

PROGRESS REPORT
QUEEN HILL JOINT VENTURE
E.L. 47/71 TASMANIA
QUARTER TO MARCH 21, 1982

This report covers the
Aberfoyle periods 1/82, 2/82
and 3/82, ending March 8, 1982

S.M. Richardson,
Geologist,
J.R. Sise,
Project Geologist,
Tasmania.

TABLE OF CONTENTS

	<u>Page No.</u>
SUMMARY	
GOLF COURSE-SEVERN-MONTANA DRILLING PROGRAMME	1
DOWN-HOLE EM SURVEY	2
EXPLORATION LICENCE 47/71 - QUEEN HILL	
- DONNELYS PROSPECT	3
- TASMAN RIVER ZONE	4
EXPENDITURE	5

APPENDICES

- APPENDIX I - Drill logs and/or assay data
for ZS 81, ZG 82 and ZM 83

- APPENDIX II - Petrological descriptions
ZG 79, ZS 81

- APPENDIX III - Down-hole EM survey results

- APPENDIX IV - Rock chip assay results

LIST OF FIGURES

- FIGURE 1 - Aeromag Contours:

Donnellys - Tasman River Zone

LIST OF PLATES

<u>Plate No.</u>	<u>Title</u>	<u>Scale</u>
QH 166 (In text)	Golf Course-Severn-Montana Summary Longitudinal Projection	1:2,500
QH 172 (In text)	Summary Plan - Golf Course-Severn- Montana Areas	As shown
QH 176 (In text)	Montana - Summary Longitudinal Projection	1:2,500
QH 129/2840	Cross Section 2840	1:500
QH 179/3640M	Cross Section 3640M - Sheet 1	1:500
QH 179/3640M	Cross Section 3640M - Sheet 2	1:500
QH 183	Queen Hill Licence 47/71 - Summary Plan	1:10,000
Don 2a	Donnellys Prospect - Ground Magnetism	1:2,500
Don 2b	Donnellys Prospect - Ground Magnetism	1:2,500
Don 3	Donnellys Prospect - Soil Geochemistry Sheet 1	1:2,500
Don 3	Donnellys Prospect - Soil Geochemistry Sheet 2	1:2,500
T.R.1	Tasman River Grid - Ground Magnetism	1:2,500

SUMMARY

This report summarises work completed in the Aberfoyle periods 1B-3/82 ending 8th March, 1982. Reported expenditure is for the Aberfoyle quarter ending 8th March, 1982.

During the quarter the exploration drilling programme at Severn-Montana-Golf Course continued with two holes being completed for 422.1 metres. These holes were ZG 82 (Golf Course) and ZM 83 (Montana). Exploration holes ZS 84 (Severn) and ZM 85 (Montana) are in progress. A time domain down-hole EM survey was conducted on drill holes ZM 78 (Montana), ZS 80 (Severn), ZG 79 (Golf Course) and ZG 82 (Golf Course).

Grid cutting, ground magnetics and soil sampling have continued at Donnelly's Prospect together with gridding and ground magnetics on the Tasman River Zone. A severe bush fire which destroyed most of the gridded areas brought a premature halt to the summer field work.

GOLF COURSE-SEVERN-MONTANA DRILLING PROGRAMME

NOTE:- To conform to the proposed data base mnemonics, drill hole identification will be progressively amended in text and plan as follows: all holes to be prefixed by Z = Zeehan Project, then by either S = Severn, M = Montana, G = Golf Course, Q = Queen Hill. The text of this report adheres to this format.

DDH ZG 82 GOLF COURSE

Exploration drill hole ZG 82 on section 2840 (Plates QH 166, QH 172) was commenced on 4th January and completed on 15th January, 1982 at a depth of 157.0 metres. This hole was designed to test the Precambrian - Cambrian contact along strike to the south of Severn holes ZS 42 and ZS 73.

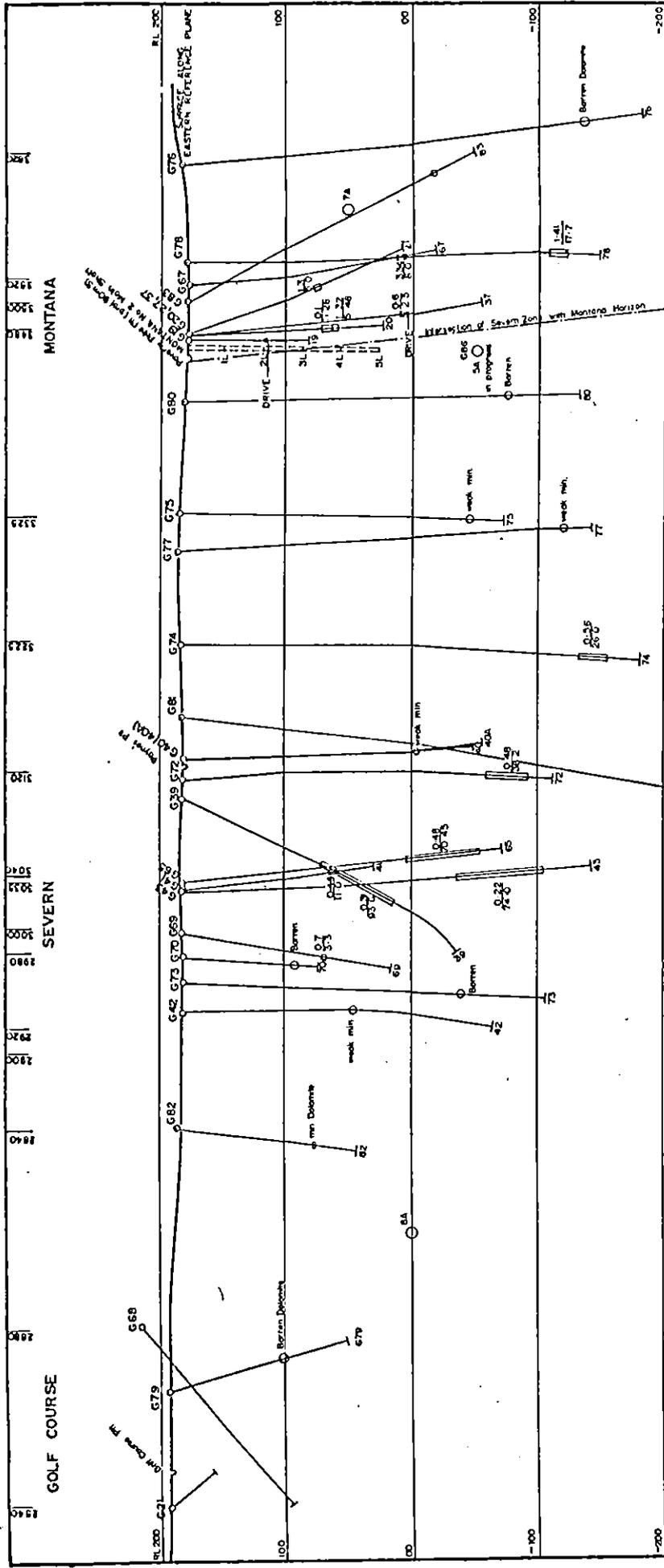
Instead of the Severn-style Crimson Creek - Oonah Quartzite and Slate contact, the Montana Beds lying between these two horizons were intersected. This succession correlates with ZS 79 and the sequence observed on surface at the Golf Course pit.

An interval of siderite-quartz-pyrite lode was intersected between 117.0 and 120.0m in the stratigraphically equivalent position to the siderite lode in ZS 79. A zone of weakly mineralised grey cavernous dolomite persisted from 120.0 to 134.3 metres. Tin assays were universally low, the only exception being a one metre interval (127.0-128.0m) of 0.62% Sn.

DDH ZM 83 MONTANA

Exploration drill hole ZM 83 on section 3640M (Plates QH 166, QH 172) was commenced on 5th January and completed on 20th January, 1982 at a depth of 263.1 metres. Designed to test the Montana Lode position at RL 1000, this hole did not intersect the Montana Beds. Structural complications limiting the extent of the lode in the previously defined strike direction resulted in the hole not leaving the Crimson Creek Formation.

The hole was terminated when the target depth had been passed and continuation would have resulted in an intersection of the host carbonate in the ZM 76 position.



Aberfoyle Exploration Pty Ltd

NORTH WEST TASMANIA
SEVERN - MONTANA
 SUMMARY LONGITUDINAL PROJECTION
 1980-81 DRILL PROGRAMME

Scale: 1:2,500
 Date: 1/2/80
 Sheet: 166

Author: R.J.C.
 Drawn: J.L.R.
 Checked: [Blank]
 Revised by: [Blank]

LEGEND

- A ○ Proposed Exploration Hole - Barren
- B ○ Proposed Exploration Hole - Carrington

All Casthorns - Suphite mineralization

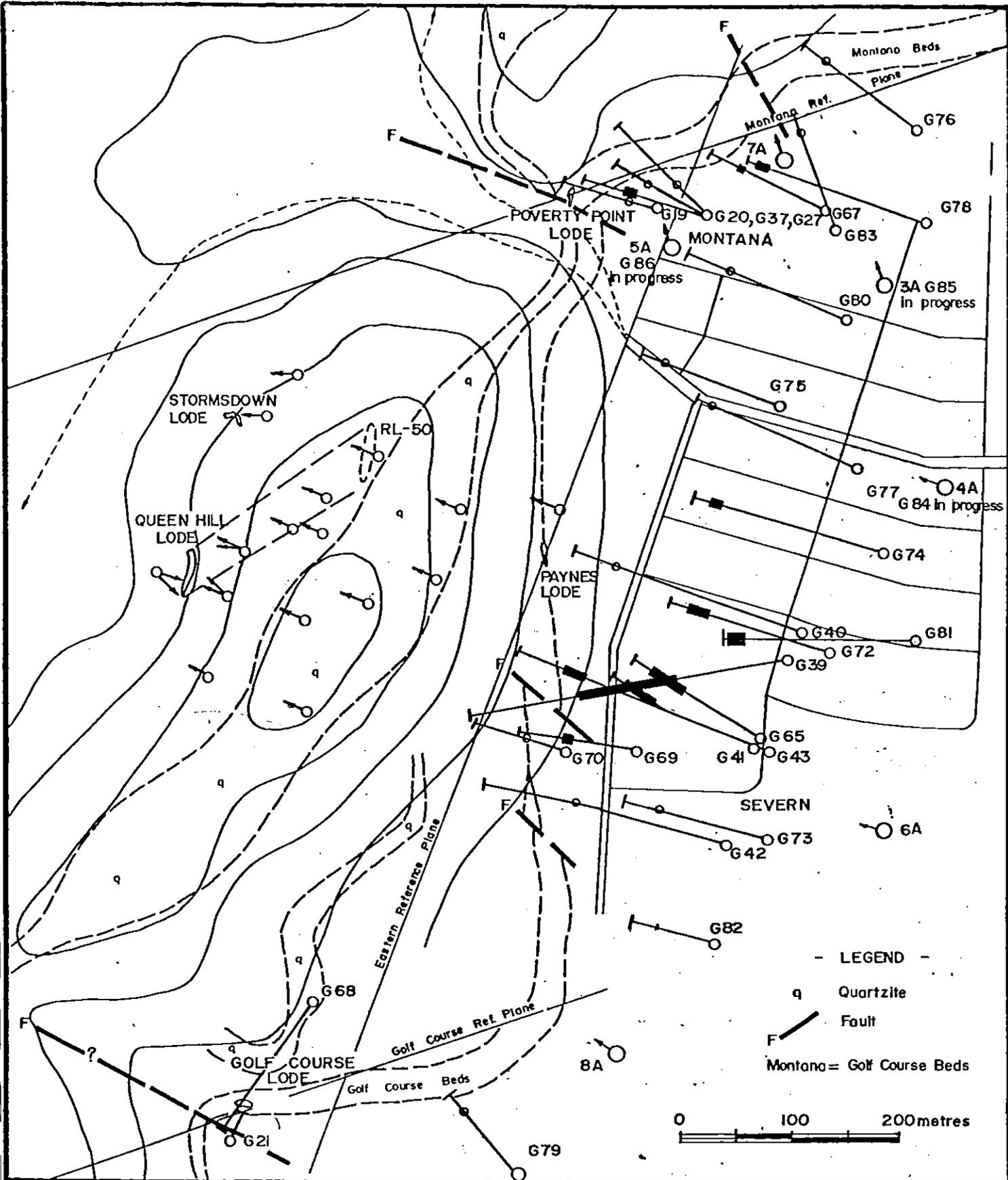
Proposed Exploration Hole - Barren

Proposed Exploration Hole - Carrington

Montana Reference Plane

EASTERN Reference Plane

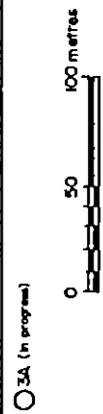
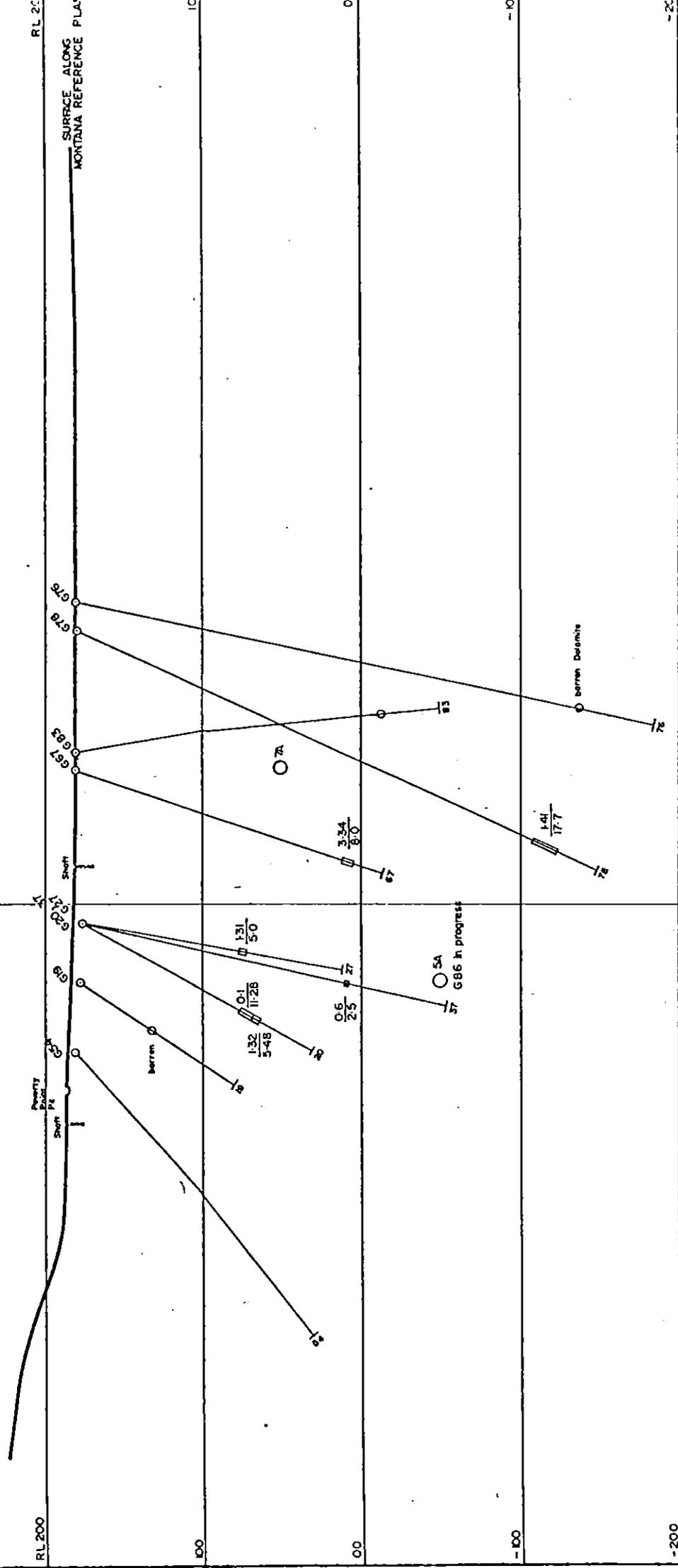
Golf Course Reference Plane



Aberfoyle Exploration Pty Ltd

Geology:	NORTH WEST TASMANIA	Location code:
Drawn:	SUMMARY PLAN	Date: August, 1981
Traced: J. L. R.	SEVERN - MONTANA - GOLF COURSE AREAS	Scale: As shown
Checked:	1981-82 DRILL PROGRAMME	Plate No
Revised by: Date:		QH 172

3490M
 26400
 26800
 Cur. in Ref.
 Plane of 3530
 (062° Mag.)



MONTANA Reference Plane 50°
 Foream Reference Plane
 Golf Course Reference Plane

A Aberfoyle Exploration Pty Ltd

NORTH WEST TASMANIA
MONTANA
 SUMMARY LONGITUDINAL PROJECTION
 1981-82 DRILL PROGRAMME

Geology:	
Drawn:	R.J.E.
Traced:	
Checked:	
Revised by:	Date

Location Code: _____
 Date: December, 1981
 Scale: 1:2,500
 Plate No: QH 176

○ 3A (in progress)

○ 5A
 686 in progress

SEVERN / MONTANA / GOLF COURSE -- Diamond Drilling Summary

D.H. No.	Co-ordinates North	Co-ordinates East	Elevation	Mag Brg	Angle	Commence	Complete	Depth m	Cumulative metres	Section	GEOLOGY/MINERALISATION	RL of Intersection	Intersection
80 SEVERN	1960.5	1247.9	182.2	284.1	-60.6	21.10.81	13.11.81	355.0	7072.71	3420	No significant sulphide mineralisation noted		
81 SEVERN	1657.9	1291.0	179.8	267.9	-67.1	4.11.81	4.12.81	482.0	7554.71	3140	441.9-448.0m: po(5-20),py(1-2); 448.0-450.9m: po(50-60),py(3-5), Cassiterite(0-5); 450.9-452.6m: po(10-15),py(2-3); 452.6-463.7m: po(5-15),py(1-2), tr. Cassiterite.	-228 -232 -242 -252	437.0 - 464.0m (27m) of 0.65% Sn, incl. 442.0 - 453.0m (11m) of 1.1% Sn.
82 SEVERN	1392.2	1095.5	183.6	269.2	-60.0	4.01.82	15.01.82	157.0	7711.71	2820	117.0-120.0: siderite lode, up to 40-50 py. 120.0-134.3: grey cavernous dolomite.	90	127.0 - 128.0m 1.0m of 0.62% Sn.
83 MONTANA	2051.5	1239.4	180.8	351.0	-58.0	5.01.82	20.01.82	263.1	7974.81		No significant sulphide mineralisation noted.		
84 SEVERN	1799.1	1310.3	178.8	284.3	-65.0	20.01.82	In progress	364m					
85 MONTANA	1944.7	1295.5	181.0	328.0	-61.7	26.01.82	In progress	86m					

No significant mineralisation was intersected in this drill hole.

DDH ZS 84 SEVERN

Exploration drill hole ZS 84, designed to test the Severn zone at RL 800 was commenced on 20th January, 1982 and is currently in progress at 364 metres in Crimson Creek Formation. Due to a major fault zone which could not be penetrated, it was necessary to reduce to BQ core at 268 metres to allow the hole to progress. The target depth for an intersection of the Severn lode is expected to be 480 metres in this drill hole.

DDH ZM 85 MONTANA

Exploration drill hole ZM 84, designed to test the Montana zone at RL 800 was commenced on 26th January, 1982 and has not advanced beyond 86 metres during the past few weeks. A sequence of problems has resulted in the rod string being lost down the hole. Should no progress be made in recovering the equipment during the next three days, the hole will be abandoned and re-collared adjacent to the present site.

The drill logs, assay results and petrological descriptions for the above drill holes are appended, with the cross sections attached as plates.

DOWN-HOLE EM SURVEY

During the quarter a time domain down-hole EM survey was conducted on the following holes:-

ZM 78	MONTANA
ZG 79	GOLF COURSE
ZS 80	SEVERN
ZG 82	GOLF COURSE

For detailed results see Appendix III. Summary results are:-

- ZM 78 MONTANA - The hole has passed through the centre of the mineralisation.
- ZG 79 GOLF COURSE - The hole has missed a conductor by 5-10m. Strike of the conductor is approximately E-W but it is unknown whether the trend is toward the E or W.
- ZS 80 SEVERN - No significant response.
- ZG 82 GOLF COURSE - The hole has "nicked" the edge of a conductor (sid -qtz ±py lode). Strike has not been determined accurately.

All above conductors are pods.

A follow-up survey is planned to determine the orientation of the conductors outlined in ZG 79 and ZG 82.

EXPLORATION LICENCE 47/71 - QUEEN HILL (Plate QH 183)

DONNELLYS PROSPECT

Exploration on the licence has continued to concentrate on the Donnellys grid in order to bring this prospect to the drilling stage. A second area of outcropping calc-silicate and skarn mineralisation has been located.

Recently Discovered Mineralisation (Appendix IV)

Another area of outcropping calc-silicate and magnetite skarn mineralisation assaying up to 1.35% Sn has been located at approximately 4700N 2900E adjacent to and within the Heemskirk Granite. This is on the edge of the current grid. It has not yet been covered by ground magnetics or geochemistry.

Gridding

5.6 line km of extensions to the original grid have now been completed. Lines 5300N and 5400N have been extended to the northern licence boundary. Lines 4700N to 5400N have been extended to the south-west as far as the contact with the Heemskirk Granite.

On 15th February, 1982 a bushfire destroyed approximately 3.9 line km of grid of which 7.7 km in the immediate area of interest was replaced and extended.

Ground Magnetics (Plates Don 2a, 2b)

Ground magnetic coverage has now been extended over much of the gridded area. Further detailed coverage is planned in the area of the recently discovered mineralisation. The latest information confirms that several magnetic anomalies are confined to the forest-swamp area near the northern licence boundary.

Geochemistry (Plate Don 3)

During January 1982, 774 C-horizon soil samples were collected from lines 4600N to 5400N using a hand auger. Areas covered by gravels were sampled by a hand held power auger (65 samples).

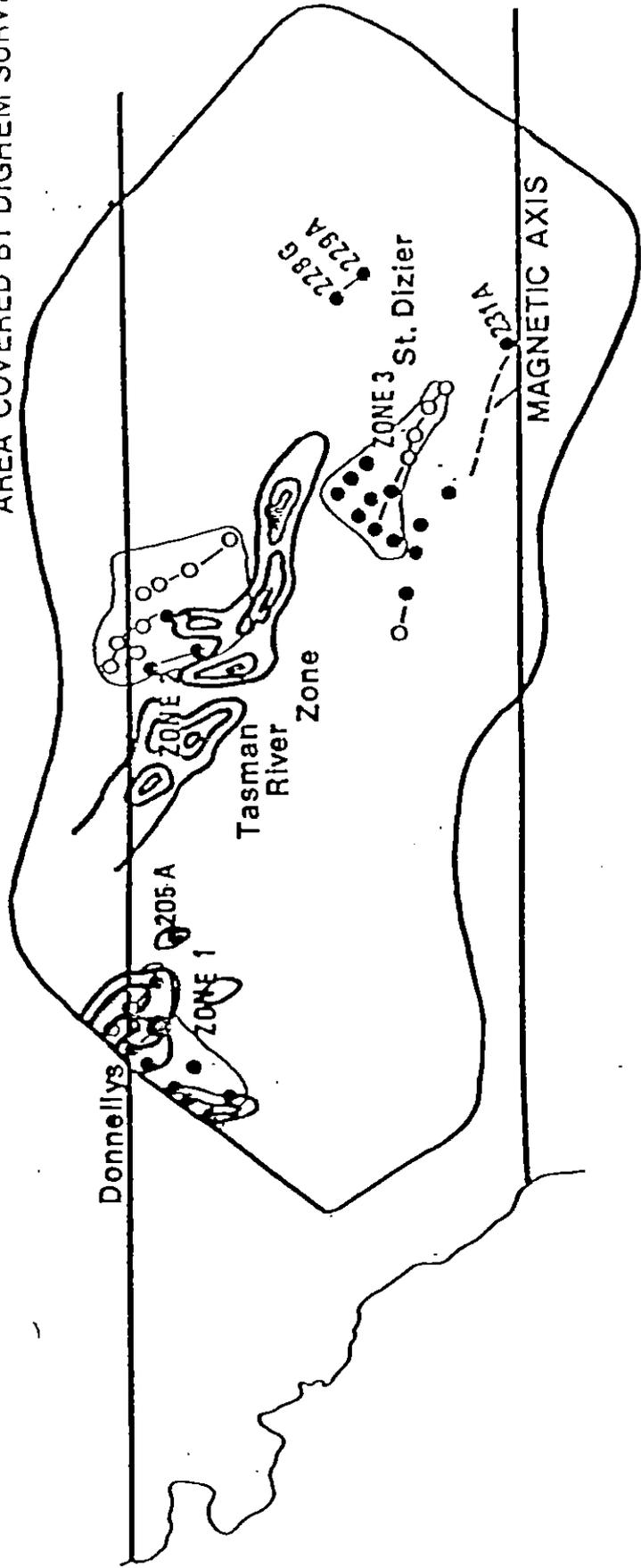
No significant anomalous areas for Sn and WO_3 were located. Detailed analysis of the results for Cu, Pb, Zn is yet to be completed.

TASMAN RIVER AREA

A north-west trending zone of airborne DIGHEM and magnetic anomalies, Tasman River zone (Figure 1), is to be re-evaluated in the light of the Donnelly's discovery.

The area was covered by 3.8km of grid over which a ground magnetic survey was conducted (Plate T.R.1). No further work has taken place since the entire grid was destroyed by fire on 15th February, 1982.

AREA COVERED BY DIGHEM SURVEY



● DIGHEM ANOMALIES FOR FOLLOW UP

○ NO FOLLOW UP

AEROMAG. CONTOURS

FIGURE 1.

EXPENDITURE

The Joint Venture Statement of Expenditure for the Aberfoyle quarter ending 8th March, 1982, is split into two parts. One pertains to expenditure incurred on the Queen Hill Consolidated Lease and the other to expenditure on the Exploration Licence.

QUEEN HILL C.M.L.

Geology	14,375
Survey	347
Geophysics	22,663
Assay	2,848
Diamond Drilling	127,758
Access	457
Metallurgy	24,247
Legal	451
Sundries	926
Administration @ 15%	29,111
	<hr/>
	\$223,183
	=====

QUEEN HILL E.L.

Geology	6,383
Survey	4,186
Geophysics	260
Geochemistry	10,988
Assays	8,900
Access	1,447
Tenure	2,594
Administration @ 15%	5,214
	<hr/>
	\$39,972
	=====

Signed 

S. M. Richardson,
Geologist.


.....

J. R. Sise,
Project Geologist - Tasmania.

Endorsed

E. H. Skey,
Exploration Manager.

APPENDIX I

Drill Log and Assay Data for:

ZG 82 Golf Course

Drill Log for:

ZM 83 Montana

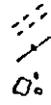
Assay Data for:

ZS 81 Severn

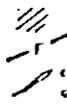
(for drill log refer progress
report to 21 December, 1981)

Feature

Bedding
Foliation
Fracture
size & shape



Shearing
Fault
Vein



carbonate
& quartz

Mineralization

Trace 1-5%
Common 5-15%
Abundant 15-60%
Massive > 60%

CORE RECD.	DEPTH m	GEOLOGY	VISUAL LOG	TRACE	COMMON	ABUNDANT	MASSIVE	DEPTH m	MINERALIZATION
	6	Interbedded slumped & rafted lt. grey green s.g. lithic wacke & lt. to dk grey to grey green mudstone.							
HW	5	Interval of dominantly tuffaceous? sed. soft sed. det. common and locally intense							
HQ	1	Bedding gen 40-53 to c.A.							Py rare.
	3	Very broken ground to 21.3m.						5	
	4							10	
	2							15	
	1.0							20	
	0.3							21.3	
	0.7								
	0.5								
	0.3								
	0.7								
	0.6								
	3.1								
	25								

← Ground Improves.

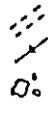
Feature	Bedding		Shearing		Mineralization	Trace	1-5%
	Foliation		Fault			Common	5-15%
	Fracture also & shape		Vein			Abundant	15-60%
						Massive	> 60%

CORE RECD	DEPTH m	GEOLOGY	VISUAL LOG	TRACE	COMMON	ABUNDANT	MASSIVE	DEPTH m	MINERALIZATION
		Lithology - as above.							
2.6	26.1	DK. grey to black mudstone to shale w. grey lithic. wacke (calcareous) interbeds							
3.1	27.9	FAULT. single fracture w. slickensides & pug c.A.	F						
	29.6							30	
	30							30.5	
3.2	31.2	FAULT - Broken core 0-10° c.A.	F					31.2	
	32.7								
	33.3	FAULT ZONE Broken core & c. healed breccia to c.A.	F						
	33.8	FAULT - c. healed breccia 30° c.A.	F					33.8	
3.2	35	FAULT - Broken core 10° to c.A.	F					35	
	35							35.5	
.5	36.5	FAULT - 45° to c.A. Pug	F					36.5	
	37.0	FAULT - Broken core ?° c.A.	F					37.0	
	38.0	FAULT? c. healed breccia 40° to c.A.	F					38.0	
3.0	39.0	FAULT - Pug 25° to c.A.	F					39.0	
	40	FAULT - pug 0° to c.A.	F					40.0	
B.0	41.5	FAULT - Broken core, c.A.	F					41.5	
	42.5	Interval of complexly interbedded mudstone & lithic wacke containing variable amounts of carbonate mainly assoc. w. the wacke.						42.5	
3.0	45	Bedding is gen. 30-40° to c.A. but from 38 m to 45 m the angle increases to 70-90° gen. (50°).						45	
	46.2	FAULT - Pug 30° to c.A.	F					46.2	
3.0									
	50							50	

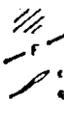
Pg rare

Feature

Bedding
Foliation
Fragment
size B shape



Shearing
Fault
Vein



carbonate
quartz

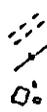
Mineralization

Trace 1-5%
Common 5-15%
Abundant 15-60%
Massive >60%

CORE RECD	DEPTH m	GEOLOGY	VISUAL LOG	TRACE	COMMON	ABUNDANT	MASSIVE	DEPTH m	MINERALIZATION
	3.0	Lithology - as above - Dk. grey to black mudstone to shale w. grey lithic wacke (calcareous) interbeds and rare dolomite. rare bedded py						51.9	200 py 95 sp. Aspy 1 silver 50° c.A.
	3.0	<u>FAULT ZONE</u> Broken core, covering & c. healed fault breccia ?° to c.A.						55	
	2.0								py rare v.f.g. bedded
	3.1	Bedding 50 m - 45° to c.A. 55 - 50° 60 - 65° 65 - 50° 70 - 55° 75 - 45°						60	
	3.1							65	100m py 40 Aspy 2 sp. c.ve. 50° to c.A.
	.3	10cm silver ?° c.A.						66.7	
	3.0							70	
	3.0	Dk. grey massive to bedded dolomite. Rare lithic component to gen. v.f.g. carbonate.						70	
	3.0	c. veins very common no. p.o.						73.5	py rare.
	2.7	Dk. grey to black mudstone to shale w. grey lithic wacke interbeds & rare dol.						75	

Feature

Bedding
Foliation
Fragment
size & shape



Shearing
Fault
Vein



carbonate
quartz

Trace 1-5%
Common 5-15%
Abundant 15-60%
Massive > 60%

CORE RECD	DEPTH m	GEOLOGY	VISUAL LOG	TRACE	COMMON	ABUNDANT	MASSIVE	DEPTH m	MINERALIZATION
		litology - as above							
	3.0	fault - broken core ?° c.A.						77.0	
	2.4	Lt. grey green f.g. volc. wacke. Gen massive sand size tuffaceous sed. FAULT - broken core. low angle? c.A. FAULT ZONE Broken core ?° c.A.						79.0 80 81.0	Py rare.
	1.0							83.5	
	1.4	Dk. grey to black cong. mudstone w. interbedded grey siltstone to lithic wacke; slumped						84.0 85	
	1.3	FAULT ZONE Broken core - 20-30°? to c.A.						85.4	
	3.2	much slumping. Rounded to angular grey dol. frag to 4cm. 88.7-89.5 - sid/c. py vein or altered (mp) c. interbed. 5-10° c.A.						87.0 88.7 89.5 90	Py 5-7 veins of f.g.
	3.1	Lt. grey silicified dolomite Moderately to highly silicified massive locally highly brecciated dolomite. sericite veincts common in highly silicic interval at top.						90.6	Py rare.
	2.5							95	
HQ NR	0.2	Dk. green to pink highly silicified brecciated rock - poss. silicic dol. (pink) & mudstone (dk. green). Extremely silicified interval. Locally rock appears cong. w. pink frag in green matrix. Elsewhere green stringers permeate pink rock. Rock is gen. glassy in nature. local pink dol. downhole => pink here may be silicic dol. local vein Qtz.						95.5 100	Py rare f.g.

Feature	Bedding	Shearing
	Foliation	Fault
	Fragment size & shape	Vein

Mineralization	Trace	1-5%
	Common	5-15%
	Abundant	15-60%
	Massive	> 60%

CORE RECD	DEPTH m	GEOLOGY	VISUAL LOG	TRACE	COMMON	ABUNDANT	MASSIVE	DEPTH m	MINERALIZATION
		Group of CO ₃ vlets 25° to CA						225.3	
2.5		226.3-226.6 Black dolomitic rock & numerous white vein CO ₃ fragments						227.9	
		FAULT Broken core & pug 15° to CA							
0.5	230	229.2-231.3 Dolomite & gtz & siltstone patches, core missing						230	
		231.3						231.3	
3.3		Green grey slumped siltstone - mudstone; minor black carbonaceous mudstone matrix; towards end elongated fragments & veins of dolomite & siderite; one rounded white dolomite fragment to 4.5cm							
		FAULT ZONE Broken Core unknown orientation							
		234							
		235						235	
3.0		FAULT Broken core & pug 25° to CA						236.6	
		236.6						236.6	
		Grey green s.g. wacke - siltstone slight size gradation, siderite & other CO ₃ vlets common 20°, 30°, 60° to CA; massive last 1/2 of section vlets are siderite						237.1	
		FAULT ZONE Broken core, pug & slickensides 25° to CA							
2.8		238.2							
		239.4							
		240						240	
		240.4							
2.5		FAULT ZONE Broken core & pug unknown orientation							
		242.8							
3.0									
		245						245	
		245.2							
		245.9						245.9	
2.2		Light grey cream shale slightly disrupted along small fractures 70° to CA; 5-15° to CA							
		250						250	

Feature

Bedding
Foliation
Fragment
size & shape



Shearing
Fault
Vein



c carbonate
d quartz

Mineralization

Trace 1-5%
Common 5-15%
Abundant 15-60%
Massive > 60%

CORE RECD	DEPTH m	GEOLOGY	VISUAL LOG	TRACE	COMMON	ABUNDANT	MASSIVE	DEPTH m	MINERALIZATION
1-2	251.2	Grey to light grey vfg wacke-siltstone massive; common siderite & other CO ₂ vlets						251.2	
2-1	253.1	Lt grey cream shale siltstone 0-5° to CA, (siderite vlets 10°, 25° to CA)						253.1	
1-9	255	FAULT ZONE Broken and missing core & pug unknown orientation						255	
2-3	258.5							258.5	
1-0 Hole 21.5	260	Black carbonaceous mudstone; massive.						260	Py trace (3-4) dissem, blebs & trails // bedding.
1-3	263.1							263.1	
		EO HOLE							

APPENDIX II

Petrological descriptions as follows:

ZG 79 Golf Course:	<u>Sample No.</u>	<u>Depth (m)</u>
	250 505	88.9
	250 506	92.4
	250 507	101.0
	250 508	108.3
	250 509	113.0
	250 510	154.7
ZS 81 Severn:		
	250 511	441.2
	250 512	445.7
	250 513	447.2
	250 514	449.6
	250 515	450.6
	250 516	455.6
	250 517	459.2
	250 518	463.5
	250 519	465.6
	250 520	476.7

Central Mineralogical Services



39 Beulah Road
Norwood, S.A. 5067
Telephone 42 5659

Mr. S. Richardson
Geologist
Aberfoyle Exploration Pty. Ltd.
P.O. Box 952
BURNIE /TAS. 7320

19th February, 1982

REPORT CMS 81/12/35

YOUR REFERENCE: Order No. 3437
DATE RECEIVED: 21st December, 1981
SAMPLE NOS.: 250505 - 250520
SUBMITTED BY: S. Richardson
WORK REQUESTED: Petrology

Copy to:
The Chief Geologist
Aberfoyle Exploration Pty. Ltd.
144, Camberwell Road
HAWTHORN EAST / VIC. 3123


H.W. Fander, M.Sc.

Petrology of Core Samples from G 79 and G 81

Sixteen samples were received, from two drill holes G 79 and G 81; thin-sections were prepared and are described in the accompanying tables. The term "mineralised" is used only where cassiterite was recognised.

Summary

G 79

These intersections consist of laminated siltstones and a soft-pebble conglomerate, with two siderite bodies, presumably conformable with the adjacent sediments. The sediments are well indurated and perhaps incipiently metamorphosed; two are distinctly carbonaceous, indicating a reducing environment of deposition.

The siderite veins carry sulphides (pyrite, sphalerite, galena); in addition, 250508 contains thin pygmatic veinlets of hydrothermal clay (?illite) and carbonaceous matter, with small embedded cassiterite crystals; the paragenesis here would appear to be different to that of the other Queen Hill occurrences, where cassiterite is a very early-formed minerals, whereas the veinlets in 250508 seem to be younger than the siderite.

G 81

Though detailed descriptions were requested, it was felt that the "lode" material, whilst complex in terms of textures, is compositionally straightforward; probably too, an endless variety of textures and intergrowths could be seen and described without being of much practical benefit. Thus, brief descriptions are given, with additional comments (see below) on metallurgical aspects.

Some sediments are recognisable in this sequence, despite considerable modification by metasomatism, but many of the intersections consist of hydrothermal, vein-type minerals, probably added to the system rather than forming the replacement of pre-existing material.

Tourmaline is very widespread, especially in the metasomatised sediments above and below the lode; it is not easily recognised, because of its generally exceedingly fine-grained habit.

The vein-type rocks are generally of simple composition, usually consisting of two major phases and a few accessory minerals, comprising the same assemblage. 250518 is the exception, consisting dominantly of a hydrothermal mica (?hydromuscovite); this rock also contains the best (not the most) cassiterite.

Cassiterite is erratically distributed, and individual sections would be difficult to relate to assays. It is very poorly defined (except in 250518), with highly irregular, interlocking boundaries, and is almost opaque, generally of a creamy to buff colour which is difficult to distinguish from siderite and leucoxene in these particular rocks. The opacity suggests that individual cassiterite patches represent aggregates of much smaller grains. Occasional radiating groups of cassiterite needles ("needle tin") occur. The cassiterite is intergrown with all the other minerals, especially with pyrrhotite; it is not particularly fine-grained, but liberation may be a problem because of its complex textural relationships

Cassiterite in 250518 occurs as well-formed individual crystals from 5 μ to 300 μ , mostly > 50 μ , in a soft illite matrix and thus easily liberated. In the others, cassiterite grains range from 10 μ to 600 μ , with most in the 50-200 μ range.

Sulphides are pyrrhotite and pyrite with sporadic chalcopyrite, sphalerite and possible stannite.

H.W. Fander, M. Sc.

Sample No.	Rock Type - Composition	Fabric	Minor Minerals	Comments
379 250 505 (T.S. 40323) 88.9m	Siderite Rock (Vein). Small interlocking siderite crystals, with scattered small sphalerite and galena grains, carbonaceous veinlets.	Even-textured; subtle brecciation accentuated by carbon veinlets.	Thin quartz veinlets with carbon selvages. 20 other sulphides.	The assemblage suggests a vein. Possibility of fine wolframite. WO_3 assay recommended.
250 506 92.4m	Sheared Soft-Pebble Conglomerate. Pebbles, grit- and sand-size deformed grains of siltstone, shale, carbonate rock; chlorite-siderite matrix/cement.	Softer sediments were deformed before lithification. Later shearing.	Quartz-siderite veins, sphalerite-galena veinlets. Ortho-quartzite grains.	Rock represents reworked lithified and semi-consolidated sediments. Mineralisation correlates with 250505.
250 507 101.0 m	Indurated, Laminated Siltstone. Thin, parallel laminae of sericite (recrystallized clay); thicker beds of angular quartz grains, clay matrix/cement.	Good lamination/bedding. Minor faulting. Two types of veining.	Fine pyrite throughout and in pre-consolidation veins. Siderite grains and veins.	Conventional indurated siltstone on subsequent history complex, but subtle. Siderite veins correlate with 250505.
250 508 108.3m	Mineralised Siderite Rock. Interlocking siderite crystals, irregular quartz grains and veins, carbonaceous illite veinlets, scattered pyrite, sphalerite, galena.	Fairly uniform, structureless, vein-type fabric; medium-grained.	10-50 μ dark cloudy cassiterite grains embedded in illite veinlets.	The cassiterite seems to be closely associated with the illite veinlets which appear to fill late fractures.
250 509 113.0m	Indurated Carbonaceous Siltstone. Silt-sized quartz grains, mica flakes, interstitial recrystallized clays. Thin clay/carbon laminae; fine siderite grains.	Incipient slaty cleavage developed. Minor tight folding.	Patches, veins of siderite with sphalerite, trace galena. Fine pyrite throughout.	Quite similar to 250507, though carbonaceous matter causes dark colour. Incipiently metamorphosed.
250 510 154.7m	Laminated Carbonaceous Siltstone. Argillaceous carbonaceous laminae alternating with silty bands of quartz, micas, carbon wisps, sericite matrix/cement.	Well-laminated; incipient slaty cleavage in finer layers at 40° to bedding.	Concordant and cross-cutting siderite veins. Pyrite (?syngenetic).	Little significant difference from 250509, though perhaps more pronounced slaty cleavage and metamorphism.
381 250 511 A41-2m	Metasomatised Sediment. Angular clastic quartz grains embedded in a matted mass of fine tourmaline, chlorite, siderite and introduced quartz.	Relict clastic textures and bedding recognisable; extensive replacement.	Irregular small sellait patches. Wide-spread cloudy leucoxene. Pyrrhotite patches.	Sporadic small (< 20 μ) cassiterite grains may be present but cannot be confidently distinguished from leucoxene.
250 512 A45-7m	Mineralised, Metasomatised Sediment. Abundant replacive sulphides (pyrrhotite + chalcopyrite), matted-fibrous tourmaline, quartz; cloudy cassiterite, conspicuous but poorly developed.	Relict bedded structure, fine-grained. Well-oriented replacive minerals.	Sporadic patches of sellait and siderite.	Cassiterite has very irregular boundaries, poor crystal outline mostly 50-100 μ , embedded in all other minerals, especially pyrrhotite; contains tourmaline fibres.

Loc.	Rock Type - Composition	Fabric	Minor Minerals	Comments
50 513 H47.2m	Metasomatised Impure Chert. Microcrystalline quartz, with fine, diffuse laminae of ultra-fine tourmaline, and large poikiloblastic pyrite aggregates.	Intricately folded and deformed. Originally very finely laminated; no clastic textures.	Ultrafine leucoxene. Quartz-tourmaline-sellaite veins, siderite veinlets.	Probably an argillaceous chert, subtly tourmalinised. No cassiterite identified; if present must be ultrafine.
50 514 H49.6m	Quartz-Sulphide Vein. Massive pyrrhotite with embedded and intergrown vein-quartz, scattered fine topaz, and tourmaline needles, matted patches.	More or less random, medium-grained, typical vein fabric.	Isolated cloudy <50µ ?cassiterite grains. Sellaite and siderite patches.	No indication of replacement; seems to be a vein, but poorly mineralised here - cassiterite probably very sporadic.
50 515 H50.6m	Mineralised Quartz-Sulphide Rock. Massive pyrrhotite, intergrown vein-quartz, matted fine tourmaline, sellaite. Cloudy semi-opaque cassiterite conspicuous, but very poorly defined.	Random, structureless. Cassiterite 10-600 µ, mostly 50-200 µ, very irregular.	A few siderite patches, traces of chalcopyrite. Leucoxene plates.	Cassiterite complexly intergrown with all other minerals; rare, well-defined crystals up to 600 µ. Cream/buff, cloudy.
50 516 H55.6m	Mineralised, Metasomatised Sediment. Fine cherty quartz, abundant pervasive siderite and sericite, tourmaline needles; quartz-sulphide veins with cassiterite.	Quartz textures suggest chert origin; relict fibrous textures - cp. Cleveland.	Sulphides are pyrrhotite, trace chalcopyrite. Fine leucoxene throughout.	Rock was probably impure chert. Cassiterite very cloudy, variable from clusters of ultrafine needles to crystals up to 300 µ, but cloudy, with poor outlines.
50 517 H59.2m	Tourmaline-Sulphide Rock. Small radiating needles of very pale tourmaline; masses of pyrrhotite/pyrite, arsenopyrite crystals; siderite patches, rims on sulphides.	Vein-type fabric with radiating and crustiform textures.	Sellaite patches. Chalcopyrite grains.	Unusually pale tourmaline. No cassiterite recognised; stannite could be present, but not confirmed.
50 518 H63.5m	Mineralised Sericite Rock. Dominantly matted fine sericite (hydromuscovite); siderite veins sulphide patches. Good cassiterite crystals 5 µ - 300 µ, mostly > 50 µ.	Very fine-grained, uniform, structureless. No relict features.	Sellaite-quartz-sulphide veins. Sulphides are pyrrhotite, pyrite.	Cassiterite crystals are clear, well-defined, mostly embedded in sericite, erratically distributed, pre-dating siderite veins.
50 519 H65.6m	Mineralised, Sheared Chert Breccia. Chert and quartz grains, impure chert lenses, selectively tourmalinised along shears. Sporadic cloudy cassiterite, siderite.	Soft-sediment deformation with superimposed shearing, fracturing.	Irregular pyrite patches and fragmented veins, with siderite, quartz, cassiterite.	Rock broadly resembles 250513. Evidently mineralised mainly by veins, then sheared and tourmalinised. Poor cassiterite, up to 200 µ.
50 520 T.S. (0338)	Tourmalinised Siltstone. Thin quartzose bands alternating with tourmalinised laminations; lenses of coarser clastic quartz, micas. Siderite-sulphide bodies.	Finely laminated, folded, crenulated. Later concordant shearing.	Fragmented pyrite-siderite veins with traces of sphalerite.	Broadly similar to 250516; thoroughly tourmalinised on a fine scale. No cassiterite detected.

APPENDIX III

TIME DOMAIN DOWN HOLE EM SURVEY RESULTS

Date	14th April, 1982.	Ref	JS:JAB
To	S.M. Richardson	From	J. Silic
At	Zeehan	At	Hawthorn East
Copies to	EHS, JRS, CHY	Keep	QH 2000

Subject QUEEN HILL DOWN HOLE EM SURVEY

The down hole EM survey outlined three conductors in the three separate holes. The subsequent computer modelling of responses for sheet like conductors showed that the conductors on the EL are:

- (a) all conductors are "pods";
- (b) the G78 hole has gone through the center of mineralisation;
- (c) G82 has "knicked" the edge of the mineralisation;
- (d) G79 has missed the conductor by about 5-10 meters;
- (e) the strike direction of the G79 conductor is more or less parallel to the line that joins the collar of G79 and the Golf Course pit. However there is insufficient data to conclusively state that the conductor extends from G79 towards the Golf Course pit, i.e. it is possible that the conductor is extending in the opposite direction;
- (f) the strike of the G82 conductor has not been determined accurately and also there is insufficient data to suggest that the conductor extends away from G82 in the direction of G79.

The summary of the results from the three positive holes is as follows:

(1) DRILL HOLE G78

- (a) The data as shown in Plates 1, 2 and 3, shows a "narrow" predominantly positive anomaly centered on 345 meters (down hole distance), which is co-incident with the intersected mineralisation.
- (b) The "narrowness" of the anomaly implies that the conductor is a small "pod" i.e. for a plate type conductor the interpreted down-dip dimension is between 50-75 meters while the strike extent is indeterminate, however the strike extent could also be "small".
- (c) In order to understand the significance of the preceding statement, it must be understood that the EM systems only see conductors (electrically continuous mineralisation) and not the total mineralisation which in a replacement style deposit may be confined to a single (small or large) conductor or it may be made up of a number of electrically disconnected "pods" which may be connected in a mineralogical sense. Should the total mineralisation include a number of electrically disconnected conductive "pods" then the response

(c) Continued.....

from the nearest small conductor would mask the decaying fields from the "far pods". For example: the response of a 50 x 50 meter plate conductor drops off by ten times when the conductor is placed 70 meters away from the drill hole, implying that it would be very difficult to differentiate between single small conductor near the hole and conductively "poddy" large body of mineralisation which is also near the hole.

(d) Considering that Loop 2 and Loop 5 were at right angles to each other and that the response from the mineralisation does not change for both loops, one has to conclude that Montana mineralisation may be

- (i) a blob
- (ii) its strike direction is 45° from the present interpreted strike direction
- (iii) the mineralisation is "L" shaped.

(2) DRILL HOLE G82 - Plates 11-14

This predominantly negative anomaly centered on 125 meters (down hole distance) coincides with the intersected minor mineralisation. The nature and the size of the anomaly is similar to the G78 Montana mineralisation anomaly, the essential difference being that the G82 anomaly is predominantly negative while the Montana anomaly is totally positive. The conclusions drawn from a preliminary interpretation (which was confirmed by subsequent computer modelling), is that G82 hole has intersected the mineralisation near one of the conductor edges; i.e. the drill hole is about 2-5 meters inside the conductor. The evidence for this is in the change in the anomaly in the very early time channels, where the response is predominantly positive, to the late time channels responses where the anomaly is totally negative. Note; if the drill hole is near the center of the conductor all time channels are positive - as the drill hole approaches the edge of the conductor more and more of the late time channels become negative, while less and less of the early time channels remain positive and when the drill hole completely misses the conductor all of the time channels are negative.

The narrowness of the anomaly indicates that one of the edges of a plate like conductor is small (50-75 meters).

There is insufficient data to determine on which side of the hole the conductor is located, although the best guess at this stage is that the mineralisation runs towards Severn and not towards the Golf Course.

(3) DRILL HOLE G79 - Plates 4,5,6 and 7

A sharp totally negative anomaly is centered on 130 meters (down hole distance) is "roughly" coincident with the intersected barren carbonate horizon.

The totally negative nature of the response implies that the drill hole has completely missed the mineralisation while the sharpness of the negative anomaly indicates that the conductor is about 5-10 meters away from the drill hole.

The lack of response from the conductor for the Loop 6 survey, indicates that the conductor is striking at right angles to Loop 6, which gives its strike direction as being approximately parallel to the line that joins G79 to the Golf Course pit.

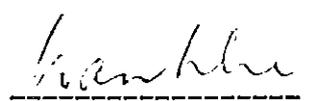
Once again the narrowness of the negative anomaly indicates that the conductor is a "pod".

Also, there is insufficient data to suggest that the conductor extends from the hole towards the Golf Course pit.

RECOMMENDATIONS

It is recommended that more downhole data be obtained so that we can determine with certainty the directions in which the conductors are extending away from holes G79 and G82.

The budget to do this work will be presented as soon as the availability of the contractors to do the job is resolved. I have made arrangements to check with the contractors over the Easter break.



J. SILIC

APPENDIX IV

ROCK CHIP ASSAY RESULTS FOR MAGNETITE SKARN
OUTCROPS DONNELLYS PROSPECT.

