

COMPANY NOTES.

PETERSON LAKE SILVER COBALT MINING COMPANY— PRESIDENT'S REPORT.

To the Shareholders of the Peterson Lake Silver Cobalt Mining Company, Limited:

Gentlemen,—In presenting herewith the fourth annual report of your company for your consideration, I must congratulate you upon the improved condition of the company, both from a financial and physical standpoint as shown by the reports of the treasurer and consulting engineer, and also upon the successful issue of your action against the former management which resulted in the payment into the treasury of the company of \$53,000 cash and 160,000 shares of stock.

The consulting engineer's report shows that 111.32 tons of ore was shipped, netting \$11,312.92 in royalty.

The Bank balance is \$47,237.42, as against \$6,818.35 at the end of the last fiscal year.

The issued capital has been decreased by 160,000 shares and now stands at 2,401,820 shares, and the stock in the treasury has been increased by a like amount.

The physical condition of the Little Nipissing lease has been much improved during the past year and one other of the leasing companies has made a discovery of value which seems likely to lead to shipping ore.

Two complete power plants have been added to those already on your property.

The company has for some time been developing a vein on unleased land, which appears to be a continuation of the producing vein on the Little Nipissing and your management look forward with confidence to developing shipping ore on their own ground within a short time.

Power is now being supplied to the various lessees by the public power companies and with the advent of this cheap power it seems certain that the profits this coming year will be much greater than the past and that many new discoveries will be made on your property.

(Sgd.) A. F. McLAREN.

SECRETARY-TREASURER'S REPORT.

Issued capital, 2,401,820; treasury, 598,180 shares; authorized, 3,000,000.

Balance Sheet.

Assets.		April 30th, 1910.
Bank of Hamilton Current Account....	\$	2,237.42
Bank of Hamilton Savings Account...		45,000.00
Accounts Receivable.....		3,585.67
Plant, Machinery and Buildings		2,917.31
Mining Properties		2,510,216.25
Road Allowance Patent		49.75
Commission on Stock Sold.....		5,532.00
Discount on Shares		30,910.00
Development Account, including		
Estimated value of ore on hand, April 30th, 1909.	\$38,717.19	
Add Consulting Engineering, Interest, Travelling, Mine and Management Expenses, including Island development for year ending April 30th, 1910 ...	8,800.10	
	<u>\$47,517.29</u>	
Deduct Ore Royalties	12,203.95	
		<u>35,313.34</u>
		<u>\$2,634,761.74</u>

Liabilities.

To Public—

Notes and Accounts Payable (including Accrued Interest on Notes).... \$ 31,998.71

To Shareholders—

Recoveries, Suit, Peterson Lake vs. J. A. Jacobs, Edward and D. M. Steindler, Cash\$ 52,999.99
Stock 160,000.00

\$212,999.99

Deduct Expenses 12,056.96

200,943.03
2,401,820.00

Capital Stock (authorized \$3,000,000)...

\$2,634,761.74

To the Shareholders, the Peterson Lake Silver Cobalt Mining Company, Limited:

Gentlemen,—We have audited the books and accounts of your company for the year ending April 30th, 1910. In our opinion the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the corporation's affairs, as shown by the books on the closing date.

All our requirements as auditors have been complied with.

(Sgd.) J. L. Thorne Audit & System Company,
Auditors.

CONSULTING ENGINEERS REPORT.

Toronto, May 1st, 1910.

The President and Directors, Peterson Lake Silver Cobalt Mining Company, Limited:

Gentlemen,—I herewith submit report of operations upon your property from May 1st, 1909, to April 1st, 1910. The figures for ore shipment cover the last twelve months.

Shipments for year.	Tons.	Oz. paid for.	Value Rec'd.	Royalty
Nova Scotia	67.157	56782.22	\$29,052.68	\$7,263.16
Little Nipissing .	44.160	30883.40	17,045.63	4,011.41
Total, Silver...	111.32	87665.62	\$46,098.31	\$11,274.57
Cobalt				38.35
				<u>\$11,312.92</u>

Total Royalties

Development.

During the past year the leases, with one exception, have confined their work principally to underground development, the Cobalt Leasors having done a considerable amount of trenching and diamond drilling.

The underground work accomplished by the different leases during the past eleven months was, approximately, as follows:

	Sinking and Raising.	Drifting and Crosscutting.
Gould Consolidated	28	53
Kerry Mining Co.....	96	1171
Little Nipissing Mining Co.....	70	868
Nova Scotia Mining Co.....	110	278
St. Anthony Mining Co.....	111	50
Union Pacific Mining Co.....	35	...
Susquehanna Mining Co.....	120	858
	<u>570</u>	<u>3278</u>