

012898

May 28, 1962

Dr. F.C. Buckland
Klondike Lode Gold Mines
617 - 837 West Hastings Street
Vancouver 1, B.C.

Dear Dr. Buckland:

I have reviewed in detail the results of exploration to date on the Klondike Lode Gold property and have carefully considered the 1962 exploration programme proposed by Gordon R. Hilchey.

Considering the unusually rainy season, the presence of unexpectedly deep overburden and ground water in the most promising areas, and the difficulty of working on steep permafrost slopes, the 1961 programme achieved good results. It narrowed the gold down to a specific locality at Oro Grande Gulch, and at seven Pup, and to three concentrated source areas near the Eldorado Fault in Eldorado Creek.

Partly because of their sheared and altered nature, these sources lie in deeper overburden than other localities, thus they can be explored only partly by stripping or test shafts, but can be probed best by diamond drilling. Only equipment in the best possible condition should be used and every special precaution must be taken to obtain maximum core recovery. The actual drill targets should be reviewed carefully in the field, close control must be kept on the drilling, and progress and results should be reviewed thoroughly from time to time to control costs and efficiency and to see if any modifications of approach are necessary.

Detailed geologic mapping should be carried out wherever this intensive exploration is being done.

Where continuity of structure and values are indicated by drilling, test shafts should be sunk to evaluate the gold bearing zones where possible, and this can then be followed up by serious underground work.

The fact that only insignificant amounts of gold were found to originate from the old Lone Star showings leads to the conclusion that this and other such showings were probably not important contributors to the Klondike placers and that the more concentrated sources being tested by the present programme were the most important and therefore should also have the most important mine-making potential.

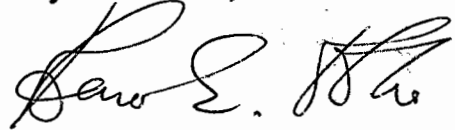
I am in agreement with the proposed Klondike Lode Gold Mines programme

Dr. F.C. Buckland

May 28, 1962

for 1962 and feel that the situation certainly warrants the additional exploration expenditure of \$100,000 required to carefully test the specific localities outlined by work to date.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "A. E. Aho".

Dr. A.E. Aho,
Consulting Geological Engineer.

AEA:kcl

KLONDIKE LODGE GOLD MINES LTD. (N.P.L.)

(Private Company)

617-837 W. HASTINGS STREET
VANCOUVER 1, B. C.
MUTUAL 2-1691

October 11, 1960

Dr. Aaro E. Aho,
4219 Lions Ave.,
North Vancouver, B.C.

Dear Aaro:

I checked the claim holdings. We hold 131 claims by location, 4 claims by purchase from the Official Administrator, 9 Crown Grants in and around the Lone Star group.

On my last trip I talked to Gordon about staking approximately 20 more claims to extend our boundaries beyond Eldorado. I know that he has done some of this work, if not all. This would not be shown on the sketch of holdings that I gave you. I do not think it needs to be considered at this time. In all, therefore, we hold 144 claims by location and Crown Grant.

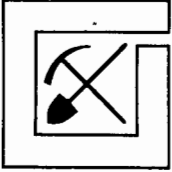
Yours truly,

KLONDIKE LODGE GOLD MINES LTD. (NPL)



F. C. Buckland,
President.

FCB:am



KLONDIKE LODGE GOLD MINES LTD. (N.P.L.)
620-837 West Hastings Street, Vancouver 1, B.C.

MUtual 2-2124

June 21st, 1962.

Dr. A. E. Aho,
303 - Marine Building,
Vancouver 1, B. C.

Dear Aaro:

Thank you for loaning me the copy of your letter-report on
Klondike. I am returning you your copy, herewith.

Yours truly,

F. C. BUCKLAND

FCB:dm
Encl.