STRANDLINE RESOURCES LIMITED

EL 23949 (BOON)

Final Annual Report on Exploration Activities

for the period

22 August 2013 to 9 July 2015

Distribution:
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Brendan Cummins
August 2015
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## ATTACHMENTS

### APPENDICES

1. A Revised Proposal for Gravity Surveying at the Boon Prospect, Tennant Creek, NT. Adelaide Mining Geophysics, AMG 13/33.

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1 SUMMARY
Exploration Licence 23949 was granted to the Company effective 22 August 2013, just over ten years after the original application as submitted to the then Department of Business, Industry and Resource Development in June 2003.

The principal reason for the long delay in grant of the tenement was negotiations with the Central Land Council.

This licence was surrendered on 9 July 2015 due to the severe shortage of risk capital for junior mineral explorers and greenfields projects. During the life of the tenement no on ground exploration work was carried out. The Company proposed a gravity survey that required Heritage clearance which was eventually given but the gravity survey was not completed.

2 INTRODUCTION
EL 23949 is located some 45 km east of Tennant Creek and approximately 2 km south east of the Gosse River (Figure 1). Access from Tennant Creek is via Peko Road, then Black Cat and Gosse River roads to the river crossing near the southern boundary of Tennant Creek Station. Once across the river, the tenement centre is about 5 km due south.

This report covers exploration work completed during the first year of EL 23949.

3 REGIONAL SETTING
The tenement lies within the western margin of the Georgina Basin (Figure 1), where the younger, probably Cambrian, sedimentary cover is an estimated 40 metres thick, overlying much older Paleoproterozoic basement rocks which the Company believes to be potential host units for gold-copper mineralisation. No outcrops of the target Paleoproterozoic rocks which underlie the Georgina Basin cover occur on EL 23949, although a vertical diamond drill hole, TCD 1, drilled on the predecessor EL to EL 29553 (EL 23947) some 25km to the east and granted to the Company in May 2004, intersected Paleoproterozoic basement from 93.1 m in May 2010. The basement in hole TCD 1 is believed to be part of the Volcanic Lithofacies of the Yungkulungu Formation, which unconformably
overlies the Warramunga Formation, host to all the known gold-copper deposits in the Tennant Creek district.

Zircon age dating described by Maidment et al (2013) suggests that the Tennant Event gold-copper mineralisation between 1850-1845 million years (m.y.) was emplaced contemporaneous with or shortly after the last stages of Warramunga Formation deposition. As the published date of the Yungkulungu Formation Volcanic Lithofacies is 1849± 5 m.y. (Smith, 2001), there is an appreciable overlap in this date with the main Tennant Event and its associated gold-copper mineralisation.

4 PREVIOUS EXPLORATION

No prior mineral exploration is on record.

5 WORK COMPLETED DURING FINAL YEAR 2

During the past 12 months the Company has not been in a position to undertake any ground exploration work.

6 SUMMARY OF ALL INFORMATION GIVEN IN ANNUAL REPORTS DURING THE LIFE OF THE TITLE

Work during the first year of EL 23949 was focused on planning and budgeting for a 968 station gravity geophysical survey on a 200 metre square grid. A memorandum from the Company's consultant geophysicist outlining this proposed program is attached as Appendix 1. Following this proposal, an aboriginal heritage survey was requested via the Central Land Council and this survey was completed in June 2014. The Company did not undertake the gravity survey.

7. REFERENCES


APPENDIX 1

A REVISED PROPOSAL FOR GRAVITY SURVEYING
AT THE BOON PROSPECT, TENNANT CREEK, NT.
ADELAIDE MINING GEOPHYSICS, AMG 13/33
MEMORANDUM

To: David Harley  
Managing Director  
Email: harley@gunson.com.au

Affiliation: Gunson Resourced Ltd  
PO Box 1217,  
West Perth, WA, 9872

Cc: Hamish Paterson  
Email: hamishp@ozemail.com.au

From: Jim Hanneson  
Costing: ELA23949

Date: 26 November, 2013  
Reference: AMG13/33

Subject: A Revised Proposal for Gravity Surveying at the Boon Prospect, Tennant Ck, NT, Gunson Resources Ltd EL23949

Note: This document revises an earlier proposal (AMG13/31, 28 October 2013) following advice that the western boundary of the lease had been truncated relative to an earlier version.

Images for the Boon Prospect are presented below based on available data. Figure 1.1 shows a subset of the P694 aeromagnetic survey collected in 1998 by Kevron Surveys on behalf of Geoscience Australia. Figure 1.2 is a residual magnetic image created by smoothing the original image (not shown) and forming the difference. Two hundred metre north-south lines on the image indicate flight paths and three east-west lines are tie lines. Also included is a polygonal outline of the tenement.

Figure 2 is a Simple Bouguer image based on 56 existing gravity stations for the same area.

Figure 3 shows Shuttle radar topographic data on a 65 by 65m grid available from the website service@globalmapper.com. The accuracy is thought to be about 2 metres, and, it shows the relief to be bland. Figure 4 is Landsat 7 image for the same area based on data available from the same source.

I propose 968 new gravity stations for the area, shown in Figure 5 with “o” symbols on an uncontoured grid of the residual magnetics. As agreed in a recent conversation, ironstone hosted gold in the Tennant Ck area can have associated magnetic responses; consequently, I laid out 200 by 200 metre stations to form basic coverage for the area, and then added several short intermediate north-south lines with 100m intervals.

On the assumption that collecting the data will cost about $25 to $28 per station, I estimate that data production charges will be range from about $24,000 to $27000. Additional charges such as mobilisation/demobilisation, fuel, etc. are not considered here.

An ASCII file (BO_STNS.txt) and a Microsoft EXCEL file (BO_STNS.XLS) that list the coordinates of the proposed stations accompanies this file.
Figure 1.1
Figure 1.2
Figure 4

PROCESSING NOTES:
- Clip RGB at 3.0 std dev of mean
- Clipped RGB stretched 0 to 255
- Stretched RGB inverted 255-value
- Band attenuation factor:
  - Red: 0.00
  - Green: 0.60
  - Blue: 0.20
- Nominal pixel size: 5.00m

Scale 1:50,000 (metres)
Figure 5

Gunson Resources Ltd

Boon Prospect
Hannan Residual Magnetics
Aeromagnetic Map
Sensor Ht = 60m

Adwilde Mining Geophysics Pty Ltd