

KERR ADDISON MINES LIMITED

007779

MEMO

VANCOUVER OFFICE

DATE Jan 22/72

TO: GLEN HOGG

FROM: NM S

SUBJECT: LYN GROUP Y.T.

*Noted*  
*[Signature]*

Cyprus may wish to retain more than 48cks & may change the grouping or pay cash to hold more ground.

They may also wish to reduce the 25% Kerr interest to 20%.

Basically however, the work programme & general layout are <sup>(15)</sup> acceptable.

*Bille* *[Signature]*

# KERR ADDISON MINES LIMITED

(FOR INTER-OFFICE USE ONLY)

JUN 26 1972 *lyn.*

*Blue file*

*#1*

*105K*

<input checked="" type="checkbox"/>	H.S.
<input checked="" type="checkbox"/>	P.M.K.
<input checked="" type="checkbox"/>	G.M.C.
<input type="checkbox"/>	R.D.S.
<input type="checkbox"/>	E.C.B.
<input type="checkbox"/>	T.D.B.
<input type="checkbox"/>	M.D.R.
<input type="checkbox"/>	J.H.F.
<input type="checkbox"/>	E.C.J.

To..... Mr. Glen Hogg

From..... W.M. Sirola

Subject..... Lyn Group, Y.T.

Date..... June 22, 1972

Proposed deal with Cyprus Mines Ltd.

Herewith the basic frame work for an agreement between Kerr Addison and Cyprus Mines:

- 1) Cyprus Mines will pay the cost of declaring 2 years assessment work on 48 claims as follows:

Lyn 15-16, 31-32, 81-82, 89-106, 119-134, 136, 138, 140, 142, 149-152.

- 2) In order to provide some kind of frame work on which to base equity on this property, we are suggesting the following work program:

- \*)
- by the end of 1973 - \$ 75,000.00
- by the end of 1974 - \$ 75,000.00
- by the end of 1975 - \$ 100,000.00
- by the end of 1976 - \$ 125,000.00

- 3) At the end of 1976, Cyprus will have the right to form a new company of which 75% of the issued shares will go to Cyprus and 25% to Kerr Addison. Kerr Addison's portion of the shares would be non-assessable.

- 4) Cyprus to make a production decision or alternatively Kerr Addison could earn 75% of the issued shares by purchasing at cost such portion of Cyprus' shares to reverse the ratio of issued shares to Kerr Addison 75% and Cyprus 25%.

\*) Cyprus will actually do some work in 1972 but prefer not to put a dollar value on such work until the end of 1973.

If you agree in principle to the above terms, we should then decide whether a first legal draft should be drawn by our lawyers or by the lawyers of Cyprus Mines Ltd.

WMS/bw




*Cyprus must think rather highly of the ground. I would recommend option to Cyprus on a 20% retained interest by Kerr or we agreed. (see Bill's note attached). Cyprus lawyers should prepare a draft.*

*Bill*

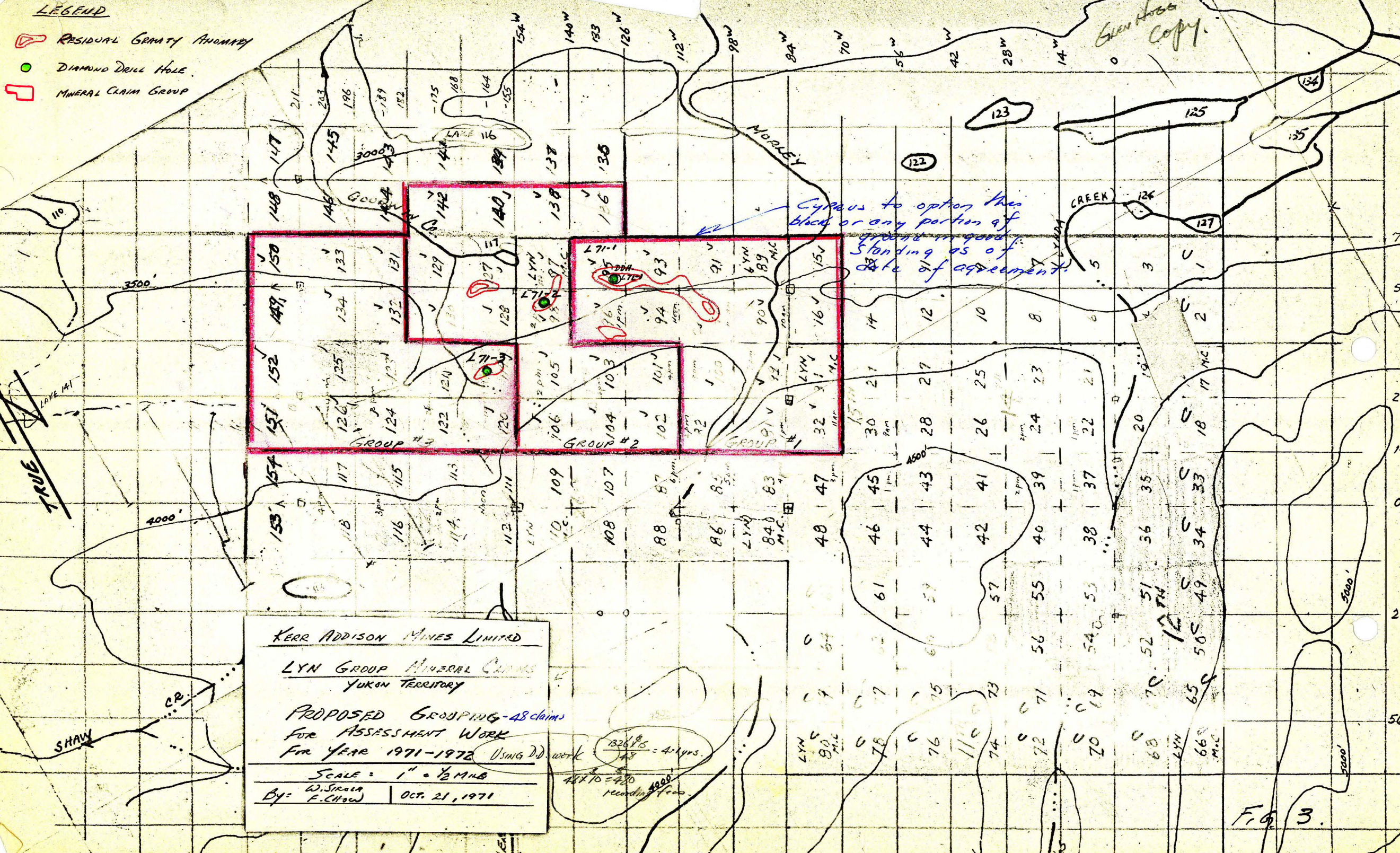
W.M. Sirola

*WMS* *June 26/72*  
*P.M.K.*  
*June 27/72*

**LEGEND**

-  RESIDUAL GRAVITY ANOMALY
-  DIAMOND DRILL HOLE
-  MINERAL CLAIM GROUP

Green Hills  
Copy.



Cyrus to option this block or any portion of ground in good standing as of date of agreement.

**KERR ADDISON MINES LIMITED**  
**LYN GROUP MINERAL CLAIMS**  
**YUKON TERRITORY**  
**PROPOSED GROUPING - 48 claims**  
**FOR ASSESSMENT WORK**  
**FOR YEAR 1971-1972** (Using D.D. work)  
**SCALE: 1" = 1/2 MILE**  
**By: W. Sirois | F. Chou** | **OCT. 21, 1971**

$\frac{1326 \times 15}{48} = 4 \text{ klys.}$   
 $48 \times 10 = 480$   
 recording fees

Fig 3.