FINAL REPORT E.L. 2900

10th April, 1982

to

17th February, 1983.

OPEN FIL

Licensee: Michael Ward & John McCormack

Operator: Ashton Mining Limited

Sheet
Reference: Urapunga (SD 53-10) 1:250,000

Submitted to: M. Ward & J. McCormack

Ashton Mining Limited, 85 Eagle Street, Brisbane. 4000.

CR331105

ABSTRACT

During the period 10th April, 1982 to 17th February, 1983, Ashton Mining Limited undertook a regional gravel sampling program within Exploration Licence 2900 with the view to locating possible kimberlite pipes. The licence was covered at a sampling density of one sample per 13.80 square kilometres. A number of chromite grains were identified from laboratory observation of four of the gravel samples. These were considered to be non-kimberlitic in origin.

From the results of this sampling program, it was concluded that there was little likelihood of finding kimberlites in Exploration Licence 2900.

TABLE OF CONTENTS

				Page No.	
Abstract					
1.00	INTRODUCTION			1	
2.00	TENURE			2	
3.00	FIELD INVESTIGATIONS			3	
4.00	LABORATORY PROCESSING			4	
5.00	CONCLUSIONS		• • •	5	
	LIST OF FIGURES				
				Opposite Page	,
Figure 1	E. L. 2900 Boundarie	S		2	
	LIST OF APPEND	I CES			
	 				
Appendix 1	Results of Laborat Gravel Samples fro	ory E m E.	xamina L. 290	tions- O.	
Appendix 2	Expenditure Statem	ent			
				÷	

LIST OF PLANS

Plan 1 E. L. 2900 Sample Locations

1.00 <u>INTRODUCTION</u>

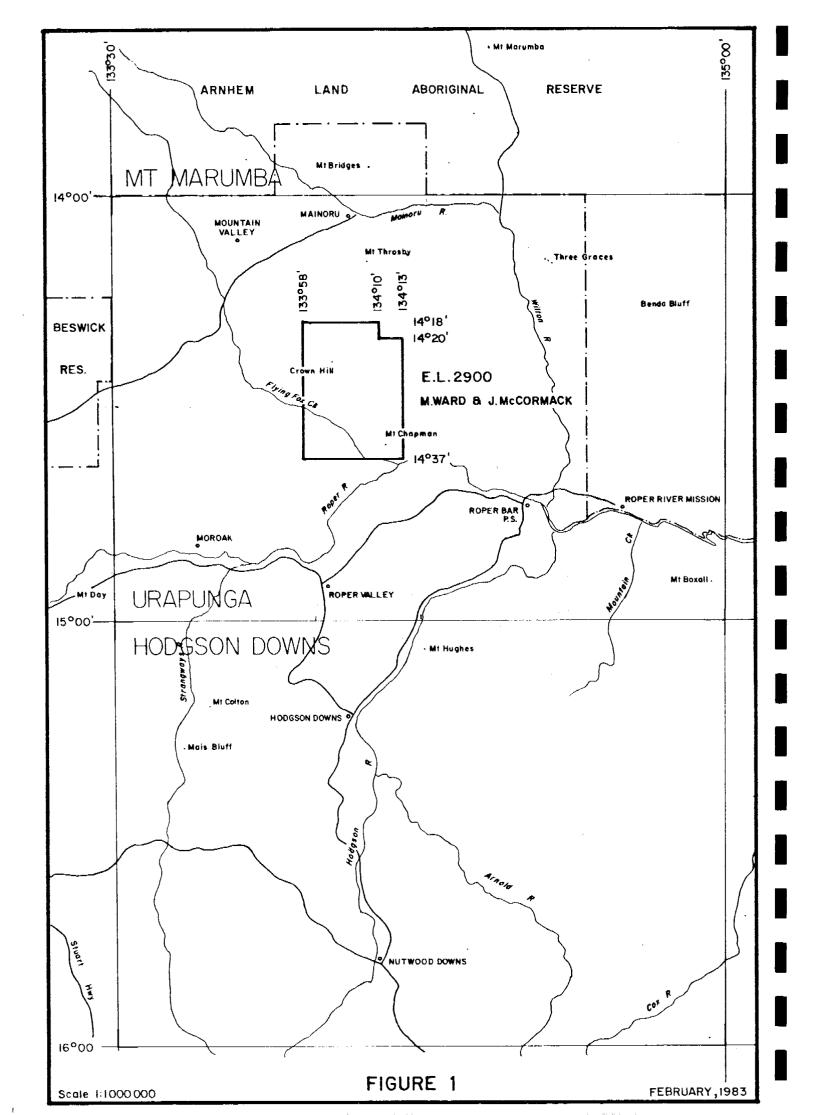
Exploration Licence 2900 covers an area of 924.47 square kilometres and is located on the Urapunga 1:250,000 sheet.

The licence, which was granted to Michael Ward and John McCormack on 3rd November, 1981, is the subject of an option agreement between the above and Ashton Mining Limited.

Exploration procedures instigated within the licence were aimed at locating possible kimberlite bodies.

A helicopter-supported regional gravel sampling program was implemented.

This report gives a summary of the work carried out by Ashton Mining Limited in E.L. 2900 during the period 10th April, 1982 to 17th February, 1983. A statement of expenditure covering this period is included in the report.



2.00 TENURE

Exploration Licence 2900 covering 924.47 square kilometres is held by Michael Ward and John McCormack and was granted on 3rd November, 1981. An outline of the licence is given in Figure 1, and its boundaries described below:

Commencing at the intersection of latitude 14 degrees 18 minutes with longitude 133 degrees 58 minutes thence proceeding to the intersection of latitude 14 degrees 18 minutes with longitude 134 degrees 10 minutes thence proceeding to the intersection of latitude 14 degrees 20 minutes with longitude 134 degrees 10 minutes thence proceeding to the intersection of latitude 14 degrees 20 minutes with longitude 134 degrees 13 minutes thence proceeding to the intersection of latitude 14 degrees 37 minutes with longitude 134 degrees 13 minutes thence proceeding to the intersection of latitude 14 degrees 37 minutes with longitude 133 degrees 58 minutes thence proceeding to the intersection of latitude 14 degrees 18 minutes with longitude 133 degrees 58 minutes, subject to all applications for mining tenements and excluding therefrom all mining tenements granted or registered and all reserves included within the definition of "reserve" in section 7 of the Mining Act.

3.00 FIELD INVESTIGATIONS

Prior to the commencement of field work, gravel sample locations were plotted in the office on the Chapman, Flying Fox, Moroak and Throsby 1:100,000 sheets so that sample sites tested the available drainage at intervals of approximately five kilometres. Drainage is generally well developed in the licence area.

During the field program, individual sample sites were selected on the basis of the quality of the available heavy mineral traps in the vicinity of the preselected site, care being taken to sample the most suitable trap site. Helicopter was the most practical mode of transport as it had the advantage of ease of access and navigation and enabled the geologist to scan the area for suitable trap sites.

Once a suitable sample site was located, approximately 40 kg of gravel were gathered, sieved and the minus 4 mm fraction collected for laboratory examination. Generally the minus 4 mm samples weighed 25 - 30 kg. The sample sites were accurately plotted in the field on a prepared 1:100,000 base plan. Within E.L. 2900, a total of 67 samples were collected corresponding to a sample density of one sample per 13.80 square kilometres. Sample locations are given in Plan 1.

4.00 LABORATORY PROCESSING

The samples were processed at the Ashton Mining Limited laboratory in Perth where they were concentrated by Wilfley Table and heavy liquid separation techniques.

The heavy liquid used was tetrabromoethane with a specific gravity of 2.96. The concentrates were then screened into various size fractions, further concentrated, where required, by magnetic and electrostatic separation techniques and a comprehensive grain by grain examination carried out on the minus 1.00mm plus 0.425mm fractions.

Of the 67 samples collected with the licence, 63 contained no detectable kimberlite indicator minerals. Chromite grains were identified in the remainder. On further detailed examination these proved to be of non-kimberlitic origin.

5.00 CONCLUSIONS

Laboratory testing failed to give any kimberlite-derived minerals in the samples. As the sampling program was considered to have tested the licence adequately, it was concluded that the likelihood of finding kimberlites in E.L. 2900 was remote and that no further exploration for diamonds should be undertaken. The option agreement with M. Ward and J. McCormack was subsequently terminated with effect from 18th February, 1983.

APPENDIX 1.

RESULTS OF LABORATORY EXAMINATIONS

REGIONAL GRAVEL SAMPLES E.L.2900

The following fractions of each sample were studied:

-1.0	mm	+0.8	mm;	denoted	bу	+0.8
-0.8	mm	+0.5	mm;	denoted	bу	+0.5
-0.5	mm	+0.425	mm:	denoted	bу	+0.4

Sample No	Results	Comments
URA 66	Nil	
URA 292	Nil	
URA 293	Nil	
URA 294	Ni l	
URA 295	Nil	
URA 296	Nil	
URA 297	Ni1	
URA 298	Nil	
URA 299	Nil	
URA 300	Nil	
URA 301	N i 1	
URA 302	Ni1	
URA 303	Nil	
URA 304	Nil	

Sample	e No	Results	Comments
URA	305	Nil	
URA	306	Nil	
URA	307	Nil	
URA	308	Nil	
URA	309	Nil	
URA	504	Nil	
URA	513	Nil	
URA	514	Nil	
URA	515	Nil	
URA	516	Nil	
URA	517	Nil	
URA	518	Nil	
URA	519	Nil	
URA	520	Nil	
URA	521	Nil	
URA	522	Nil	
URA	523	Nil	
URA	524	Nil	

Samp	e No	Results	Comments
URA	525	Ni 1	
URA	539	Nil	
URA	540	2 +0.4 CHROMITE	2 +0.4 CHROMITE vitreous, one truncated octahedron, other irregular.
URA	548	Nil	
URA	549	Nil	
URA	550	2 +0.5, 1 +0.4 CHROMITE	2 +0.5, 1 +0.4 CHROMITE smooth faces, octahedron or rounded matte holed, surfaced anhedral grains.
URA	551	Nil	
URA	552	Nil	
URA	553	Nil	
URA	554	Nil	
URA	555	Nil	
URA	556	Nil	
URA	557	Nil	
URA	558	Nil	
URA	559	Nil	•
URA	560	Nil	
URA	561	Ni1	
URA	562	Nil	

Sampl	e No	Results	Comments
URA	563	Nil	
URA	564	Nil	
URA	565	1 +0.4 CHROMITE	1 +0.4 CHROMITE bubbly, holed subvitreous, even textured.
URA	566	Nil	
URA	567	Nil	
URA	568	Nil	
URA	569	Nil	
URA	631	Nil	
URA	632	Nil	
URA	633	Nil	
URA	634	Nil	
URA	635	Nil	
URA	636	Nil	
URA	637	Nil	
URA	638	Nil	
URA	639	Nil	,
URA	640	1 +0.5 CHROMITE	1 +0.5 CHROMITE octahedral, zoned, soft granular type.

APPENDIX 2.

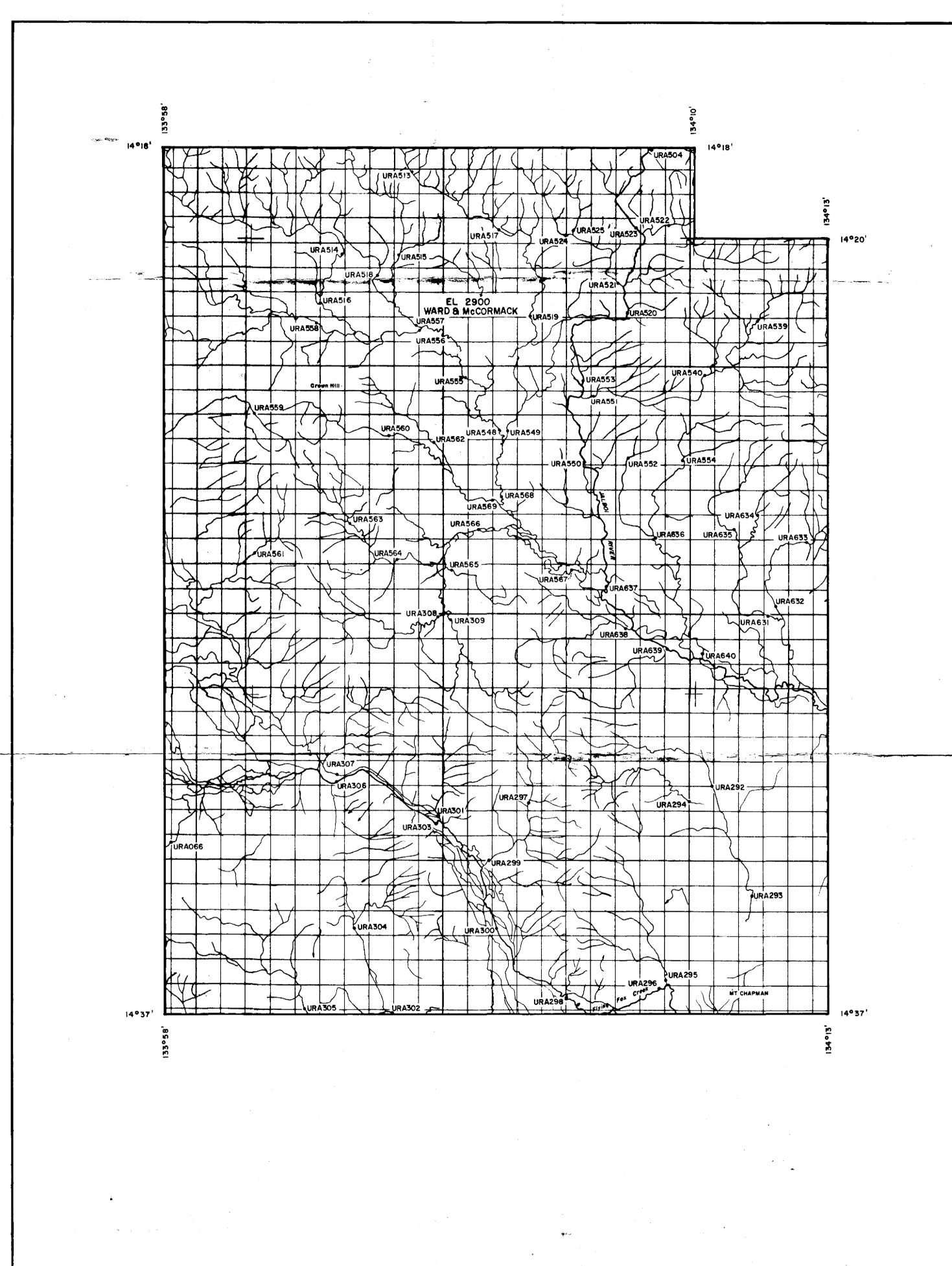
A.D.E. JOINT VENTURE

EXPLORATION LICENCE NO. 2900

FINAL EXPENDITURE FOR THE PERIOD 10th April 1982 to 17th February 1983

	\$
Salaries	6,432
Field & Laboratory Expenses	19,028
Miscellaneous	1,340
Total Expenditure	\$26,800

Date Licence Granted: 3rd November 1981



M. WARD AND J. McCORMACK REGIONAL GRAVEL SAMPLING

> E.L. 2900 SAMPLE LOCATIONS

> > PLAN 1

0 | 2 3 4 5 km. SCALE |: 100 000 Date | FEBRUARY | 198