

FORMATION: Diabase and gabbro, which I believe to be the best formation in the North country.

The property owned by the Company is easy to prospect and surface work has demonstrated a series of 20 veins approximately parallel, of which up to date twelve have shown native silver; and four of which, up to the present time, can be considered as principal ones, through their strength, size and continuity, and the high grade value they have produced. The minerals are practically identical with those of Cobalt. Native silver, smaltite and accompanying minerals, including argentite, are shown.

VEIN CHARACTERISTICS: In my opinion, the veins on this property will be found to be more persistent and permanent than those in the Cobalt District. Their course is certainly more regular and the vein filling makes them wider; and, in my judgment, they more nearly approach the character of typical true fissure veins. As far as strength and continuity are concerned they have been traced, shown and proved for distances of 500 to 2,000 feet. This should warrant permanency in depth. I also think that outside of the customary high grade streaks there will be found to be, practically throughout, a considerable quantity of concentrating ore, comprising the filling of the veins.

DEVELOPMENT PLANS: No criticism can be made upon the plan of development of this property. Two main shafts are being sunk, wisely located, so as to attack the various ore bodies from the most advantageous points and in such situations that ample fall will be provided for a concentrator when same may be warranted. The main or No. 1 shaft is now down about 40 feet and of ample size for the work that will be required of it. No. 3, on a separate vein, is down about 30 feet.

The management of the property has wisely abandoned the wasteful and unpractical method of mining from surface cuts, the extent of the veins and their permanency having been sufficiently indicated by the amount of this work already done. No efforts to extract ore will be made until the mine is opened and such extraction can be accomplished in a business-like and economical manner.

EQUIPMENT: The equipment provided can only be commended, as it is sound, practical and not extravagant, but capable of opening the property in an efficient, miner-like way. All buildings are substantial and well chosen.

THE MANAGEMENT OF THE PROPERTY: It could not be in better condition or in better hands. Work has been planned and started so that results will be achieved by the least expenditure of money in the best possible time, and of such a nature that the