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# PROSPECTUS

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**MAYO  
SILVER MINES LTD.**

(N.P.L.)

MARCH 1964

082060

MAYO SILVER MINES LTD.  
(N.P.L.)

OFFICERS OF THE COMPANY

John F. Hall (Managing Director)	S. David Anfield (Secretary)
W. R. Jones (Treasurer)	

DIRECTORS OF THE COMPANY

John F. Hall	F. J. Rexstrew
Roger B. Paris, D.S.C.	W. R. Jones
Leland R. Smith	Frank E. Opsal

CONSULTING MINING ENGINEER

L. G. White, P.Eng.

EXPLORATION GEOLOGIST

John Buchholz

ADMINISTRATION OFFICE

Mayo Silver Mines Ltd. (N.P.L.)  
204-475 Howe Street, Vancouver 1, B.C.

REGISTERED OFFICE

Russell & DuMoulin  
850 West Hastings Street  
Vancouver, B.C.

TRANSFER AGENT

National Trust Co. Ltd., Vancouver, B.C.

AUDITORS

Reynolds, Anderson & Co., Vancouver, B.C.

CAPITALIZATION

5,000,000—Par Value, authorized. \$ / . 0 0  
1,210,575 as of February 29/64

MANAGING DIRECTOR'S REPORT

The first Annual General Meeting of the Mayo Silver Mines Ltd. was held in Vancouver February 27th, 1964. Shareholders were informed that the company has grown considerably in stature since being incorporated June 5, 1962.

The Company has liquidated all debts relative to the purchase of its Yukon properties and at this date owns outright 366 claims in the Mayo Mining Division free of all encumbrance.

The Board of Directors of the Company have been augmented by the welcome addition of Leland R. Smith and Dr. Roger Paris who, together with W. R. Jones, Frank E. Opsal, F. J. Rexstrew and the writer, will pursue an aggressive policy in carrying out the recommendations of the Company's Consulting Engineer, L. G. White, set forth in this Prospectus.

The services of the well known geologist, John Buchholz, have been retained in order that the company's program of exploratory development will be under way immediately weather conditions permit.

In view of the major developments in the Mayo area, particularly on the property of Peso Silver Mines, adjacent to the holdings of MAYO SILVER MINES LTD., the Directors are looking forward with unbounded optimism and confidence for the success of the Company's operations.

Submitted on behalf of the Board of Directors.

(John F. Hall)  
Managing Director

**MAYO SILVER MINES LTD.  
(NON-PERSONAL LIABILITY)**

**PROSPECTUS**

(a) Mayo Silver Mines Ltd. (Non-Personal Liability) (hereinafter called the Company") with its head office at Suite No. 204, 475 Howe Street, City of Vancouver, Province of British Columbia, and registered office at 10th Floor, 850 West Hastings Street, City of Vancouver, Province of British Columbia.

(b) The Company was incorporated by Memorandum of Association under the Companies Act, of the Province of British Columbia, on the 5th day of June, A.D. 1962, as a private company and converted to a public company on the 6th day of August, A.D. 1962, by Certificate issued by the Registrar of Companies.

(c) There have been no amendments to the Memorandum of Association since incorporation which are not covered in this Prospectus.

(d) The directors of the Company are:—

<u>Name and Address</u>	<u>Occupation</u>
John F. Hall, 5611 Wallace Street, Vancouver, B.C.	Mining Executive
F. J. Rexstrew, 1845 Bellevue Street, West Vancouver, B.C.	Businessman
Roger B. Paris, D.S.C., 1704 Cedar Crescent, Vancouver, B.C.	Podiatrist and Executive
W. R. Jones, 1275 West 47th Ave., Vancouver, B.C.	Manufacturing Executive
Leland R. Smith, 901 Como Lake Road, Coquitlam, New Westminster, B.C.	Ranch Executive
Frank E. Opsal, 1055 Groveland Place, West Vancouver, B.C.	Mining Executive

There is no promoter.

The Officers of the Company are:—

<u>Name and Address</u>	<u>Occupation</u>
John F. Hall, 5611 Wallace Street, Vancouver, B.C. (Managing Director)	Mining Executive
S. David Anfield, 2010 Queens, West Vancouver, B.C. (Secretary)	Barrister and Solicitor
W. R. Jones, 1275 West 47th Avenue, Vancouver, B.C. (Treasurer)	Manufacturing Executive

(e) The Auditors of the Company are:—

Reynolds, Anderson & Co.,  
Chartered Accountants,  
355 Burrard Street,  
Vancouver 1, B.C.

(f) The Registrar and Transfer Agent is:—

National Trust Company Limited,  
510 Burrard Street,  
Vancouver 1, B.C.

(g) The authorized capital of the Company is \$5,000,000.00 divided into 5,000,000 shares of a par value of \$1.00 each, of which 1,224,375 have been issued as fully paid and non-assessable. There is no other class of shares.

(h) The Company has not created or issued any bond or debentures, nor does it propose to do so and no bonds or debentures are offered by this Prospectus.

(i) Certificates representing 710,000 shares are held in escrow by the National Trust Company Limited at Vancouver, B.C.; 600,000 shares are subject only to release with the written consent of the Superintendent of Brokers for the Province of British Columbia; 150,000 shares owned by Gordon F. Dickson, the Prospector-Vendor of the claims referred to hereinafter, are to be released as follows:—

10,000 shares shall be released to Dickson 90 days after the Company converts to a public company and every 30 days thereafter, 10,000 shares shall be released to Dickson until 100,000 shares have been released. At the date hereof, 100,000 shares have been released to Dickson. The balance of 50,000 shall be held by the National Trust Company Limited, subject to such escrow conditions as the Superintendent of Brokers of the Province of British Columbia may impose.

(j) Shares sold for cash to date are as follows:—

Number of Shares	Price per Share	Discount	Total Cash Received
200,000	10c	90c	\$20,000.00
100,000	12c	88c	12,000.00
100,000	40c	60c	40,000.00
74,375	50c	50c	37,187.50

75,625 shares at 50c per share have been sold at the date hereof but the cash not yet received. Commission of \$7,917.88 has been paid on the sale of the above described shares.

(k) No securities other than shares have been sold for cash to date.

(l) Cross Bow Mines Ltd. has received 600,000 shares in the Company for assigning all its rights as Purchaser under an Agreement with Gordon F. Dickson, of Whitehorse, dated the 9th day of May, A.D. 1962 (hereinafter called "the said Agreement"). Under the said Agreement, Dickson received from the Company 150,000 shares. These shares are the shares described in paragraph (i) hereof.

(m) (i) (a) The Company is the recorded owner of the following 366 mineral claims in the Mayo Mining Division:—

- PS No. 1 to 24
- JO No. 1 to 24
- Lynx No. 1 to 40
- Lucky Strike No. 1 to 6
- JA No. 1 to 32
- Dome No. 1 to 190
- Dome No. 193 to 200
- Pat No. 1 to 24
- Pat No. 191 and 192
- Rain No. 1 to 16

(hereinafter called "the said claims").

(ii) The claims described in paragraph (i) (a) above were obtained from Cross Bow Mines Ltd. and Gordon F. Dickson, pursuant to the terms of the said Agreement. The said Agreement was assigned by Assignment dated the 23rd day of July, A.D. 1962, to the Company. Cross Bow Mines Ltd. received 600,000 shares of the Company and Dickson received 150,000 shares of the Company. In addition, for staking the Dome and Pat claims, Dickson received \$31,000.00 payable on terms. All payments have now been made to Dickson and the Company owns the said claims absolutely and free and clear of any charges or encumbrances.

(iii) So far as the signatories hereto are aware, no person or company has received or is entitled to receive a greater than 5% interest in the consideration received by the Vendors.

(iv) The Company's claims lie approximately 36 miles due north of Mayo. They may be reached from Mayo via the United Keno Hill road to Half Way Lakes. At this point, a branch road extends northerly and finally terminates in

Dublin Gulch, which is near the central portion of the westerly half of the Company's claims. The accessibility to various points of interest within the property holdings may be accomplished with bulldozer, jeep trails or by horseback or foot trail routes to be established.

(v) No underground exploration or development work has yet been done by the Company and there is no plant or equipment on the claims.

(vi) In the 1962 and 1963 summer season, the Company completed the following work:—

(a) Trenching work was completed at 23 separate locations along the 15 mile extent of the claim holdings.

(b) Tote roads were constructed to provide access from the Haggart Creek-Mayo Road into areas of the claim block selected for further exploration work.

(c) Bulldozer stripping followed by hand trenching was conducted on three mineralized showings.

(d) General prospecting of selected areas was completed to provide enough groundwork for detailed investigation during the field season of 1964.

(e) Sufficient assessment work has been completed to keep the said claims in good standing.

(vii) The property of the Company has long been known and worked as a favourable location for placer gold. There are placer operations currently active on Haggart Creek and in Dublin Gulch.

In the past, placer miners have done considerable prospecting for precious metals such as gold and silver in the area. There are numerous cuts and trenches, particularly in the vicinity of the Potato Hills. This work was performed by early miners and the trenches and cuts are now sloughed to a degree which will not permit an examination of the bedrock.

Most of the past work has been done above the timber line where there is little or no overburden, particularly no vegetation, with the exception of the occasional patch of buckbrush, also there is little or no permanent frost condition, thus rendering trenching considerably easier. The valley bottoms and slopes up to an elevation of approximately 4,000 feet, are quite heavily timbered and have a generous covering of top soil.

(viii) For the work carried out by the present management, see the work described in subparagraph (vi), all of which work was done by the Company.

(n) (i) No securities of the Company are subject to an underwriting. The Company offers by this Prospectus 200,000 shares. The amount payable on application for allotment of each share is 60 cents with a maximum commission of 25% to be allowed. A discount of 40 cents per share is allowed.

The Company intends to use the proceeds from the sale of these securities as follows:—

Payment of commissions (maximum)	\$ 30,000.00
Work on claims as recommended by	
L. G. White	68,300.00
Administrative	12,000.00
Legal and Audit	5,000.00
Reserve for future work	4,700.00
<b>Total</b>	<b>\$120,000.00</b>

With the moneys raised hereunder and the moneys presently on hand, the Company will be able to complete the work program recommended by L. G. White, the Company's Consulting Engineer, pursuant to his report dated January 13th, 1964.

(ii) There are no underwritings, options, or sub-underwritings or sub-option agreements outstanding at the present time.

(o) For the 1964 season, the Company intends to carry out the recommendations of L. G. White, contained in his report attached hereto dated the 13th day of January, 1964.

(p) The preliminary expenses incurred in the formation of the Company approximate \$6,500.00. No future expenses on preliminary matters are contemplated.

(q) There is no substantial indebtedness to be created or assumed that is not shown on the balance sheet reported on by the Company's auditors as of the 29th day of February, 1964, a copy of which accompanies and forms part of this Prospectus.

(r) The principal business of each Director and Officer for the past three years and the present business is as follows:—

John F. Hall	—Security Salesman with Hall Securities Ltd.
F. J. Rexstrew	—Salesman at Colliers Ltd. and up to December 1963, Managing Director of the Company.
Roger Paris, D.S.C.	—General Manager of Pierre Paris & Sons Ltd.
W. R. Jones	—Vice-President of Jones Tent & Awning Ltd.
L. R. Smith	—Owner and Manager of Mink Ranch.
F. E. Opsal	—Heavy Equipment Salesman.
S. D. Anfield	—Barrister and Solicitor.

(s) None of the Directors or Officers has any interest, direct or indirect, in any of the property acquired by the Company. None of the Directors or Officers, except S. David Anfield, who is Secretary of Cross Bow Mines Ltd., are Officers or Directors of Cross Bow Mines Ltd.

(t) (i) No remuneration has been paid by the Company since incorporation or during the last fiscal year to any of its Directors.

(ii) During the past fiscal year, the Managing Director received a salary of \$500.00 per month.

(u) (i) It is not anticipated that any remuneration will be paid during the current fiscal year to the Directors of the Company.

(ii) The aggregate remuneration to be paid to the Managing Director during the current fiscal year will be approximately \$6,000.00. No other officer receives any remuneration.

(v) Cross Bow Mines Ltd., by reason of the shares received as a Vendor, described in paragraph (l) herein, is in a position to elect or cause to be elected a majority of the Directors of the Company.

(w) No dividends have been paid by the Company.

(x) If and when the Vendor's shares referred to in paragraph (l) hereof are released from escrow and are sold by the owners thereof to the public, none of the proceeds of such shares will accrue to the benefit of the Company's treasury. There are no further material facts which are not disclosed under this Prospectus.

(y) The foregoing constitutes full, true and plain disclosure of all material facts in respect to the offering of the securities referred to above and as required by the Securities Act of the Province of British Columbia, and there is no further material or information applicable, other than in the financial statements or reports where required.

DATED at Vancouver, British Columbia, this 18th day of March, A.D. 1964.

"John F. Hall"	"Leland R. Smith"
"F. J. Rexstrew"	"W. R. Jones"
"Roger B. Paris"	"F. E. Opsal"

#### CERTIFICATION

I, Leonard George White, of the City of West Vancouver, in the Province of British Columbia hereby certify as follows:

1. That I am a Registered Professional Engineer of British Columbia and reside at 704 Parkside Road, West Vancouver, B.C.
2. That I am a graduate of Washington State University with a Bachelor of Science in Mining Engineering having practiced my profession for twenty years.
3. That I have no interest either directly or indirectly in the claims held by Mayo Silver Mines Limited.
4. That my report is based on examinations of the property during 1962 and 1963 and reports of W. Ellis, P.Eng., employed under my supervision.

"L. G. White, P.Eng."

Vancouver, B.C.  
January 13, 1964

#### INTRODUCTION

The writer was retained by Mayo Silver Mines Ltd. to organize and direct a preliminary prospecting and exploration programme during 1963 on the Company's mineral claims located in the Mayo Mining District of the Yukon Territory.

Because of a late start in organization and the urgency of completing assessment work, general prospecting was restricted to a programme much less than was recommended.

However, assessment work was recorded or can be recorded to protect the claims through another field season, and a limited amount of work was done on three showings. In one case results were discouraging and the other cases inconclusive.

For information on property ownership, location, general topography, previous exploration and development, and general geology, the reader is referred to a "Summary Report" by L. G. White, P.Eng., "Properties Held by Mayo Silver Mines Ltd.", submitted January 18, 1963. There has been no change in this information.

The location sketch of the properties and the sketch of the Lynx No. 26 showing have been included in the appendix of this report.

### STATUS OF CLAIMS

Application for Certificates of Work have been filed for 160 mineral claims to the Mining Recorder for the Mayo Mining District. Application Forms for a further 126 claims have been prepared for filing prior to their expiry date of May 24, 1964. Two years' work was recorded on the remaining 80 claims.

### SCOPE AND PROGRAMME OBJECTIVE FOR 1963

The chief consideration given to the work was to complete assessment requirements on the 366 claim block and group the claims to provide maximum time period for continuing work on favourable discoveries. Also, to trench and sample the North Potatoe Hill Gold Showing, the Ray Gulch Gold Showing, and the Lynx No. 26 Silver-Lead Showing.

Between May 15th and September 15th this work was successfully completed.

### SUMMARY OF WORK—1963

For a second year the work was in the able hands of Mr. W. Ellis, P.Eng. His work for the season is summarized as follows:—

#### (1) North Potatoe Hill Gold Showing—

A hand trench 47 feet long and four feet deep was cut to disclose the vein in place. The hosting shear proved to be three feet wide and to consist of dyke matter and fractured quartz containing arsenopyrite mineralization. Nine samples varied in values from 0.01 to 1.42 ounces of gold per ton, over a width of 1.6 feet. Values occurred in an erratic manner and no definite pattern of mineralization was recognized. Since the vein dips almost vertically and cuts the thin bedded quartzite series at a steep angle, further work is justified on this showing.

#### (2) Ray Gulch Gold Showing—

Previous work had disclosed heavy arsenopyrite gold bearing float on the northeast edge of Ray Gulch. Additional bulldozing showed that the source might be a narrow vein conformable with the flat bedded quartzites and would likely be non-commercial. However, oxidized float uncovered in

adjacent trenches which could not have originated from the known structure dictates that further trenching is required.

#### (3) Lynx No. 26 Silver-Lead Showing—

The trenches originally excavated in 1962 were deepened an additional five feet with the result that the showings deteriorated to a mere shear zone.

Results were discouraging but sufficient evidence was uncovered to conclude that repetition of the mineralization was possible along the same zone.

Further bulldozer stripping should be done on this zone.

### DISCUSSION AND RECOMMENDATIONS FOR 1964

The programme conducted in 1963 did not fulfil the writer's recommendations for that year. Therefore, recommendations for 1964 will be similar to those of 1963 but with a forerunning geochemical survey on a grid pattern to test for the presence of "heavy metals". In doing this it is hoped that the heavy assessment work load will be reduced.

Assessment of results should proceed concurrently as the work progresses to decide which claim areas appear as the most likely target areas for continuing exploration. A process of claim elimination should be adopted to ease future assessment work commitments.

A geochemical survey can be conducted so as to eliminate certain areas from further prospecting and provide justification for allowing some claims to lapse.

By using claim location lines as bases, each claim can be soil sampled at 100 foot intervals on lines 300 feet apart. Only rough compass lines are needed, with sample points marked by flagging tape on a shrub or on a rock.

This type of survey proceeds rapidly in the stunted growth of the Yukon, and can be very effective if accurate sampling, recording, and testing techniques are employed.

The programme should include experienced prospecting teams and technical personnel to follow up the soil sampling. These men could then prospect, map, trench, and sample in areas not eliminated by the geochemistry.

### ESTIMATED TOTAL TIME OF FIELD PROGRAMME

First employ a competent Geological Engineer by May 1, 1964 to compile all geological data, procure air photographs of the claim area, interview prospective personnel, and in general organize the field programme. By June 1st, there should be four experienced prospecting teams ready to set up a base in the Haggart Creek area.

A geologist can supervise the soil sampling and sketch in geology along the survey lines. His assistant would be responsible for recording and testing the samples.

Once the soil sampling is well advanced, one or two of the prospecting teams can drop back to conduct the detailed prospecting of any anomalous areas.

Arrangements should be made for a bulldozer to be available when required for preliminary trenching after prospecting has pinpointed stripping targets.

**ESTIMATED TOTAL TIME OF FIELD  
PROGRAMME**

June 1st to September 15th

**TOTAL CREW**

1 Geological Engineer            1 Geologist's assistant (student)  
1 Geologist (student)           8 Prospectors  
   1 Cook

**ESTIMATE OF COST**

1. <i>Pre-Season Expenses</i>		
Engineering, photographs, maps, etc.....		\$ 5,000.00
2. <i>Field Expenses</i>		
Bulldozing .....	\$ 4,000.00	
Technical personnel, wages .....	3,150.00	
Cook, wages .....	1,750.00	
Prospecting teams, wages.....	14,000.00	
12% W.C.B., insurance, U.I.C., etc. ....	2,750.00	25,650.00
3. <i>Supplies and Camp Gear</i>		
Food .....	\$ 6,000.00	
Camp equipment .....	1,000.00	
General supplies .....	2,000.00	9,000.00
4. <i>Transportation</i>		
Crew fares .....	\$ 2,250.00	
Local equipment rentals .....	1,000.00	
Truck operation .....	1,800.00	5,050.00
5. <i>General Expenses</i>		
Communication, freight and express charges .....	\$ 1,600.00	
Assaying .....	1,000.00	
Travel expenses .....	500.00	
Recording assessments .....	1,500.00	
Geochemical reagents and equipment .....	2,500.00	7,100.00
6. <i>Administration</i>		
Head office—4 months .....	\$ 4,500.00	
Consulting fees & reports.....	3,000.00	7,500.00
TOTAL ESTIMATE		\$59,300.00
Allow 15% contingencies		9,000.00
TOTAL REQUIREMENTS		\$68,300.00

**GENERAL CONCLUSION**

RESULTS OBTAINED FROM THE RECONNAISSANCE PROSPECTING AND LIMITED WORK COMPLETED ON SHOWINGS LOCATED TO DATE JUSTIFY THE EXPENDED EXPLORATION PROGRAMME RECOMMENDED HEREIN.

THE STRATEGICALLY LOCATED LARGE CLAIM BLOCK HELD BY THE COMPANY HAS ONLY BEEN PARTIALLY EXPLORED. IT IS THE WRITER'S OPINION THAT FAVOURABLE POSSIBILITIES EXIST FOR UNCOVERING ADDITIONAL MINERALIZED STRUCTURES BY APPLYING SYSTEMATIC GEOCHEMICAL PROSPECTING TECHNIQUES FOLLOWED BY BULLDOZER TRENCHING OF INDICATED TARGET AREAS.

Vancouver, B.C.  
January 13, 1964

"L. G. White, P.Eng."  
-----  
Consulting Mining Engineer

MAYO SILVER MINES LTD.  
 (Non-Personal Liability)  
 Vancouver, B.C.

**BALANCE SHEET AS AT FEBRUARY 29th, 1964**  
**ASSETS**

CURRENT ASSETS

Cash on hand and in bank .....	\$ 6,381.19	
Accounts receivable .....	250.00	
Share subscriptions receivable (note 1) .....	31,450.00	
Prepaid insurance .....	15.00	\$ 38,096.19

MINING PROPERTY, at cost

Mineral claims situated in the Mayo Mining Division .....		776,040.00
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CAPITAL ASSETS, at cost (note 2)

Automobile and sundry equipment .....		771.60
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DEFERRED CHARGES

Incorporation and organization expenses .....	3,386.82	
Exploration, development and administration expenses per Schedule "1" .....	69,097.77	72,484.59
		<u>\$887,392.38</u>

**LIABILITIES AND SHAREHOLDERS' EQUITY**

CURRENT LIABILITIES

Accounts payable .....	\$ 182.74	
Commissions payable .....	6,100.02	
Share subscriptions received .....	200.00	\$ 6,482.76

SHAREHOLDERS' EQUITY

Share Capital		
Authorized:		
5,000,000 common shares		
of \$1.00 each par value		
	<u>\$5,000,000.00</u>	
Issued and fully paid:		
460,575 common shares for cash (note 3)		
	\$460,575.00	
Less discount and commission	364,825.38	95,749.62
	<u>750,000.00</u>	
750,000 common shares for properties .....		750,000.00
Subscribed: (note 1)		
62,900 common shares for cash	\$ 62,900.00	
Less discount and commission	37,740.00	25,160.00
	<u>1,273,475 shares</u>	870,909.62
Contributed surplus .....	10,000.00	880,909.62
		<u>\$887,392.38</u>

The accompanying notes 1 to 3 form an  
 integral part of this Balance Sheet.

Approved on behalf of the Board

"J. F. Hall"  
 Director

"F. E. Opsal"  
 Director



**NOTES TO THE BALANCE SHEET AS AT  
FEBRUARY 29th, 1964**

Schedule "1"

1. As at February 29th, 1964 the Company held signed subscriptions for the purchase of 62,900 treasury shares (par value \$1.00 per share) at a price of 50c per share.
2. No provision has been made for depreciation of capital assets from the date of acquisition to February 29th, 1964.
3. During the period January 1st, 1964 to February 29th, 1964 the Company issued 46,125 shares for cash which netted the treasury \$18,646.87.

**AUDITORS' REPORT TO THE SHAREHOLDERS**

We have examined the balance sheet of Mayo Silver Mines Ltd. (Non-Personal Liability) as at February 29th, 1964 and have obtained all the information and explanations which we required. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

We have not confirmed title to the mineral claims directly with the Government Registry Office. We have accepted a letter from the company solicitors which states that in their opinion the mineral claims were in good standing, free from any encumbrances and recorded in the name of the company.

In our opinion, subject to the foregoing, the above balance sheet supplemented by the accompanying notes and schedule is properly drawn up so as to exhibit a true and correct view of the state of the company's affairs as at February 29th, 1964 according to the best of our information and the explanations given to us and as shown by the books of the company.

REYNOLDS, ANDERSON & CO.  
Chartered Accountants

March 12th, 1964  
Vancouver, B.C.

MAYO SILVER MINES LTD.  
(Non-Personal Liability)  
Vancouver, B.C.

**SCHEDULE OF EXPLORATION, DEVELOPMENT  
AND ADMINISTRATION EXPENSES FROM  
JUNE 5th, 1962 (DATE OF INCORPORATION) TO  
FEBRUARY 29th, 1964**

	Balance to Dec. 31, 1963	Jan. 1, 1964 to Feb. 29, 1964	Balance at Feb. 29, 1964
<b>EXPLORATION AND DEVELOPMENT EXPENSES</b>			
Salaries, wages and wage assessments .....	\$ 9,493.43	\$ (6.00)	\$ 9,487.43
Consultants' fees and expenses .....	2,598.40	200.00	2,798.40
Equipment rental .....	7,953.75	—	7,953.75
Equipment repairs and maintenance .....	1,142.34	—	1,142.34
Gas and Oil .....	880.33	—	880.33
Camp expense .....	1,264.00	—	1,264.00
Cookhouse supplies and expense .....	2,088.16	—	2,088.16
Freight and cartage .....	1,245.91	—	1,245.91
Travel and lodging .....	1,977.15	—	1,977.15
Licences and recording fees .....	3,392.00	630.00	4,022.00
Stationery, mapping and blueprinting supplies .....	366.95	—	366.95
Telephone and telegraph .....	59.50	—	59.50
Insurance expense .....	125.52	—	125.52
Assaying .....	132.39	—	132.39
Contract prospecting .....	500.00	—	500.00
	<u>\$33,219.83</u>	<u>\$ 824.00</u>	<u>\$34,043.83</u>

ADMINISTRATION EXPENSES

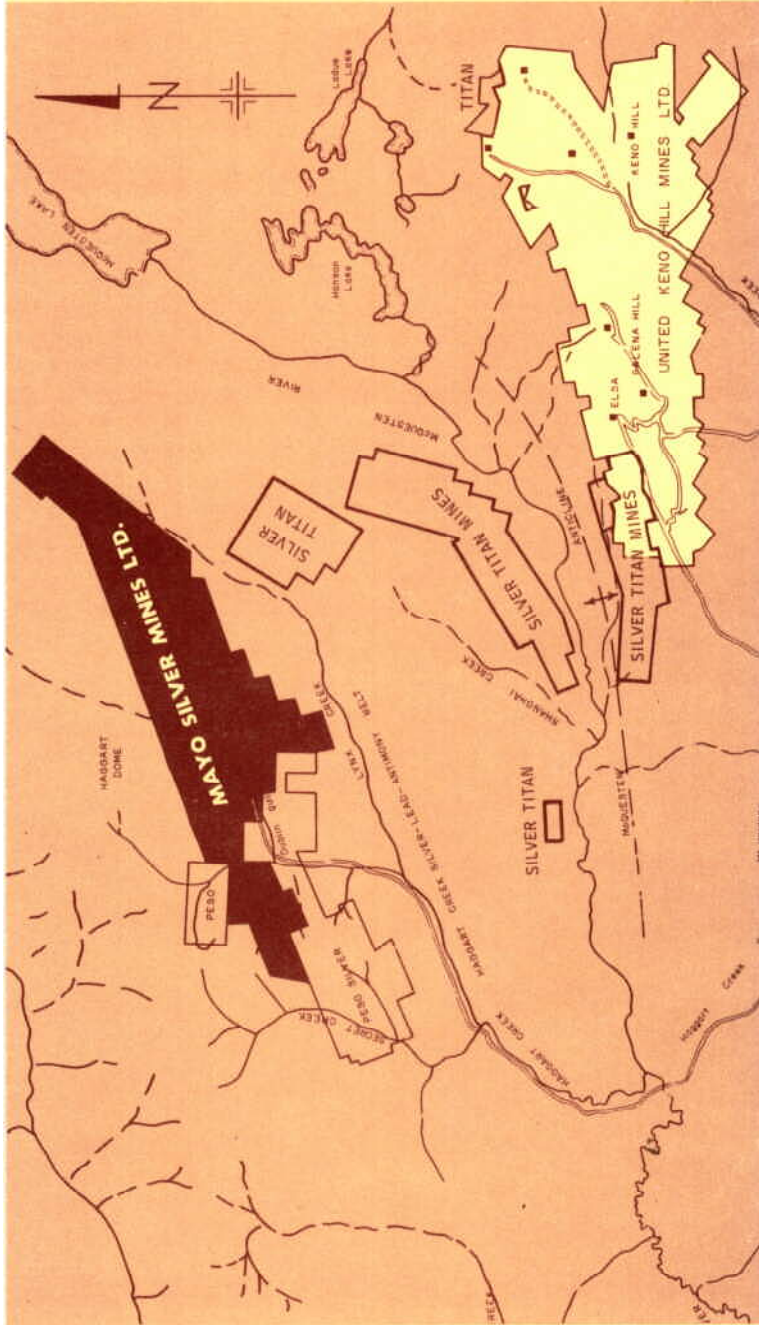
Salaries, wages and wage assessments .....	5,320.63	28.90	5,349.53
Managing Director's salary .....	8,580.00	1,020.00	9,600.00
Legal and audit .....	3,471.29	137.00	3,608.29
Stationery, postage and office expense .....	3,268.64	225.59	3,494.23
Office furniture and equipment rental .....	1,034.00	35.68	1,069.68
Office improvements .....	459.49	—	459.49
Office rent .....	4,050.00	450.00	4,500.00
Telephone and telegraph ..	1,591.93	169.53	1,761.46
Promotion and advertising	3,232.75	185.00	3,417.75
Licences and fees .....	411.25	50.00	461.25
Dues and subscriptions .....	215.75	60.00	275.75
Insurance .....	30.90	—	30.90
Trust company fees and expenses .....	239.26	143.91	383.17
Bank charges .....	20.27	3.45	23.72
Shareholders' reports and meetings .....	405.68	113.04	518.72
Travel .....	—	100.00	100.00
	<u>\$32,331.84</u>	<u>\$2,722.10</u>	<u>\$35,053.94</u>
	<u>\$65,551.67</u>	<u>\$3,546.10</u>	

TOTAL, carried to Exhibit "A"

\$69,097.77

# MAYO SILVER MINES LTD.

(N.P.L.)



Mineral Claim Holdings in  
**MAYO DISTRICT**  
YUKON