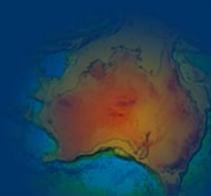


Onshore Energy Security Initiative Planning Progress, March 2007

Dr James Johnson
Chief, Onshore Energy & Minerals Division

Presented to AMEC, Perth, March 2007



Ministerial Statement to Parliament on Energy Initiatives 14 August, 2006

"The Government will also commit an additional \$58.9 million over five years to identify on-shore energy sources such as petroleum and geothermal energy."

The Hon John Howard MP

Onshore Energy Security Breakdown of \$ per financial year.

06/07 \$7.4M

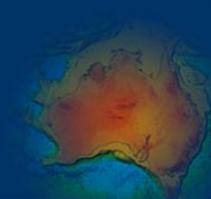
07/08 \$14.8M

08/09 \$14.8M

09/10 \$12.7M

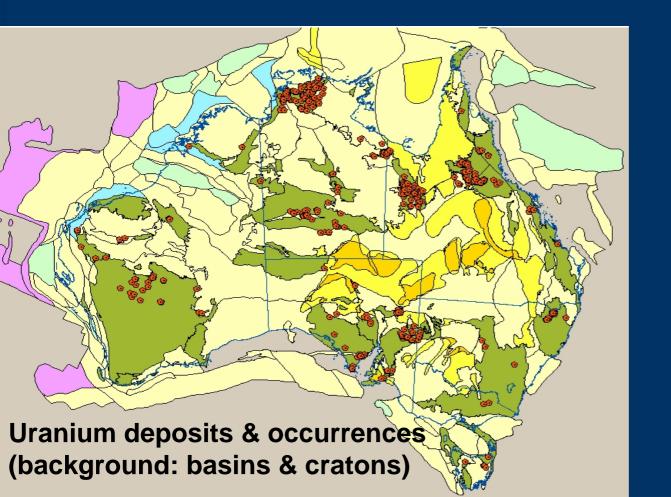
10/11 \$9.2M

TOTAL \$58.9M



Provide geoscientific data to lower exploration risk and stimulate investment in exploration

To gain new insights into Australia's potential in diverse energy commodities:

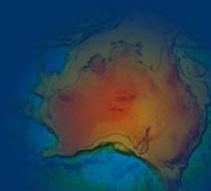


Commodities

- Petroleum
- Uranium
- Geothermal
- Thorium Tools
- Seismic
- MT
- AEM
- Radiometrics
- Magnetics
- Geochemistry
- Drilling

Approach

- Scope acquisition programs
- Consult with State and Territory Geological Surveys
- Consult with Industry
- Refine and Implement



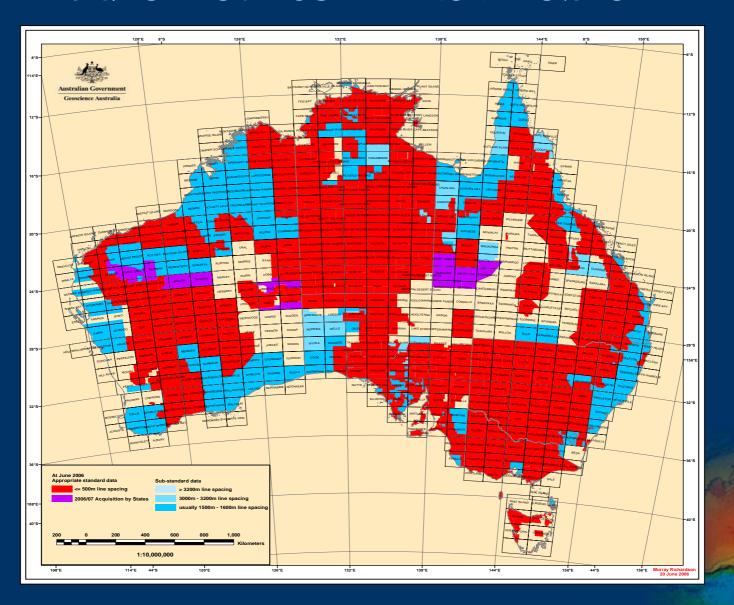
Principles

- NGA programs
 - Energy Related
 - Projects will be of National and Strategic importance
 - either large survey or high priority
 - Collaborative with State/ Territory
 - Materiality likely impact
 - Assists Greenfields exploration

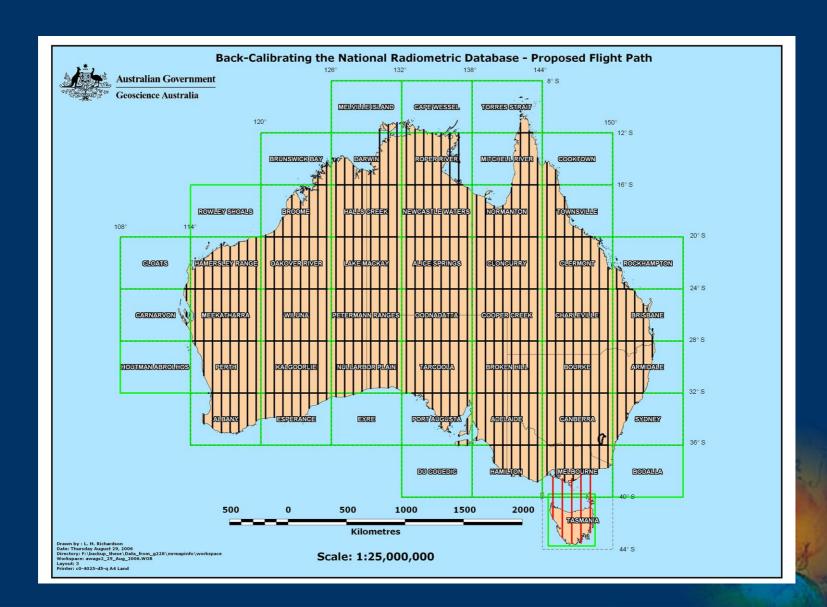
Focus of Presentation

- Will address each of the energy themes
- National Projects
 - AWAGS
 - Geochemical Baselines
- Targeted regional projects
 - Mineral Energy Program Uranium
 - Geothermal Energy Program
 - Onshore Petroleum Program

Radiometrics - The Problem

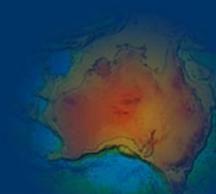


National Radiometrics Datum



AWAGS Project Timing

Project Scoping
Call for Tenders
Evaluation of Tenders
Nov 2006
Survey Commences
Feb 2007
Survey Completed
May 2008
Databases upgraded
Nov 2008



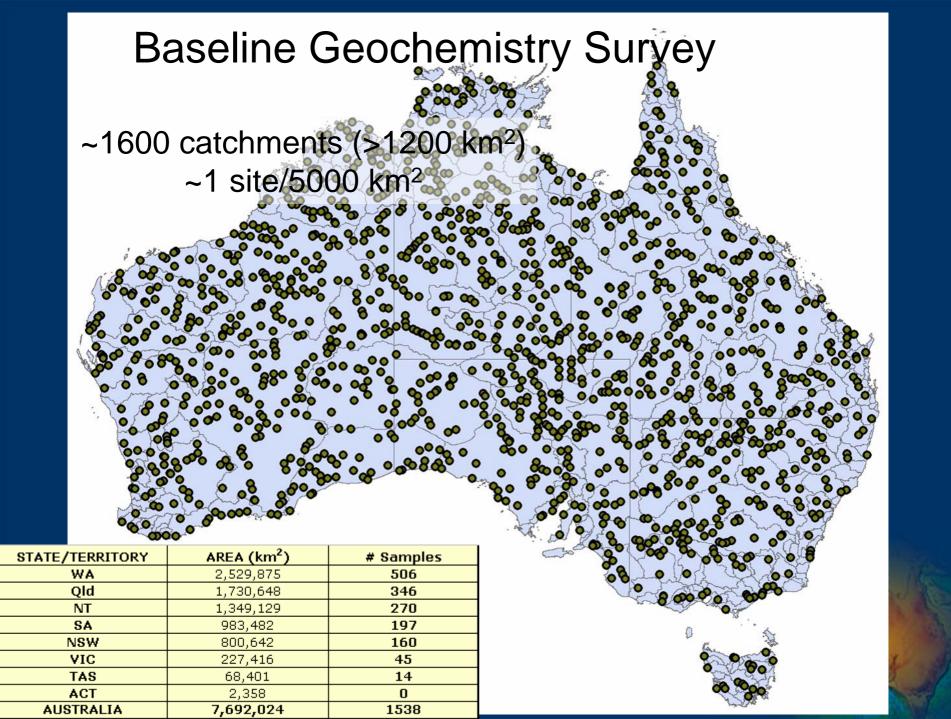
Science Drivers

Radiometrics

- Uranium and Thorium Exploration
- Heat Flow Studies Geothermal
- Radiation Risk Mapping
- Geological Mapping @ surface regolith,

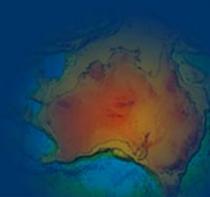
Magnetics

- Lower crustal studies structure, composition & thermal regime
- Petroleum resources –modelling sedimentary basins
- Accurate Regional Field for magnetic modelling
- Crustal accretion & evolution,



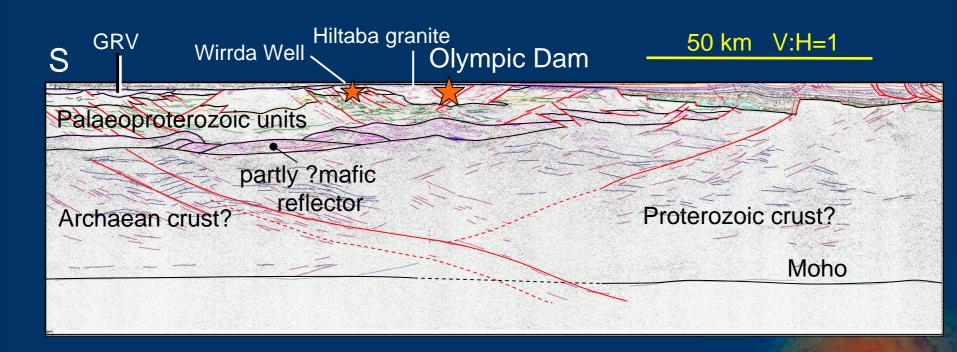
Mineral Energy Program Uranium - Initiative

- Deposit Types
 - What are the potential unifying themes
- IOCG-U deposits
 - eg Olympic Dam
- Unconformity related deposits
 - Proterozoic
 - Arnhem Land, Paterson
- Palaeo-channel deposits
 - Post-Permian systems
 - Close to hot granites

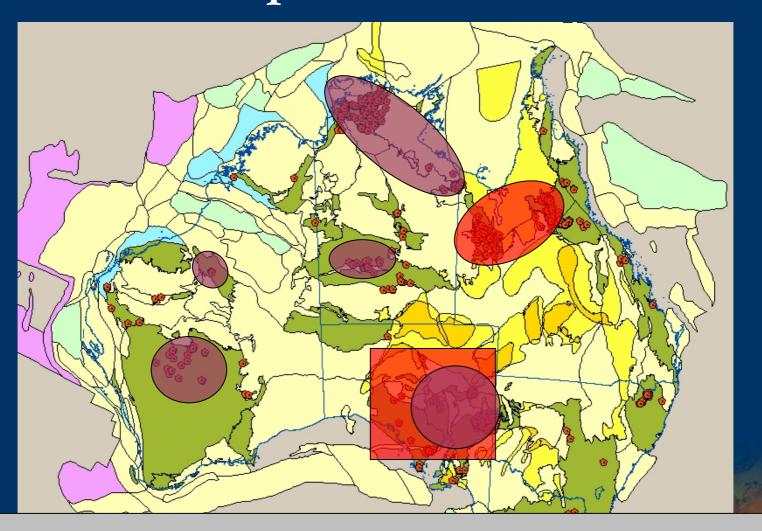


IOCG-U plays

Seismic and MT - Crustal Structure & Petroleum Potential

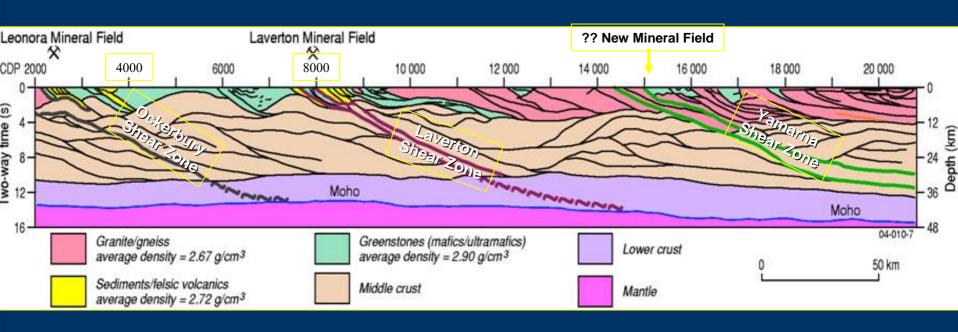


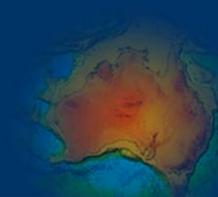
Uranium deposits & occurrences



- Unconformity-related U; sandstone-hosted U, Calcrete U
 - U-rich iron oxide Cu-Au (IOCG) & basin-related U

Relevance of seismic to Minerals

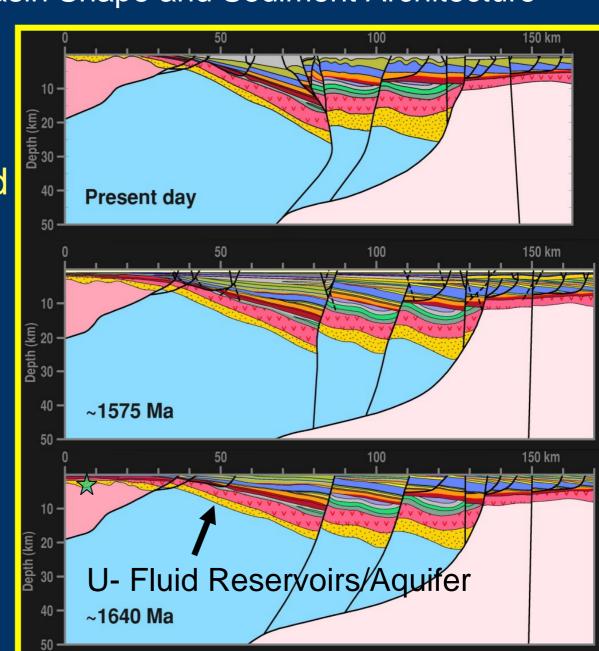




Reconstruction of Basin Shape and Sediment Architecture

Unconformity-related

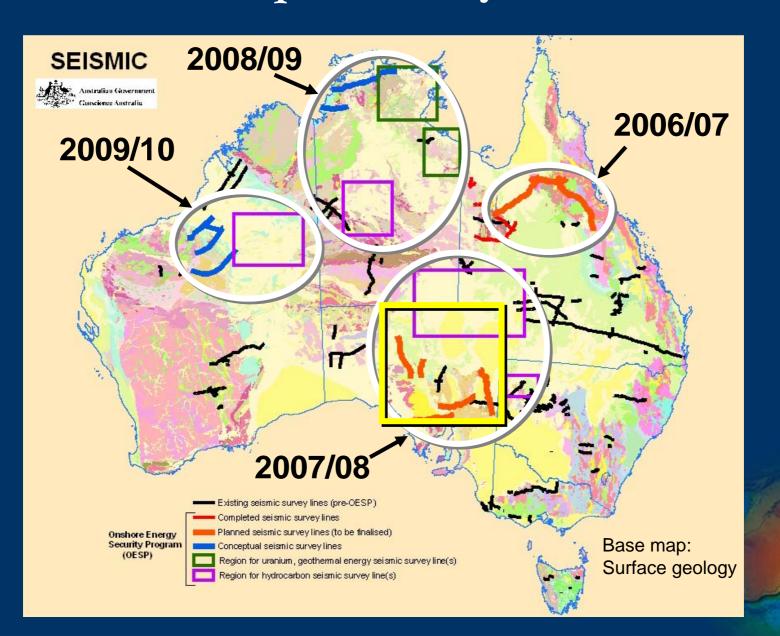
Paleoproterozoic Northern Australia

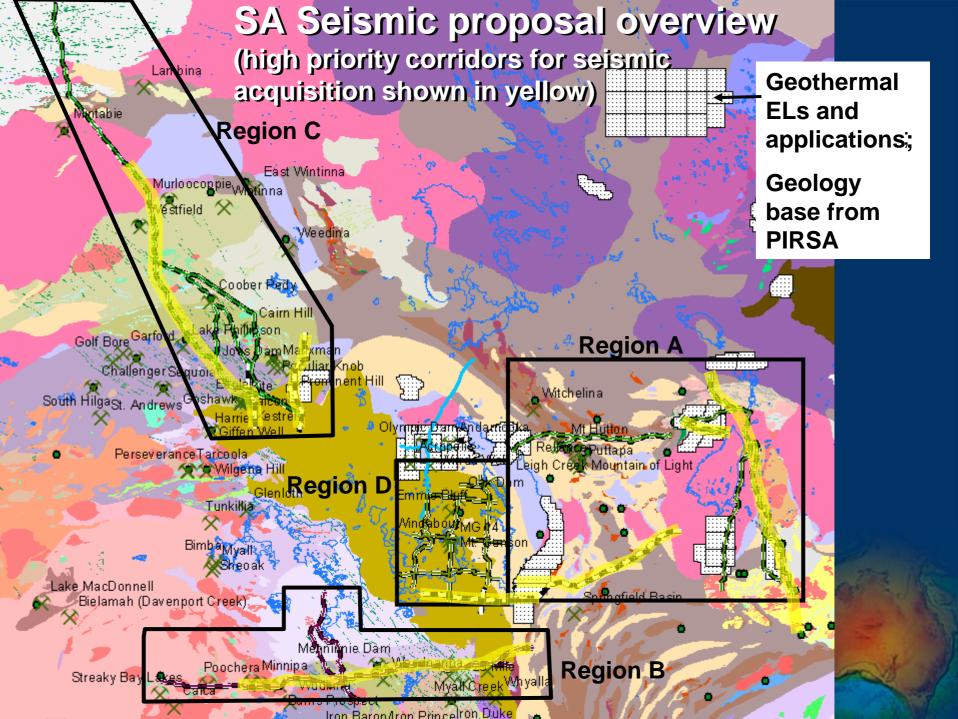


Seismic

- Reprocessing of (GA) Deep Crustal and key industry petroleum data
- Energy Related Minerals & Geothermal
 - Crustal architecture
 - Controls on IOCG-U deposits
 - Location of HHP Granites
 - Basin architecture for U-fluid sandstone reservoirs

Seismic acquisition by Year of OESP





Objectives of new seismic (1)

IOCG-U mineralising systems:

- What distinguishes architecture of U-rich from U-poor IOCG systems?
- Can we trace the crustal boundary & "bland zone" beneath OD to NW and to SE?
- Is architecture of Benagerie Ridge in Curnamona Province similar to OD area?

Objectives of new seismic (2)

- Unconformity and other basin U systems:
 - Is Cariewerloo Basin (Pandurra Fm)
 prospective for unconformity U? Need to
 know geometry of basin.
 - What is architecture of pre-syn-GRV basins (Corunna Cong., Blue Range Beds?)
 - Geometry of upper crustal faults in Mt Painter-Beverly 4 Mile area?

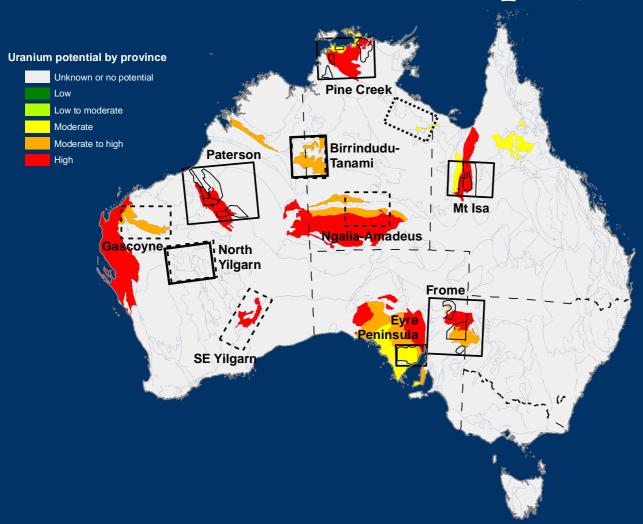
Products - Uranium

- Seismic data, sections and interpretation
- 2D maps showing predicted "high potential" areas; regional and national scale
- 3D maps of crustal structure for IOCG(U)s, & basin architecture for unconformity U, & paleo-channels for sandstone U
- GIS of U prospective areas, with U mineral systems criteria contained
- Reports on U potential in all areas new data acquired
- Publications on new regional synthesis

AEM program

- Map and define using surveys with 1-5 km wide line spacing
 - depth to basement,
 - major paleochannel systems
 - graphitic rocks in basement and reductants in potential sandstone (U) reservoirs
- Map palaeochannel systems and possible graphitic rocks in more detail in proximity to provinces with hot granites (~1km line spacing)

Potential AEM projects – U



1/ Paterson

2/ Frome

3/ Pine Creek

4/ Birrindudu/Tanami

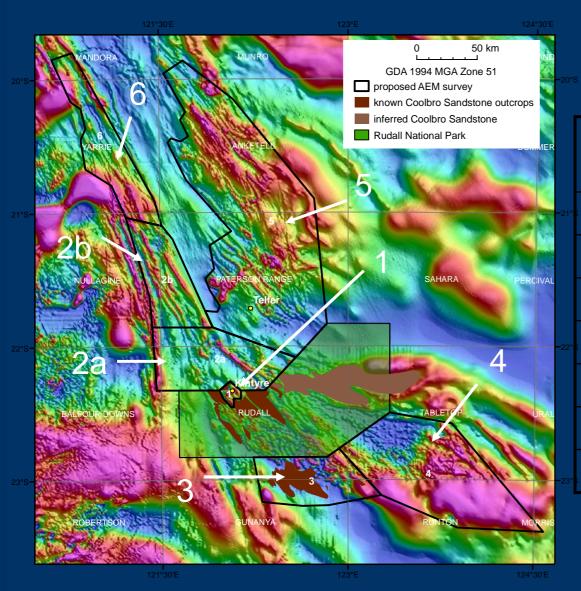
5/ Eyre Peninsula

6/ Mt Isa

7/ Nth Yilgarn

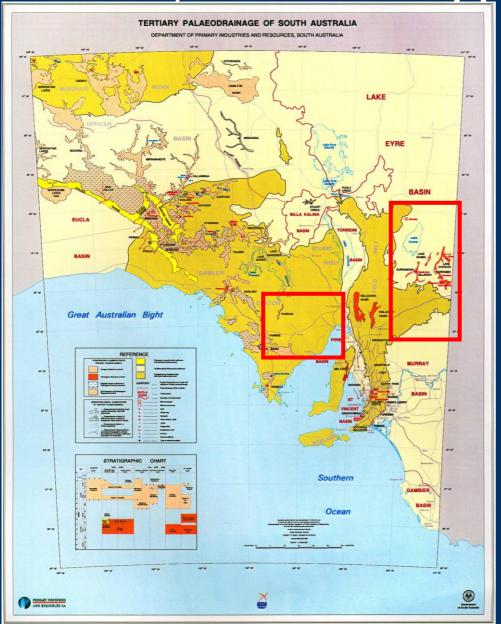
Gascoyne
Westmoreland
Amadeus-Ngalia
Sth Yilgarn

Paterson Airborne EM Survey



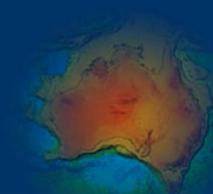
Area #	Line Spacing	Line kms
1	0.5	436
2 a	1	4,825
2 b	1	3,353
3	1	3,462
4	2	4,418
6	2	3,827
5	2	8,888

SA Projects workshopped with PIRSA



1/ Frome Embayment-Murray Basin

2/Eyre Peninsula



Frome embayment Proposed AEM acquisition

North Frome Beverley South Frome Murray **Basin**

Frome

- palaeochannel deposits in Eyre Fm (eg. Honeymoon)
- palaeochannel deposits in Namba Fm (eg. Beverley)
- roll front / groundwater fracture controlled deposits (eg. Beverley 4 Mile)
 - North Frome 7,231 km²
 - South Frome 17,789 km²
 - Murray Basin 2,582 km²
- _{l31°S} Total 27,602 km²
 - Proposed AEM survey
 - Uranium occurrences
 Palaeochannels (PIRSA)

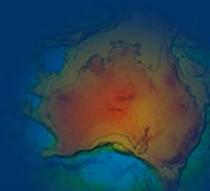
32°S

Backdrop
Gamma-ray data

33°S

Geothermal Project

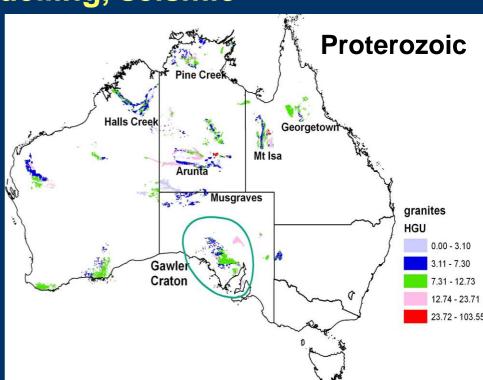
- Geothermal Power
 - Map of HHP Granites from OZCHEM
 - Geophysical models for volumes
 - Thermal conductivities for sediment blankets
 - Prospectivity maps
- Geothermal for cities



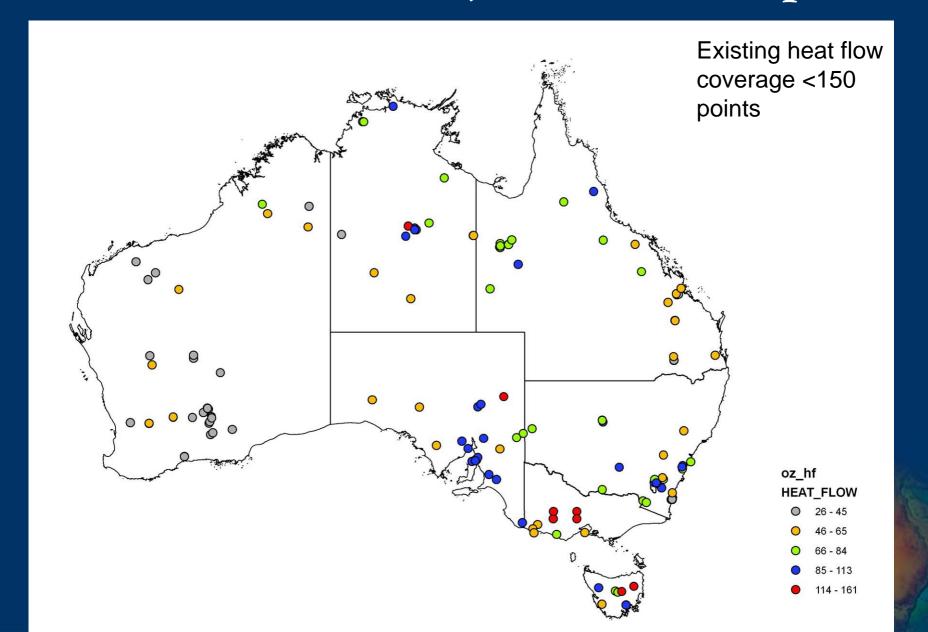
Geothermal Project

Source map

- Granites attributed
 - Show High Heat Producing Granites and
 - Predict which buried granites are HHP; tools chemistry, inversion modelling, seismic
- High U & Th sediments
- Compile attributes of sedimentary basins, including depth, thermal conductivities, porosity/permeability



Geothermal Project – heat map

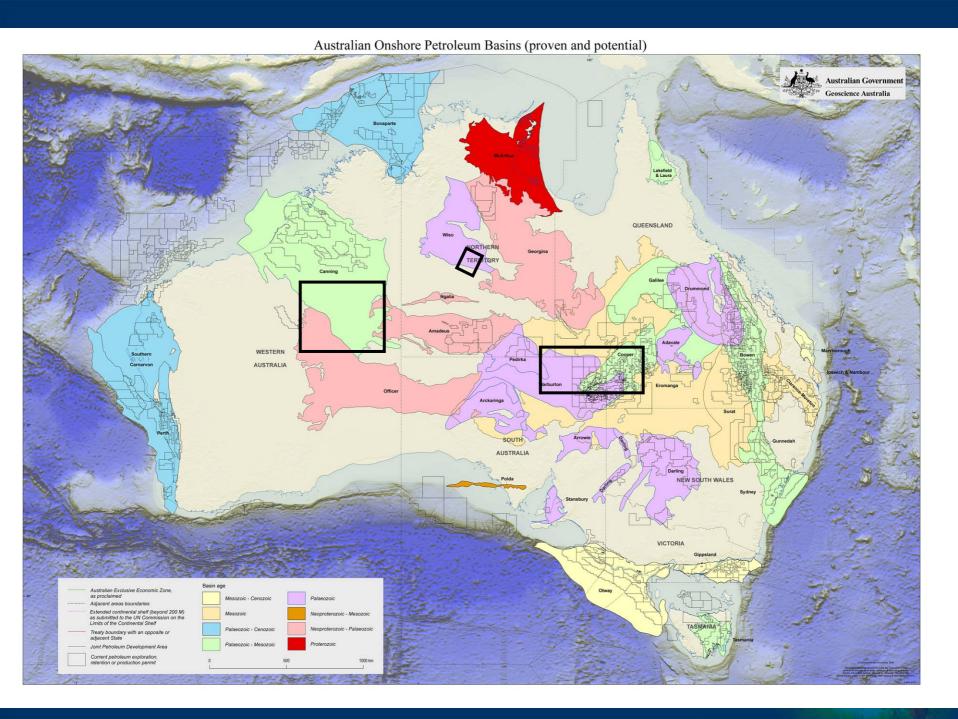


Onshore Petroleum Program

- Aims & Objectives:
 - Make a significant and material difference
 - Focus on greenfield regions with high potential and known source rocks
 - Basin framework studies to place known producing plays in a whole of basin and crustal context
 - What are the critical datasets that will make a difference?
 - What are the fundamental impediments to exploration in these areas?

Onshore Petroleum

- Continent-wide assessment of potential basins and prioritisation
- Sub-salt plays
 - Kidson sub basin, Canning Basin, WA
- Basin framework and crustal architecture studies
 - Pedirka, Warburton, Eromanga and Cooper Basins, SA, Qld, NT
- Middle Cambrian Source
 - Lander Trough, NT



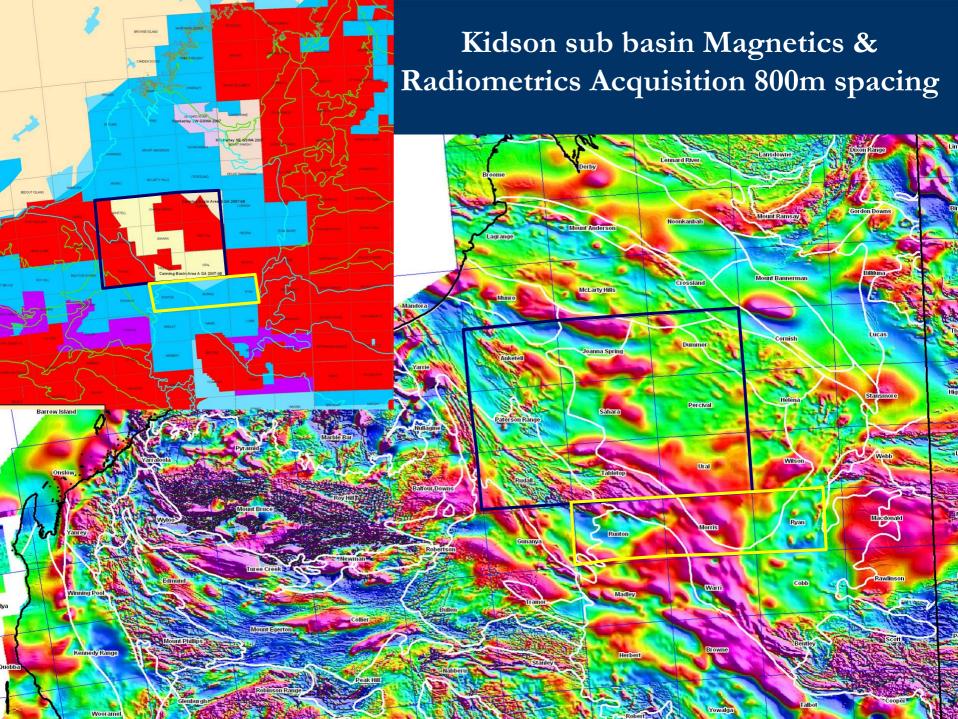
Acquisition Stages for a Potential Petroleum Program in Greenfields Regions (WA and NT/Qld/SA border)

Magnetics

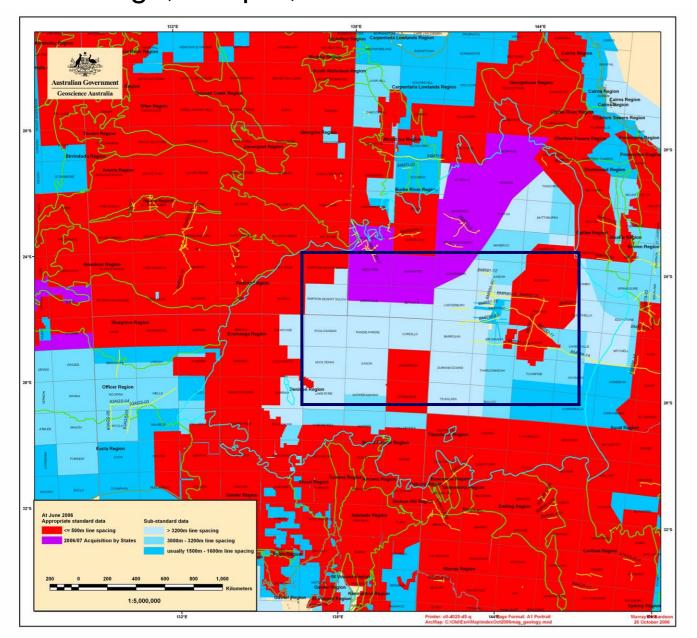
- Acquire magnetics in areas of > 1,500m line spacing
- Interpretation of magnetics

Seismic

- Line location based on integrated studies including airborne magnetic interpretations
- Interpret seismic to confirm structures and basin architecture
- Focussed seismic acquisition program
- Potential for targeted stratigraphic drilling



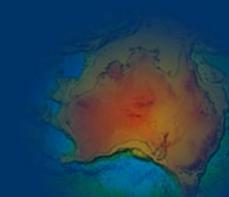
Airborne Line Survey Spacing Eromanga, Cooper, Pedirka and Warburton Basins



Potential Program

Magnetics 800m line spacing and or Gravity

Regional Seismic



Questions

