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EVA VALLEY BHP JV

EXPLORATION LICENCES 4713

COMBINED PARTIAL RELINQUISHMENT REPORT

TO 15TH JANUARY, 1987 AND 1988

NORTHERN TERRITORY GEOLOGICAL SURVEY

CR87/298



STOCKDALE **PROSPECTING** LIMITED

Incorporated in the State of Victoria

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Project Name:

EVA VALLEY BHP JV

Title:

STOCKDALE PROSPECTING LIMITED

EXPLORATION LICENCE 4713

COMBINED PARTIAL RELINQUISHMENT Edited:

REPORT TO 15TH JANUARY 1987 AND

1988

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Date:

JANUARY, 1988

Place:

DARWIN

1:250,000 Sheet Name/s & No/s.:

KATHERINE SD53/9

Text Pages No.: 4

Plan Nos.:

Table Nos.: 2

Appendices: 2

Plates:

Keywords:

NORHTERN TERRITORY, DIAMOND EXPLORATION, STREAM SEDIMENT SAMPLING, KIMBERLITIC INDICATOR MINERALS

Abstract:

Copy to:

BHP, IC, DARWIN, MRM, NTDME

Ref:

Circulate to:

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SUMMARY

EXPLORATION LICENCE:

No 4713

DATE GRANTED:

16th January, 1985

JV with BHP approved 2nd October, 1986

INITIAL AREA:

EL 4713 927 km² (296 blocks)

CURRENT AREA:

EL 4713 564 km² (176 blocks)

OCCUPANT:

BHP

OPERATOR:

Stockdale Prospecting Limited

COMMODITIES SOUGHT:

Diamonds

EXPLORATION:

After initial encouraging results with the recovery of possible kimberlitic spinel in reconnaissance sampling, follow-up sampling has been disapointing. Spinels recovered have been of low interest and examination of their suite indicates a primary diamond bearing source being most unlikely.

STOCKDALE PROSPECTING LIMITED

EXPLORATION LICENCES 4713

PARTIAL RELINCUISHMENT REPORT

TO 15TH JANUARY 1988

1. <u>INTRODUCTION</u>

On 2nd October, 1986, a joint venture agreement was entered into between BHP and Stockdale Prospecting Limited on Exploration Licences 4713 located north-east of Kathine (on the Katherine 1:250,000 mapsheet) in the north of the Northern Territory. The licence covers a total area of 927km2, (294 blocks), in a region considered by Stockdale to be geologically attractive to kimberlite emplacement. The first reduction reduced tenement coverage to 564 sq km (176 blocks) on 16th of January 1987.

This report comments on the fieldwork carried out by BHP and Stockdale in the area relinquished (in 1987) and in the area to be relinquished on the 16th of January 1988.

2. ACCESS

Access is reasonable in the west. The more important of the access tracks had been totally destroyed by heavy rains in February 1987. A combination of helicopter and vehicle transport was used in this work. Road access to the east was very poor. All fieldwork was carried out by helicopter.

3. PHYSIOGRAPHY, CLIMATE AND VEGETATION

The area covered by the exploration licences includes the physiographic divisions of the Granite Areas and Uplands in the west and the Arnhem Land Plateau in the east.

The Granite Areas consist of rocky, rounded hills with expanses of bare rock and a typical drainage pattern of converging alluvial and eluvial flats. The Uplands are characterised by steep-sided hills and narrow valleys. The Arnhem Land Plateau is cut by deep gorges eroded along joint and fault planes.

The vegetation is moderately densely wooded in the lower areas, becoming sparse with elevation.

The climate is monsoonal with a short, wet season from late November to late March, and a long dry season for the remainder of the year (adapted from Randal, 1963).

4. GEOLOGY

4.1 General

Descriptions of the rock units in the Katherine area are detailed in the Katherine 1:250,000 Geological Series Explanatory Notes (Bureau of Mineral Resources, 1963). A compilation of fieldwork carried out in 1982-1983 by the Pine Creek Geological Party (BMR and NTGS) in the Eva Valley and Waterhouse 1:100,000 sheet areas has been prepared (Needham, et al, 1986). The geology of the area is summarised in the abstract of the publication.

"The contains mostly Early Proterozoic rocks. area Moderately folded Tollis Formation (El Sherana Group) is intruded by Maud Dolerite and Maranboy Porphyry. units are unconformably overlain by Hindrance Sandstone and Plumb Tree Creek Volcanics of the Edith River Group in which a large subvolcanic intrusion, the Grace Creek Granite, is developed. The El Sherana Group is intruded by the Eva Valley and Yeuralba Granites, and these granites may also post-date the Edith River Group. Middle Proterozoic rocks of the Kombolgie Formation rest unconformably on older rocks and form dissected sandstone plateaux in the west and east. Gently dipping sandstone and basalt in the south mark the edge of the Paleozoic Daly River Basin. Thin horizontal Mesozoic sediments form tablelands over much of the south and southeast."

A detailed account of the geology of the area mapped is in preparation and will be published in the BMR Map Commentary Series.

4.2 Stratigraphy

The stratigraphy is summarised in Table 1.

5. ABORIGINAL LAND CLAIM

The Exploration Licences fall within the Eva Valley and Waterhouse leaseholds. A land claim over this area was submitted by the members of the Jawoyn Aboriginal Tribe on 31/3/78. Due to the land claim status Stockdale obtained permission from the Traditional Owners, at a meeting held in conjunction with the NLC at the Rock Hole on the 24th March 1987 for agreement to sample and camp within the area (Appendix 2). All sample sites were cleared by consultation and site inspection.

The Traditional Owners are resident at the Eva Valley Station and have commenced rehabilitation of the station which had been neglected for a period of time. Sacred site information on the area was obtained from BHP and the Sacred Sites Authority.

3/...

Tab	ole	1:	Summary of Strati	graphy of the Edith River	Region, N.T.
			<u>Unit</u>	Description	Field Relationships
MESOZOIC			CRETACEOUS K	Fine to coarse commonly ill-sorted and friable ferruginous sandstone, pebbly in places; conglomerate, porcellanite kaolinite; rare fossils.	older units; forms
				UNCONFORMITY	
PHANEROZOIC (CAMBRIAN)	DALY RIVER	GROUP	TINDAL LIMESTONE Emt	Grey crystalline lime- stone with chert nodules, flaggy limonitic silty lime- stone, buff-orange well- sorted sandstone.	Overlaps Jindare Sandstone in places.
			JINDARE SANDSTONE €1w	Massive, laminated and brecciated chert, sand- stone, arkose, silt- stone, conglomerate; rare calcite crystals <3 cm.	Upper part conformable on Antrim Plateau Volcanics, lower part infingers with it.
	·		ANTRIM PLATEAU VOLCANICS €la	Massive dark grey basalt, vesicular in places, minor jasper and chert; interbedded medium-grained equigranular to conglomerations and stone near base.	Unconformable on older units.
_				UNCONFORMITY	
PROTEROZOIC	TOLMER GROUP		DEPOT CREEK SANDSTONE Ptd	Mainly medium-grained equigranular pink quartzite, in places, minor jasper and chert; interbedded medium-grained equigranular to conglomeratic sandstone near base.	Unconformable on older units
PRO				UNCONFORMITY	

MIDDLE

Fine dolerite dykes

Cut Kombolgie Formation and older units as an ENE-trending swarm.

	OS OB RHYOLITE MEM MOUNT SHEPHE		Sandstone. Elsewhere highly angular unconformity on older units. Forms possible rhyolite dome in southeast of region.
PROTEROZOIC	'FERGUSSON R TOSCANITE' Bef	IVER Red-brown glassy to fine ignimbrite	Correlative of similar ignimbrite within Plum Tree Creek Volcanics. Highly angular unconformity on older units, except for conformity with Phillips Creek Sandstone. Intruded by Tennysons Leucogranite.
	H H D D PHILLIPS CRE SANDSTONE Bel	EK Fine to coarse, partl tuffaceous, and in places pebbly, sand -stone, arkose, conglomerate	
•		UNCONFORMIT	Y
	MAUD DOLERIT Bdm	E Fine pink-grey to coarse grey-green ophitic dolerite	Hornfelses Tollis Formation, unconformable under Kombolgie Formation.
EARLY	SHERANA GROUP GROUP Bpt 1, Bpt 5,		
	DOROTHY CREE BASALT MEMBE Bbt	·	Conformable within Tollis Formation.
		UNCONFORMIT	Y
	RIVER GROUP BLYER GROUP GPB GROUP GPB	K Interbedded greywacke phyllite, slate, meta siltstone, rare siliceous argillite.	
•	. Fr 🛱		

6. FIELDWORK

6.1 1985 Field Season

6.1.1 Reconnaissance

BHP took 26 stream samples in the first and second tenement reduction areas as part of an extension to their regional reconnaissance programme. The 40kg stream sediment samples were screened in the field to -2.0mm

6.1.2 Results

One encouraging sample on Eva Creek (southern branch) produced three non-kimberlitic and one possible kimberlitic spinel. All other samples failed to produce any diamonds or kimberlitic indicators.

6.2 1986 Field Season

6.2.1 Barrage Sampling

Stockdale Prospecting found BHP's results to be encouraging. It was considered that larger samples would give more confidence in obtaining reflective results in the tenements predominantly granitic landscape.

A total of nineteen barrage samples were taken ranging from 400 to 800kg of 4.75mm stream sediment.

6.2.2 Results

One sample in the adjacent tributary to BHP's positive site produced abundant low to moderate interest spinels, but the sample at BHP's positive site could not be repeated. A sample in Yueralba Creek produced one non-kimberlitic spinel. All other samples failed to produce any diamonds or kimberlitic indicators.

6.3 1987 Field Season

6.3.1 Follow-up Sampling

One stream sample was taken (40 kg of -2.0 + 0.3 mm stream sediment) as part of the follow-up to SPL's previous positive site.

6.3.2 Results

A total of 36 spinels were recovered for this follow-up sample but even though the chemistries of these spinels range from low to moderate interest, the spinels considered as a suite do not appear to have kimberlitic affinities.

7. CONCLUSION

The failure to find diamonds or any high interest indicator minerals within the eastern portion of the tenement has downgraded the area. The area to be relinquished is considered to have a low diamond potential, however, the remaining portion should be retained for further investigation.

8. PERSONNEL

1986

DESIGNATION	NUMBER	MAN DAYS
Geologist	1	4
Field Hands	3	12
Cook	1	4
Helicopter crew	1	4

(Tillair Helicopters, Katherine)

1987

DESIGNATION	NUMBER	MAN DAYS
Geologist	1	8
Field Hands	3	24
Cook	1	8
Helicopter crew	2	16

(Jayrow Helicopters, Melbourne)

9. EXPENDITURE

Expenditure of \$23508 has been allocated as indicated in Table 2.

M.S. MITCHELL DARWIN, N.T.

CHIEF CEOLOGIST, NORTH

16TH JANUARY, 1988

EXPENDITURE SUMMARY

EL	4713
OPERATIONAL STAFF COSTS GENERAL OPERATIONAL EXPENSES TRANSPORT AND TRAVEL AIR CHARTER TENEMENT COSTS CARNARVON TREATMENT PLANT LABORATORY: TREATMENT : EXAMINATION CONTRACTORS DRAFTING SAMPLE ANALYSIS ADMINISTRATION: REGIONAL : HEAD OFFICE CAPITAL UTILIZATION	\$ 3862 465 100 5426 2692 1817 286 624 410 375 129 2266 3196 1860
TOTAL	\$ 23508

OFG:expend.ks

BIBL TOGRAPHY

Randal, M.A. 1963 Katherine - 1:250,000 series Geological Explanatory Notes BMR Publication.

Needham, R.S., Stuart - Smith, P.G., Bagas, L. 1987 Record 1986/87, Edith River Region, Northern Territory; data record of 1:100,000 mapping BMR Publication.

APPENDIX 1

BHP MINERALS LTD/STOCKDALE PROSPECTING LTD

JOINT VENTURE AGREEMENT

BHP Minerals Limited
695 Burke Road
Camberwell, Victoria 3124
PO Box 559, Camberwell
Victoria, Australia 3124
Telephone 03 8133666
Telegrams 'Hematite' Melbourne
Telex AA30408
Facsimile 03 813 3696

vith Compliments



SPL | | 18 SEP 1986 | I/C

BHP MINERALS LTD/STOCKDALE PROSPECTING LTD. LETTER OF AGREEMENT - ELS 4713 AND 4714, EVA VALLEY

BHP Minerals Ltd. and Stockdale Prospecting Ltd. have successfully negotiated an agreement covering future exploration on ELs 4713 and 4714, Eva Valley. The Agreement also provides Stockdale with an option to explore ELAs 4794 to 4797 in Arnhem Land, should they be granted.

On behalf of the two parties to the Agreement, BHP Minerals Ltd. hereby applies for the approval of the Minister for Mines and Energy and for registration of the documents pursuant to Section 173(2) of the Mining Act 1980 as amended.

The enclosed copies of the Letter of Agreement have been stamped at the Stamp Duties Office. Following processing, please return two fully executed copies to this office and retain one for DME records.

A cheque for \$30.00 is enclosed, being \$5.00 each for both the ELs and the four ELAs (Clause 7) mentioned in the Agreement.

Yours faithfully.

S.A. JOHNSON,

Mineral Properties Officer.

Encl. SAJ:CH 1000m E8/15/1-M

BHP Minerals Limbed Proposaled in Western Australia.

A Member of the BHP Group

APPENDIX 2

ABORIGINAL LIAISON

Bureau of the Northern Land Council

HIGHWAY ARCADE, 47 Stuart Highway, Darwin, N.T. 5790. Telephone Enquiries: (089) 81 7011

Telex: AA85042 Facsimile Phone: 81 6899

P.O. Box 39843 WINNELLIE .NT 5789

Address all Correspondence to: THE DIRECTOR



IN REPLY PLEASE QUOTE:

86/230 (L3)

22 April 1987

Mr S. Vercoe Stockdale Prospecting Ltd 5 Searcy Street DARWIN NT 5790

Dear Stuart,

EVA VALLEY AND BESWICK

We refer to the meeting held at Rockhole near Katherine on 13 April 1987. Thank you for the provision of lunch for all attending.

The following resolution arising from the meeting (and following presentation and discussion of your proposed work programme) is provided for your information:

"Any sampling within 1/2 kilometre of a sacred site area including but not limited to Keckwick Spring must be done in the presence of one dua and one yirritja person.

For all other areas, approval has been given for Dooley Nungalowi and Sandy Barrawei to clear sites before exploration proceeds for the 1987 season.

Either Willy Martin or Reggie Miller may represent the dua group."

It was further resolved to request rental of \$100.00 per week for camping on Eva Valley during the 1987 exploration season.

Yours faithfully,

Michael Neal.

Michael Neal (for) Ian L. Gray PRINCIPAL LEGAL ADVISOR

AE-5/MN:rl







