

TENEMENT: EXPLORATION LICENCE 734

TENEMENT HOLDER: C.R.A. EXPLORATION PTY. LTD

REPORT:

ANDREWS, D.L. 1981

Final report on Wyola S.E.L. 734.

South Australia

11th June 1981

(pgs. 3-13)

PLANS:

SAa 836 Locaton plan for Wyola E.L. 734

(4255-1)

SAa 837 E.L. 734 81 EPR 10. Eucla Basin.

(pg. 14)

CRA EXPLORATION PTY. LIMITEDFINAL REPORT ON WYOLA 5, E.L. 734
SOUTH AUSTRALIA

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EAGLE CORPORATION LIMITED.

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1. SUMMARY

Two drill holes completed by CRA Exploration intersected the target Cretaceous Madura Formation. Modified Fischer distillation results were all less than five litres/tonne.

The Cambrian Observatory Hill beds were intersected in 80EP6a and over a 156 metre intersection were non calcareous shales and siltstones. Shale intervals within the Observatory Hill beds were submitted for approximate oil yield determinations and returned values less than five litres/tonne.

As a consequence of these two drill holes the oil shale potential for E.L. 734 has been significantly downgraded and it is recommended that E.L. 734 be relinquished.

2. INTRODUCTION

CRA Exploration Pty Limited entered into a joint venture on the 9th April, 1980 with Swan Resources Limited and Eagle Corporation Limited to explore for oil shale in the Eucla Basin of South Australia. Attention was focussed on the region by a reported occurrence of a thick, oil Cretaceous shale horizon intersected in Muddaugana No. 7 in the 1920's.

Wyola E.L. 734 was granted to the joint venture partners by the S.A.D.M.E. on 6th October, 1980.

The licence covers an area of approximately 2 450 square kilometres and is located approximately 60 kilometres north west of Cook R.S. (Plan SAa 836)

3. CONCLUSIONS AND RECOMMENDATIONS

The dominant targets of exploration was the possible development of thick extensive accumulations of oil shale within the Cretaceous Madura Formation.

From the results of the drilling program it is concluded that laterally extensive developments of oil shale is not likely within E.L. 734 and that E.L. 734 should be relinquished.

4. WORK DONE

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4.1 Drilling

Drill holes 80EP6a and 81EPR10 both intersected the Madura Formation target horizon. The location of the drill holes are shown on Plan SAa 836 and summary logs presented below.

80EP6a

| | | |
|-------------|--|----------------------------------|
| 0 - 2m | <u>Calcrete</u> (Quaternary). | |
| 2 - 18m | Limestone, pale brown and grey-green. | Nullarbor Limestone (Miocene) |
| 18 - 40m | <u>Clay</u> , carbonaceous and olive green, locally very stiff and fissile. | Pidinga Formation (Eocene) |
| 40 - 56m | <u>Sands</u> , coarse grained, glauconitic. | Hampton Conglomerate (Eocene) |
| 56 - 76m | Base of oxidation. <u>Shale</u> , dark grey. | Madura Formation (Cretaceous) |
| 76 - 128m | <u>Shale</u> , brown and grey, becoming micaceous at base. | Observatory Hill Beds (Cambrian) |
| 128 - 232m | <u>Siltstone</u> , chocolate coloured, with interbedded <u>biotite sandstone</u> , fine grained, dark grey and chocolate coloured. | |
| B.O.H. 232m | | |

81EPR10

| | | |
|----------|--|--|
| 0 - 60m | Limestone, pale brown-grey. | Nullabor and Wilsons Bluff Limestone (Miocene) |
| 60 - 72m | No sample recovery | |
| 72 - 76m | Sands, brown and clays, black. | Pidinga Formation (Eocene) |
| 76 - 96m | Claystone, black carbonaceous very fine grained. | Madura Formation (Cretaceous) |

96 - 146m Sands, grey, coarse grained

Loongana
Conglomerate
(Cretaceous)

B.O.H. 146m

80EP6a was drilled using an Ingersoll Rand T-3 percussion rig and was geophysically logged for long spaced density, natural gamma and neutron-neutron using a S.I.E. logger.

81EPR10 was pre-collared through the limestone using an Ingersoll Rand T-3 drill rig and drilled with a Mayhew 1000 through the Madura Formation and Loongana Conglomerate. 81EPR10 was geophysically logged by GEOEX for caliper, long spaced density, short spaced density, natural gamma, neutron-neutron, self potential and resistance (Plan SAa 837). Detailed logs and assays are presented in Appendices I and II.

5. INTERPRETATION

The two drill holes were sited to test the possible development of thick laterally extensive oil shales within the Madura Formation and, to a lesser extent, the Cambrian Observatory Hill beds within E.L. 734.

The intersection in 80EP6a of carbonate poor shales and fine grained sandstones which returned oil yields of less than five litres/tonne downgrades the potential for the Observatory Hill beds to host oil shale deposits and/or Mississippi Valley Type lead-zinc deposits within E.L. 734.

The very low oil yields from the Madura Formation intersected in 80EP6a and 81EPR10 indicate that laterally extensive oil shales are not present in the Madura Formation within E.L. 734. The low specific gravity, fine grained carbonaceous character of the Madura Formation suggest that smaller deposits of oil shale may be present within marginal Cretaceous depressions. This type of exploration target would be extremely difficult to define and locate through the overlying Tertiary sands and limestone.



D.L. ANDREWS

KEYWORDS:

008

Wyola, Eucla Basin, oil shale, drill-percussion, drill-rotary,
drill logs, carbonaceous.

LOCATIONS:

| | | |
|-------|---------|-----------|
| Wyola | SH52-7 | 1:250 000 |
| Cook | SH52-11 | |

LIST OF PLANS:

| | | |
|---------|----------------------------------|-----------|
| SAa 836 | Location Plan for Wyola E.L. 734 | 1:250 000 |
| SAa 837 | Composite log 81EPR10 | 1:1 000 |

APPENDIX I

Assay Results

APPENDIX II

Detailed Drill Logs

009

APPENDIX I

Assay Results

Assay Results 80EP6a

(Analyses carried out by A.M.D.E.L. according to code R7:
shale oil yield estimate)

| | | |
|--------|-----------|---------|
| 80EP6a | 56-60 (m) | <0.5 |
| | 60-62 | 0.5-1.5 |
| | 62-64 | <0.5 |
| | 64-66 | 0.5-1.5 |
| | 66-68 | 0.5-1.5 |
| | 68-70 | 0.5-1.5 |
| | 70-72 | 0.5-1.5 |
| | 72-74 | 0.5-1.5 |
| | 74-76 | <0.5 |
| | 76-78 | <0.5 |
| | 78-80 | 0.5-1.5 |
| | 80-82 | <0.5 |
| | 82-84 | 0.5-1.5 |
| | 84-86 | <0.5 |
| | 86-88 | 0.5-1.5 |
| | 88-90 | <0.5 |
| | 90-92 | 0.5-1.5 |
| | 92-94 | <0.5 |
| | 94-96 | <0.5 |
| | 96-98 | <0.5 |
| | 98-100 | 0.5-1.5 |
| | 100-102 | 0.5-1.5 |
| | 102-104 | 1.5-5 |
| | 104-106 | 1.5-5 |
| | 106-108 | <0.5 |
| | 108-110 | 0.5-1.5 |
| | 110-112 | <0.5 |
| | 112-114 | <0.5 |
| | 114-116 | 0.5-1.5 |
| | 116-118 | 0.5-1.5 |
| | 118-120 | 0.5-1.5 |
| | 120-122 | 0.5-1.5 |
| | 122-124 | 1.5-5 |
| | 124-126 | <0.5 |
| | 126-128 | 0.5-1.5 |
| | 128-130 | 0.5-1.5 |

Assay Results 81EPR10

011

(Analyses carried out by A.M.D.E.L. according to code R7:
shale oil yield estimate)

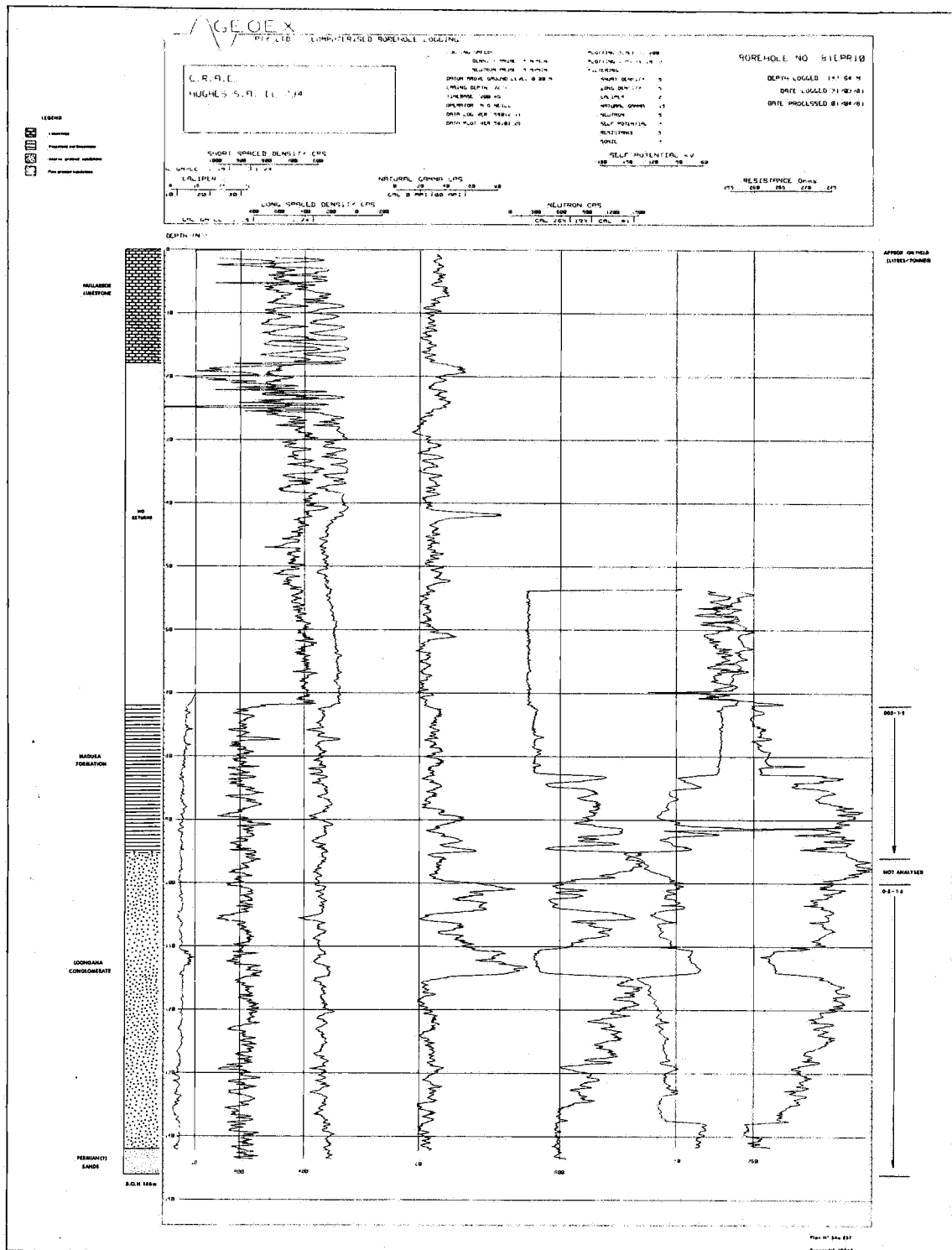
| | | |
|---------|-----------|---------|
| 81EPR10 | 74-76 (m) | 0.5-1.5 |
| | 76-78 | 0.5-1.5 |
| | 78-80 | 0.5-1.5 |
| | 80-82 | 0.5-1.5 |
| | 82-84 | 0.5-1.5 |
| | 84-86 | 0.5-1.5 |
| | 86-88 | 0.5-1.5 |
| | 88-90 | 0.5-1.5 |
| | 90-92 | 0.5-1.5 |
| | 92-94 | 0.5-1.5 |
| | 94-96 | 0.5-1.5 |
| | 102-104 | 0.5-1.5 |
| | 104-106 | 0.5-1.5 |
| | 106-108 | 0.5-1.5 |
| | 108-110 | 0.5-1.5 |
| | 110-112 | 0.5-1.5 |
| | 112-114 | 0.5-1.5 |
| | 114-116 | 1.5-5.0 |
| | 116-118 | 0.5-1.5 |
| | 118-120 | 0.5-1.5 |
| | 120-122 | 0.5-1.5 |
| | 122-124 | 0.5-1.5 |
| | 124-126 | 0.5-1.5 |
| | 126-128 | 0.5-1.5 |
| | 128-130 | 0.5-1.5 |
| | 130-132 | 0.5-1.5 |
| | 132-134 | 0.5-1.5 |
| | 134-136 | 0.5-1.5 |
| | 136-138 | 0.5-1.5 |
| | 138-140 | 0.5-1.5 |
| | 140-142 | 0.5-1.5 |
| | 142-144 | 0.5-1.5 |
| | 144-146 | 0.5-1.5 |

APPENDIX II

Detailed Drill Logs

Open hole drilled and cased to 64m. by Percussion rig.

| | |
|----------------------|--|
| 64 - 72m | No sample recovery. |
| 72 - 76m | Claystone 70% off white to grey, hard. Mudstone 20% dark grey, hard, carbonaceous. Minor red and orange mudstone and clay. |
| 76 - 78m | Mudstone 60% carbonaceous, dark grey, medium hard. Claystone 30%, grey, hard. Minor red-brown and orange claystone chips. |
| 78 - 80m | Mudstone 80% soft, dark grey, carbonaceous. Claystone 20% light grey, medium hard. |
| 80 - 88m | Mudstone 99% dark grey-black, soft. Claystone - minor, light grey chips. |
| 88 - 90m | Mudstone 99% dark grey-black, soft, minor clay and sand recovered. |
| 90 - 92m | Mudstone 90% dark grey to black, soft. Sandstone 10% angular to subangular, fine to medium grains, light grey colour. |
| 92 - 94m | Mudstone 85% dark grey soft, carbonaceous. Sand 15% light grey, angular to subangular, fine to medium grained. |
| 94 - 96m | Mudstone 70% dark grey, soft, carbonaceous. Sand 30% medium to coarse, off white to light grey, subangular. |
| 96 - 100m | Sand 70% medium to coarse, off white to light grey, subangular grains. Mudstone 30% dark grey, soft, carbonaceous. |
| 100 - 140m | Sand 99% fine-medium, light grey, angular to subangular, minor carbonaceous chips. |
| 140 - 146m | Sand 99% fine light to mid grey, minor carbonaceous chips, white clay particles, silty at base. |
| End of hole 146.40m. | |



C. R. A. EXPLORATION PTY. LIMITED

EUCLA BASIN

E.L. 734

81 EPR 10

Ref. WYOLA SH 52-7 COOK SH 52-11

Scale 1:1000

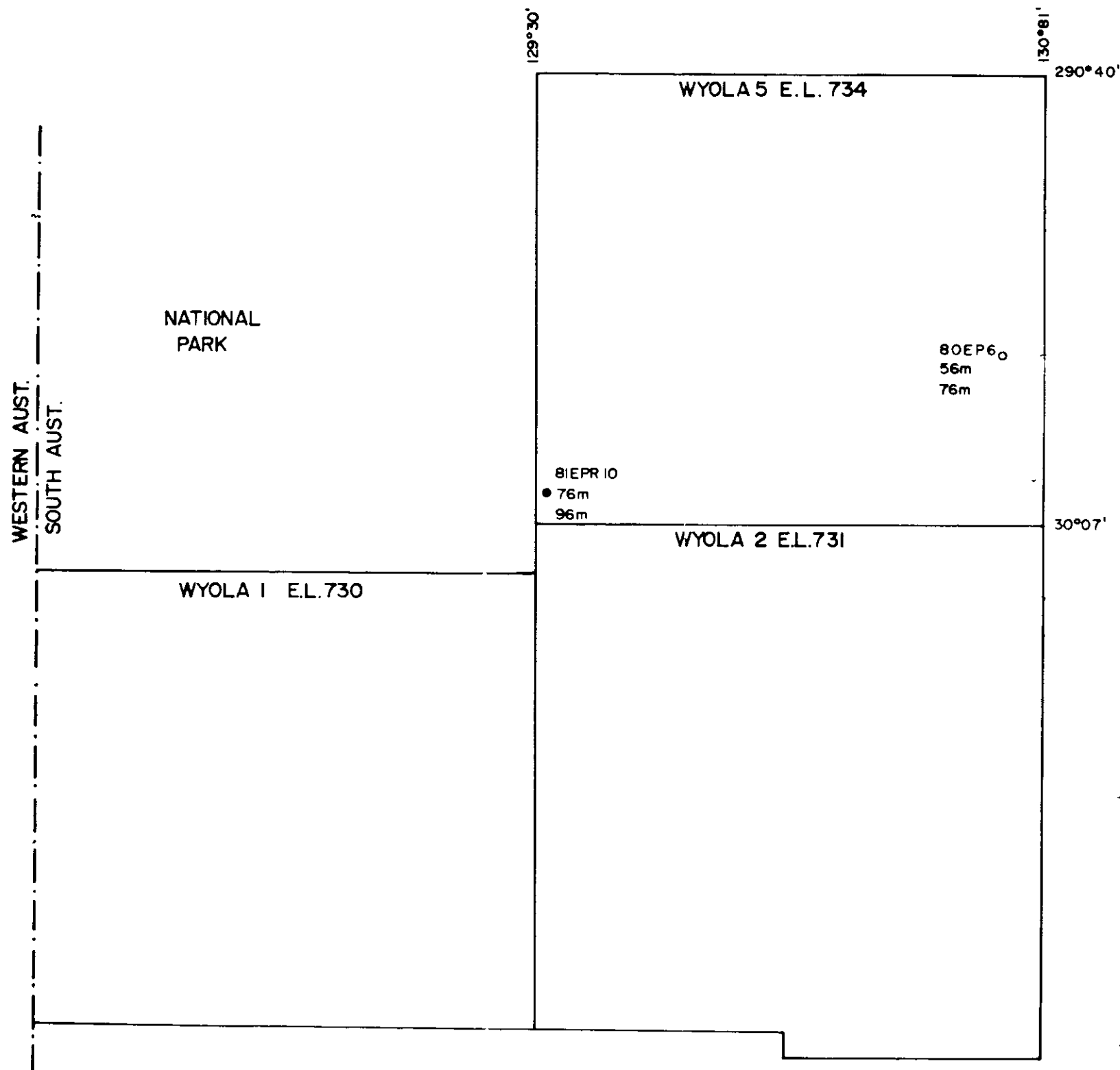
Drawn S. W.

Author D.L.A.

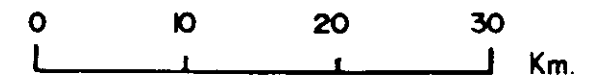
Report No. 10362

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Plan No. SA 837



- 80 EP6 1980 CRAE Percussion Drill Hole
- 81 EPR7 1981 CRAE Percussion / Rotary Mud Drill Hole showing depth to top and bottom of Madura Formation



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| | |
|---|------------------|
| C. R. A. EXPLORATION PTY. LIMITED | |
| EUCLA BASIN | |
| WYOLA 5 E.L. 734 | |
| LOCATION PLAN | |
| Ref. COOK SH52-11, COOMPANA SH 52-15, NULLARBOR SH52-16 | |
| Scale 1:500000 | Drawn DD |
| Author DLA | Report No. 10362 |
| Date JUNE 1981 | Plan No. SA0836 |