

Relinquishment Report

EL 41/2008
Oatlands

12/1/2009 to January 2012

Holder: Tiger Coal Pty Ltd
8 Broadlands Drive, Launceston, TAS 7250

Operator: Midlands Energy Ltd
8 Broadlands Drive, Launceston, TAS 7250

John Pemberton

23/1/2012

Abstract

Tiger Coal Pty Ltd applied for this area to complete the regional coverage from Woodbury to Colebrook of the Triassic Coal Measures. The target was the shallow open cuttable coal as seen at Woodbury and Jericho. Reporting indicates that a brief literature search was completed and that the intention was to explore this area dependent on results from the surrounding licences. As Tiger Coal Pty Ltd did not meet its licence conditions with regard to expenditure it was agreed with Mineral Resources Tasmania that this EL would be surrendered.

Contents	pg
1. Introduction	4
2. Previous work	5
3. Exploration completed during the reporting period	7
4. Discussion of the results	7
5. Conclusion	7
6. Environment	8
Expenditure	8
References	8

1. Introduction

The 128 sq km area covered by EL 41/2008 (Oatlands) is between the Jericho trough coal deposits to the south west and the Woodbury and York Plains coal deposits to the north east. The target was the Triassic Coal Measures as seen in these adjacent areas.

The Triassic Coal Measures are usually found associated with dolerite sills within grabens in this area. The sills appear to have stopped the coal measures from being eroded. The intention was to explore for a shallow coal resource as seen to the south and north east.

Tenement number EL 41/2008

Tenement name Oatlands

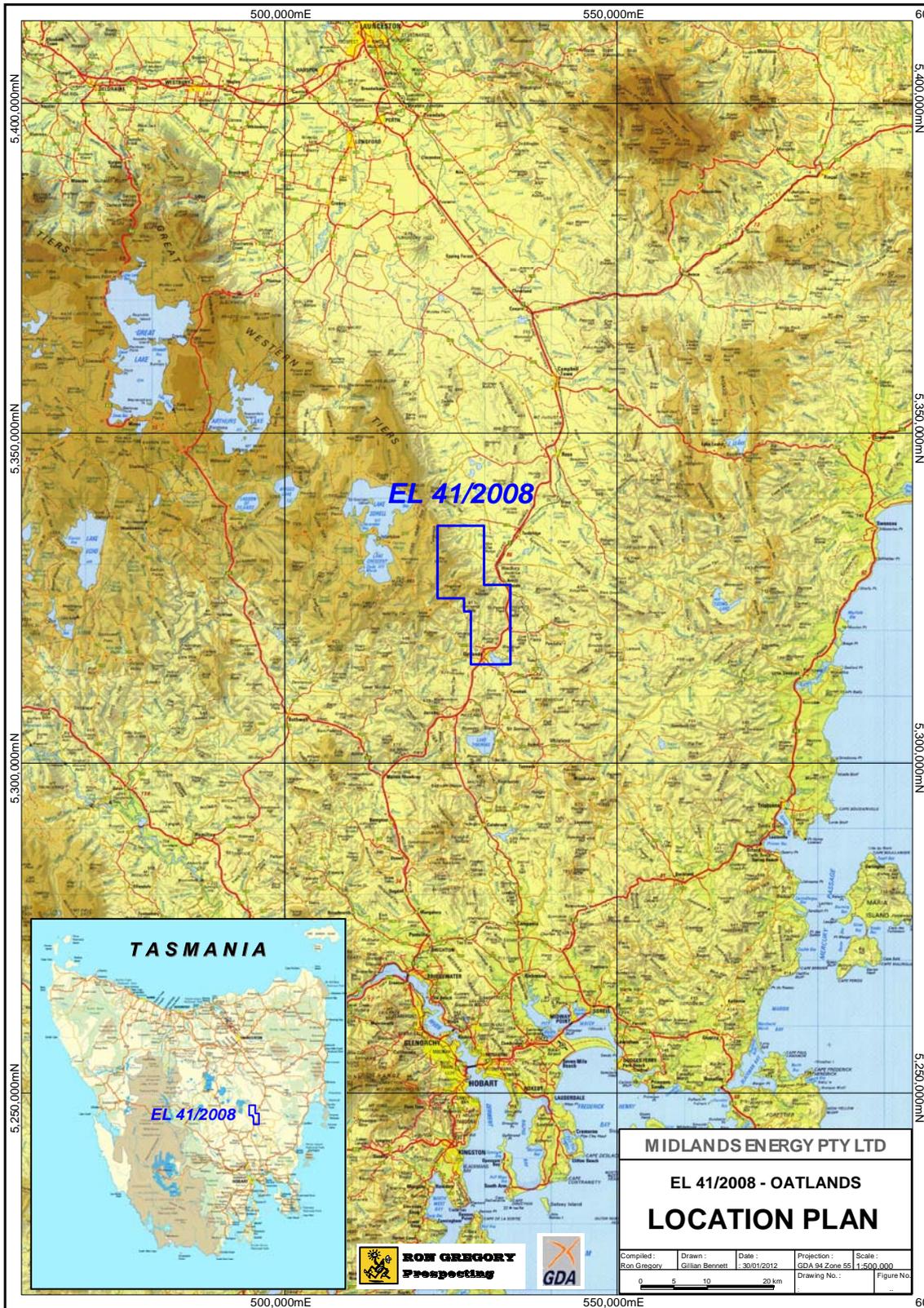
Tenement location Burbury Hill – Mill Brook

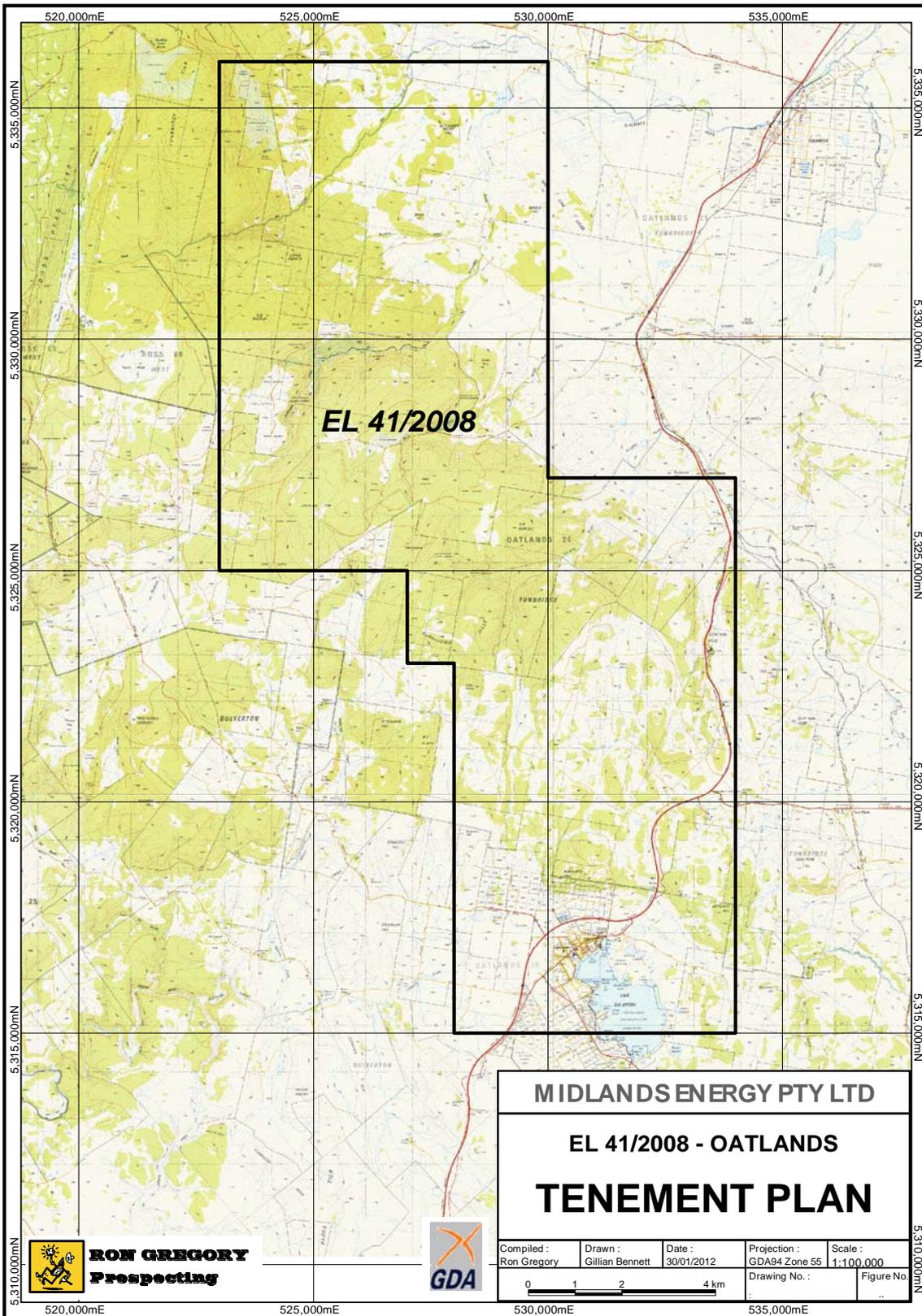
Report period Relinquishment report

January 2009 to January 2012

Holder Tiger Coal Pty Ltd

Current Operator Midlands Energy Ltd





MIDLANDS ENERGY PTY LTD

EL 41/2008 - OATLANDS

TENEMENT PLAN



Compiled : Ron Gregory	Drawn : Gillian Bennett	Date : 30/01/2012	Projection : GDA94 Zone 55	Scale : 1:100,000
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0 1 2 4 km		Drawing No. :	Figure No.
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2. Previous work

CRA, Victor Petroleum and Resources and Costain have explored in the southern Midlands region for coal in the Triassic. CRA used remote sensing techniques to generate a regional structural interpretation of the southern Midlands. Follow up regional geological mapping resulted in a drilling program which targeted the Jericho graben to the immediate south of EL 41/2008 (see TCR 84_9580 – Summons, T.G.). This feature extends for approximately 50km from the west of Oatlands through Jericho to Colebrook in a North West trend. It varies from 1km to 5km in width. A regional wide spaced drilling program (mainly percussion) succeeded in delineating a number of coal seams within the Jericho graben to the south of EL 41/2008. These results were used to calculate estimates of the potential coal reserves within the Jericho graben.

3. Exploration completed during the reporting period

In the first annual report submitted by the Tiger Coal Pty Ltd (see TCR 10_6165 – “Senior Geologist”) for this EL a literature search is referred to, regional mapping and geophysics by Mineral Resources Tasmania is acknowledged as being a useful source of information and sixteen prospective drilling sites were selected in the Jericho area. It appears that these sites were on the adjacent EL 26/2008.

4. Discussion of the results

The area appears to have some prospectivity for occurrences of Triassic coal within small fault controlled grabens.

5. Conclusion

Following a change of ownership of Tiger Coal Pty Ltd and discussions with Mineral Resources Tasmania it was agreed that as there had been no on ground exploration as required to meet the licence conditions that the ground would be relinquished to allow Tiger Coal Pty Ltd to focus on the Jericho graben to the immediate south of this EL.

6. Environment

As there was no on ground exploration there are no environmental impacts to report.

Expenditure

The expenditure on record at Mineral Resources Tasmania from the Quarterly Reports as submitted by Tiger Coal Pty Ltd totalled \$171,973.

References

"Senior Geologist" Annual report to Mineral Resources Tasmania. 12 January 2010 to 12 January 2011. Tiger Coal Pty Ltd. TCR 10_6165.

Summons, T.G. Exploration report for the year ending 30th September 1984. Parattah EL 18/82, Kempton EL 19/82 and Jericho EL 20/82, CRA Exploration Pty Ltd. TCR 84_9580.