

mine equipped and operated for six months on the above basis of 14 tons a day, with a further supply of all material and provisions to carry on the work for another two months on hand, (the latter supply being necessary until the road to Barril Portage would be ready for the summer's work), then, the returns and expenditure for the first 6 months would be as per Schedule A, as follows :

#### RETURNS FROM THE MINE.

Three months' work of free milling to 1st June, 1,050 tons at \$26 per ton, bullion.....	\$27,300
Profit on 1,050 tons concentrated, at \$4 per ton of ore....	<del>200</del>
	<hr/> \$31,500
Total expenditure to 1st June with two months' supplies on hand ... ..	28,526
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Profit first 6 months, over all expenditure.....	\$2,974
Of course it is assumed that the money to start the mine is supplied for working capital, say.....	30,000
Deduct all expenditure for the first 6 months, including plant.....	28,526
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Balance on hand 1st June.....	\$1,474
Add to this the product of the mine as per above statement	31,500
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Showing cash on hand in favour of the mine to begin next year's operations with, and 2 months' supplies on hand	\$32,974

The next year succeeding the first 6 months, carrying the above balance down, and continuing the mine on the same basis, the returns and expenditure for the year, I estimate, from the showing of the tests to be as per Schedule B, as follows :

Balance carried down from first 6 months.....	\$32,974
Receipts from the mine, 1 year.....	126,000
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	\$158,974
Permanent improvements to be made this year.. \$11,000	
Other expenses for the year.....	29,395
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	40,395
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Net profits at the end of the 18 months.....	\$118,579