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Hem Export Production Timber Reports — Keith Shaw

1945 FOLDER No. 53-48

MacMILLAN BLOEDEL LIMITED

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ORIGINAL ORDER

Mr. H. R. MacMillan
Mr. W. J. Van Dusen
Mr. E. B. Ballentine
Mr. L. R. Scott
Mr. H. H. Wallace

REPORT ON STOLTZE LOGGING CO. LTD. OPERATION
as at August 31st, 1945.

1. LOG PRODUCTION: March 1/44 to Aug. 31/45 (18 months)

A. Alpine Timber Co. - Block 195 9,589 M.
Block 403 3,200 M. 13,399 M.

B. Victoria Lumber Co. - Block 7A (Contract) 7,356 M.

C. GRAND TOTAL: 20,755 M.

2. ANALYSIS OF LOG PRODUCTION FROM ALPINE BLOCKS 195 & 403
(Under Agreement of Sale to Stoltze Log. Co. Ltd.)

A. % of SPECIES (Booms #1 to #97 inc.) & STUMPAGE RATES

FIR	51.7%	@	$4.50 per M.
PINE	2.0%	@	4.50 " "
CEDAR	9.7%	@	3.25 " "
HEMLOCK	35.1%	@	2.00 " "
BALSAM	1.5%	@	2.00 " "
TOTAL:	100.0%	@	$3.47 per M.

B. GRADE OF FIR:

(a) Booms 1 to 97 inc. (7,152 M. Fir)

#1 PEELERS	3.2%
#2 PEELERS	2.7%
TOTAL PEELERS	5.9%
#1 STANDARD	1.7%
#2 STAND.& PEWEE	65.5%
#3 STAND.& PEWEE	26.9%

(b) Booms 37 to 97 inc. (3,168 M. Fir) show 6.9% #1 Peelers and 5.2% #2 Peelers.

(c) Booms 98 to 100 inc. (389 M. Fir) show 33.4% #1 (Peeler Scale not yet available)
Indicating substantial gain in Peeler content as Stoltze Operation enter the Old growth Stands.

(d) Small Fir - Booms 1 to 51 inc.

Total #3 Fir	1,400 M.	5,923 pieces	Av. Log size 423'
Of which Diam. 6" to 11" only	293 M.	2,146 pieces	Av. Log size 136'

C. AVERAGE LOG SIZE (All species)

(a) Up to Aug. 31/44 Booms 1 to 36 inc. (7,513 M.) 389 ft.

(b) Aug.31/44 to Aug.31/45 Booms 37 to 97 inc. (5,886 M.) 481' ft.

NOTE: V.L.Co. Blk. 7A - Also in Booms 37 to 97 inc. (7,536 M.) 777 ft.

Forest Service Timber Reports — Keith Shaw
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3. PROFIT or LOSS TO STOLTZE LOGGING CO.

(See Financial Statement - Foster & Barrett - Lennard - attached)

	For Year ending Aug.31/45		For Year ending Aug.31/44	
(a) Cost of Production (Page 2)	$14.31 per M.		$16.79 per M.	
Stumpage, Booming, Towing, Insurance	5.26 " "		5.91 " "	
Cost of Logs Sold (Page 3)		$19.57		$22.70
(b) Log Sales		20.77		19.41
(c) Gross Profit on Logs Sold	1.20		3.29 " " (Loss)	
Margin on Contract Logs (Blk. 7A)	.72			
		$.93per M.	$3.29 per M. (Loss)	
(d) Net Profit or Loss		Profit $0.18per M.	$2.81 per M. (Loss)	
(e) Deficit on Balance Sheet (see State.#2)		$44,895.01		

COMMENT:

1. Cost of Production includes:
   C.N.R.Log Hauls ($1.80 per M.) $1.91per M. $2.19 per M.
2. Rise in Av.Log size makes substantial Saving in Operation Costs, and Increase in Log Sale Price.
3. With Yearly Production of 15 Million, Deficit of approx. $45,000 would take 3 years to wipe out, at Rate of $1.00 per M. profit.
4. Present Debt to Alpine Timber Co. Totals to $15,812.37 (see state.attached)

4. ESTIMATE OF PROFIT TO ALPINE TIMBER CO. based on Stumpage Paid to Date and Estimate of Stumpage on Remaining Timber on Blks. 195 & 403.

A. ORIGINAL PURCHASE PRICE

BLOCK 195	$93,000.00	
BLOCK 403	55,000.00	
TOTAL:		$148,000.00

NOTE: Carrying Charges are charged to Stoltze.

B. STUMPAGE TO DATE ON 13,424 M. ft. (Sept.30/45) $46,507.36

C. ESTIMATE OF STUMPAGE on Remaining Timber (Sept.30/45) on:

	(a) Block 195 (Re-Cruise)		(b) Blk.403 (Adjusted)		(c) Total		Rate	Amount
FIR	17,515 M.	55.1%	9,035 M.	38.5%	26,550 M.	48.1% @	$4.50	$119,475.50
PINE	452	1.4%	250	1.1%	702	1.3%	4.50	3,159.00
CEDAR	3,278	10.3%	2,198	9.3%	5,476	9.9%	3.25	17,797.00
HEM.	6,645	21.0%	7,232	30.8%	13,877	25.1%	2.00	27,754.00
BALS.	3,890	12.2%	4,756	20.3%	8,646	15.6%	2.00	17,292.00
TOT.	31,780 M.	100.0%	23,471 M.	100.0%	55,251 M.	100.0% @	$3.36	$185,477.50

D. ESTIMATE OF TOTAL STUMPAGE from Blks. 195 & 403 $231,984.86

E. ESTIMATE OF PROFIT to ALPINE TIMBER CO. $83,984.86

COMMENTS:

(a) Original Cruise by E. Smith, on which Timber was Purchased and Re-Sale to Stoltze was based, totalled to 51,800 M. Total Cut is now estimated to be 68,650 M. - An Overrun of 32.6%
(b) Purpose of above Estimate is to show Expected Substantial Profit, none of which under present contract is shared with Logging Operator.
(c) Re-Cruise of Blk.195, and additional examination of Blk.403, indicates at least 15 Million ft. of Old-Growth Fir still to be logged - which should Grade

#1 Peelers	15%	2,250 M.
#2 Peelers	25%	3,000 M.
Wallboard & Core	15%	2,250 M.
Total Peelable	50%	7,500 M.

Balance of Fir (11,550 M.) is a Pewee & Merch. Stand - Very few Peelers, but possibly 30% Wallboard & Core.

TIMBER DEPARTMENT
Keith Shaw

Hem Extract Production
Alpine Timber Reports — Keith Shaw
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5. DEVELOPMENT:

A. Roads: Main Roads (approx. 10 Miles) are well built and are steadily being improved.

B. Equipment: Is adequate for 2 Million monthly production. Most machines and trucks are old - but have been well kept.up.

C. Camp: New Camp for 40 Men is almost completed.

D. Felled & Bucked: Approx. 5 Million ft. - adequate for present production rate.

6. MANAGEMENT:

Virgil Stoltze has logged with fair success for 15 years in both small and big Timber. He has an unusually resourceful character, and has shown real willingness to be guided by the Logging needs of our Mills.
He now has a good foreman, Les Brown, and his recent labor shortage appears to be over.
He has the Tract well opened up - and with reasonable luck should log successfully this coming year.

7. RECOMMENDATIONS:

A. With 55 Million still to log on Blks. 195 & 403, and with the large E.& N. Areas lying south and west of these blocks, the question of a continuous Truck Road out to Cowichan Bay to take the place of the present C.N.R. Log Haul, becomes increasingly important. A practical route from Blk.195, through Blk.7A, to join the S.L.L.Co. Road in Holt Creek, has already been established, and the route from Deerholme to Cowichan Bay is now being re-examined.

The C.R.R. Log Haul creates an unusual hardship on the logger. Any shortage of cars stops his logging operation,and on the small logs he has to pay an added premium on account of the 7 M. minimum per car.

B. Supply an Incentive for the Operator to log cleanly in the form of:

(a) Reduction in Stumpage Rates to a Flat $2.00 per M. when Total Stumpage Payment reaches $150,000.00; Reduction would amount to $33,181.85.

(b) Reduction in #3 Grade Fir Stumpage from present $4.50 Rate to $2.00 per M. Such Reduction, if applied to Total #3 Fir to date (1,928 M.) would amount to $4,820.00, which could be applied against the Present Advance Account (attached) of $15,812.37.

% of #3 Fir to date is 26.9%. Assuming this % to remain constant, the balance of #3 Fir on Blks. 195 & 403 will amount to 7,142 M., on which this Reduction would amount to $17,855.00; Total Reduction in #3 Grade Fir Stumpage for Entire Tract estimated at $22,675.00.

COMMENT:

From a Timber Standpoint, this Operation is sound; and the present probable Increase in Log Sale Prices should permit the Stoltze Operation to make sufficient profit to reduce substantially the present large deficit of approx. $45,000.00.

H. R. MacMILLAN EXPORT COMPANY LIMITED
TIMBER DEPARTMENT
Keith Shaw

NOVEMBER 5th, 1945
DKS/KS

TIMBER DEPARTMENT
Keith Shaw

Item Export Production Timber Reports — Keith Shaw 1945 FOLDER No. 53-48

Mr. H. R. MacMillan

STOLTZE LOGGING COMPANY LIMITED

ADVANCE ACCOUNT with ALPINE TIMBER COMPANY

1944			
Feb. 22	Balance (C.N.R. Spur)		$1,000.00
June 13	Provincial Collector (1944 Taxes)		2,929.67
Sept.14	C.N.R. (freight)		2,797.20
	" (siding a/c)		202.47
26	C.W.P. (a/c transferred)		4,359.00
	S.L.L.Co.(" ")		740.00
Dec. 22	J.B. Green (Survey Fees)		136.10
1945			
Jan. 16	C.N.R. (Spur Rental 1945)		171.51
17	Department of Lands (Campsite Rental)		255.40
May 17	Forest Branch (1945 Forest Protection Dues)		131.34
June 29	Prov. Collector (1945 Taxes)		3,089.68
			$15,812.37

HRM Export Production
Timber Reports — Keith Shaw
1945 FOLDER No. 53-48

/Keith Shaw

OCT 25 1945

Mr. H. R. MacMillan
Mr. W. J. Van Dusen
Mr. E. B. Ballentine
Mr. L. R. Scott
Mr. H. H. Wallace

REPORT ON SHAWNIGAN - SAN JUAN TIMBER AREA

Vancouver Island

FOREWORD:

1. Purpose of Report is to show:

(a) Great size of Area and Volume of Timber.
(b) Value of Area as Future Log Supply for H.R.M.Co.
(c) Advisability of acquiring Portions not yet controlled.
(d) Importance of Long Term Planning of Development of Area.

I N D E X

SUMMARY OF TIMBER:	TOTAL	% OF FIR	KEY MAP COLOR
A. H.R.M.Co. Owned or Controlled	730,730 M.	69%	Green & Brown
B. E.& N. Owned (Under Application)	670,000 M.	10%	Purple
C. Cowan Owned or Controlled	55,000 M.	63%	Blue
D. Kapoor Owned or Controlled	285,000 M.	55%	Gray
E. Grand Total for Entire Area	1,740,730 M.	44%	

Page 2.

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COMMENTS ON:

A. Relation of Tracts
B. Types of Timber
C. Ownership — Page 3.

RECOMMENDATIONS:

A. Acquiring Timber
B. Development of Area — Page 4.
C. Control of Production

H. R. MacMILLAN EXPORT CO. LTD.
TIMBER DEPARTMENT

Keith Shaw

OCTOBER 23rd, 1945
DKS/KS

TIMBER DEPARTMENT

Keith Shaw

HRM Export Production — Timber Reports — Keith Shaw
1945 FOLDER No. 53-48

REPORT ON SHAWNIGAN - SAN JUAN AREAS

Vancouver Island, B. C.

2. STATEMENT OF TIMBER:

	AREA		ROUGH ESTIMATE		AV. PER ACRE	% OF FIR
A. H.R.M.CO. OWNED or CONTROLLED						
1. S.L.L.Co: (Colored Green)						
E.& N. Option Area	15,000 Ac.		345,000 M.			
Wellburn Tracts	1,000		20,000			
Lake Tracts	400	16,400 Ac.	10,000	375,000 M.	23 M.	75%
2. STOLTZE: (Colored Green)						
Blks. 195 & 403	1,800 Ac.		50,000 M.			
Blks. 2A & 708	100	1,900 Ac.	2,000	52,000 M.	27 M.	60%
3. V.L.CO.: (Colored Brown)						
Blk. 56 & 7A	4,996 Ac.		194,575 M.			
Sec. 2,3,4 & 6	640		8,780			
Blk. 8A & 9	1,644	7,280 Ac.	100,375	303,730 M.	42 M.	66%
TOTAL:		25,580 Ac.		730,730 M.	29 M.	69%
B. E.& N. OWNED						
1. UNDER APPLICATION (Alpine) Outlined Green.						
South of Bk.195 (July/43)	700 Ac.	700 Ac.	20,000 M.	20,000 M.	29 M.	40%
2. UNDER APPLICATION (V.L.Co.) Outlined Purple.						
Upper San Juan (May/45)	14,500 Ac.		400,000 M.			
Upper East Robertson (Oct./45)	3,500		90,000			
Upper Fleet Ck.(Oct./45)	5,500	23,500 Ac.	160,000	650,000 M.	28 M.	10%
TOTAL:		24,200 Ac.		670,000 M.	28 M.	10%
C. COWAN OWNED or CONTROLLED: (Colored Light Blue)						
Blks. 653 & 712	2,300 Ac.		40,000 M.			
E.& N. Reserve	800	3,100 Ac.	15,000	55,000 M.	18 M.	63%
D. KAPOOR OWNED or CONTROLLED (Colored Gray)						
Blk. 694 & 706	1,600 Ac.		25,000 M.			
Balance of Option Area	12,000	13,600 Ac.	260,000	285,000 M.	21 M.	55%
E. GRAND TOTAL for ENTIRE AREA		65,880 Ac.		1,740,730 M.	26 M.	44%

TIMBER DEPARTMENT

Keith Shaw

HRM Forest Production
Timber Reports — Keith Shaw
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COMMENTS ON:

A. RELATION OF TRACTS - Attached Key Map shows:

1. Interlocking position of various Tracts.

2. Elevation of numerous Divides and Passes, through which Roads already being built, can be extended to cover Entire Area.

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B. TYPES OF TIMBER	AMOUNT OF FIR	ROUGH ESTIMATE OF GRADE OF FIR % OF TOTAL STAND	PEELERS	CORE etc.	TOTAL PEELABLE
1. S.L.L.Co.	281,250 M.	75%	2%	28%	30%
2. Stoltze	31,200 M.	60%	10%	30%	40%
3. V.L.Co.	201,270 M.	66%	49%	13%	62%
Total H.R.M.Co. Owned or Controlled	513,720 M.	69%	21%	22%	43%
4. E.& N. (Under Applic.)	67,000 M.	10%	40%	--	40%
5. Cowan	34,650 M.	63%	2%	30%	32%
6. Kapoor	156,750 M.	55%	5%	35%	40%
Total Area:	772,120 M.	44%	18%	22%	40%

C. OWNERSHIP:

1. Of a Total of 1¾ Billion feet (44% Fir), there is now owned or controlled by H.R.M.Co. almost ¾ Billion feet (69% Fir).

2. Of the remaining 1 Billion feet, two-thirds is owned by the E.& N., all of which is now under application. The balance of 340 Million is owned or controlled by Kapoor and Cowan.

3. Cowan is now logging his Area to his Mill at Charter Siding on the E.& N., but is willing to sell this timber anytime the E.& N. agree to waive the requirement of Milling the timber for shipment over its Railroad.

4. Kapoor has been finding his logging difficult and costly, and the recent fire damage to his equipment and to his felled and bucked, could quite easily make him disposed to sell.

TIMBER DEPARTMENT
Keith Shaw

HRM Export Production
Timber Reports — Keith Shaw
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RECOMMENDATIONS:

A. ACQUIRING TIMBER:

1. E.& N. Areas: Application now covers entire Area desired, but matter should be kept alive by supplying E.& N. with additional more detailed information from time to time, as such becomes available by work on the ground.
Also acquiring Portions which appear vulnerable to competitive operations.

2. Cowan Areas: Relatively small, and acquiring these could have unwelcome results:-
(a) Closing down of small mill at Charter Siding; and
(b) Ill will of E.& N. to us, if Cowan should break his agreement to Mill the Timber on E.& N. Railway.

3. Kapoor Areas: Of real importance to V.L.Co., as natural outlet for Blocks 8A and 9 is through this property. Also can form outlet for lower parts of Upper San Juan Area, and Fleet Creek.

B. DEVELOPMENT OF AREA:

1. OUTLET: Main Road to Cowichan Bay will be required to obviate bottle-neck of C.N.R. Rail haul. Quantity of Timber involved justifies apparent large expense.
: Outlet to Mill Bay - with Shawnigan Lake available for unlimited fresh water log storage - will also be of great interest, particularly if Kapoor Areas are acquired.

2. ROAD CONNECTION of S.L.L.Co. & Stoltze Operations:
Route from Holt Creek, via Crescent Lake Area, and North west through 1,750' pass in North West part of Blk. 7A, is now being studied. This could link up with Stoltze Road in Blk. 195 with only slight adverse, and could continue South through 2300' pass into head waters of Upper San Juan River.

3. KAPOOR ROAD could be extended to reach V.L.Co. Blks. 8A and 9, and continued west into lower part of San Juan Areas.

C. CONTROL OF PRODUCTION:

Detailed study of Grade of Timber on all properties should be made, with a view to planning and controlling operations- so as to insure steady supply of Peelable Timber over a long term period.

HRM Export Production Timber Reports — Keith Shaw
1945 FOLDER No. 53-48

FORM NO. 61 R. 7-45

H. R. MacMILLAN EXPORT COMPANY, LIMITED
INTER-COMPANY CORRESPONDENCE

TO Mr. W. J. Van Dusen — December 31st 1945

FROM Keith Shaw — COPIES TO: Mr. E. B. Ballentine

SUBJECT: STOLTZE LOGGING COMPANY - E.& N. TRACT (155 ACRES) COWICHAN RIVER

BLOCK 708 and RIVERSIDE LOTS OF BLOCK 2A

NOTE: First memo on this subject December 6th.
This second memo is made after further consideration of the following points raised by Mr. Ballentine:

Value of Property from standpoint of:

(a) LOCALITY:

The Area is situated about 8 Miles from Duncan at the end of the Old River Road. This portion on the River has been used for years as a Fishing and Picnic Ground for local residents. The suspension bridge put in by Stoltze now makes the Southern Bank of the River on which these Lots are situated, readily accessible to the public for recreational purposes.

(b) NATURAL BEAUTY:

The Area contains several Natural Grassy portions and the surrounding wooded areas are easy to walk through, and quite beautiful to look at.

(c) SITE FOR SUMMER HOMES or FISHING LODGES:

We have already received two verbal applications from outsiders to purchase portions of this Area, on which the applicant wanted to build a Fishing Cabin.
This portion of the River was world famous in 1907 for Trout Fishing, but is no longer outstanding in this feature. However, it is probable that this Fishing could be restored.

(d) FUTURE VALUE:

Practically all timber along the Cowichan River has been or is now being logged, and before long this Area will be the one patch of Original Green Timber left in this locality.
The timber will average about 50% #2 Grade and 50% #3 Grade, with no Peelers. It is more desirable standing than as logs.
The Cost of this Tract was $5,173.50. If logged on present stumpage rates to Stoltze it could produce from $10,000.00 to $11,000.00.

From any standpoint the Area would make a Very Attractive Park, and in this capacity it could easily have its greatest value to the H.R.M.Co.

B. The Adjoining Timber, set out above, is to a great extent controlled by the B & J Operations - in that it is naturally tributary to them, and difficult of access to any competitive operation.

C. Tahumming Creek (Toba) is not included above, but B & J are to receive 25¢ per M. when T.L. 13330 (4 Mill.) is logged. Additional Govt. timber in this valley: 30 Million feet.

HRM Export Production Int. Corr. Timber Reports — Keith Shaw 1945 FOLDER NO. 53-48

HRM Export Production
Int. Corr.
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1945 FOLDER No. 53-48

FORM NO. 61 R. 7-45

H. R. MacMILLAN EXPORT COMPANY, LIMITED
INTER-COMPANY CORRESPONDENCE

TO _____ December 31st 1945

FROM _____ COPIES TO:

SUBJECT:

RECOMMENDATION:

Although this Area was purchased as a Winter show for Stoltze, and will shortly be applied for by Stoltze to log during the present severe weather, the Area should be kept intact by the H.R.M.Co., and no logging permitted at the present time.

K Shaw

DKS/KS

B. The Adjoining Timber, set out above, is to a great extent controlled by the B & J Operations - in that it is naturally tributary to them, and difficult of access to any competitive operation.

C. Tahumming Creek (Toba) is not included above, but B & J are to receive 25¢ per M. when T.L. 13330 (4 Mill.) is logged. Additional Govt. timber in this valley: 30 Million feet.

FORM NO. 61 R. 7-45

FORM NO. 61 R. 7-45

H. R. MACMILLAN EXPORT COMPANY, LIMITED

INTER-COMPANY CORRESPONDENCE

DEC 19 1945

TO: Mr. E. J. Ballentine

December 19th 1945

FROM: Keith Shaw

COPIES TO:

SUBJECT:

Re: STOLTZE

A. PLYWOOD:

Stoltze plans to build his second bunk house during January, and would like to get the following plywood from us:

9,000 Sq. Ft.	5/16 x 1/4	Standard Wallboard for inside work.
300 Sq. Ft.	7/16 x 3/8	Weather board.
1,000 Sq. Ft.	13/16 x 3/4	Standard Wallboard or Weather board for tables and floors.

He would like to get delivery early in January by Vancouver Island Freight Line.
He is getting the doors and windows for this bunk house at Nanaimo, and would like to arrange for the freight truck bringing the plywood to pick up the doors and windows enroute.

B. WIND DAMAGE:

(a) Stoltze reports two small areas of timber left for seed patches, and one area left for firebreak to be completely blown-down.

(b) Estimate of Total Timber blown-down: 700 M.

(c) Clearing road after wind storm required 2½ days.

(d) Main damage was to timber on Block 195 (Alpine). Damage to Block 7A (V.L.Co.) was negligible.

(e) Snow conditions still pretty bad - about one foot of snow at present setting. Extreme cold makes the steep part of his road difficult to cope with. However, he is still producing logs, and is by no means downhearted.

(f) Question of Block 708 as a winter show (see attached memo) has not yet been brought up again by Stoltze

K Shaw

DKS/KS

B. The Adjoining Timber, set out above, is to a great extent controlled by the B & J Operations - in that it is naturally tributary to them, and difficult of access to any competitive operation.

C. Tahumming Creek (Toba) is not included above, but B & J are to receive 25¢ per M. when T.L. 13330 (4 Mill.) is logged. Additional Govt. timber in this valley: 30 Million feet.

HRM Export Production
Int. Corr.

Timber Reports — Keith Shaw

1945 FOLDER No. 53-48

FORM NO. 61 R. 7-45

H. R. MacMILLAN EXPORT COMPANY, LIMITED
INTER-COMPANY CORRESPONDENCE

DEC 19 1945

TO Mr. H. R. MacMillan

FROM Keith Shaw

December 19th 1945

COPIES TO: Mr. W. J. Van Dusen
Mr. E. B. Ballentine
Mr. L. R. Scott
Mr. H. H. Wallace

SUBJECT:

Re: COMMENTS ON SHAWNIGAN LAKE LUMBER CO. OPERATION OF NOVEMBER 1945

1. PRODUCTION:

Logs Produced:		
Average Size:	378 ft.	1,187 M.
Logs shipped to Cowichan Bay:		
Average Size:	668 ft.	429 M.
Logs used at Deerholme:		
Average Size:	312 ft.	763 M.

COMMENT:

(a) Log Production was unusually good considering very poor weather. Main reason was an increase in Average Size of Logs, which came from the winter setting in the floor of Holt Creek.

(b) Logs shipped to Cowichan Bay averaged 668', a good indication of their superior quality. In that the majority of these logs were butt logs from a medium stand of merch. timber, the percentage of Core Logs should be very high.

2. COSTS:

(a) LOGGING COST: $11.50 per M., daily production per Man: 1,393'.

(b) SAWMILL COST: Total Manufacturing Costs: $5.56 per M, daily production per Man: 1,228'.

COMMENT:

Both Logging and Sawmill Costs are well down below average, and the production per man per day well above average. This is a natural result of the increase in average log size.

3. DEVELOPMENT:

Almost no construction of new roads has been attempted due to very bad weather conditions. Development has been confined to improvement and repairs to present main road.

Keith Shaw

DKS/KS

Govt. estimates - which so far have been borne out by the B & J logging figures on the portions logged.

B. The Adjoining Timber, set out above, is to a great extent controlled by the B & J Operations - in that it is naturally tributary to them, and difficult of access to any competitive operation.

C. Tahumming Creek (Toba) is not included above, but B & J are to receive 25¢ per M. when T.L. 13330 (4 Mill.) is logged. Additional Govt. timber in this valley: 30 Million feet.

DECEMBER 1st, 1945
DKS/KS

HRM Export Production Int. Corr. Timber Reports — Keith Shaw 1945 FOLDER No. 53-48

FORM NO. 61. 12M. 9-41

FEB 7 1945

H. R. MacMILLAN EXPORT COMPANY, LIMITED

INTER-OFFICE CORRESPONDENCE

TO Mr. E. B. Ballentine

February 5th 1945

FROM Mr. D. K. Shaw

COPIES TO:

SUBJECT: Re: STOLTZE OPERATION - FEBRUARY 1st, 1945.

1. BLOCK 7A - V.L. COMPANY:

Tree #1 on Upper Road has been completely logged. Tree #2 will be finished by February 5th.

Balance of Block 7A to be logged subsequent to April 15th consists of Tree #3 on Lower Road (1500 M. - approx. 3/4 Felled), and Tree #4 on Lower Road (500 M. - approx. 1/4 Felled). Total of Lower Road 2000 M. (700 M. still to fall).

Small parcel above Upper Road at S.E. Corner of Stoltze area of Block 7A contains about 1 Million feet, one-half of which lies to the South of the line forming the southern boundary of the Stoltze area but makes part of the same setting.

Stoltze has discussed this area with Thor Christenson, who agreed that this complete area, which only formed one-half a setting in all, should be taken. Stoltze has put branch road to log this timber.

2. PROPOSED SCHEDULE OF LOGGING:

Cummings Diesel 150 is to start cold decking on Tree #5A, Block 195, and then is to move to Tree #5 where it will log from March 1st to April 1st.

Cold Deck 5B will be decked by the small Lawrence 35, which then will be used in rigging up.

Diesel 150 will move about April 1st to Tree #6, where it will log until April 15th.

At this time the Diesel 150 will start cold decking in order - Trees #6A, 6B and 6C.

Steam Donkey (11 x 14) will start logging Block 7A on April 15th. It will first log Parcel A referred to above, and then log Trees #3 and #4 - a total of about 1½ months logging. Steam Donkey at finish of logging Block 7A will move to Tree #6, Block 195, while Diesel 150 continues to cold deck Trees 6A, 6B and 6C.

COMMENT:

(a) Stoltze requires permission to log that portion of the parcel which lies south of his southern boundary line.

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FORM NO. 61. 12M. 9-41

H. R. MacMILLAN EXPORT COMPANY, LIMITED

INTER-OFFICE CORRESPONDENCE

TO Mr. E. B. Ballentine

FROM Mr. D. K. Shaw

February 5th 1945

COPIES TO:

SUBJECT:

COMMENT (Cont'd)

(b) Use of Steam Donkey in Summer Season at Tree #6 is open to discussion due to apparent increased fire risk.

NOTES:

(a) Stoltze wants statement from Alpine showing all amounts due including payments made by Alpine to C.W.P., and to S.L.L.Co. for Cat. rental etc.
S.L.L.Co's bill for bridge planking etc. is to be paid direct by Stoltze.

(b) Map of Campsite Lease is to be sent to Stoltze.

(c) Stoltze to see Munroe (C.N.R. re Brow-Log at dump and Stakes)

(d) J. Sexton is to see Stoltze re Al Ikes, possibility of Ikes doing all booming at Cowichan Bay.

(e) Stoltze reports that Sweetman (Govt. Ranger) gives O.K. to propose new cut-off road to Cowichan Lake Main Road.

(f) Almost new Hayes Anderson truck and trailer purchased by Stolze from Robson - Price $19,400, $5,000 cash, balance May 1st. Stoltze hopes to sell old truck for $8,000 to help make payment.

(g) Lumber from McKay Creek Camp - V.L.Company, is now at Stoltze's Camp, and is to be used for new camp construction there. Work to commence very shortly. Stoltze plans two bunk houses, each to hold 16 men, two men to a room. All rooms outside rooms, and heated from the centre of building by hot air pipes from furnace in washroom - a separate building between the two bunk houses.

(h) Still considerable difficulty with fallers. Present number two hand sets and one power set.

DKS/KS

K. Shaw.

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