposit. Our indications were then, and remain now, such that we declined Mr. Walthall's offer.

Anvil Mining Corporation has done some drilling on the Pelly River Mines near the Grum boundary and encountered only narrow intersections of lead zinc sulphides.

I concede that the block of claims which Pelly River Mines owns to the South East of Shrimp Lake is attractive from an exploration standpoint, but the meagre ownership of U-V Industries is such that it would hardly be worth our while to become involved even in U-V Industries were prepared to sell their interest. Mr. Elias did not indicate that this was the case and in fact said that he preferred, personally, to work on the ground. In any case, he is coming to Vancouver on June 8 and will call me at that time.

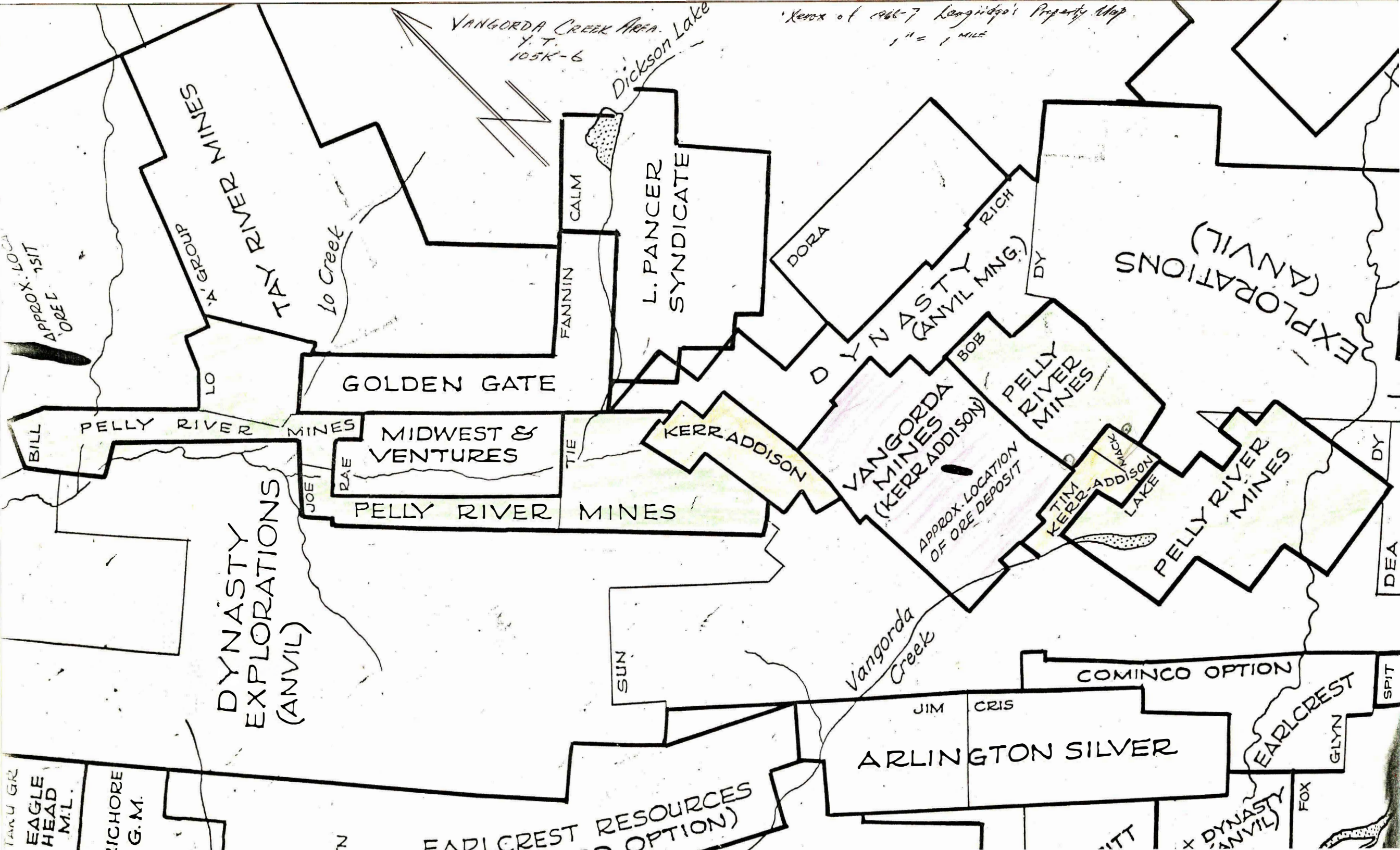
W.M. Sirola

WMS:1mp
enc: Print of claim ownership

Pelly River

Xerox of 1966-7 Langford's Property Map
1" = 1 MILE

VANGORDA CREEK AREA
Y.T.
105K-6
Dickson Lake



APPROX. LOCATION OF ORE

TAY RIVER MINES

Lo Creek

FANNIN CALM

L. PANCER SYNDICATE

DORA

DYNASTY RICH (ANVIL MNG.)

EXPLORATIONS (ANVIL)

GOLDEN GATE

PELLY RIVER MINES

MIDWEST & VENTURES

KERR ADDISON

VANGORDA MINES (KERR ADDISON)

PELLY RIVER MINES

PELLY RIVER MINES

DYNASTY EXPLORATIONS (ANVIL)

PELLY RIVER MINES

APPROX. LOCATION OF ORE DEPOSIT

TIM KERR-ADDISON LAKE

SUN

Vangorda Creek

COMINCO OPTION

ARLINGTON SILVER

EARLCREST

EAGLE HEAD M.L.

MICHORE G.M.

EARLCREST RESOURCES (OPTION)

DYNASTY (ANVIL)

FOX