

July 12, 1967.

CANOL MINES LIMITEDCAPITALIZATION

Authorized 3,000,000 shares
 Issued 1,101,505 shares
 Escrowed 750,000 shares

DIRECTORS

J.A. Simmons, President - Vancouver
 Armand Arsenault - Whitehorse
 Samuel J. Dumaresq - Vancouver
 A.W. Fisher - Vancouver
 E.A. Owen - Vancouver
 P. Versluce - Whitehorse

PROPERTY

40 claims, silver-lead prospect, near Seagull Lake, Ross River area, Yukon Territory.

Option to purchase 24 claims in same area.

HISTORY AND DEVELOPMENT

Part of the property was formerly held by White-Pass and Yukon Route but was dropped during the period of low metal prices. It was re-staked by one of the present directors of Canol, Peter Versluce. Trenching carried out on the property late 1966 exposed a number of showings of mineralization. Samples from 3 trenches taken by the company's consultant had assay values in excess of 40 ozs. silver per ton and 69% lead. Float samples taken gave similar high assay results.

An initial exploration and development program, estimated to cost \$65,000, has been recommended for the property. The program includes trenching, geochemical survey and diamond drilling.

FINANCE

In June 1967 the company arranged an underwriting of 200,000 of its treasury shares to net the company \$90,000. Apart from the 750,000 vendor shares held in escrow only 351,005 treasury shares have been issued.

COMMENT

Canol Mines Limited appears to be starting out as a better than average exploration prospect.

MR:mb