

The proposed split up of drilling is as follows:

Red Hills	1500m in 6 holes	\$105,000
Henty Fault Zone	900m in 4 holes	\$ 63,000
Huxley	800m in 4 holes	\$ 56,000

#### Contractors

An allocation of \$31,100 has been included to cover the cost of contract support personnel. It is planned to use contractors for most field assistant duties. The estimated cost for an experienced bushman in the field is \$110/day, with the contractor providing his own vehicle, equipment, accommodation and consumables. A charge of \$50/day applies to contract labour in the Burnie office.

This system should allow the geologists greater flexibility in the scheduling of their projects, and save on the amount of equipment the joint venture would have to own and maintain.

A contract draftsman will also be used, at an estimated yearly cost of \$9,400.

#### General Costs

Exploration Licence 9/66 is due for renewal in August 1982 at a cost of \$12,003.

#### Vehicles and Accommodation

Total allocation is \$15,500-\$12,500 for vehicle running costs, and \$3,000 to cover accommodation. A figure of \$0.25/km has been applied to joint venture vehicles to cover costs of fuel, servicing, maintenance, etc. Usage is estimated at 50,000km for all joint venture vehicles for the year.

The accommodation allocation is to cover hotel charges for staff while not staying at the Zeehan base. Accommodation costs for contractors, e.g. geo-physical crews, have been included in their daily rate estimates.

### 6.2 Detailed Breakdown of Budget

1. <u>Salaries</u>			\$
Senior Geologist	9 months		25,300
Geologist	11 months		20,600
Geologist	11 months		18,000
Field Officer	3 months		4,300
Student	3 months		3,800
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			72,000
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2. <u>Overtime</u> (student and Field Officer)			1,125
3. <u>Burden Charges</u>	21,940	30% of 1 & 2	
4. <u>Materials</u>	34,000	81-82 Usage	
5. <u>Access</u>			
70 Hrs helicopter	38,500	\$550/hr	
240 Hrs bulldozer	9,600	\$ 40/hr	
65km gridding	22,800	\$350/km	
Helicopter pad preparation	2,000		
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			72,900
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