

FACIES ANALYSIS, MODELLING & GEOLOGICAL MAPPING OF THE WAGGA TANK-SOUTHERN NIGHTS DEPOSIT

SEBASTIAN HIND AND DAVID EDGECOMBE



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STUDY AIMS



- 1. Facies analysis
- 2. Facies architecture
- 3. Facies model
- 4. Geological mapping
- 5. Exploration

BACKGROUND GEOLOGY

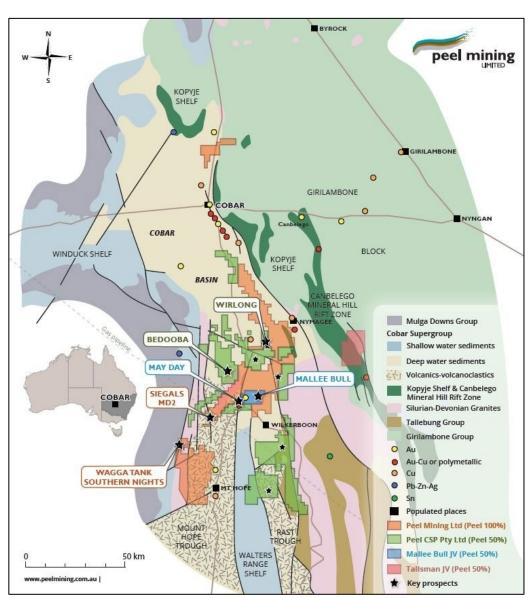


LOCATION

- 150km South of Cobar; 40km to May Day; 50km to Mallee Bull
- Western edge of the Mt Hope Trough

DEPOSIT OVERVIEW

- Polymetallic Zn-Pb-Ag-Cu-Au deposit of VMS affinity
- Steeply WNW/NW dipping, locally overturned to SE (Wagga Tank)
- Hosted within a package of volcanic and sedimentary rocks of the Mt Kennan Volcanics
- Low strain, lower greenschist facies metamorphic grade



BACKGROUND GEOLOGY

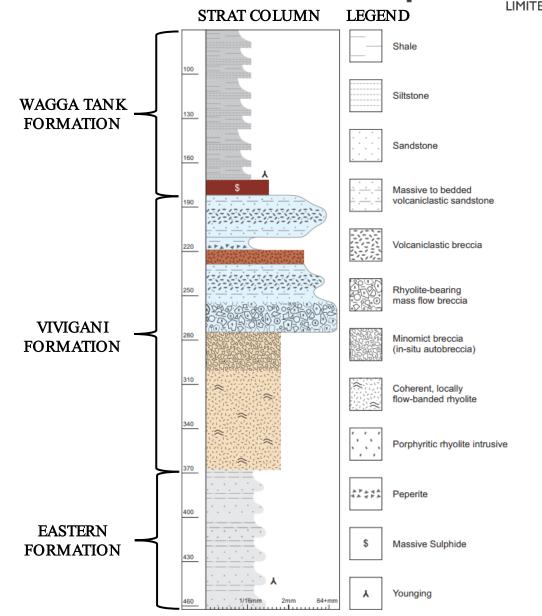
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STRATIGRAPHY

- Eastern Formation turbidites (Mt Kennan Volcanics)
- Vivigani Formation volcanics (Mt Kennan Volcanics)
- Wagga Tank Formation turbidites (Mt Kennan Volcanics)
- Unconformably overlain by transported cover (Tertiary & Quaternary) up to >100m thick

MINERALISATION

- Stratiform laminated, banded to massive Sp>Py>Gn>Cpy
- Discordant, intensely altered stockworks of disseminated and vein sulphides



BACKGROUND GEOLOGY

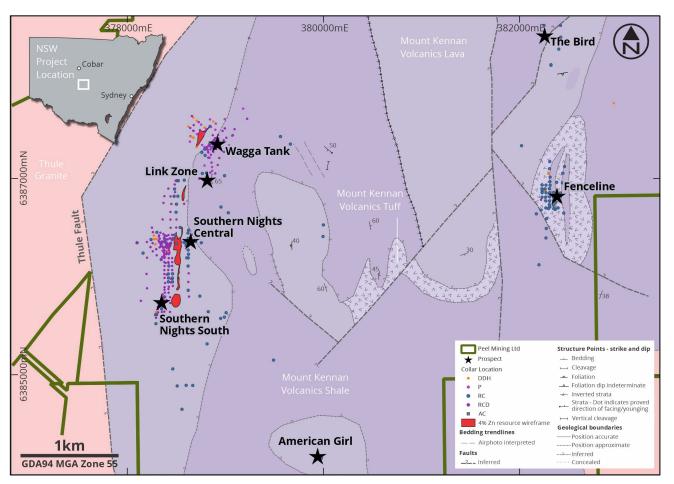


LOCATION OF MINERALISATION

- Discontinuous, 2km strike length
- Wagga Tank
- Link Zone
- Southern Nights Central
- Southern Nights South

CONTAINED MINERALISATION

- Wagga Tank & Link Zone: 0.81Mt @ 5% Zn, 2.4% Pb, 81g/t Ag, 0.4% Cu & 0.5g/t Au
- Southern Nights Central & Southern Night South: 4.14Mt @ 5% Zn, 2% Pb, 77g/t Ag, 0.2% Cu & 0.3g/t Au



GNSW Seamless Geology

MINERAL RESOURCE ESTIMATE MARCH 2020



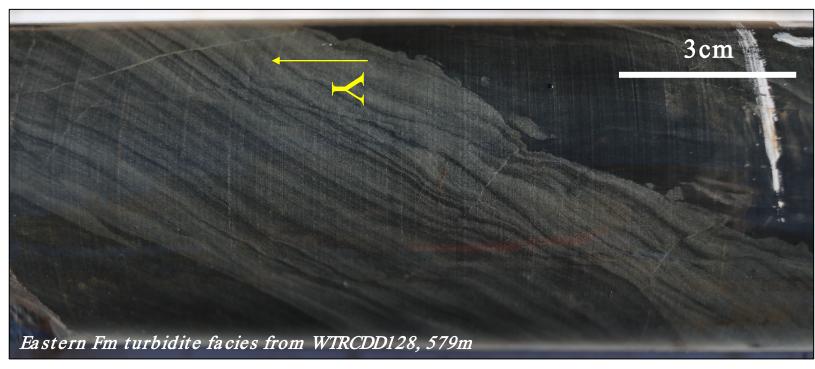
- INDICATED: 2.95Mt @ 5.73% Zn, 2.33% Pb, 0.23% Cu, 85.5g/t Ag & 0.36g/t Au
- INFERRED: 2Mt @ 4.0% Zn, 1.6% Pb, 0.3% Cu, 67g/t Ag & 0.3g/t Au
- TOTAL RESOURCE: 4.95Mt @ 5.0% Zn, 2.0% Pb, 0.3% Cu, 78g/t Ag & 0.4g/t Au



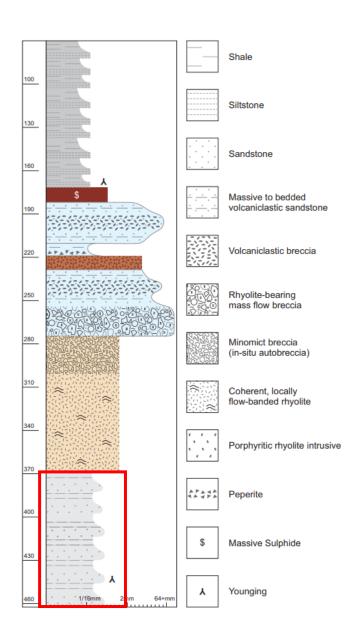
FACIES ANALYSIS

EASTERN FORMATION TURBIDITE FACIES



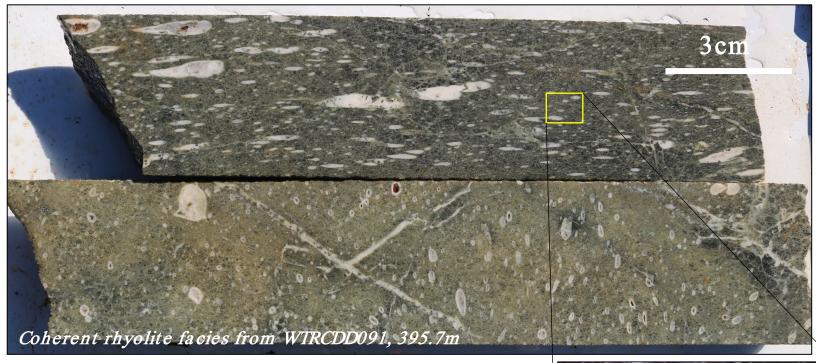


- Deep marine turbidite setting
- Massive to thinly bedded shale, siltstone, sandstone
- Graded bedding common
- Locally hosts polymetallic stringer veining at Wagga Tank



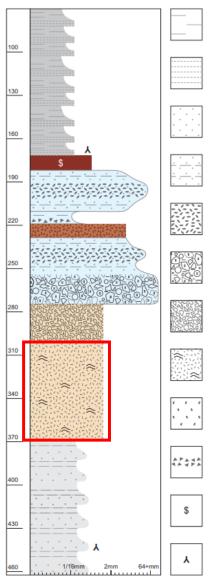
VIVIGANI FORMATION COHERENT RHYOLITE **FACIES**

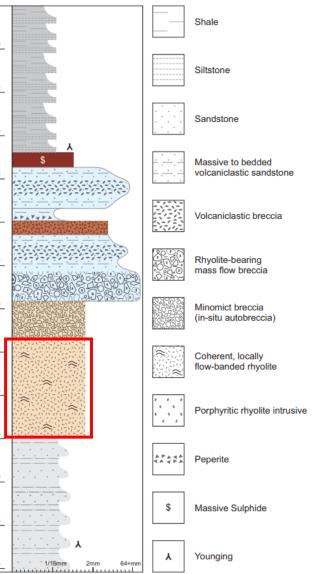




- Aphyric to locally sparsely plagioclase phyric rhyolitic lava
- Abundant quartz-filled amygdales
- Commonly flow-banded
- Devitrified, originally glassy groundmass evidenced by spherulitic and micropoikilitic textures

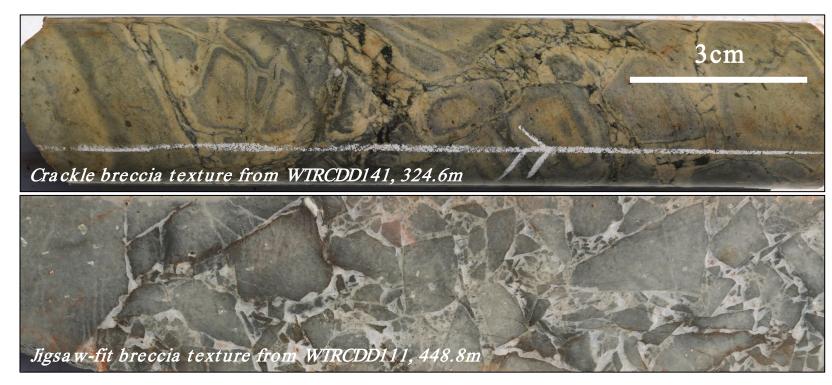




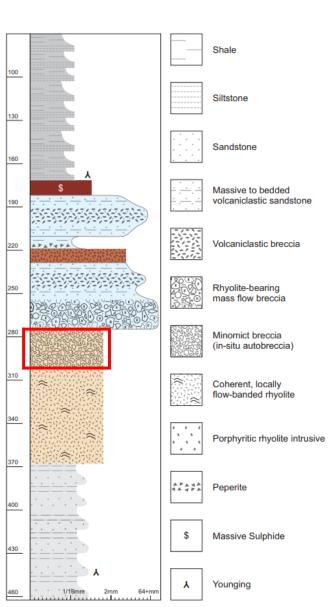


VIVIGANI FORMATION COHERENT RHYOLITE FACIES



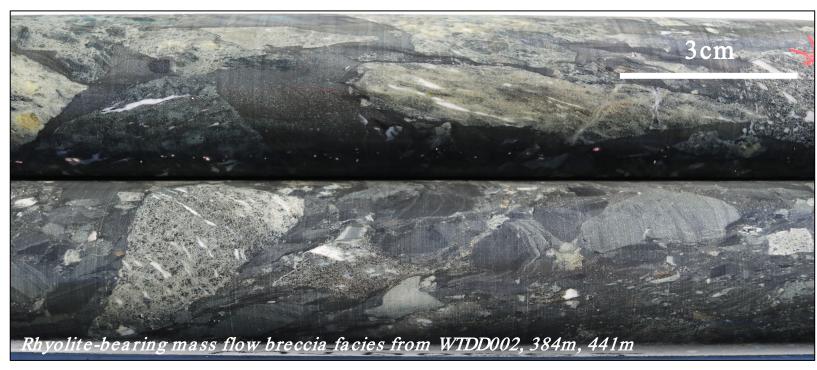


- Crackle to jigsaw-fit breccia textures at lava margins
- Formed from in-situ quench fragmentation of the lava as it flowed into a marine environment
- Forms a dome-like structure on the palaeo-seafloor ~2km in length
- Thickness currently not defined minimum 250m

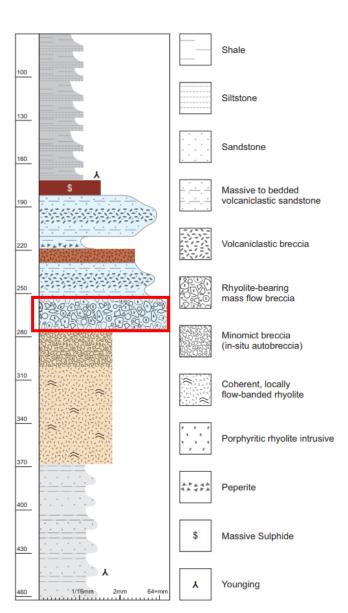


VIVIGANI FORMATION RHYOLITE-BEARING MASS FLOW BRECCIA FACIES





- Sub-angular to sub-rounded clasts of shale/siltstone, sandstone and lesser coherent rhyolite in shale matrix
- Chaotic, matrix to clast-supported
- Formed from subaqueous mass-flows during the collapse of unstable autoclastic breccias at coherent rhyolite margins
- Analogous to facies at Highway-Reward deposit, Queensland



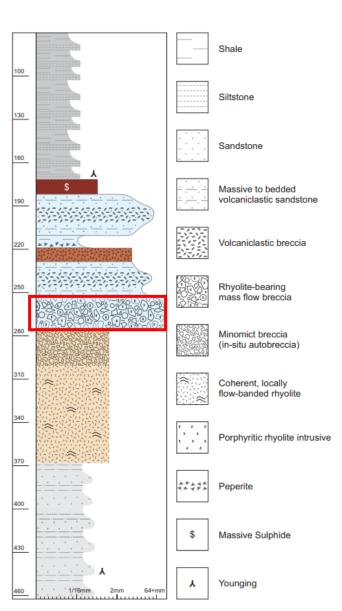
VIVIGANI FORMATION RHYOLITE-BEARING MASS FLOW BRECCIA FACIES





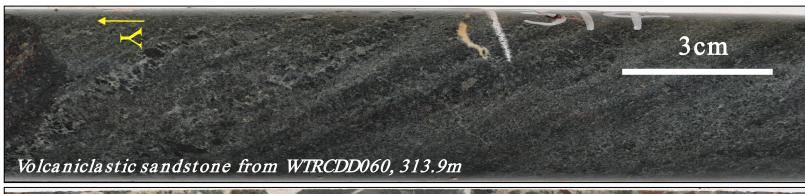


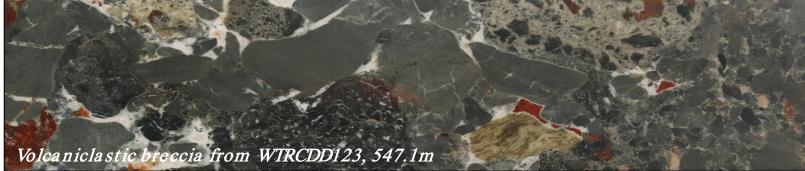
- Smooth, very well-rounded clasts of coherent rhyolite in a sandy matrix
- Clast-supported
- Resedimented lava clasts spalled from steep-sided flow fronts of coherent rhyolite bodies through curviplanar fracturing



VIVIGANI FORMATION VOLCANICLASTIC FACIES





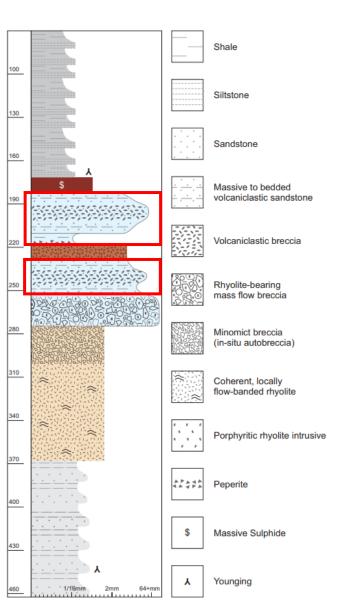


Volcaniclastic sandstone:

- Comprised of felsic lava, sedimentary grains and volcanic quartz
- Massive to thin-bedded with local cross-bedding and graded beds

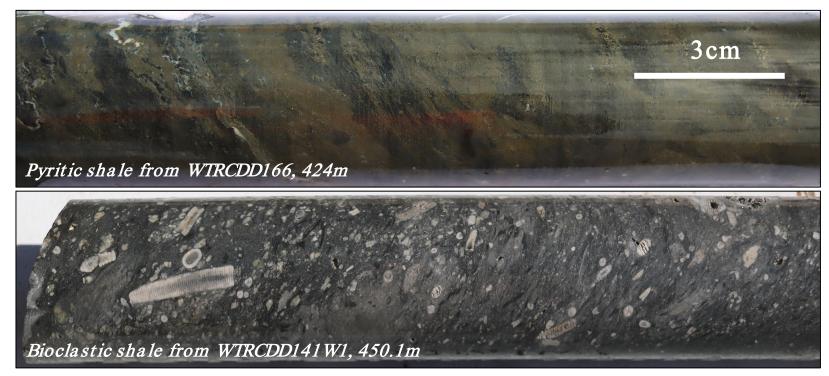
Volcaniclastic breccia:

- Polymict with clasts of sedimentary and volcanic provenance
- Chaotic, clast to matrix supported
- Coarse debris-flow deposits

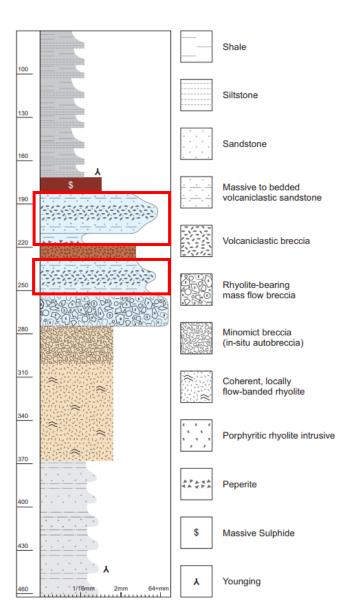


VIVIGANI FORMATION VOLCANICLASTIC FACIES



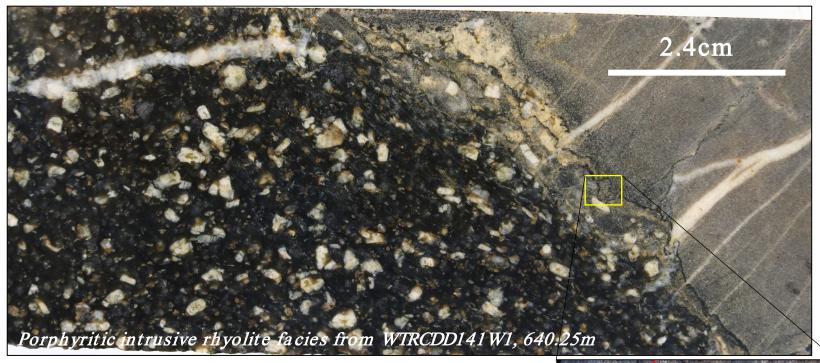


- Episodic deposition quiescence periods marked by deposition of finegrained sediments accompanied by fine-grained pyrite
- Local crinoids, corals and limestone = proximity to emergent/near emergent volcanic centre and/or syn-volcanic fault
- Subtle cross-bedding in volcaniclastic sandstone = distal



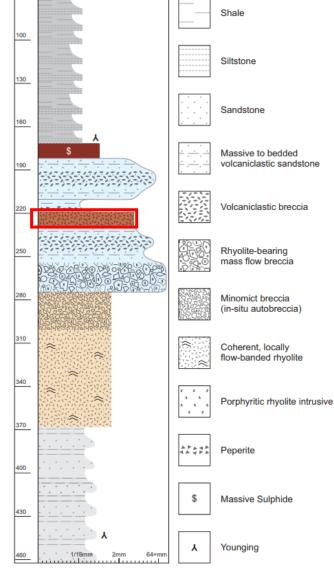
VIVIGANI FORMATION PORPHYRITIC INTRUSIVE RHYOLITE FACIES





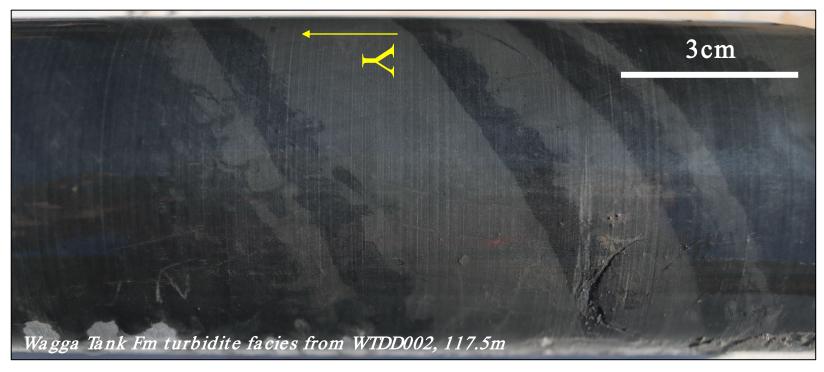
- Occurs locally at the Link Zone
- Crystal-rich, quartz-feldspar+/-biotite phyric rhyolite
- Common peperitic contacts with carbonate altered sediments
- Very high-level syn-volcanic intrusion (dyke or sill) emplaced into unconsolidated sediments



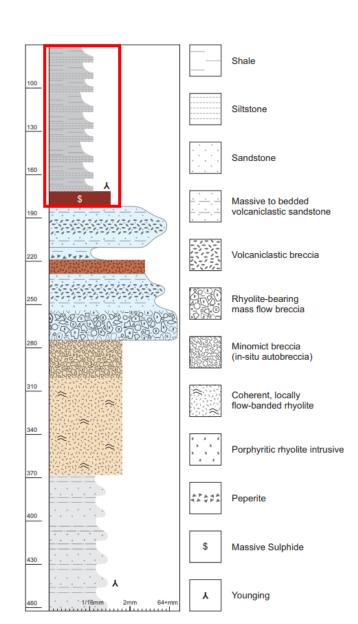


WAGGA TANK FORMATION TURBIDITE FACIES





- Deep marine turbidite setting: absence of abundant fg sandstone suggests a more distal setting than Eastern Formation
- Thin bedded shales with subordinate siltstone with common graded bedding, sharp bases, scours and occasional cross bedding
- Common euhedral and recrystallised pyrite proximal to Vivigani Formation contact

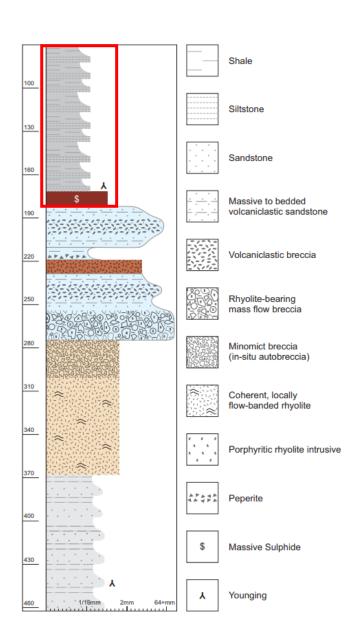


WAGGA TANK FORMATION TURBIDITE FACIES





- Stratiform, finely laminated to banded to massive Sphalerite>pyrite>galena>chalcopyrite
- Hosted at the base of the Wagga Tank Formation turbidite facies at contact with Vivigani Formation





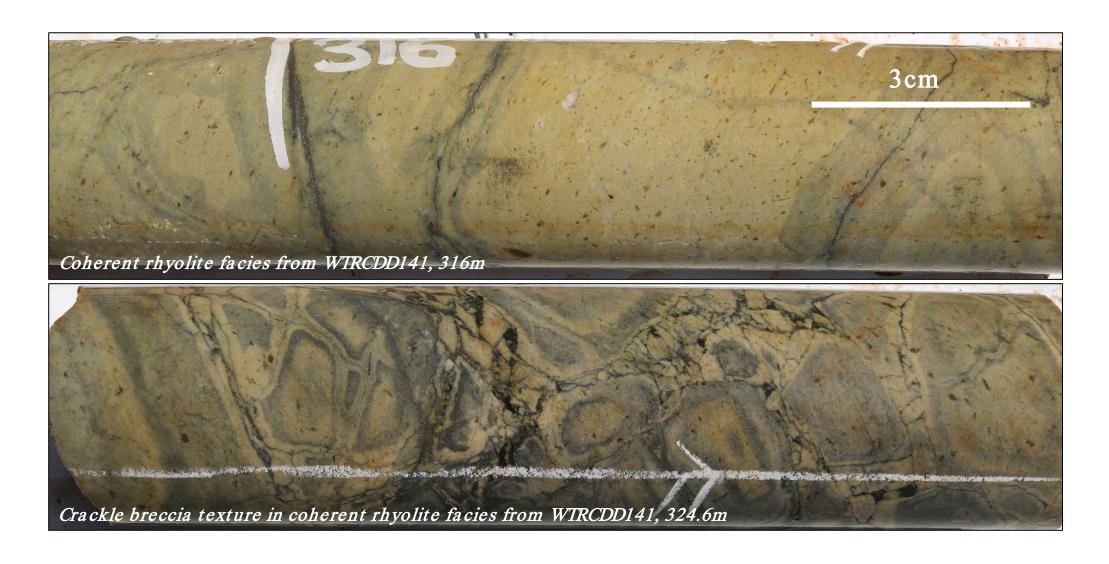
FEATURES USEFUL IN THE DETECTION OF SYN-VOLCANIC FAULTS (Franklin et al., 2005)



- 1. Felsic lava flows, domes and cryptodomes marking volcanic centres
- 2. Syn-volcanic dykes and dyke swarms
- 3. Hydrothermal alteration that preferentially develops in dykes that occupy the structure or in their adjacent wall rocks
- 4. Diachronous wedges of talus; talus blocks; debris flows
- 5. Growth' of footwall sequences over a short lateral distance

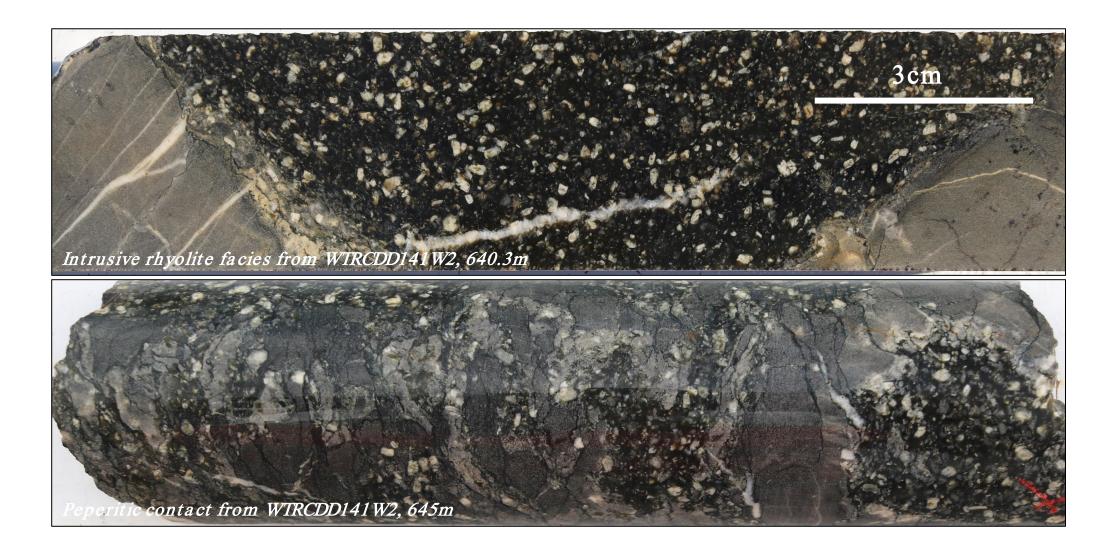


1. LINK ZONE – FELSIC LAVA FLOWS, DOMES & CRYPTODOMES MARKING VOLCANIC CENTRES



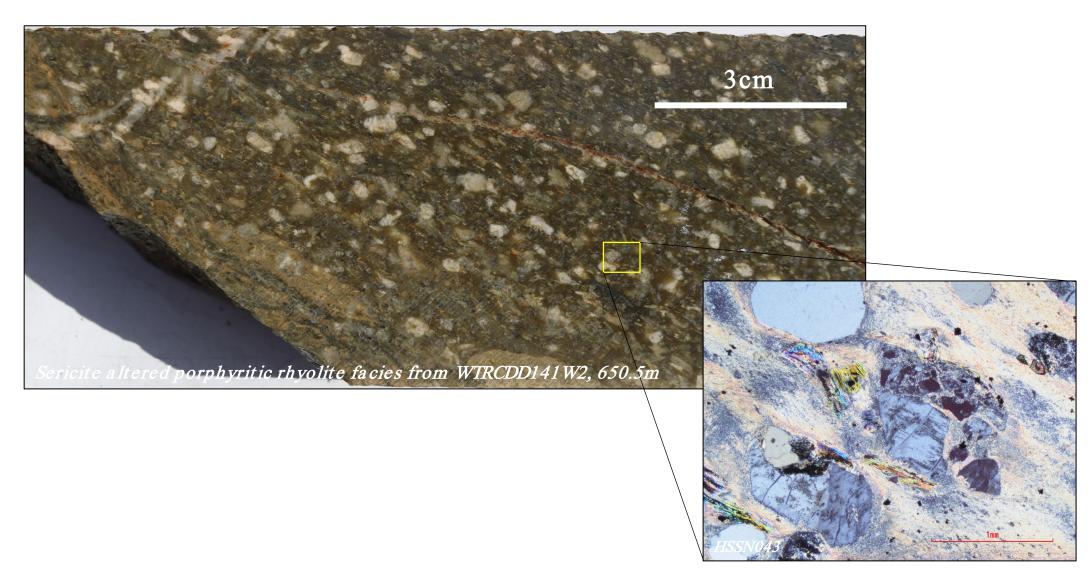


2. LINK ZONE – SYN-VOLCANIC DYKES AND DYKE SWARMS



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3. LINK ZONE – HYDROTHERMAL ALTERATION THAT PREFERENTIALLY DEVELOPS IN DYKES THAT OCCUPY THE STRUCTURE OR IN THEIR ADJACENT WALL ROCKS





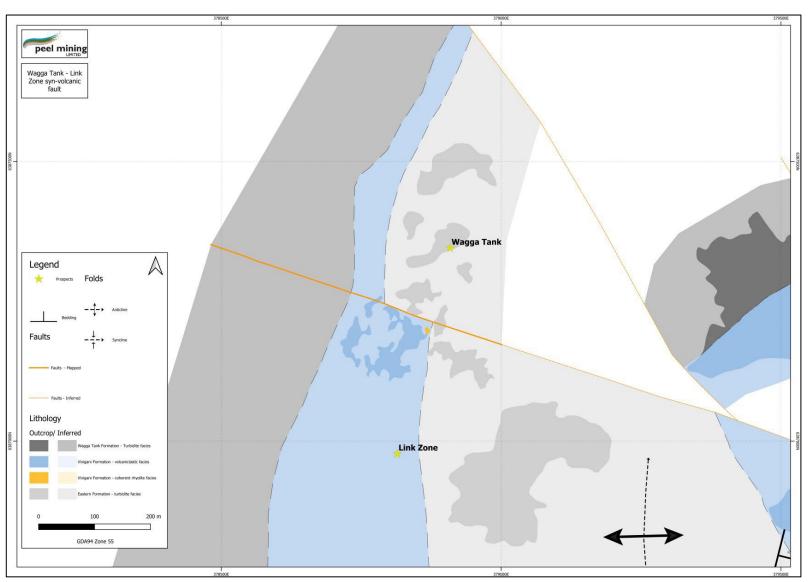
4. LINK ZONE – DIACHRONOUS WEDGES OF TALUS; TALUS BLOCKS; DEBRIS FLOWS





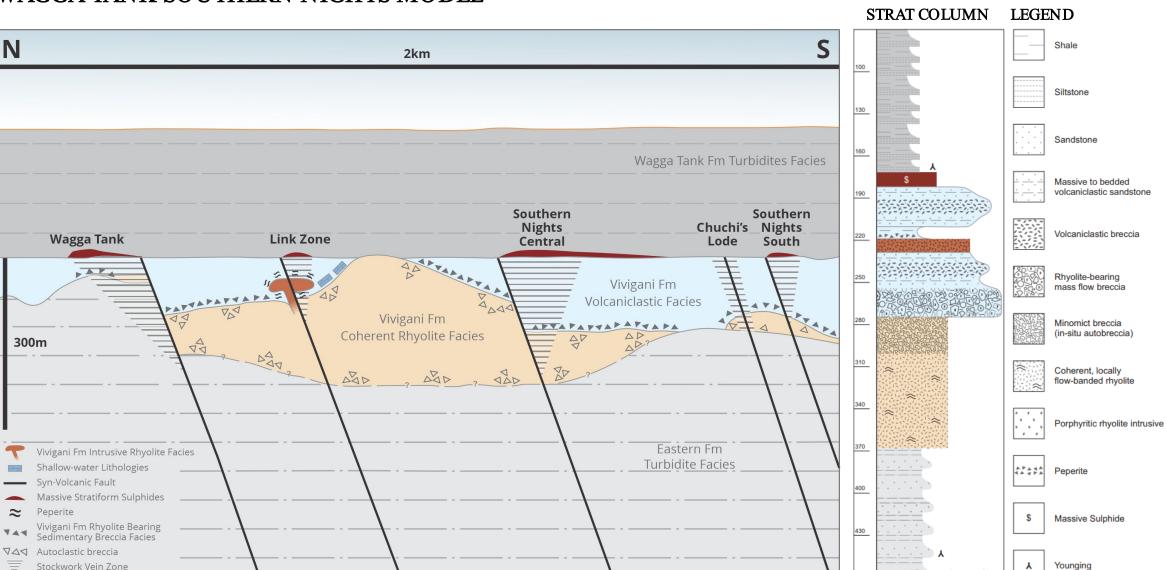
FACIES ARCHITECTURE

5. WAGGA TANK/LINK ZONE - 'GROWTH' OF FOOTWALL SEQUENCES OVER A SHORT LATERAL DISTANCE OF THE PROPERTY OF



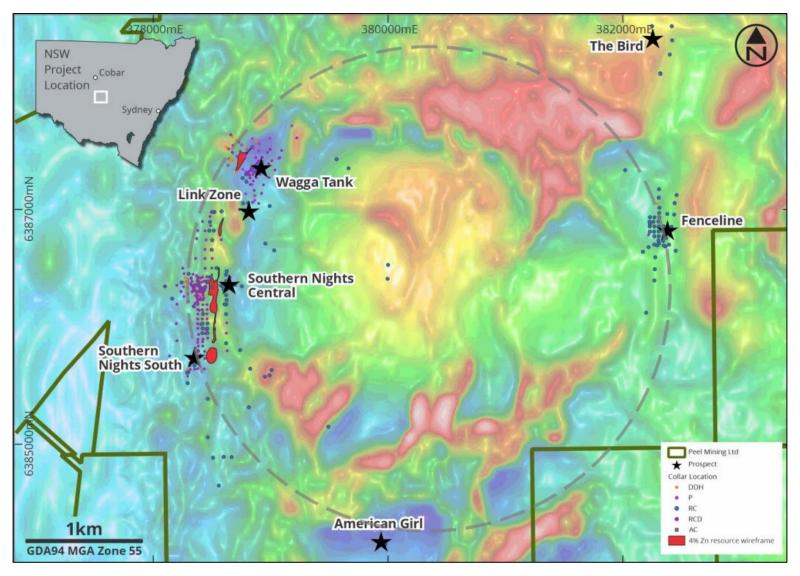
WAGGA TANK-SOUTHERN NIGHTS MODEL





FEEDER SUB-VOLCANIC INTRUSION?







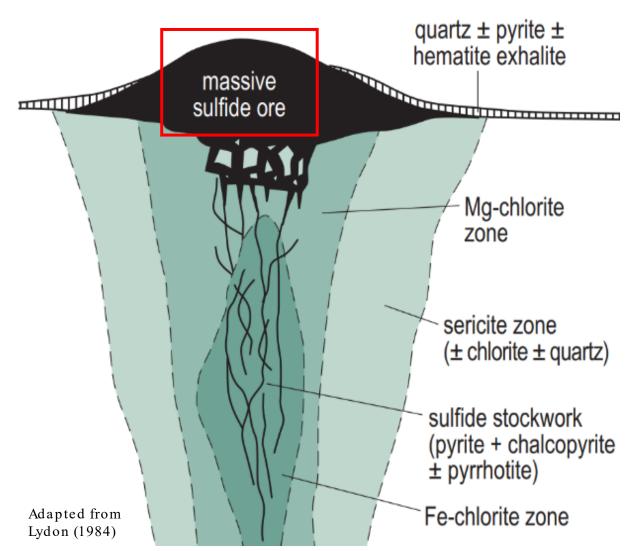
MINERALISATION & HYDROTHERMAL ALTERATION

29

MINERALISATION

STRATIFORM LAMINATED TO MASSIVE SULPHIDES







Stratiform massive sulphides from WTRCDD199, 224m

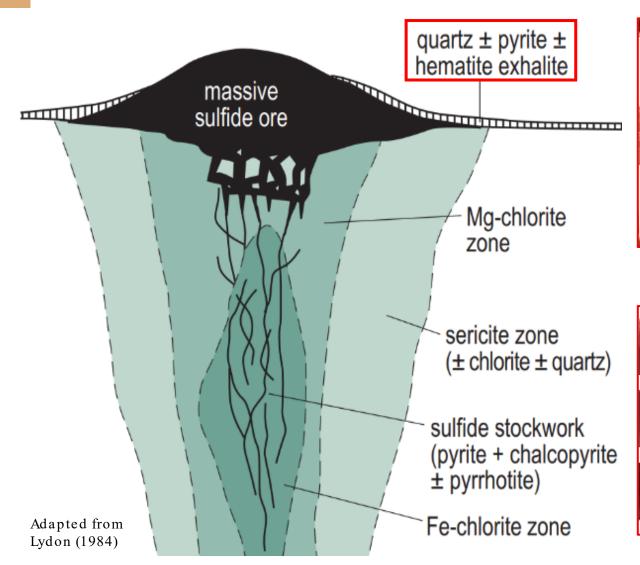


Laminated sphalerite-pyrite-galena-chalcopyrite from WTRCDD192, 358m. From Edgecombe et al. (2019)

MINERALISATION

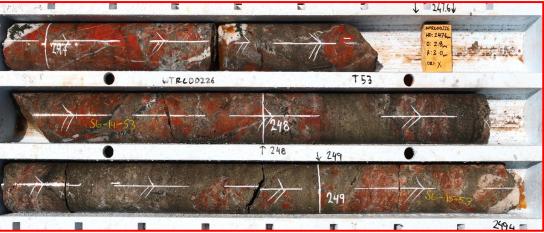
EXHALITE HORIZONS







Quartz-haematite exhalite horizon from WTRCDD141W1, 679m

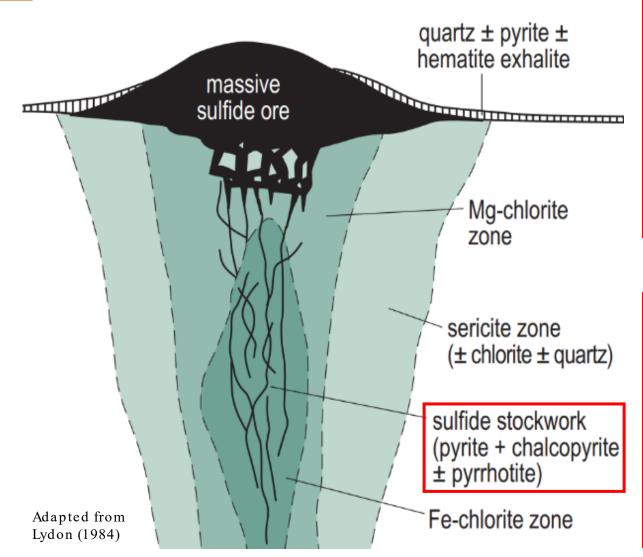


Quartz-haematite-pyrite exhalite horizon from WTRCDD226, 247m

MINERALISATION

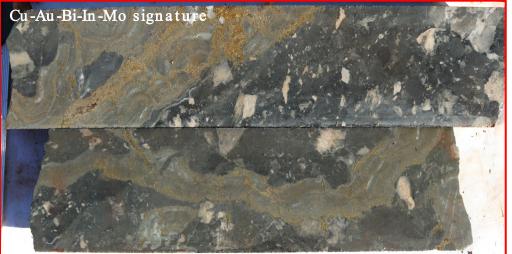
SULPHIDE STOCKWORK ZONE







Sphalerite-pyrite stringer veining from WTRCDD105, 265-266m. From Edgecombe et al. (2019)

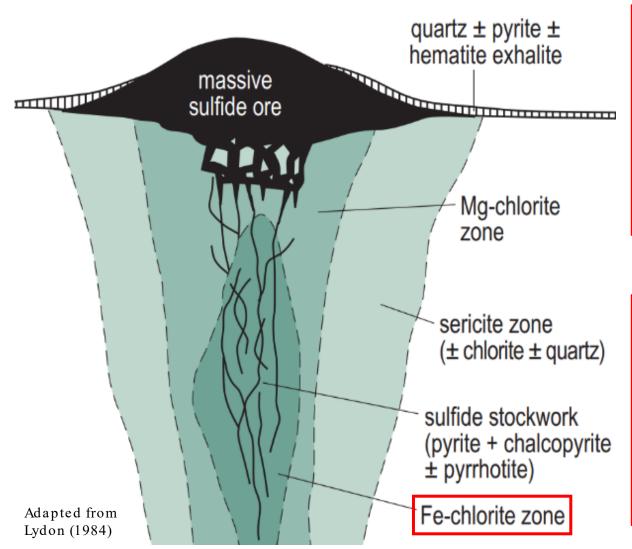


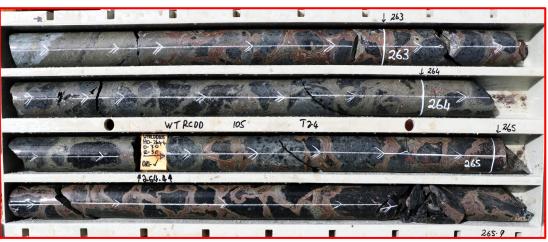
Pyrite-chalcopyrite stringer veining from WTRCDD161, 326.4-327.4m

HYDROTHERMAL ALTERATION

Fe-CHLORITE ZONE







Fe-chlorite altered volcaniclastic sandstone from WTRCDD105, 263m

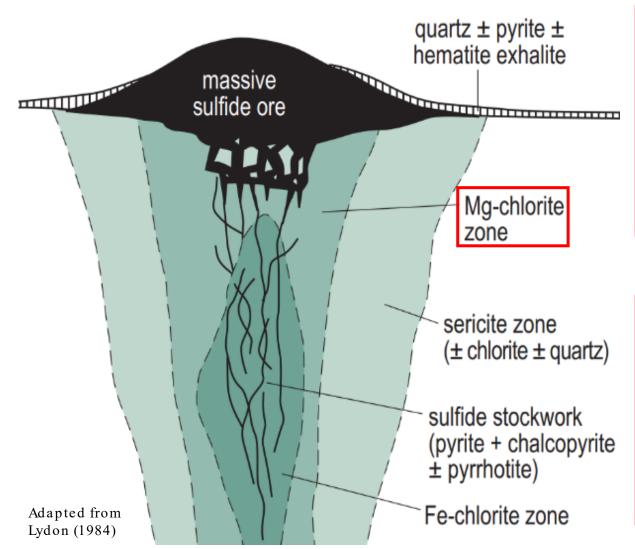


Fe-chlorite altered volcaniclastic sandstone from WTRCDD059, 255m

HYDROTHERMAL ALTERATION

Mg-CHLORITE ZONE







Mg-chlorite altered volcaniclastic breccia from WTRCDD234, 329m

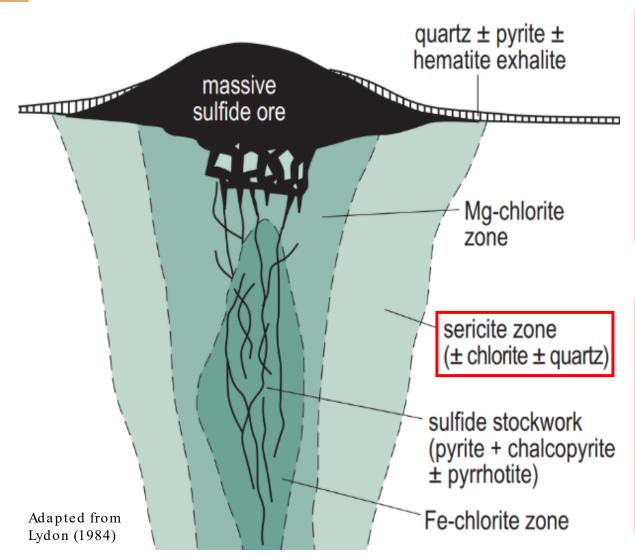


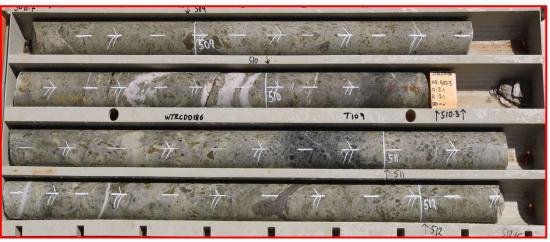
Mg-chlorite altered volcaniclastic sandstone WTRCDD091, 248m

HYDROTHERMAL ALTERATION

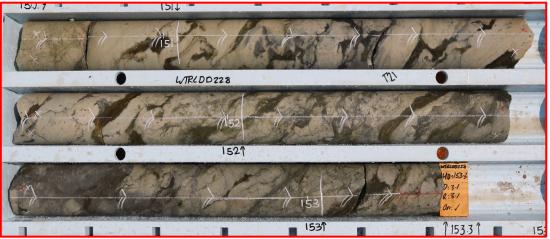
SERICITE ZONE







Sericite altered volcaniclastic breccia from WTRCDD186, 509m



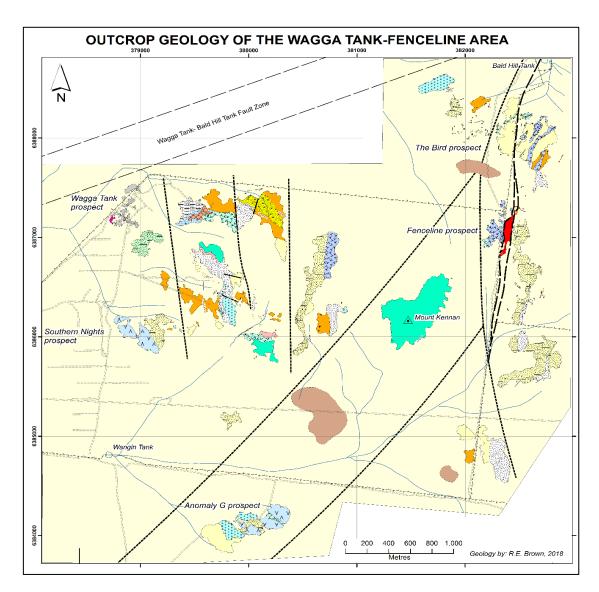
Silica-sericite altered coherent rhyolite from WTRCDD228, 151m



GEOLOGICAL MAPPING

HISTORICAL MAPPING

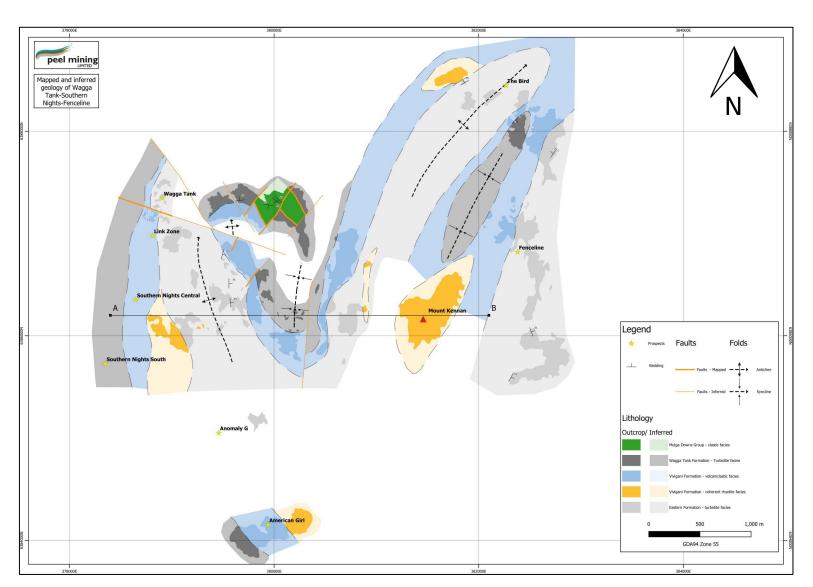




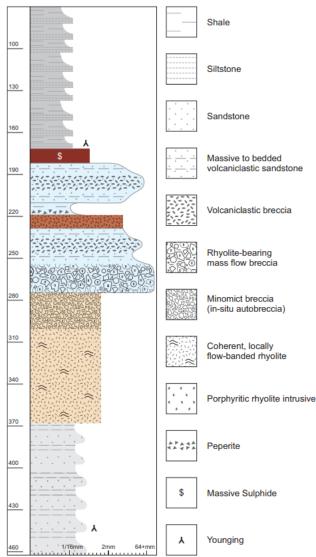


WAGGA TANK – SOUTHERN NIGHTS – FENCELINE GEOLOGICAL MAP



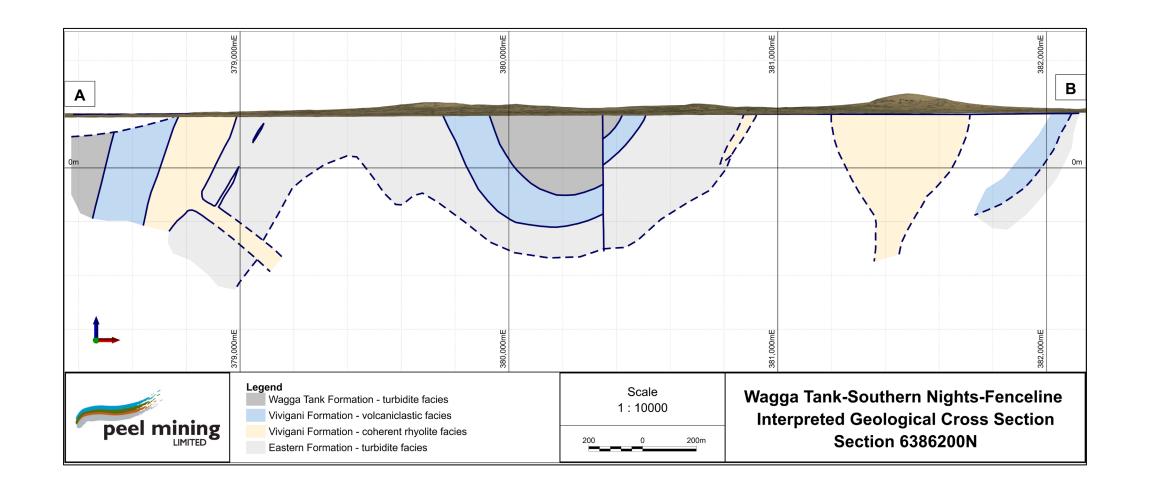


STRAT COLUMN LEGEND



WAGGA TANK – SOUTHERN NIGHTS – FENCELINE INTERPRETED CROSS-SECTION





GEOLOGICAL MAPPING OUTCROPS

- Outcropping Wagga Tank Formation shales
- Outcropping Vivigani Formation volcaniclastic breccia
- Gossanous volcaniclastic breccia and shale, Vivigani
 Formation/Wagga Tank Formation contact zone, pXRF:
 153 ppm As, 2,280 ppm Bi, 628 ppm Cu, 133 ppm Mo,
 83 ppm Pb, 230 ppm W, 6 ppm Zn









EXPLORATION

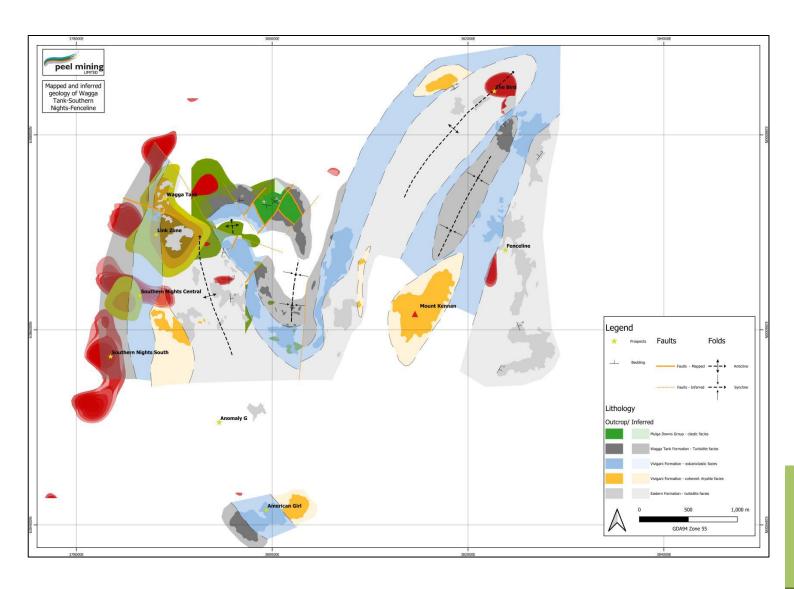
EXPLORATION

2021 DIPOLE-DIPOLE I.P SURVEY



TARGETS

- Major chargeable anomaly coincident with Link Zone volcanic centre and mapped syn-volcanic fault
- Significant chargeable anomaly SW of Southern Nights South, N of Wagga Tank and at The Bird and Fenceline
- Chargeable anomaly with coincident FLEM & AEM anomaly proximal to Wagga Tank anticline hinge
- Minor chargeable anomaly at Pine Valley syncline hinge



EXPLORATION

HISTORIC FENCELINE PROSPECT (Pb-Ag-Au) DRILLING

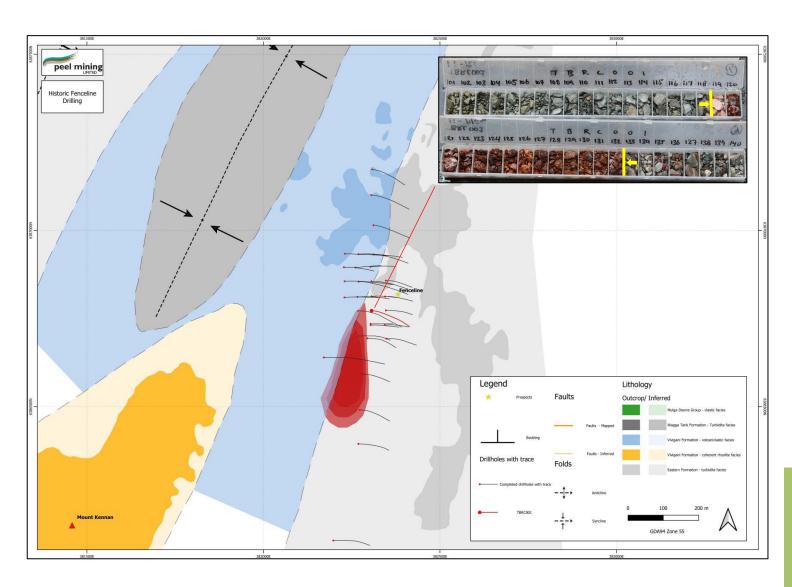


HIGHLIGHTS

- 13m @ 21.49% Pb, 120 g/t Ag & 4.36 g/t Au from 119m in TBRC001
- Previous drilling now considered to be in footwall stockwork vein zone at Vivigani Fm – Eastern Fm contact
- Prospective Wagga Tank Fm Vivigani Fm contact is west of previous drilling

Recommendation

Drill the prospective Wagga Tank Fm-Vivigani Fm contact to the west, above TBRC001 and proximal to insitu coherent rhyolite (Mt Kennan)



CONCLUSION



- 1. Used facies analysis to identify the Link Zone volcanic centre and multiple syn-volcanic faults
- 2. Produce a 2D facies model of the deposit that highlights their control on mineralization
- 3. Used geological mapping in conjunction with the model to delineat over 3.5km of prospective stratigraphy, outside of the current resource
- 4. Further refined targets with a dipole-dipole I.P survey
- 5. Used geological mapping and the facies model to show drilling at Fenceline was likely in the footwall stockwork zone and the higher-grade Wagga Tank Fm/Vivigani Fm contact remains untested

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