








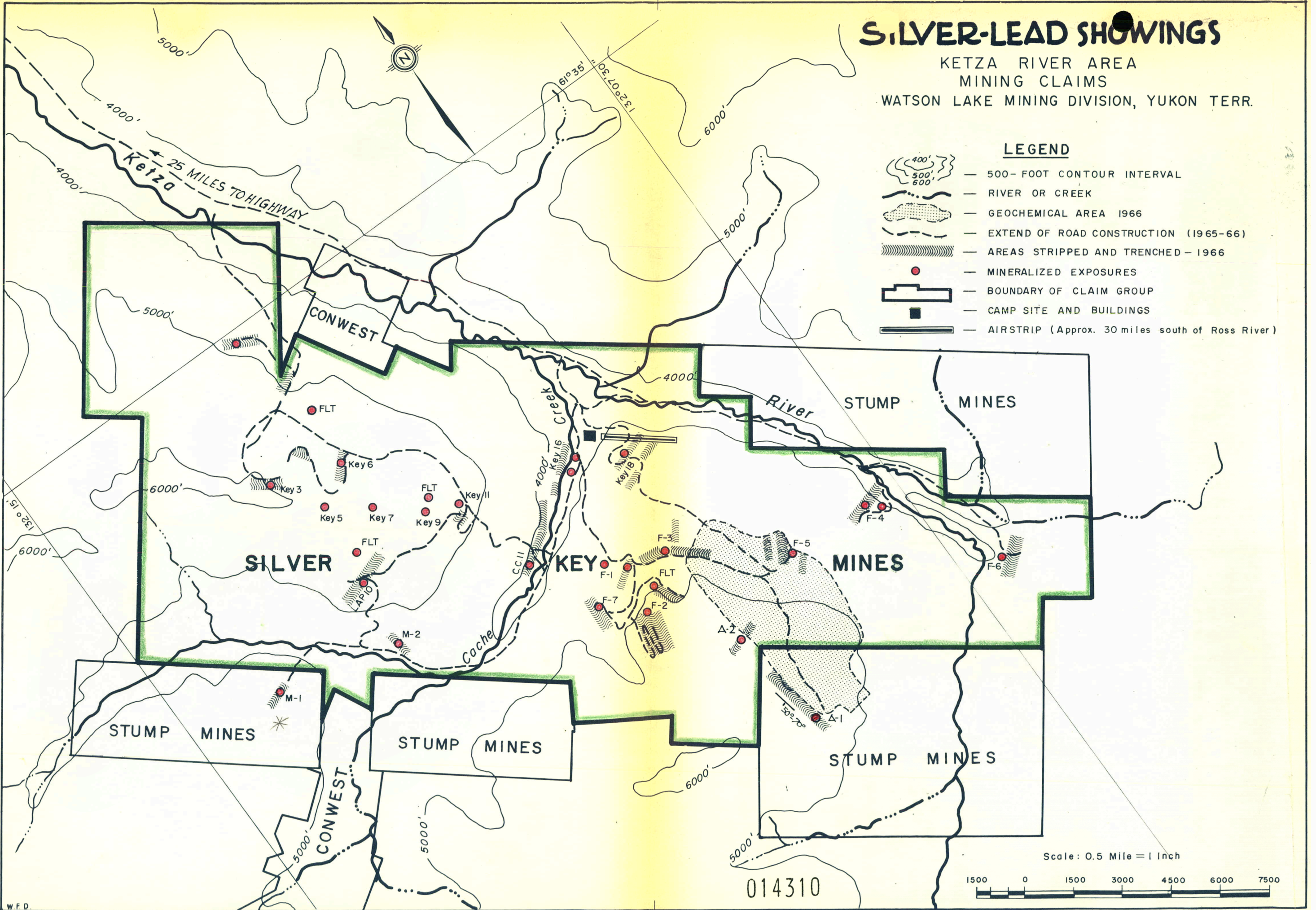


SILVER-LEAD SHOWINGS

KETZA RIVER AREA
MINING CLAIMS
WATSON LAKE MINING DIVISION, YUKON TERR.

LEGEND

-  — 500-FOOT CONTOUR INTERVAL
-  — RIVER OR CREEK
-  — GEOCHEMICAL AREA 1966
-  — EXTEND OF ROAD CONSTRUCTION (1965-66)
-  — AREAS STRIPPED AND TRENCHED - 1966
-  — MINERALIZED EXPOSURES
-  — BOUNDARY OF CLAIM GROUP
-  — CAMP SITE AND BUILDINGS
-  — AIRSTRIP (Approx. 30 miles south of Ross River)



014310

Scale: 0.5 Mile = 1 Inch



FOR THE RECORD

Stellar Metals Ltd. has received registration under the B.C. Securities Act covering the sale of 200,000 shares at 90¢ per share.

Wolfe Creek Mines Ltd. has received registration under the B.C. Securities Act covering the sale of 300,000 shares at 40¢ per share by a prospectus dated March 26, 1968.

Bowarc Mining Co. Ltd. has received registration under the B.C. Securities Act covering the sale of 425,000 shares at 50¢ by a prospectus dated April 1, 1968.

Concorde Explorations Ltd. has received registration under the B.C. Securities Act covering the sale of 225,000 shares at 35¢ per share.

Trans Mountain Oil Pipe Line Company will pay a dividend of 25¢ for the quarter ended June 30, 1968, on June 30, record June 3, 1968.

Northlode Exploration Ltd. has reported that Hemsworth, Turton & Co. Ltd. has taken down the April 5, 1968, option covering 200,000 shares at \$1.05 per share.

There is still one option covering 200,000 shares at \$1.30 due July 4, 1968.

The current financing has placed some \$370,000 in the company treasury and the company expects to start work on its Omineca property in the near future.

STUMP MINES LTD.SILVER KEY MINES LTD.

MEETING APPROVED JOINT PROPERTY DEVELOPMENT - Stump Mines Ltd. and Silver Key Mines Ltd. have reported that the joint development of the two companies claims in the area, 35 miles southeast of Ross River, Yukon, has been approved by a Jan. 31, 1968, meeting of Silver Key Mines Limited shareholders.

Under the terms of which Stump will have the right to acquire a 70% undivided interest in the claims owned and held under option by Silver Key, and Silver Key will acquire a 30% undivided interest in the Stump claims only if brought into production at a milling rate of not less than 200 tons of ore per day.

Underground exploration is underway to examine the mining possibilities of the area in general and the A zone in particular and to outline ore reserves to justify production at a minimum rate of 200 tons per day.

J.L. Goad & Co. Ltd. has subscribed for 600,000 shares of Stump Mines Ltd. at 43.3¢ per share to place \$260,000 in the company treasury.

Under the agreement, Stump Mines Ltd. is committed to spend a minimum of \$150,000 on the two companies properties by June 15, 1968, plus a further \$100,000 by Nov. 15, 1968 and undertake to spend a further \$300,000 by Nov. 19, 1969.

If the property goes to production, Silver Key will hold a 30% undivided interest in the Silver Key and Stump claims. On a pro rata basis for the monies expended on the exploration and development of the claims, Silver Key will be repaid \$540,000 from net profits.

KIMBERLEY COPPER MINES LIMITED

PERCUSSION DRILLING UNDERWAY - Kimberley Copper Mines Limited has reported that percussion drilling has started on the property near Kamloops, B.C., as a followup on the induced polarization survey carried out by Seigel & Associates.

Trenching on the property has indicated mineralization over 4,000 feet and a width of some 800 feet.

DONNA MINES LTD.

DRILLING PROGRAM PLANNED - Donna Mines Ltd., president, I. Todd, has reported that an 18,000 foot diamond drilling program is planned for the property located on the Osilinka River, 140 miles north of Fort St. James. The work will test five induced polarization anomalies located last season. Four of these anomalies were tested by trenching with a D-8 bulldozer and ripper. All revealed positive bodies of sulphide mineralization. The largest anomaly covered with at least 50 feet of overburden and measuring some 300 feet by 600 feet will be tested by drilling. Limited trenching in one area revealed a mineralized zone assaying one ounce silver and 2.5% lead across 37 feet. Over 20 separate zones have been exposed in a 100 acre area with channel samples across the limestone replacement ore bodies with as high as 3.5 oz. silver per ton, 5.3% lead and 2.7% zinc across 57 feet. From the actual zones sampled, over 1,500,000 tons can be inferred considering a depth of only 100 feet with an average value of \$12.00 per ton.

KOOTENAY BASE METALS (CONSOLIDATED) LTD.

DRILLING CONTRACT LET TO TEST SULPHUR SHOWS - H.E. Derraugh, president of Kootenay Base Metals (Consolidated) Ltd., has reported that a contract has been let for the initial exploration of the 1400 acre sulphur property located about 20 miles southwest of Gerlach, Nevada. An initial 2,500 feet of percussion drilling has been recommended at a cost of \$20,000 to roughly check the extension of the known sulphur deposit and also to determine the presence of sulphur near the untested series of fumeroles (small hills). The area of the fumeroles is at least 4 miles long and ½ mile wide.

Phase two of the exploration program calls for an expenditure of \$58,000 consisting of core drilling to outline the best area indicated by phase one.

Kootenay has entered into an agreement with Copper Horn Mining Ltd., of Penticton, B.C., whereby Copper Horn has acquired a 50% interest in the Nevada property and will participate in the exploration program.

ALVIJA MINES LTD.

INDICATIONS OF STRUCTURAL CONTROL - To investigate occurrence of copper mineralization
LEND INTEREST TO Omineca PROSPECT with minor gold in an Omineca area property, Gordon P.E. White, P.Eng., has recommended a three stage programme to Alviija Mines Ltd. The company has received registration for a public issue of shares, proceeds of which, if subscribed in full (see table), would pay for the first

Corporation Structure

Inc.: British Columbia, July 4, 1967.
Head Office: 642 Clark Drive, Vancouver.
Public: January 26, 1968.
Reg. & T.A.: National Trust Company.
Auth. Shares: 5,000,000 of 50¢ par value.
For property (escrowed) 750,000
For \$51,501 net cash 352,502
Total issued 1,102,502
First public Offering: 400,000 shares at 50¢ per share subject to maximum commission of 12½¢ per share to net \$150,000.
Property purchase terms: 26 claims optioned (for which 750,000 shares issued including 186,000 since surrendered for cancellation) and agreement to pay \$100,000 cash of which \$7,000 was paid by January 26, 1968, and balance payable over a period to July 1, 1971. Also, 43 adjacent claims and fractions staked.
Financial Position: as at December 15, 1967, when deferred expenditure was \$45,030 and \$3,000 had been paid on optioned claims, working capital was \$2,270.
Directors and promoters: Ivan Todd, president; F. Komori, Leo Lund, Andrew Alex; M.L. DuMoulin.

2 steps estimated to cost, respectively \$66,000 and \$23,000, and to start a third stage of the programme which the consultant suggests \$76,000 would be required to complete.

The property is 17 miles east and somewhat north of Terrace, and 9 to 10 miles east of the C.N.R. and the northern trans-B.C. highway. During 1967, the present company built a jeep and tote road to within 1200 feet of the main showing. This gives access to a logging road which leads to the highway.

This property was first staked in 1908, and in 1929, Cominco drove an exploration drift from 2080 feet elevation for 155 feet. This work, reported to be for gold, encountered low values and the work was discontinued.

In summary, the consultant says previous sampling and assaying indicated values averaging 1.4% copper and 0.6 oz. silver per ton, over an average width of 20 feet, for 200 ft. along strike. Geochemical surveying and trenching in 1967 further extended known areas of mineralization. He advises continuation of this method of search, extending it over the whole claim group. He adds that preliminary examination in the field and study of core from a short test hole, suggested a structural control to the mineralization.

Geological mapping, with emphasis on structural interpretation, is considered essential to the evaluation of this property, he states.

The prospectus for the current share offering, dated January 26, 1968, says that it is proposed to allocate \$20,000 of the proceeds to administration, \$4,000 for legal and audit, and \$11,000 for option payments. If the balance proves insufficient to carry the programme into the third stage, it is planned to carry out as many as possible of Mt. White's recommendations. If necessary, alternate methods of financing to complete all of the programme, will be sought.

Of the third stage, \$70,000 would be for diamond drilling and \$6,000 for supervision and assaying. The consultant advises that if results prove encouraging, additional funds should be made available for further drilling and testing.

FOR THE RECORD

Silver Key Mines Limited and Stump Mines Ltd. together control a contiguous block of 226 unpatented mineral claims or approximately

16 square miles of property near the head-waters of the Ketza River, Yukon Territory. An access road 24 miles long connects with the main Watson Lake - Ross River Highway.

The Silver-Lead mineralization occurs as galena veins cutting a variety of sedimentary rocks. Over 30 separate silver-lead veins have been found throughout the Silver Key and Stump Claims and many more are indicated by mineralized float in road cuts. The 'A' zone has been explored by bulldozer, trenching and diamond drilling. Trenching has indicated an 810 foot length of mineralization grading 24.9 ounces of silver per ton and 22.2% lead over a 4.0 foot width and diamond drilling has confirmed continuity to at least 100 feet below surface.

Stump Mines has been granted exclusive explorational rights to the Silver Key claims to June 15th. During this period, Stump has to spend a minimum of \$150,000.00 which will be spent in developing the 'A' zone.

An adit portal is now being collared for underground development of the 'A' zone 150 feet below the trenched area.

Stump Mines has over \$275,000.00 in the treasury with options outstanding that would net the treasury an additional \$280,000.00.

William E. Lewis Company Ltd. has been reinstated by the Vancouver Stock Exchange. The suspension of the company was effective March 26, 1968, and the suspension was lifted on March 29, 1968.

SILVER KEY MINES LIMITEDSTUMP MINES LIMITED

JOINT 70 - 30 PACT PROPOSED FOR EXPLORATION
OF ADJOINING SILVER-LEAD YUKON PROSPECTS

Subject to approval by shareholders of Silver Key Mines Limited on January 31, that company has arranged details of an agreement with Stump Mines Limited whereby the latter would assume financing and directing of exploration on the two firms' adjoining properties near Ross River, Ketz River, Yukon.

As drafted, the agreement provides, in event of an operation of not less than 200 tons per day, the return of each company's expenditures pro rata, after which 70% of net profits would accrue to Stump and 30% to Silver Key.

A report by Alan R. Archer, P.Eng., consulting geological engineer, dated December 15, 1967, says the two firms together control a contiguous block of 226 unpatented claims, covering 16 square miles. An access road 24 miles long connects with the main Watson Lake-Ross River Highway. He says silver-lead mineralization occurs as galena veins cutting a variety of sedimentary rocks. He says over 20 silver-lead veins have been found and that many more are indicated by mineralized float in road cuts. Trenching on the "A" zone, which he terms the most continuously mineralized structure, had indicated an 810 length of mineralization grading 24.9 oz. silver per ton and 22.2% lead over a four foot width. Diamond drilling has confirmed continuity to at least 100 feet below surface. He adds: "Work on this "A" zone has shown that continuous mineralized vein faults can be found and that the area is to be considered a silver-lead camp with production possibilities. The next logical steps are (1) to examine the mining possibilities of the area in general and the "A" zone in particular and (2) to outline ore reserves to justify production at the rate of 200 tons per day." As first stage of his recommended 3-stage programme, he suggests a budget of \$150,000 to include an adit 150 feet below surface to explore the "A" zone and, given favourable results, he says drifting should be continued under a soil anomaly on Silver Key ground. The northernmost 600 feet of explored vein is on Silver Key optioned ground with an additional 2200 feet on Stump property. In recommending the proposal, G. C. McCartney, president of Silver Key, says that firm's present cash is less than \$10,000, and that while directors are still seeking financing by means of treasury shares, it would appear most difficult to obtain substantial funds required for a comprehensive development during 1968.

Under the proposal, Stump is committed to spend the initial \$150,000 the consultant recommends. Also during currency of the agreement Stump will take care of payments on Silver Key's Fairclough option. The agreement requires affirmation by at least two-thirds of the votes cast.

Stump is granted exclusive exploration rights to Silver Key ground for six months from the effective date as defined in the agreement. Within that period, Stump may elect to proceed with Stage II which calls for spending a further \$100,000. Within Stage II, Stump may elect to proceed into Stage III which would end November 16, 1969, and would involve a \$300,000 commitment. At any time during the programme, Stump may elect to proceed to production at not less than 200 tons daily with all capital commitments to be Stump's obligation. It has been agreed that until the date of the agreement, Silver Key had spent \$540,000 and Stump had spent \$75,000 on their respective properties.

Shareholders are advised that Leon F. LaPrairie is a director and managing director of both Silver Key, in which he holds 15,000 shares, and of Stump Mines Limited, in which he holds 13,000 shares.

Outstanding Silver Key shares are 2,673,505. So far as directors and senior officers are aware, the following beneficially own directly or indirectly in excess of 10% of the issued shares: J.W. Berry, 290,000 shares or 10.09%; W.J. Hay, 330,166 shares or 12.04%; J.P. Mosling 319,652 shares or 12%. These figures, the notice says are computed to include distributable shares held by Ketzakey Silver Mines Limited which holds in its name 1,060,000 shares representing 39.07% of the issued shares. The distribution of shares of Silver Key held by Ketzakey Silver is the subject of litigation which is the reason that the shares have not been distributed.

RODSTROM YELLOWKNIFE MINES LTD.

ANNUAL REPORT - Rodstrom Yellowknife Mines Ltd. has reported for the year ended July 31, 1967, that \$55,000 was received from the sale of 100,000 shares, and \$23,905 in the form of loans from affiliated companies. A net total of \$147,818 is reported to have been expended during the year, including \$150,457 of which \$81,923 required a cash outlay, and \$60,721 investment in Silverknife Mines Ltd.

At July 31, 1967, Rodstrom held 400,000 shares of Silverknife Mines Ltd.

Current assets were \$8,563, current liabilities \$27,079 for a working capital deficiency of \$18,517 at July 31, 1967. Of the 3,000,000 shares of no par value, 2,510,000 were issued at July 31, 1967.

The only persons or companies who beneficially own, directly, or indirectly, shares carrying more than 10% of the outstanding voting shares of the company are Hagvic & Co. Ltd. Victoria, holding 405,075 or 16.13%.

The annual meeting of the company is to be held Jan. 29, 1968, 2:00 P.M., Empress Hotel, Victoria. The shareholders will be asked to approve the reduction of the number of directors from seven to five. The five nominees and their share interests are: C.E. Craig, president & director, 197,810 shares; H.O. Fowler, director, 2,000 shares; A.E. Crow, sec., director, 1,000; G.A. Washington, dir. 13,267; and W.H. McKnight, director, 1,200 shares.

CONTINENTAL POTASH CORPORATION LIMITED

ANNUAL REPORT - Continental Potash Corporation Limited for the year ended March 31, 1967, reported administrative expenses of \$19,437, and potash lease rights expenditures of \$27,289. The current assets totalled \$41,686 and current liabilities were \$9,952 giving a working capital as of March 31, of \$31,734. Of the 10,000,000 shares authorized of \$1 par value, 5,737,844 are issued.

The major assets reported M. Pezim, director of the company, are rights to lease 86,000 acres to 1954 (upon which there is a partial shaft) and 100,000 acres to 1970, both situated in Saskatchewan and 52 mining claims situated in the Kamloops area, B.C., in good standing until 1972.

RIVIERA MINES LIMITED

FIRST ANNUAL REPORT - Riviera Mines Limited has reported the initial results since incorporation to the year ending December 31, 1966. Current assets were \$68,941, current liabilities \$6,718 with a working capital at Dec. 31/66 of \$62,223. Of the 3,000,000 shares authorized of 50¢ par value, 1,340,005 are issued. A total of \$67,352 was spent on exploration and development and \$2,467 on general & administrative expenses.

SILVER KEY MINES LIMITED

SEVEN MONTHS REPORT - G.C. McCartney, president of Silver Key Mines Limited, stated in the annual report for the 7 months period ended Mar. 31/67 that the company has obtained permission to change its year end from August 31st to March 31st. Following are the figures from Sept. 1/66 to Mar. 31/67: Current assets were \$19,636; current liabilities \$7,340. Of the 5,000,000 shares authorized of \$1 par value, 2,673,505 are issued. Total exploration and development expenditures were \$92,957 and administrative expenses were \$10,441. Payments on mining claims and options were \$6,801.

The president also stated that additional financing is under negotiation.
(See also GCNL NO. 163(1967))

FOR THE RECORD

Acceptance Mortgage Corporation Ltd. of 1277 Howe St. has received B.C. Securities Act registration covering the sale of 30,000 units consisting of one Class "A" redeemable preferred, convertible 7% non cumulative preferred shares and one Class "A" common share at \$10 per unit.

Beermaster Industries Ltd. has received B.C. Securities Act registration covering the sale of 143,182 common shares @ 10¢ per share; 143,182 preference shares @ \$1.00 per share under an August 31, 1967 prospectus.

Hudson's Bay Oil and Gas Company has received B.C. Securities Act registration covering the sale of \$30,000,000 - 5% Cumulative Redeemable Convertible preferred shares Series "A" under a September 19, 1967 prospectus.

Kathleen Mountain Mines Ltd. has received B.C. Securities Act registration covering the sale of 140,000 shares @ 40¢ per share.

Kootenay Base Metals (Consolidated) has received B.C. Securities Act registration covering the underwriting of 400,000 shares @ 10¢ per share by Frobisher Securities Ltd.

Pace Industries Ltd. has received B.C. Securities Act registration covering the sale of 100,000 shares @ \$2.00 per share.

Sheba Copper Mines Limited has received B.C. Securities Act registration covering the sale of 100,000 shares @ 50¢ per share under an August 29, 1967 prospectus.

DALEX MINES LTD.

PROGRESS REPORT - Dalex Mines Ltd. has reported that work is underway to prepare drilling sites on the No. 2 and No. 3 mineralized zones where the anomalies have been discovered. This is following the recommendations of the induced polarization survey carried out on the property located midway between Lytton and Lillooet to the west of the Fraser River.

The No. 2 and No. 3 mineralized zones cover approximately 3 claims and the largest anomaly extends over 2,000 feet in length, 700 feet in width and is open at one end.

Dr. A.C. Skerl reported 42.5 feet grading 0.95% copper exposed on the No. 1 zone and the No. 4 zone shows extensive disseminated copper mineralization in a porphyritic granite formation. Indications are that this could be a large low grade copper zone, whereas the No. 2 and No. 3 zones would in all likelihood be a large higher grade copper deposit.

P.C.E. EXPLORATIONS LTD.

P.C.E. Explorations Ltd. has increased their authorized capital from 6,000,000 shares to 7,500,000 shares of \$1.00 par value. The company now has 6,230,000 shares issued, following the September 26th underwriting of 350,000 shares at \$1.65 by Hearne Coppermine Explorations Limited.

Jack Austin and M.E. Davis are expected to shortly be announced as new directors of P.C.E. Explorations.

PEND OREILLE MINES & METALS COMPANY

NEW PRESIDENT APPOINTED- MINE ON - In the six months to June 30,1967, Pend Oreille Mines and Metals Company received revenue of \$1,530,332 compared with \$2,049,346 in the 1966 first half after operating, administrative expenses and taxes of \$1,257,116 compared with \$1,303,451 in 1966. The net profit for the 1967 half year was \$273,216 before the credit of \$660,904 being the gain realized from the condemnation of certain properties for hydroelectric project, for a final profit for the six months of \$934,120 compared with \$745,895 in the 1966 period. The average metal price for lead in the 1967 first half was 14¢ compared with 15.69¢; zinc prices were 14.19¢ for the first half of 1967 and 14.50¢ in the 1966 first half.

Mr. Jens Jensen has resigned as president of both Pend Oreille Mines & Metals Company and Reeves MacDonald Mines Limited owing to ill health. Mr. Wray D. Farmin has been elected as the president of both companies.

In its efforts to become listed on the American Stock Exchange, the company has met the requirements of the S.E.C. but has decided not to apply at this time to the Exchange owing to the depressed price of the company's shares. The report also brings out that the mine has been on strike since July 14,1967.

REEVES MACDONALD MINES LIMITED

<u>Financial Results to June 30,</u>	<u>1967</u>	<u>1966</u>
Income - net concentrate sales	\$1,108,719	\$1,445,543
interest and other	14,752	26,054
Total	\$1,123,471	\$1,471,597
Deduct: operating costs	\$869,126	\$ 797,064
administrative and general exp.	31,414	29,768
property taxes	8,600	7,200
	<u>\$909,140</u>	<u>\$ 834,032</u>
INCOME before deducting exploration and income taxes	\$214,331	\$ 637,565

→ STUMP MINES LTD.

SILVER KEY MINES LTD.

MORE HIGHGRADE REPORTED - Leon LaPrairie, managing director of Stump Mines Ltd., has reported FROM SURFACE SAMPLING that the average grade for 810 feet has been systematically channel sampled on the 'A' zone of the company's Kotan River property, located 35 miles southeast of Ross River, Yukon. The results of the sampling have been reported by Allan Archer, P. Eng., company consultant, as 24.9 oz. silver, and 22% lead over a 4.0 foot width. The average grade of the 810 feet calculated over a 5 foot mining width is 21.2 oz. silver, and 18.4% lead.

The net value of this ore, assuming a 90% mill recovery, silver at \$2.00 per ounce, and lead at 10¢ per pound, is a little over \$84.00 per ton for a 4.0 foot mining width.

With the 810 feet of continuous ore on surface, it is reasonable to expect continuity to 400 feet below surface. Furthermore, geochemical indications are that at least a similar length of ore will be found on the north end of the vein extension. With these assumptions, the potential of this single vein is 320,000 tons with a value of \$84.00 per ton, the consultant states.

With over 25 known Silver-Lead exposures in the area covered by the Stump Mines and Silver Key Mines claims, it is probable that other vein systems with similar tonnage potential will be found. The opinion of the Consultant and management is that at least 1,000,000 tons and probable much greater can be developed within the claim holdings. (See GCNL No.144 and 141)

COPPER-MAN MINES LIMITED

MANITOBA PROPERTY OPTIONED TO - Copper-Man Mines Limited and Western Nuclear Mines Ltd. have WESTERN NUCLEAR ON 51/49% DEAL signed a letter of intent whereby Western Nuclear may earn a 51% interest in Copper-Man's two copper properties in the Wekusko Lake area of Manitoba by spending \$500,000 on exploration. After Western Nuclear has earned its undivided 51% interest, it has agreed to continue furnishing the funds necessary to bring the property into production. Copper-Man will retain a 49% interest and will receive its prior exploration costs out of production on a pro rata basis with Western Nuclear. Western Nuclear is a subsidiary of a Denver based U.S.A. company with producing mines in Canada and U.S.A.

→ SAN DOH MINES LTD.

FURTHER ASSAY RESULTS - San Doh Mines Ltd. has reported assay results from additional drill holes on the Vastlode Mining Co. Ltd., near Merritt, B.C., as follows: No.4 hole cut 10 feet between 68 and 78 feet grading 0.64 oz. silver, 0.41% copper, 0.92% lead, 2.68% zinc, and a 14 foot section from 91 feet to 105 feet averaged 0.35 oz. silver, 0.23% copper, 1.74% lead, 1.53% zinc. This hole is 100 feet southeast of No.'s 2 and 3. No.5 hole drilled from the No.4 hole location but deeper made no intersection owing to poor core recovery. No.6 hole was 110 feet south west of No.4 and 5 and also had poor core recovery. No.7 drilled from the No.6 location cut 22 feet, 1.15 oz. silver, 0.22% copper, 2.7% lead, 8.07% zinc. Work continues. (See GCNL No.156, page two, August 11, 1967)

SILVER KEY MINES LIMITEDSTUMP MINES LTD.SUBSTANTIAL FOLLOW-UP 1967 PROGRAM PROPOSED
FOR ADJOINING PROPERTIES IN ROSS RIVER AREA

- Based on results by Silver Key Mines Limited at its silver-lead property in Ross River area, Yukon, the company reports it is negotiating to obtain funds for follow-up work this year. Total cost of all work recommended is estimated at \$870,000. Silver Key has 130 wholly-owned and 38 optioned claims. A 10% interest in the 18 Tip claims staked by Stump Mines Ltd., adjacent to the S.E. boundary of Silver Key, is retained. The recommended program would be part of a joint exploration effort with Stump Mines Ltd. An agreement to such effect has been concluded with that company.

A current report by Silver Key says that, since its incorporation in June 1964, it has received \$511,750 from sale of 1,613,500 shares. Operating costs to Nov. 30, 1966, were \$478,000 (incl. the cost of fixed assets at the Ketza River property having approximate value of \$121,580.)

At the Ross River property, 53½ miles of roads were constructed, including 25 miles of access road to the property, and 141,000 cu.yd. of trenching completed. Diamond drilling amounted to 1,885 ft. and a geochemical survey was made on an area of 400 acres. A total of 27 silver-lead zones were exposed.

The program as recommended calls for underground exploration for those zones which particularly lend themselves to adit development. In order of program priority, they are:

A Zone - A geochemical anomaly 3,000 ft. of which 1,200 is on Key ground and 1,800 on Stump ground. A galena vein has been exposed. A length of 600 ft. with average width of 4 ft. yielded channel sample assays averaging 32.6 oz. silver per ton and 27% lead. A further 440 ft. was stripped and is mineralized but requires more trenching to be sampled.

Lap 10 Zone - Stripped, trenched and sampled along known length of 410 ft.; average width 3½ ft. Channel sampling yielded assays averaging 35 oz. silver p/t and 38% lead.

F-3 Zone - Traced by stripping and trenching for 500 ft. Channel sampling of a solidly mineralized section 100 ft. long and average width of 5 ft. gave assays averaging 78.7 oz. silver p/t and 43.3% lead.

F-2 Zone - Known length 900 ft; average width 12 ft. Channel sampling in a mineralized sector in the order of 100 ft. long and over a width of 36 ft. gave assays of 17.9 oz. silver p/t and 23.7% lead. An 11-ft. diamond drill core section yielded a gold assay of 0.32 oz. per ton.

Cache Creek Zone - Exposed for length of 300 ft. with widths of from 4 to 30 ft. a 5-ft. sample gave assays of 0.06 oz. gold and 11.46 oz. silver p/t and 10.7% lead.

Key 3 Zone - Known length 600 ft. A mineralized sector of 175 ft. with average width of 3 ft. has been sampled. Channel samples averaged 40 oz. silver p/t and 7.6% lead.

The recommendation calls for \$675,000 to explore these zones by underground development involving a total footage of 5,400 for crosscutting and drifting.

Expenditure of \$155,000 is proposed for bulldozer stripping of 7 more zones which on basis of selected specimens showed presence of silver-lead mineralization.

A further \$40,000 is proposed for a geochemical survey to cover the remainder of the claims to be followed by bulldozing of any favorable targets found.

Silver Key Mines Ltd. is an Ontario incorporation directed from 801 - 347 Bay St., Toronto. Management comprises: Dr. Garnet C. McCartney, Toronto, geologist; W.J. Hay, Oshkosh, Wisconsin, industrialist; Leon F. La Prairie, Toronto, mining engineer; Charles Salter, Toronto, lawyer; C.E. Case, Edmonton, rancher; J.P. Mosling, Oshkosh, executive.

ARCTIC MINING AND EXPLORATION LIMITEDADDITIONAL DRILL HOLES
FROM UNDERGROUND REPORTED

- Arctic Mining and Exploration Limited is continuing its development program on the property at Carcross, 50 miles from Whitehorse, Yukon. Drilling down dip on the No. 2 vein hole No. 97 assayed 2.10 oz. gold and 21.3 oz. silver per ton over 2.5 feet. Diamond drill hole No. 99 assayed 0.57 oz. gold and 8.4 oz. silver per ton over 12.5 feet, a true width of 4 feet, and diamond drill hole No. 101 assayed 0.80 oz. gold and 9.52 oz. silver per ton over 3.3 feet.

On the No. 3 vein, diamond drill hole No. 98 assayed 0.22 oz. gold and 23.5 oz. silver per ton over 20.6 feet, a true width of 3 feet.

G.C. Snell, president, stated that engineering studies on the mine and plant layout for production are now underway. Negotiations are in progress to provide financing for a 200 ton per day mill.

VENTURES MINING LTD.

25% INTEREST TAKEN IN 12-SECTION FARMOUT

- Ventures Mining Ltd. is a 25% partner with Stikine River Mines in a 12-section farmout from Empress Gas of Texas and Cactus Drilling of Calgary with drilling to start within 3 weeks. H.A. Briden, Ventures president, says the acreage is partly within the Pendant D'Oreille Gas Field and adjacent to the Pakowki Lake Gas Field, 120 miles SE of Lethbridge. Prime target will be Bow Island sand at 2,200 ft. There are several known productive zones in the area. The nearby fields are connected by pipeline for sale to Montana at prices starting at 10¢ per Mcf at well-head. Ventures' share of costs is estimated at \$7,500 per successful well. There is provision for intervals of up to 90 days between holes.