SMEDG - 28th Feb 2013

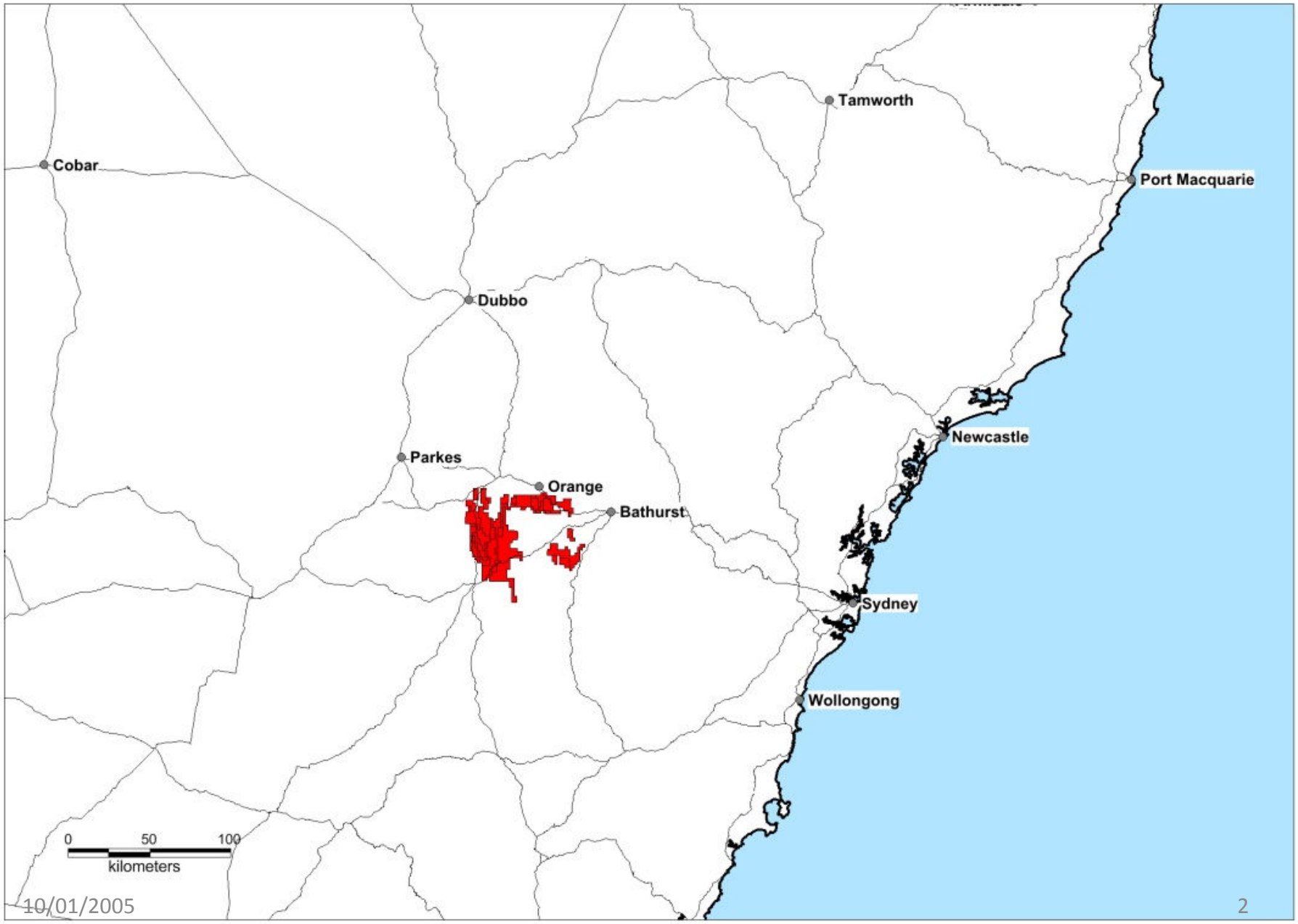
"OLD ROCKS NEW TRICKS"

Surprises from the Canowindra Line of Workings (CLW) in Central Western NSW.

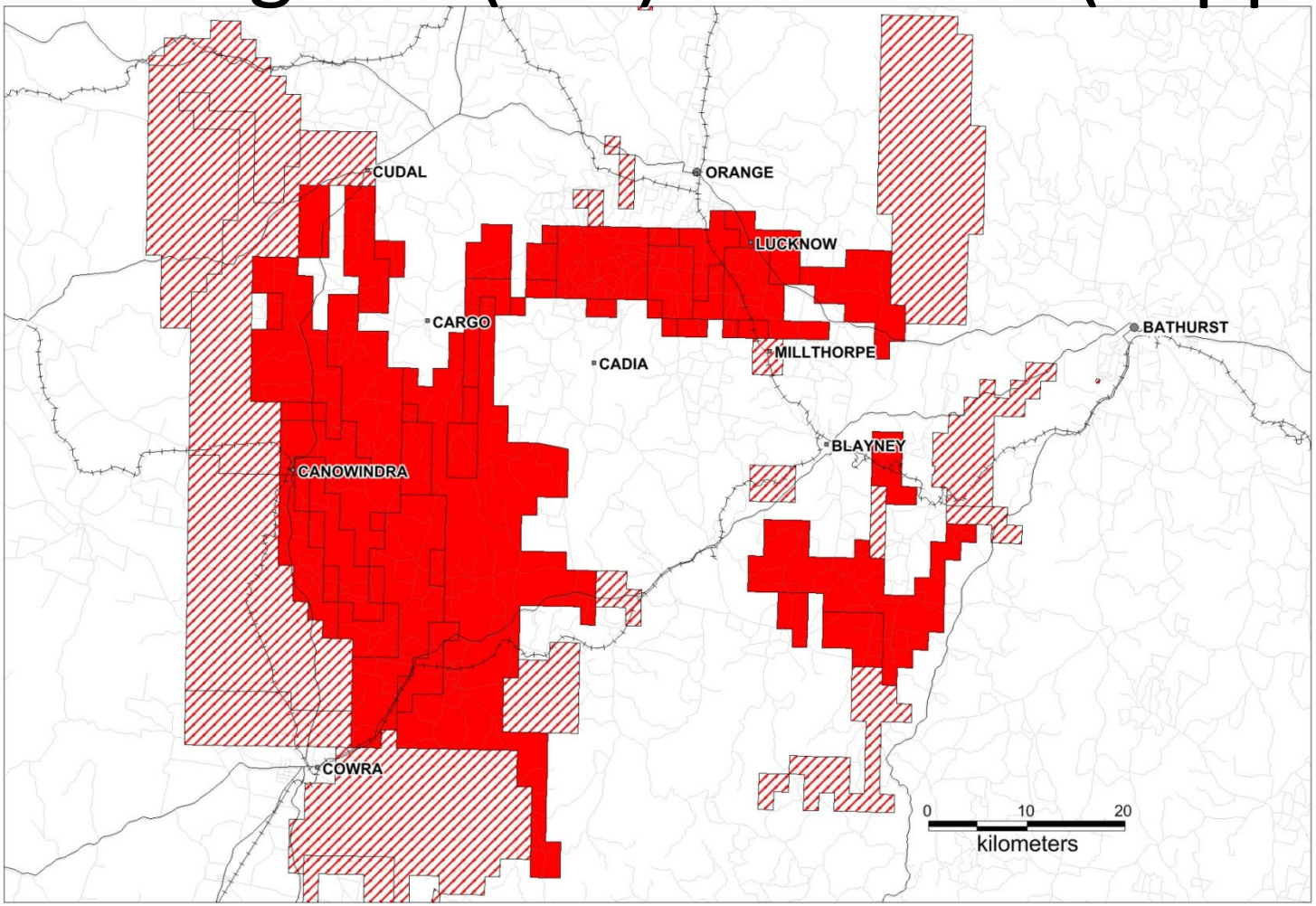
A presentation by Tully Richards

C/- Gold and Copper Resources Pty Limited (G&C)

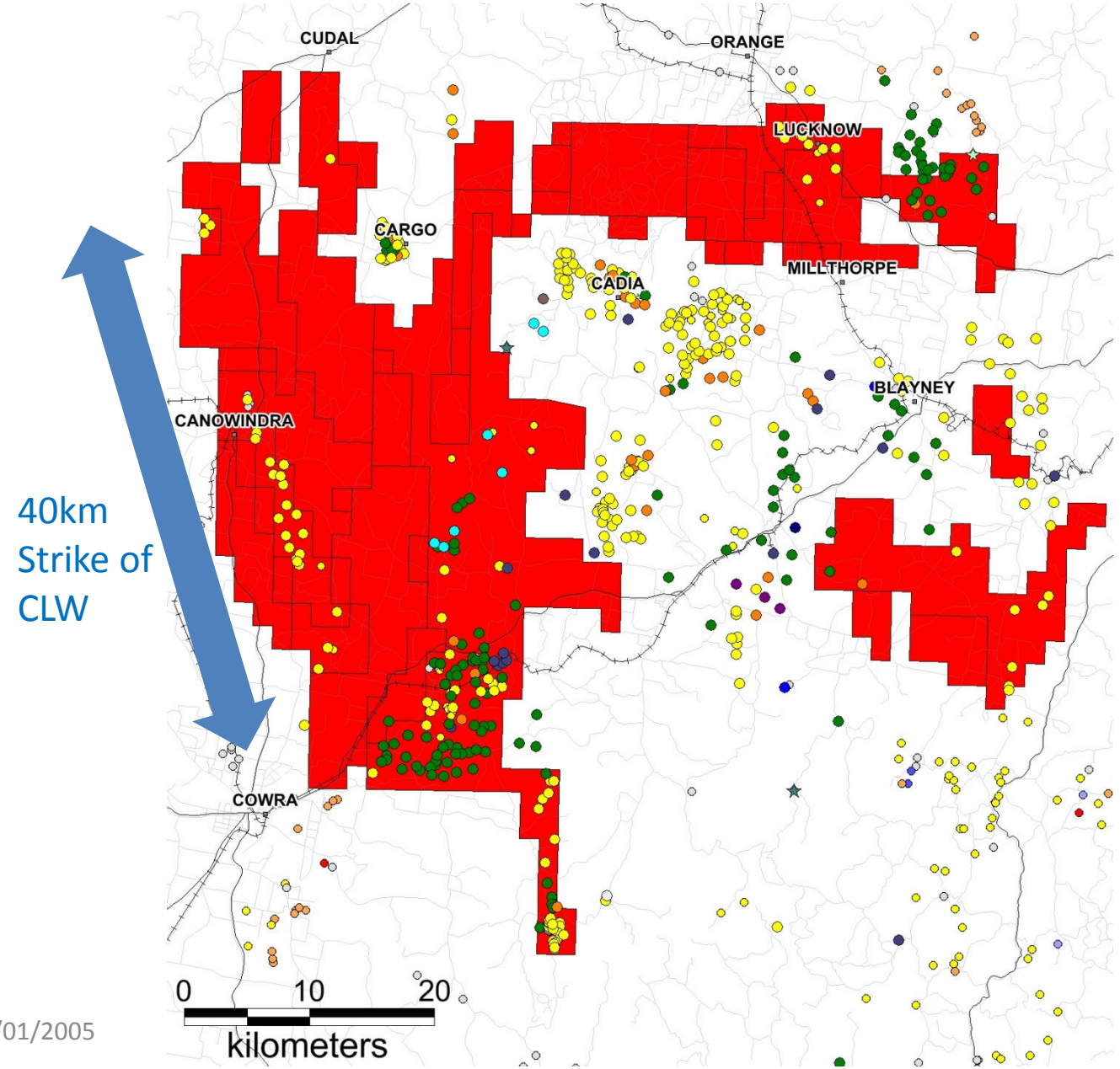
Location of G&C Project



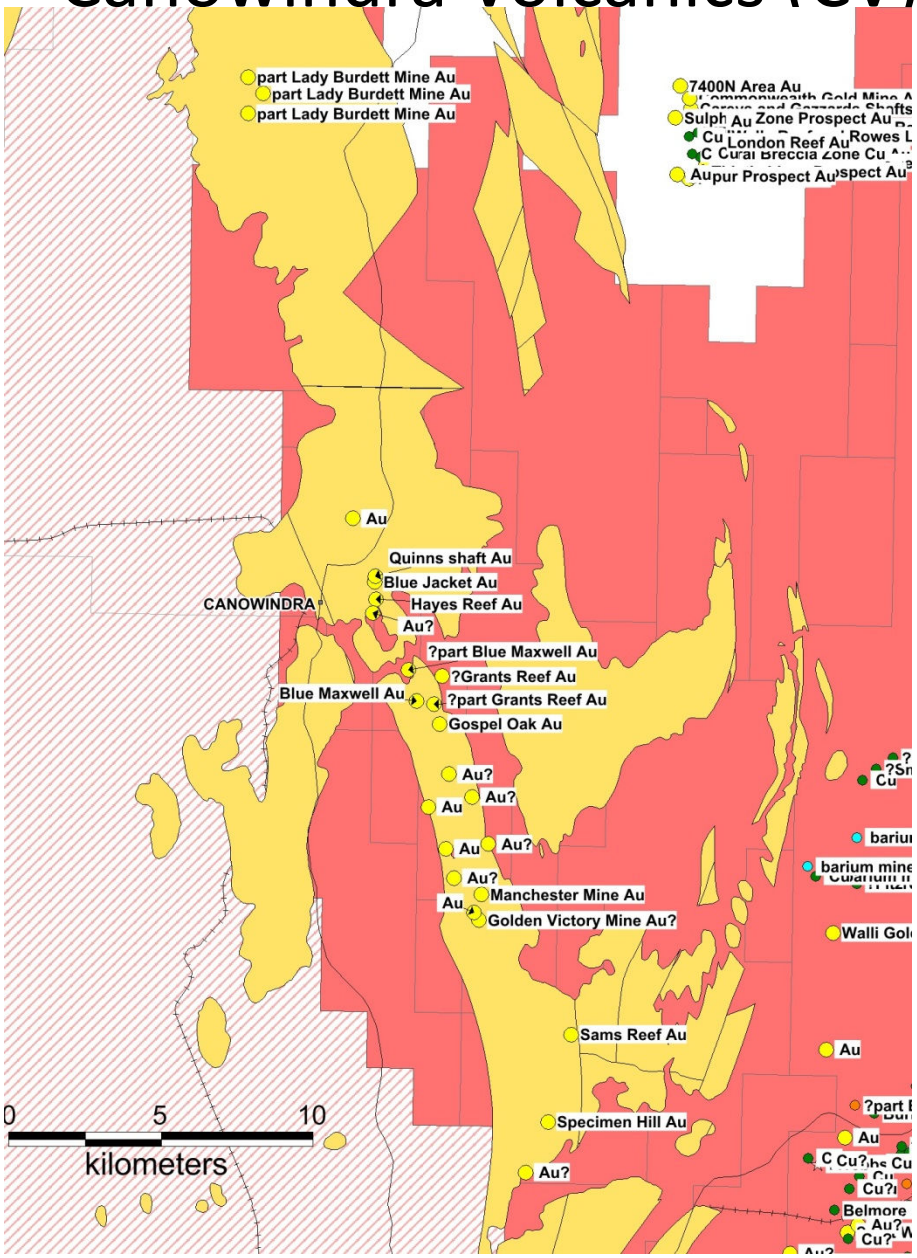
Location of G&C Project showing EL's (red) and ELA's (stipple)



Location of G&C Project – Min Occ with EL's



Location of G&C Project – Min Occ,EL's & Canowindra Volcanics (CV)

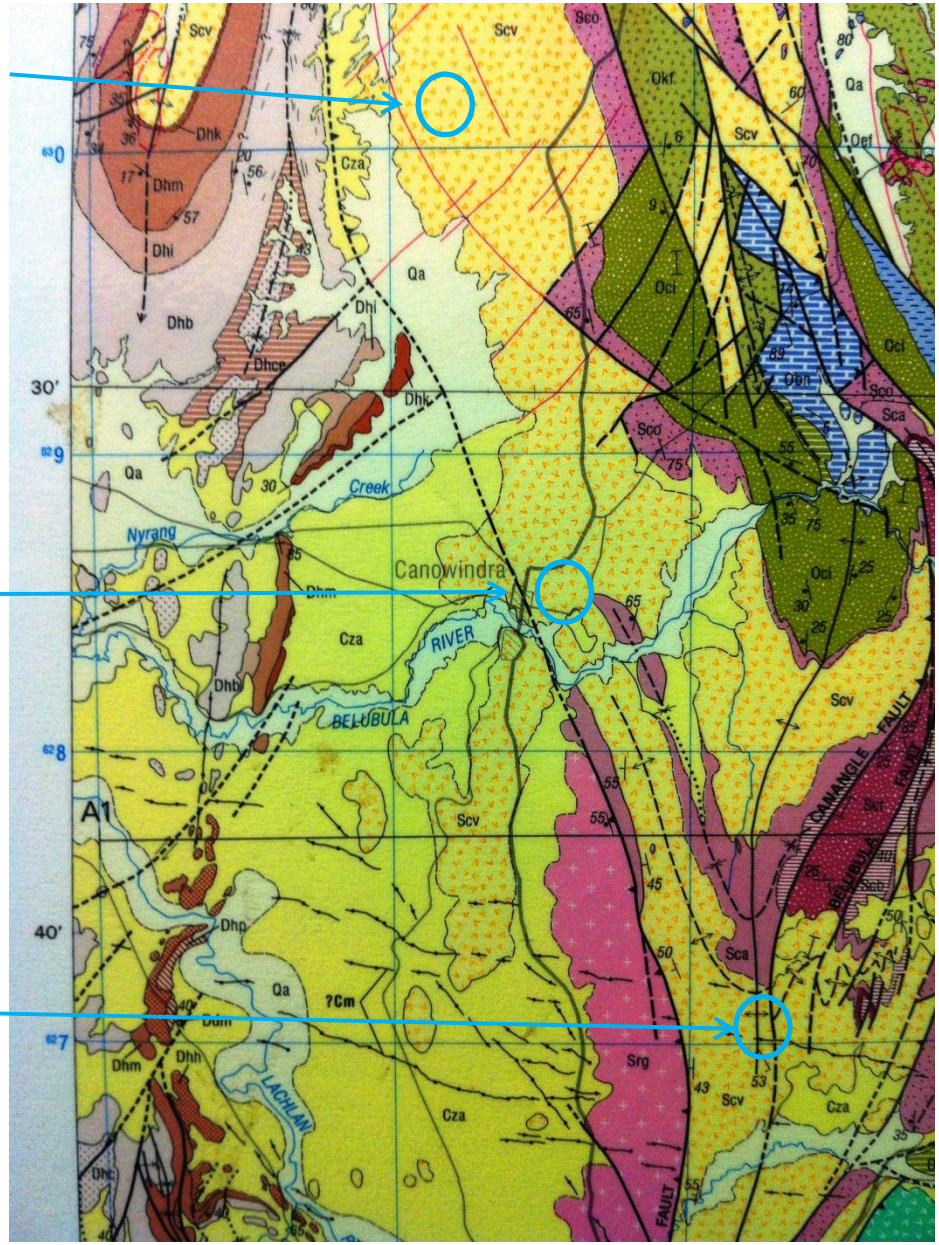


Location of G&C Project – Min Occ with geology

Lady Burdett Mines

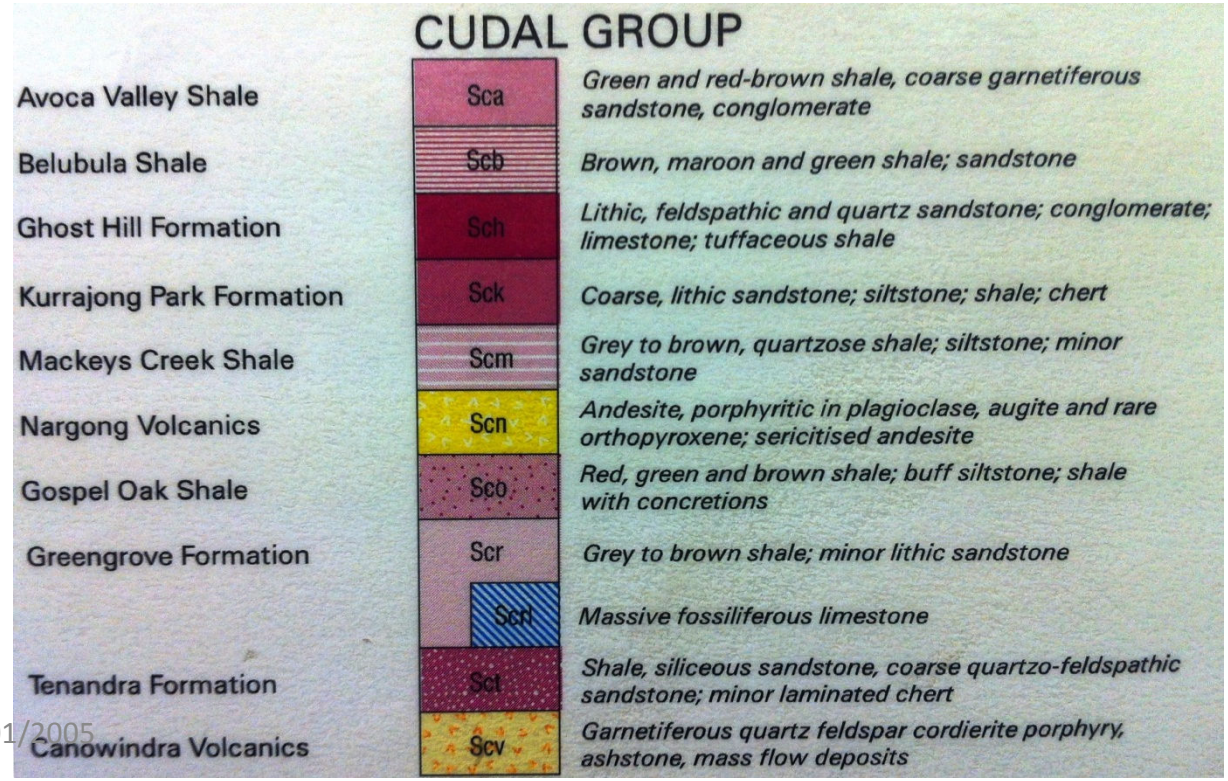
Blue Jacket Mines

Sams Reef Mine



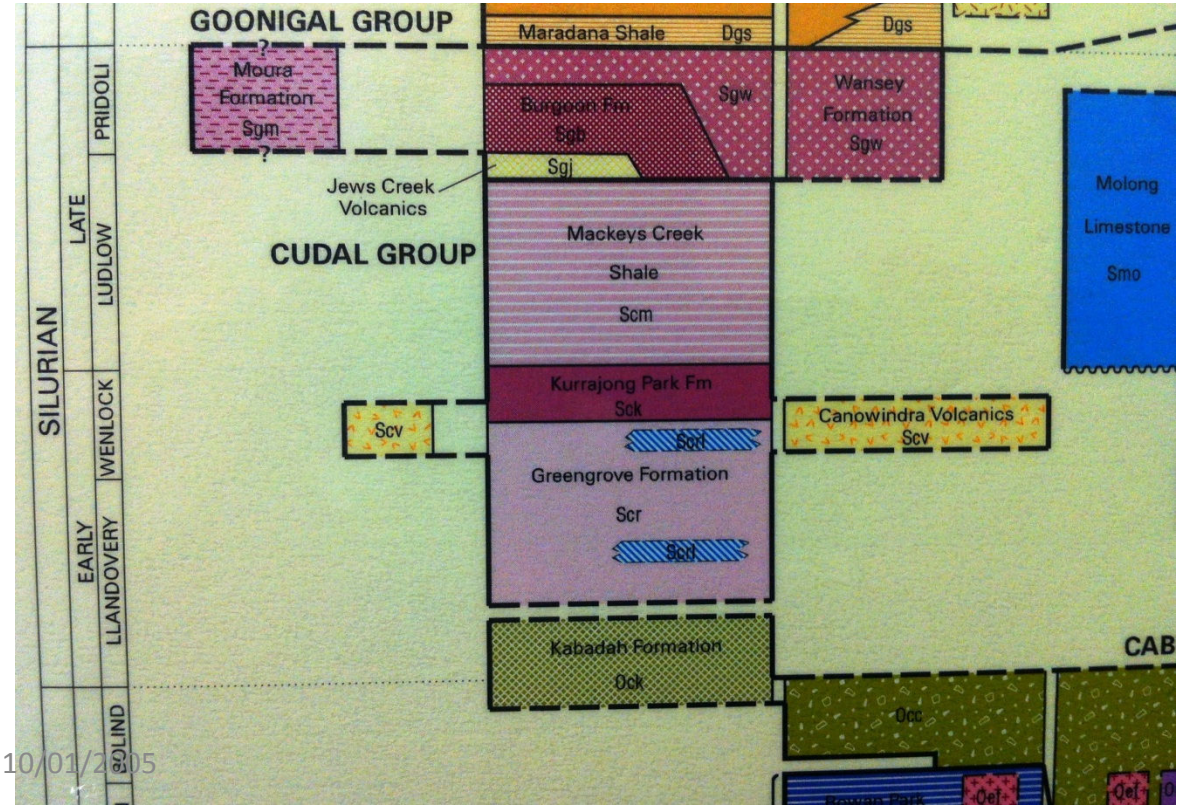
Host Rocks and Setting

- CLW hosted within the Canowindra Volcanic's (CV's)
- CV's ~430Myo & part of the Cudal Group
  - 180kms in strike from sth of Cowra to Geurie



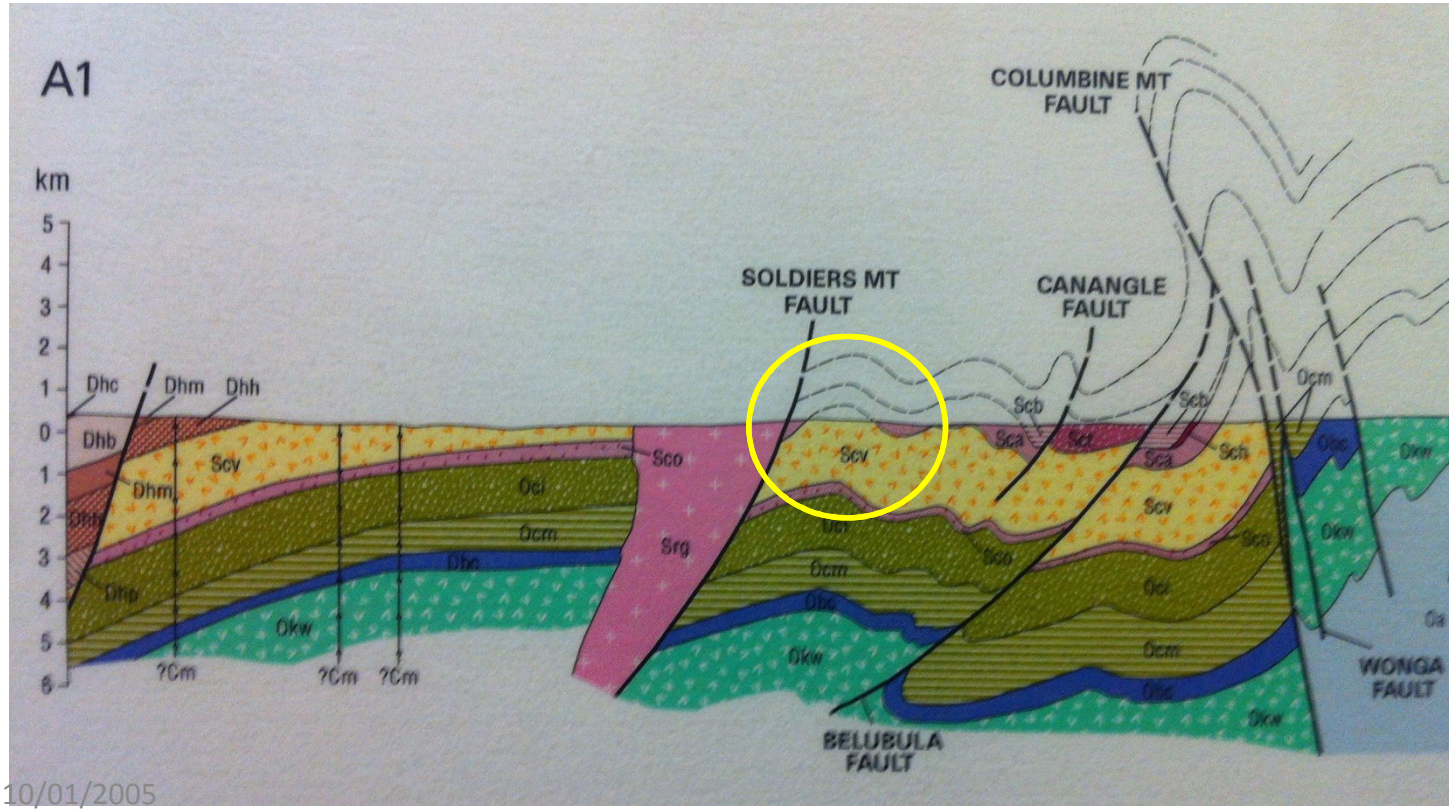
Host Rocks and Setting

- CV = S-Type, massive rhyolitic/rhyo-dacitic qtz-feld porph
- Chemical and petrographic characteristics of the CV and Cowra Granodiorite (CG) suggest the CV are the extrusive eq. of the CG



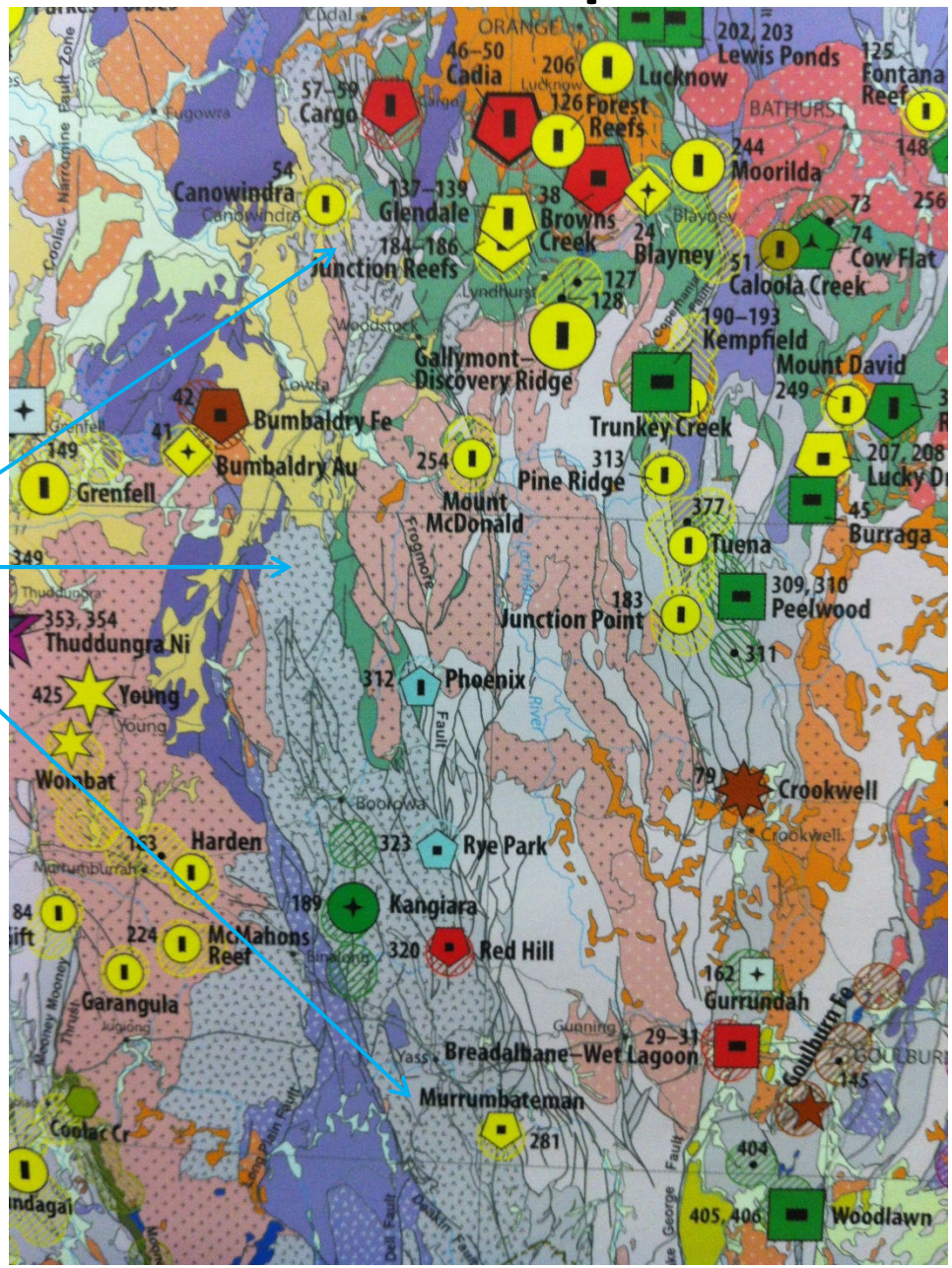
Host Rocks and Setting

- CV's folded during Late Devonian Tabberabberan Orogeny



Other Deposits

Silurian 'S-Type' Volcanics including CV



Other Deposits

- Other deposits hosted within the meridional extents of the discussed Silurian S-Type volcanics include..
  - Rye Park W(Mo,Bi,Sn,mt,fluorite)
  - Kangiara Pb,Zn,Cu,Ag(Au,Bi)
  - Red Hill Cu,Au(Ag,Pb,Zn,mt,talc)
  - Murrumbateman Au(Bi,Ag)

Sig. Previous Exploration

- 1980's at Sams Reef included
  - limited geochem (incl 304g/t Au from 'mullock dump'
  - 5 RC holes totalling 462m
  - Best intersection SRP2, 9m @ 2.1g/t Au
  - Work by Eastern Gold NL across selected parts of the CLW

Eastern Gold NL

Eastern Gold N.L.

Prospectus

For an issue of 10,000,000 ordinary shares of
20 cents each at par payable in full on application.

All mineral tenements referred to in this prospectus have only been subjected to very preliminary investigation and accordingly these shares are of a speculative nature.

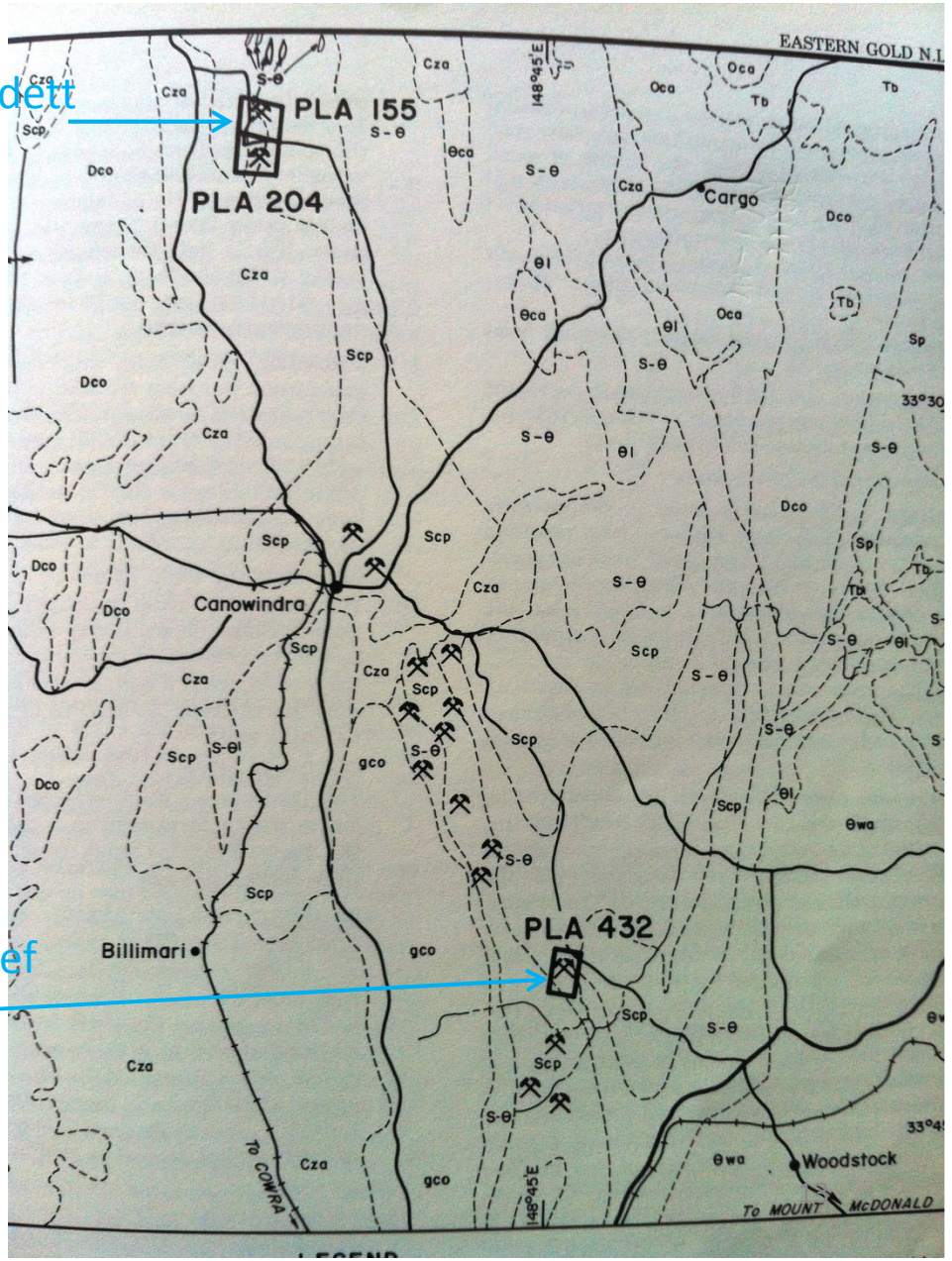
Underwriters

Hattersley & Maxwell
105 Pitt Street
Sydney, New South Wales 2000
(Members of The Sydney Stock Exchange Limited)

10/01/2009

Lady Burdett Mines

Sam's Reef Mine



Exploration by G&C

G&C – early sampling 2005

SAMPLE NO.	AREA PROSPECT	ROCK DESCRIPTION	COORDINATES MGA 94	SAMPLE DESCRIPTION	ANALYTICAL RESULTS												
					Au (ppm)	Ag (ppm)	As (ppm)	Ba (ppm)	Bi (ppm)	Cu (ppm)	Hg (ppm)	K (%)	Mo (ppm)	Pb (ppm)	Sb (ppm)	W (ppm)	Zn (ppm)
7339	Gospel Oak Quarry	Rhyolitic tuff, sericitised and chloritised, scattered quartz-limonite veining.	659 012E 6 280 545N	4 pieces of angular float from 10m across rubble face E side upper bench	0.015	<0.2	25	70	<2	98	<1	0.31	1	44	<2	<10	80
7340	Gospel Oak Quarry	Rhyolitic tuff, sericitised, quartz-limonite veined.	658 977E 6 280 467N	Chips from several large boulders at S end of upper bench	0.011	<0.2	16	50	2	86	<1	0.24	1	25	<2	<10	45
7341	Gospel Oak Quarry	Rhyolite, sericitised, with quartz-geothite veining (some coarse and vuggy).	658 960E 6 280 489N	Pieces of rubble from 3m radius W batter of upper bench	0.010	0.2	18	50	3	198	<1	0.24	1	112	<2	<10	262
7342	Gospel Oak Quarry	Rhyolite, strongly silica-sericite-carbonate altered, with pyrite and quartz-carbonate-limonite veining.	658 969E 6 280 504N	Chips from boulders in pile (2 x 3m)	0.030	0.2	22	40	2	156	<1	0.18	1	57	<2	<10	64
7343	Gospel Oak Quarry	Rhyolite, sericitised, with quartz-limonite veining, some Cp in and close to veins.	658 952E 6 280 519N	Chips from rubble pile	0.005	1.1	19	60	6	382	<1	0.29	2	275	<2	<10	114
7344	Gospel Oak Quarry	Rhyolite, clay-carbonate-sericite altered, weathered, variably sheared, with some quartz-limonite veining.	658 946E 6 280 574N	Gouge from 1m wide N-S fault zone. N end of upper bench	0.002	<0.2	29	70	<2	24	<1	0.30	1	22	<2	<10	56
7345	Gospel Oak Quarry	Rhyolite, silica-sericite-carbonate altered, partly fresh, splashy disseminated Cp, Py, Ca very minor Gn, Sp, Cc and (?)stibnite. Some sulphide stockwork. (Petrology - Sample 9049)	658 917E 6 280 615N	S end of lower bench. Chips from rubble pile (5 x 2m area)	0.010	1.7	33	70	6	2930	<1	0.37	2	350	<2	<10	68
7346	Gospel Oak Quarry	Argillised tuff, sheared, goethitic, with calcite veinlets and vein quartz.	658 922E 6 280 625N	Several fragments from E end of intermediate flitch	0.005	<0.2	68	150	<2	269	<1	0.15	1	47	<2	<10	51

Exploration by G&C

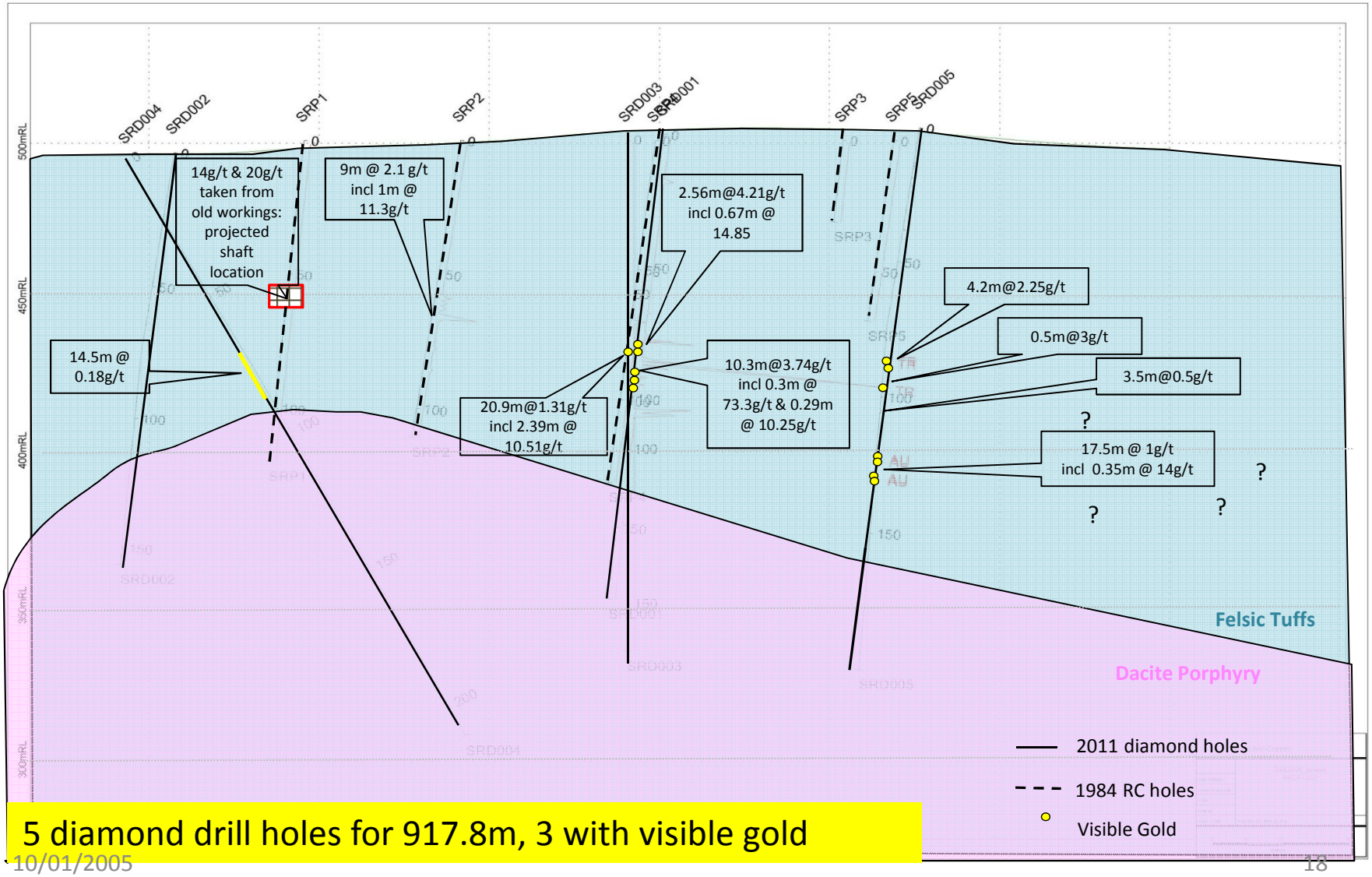
focused elsewhere on EL's

Concerns included scale, apparent structural complexity, and lack of guidance from geophys. etc

until decision to drill..

CLW – Sam's Reef drilling 2011

Sams Reef – Long Section

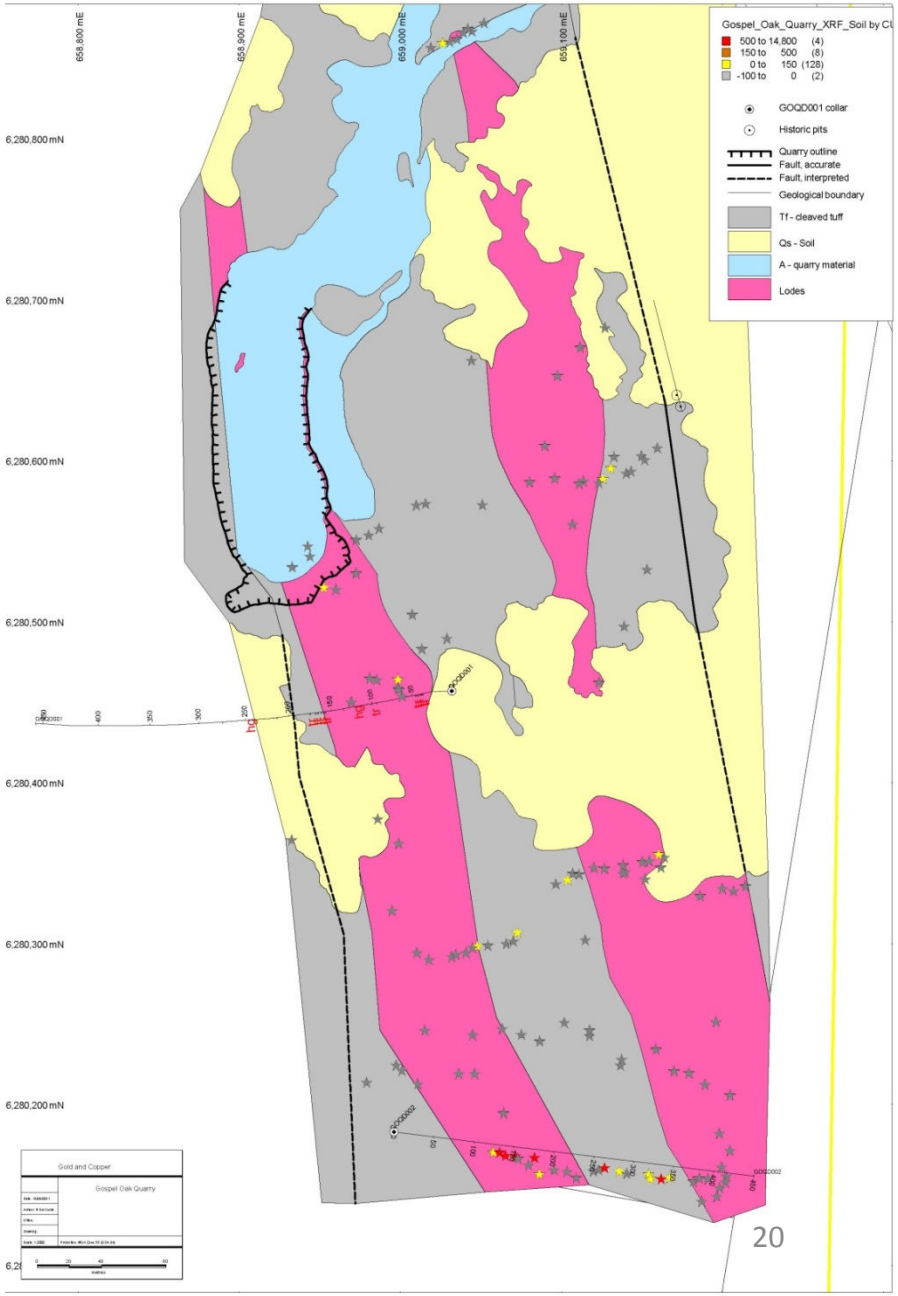


5 diamond drill holes for 917.8m, 3 with visible gold

CLW – M’chester Mine & Specimen Hill

CLW – Gospel Oak Quarry (GOQ) Overview

- Sampling from Quarry face returned up to 1% Cu
- 2 x diamond holes completed
  - Returned significant chalcopyrite
  - Copper grades up to 3x background, but not ore grade
- Mapping and XRF soil survey
- Costeans revealed trace malachite and extensive quartz veining
- Veining and Cu mineralisation over >700m strike length
- Previously unrecognised Cu occurrence – not in any Dept databases.



CLW – Gospel Oak Quarry (GOQ)

CLW – GOQ

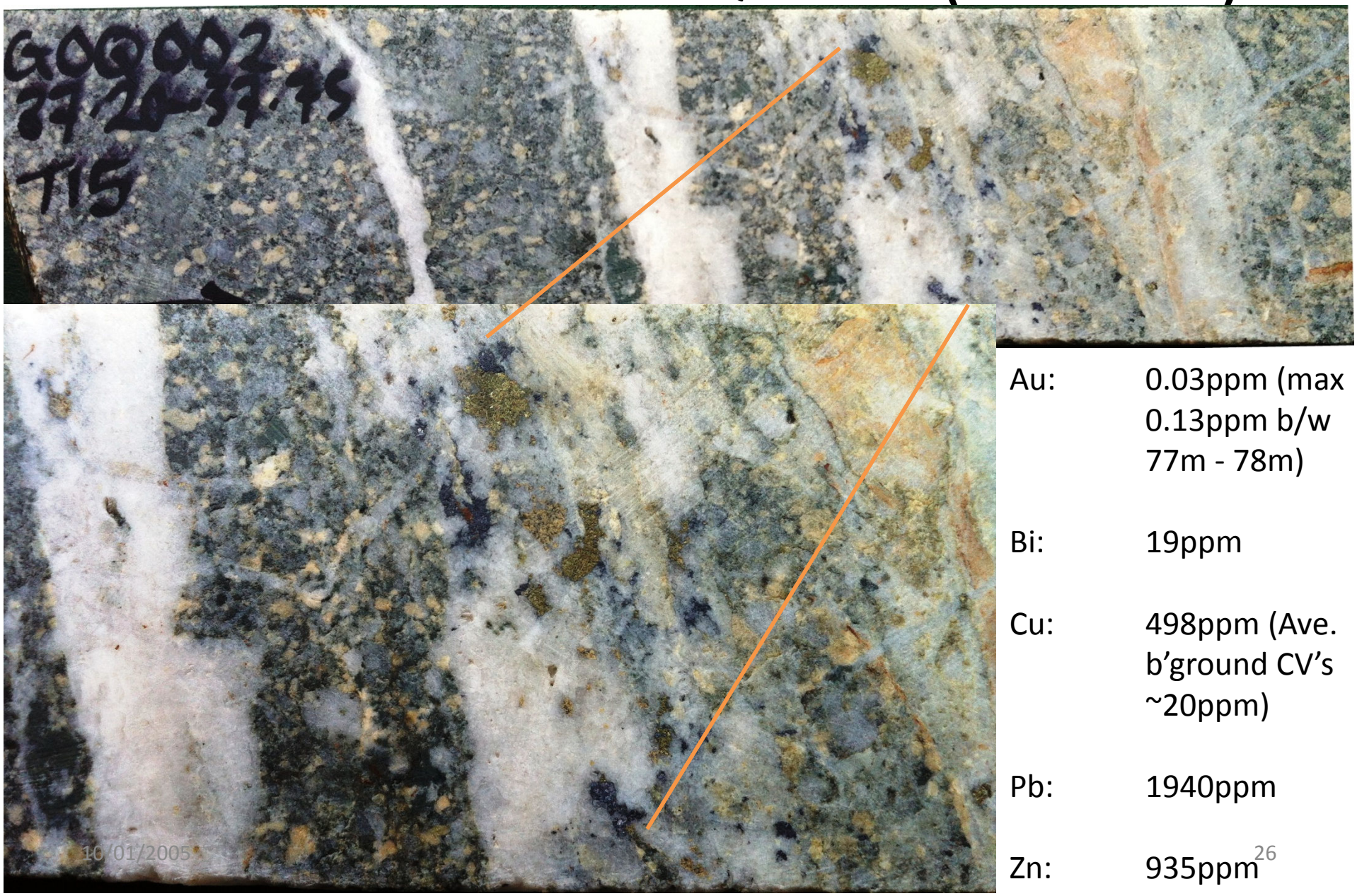
CLW – GOQ, 1.13% Cu (cpy)

CLW – drilled GOQD001 (456.8m)

- 150m+ chalcopyrite from first diamond hole at Gospel Oak Quarry

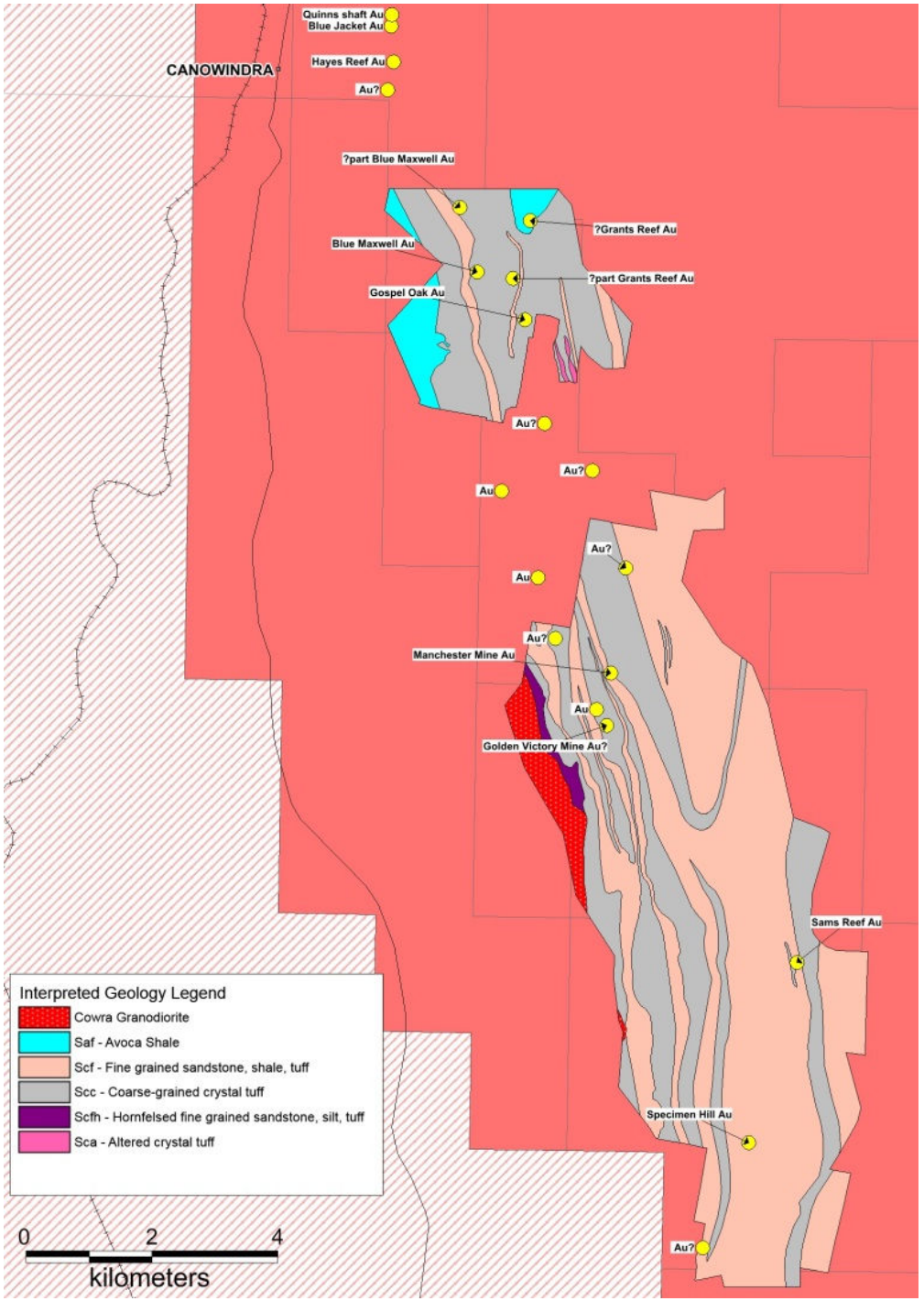
CLW – mapped GOQ

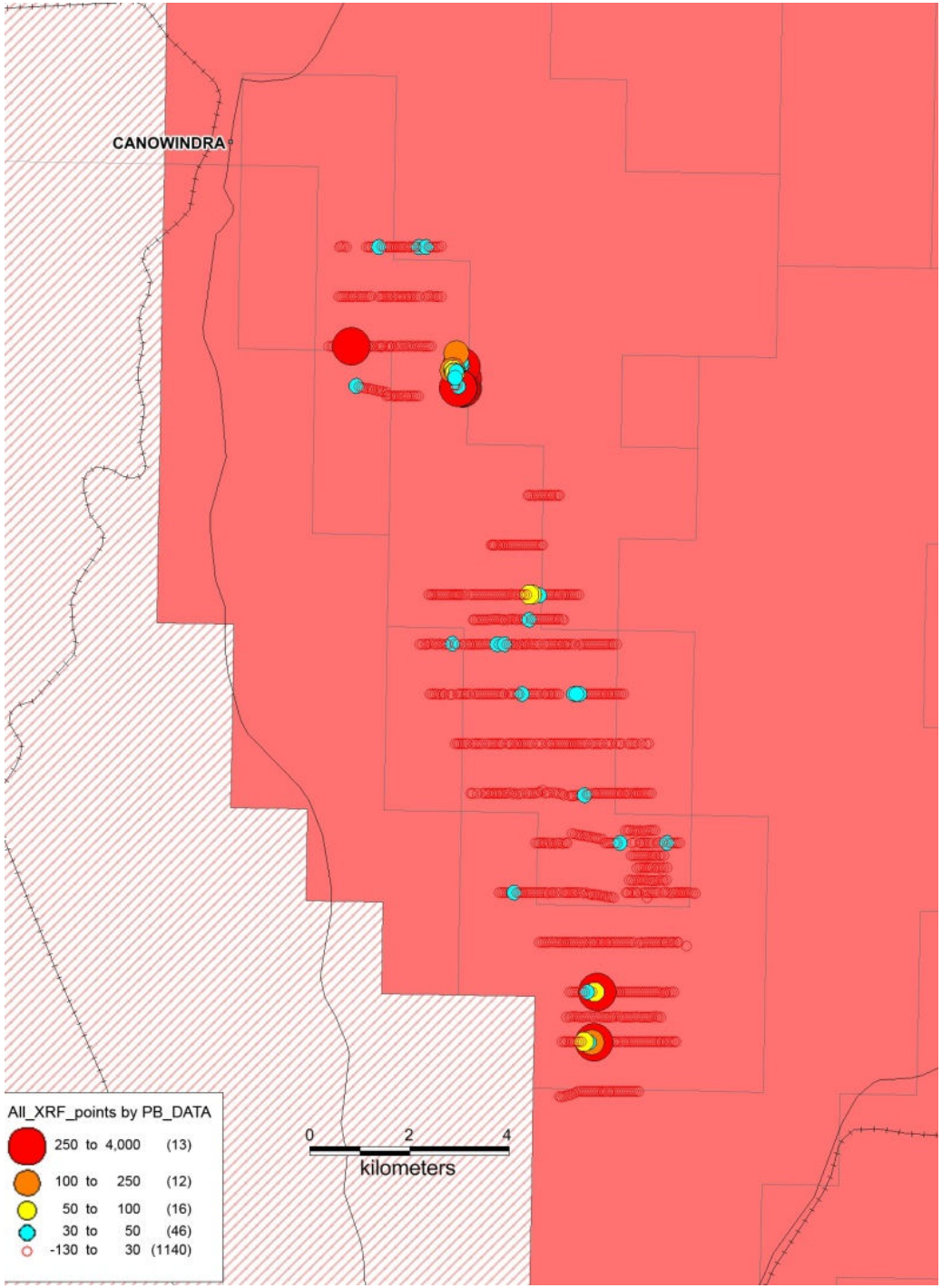
CLW – drilled GOQD002 (444.8m)

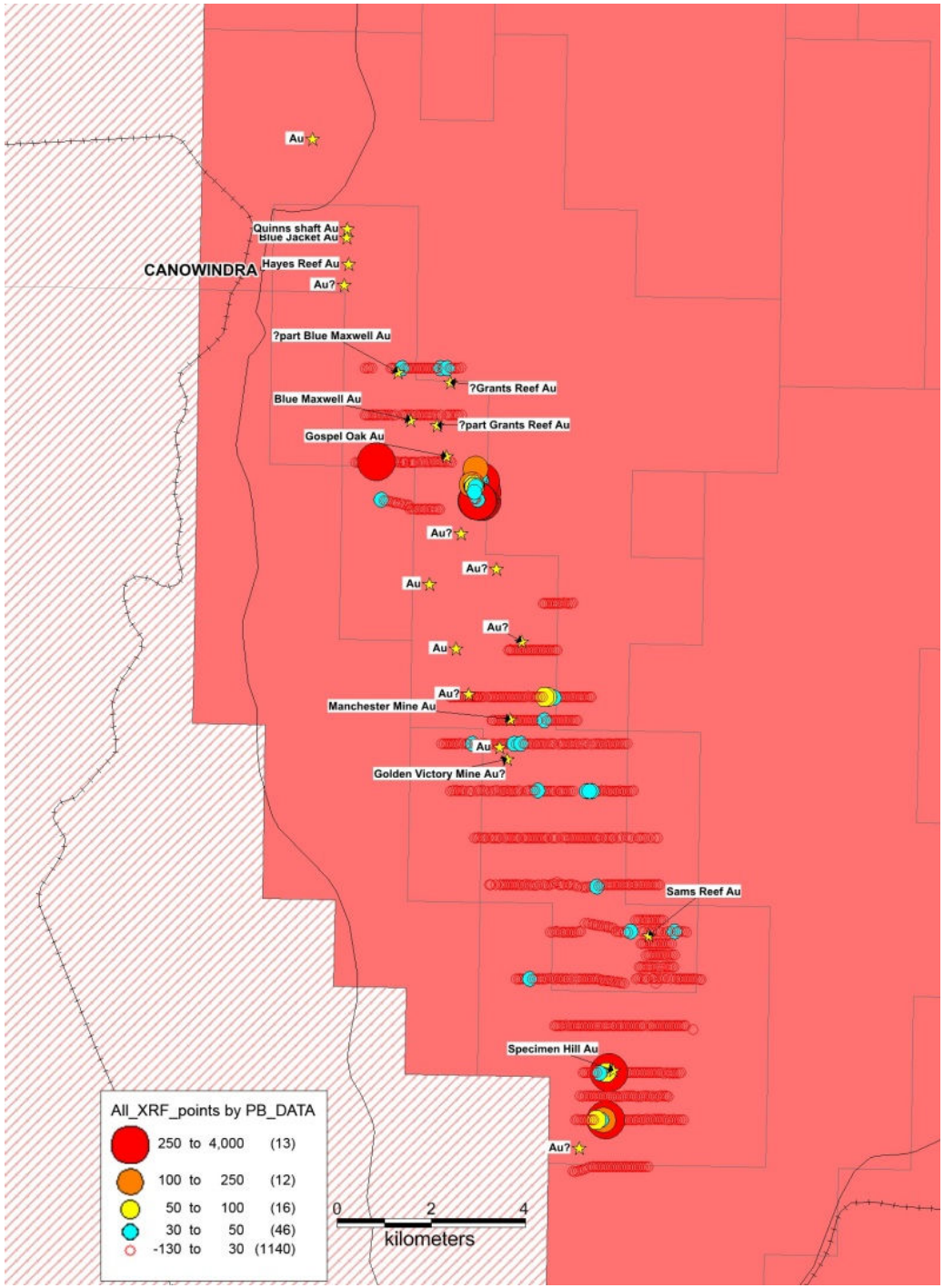


Au:	0.03ppm (max 0.13ppm b/w 77m - 78m)
Bi:	19ppm
Cu:	498ppm (Ave. b'ground CV's ~20ppm)
Pb:	1940ppm
Zn:	935ppm

CLW – Gospel Oak Quarry Gold Mine 25g/t Au


Quinns shaft Au
Blue Jacket Au
CANOWINDRA
Hayes Reef Au
Au?
?part Blue Maxwell Au
?Grants Reef Au
Blue Maxwell Au
?part Grants Reef Au
Gospel Oak Au
Au?
Au?
Au
Au?
Au
Au?
Manchester Mine Au
Au
Golden Victory Mine Au?
Sams Reef Au
Specimen Hill Au
Au?
Interpreted Geology Legend
Cowra Granodiorite
Saf - Avoca Shale
Scf - Fine grained sandstone, shale, tuff
Scc - Coarse-grained crystal tuff
Scfh - Hornfelsed fine grained sandstone, silt, tuff
Sca - Altered crystal tuff
0
2
4
kilometers


CANOWINDRA
All_XRF_points by PB_DATA
250 to 4,000 (13)
100 to 250 (12)
50 to 100 (16)
30 to 50 (46)
-130 to 30 (1140)
0
2
4
kilometers


Au
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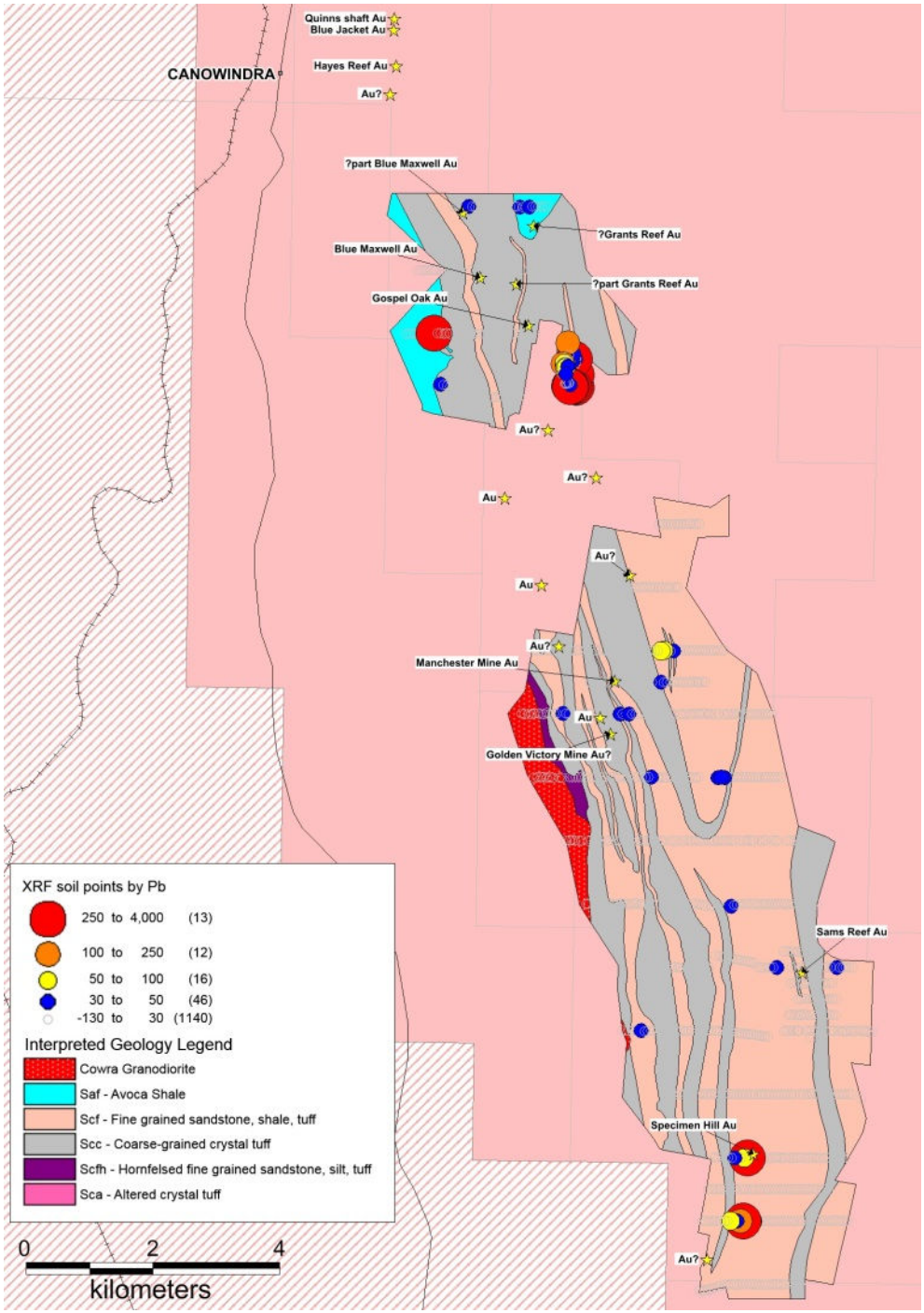
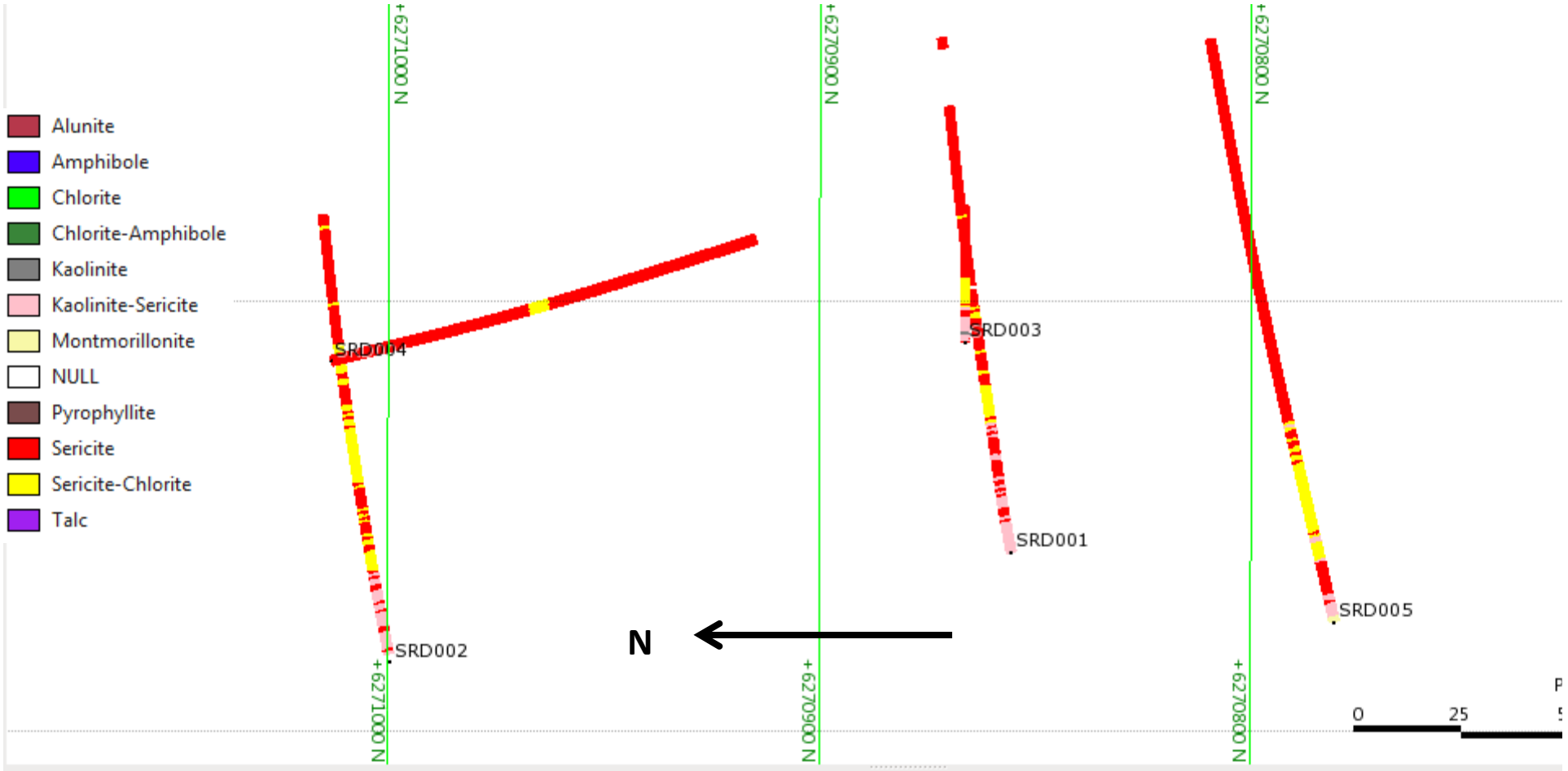
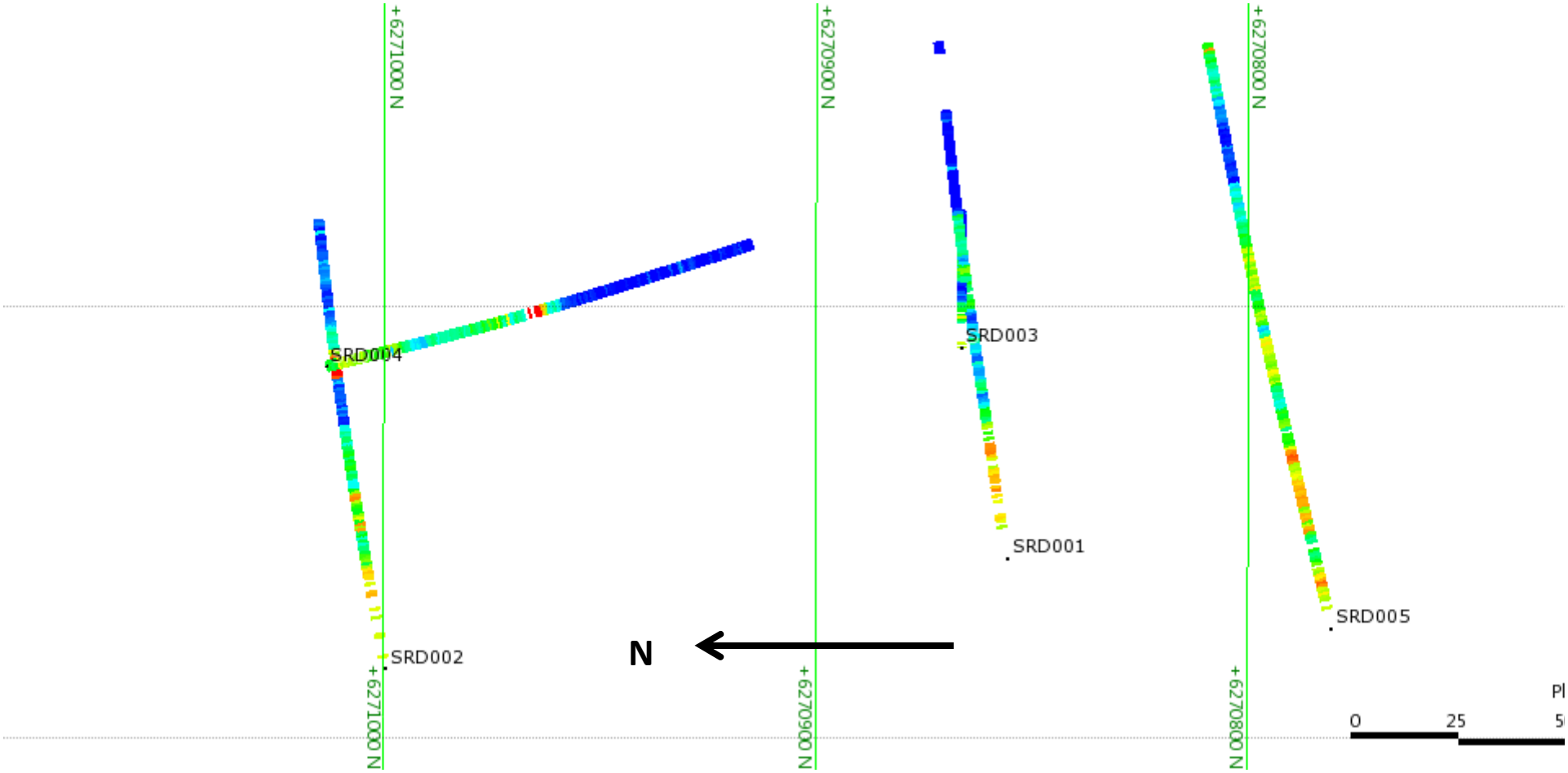

Quinns shaft Au
Blue Jacket Au
CANOWINDRA
Hayes Reef Au
Au?
?part Blue Maxwell Au
?Grants Reef Au
Blue Maxwell Au
?part Grants Reef Au
Gospel Oak Au
Au?
Au?
Au
Au?
Au
Au?
Manchester Mine Au
Au
Golden Victory Mine Au?
Sams Reef Au
Specimen Hill Au
Au?
XRF soil points by Pb
250 to 4,000 (13)
100 to 250 (12)
50 to 100 (16)
30 to 50 (46)
-130 to 30 (1140)
Interpreted Geology Legend
Cowra Granodiorite
Saf - Avoca Shale
Scf - Fine grained sandstone, shale, tuff
Scc - Coarse-grained crystal tuff
Scfh - Hornfelsed fine grained sandstone, silt, tuff
Sca - Altered crystal tuff
0
2
4
kilometers

Spectral Work by Scott Halley

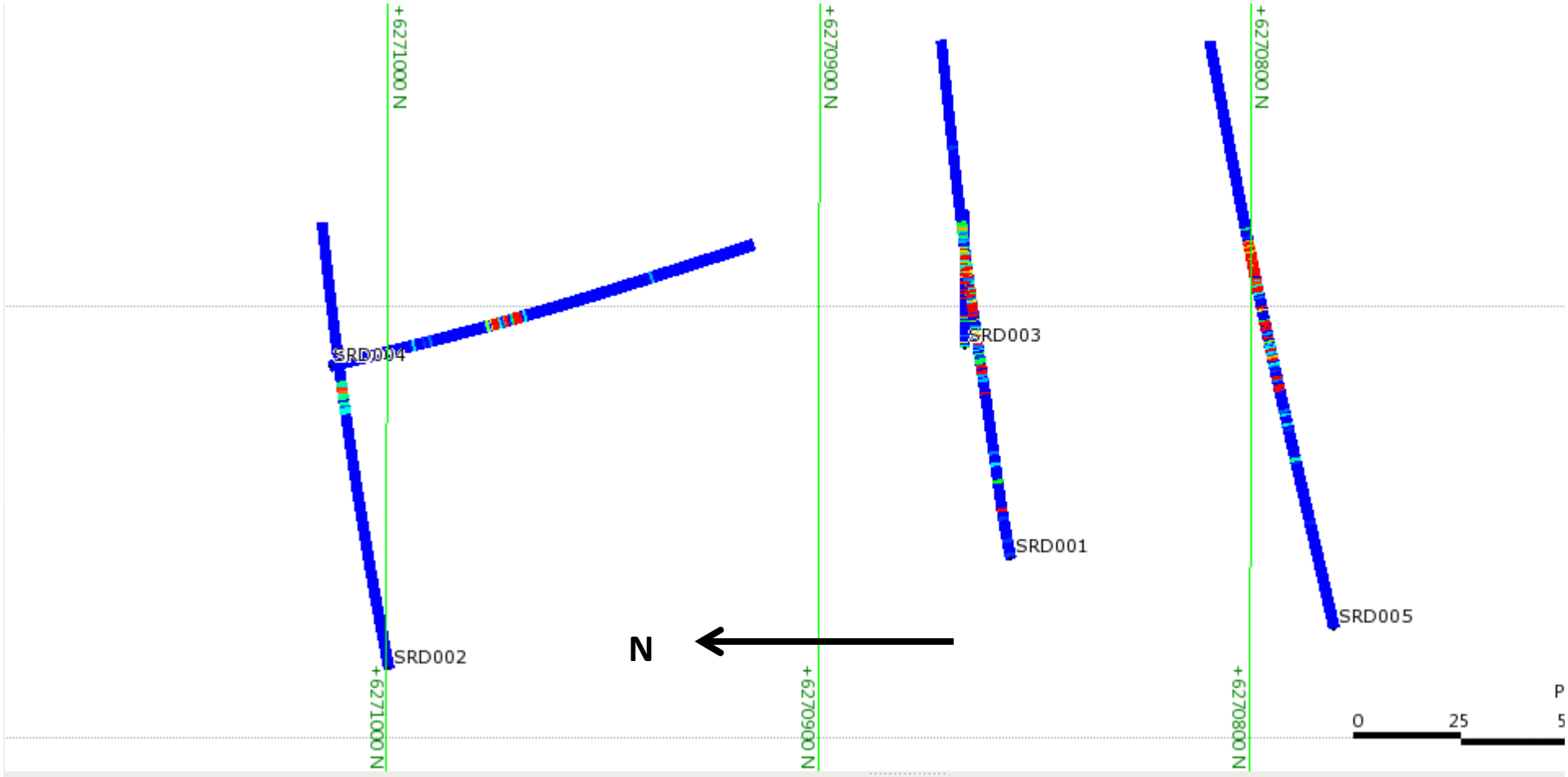
Sams Reef, ASD Mineralogy; Plan View



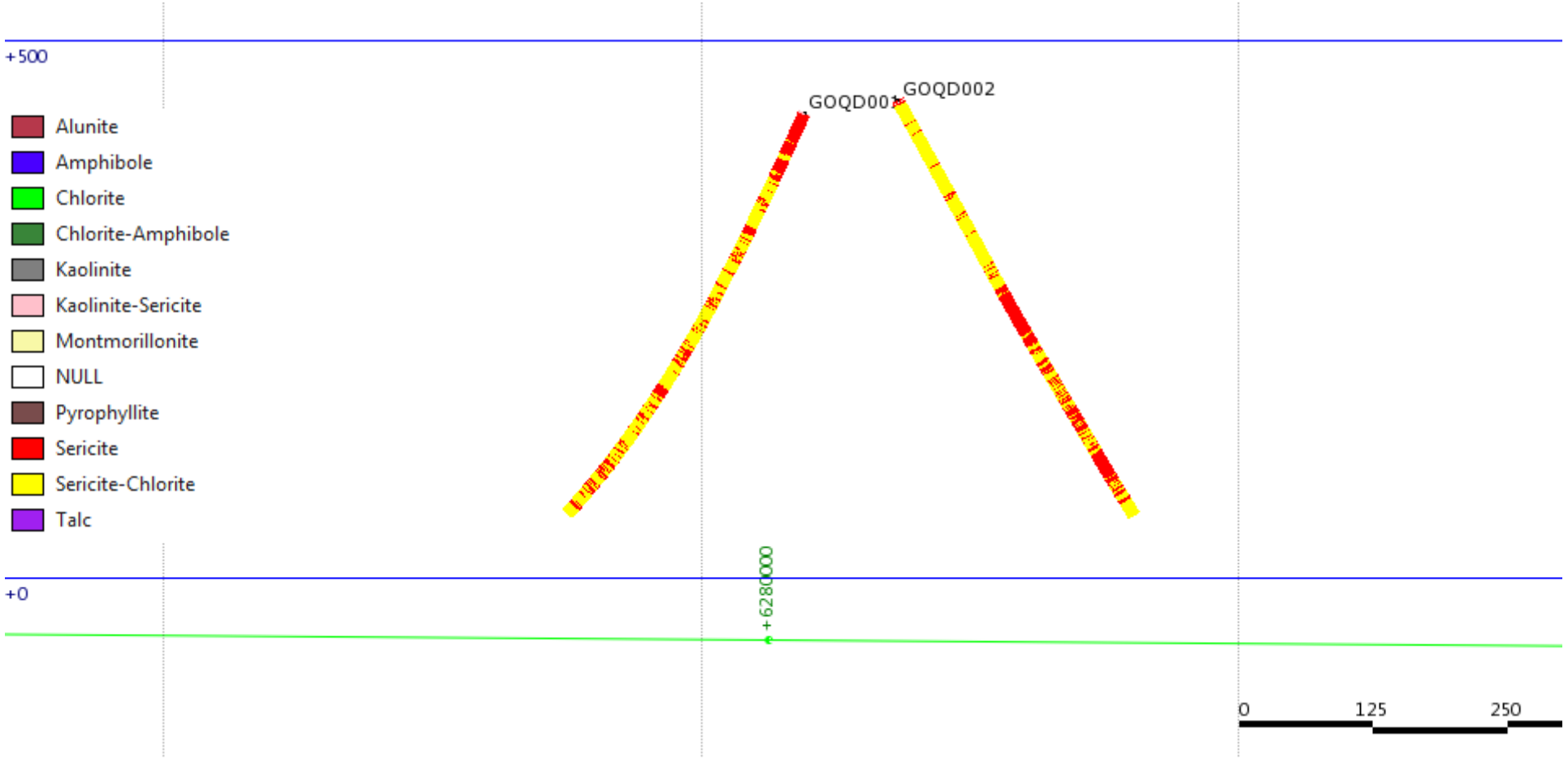
Sam's Reef, Sericite Composition;
Wavelength of sericite 2200nm feature;
Blue<2200nm (acid) Red>2215nm (alkaline)



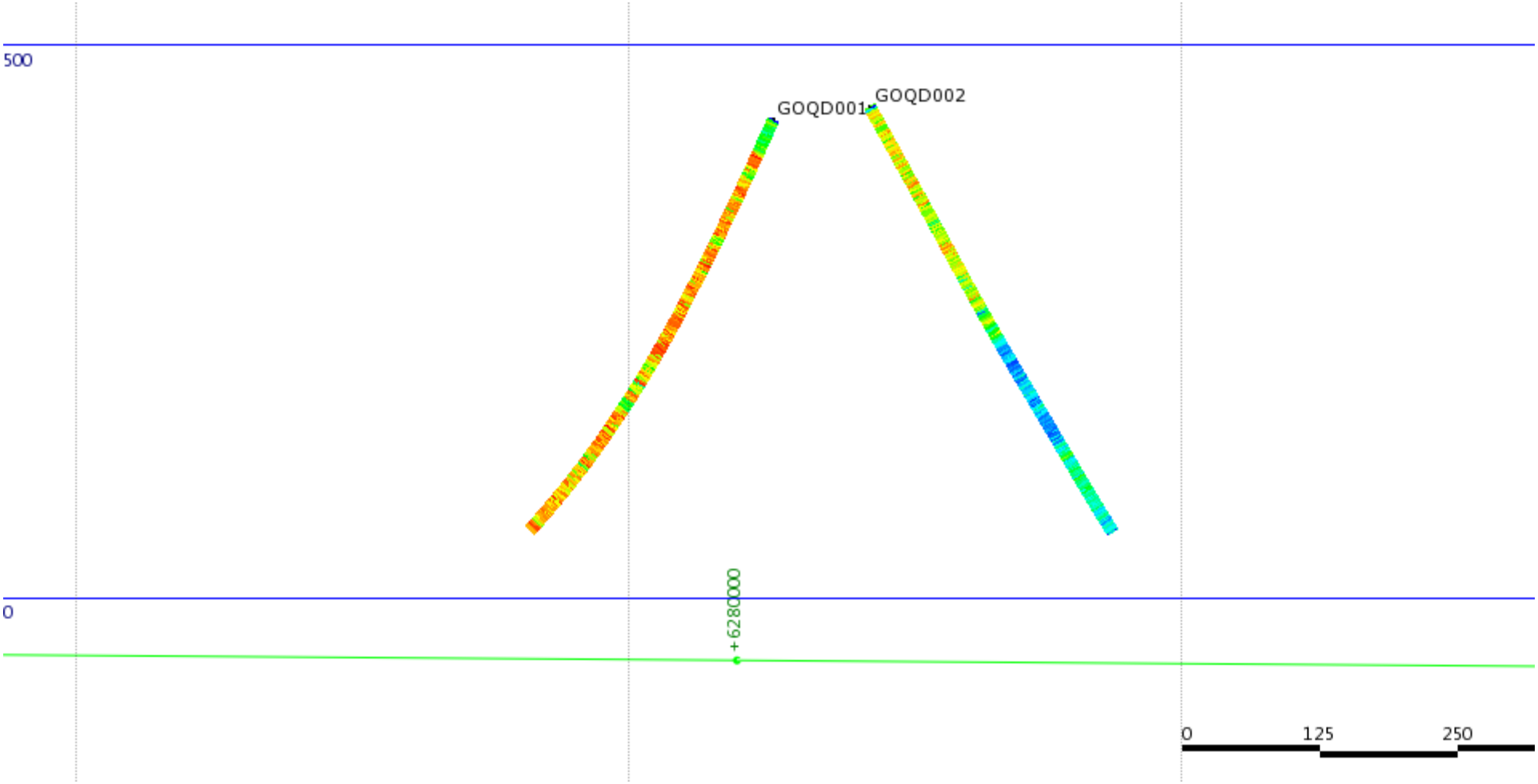
Sam's Reef, Gold Assays
Blue<0.05ppm, Red>0.5ppm
Note how most of the gold is located in the transition from acid to alkaline.



Gospel Oak Quarry, ASD Mineralogy;
View looking to the NNE



Gospel Oak Quarry, Sericite Composition;
Wavelength of sericite 2200nm feature;
Blue<2200nm (acid) Red>2215nm (alkaline)



CLW – Nth Canowindra
frequent Cu in small number of more ‘mafic’ samples…

CLW – Lady Burdett

CLW – Lady Burdett

OR12257731		Au-AA22	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41
SAMPLE	COMMENT	Au	Ag	Al	As	B	Ba	Be	Bi	Ca	Cd	Co	Cr
		ppm	ppm	%	ppm	ppm	ppm	ppm	ppm	%	ppm	ppm	ppm
203587	sil-ser+/-py host (fn grain) with milky qtz vns +py	0.095	0.6	1.06	80	<10	70	0.5	<2	2.67	<0.5	11	15
203588	sil-ser+/-py host (ie sample of host rock only)	0.268	0.4	0.84	349	<10	30	<0.5	<2	2.63	<0.5	11	13
203589	milky qtz vns +py (ie sample of qtz only)	0.443	0.2	0.47	192	<10	30	<0.5	<2	1.47	<0.5	6	11
203590	sil-ser+/-py host (med grain) with complex milky qtz vns +py	0.838	0.5	1.57	180	<10	60	0.6	<2	2.02	<0.5	9	15
			low		weak elev								

OR12257731	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41
SAMPLE	Cu	Fe	Ga	Hg	K	La	Mg	Mn	Mo	Na	Ni	P
	ppm	%	ppm	ppm	%	ppm	%	ppm	ppm	%	ppm	ppm
203587	486	2.49	<10	<1	0.36	20	1.18	783	<1	0.04	20	410
203588	64	3.15	<10	<1	0.26	10	1.19	728	<1	0.04	20	440
203589	291	2.12	<10	<1	0.18	<10	0.63	485	<1	0.03	9	120
203590	810	2.43	<10	<1	0.41	10	0.88	699	<1	0.01	14	320
	anomalous											

OR12257731	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41	ME-ICP41
SAMPLE	Pb	S	Sb	Sc	Sr	Th	Ti	Tl	U	V	W	Zn
	ppm	%	ppm	ppm	ppm	ppm	%	ppm	ppm	ppm	ppm	ppm
203587	12	0.22	<2	7	164	<20	<0.01	<10	<10	15	<10	56
203588	13	1.4	<2	6	168	<20	<0.01	<10	<10	12	<10	33
203589	20	0.74	<2	2	115	<20	<0.01	<10	<10	8	<10	110
203590	18	1.03	2	5	36	<20	<0.01	<10	<10	16	<10	81
	low											

Observations

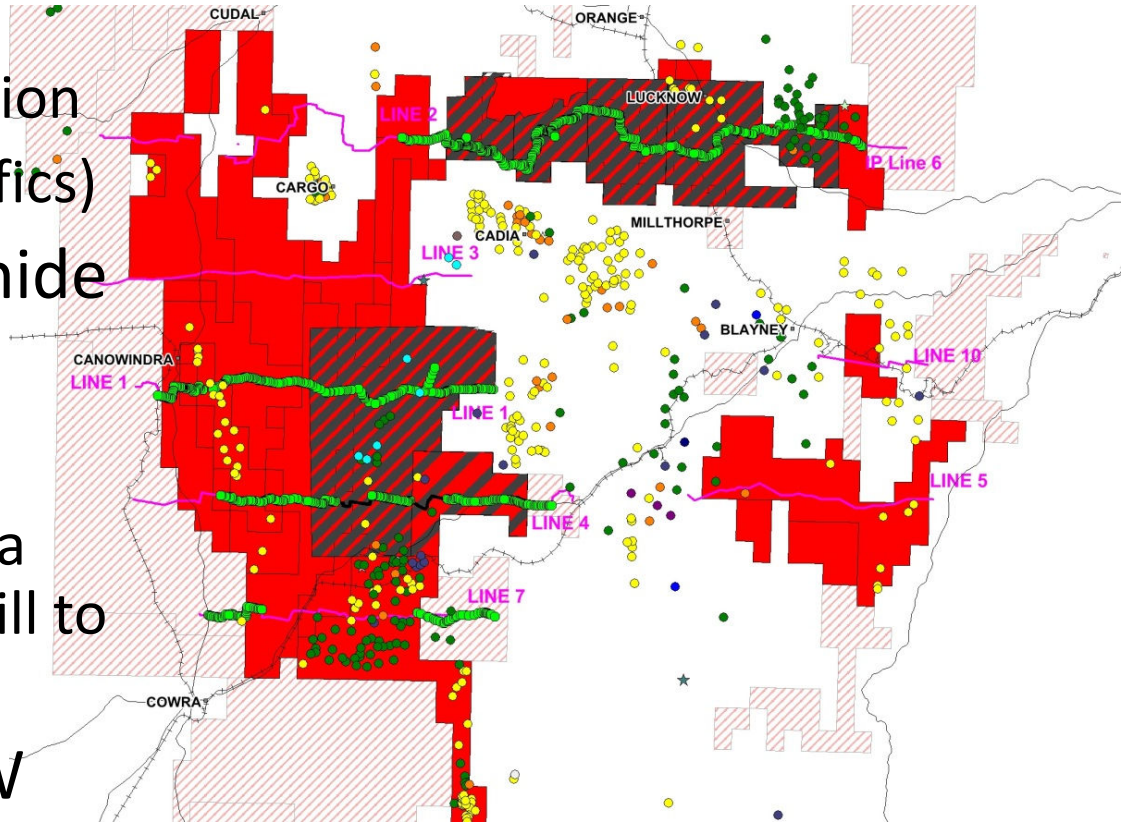
- Au without Cu in the Sth
- Cu without Au in the middle
- Au/Cu together in the Nth
  - Cu >> in mafic/dioritic material
- ?multiple events
- Simple metallurgy
- Some events Orogenic
- Some events hydrothermal
- Features indicate high level “epithermal” re: geol environment
  - Some placer gold, not large field(s)
  - Implications include prospectivity below, ie gold still in the ground
  - Interestingly old timers ?missed ore grade material at shallow depths
- Min occ NOT in the ‘classically’ described gn-cord-bi felsics

Comments

- Drill out small resources that could be trucked to local plants…or
- Seek cash/resources to explore thoroughly and lift the lid on a potentially large/complex Au/Cu mineral belt..
- Maintain an open mind, these rocks were left for a long time without much exploration, seemingly due to a dogma that existed re: their apparent lack of prospectivity..

Ongoing/Future Work

- Follow up geochem
  - XRF increase resolution
  - Aircore (look for mafics)
- GA-IP (look for sulphide systems)
- Drilling
  - Increase level of data about min occ (ie drill to nth of GOQ
- Hons Thesis via UoW



Marking out the next hole at Sam's Reef

Acknowledgments

- SMEDG for inviting G&C to talk,
- The Locke Bros for giving me something to talk about
- Our landowners for access
- My colleagues for their help and enthusiasm