

AREA FILE 105.A.

007647

KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

To..... W. F. James From..... G. M. Hogg

Subject..... Freegold Mountain property, Carmacks area, Y.T. Date..... January 21, 1974

W. M. Sirola advises that Mr. Angus Macdonald, president of Freegold Mountain Mines Ltd., has dealt the property to Anvil Mines Ltd. They have taken the property site unseen, and the deal was made by Freegold after contacting us. We indicated that we would attempt to soil sample the ground this winter, and Mr. Macdonald had agreed to this test.

We have no further interest in the property in view of the deal made, and this is unfortunate. Please note, however, that it is an old gold mining area with minor production. There is no justification for optioning the ground if there is no concrete evidence that some rather extensive and untested skarns in the area do in fact contain gold.

G. M. H.

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