

Price

Notes of a Meeting With
L.S. Price & P.J. Raleigh
Re: Arsenic Sales ; June 29/78

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Raleigh indicated some concern about signing any agreement for a five-year term if the ore reserve situation is only two years. He asked if we could get arsenic out of the stopes. He suggested diamond drilling into an arsenic stope to see if it could be recovered.

The contract Koppers are seeking would be for 15,000 tons of arsenic. Raleigh suggests making the contract 15,000 tons with no specific time limit.

Koppers will be looking for a letter of intent, at least in draft form, early in July. They would want to have concrete work started this fall for their installation. Their representatives will go to Yellowknife in July at the same time as PJR and LSP.

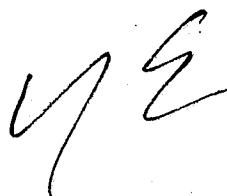
Environmental aspects will have to be covered - for example transportation on Territorial highways and particularly on the river crossing. There are regulations in effect preventing the transportation of toxic material on barges. I said I would check into the Territorial regulations.

There was some discussion on the price of 3¢. Was this enough? It was felt to be a reasonable price, particularly as we won't need new stopes and it will generate \$200,000 a year.

Raleigh asked if we wanted someone designated as a technical-legal representative to which I replied that I would like him to carry on in this area. This would free up Kent Morton to handle the operating end of things.

Raleigh asked that we assign an account number to the project and also check with Con to see whether their arsenic pond is still available as it could be a source of supply for the 15,000 ton contract.

Raleigh is going to reply to Kent Morton's memo on the arsenic solution proposal.



D. J. Emery

DJE:jc

July 14/78