



There is no Promoter.

3. Draper and Fielden, 8 Colborne Street, Toronto, are the Auditors of the Company.
4. The Eastern Trust Company, 8 King Street West, Toronto, Ontario is the Registrar and Transfer Agent of the Company.
5. The authorized capital of the Company consists of 4,000,000 shares of the par value of \$1.00 each, of which 1,100,005 shares have been issued to date.
6. No bonds or debentures of the Company are outstanding and the Company does not propose to issue any bonds or debentures.
7. 720,000 shares are held in escrow by The Eastern Trust Company subject to release, pro rata, with the consent of the Ontario Securities Commission and the Directors of the Company and subject further to release, transfer, hypothecation or other alienation only with the consent of the Ontario Securities Commission.
8. 300,005 shares have been sold for cash to date on the 3rd day of October, 1952. 5 Shares at \$1.00 per share, 200,000 shares at 10¢ per share, 100,000 shares at 20¢ per share for a total of \$40,005.00. No commission was paid or is payable in respect of the sale of the above mentioned shares.
9. No securities of the Company other than shares have been sold or issued to date.
10. No shares have been issued or are to be issued and no cash has been paid or is to be paid to any promoter.
11. By an agreement in writing dated the 20th day of September, 1952, the Company purchased from New Jason Mines Limited (No Personal Liability), 7 King Street West, Toronto, Ontario, four patented mining claims in the Township of Levack, Sudbury District, in the Province of Ontario. These claims total 160 acres and are known as claim numbers S.31979, S.31980, S.31981 and S.31983 constituting the north half of lot 10, Concession 1, in the said Township.

These claims were purchased by the Company in consideration of the issue and allotment of 800,000 fully paid and non-assessable shares of the capital stock of the Company.

Gerald Green, 50 Elm Street East, Sudbury, Ontario; Wilfred Thomas Green, 50 Elm Street East, Sudbury, Ontario; John Chyka, 182 Elgin Street South, Sudbury, Ontario; James Russell Cryderman, 293 Elm Street East, Sudbury, Ontario; Francis McLeod, 1381 Mount Pleasant Road, Toronto, Ontario; Transcontinental Resources Limited, 7 King Street West, Toronto, Ontario; Lavalie Gold Mines Limited (No Personal Liability), 7 King Street West, Toronto, Ontario; New Marlon Gold Mines Limited (No Personal Liability) 7 King Street West, Toronto, Ontario; Bar-Manitou Mines Limited (No Personal Liability), 7 King Street West, Toronto, Ontario; each received more than a five per cent interest in the shares received by the Vendor.

12. Particulars relating to the Property:

- (a) The Property lies approximately one-half mile northerly from the highway which leads from Sudbury to the town of Levack. Access to the property is along a bush road which meets this highway at a point between Levack Townsite and the shaft of the Hardy Mine one-half mile southwest of it. The Onaping River passes through the northeast claim of the property.
- (b) No underground exploration or development work has been carried on by the Company, and there is no underground plant or equipment.
- (c) No surface exploration or development work has been carried on by the Company, and there is no surface plant or equipment.
- (d) No work has been done or improvements made by the present management.

13. By an underwriting and option agreement in writing between the Company and New Jason Mines Limited (No Personal Liability) (hereinafter referred to as "New Jason"), 7 King Street West, Toronto, Ontario, dated the 22nd day of September, 1952, the Company sold to New Jason 300,000 shares of the capital stock of the Company at the purchase price of \$40,000, payment for which has been received by the Company, and granted to New Jason an option to purchase all or any part of 1,400,000 shares of the capital stock of the company upon the following terms:

100,000 Shares @ \$ .20 per share within 6 months of the effective date  
 200,000 Shares @ .25 per share within 10 months of the effective date  
 200,000 Shares @ .30 per share within 12 months of the effective date  
 200,000 Shares @ .40 per share within 16 months of the effective date  
 200,000 Shares @ .50 per share within 18 months of the effective date  
 200,000 Shares @ .60 per share within 20 months of the effective date  
 200,000 Shares @ .75 per share within 22 months of the effective date  
 100,000 Shares @ 1.00 per share within 24 months of the effective date

The effective date being the 5th day of November, 1952.

It is also provided in the said Agreement that should New Jason make default in any of the payments hereinbefore provided the Agreement shall not terminate until the Company has given New Jason ten days' notice in writing of its intention to terminate the Agreement and New Jason shall have the right within such ten days to cure such default by payment for shares in respect of which default has been made and if such default is so cured then the balance of the option shall remain in good standing.

It is also provided in the said Agreement that it will terminate within twenty-four (24) months after the date of execution thereof.

Should New Jason make default in any payment or an extension of time be given by the Company for exercising the option granted by the said Agreement the Company will within twenty (20) days thereafter file an amended Prospectus reflecting such default or extension of time, if primary distribution is still under way.

There are no sub-options or sub-underwriting agreements. The Underwriter and Optionee proposes to distribute to the public through registered security dealers on a commission basis not to exceed the usual brokerage rate as authorized by the Toronto Stock Exchange for mining company shares.

New Jason Mines Limited (No Personal Liability) holds the benefit for the said options as Trustee on behalf of itself and the following: Lavalie Gold Mines Limited (No Personal Liability), 7 King Street West, Toronto, Ontario; Transcontinental Resources Limited, 7 King Street West, Toronto, Ontario; New Marlon Gold Mines Limited (No Personal Liability), 7 King Street West, Toronto, Ontario; Bar-Manitou Mines Limited (No Personal Liability), 7 King Street West, Toronto, Ontario.

14. (a) The Property will be investigated firstly by a magnetometer survey and then by diamond drilling in accordance with the recommendation made by Mr. Lionel R. Simard, Consulting Geologist, in his Report dated the 2nd day of October, 1952, which said Report is attached and forms part of the Prospectus. All monies paid into the Treasury of the Company through the sale of shares as set out above will be expended by the Company in such surface development work and underground mining operations on the Company's property as shall be recommended by its Engineers and Geologists, the purchase of necessary equipment and generally for corporate purposes.

(b) The estimated amount of the preliminary expenses showing administrative and development expenses separately is given below:

	<u>Administrative</u>	<u>Development</u>
Estimated Preliminary Expenses	\$ 2,458.45	\$ 836.45

Future administrative and development expenses depend on the sale of the Company's shares to the public.

(c) There is no indebtedness to be created or assumed other than as shown on the Balance Sheet dated as of 3rd October, 1952, attached hereto.

15. (a) The principal business in which each Director or Officer of the Company has been engaged during the past three years is as follows:

John Joseph Coghlan is a mining executive connected with various enterprises including the President of Vermont Zinc Mines Limited.

William Washbourne Dennis is a field scout associated with Transcontinental Resources Limited.

John Lucas Noble is a Mining Accountant and a Director of various mining companies, including the Patrice-Destor Gold Mines Limited.

Clarence Orrin Stee is a Mining Engineer, self-employed, and a Director of various mining companies.

Duncan Neil MacKellar is an Accountant in the office of Professional Mining Administration Limited.

William Thomas Green is a Merchant and owns and operates a General Store in Sudbury, Ontario.

(b) Mr. J. J. Coghlan, Mr. C. O. Stee and Mr. J. L. Noble are directors and shareholders of New Jason Mines Limited (No Personal Liability) and will therefore benefit in the shares it received for the sale of the mining claims to the

Company. No other director or officer of the Company has any interest either direct or indirect in any property acquired or to be acquired by the Company.

(c) No remuneration has been paid during the last fiscal year to any Director or Officer of the Company and none is estimated to be paid during the current year.

16. The Company has paid no dividends to date.
17. The Underwriter and Vendor are in a position to elect or cause to be elected a majority of the Directors of the Company. There is no arrangement for the sale of Vendor shares.

The foregoing constitutes full, true and plain disclosures of all material facts in respect of the offering of securities referred to above as required by Section 38 of The Securities Act (Ontario), and there is no further material information applicable other than in the financial statements or reports where required.

DATED this 15th day of October, 1952.

J. J. COGHLAN      W. DENNIS      J. L. NOBLE

C. O. STEE      W. T. GREEN

To the best of our knowledge, information and belief, the foregoing constitutes full, true and plain disclosure of all material facts in respect of the offering of securities referred to above as required by Section 38 of the Securities Act (Ontario) and there is no further material information applicable other than in the financial statement or Report where required. In respect of matters which are not within our knowledge we have relied on the accuracy and adequacy of the foregoing.

DATED this 15th day of October, 1952.

NEW JASON MINES LIMITED  
(No Personal Liability)

C. O. STEE  
President

J. L. NOBLE  
Secretary

UNDERWRITER AND OPTIONEE

REPORT

ON THE PROPERTY OF

**LEVACK NICKEL MINES LIMITED**  
(No Personal Liability)

Levack Township, Sudbury Mining District  
~~Province of Ontario~~

by

Lionel R. Simard  
Consulting Geologist  
Toronto, Ontario      October 2nd, 1952.

PROPERTY

The property acquired by this company consists of some 160 acres of ground being the four claims constituting the north half of lot 10, concession 1 in Levack township, Sudbury district, Ontario.

The property lies approximately one-half mile northerly from the highway which leads from Sudbury to the town of Levack. Access to the property is along a bush road which meets this highway at a point between Levack townsite and the shaft of the Hardy Mine one-half mile southwest of it.

The Onaping river passes through the northeast claim of the property and could provide all the water necessary for mining and milling operations. The Ontario Hydro is constructing an electric power line to the Hardy shaft situated about one-half mile south and a little east of the property.

GEOLOGY

This property lies just outside the northwest rim of the Sudbury basin. At its closest point it is less than one-quarter mile from the Norite footwall.

The rock underlying the property apparently consists of granite-gneiss which has been fractured and brecciated. In this area this is a rock favorable for the occurrence of copper-nickel orebodies. Ore localization in the area appears to be controlled chiefly by brecciation rather than by clean cut shears or contacts.

The rocks in the southern portion of the property are masked by a mantle of sand and gravel. This may be quite deep over most of

this portion of the property. Towards the northern or north eastern part of the property hills of granite gneiss breccia occur. Along the southern slope of these hills and near their base, blasting in solid rock has exposed some mineralization. This consists of chalcopryrite, pyrrhotite and pyrite occurring as fillings of cracks and fractures in the granite gneiss. Tests indicate the presence of nickel in this material.

These showings are not impressive, but they do show that the conditions favorable for the emplacement of copper nickel orebodies are present in the vicinity. The portion of the property, covered by the sand and gravel and lying between the showings and the norite, is well worthy of investigation with a view to locating commercial orebodies of copper nickel.

#### RECOMMENDATIONS

It is here recommended that the property be investigated firstly by a magnetometer survey and then by diamond drilling.

As it is thought that any orebody present would likely strike northeast and dip to the southeast, drill holes should be either vertical or be holes dipping to the northwest to cut across the favorable zone.

As the boundaries of the property were not clearly outlined at the time of this examination, it is not possible at this time to estimate the footage of drilling required in the preliminary program, but it is expected that this will be in excess of 3000 feet. As the copper nickel orebodies are usually magnetic the results of the magnetometer survey should be of considerable help in outlining the areas to be drilled.

Toronto, Ontario  
October 2, 1952.

Lionel R. Simard  
Consulting Geologist.  
(signed)

#### C E R T I F I C A T E

I, Lionel R. Simard, of the City of Toronto in the Province of Ontario, hereby certify as follows:

1. That I am a member of the Association of Professional Engineers of Ontario.
2. That I am a Consulting Geologist with offices at Suite 1405 - 330 Bay Street, Toronto 1, Ontario.
3. That I am a graduate of McGill University and have been practising my profession as a geologist for more than

#### CERTIFICATE (cont'd)

twenty years.

4. That I have no interest, either directly or indirectly and I do not expect to receive any interest, either directly or indirectly, in the properties covered by this report, or in any securities of Levack Nickel Mines Limited.
5. That the accompanying report is based on personal examination of the property carried out in August, 1952.
6. This certificate applies to the accompanying report to Levack Nickel Mines Limited on their property in Levack Township, Ontario.

DATED this 2nd day of October, 1952.

Toronto, Ontario.

(signed)

Lionel R. Simard  
Consulting Geologist.

**LEVACK NICKEL MINES LIMITED**  
(No Personal Liability)

BALANCE SHEET AS AT OCTOBER 3, 1952.

ASSETS

Cash in Bank	\$ 39,202.45
Mining Properties	80,000.00
Deferred Development Expenses (Schedule "A")	1,059.90
Organization Expenses	2,235.00
	<u>\$122,497.35</u>

LIABILITIES

Accounts Payable	820.90
Advances	1,671.45
Capital Stock - Par Value \$1.00	

Authorized - 4,000,000 shares

Allotted

For Properties - 800,000 shares	800,000.00		
Less Discount on shares	<u>720,000.00</u>	\$80,000.00	
For Cash - 300,005 shares	300,005.00		
Less Discount on shares	<u>260,000.00</u>	<u>40,005.00</u>	<u>120,005.00</u>
			<u>\$122,497.35</u>

Note: Option agreement outstanding as follows -  
 100,000 shares at \$ .20 per share payable within 6 months.  
 200,000 shares at .25 per share payable within 10 months.  
 200,000 shares at .30 per share payable within 12 months.  
 200,000 shares at .40 per share payable within 16 months.  
 200,000 shares at .50 per share payable within 18 months.  
 200,000 shares at .60 per share payable within 20 months.  
 200,000 shares at .75 per share payable within 22 months.  
 100,000 shares at 1.00 per share payable within 24 months.  
 All payable dates being from the effective date of acceptance of filing of the Statutory Prospectus of the Company with the Ontario Securities Commission. The agreement called for the firm purchase of 300,000 shares for \$40,000.00 which amount has been paid into the Company's bank account.

Approved

J. J. COGHLAN  
Director

J. L. NOBLE  
Director

AUDITORS' REPORT

We have examined the books and records of Levack Nickel Mines Limited (No Personal Liability) for the period from date of incorporation, September 11th to October 3, 1952.

In our opinion the above Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the affairs of Levack Nickel Mines Limited (No Personal Liability) as at October 3, 1952 according to the best of our information and the explanations given us and is as shown by the books. All our requirements as auditors have been complied with.

(Signed) Draper and Fielden

Toronto, Ontario  
October 6, 1952.

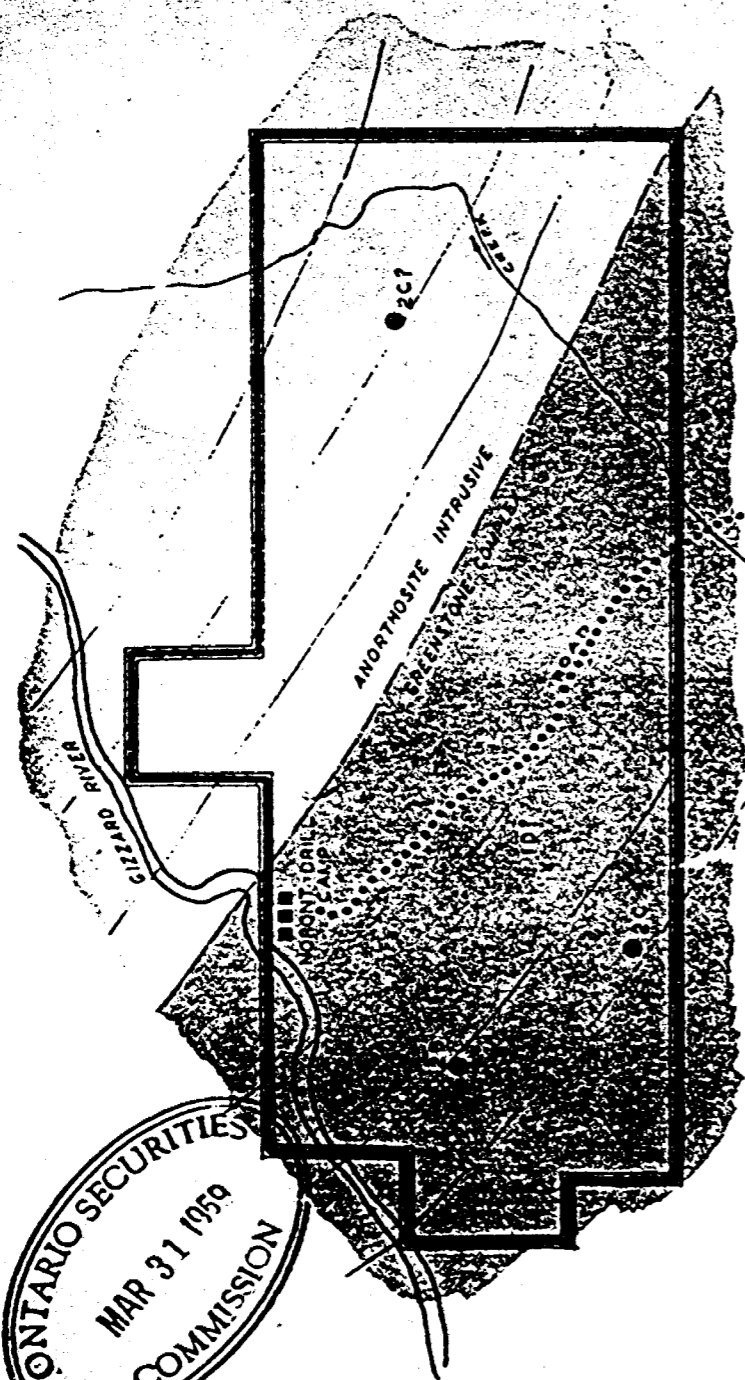
CHARTERED ACCOUNTANTS.

STATEMENT OF DEFERRED DEVELOPMENT COSTS

FROM INCORPORATION SEPTEMBER 11 TO OCTOBER 3, 1952

Engineering fees and services	\$ 300.00
Printing and Stationery	223.45
Licenses and Taxes	240.00
Travelling expenses	296.45
	<u>\$1,059.90</u>

ONTARIO SECURITIES  
 MAR 31 1959  
 COMMISSION



**LEVACK NICKEL MINES LIMITED**

MAP NO. 2.  
 GEOPHYSICAL & GEOLOGICAL PLAN OF CLAIMS  
 GALINÉE TOWNSHIP ABITIBI EAST COUNTY  
 MATTAGAMI AREA QUEBEC  
 SCALE 1" = 1/4 MILE  
 SOURCE- DWG. NO. 503 SPARTON AIR SERVICES LTD. JULY/56  
 DRAWN FOR HARPER & HOLBROOK  
 BY W. YAWNEY APPROVED BY *H.G. Harper*  
 DEC. 1958

**- LEGEND -**  
 TREND OF AEROMAGNETICS  
 AIRBORNE ELECTROMAGNETIC ANOMALY  
 GEOLOGICAL CONTACT

**PROSPECTUS OF  
 LEVACK NICKEL MINES LIMITED**

Filed with the Ontario Securities Commission under Section 38  
 of The Securities Act (Ontario)

- (a) Levack Nickel Mines Limited hereinafter referred to as the "Company" was incorporated under the provisions of Part XI of the Ontario Companies Act by Letters Patent dated the 11th day of September, 1952.
- (b) The Head Office of the Company and its Executive and Administrative Office is situated at Room 912, 25 Adelaide Street West, Toronto, Ontario.
- (c) The names in full, occupations and home addresses of the officers and directors of the Company and the particulars of the business in which each has been engaged for the past three years are as follows:

Officers and Directors	Names in Full and Occupation for the past three years	Residence Addresses in full
President and Director .....	William Washbourne Dennis, Prospector, self employed.	16 Cranleigh Rd., Toronto, Ontario.
Vice-President & Director .....	Kenneth Andrew Davis, Mining Executive, a Director of various mining companies, including Norvalle Mines Limited, Pickering Metal Mines Limited & Zenmac Metal Mines Limited.	9 Castle Frank Rd., Toronto, Ontario.
Secretary-Treasurer & Director .....	John Lucas Noble, Mining Accountant, employed by various mining companies, including Marcon Mines Limited & Norvalle Mines Limited.	55 Winthorpe Rd., Toronto, Ontario.
Director .....	Murdoch Allister McLeod, Prospector, self employed.	1391 Mt. Pleasant Rd., Toronto, Ontario.
Director .....	Wilfred Thomas Green, Merchant, owner of General Store, in Sudbury.	50 Elm Street, Sudbury, Ontario.

The Company has no promoter.

- (d) Draper and Fielden, 44 Wellington St. East, Toronto are the Auditors of the Company.
- (e) The Eastern Trust Company, 8 King Street West, Toronto, Ontario is the Registrar and Transfer Agent of the Company.
- (f) The authorized capital of the Company consists of 4,000,000 shares of the par value of \$1.00 each, of which 1,100,005 shares have been issued to date.

900  
 911 JAN 1959 33 LEVACK 1281 LEVACK

- (g) No bonds or debentures of the Company are outstanding and the Company does not propose to issue any bonds or debentures.
- (h) Certificates representing 720,000 shares being certain of the shares issued for properties as outlined in paragraph (l) (ii) (a) hereof (hereinafter called vendors' shares) are presently in escrow with The Eastern Trust Company, 8 King Street West, Toronto, Ontario. The said vendors' shares are and the 180,000 additional vendors' shares described in paragraph (l) (ii) (b) hereof will be subject to pro rata release among the persons entitled thereto only upon the prior written consent of the Ontario Securities Commission and the Board of Directors of the Company. Any dealings with the vendors' shares within the escrow, including assignment, hypothecation or alienation will require the written consent of the Ontario Securities Commission. Such dealings with the said additional vendors' shares will also require the written consent of the Ontario Securities Commission. Vendors' shares now free of escrow and which may become free of escrow and shares presently sold for cash may be offered and sold at the then current offering price for shares of the Company, but the proceeds of such sales will not accrue to the treasury of the Company. Except as described in paragraph (l) (iii) (a), the signatories hereto are not aware of any present or proposed arrangement whereby the vendors' shares of the Company have been or will be given to any person as a bonus or otherwise. If any such arrangement is made and comes to the knowledge of the signatories hereto, an appropriate amendment to this prospectus will be filed within 20 days thereof if the securities of the Company are then in the course of primary distribution.

- (i) The following shares have been sold for cash to date:

Shares Sold	Total Cash Received	Commission Paid
5 shares at \$1.00 per share .....	\$ 5.00	nil
200,000 shares at .10 per share .....	20,000.00	nil
100,000 shares at .20 per share .....	20,000.00	nil
	<u>\$40,005.00</u>	

- (j) No securities other than the shares mentioned above have been sold for cash to date by the Company.
- (k) No shares have been issued or are to be issued and no cash has been paid or is to be paid to any promoter for promotional or other services.
- (l) (a) The Company is the owner of four patented mining claims in the Township of Levack, Sudbury District, in the Province of Ontario. These claims total 160 acres and are known as claim numbers S.31979, S.31980, S.31981 and S.31983 constituting the north half of lot 10, Concession 1, in the said Township.
- (b) The Company intends to acquire the ownership of 22 unpatented mining claims in the Township of Galinee, Mattagamit Area, Province of Quebec and described as

Development Licence	Certificate No.	Claims
37094	130409	4 & 5
37095	132267	1 - 5
37096	130442	1 - 5
37097	130443	1 - 5
37098	130444	1 - 5

- (ii) (a) The vendor of the patented claims described in paragraph (l) (i) (a) was New Jason Mines Limited, 25 Adelaide St. West, Toronto, Ontario under an agreement in writing dated Sep-

tember 20th, 1952. The consideration paid therefor was the issue and allotment to the vendor of 800,000 fully paid and non-assessable shares of the capital stock of the Company of which 720,000 shares are held in escrow and are referred to in paragraph (h).

- (b) Under an agreement dated November 26th, 1958 between the Company as purchaser and William Washbourne Dennis, 16 Cranleigh Rd., Toronto, Ontario as vendor, and subject to the acceptance of this prospectus for filing by the Ontario Securities Commission (the date of which is therein referred to as the effective date), the Company has agreed to purchase the unpatented claims described in paragraph (l) (i) (b) in consideration of payment to the vendor of the sum of \$10,000.00 within 30 days of the effective date and the issue and allotment to the vendor of 200,000 fully paid and non-assessable shares of the capital stock of the company at the expiration of one year from the effective date. 180,000 of the said shares are to be held in escrow by The Eastern Trust Company, 8 King Street West, Toronto and are referred to in paragraph (h) as additional vendors' shares.
- (iii) (a) As far as the signatories hereto are aware, no person or company has received or is to receive from the said New Jason Mines Limited a greater than 5% interest in the shares referred to in paragraph (l) (ii) (a) except:

Gerald Green, 50 Elm Street East, Sudbury, Ontario; Wilfred Thomas Green, 50 Elm Street East, Sudbury, Ontario; John Chyka, 182 Elgin Street South, Sudbury, Ontario; James Russell Cryderman, 293 Elm Street East, Sudbury, Ontario; Francis McLeod, 1381 Mount Pleasant Road, Toronto, Ontario; Transcontinental Resources Limited, 25 Adelaide Street West, Toronto, Ontario; Lavalie Gold Mines Limited (No Personal Liability), now Norvalle Mines Limited, 25 Adelaide Street West, Toronto, Ontario; New Marlon Gold Mines Limited (No Personal Liability), now Marcon Mines Limited, 25 Adelaide Street West, Toronto, Ontario; Bar-Manitou Mines Limited (No Personal Liability), 25 Adelaide Street West, Toronto, Ontario.

- (b) As far as the signatories hereto are aware, no person or company has received or is to receive from the said William Washbourne Dennis a greater than 5% interest in the consideration referred to in paragraph (l) (ii) (b).
- (m) An account of the location accessibility and work done and improvements made by the present management on the patented mining claims described in paragraph (l) (i) (a), and on the unpatented mining claims described in paragraph (l) (i) (b), of the character, extent and condition of any surface and underground exploration and development thereof and of the work done by the present management on the mining claims described in paragraph (l) (i) (a) is contained in the reports of H. G. Harper, M.A.Sc., P.Eng. dated December 3rd, 1958 and January 19th, 1959 which accompany and form part of this prospectus and to which reference is hereby made. There is no underground or surface plant and equipment on the said mining claims. Other than the information set out in the said reports the signatories hereto are not aware of any previous history of the said properties. No work has been done by the present management on the mining claims described in paragraph (l) (i) (b).
- (n) By an agreement dated September 22, 1952, the Company sold to New Jason Mines Limited 300,000 shares of its capital stock at the price of \$40,000 and granted options to New Jason Mines Limited to purchase the whole or any part of 1,400,000 shares of its capital stock at prices from 20¢ per share to \$1.00 per share over a period of 24 months from November 5th, 1952. No shares were purchased by New Jason Mines



Limited under the said options and the said agreement dated September 22, 1952, has expired.

By an agreement dated November 26th, 1958 between the Company and J. Bradley Streit & Co. Limited, 80 Richmond St. West, Toronto, the latter has agreed, that, subject to the acceptance of this prospectus for filing by the Ontario Securities Commission (the date of which is therein referred to as the "effective date"), it will purchase on its own behalf forthwith after the effective date, 200,000 shares of the capital stock of the Company at the price of 10¢ per share. The said agreement contains options in favour of J. Bradley Streit & Co. Limited to purchase a further 800,000 shares of the capital stock of the Company as follows:

The whole or any part of 200,000 shares within 6 months after the effective date at the price of 10¢ per share.

The whole or any part of 200,000 shares within 9 months after the effective date at the price of 15¢ per share.

The whole or any part of 200,000 shares within 12 months after the effective date at the price of 20¢ per share.

The whole or any part of 200,000 shares within 15 months after the effective date at the price of 25¢ per share.

The agreement provides that if J. Bradley Streit & Co. Limited fails to exercise any of the said options, the agreement shall not thereby lapse, but that J. Bradley Streit & Co. Limited shall be entitled to 15 days notice in writing by the Company of its intention to terminate the agreement. If such notice be given and the default cured within 15 days, the agreement shall remain in force, otherwise the agreement shall, after 15 days have expired, automatically terminate insofar as it has not then been exercised. It is understood that in the event of default occurring under the agreement, or of an extension for the option being agreed upon, an amending statement to this prospectus must be filed within 20 days thereof if the Company's shares are still in the course of primary distribution.

J. Bradley Streit & Co. Limited by an agreement dated November 26th, 1958 has sold to the following persons and companies the percentages shown opposite their respective names in the said 200,000 shares to be purchased by J. Bradley Streit & Co. Limited, at the price of 10½¢ per share.

William Washbourne Dennis, 16 Cranleigh Rd., Toronto, Ontario .....	50%
New Jason Mines Limited, 25 Adelaide Street West, Toronto, Ontario .....	12½%
Norvalle Mines Limited, 25 Adelaide Street West, Toronto, Ontario .....	12½%
Pickering Metal Mines Limited, 25 Adelaide Street West, Toronto, Ontario .....	12½%
Marcon Mines Limited, 25 Adelaide Street West, Toronto, Ontario .....	12½%

and has assigned to the said persons and companies, the same percentage of interest in the said options granted to J. Bradley Streit & Co. Limited, at a mark-up of ½¢ for each share purchased through exercise of the said options.

The plan of distribution to the public of the said shares purchased and of any optioned shares taken down and distributed in the Province of Ontario is that they will be distributed in any of the following ways:

- (a) by granting sub-options or sub-underwritings to registered security dealers at an advance in price not to exceed 1¢ per share over the price paid to the Company.
- (b) through registered security dealers as agents at a commission rate as set out by the Toronto Stock Exchange for mining Companies.
- (c) through registered security dealers as agents at a commission not to exceed 25% of the selling price plus such dealers' promotional and advertising expenses.

The only persons owning more than 5% interest in J. Bradley Streit & Co. Limited are J. Bradley Streit, 1 Benvenuto Place, Toronto, Ontario, J. A. Hackett, 38 Alexandra Wood, Toronto, Ontario, C. William Streit, 494 Avenue Road, Toronto, Ontario and J. Douglas Streit, 3 Mildenhall Road, Toronto, Ontario.

New Jason Mines Limited, Norvalle Mines Limited and Marcon Mines Limited are each public companies, the shares of which are actively traded on the Toronto Stock Exchange and the Canadian Stock Exchange. Pickering Metal Mines Limited is also a public company, the shares of which are actively traded. It is not practicable to give the names and addresses of the persons who own more than 5% interest therein. Kenneth Andrew Davis is the President and a Director of Norvalle Mines Limited and Vice-President, and a Director of Pickering Metal Mines Limited and a Director of New Jason Mines Limited and Marcon Mines Limited. Clarence Orrin Stee, formerly President and a Director was the Vice-President and a Director of Norvalle Mines Limited and a Director of New Jason Mines Limited; John Lucas Noble is a Director of Norvalle Mines Limited and is Secretary-Treasurer of Marcon Mines Limited, New Jason Mines Limited, Norvalle Mines Limited and Pickering Metal Mines Limited.

- (o) The Company proposes to expend the proceeds from current sales of securities in payment for general corporate purposes and for development work on the properties of the Company described in paragraph (i) (i) (b) above, which will be planned on the basis of recommendations set forth in the reports of H. G. Harper, M.A.Sc., P.Eng. dated December 3rd, 1958 which is attached hereto and forms part of this prospectus and to which reference is hereby made. The Company also intends to maintain in good standing the mining claims described in paragraph (i) (i) (a). The method and extent of further explorations and development work of the Company's properties will depend upon the recommendations of the technical advisors of the Company. The Company may also acquire further properties if so advised by its consultants and finances permit. In any such event an amendment to this prospectus to disclose such acquisition will be filed with 20 days thereof.
- (p) The Company has been incorporated for more than one year.
- (q) There is no indebtedness to be created or assumed other than the ordinary operating expenses of the Company which is not shown in the Balance Sheet of the Company as at November 29th, 1958 reported on by Messrs. Draper and Fielden, accompanying and forming part of this prospectus, or which is not referred to in this prospectus.
- (r) (i) The particulars of the business in which each Director and Officer of the Company has been engaged for the past three years are shown in paragraph (c) hereof.
- (ii) None of the said Directors and Officers of the Company has ever had any interest direct or indirect and either personally or as a partner in a firm in the properties acquired by the Company except that William Washbourne Dennis is the vendor to the Company of the properties described in paragraph (i) (i) (b) hereof. John Lucas Noble and Kenneth Andrew Davis are shareholders of New Jason Mines Limited. Kenneth Andrew Davis is a shareholder of Marcon Mines Limited. William Washbourne Dennis is a shareholder of Transcontinental Resources Limited.

Kenneth Andrew Davis and John Lucas Noble are shareholders of Norvalle Mines Limited. Kenneth Andrew Davis and John Lucas Noble are shareholders of Bar-Manitou Mines Limited. Clarence Orrin Stee, formerly President and a Director of the Company was also a shareholder of New Jason Mines Limited, Norvalle Mines Limited and Bar-Manitou Mines Limited.

Each of the above-named Directors and Officers of the Company as shareholders of the above-named companies has benefited indirectly in the shares paid to New Jason Mines Limited for the properties described in paragraph (i) (i) (a) hereof and received by the companies named in paragraph (i) (iii) (a) hereof of which they are shareholders. The total extent of the interest of the said Directors and Officers of the Company in the said shares paid to New Jason Mines Limited does not exceed 5% thereof. Wilfred Thomas Green, one of the persons mentioned in paragraph (i) (iii) (a) hereof has received 168,750 of the shares paid to New Jason Mines Limited for the properties described in paragraph (i) (i) (a) hereof.

- (iii) No remuneration has been paid by the Company during the last financial year and it is estimated that none will be paid or payable during the current financial year to its Directors as such. No remuneration has been paid by the Company during the last financial year and it is estimated that none will be paid or payable during the current financial year to its Officers.
- (s) No dividends have been paid by the Company.
- (t) As far as the signatories hereto are aware, there is no agreement in writing under which any person or persons are entitled to elect or cause to be elected a majority of the Directors of the Company nor is there any person who by reason of beneficial ownership of shares of the Company, is in a position to elect or cause to be elected such a majority except the vendor referred to in paragraph (i) (ii) (a) hereof who, until such time as the shares to be purchased under the agreements referred to in paragraph (i) are sold, will be in a position to elect the Board of Directors of the Company.
- (u) There is no other material fact not disclosed in the foregoing.

DATED at Toronto, Ontario this 18th day of February, 1959.

The foregoing constitutes full, true and plain disclosure of all material facts in respect of the offering of securities referred to above as required by Section 38 of The Securities Act (Ontario) and there is no further material information applicable other than in the financial statements or reports where required.

#### DIRECTORS

MURDOCH ALLISTER McLEOD	WILLIAM WASHBOURNE DENNIS
WILFRED THOMAS GREEN	KENNETH ANDREW DAVIS
by his attorney	
William Washbourne Dennis	JOHN LUCAS NOBLE

To the best of our knowledge, information and belief, the foregoing constitutes full, true and plain disclosure of all material facts in respect of the offering of securities referred to above as required by Section 38 of The Securities Act (Ontario) and there is no further material information applicable other than in the financial statements or reports where required. In respect of matters which are not within our knowledge, we have relied upon the accuracy and adequacy of the foregoing.

UNDERWRITER AND OPTIONEE:  
J. BRADLEY STRETT & CO. LIMITED

per: J. A. HACKETT

per: J. DOUGLAS STRETT c.s.

#### REPORT ON

## LEVACK NICKEL MINES LIMITED

Levack Township Property

Sudbury Mining Division, Ontario

#### INTRODUCTION

This report summarizes the exploration performed by Levack Nickel Mines Limited on a group of four mining claims located in Levack Township.

The property was not examined and the data which form the basis of this report were drawn from company maps and reports prepared by the following geologists and engineers:

Lionel R. Simard, P. Engineer, Consulting Geologist, October 2, 1952.

Dr. R. G. Holles, November 15, 1952.

H. J. Logan, May 4-July 3, 1953.

#### PROPERTY, LOCATION AND ACCESS

The property consists of four patented mining claims numbered S31979, S31980, S31981, and S31983 which have a total area of about 160 acres.

The claim group comprises the N½ of Concession I, Lot 10, Levack Township, District of Sudbury of the Sudbury Mining Division, Province of Ontario.

The property lies approximately one-half mile northerly from the highway which leads from Sudbury to the town of Levack. Access to the property is along a bush road which meets this highway at a point between Levack Township and the shaft of the Hardy Mine of Falconbridge Nickel Mines Limited one-half mile to the southwest. The Onaping River passes through claim number S31979.

#### HISTORY

Levack Nickel Mines Limited purchased the claim group from New Jason Mines Limited on September 20, 1952. The company then undertook geophysical and diamond drill exploration programs on the property. These were completed and all exploration ceased on or about July 1, 1953. No work has been done on the property since that time and no buildings, supplies or valuable workings remain on the property.

#### GENERAL GEOLOGY

The property lies from ¼ to ¾ of a mile north of the north-west rim of the Sudbury Basin which, in this general area, dips about 50° south-east.

The underlying rocks are predominantly granitic in composition. They consist of massive grey granites, various classes of granite gneisses, and hybrid granites produced by the partial alteration and absorption of greenstones by the intruding granite. Numerous altered greenstone inclusions occur in the granites.

Differentiation within the granites proper is evidenced by several zones of pegmatite while some deformation of the granites is indicated by granite breccias.

Diabase dikes and sills are the youngest rocks found on the property.

### ECONOMIC GEOLOGY

*March*  
A surface showing of mineralization is located in the north-east corner of claim S31981. Here a small rock trench shows some chalcopyrite (copper) pyrrhotite (nickelliferous) and pyrite occurring as stringers and blobs within a 10 foot wide zone of granite breccia. To the north-west the zone terminates prior to intersecting a diabase dike. To the south-west the zone passes under a broad sand plain. Dr. R. G. Holles collected two samples from the zone and had them assayed for platinum and palladium. His assay returns are tabulated below:

Sample No.	Platinum oz./ton	Palladium oz./ton
1	0.01	0.02
2	0.12	0.19

*May*  
The location of the property with respect to the configuration of the Sudbury Basin precluded the occurrence of the normal Sudbury type of contact copper-nickel deposit on the company's property. There was, however, a possibility of locating a Sudbury "offset" type of mineral deposit in a north-west trending topographical linear which strikes through the centre of the claim group.

*MSG*  
To explore the "offset" possibility a baseline was established and picket lines cut at 200 foot intervals. These provided control for a magnetometer survey conducted under the supervision of Dr. R. G. Holles. A north-west trending magnetic linear was located which coincided with the topographical linear. Unfortunately the magnetometer survey was not followed by an electro-magnetic survey which would have aided the exploration of the magnetic linear by the subsequent drill program.

*J. 2*  
Five drill holes totalling 2,233 feet of AXT core were drilled under the direction of H. J. Logan, P. Engineer. Four of the holes, totalling 1,804 feet explored magnetic anomalies adjacent to the topographic-magnetic linear and one hole of 429 feet explored the mineralized granite breccia zone.

*P*  
DDH No. 1 which explored the granite breccia zone encountered two zones of very weak mineralization. The first section, from 32 to 37 feet, carried 0.12% copper and no nickel; the occurrence being within a basic dike. The second section, from 190 to 200 feet carried 0.03% copper and no nickel; the occurrence being within a hybrid granite. Neither zone corresponds to the mineralized granite breccia zone which was nowhere located by the drill hole. There are two possible explanations. First, the granite breccia zone may not persist to any appreciable depth or second, the granite breccia zone may have a gentle plunge to the north or south in which case the drill hole would have passed beneath the mineralized zone.

*cp*  
DDH No. 2 was a 45° angle hole which explored the linear and a magnetic anomaly whose long axis bevelled the strike of the linear. From 105 to 115 feet weak mineralization was intersected within a granite gneiss which had incorporated numerous greenstone inclusions. The 10 feet of mineralized core assayed 0.05% copper and nil in nickel. Vertical drill holes 3, 4, and 5 explored magnetic anomalies adjacent to the linear but none encountered mineralization worth sampling.

Economically, the lack of mineralization in the drill cores was completely discouraging. But, of greater significance than the lack of mineralization in 4 short drill holes was the failure to recognize in the drill cores any geologic reason for either the magnetic or the topographic linear. One would have expected either a fault or a norite intrusive to mark its strike.

Although diamond drilling generally provides data for a geological explanation of anomalous geophysical conditions, the case in hand is not unique. It is unfortunate, but it must be conceded that unexplored geophysical conditions remain a subject for conjecture.

### CONCLUSIONS

1. The normal contact type of Sudbury copper-nickel deposit cannot be expected to occur on the company's claims. The possibilities for the "offset" type of deposit have not been completely eliminated.
2. A north-west trending topographic-magnetic linear strikes through the centre of the property. Four diamond drill holes failed to cut economic mineralization in the vicinity of the linear. At the present time there is no geological explanation for the linear.
3. Until the linear is explored by an electro-magnetic survey its possibilities as a host for sulphide mineralization will remain a matter of speculation.

HARPER and HOLBROOKE

H. G. HARPER

H. G. HARPER, P.Eng.,  
Consulting Geologist

Toronto, Ontario,  
January 19, 1959.

### CERTIFICATE

I, H. Grant Harper of the City of Toronto in the Province of Ontario hereby certify as follows:

1. That I am a member of the Association of Professional Engineers of Ontario.
2. That I am a graduate of the University of Toronto with the degrees of Bachelor and Master of Applied Science and that I have been practising my profession as a geologist for over eight years.
3. That I have no interest, direct or indirect, in the properties or securities of Levack Nickel Mines Limited.
4. That the accompanying report is based on a study of the reports and maps listed in the body of the accompanying report.

Dated this 19th day of January, 1959.  
Toronto, Ontario.

H. G. HARPER,

H. G. HARPER, P.Eng.,  
Consulting Geologist.

REPORT ON  
**LEVACK NICKEL MINES LIMITED**

Gallinee Township Property  
Mattagami Area, Quebec

**SUMMARY**

Levack Nickel Mines Limited has recently acquired a group of 22 claims located in Gallinee Township, Mattagami Area, Quebec. These claims are well located with respect to a favourable geologic environment as well as to the more successful mining ventures in the Mattagami Area. An airborne electro-magnetic survey of the claims recorded several responses presumably from conductors occurring in rocks beneath the heavy mantle of overburden. Therefore the more sensitive and accurate ground magnetic and electro-magnetic surveys are recommended in order to thoroughly prospect the claims. The estimated initial cost of this program is \$5,000.00.

**CONCLUSIONS**

1. The Gallinee Township claims of Levack Nickel Mines Limited are located in rocks favourable for copper and zinc mineralization.
2. The claims lie 4½ miles south-east of the claim group being explored successfully by Orchan Mines Limited. The geological environment of the two properties is similar; both occur in the same belt of folded greenstones lying on the south-west flank of the Gallinee anorthosite intrusive.
3. Although favourable responses were recorded by airborne magnetic and electro-magnetic surveys, the property has never been explored by the same type of survey on the ground. These surveys are necessary to plan an intelligent drill program.
4. The claims are covered by layers of clay and gravel to depths of the order of 100 feet.

**RECOMMENDATIONS**

1. I recommend that the claims be explored by ground magnetometer and electro-magnetic surveys. Because of the heavy overburden the electro-magnetic unit employed should be a vertical coil of the SE 100 type. The lighter electro-magnetic units both vertical and horizontal coil types should be limited to checking, detailing and evaluating anomalous areas located by the stronger E-M unit.
2. To assure reliable and accurate geophysical work all picket lines should be controlled by a baseline and two tie lines. Picket lines should be cut at 400 foot intervals on a bearing of N30°E so that the general strike of the rocks may be traversed at right angles.
3. I recommend that the results of the geophysical surveys be carefully correlated and analyzed subsequent to which intelligent recommendations regarding further exploration may be made.

**INTRODUCTION**

This report covers the recent acquisition by Levack Nickel Mines Limited of a group of 22 mining claims in Gallinee Township, County of Abitibi-East, Mattagami Area, Quebec.

The information contained herein is derived from maps and publications of the Quebec Department of Mines, principally Map No. 961; a compilation of airborne magnetometer surveys of the Mattagami Area published by the Geo-Technical Development Company Limited; an airborne electro-magnetic survey of the claims by Spartan Air Services Limited; and the writer's experience in conducting exploration programs in the Mattagami Area.

The writer is in charge of a drill camp located on claim 130409-4 of this group. The camp is servicing the drill program of the Noront Mining Company Limited whose claims adjoin this group on the south. Consequently the writer traversed the claim group herein reported several times during the fall of 1958 but no outcrops were seen. Judging by the appearance of the terrain I doubt that there are any outcrops on the property.

**LOCATION, PROPERTY, AND ACCESS**

The property is located in the central section of Gallinee Township, Abitibi-East County, Quebec. The claims lie on the south-east side of the Gizzard River approximately 4½ miles due south of the point where the Gizzard River empties into the Bell River.

The claim group consists of 22 unpatented mining claims having a total area of about 600 acres. The following table summarizes their legal status:

Development License	Certificate No.	Claims	Taxes & Assessment
57094	130409	4, 5	July 22, 1959
57095	132267	1 - 5	July 23, 1959
37096	130442	1 - 5	August 6, 1959
37097	130443	1 - 5	August 5, 1959
37098	130444	1 - 5	August 4, 1959

Total 22 claims

Access is gained by aircraft from Senneterre, Amos, or Val d'Or. In the summer months float aircraft land at the north tip of Bancroft Island in the Bell River and canoes carry personnel some 6 miles up the Gizzard River to the property. In the winter time ski aircraft land where the E-W centre line of Gallinee Township crosses the Bell River. Personnel then walk westward for 4½ miles along the township centre line until the N-S trending Noront Mining Company Limited drill road is encountered. The northward turning leads to the drill camp on the Gizzard River 1¼ miles distant.

**HISTORY**

The huge swamp covering most of the Township of Gallinee has always discouraged prospecting by normal methods and it is doubtful if anyone ever made a serious attempt.

The claim group discussed here was staked in July and August of 1957 at the direction of Mr. K. J. Honeyman of North Bay, Ontario. The claims were staked because of their favourable geology as recorded on the Quebec Department of Mines Map No. 961. No attempt was made to prospect the claims.

The aero magnetics of the area were studied and it was decided that an airborne electro-magnetic survey should be made by Spartan Air Services Limited. The survey located one anomaly of better than average intensity as well as other lesser anomalies. Recommendations were made by Mr. G. Shaw, Chief Geologist, Spartan Air Services Limited that the anomalous areas be checked by ground surveys.

In November, 1958, arrangements were made for Levack Nickel Mines Limited to acquire the claims.

#### GEOLOGY — GENERAL

The general geology of Gallinee Township is recorded on Map No. 961 published by the Quebec Department of Mines. This map shows the north-east quarter of the township to be underlain by a huge body of anorthosite which is intrusive into a folded greenstone complex underlying the remainder of the township. The contact between these two distinctive rock types was inferred from widely spaced outcrops and aeromagnetic contours. The contact strikes north-west. Since the anorthosite probably intruded along low pressure zones created during the folding it is most likely that the axial planes of the greenstone folds also trend north-west.

From the air, the central portion of Gallinee Township appears as a huge spruce covered plain with many shallow swamps. The only outcrops visible are observed as rapids along the Gizard River. Air photograph studies have recorded a number of lineaments some of which tend to parallel the anorthosite-greenstone contact. These have been interpreted as major faults but, to the writer's knowledge, none have been confirmed as such by diamond drilling.

Diamond drilling in Gallinee Township has penetrated overburden thicknesses varying from 50 to 100 feet. The overburden is a thick mantle of clay containing a few relatively thin layers of boulders and gravel which usually occur near the rock surface.

The economic minerals discovered to date are sphalerite (zinc), chalcopyrite (copper), gold and silver with sphalerite being by far the most abundant. Some 4½ miles north of the Levack claims, Orchan Mines Limited is diamond drilling a copper-zinc orebody whose indicated grade and tonnage are of no mean economic importance. Here the copper-zinc ores occur as replacements within agglomerates and lava flows. The replacements are strongest on the limbs of strong anticlinal folds whose axial planes trend NW-SE. Further to the north-west the Mattagami Syndicate is drilling a similar orebody. On the Noront claims which adjoin the Levack claims on the south a partially completed drill program has located low values in both copper and zinc. The values occur in chlorite rich phases of massive lava flows associated with very fine grained pyrite and pyrrhotite. Low grade mineralization is recorded for core lengths of 60 feet. The rock types are lava flows, tufts, and gabbro-anorthosite intrusives of undetermined shape.

#### GEOLOGY — LOCAL

There is no direct knowledge concerning the geology of the Levack claims. Some knowledge can be inferred from the aeromagnetic contours while a limited amount of geology can be safely extrapolated from the known facts on adjoining properties.

The aeromagnetics suggest that the anorthosite greenstone contact crosses the claim group from the southeast to the northwest corner of the property on a bearing of about N60°W. The contact appears fairly straight but somewhat diffuse, suggesting a rather broad zone of contact. Ground magnetics will be able to outline the contact with greater precision.

There is negligible knowledge concerning the internal structures of the anorthosite intrusive. It probably contains many inliers which could be exceedingly favourable loci for mineralization.

The greenstone complex consists of massive lava flows, tufts, and agglomerates. Metamorphic forces, probably generated by the intrusive, have altered the coarser grained sections of the massive flows to a rock which resembles a diorite. On the Noront claims such rocks sometimes carry up to 20% of magnetite. Therefore it is possible for a ground magnetometer survey to not only trace such formations but to also outline some of the fold structures. The overall dip tendency is steeply south, but unless the folds are overturned some northward dips are a certainty.

Some secondary gabbro-anorthosite intrusives do occur within the greenstone complex. These generally have the form of dikes and small stocks and are readily detected by magnetic methods. Unfortunately, these rocks in conjunction with the magnetite bearing diorites unduly complicate the magnetic interpretations unless the geological picture is understood and appreciated.

Geophysical interpretations on adjoining properties have inferred a fault whose extension passes onto the Levack claims. The fault strikes N60°E and enters claim 130444-3 from the south and should pass off the claim group near the north-east corner of claim 130444-4. The significance of this structure, if it exists is not known.

#### GEOLOGY — ECONOMIC

Two factors should be borne in mind when planning exploration in the central part of Gallinee Township.

1. The overburden is deep and this reduces the intensity of response of conductors to electro-magnetic stimulus.
2. Sphalerite, the most abundant economic mineral of the area, is a weak conductor, therefore weak electro-magnetic responses require careful checking and interpretation.

Four electro-magnetic responses were recorded during the airborne survey of the claims by Spartan Air Services Limited. Three of these occur in the greenstone side of the postulated contact position and one of these is of better than average intensity. These anomalies obviously require ground checking. One additional anomaly was recorded on the anorthosite side of the contact. Since this may represent mineralization within a greenstone inlier in the anorthosite it, too, should be checked.

Since airborne equipment is less sensitive than ground equipment, and since sphalerite is a poor conductor, the claims cannot be regarded as explored until they are completely surveyed by ground geophysical equipment.

Orebodies which might occur on the claims would contain zinc, copper, gold and silver. Zinc in the form of the sulphide sphalerite would be expected to predominate although copper as chalcopyrite might easily be the most valuable mineral dollarwise. Such orebodies would be expected to occur as replacements into the greenstone with a strong structural control related to the folding. Among the alteration effects expected would be talc and chlorite.

To summarize, the claim group is well located covering part of the flank of a huge anorthosite intrusive. This environment is an extension of the same environment being explored by Orchan Mines Limited and the Mattagami Syndicate. Exploration by the proper methods could lead to the discovery of economic grades and tonnages of copper-zinc mineralization carrying appreciable values in gold and silver. The difficulties of the terrain, while not prohibitive, require that the exploration procedures be conducted with maximum care and efficiency.

### COST ESTIMATES

The cost of the geophysical surveys is estimated below. They are based on current charges for similar programs in the Mattagami Area.

1. Line Cutting .....	26 miles at \$55	\$1,450
2. Magnetometer Survey .....	22 miles at \$70	\$1,540
3. Electro-magnetic Survey .....	20 miles at \$80	\$1,600
Total .....		<u>\$4,570</u>
Add 10% for Contingencies .....		<u>\$ 430</u>
Grand Total .....		<u>\$5,000</u>

This report is herewith submitted.

HARPER and HOLBROOKE  
H. G. HARPER  
H. G. HARPER, P.Eng.

Toronto, Ontario,  
December 3, 1958.

### CERTIFICATE

I, H. G. Harper, of the City of Toronto, in the Province of Ontario, do hereby certify as follows:

1. That I am a Consulting Geologist and a member of the Ontario Association of Professional Engineers.
2. That I am a graduate of the University of Toronto with the degrees of B.A.Sc. and M.A.Sc. and have been practising my profession for eight years.
3. That I have no direct or indirect interest in the shares of Levack Nickel Mines Limited nor do I expect to receive any such interest.
4. That I have on more than one occasion during 1958 traversed the claims herein reported but since I saw no outcrops I gained no direct knowledge concerning their economic potential.

Dated this 3rd day of December, 1958.

H. G. HARPER  
H. G. HARPER, P.Eng.,  
Consulting Geologist.

## LEVACK NICKEL MINES LIMITED

(No Personal Liability)

### BALANCE SHEET AS AT NOVEMBER 29, 1958

#### ASSETS

Cash in Bank .....	\$ 1,862.99
Investments—at cost (Market value \$20,000.00) .....	18,609.37
Mining Properties—at cost	
Province of Ontario	
Consideration—800,000 shares of the Capital Stock of the Company at a nominal value of 10 cents per share placed thereon by the Directors .....	80,000.00
Province of Quebec	
Consideration—cash \$10,000.00 and agreement to allot 200,000 shares of the Capital Stock of the Company at a nominal value of 10 cents per share placed thereon by the Directors, shares to be issued one year from date of acceptance of filing of prospectus (see note 2) .....	30,000.00
Development and Administrative Costs .....	17,226.94
Incorporation Expense .....	2,305.70
	<u>\$150,005.00</u>

#### LIABILITIES

Due for Claims (see Note 2) .....	\$ 10,000.00
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#### CAPITAL STOCK

Authorized—4,000,000 shares—par value \$1.00 each				
Issued	Shares	Par Value	Discount	Net
For Properties	800,000	\$ 800,000.00	\$ 720,000.00	\$ 80,000.00
For Cash ...	300,005	300,005.00	280,000.00	40,005.00
	<u>1,100,005</u>	<u>\$ 1,100,005.00</u>	<u>\$ 980,000.00</u>	<u>\$120,005.00</u>
Agreement to Allot				
For Properties	200,000	200,000.00	180,000.00	20,000.00
	<u>1,300,005</u>	<u>\$ 1,300,005.00</u>	<u>\$ 1,160,000.00</u>	<u>\$140,005.00</u>
				<u>140,005.00</u>
Approved on behalf of the Board of Directors:				<u>\$150,005.00</u>

"W. W. DENNIS," Director.

"J. L. NOBLE," Director.

# LEVACK NICKEL MINES LIMITED

## NOTES TO BALANCE SHEET

### NOTE 1

An underwriting and option agreement has been entered into whereby the underwriter agrees to purchase 200,000 shares of the Capital Stock of the Company at 10 cents per share payable three days from the effective date, in consideration of which, option to purchase shares of the Company is granted as follows:

- 200,000 shares at 10 cents per share payable within 6 months from the effective date.
- 200,000 shares at 15 cents per share payable within 9 months from the effective date.
- 200,000 shares at 20 cents per share payable within 12 months from the effective date.
- 200,000 shares at 25 cents per share payable within 15 months from the effective date.

### NOTE 2:

Acquisition of claims in the Province of Quebec is subject to acceptance of prospectus by the Ontario Securities Commission.

## AUDITORS' REPORT

We have examined the books and records of Levack Nickel Mines Limited (No Personal Liability) for the period from date of incorporation September 11, 1952 to November 29, 1958. Our examination included a detailed audit of all transactions.

Bank balance was confirmed. We examined securities representing investments, certificate of ownership of the four patented claims in the Province of Ontario and development licenses with transfers in blank covering the twenty-two claims in the Province of Quebec, all claims being in good standing. Capital Stock issued and outstanding was confirmed.

In our opinion the above Balance Sheet presents fairly the financial position of Levack Nickel Mines Limited (No Personal Liability) as at November 29, 1958 and it is as shown by the books. All our requirements as auditors have been complied with.

Toronto, Ontario,  
December 12, 1958.

DRAPER & FIELDEN,  
Chartered Accountants.

# LEVACK NICKEL MINES LIMITED

## STATEMENT OF DEFERRED DEVELOPMENT AND ADMINISTRATIVE COSTS FROM DATE OF INCORPORATION SEPTEMBER 11, 1952 TO NOVEMBER 29, 1958

### Schedule A

#### Development

Assays .....	\$ 70.00		
Acreage and other taxes, licenses, etc. ....	583.29		
Board .....	78.20		
Core Boxes .....	315.00		
Diamond Drilling .....	6,932.19		
Engineering fees and expense .....	1,691.70		
General Mine expense and supplies .....	195.22		
Line Cutting .....	451.00		
Surveys .....	585.00		
Travelling and transportation .....	747.85		
Telephone and telegraph .....	44.60	\$11,694.05	

#### Administrative

Bank Charges .....	\$ 1.00		
General and Office Expense .....	7.20		
Legal and Audit .....	295.00		
Government Fees and Taxes .....	394.01		
Printing and Stationery .....	334.47		
Rent and Clerical .....	9,050.00		
Transfer Agents' Fees .....	251.21		

	\$10,332.89		
Less — Investment Income .....	\$2,800.00		
Profit on sale of Investments ..	2,000.00	4,800.00	5,532.89

<b>Total Development and Administrative Costs to November 29, 1958 .....</b>			<b>\$17,226.94</b>
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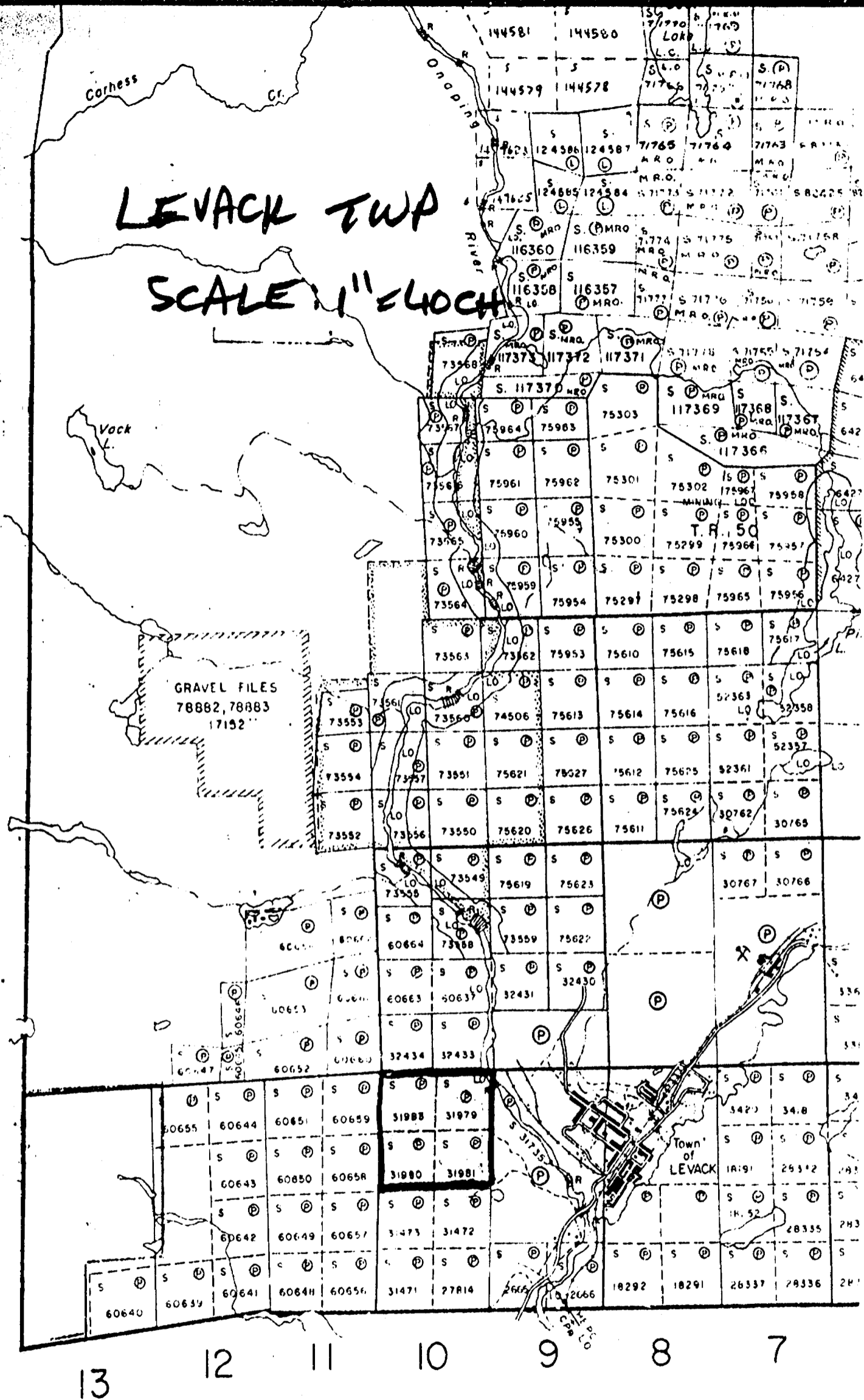




# LEVACK TWP

SCALE 1" = 40 CH

CARTIER TWP. (M-704)



DOWLING TWP. (

Kortner