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Date	21st July, 1988	Ref	djj.jmc
To	E. T. Eadie	From	D. J. Jack
At	Hawthorn	At	Burnie
Copies to	EHS, RGP, JS, DBW, AMcN, IRR, JWH, GJMCA, CD	Keep	

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Subject DIAMOND DRILL PROPOSAL - MAC19 - PORTAL ROAD

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It is proposed to drill a 1000 metre hole down Hellyer hangingwall type fuchsite calcite alteration in the Portal Road - Mill Site area.

#### Previous Drilling

Previous drill holes are shown on geological map MAC198 (attached). HL80 was aimed at the Hellyer ore position below calcite fuchsite that occurs at surface and at the bottom of the pre-Hellyer HL2 hole. MAC11 was drilled close to this alteration below the proposed Mill site to intersect the Hellyer ore position below UTEM coverage and clear the area prior to Mill site operations commencing. While no ore body was intersected in MAC11, strong calcite fuchsite alteration occurred in the top 230 metres of the Hellyer hangingwall basalt.

#### Geometry of the Alteration

The strong fuchsite carbonate at surface extends downwards in a pipe or chimney shape through HL80, HL2, and into the MAC11 Mill site hole. A section C-D looking northwest through the adit, MAC11, HL2 and MAC4 is attached (MAC196a, 196b, 196c, 196d). A north-south section looking east is attached as MAC197, as are level plans at 400RL and -100RL (MAC198a, MAC198b).

The interpreted shape is constrained by the round section through the "chimney" at surface showing that it is not slab shaped. It is clearly not connected to the Hellyer hangingwall plume and while it does occur at the shale contact this is not the only constraint on its position.

#### Petrography and Geochemistry of the Alteration

Macroscopically the alteration is bright chrome green, is pervasive and also concentrated in interpillow areas. Interpillow areas have increased pyrite content. Typical blanket replacement of minerals by calcite and sericite-fuchsite is visible microscopically.

Levels of S and As in MAC11 are equivalent to those in the plume above Hellyer while CaO and Ba are slightly lower. As and Ba reflect increased intensity of alteration in MAC11 compared with the still highly altered HL80, HL2. Contours of S, Ba, CaO and As, all elements which show increased concentration in the Hellyer hangingwall plume are shown on MAC196a, b, c, d respectively.

#### Previous E.M.

Downhole EM in MAC11 and HL80 have sterilized an area approximately 150 metres from the holes and similarly EM in the adit has sterilised say 200+ metres around it. Examination of the sections shows that there is ample room below the adit and behind MAC11 for a Hellyer sized ore body, out of reach of EM, in the area from which the alteration appears to be coming.

#### The Target

Previous drilling in the area aimed at the Hellyer ore position directly below the surface alteration. Rather than trying to predict where this ore position and the alteration intersect, it is considered safer to directly follow the hangingwall alteration in a "smoke from fire" analogy. Present information is that the chimney shape to the alteration is straight enough to drill down. This approach overcomes the problems of not knowing the RL of the target ore body.

#### Proposed hole

It is proposed to drill due north from the MAC11 site (see cross section A-B, MAC197 attached). Drilling at  $-74^{\circ}$ , as shown, it is expected that the hole will increase in dip azimuth in HQ. The first 200 metres will be drilled in HQ to maintain control. A danger zone exists at the shale where drilling will be nearly parallel to strike. Shale in MAC11 was massive with no bedding visible macroscopically. Assuming the hole hits this shale at  $>15^{\circ}$  deviation W and further increase in dip azimuth is predicted, while  $<15^{\circ}$  is likely to cause the hole to deviate parallel to strike having the opposite effect. Because of these uncertainties no allowance in drill set up will be made and the situation will be carefully monitored on site. Any likely increase in hole dip in the 0-300 interval should be roughly equivalent to the shallowing of the hole at depth causing the drill hole trace to closely follow the interpreted path of the alteration.

Proposed Hole

Collar - MAC11 site 10380N 6396E  
 Azimuth - 0° Mine Grid (due north)  
 Dip - -74°  
 Length - 1000 metres  
 Target - -100RL 10615N, 6395E

Drilling Contractor

Longyear (Trevor Sadler) and Diamond Drillers of Tasmania (Peter Sharp) have been asked to quote. A minimum of 800 metres has been guaranteed with the possibility of a further deep hole (North Hellyer hole). A comparison of costs follows :

LongyearTasmanian Drillers

200 HQ 0-200 @ \$81.90	16380	HQ 0-150 @ \$64	9600
NQ 200-600 @ \$76.50	30600	150-200 @ \$66	3300
600-800 @ \$80.20	16040	200-300 @ \$58	5800
800-1000 @ \$83.30	16660	300-450 @ \$62	9300
	<u>\$79680</u>	450-600 @ \$65	9750
		600-750 @ \$69	10350
		750-900 @ \$73	10950
		900-1000 @ \$77	7700
			<u>\$66750</u>

+ \$3/m for chrome barrel

+ \$2000 for chrome barrel.

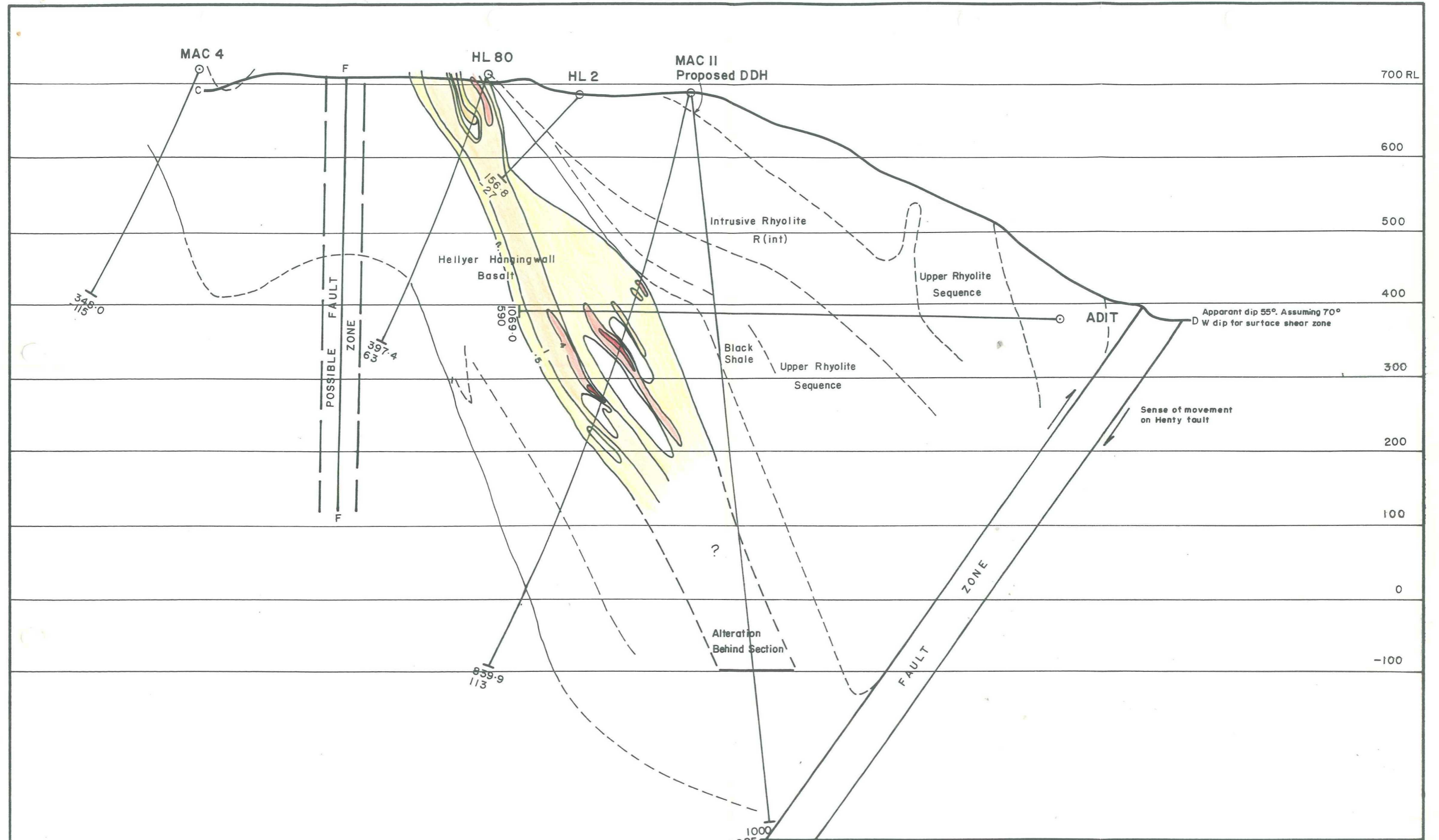
Longyear are slightly more expensive on other costs. They have put up their prices compared with the Que River hole by approx. \$10/metre. Peter Sharp has a heavy duty Longyear 44 that has drilled NQWL to 927 metres then to 1260 metres in BQWL. The question to be considered is whether this rig has the depth capacity should the area of interest turn out to be slightly deeper than 1000 metre. Longyears DHS44 has drilled >1200 metres at Que River without difficulty.

Attachments

MAC196a Cross Section Looking NW S contours  
 196b Cross Section Looking NW Ba contours  
 196c Cross Section Looking NW Ca0 contours  
 196d Cross Section Looking NW As contours  
 197 Cross Section Looking E and Proposed Drill Hole  
 198 Geological Map  
 198a 400RL Level Plan  
 198b -100RL Level Plan

*D. J. Jack*

D. J. JACK.



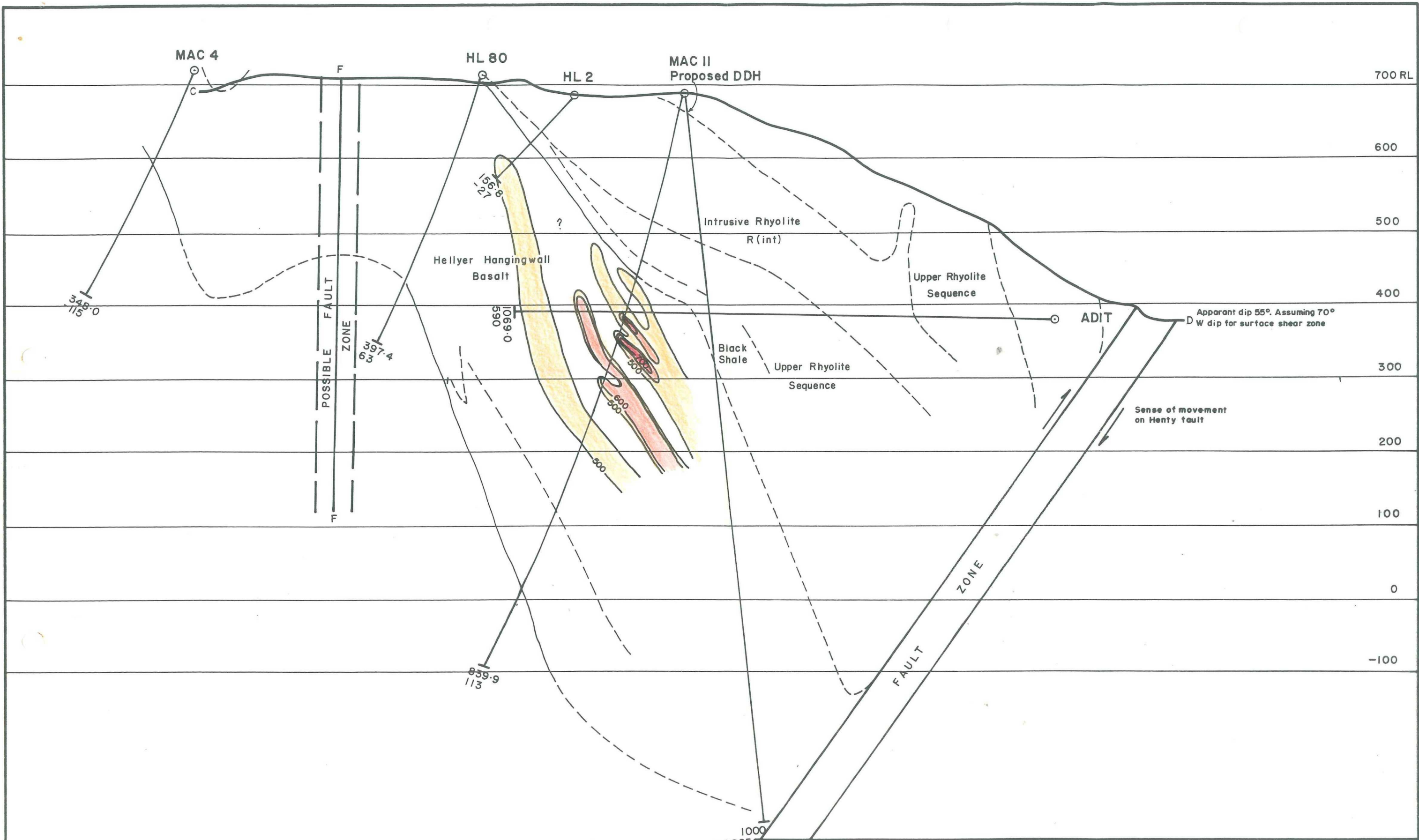
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EXPLORATION DIVISION

NORTH WEST TASMANIA  
**PORTAL ROAD ALTERATION-CROSS SECTION**  
S CONTOURS  
LOOKING NORTHWEST

Compiled : DJJ  
Drawn :  
Traced : JLR  
Checked :  
Plate No : MAC 196a

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Location Code :      Scale : 1 : 5000      Date July, 1988



(Metres behind Section) → 205

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NORTH WEST TASMANIA

**PORTAL ROAD ALTERATION-CROSS SECTION**

Ba CONTOURS

LOOKING NORTH WEST

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Scale 1: 5000

Date July, 1988

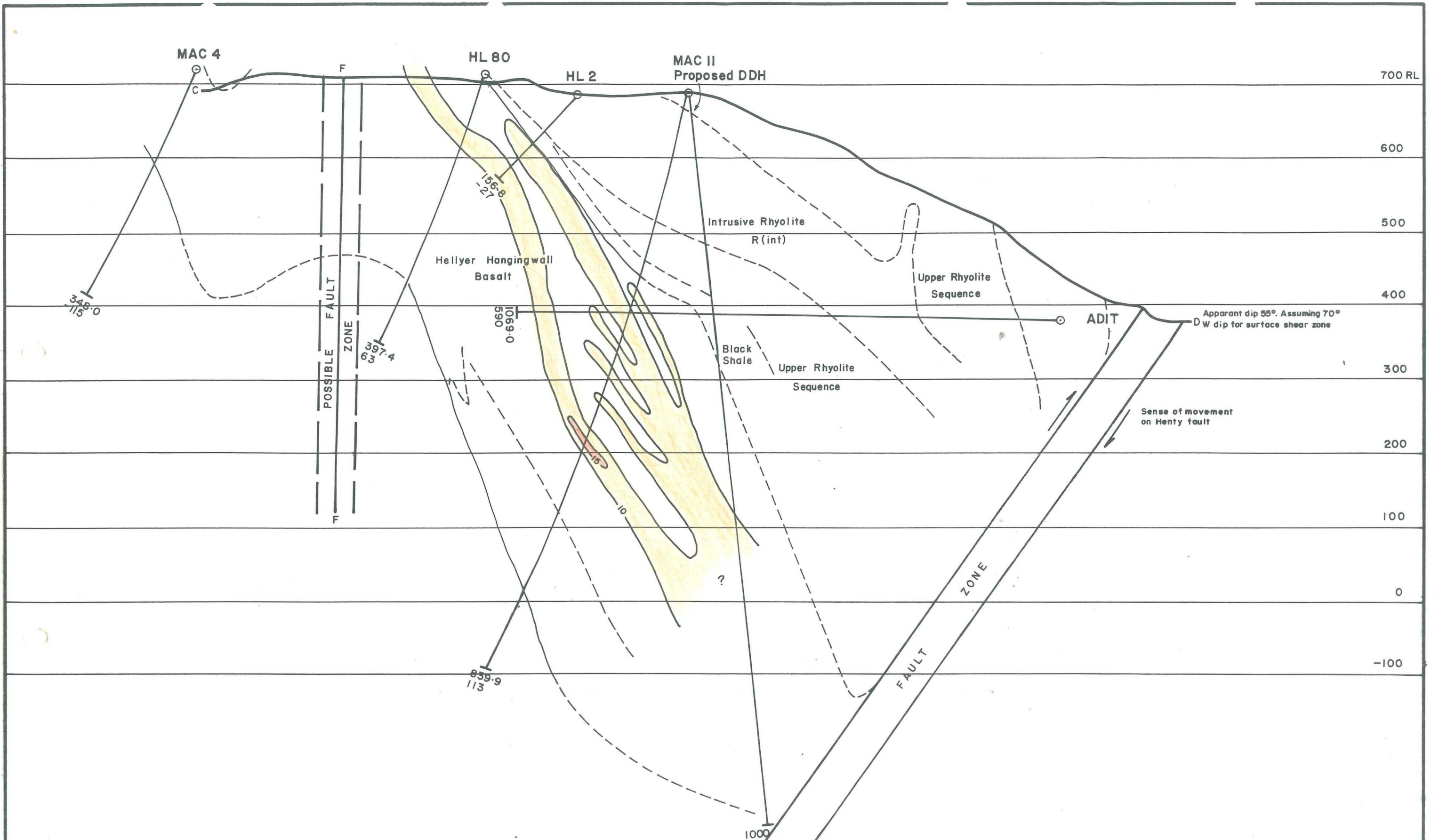
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Plate No MAC 196b



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→ 205

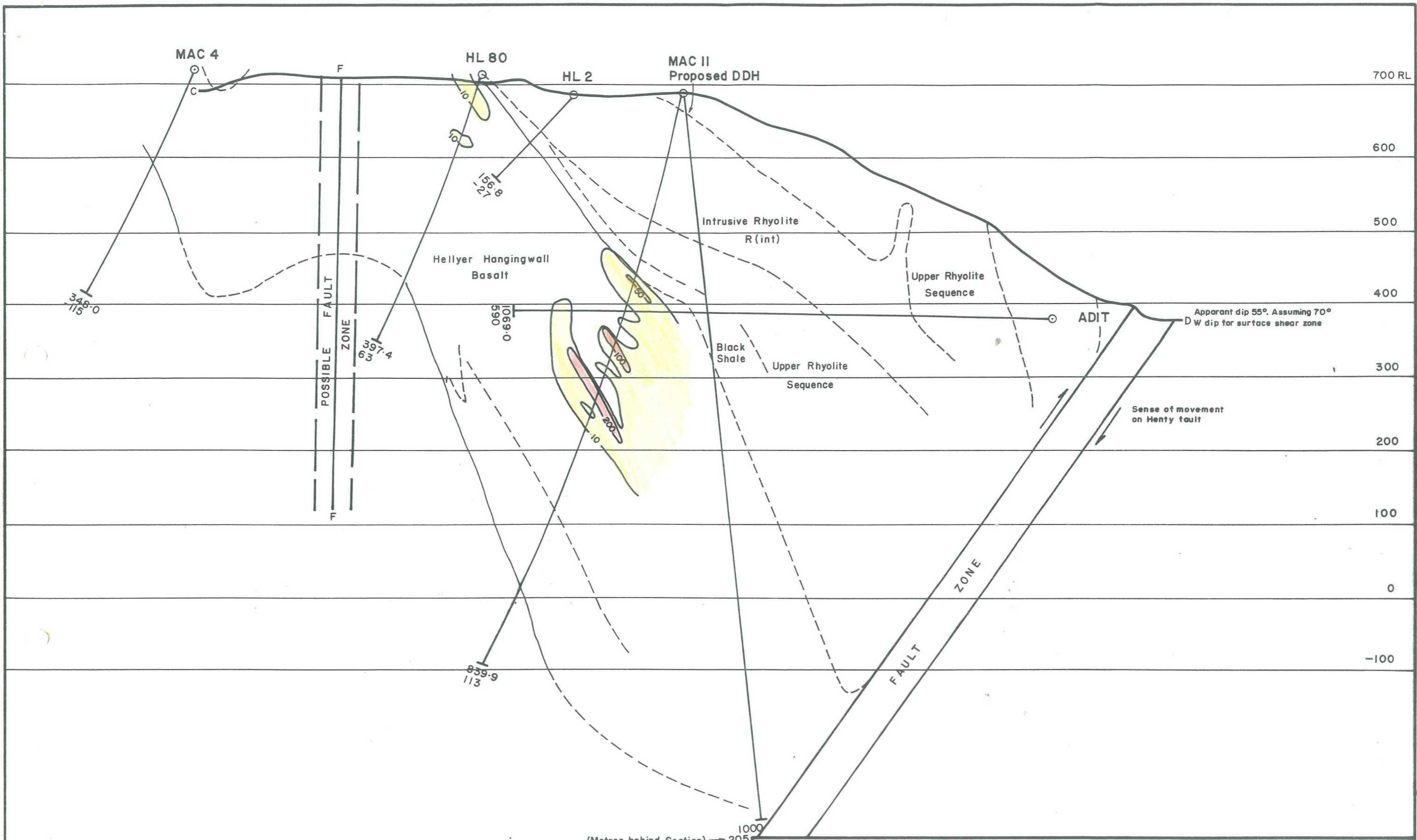
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NORTH WEST TASMANIA  
**PORTAL ROAD ALTERATION-CROSS SECTION**  
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LOOKING NORTH WEST

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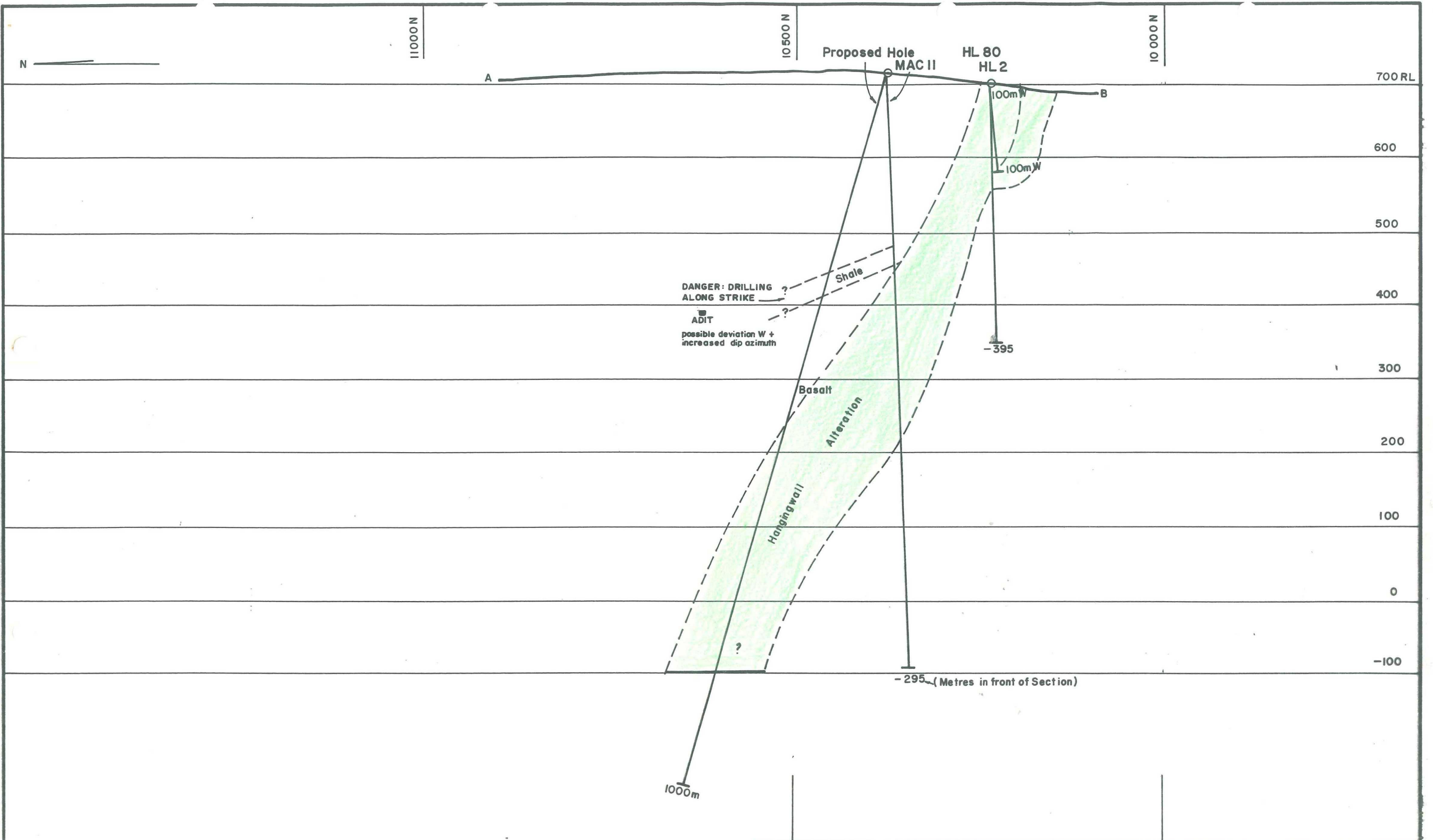
**Aberfoyle Resources Limited**  
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NORTH WEST TASMANIA  
**PORTAL ROAD ALTERATION-CROSS SECTION**  
As CONTOURS  
LOOKING NORTH WEST

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NORTH WEST TASMANIA  
**PORTAL ROAD ALTERATION-CROSS SECTION**

LOOKING EAST

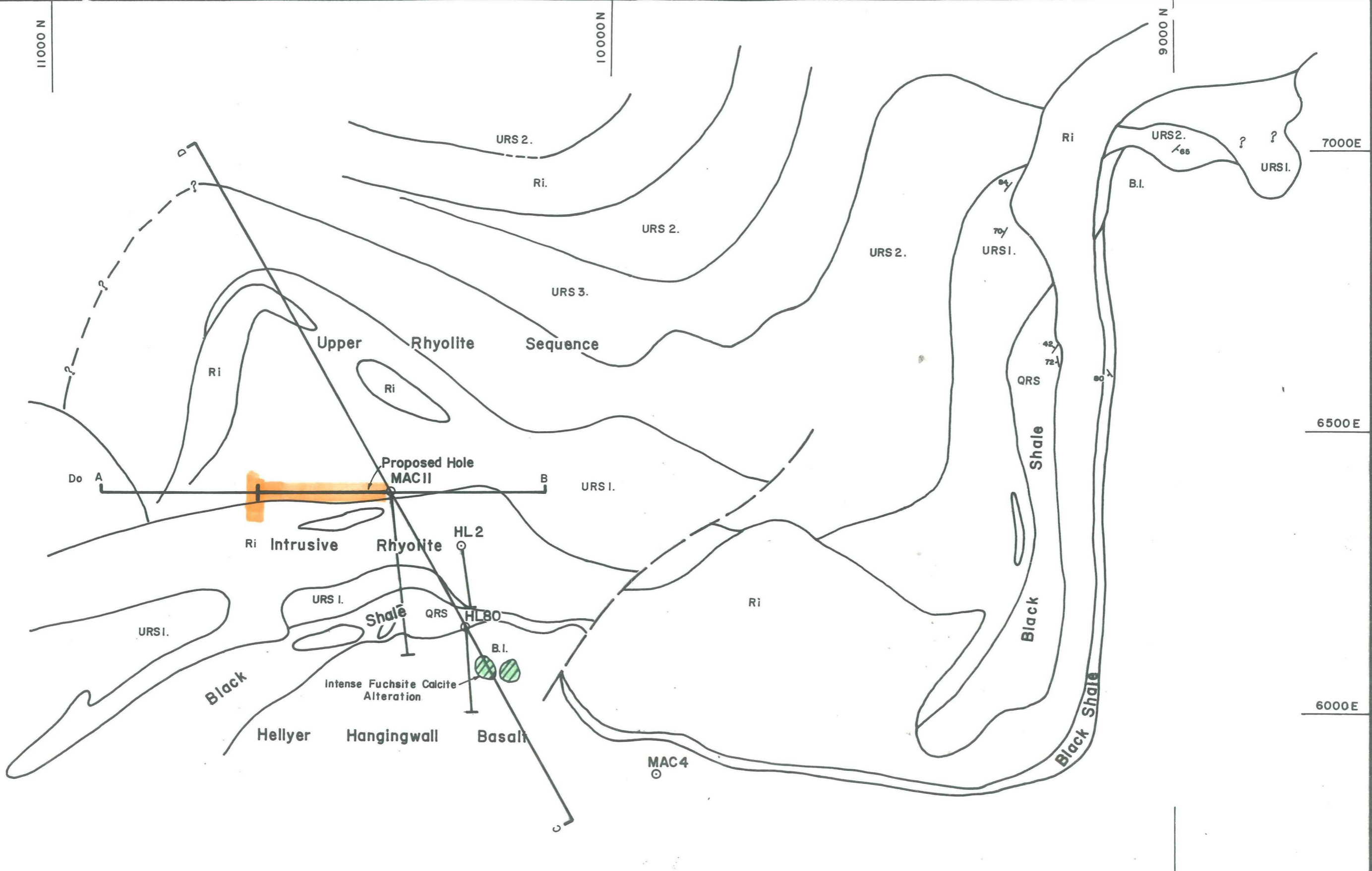
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 Plate No. : MAC 197



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NORTH WEST TASMANIA  
**GEOLOGICAL INTERPRETIVE MAP**  
PORTAL ROAD

REVISIONS			
Init.	Date	Init.	Date

Location Code :

Scale : As shown

Date : July, 1988

Compiled : DJJ AMH  
 Drawn :  
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 Plate No. : MAC 198

11000 N

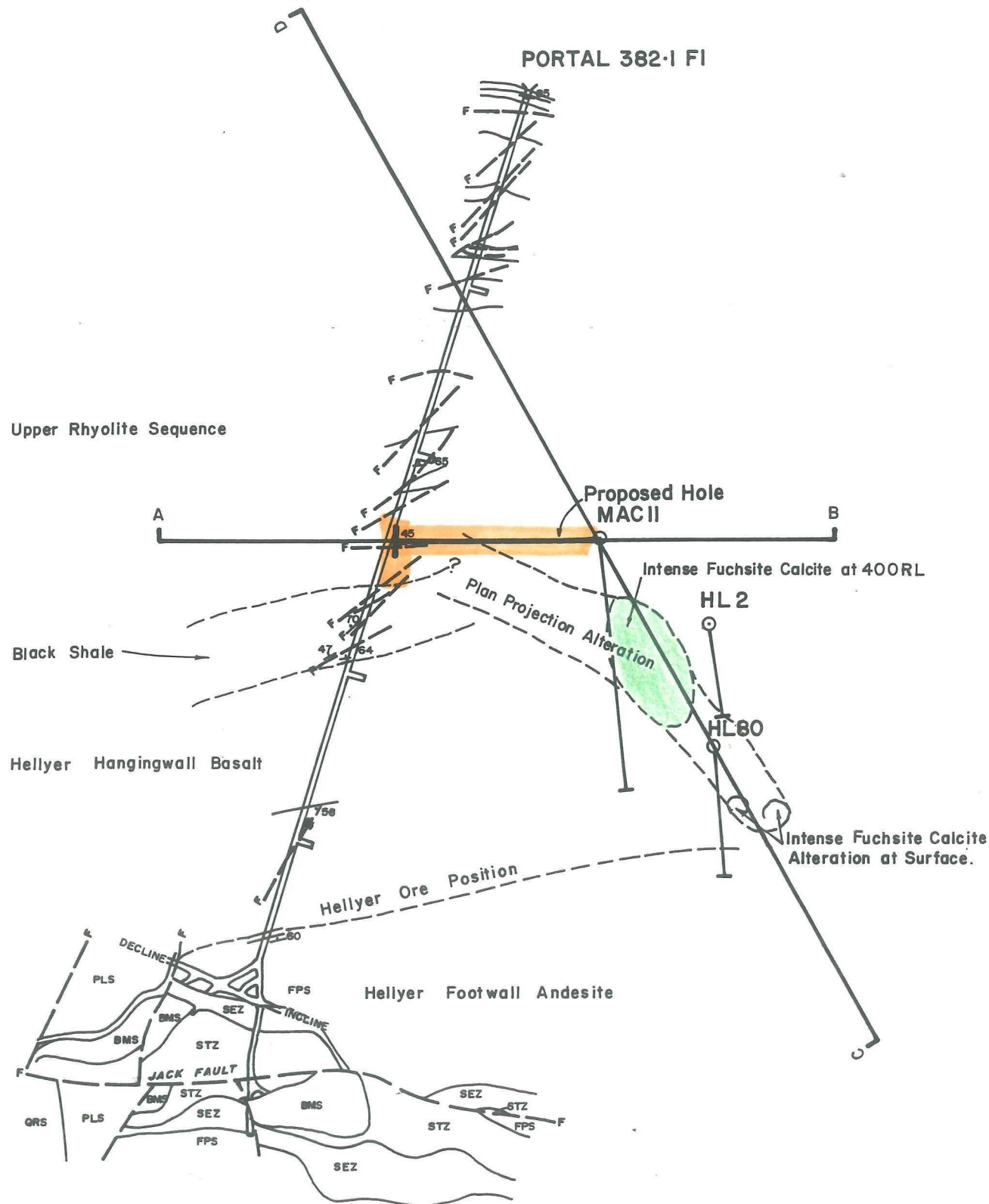
10000 N

9000 N

7000 E

6500 E

6000 E



MAC 4  
○

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NORTH WEST TASMANIA

## 400 RL LEVEL PLAN PORTAL ROAD

Compiled : DJJ

Drawn :

Traced : JLR

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Plate No. : MAC 198a

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Location Code :

Scale : As shown

Date : July, 1988

11000 N

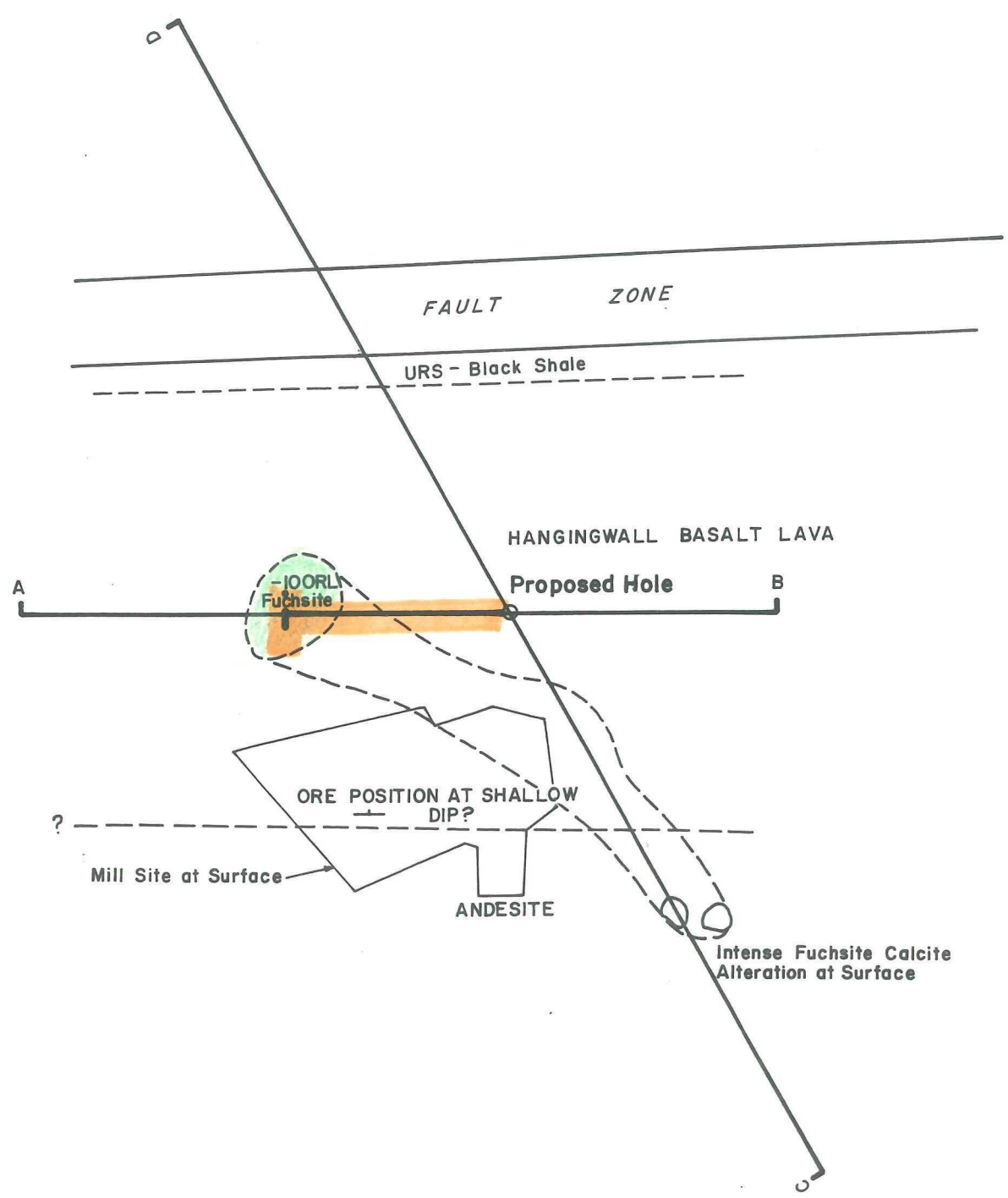
10000 N

9000 N

7000 E

6500 E

6000 E



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NORTH WEST TASMANIA  
**-100 RL LEVEL PLAN**  
**PORTAL ROAD**

REVISIONS			
Init.	Date	Init.	Date

Location Code :

Scale : As shown

Date : July, 1988

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 Plate No. : MAC 198b

1-5

FILE NOTE:

1st August, 1988

c.c. EHS, ETE, RGP, GJMCA, AMcN, DBW

NORTH HELLYER DRILL HOLE

GJMCA and DJJ discussed this hole last week.

The Target

Strong stringer zone alteration persists in the north at Hellyer. In addition the stringer system appears to swing or is faulted to the northwest (Figure 1). Mackintosh Mining plan to drill a 150 metre step out hole on 11400N. Following this it is proposed to drill a vertical hole through Tertiary Basalt in the area shown on Figure 1. The Mackintosh hole and the seismic survey (presently being interpreted) will aid the siting of this hole.

The hole will :

1. Establish whether the stringer system which is still very well developed in the north at Hellyer, (as opposed to the south where it appears to taper and fade) continues along the projection of the northwest swing it appears to have taken.
2. Establish whether the Hellyer ore position continues to remain horizontal as is indicated by drilling in the north at Hellyer. Is the ore position really out of reach of UTEM as has been assumed? The area has not been covered by UTEM.
3. A lucky hole may intersect VMS and considering the strong development of stringer in the north at Hellyer this hole is well within the gambit of reasonable exploration risk. Is Hellyer as drilled at present only half of a larger system?
4. It is proposed that exploration drill this hole but GJMCA has suggested that the hole be logged by Mackintosh Mining.

Attachments: 1:10,000 Geological Map  
1:10,000 Overlay showing Plan Projection of Strong Stringer Alteration and site of proposed drilling.



D. J. JACK.

12000mN

② Exploration Hole

11800mN

SEISMIC LINE

11600mN

① Hole to be Drilled by Mackintosh Mining

Del

PLAN PROJECTION OF INTENSE STRINGER ZONE ALTERATION

Down hole E.M. Loops

URS

Utem Coverage

QRS

R.I.

QRS

URS

BI

HL80

Volcanics - Que River Shale Contact

11000mN

MAC 4

BI

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OVERLAY TO MAC 1161/B

PROPOSED NORTH HELLYER DRILLING

Compiled DJJ

Date: August 1988

QRS

DI

HA

R.I.

Date 5th August, 1988 Ref djj.jmc  
To E. T. Eadie From D. J. Jack  
At Hawthorn At Burnie  
Copies to EHS, RGP, DBW, AMcN, IRR, JWH, GJMca, CD Keep

Subject DRILL PROPOSAL MAC 19 - PORTAL ROAD (REVISED)

Following on discussion at Que River I have drawn the cross sections 10600N, 10400N and 10200N (figures 2,3,4). From these the following factors are apparent.

1. The alteration is pencil or pipe shaped. This may be an accumulation in the antiformal fold flexure that has been mapped north of the adit and is highlighted on figure 1. AMcN and myself have checked the shale basalt content and confirmed that while there are small patches of fuchsite calcite along the contact, most areas are unaltered and the bulk of the alteration at surface is in the area shown on figure 1.
2. HL2 confirms that calcite fuchsite does not hug the shale contact in a blanket like fashion.
3. There is no point drilling directly under MAC 11 as downhole EM has sterilised the possible target area. Any ore body must be further north.

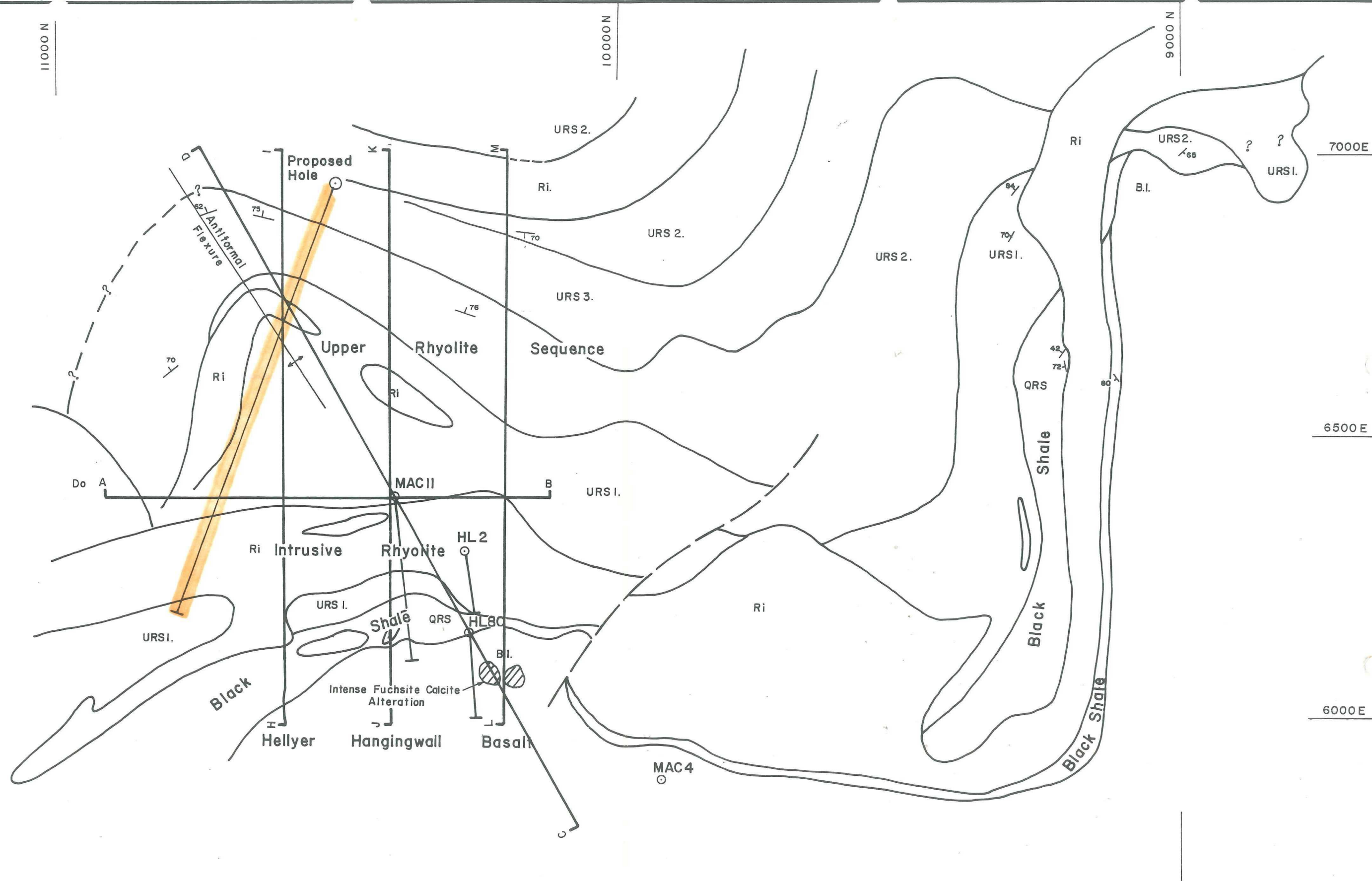
A hole is proposed to aim at -100 to -200 RL. This hole will be drilled from the portal site from as far north as practicable. The hole is drawn slightly north of grid west on figure 4.

With all the sediments in the Upper Rhyolite Sequence considerable flattening is expected.

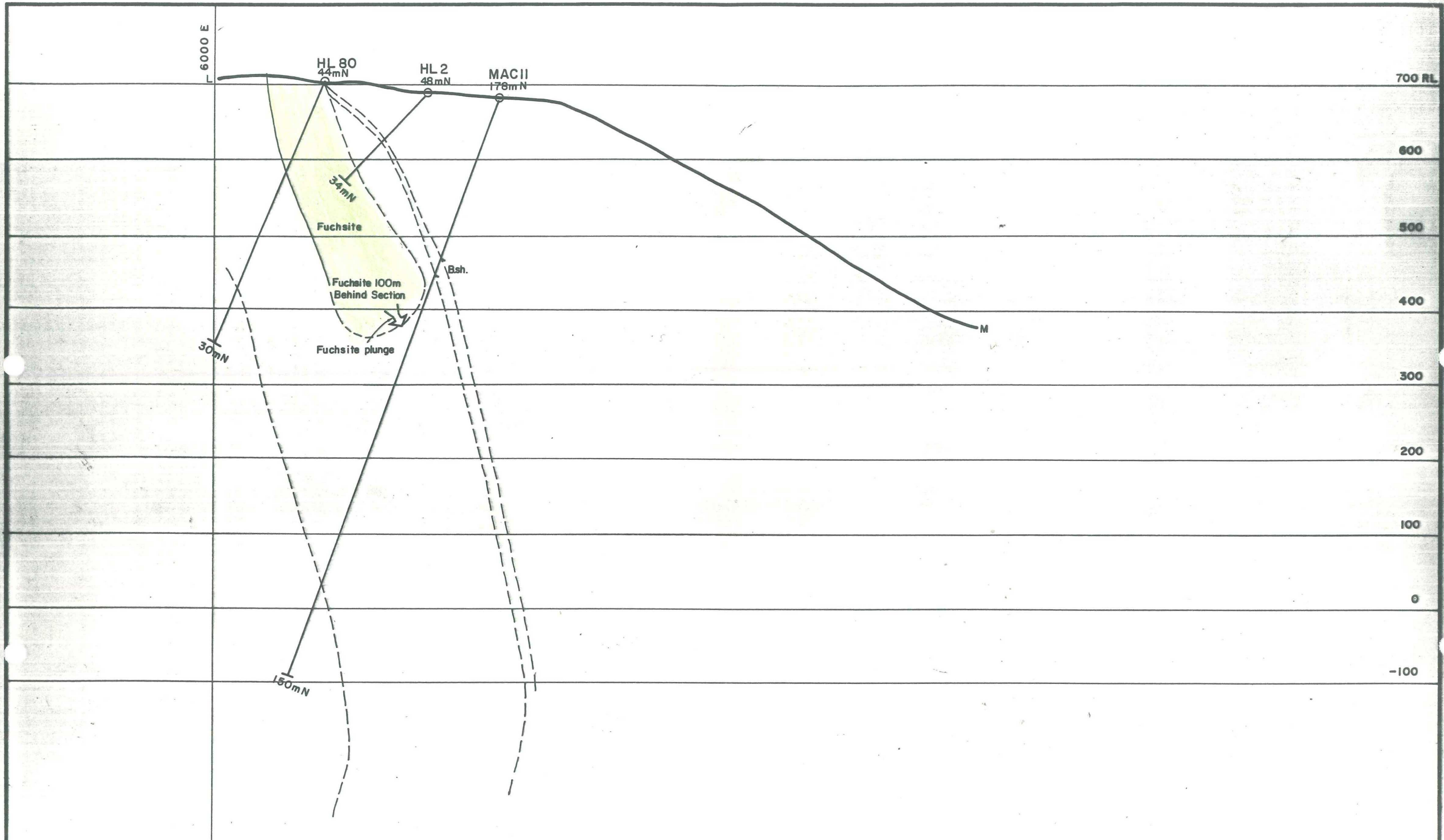
If the hole does not intersect an ore body wedging upwards and possibly north or south will be proposed before the hole is completed.

Drill hole: Collar : 10500N 6500E  
Azimuth : 290.5° Mine Grid  
Dip : -68°  
Length : 1000m approx.  
Target : 10770N 6300 to 6400E.

  
D. J. JACK.



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NORTH WEST TASMANIA																											
<b>GEOLOGICAL INTERPRETIVE MAP</b>																											
PORTAL ROAD																											
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		Plate No. : MAC 198																									



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NORTH WEST TASMANIA  
PORTAL ROAD HOLE  
SECTION 10200N (L-M)

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Date : Aug, 1988

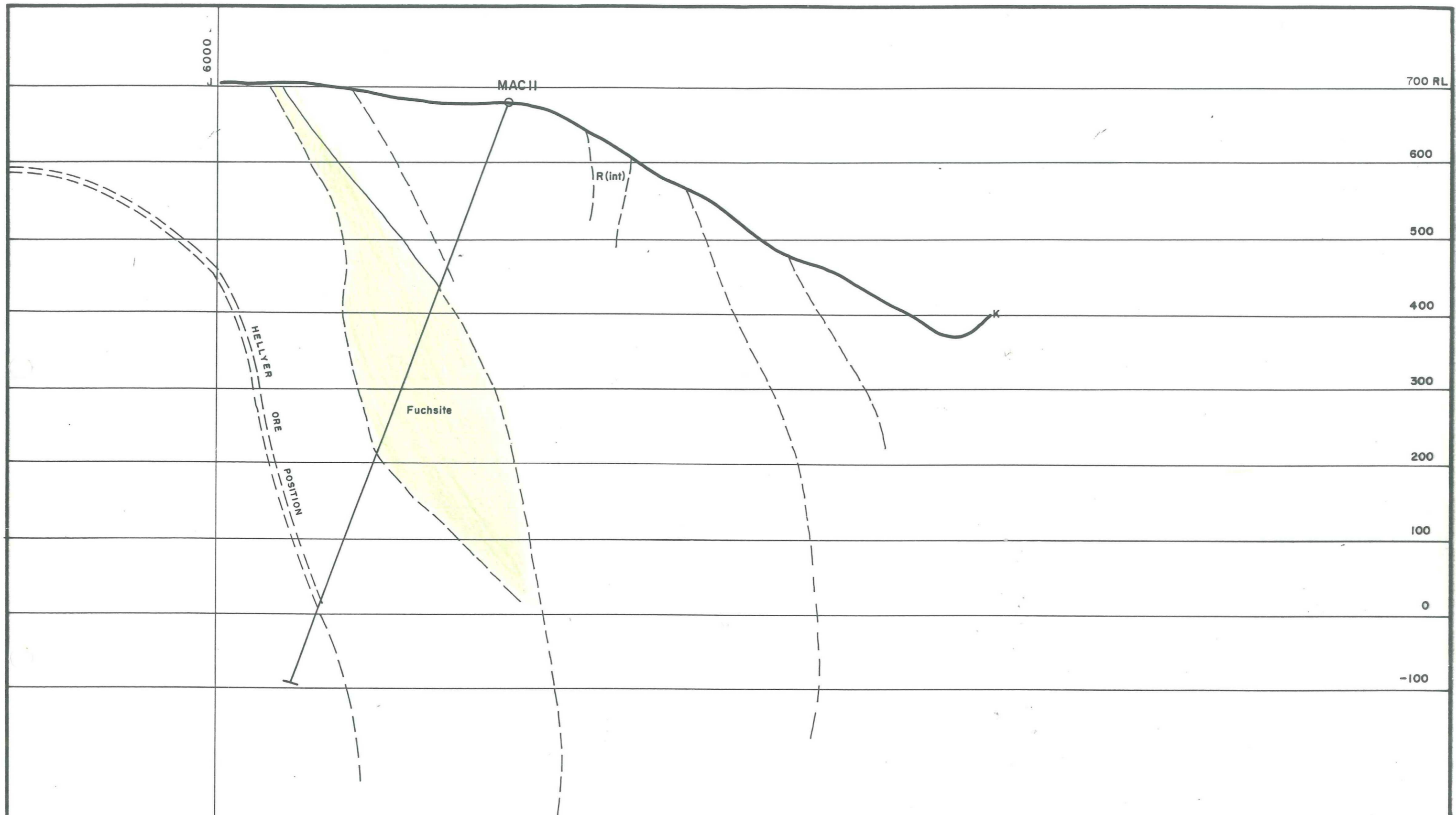
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Plate No. : MAC 202 b



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NORTH WEST TASMANIA  
PORTAL ROAD HOLE  
SECTION 10400N (J - K)

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Drawn :

Traced : JLR

Checked :

Plate No. : MAC 202c

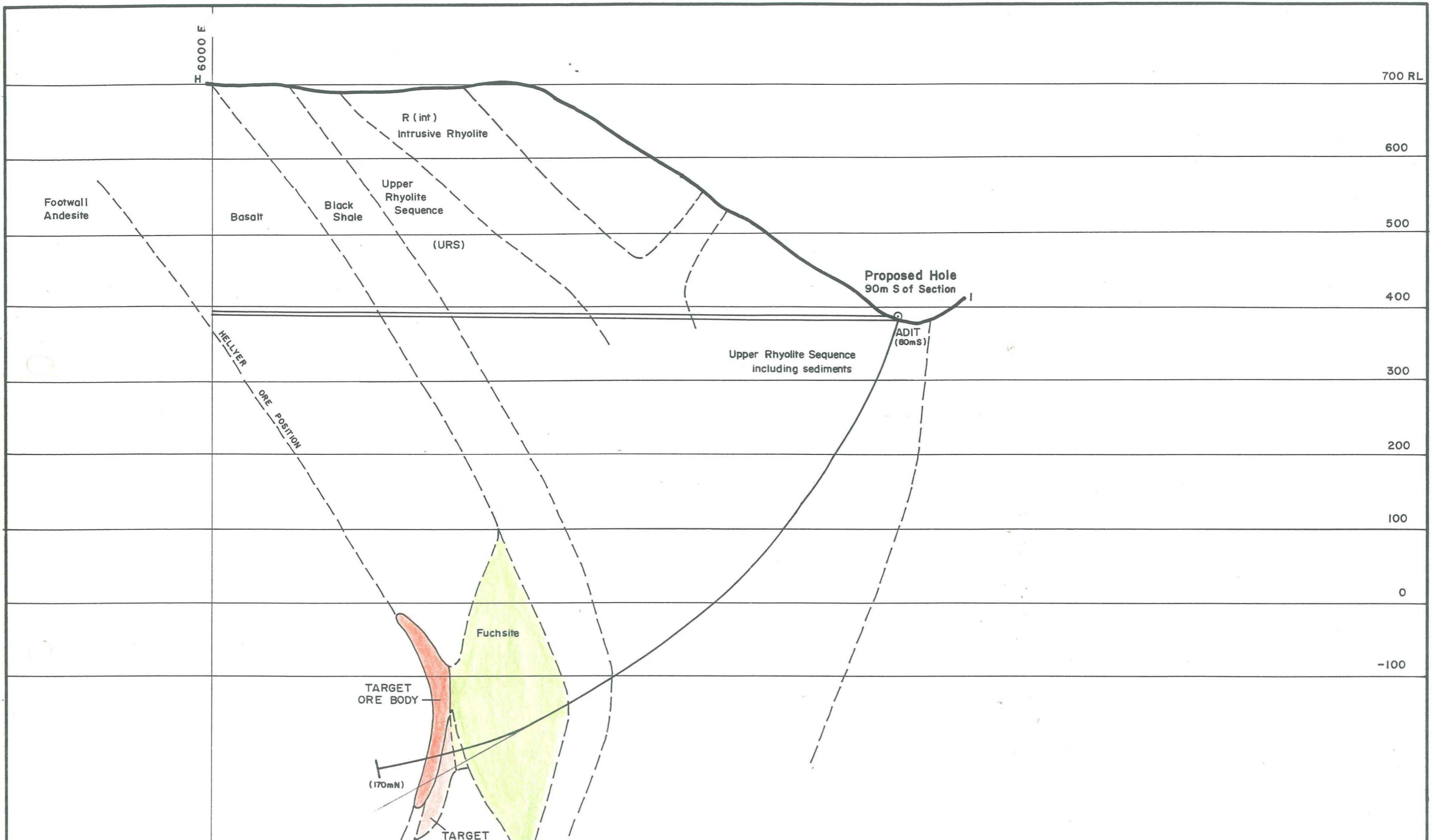
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Location Code :		Scale : 1:5 000		Date : Aug, 1988	Plate No. : MAC202 a

1-10-1

FAX TO DAVE WALLACE

FROM IAN ROGERS.

P- BREAKAGE OF P.V.C. DOWN MAC 19.

The P.V.C. was broken when K How was pulling the NQ Rods and looked to see if the plug was off the rod being pulled as he looked around the side of the Drill Rig he accidentally kicked the foot release causing 124 metres of NQ rods to fall back down the hole. THE rods caught on the P.V.C causing it to break and twist in numerous places. This caused the P.V.C to tangle up and block MAC 19 at approximately 370 to 380 metres.

Ian Rogers  
Field Technician.