REPORT ON A HELICOPTER-BORNE VERSATILE TIME DOMAIN ELECTROMAGNETIC (VTEMPlus) AND AEROMAGNETIC GEOPHYSICAL SURVEY

EL32/2010, EL46/2010, EL22/2010, EL50/2008N, EL50/2008S

Tullah, Tasmania, Australia

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Survey flown during December 2012 - February 2013

Project AA1362

April, 2013

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REPORT ON A HELICOPTER-BORNE VERSATILE TIME DOMAIN ELECTROMAGNETIC (VTEMplus) and **AEROMAGNETIC SURVEY**

EL32/2010, EL46/2010, EL22/2010, EL50/2008N, EL50/2008S Tullah, Tasmania, Australia

EXECUTIVE SUMMARY

During December 10th 2012 to February 7th, 2013 Geotech Airborne Pty Ltd. carried out a helicopter-borne geophysical survey over the EL32/2010, EL46/2010, EL22/2010, EL50/2008N and EL50/2008S blocks located approximately 7 kilometres north, 9 kilometres west, 16 kilometres southwest, 12 kilometres south and 31 kilometres south of Tullah, Tasmania, Australia respectively.

Principal geophysical sensors included a versatile time domain electromagnetic (VTEM^{plus}) system, and a caesium magnetometer. Ancillary equipment included a GPS navigation system. and a radar altimeter. A total of 2291 line-kilometres of geophysical data were acquired during the survey.

In-field data quality assurance and preliminary processing were carried out on a daily basis during the acquisition phase. Preliminary and final data processing, including generation of final digital data and map products were undertaken from the office of Geotech Ltd. in Aurora, Ontario.

The processed survey results are presented as the following maps:

- Electromagnetic stacked profiles of the B-field Z Component,
- Electromagnetic stacked profiles of dB/dt Z Components.
- Colour grid of a B-Field Z Component Channel,
- Colour grid of a dB/dt X Component Fraser Filter Channel,
- Reduced to Pole of Total Magnetic Intensity (RTP), and
- Calculated Time-constant dB/dt Z Component (Tau), are presented.

Digital data includes all electromagnetic and magnetic products, plus ancillary data including the waveform.

The survey report describes the procedures for data acquisition, processing, final image presentation and the specifications for the digital data set.

1. INTRODUCTION

1.1 **General Considerations**

Geotech Airborne Pty Ltd. performed a helicopter-borne geophysical survey over the EL32/2010, EL46/2010, EL22/2010, EL50/2008N and EL50/2008S blocks located approximately 7 kilometres north, 9 kilometres west, 16 kilometres southwest, 12 kilometres south and 31 kilometres south of Tullah, Tasmania, Australia respectively. (Figure 1 & Figure 2)

Dr. Joe Xie represented Yunnan Tin Australia TDK Resources Pty Ltd during the data acquisition and data processing phases of this project.

The geophysical surveys consisted of helicopter borne EM using the versatile time-domain electromagnetic (VTEM^{plus}) system with Z and X component measurements and aeromagnetics using a caesium magnetometer. A total of 2291 line-km of geophysical data were acquired during the survey.

The crew was based out of Tullah (Figure 2) in Tasmania, Australia for the acquisition phase of the survey. Survey flying started on December 10th 2012 and was completed on February 7th, 2013.

Data quality control and quality assurance, and preliminary data processing were carried out on a daily basis during the acquisition phase of the project. Final data processing followed immediately after the end of the survey. Final reporting, data presentation and archiving were completed from the Aurora office of Geotech Ltd. in April, 2013.

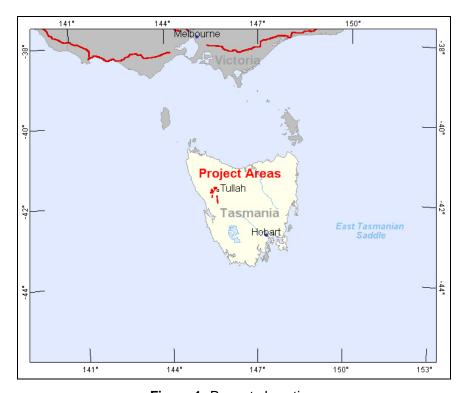


Figure 1: Property Location.

1.2 **Survey and System Specifications**

The EL32/2010, EL46/2010, EL22/2010, EL50/2008N and EL50/2008S blocks are located approximately 7 kilometres north, 9 kilometres west, 16 kilometres southwest, 12 kilometres south and 31 kilometres south of Tullah, Tasmania, Australia respectively. (Figure 2)

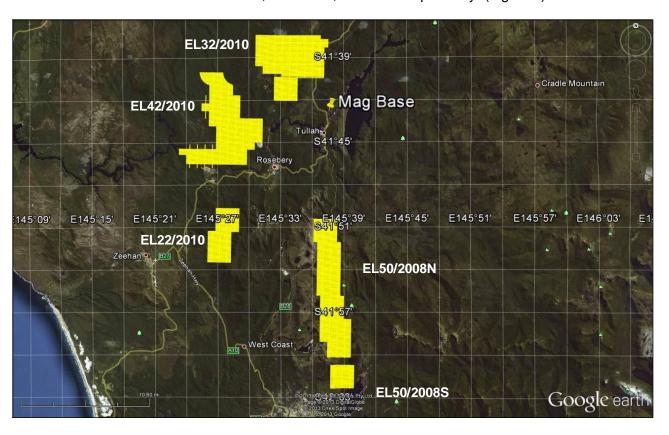


Figure 2: Survey areas location on Google Earth.

The survey block was flown in an east to west (N 90° E azimuth) direction, with traverse line spacing of 100 metres as depicted in Figure 3, Figure 4, Figure 5, Figure 6 and Figure 7. Tie lines were flown perpendicular to the traverse lines during the survey. For more detailed information on the flight spacing and direction see Table 1.

1.3 **Topographic Relief and Cultural Features**

Topographically, EL32/2010 exhibits a moderately rugged relief with an elevation ranging from 249 to 725 metres above mean sea level over an area of 56 square kilometres (Figure 3).

The survey block has various rivers and streams running throughout the area. There are visible signs of culture such as roads, railways and powerlines located throughout the survey block.

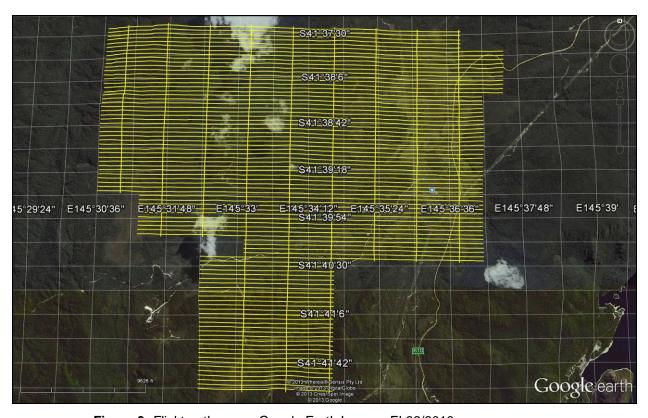


Figure 3: Flight path over a Google Earth Image - EL32/2010.

EL46/2010 exhibits a moderately rugged relief with an elevation ranging from 96 to 429 metres above mean sea level over an area of 61 square kilometres (Figure 4).

The survey block has various rivers and streams running throughout the area. There are visible signs of culture such as roads, railways and powerlines located throughout the survey block.



Figure 4: Flight path over a Google Earth Image - EL46/2010.

EL22/2010 exhibits a highly rugged relief with an elevation ranging from 215 to 1048 metres above mean sea level over an area of 21 square kilometres (Figure 5).

The survey block has various rivers and streams running throughout the area. There are visible signs of culture such as roads and railways located throughout the survey block.

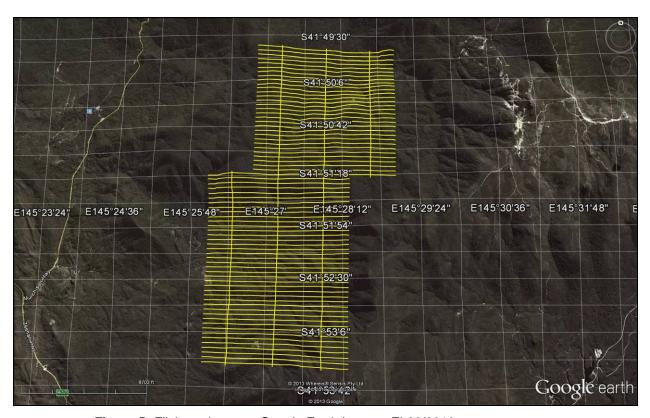


Figure 5: Flight path over a Google Earth Image - EL22/2010.

EL50/2008N exhibits a highly rugged relief with an elevation ranging from 306 to 1041 metres above mean sea level over an area of 57 square kilometres (Figure 6).

The survey block has various rivers and streams running throughout connecting lakes. There are visible signs of culture such as roads and pipelines located throughout the survey block.



Figure 6: Flight path over a Google Earth Image - EL50/2008N.

EL50/2008S exhibits a highly rugged relief with an elevation ranging from 229 to 879 metres above mean sea level over an area of 9 square kilometres (Figure 7).

The survey block has various rivers and streams running throughout connecting lakes. There are no visible signs of culture throughout the survey block.

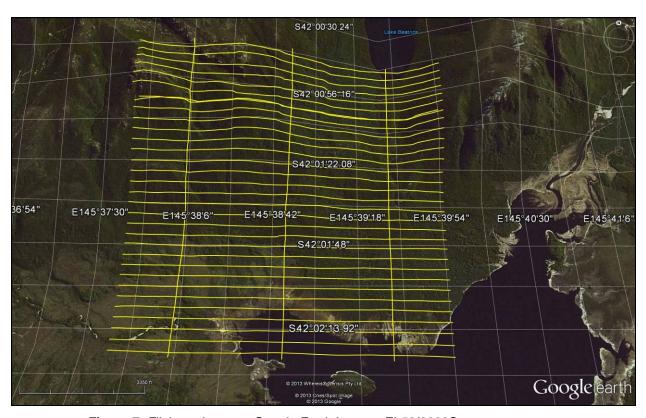


Figure 7: Flight path over a Google Earth Image - EL50/2008S.

2. **DATA ACQUISITION**

2.1 **Survey Area**

The survey blocks (see Figure 3 to Figure 7 and Appendix A) and general flight specifications are as follows:

Table 1: Survey Specifications

| Survey block | Traverse Line spacing (m) | Area (Km²) | Planned ¹ Line-km | Actual Line- km | Flight direction | Line numbers |
|-----------------|---------------------------------|---------------|---------------------------------|-----------------------|--------------------|---------------|
| EL32/2010 | Traverse: 100 | 56 | 627 | 577.3 | N 90° E / N 270° E | L1000 - L1500 |
| EL32/2010 | Tie: 1000 | 36 | 027 | 56.7 | N 0° E / N 180° E | T1900 – L1980 |
| | Traverse: 100 | | | 644.6 | N 90° E / N 270° E | L2000 - L3200 |
| EL46/2010 | Tie: 1000 | 61 | 700 | 67.7 | N 0° E / N 180° E | T3800 - L3890 |
| | Traverse: 100 | | | 219.6 | N 90° E / N 270° E | L4000 - L4700 |
| EL22/2010 | Tie: 1000 | 21 | 235 | 21.3 | N 0° E / N 180° E | T4800 - L4830 |
| | Traverse: 100 | | | 585.2 | N 90° E / N 270° E | L5000 - L6790 |
| EL50/2008N | Tie: 1000 | 57 | 627 | 57.4 | N 0° E / N 180° E | T6800 - L6840 |
| | Traverse: 100 | | | 95.4 | N 90° E / N 270° E | L7000 - L7300 |
| EL50/2008S | Tie: 1000 | 9 | 102 | 9.2 | N 0° E / N 180° E | T7800 - L7820 |
| ТО | 204 | 2291 | 2334.4 | | | |

Survey block boundaries co-ordinates are provided in Appendix B.

2.2 **Survey Operations**

Survey operations were based out of Tullah, Tasmania, Australia from December 10th 2012 to February 7th, 2013. The following table shows the timing of the flying.

Table 2: Survey schedule

| Date | Flight # | Flown km | Block | Crew location | Comments |
|-------------|----------|-------------|-------|------------------|--|
| 10-Dec-2012 | 1 | test | | Tullah, Tasmania | mobilization |
| 11-Dec-2012 | 2 | test | | Tullah, Tasmania | Crew arrived |
| 12-Dec-2012 | 3 | test | | Tullah, Tasmania | System assembly |
| 13-Dec-2012 | 4,5 | test | | Tullah, Tasmania | testing |
| 14-Dec-2012 | | | | Tullah, Tasmania | Test flights |
| 15-Dec-2012 | | | | Tullah, Tasmania | No production due to weather |
| 16-Dec-2012 | | | | Tullah, Tasmania | No production due to weather |
| 17-Dec-2012 | 6,7,8 | test | | Tullah, Tasmania | Test flights |
| 18-Dec-2012 | 9 | test | | Tullah, Tasmania | Test flight |
| 19-Dec-2012 | | | | Tullah, Tasmania | No production due to helicopter issues |
| 20-Dec-2012 | | | | Tullah, Tasmania | Christmas break until Jan 2013 |
| 4-Jan-2013 | 10 | test | | Tullah, Tasmania | Crew arrived |

¹ Note: Actual Line kilometres represent the total line kilometres in the final database. These line-km normally exceed the Planned line-km, as indicated in the survey NAV files.



| Date | Flight # | Flown km | Block | Crew location | Comments |
|-------------|--------------------|-------------|---------------------------|------------------|--|
| 5-Jan-2013 | 11,12 | test | | Tullah, Tasmania | Test flights |
| 6-Jan-2013 | 13,14 | test | | Tullah, Tasmania | Test flights |
| 7-Jan-2013 | 15,16,17,18 | 420 | EL32/2010 | Tullah, Tasmania | 420km flown |
| 8-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 9-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 10-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 11-Jan-2013 | 19,20,21,22, 23 | 48 | EL32/2010 | Tullah, Tasmania | 48km flown |
| 12-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 13-Jan-2013 | 24 | 14 | EL32/2010 | Tullah, Tasmania | 14km flown limited due to weather |
| 14-Jan-2013 | 25 | 105 | EL32/2010 | Tullah, Tasmania | 105km flown |
| 15-Jan-2013 | 26,27 | | | Tullah, Tasmania | Test flights – no production due to technical issues |
| 16-Jan-2013 | | | | Tullah, Tasmania | No production due to weather & technical issues |
| 17-Jan-2013 | 28,29,30,31, 32 | | | Tullah, Tasmania | Test flights |
| 18-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 19-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 20-Jan-2013 | 33,34,35,36 | 166 | | Tullah, Tasmania | 166km flown |
| 21-Jan-2013 | 37,38,39 | 270 | EL46/2010 | Tullah, Tasmania | 270km flown |
| 22-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 23-Jan-2013 | 40,41,42 | 375 | EL46/2010 | Tullah, Tasmania | 375km flown |
| 24-Jan-2013 | 43 | 12 | EL46/2010 | Tullah, Tasmania | 12km flown – limited due to weather |
| 25-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 26-Jan-2013 | 44,45,46 | 292 | EL22/2010& EL50/2008N | Tullah, Tasmania | 292km flown |
| 27-Jan-2013 | 47,48,49 | 249 | EL50/2008N | Tullah, Tasmania | 249km flown |
| 28-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 29-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 30-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 31-Jan-2013 | | | | Tullah, Tasmania | No production due to weather |
| 1-Feb-2013 | 50,51,52 | 48 | EL50/2008N | Tullah, Tasmania | 48km flown limited due to weather |
| 2-Feb-2013 | | | | Tullah, Tasmania | No production due to weather |
| 3-Feb-2013 | | | | Tullah, Tasmania | No production due to weather |
| 4-Feb-2013 | 53,54,55,56 | 223 | EL50/2008N& EL50/2008S | Tullah, Tasmania | 223km flown |
| 5-Feb-2013 | 57 | | EL50/2008N& EL50/2008S | Tullah, Tasmania | Helicopter 100hrly service |
| 6-Feb-2013 | 58,59 | 158 | EL50/2008N& EL50/2008N | Tullah, Tasmania | 158km flown |
| 7-Feb-2013 | 60 | 3 | EL50/2008N | Tullah, Tasmania | Remaining kms were flown – flying complete |

2.3 Flight Specifications

During the survey the helicopter was maintained at a mean altitude of 113 metres above the ground with an average survey speed of 80 km/hour. This allowed for an actual average EM bird terrain clearance of 73 metres and a magnetic sensor clearance of 100 metres.

The on board operator was responsible for monitoring the system integrity. He also maintained a detailed flight log during the survey, tracking the times of the flight as well as any unusual geophysical or topographic features.

On return of the aircrew to the base camp the survey data was transferred from a compact flash card (PCMCIA) to the data processing computer. The data were then uploaded via ftp to the Geotech office in Aurora for daily quality assurance and quality control by qualified personnel.

2.4 Aircraft and Equipment

2.4.1 **Survey Aircraft**

The survey was flown using a Eurocopter Aerospatiale (Astar) 350 B3 helicopter, registration VH-VTX. The helicopter is owned and operated by United Aero Helicopters. Installation of the geophysical and ancillary equipment was carried out by a Geotech Ltd crew.

2.4.2 Electromagnetic System

The electromagnetic system was a Geotech Time Domain EM (VTEM^{plus}) system. VTEM, with the serial number 24 had been used for the survey. The configuration is as indicated in Figure 9.

The VTEM^{plus} Receiver and transmitter coils were in concentric-coplanar and Z-direction oriented configuration. The receiver system for the project also included a coincidentcoaxial X-direction coil to measure the in-line dB/dt and calculate B-Field responses. The EM bird was towed at a mean distance of 35 metres below the aircraft as shown in Figure 9 and Figure 10. The receiver decay recording scheme is shown in Figure 8.

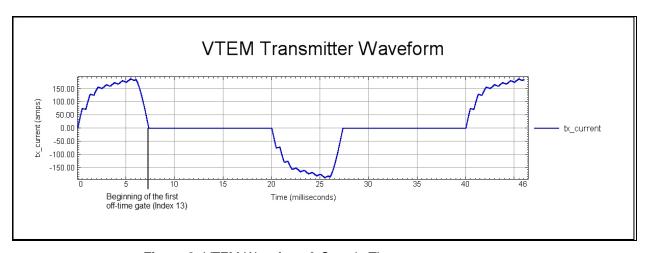


Figure 8: VTEM Waveform & Sample Times.

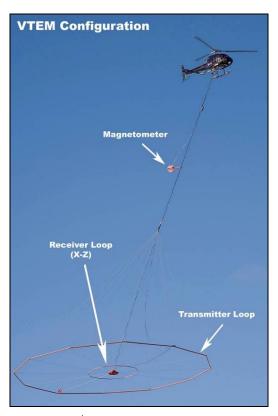


Figure 9: VTEM^{plus} Configuration, with magnetometer.

The VTEM decay sampling scheme is shown in Table 3 below. Thirty-six time measurement gates were used for the final data processing in the range from 0.083 to 10.667 msec.

Table 3: Off-Time Decay Sampling Scheme

| VTEM Decay Sampling Scheme | | | | | | | |
|----------------------------|------------------------|-------|--------|--|--|--|--|
| Index | Index Middle Start End | | | | | | |
| Milliseconds | | | | | | | |
| 13 | 0.083 | 0.078 | 0.090 | | | | |
| 14 | 0.096 | 0.090 | 0.103 | | | | |
| 15 | 0.110 | 0.103 | 0.118 | | | | |
| 16 | 0.126 | 0.118 | 0.136 | | | | |
| 17 | 0.145 | 0.136 | 0.156 | | | | |
| 18 | 0.167 | 0.156 | 0.179 | | | | |
| 19 | 0.192 | 0.179 | 0.206 | | | | |
| 20 | 0.220 | 0.206 | 0.236 | | | | |
| 21 | 0.253 | 0.236 | 0.271 | | | | |
| 22 | 0.290 | 0.271 | 0.312 | | | | |
| 23 | 0.333 | 0.312 | 0.358 | | | | |
| 24 | 0.383 | 0.358 | 0.411 | | | | |
| 25 | 0.440 | 0.411 | 0.472 | | | | |
| 26 | 0.505 | 0.472 | 0.543 | | | | |
| 27 | 0.580 | 0.543 | 0.623 | | | | |
| 28 | 0.667 | 0.623 | 0.716 | | | | |
| 29 | 0.766 | 0.716 | 0.823 | | | | |
| 30 | 0.880 | 0.823 | 0.945 | | | | |
| 31 | 1.010 | 0.945 | 1.086 | | | | |
| 32 | 32 1.161 | | 1.247 | | | | |
| 33 | 33 1.333 | | 1.432 | | | | |
| 34 | 34 1.531 | | 1.646 | | | | |
| 35 | 35 1.760 | | 1.891 | | | | |
| 36 | 2.021 | 1.891 | 2.172 | | | | |
| 37 | 2.323 | 2.172 | 2.495 | | | | |
| 38 | 2.667 | 2.495 | 2.865 | | | | |
| 39 | 3.063 | 2.865 | 3.292 | | | | |
| 40 | 3.521 | 3.292 | 3.781 | | | | |
| 41 | 4.042 | 3.781 | 4.341 | | | | |
| 42 | 4.641 | 4.341 | 4.987 | | | | |
| 43 | 5.333 | 4.987 | 5.729 | | | | |
| 44 | 6.125 | 5.729 | 6.581 | | | | |
| 45 | 7.036 | 6.581 | 7.560 | | | | |
| 46 | 8.083 | 7.560 | 8.685 | | | | |
| 47 | 9.286 | 8.685 | 9.977 | | | | |
| 48 | 10.667 | 9.977 | 11.458 | | | | |

Z Component: 13 - 48 time gates X Component: 20 - 48 time gates

VTEM^{plus} system specification:

Transmitter

Transmitter loop diameter: 26 m Effective coil area: 2123 m²

Number of turns: 4

Transmitter base frequency: 25 Hz

Peak current: 187 A Pulse width: 7.34 ms

Wave form shape: trapezoid Peak dipole moment: 397,135 nIA

Actual average EM Bird terrain clearance: 73 metres above the ground

Receiver

X Coil diameter: 0.32 m Number of turns: 245

Effective coil area: 19.69 m² Z-Coil diameter: 1.2 m Number of turns: 100

Effective coil area: 113.04 m²

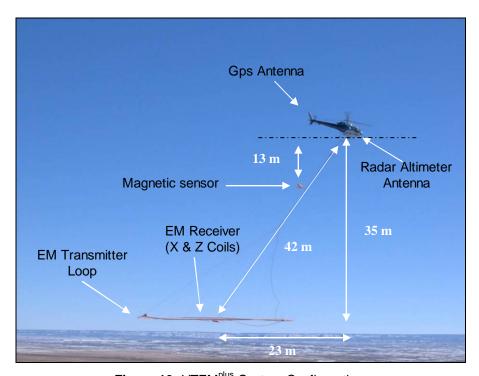


Figure 10: VTEM^{plus} System Configuration.

2.4.3 Airborne magnetometer

The magnetic sensor utilized for the survey was Geometrics optically pumped caesium vapour magnetic field sensor mounted 13 metres below the helicopter, as shown in Figure 10. The sensitivity of the magnetic sensor is 0.02 nanoTesla (nT) at a sampling interval of 0.1 seconds.

2.4.4 Radar Altimeter

A Terra TRA 3000/TRI 40 radar altimeter was used to record terrain clearance. The antenna was mounted beneath the bubble of the helicopter cockpit (Figure 10).

2.4.5 **GPS Navigation System**

The navigation system used was a Geotech PC104 based navigation system utilizing a NovAtel's WAAS (Wide Area Augmentation System) enabled GPS receiver, Geotech navigate software, a full screen display with controls in front of the pilot to direct the flight and a NovAtel GPS antenna mounted on the helicopter tail (Figure 10). As many as 11 GPS and two WAAS satellites may be monitored at any one time. The positional accuracy or circular error probability (CEP) is 1.8 m, with WAAS active, it is 1.0 m. The co-ordinates of the block were set-up prior to the survey and the information was fed into the airborne navigation system.

2.4.6 **Digital Acquisition System**

A Geotech data acquisition system recorded the digital survey data on an internal compact flash card. Data is displayed on an LCD screen as traces to allow the operator to monitor the integrity of the system. The data type and sampling interval as provided in Table 4.

Table 4: Acquisition Sampling Rates

| Data Type | Sampling |
|-----------------|----------|
| TDEM | 0.1 sec |
| Magnetometer | 0.1 sec |
| GPS Position | 0.2 sec |
| Radar Altimeter | 0.2 sec |

2.5 **Base Station**

A combined magnetometer/GPS base station was utilized on this project. A Geometrics Caesium vapour magnetometer was used as a magnetic sensor with a sensitivity of 0.001 nT. The base station was recording the magnetic field together with the GPS time at 1 Hz on a base station computer.

The base station magnetometer sensor was installed at the compound where the fuel drums were stored (145°37'35.36"E, 41°42'46.14"S); away from electric transmission lines and moving ferrous objects such as motor vehicles. The base station data were backed-up to the data processing computer at the end of each survey day.

3. **PERSONNEL**

The following Geotech Ltd. personnel were involved in the project.

Field:

Project Manager: Dan Dalaney (Office)

Data QC: Peter Holbrook (Office)

Crew chief: Cong Phan

Operator: Peter Macdonald

The survey pilot and the mechanical engineer were employed directly by the helicopter operator - United Aero Helicopters

Pilot: Steve Stanley

Mechanical Engineer: n/a

Office:

Peter Holbrook Preliminary Data Processing:

Shaolin Lu Final Data Processing:

Final Data QA/QC: Alexander Prikhodko

Reporting/Mapping: Liz Mathew

Data acquisition phase was carried out under the supervision of Andrei Bagrianski, P. Geo, Chief Operating Officer. The processing and interpretation phase was under the supervision of Alexander Prikhodko, P. Geo. The customer relations were looked after by Keith Fisk.

4. DATA PROCESSING AND PRESENTATION

Data compilation and processing were carried out by the application of Geosoft OASIS Montaj and programs proprietary to Geotech Ltd.

4.1 Flight Path

The flight path, recorded by the acquisition program as WGS 84 latitude/longitude, was converted into the GDA94 Datum, Map Grid of Australia zone 55 coordinate system in Oasis Montai.

The flight path was drawn using linear interpolation between x, y positions from the navigation system. Positions are updated every second and expressed as UTM easting's (x) and UTM northing's (y).

4.2 **Electromagnetic Data**

A three stage digital filtering process was used to reject major sferic events and to reduce system noise. Local sferic activity can produce sharp, large amplitude events that cannot be removed by conventional filtering procedures. Smoothing or stacking will reduce their amplitude but leave a broader residual response that can be confused with geological phenomena. To avoid this possibility, a computer algorithm searches out and rejects the major sferic events.

The signal to noise ratio was further improved by the application of a low pass linear digital filter. This filter has zero phase shift which prevents any lag or peak displacement from occurring, and it suppresses only variations with a wavelength less than about 1 second or 15 metres. This filter is a symmetrical 1 sec linear filter.

The results are presented as stacked profiles of EM voltages for the time gates, in linear logarithmic scale for the B-field Z component and dB/dt responses in the Z and X components. B-field Z component time channel recorded at 0.505 (EL32/2010, EL50/2008N and EL50/2008S), 2.021 (EL46/2010, EL22/2010) milliseconds after the termination of the impulse is also presented as contour colour images. Fraser Filter X component is also presented as a colour image. Calculated Time Constant (TAU) with anomaly contours of Calculated Vertical Derivative of TMI is presented in Appendix C and E. Resistivity Depth Image (RDI) is also presented in Appendix C and F.

VTEM has two receiver coil orientations. Z-axis coil is oriented parallel to the transmitter coil axis and both are horizontal to the ground. The X-axis coil is oriented parallel to the ground and along the line-of-flight. This combined two coil configuration provides information on the position, depth, dip and thickness of a conductor. Generalized modeling results of VTEM data, are shown in Appendix D.

In general X-component data produce cross-over type anomalies: from "+ to - "in flight direction of flight for "thin" sub vertical targets and from "- to +" in direction of flight for "thick" targets. Z component data produce double peak type anomalies for "thin" sub vertical targets and single peak for "thick" targets.

The limits and change-over of "thin-thick" depends on dimensions of a TEM system.

Because of X component polarity is under line-of-flight, convolution Fraser Filter (Figure 11) is applied to X component data to represent axes of conductors in the form of grid map. In this case positive FF anomalies always correspond to "plus-to-minus" X data crossovers independent of the flight direction.

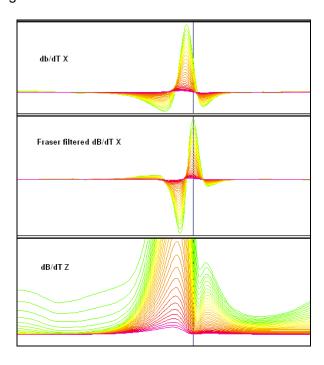


Figure 11: Z, X and Fraser filtered X (FFx) components for "thin" target.

4.3 **Magnetic Data**

The processing of the magnetic data involved the correction for diurnal variations by using the digitally recorded ground base station magnetic values. The base station magnetometer data was edited and merged into the Geosoft GDB database on a daily basis. The aeromagnetic data was corrected for diurnal variations by subtracting the observed magnetic base station deviations.

Tie line levelling was carried out by adjusting intersection points along traverse lines. A microlevelling procedure was applied to remove persistent low-amplitude components of flight-line noise remaining in the data.

The corrected magnetic data was interpolated between survey lines using a random point gridding method to yield x-y grid values for a standard grid cell size of approximately 25 metres at the mapping scale. The Minimum Curvature algorithm was used to interpolate values onto a rectangular regular spaced grid.

DELIVERABLES 5.

5.1 **Survey Report**

The survey report describes the data acquisition, processing, and final presentation of the survey results. The survey report is provided in two paper copies and digitally in PDF format.

5.2 Maps

Final maps were produced at a scale of 1:10,000 (EL22/2010, EL32/2010, EL50/2008N and EL50/2008S) and 1:20,000 (EL46/2010) for best representation of the survey size and line spacing. The coordinate/projection system used was GDA94 Datum, Map Grid of Australia zone 55. All maps show the flight path trace and topographic data; latitude and longitude are also noted on maps.

The preliminary and final results of the survey are presented as EM profiles, a late-time gate gridded EM channel, and a color magnetic TMI contour map. The following maps are presented on paper;

- VTEM dB/dt profiles Z Component, Time Gates 0.220 7.036 ms in linear logarithmic scale.
- VTEM B-Field profiles Z Component, Time Gates 0.220 7.036 ms in linear logarithmic scale.
- VTEM B-field Z Component Channel colour image.
- VTEM dB/dt X Component Fraser Filter Channel colour image.
- VTEM dB/dt Calculated Time Constant (TAU) with contours of anomaly areas of the Calculated Vertical Derivative of Reduced to Pole TMI colour image.
- Reduced to Pole Total Magnetic Intensity (RTP) colour image and contours.

5.3 **Digital Data**

- Two copies of the data and maps on DVD were prepared to accompany the report. Each DVD contains a digital file of the line data in GDB Geosoft Montaj and ASEG-GDF format as well as the maps in Geosoft Montai Map and PDF format.
- DVD structure.

Data contains databases, grids and maps, as described below. contains a copy of the report and appendices in PDF format. Report

Databases in Geosoft GDB and ASEG-GDF format, containing the channels listed in Table 5.

Table 5: Geosoft GDB Data Format

| | Table 3. Geosoft GDD Data i offiat | | | | |
|--------------|---------------------------------------|--|--|--|--|
| Channel name | Units | Description | | | |
| X_MGA: | metres | Easting GDA94 - MGA Zone 55 | | | |
| Y_MGA: | metres | Northing GDA94 - MGA Zone 55 | | | |
| X_UTM: | metres | UTM Easting WGS84 - Zone 55S | | | |
| Y_UTM: | metres | UTM Northing WGS84 - Zone 55S | | | |
| Z: | metres | GPS antenna elevation (above Geoid) | | | |
| Longitude: | Decimal Degrees | WGS 84 Longitude data | | | |
| Latitude: | Decimal Degrees | WGS 84 Latitude data | | | |
| Radar: | metres | helicopter terrain clearance from radar altimeter | | | |
| Radarb: | metres | Calculated EM bird terrain clearance from radar altimeter | | | |
| DEM: | metres | Digital Elevation Model | | | |
| Gtime: | Seconds of the | GPS time | | | |
| | day | | | | |
| Mag1: | nT | Raw Total Magnetic field data | | | |
| Basemag: | nT | Magnetic diurnal variation data | | | |
| Mag2: | nT | Diurnal corrected Total Magnetic field data | | | |
| Mag3: | nT | Levelled Total Magnetic field data | | | |
| TMI_RTP | nT | Reduced To Pole TMI | | | |
| CVG_rtp | nT/m | Calculated Vertical Derivative of Reduced To Pole TMI | | | |
| SFz[13]: | pV/(A*m ⁴) | Z dB/dt 0.083 millisecond time channel | | | |
| SFz[14]: | pV/(A*m ⁴) | Z dB/dt 0.096 millisecond time channel | | | |
| SFz[15]: | pV/(A*m ⁴) | Z dB/dt 0.110 millisecond time channel | | | |
| SFz[16]: | pV/(A*m ⁴) | Z dB/dt 0.126 millisecond time channel | | | |
| SFz[17]: | pV/(A*m ⁴) | Z dB/dt 0.145 millisecond time channel | | | |
| SFz[18]: | pV/(A*m ⁴) | Z dB/dt 0.167 millisecond time channel | | | |
| SFz[19]: | pV/(A*m ⁴) | Z dB/dt 0.192 millisecond time channel | | | |
| SFz[20]: | pV/(A*m ⁴) | Z dB/dt 0.220 millisecond time channel | | | |
| SFz[21]: | pV/(A*m ⁴) | Z dB/dt 0.253 millisecond time channel | | | |
| SFz[22]: | pV/(A*m ⁴) | Z dB/dt 0.290 millisecond time channel | | | |
| SFz[23]: | pV/(A*m ⁴) | Z dB/dt 0.333 millisecond time channel | | | |
| SFz[24]: | pV/(A*m ⁴) | Z dB/dt 0.383 millisecond time channel | | | |
| SFz[25]: | pV/(A*m ⁴) | Z dB/dt 0.440 millisecond time channel | | | |
| SFz[26]: | pV/(A*m ⁴) | Z dB/dt 0.505 millisecond time channel | | | |
| SFz[27]: | pV/(A*m ⁴) | Z dB/dt 0.580 millisecond time channel | | | |
| SFz[28]: | pV/(A*m ⁴) | Z dB/dt 0.667 millisecond time channel | | | |
| SFz[29]: | pV/(A*m ⁴) | Z dB/dt 0.766 millisecond time channel | | | |
| SFz[30]: | pV/(A*m ⁴) | Z dB/dt 0.880 millisecond time channel | | | |
| SFz[31]: | pV/(A*m ⁴) | Z dB/dt 1.010 millisecond time channel | | | |
| SFz[32]: | pV/(A m) pV/(A*m ⁴) | Z dB/dt 1.161 millisecond time channel | | | |
| SFz[33]: | pV/(A m) pV/(A*m ⁴) | Z dB/dt 1.333 millisecond time channel | | | |
| SFz[34]: | pV/(A m) pV/(A*m ⁴) | Z dB/dt 1.533 millisecond time channel | | | |
| SFz[35]: | pV/(A m) pV/(A*m ⁴) | Z dB/dt 1.760 millisecond time channel | | | |
| SFz[36]: | pV/(A III) pV/(A*m ⁴) | Z dB/dt 1.760 millisecond time channel Z dB/dt 2.021 millisecond time channel | | | |
| | | | | | |
| SFz[37]: | pV/(A*m ⁴) | Z dB/dt 2.323 millisecond time channel | | | |
| SFz[38]: | pV/(A*m ⁴) | Z dB/dt 2.667 millisecond time channel | | | |
| SFz[39]: | pV/(A*m ⁴) | Z dB/dt 3.063 millisecond time channel | | | |
| SFz[40]: | pV/(A*m ⁴) | Z dB/dt 3.521 millisecond time channel | | | |
| SFz[41]: | pV/(A*m ⁴) | Z dB/dt 4.042 millisecond time channel | | | |
| SFz[42]: | pV/(A*m⁴) | Z dB/dt 4.641 millisecond time channel | | | |

| Channel name | Units | Description |
|--------------|-----------------------------|---|
| SFz[43]: | pV/(A*m ⁴) | Z dB/dt 5.333 millisecond time channel |
| SFz[44]: | pV/(A*m ⁴) | Z dB/dt 6.125 millisecond time channel |
| SFz[45]: | pV/(A*m ⁴) | Z dB/dt 7.036 millisecond time channel |
| SFz[46]: | pV/(A*m ⁴) | Z dB/dt 8.083 millisecond time channel |
| SFz[47]: | pV/(A*m ⁴) | Z dB/dt 9.286 millisecond time channel |
| SFz[48]: | pV/(A*m ⁴) | Z dB/dt 10.667 millisecond time channel |
| SFx[20]: | pV/(A*m ⁴) | X dB/dt 0.220 millisecond time channel |
| SFx[21]: | pV/(A*m ⁴) | X dB/dt 0.253 millisecond time channel |
| SFx[22]: | pV/(A*m ⁴) | X dB/dt 0.290 millisecond time channel |
| SFx[23]: | pV/(A*m ⁴) | X dB/dt 0.333 millisecond time channel |
| SFx[24]: | pV/(A*m ⁴) | X dB/dt 0.383 millisecond time channel |
| SFx[25]: | pV/(A*m ⁴) | X dB/dt 0.440 millisecond time channel |
| SFx[26]: | pV/(A*m ⁴) | X dB/dt 0.505 millisecond time channel |
| SFx[27]: | pV/(A*m ⁴) | X dB/dt 0.580 millisecond time channel |
| SFx[28]: | pV/(A*m ⁴) | X dB/dt 0.667 millisecond time channel |
| SFx[29]: | pV/(A*m ⁴) | X dB/dt 0.766 millisecond time channel |
| SFx[30]: | pV/(A*m ⁴) | X dB/dt 0.880 millisecond time channel |
| SFx[31]: | $pV/(A*m^4)$ | X dB/dt 1.010 millisecond time channel |
| SFx[32]: | $pV/(A*m^4)$ | X dB/dt 1.161 millisecond time channel |
| SFx[33]: | pV/(A*m ⁴) | X dB/dt 1.333 millisecond time channel |
| SFx[34]: | pV/(A*m ⁴) | X dB/dt 1.531 millisecond time channel |
| SFx[35]: | $pV/(A*m^4)$ | X dB/dt 1.760 millisecond time channel |
| SFx[36]: | pV/(A*m ⁴) | X dB/dt 2.021 millisecond time channel |
| SFx[37]: | pV/(A*m ⁴) | X dB/dt 2.323 millisecond time channel |
| SFx[38]: | pV/(A*m ⁴) | X dB/dt 2.667 millisecond time channel |
| SFx[39]: | pV/(A*m ⁴) | X dB/dt 3.063 millisecond time channel |
| SFx[40]: | pV/(A*m ⁴) | X dB/dt 3.521 millisecond time channel |
| SFx[41]: | pV/(A*m ⁴) | X dB/dt 4.042 millisecond time channel |
| SFx[42]: | pV/(A*m ⁴) | X dB/dt 4.641 millisecond time channel |
| SFx[43]: | pV/(A*m ⁴) | X dB/dt 5.333 millisecond time channel |
| SFx[44]: | pV/(A*m ⁴) | X dB/dt 6.125 millisecond time channel |
| SFx[45]: | pV/(A*m ⁴) | X dB/dt 7.036 millisecond time channel |
| SFx[46]: | pV/(A*m ⁴) | X dB/dt 8.083 millisecond time channel |
| SFx[47]: | pV/(A*m ⁴) | X dB/dt 9.286 millisecond time channel |
| SFx[48]: | pV/(A*m ⁴) | X dB/dt 10.667 millisecond time channel |
| BFx | (pV*ms)/(A*m ⁴) | X B-Field data for time channels 20 to 48 |
| BFz | (pV*ms)/(A*m ⁴) | Z B-Field data for time channels 13 to 48 |
| SFxFF: | pV/(A*m ⁴) | Fraser Filtered X dB/dt |
| TauSF | milliseconds | Time Constant (Tau) dB/dt data |
| TauBF | milliseconds | Time Constant (Tau) B-Field data |
| NchanBF | | Last channel where the Tau algorithm stops calculation, B-Field |
| NchanSF | | Last channel where the Tau algorithm stops calculation, dB/dt |
| PLM: | | 50 Hz power line monitor |

Electromagnetic B-field and dB/dt Z component data is found in array channel format between indexes 13-48, and X component data from 20-48 as described above.



Database of the VTEM Resistivity Depth Images in Geosoft GDB format, contains the following channels:

Table 6: Geosoft Resistivity Depth Image GDB Data Format

| Channel name | Units | Description |
|--------------|------------|---|
| Xg: | metres | UTM Easting GDA94 - MGA Zone 55 |
| Yg: | metres | UTM Northing GDA94 - MGA Zone 55 |
| Dist: | meters | Distance from the beginning of the line |
| Depth: | meters | array channel, depth from the surface |
| Z: | meters | array channel, depth from sea level |
| AppRes: | Ohm-m | array channel, Apparent Resistivity |
| TR: | meters | EM system height from sea level |
| Topo: | meters | digital elevation model |
| Radarb: | metres | Calculated EM bird terrain clearance from radar altimeter |
| Mag: | nT | Total Magnetic field |
| SFz: | pV/(A*m^4) | Z array channel, dB/dT |

Database of the VTEM Waveform "AA1362_waveform_final.gdb" in Geosoft GDB format, containing the following channels:

Time: Sampling rate interval, 5.2083 microseconds Tx Current: Output current of the transmitter (Amp)

Grids in Geosoft GRD, ER Mapper and GeoTIFF format, as follows:

bn BFz26: B-Field Z Component Channel 26 (Time Gate 0.505 ms)

bn_BFz36: B-Field Z Component Channel 36 (Time Gate 2.021 ms)

Digital Elevation Model (metres) bn DEM: bn TMI RTP: Reduced To Pole TMI (nT)

bn CVG RTP: Calculated Vertical Gradient of Reduced to Pole TMI (nT/m)

bn_SFz17: dB/dt Z Component Channel 17 (Time Gate 0.145 ms)

bn SFz18: dB/dt Z Component Channel 18 (Time Gate 0.167 ms)

bn SFz26: dB/dt Z Component Channel 26 (Time Gate 0.505 ms)

bn SFz27: dB/dt Z Component Channel 27 (Time Gate 0.580 ms)

bn SFz32: dB/dt Z Component Channel 32 (Time Gate 1.161 ms)

bn SFz35: dB/dt Z Component Channel 35 (Time Gate 1.760 ms)

bn_SFz37: dB/dt Z Component Channel 37 (Time Gate 2.323 ms)

bn SFz45: dB/dt Z Component Channel 45 (Time Gate 7.036 ms)

bn SFxFF23: dB/dt X Component Fraser Filter Channel 23 (Time Gate 0.333 ms) bn_SFxFF24: dB/dt X Component Fraser Filter Channel 24 (Time Gate 0.383 ms)

bn SFxFF26: dB/dt X Component Fraser Filter Channel 26 (Time Gate 0.505 ms)

bn_TauBF: B-Field Calculated Time Constant (ms)

bn_TauSF: dB/dt Calculated Time Constant (ms)

bn TMI: Total Magnetic Intensity (nT) Power Line Monitor (50Hz) bn PLM:

where bn represents the block name

A Geosoft .GRD file has a .GI metadata file associated with it, containing grid projection information. A grid cell size of 25 metres was used.

- Maps at 1:10,000 (EL22/2010, EL32/2010, EL50/2008N) and EL50/2008S) and 1:20,000 (EL46/2010) in Geosoft MAP format, as follows:
 - AA1362 scalek bn dBdtz: dB/dt profiles Z Component, Time Gates 0.220 7.036 ms in linear - logarithmic scale.
 - AA1362_scalek_bn_Bfieldz: B-field profiles Z Component, Time Gates 0.220 7.036 ms in linear - logarithmic scale over reduced to pole TMI.
 - AA1362_scalek_bn_BFz26: B-field Z Component Channel 26, Time Gate 0.505 ms colour image.
 - AA1362 scalek bn BFz36: B-field Z Component Channel 36, Time Gate 2.021 ms colour image.
 - AA1362_scalek_bn_SFxFF23: dB/dt X Component Fraser Filter Channel 23, Time Gate 0.333 ms colour image.
 - AA1362_scalek_bn_SFxFF24: dB/dt X Component Fraser Filter Channel 24, Time Gate 0.383 ms colour image.
 - AA1362 scalek bn SFxFF26: dB/dt X Component Fraser Filter Channel 26, Time Gate 0.505 ms colour image.
 - AA1362_scalek_bn_RTP: Reduced to Pole Total Magnetic Intensity (RTP) colour image and contours.
 - AA1362_scalek_bn_TauSF: dB/dt Calculated Time Constant (TAU) with contours of anomaly areas of the Calculated Vertical Derivative of Reduced to Pole TMI colour image.

where bn represents the block name scale represents the scale of the map

Maps are also presented in PDF format.

The topographic vectors were taken from Australian Government - Geoscience Australia at 1:250,000 scale https://www.ga.gov.au

A Google Earth file AA1362_FP.kml showing the flight path of the block is included. Free versions of Google Earth software from: http://earth.google.com/download-earth.html

6. CONCLUSIONS AND RECOMMENDATIONS

A helicopter-borne versatile time domain electromagnetic (VTEM^{plus}) geophysical survey has been completed over the EL32/2010, EL46/2010, EL22/2010, EL50/2008N and EL50/2008S blocks located approximately 7 kilometres north, 9 kilometres west, 16 kilometres southwest, 12 kilometres south and 31 kilometres south of Tullah, Tasmania, Australia respectively.

The total area coverage for all properties is 204 km². Total survey line coverage is 2334.4 line kilometres. The principal sensors included a Time Domain EM system and a magnetometer. Results have been presented as stacked profiles, and contour color images at a scale of 1:10,000 (EL22/2010, EL32/2010, EL50/2008N and EL50/2008S) and 1:20,000 (EL46/2010).

EL32/2010

Based on the geophysical results obtained, several TEM anomalous zones are identified across the block EL32. They can be seen overlapping the TAU decay parameter image presented with the calculated vertical magnetic gradient (CVG) contours (see Appendix C). The broad comparatively weak anomalous zone is located in the northeastern part of the property. It is orientated in North-South direction and associated with magnetic gradient feature. According to corresponded apparent resistivity depth section (EL32_RDI L1070 in Appendix C), it is considered as a near surface layer similar conductors which are possibly conductive overburden or near surface conductive rocks.

The weak conductive zone in the eastern part of the property is orientated in northeast direction and interfered with cultural. The estimated depth of the anomalous zone is about 20 metres (EL32 RDI L1470 in Appendix C).

The weak conductive zone in the southern part of the property is orientated in northeast direction and surrounded by higher magnetic gradient. The estimated depth of the potential targets is about 200 meters (EL32_RDI_L1800 in Appendix C). In addition, a couple of small weak anomalous zones are detected in the western part of the property.

EL46/2010

Based on the geophysical results obtained, two strong linear TEM anomalous zones of moderate to high conductance are identified across the block EL46. The zones can be seen overlapping the TAU decay parameter image presented with the calculated vertical magnetic gradient (CVG) contours (see Appendix C). These zones are mapping a S-N directional trend that associate with dyke similar shape magnetic anomalies. The estimated depth to the top of the potential targets is from 50 to 200 meters (EL46 RDI L2420, EL46 RDI L2880, and EL46_RDI_L3130 in Appendix C).

EL22/2010

Based on the geophysical results obtained, a number of TEM anomalous zones of low to moderate conductance are identified across the block EL22. They can be seen overlapping the TAU decay parameter image presented with the calculated vertical magnetic gradient (CVG) contours (see Appendix C).

The anomalous zone in the northern part of the property is orientated in NE direction and associated with magnetic anomalies and gradients. The estimated depth of the top of the target is around 150 meters (EL22_RDI_L4070 in Appendix C). The anomalous zone across the western boundary of the property associated with dyke similar magnetic features.

The anomalous zone in the centre of the property is orientated in near EW direction. The magnetic correlation with EM response is not obviously observed. The estimated depth of the top of the target is from 50 to 100 meters (EL22_RDI_L4270 in Appendix C).

The anomalous zone in southern part of the property is roughly 600m in diameter and associated with low magnetic intensity. The estimated depth of the top of the target is from 30 to 100 meters (EL22 RDI L4600 in Appendix C). In addition, several anomalous zones in small size are detected across the property.

EL50/2008N

Based on the geophysical results obtained, a number of TEM anomalous zones are identified across the block EL50N. They can be seen overlapping the TAU decay parameter image presented with the calculated vertical magnetic gradient (CVG) contours (see Appendix C). The major linear anomalous zone in the east side of the property is considered as a low to moderate conductive anomaly. It is orientated in near NS direction and mapping a trend that associate with dyke similar magnetic features. The estimated depth of the top of the target is roughly from 120 to 300 meters (EL50N_RDI_L5160, EL50N_RDI_L5650, and EL50N_RDI_L6040 in Appendix C). Several local anomalous zones are located in northwest part of the property but they must be checked on cultural sources subject. In addition, two broad near surface anomalous zones are detected. They are possibly conductive lake sediments, overburden or near surface conductive rocks.

EL50/2008S

Based on the geophysical results obtained, Three major late time TEM anomalous zones are identified across the block EL50S. They can be seen overlapping the TAU decay parameter image presented with the calculated vertical magnetic gradient (CVG) contours (see Appendix C). Two anomalous zones in the south part of the property associate with low magnetic feature. The estimated depth of the top of the targets is close to the surface and considered as lithological anomlies (EL50S RDI L7250 and EL50S RDI T7810 in Appendix C). The comparatively deep conductor is in the central part of the property associates with high magnetic gradient but it is W-E orientated crossing the magnetic anomaly. The estimated depth of the top of the target is from 150 to 250 meters (EL50S_RDI_L7210 and EL50S_RDI_T7810 in Appendix C).

If the conductors correspond to an exploration model on the area it is recommended picking anomalies with conductance grading and center localization of the targets, detail resistivity depth imaging and plate Maxwell modelling with test drillhole parameters prior to ground follow up and drill testing. Since most of conductive zones are associated with magnetic anomalies, attendant inversion/modelling of magnetic field is also recommended.

Respectfully submitted²,

Peter Holbrook Geotech Ltd.

Shaolin Lu Geotech Ltd.

April 2013

PRACTISING MEMALEXANDER Prikhodko, P.Geo. Geotech Ltd.

² Final data processing of the EM and magnetic data were carried out by Shaolin Lu, from the office of Geotech Ltd. in Aurora, Ontario, under the supervision of Alexander Prikhodko, P.Geo., PhD, Senior Geophysicist, VTEM Interpretation Supervisor.

APPENDIX A

SURVEY BLOCK LOCATION MAP



Survey Overview of the blocks

APPENDIX B

SURVEY BLOCK COORDINATES

(WGS 84, UTM Zone 55 South)

EL32/2010

| Х | Υ |
|----------|-----------|
| 378519.5 | 5382488.0 |
| 381519.5 | 5382488.0 |
| 381519.5 | 5385500.0 |
| 385000.0 | 5385500.0 |
| 385000.0 | 5389500.0 |
| 385500.0 | 5389500.0 |
| 385500.0 | 5390500.0 |
| 384500.0 | 5390500.0 |
| 384500.0 | 5391000.0 |
| 376000.0 | 5391000.0 |
| 376000.0 | 5387000.0 |
| 377000.0 | 5387000.0 |
| 377000.0 | 5386000.0 |
| 379500.0 | 5386000.0 |
| 379500.9 | 5385520.0 |
| 378519.5 | 5385520.0 |

EL46/2010

| X | Υ |
|----------|-----------|
| 369000.0 | 5386000.0 |
| 369000.0 | 5384950.0 |
| 370000.0 | 5384950.0 |
| 370000.0 | 5382000.0 |
| 369000.0 | 5382000.0 |
| 369000.0 | 5381000.0 |
| 370000.0 | 5381000.0 |
| 370000.0 | 5379000.0 |
| 371000.0 | 5379000.0 |
| 371000.0 | 5376000.0 |
| 366111.7 | 5376000.0 |
| 366111.7 | 5375182.5 |
| 367111.7 | 5375182.5 |
| 367111.7 | 5374000.0 |
| 371111.7 | 5374000.0 |
| 375000.0 | 5374000.0 |
| 375000.0 | 5376000.0 |
| 376000.0 | 5376000.0 |
| 376000.0 | 5377000.0 |
| 377000.0 | 5377000.0 |
| 377000.0 | 5380000.0 |

| X | Υ |
|----------|-----------|
| 374000.0 | 5380000.0 |
| 374000.0 | 5383000.0 |
| 373000.0 | 5383000.0 |
| 373000.0 | 5384950.0 |
| 372000.0 | 5384950.0 |
| 372000.0 | 5386000.0 |

EL22/2010

| X | Υ |
|----------|-----------|
| 374110.9 | 5368185.7 |
| 371110.9 | 5368185.7 |
| 371110.9 | 5365185.7 |
| 370111.7 | 5365185.3 |
| 370111.7 | 5361183.0 |
| 373111.7 | 5361183.0 |
| 373111.7 | 5365183.0 |
| 374111.7 | 5365183.0 |

EL50/2008N

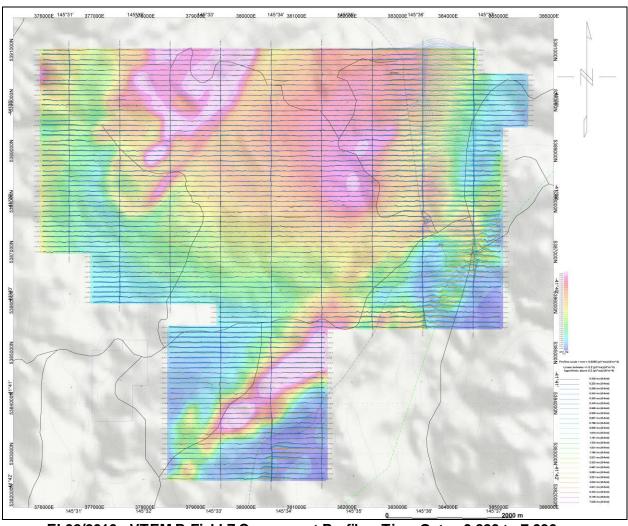
| LL00/20001 1 | |
|---------------------|-----------|
| X | Υ |
| 384000.9 | 5366999.4 |
| 384000.9 | 5363999.4 |
| 384519.8 | 5364001.0 |
| 384519.8 | 5357002.1 |
| 385001.0 | 5357015.3 |
| 385001.0 | 5350999.2 |
| 386001.0 | 5350999.2 |
| 386000.0 | 5349000.0 |
| 389001.0 | 5348999.2 |
| 389001.0 | 5353999.3 |
| 388001.0 | 5353999.3 |
| 388001.0 | 5357002.1 |
| 387519.8 | 5357002.1 |
| 387519.8 | 5363992.0 |
| 387000.9 | 5363992.0 |
| 387000.9 | 5366999.4 |

EL50/2008S

| X | Υ |
|----------|-----------|
| 386470.5 | 5347989.2 |
| 386470.5 | 5344989.2 |
| 389470.5 | 5344989.2 |
| 389470.5 | 5347989.2 |

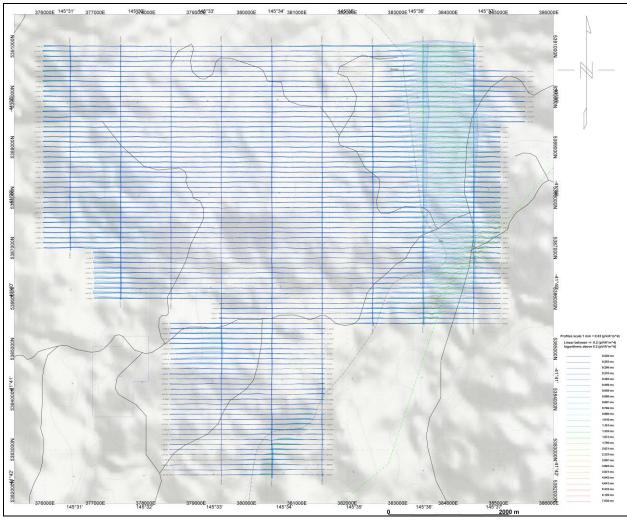
APPENDIX C

GEOPHYSICAL MAPS¹

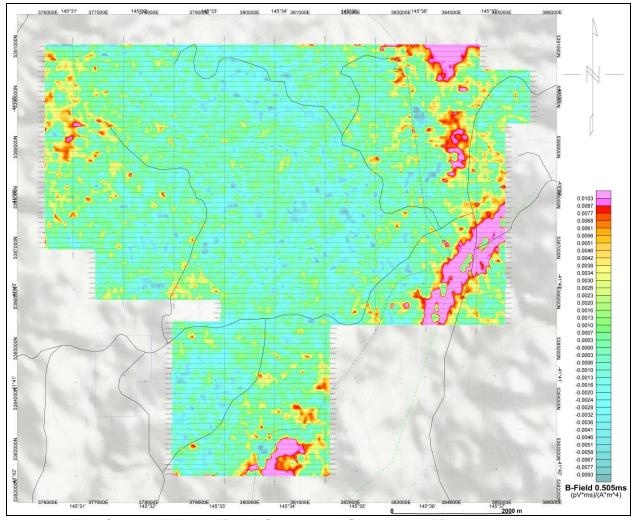


EL32/2010 - VTEM B-Field Z Component Profiles, Time Gates 0.220 to 7.036 ms

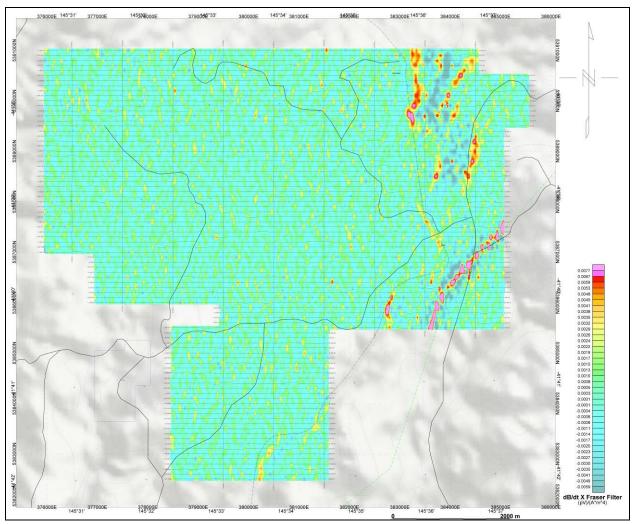
¹ Full size geophysical maps are also available in PDF format on the final DVD



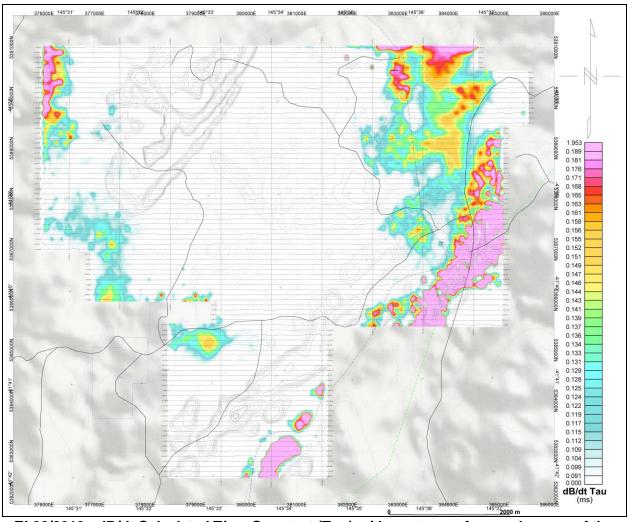
EL32/2010 - VTEM dB/dt Z Component Profiles, Time Gates 0.220 to 7.036 ms



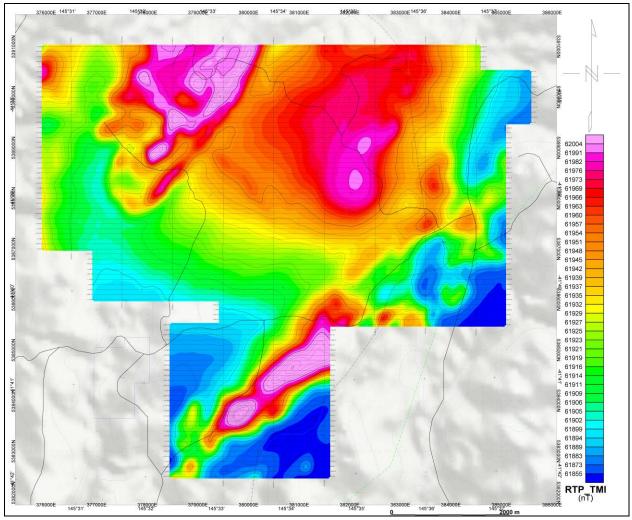
EL32/2010 - VTEM B-Field Z Component Channel 26, Time Gate 0.505 ms



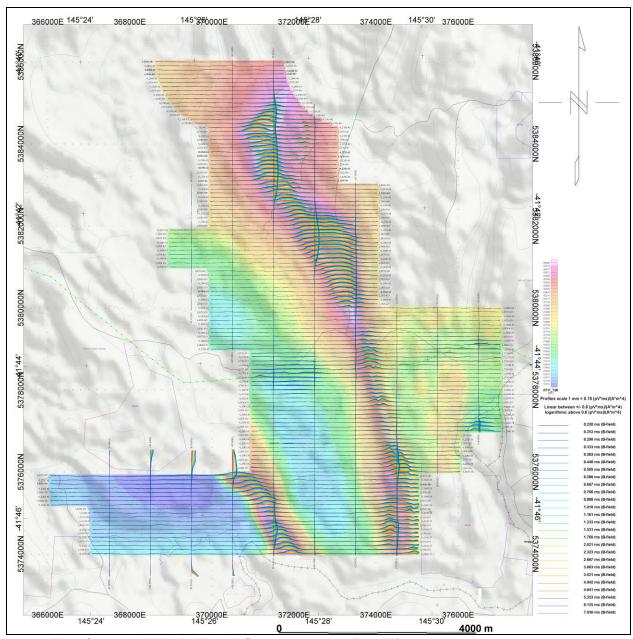
EL32/2010 - VTEM dB/dt X Component Fraser Filter Channel 23, Time Gate 0.333 ms



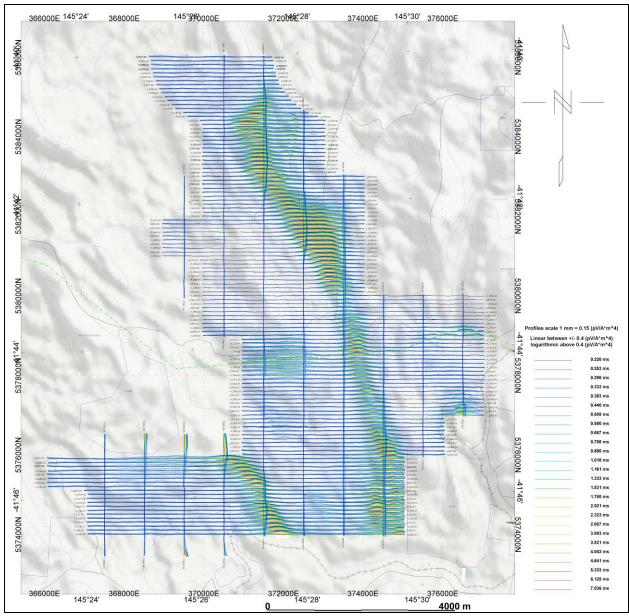
EL32/2010 - dB/dt Calculated Time Constant (Tau) with contours of anomaly areas of the Calculated Vertical Derivative of Reduced to Pole TMI



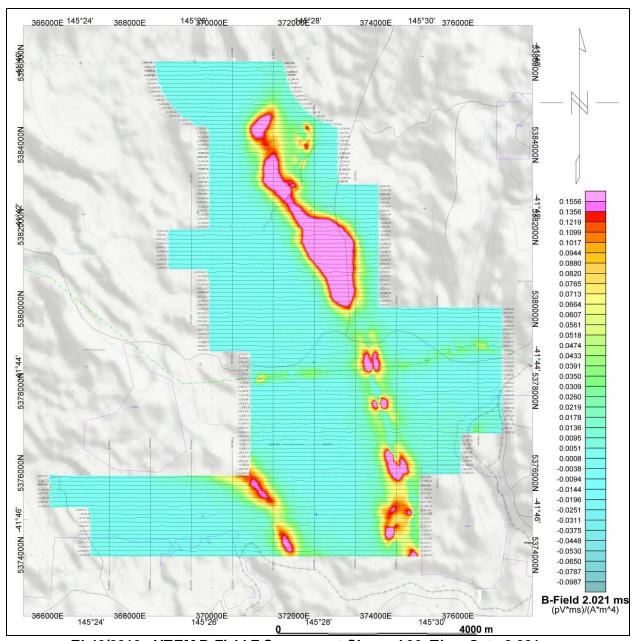
EL32/2010 - Reduced To Pole Total Magnetic Intensity (RTP)



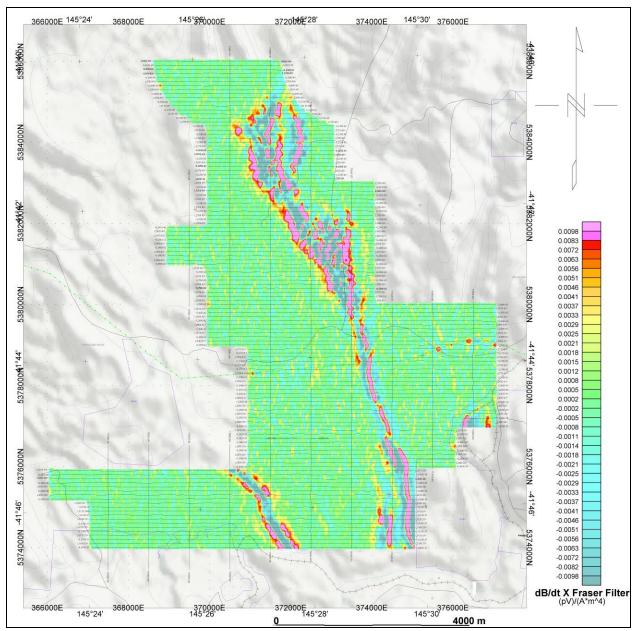
EL46/2010 - VTEM B-Field Z Component Profiles, Time Gates 0.220 to 7.036 ms



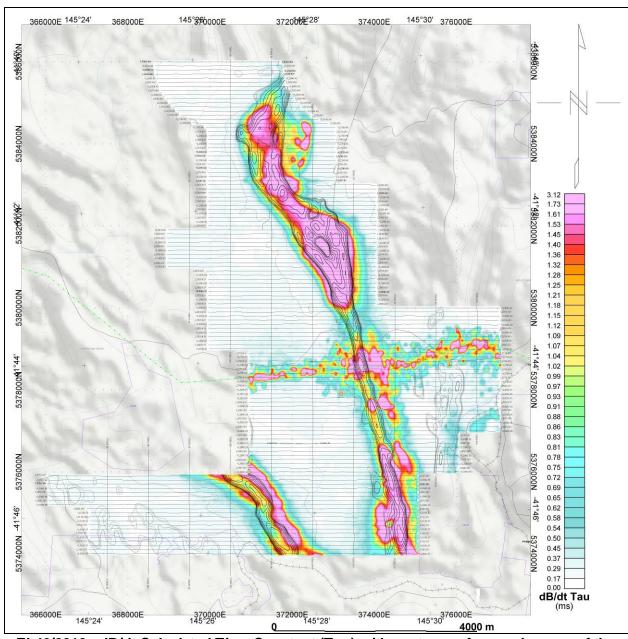
EL46/2010 - VTEM dB/dt Z Component Profiles, Time Gates 0.220 to 7.036 ms



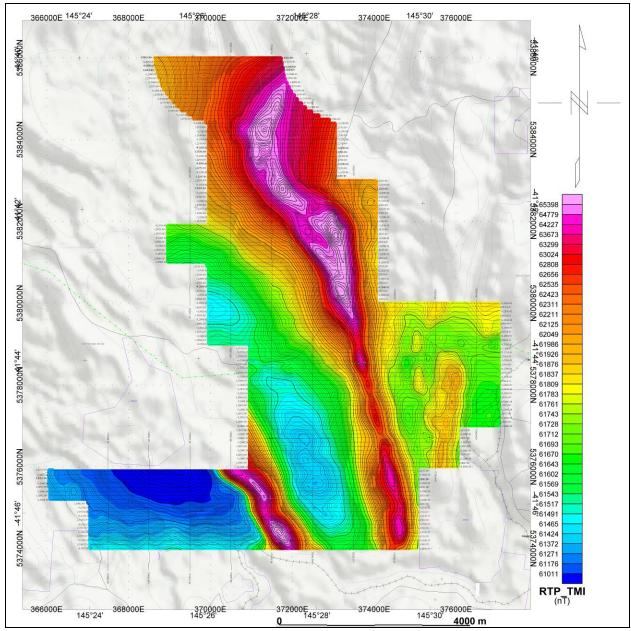
EL46/2010 - VTEM B-Field Z Component Channel 36, Time Gate 2.021 ms



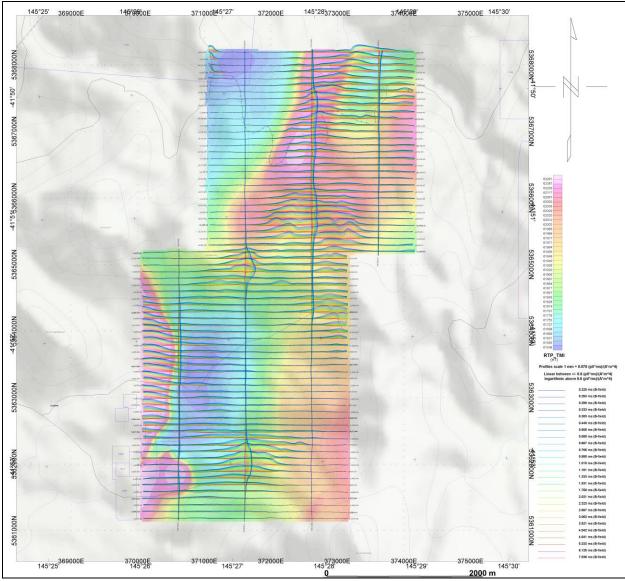
EL46/2010 - VTEM dB/dt X Component Fraser Filter Channel 26, Time Gate 0.505 ms



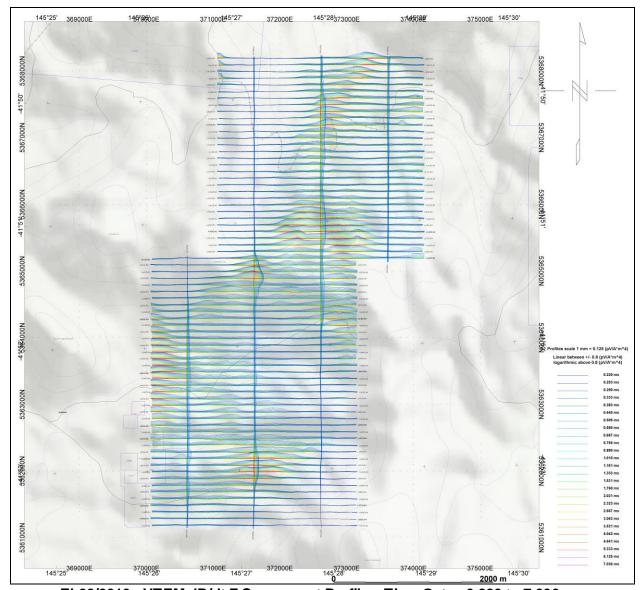
EL46/2010 - dB/dt Calculated Time Constant (Tau) with contours of anomaly areas of the Calculated Vertical Derivative of Reduced to Pole TMI



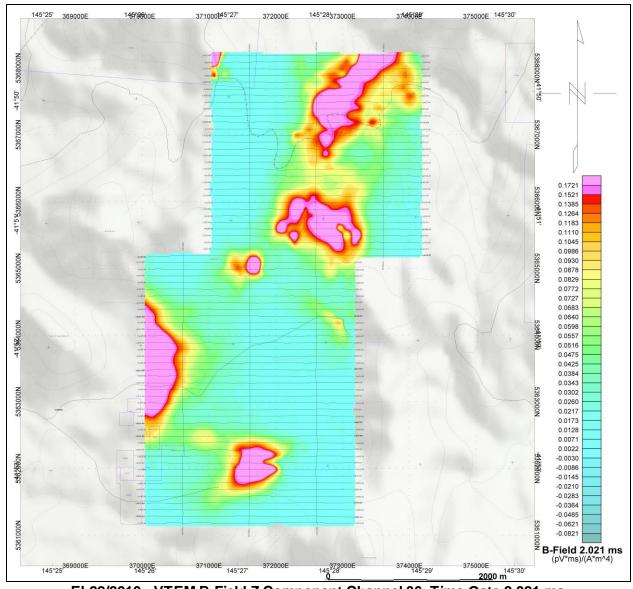
EL46/2010 - Reduced To Pole Total Magnetic Intensity (RTP)



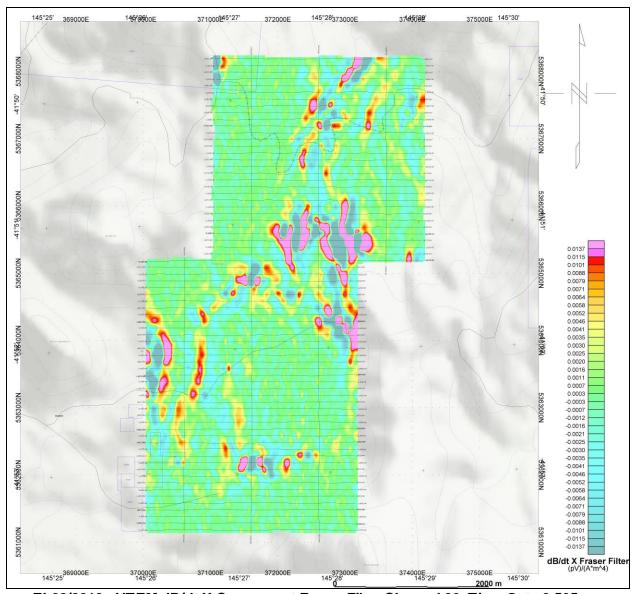
EL22/2010 - VTEM B-Field Z Component Profiles, Time Gates 0.220 to 7.036 ms



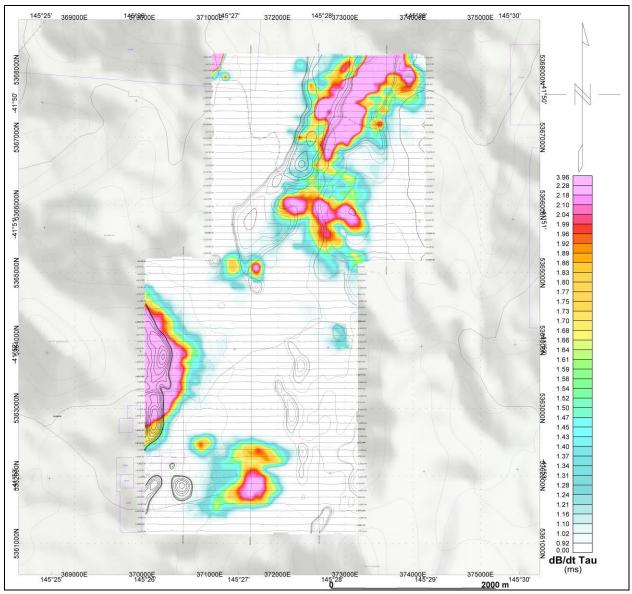
EL22/2010 - VTEM dB/dt Z Component Profiles, Time Gates 0.220 to 7.036 ms



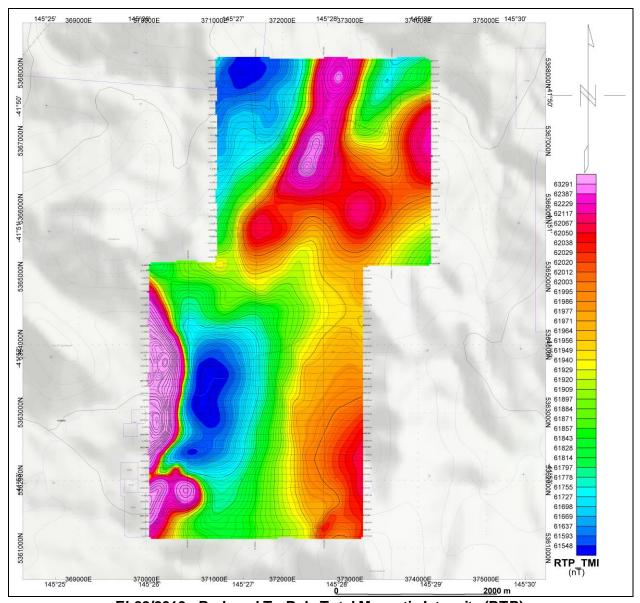
EL22/2010 - VTEM B-Field Z Component Channel 36, Time Gate 2.021 ms



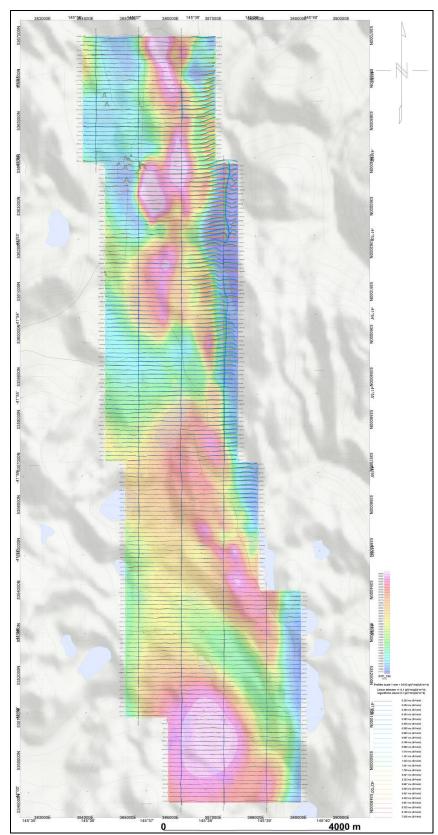
EL22/2010 - VTEM dB/dt X Component Fraser Filter Channel 26, Time Gate 0.505 ms



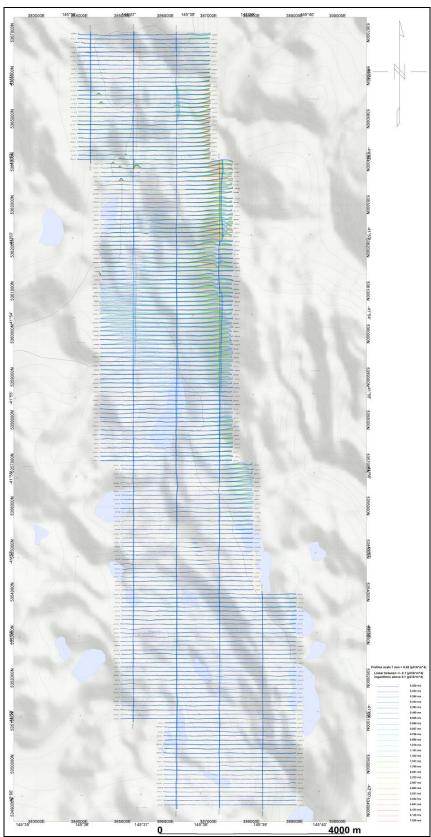
EL22/2010 - dB/dt Calculated Time Constant (Tau) with contours of anomaly areas of the Calculated Vertical Derivative of Reduced to Pole TMI



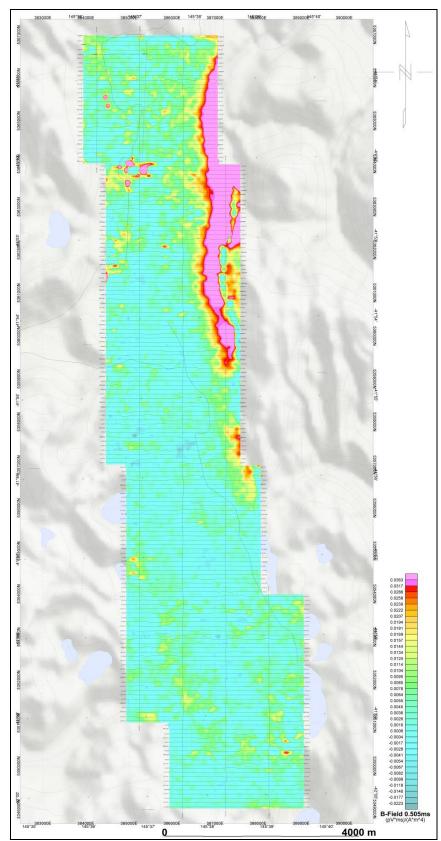
EL22/2010 - Reduced To Pole Total Magnetic Intensity (RTP)



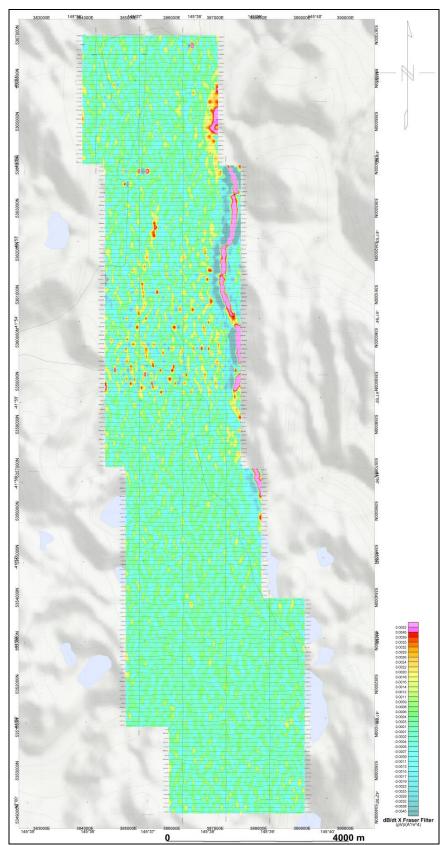
EL50/2008N - VTEM B-Field Z Component Profiles, Time Gates 0.220 to 7.036 ms



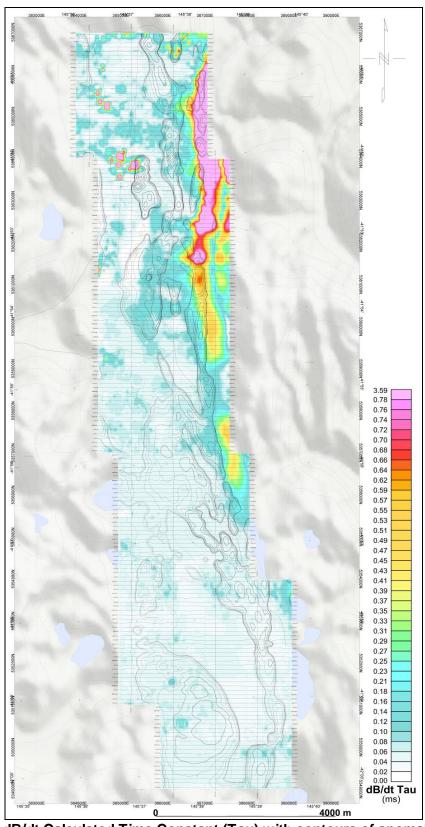
EL50/2008N - VTEM dB/dt Z Component Profiles, Time Gates 0.220 to 7.036 ms



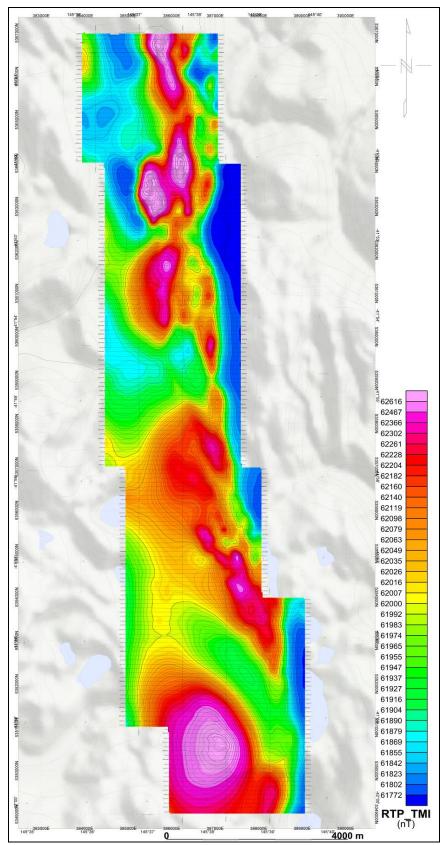
EL50/2008N - VTEM B-Field Z Component Channel 26, Time Gate 0.505 ms



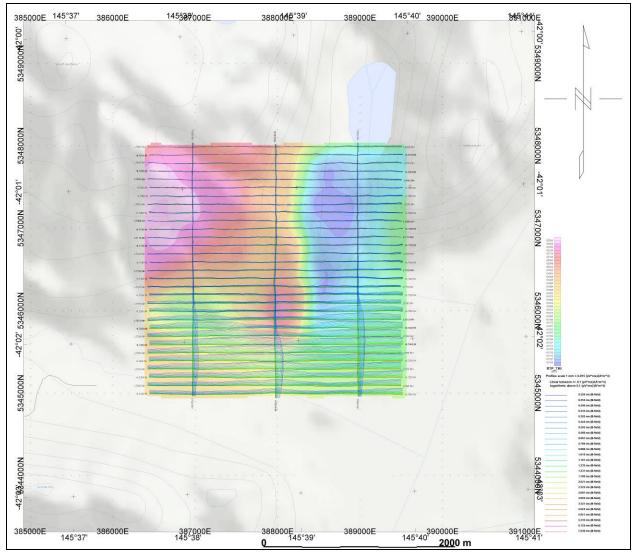
EL50/2008N - VTEM dB/dt X Component Fraser Filter Channel 24, Time Gate 0.383 ms



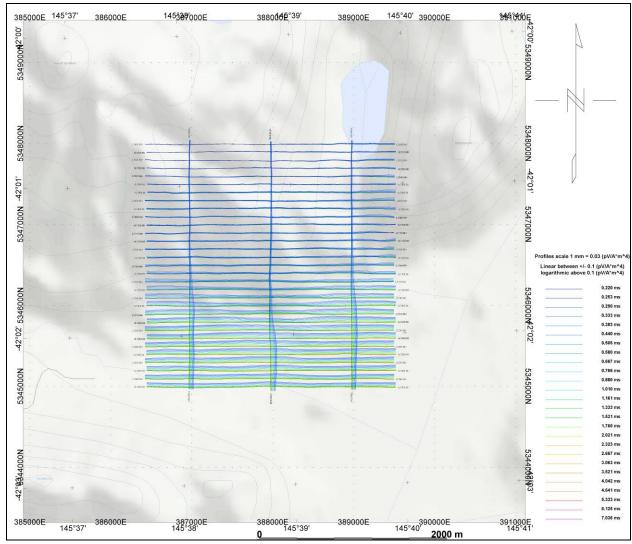
EL50/2008N - dB/dt Calculated Time Constant (Tau) with contours of anomaly areas of the Calculated Vertical Derivative of Reduced to Pole TMI



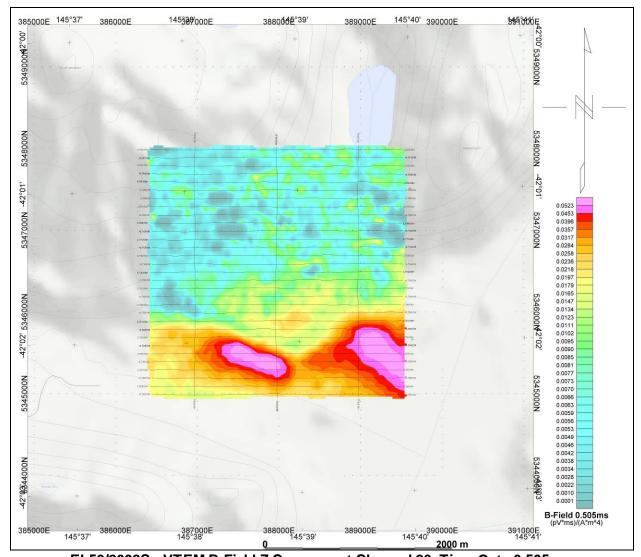
EL50/2008N - Reduced To Pole Total Magnetic Intensity (RTP)



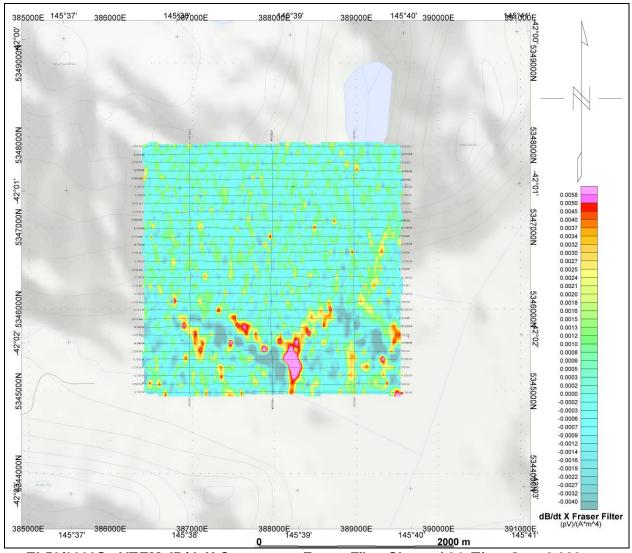
EL50/2008S - VTEM B-Field Z Component Profiles, Time Gates 0.220 to 7.036 ms



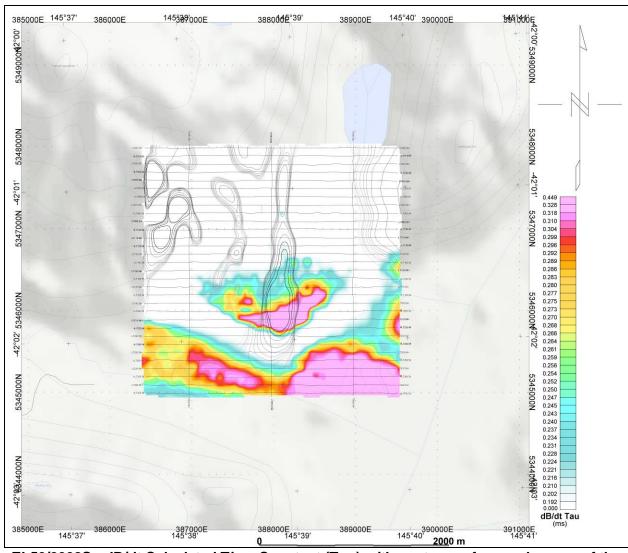
EL50/2008S - VTEM dB/dt Z Component Profiles, Time Gates 0.220 to 7.036 ms



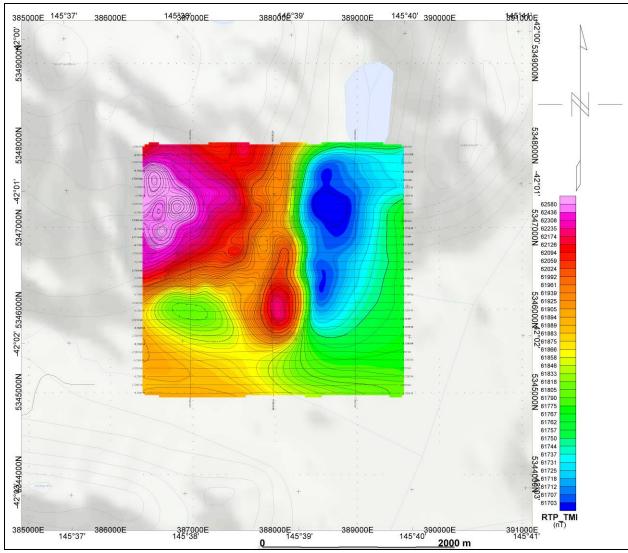
EL50/2008S - VTEM B-Field Z Component Channel 26, Time Gate 0.505 ms



EL50/2008S - VTEM dB/dt X Component Fraser Filter Channel 24, Time Gate 0.383 ms



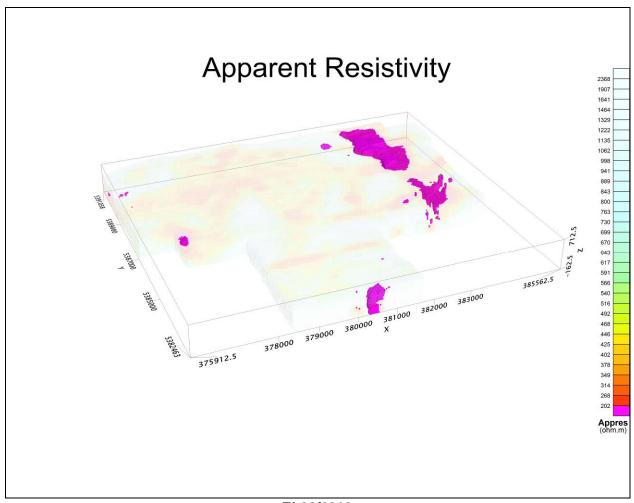
EL50/2008S - dB/dt Calculated Time Constant (Tau) with contours of anomaly areas of the **Calculated Vertical Derivative of Reduced to Pole TMI**



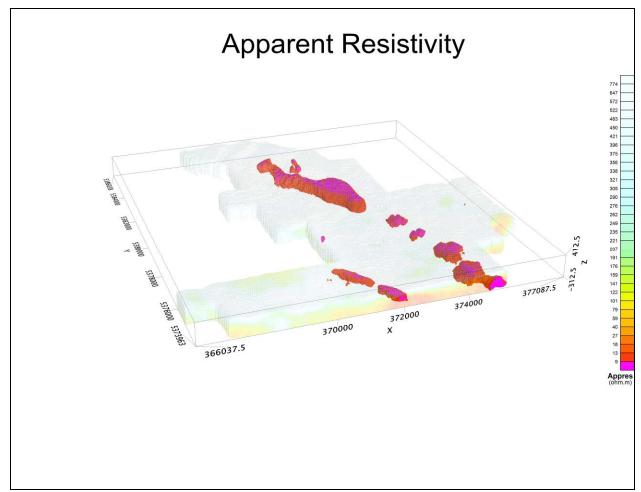
EL50/2008S - Reduced To Pole Total Magnetic Intensity (RTP)

RESISTIVITY DEPTH IMAGE (RDI) MAPS

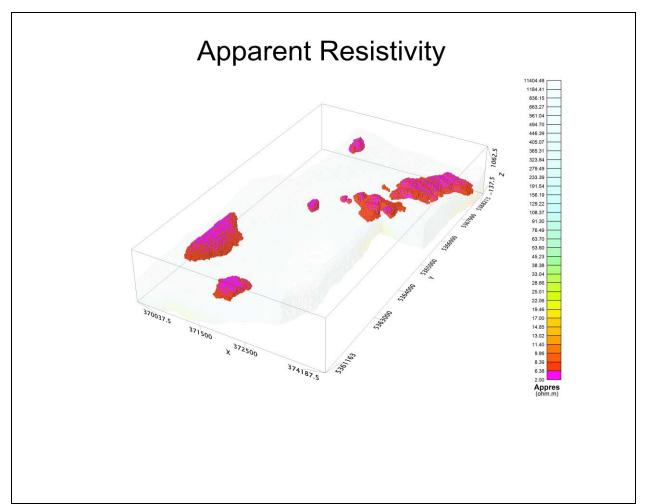
3D Resistivity Depth Images (RDI)



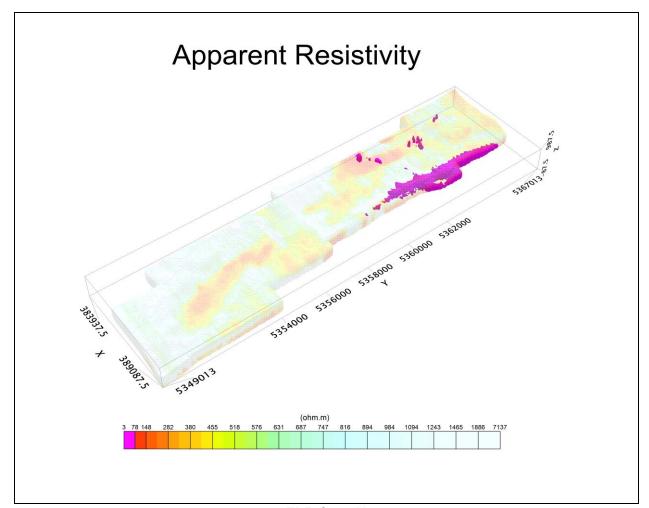
EL32/2010



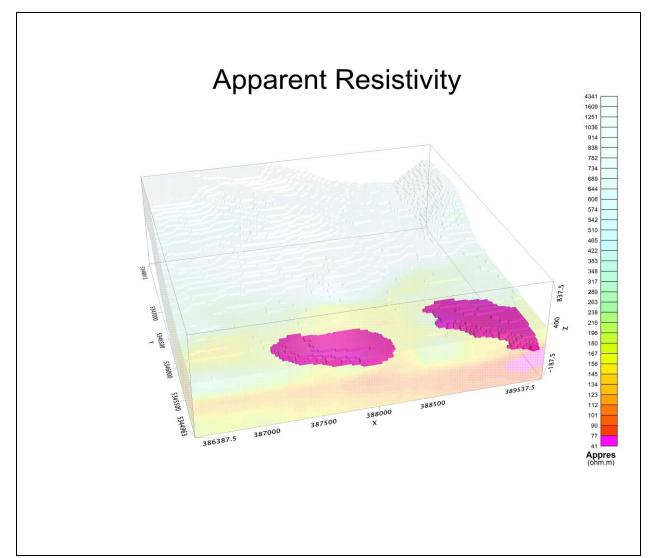
EL46/2010



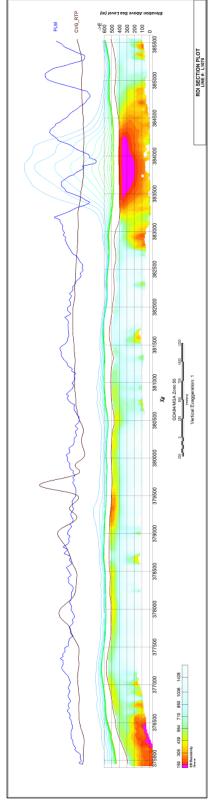
EL22/2010



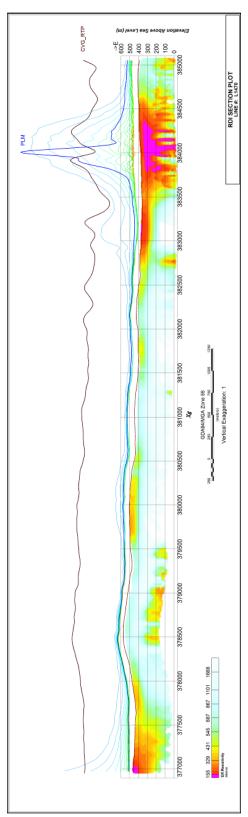
EL50/2008N



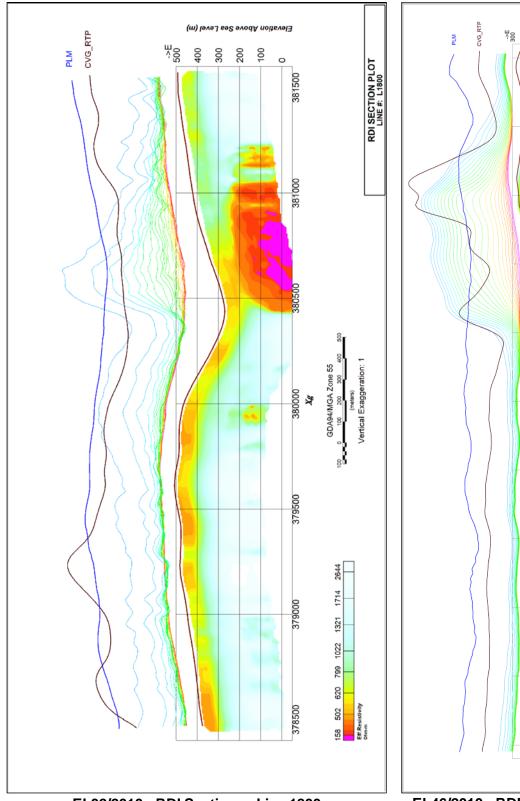
EL50/2008S



EL32/2010 - RDI Sections - Line 1070

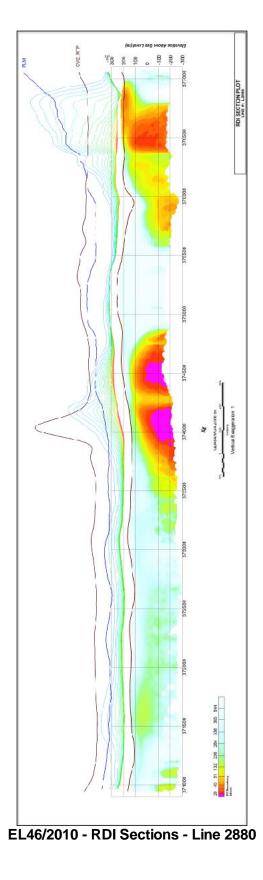


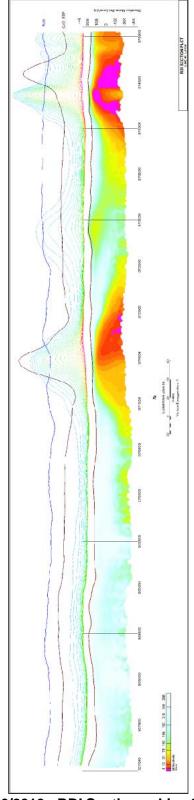
EL32/2010 - RDI Sections - Line 1470



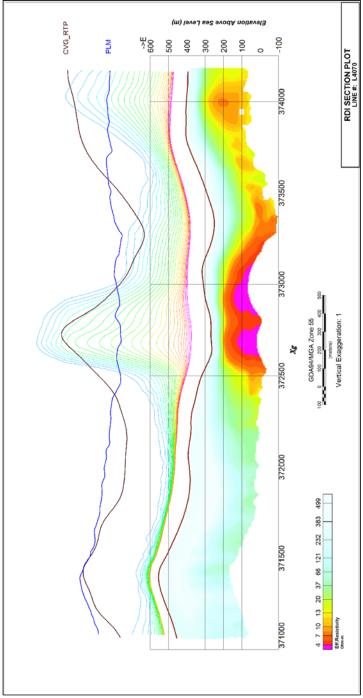
EL46/2010 - RDI Sections - Line 2420

EL32/2010 - RDI Sections - Line 1800



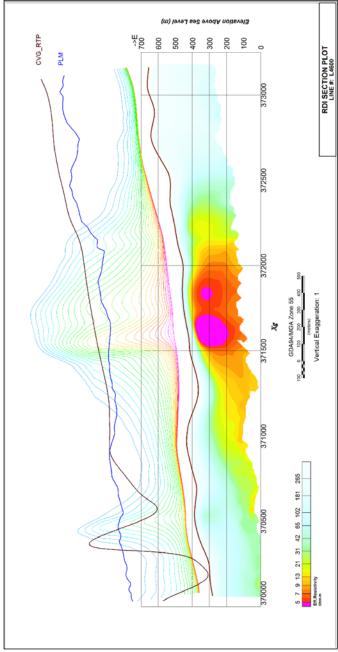


EL46/2010 - RDI Sections - Line 3130

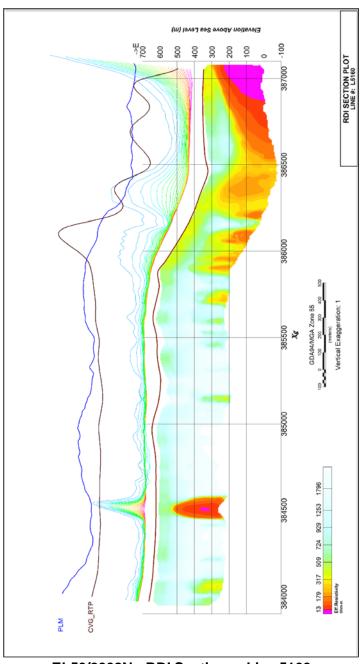


Elevation Above Sea Level (m) RDI SECTION PLOT LINE#: L4270 5 7 8 10 12 19 29 49 70 99 146 EL22/2010 - RDI Sections - Line 4270

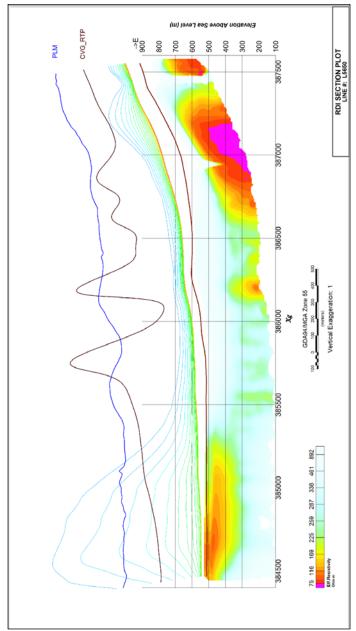
EL22/2010 - RDI Sections - Line 4070

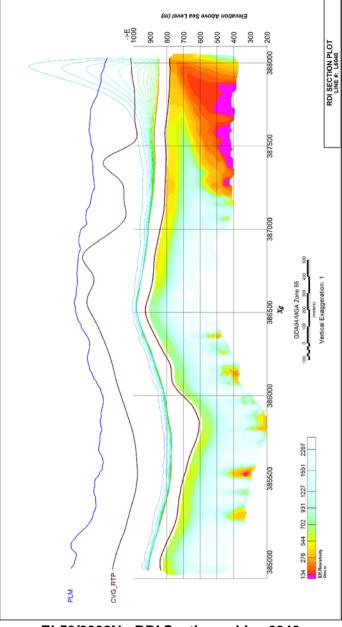






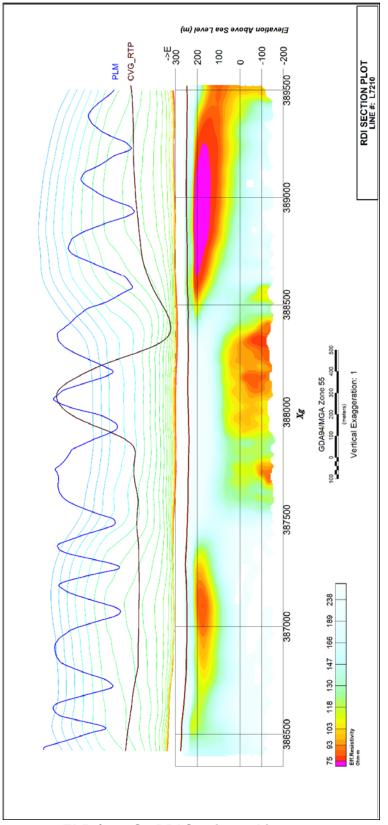
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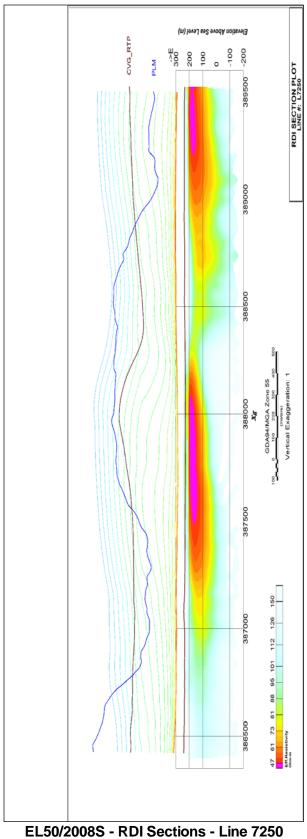




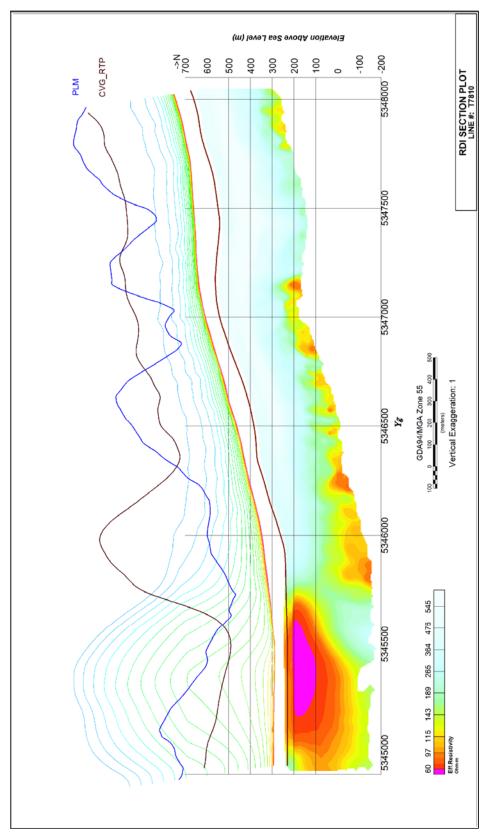
EL50/2008N - RDI Sections - Line 5650

EL50/2008N - RDI Sections - Line 6040





EL50/2008S - RDI Sections - Line 7210



EL50/2008S - RDI Sections - Tie 7810

APPENDIX D

GENERALIZED MODELING RESULTS OF THE VTEM SYSTEM

Introduction

The VTEM system is based on a concentric or central loop design, whereby, the receiver is positioned at the centre of a transmitter loop that produces a primary field. The wave form is a bipolar, modified square wave with a turn-on and turn-off at each end.

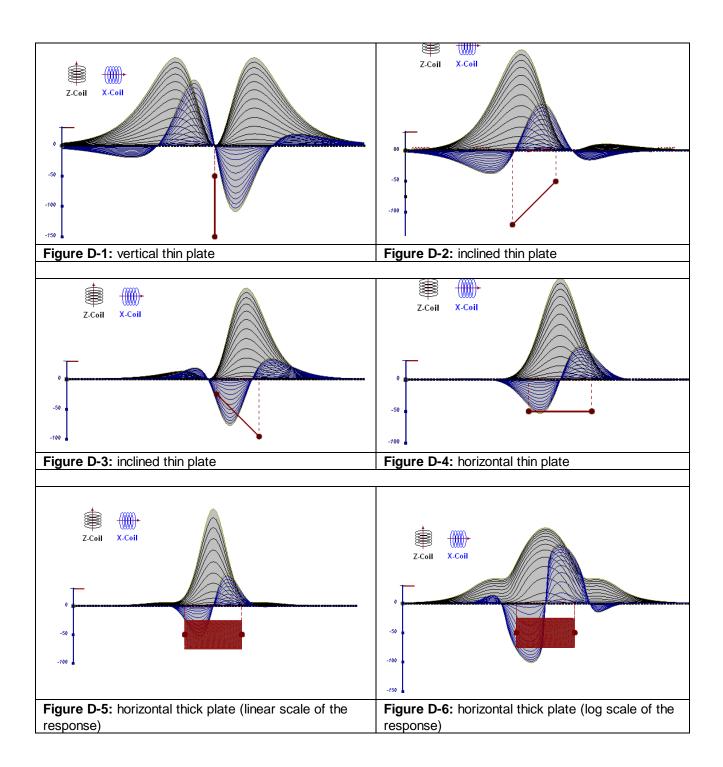
During turn-on and turn-off, a time varying field is produced (dB/dt) and an electro-motive force (emf) is created as a finite impulse response. A current ring around the transmitter loop moves outward and downward as time progresses. When conductive rocks and mineralization are encountered, a secondary field is created by mutual induction and measured by the receiver at the centre of the transmitter loop.

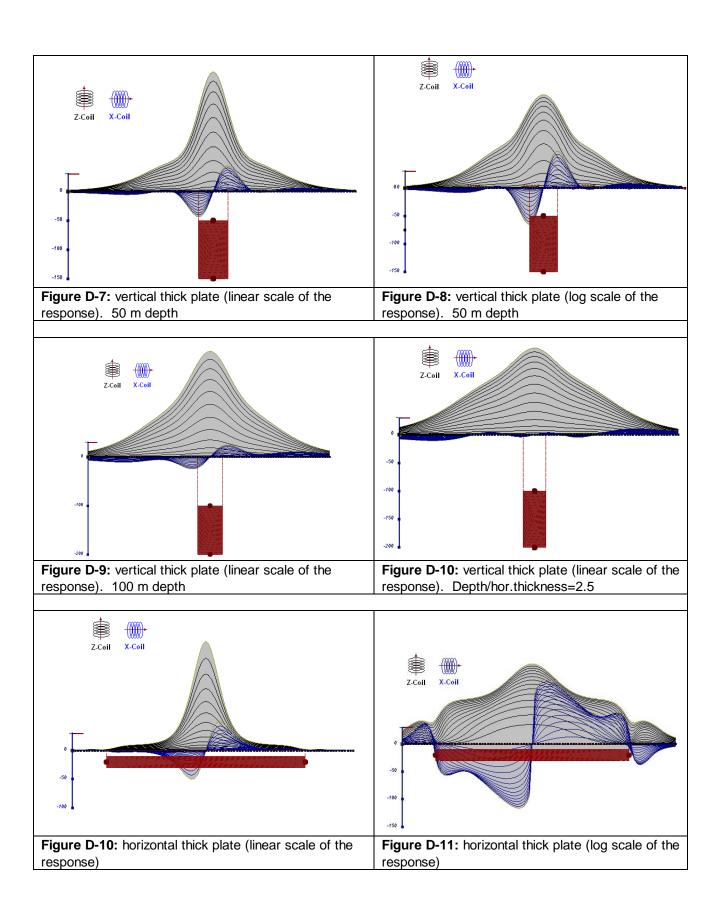
Efficient modeling of the results can be carried out on regularly shaped geometries, thus yielding close approximations to the parameters of the measured targets. The following is a description of a series of common models made for the purpose of promoting a general understanding of the measured results.

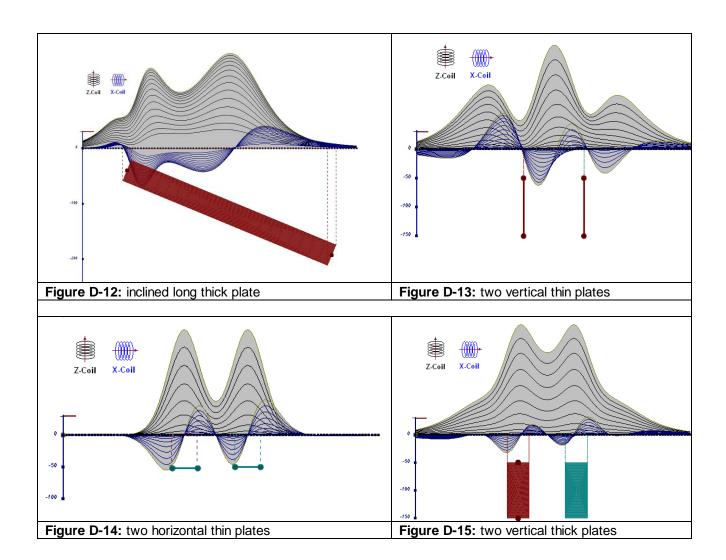
A set of models has been produced for the Geotech VTEM® system dB/dT Z and X components (see models D1 to D15). The Maxwell TM modeling program (EMIT Technology Pty. Ltd. Midland, WA, AU) used to generate the following responses assumes a resistive half-space. The reader is encouraged to review these models, so as to get a general understanding of the responses as they apply to survey results. While these models do not begin to cover all possibilities, they give a general perspective on the simple and most commonly encountered anomalies.

As the plate dips and departs from the vertical position, the peaks become asymmetrical.

As the dip increases, the aspect ratio (Min/Max) decreases and this aspect ratio can be used as an empirical guide to dip angles from near 90° to about 30°. The method is not sensitive enough where dips are less than about 30°.







The same type of target but with different thickness, for example, creates different form of the response:

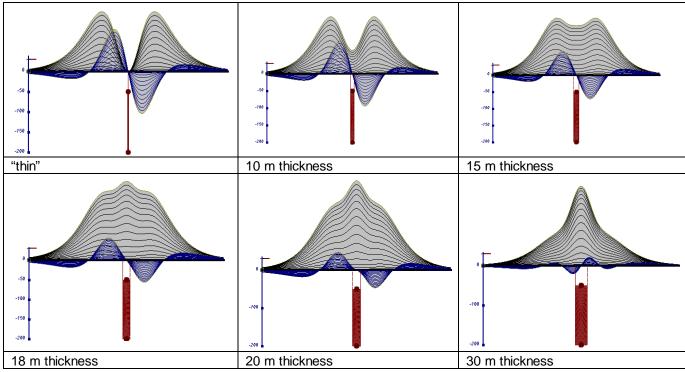


Figure D-16: Conductive vertical plate, depth 50 m, strike length 200 m, depth extends 150 m.

Alexander Prikhodko, PhD, P.Geo Geotech Ltd.

September 2010

APPENDIX E

EM TIME CONSTANT (TAU) ANALYSIS

Estimation of time constant parameter¹ in transient electromagnetic method is one of the steps toward the extraction of the information about conductance's beneath the surface from TEM measurements.

The most reliable method to discriminate or rank conductors from overburden, background or one and other is by calculating the EM field decay time constant (TAU parameter), which directly depends on conductance despite their depth and accordingly amplitude of the response.

Theory

As established in electromagnetic theory, the magnitude of the electro-motive force (emf) induced is proportional to the time rate of change of primary magnetic field at the conductor. This emf causes eddy currents to flow in the conductor with a characteristic transient decay, whose Time Constant (Tau) is a function of the conductance of the survey target or conductivity and geometry (including dimensions) of the target. The decaying currents generate a proportional secondary magnetic field, the time rate of change of which is measured by the receiver coil as induced voltage during the Off time.

The receiver coil output voltage $(\mathbf{e_0})$ is proportional to the time rate of change of the secondary magnetic field and has the form,

$$e_0 \alpha (1/\tau) e^{-(t/\tau)}$$

Where,

 τ = L/R is the characteristic time constant of the target (TAU)

R = resistance

L = inductance

From the expression, conductive targets that have small value of resistance and hence large value of τ yield signals with small initial amplitude that decays relatively slowly with progress of time. Conversely, signals from poorly conducting targets that have large resistance value and small τ , have high initial amplitude but decay rapidly with time¹ (Figure E-1).

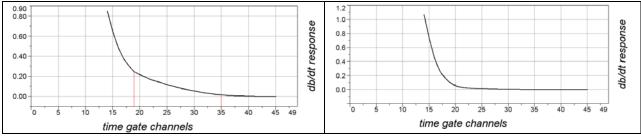


Figure E-1: Left – presence of good conductor, right – poor conductor.

¹ McNeill, JD, 1980, "Applications of Transient Electromagnetic Techniques", Technical Note TN-7 page 5, Geonics Limited, Mississauga, Ontario.



EM Time Constant (Tau) Calculation

The EM Time-Constant (TAU) is a general measure of the speed of decay of the electromagnetic response and indicates the presence of eddy currents in conductive sources as well as reflecting the "conductance quality" of a source. Although TAU can be calculated using either the measured dB/dt decay or the calculated B-field decay, dB/dt is commonly preferred due to better stability (S/N) relating to signal noise. Generally, TAU calculated on base of early time response reflects both near surface overburden and poor conductors whereas, in the late ranges of time, deep and more conductive sources, respectively. For example early time TAU distribution in an area that indicates conductive overburden is shown in Figure 2.

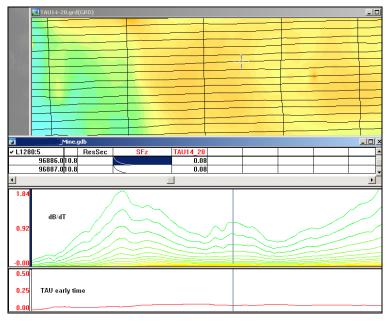


Figure E-2: Map of early time TAU. Area with overburden conductive layer and local sources.

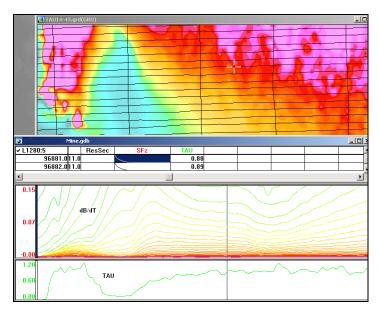


Figure E-3: Map of full time range TAU with EM anomaly due to deep highly conductive target.

There are many advantages of TAU maps:

- TAU depends only on one parameter (conductance) in contrast to response magnitude;
- TAU is integral parameter, which covers time range and all conductive zones and targets are displayed independently of their depth and conductivity on a single map.
- Very good differential resolution in complex conductive places with many sources with different conductivity.
- Signs of the presence of good conductive targets are amplified and emphasized independently of their depth and level of response accordingly.

In the example shown in Figure 4 and 5, three local targets are defined, each of them with a different depth of burial, as indicated on the resistivity depth image (RDI). All are very good conductors but the deeper target (number 2) has a relatively weak dB/dt signal yet also features the strongest total TAU (Figure 4). This example highlights the benefit of TAU analysis in terms of an additional target discrimination tool.

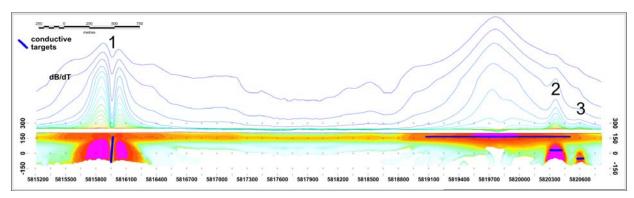


Figure E-4: dB/dt profile and RDI with different depths of targets.

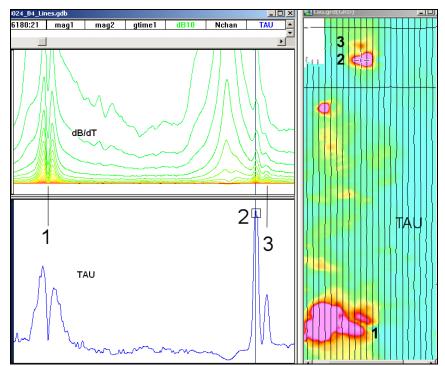


Figure E-5: Map of total TAU and dB/dt profile.

The EM Time Constants for dB/dt and B-field were calculated using the "sliding Tau" in-house program developed at Geotech2. The principle of the calculation is based on using of time window (4 time channels) which is sliding along the curve decay and looking for latest time channels which have a response above the level of noise and decay. The EM decays are obtained from all available decay channels, starting at the latest channel. Time constants are taken from a least square fit of a straightline (log/linear space) over the last 4 gates above a pre-set signal threshold level (Figure F6). Threshold settings are pointed in the "label" property of TAU database channels. The sliding Tau method determines that, as the amplitudes increase, the time-constant is taken at progressively later times in the EM decay. Conversely, as the amplitudes decrease, Tau is taken at progressively earlier times in the decay. If the maximum signal amplitude falls below the threshold, or becomes negative for any of the 4 time gates, then Tau is not calculated and is assigned a value of "dummy" by default.

² by A.Prikhodko

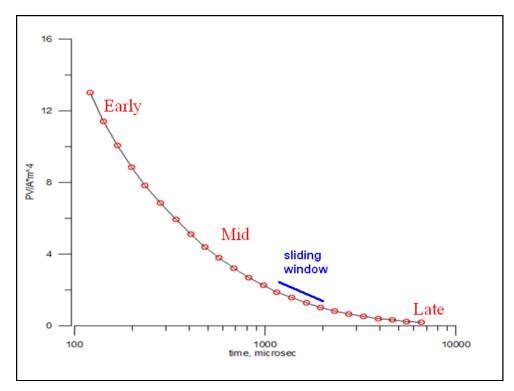


Figure E-6: Typical dB/dt decays of VTEM data

Alexander Prikhodko, PhD, P.Geo Geotech Ltd.

September 2010

APPENDIX F

TEM RESISTIVITY DEPTH IMAGING (RDI)

Resistivity depth imaging (RDI) is technique used to rapidly convert EM profile decay data into an equivalent resistivity versus depth cross-section, by deconvolving the measured TEM data. The used RDI algorithm of Resistivity-Depth transformation is based on scheme of the apparent resistivity transform of Maxwell A.Meju (1998)¹ and TEM response from conductive half-space. The program is developed by Alexander Prikhodko and depth calibrated based on forward plate modeling for VTEM system configuration (Fig. 1-10).

RDIs provide reasonable indications of conductor relative depth and vertical extent, as well as accurate 1D layered-earth apparent conductivity/resistivity structure across VTEM flight lines. Approximate depth of investigation of a TEM system, image of secondary field distribution in half space, effective resistivity, initial geometry and position of conductive targets is the information obtained on base of the RDIs.

Maxwell forward modeling with RDI sections from the synthetic responses (VTEM system)

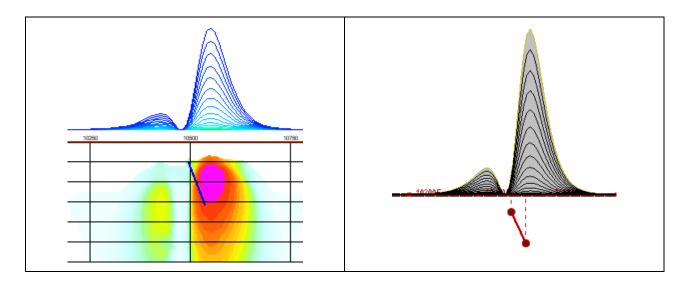


Figure F-1: Maxwell plate model and RDI from the calculated response for conductive "thin" plate (depth 50 m, dip 65 degree, depth extend 100 m).

¹ Maxwell A.Meiu, 1998, Short Note: A simple method of transient electromagnetic data analysis, Geophysics, **63**, 405-410.

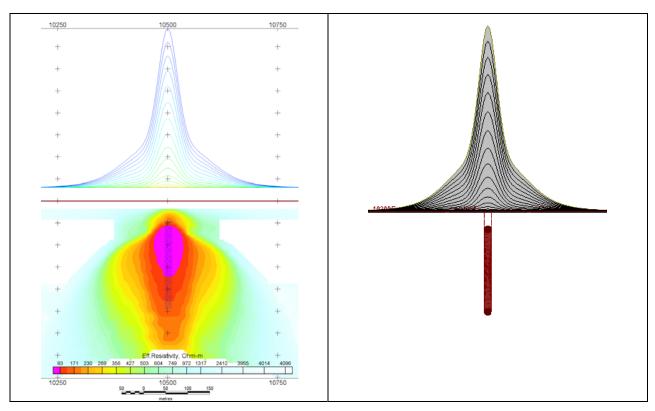


Figure F-2: Maxwell plate model and RDI from the calculated response for "thick" plate 18 m thickness, depth 50 m, depth extend 200 m).

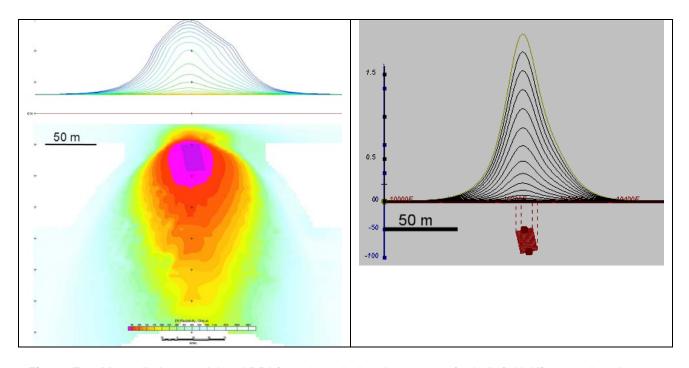


Figure F-3: Maxwell plate model and RDI from the calculated response for bulk ("thick") 100 m length, 40 m depth extend, 30 m thickness

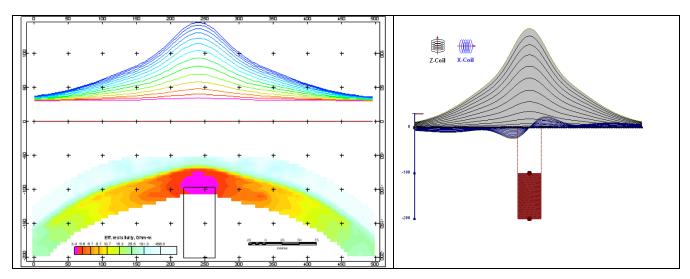


Figure F-4: Maxwell plate model and RDI from the calculated response for "thick" vertical target (depth 100 m, depth extend 100 m). 19-44 chan.

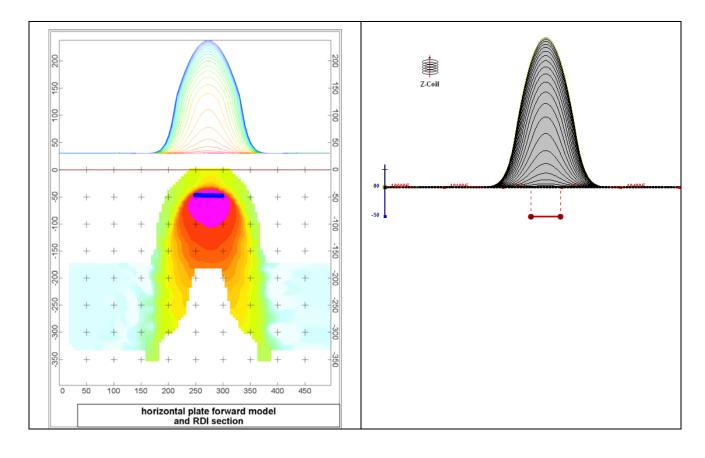


Figure F-5: Maxwell plate model and RDI from the calculated response for horizontal thin plate (depth 50 m, dim 50x100 m). 15-44 chan.

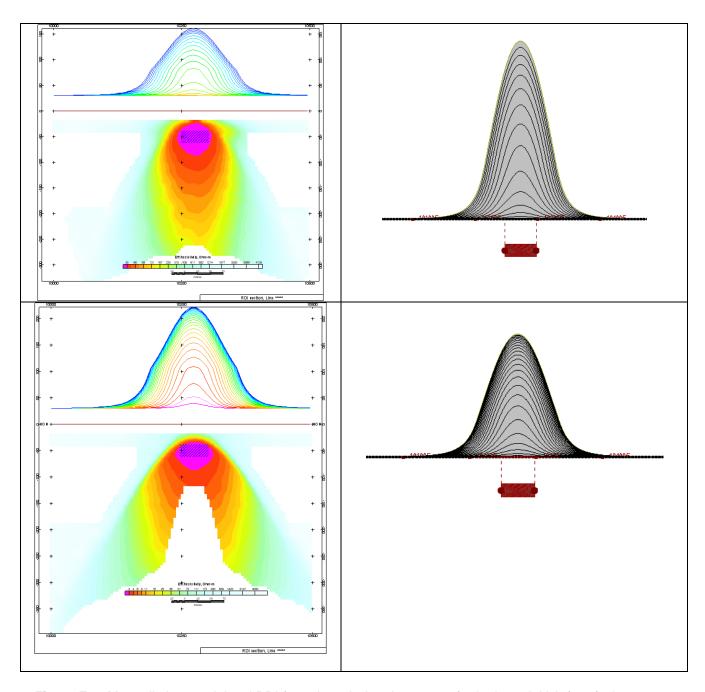


Figure F-6: Maxwell plate model and RDI from the calculated response for horizontal thick (20m) plate less conductive (on the top), more conductive (below)

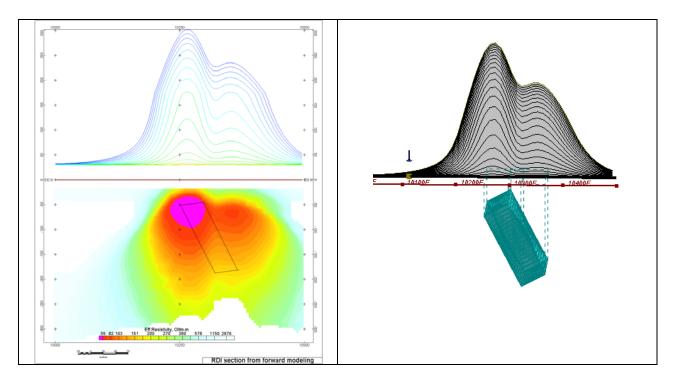


Figure F-7: Maxwell plate model and RDI from the calculated response for inclined thick (50m) plate. Depth extends 150 m, depth to the target 50 m.

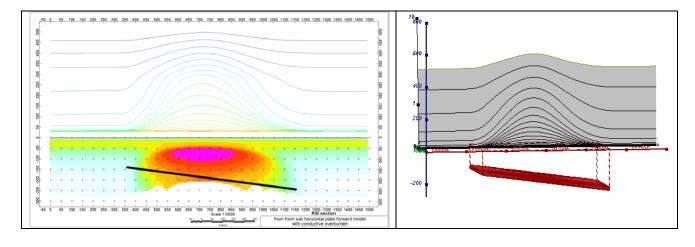


Figure F-8: Maxwell plate model and RDI from the calculated response for the long, wide and deep sub horizontal plate (depth 140 m, dim 25x500x800 m) with conductive overburden.

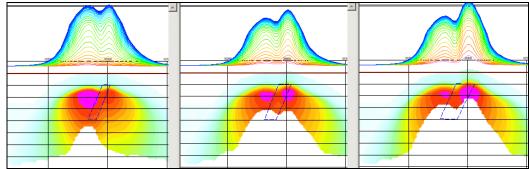


Figure F-9: Maxwell plate models and RDIs from the calculated response for "thick" dipping plates (35, 50, 75 m thickness), depth 50 m, conductivity 2.5 S/m.

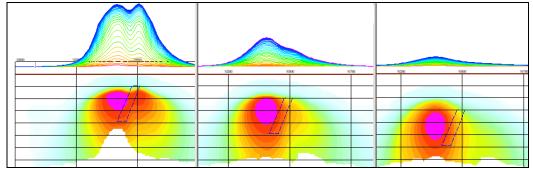


Figure F-10: Maxwell plate models and RDIs from the calculated response for "thick" (35 m thickness) dipping plate on different depth (50, 100, 150 m), conductivity 2.5 S/m.

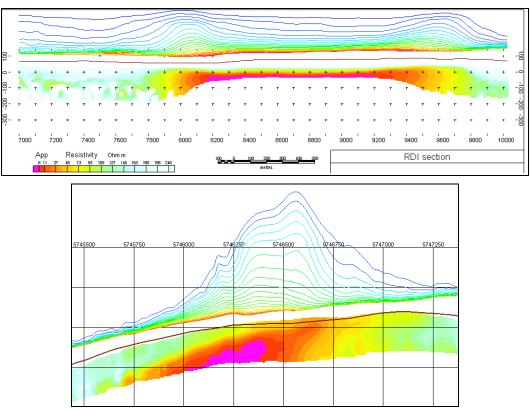
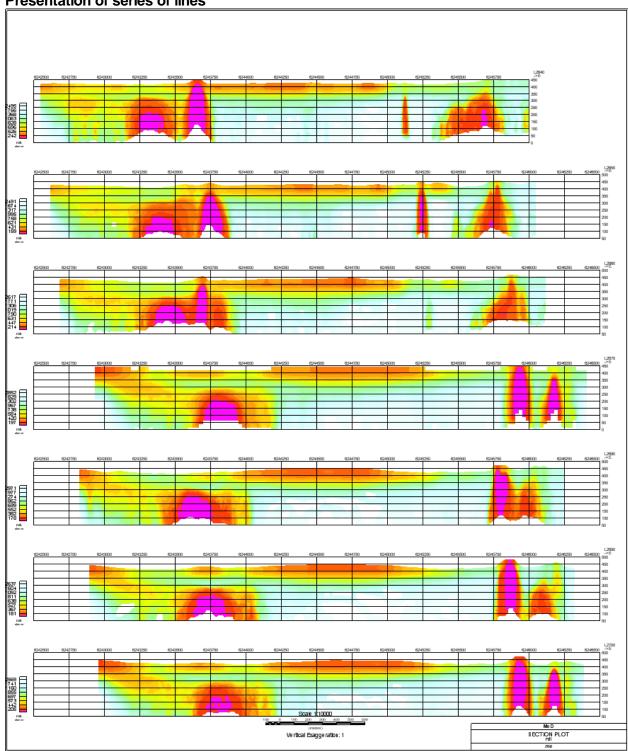


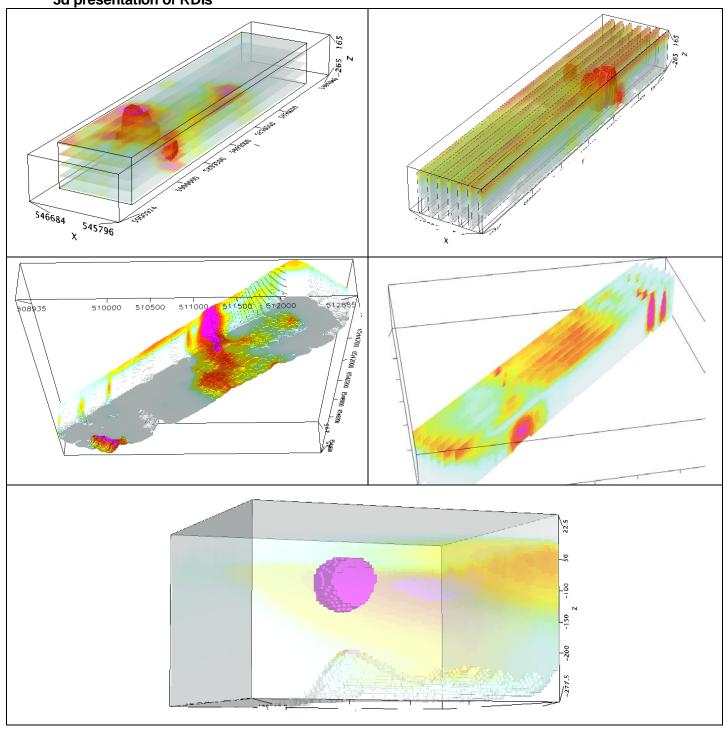
Figure F-11: RDI section for the real horizontal and slightly dipping conductive layers

FORMS OF RDI PRESENTATION

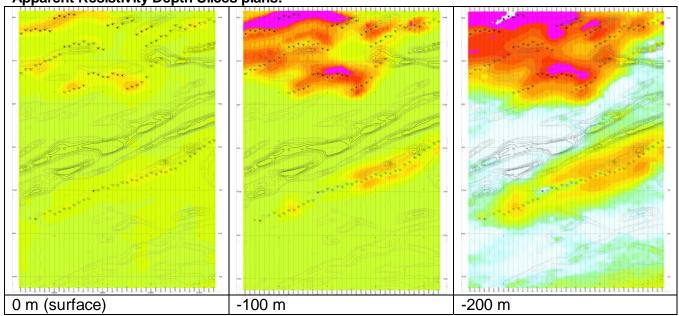
Presentation of series of lines



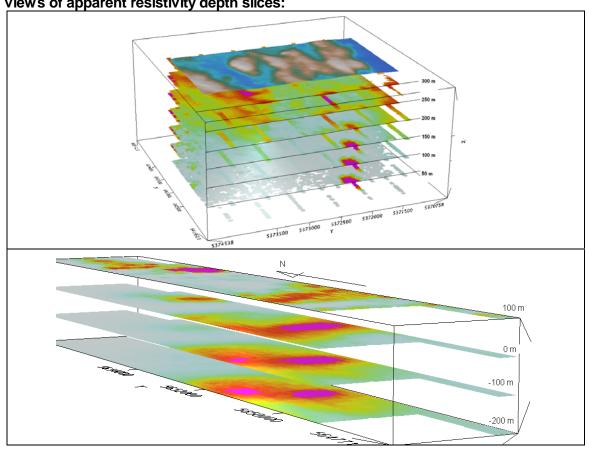
3d presentation of RDIs



Apparent Resistivity Depth Slices plans:

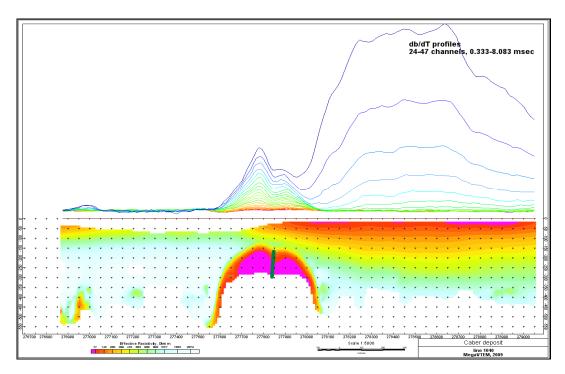


3d views of apparent resistivity depth slices:

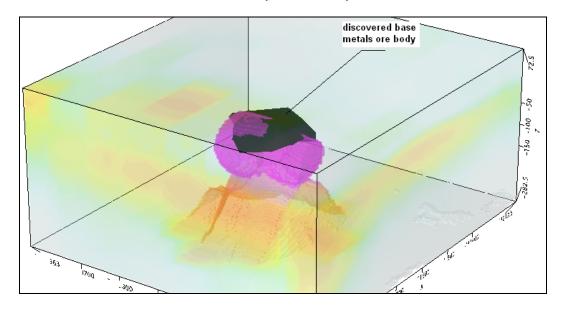


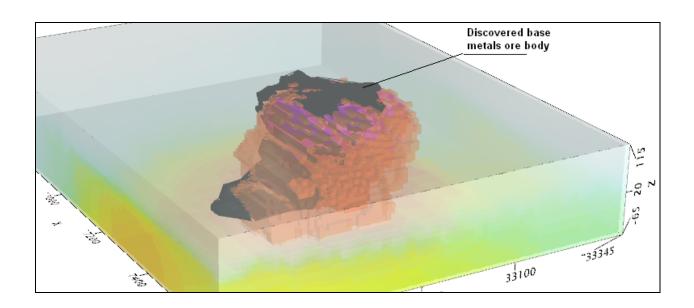
Real base metal targets in comparison with RDIs:

RDI section of the line over Caber deposit ("thin" sub vertical plate target and conductive overburden).



3d RDI voxels with base metals ore bodies (Middle East):





Alexander Prikhodko, PhD, P.Geo Geotech Ltd. April 2011