

PART RELINQUISHMENT REPORT EL 65/2007

**Mineral Resources Tasmania
Department of Infrastructure, Energy and Resources**

ENERGY INVESTMENTS PTY LTD

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Introduction

The aim of the current exploration programme on EL 65/2007 (Woodbury) is to quantify a JORC resource in the near surface Triassic coal measures. The coal measures are associated with a lithic sandstone sequence which has been preserved from erosion by the overlying Jurassic dolerite capped Black Tier Range immediately to the south of the Woodbury deposit.

Continuity of the coal seams has been established by past explorers through a combination of lithological, geophysical and analytical correlation. The Woodbury trough trends 112^o and extends for a minimum of 9 kilometres (km) long and is 1 km wide. The Kuranda Graben forms a cross cutting structure trending 63^o and is approximately 4 km long and 700 meters (m) wide. Coal seam distribution and lateral extent is not restricted to the graben structures.

Black coal was first discovered by Victor Petroleum and Resources Ltd, at Woodbury in 1981. Historically a number of companies have explored the region for coal, for relatively shallow open cut potential.

Tenement Details

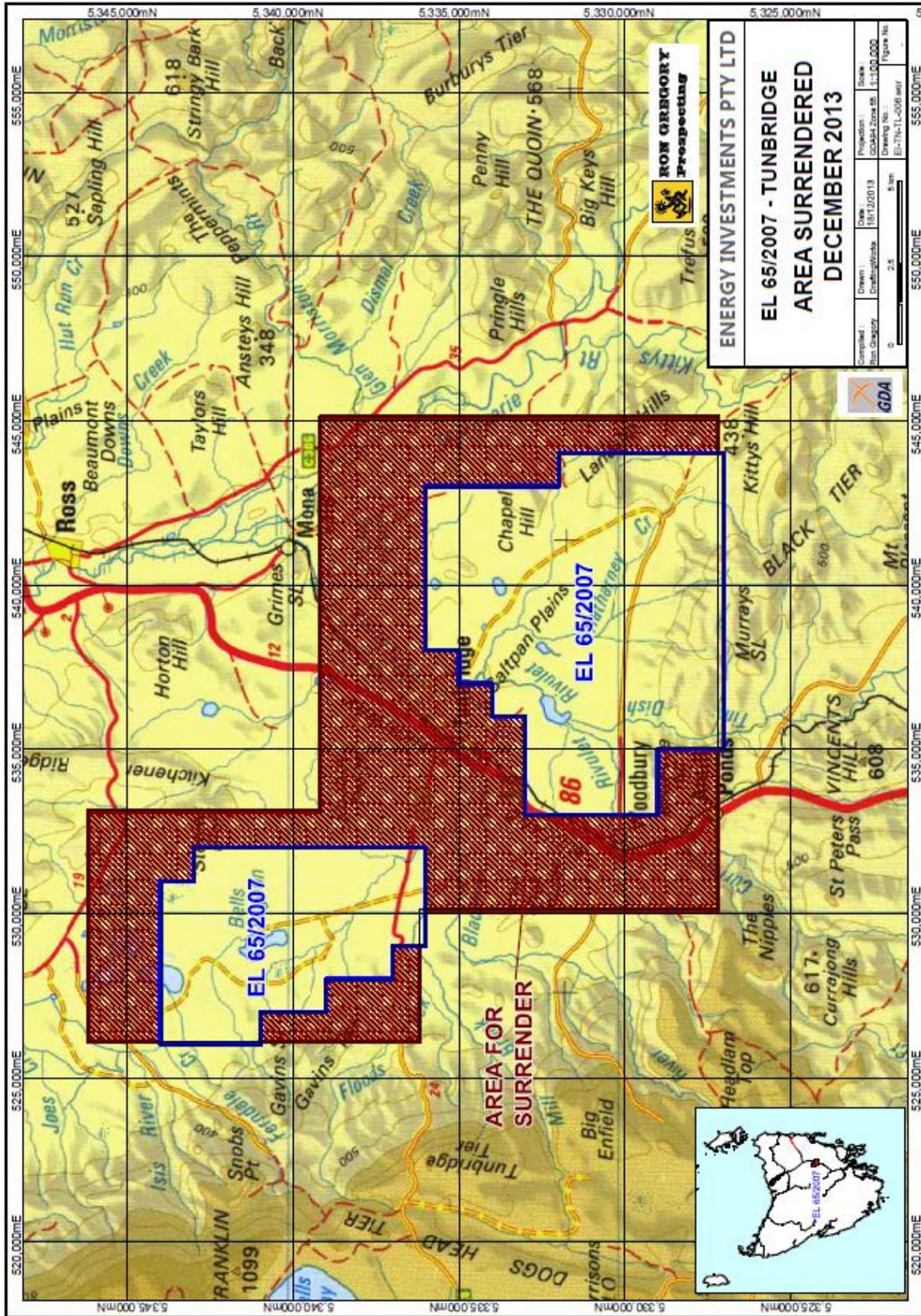
Tenement Number:	EL 65/2007
Tenement Name:	Tunbridge
Tenement Location:	Central Midlands: Bells Lagoon/Woodbury/Tunbridge
Tenement Holder:	Energy Investments Pty Ltd
Exploration Manager:	Midland Energy Limited
Licence Area:	237 square km
Area Relinquished:	120 square km
Licence Category:	Category 2 (coal)

Exploration Works Summary

The area submitted to MRT for relinquishment has received no on-ground exploration works during the tenure period of EL65/2007.

The exploration works to date on EL65/2007 have concentrated on the area immediately to the South-East of the township of Tunbridge. These works have delineated an initial JORC Compliant Resource of approximately 23 million tonnes.

Map Of Relinquished Area



Conclusions

After review of all available data, it was decided by Midland Energy Limited that the area discussed in this report has limited potential for economically extractable coal resources due to geological constraints such as dolerite intrusions and limited extent of the appropriate lithic sandstones. It was also identified that social issues may also limit economic extraction of any discovered resources within the vicinity of the Midlands Highway, the township of Tunbridge and the historic Mona Vale Estate.

Exploration works are continuing within the remainder of EL65/2007 to increase upon the know JORC Compliant Resources with a view to increase both the know tonnages and confidence category. Exploration works on potential targets within the Bells Lagoon area to the North West of Woodbury are also being considered for 2014.