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Merrywood Coal Company Pty Ltd

EL 6/95 - Upper Scamander

Final Report

**MICROFILMED**  
FICHE No. 014423-

EL6/95
- 3 OCT 1997
See folio 30

OPEN FILE

K. Morrison  
3 October 1997

## **1. INTRODUCTION AND TENEMENT DETAILS**

EL 6/95 is a 16km<sup>2</sup> licence located in the Upper Scamander area, N.E. Tasmania (Map 1) and was awarded to Merrywood Coal Company Pty Ltd from 4/8/95.

Merrywood holds 100% equity in the licence. This report summarises past exploration and the decision to relinquish the EL.

## **2. EXPLORATION AIMS AND PHILOSOPHY**

EL 6/95 was acquired by Merrywood Coal with the primary aim being to collate the results of previous work on the Great Pyramid tin prospect and prepare a resource estimate model. If sufficient tonnage in the 0.4- - 0.5% Sn range could be inferred from existing data then a program of infill drilling and adit sampling by Merrywood Coal would be tied to the concept of supplementing reserves to the Mancala operation at Anchor.

## **3. SUMMARY OF MERRYWOOD EXPLORATION**

In licence Year 1 a DATAMINE block model was prepared from the results of previous drilling and adit sampling (Morrison and Knight 1996). Three blocks of mineralisation were outlined and an inferred + indicated resource of 640,000 tonnes at 0.4% Sn was estimated.

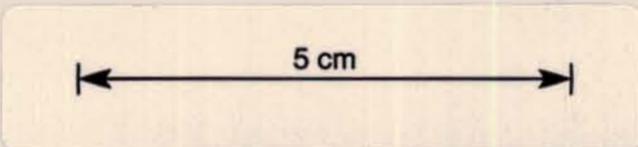
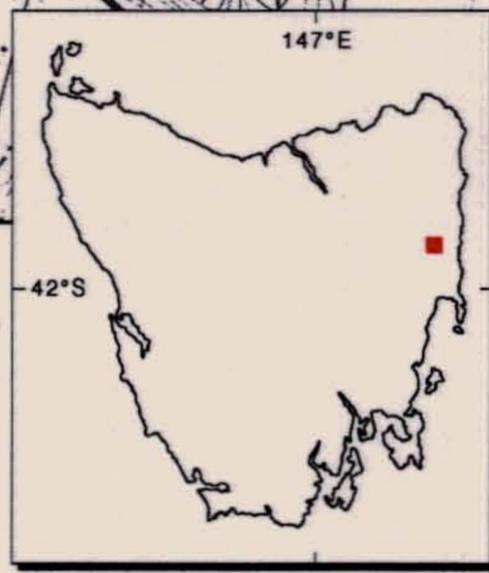
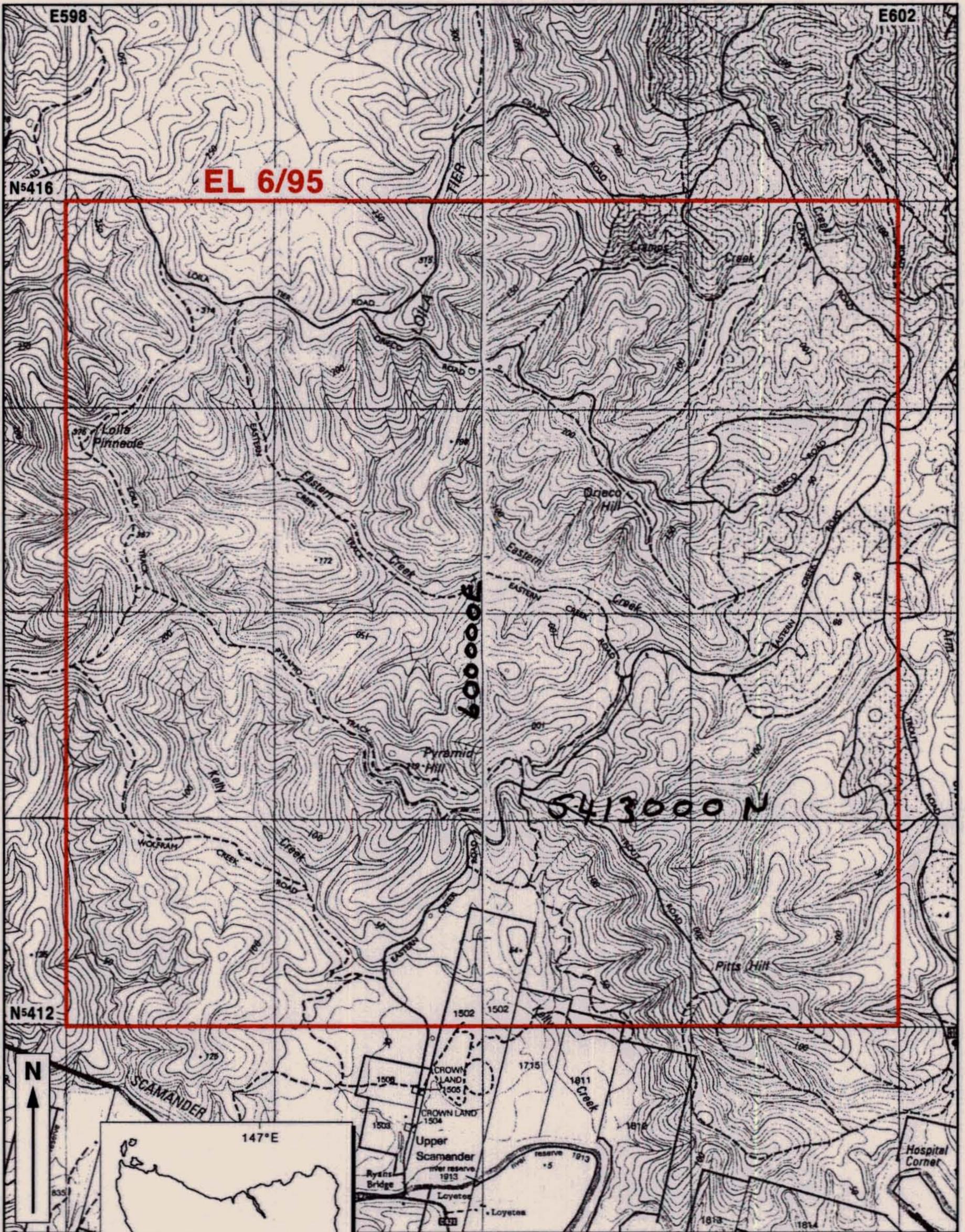
No work was conducted in licence Year 2. During that year the tin price declined by approximately \$US 1,000 per tonne and the Anchor mine and mill closed.

## **4 CONCLUSIONS & RECOMMENDATIONS**

- An inferred and indicated resource of 640,000 tonnes at 0.4% Sn, with a 0.3% Sn cut off was estimated for Great Pyramid.
- With the closure of the Anchor operation and the declining tin market, further work by Merrywood to convert resource to reserves is not justified.
- It is recommended that the Company either apply for a Retention Licence, if there is reasonable chance of a major improvement in tin price during the next 5 years, or relinquish the EL.

## **4. REFERENCES**

Morrison, K., and Knight, J., 1996, Merrywood Coal Company Pty Ltd, EL 6/95 Upper Scamander Year 1 Annual Report.



**MAP 1**

**MERRYWOOD COAL COMPANY PTY LTD**  
**EL 6/95 LOCATION MAP**  
 SCALE 1: 25000

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