

Stepping off the edge: MinEx CRC data acquisition in NSW

Discoveries in the Tasmanides Wagga Wagga, 27 September 2019

Chris Yeats, Executive Director, Geological Survey of NSW

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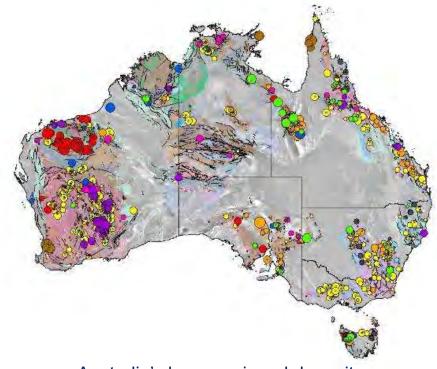
- The mineral discovery challenge
- MinEx CRC
- GSNSW strategy for the National Drilling Initiative
- Recent and current activities
- MinEx CRC MAAs
- MinEx CRC: expanding the frontiers of mineral exploration in NSW



The mineral discovery challenge



Australia's metal deposits almost all occur in outcropping areas



Australia's known mineral deposits (with exposed basement geology and TMI 1VD) Publicly available drilling data (with exposed basement geology and TMI 1VD)

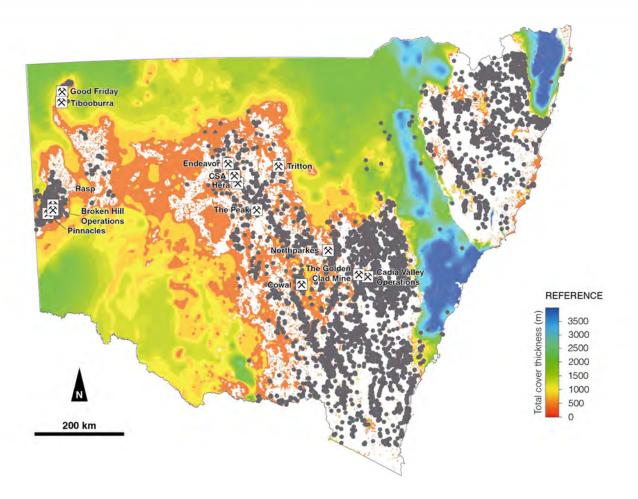
Courtesy, GA



... because that's where explorers have looked

The NSW discovery challenge

 NSW's known metal occurrences and deposits occur almost exclusively in areas where prospective basement is at or near-surface.

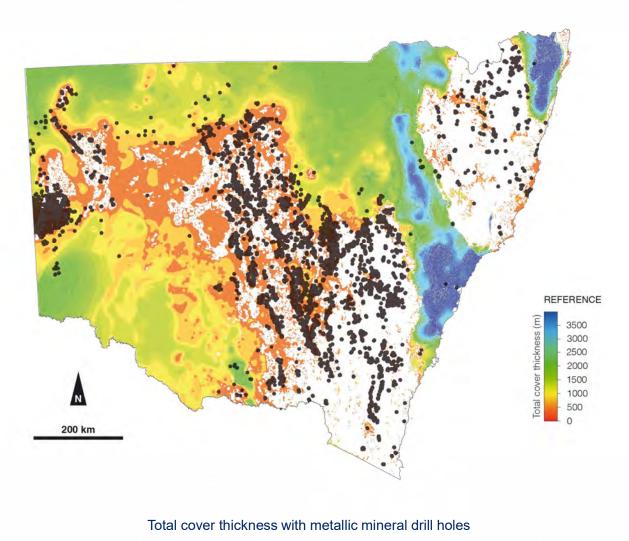




Total cover thickness with metallic mineral occurrences

The NSW discovery challenge

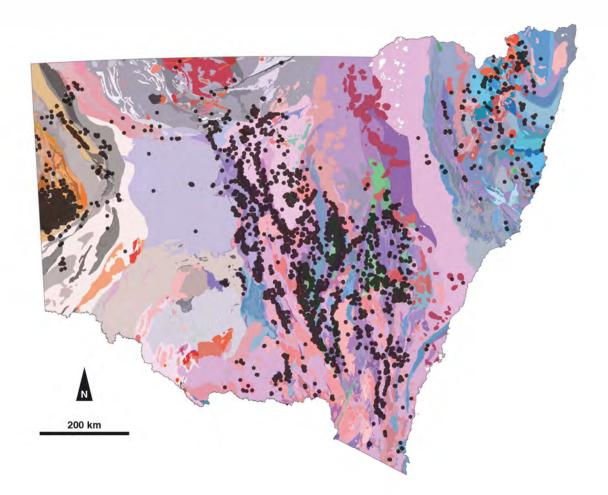
- NSW's known metal occurrences and deposits occur almost exclusively in areas where prospective basement is at or near-surface.
- Mineral exploration has also focussed almost exclusively on these areas.





The NSW discovery challenge

- NSW's known metal occurrences and deposits occur almost exclusively in areas where prospective basement is at or near-surface.
- Mineral exploration has also focussed almost exclusively on these areas.
- Explorers need new tools and new data to give them the confidence to explore in covered terranes.





Basement geology with metallic mineral drill holes

How can we 'see' the basement rocks under cover?



How can we 'see' the basement rocks under cover?





Barren lake sediment cover (orange)

Gold-rich basement rocks (grey)

MinEx CRC



MinEx CRC: 2018-2028

- \$218 million, 10 year investment in mineral exploration R&D
 - \$41 million cash contribution from "industry" partners
 - \$127 million in-kind contribution from "industry" partners and research participants
 - \$50 million cash contribution from Commonwealth Government Department of Industry, Innovation and Science CRC Program.
- 36 organisations involved, including:
 - major miners, juniors and METS providers
 - all Australian geological surveys (4 participants, 4 affiliates)
 - CSIRO, AuScope and 7 Australian universities.



The world's largest mineral exploration collaboration.



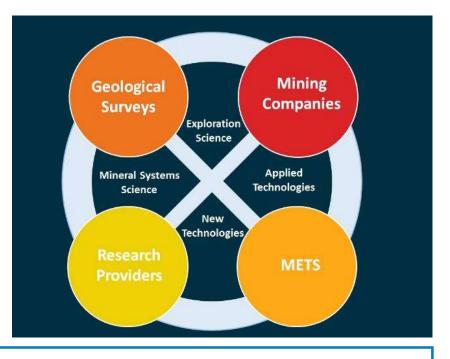


Three programs

- Program 1 Improved drilling efficiency
 - Developing more productive, safer and environmentally-friendly drilling methods to discover and drill-out deposits, including coiled tubing drilling technology.
- Program 2 Real-time data collection and analysis
 - Developing new technologies for collecting data while drilling, bringing forward mine production.

• Program 3 – National Drilling Initiative (NDI)

- A world-first collaboration of Geological Surveys, researchers and industry that will undertake drilling in under-explored areas of potential mineral wealth in Australia.
- Plus Education and Training PhD/MSc/Hons/VET





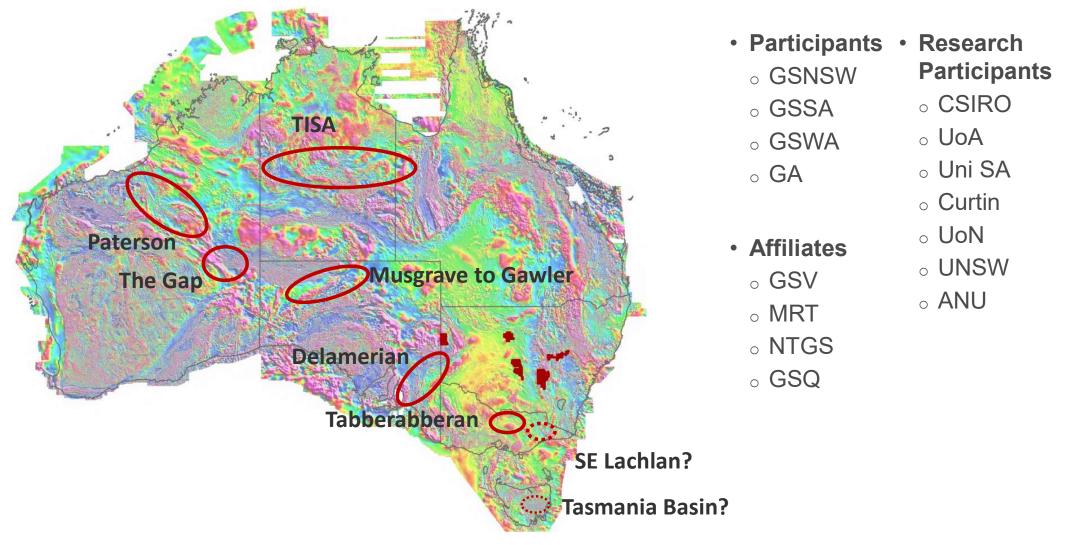
Project 8 – Geological architecture and evolution

Project 9 – Targeting mineral systems in covered terranes

NSW GOVERNMENT

GSNSW involvement in Program 3

NDI: a national collaboration



GSNSW strategy for the National Drilling Initiative



Learning from the Southern Thomson Orogen

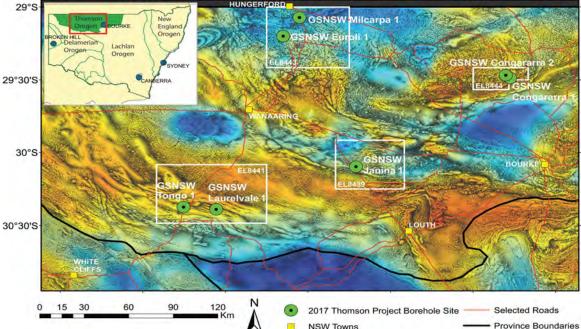
143°30'E

144°E

- 5 year NCF project GA, GSNSW, GSQ
- Related ARC Linkage UoN, UQ, QUT
- Geophysics (AEM, MT, gravity, seismic), geochemistry, geochronogy and drilling
 - 7 drillholes in NSW (60,000 km²)

A SUCCESSFUL PROJECT

- Refined understanding of depth and nature of cover (often < 250 m)
- Improved understanding of basement geology – tectonics, timing, setting
- Improved understanding of mineral potential and clear evidence of mineral systems



144°30'E

145°30'E

146°E

NSW Data pack released May 2018 No discernible exploration uptake

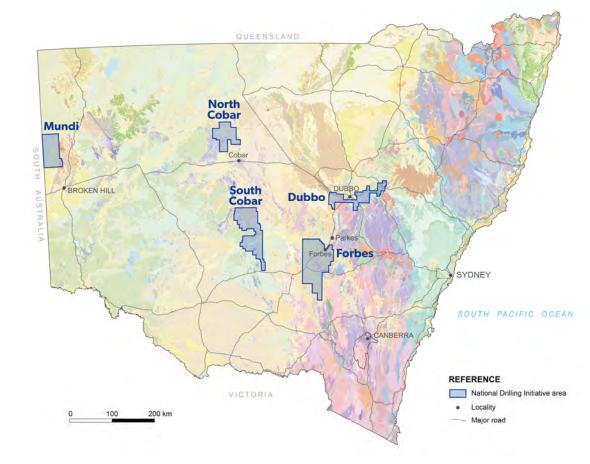






NDI in NSW

- Focus for GSNSW will be on precompetitive data acquisition including drilling in five areas.
- These areas are undercover extensions to known mineralised terranes.
- GSNSW will assess legacy materials and data, and undertake targeted mapping, and geochemical and geophysical surveys prior to drilling.
- The data collected will also provide information on potential groundwater resources in the areas (collaboration with NSW Office of Water).







First pass constraints

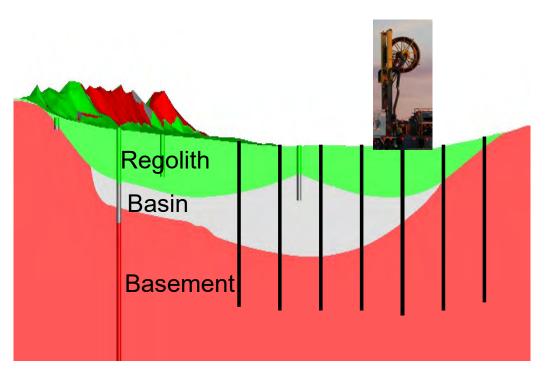
- Define cover and basement
- <500m (all) cover to basement
- Outcrop areas excised
- Avoid sensitive land (National Parks, aquifers)

Initial grid costing

- ~ 5 x 5 km spacing
- Max hole depth = 500 m (incl. 40 m into basement)
- RoXplorer[®] cost of \$50/m
- Lab-at-Rig[®] cost of \$25/m
- Refine grid (current work)
 - Legacy data audit and gaps, incl. existing drilling
 - New geophysics, geochemistry, geochron and mapping
 - Land clearances (environmental and cultural constraints, land access)

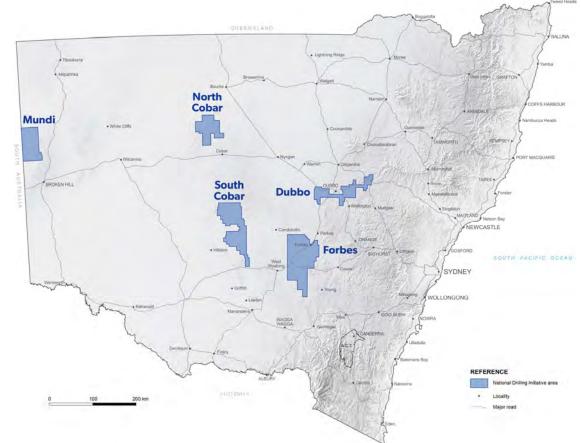
NSW GOVERNMENT

NSW area selection



GSNSW NDI commitment - \$15.9 million

- \$4.4 million cash, to be invested in drilling in NSW
 - Based on first pass grid costing
- \$11.5 million in-kind
 - \$3.5 million new geophysics (AEM, mag/rad, gravity)
 - \$0.6 million analytical costs (hydrogeochem, biogeochem, geochem, geochron, mineralogy)
 - \$5.0 million staff in-kind
 - \$2.4 million depreciated value of existing data
- Through MinEx, this investment leverages significant additional research





Three phases – key activities

- Pre-drilling phase
 - audit and gaps of legacy materials and data
 - · geophysics acquisition and modelling
 - mapping, logging, sampling, analysis, geochron
 - biogeochemistry, hydrogeochemistry.
- Drilling phase
 - data handling, computation
 - analysis (e.g. HyLogger™, isotopic).
- Post-drilling phase
 - interpretation and 3D modelling.



	Pre- drilling	
Drill	ling	
	Post- drilling	

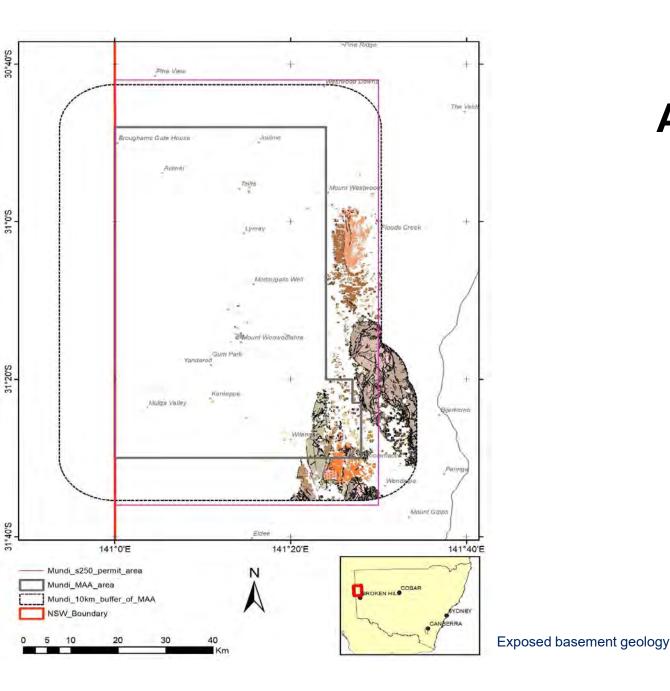
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	Phase	Activity	2018	2019	9	2020	20	21	202	2	20	23	202	4	2025	2	026	2027	2028
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South Cobar		Hydrogeochemistry and biogeochemistry																	
		Data synthesis, mapping, logging, sampling, analysis																	
	Drilling																		
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		Data analysis and interpretation																	
	Pre-drilling	Geophysics acquisition					1-1-1-1	-							1				
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11	Post-drilling	Initial data release							-			-							1. 1.
		Data analysis and interpretation																	

Correct as at 28/8/2019.

Area	Target basement	Cover	Potential mineralisation	Key scientific aims	Pre-drilling work program	NDI drilling
North and South Cobar	Siluro-Devonian basins, Ordovician basement.	Late Devonian and possible Mesozoic basins, Cenozoic regolith	Cobar style polymetallic, Besshi-style volcanic- hosted massive sulfides, possible magmatic systems.	 Map the geology under cover, particularly key horizons. Understand the geodynamic history – including thermal history, basin architecture, fill, deformation. Understand controls and timing of mineralisation. Understand the expression of basement geology and mineral systems in cover. 	 Resampling of legacy materials. Geophysics: AEM, infill gravity, magnetics and radiometrics. Improve existing mapping, including geochronology. Soil, bio- and hydro-geochemistry. 	2022–2023 232 holes 14,685 m
Mundi	Willyama Supergroup, ~1590 Ma igneous rocks, key Neoproterozoic horizons.	Neoproterozoic to Devonian basins, Mesozoic Eromanga Basin, Quaternary Eyre Basin, Cenozoic regolith.	Broken Hill type Pb-Zn-Ag, iron oxide Cu-Au, Mississippi Valley type Pb-Zn, unconformity U possible magmatic systems.	 Map the geology under cover, including characterisation of key time slices and interfaces. Understand the expression of basement geology and mineral systems in cover. Correlate basement geology between NSW and SA. Understand cause and effects of the Mundi MT conductivity anomaly. Extend Curnamona mineral potential mapping under cover. 	 Resampling of legacy materials. Geophysics: AEM, infill gravity, magnetotellurics. Improve existing mapping, including geochronology. Soil, bio- and hydro-geochemistry. 	2024 65 holes 14,844 m
Forbes	Macquarie Igneous Province (MIP), Siluro- Devonian basins and igneous rocks.	Late Devonian basins, possible Mesozoic Great Australian Basin, Cenozoic regolith.	Porphyry Cu-Au, epithermal systems, volcanic-hosted massive sulfides, orogenic gold, possible magmatic systems.	 Map the geology under cover, including phases of the MIP. Understand the expression of basement geology and mineral systems in cover. Understanding of the geodynamic history, e.g. structural controls, magmatic history, Siluro- Devonian basin fill, deformation. Ordovician mineral chemistry to differentiate alteration vs metamorphism, 	 Resampling of legacy materials. Geophysics: AEM, infill gravity, magnetotellurics. Improve existing mapping, including geochronology. Bio- and hydrogeochemistry. 	2025 233 holes 22,735 m
Dubbo	Macquarie Igneous Province (MIP), Siluro- Devonian basins and igneous rocks.	Permo-Triassic Sydney Basin, Mesozoic Surat Basin and volcanic rocks, Cenozoic regolith and volcanic rocks.	Porphyry Cu-Au, epithermal systems, volcanic-hosted massive sulfides, orogenic gold, possible magmatic systems.	 Map the geology under cover, including characterisation of key time slices/interfaces. Understand the expression of basement geology and mineral systems in cover. Identification, location and nature of MIP under cover. Siluro-Devonian basin opening, fill, thermal history and inversion. 	 Resampling of legacy materials. Geophysics: AEM, infill gravity, possible magnetotellurics. Improve existing mapping, including geochronology. Bio- and hydro-geochemistry. 	2026 234 holes 17,172 m

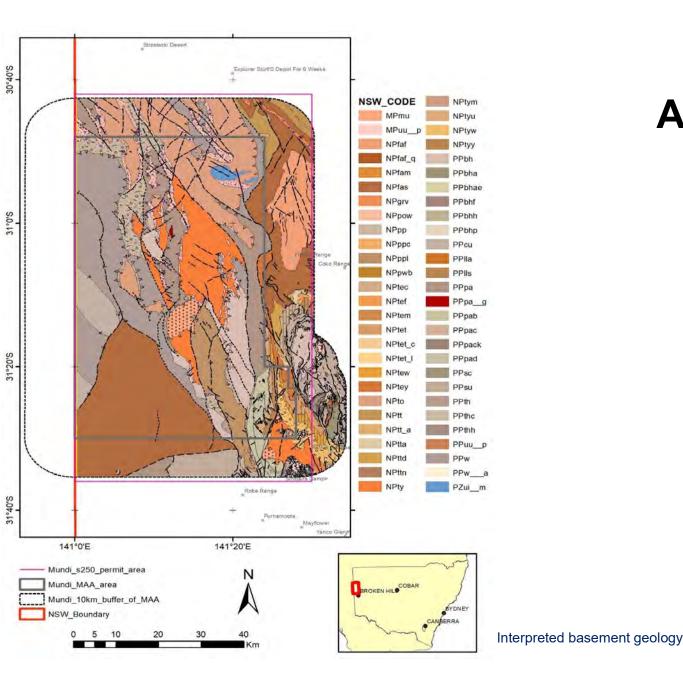
Recent and current activities





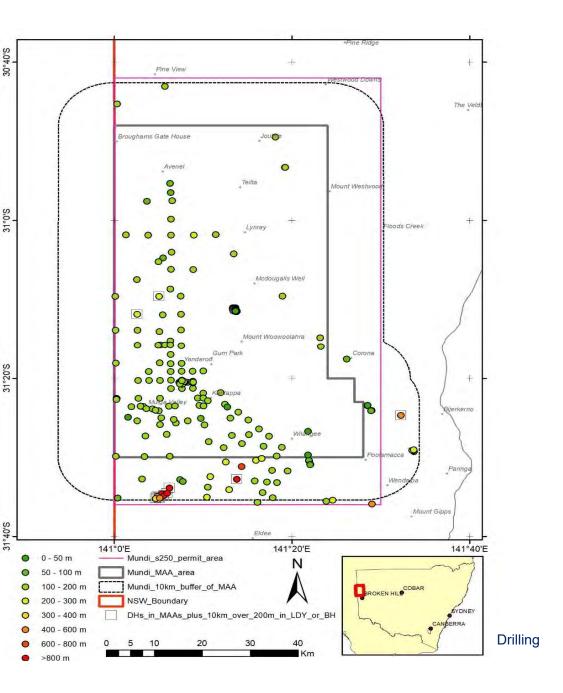
Audit and gaps

- Report for each of the five focus NDI areas.
- Includes previous mapping, geophysics, geochronology, palaeontology, field observations, geochemistry etc.
- Inform work program and research opportunities for each NDI area.
- Underway, will be published by end of 2019.
- Examples from Mundi NDI report, by Chris Folkes



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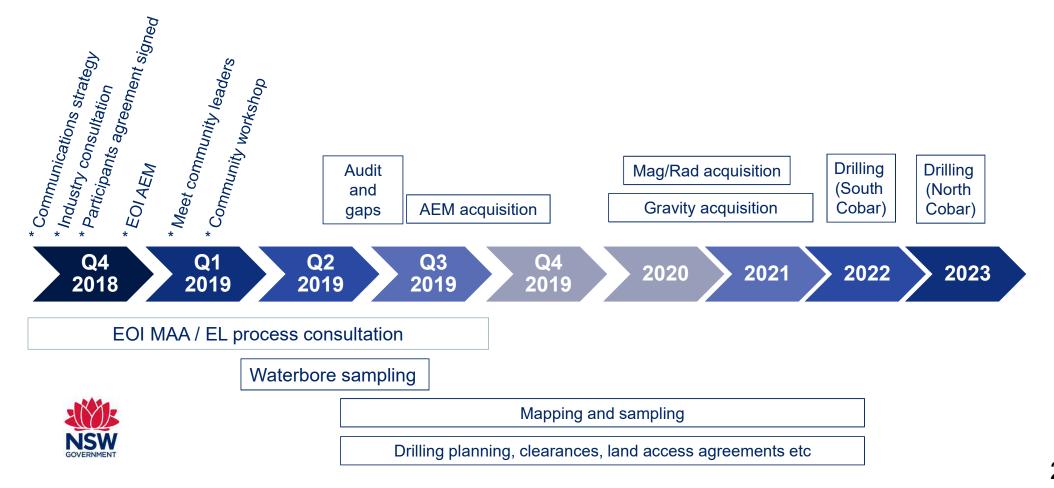
Initial focus on Cobar

- Northern and southern extensions of the Cobar Basin under cover, up to a depth of 500 m.
- Long history of mining, with limited current mine life.
- Recent advances in understanding from GSNSW mineral systems work.
- Exploration interest and significant potential for discovery.
- Community support for mineral exploration and mining.





Cobar timeline



29

North and South Cobar

Target basement = Siluro-Devonian basin, Ordovician.

Cover = Cenozoic, Mesozoic, Late Devonian.

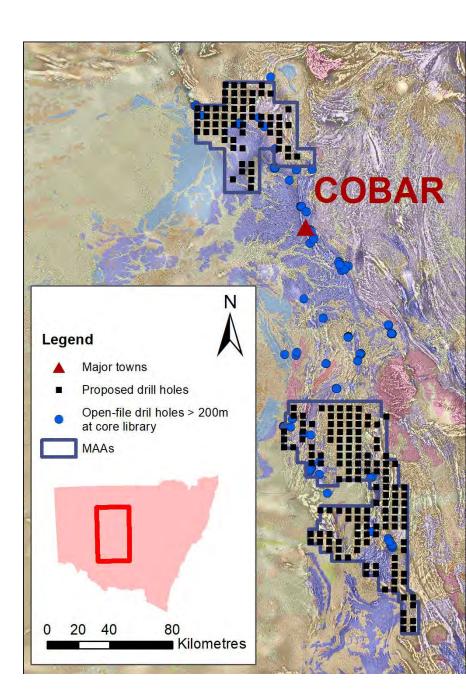
Potential mineralisation = 'Cobar' style (basin formation and inversion).

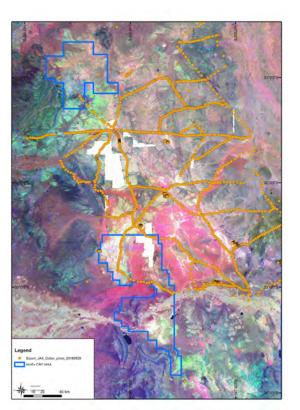
Key issues:

- Controls on mineralisation.
- Can we detect basement signatures in cover using:
 - o biogeochemistry and/or
 - o hydrogeochemistry?



Background image is a semi-transparent surface geology layer over a greyscale first vertical derivative of total magnetic intensity image.





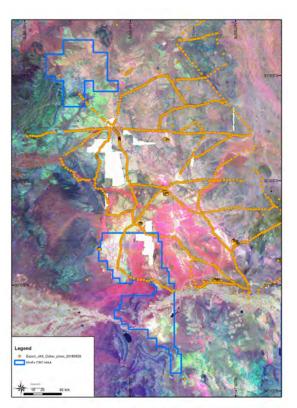




Biogeochemistry

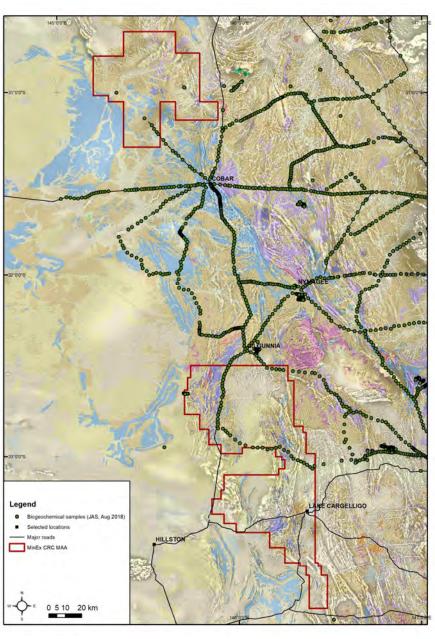
- Joe Schifano PhD project (UNSW) in the greater Cobar region:
 - Cypress pine trees are the target plant
 - common in the region and have deep root systems
 - >2000 samples collected
 - ~ 50 elements analysed
- Potential to map covered geology, including direct indications of mineralisation

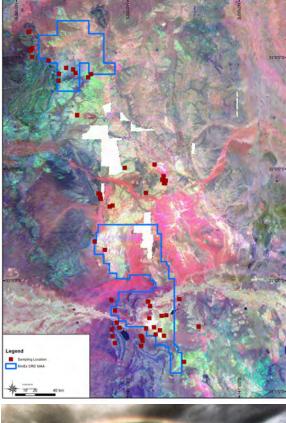
Source: Joe Schifano, UNSW











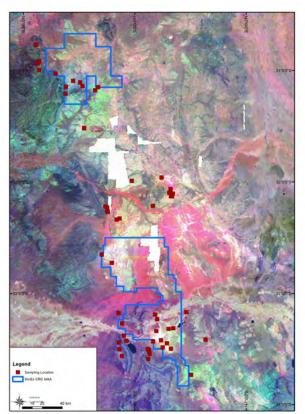






Hydrogeochemistry

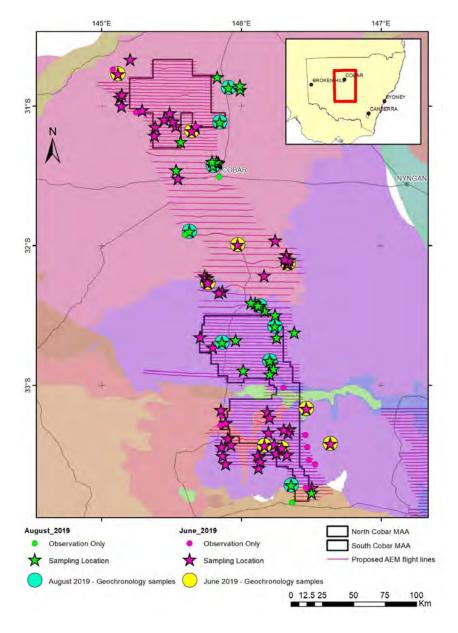
- Sampling and analysis of water bores and wells to test chemical properties of groundwater related to underlying rock.
- Has been proven as a way of mapping deeply buried geology elsewhere (e.g. Yilgarn Craton).
- Participating landholders given water quality reports.
- GSNSW (with CSIRO) sampling in May/June and August 2019
 - Approximately 100 samples collected
 - ~ 65 different analytes plus salinity, pH, Eh, isotopes and geochronology.

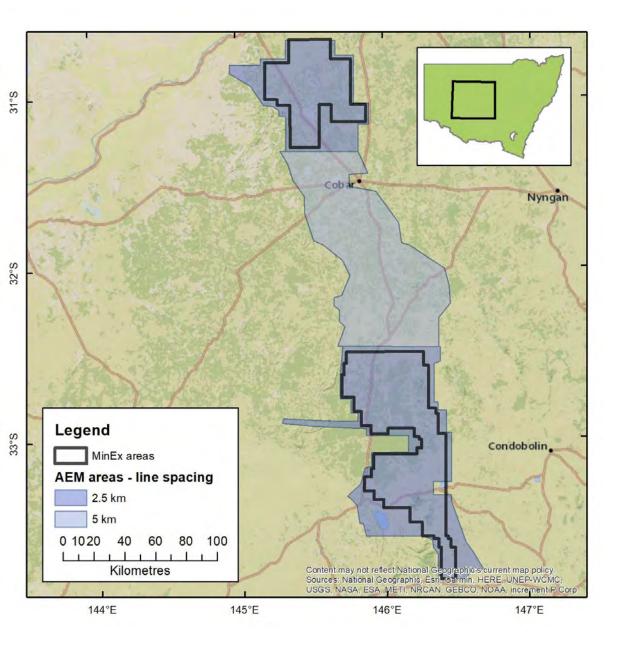












Cobar AEM

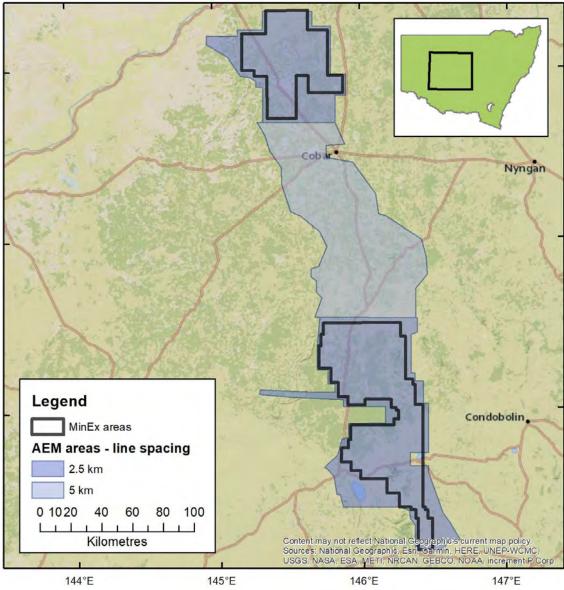
Acquisition commenced on 9 September and run through to November 2019.

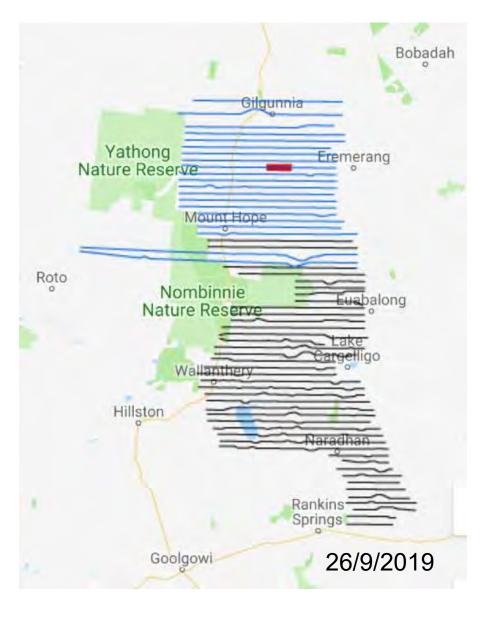
This survey will aid interpretation of:

- depth to basement
- cover thickness
- faults
- geology
- groundwater.

Survey specifications:

- Covers over 19,145 km²
- east-west flight line orientation
- E-W lines, 2.5 km and 5km spacing
- 5,925 line km, plus 4 companies doing infill (~1052 line km).
- Public data expected to be released in March 2020.





32°S

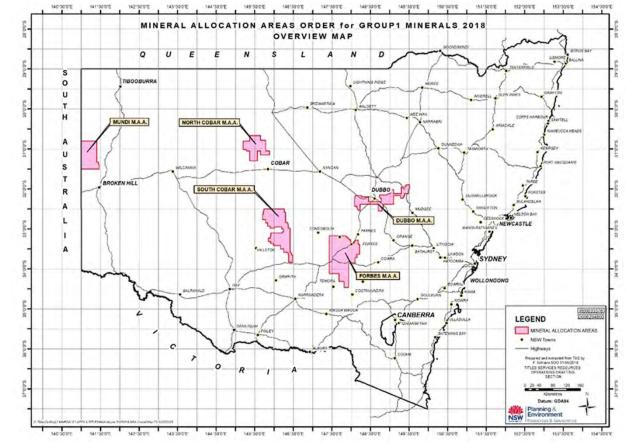
33°S

MinEx CRC MAAs



MinEx CRC MAAs

- Gazetted on 10 August 2018
 - Combined area represents 2.59% of NSW
- No new Group 1 ELAs within MAAs without Ministerial consent
- NO IMPACT ON EXISTING ELs/ELAs
- Constituted to allow open discussion of NSW MinEx CRC NDI program, without the risk of speculative exploration title applications and land banking
- GSNSW has worked with industry to develop an agreed process for grant of Group 1 ELs within the MAAs



Expression of interest process

- Opened on Friday 16 August, will close on Monday 30
 September 2019.
- Competitive assessment only for overlapping applications.
- Assessment will be undertaken by a joint industry-GSNSW panel supervised by an independent probity advisor:
 - Quality/effectiveness of the proposed work program (50%)
 - Experience in the region (20%)
 - Experience with similar exploration targets (20%)
 - Innovation (10%).
- Once consent is given, the ELA process will be identical to the Group 1 process elsewhere in the State.
- Process will run every two years for the life of the CRC.
- Industry nominees for the assessment panel welcome.

Media Release



Friday 16 August 2019

New exploration opportunities for NSW minerals

Explorers are invited to submit expressions of interest for new Group 1 mineral exploration licence applications in five Mineral Allocation Areas (MAAs) in NSW.

This opportunity will allow explorers to access the MAAs – Dubbo, Mundi, Forbes and North and South Cobar – while the Government continues MinEx CRC activities in these regions.

Executive Director of Geosurvey NSW Dr Chris Yeats said a new process has been created to allow explorers to apply for Group 1 exploration licences in these areas, which are underexplored geological extensions of areas known to have significant mineral deposits.

"Under the MinEx Cooperative Research Centre's (MinEx CRC) National Drilling Initiative, the NSW Government is participating in a nation-wide project to map regional geology and seek out potential new mineral and groundwater systems," Dr Yeats said.

"NSW is already producing gold, copper, zinc and silver, all vital components of our high-tech economy and booming renewable energy industry.

"In 2017/18 we produced more than 230,000 tonnes of zinc – an equivalent weight to four and a half Sydney Harbour bridges – and more than 180,000 tonnes of copper – or three and a half harbour bridges.

"Metalliferous mining contributes billions annually to the NSW economy and directly employs around 7600 people, mostly in regional NSW.

"We want to continue to build on the economic and social contribution of minerals in regional NSW, so we're encouraging high-quality explorers to take up ground within the MAAs and work with us while MinEx CRC activities are ongoing."

Explorers are invited to lodge an expression of interest between Friday 16 August and 5pm on Monday 30 September 2019.

Successful applicants will then be invited to lodge an application for a standard Exploration Licence.

For more information visit www.resourcesandgeoscience.nsw.gov.au/minexcrc-explorers



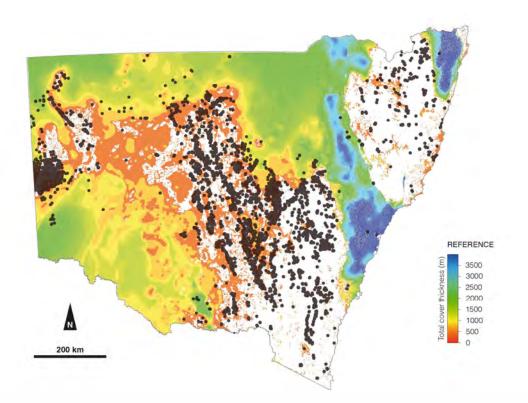
MinEx CRC:

Expanding the frontiers of mineral exploration in NSW



The UNCOVER imperative

- The future of the Australian mineral industry hinges on its ability to successfully explore the 70% of the continent that lies undercover.
- To do this the industry needs new tools, technologies and data.



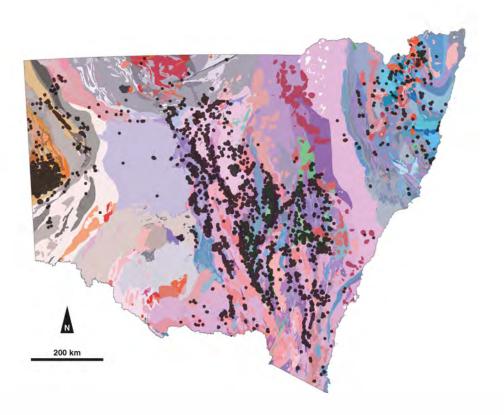


Total cover thickness with metallic mineral drill holes

The UNCOVER imperative

- The future of the Australian mineral industry hinges on its ability to successfully explore the 70% of the continent that lies undercover.
- To do this the industry needs new tools, technologies and data.
- Just as geological surveys mapped the surface geology to provide a framework for mineral explorers in the 20th century, we need to map the undercover geology to create a framework for 21st century mineral discovery. "Mapping with a drill rig"
- MinEx CRC NDI is a significant first step on that path.
- 10 years is just the start of a long road.



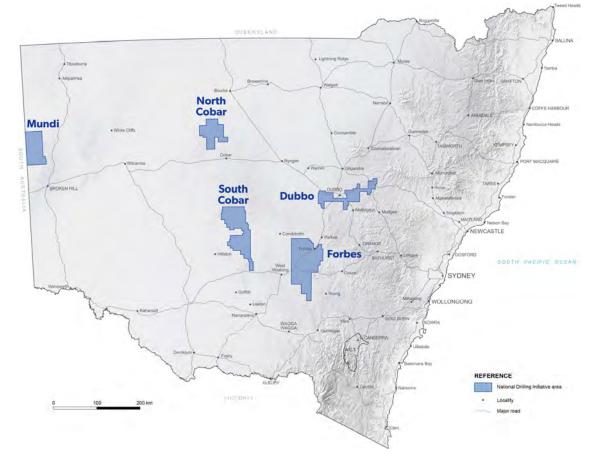


Outcome of the NDI in NSW

Improved understanding of the basement geology and its expression in cover sequences across five areas of the state ...

... supporting development of new tools and methodologies for successful exploration undercover...

... to open up vast new frontiers for explorers, generating a wave of discoveries that will underpin a strong mineral industry and economy for future generations of Australians.







Chris Yeats Executive Director, Geological Survey of NSW

chris.yeats@planning.nsw.gov.au