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Giant
Yellowknife Mines Limited

R A P I F A X

TO: D. J. Emery
FROM: K. Blower
DATE: October 6, 1986
SUBJECT: ARSENIC TRIOXIDE SHIPMENTS

We have an opportunity to pick up a railway siding lease at Enterprise from Keen Industries who are winding down their N.W.T. activities due to the drying up of Beaufort oil exploration.

The property contains a suitable siding and a 100' x 50' insulated building suitable for housing a truck-to-train transfer facility.

At first look, the purchase price of \$15,000 and an annual lease fee of about \$7,000 would save Giant approximately \$200,000 from the estimated cost of construction and installation of a similar facility from scratch.

Although Keen Industries are anxious to conclude a deal and pack up, we don't think they have any other interested parties at this time.

From our standpoint, we need some prospect of shipping material before making the expenditure.

Could you please let me know what you feel the prospects are? The purchase price would be a good deal for the building alone and if there is any prospect of shipping at some time in 1987, it probably makes sense to take up the lease.

Regards,


Ken Blower

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