



STELLAR RESOURCES LIMITED
Rubicon MinTech Ventures Pty. Ltd.

EL 50/2004 EWART CREEK

**ANNUAL REPORT FOR THE PERIOD
3 JANUARY 2008 – 2 JANUARY 2009**

Compiled by/Author: R.K. Hazeldene

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SUBMITTED TO: Executive Chairman

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**Mineral Resources Tasmania, a Division of the
Department of Infrastructure, Energy and Resources - Hobart
Stellar Resources Ltd - Melbourne**

ACCEPTED BY:

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Victoria, 3000.**

ABSTRACT

This Annual Report for EL 50/2004 Ewart Creek covers the period from 3rd January 2008 to 2nd January 2009.

The Ewart Creek licence area contains historical occurrences of zinc, lead, PGM's and gold. Previous exploration in the area includes extensive stream sediment, soil and rock chip sampling, geological mapping, a range of geophysical surveys and a few drill holes, more so in the northern half. The licence is prospective for the discovery of nickel and PGM mineralisation especially within the 'Henty Fault Wedge', a Cambrian ophiolite complex. The licence covers a strike length of some 4km of the North Henty Fault, which is considered prospective for gold

The tenement was covered by a VTEM survey as part of a survey of several Stellar tenements during 2008. 204 km of VTEM was flown at 100m-line spacing over EL 50/2004, Ewart Creek. No significant VTEM anomalies were detected within the stratigraphy of interest. Only weak, surficial anomalies were detected and these were largely located to the west of the Zeehan highway. No follow-up is planned.

Expenditure on EL50/2004 for 2008 totalled \$64,150

TABLE OF CONTENTS

ABSTRACT	2
LIST OF FIGURES	3
1. INTRODUCTION	4
1.1. EXPLORATION RATIONALE & GEOLOGICAL SETTING.....	4
1.1.1. Geological Setting.....	4
1.2. LICENCE	4
1.3. LOCATION OF LICENCE	5
1.4. LAND TENURE.....	6
2. REVIEW OF PREVIOUS WORK	10
3. EXPLORATION COMPLETED DURING THE REPORTING PERIOD	13
3.1. REGIONAL EXPLORATION ACTIVITIES	13
3.1.1. VTEM Survey	13
4. DISCUSSION OF RESULTS.....	17
5. CONCLUSIONS.....	18
5.1. RECOMMENDATIONS.....	18
6. ENVIRONMENT	19
7. EXPENDITURE	20
8. REFERENCES	21
KEYWORDS.....	22

LIST OF FIGURES

· Figure 1. EL50/2004, Location Map.....	5
· Figure 2. EL50/2004, Land Tenure Map.....	7
· Figure 3. EL50/2004, MRT Geology.....	8
· Figure 4. EL50/2004, Geology draped over aeromagnetics.....	9
· Figure 5. EL50/2004, Geology with previous exploration	12
· Figure 6. EL50/2004, WTRMP Aeromagnetics.....	14
· Figure 7. EL50/2004, VTEM Flight Lines.....	15
· Figure 8. EL50/2004, VTEM Traces.....	16

Appendix: Survey and Logistics Report on Helicopter Borne Versatile Time Domain Electromagnetic (VTEM) Survey on the Tasmanian Project, Australia, for Stellar Resources Ltd.
Geotech Airborne Ltd Report.

1. INTRODUCTION

1.1. EXPLORATION RATIONALE & GEOLOGICAL SETTING

The licence covers an area of strong magnetic anomalism situated within the 'Henty Fault Wedge', immediately to the south of Mt Dundas and 15km SE of Zeehan. An ophiolite complex underlies this area. It is believed the magnetic anomalism is related to underlying ultramafic rocks. There are no nearby granite outcrops, however granite may occur at depth. There has been limited previous exploration. The area has steep topography, a veneer of fluvio-glacial cover and is thickly forested. As well as potential for nickel and PGM mineralisation within the ophiolite complex the licence covers a strike length of some 4km of the North Henty Fault, which is considered prospective for gold. The inferred intersection of the Rosebery Fault and the North Henty Fault represents an excellent target for gold.

1.1.1. Geological Setting

The licence is centred on a zone of strong magnetic anomalism related to an ophiolite complex comprising basalt, gabbro and ultramafic rocks. These rocks comprise the western part of the "Henty Fault Wedge". The Henty Fault Wedge is divided by the north trending Howards Tramway Fault into two main parts, the western (ophiolite sequence) and the eastern sequence of Cambrian volcanics and volcanoclastics. The eastern rocks are assigned to Tyndal Group or Yolande River Sequence as seen in the Halls Rivulet track. The fault wedge is bounded to the north by the North Henty Fault and to the south by the South Henty Fault. The Henty Goldmine occurs some 8km to the NNE where the fault splays coalesce. The fault wedge appears to be bounded to the west by a possible southern extension of the Rosebery Fault.

The northern part of the licence area is dominated by Cambrian sediments and volcanoclastics of the White Spur Formation (Dundas Group) in faulted contact with the Cambrian ophiolite complex. The North Henty Fault forms the contact, which is often marked by the presence of ultramafic rocks. The southern part of the licence covers a major part of the Henty Fault Wedge. This area is covered by moderately extensive fluvio-glacials and has extensive forest cover, which has resulted in poor understanding of the underlying geology and structure. The mafic-ultramafic ophiolite complex is thought to be similar to the basal Dundas Group located 10km to the NW in the Razorback to Serpentine Hill area. Ordovician Gordon Limestone, the eastern continuation from the Professor Range, occupies the SW segment of the licence to the west of the ophiolites and overlies structurally complex segments of Moina Sandstone.

1.2. LICENCE

TENEMENT NUMBER: 50/2004

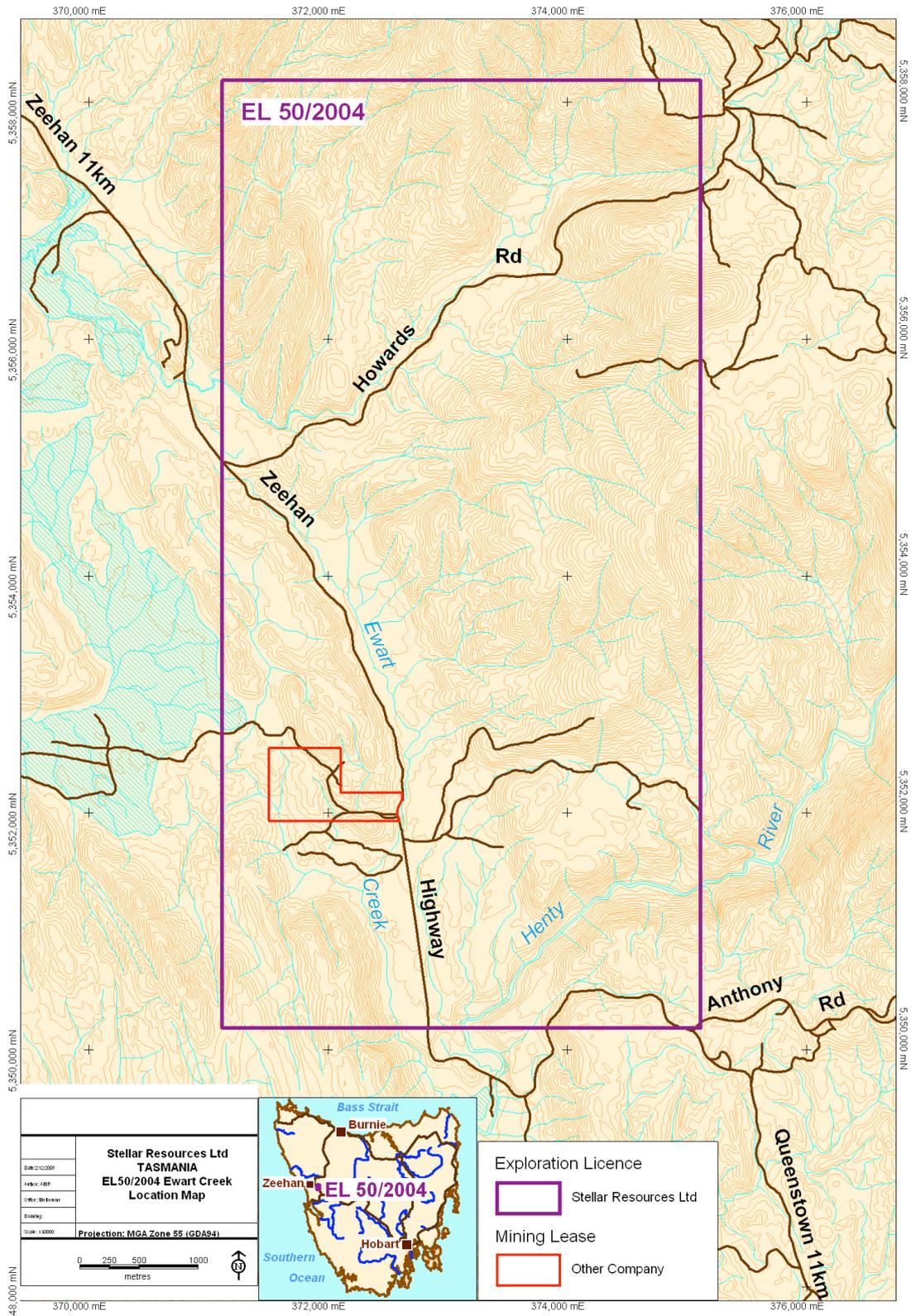
TENEMENT NAME: Ewart Creek

TENEMENT LOCATION: Located equidistant between Zeehan to the northwest and Queenstown to the southeast, being 14km from each town. Main road access is from the Zeehan Highway, which passes through the southwest of the licence (Figure 1). The licence covers 32km² from north of Howard's Road in the north, south to the Zeehan Highway/Anthony Road junction. All of the EL area is Crown Land, and in accordance with the West Coast Planning Scheme 1999 is covered by "Environmental Protection" (94%) and "Natural Resources" (6%). Most of the east and northeast of the licence has a steep topography, and is covered by nothofagus rainforest, wet and dry eucalyptus forest and wet heathland. The Zeehan Highway and old tracks provide access. Much of the area is not well serviced by tracks and may at present only be accessible by foot.

REPORTING PERIOD: 3rd January 2008 to 2nd January 2009.

TENEMENT HOLDER: Rubicon Min Tech Ventures Pty Ltd., a wholly owned subsidiary of Stellar Resources Ltd.

1.3. LOCATION OF LICENCE



• Figure 1. EL50/2004, Location Map.

1.4. LAND TENURE

SCHEDULE

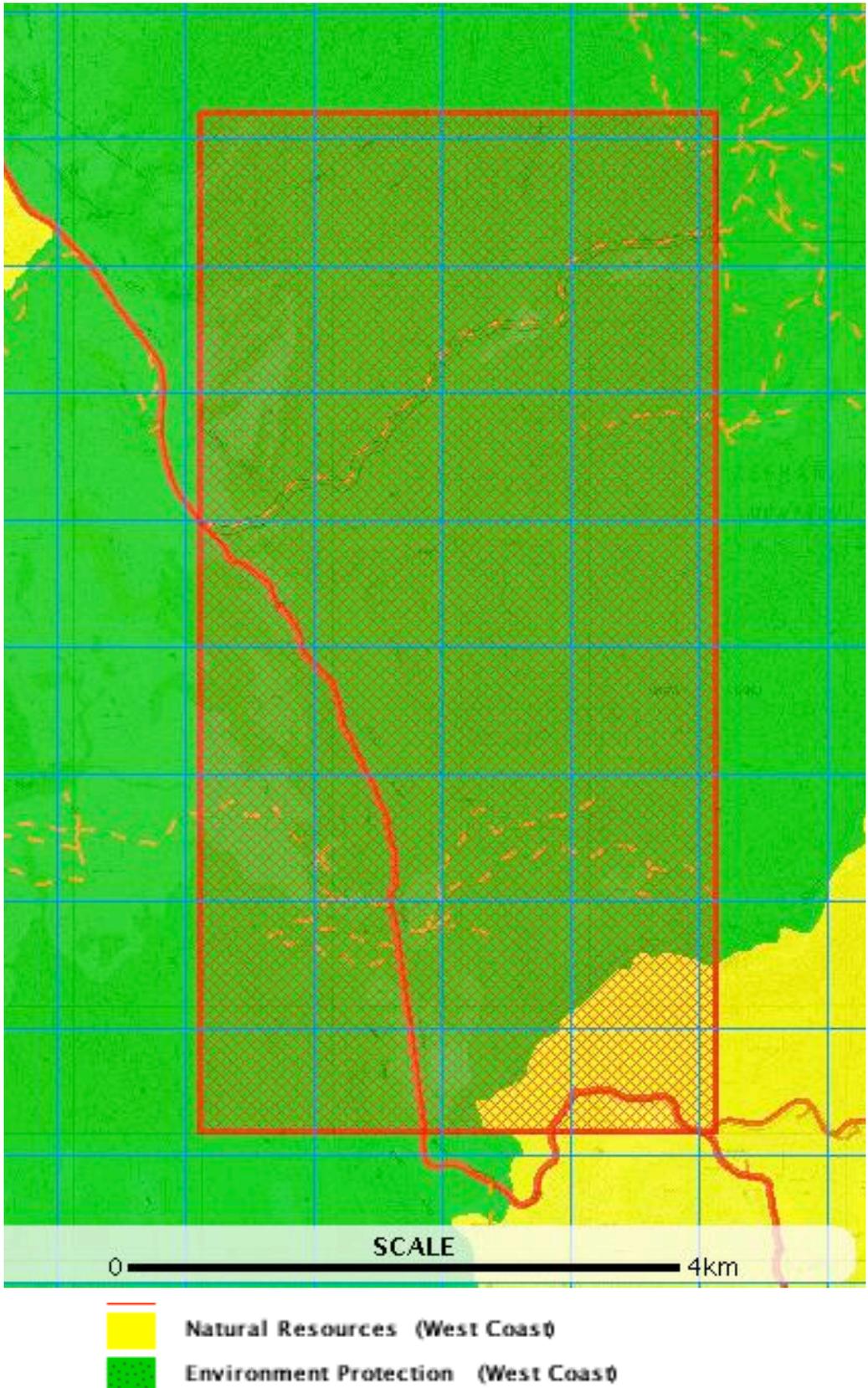
LAND DISTRICT OF MONTAGU
VICINITY OF EWART CREEK (13km SE OF ZEEHAN)
MUNICIPALITY OF WEST COAST
EXPLORATION LICENCE 50/2004 32km²
RUBICON MIN TECH VENTURES PTY. LTD.

Commencing at the northwest corner of the area at grid coordinates 371 000 metres E 5 358 000 metres N thence grid east to 375 000 metres E grid south to 5 350 000 metres N grid west to 371 000 metres E aforesaid thence grid north to the point of commencement.

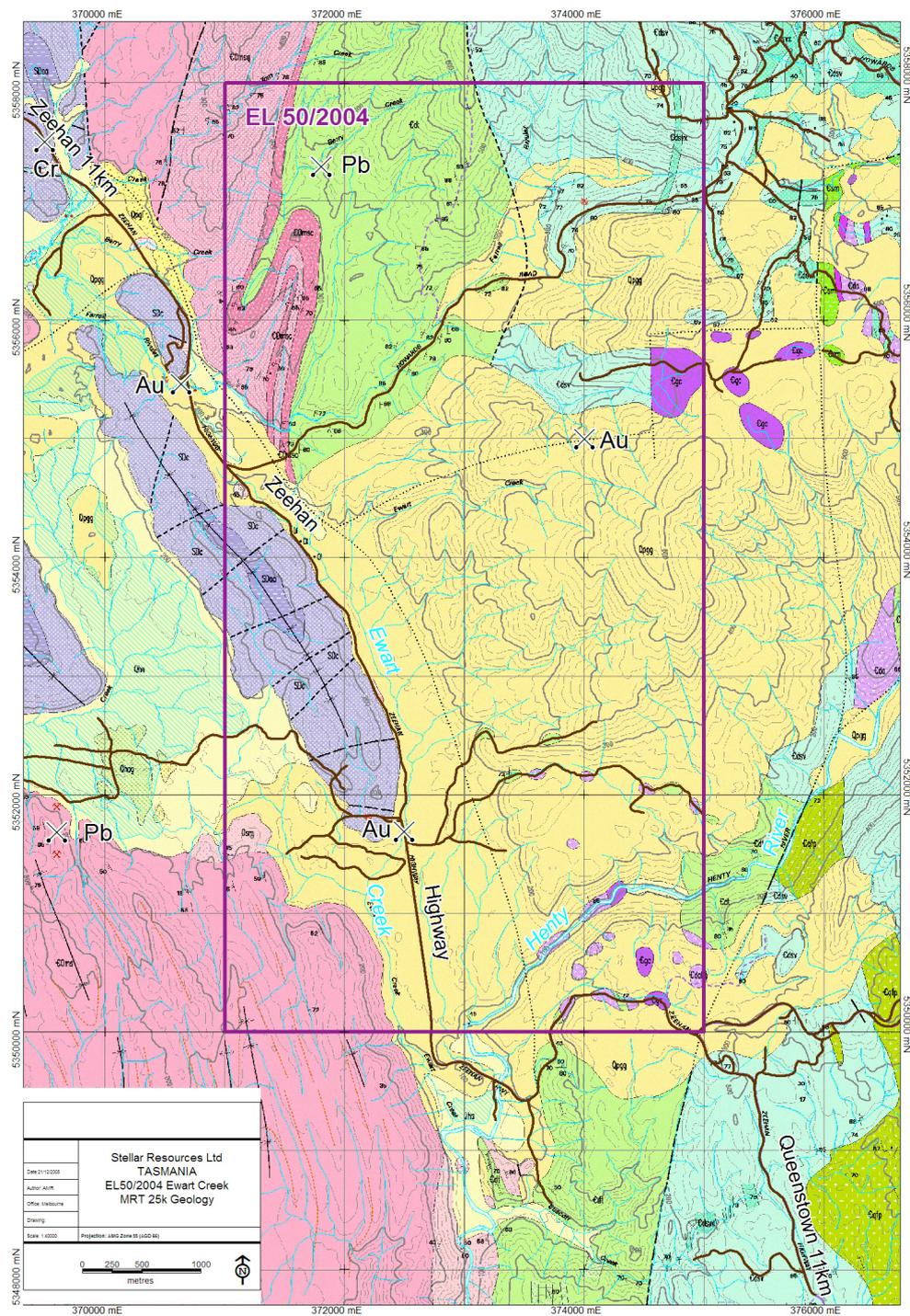
Coordinate datum - AGD66, AMG Zone 55.

EXCLUSIONS

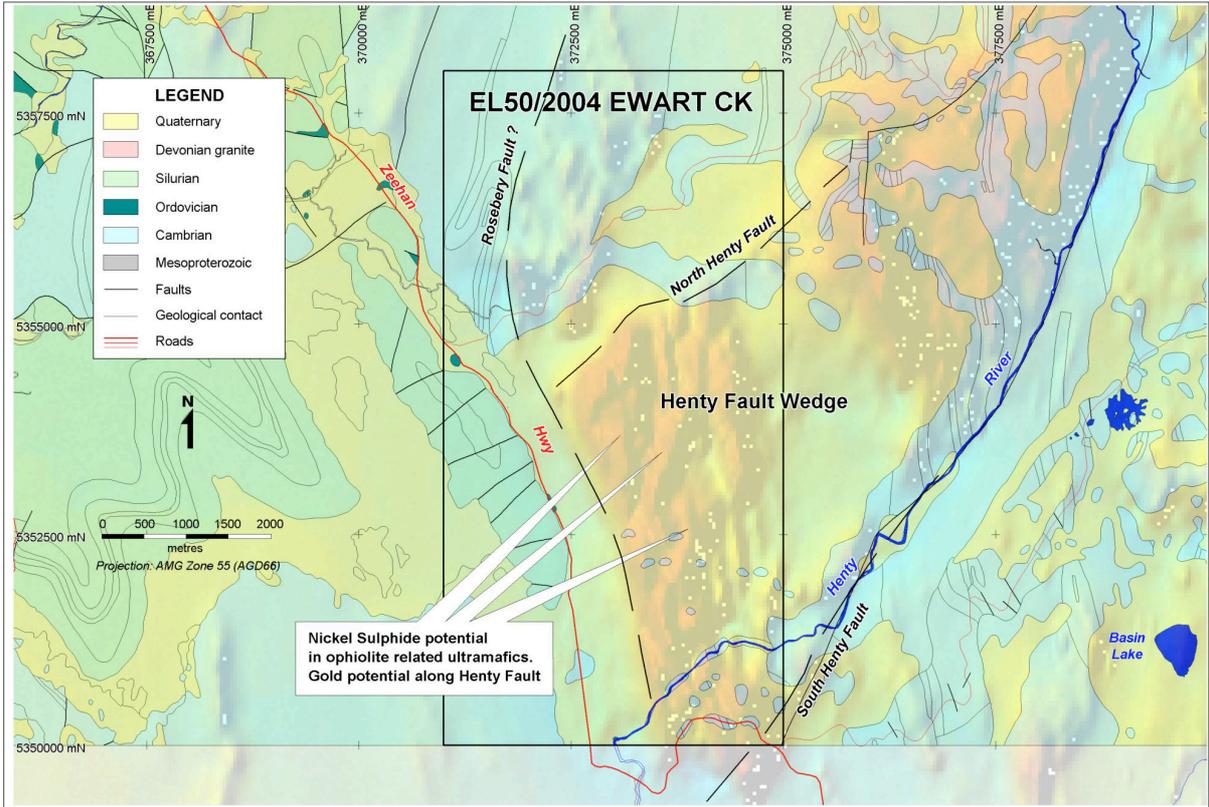
- (a) Any land owned or leased by the Commonwealth of Australia.
- (b) Mining leases amounting to 50ha (more or less) which were applied for or in force prior to the date of application for this licence.
- (c) Crown reservations or other land set apart or dedicated for any public purposes such as public reserves, municipal reserves or roadways unless such areas have been brought under the provisions of the *Mineral Resources Development Act 1995*.
- (d) Areas of private land which either have been, or are in the process of being, purchased by the Crown under the Regional Forest Agreement - Private Forests Reserves Program and / or private land over which the landowners have agreed, or are in the process of agreeing, to place a covenant or management agreement for conservation purposes under the Regional Forest Agreement – Private Forests Reserves Program



• Figure 2. EL50/2004, Land Tenure Map.



• Figure 3. EL50/2004, MRT Geology.



• Figure 4. EL50/2004, Geology draped over aeromagnetics.

2. REVIEW OF PREVIOUS WORK

The general area has been held under mineral licence tenure for almost 45 years although little work seems to have been done in the ophiolite complex bounded by the North and South Henty Faults, the "Henty Fault Wedge". The first modern licence was Rio Tinto's EL 4/59. Rio Tinto undertook airborne electromagnetic and magnetic surveys and photogeological interpretation. Comstaff, for Costigan Mines (EL 5/63) completed an AFMAG survey.

McIntyre Mines (SPL460) undertook stream sediment sampling for Cu, Pb, Zn and Sn. A zone of Pb and Zn anomalies south of Mt Dundas was followed up by soil geochemistry and IP, SP and EM geophysics.

In their EL 7/68, Geophoto Resources for Texins Development commissioned Turair airborne EM, which resulted in the identification of a zone of EM anomalies near the South Comet workings. Follow-up comprised ground magnetics, VLF-EM and soil geochemistry for Cu, Pb, Zn and Ni. No significant mineralisation was encountered.

The Howards Road area near the North Henty Fault was covered by CSR Limited's (CSR) EL 15/76 for a period of 8 years until relinquished in 1984. The section was excised from the licence to meet Mines Department regulations of 1982 for all ELs to be 125km² or less. Work undertaken by CSR included two trial lines of DIGHEM in the northern part of the Stellar area (no EM anomalies reported) and test lines of (Geotrex) Barringer Input EM. Based on the Geotrex EM work, CSR commented that a magnetic high in the Howards Road area "may represent serpentinites observed on tracks to the south". CSR also completed selective stream sediment and pan concentrate sampling and ground magnetics, VLF-EM, soil geochemistry and the excavation of some pits.

The relinquished area was taken up by Gold Fields Exploration Pty Limited (Goldfields/RGC) as EL 21/86 because of its perceived potential for Henty-style gold mineralisation along the possible extension of the Rosebery Fault and/or the western extension of the North Henty Fault. Stream sediment sampling was undertaken and a grid established perpendicular to the interpreted strike of the North Henty Fault. Geological mapping, rock chip sampling, IP and ground magnetic surveys were completed. The position of the fault was established by IP chargeability/resistivity anomalism. The area gridded by RGC lies mainly to the north of the Henty North Fault. By 1991 RGC concluded that gold anomalism encountered by CSR was produced by coarse gold shedding from fluvio-glacials. Grid based mapping and rock chip sampling had failed to locate any significant alteration or mineralisation. RGC confirmed there was "broad low-level" Zn anomaly associated with the North Henty Fault. "The magnetic anomalism is now known to be caused by non-outcropping ultramafics located adjacent to the fault".

During the period 1978-1987, Amoco and EZI Company Australasia Limited (EZ), collected a large body of data over the Gordon Limestone as part of their exploration activity on EL4/78. Amoco-EZ focussed on an Irish-type exploration model, based on their success in delineating a lead-zinc deposit at Oceana, near Zeehan (4Mt @ 19.4% Pb, 4% Zn and 106 g/t Ag, Taylor and Mathinson, 1990). No economic deposits were found although numerous drill holes intercepted patchy Zn-Pb mineralisation.

In 1983 Amoco (Cyprus Mines) joint ventured the SE part of CSR's 15/76 and undertook "Wacker" bedrock geochemical sampling of the Gordon Limestone terrain over their "Ewart's Creek" grid. This grid extended in a ENE direction from the Murchison Highway from just north of Howards Road to south of Ewart's Creek. Ground magnetics were flat over the limestones but "showed strong variation over the Cambrian rocks". CSR report difficulty in their Wacker sampling due to the presence of glacial deposits "on the eastern end of line 13 large boulders and glacials were found". A magnetic component in the large boulders was also noted. CSR also examined core from the Mines Department drill hole "Howards Road No.1" and sampled the limestone section of the core. No significant base metals were reported.

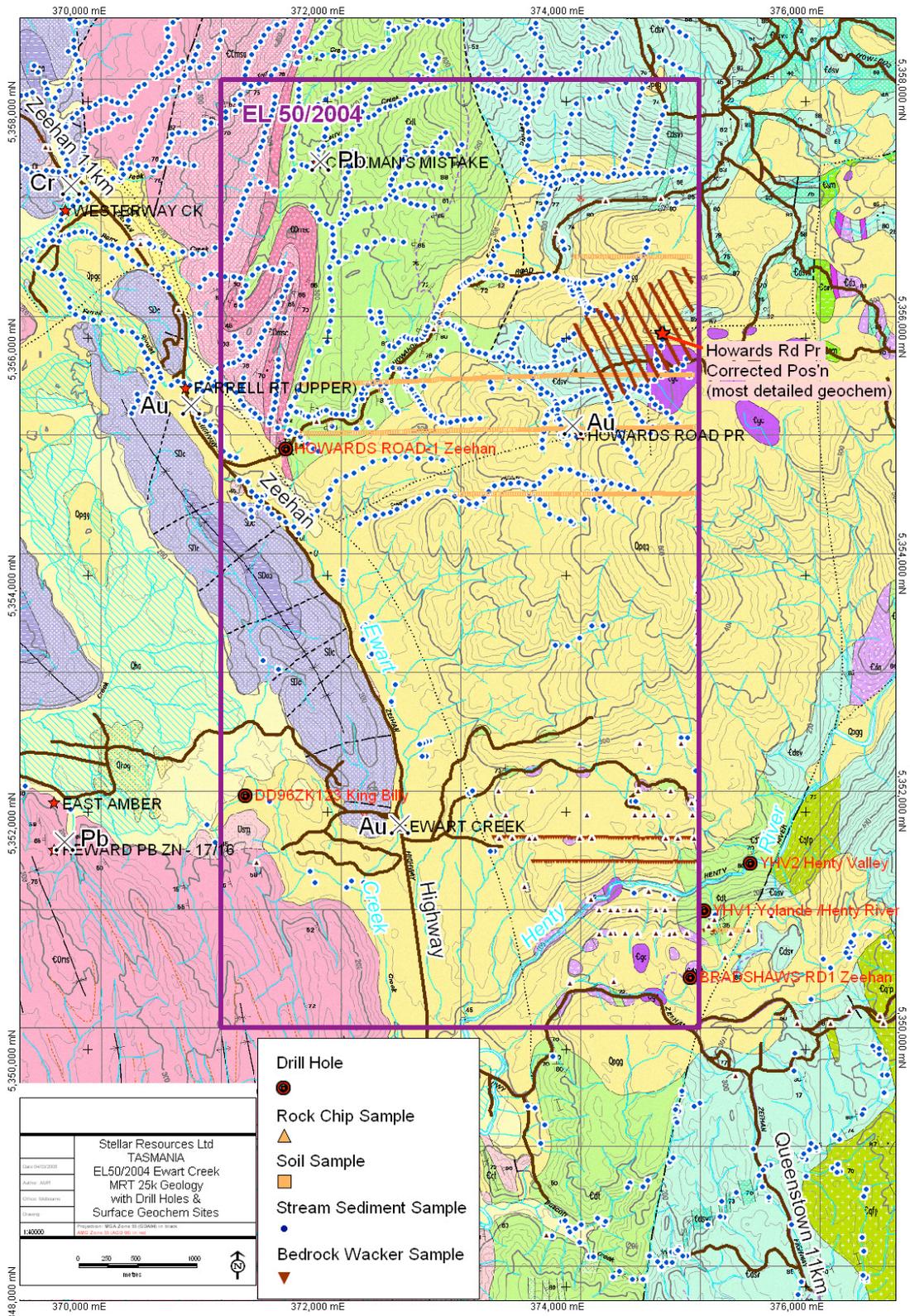
In 1985 the Department of Mines completed a 502m drill hole in the Bradshaw's Road area to investigate the nature of the South Henty Fault. The hole was collared in massive basalt on the south flank of a small hill projecting within glacial cover. It appears the hole successfully penetrated the fault zone, which is noted to dip easterly (60-70 degrees). No significant mineralisation was noted.

CRAE explored a large area around Zeehan for Irish style Zn-Pb deposits (EL's 34/88 & 45/92). Their tenements included the SW part of the Stellar Ewart Creek EL where there is a block of Ordovician

Gordon Limestone and Moina Sandstone. In this area CRAE completed additional work at the former CSR/Cyprus King Billy prospect. Aircore drilling achieved a best 2.64% Zn and 1.3% Pb over 3m in AC95ZK39. A detailed helimag survey was flown in 1995 and in 1996 two diamond drill holes were completed for Zn-Pb mineralisation within the Gordon Limestone. A maximum zinc value of 950ppm was intersected. The contact between the Moina Sandstone and the Gordon Limestone was marked by the presence of siderite alteration. The King Billy "magnetic anomaly" (immediately west of the Stellar licence) was followed up with reconnaissance stream sediment, rock chip and soil sampling. An "unrecognisable" mafic unit was identified with 2.4ppb Pt and 5.6ppb Pd. CRAE recognised potential for nickel mineralisation as segregations within ultramafic rocks and concluded, "this style of mineralisation was incompletely explored".

The south-eastern part of the Ewart Creek area was explored by Pasminco Exploration (Pasminco) in their Yolande EL 11/85. Pasminco's expressed targets included VHMS in the Cambrian volcanics and clastics located in the eastern part of their tenement area and to the east of the Stellar area. Pasminco also noted the potential for gold in the South Henty Fault and for Irish style Zn/Pb mineralisation within the Ordovician Gordon Limestone. Pasminco completed geological mapping, geochemistry, UTEM and gravity surveys, mainly specific to their identified prospect areas at Newton Creek and White Spur, both out of the Stellar area. During 1993 Pasminco completed a single inclined drill hole (DDH YHV1) to a depth of 65.7m. The target was a geochemical anomaly associated with a gossan within andesitic rocks, noted by Pasminco to be similar in composition and possibly equivalent to those associated with the Henty Adits mineralisation. The hole, located at the SW corner of the Stellar area intersected a mixed sequence of shales sandstones and andestic lavas (distinctively plagioclase-phyric) showing peperitic textures. No significant mineralisation was intersected.

Aberfoyle Resources Limited/Western Metals Resources Ltd (Western Metals) explored in the late 1990's under EL 4/96. Most of their work was located to the east of the Stellar area. Western Metals objective was to explore for stratabound Zn/Pb VHMS mineralisation within Tyndall Group correlates in the Henty Fault Wedge. Work carried out included Pb isotope determination on samples from the Henty Adits and soil sampling including partial leach and total digest analytical techniques. A Cambrian Pb isotope signature of the Henty Adits mineralisation confirmed the VHMS prospectivity of the Tyndall Group correlates within the Henty Fault Wedge. No significant geochemical sample values were returned and the licence relinquished. Western Metals mapping shows the presence of an ophiolite complex to the west of the Henty Adits and within the Stellar tenement.



• Figure 5. EL50/2004, Geology with previous exploration

3. EXPLORATION COMPLETED DURING THE REPORTING PERIOD

3.1. REGIONAL EXPLORATION ACTIVITIES

3.1.1. VTEM Survey

(after T. Whiting, 26/11/08)

204 km of VTEM was flown at a 100m-line spacing over EL 50/2004 Ewart Creek.

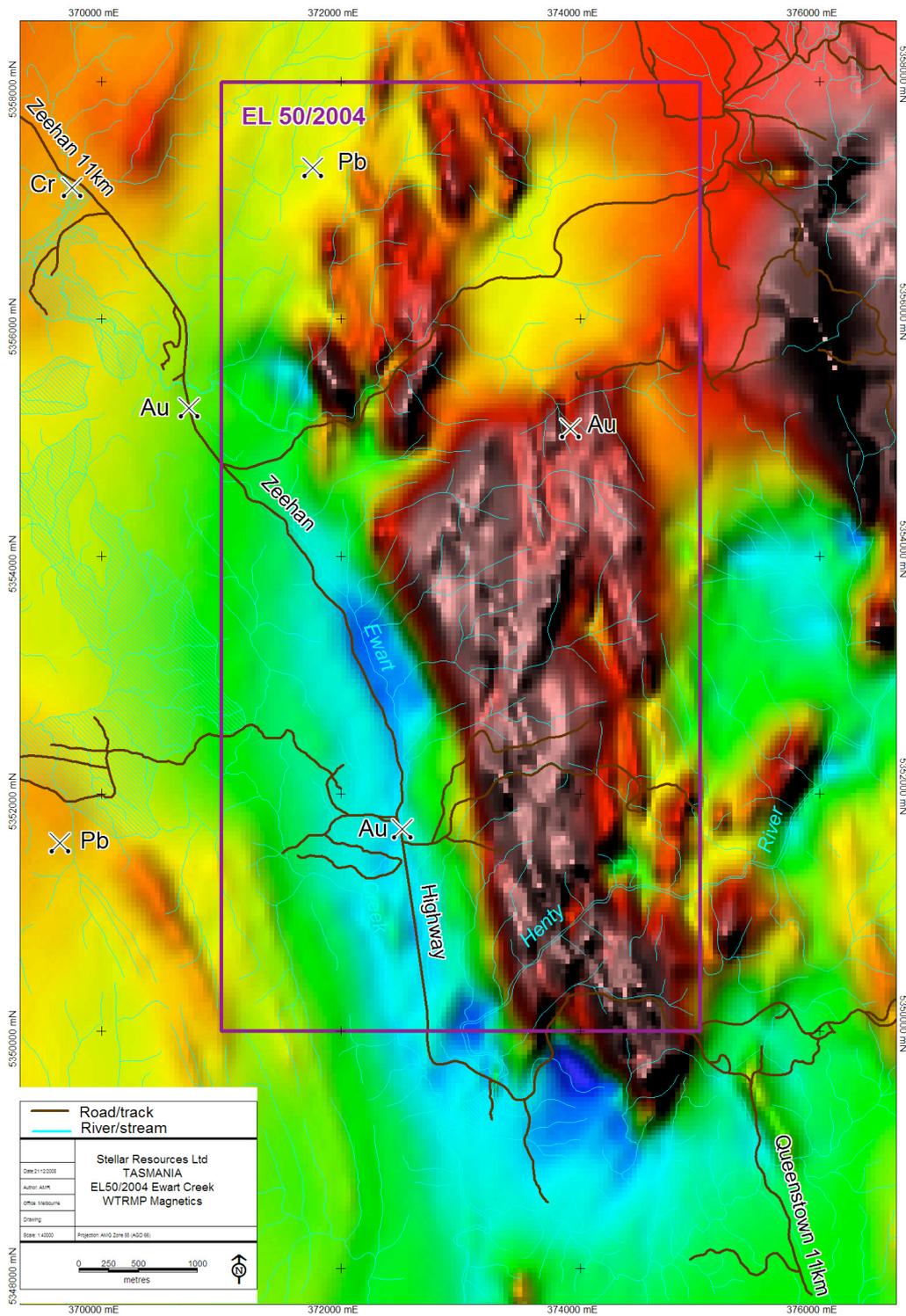
The principal targets were:

- Rosebery style VMS in the northern section of the EL, north of the North Henty fault splay.
- Melba Flats style Ni mineralisation associated with Cambrian dykes south of the North Henty fault splay, within the Henty Fault wedge.

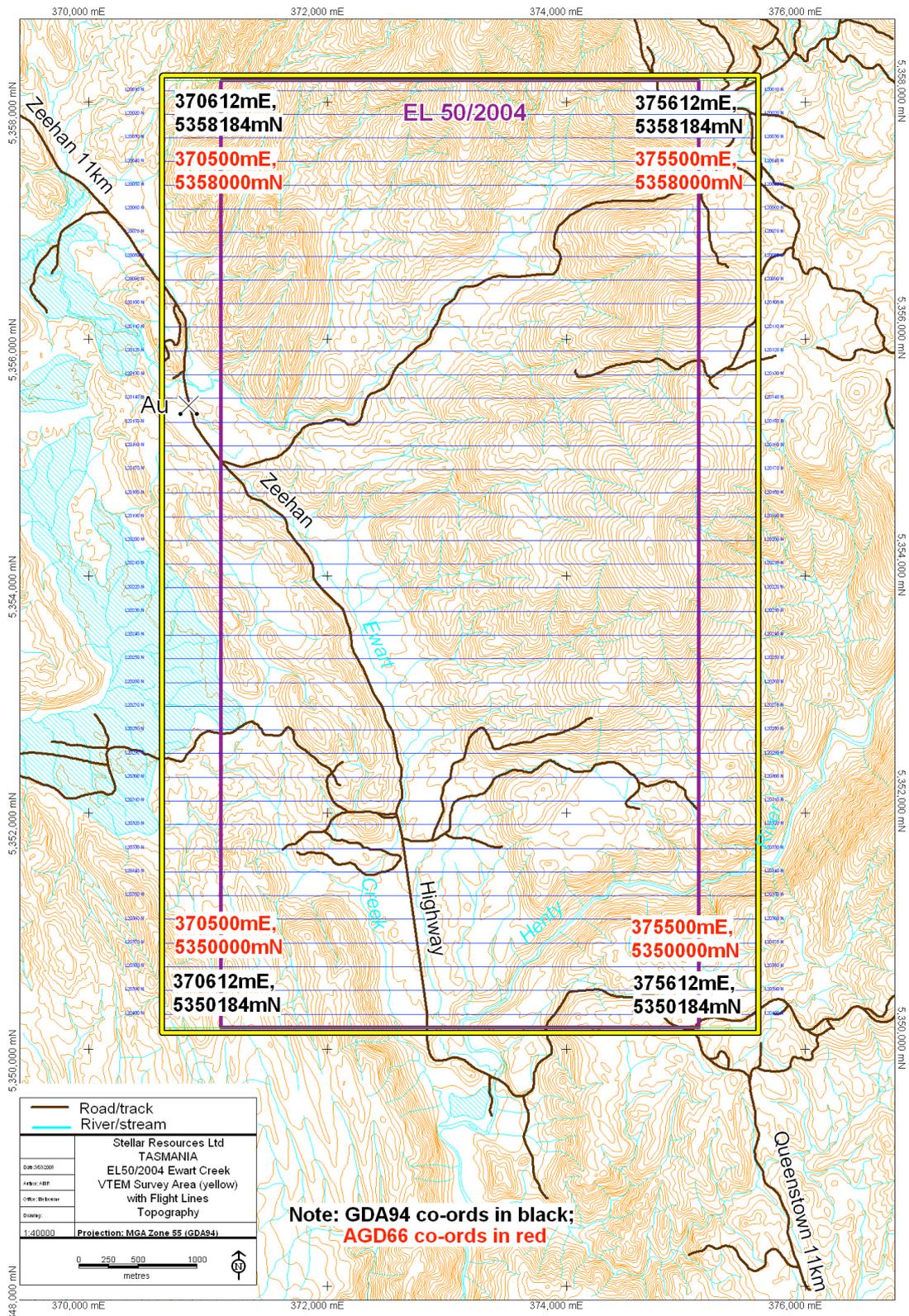
Prospectivity for VMS targets was supported from interpretation of the geology of the area from aeromagnetic data and historic gold and lead occurrences previously noted on the EL.

The nickel was a conceptual target based on the high grade Ni/Cu/PGE occurrences localised within Cambrian dykes at Melba Flats to the east of Dundas and 15 km to the north-northwest of the Ewart licence.

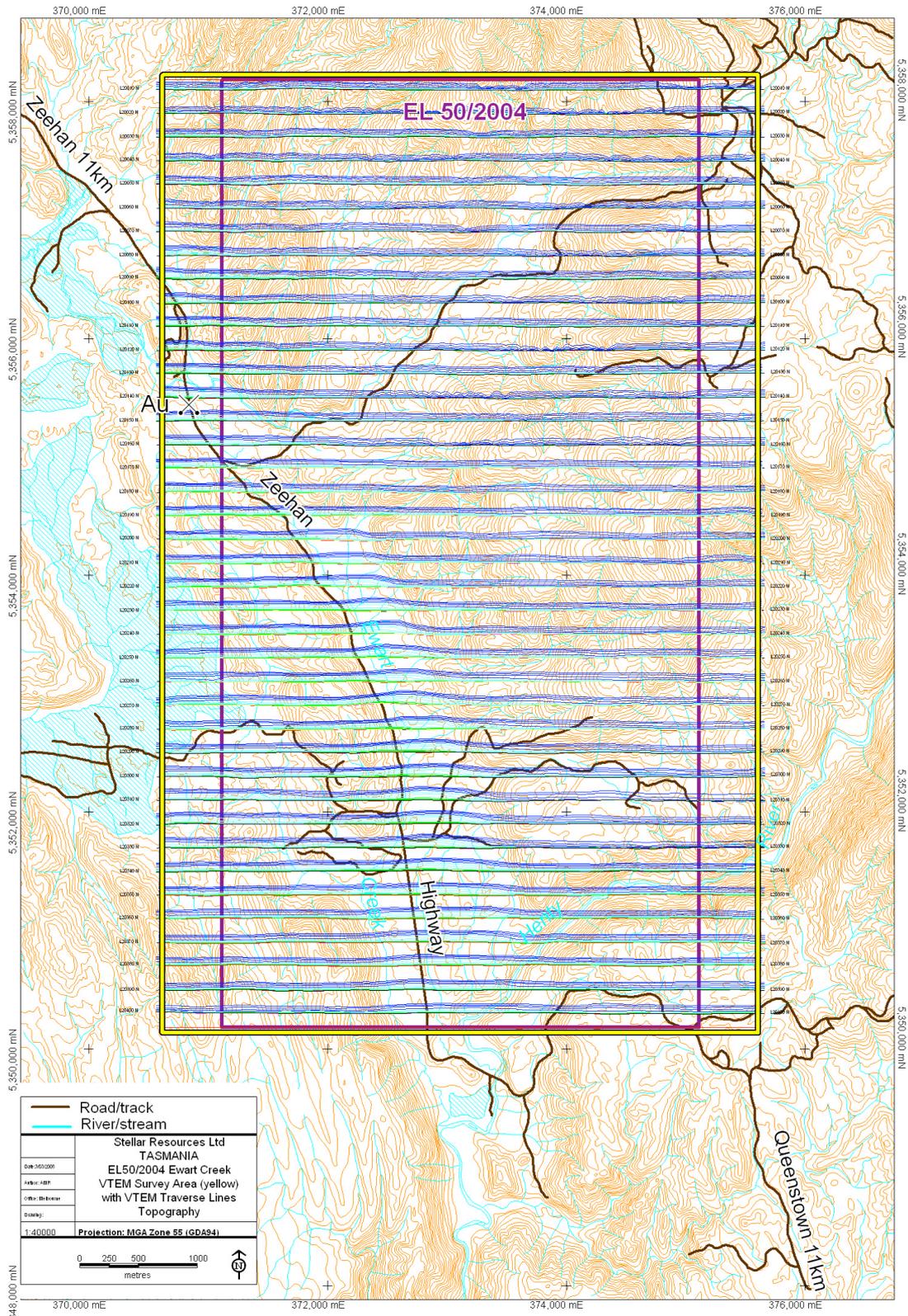
The EL is covered by an extensive thin veneer of Pleistocene glacial till which has made previous exploration difficult. Aeromagnetic interpretation indicated the possibility of Rosebery sequence equivalents at shallow depth in the northern section of the EL. It was felt possible that the North Henty fault splay could have been a growth fault during sedimentation along with associated volcanic activity.



• Figure 6. EL50/2004, WTRMP Aeromagnetics.



• Figure 7. EL50/2004, VTEM Flight Lines.



• Figure 8. EL50/2004, VTEM Traces.

4. DISCUSSION OF RESULTS

No significant VTEM anomalies were detected within the stratigraphy of interest. Only weak, surficial anomalies were detected and these were largely located to the west of the Zeehan highway.

5. CONCLUSIONS

There has been limited previous exploration. The area has steep topography, a veneer of fluvio-glacial cover and is thickly forested. As well as potential for nickel / PGM mineralisation associated with Cambrian dykes (Melba Flats style) south of the North Henty fault splay, Rosebery style VMS in the northern section of the EL, north of the North Henty fault splay, within the Henty Fault wedge the licence covers a strike length of some 4km of the North Henty Fault, which is considered prospective for gold.

The VTEM survey detected no anomalies within the stratigraphy of interest. Only weak, surficial anomalies were detected located to the west of the Zeehan highway.

5.1. RECOMMENDATIONS

- Review exploration targets in light of VTEM results.

6. ENVIRONMENT

There has been no field activity in the licence to date, and therefore no environmental impact.

7. EXPENDITURE

Job No	Job Details	Department	
Tran. Date		Doc Ref - Description	Amount
Job Code: 6504	EL 50/2004 Ewart Creek	D1	
	1051	Administration Management	AU\$625.00
	1053	Technical	AU\$1,313.13
Phase Total	105	STAFF COSTS	AU\$1,938.13
	1061	Professional Technical	AU\$990.00
Phase Total	106	CONTRACT PERSONNEL	AU\$990.00
	1072	Geoscientist	AU\$5,334.52
Phase Total	107	CONSULTANT PERSONNEL	AU\$5,334.52
	1201	Geophysical Airphoto Surveys	AU\$48,331.52
	1204	Other	AU\$5,528.64
Phase Total	120	DATA ACQUISITION	AU\$53,860.16
	1251	Vehicle Costs All	AU\$42.18
	1252	Office Costs	AU\$36.18
Phase Total	125	SUPPORT COSTS	AU\$78.36
	1504	Legal Costs	AU\$227.27
	1505	Rents/ Other Utilities	AU\$1,200.00
Phase Total	150	TENEMENT COSTS	AU\$1,427.27
	1551	Meals and Accomodation	AU\$375.55
	1554	General Expense	AU\$145.62
Phase Total	155	TRAVEL	AU\$521.17
Job Total: 6504	Class RUB		AU\$64,149.61

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Keywords

Location: Ewart Creek, 13km southeast of Zeehan
Mineralisation environment: VMS, Voisey Bay type Ni / PGM
Minerals: Gold, base metals, Ni & PGM
Exploration methods: VTEM
Stratigraphic name: Tyndal Group, Whitespur Formation, Mt Read Volcanics.
Lithologies: Basic Volcanics, ultramafics, fluvo-glacials
Geological Province: Dundas Trough, Henty Fault Wedge
Geological age: Cambrian, Ordovician, Tertiary

Appendix.

Survey and Logistics Report on Helicopter Borne Versatile Time Domain Electromagnetic (VTEM) Survey on the Tasmanian Project, Australia, for Stellar Resources Ltd. Geotech Airborne Ltd Report.

**SURVEY AND LOGISTICS REPORT
ON A HELICOPTER BORNE
VERSATILE TIME DOMAIN
ELECTROMAGNETIC (VTEM)
SURVEY**

on the

**TASMANIA PROJECT
AUSTRALIA**

for

STELLAR RESOURCES LTD

by



GEOTECH AIRBORNE LIMITED

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**Project 373
May, 2008**

TABLE OF CONTENTS

1. SURVEY SPECIFICATIONS.....	3
1.1. General.....	3
1.2. VTEM flight plan on Google EARTH™ Background	3
1.3. Survey block coordinates.	4
1.4. Survey block specifications	4
1.5. Survey schedule	5
2. SYSTEM SPECIFICATIONS.....	6
2.1. Instrumentation.....	6
2.2. VTEM Configuration	7
2.3. VTEM decay sampling scheme	7
2.4. VTEM Transmitter Waveform over one half-period.....	8
3. PROCESSING.....	9
3.1. Processing parameters.....	9
3.2. Flight Path.....	9
3.3. Electromagnetic Data	9
3.4. Magnetic Data	9
3.5. Digital Terrain Model	10
4. DELIVERABLES.....	11
5. PERSONNEL.....	13

APPENDICES

A. Modeling VTEM data	14
B. Geophysical Maps	20



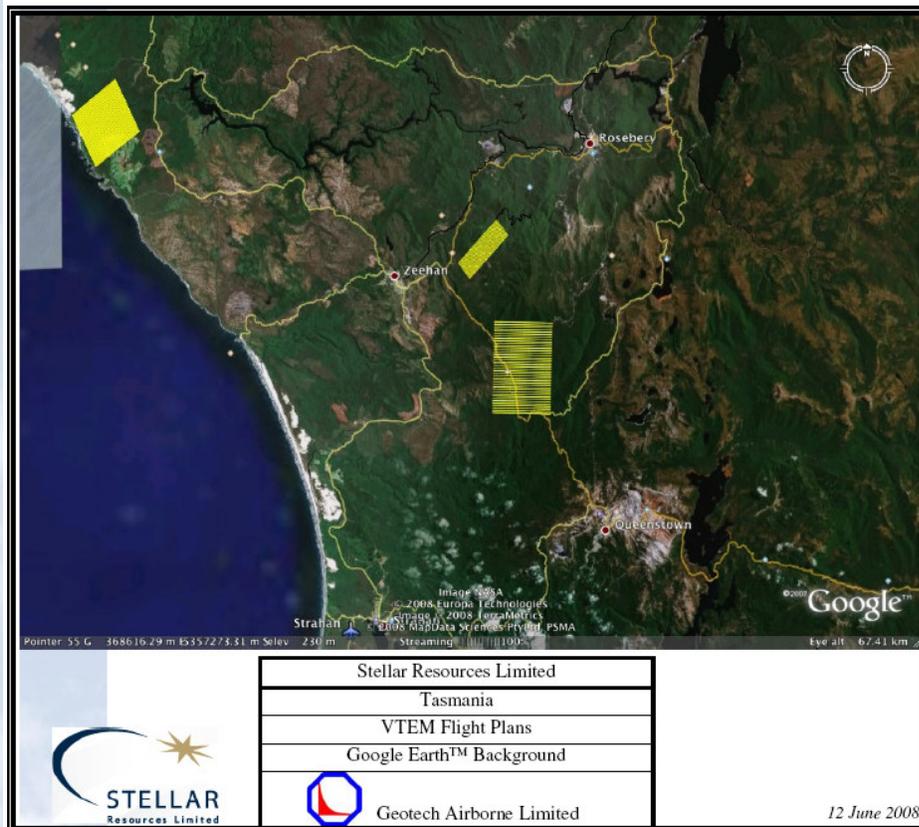
SURVEY AND LOGISTICS REPORT ON A HELICOPTER-BORNE VTEM SURVEY

1. SURVEY SPECIFICATIONS

1.1. General

Job Number	A373
Client	Stellar Resources Limited
Project Area	Tasmania
Location	Australia
Number of Blocks	3
Total line kilometres	648.7
Survey date	12 April to 19 April, 2008
Client Representative	Tom Whiting Tel: +61 8 9249 8814
Client address	Level 7 Exchange Tower 530 Little Collins Street Melbourne, VIC 3000, AUSTRALIA
Client Consultant (if applicable)	N.A.

1.2. VTEM flight plan on Google EARTH™ Background



1.3. Survey block coordinates.

Easting UTM Z 55S	Northing UTM Z 55S
EL46	
337440	5378370
339658	5373888
335800	5370740
333556	5375219
337440	5378370
Easting UTM Z 55S	Northing UTM Z 55S
EL50	
370612	5358184
375612	5358184
375612	5350184
370612	5350184
370612	5358184
Easting UTM Z 55S	Northing UTM Z 55S
EL21	
369692	5368148
372037	5365034
368786	5361184
368112	5361185
368111	5361314
368429	5361688
366497	5364355

1.4. Survey block specifications

Survey block	Line spacing (m)	Line-km (contractual)	Line-km (delivered)	Flight direction	Line number
EL46	100	243	249.1	154°- 334°	L10010 – L10490
	n/a				
EL50	100	200	204	90°- 270°	L20010 – L20400
	n/a				
EL21	100	192	195.6	41°- 221°	L30010 – L30170 L40010 – L40150 L50010 – L50060
	n/a				

1.5. Survey schedule

Date	Flight #	Block	Nominal Production Km flown	Comments
12-Apr-08				Mobilization, reconnaissance
13-Apr-08				Waiting for approval of navigation files
14-Apr-08				Weather day (low clouds)
15-Apr-08	F01, F02, F03, F04	EL46, EL21	305.5	
16-Apr-08	F05, F06	EL46, EL50	222,5	
17-Apr-08				Waiting for instructions for further flights



18-Apr-08	F07, F08	EL21	109	EL 21 N and S extensions
19-Apr-08				Demobilization



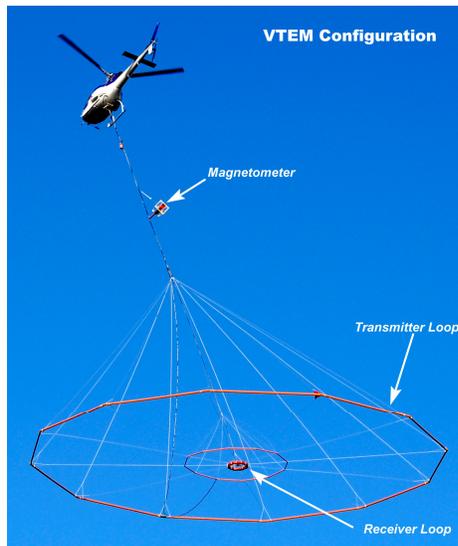
2. SYSTEM SPECIFICATIONS

2.1. Instrumentation

Survey Helicopter	
Model	AS 350 B3
Registration	VH-IPW
Operating Company	Air Walser
Nominal survey speed	80 km/h
Nominal terrain clearance	100 m
VTEM Transmitter	
Coil diameter	26 m
Number of turns	4
Pulse repetition rate	25 Hz
Peak current	200 Amp
Duty cycle	36.8 %
Peak dipole moment	424,743 NIA
Pulse width	7.36 ms
Nominal terrain clearance	63 m
VTEM Receiver	
Coil diameter	1.2 metre
Number of turns	100
Effective area	113.1 m ²
Sampling interval	0.1 s
Nominal terrain clearance	63 m
Magnetometer	
Type	Geometrics
Model	Optically pumped cesium vapour
Sensitivity	0.02 nT
Sampling interval	0.1 s
Cable length	13 m
Nominal terrain clearance	88 m
Radar Altimeter	
Type	Terra TRA 3000/TRI 40
Position	Beneath cockpit
Sampling interval	0.2 s
GPS navigation system	
Type	NovAtel
Model	WAAS enabled OEM4-G2-3151W
Antenna position	Helicopter tail
Sampling interval	0.2 s
Base Station Magnetometer/GPS	
Type	Geometrics
Model	Cesium vapour
Sensitivity	0.001 nT
Sampling interval	1 s



2.2. VTEM Configuration



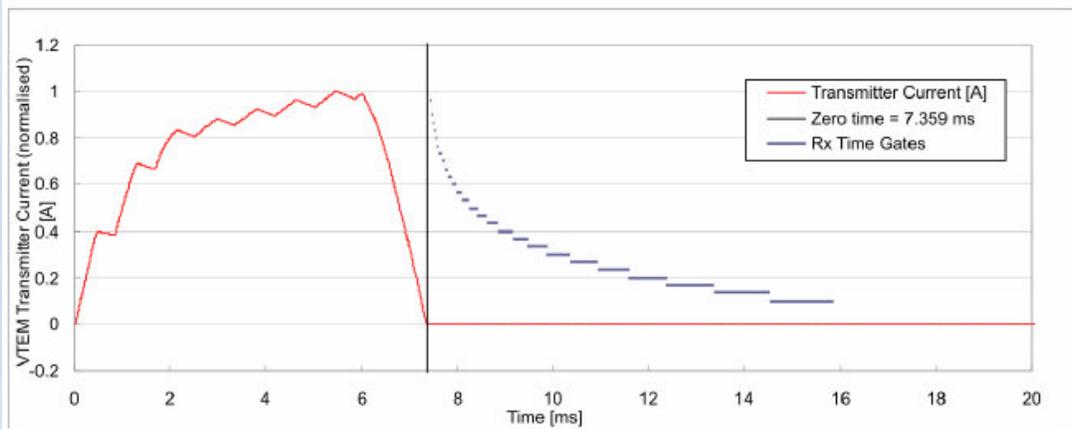
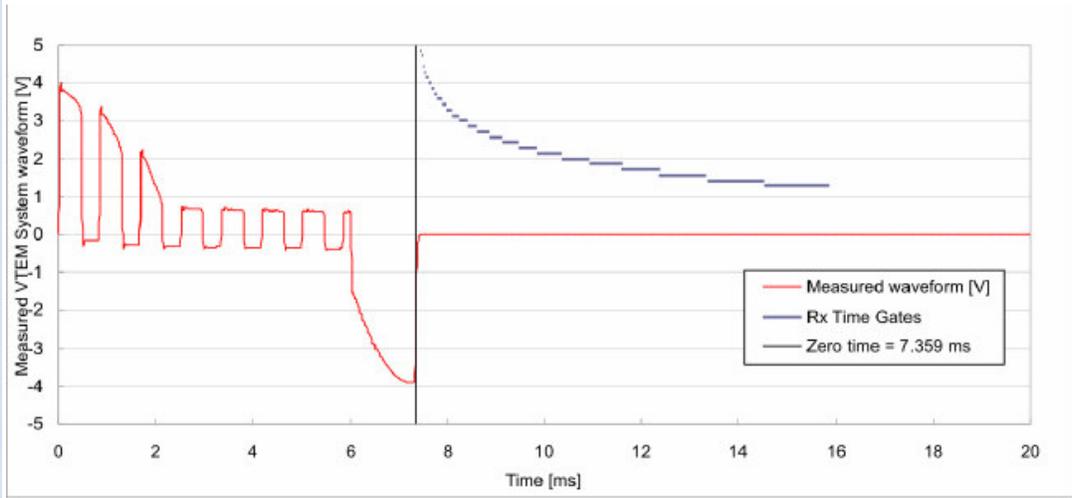
Configuration	
Cable angle with vertical	23 °
Cable length (EM receiver)	42 m
Cable length (Magnetometer)	12 m

2.3. VTEM decay sampling scheme

VTEM B-field System Decay Sampling scheme				
Array Index	Microseconds			
	Middle	Start	End	Width
8	83	78	91	13
9	99	91	110	19
10	120	110	131	21
11	141	131	154	24
12	167	154	183	29
13	198	183	216	34
14	234	216	258	42
15	281	258	310	53
16	339	310	373	63
17	406	373	445	73
18	484	445	529	84
19	573	529	628	99
20	682	628	750	123
21	818	750	896	146
22	974	896	1063	167
23	1151	1063	1261	198
24	1370	1261	1506	245
25	1641	1506	1797	292
26	1953	1797	2130	333
27	2307	2130	2526	396
28	2745	2526	3016	490
29	3286	3016	3599	583
30	3911	3599	4266	667
31	4620	4266	5058	792
32	5495	5058	6037	979
33	6578	6037	7203	1167
34	7828	7203	8537	1334



2.4. VTEM Transmitter Waveform over one half-period



3. PROCESSING

3.1. Processing parameters

Coordinates	
Projection	UTM Zone 30 N
Datum	WGS 84
Spheroid	WGS 84
Spherics rejection (EM and Magnetic data)	
Non-linear filter	5 point
Non-linear filter sensitivity	0.0001
Low-pass filter wavelength	25 m
Lag correction of other sensors to EM receiver position	
GPS	8 m
Radar	10 m
Magnetometer	3 m

3.2. Flight Path

The flight path, recorded by the acquisition program as WGS 84 latitude/longitude, was converted into the UTM coordinate system in Oasis Montaj. The flight path was drawn using linear interpolation between x,y positions from the navigation system. Positions are updated every second and expressed as UTM eastings (x) and UTM northings (y).

3.3. Electromagnetic Data

A three stage digital filtering process was used to reject major spheric events and to reduce system noise. Local spheric activity can produce sharp, large amplitude events that cannot be removed by conventional filtering procedures. Smoothing or stacking will reduce their amplitude but leave a broader residual response that can be confused with geological phenomena. To avoid this possibility, a computer algorithm searches out and rejects the major spheric events.

The signal to noise ratio was further improved by the application of a low pass linear digital filter. This filter has zero phase shift which prevents any lag or peak displacement from occurring, and it suppresses only variations with a wavelength less than the specified filter wavelength.

3.4. Magnetic Data

The processing of the magnetic data involved the correction for diurnal variations by using the digitally recorded ground base station magnetic values. The base station magnetometer data was edited and merged into the Geosoft GDB database on a daily basis. The aeromagnetic data was corrected for diurnal variations by subtracting the observed magnetic base station deviations.

A micro-levelling procedure was then applied. This technique is designed to remove persistent low-amplitude components of flight-line noise remaining after tie line levelling.



The corrected magnetic data was interpolated between survey lines using a random point gridding method to yield x-y grid values for a standard grid cell size of a quarter of the line spacing. The Minimum Curvature algorithm was used to interpolate values onto a rectangular regular spaced grid.

3.5. Digital Terrain Model

Subtracting the radar altimeter data from the GPS elevation data creates a digital elevation model. To correct for minor elevation differences that are evident in this data when gridded, Shuttle Radar Topography Mission (SRTM) data have been used.



4. DELIVERABLES

VTEM Survey and logistics report		
Format	PDF	
Copies	2 x Digital (DVD/CD) 2 x Hard copy	
Database		
Format	Digital Geosoft (.GDB)	
Channels	Name	Description
	x	X positional data
	y	Y positional data
	Lon	Longitude data
	Lat	Latitude data
	Z	GPS antenna elevation (metres above sea level)
	Radar	Helicopter terrain clearance from radar altimeter (metres above ground level)
	RxAlt	EM Receiver and Transmitter terrain clearance (metres above ground level)
	DTM	Digital terrain model (metres)
	Gtime1	UTC time (seconds of the day)
	Mag	Raw Total Magnetic field data (nT)
	MagBase	Magnetic diurnal variation data (nT)
	MagDiu	Total Magnetic field diurnal variation and lag corrected data (nT)
	MagTieL	Tie-line leveled Total Magnetic field data (nT)
	MagMicL	Microleveled Total Magnetic field data (nT) (if required)
	SF[8] to SF[34]	dB/dt, Time Gates 83 μ s to 7828 μ s (pV/A/m^4)
	PLM	Power line monitor
Grids		
Format	Digital Geosoft (.GRD and .GI) ¹	
Grids	Name	Description
	Mag_ <i>blk</i> ²	Total Magnetic field (nT)
Maps		
Format	Digital Geosoft (.MAP and .GM) ³	
Scale	1:25 000	
Maps	Name	Description
	Mag_ <i>blk</i>	Total Magnetic field colours
	dBdt_Prof_ <i>blk</i>	VTEM dB/dt profiles, Time Gates 0.234 – 6.578 ms in linear - logarithmic scale

¹ A Geosoft .GRD file has a .GI metadata file associated with it, containing grid projection information.

² *blk* indicates the block name

³ A Geosoft .MAP file has a .GM metadata file associated with it, containing projection information.



Waveform		
Format	Digital Excel Spreadsheet (VTEM_Waveform.xls)	
Columns	Name	Description
	Time	Sampling rate interval, 10.416 μ s
	Volt	Output voltage of the receiver coil (volt)
	Current	Transmitter current (normalised to 1A peak)

Google Earth Flight Path file	
Format	Google Earth A222_FlightPath.kmz
	Free version of Google Earth software can be downloaded from, http://earth.google.com/download-earth.html



5. PERSONNEL

Geotech Airborne Limited Personnel	
Operator / Crew chief	Paul Stevenson
Operator	Alex Castiglione
Technical Support	Barry McAuliffe
Data Processing (Preliminary)	Stephen Carter
Data Processing (Final) /Reporting	Richard Gürtler
Final data supervision	Malcolm Moreton Data Processing Manager (malcolm@geotechairborne.com)
Overall project management	Keith Fisk Managing Partner and Director (keith@geotechairborne.com)



APPENDIX A

GENERALIZED MODELING RESULTS OF THE VTEM SYSTEM (by Roger Barlow)

Introduction

The VTEM system is based on a concentric or central loop design, whereby, the receiver is positioned at the centre of a 26.1 metres diameter transmitter loop that produces a dipole moment up to 625,000 NIA at peak current. The wave form is a bi-polar, modified square wave with a turn-on and turn-off at each end. With a base frequency of 25 Hz, the duration of each pulse is approximately 7.5 milliseconds followed by an off time where no primary field is present.

During turn-on and turn-off, a time varying field is produced (dB/dt) and an electro-motive force (emf) is created as a finite impulse response. A current ring around the transmitter loop moves outward and downward as time progresses. When conductive rocks and mineralization are encountered, a secondary field is created by mutual induction and measured by the receiver at the centre of the transmitter loop.

Measurements are made during the off-time, when only the secondary field (representing the conductive targets encountered in the ground) is present.

Efficient modeling of the results can be carried out on regularly shaped geometries, thus yielding close approximations to the parameters of the measured targets. The following is a description of a series of common models made for the purpose of promoting a general understanding of the measured results.

Variation of Plate Depth

Geometries represented by plates of different strike length, depth extent, dip, plunge and depth below surface can be varied with characteristic parameters like conductance of the target, conductance of the host and conductivity/thickness and thickness of the overburden layer.

Diagrammatic models for a vertical plate are shown in figures A and G at two different depths, all other parameters remaining constant. With this transmitter-receiver geometry, the classic **M** shaped response is generated. Figure A shows a plate where the top is near surface. Here, amplitudes of the dual peaks are higher and symmetrical with the zero centre positioned directly above the plate. Most important is the separation distance of the peaks. This distance is small when the plate is near surface and widens with a linear relationship as the plate (depth to top) increases. Figure G shows a much deeper plate where the separation distance of the peaks is much wider and the amplitudes of the channels have decreased.

Variation of Plate Dip

As the plate dips and departs from the vertical position, the peaks become asymmetrical. Figure B shows a near surface plate dipping 80°. Note that the direction of dip is toward the high shoulder of the response and the top of the plate remains under the centre minimum.

As the dip increases, the aspect ratio (Min/Max) decreases and this aspect ratio can be used as an empirical guide to dip angles from near 90° to about 30°. The method is not sensitive enough where dips are less than about 30°. Figure E shows a plate dipping 45° and, at this angle, the minimum shoulder starts to vanish. In Figure D, a



flat lying plate is shown, relatively near surface. Note that the twin peak anomaly has been replaced by a symmetrical shape with large, bell shaped, channel amplitudes which decay relative to the conductance of the plate.

Figure H shows a special case where two plates are positioned to represent a synclinal structure. Note that the main characteristic to remember is the centre amplitudes are higher (approximately double) compared to the high shoulder of a single plate. This model is very representative of tightly folded formations where the conductors were once flat lying.

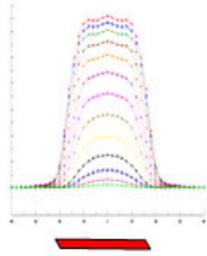
Variation of Prism Depth

Finally, with prism models, another algorithm is required to represent current on the plate. A plate model is considered to be infinitely thin with respect to thickness and incapable of representing the current in the thickness dimension. A prism model is constructed to deal with this problem, thereby, representing the thickness of the body more accurately.

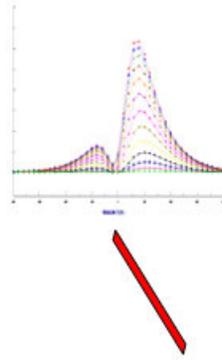
Figures C, F and I show the same prism at increasing depths. Aside from an expected decrease in amplitude, the side lobes of the anomaly show a widening with deeper prism depths of the bell shaped early time channels.



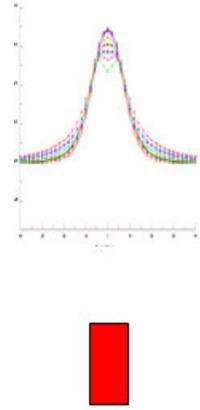
A



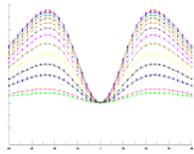
B



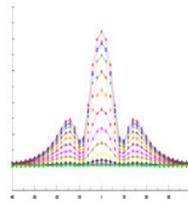
C



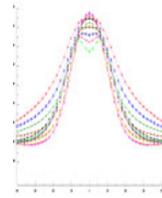
D



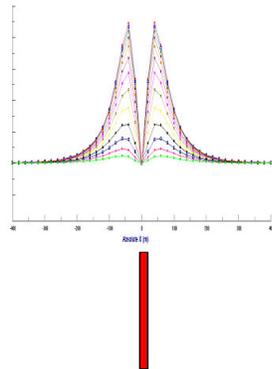
E



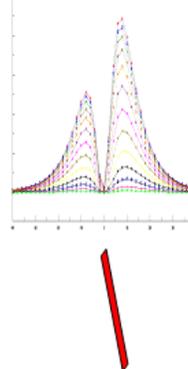
F



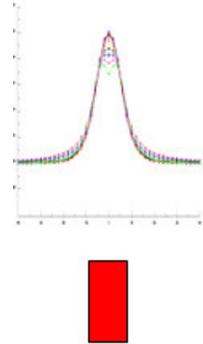
G



H



I



General Modeling Concepts

A set of models has been produced for the Geotech VTEM[®] system with explanation notes (see models A to I above). The reader is encouraged to review these models, so as to get a general understanding of the responses as they apply to survey results. While these models do not begin to cover all possibilities, they give a general perspective on the simple and most commonly encountered anomalies.

When producing these models, a few key points were observed and are worth noting as follows:

- For near vertical and vertical plate models, the top of the conductor is always located directly under the centre low point between the two shoulders in the classic **M** shaped response.
- As the plate is positioned at an increasing depth to the top, the shoulders of the **M** shaped response, have a greater separation distance.
- When faced with choosing between a flat lying plate and a prism model to represent the target (broad response) some ambiguity is present and caution should be exercised.
- With the concentric loop system and Z-component receiver coil, virtually all types of conductors and most geometries are most always well coupled and a response is generated (see model H). Only concentric loop systems can map this type of target.

The modelling program used to generate the responses was prepared by PetRos Eikon Inc. and is one of a very few that can model a wide range of targets in a conductive half space.

General Interpretation Principals

Magnetics

The total magnetic intensity responses reflect major changes in the magnetite and/or other magnetic minerals content in the underlying rocks and unconsolidated overburden. Precambrian rocks have often been subjected to intense heat and pressure during structural and metamorphic events in their history. Original signatures imprinted on these rocks at the time of formation have, in most cases, been modified, resulting in low magnetic susceptibility values.

The amplitude of magnetic anomalies, relative to the regional background, helps to assist in identifying specific magnetic and non-magnetic rock units (and conductors) related to, for example, mafic flows, mafic to ultramafic intrusives, felsic intrusives, felsic volcanics and/or sediments etc. Obviously, several geological sources can produce the same magnetic response. These ambiguities can be reduced considerably if basic geological information on the area is available to the geophysical interpreter.



In addition to simple amplitude variations, the shape of the response expressed in the wave length and the symmetry or asymmetry, is used to estimate the depth, geometric parameters and magnetization of the anomaly. For example, long narrow magnetic linears usually reflect mafic flows or intrusive dyke features. Large areas with complex magnetic patterns may be produced by intrusive bodies with significant magnetization, flat lying magnetic sills or sedimentary iron formation. Local isolated circular magnetic patterns often represent plug-like igneous intrusives such as kimberlites, pegmatites or volcanic vent areas.

Because the total magnetic intensity (TMI) responses may represent two or more closely spaced bodies within a response, the second derivative of the TMI response may be helpful for distinguishing these complexities. The second derivative is most useful in mapping near surface linears and other subtle magnetic structures that are partially masked by nearby higher amplitude magnetic features. The broad zones of higher magnetic amplitude, however, are severely attenuated in the vertical derivative results. These higher amplitude zones reflect rock units having strong magnetic susceptibility signatures. For this reason, both the TMI and the second derivative maps should be evaluated together.

Theoretically, the second derivative, zero contour or colour delineates the contacts or limits of large sources with near vertical dip and shallow depth to the top. The vertical gradient map also aids in determining contact zones between rocks with a susceptibility contrast, however, different, more complicated rules of thumb apply.

Concentric Loop EM Systems

Concentric systems with horizontal transmitter and receiver antennae produce much larger responses for flat lying conductors as contrasted with vertical plate-like conductors. The amount of current developing on the flat upper surface of targets having a substantial area in this dimension, are the direct result of the effective coupling angle, between the primary magnetic field and the flat surface area. One therefore, must not compare the amplitude/conductance of responses generated from flat lying bodies with those derived from near vertical plates; their ratios will be quite different for similar conductances.

Determining dip angle is very accurate for plates with dip angles greater than 30°. For angles less than 30° to 0°, the sensitivity is low and dips can not be distinguished accurately in the presence of normal survey noise levels.

A plate like body that has near vertical position will display a two shoulder, classic **M** shaped response with a distinctive separation distance between peaks for a given depth to top.

It is sometimes difficult to distinguish between responses associated with the edge effects of flat lying conductors and poorly conductive bedrock conductors. Poorly conductive bedrock conductors having low dip angles will also exhibit responses that may be interpreted as surficial overburden conductors. In some situations, the conductive response has line to line continuity and some magnetic correlation providing possible evidence that the response is related to an actual bedrock source.

The EM interpretation process used, places considerable emphasis on determining an understanding of the general conductive patterns in the area of interest. Each area has different characteristics and these can effectively guide the detailed process used.



The first stage is to determine which time gates are most descriptive of the overall conductance patterns. Maps of the time gates that represent the range of responses can be very informative.

Next, stacking the relevant channels as profiles on the flight path together with the second vertical derivative of the TMI is very helpful in revealing correlations between the EM and Magnetics.

Next, key lines can be profiled as single lines to emphasize specific characteristics of a conductor or the relationship of one conductor to another on the same line. Resistivity Depth sections can be constructed to show the relationship of conductive overburden or conductive bedrock with the conductive anomaly.



APPENDIX B
GEOPHYSICAL MAP IMAGES
(not to scale)



