

KERR ADDISON MINES LIMITED

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VANCOUVER 1, B.C.
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007724

27th February 1976

TO: W. SIROLA
FROM: J. LUND
SUBJECT: LYN CLAIM GROUP, YUKON

Expiry date of all of the Lyn claims is 1st March 1977. Assessment work must be completed during the field season of 1976 if Kerr Addison is to retain the group in good standing.

Exploration to date has not been particularly encouraging, however, there are three areas on which further work is justified, (see attached map).

Area 1:

An incomplete and inconclusive gravity feature in part coincident with a 300ppm Zn and 100ppm Pb geochem anomaly. The gravity anomaly lies between Lines 174 and 202, situated South of Stn. 40N.

Area 2:

Low profile gravity anomaly that has a small showing at its Eastern limits and PbZn float in Goodwin creek, off its Western margin.

Area 3:

This is a broad low profile gravity feature centred at L138+41N. Thales Exploration drilled a hole on the Eastern margin of this anomaly, intersecting 20' of 2.97%Pb, 2.21%Zn and 0.20oz Ag, between 140' and 160', five feet of 0.06%Pb, 2.7% Zn and 0.05oz Ag between 220' and 225', and 0.06% Pb, 1.05% Zn and 0.06oz Ag between 350' and 355'. The first intersection breaks down as follows:

140' - 145'	Pb 0.11%	Zn 1.10%	Ag 0.06oz
145' - 150'	Pb 0.23%	Zn 1.70%	Ag 0.06oz
150' - 155'	Pb 0.35%	Zn 4.92%	Ag 0.10oz
155' - 160'	Pb 11.20%	Zn 1.12%	Ag 0.98oz

Recommended Work

Phase 1

Area 1

Gravity survey on lines 174, 182, 186, 190, 194, 198 and 202 from Stn. 0 to 4 North.

Estimated line miles = 5.3
Cost (turnkey) = \$900/line mile = \$4,770

Area 2

Gravity rerun of lines 166, 174 and 178, from Stn. 40N to 65N. Will include some line cutting.

Estimated line miles = 1.4
Cost = 1.4 x \$900 = \$1,260

Area 3

Diamond drilling - one hole at L138+41N, drilled vertically to a depth of 700'. Additional drilling dependent on results of this one hole.

Cost (estimate) = 700' at \$20/ft. = \$14,000

Phase II

Consideration should be made for additional drilling based on results of Phase I.

Summary of Costs, Estimate

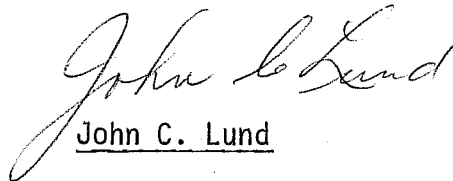
Phase I

(a) Gravity work, 6.7 line miles at \$900/line mile (cost all inclusive)	\$ 6,030
(b) Initial Diamond Drilling	14,000
(c) Supervision	2,000
(d)	3,000
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	\$25,030
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Phase II

- (a) Diamond drilling - dependent on results of Phase I, however, a minimum of \$40,000 should be available if further work is warranted.

The recommended work represents a minimum requirement to further evaluate the mineral potential of the Lyn property. A decision should be made by 1st April 1976, whether this work is to be done to give time to arrange for contractors.


John C. Lund

JCL:1mp

enc: