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NEWNHAM EXPLORATION & MINING SERVICES

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EL 43/96 PIEMAN RIVER AREA

RELINQUISHMENT REPORT

AMG REFERENCE POINTS ADDED

EL43/06
See folio 64

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Relinquishment Report - EL 43/96 - Pieman River Area

Goldstream Mining NL*; Newnham Exploration & Mining
Newnham, L.A. EL43/96

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1. INTRODUCTION

Exploration Licence 43/96 of 102 sq km lies to the north of Granville Harbour on the west coast of Tasmania.

It was granted on 30 November 1996 for a five-year period and was due to expire on 29 November 2001. The licence was jointly held by Goldstream Mining NL and Titan Resources NL, and explored under a joint venture heads of agreement dated 21 December 1995.

Exploration Licence 43/96 surrounds CML 7M/97 on which there is an operational silica flour mine. Consolidated Mining Lease 7M/97 is also subject to a joint venture between the lease holder (Mr H Nolan) on the one hand, and Goldstream and Titan on the other, with respect to gold (the Brookside Joint Venture).

The initial search target on EL 43/96 was Proterozoic iron formation hosted gold deposits. However, this was expanded to include carbonate hosted epithermal deposits of the "Carlin style", in the vicinity of the Brookside prospect (CML 7M/97).

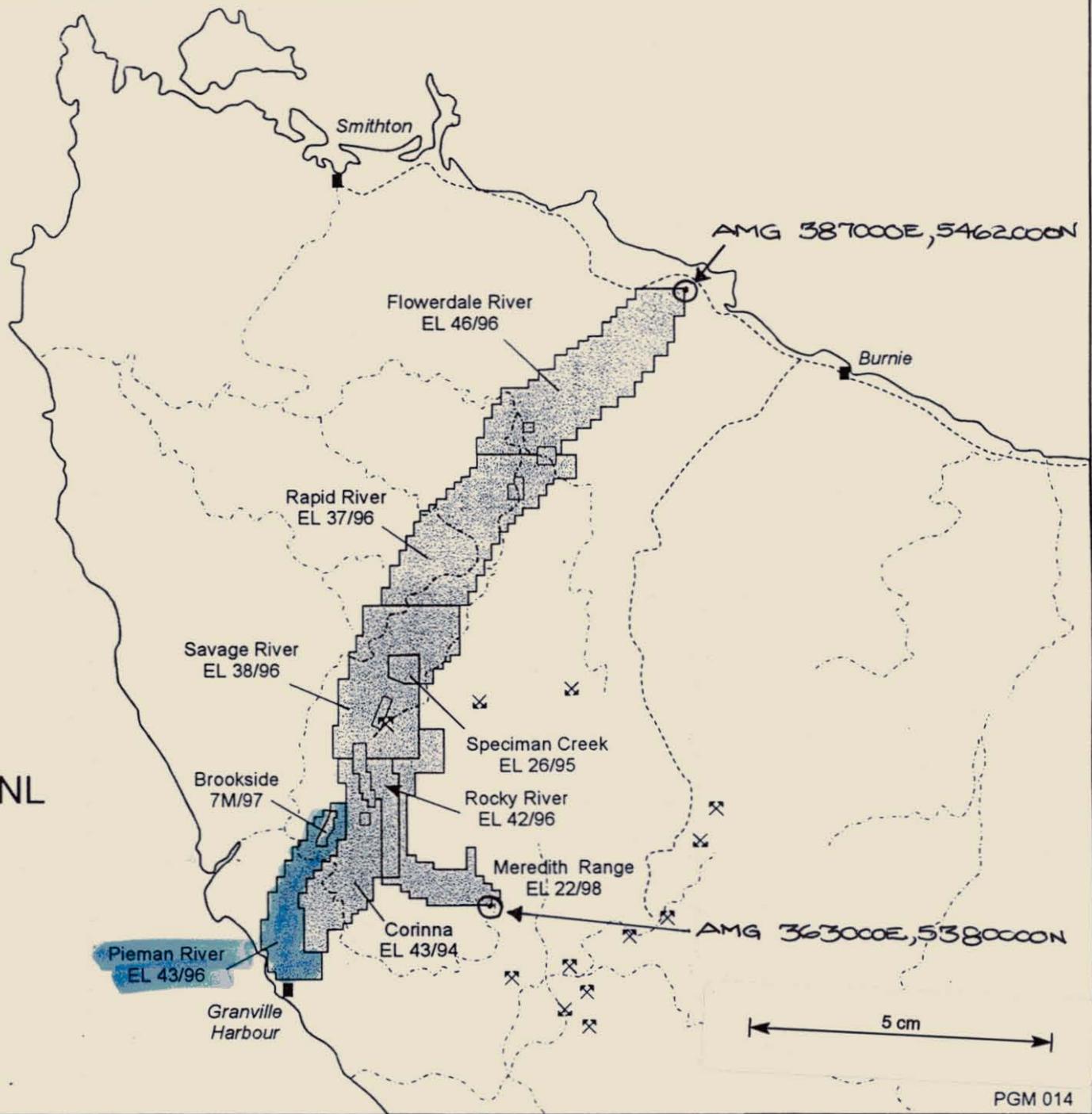
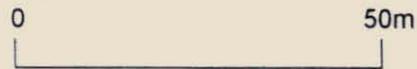
Total expenditure on EL 43/96 was \$80,299.

AMG REFERENCE POINTS ADDED



GOLDSTREAM MINING NL

Tenement location in
Western Tasmania



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2. WORK COMPLETED

Nearly all work by the tenement holders was focused on the area around the Brookside prospect on CML 7M/97.

Within CML 7M/97 Goldstream and Titan completed an RC drilling program which indicated widespread anomalous gold values within geological settings considered analagous to a "Carlin style" model. It was decided, therefore, to expand the search area around Brookside, targeting this model.

Results of the RC drilling program are presented in the following report:

"Brookside Prospect comprtsing CML 7M/97 by JV with HD Nolan, EL 43/96 Pleman River (in part) Annual Report to 29.10.97", by NJ Turner Geological Services Pty Ltd, MRT ref 97-4101

Appended to this report is a further report describing in detail petrographic aspects of rock chip samples from the RC drilling program. It is entitled:

"Petrographic Descriptions of Alteration Assemblages and Consequences for Ore Genesis at the Brookside prospect; Arthur Mobile Belt, Western Tasmania" by Dr Paul Kitto, MRT ref 97-4101 (A), Vol 2 of 2

The work described in the above two reports has little to do directly with EL 43/96. However, the results did suggest a "Carlin style" environment may be present in the area and extend beyond CML 7M/97 into EL 43/96.

To follow up on this possibility, a stream sediment sampling program was undertaken in 1997-1998. Results of this survey are presented in the following report:

"Brookside Prospect comprtsing CML 7M/97 by JV with HD Nolan EL 43/96 Pleman River (in part) Annual Report to 29.10.98", by NJ Turner Geological Services Pty Ltd, MRT ref 98-4220

Within EL 43/96, this work defined a very strong Au and base metal anomaly in the Upper Doodie Creek and Sailor Creek area. However, repeat sampling gave consistently lower values.

Elsewhere results were low.

3. CONCLUSIONS

Work on EL 43/96 was confined to geochemical sampling programs in the Brookside prospect area adjacent to CML 7M/97.

Low order geochemical anomalies are widespread in this area and appear related to the historical Brookside workings. A substantial geochemical anomaly in the Doodie Creek-Timbs Creek area remains unexplained. The possibility of contamination from road material on the Corinna Road should not be overlooked.

The joint venture partners have agreed that further expenditure on this licence area is not warranted.

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