

Open File Envelope

No. 6754

EL 1343

MONGOLATA

PROGRESS AND FINAL REPORTS TO LICENCE SURRENDER FOR THE PERIOD 29/7/1986 TO 28/1/1989

Submitted by
Newmont Holdings Pty Ltd
1989

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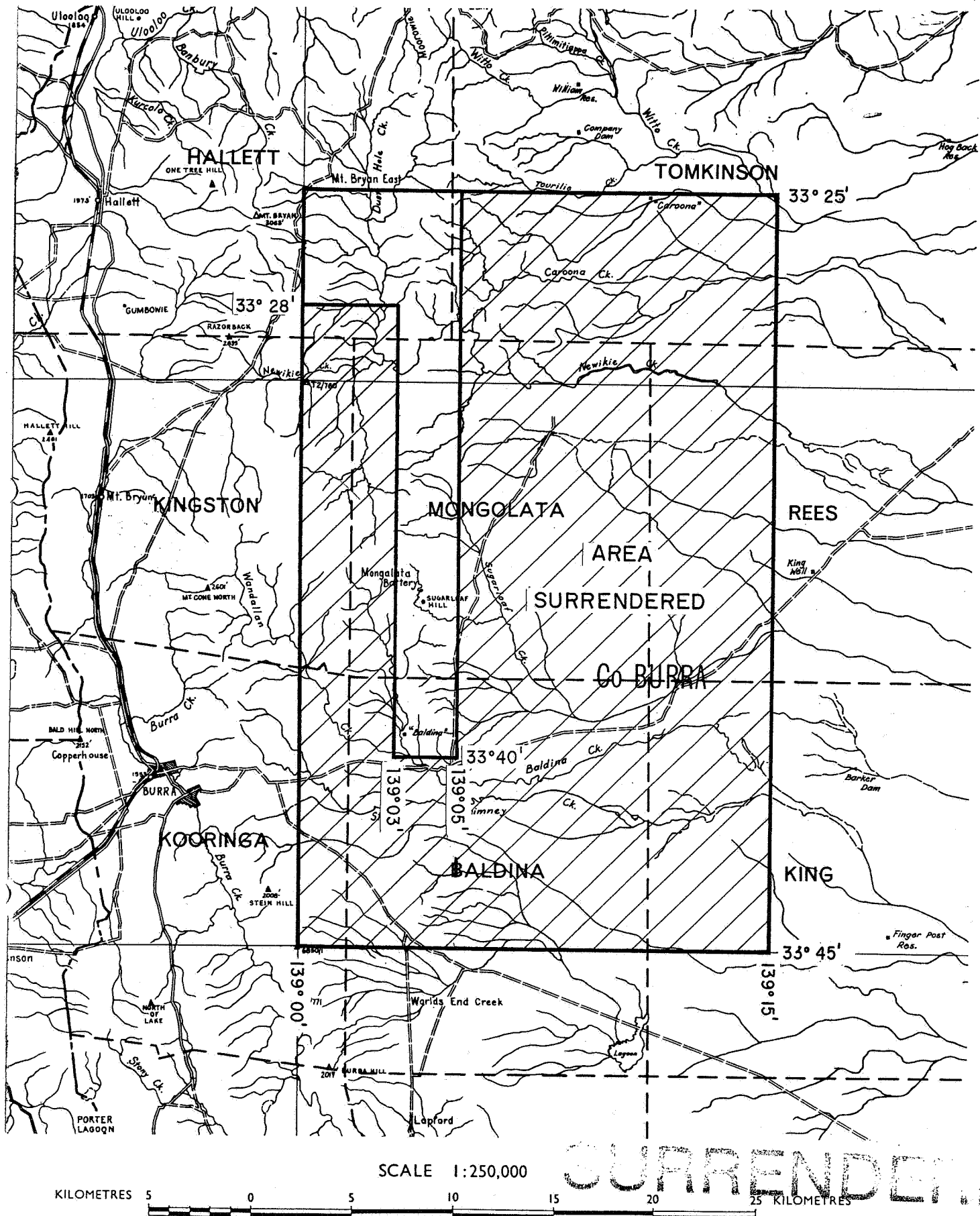
Enquiries: Customer Services Branch
Minerals and Energy Resources
7th Floor
101 Grenfell Street, Adelaide 5000

Telephone: (08) 8463 3000
Facsimile: (08) 8204 1880



Government of South Australia
Primary Industries and Resources SA

SCHEDULE A



APPLICANT: NEWMONT HOLDINGS PTY. LTD.

DM: 67/86

1:250 000 PLANS: BURRA

LOCALITY: MONGOLATA AREA - Immediately east of Burra

DATE GRANTED: 29.7.86

AREA: ~~857~~ 112 square kilometres (approx.)

PARTIAL SURR. (362)

DATE EXPIRED: 28.7.87

EL No: 1343

22.1.88 72.1.88

SOUTH AUSTRALIA
DEPARTMENT OF MINES AND ENERGY



OPEN FILE ENVELOPE NO. 6754

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NEWMONT HOLDINGS PTY. LTD.
(INCORPORATED IN VICTORIA)
18TH FLOOR, A.M.P. TOWER
535 BOURKE STREET
MELBOURNE, VICTORIA, 3000

S032/1

MONGOLATA EL 1343,
BURRA 1:250,000 SHEET,
SOUTH AUSTRALIA:

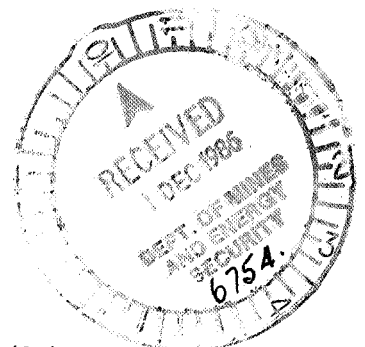
FIRST QUARTERLY REPORT
TO 29 OCTOBER 1986

D.G. Jones

November 1986

Distribution:

S.A. Dept. of Mines and Energy (1)
Brisbane (1)
Melbourne (1)



INTRODUCTION

GENERAL

On 4 March 1986, Newmont made application for an Exploration Licence (EL) covering an area known as Mongolata centred about 20 km northeast of Burra. The licence, EL 1343, was issued on 29 July 1986 for a period of one year. It covers an area of 857 sq km over gently folded Upper Proterozoic sediments of the Heysen Supergroup. The principal objective is to search for stratabound gold deposits, although it is recognized that the district also holds potential for base metal deposits.

LOCATION AND ACCESS

The western part of the licence covers freehold land belonging to Baldina and East Bungaree pastoral concerns. The eastern half of the licence is occupied by pastoral leasehold, including all of Poonunda and part of Murong Stations.

Eastern Road and Caroon Road are well-maintained gravelled roads connecting to Burra, while White Road provides good access into the northern part of the licence from Mt. Bryan. Numerous station tracks and cleared fence lines provide four-wheel-drive access to even the most rugged parts of the region.

A very pleasing aspect has been the support and encouragement offered by all the local landowners and occupiers affected by the licence. Their active assistance will greatly facilitate the planned work programme.

GEOLOGY

REGIONAL GEOLOGY

Mongolata lies within the Adelaide Geosyncline, on the central western margin of the Tertiary Murray Basin (Fig. 1). Relatively unaltered sediments of the Farina Subgroup of the Precambrian Umberatana Group have been folded along north-south axes. A gently north-plunging syncline dominates the structural regime in the Mongolata licence area. A strike-slip fault marks the axial plane of a tight anticline immediately east of the Mongolata syncline.

STRATIGRAPHY

Appila Tillite

The oldest recognizable rock in the area is a massive boulder tillite, containing reddish quartzite boulders, which forms a subdued range of low hills east of Poonunda homestead. The Black Hill silver-lead diggings occur within this formation.

Farina Subgroup

Conformably overlying the Appila Tillite and associated green siltstones is a distinctive thin black shale marker, the Tindelpina Shale. This lies at the base of the Tapley Hill Formation, a series of well-laminated siltstones which become progressively more sandy towards the top. The sandy siltstones grade into the Lower Tarcowie Siltstone, a well-bedded feldspathic sandstone which is silicified in places. The upper Tarcowie Siltstone contains calcareous interbeds. A greenish siltstone with fine sandy and limey interbeds overlies the Tarcowie Siltstone, and is equated with the Enorama Shale.

Yerelina Subgroup

The Enorama Shale passes upwards into a thick sequence of pebbly tillite containing carbonate clasts, interbedded with siltstones. This unit, the Pepuarta Tillite, marks the base of the Yerelina Subgroup. Towards the top, a distinctive pebbly feldspathic quartzite forms the Grampus Quartzite unit.

Wilpena Group

The centre of the Mongolata syncline is occupied by the Ulupa Siltstone, a dark green flaggy siltstone with fine sandy interbeds.

STRUCTURE

The rocks have been affected by one major phase of regional deformation. Open folds along north-south axes have a single associated axial plane slaty cleavage developed best in shale units.

EXPLORATION

GENERAL

The principal model for mineralization in the Mongolata EL is a syn-genetic stratabound gold deposit, formed in basins during or soon after periods of basin subsidence and instability. Gold deposits of this type are typically very fine-grained and may escape detection by conventional prospecting methods. The deep weathering and extensive Cainozoic cover further complicate exploration. Chemical and mechanical dispersion is depressed by the climatic conditions and low topographic relief. It is proposed to use the BLEG technique to search for fine-grained gold deposits within the Mongolata licence.

THE BLEG TECHNIQUE

The Bulk Leach Extractable Gold (BLEG) technique is designed to upgrade low levels of gold to detectable limits and is effective in a wide range of environments. A metallurgical procedure utilising cyanidation is employed, since cyanidation is extremely effective for accessible forms of fine gold. A very large sample (5 kg) is treated, resulting in a concentration factor which gives about 450 times the orthodox gold geochemical detection limit.

Orientation work around a wide variety of gold deposits shows that the BLEG technique can detect anomalies up to 7 km from the source. A nominal sample interval of 1 km is normally employed. Samples are screened to minus 5 mm, the oversize discarded, and the sample weighed to 5 kg dry weight in suitable sized plastic bags.

The analytical technique involves the following steps:

1. pre-oxidation with hypochlorite
2. cyanidation
3. de-aeration
4. zinc precipitation
5. assaying of zinc precipitate.

If samples are carefully collected using the appropriate procedure, and the requisite precautions are taken by the analytical laboratory, the BLEG technique is extremely cost-effective and allows rapid reconnaissance coverage of large areas. Other advantages include:

1. it uses gold to find gold without relying on pathfinder elements which can be non-specific
2. laboratory sampling error is minimal since a large 5 kg sample is used
3. detection limit is about 0.05 ppb, and low ppb gold values are repeatable.

PRELIMINARY SAMPLING

An initial orientation survey was carried out in the vicinity of the old Mongolata Goldfield, to confirm the effectiveness of the BLEG technique in this environment. Seven BLEG samples were collected. Their locations are plotted on Figure 2. The results (Appendix 1) show that the streams draining the known workings are noticeably anomalous, with values up to 11 ppb Au, compared with a regional background of 0.3 ppb Au.

A review of previous exploration of the old Mongolata field and a brief field inspection, indicates that the old Mongolata field contains numerous small quartz veins developed within the arkosic sandstone. While the arkosic sandstone would not be expected to show pervasive alteration features, any significant alteration should at least produce a significant amount of sericite, additional silica and perhaps kaolin depending upon the amount of alteration and the amount of weathering which had developed. The lack of pervasive alteration is disturbing, particularly when the records of mining and exploration undertaken to date suggest very strongly that the majority of the mineralization is related to supergene processes which may have simply upgraded a very low grade host rock containing 0.1 to 0.2 g/t gold up to an average value of 20 or 30 g/t Au in small and very specific supergene zones.

To test this hypothesis, 18 rock samples were taken from the old workings and analysed for a range of elements (Appendix 2). The results suggest that gold is only enriched in gossanous highly mangiferous zones.

FORWARD PROGRAMME

BLEG sampling on a nominal spacing of 2 km on the western half of the licence will be undertaken during November. Spacing on the eastern half of the licence will be around 10 km, due to the lack of drainage on the flat plains.

TABLE 1

Expenditure for period to 24 October, 1986

| | <u>\$</u> |
|---------------------------|-----------|
| Labour and Overheads | 6,841 |
| Assaying | 483 |
| Consultants (petrology) | 42 |
| Supplies - General | 242 |
| Field Living | 110 |
| Vehicle Operating | 146 |
| Travel and Accommodation | 1,124 |
| Freight | 12 |
| Rentals - S.A. Government | 1,493 |
| Application Fee | 96 |
| Plans and Drawings | 365 |
| Photocopying | 92 |
| Telex and Telegram | 18 |
| Postage and Air Express | 91 |
| General | 101 |
| | <hr/> |
| | \$11,257 |
| | <hr/> |



**The Australian
Mineral Development
Laboratories**

182 Wittenoom Street
East Perth
Western Australia 6000
Telephone 325 7311
Telex AA94893
In reply quote:

00008
APPENDIX 1

amdel

3/222/0

20 March 1986

Newmont Holdings Pty Ltd,
535 Bourke Street,
MELBOURNE, VIC. 3000.

ATTENTION: Mr. D.G. Jones

REPORT AC P1332/86

| | |
|-----------------|-------------------|
| YOUR REFERENCE: | Order No. 7200 |
| MATERIAL: | Zinc precipitates |
| IDENTIFICATION: | As listed |
| WORK REQUIRED: | Cu Ag Au |
| DATE RECEIVED: | 18 March 1986 |

Chief Chemist, Perth Laboratory: H.R. Firns

Manager - W.A. Division:


N.V. Blesing

Head Office:
Lemington Street, Frewville
South Australia 5063
Telephone: (08) 79 1662
Telex: Amdel AA82520
Pilot Plant:
Osman Place
Thebarton S.A.
Telephone (08) 43 5733
Branch Laboratories:
Melbourne, Vic.
Telephone (03) 645 3093
Townsville, Qld.
Telephone (077) 75 1377



amdel

00009

Analysis code ZINCON

Report AC P1332/86

Page G2

Order No. P7200

| Sample | Weight | Au | Cu | Ag | Au | Cu | Ag |
|------------|---------|--------|-----|-----|--------|--------|--------|
| 50920 | 3.11 | 1.50 | 110 | 3 | 2.36 | 0.16 | 4.25 |
| 50921 | 3.09 | 7.20 | 155 | 3 | 11.1 | 0.24 | 5.25 |
| 50922 | 3.38 | 2.10 | 40 | 2 | 3.54 | 0.07 | 3.00 |
| 50923 | 3.40 | 0.25 | 40 | 3 | 0.45 | 0.07 | 5.75 |
| 50924 | 3.12 | 7.20 | 84 | 4 | 11.2 | 0.14 | 5.50 |
| 50925 | 3.14 | 2.95 | 54 | 3 | 4.61 | 0.08 | 4.00 |
| 50926 | 3.14 | 0.15 | 155 | 12 | 0.21 | 0.24 | 18.8 |
| Detn limit | (0.001) | (0.05) | (2) | (1) | (0.01) | (0.01) | (0.01) |
| Units | gms | ppm | ppm | ppm | ppb | ppm | ppb |

<----- Values on zinc -----> <-Values on 5Kg spl->

* BRMONT AA4265D
LABCOM AA89323

Au (As, Mn)
Association

Au enriched in gossanous ex S= material
+ manganese ferrous zone.

DATE: 1.9.86
FROM: COMLABS
ATTN: DAVID ROYLE

ANALYTICAL REPORT

JOB COM861446

| SAMPLE | CU | PB | AG | MN | AU |
|---------|------|------|------|------|-------|
| MB 1 | 630 | 10 | 1 | 710 | 160 |
| MB 2 | 34 | 4 | 1 | 780 | 40 |
| MB 3 | 85 | 10 | 2 | 990 | 60 |
| MB 4 | 240 | 12 | 1 | 1200 | 100 |
| MB 5 | 30 | 22 | 1 | 4000 | 300 |
| MGH 1 | 20 | 6 | 1 | 1750 | 90 |
| MGH 2 | 14 | 10 | 1 | 820 | 250 |
| * MGH 3 | 32 | 12 | 2 | 1500 | 3100 |
| MGH 4 | 6 | 6 | -1 | 180 | 150 |
| MGH 5 | 12 | 10 | 1 | 330 | 180 |
| * MGH 6 | 55 | 28 | 2 | 2500 | 2500 |
| MW 1 | 165 | 26 | 4 | 2050 | 450 |
| MW 2 | 9 | 6 | -1 | 180 | 270 |
| MW 3 | 20 | 10 | 1 | 1900 | 200 |
| ME 1 | 12 | 14 | 2 | 9350 | 200 |
| ME 2 | 8 | 12 | -1 | 220 | 80 |
| ME 3 | 14 | 16 | 2 | 7350 | 250 |
| ME 4 | 7 | 10 | 1 | 850 | 130 |
| UNITS | PPM | PPM | PPM | PPM | PPB |
| SCHEME | AAS1 | AAS1 | AAS3 | AAS2 | AAS5C |

gossanous qtz vn
pyritic arkosic sst wallrock
gossanous qtz vn
gossanous qtz vn/shear
manganese wad in clayalt sst
gossanous qtz vn
gossanous qtz vn
Golden limonite only
Harp qtz only
alted sst wallrock
earthy Mn/Feo pod
qtz-limonite vn
Wildidic qtz only
mixed qtz-limonite vn
ironstone vein + MnO
white qtz vn only
East View massive ironstone vn
silicified spotted sst wallrock

1 OF 2

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- 2 -

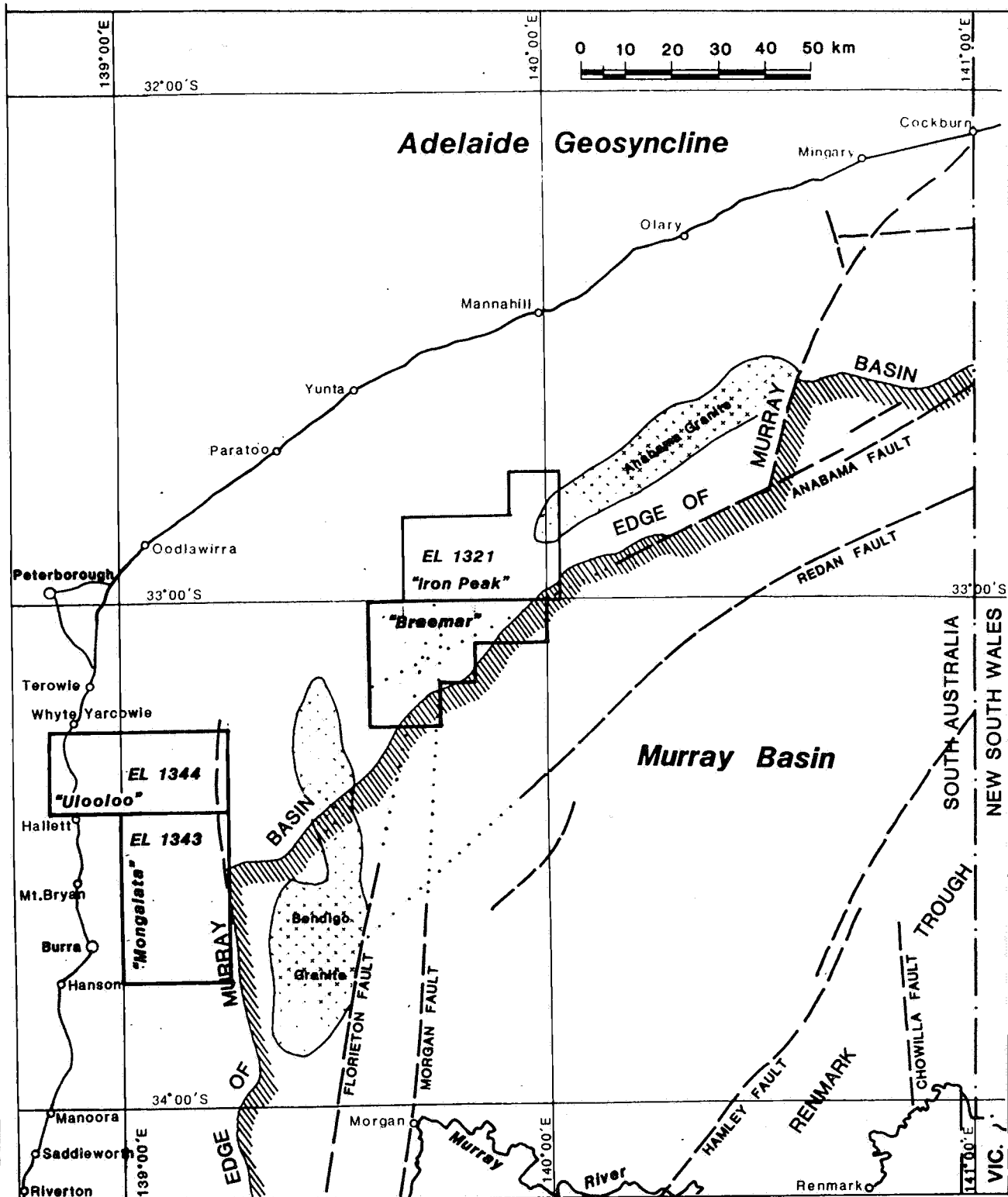
ANALYTICAL REPORT

JOB COM861446

| SAMPLE | BI | AS | W | SN | SB | MO | BA |
|--------|------|------|------|------|------|------|------|
| MB 1 | 10 | 190 | 35 | 38 | -4 | 6 | -10 |
| MB 2 | 24 | 60 | 10 | -4 | 10 | 8 | 115 |
| MB 3 | 10 | 310 | -10 | 26 | 6 | 8 | -10 |
| MB 4 | -4 | 250 | 25 | 6 | 6 | 7 | 55 |
| MB 5 | 16 | 165 | 15 | -4 | 14 | 10 | 75 |
| MGH 1 | 55 | 60 | -10 | -4 | 6 | 10 | 55 |
| MGH 2 | 4 | 75 | -10 | 16 | 8 | 9 | -10 |
| MGH 3 | -4 | 360 | -10 | -4 | -4 | 7 | -10 |
| MGH 4 | 18 | 12 | 15 | -4 | -4 | 14 | 20 |
| MGH 5 | -4 | 170 | -10 | -4 | 10 | 9 | 130 |
| MGH 6 | 32 | 590 | 30 | -4 | 12 | -2 | 80 |
| MW 1 | 16 | 2250 | 40 | 6 | -4 | -2 | 20 |
| MW 2 | 20 | 50 | -10 | -4 | -4 | 14 | -10 |
| MW 3 | 4 | 560 | 15 | -4 | 18 | 8 | -10 |
| ME 1 | -4 | 65 | 20 | -4 | -4 | 7 | 50 |
| ME 2 | -4 | 8 | -10 | 12 | 4 | 16 | 10 |
| ME 3 | 50 | 210 | -10 | 8 | 8 | 6 | 45 |
| ME 4 | 16 | 14 | -10 | 4 | 8 | 5 | 140 |
| UNITS | PPM | PPM | PPM | PPM | PPM | PPM | PPM |
| SCHEME | XRF1 | XRF1 | XRF1 | XRF1 | XRF1 | XRF1 | XRF1 |

2 OF 2

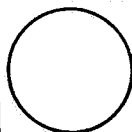
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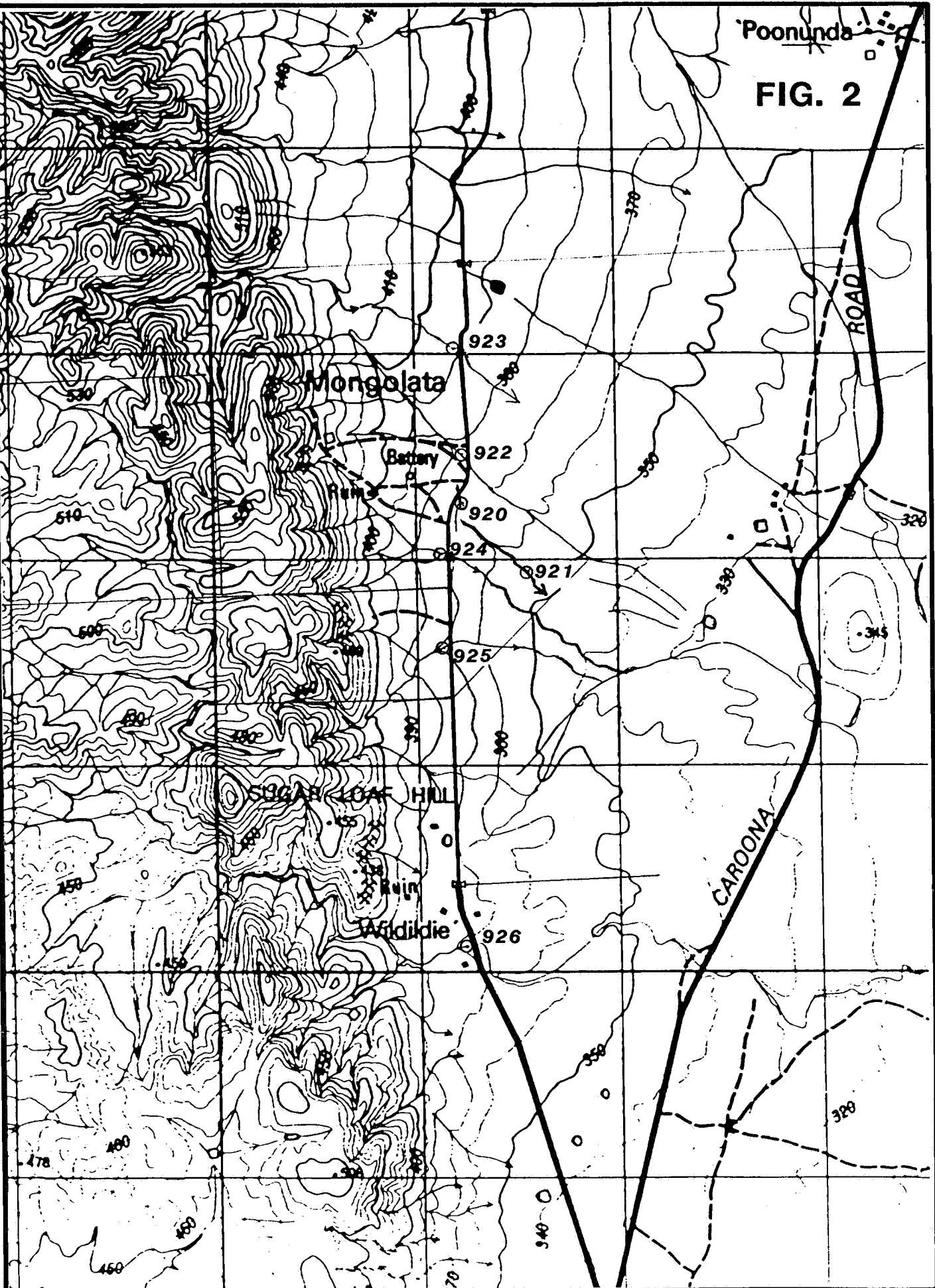
NEWMONT HOLDINGS
PTY. LTD.

| | | | |
|----------|----------|-------------|-------|
| COMPILED | DGJ | SCALE | Shown |
| DRAWN | DGJ | DRAWING No. | |
| DATE | NOV 1986 | FIGURE No. | |

E.L.1343 "MONGOLATA"
Tectonic Setting



NORTH



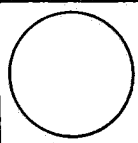
Poonunda

FIG. 2

NEWMONT HOLDINGS
PTY. LTD.

| | | | |
|----------|----------|-------------|----------|
| COMPILED | DGJ | SCALE | 1:25,000 |
| DRAWN | DGJ | DRAWING No. | |
| DATE | NOV 1986 | FIGURE No. | |

E.L.1343 "MONGOLATA"
Orientation BLEG Sampling



NORTH

NEWMONT HOLDINGS PTY. LTD.
(INCORPORATED IN VICTORIA)
18TH FLOOR, A.M.P. TOWER
535 BOURKE STREET
MELBOURNE, VICTORIA, 3000

S032/2

MONGOLATA EL 1343,
BURRA 1:250,000 SHEET,
SOUTH AUSTRALIA:

SECOND QUARTERLY REPORT
TO 29 JANUARY 1987

D.G. Jones

February 1987

Distribution:

S.A. Dept. of Mines and Energy (1)
Brisbane (1)
Melbourne (1)



EXPLORATION

BLEG Sampling

A total of 150 BLEG samples were collected during the quarter. Emphasis was directed to the western half of the licence, where drainage was well established and the rock units more prospective. Sample density in the western zone was an average of about one sample per 2 sq km. Over the eastern sandy plain, where drainage is poor and the target Farina Subgroup apparently absent, only 40 reconnaissance BLEG samples were collected.

Results

Analytical results are tabulated in Appendix 1 and plotted on Fig. 1 in the map pocket. The drainage from the old Mongolata goldfield is consistently anomalous, with peak values clustered around the Byles workings. However, these values fall away rapidly to less than 0.3 ppb only 3 km downstream. This may indicate that the source of the anomaly is of insufficient size to resist swamping as barren sediment is contributed to the stream load.

Spot anomalies which require followup include a value of 2.25 ppb upstream from "Lesdale" homestead in the northwest corner of EL1343; 2.40 ppb just north of White Hill Road; 1.93 ppb located 6 km due east of "Shamrock" homestead and 1.26 ppb a further 2.5 km south; 1.35 ppb located 6 km due south of Red Banks; and 1.24 ppb located 1.5 km due north of "Thistlebeds" homestead.

Check Analyses

The Mongolata goldfield was used as a case study to check the analytical techniques of competing laboratories as a wide range of assay values was obtained from the seven sample sites (920-926) utilized during preliminary reconnaissance. These sites were re-sampled during the November program. At each site, a 10 kg sample was collected during November and split carefully into two weighed 5 kg portions. One portion was despatched to Perth to the same laboratory as the original reconnaissance samples; the other deliver to an Adelaide laboratory. Results are displayed in Table 1 and Fig. 2, and show a reasonable comparison for the Griffin laboratory in Perth, but very poor correlation between Griffin and the Adelaide laboratory.

Discussion

The Cox Sandstone Member at the base of the Tarcowie Siltstone appears to be the host of the gold mineralization at Mongolata. Drainage from the Cox Sandstone is anomalous through the whole of the known extent of the Mongolata Goldfield, from "Wildildie" homestead in the south through a distance of 10 km to 2 km north of White Hill Road. However, outside this zone the Cox Sandstone, if present, is not anomalous. The spot BLEG anomalies are generally associated with drainage from the Appila Tillite, and at this stage do not appear to be particularly significant.

Future Program

1. Check and infill sampling around spot anomalies.
2. Mapping and sampling the Cox Sandstone Member north of Wildildie.

TABLE 1
COMPARATIVE BLEG ANALYSES, MOONGOLATA

| Site No. | Sample No. | Date | Laboratory | Au (ppb) | Ag (ppb) | Cu (ppm) |
|----------|------------|--------|------------|----------|----------|----------|
| A | 920 | Feb 86 | Griffin | 2.36 | 4.25 | 0.16 |
| | 731 | Nov 86 | Griffin | 4.50 | 3.00 | 0.18 |
| | 731 | Nov 86 | Comlabs | 0.3 | 1 | 26 |
| B | 922 | Feb 86 | Griffin | 3.54 | 3.00 | 0.07 |
| | 732 | Nov 86 | Griffin | 9.43 | 3.50 | 0.16 |
| | 732 | Nov 86 | Comlabs | 0.3 | 1 | 20 |
| C | 923 | Feb 86 | Griffin | 0.45 | 5.75 | 0.07 |
| | 733 | Nov 86 | Griffin | 0.62 | 9.75 | 0.20 |
| | 733 | Nov 86 | Comlabs | 1.8 | 1 | 22 |
| D | 924 | Feb 86 | Griffin | 11.2 | 5.50 | 0.14 |
| | 747 | Nov 86 | Griffin | 10.7 | 3.75 | 0.24 |
| | 747 | Nov 86 | Comlabs | 1.7 | 1 | 16 |
| E | 925 | Feb 86 | Griffin | 4.61 | 4.00 | 0.08 |
| | 748 | Nov 86 | Griffin | 4.73 | 5.75 | 0.18 |
| | 748 | Nov 86 | Comlabs | 0.4 | 1 | 20 |
| F | 926 | Feb 86 | Griffin | 0.21 | 18.8 | 0.24 |
| | 749 | Nov 86 | Griffin | 1.56 | 4.00 | 0.14 |
| | 749 | Nov 86 | Comlabs | 0.1 | 1 | 22 |
| G | 734 | Nov 86 | Griffin | 1.07 | 3.50 | 0.10 |
| | 734 | Nov 86 | Comlabs | 0.2 | 1 | 22 |
| H | 735 | Nov 86 | Griffin | 0.24 | 5.75 | 0.12 |
| | 735 | Nov 86 | Comlabs | 0.1 | 1 | 20 |

EXPENDITURE

| | <u>3 months to</u> <u>24 Jan 87</u> | <u>Total to</u> <u>24 Jan 87</u> |
|-------------------------------|--|-------------------------------------|
| | \$ | \$ |
| Labour and Overheads | 4,156 | 10,997 |
| Assaying | 1,941 | 2,424 |
| Consultants (petrology) | 360 | 402 |
| Office Rental | 569 | 569 |
| Supplies - General | 0 | 242 |
| Supplies - Sample Preparation | 30 | 30 |
| Field Living | 378 | 488 |
| Vehicle Operating | 388 | 534 |
| Travel and Accommodation | 486 | 1,610 |
| Freight | 225 | 307 |
| Rentals - S.A. Government | 0 | 1,493 |
| Application Fee | 0 | 96 |
| Plans and Drawings | 842 | 1,207 |
| Photocopying | 56 | 148 |
| Stationery | 50 | 50 |
| Power | 23 | 23 |
| Telephone | 108 | 108 |
| Telex and Telegrams | 0 | 18 |
| Postage and Air Express | 0 | 91 |
| General | 49 | 150 |
| | <u>\$9,731</u> | <u>\$20,987</u> |



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20th January 1987

APPENDIX 1

Newmont Holdings Pty. Ltd.
18th Floor
535 Bourke Street
MELBOURNE Vic. 3000

Attn: Mr. D.G. Jones

Report - 20310

| | |
|-----------------|-------------------|
| YOUR REFERENCE: | Order No. 1214 |
| IDENTIFICATION: | As listed |
| MATERIAL: | Zinc precipitates |
| WORK REQUIRED: | Au Ag Cu |
| DATE RECEIVED: | 15th January 1987 |

Chief Chemist, Perth Laboratory: H.R. Firms

General Manager - W.A. Division: K.J. Renton

cc: Perth Met. Labs.

Analysis code ZINCON

Report AC 20310/87

Page 61

Order No. 1214

| Sample | Au | Cu | Ag |
|------------|--------|--------|--------|
| 51731 | 4.50 | 0.18 | 3.00 |
| 51732 | 9.43 | 0.16 | 3.50 |
| 51733 | 0.62 | 0.20 | 9.75 |
| 51734 | 1.07 | 0.10 | 3.50 |
| 51735 | 0.24 | 0.12 | 5.75 |
| 51736 | 0.54 | 0.24 | 6.50 |
| 51737 | 1.37 | 0.70 | 19.8 |
| 51738 | 0.98 | 0.24 | 5.50 |
| 51739 | 1.61 | 0.72 | 37.5 |
| 51740 | 0.56 | 0.18 | 6.00 |
| 51741 | 0.53 | 0.42 | 9.75 |
| 51742 | 0.53 | 0.32 | 11.3 |
| 51743 | 0.41 | 0.58 | 25.3 |
| 51744 | 0.26 | 0.16 | 5.25 |
| 51745 | 0.17 | 0.42 | 43.3 |
| 51746 | 0.15 | 0.18 | 3.25 |
| 51747 | 10.7 | 0.24 | 3.75 |
| 51748 | 4.73 | 0.18 | 5.75 |
| 51749 | 1.56 | 0.14 | 4.00 |
| 51750 | 0.45 | 0.32 | 6.00 |
| 51751 | 0.92 | 0.76 | 14.8 |
| 51752 | 0.24 | 0.22 | 3.75 |
| 51753 | 0.19 | 0.18 | 4.25 |
| 51754 | 0.13 | 0.16 | 3.00 |
| 51755 | 0.41 | 0.24 | 5.75 |
| 51756 | 0.06 | 0.09 | 2.25 |
| 51757 | 0.11 | 0.08 | 2.75 |
| 51758 | 0.19 | 0.12 | 3.75 |
| 51759 | 0.13 | 0.12 | 3.50 |
| 51760 | 0.24 | 0.14 | 8.50 |
| 51761 | 0.24 | 0.12 | 5.75 |
| 51762 | 0.47 | 0.28 | 27.0 |
| 51763 | 0.30 | 0.22 | 7.50 |
| 51764 | 0.09 | 0.14 | 5.25 |
| 51765 | 0.17 | 0.14 | 4.25 |
| 51766 | 0.08 | 0.14 | 5.00 |
| 51767 | 0.11 | 0.18 | 5.75 |
| 51768 | 0.21 | 0.18 | 16.8 |
| Detn limit | (0.01) | (0.01) | (0.01) |
| Units | ppb | ppm | ppb |

Analysis code ZINCON

Report AC 20310/87

Page 62

Order No. 1214

| Sample | Au | Cu | Ag |
|------------|--------|--------|--------|
| 51769 | 0.30 | 0.48 | 31.3 |
| 51770 | 0.30 | 0.38 | 49.7 |
| 51771 | 0.17 | 0.18 | 10.5 |
| 51772 | 0.09 | 0.12 | 1.75 |
| 51773 | 0.17 | 0.10 | 3.75 |
| 51774 | 0.08 | 0.07 | 2.25 |
| 51775 | 0.36 | 0.32 | 34.8 |
| 51776 | 0.36 | 0.34 | 12.8 |
| 51777 | 0.19 | 0.42 | 33.8 |
| 51778 | 0.62 | 0.24 | 10.3 |
| 51779 | 0.43 | 0.18 | 13.0 |
| 51780 | 0.34 | 0.24 | 14.0 |
| 51781 | 0.28 | 0.30 | 13.0 |
| 51782 | 0.26 | 0.26 | 8.25 |
| 51783 | 0.11 | 0.20 | 10.5 |
| 51784 | 0.32 | 0.30 | 17.5 |
| 51785 | 0.43 | 0.24 | 11.8 |
| 51786 | 0.19 | 0.42 | 55.8 |
| 51787 | 0.39 | 0.48 | 28.3 |
| 51788 | 0.15 | 0.22 | 9.25 |
| 51789 | 0.30 | 0.28 | 19.0 |
| 51790 | 0.09 | 0.14 | 12.0 |
| 51791 | 0.23 | 0.52 | 34.8 |
| 51792 | 0.36 | 0.38 | 36.0 |
| 51793 | 0.08 | 0.08 | 28.5 |
| 51794 | 0.17 | 0.14 | 7.75 |
| 51795 | 0.08 | 0.09 | 5.25 |
| 51796 | 0.23 | 0.30 | 58.0 |
| 51797 | 0.15 | 0.28 | 15.0 |
| 51798 | 0.24 | 0.10 | 4.00 |
| 51799 | 0.13 | 0.14 | 10.0 |
| 51800 | 2.40 | 0.16 | 3.75 |
| 51801 | 0.92 | 0.14 | 3.50 |
| 51802 | 0.41 | 0.12 | 3.50 |
| 51803 | 0.23 | 0.12 | 2.50 |
| 51804 | 0.24 | 0.12 | 2.25 |
| 51805 | 0.19 | 0.22 | 6.00 |
| 51806 | 0.09 | 0.07 | 1.00 |
| 51807 | 0.26 | 0.22 | 8.00 |
| 51808 | 0.17 | 0.18 | 4.75 |
| Detn limit | (0.01) | (0.01) | (0.01) |
| Units | ppb | ppm | ppb |

Analysis code ZINCON

Report AC 20310/87

Page 63

Order No. 1214

| Sample | Au | Cu | Ag |
|------------|--------|--------|--------|
| 51809 | 0.71 | 0.64 | 12.0 |
| 51810 | 0.53 | 0.24 | 4.50 |
| 51811 | 0.68 | 0.22 | 10.5 |
| 51812 | 0.62 | 1.25 | 59.0 |
| 51813 | 0.09 | 0.16 | 3.75 |
| 51814 | 0.73 | 0.60 | 11.3 |
| 51815 | 1.31 | 0.72 | 14.0 |
| 51816 | 0.51 | 0.18 | 3.50 |
| 51817 | 0.54 | 0.70 | 21.5 |
| 51818 | 0.96 | 0.24 | 9.25 |
| 51819 | 0.39 | 0.18 | 1.75 |
| 51820 | 1.93 | 0.34 | 6.25 |
| 51821 | 0.53 | 0.54 | 18.5 |
| 51822 | 0.08 | 0.16 | 3.75 |
| 51823 | 0.90 | 0.50 | 21.8 |
| 51824 | 0.98 | 0.32 | 16.3 |
| 51825 | 0.60 | 0.62 | 37.8 |
| 51826 | 0.64 | 0.36 | 6.50 |
| 51827 | 0.21 | 0.09 | 1.75 |
| 51828 | 0.41 | 0.16 | 4.75 |
| 51829 | 0.23 | 0.08 | 1.75 |
| 51830 | 0.17 | 0.09 | 1.50 |
| 51831 | 0.83 | 0.50 | 22.3 |
| 51832 | 0.26 | 0.14 | 3.50 |
| 51833 | 0.64 | 1.10 | 49.3 |
| 51834 | 0.23 | 0.28 | 8.25 |
| 51835 | 0.34 | 0.68 | 17.8 |
| 51836 | 0.38 | 0.18 | 6.50 |
| 51837 | 0.13 | 0.32 | 16.3 |
| 51838 | 0.56 | 0.70 | 20.8 |
| 51839 | 1.26 | 0.52 | 17.8 |
| 51840 | 0.43 | 0.42 | 28.0 |
| 51841 | 0.62 | 0.58 | 26.5 |
| 51842 | 0.30 | 0.24 | 7.75 |
| 51843 | 0.64 | 0.26 | 28.0 |
| 51844 | 0.30 | 0.14 | 4.00 |
| 51845 | 0.69 | 0.54 | 23.3 |
| 51846 | 0.21 | 0.14 | 2.75 |
| 51847 | 0.41 | 0.22 | 7.25 |
| 51848 | 1.24 | 0.72 | 45.8 |
| Detn limit | (0.01) | (0.01) | (0.01) |
| Units | ppb | ppm | ppb |

Analysis code ZINCON

Report AC 20310/87

Page 64

Order No. 1214

| Sample | Au | Cu | Ag |
|------------|--------|--------|--------|
| 51849 | 0.64 | 0.56 | 33.0 |
| 51850 | 0.41 | 0.44 | 25.3 |
| 51851 | 0.60 | 0.34 | 18.3 |
| 51852 | 0.54 | 0.22 | 5.50 |
| 51853 | 0.28 | 0.22 | 5.75 |
| 51854 | 0.26 | 0.22 | 7.00 |
| 51855 | 0.30 | 0.28 | 3.75 |
| 51856 | 0.49 | 0.18 | 2.00 |
| 51857 | 0.81 | 0.18 | 7.50 |
| 51858 | 0.64 | 0.50 | 13.8 |
| 51859 | 0.51 | 0.22 | 4.25 |
| 51860 | 1.03 | 0.60 | 24.3 |
| 51861 | 0.32 | 0.18 | 3.75 |
| 51862 | 0.34 | 0.18 | 4.25 |
| 51863 | 0.64 | 0.24 | 8.25 |
| 51864 | 0.34 | 0.54 | 15.8 |
| 51865 | 0.41 | 0.18 | 3.75 |
| 51866 | 0.23 | 0.12 | 1.75 |
| 51867 | 0.13 | 0.09 | 2.25 |
| 51868 | 1.35 | 1.05 | 33.8 |
| 51869 | 0.21 | 0.16 | 2.00 |
| 54410 | 0.54 | 0.26 | 5.25 |
| 54411 | 0.39 | 0.26 | 10.5 |
| 54412 | 0.38 | 0.42 | 17.0 |
| 54413 | 2.25 | 0.16 | 6.25 |
| 54414 | 0.28 | 0.40 | 18.0 |
| 54415 | 0.28 | 0.18 | 6.50 |
| 54416 | 0.24 | 0.56 | 12.8 |
| 54417 | 0.15 | 0.14 | 6.00 |
| 54418 | 0.15 | 0.14 | 9.75 |
| 54419 | 0.06 | 0.18 | 9.25 |
| 54420 | 0.11 | 0.10 | 4.75 |
| 54421 | 0.23 | 0.06 | 5.25 |
| 54453 | 0.34 | 0.32 | 27.5 |
| Detn limit | (0.01) | (0.01) | (0.01) |
| Units | ppb | ppm | ppb |

00023

320 000mE

Private Mine 191 West Boundary

Sugarloaf Hill

Section 23N

Section 177

Private Mine 16 North Boundary

CENTRAL

CURLEW

BYLES

EASTVIEW

Windmill Creek

0.2
1.070.1
0.24

321 000mE

Part Section 36E

Old Battery

East Boundary

749 1.66
926 0.210.4
748 4.73
925 4.611.7
747 10.7
924 11.20.3
731 4.60
920 2.36
732 9.43
922 3.641.8
733 0.62
923 0.45

921 11.1

6280 000mN

6281 000mN

6282 000mN

6283 000mN

322 000mE

- Gravelled Road
- Track
- Fence
- Gate
- Watercourse

- Section Boundary
- AMG Grid
- Mine Workings
- Building
- Dam

1.7 ppb Au (Comlabe)
747 10.7 ppb Au (Griffin)
924 11.2 ppb Au (Griffin)

SCALE

0 500 1000 m

FIG. 2



NEWMONT PROPRIETARY LIMITED

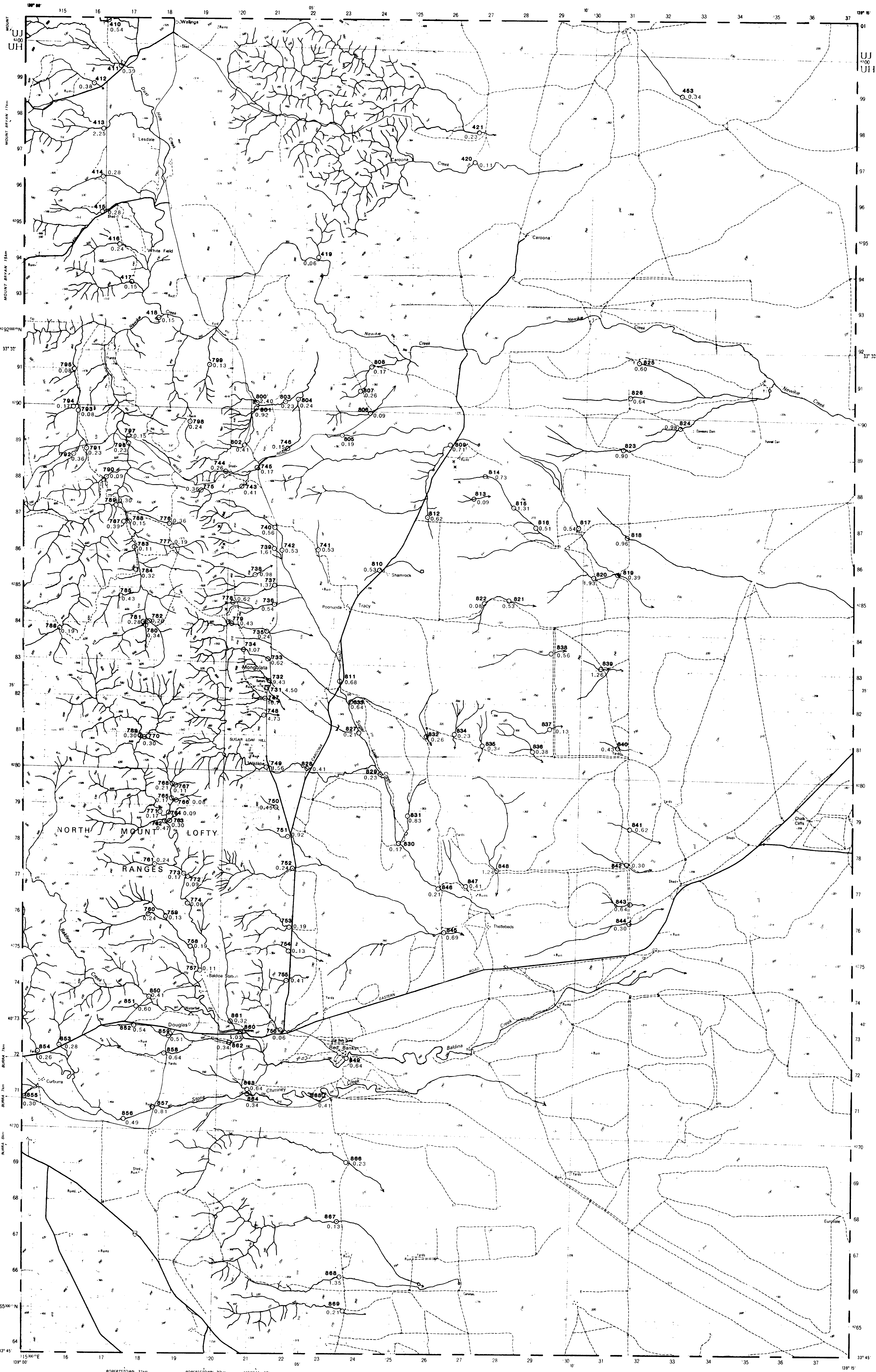
| | | | |
|----------|----------|-------------|----------|
| COMPILED | DGJ | SCALE | 1:10,000 |
| DRAWN | DGJ | DRAWING No. | |
| DATE | DEC 1986 | FIGURE No. | |

E.L.1343 "MONGOLATA"
MONGOLATA MINING FIELD
BLEG SAMPLING
GOLD

MONGOLATA
SOUTH AUSTRALIA

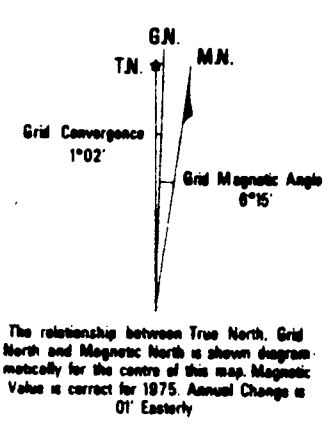
SCALE 1:50000
CONTOUR INTERVAL 10 METRES

| | |
|----------------------------|-----------------|
| NEWMONT HOLDINGS PTY.LTD. | FIG. 1 |
| PROJECT E.L.1343 MONGOLATA | SCALE 1:50,000 |
| TITLE BLEG SAMPLING | DATE Feb 1987 |
| GOLD | DRAWN D.G.J. |
| 6754-1 | COMPILED D.G.J. |

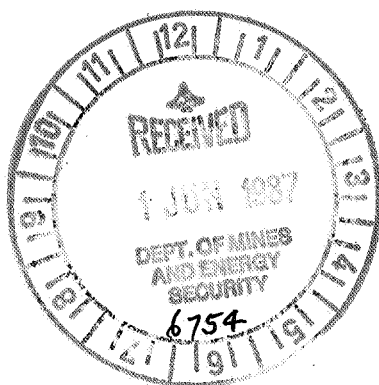


LEGEND

- Gravelled Road
- Track
- Gate
- Watercourse
- Building
- Spot Height
- AMG Coordinate
- BLEG Sample
- Au in parts per billion



MONGOLATA EL 1343
BURRA 1:250,000 SHEET
SOUTH AUSTRALIA
THIRD QUARTERLY REPORT
TO 29 APRIL, 1987.



MONGOLATA EL 1343

BURRA 1:250,000 SHEET

SOUTH AUSTRALIA

THIRD QUARTERLY REPORT

TO 29 APRIL, 1987.

D.Z. Royle
May, 1987.

Distribution

S.A. Dept. of Mines & Energy (1)
Brisbane (1)
Melbourne (1)

EXPLORATION

Office Studies

A re-evaluation of existing technical data during the reporting period suggested there is little potential for a large gold target within EL 1343. Newmont, however has received an offer of joint venture from another party and negotiations are underway.

Possible Future Program

1. Follow-up spot BLEG stream sediment anomalies.
2. Aeromagnetic survey of the licence in an attempt to define favourable mineralized structures.
3. Detailed mapping of the Cox Sandstone Member.
4. Reconnaissance RAB drilling of favourable stratigraphy/structure.

EXPENDITURE STATEMENT**Mongolata EL 1343**

| | 3 months to 24 April 87 | Total to 24 April 87 |
|-------------------------------|------------------------------------|---------------------------------|
| Labour & Overheads | 2,306 | 13,303 |
| Assaying | 419 | 4,649 |
| Consultants (petrology) | | 402 |
| Office Rental | | 569 |
| Supplies - General | 78 | 242 |
| Supplies - Sample Preparation | | 30 |
| Field Living | | 488 |
| Vehicle Operating | | 534 |
| Travel & Accommodation | | 1,610 |
| Freight | | 307 |
| Rentals - S.A. Government | | 1,493 |
| Application Fee | | 96 |
| Plans & Drawings | | 1,207 |
| Photocopying | | 148 |
| Stationery | | 50 |
| Power | | 23 |
| Telephone | | 108 |
| Telex & Telegrams | | 18 |
| Postage & Air Express | | 91 |
| General | | 150 |
| | <hr/> 2,384 <hr/> | <hr/> 25,518 <hr/> |

MONGOLATA EL 1343

BURRA 1:250,000 SHEET

SOUTH AUSTRALIA

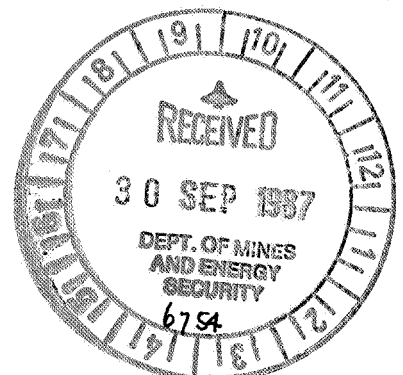
FOURTH QUARTERLY REPORT

TO 29 JULY, 1987.

D.Z. Royle
September, 1987.

Distribution

S.A. Dept. of Mines & Energy
Brisbane (1)
Melbourne (1)



INTRODUCTION

GENERAL

On 4th March 1986, Newmont made application for an Exploration Licence (EL) covering an area known as Mongolata centred about 20 km northeast of Burra. The licence, EL 1343, was issued on 29 July 1986 for a period of one year. It covers an area of 857 sq km over gently folded Upper Proterozoic sediments of the Heysen Supergroup. The principal objective is to search for stratabound gold deposits, although it is recognized that the district also holds potential for base metal deposits.

LOCATION AND ACCESS

The western part of the licence covers freehold land belonging to Baldina and East Bungaree pastoral companies. The eastern half of the licence is occupied by pastoral leasehold, including all of Poonunda and part of Murong Stations.

Eastern Road and Caroona Road are well-maintained gravelled roads connecting to Burra, while White Road provides good access into the northern part of the licence from Mt. Bryan. Numerous station tracks and cleared fence lines provide four-wheel-drive access to even the most rugged parts of the region.

GEOLOGY

REGIONAL GEOLOGY

Mongolata lies within the Adelaide Geosyncline, on the central western margin of the Tertiary Murray Basin (Fig. 1). Relatively unaltered sediments of the Farina Subgroup of the Precambrian Umberatana Group have been folded along north-south axes. A gently north-plunging syncline dominates the structural regime in the Mongolata licence area. A strike-slip fault marks the axial plane of a tight anticline immediately east of the Mongolata syncline.

STRATIGRAPHY

Appila Tillite

The oldest rock unit recognised in the area is a massive boulder tillite, containing reddish quartzite boulders, which forms a subdued range of low hills east of Poonunda homestead. The Black Hill silver-lead diggings occur within this formation.

Farina Subgroup

Conformably overlying the Appila Tillite and associated green siltstones is a distinctive thin black shale marker, the Tindelpina Shale. This lies at the base of the Tapley Hill Formation, a series of well-laminated siltstones which become progressively more sandy towards the top. The sandy siltstones grade into the Lower Tarcowie Siltstone, a well-bedded feldspathic sandstone which is silicified in places. The upper Tarcowie Siltstone contains calcareous interbeds. A greenish siltstone with fine sandy and limey interbeds overlies the Tarcowie Siltstone, and is equated with the Enorama Shale.

Yerelina Subgroup

The Enorama Shale passes upwards into a thick sequence of pebbly tillite containing carbonate clasts, interbedded with siltstone. This unit, the Pepuerta Tillite, marks the base of the Yerelina Subgroup. Towards the top, a distinctive pebbly feldspathic quartzite forms the Grampas Quartzite unit.

Wilpena Group

The centre of the Mongolata syncline is occupied by the Ulupa Siltstone, a dark green flaggy siltstone with fine sandy interbeds.

STRUCTURE

The rocks have been affected by one major phase of regional deformation. Open folds along north-south axes have a single associated axial plane slaty cleavage developed best in shale units.

EXPLORATION

Joint Venture Negotiations

Negotiations on a Joint Venture Agreement with Conquest Mines N.L. has been proceeding and will now encompass the adjoining EL 1344 (Ulooloo). On execution of the Agreement a formal program will include:-

1. Follow-up spot BLEG stream sediment anomalies.
2. Aeromagnetic survey of the licence in an attempt to define favourable mineralized structures.
3. Detailed mapping of the Cox Sandstone Member.
4. Reconnaissance RAB drilling of favourable stratigraphy/structure.

EXPENDITURE STATEMENT

Mongolata EL 1343

| | 3 Months to 29 July, 87 | Project to 24 April, 87 |
|-------------------------------|----------------------------|----------------------------|
| Labour & Overheads | 362 | 13,665 |
| Assaying | | 4,649 |
| Consultants (petrology) | | 402 |
| Office Rental | | 569 |
| Supplies - General | | 242 |
| Supplies - Sample Preparation | | 30 |
| Field Living | | 488 |
| Vehicle Operating | | 534 |
| Travel & Accommodation | 420 | 2,030 |
| Freight | | 307 |
| Rentals - S.A. Government | | 1,493 |
| Application Fee | | 96 |
| Plans & Drawings | | 1,207 |
| Photocopying | | 148 |
| Stationery | | 50 |
| Power | | 23 |
| Telephone | | 108 |
| Telex & Telegrams | | 18 |
| Postage & Air Express | | 91 |
| General | | 150 |
| | <hr/> | <hr/> |
| | \$782 | \$26,300 |
| | <hr/> | <hr/> |

MONGOLATA EL 1343

BURRA 1:250,000 SHEET

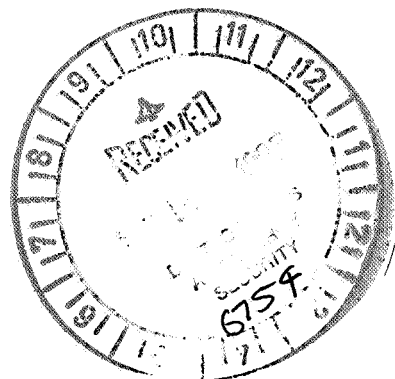
SOUTH AUSTRALIA

QUARTERLY REPORT TO 29TH NOVEMBER, 1987.

D.Z. Royle
December, 1987.

Distribution

S.A. Dept. of Mines & Energy (1) ✓
Brisbane (1)
Melbourne (1)



Introduction

The term for Mongolata EL 1343 has been successfully extended for a further year and will now expire on 28th July, 1988.

Exploration**Joint Venture Negotiations**

Work has been delayed due to protracted Joint Venture negotiations with the Agreement due for execution in December, 1987.

Expenditure

Expenditure incurred on Mongolata EL 1343 for the period 1 August, 1987 to 29 November, 1987 was as follows:-

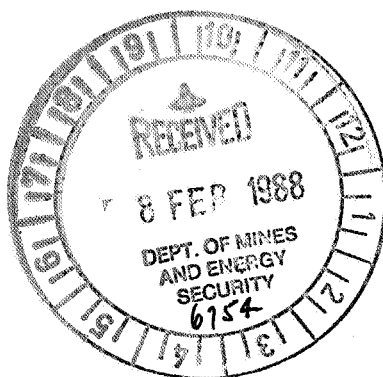
| | A\$ |
|----------------------|-------|
| Salaries & Overheads | 663 |
| Property Payments | 3,160 |
| | <hr/> |
| PROJECT TOTAL | 3,823 |
| | <hr/> |

CONQUEST MINES NLEXPLORATION LICENCE NUMBER 1343 - MONGOLATASOUTH AUSTRALIAQUARTERLY REPORT TO 29TH JANUARY, 1988

C.H.H. Conor,
Senior Geologist,
29th January, 1988.

Distribution

S.A. Dept. Mines and Energy (1)
Conquest Mines NL, Perth (2)
Conquest Mines NL, Adelaide (1)
Newmont Australia Ltd., Melbourne (1)
Newmont Australia Ltd., Brisbane (1)



1. INTRODUCTION

This report concerns Exploration Licence 1343 and relates to activities during the period October 1987 to January 1988. Of significance during this period, following negotiations with Newmont Australia, management of the EL was taken over by Conquest Mines NL. Preliminary exploration activity was commenced by Conquest.

Expenditure for the period is listed in the appendix.

2. WORK EFFECTED

1:40 000 scale SA Lands Department aerial photography was purchased to cover the total EL area. Photo-interpretation has commenced with the objective of producing a geological map to act as a framework for more detailed appraisal.

The Thematic Mapper data tape has been ordered for the scene including EL 1343 and information from this will be used initially in conjunction with the photo-interpretative work mentioned above.

Aquisition of digital aeromagnetic data has been investigated but it has not as yet been released by the BMR. An aeromagnetic data tape and plans have been obtained from WMC.

Following discussion with SADME (Mr. C.M. Horn) the possibility of carrying-out a program involving shallow seismic, in conjunction with SADME, is being considered. The technique is expected to help delineate basement configuration below the alluvial sediments east of the main Mongolata lodes.

3. FUTURE PROGRAM

a) completion of the photo-geology map and some ground truthing. Mapping and sampling of the Cox Sandstone and Appila Tillite.

b) follow-up sampling in the vicinities of previously located BLEG anomalies (Jones, D.G. 1987). Some of these appear related to the Appila Tillite and therefore Mt. Grainger style mineralisation will be investigated.

c) some familiarisation mapping and sampling of the Mongolata gold workings.

d) possible shallow seismic traverses east from Mongolata goldfield.

REFERENCE

Jones, D.G. 1987. Mongolata EL 1343, Burra 1:250 000 Sheet, South Australia.
Second Quarterly Report to 29 January, 1987.

APPENDIX

EXPENDITURE. NB. FOR BOTH UL00LOO AND MONGOLATA ELS

NEWMONT EXPENDITURE OCTOBER 1987 TO DECEMBER 1987

| | \$ |
|----------------------|-----------------|
| Labour & Overheads | 1,992.00 |
| Consultants | 692.00 |
| Supplies | (762.00) |
| Administrative Costs | <u>187.00</u> |
| EXPENDITURE | <u>2,109.00</u> |

CONQUEST MINES EXPENDITURE

| | |
|-------------------|------------------|
| Labour | 10,125.00 |
| Personnel support | 1,199.00 |
| Materials | 1,612.00 |
| Vehicle | <u>23.00</u> |
| EXPENDITURE | <u>12,959.00</u> |

| | |
|--------------------------|------------------|
| <u>TOTAL EXPENDITURE</u> | <u>15,068.00</u> |
|--------------------------|------------------|

SPLIT
50/50
between
EL 1343
&
EL 1344

Needs clarification

CONQUEST MINES NLEXPLORATION LICENCE NUMBER 1343 - MONGOLATASOUTH AUSTRALIAQUARTERLY REPORT FROM 30TH JANUARY TO 29TH APRIL, 1988

C.H.H. Conor,
Geological Consultant,
9th April, 1988.

Distribution

S.A. Dept. Mines and Energy (1)
Conquest Mines NL., Perth (2)
Conquest Mines NL., Adelaide (1)
Newmont Australia Ltd., Melbourne (1)
Newmont Australia Ltd., Brisbane (1)



1. INTRODUCTION

This report concerns Exploration Licence 1343 and relates to activities during the period January 1988 to April 1988. During the period office based studies were effected which encompassed the Mongolata area, field investigations were limited to the Mt. Grainger goldfield and to the adjacent Ulooloo area (EL 1344) to the north.

2. WORK EFFECTED

Initial photo-interpretation at 1:40 000 scale resulted in a regional base map which subdivides the area into four separate lithological categories, also it shows structural detail that is obvious from the air. The map will be used as a base to which to tie local detailed mapping and sampling.

The Thematic Mapper data tapes have been purchased and preliminary processing carried out to give a number of images, these will form the basis of regional interpretative work during the next period.

3. FUTURE PROGRAM

A low level, geochemical, gold anomaly is situated 6km east from the Mongolata goldfield (see Fig. 1, Jones, D.G., 1986). This anomaly is called the Dawsons Dam gold anomaly, and extends 6km north to south. Anomalous values, at least in the northern part of the zone, appear to relate to the Black Hill and Gordon and Fuss claims. The drainage containing the anomalous gold is currently separated, by a belt of low values, from that draining the Mongolata goldfield, .

A program of sampling and mapping is planned for the Dawsons Dam area and will be carried during the May-July quarter.

Also during the next quarter, the Landsat TM data will be used as a continuation of the regional study.

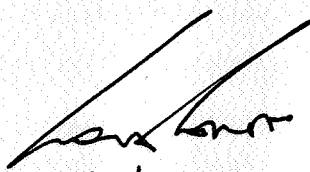
As a result of the poor drilling results recently obtained by Conquest Mines in the Mount Grainger area, the prospectivity of the basal tillite lithologies is under question. Therefore regional sampling of the various arkosic units now has low priority.

REFERENCE

Jones, D.G. 1987. Mongolata EL 1343, Burra 1:250 000 Sheet, South Australia.
First Quarterly Report to 29 October, 1986.

EXPENDITURE.

| CATEGORY | EXPENDITURE (\$) |
|--|------------------|
| Personnel & Support | 416 |
| Technical Services (including geological) | 6,557 |
| Contractors | 396 |
| Motor vehicle | 79 |
| Tenement costs | 4,070 |
| Field cost | <u>359</u> |
| <u>TOTAL</u> | <u>11,877</u> |


13/5/88

CONQUEST MINES NL

EXPLORATION LICENCE NUMBER 1343 - MONGOLATA

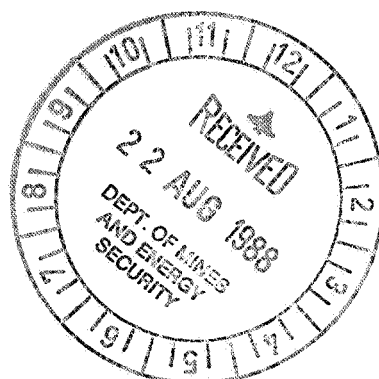
SOUTH AUSTRALIA

QUARTERLY REPORT 30TH APRIL TO 29TH JULY, 1988

C.H.H. Conon,
Geological Consultant,
18th August, 1988.

Distribution

S.A. Dept. Mines and Energy (1)
Conquest Mines NL., Perth (2)
Conquest Mines NL., Adelaide (1)
Newmont Australia Ltd., Melbourne (1)
Newmont Australia Ltd., Brisbane (1)



EXPLORATION LICENCES 1343 & 1344 ORIGINAL & PROPOSED REDUCED AREAS

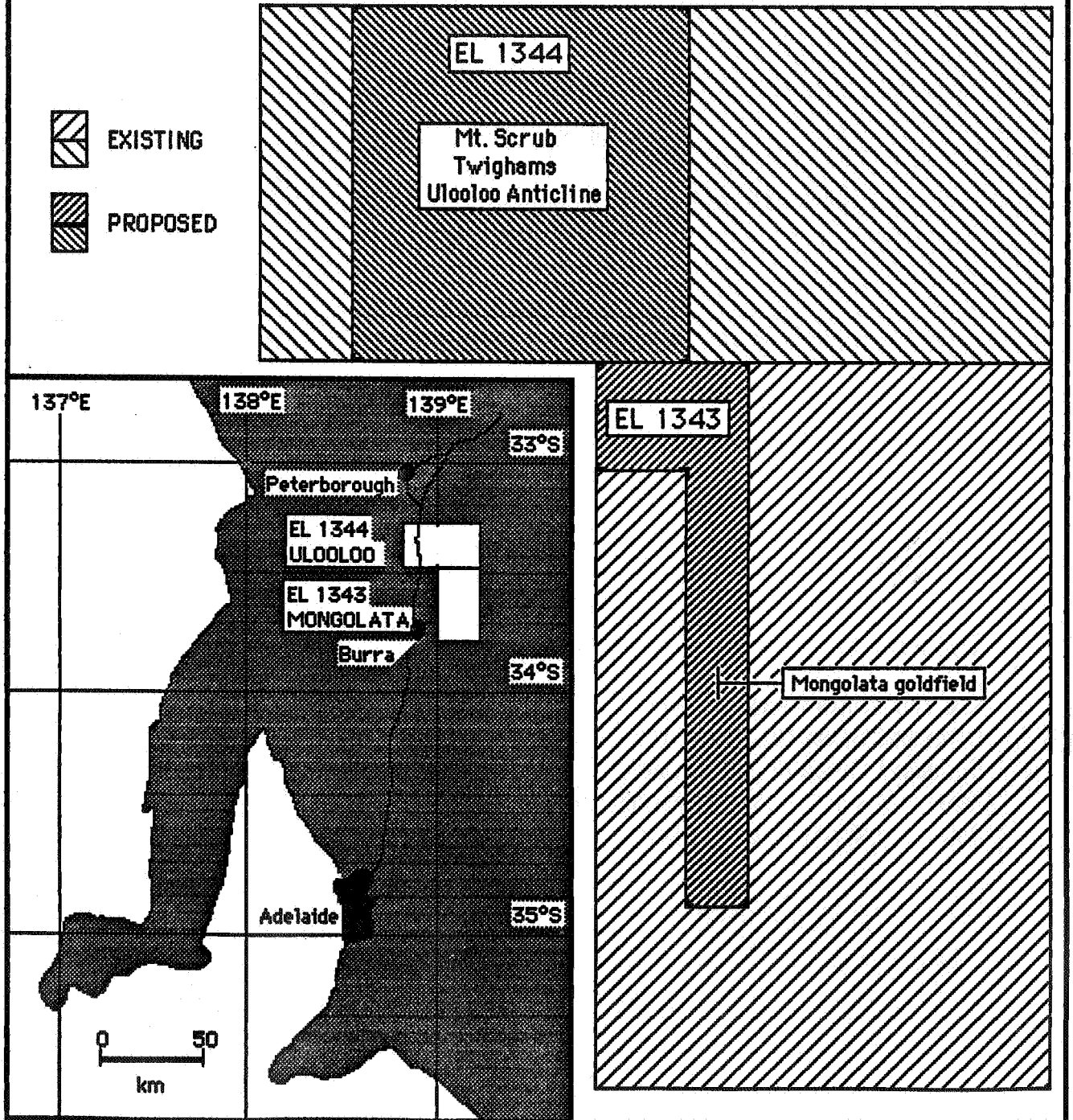
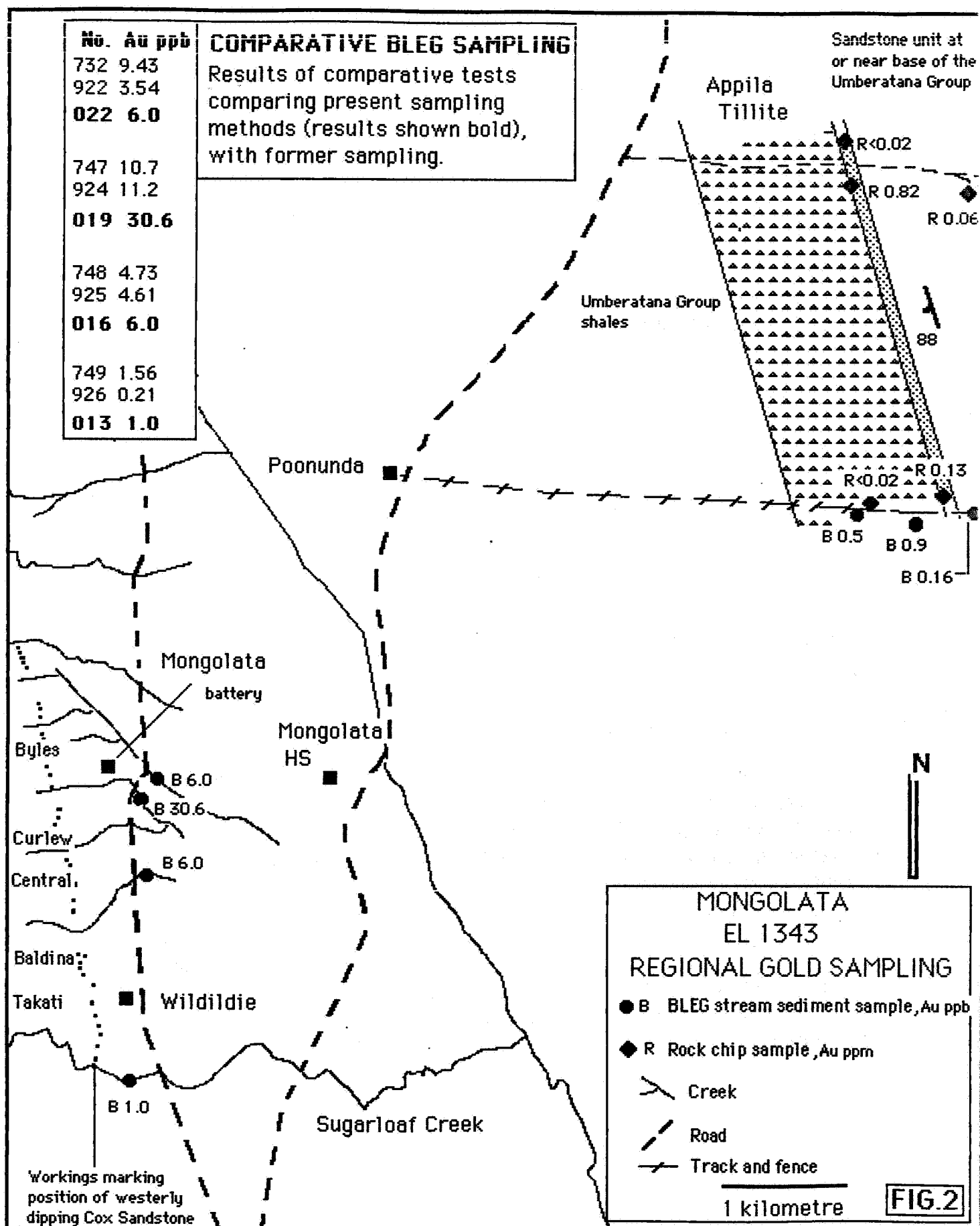


FIG.1



1. INTRODUCTION

This report concerns Exploration Licence 1343 (Mongolata) and relates to activities during the period April to July 1988. Regional studies and some detailed field work over a specific area were carried out. Most activity was concentrated upon the adjoining licence area to the north, ie. EL 1344.

29th July represents the termination of the annual period of tenure. Application was made for extension, although over a reduced area (Fig.1).

Expenditure for the period is listed.

2. WORK EFFECTED

REGIONAL STUDIES

Processing of Thematic Mapper data tapes was continued, further images were produced, with the Mongolata Goldfield region being the focus of attention.

LOCAL PROSPECT SIZE STUDIES

Mongolata Goldfield Anomaly

Work was limited to repeating BLEG sampling from creeks draining the area of the Goldfield. The objective of the sampling is to provide a correlation factor between former and current sampling techniques. Results that are available are shown in Figure 2, others are awaited and will be reported at the end of the next quarter. The conclusion to date is that present sampling techniques compare favourably with the previous method.

Contact has been maintained with Mineral Resources Division, SADME, with regard to sampling that the Division has been carrying-out on the Goldfield. Results of this work will be assessed during the next quarter to determine whether follow-up work is justified.

Dawson's Dam Gold Anomaly

A low level stream sediment anomaly was investigated situated east from the Mongolata Goldfield in drainage that is presently separate from that of the Goldfield.

The ridge of ground separating the Dawson's Dam drainage from that at Mongolata is predominantly underlain by the Sturtian Appila Tillite which dips steeply west-southwesterly. There are a number of shallow workings developed within a quartz-veined, ?pyritiferous sandstone unit at or near the base of the tillite. Some of these workings may represent the previously recorded Black Hill claims.

The sandstone unit is shown near the top left-hand corner of Figure 2. The results of three rock chip samples are shown, values are distinctly anomalous although not indicative of economic grades. It is considered probable that the sandstone unit is responsible for the low BLEG anomaly to the east.

The Dawson's Dam area has been relinquished.

3. FUTURE PROGRAM


As mentioned above immediate future work will depend to some extent upon results coming from the SADME sampling program. If those results are favourable follow-up mapping and sampling will be initiated.

During the next quarter, the regional study will be continued through the use of the Landsat TM data.

=====

4. EXPENDITURE

| CATEGORY | EXPENDITURE (\$) |
|--|------------------|
| Personnel & Support | 582 |
| Technical Services (including geological) | 5,066 |
| Motor vehicle | 69 |
| Tenement costs | 26 |
| Field cost | 412 |
| <u>TOTAL</u> | <u>6,155</u> |



C.H.H. CONOR



**CONQUEST
MINES N.L.**

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00046

26 Sturdee Street,
Linden Park,
S.A. 5065.

5th December, 1988.

The Director-General,
Dept. Mines and Energy,
P.O.Box 151, EASTWOOD,
S.A. 5053.

Attention: Mr. I. Faukes,

Dear Sir,

EL 1343 (MONGOLATA)

QUARTERLY REPORT FOR PERIOD 30TH JULY TO 29TH OCTOBER, 1988

Expenditure figures for Mongolata are contained within the quarterly report on the Ulooloo EL (1344). I duplicate them below for inclusion in your relevant envelope.

Little field work was attempted within the Mongolata EL area during the period, because the results of the current SADME sampling program are awaiting assessment.

A few additional samples were submitted for analysis by the BLEG method, the samples being collected from streams draining the Mongolata Goldfield. The objective of the BLEG program was two-fold to compare, firstly results from different laboratories, secondly results obtained from two types of sediment. The earlier high resolution BLEG sampling by Newmont Australia (1986) demanded the use of 5kg of material collected from active channels and screened to accept -5mm diameter particles. Conquest Mines NL have been using 1kg clay-rich samples, taken from ancient alluvium (?Telford Gravel equivalent) and sieved to pass -16 mesh. Some of the results were reported previously (see report for period ending July 29th, 1988), however all are shown tabulated on page 2 for ease of comparison. The table shows that there is good agreement, both, for each of the lithological materials used, and for the results from each laboratory (except the earlier Comlab work, now improved).

TABLE

DETAILED TEST STREAM SEDIMENT BLEG SAMPLING, MONGOLATA GOLDFIELD
Results in ppb Au.

| SITE | GRIFFIN/1 | GRIFFIN/2 | COMLABS/1 | COMLABS/2 | TETCHEM | SHEEN |
|------|---------------------------|-----------|-----------|---------------------------|---------|-------|
| | -----1986, -5MM, 5KG----- | | | -----1988, -16#, 1KG----- | | |
| 1 | 1.56 | 0.21 | 0.1 | <0.5 | 1.0 | 1.0 |
| 2 | 4.73 | 4.61 | 0.4 | 3.0 | 6.0 | 5.0 |
| 3 | 10.70 | 11.20 | 1.7 | 15.0 | 30.6 | 20.0 |
| 4 | 4.50 | 2.36 | 0.3 | 5.5 | 5.4 | 6.0 |
| 5 | 9.43 | 3.54 | 0.3 | 4.0 | 6.0 | 5.0 |
| 6 | 0.62 | 0.45 | 1.8 | <0.5 | 0.3 | 1.0 |

Sample sites are shown in the attached figure.

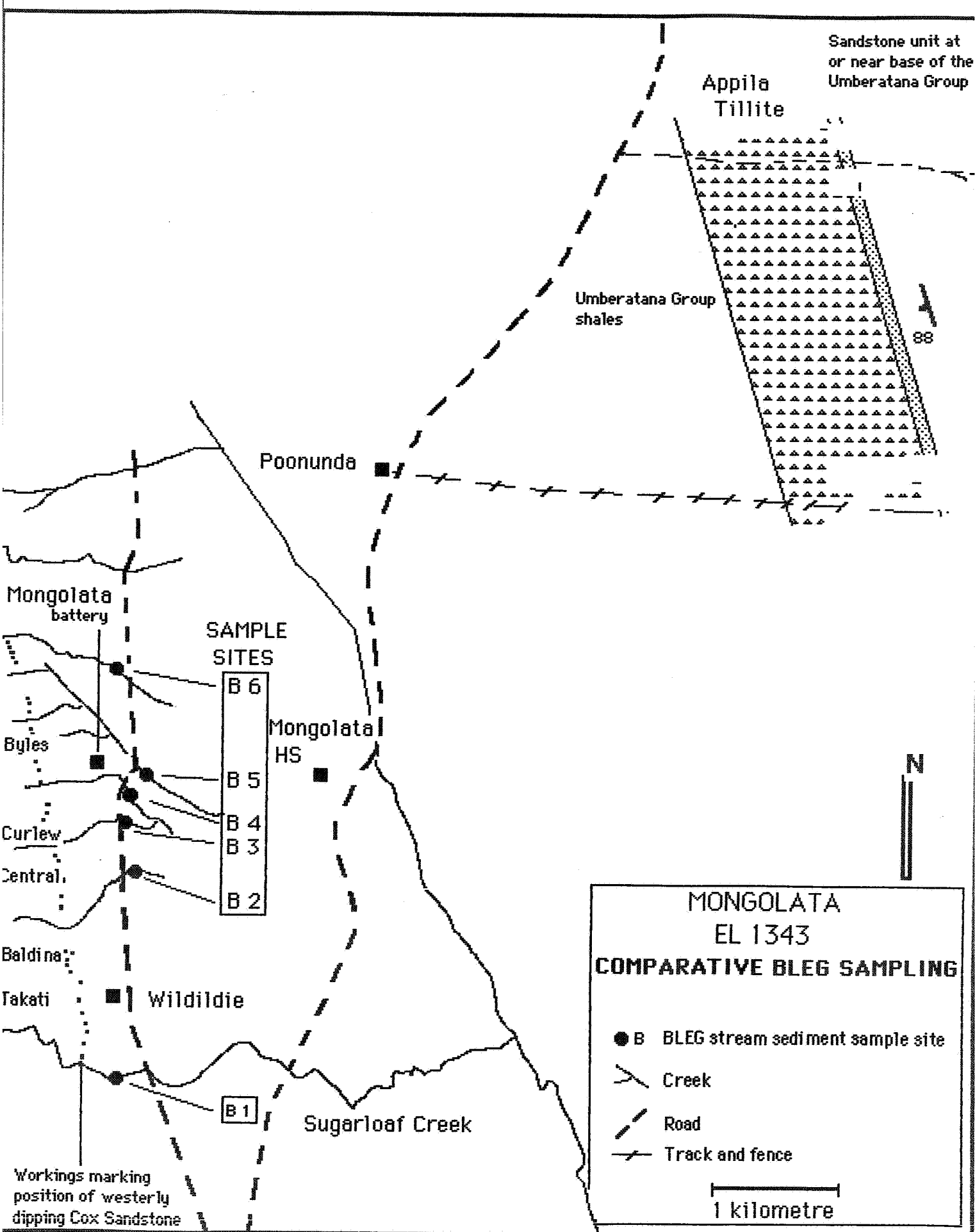
EXPENDITURE

| CATEGORY | EXPENDITURE (\$) |
|---------------------------------|------------------|
| Personnel & Support | nil |
| Technical services (geological) | 500 |
| Analytical | 83 |
| Motor Vehicle | 78 |
| Tenement Cost | 305 |
| Field Costs | <u>64</u> |
| | <u>1,030</u> |

Yours sincerely,
CONQUEST MINES NL.,



COLIN. H.H. CONOR,
Geological Consultant.



AUSTMIN GOLD NL

EXPLORATION LICENCE 1343 - MONGOLATA

SOUTH AUSTRALIA

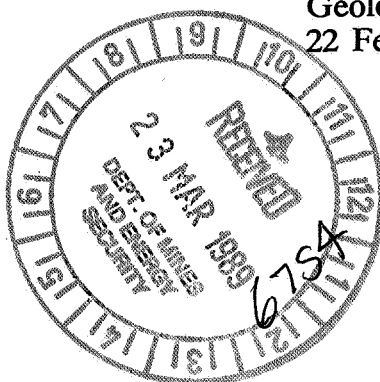
QUARTERLY REPORT AND RELINQUISHMENT REPORT
FOR THE PERIOD 30 OCTOBER 1988 TO 29 JANUARY, 1989

Distribution

S.A. Dept of Mines and Energy (1)
Austmin Gold NL, Melbourne (1)
C.H. Conor, Adelaide (1)
Newmont Australia Limited, Melbourne (1)
Newmont Australia Limited, Brisbane (1)

C.H.H. Conor
Geological Consultant
22 February 1989

AGO30001



1. INTRODUCTION

This report concerns Exploration Licence 1343 (Mongolata) and relates to activities during the period November 1988 to January 1989. Little work was carried out during the period for two reasons:

1. Management of EL 1343 passed to Austmin Gold NL from Conquest Mines NL.
2. Recent SADME data at the Mongolata Goldfield was assessed.

Since the lease was due to terminate at the end of the period (29/1/89), a request was made, and approved, for the termination date to be advanced to 29th April, 1989.

2. WORK COMPLETED

Work was carried out in testing two low level stream sediment gold anomalies that were originally detected by Newmont Australia (Jones, 1986). One anomaly is 4km east from the Glendare property, 17km north from the Mongolata Goldfield (2.25 ppbAu); the other is south from the fork in Newikie Creek and 9km north from the goldfield (2.4 ppbAu). See attached figure (analytical results are shown in the appended table).

2.1 Glendare Stream Sediment Gold Anomaly

The Glendare anomaly is within a creek draining eastwards across the Pepuarta Tillite and Tarcowie Siltstone (see figure). The Cox Sandstone crops out along the EL boundary. The area occupies the eastern limb of a syncline, the fold axis being to the west.

Repeat sampling failed to duplicate the original result, although one tributary is weakly anomalous (1.0 ppbAu). No lithology appeared prospective; the Cox Sandstone contains only thin buck quartz+chlorite veins in a minor fractured zone within the Tarcowie Siltstone.

Based on the above sampling results, it is thus considered that the presence of a significant gold deposit within the area investigated is most improbable.

2.2 Newikie BLEG Anomaly

As with the Glendare case, the Newikie anomaly is associated with the Pepuarta Tillite, although the situation differs in that the anomalous creek drains eastward off a fold limb with the synclinal axis to the east.

Repeat sampling from the original site produced an anomalous result, although at a reduced level (ie. 2.4:1.0 ppbAu, see figure). At this locality sporadic quartz+siderite+chlorite veins do provide a potentially auriferous lithology. These veins have in the past been explored by pits and may relate to workings named 'The Dope' in SADME records.

Low gold values from both BLEG and rock chip (siderite+quartz veins) samples, together with the sporadic nature of the veins thus indicate that a significant gold deposit is unlikely to be present within the area drained by the creeks shown in the figure.

2.3 Mongolata Goldfield

The decision has been made that Austmin Gold NL will not carry out detailed exploration within the Mongolata Goldfield. This decision comes from the following reasons:

1. Recent sampling by SADME in areas excised from EL 1343 (ie Curlew and the private mine area) produced disappointing results, results in keeping with those of CRA from Byles Mine.
2. Previous mining has high graded the area.

3. A suitable exploration program will be costly (detailed structural mapping, underground, diamond drilling).

It is considered that the chance of discovering a mineable gold resource will be small and, in view of the cost of exploration, the financial risk is considered unacceptable.

4. EXPENDITURE

| <u>CATEGORY</u> | <u>EXPENDITURE</u> |
|--|--------------------|
| | EL 1343 |
| | \$ |
| Personnel & Support | 3,525.00 |
| Technical Services (including geological) | - |
| Analytical | 660.60 |
| Motor Vehicle | - |
| Tenement Cost | - |
| Field Costs | \$ <u>815.47</u> |
| TOTAL | <u>\$5,001.07</u> |

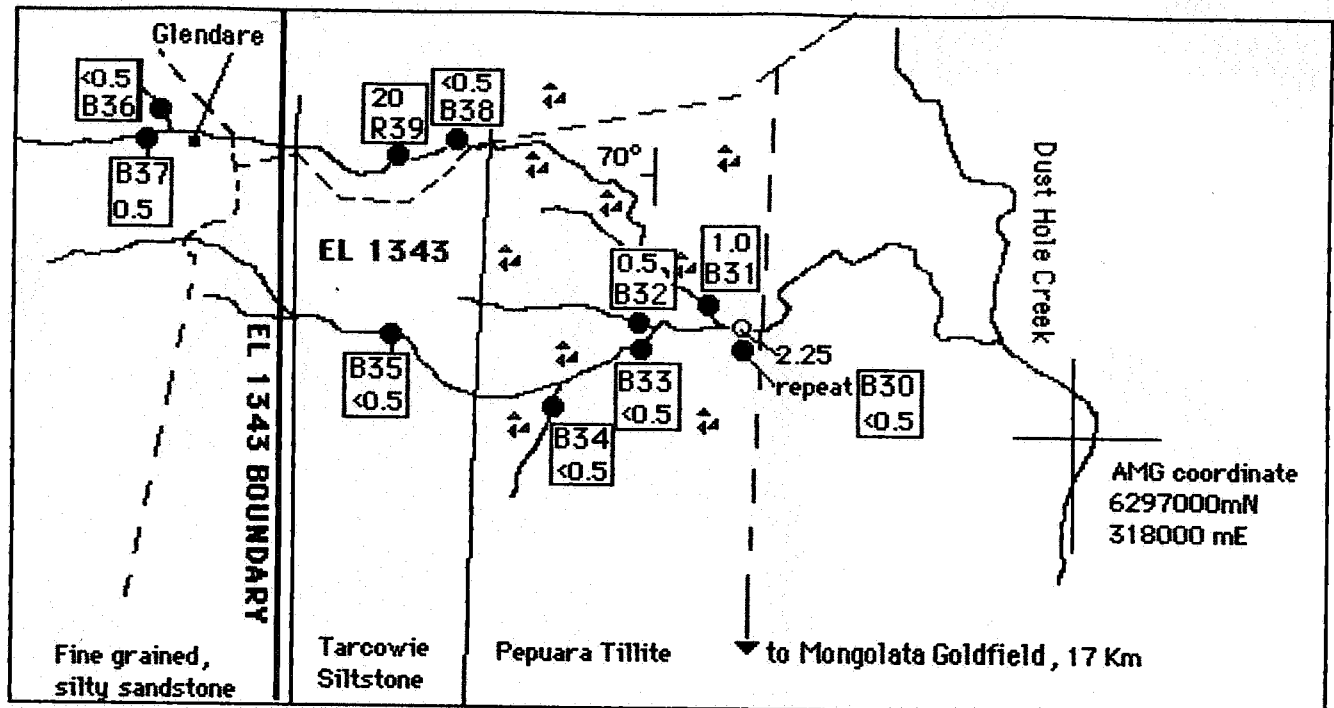
5. REFERENCES

Jones, D.G 1986. Mongolata EL 1343, Burra 1:250,000 Sheet, South Australia: First Quarterly Report to 29 october 1986 (unpublished report).

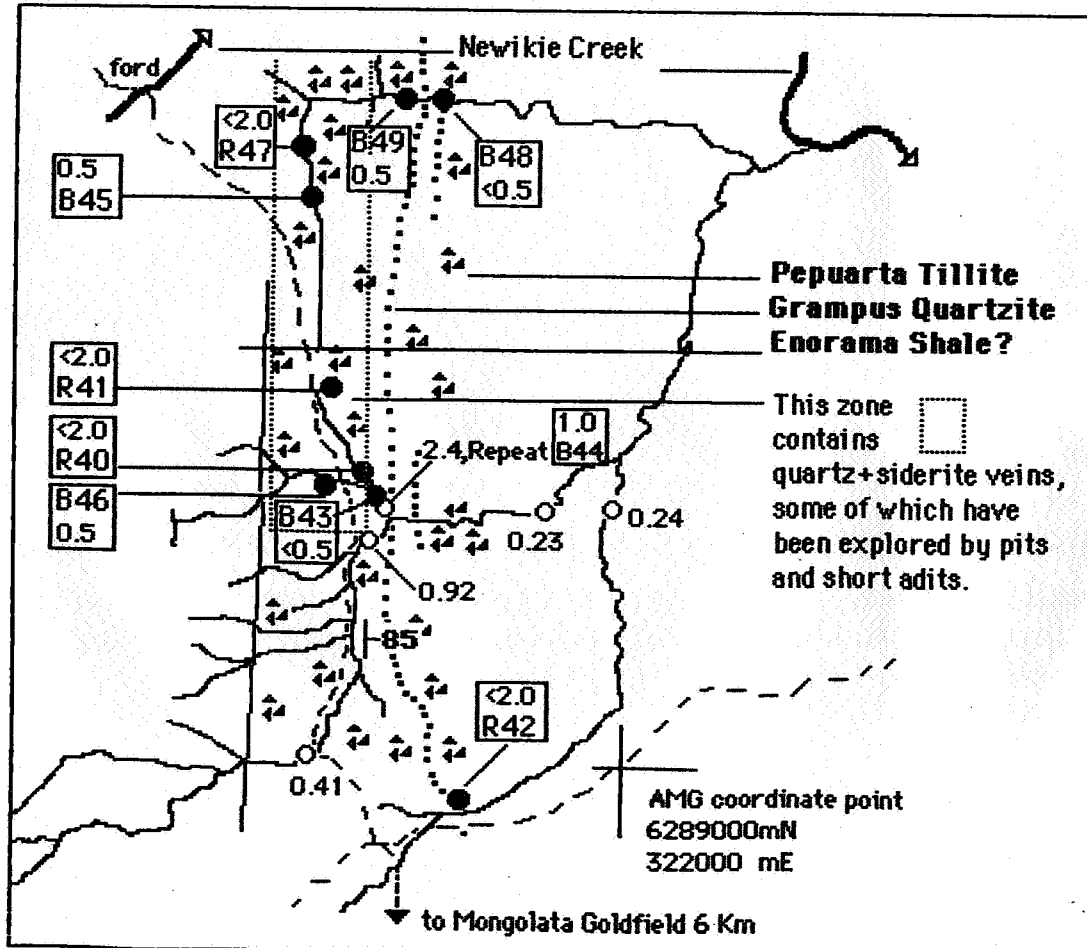
Mayer, T.E.(CRA) 1980-1981. Quarterly Reports on Mongolata EL 616, South Australia. SADME envelope 3848.

EL 1343, MONGOLATA. BLEG & ROCK CHIP SAMPLING

GLENDARE BLEG ANOMALY



NEWIKIE BLEG ANOMALY



1 kilometre

Samples prefixed: 3140--

B = BLEG, 0.5 Kg, -16*

R = Rock chip

O = previous N'mont BLEG

Values: ppb Au (Classic Comlabs)

MONGOLATA SAMPLE LISTING

CONQUEST MINES NL

| SAMPLE NUMBER | AIR PHOTO LOCATION | | | SITE | SAMPLE TYPE | LAB | Au ppm |
|------------------|--------------------|-------|-------|--------|----------------|-----------|---------------|
| | survey | frame | point | | | | |
| CQU314001 | 2414 | 39 | 1 | | BLEG-16*1kg | C.Comlabs | 0.0005 |
| CQU314002 | 2414 | 39 | 1 | | BLEG-16*1kg | Tetchem | 0.0016 |
| CQU314003 | 2414 | 39 | 2 | | rock chip | C.Comlabs | 0.12 |
| CQU314004 | 2414 | 39 | 4 | | BLEG-16*1kg | C.Comlabs | 0.0005 |
| CQU314005 | 2414 | 39 | 4 | | BLEG-16*1kg | Tetchem | 0.0009 |
| CQU314006 | 2414 | 39 | 5 | | rock chip | C.Comlabs | <0.02 |
| CQU314007 | 2414 | 39 | 6 | | BLEG-16*1kg | C.Comlabs | 0.0005 |
| CQU314008 | 2414 | 39 | 6 | | BLEG-16*1kg | Tetchem | 0.0005 |
| CQU314009 | 2414 | 98 | 2 | | rock chip | C.Comlabs | 0.82 |
| CQU314010 | 2414 | 98 | 2 | | rock chip | C.Comlabs | <0.02 |
| CQU314011 | 2414 | 98 | 3 | | rock chip | C.Comlabs | 0.06 |
| CQU314012 | 2414 | 37 | 1 | site 1 | BLEG-16*1kg | C.Comlabs | <0.0005 |
| CQU314013 | 2414 | 37 | 1 | | BLEG-16*1kg | Tetchem | 0.0010 |
| CQU314014 | 2414 | 37 | 1 | | BLEG-16*1kg | Sheen | 0.0010 |
| CQU314015 | 2414 | 37 | 2 | site2 | BLEG-16*1kg | C.Comlabs | 0.0030 |
| CQU314016 | 2414 | 37 | 2 | | BLEG-16*1kg | Tetchem | 0.0060 |
| CQU314017 | 2414 | 37 | 2 | | BLEG-16*1kg | Sheen | 0.0050 |
| CQU314018 | 2414 | 37 | 3 | site 3 | BLEG-16*1kg | C.Comlabs | 0.0150 |
| CQU314019 | 2414 | 37 | 3 | | BLEG-16*1kg | Tetchem | 0.0306 |
| CQU314020 | 2414 | 37 | 3 | | BLEG-16*1kg | Sheen | 0.0200 |
| CQU314021 | 2414 | 37 | 4 | site 4 | BLEG-16*1kg | C.Comlabs | 0.0040 |
| CQU314022 | 2414 | 37 | 4 | | BLEG-16*1kg | Tetchem | 0.0060 |
| CQU314023 | 2414 | 37 | 4 | | BLEG-16*1kg | Sheen | 0.0050 |
| CQU314024 | 2414 | 37 | 5 | site 6 | BLEG-16*1kg | Tetchem | 0.0003 |
| CQU314025 | 2414 | 37 | 5 | | BLEG-16*1kg | C.Comlabs | <0.0005 |
| CQU314026 | 2414 | 37 | 5 | | BLEG-16*1kg | Sheen | 0.0010 |
| CQU314027 | 2414 | 37 | 6 | site 5 | BLEG-16*1kg | Tetchem | 0.0054 |
| CQU314028 | 2414 | 37 | 6 | | BLEG-16*1kg | C.Comlabs | 0.0055 |
| CQU314029 | 2414 | 37 | 6 | | BLEG-16*1kg | Sheen | 0.0060 |
| CQU314030 | 2414 | 121 | 2 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314031 | 2414 | 121 | 3 | | BLEG-16*1kg | CComlabs | 0.0010 |
| CQU314032 | 2414 | 121 | 6 | | BLEG-16*1kg | CComlabs | 0.0005 |
| CQU314033 | 2414 | 121 | 7 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314034 | 2414 | 121 | 8 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314035 | 2414 | 121 | 13 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314036 | 2414 | 121 | 18 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314037 | 2414 | 121 | 19 | | BLEG-16*1kg | CComlabs | 0.0005 |
| CQU314038 | 2414 | 121 | 20 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314039 | 2414 | 121 | 22 | | Rock chip | CComlabs | 0.0200 |
| CQU314040 | 2414 | 096 | 9 | | Rock chip | CComlabs | <0.0020 |

| SAMPLE NUMBER | AIR PHOTO LOCATION | | | SITE | SAMPLE TYPE | LAB | Au ppm |
|------------------|--------------------|-------|-------|------|----------------|----------|-----------|
| | survey | frame | point | | | | |
| CQU314039 | 2414 | 121 | 22 | | Rock chip | CComlabs | 0.0200 |
| CQU314040 | 2414 | 096 | 9 | | Rock chip | CComlabs | <0.0020 |
| CQU314041 | 2414 | 096 | 10 | | Rock chip | CComlabs | <0.0020 |
| CQU314042 | 2414 | 096 | 16 | | Rock chip | CComlabs | <0.0020 |
| CQU314043 | 2414 | 096 | 8&9 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314044 | 2414 | 096 | 17 | | BLEG-16*1kg | CComlabs | 0.0010 |
| CQU314045 | 2414 | 096 | 19 | | BLEG-16*1kg | CComlabs | 0.0005 |
| CQU314046 | 2414 | 096 | 20 | | BLEG-16*1kg | CComlabs | 0.0005 |
| CQU314047 | 2414 | 096 | 28 | | Rock chip | CComlabs | <0.0020 |
| CQU314048 | 2414 | 096 | 29 | | BLEG-16*1kg | CComlabs | <0.0005 |
| CQU314049 | 2414 | 096 | 30 | | BLEG-16*1kg | CComlabs | 0.0005 |