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James Doyle Sell Mining Collection

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T6-1 RED GRAYOEA

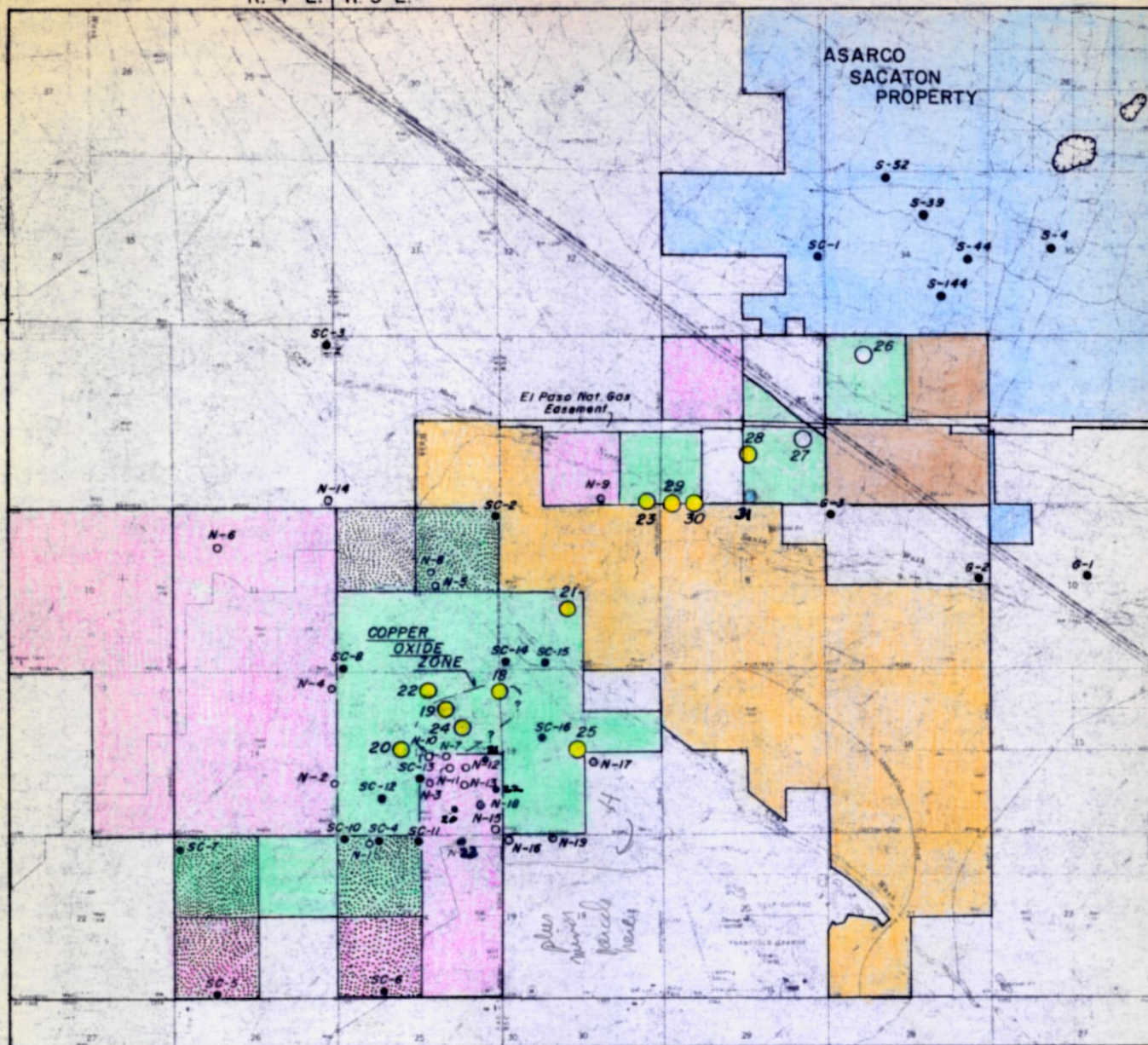
FROM - R.E. LEHNER



R. 4 E. R. 5 E.

T. 5 S.
T. 6 S.

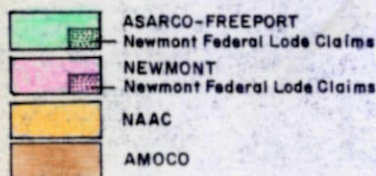
T. 5 S.
T. 6 S.



R. 4 E. R. 5 E.

Base from USGS Casa Grande West & Stanfield 7.5' Quads.

EXPLANATION



- PREVIOUS ASARCO DRILL HOLES
- RECENT ASARCO DRILL HOLES
- NEWMONT DRILL HOLES

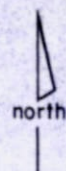
SIGNIFICANT INTERCEPTS

<u>SC-18</u>	1670'-120'-0.71 ox	(2513' T.D.)
<u>SC-19</u>	1193'-127'-0.84 ox	(2826' T.D.)
<u>SC-20</u>	1620'-150'-2.98 ox	(2826' T.D.)
<u>SC-21</u>	(2423' T.D.)	
<u>SC-22</u>	(2969' T.D.)	
<u>SC-23</u>	(2326' T.D.)	
<u>SC-24</u>	2430'-220'-1.27 sulf	(2671' T.D.)
<u>SC-25</u>	1180'-100'-0.51 ox	(2441' T.D.)
<u>SC-26</u>	1550'-110'-1.10 ox	(2441' T.D.)
<u>SC-27</u>	2220'-200'-0.58 sulf	(1684' T.D.)
<u>SC-28</u>	1684' T.D.	
<u>SC-29</u>	2626'-76'-0.94 sulf	

ASSAY DATA KEY

depth-length - % Cu
1620'-150'-2.92

<u>SC-28</u>	(3364 T.D.)
<u>SC-30</u>	2875'-114'-2.03 sulf
	(2875'-530'-0.75 sulf)



DRILLING PROGRESS

for the _____ quarter of 1976

SANTA CRUZ PROJECT

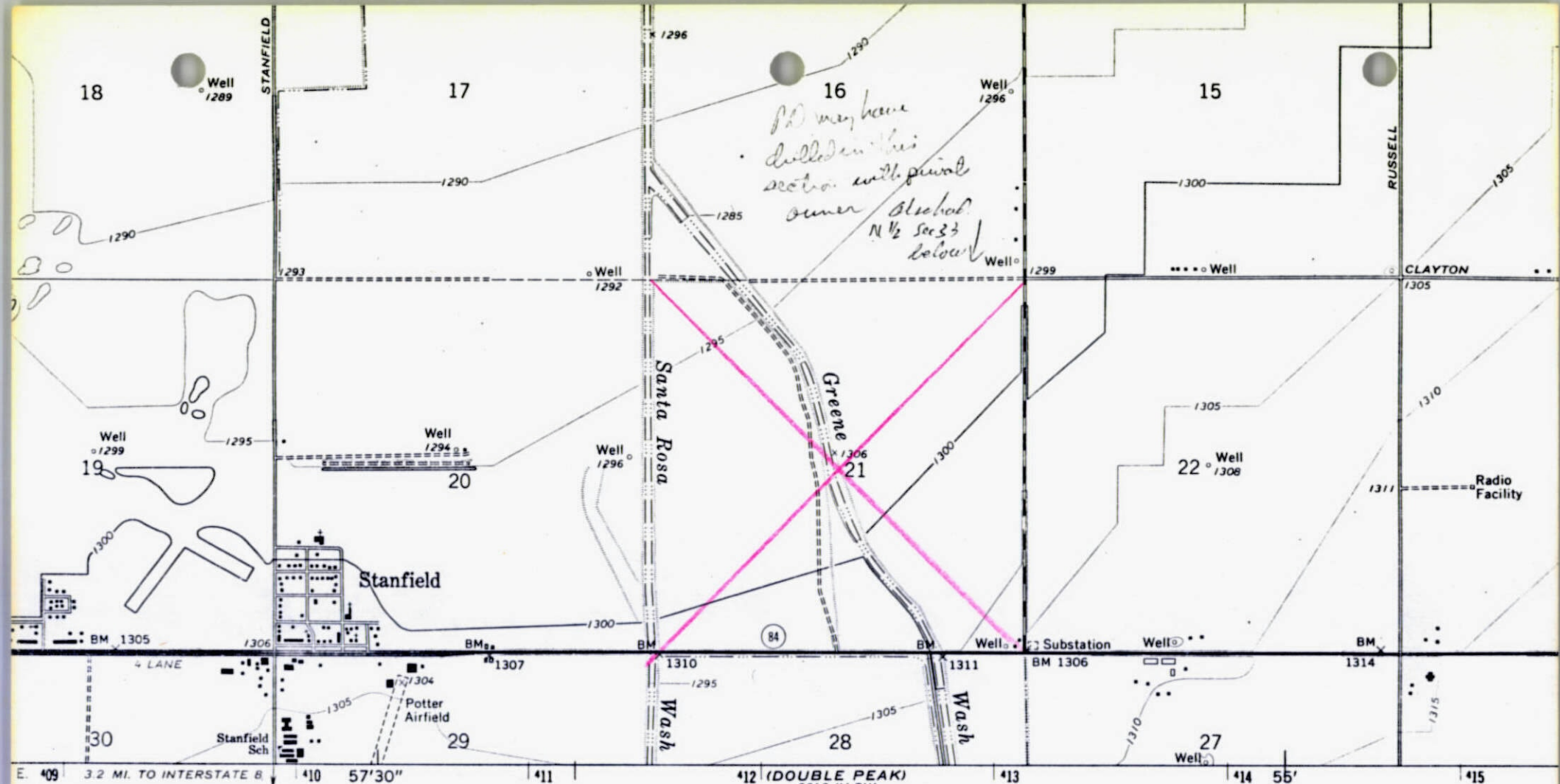
(ASARCO - FREEPORT JOINT VENTURE)

Pinal County, Arizona

SCALE 1"=1 mile

H.G.K.

Rev.
June-1976



*Clyde Carviss called
on 8/22/77 to say that
he worked Stab Section 21
T6S, R4E. It is an ex PD section but they did not drill in it. However, Clyde
will offer the section to them - if they don't want it he will call back.*

*cc FTG, HGL
RBC.*

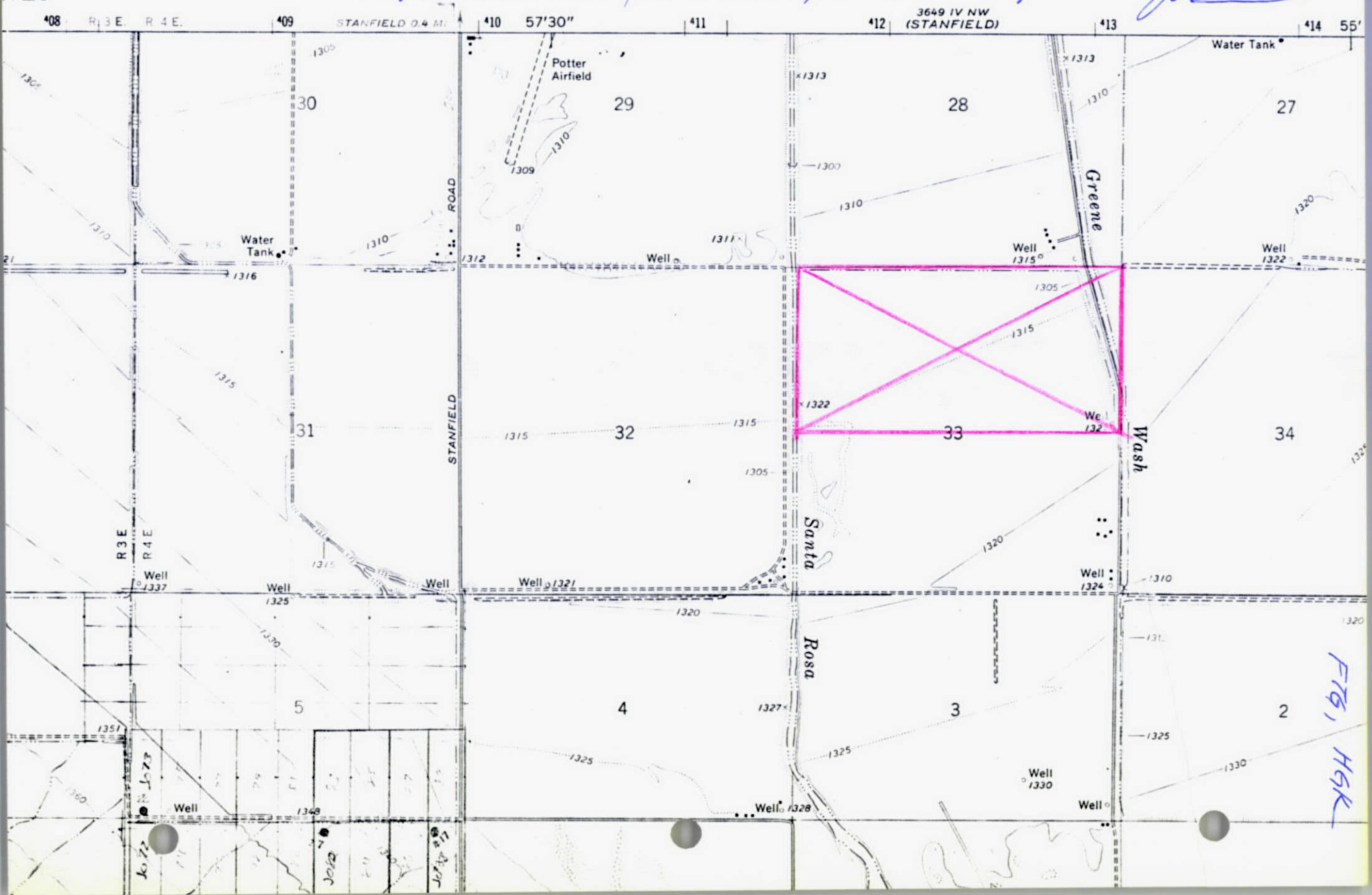


QUADRANGLE LOCATI

THIS MAP COMPLIES WITH NATIONAL MAP ACCURACY STANDARDS
FOR SALE BY U.S. GEOLOGICAL SURVEY, DENVER, COLORADO 80225, OR WASHINGTON, D.C. 20242
A FOLDER DESCRIBING TOPOGRAPHIC MAPS AND SYMBOLS IS AVAILABLE ON REQUEST

ES
INTERIOR
RVEY

Clyde Reese, SLC, verbal 8/10/77, stated that Jim Linsey of Salt Lake called to say that he was now in the possession of the school section formerly held by Phelps Dodge. It is the N 1/2 of Sec. 33, T6S, R4E, 2 miles SE of Stanfield. Linsey is aware of a waterwell. No anomaly, but did not express whether any drill hole by PD was in the parcel. JRS



FTG, H&K

FREEPORT

FOR FILE
RECEIVED

DEC 4 1978

EXPLORATION DEPARTMENT

FREEPORT EXPLORATION COMPANY • SECURITY NATIONAL BANK BUILDING, RENO

DOUGLAS R. COOK
President

ADDRESS CORRESPONDENCE P. O. BOX 1911
RENO, NEVADA 89505
702-323-2251
TELEX: 910-395-7008

December 1, 1978

Mr. John T. Cumberlidge
Chief Geologist
The Hanna Mining Company
100 Erieview Plaza
Cleveland, Ohio 44114

Dear John:

Enclosed herewith are four copies of the Letter Agreement and Confidentiality Agreement pertaining to the Santa Cruz - Casa Grande West Drill Hole Trade signed by Tom Osborne and me. Kindly sign all four copies of the Agreements and forward them to Sig Muessig for signature and distribution to each party. Once the Agreements are signed Tom and I suggest that our respective Tucson staffs get together with your Tucson people to arrange details.

Sincerely yours,

DRC
Douglas R. Cook

DRC:tw

Enclosures

cc: T. C. Osborne (w/encs.)
W. Kurtz (w/encs.)
B. T. Walsham (w/encs.)

CONFIDENTIALITY AGREEMENT

FREEPORT COPPER COMPANY, a Delaware corporation, and ASARCO SANTA CRUZ, INC., a Delaware corporation (hereinafter referred to together as "FREEPORT-ASARCO" or a "party") and CASA GRANDE MINING COMPANY, a Delaware corporation, and GETTY OIL COMPANY, a Delaware corporation (hereinafter referred to together as "CASA-GETTY" or a "party") have conducted mineral exploration programs on certain lands (the "Properties") located near Casa Grande, Arizona, as outlined in red on the map attached hereto as Annex A. FREEPORT-ASARCO and CASA-GETTY propose at no cost or expense to the disclosing party to make available to each other from time to time over a period to end December 31, 1988, all assay and core recovery data, of a factual and not interpretive nature, and to permit each other to examine all drill core, related to such parties' exploration activities on the Properties. All such factual data has been or will be marked as "Confidential" and is, together with such drill core, herein referred to as "Confidential Information." It is understood that the term Confidential Information does not include, and this Agreement does not apply to, any information that is printed or published or otherwise known to the public or that is known to the party to which it is disclosed at the time of disclosure as evidenced by written records made available to the disclosing party.

In mutual consideration of the disclosure by such parties to each other of Confidential Information, both parties hereto agree as follows:

(1) The parties will not reveal any Confidential Information of the other party to any third person provided, however, that a party may reveal such Confidential Information to (a) any person, firm or corporation with which such party is carrying on bona fide negotiations for the assignment, sale or other transfer of such party's interest in the Properties, and (b) to a party's officers, directors and employees, to its subsidiaries and affiliates and to their respective officers, directors and employees, but, in every case, only if such persons are directly involved in evaluating such Confidential Information for the purpose of aiding such party in its geological interpretation of mineralization within the Properties. Officers, directors and employees of either party, its subsidiaries and its affiliates are herein called "Employees."

(2) Subject to Paragraph (1) above, the parties will keep, and will cause all persons to whom the Confidential Information is disclosed to keep, all Confidential Information of the other party strictly secret and confidential.

(3) The parties will not make use of, and will not permit any of their subsidiaries, affiliates or Employees to make use of, any of such Confidential Information except for the purposes referred to in Paragraph (1) above.

(4) The parties will restrict access to such Confidential Information to only those subsidiaries, affiliates and Employees who require such access for the purposes referred to in Paragraph (1) above.

(5) All employees of a disclosing party who shall have access to Confidential Information of such party shall be excluded from working for the other party, or for any of its subsidiaries or affiliates within the Properties or within a zone five (5) miles in width adjoining the boundaries of such Properties, for a period of five (5) years from the date of this Agreement unless the party who employs such person shall otherwise consent in writing.

Each party's obligations under Paragraph (1) through (4) above shall terminate at the end of ten (10) years from the date of this Agreement.

It is further understood that no right or obligation of any kind except as herein stated is granted to or acquired by, or assumed by or may be implied against either party hereto unless and until a subsequent formal written agreement has been entered into by the parties, at which point the mutual obligations of the parties to each other shall be only as expressed in said formal written agreement.

The parties hereto make no warranty or representation of any nature with respect to any Confidential Information or the accuracy thereof or with respect to any other information or data supplied to the other party, and no warranty or representation with respect thereto shall be implied.

This Agreement may not be assigned or modified, nor may any provision hereof be waived, except by an instrument in writing signed by both parties hereto.

This Agreement shall be construed in accordance with and shall be governed by the laws of the State of Arizona except that such laws shall not govern the rules relating to the choice or conflict of laws.

The date of this Agreement is December 1, 1978.

FREEPORT COPPER COMPANY

By 

ASARCO SANTA CRUZ, INC.

By 

CASA GRANDE MINING COMPANY

By _____

GETTY OIL COMPANY

By _____



Rodeo Road

Kortsen Road

Cottonwood Lane

Midway Road

Montgomery Road

T6 S.

14

13

18

23

24

9

R. 4 E.

R. 5 E.

State 95

SANTA CRUZ PROJECT
PINAL COUNTY, ARIZONA
A PORTION OF "THE LANDS"

1" = 2000'

ASARCO SANTA CRUZ INC.
FREEPORT COPPER COMPANY

Mr. Siegfried Muessig
Getty Oil Company
3810 Wilshire Blvd.
Los Angeles, California 90010

Mr. John T. Cumberlidge
The Hanna Mining Company
100 Erieview Plaza
Cleveland, Ohio 44114

Dear Sirs:

Freeport Copper Company and Asarco Santa Cruz Inc. (hereinafter called "Freeport-Asarco") propose that Casa Grande Copper Company and Getty Oil Company (hereinafter called "Casa-Getty") exchange with Freeport-Asarco all assay and core recovery data and drill collar coordinates for all surface exploration holes drilled by Casa-Getty and Freeport-Asarco within the area (hereinafter called "exchange area") outlined in red on the enclosed map attached hereto as Annex A. Further, Freeport-Asarco proposes that Casa-Getty and Freeport-Asarco permit at mutually agreeable reasonable times the mutual examination of each other's drill cores from the holes for which it is proposed to exchange assay and core recovery data. The proposed exchange of data and the mutual examinations are to be at no cost and expense to the disclosing party and are intended to cover not only exploration holes drilled to date within the exchange area, but also from time to time until December 31, 1988 the exchange of data and mutual examination of drill cores from exploration holes as they are drilled within the exchange area by both Casa-Getty and Asarco-Freeport.

If you agree to this proposed exchange, kindly sign all four copies of this letter in the space provided below and execute all four copies of the attached confidentiality agreement, keeping two copies for Casa-Getty and returning two signed copies to Freeport-Asarco.

Very truly yours,

ASARCO SANTA CRUZ INC.

By


T. C. Osborne

ACCEPTED:

GETTY OIL COMPANY

By

CASA GRANDE COPPER COMPANY

By

FREEPORT COPPER COMPANY

By


D. R. Cook

February 2, 1979

FILE MEMORANDUM

Hanna-Getty Data Exchange

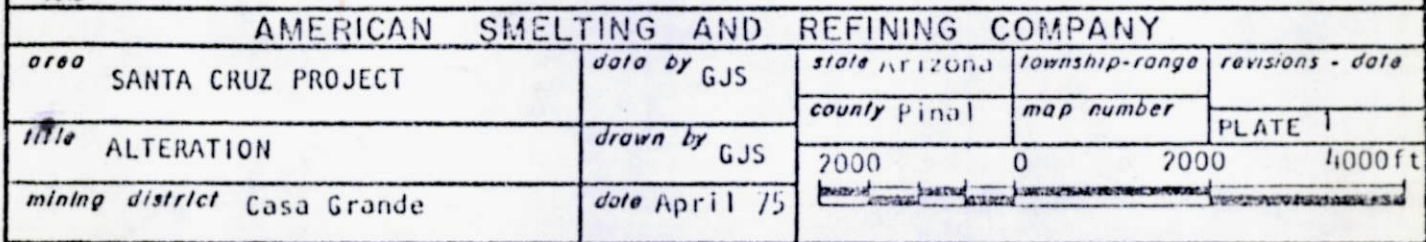
Asarco-Freeport traded data according to the Exchange Agreement with Hanna-Getty on Thursday, February 1. Hanna-Getty had misunderstood the Exchange Agreement and had planned to exchange geologic logs as well as the other information mentioned in the agreement. This misunderstanding was corrected and the exchange was made as stated in the agreement. Current plans are to move Asarco-Freeport core for holes in the exchange area to the Hanna-Getty warehouse where they plan to log them in detail over the next few months. This will eliminate the problem of Hanna-Getty working in our core shack where holes in Peripheral Lands are also stored. Included in our data were assays for hole SC-18 which actually lies 15' outside the area of exchange and Hanna-Getty similarly included several holes close to but outside the area of exchange.

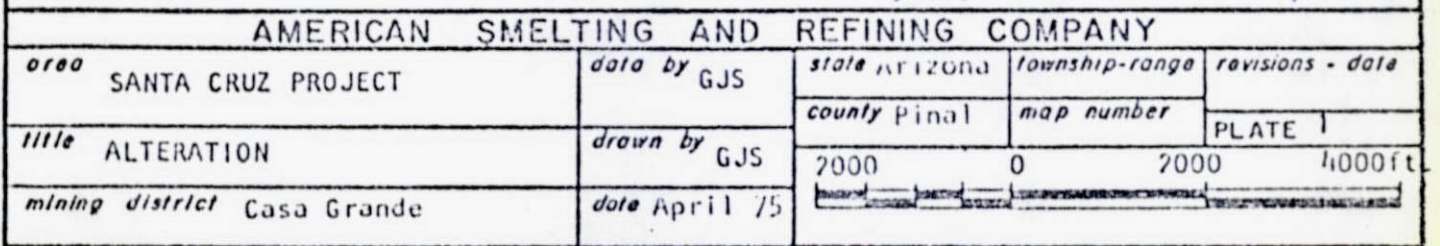
We plan to start moving Asarco-Freeport core by February 6 or 7 and anticipate that logging by Messrs. Kreis and Sell will commence before the middle of February. Asarco-Freeport logging will be done by H. G. Kreis and J. D. Sell at the Hanna-Getty warehouse. Initially we plan to scan briefly all their holes within 500' of the joint boundary and other holes scattered throughout the deposit to the extent that we will be able to draw cross sections which would provide guidance for possible drilling during the second half of 1979. It is possible that additional data may also be exchanged, particularly down-the-hole deviation surveys, thin sections, and possibly other factual information of this type.

F. T. Graybeal
F. T. Graybeal

FTG:lb

cc: WLKurtz
JDSell ✓
HGKreis
BTWalsham



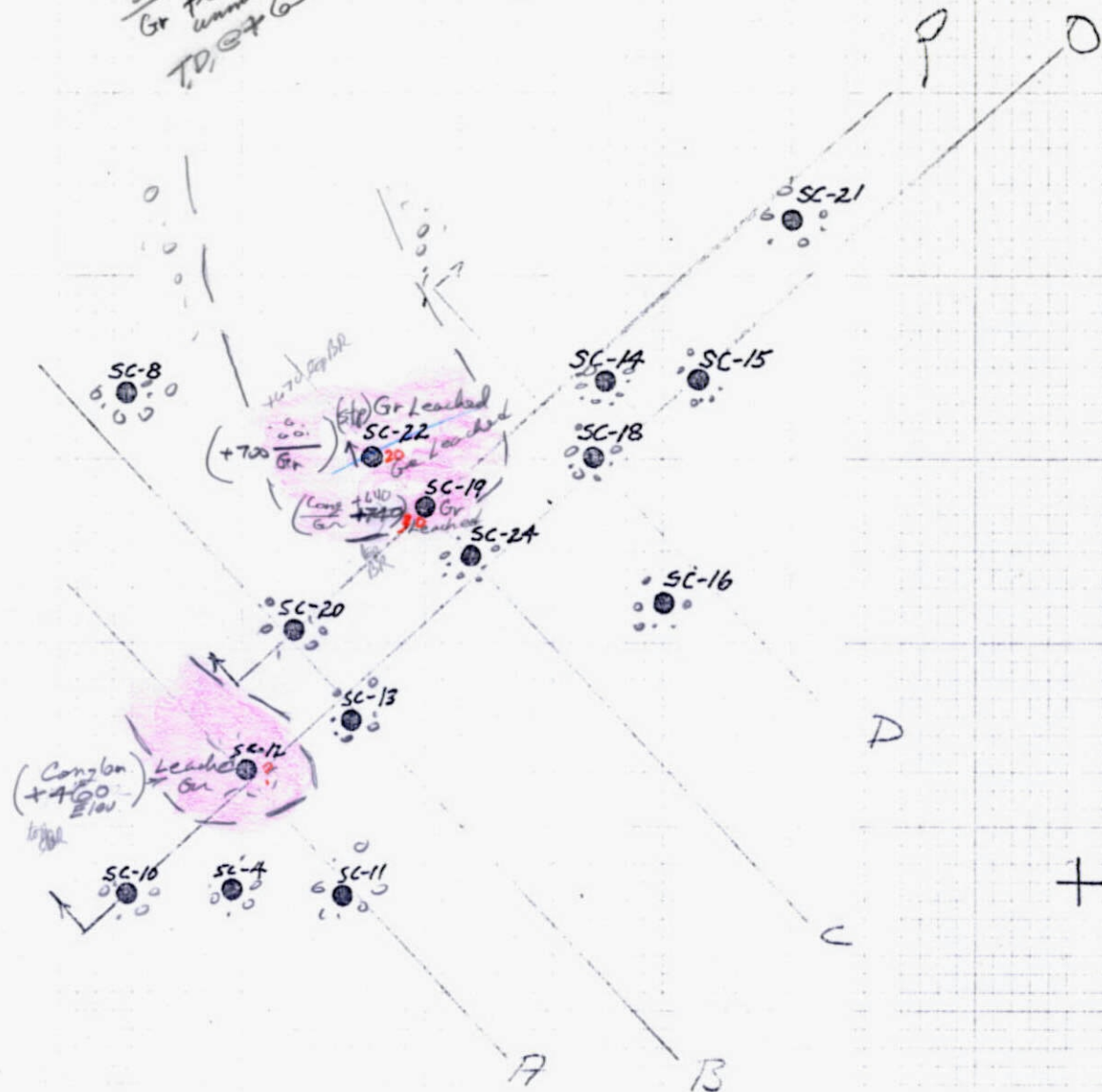


+ Co. 10m

SC-3
+850
Gr Fresh
unmineralized
TD @ 650

SC-2

SC-23



+400 Elev
(850-950 Depth)

DISTRIBUTION
OF DIABASE DIKES
1/76 KK & JS
SANTA CRUZ
1" = 2000'

+

SC-2

SC-21

SC-14

SC-15

SC-18

SC-22

SC-19

SC-24

SC-16

hfp

90

10

Gr

chry

chry

chry

Lead

SC-20

Leached

SC-12

Gr

SC-13

compton

Leached

SC-10

Gr

SC-4

SC-11

SC-7

SC-5

SC-6

D

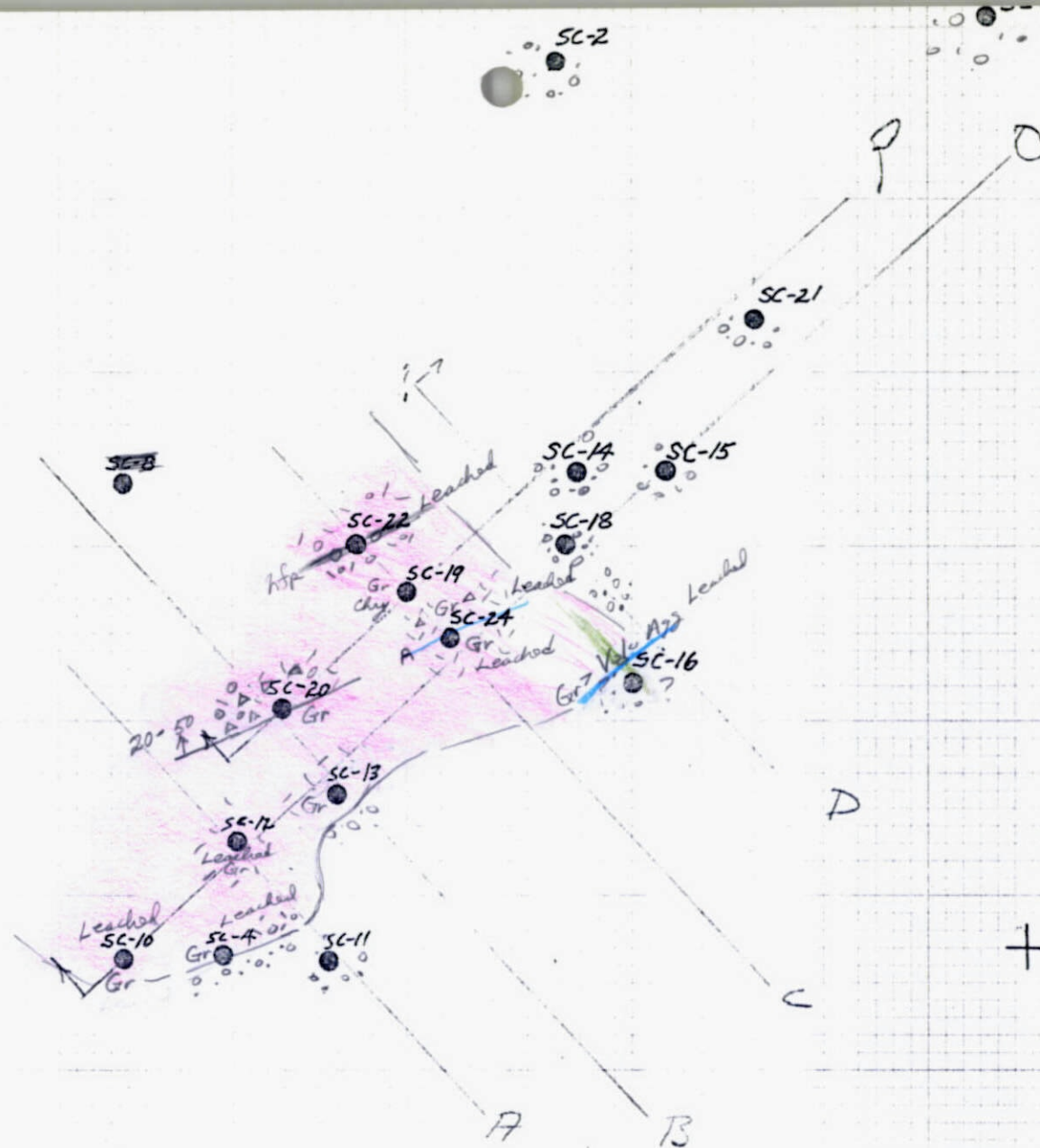
+

A

B

C

O
(1250-1350)



+

SC-2

SC-23

SC-21

SC-14

SC-15

SC-18

SC-22

SC-19

SC-24

SC-16

SC-13

SC-12

SC-10

SC-4

SC-11

SC-7

SC-5

SC-6

-200
(1450-1530)

+

SC-2

SC-23

P O

SC-21

SC-8

SC-14

SC-15

Lead
Low py-cc
Gr SC-22
60
+ A QSP + A +
Gr SC-19
Minor Leashed dog

SC-18
40-50
A

SC-24
Gr SC-20
60
+ A QSP + A +
Gr SC-13
Gr Leashed

SC-16
Gr SC-16
Brook

D

+

A

B

C

SC-7

SC-10
dog in hole

SC-4
Gr Leashed

SC-11

SC-5

SC-6

-300
(1550-1650)

+

SC-2

SC-1

P

SC-21

SC-14

SC-15

SC-22

SC-19

SC-24

SC-18

SC-16

SC-23

SC-13

SC-12

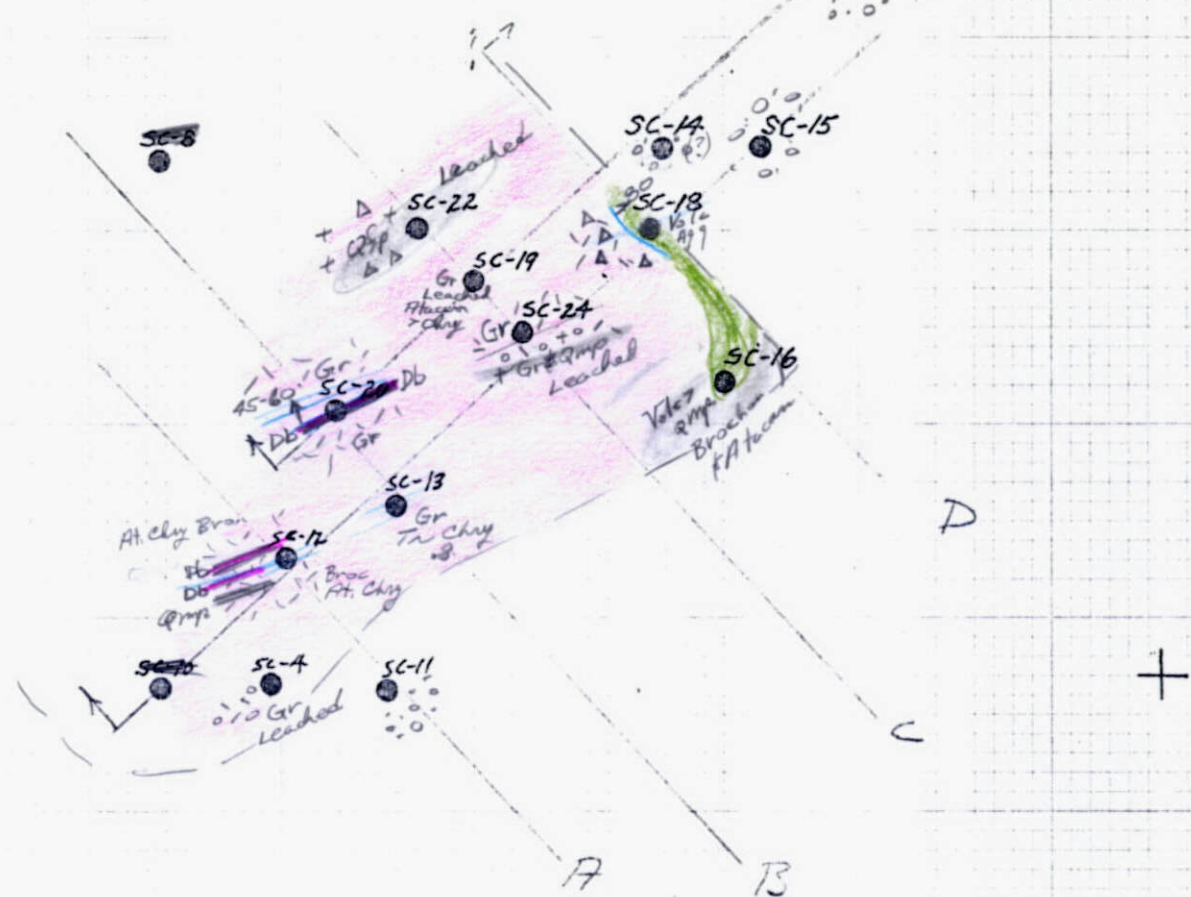
SC-4

SC-11

SC-7

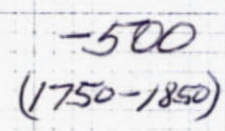
SC-5

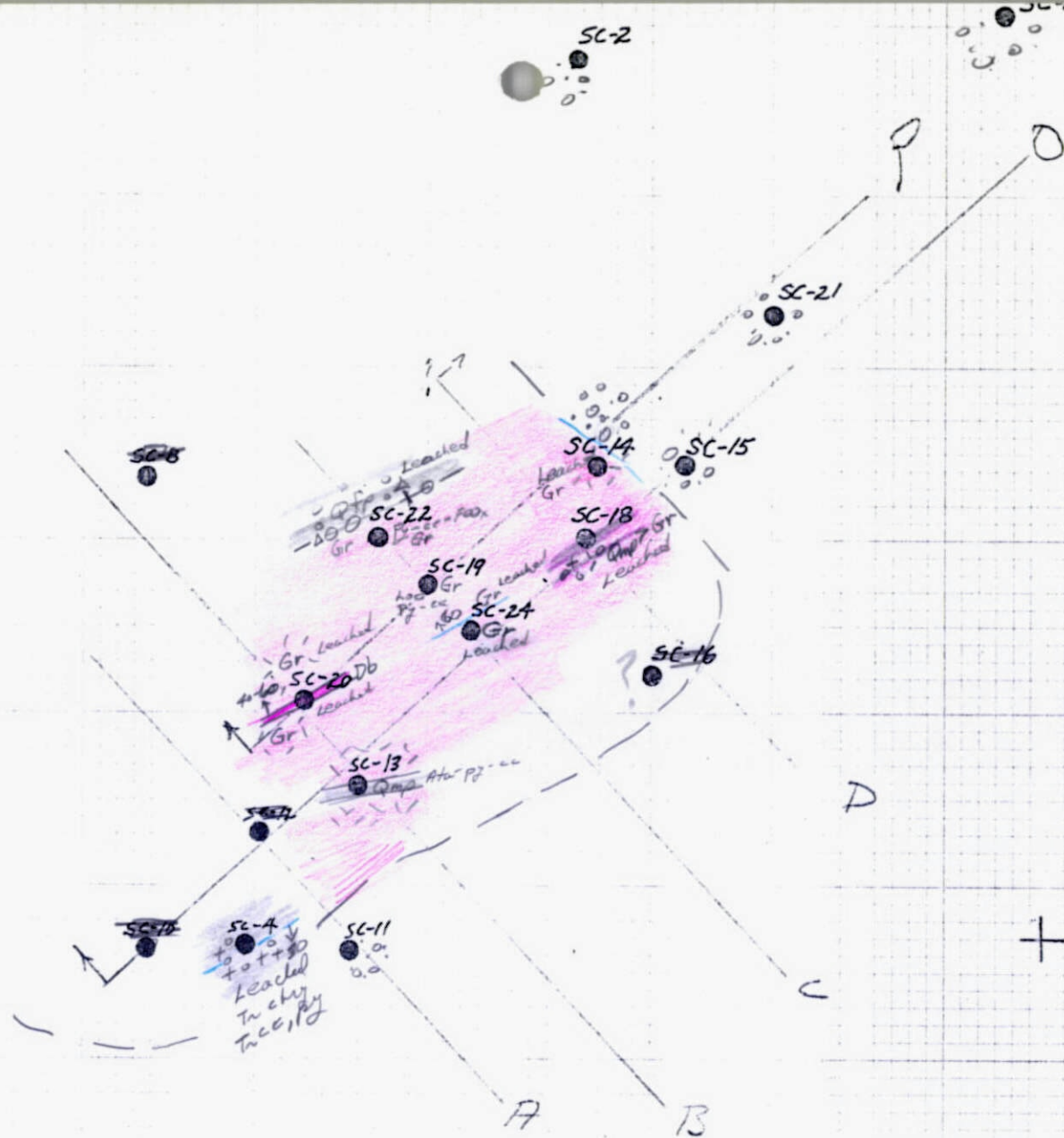
SC-6



+

-400
(1650-1750)





-700
(1950-2000)

SC-7 .00
0.00

SC-5

SC-6

SC-2

Gr
leached

SC-21

SC-14

SC-15

SC-22

SC-19

SC-24

SC-20

SC-13

SC-11

Crushed
Locally
Fluidized

-800

(2050-2150)

+

SC-2

Gr Leached
(Tr. brachanthera
under fit)

30

P

O

Qmp Leached & Skewed

SC-21

50-70

SC-14

SC-15

Leached W/ P₂CC
SC-22

SC-19

SC-18

SC-20

SC-21

SC-22

SC-20

SC-13

FeOx-P₂-CC

SC-7

SC-10

SC-11

SC-12

SC-5

SC-6

-900
(2150-2250)

+

SC-2

SC-23
Gr
Brochan → gray Cuo
(Loc CC-12)

SC-21

Qmp
Leached

SC-14

SC-15

SC-18

SC-22

SC-19

SC-24

SC-20

SC-13

SC-12

SC-11

SC-7 (Comp)

SC-5

SC-6

-1000
(2250-2350)

+

SC-2

Gr
Leached

Leached
-1 ↓ Leached
20-40 Gr { At 2435
0-10° F
w/ CE
in FW

+ SC-21 Qmp
+ Qpy-Py-Tacc
+ Qmp
Leached
w/ CE-Py

SC-14

SC-15

SC-18

SC-16

SC-22

SC-19

SC-24

Gr-Py-Tacc

Gr-Py-Tacc

Leached
45°
TP
Leached
Py-Tacc

SC-20

SC-13

SC-11

SC-7

A

B

D

+

-1100
(2350-2450)

SC-5
Red speckled
Andesite

SC-6

SC-7

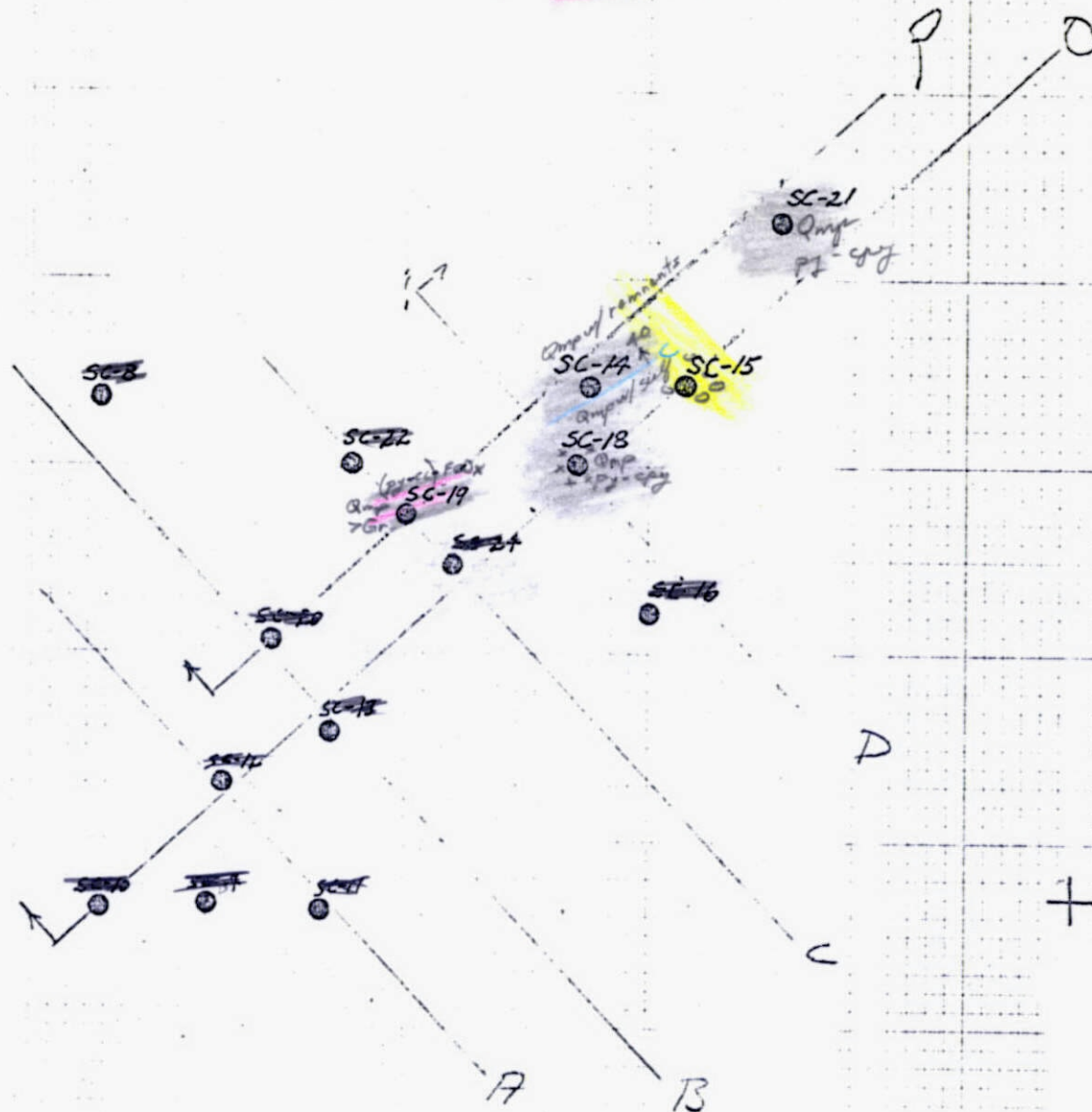
Sc-5
Anders

sc-6

SC-2
Gm
Reached

Gr 56-23
Cpy 4a SC-23

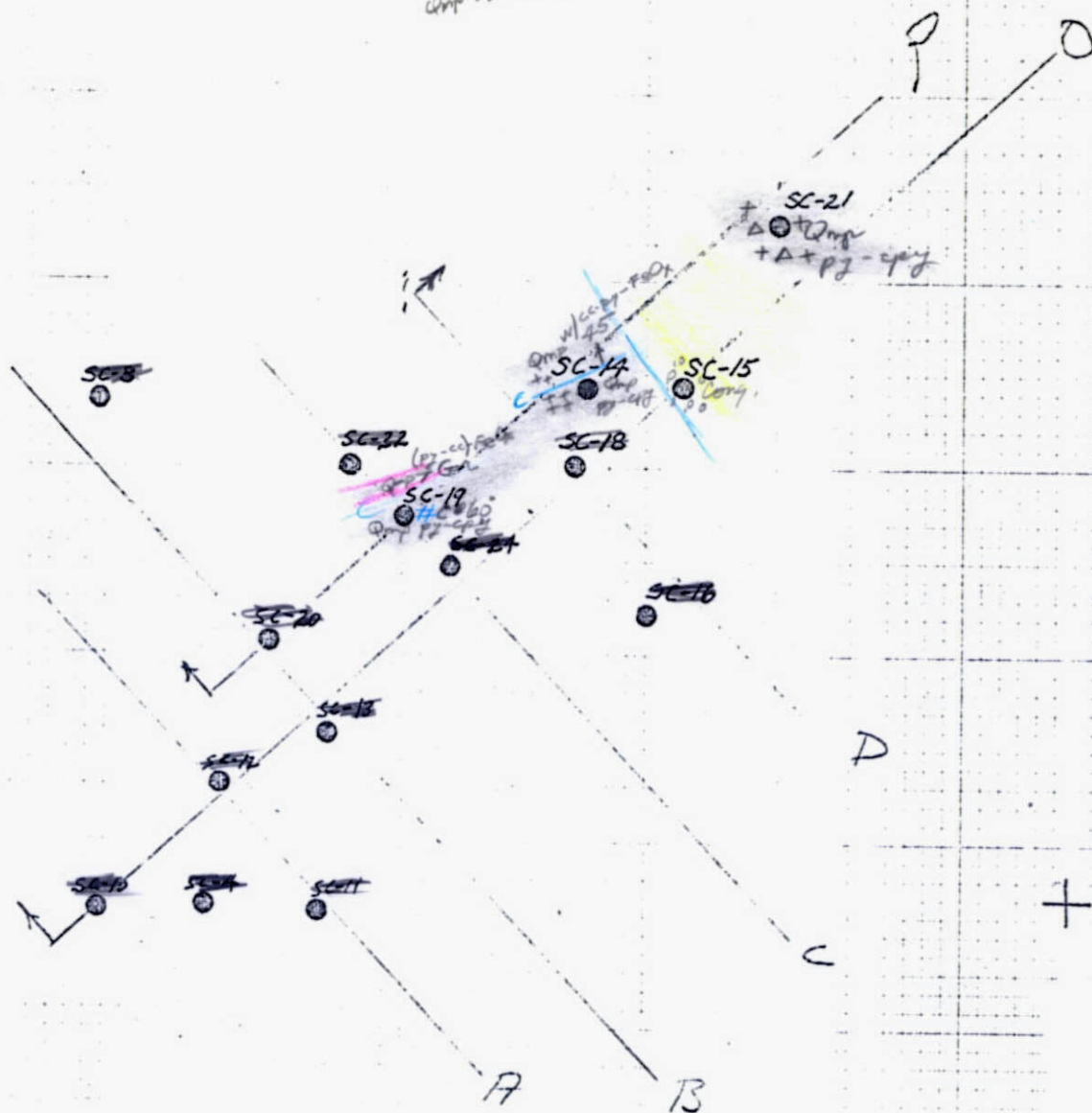
-1200
(2450-2550)



+ Cong, m

SC-2
Gmp 2530
-2610

SC-23
Gp 47-cc



SC-7

-1300
(2550-2650)

SC-5
Anderite

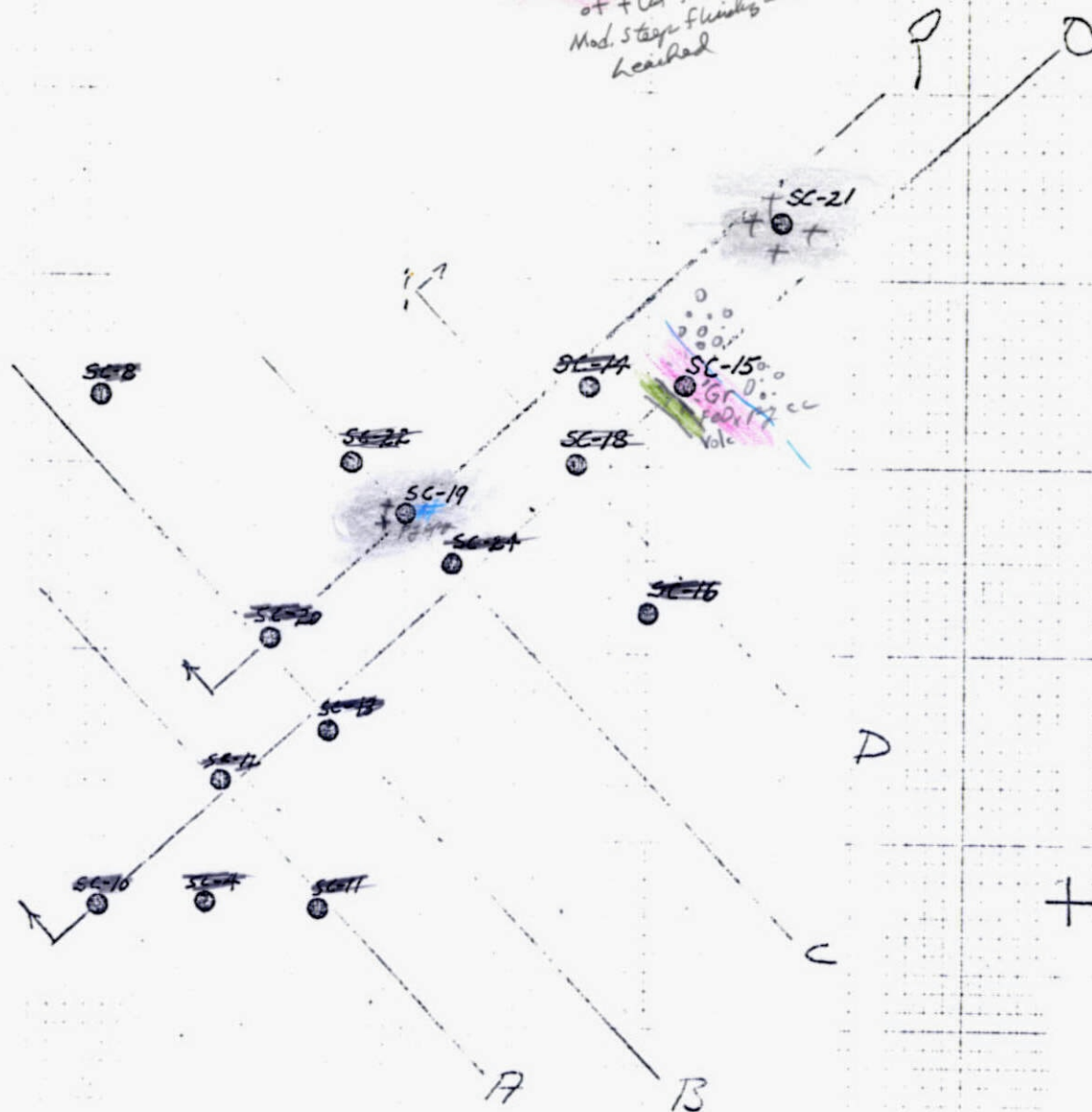
SC-6

+ Congm

SC-2

Gr
Note and
of flat ft.
Mod. stage flanking action
leashed

Gr SC-23
PZ-44 SC-23



SC-7
Gr
Bunker
1/2 max

by 2700H
TD 2707

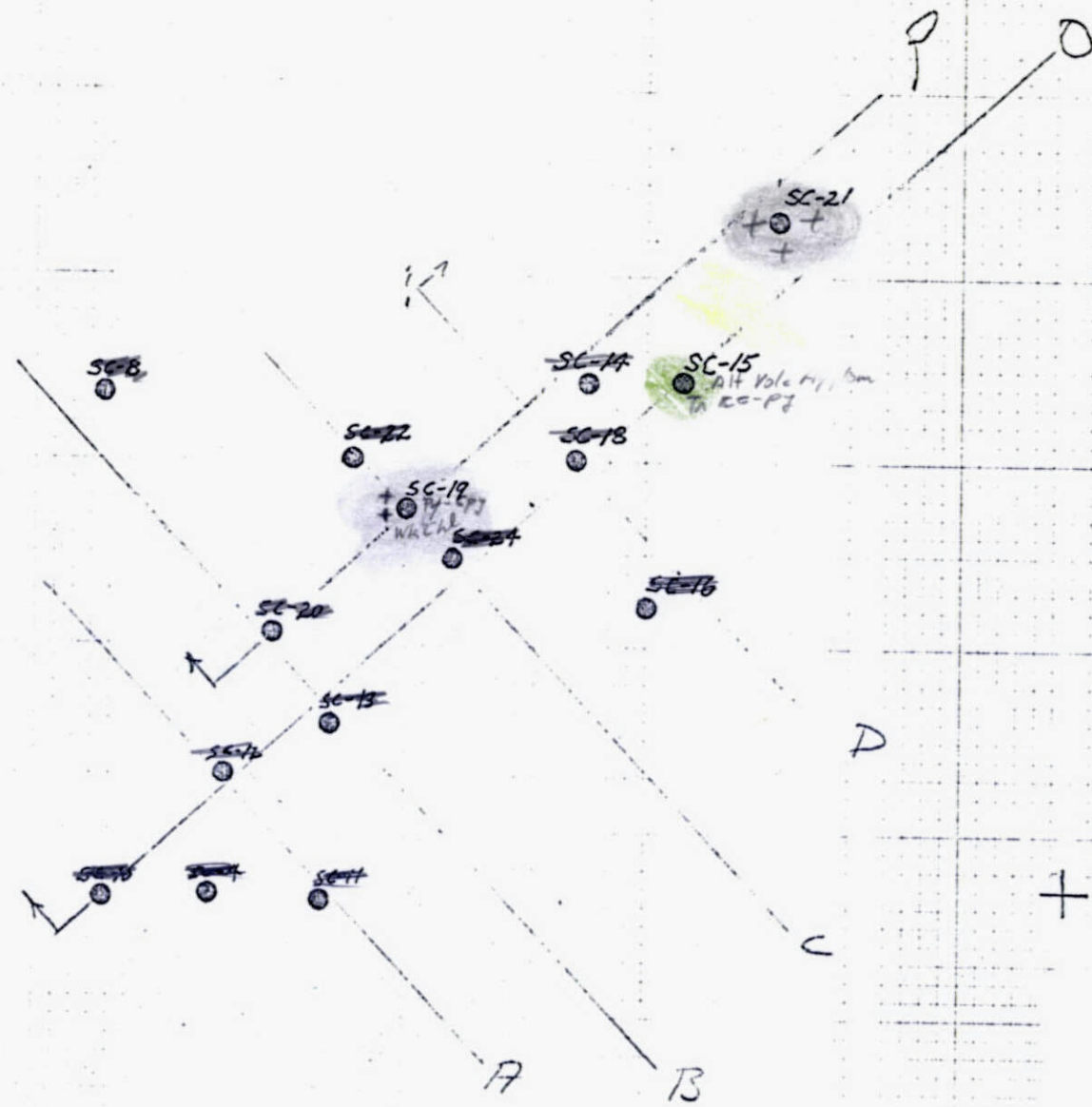
-1400

(2650-2750)

SC-5

SC-6

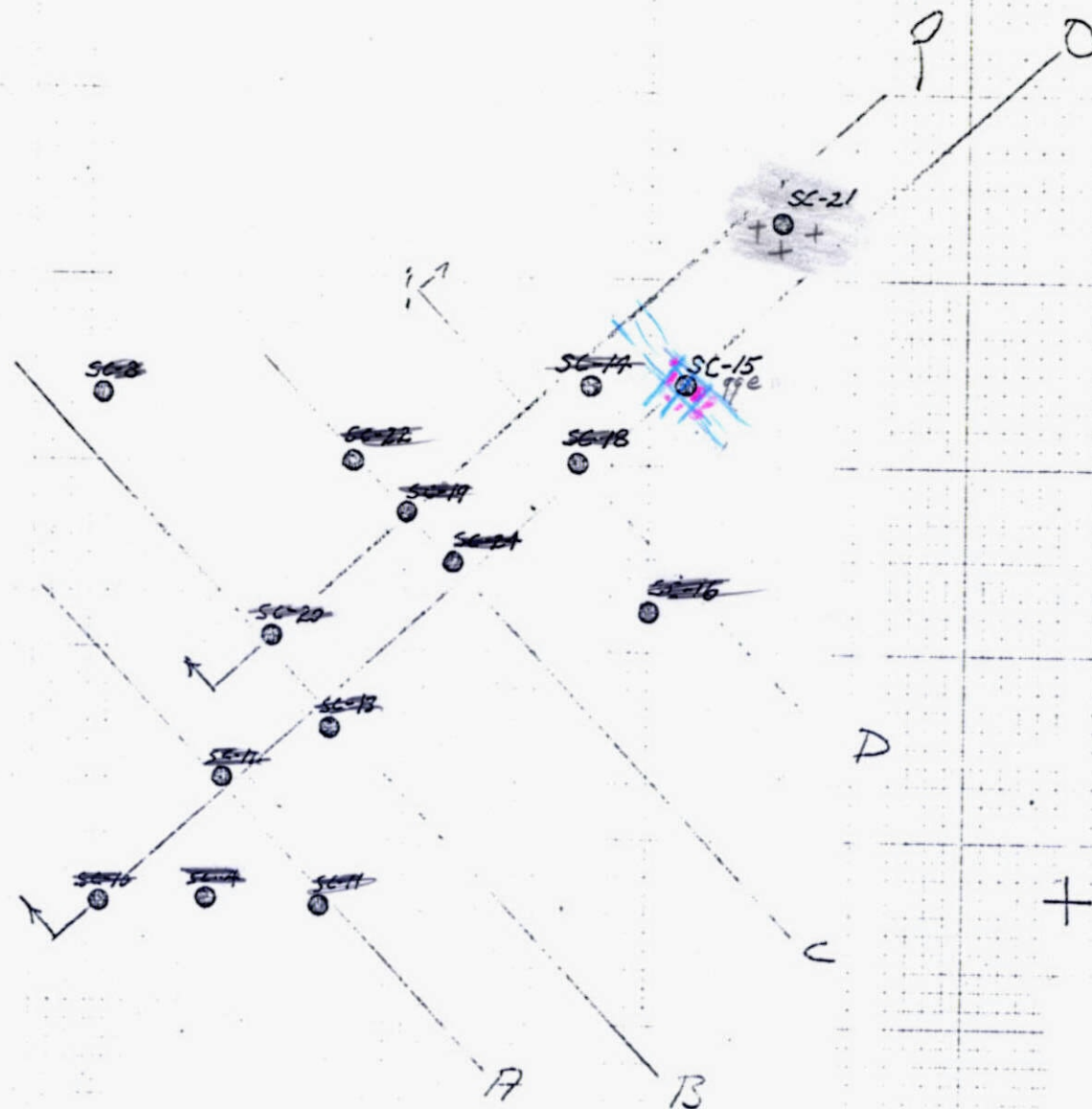
SC-23


$$-1500$$
$$(2750 - 2850)$$

sc-5

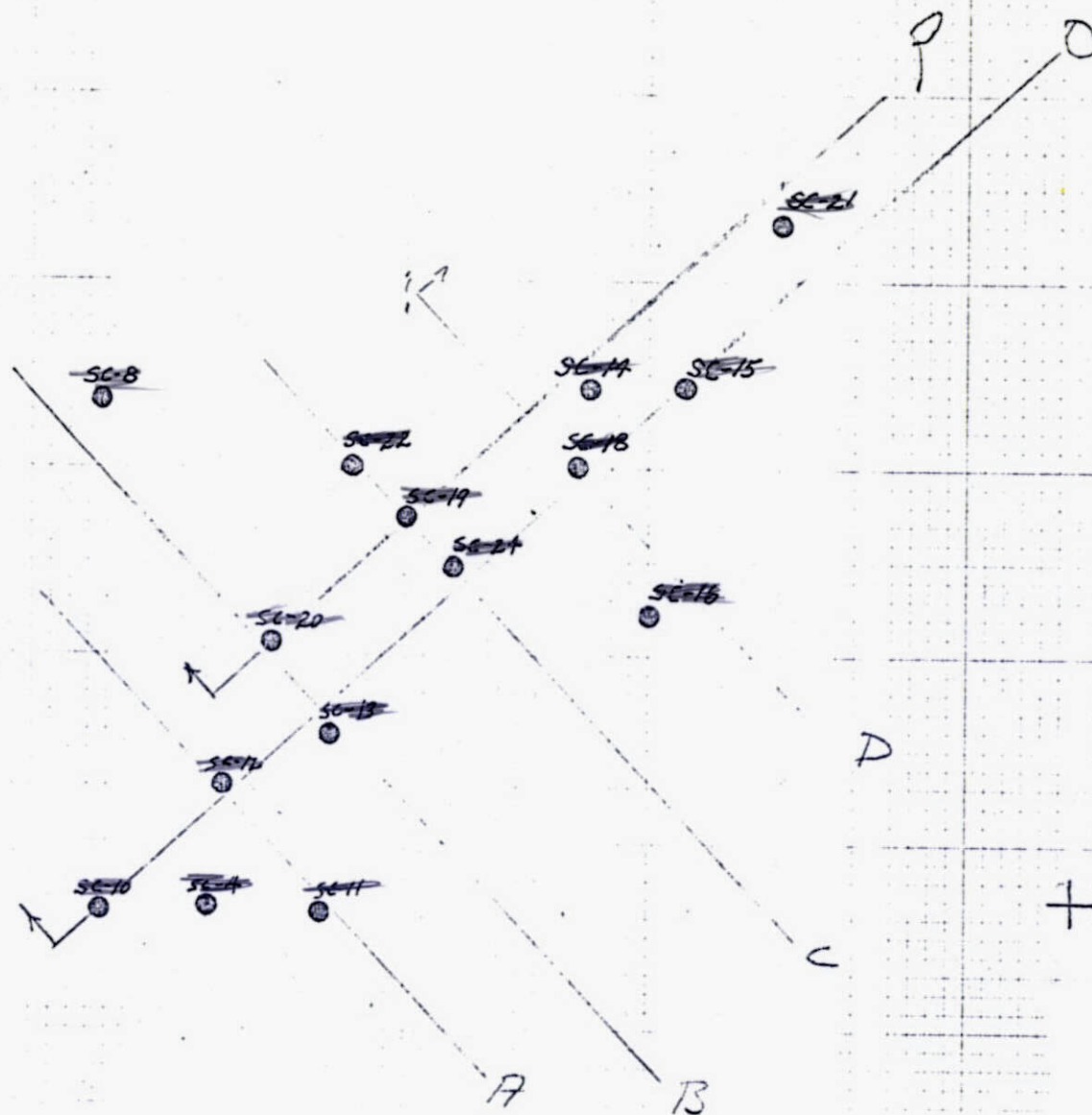


+ Cong. n



-1600
(2850-2950)

+ Congra



-1700

+

SG-23

~~SECRET~~



-5c-5

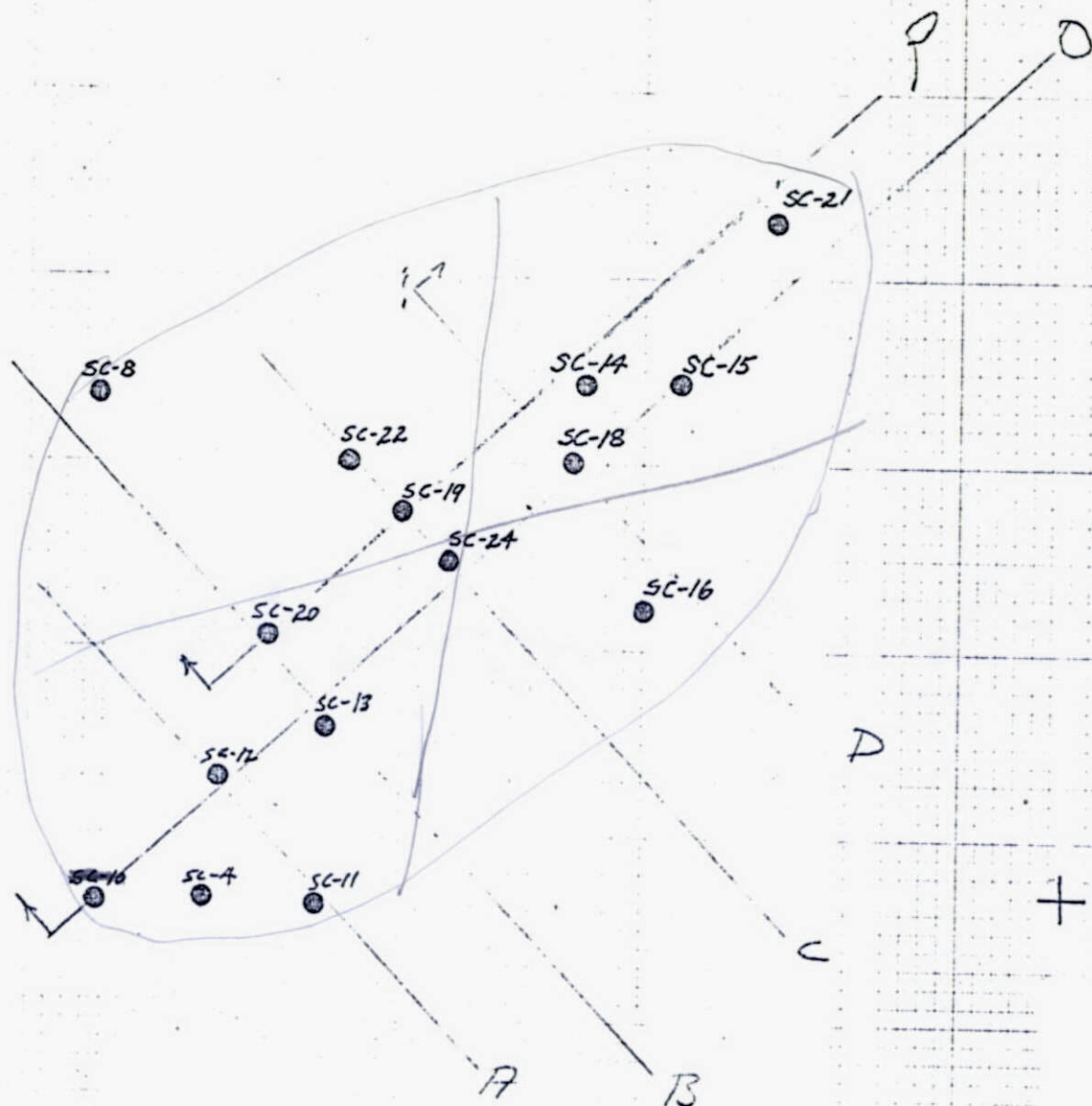
SC-6

-1800

+ Conglora

SC-2

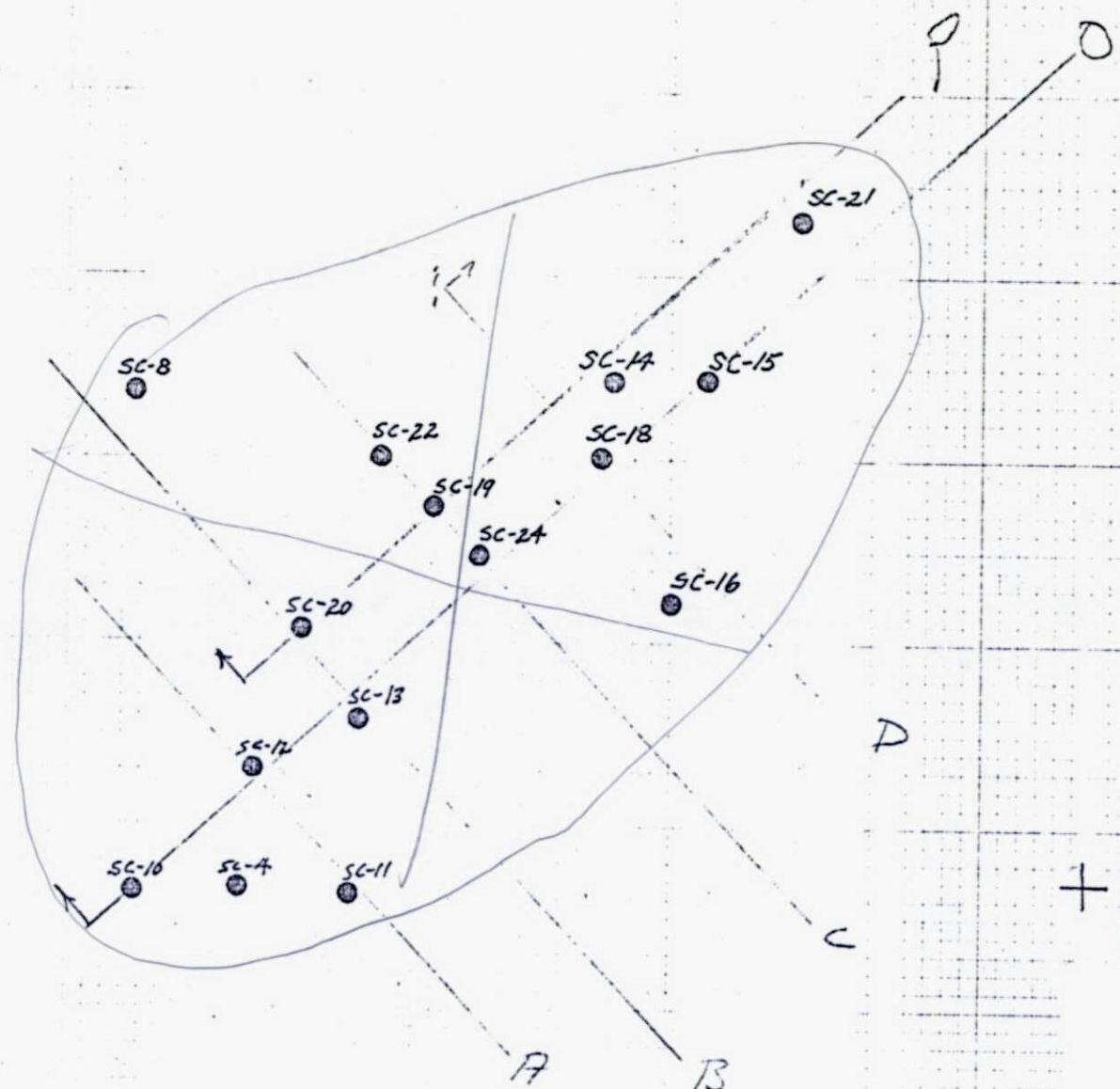
SC-23



-1900

+ Cong

~~SC-23~~



SC-7

PLAN VIEW

At - 2130
 SC-5
 At - 2240 Try, cc
 in Gr > Qmp

PLAN VIEW

At - 2900
 A - 2970
 T.D. in conglom
 at - 3000 level.

2000

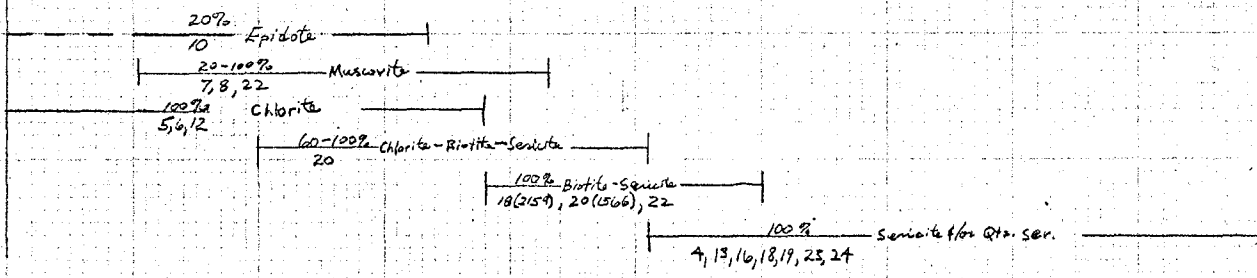
L-11-10

Jim,
This is a rough draft of the results of the thin section description of altered granite.
Hark

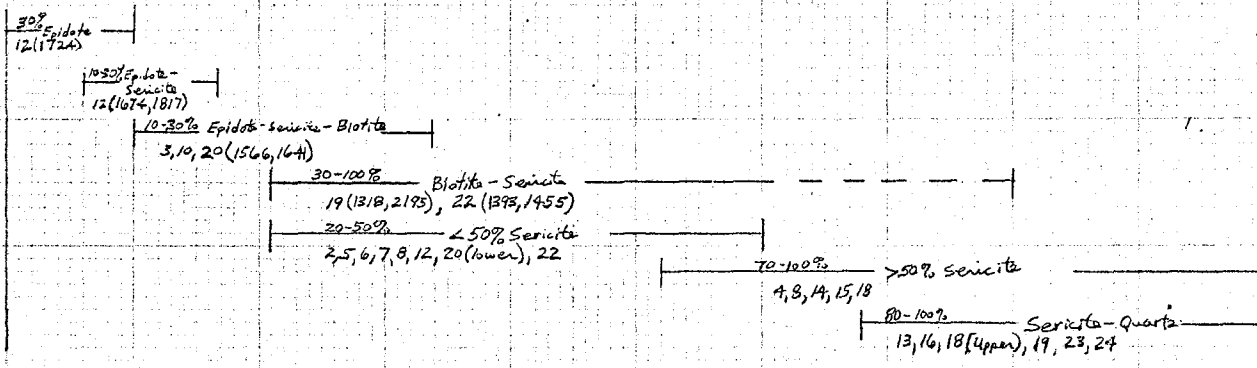
ALTERATION PRODUCTS OF ROCK FORMING MINERALS IN PRECAMBRIAN GRANITE

FRINGE → PYRITE ZONE → CHALCOPYRITE-PYRITE ZONE

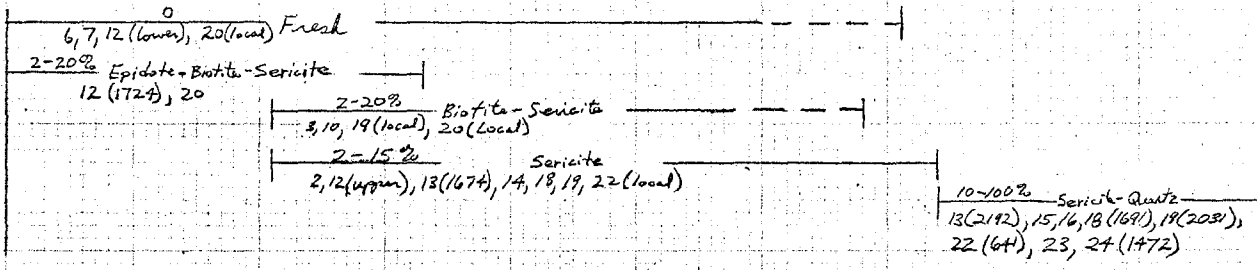
BIOTITE



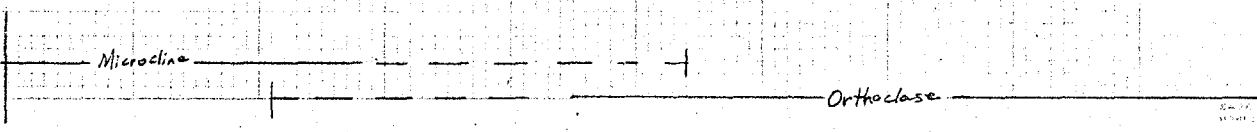
PLAGIOCLASE



ALKALI FELDSPAR



MICROCLINE VS ORTHOCLASE



% Replacement
20%
2, 3
Hole Ref.

ALTERATION OF PC GRANITE
SANTA CRUZ PROJECT
H. Kreis Feb. 1972

Fluid Inclusion Data

Above the SC zone

[illegible]

Fluid Inclusion Data

Below the SC zone

Hbl	Below Depth	% of Total		% Type III w/ Hbls	% Type III w/ Hbls
		% Type I	% Type II		
SC-4	1966	73	20	7 ^P	—
-13	Surface	65	5	28 ^S	2
-14	2522	70	10?	20 ^{S-P}	Couldn't tell
-15	Surface	No Data			
-16	1720	No Data			
-18	2247	75	5	18 ^S	2
-19	2600	40	40	19 ^S	1
-20	2160	15	55	30 ^{S-K}	5
21	Surface	15	70	15	5
-24	1980	20	15	60 ^K	5
21	2400	40	75	35 ^K	10
21	2444 Below	60	10	28 ^{S-K}	2

40

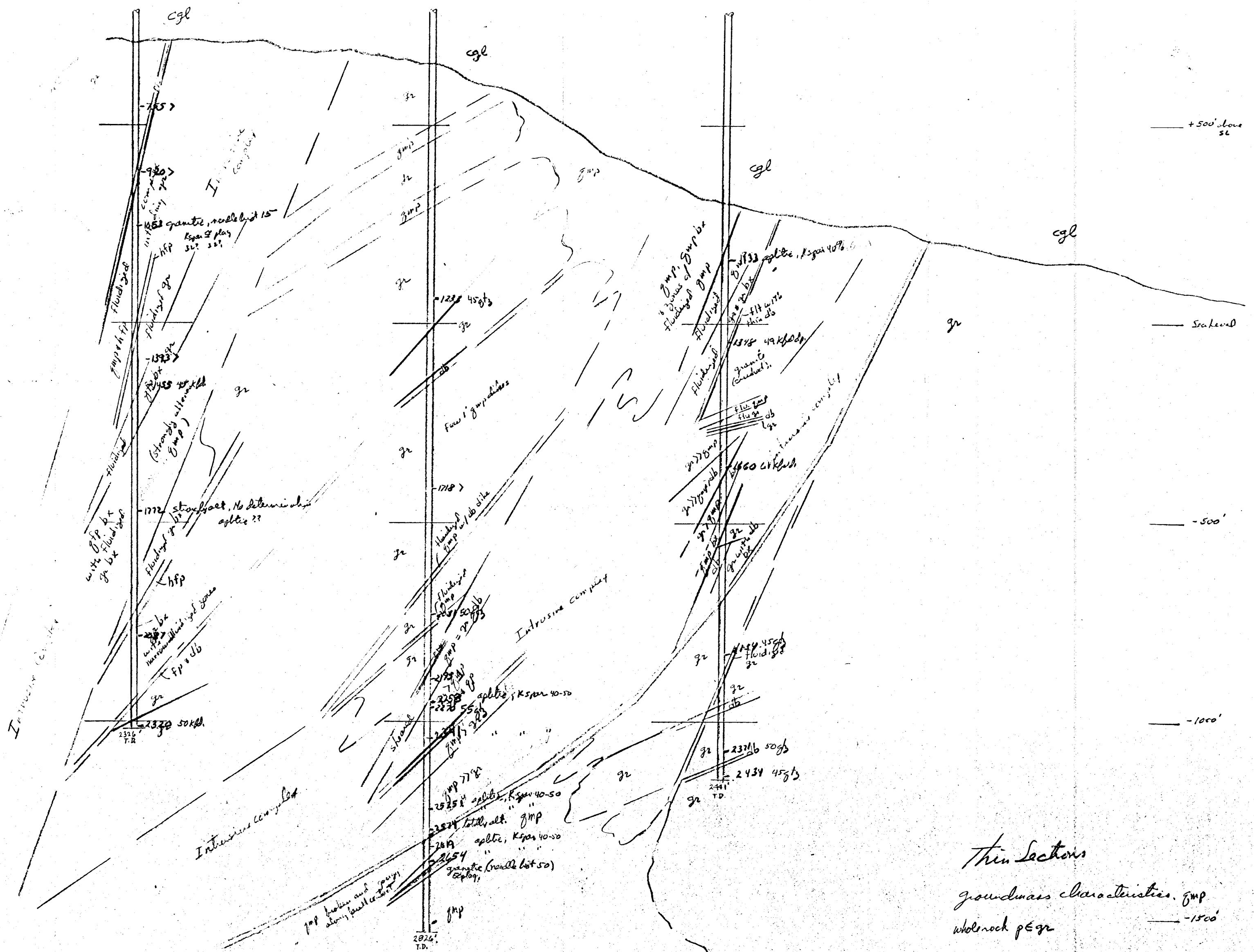
30

30 H (min T H)

SC-22

SC-19

SC-24



Berry Watson (?)

Slide 3

S.B. Ignim. sill

Maybe a higher frequency of sanidine. Remnant shards. Good ignim text. Some relictation, karlinization, epidote.

Slide 2

Concentrator

Devitrified + recrystallized tuff — fragments of gtz & fs dot the field. Very wk superimposed sericitization of bas.

Slide 1

Concentrator

Crystal tuff — devit + rext. — Frags of foreign rks. Rk a mess. Incip. Fe-staining.

From Flux —

Slide (3) — Tuff devit. + rext. w/ gtz veinlets superimposed in a uniform direction.

TS 36 — Good Flow-banded volca w/ strong superimp. metam — gtz + seric bands || banding.

SC #1

Mega

Porphyry rock showing good porphyry texture but with some signs of alteration (i.e. chloritization of fens).

Micro

Rock contains 40% phenocrysts, mostly twinned plagioclase, <2% quartz occasional orthoclase, badly shot chlorite, zircon, and 3-4% magnetite-ilmenite and leucocene. Matrix has some quartz but is mostly feldspar. Rock is latite porphyry or monzonite porphyry (I prefer the latter because of the goodly percentage of phenocrysts).

Alt. Plagioclase shows two degrees of K-feldspathization—moderately weak and moderately strong, the former more common. Some of the strongly K-feldspathized phenocrysts may be orthoclase. A weak sprinkling of sericite is seen in most phenocrysts. The fens was either biotite or hornblende or both but was not present in quantity (<3%) and is now a chewed up chlorite. Ilmenite has generally turned to leucocene. Some epidote is here.

The matrix shows definite recrystallization of moderate degree. A textural streaking of equi-colored tiny crystals gives some parts of the matrix a lineation, but this appears to be an alteration feature, not a primary structure.

SC #1A

Mega

Same porphyry rock as SC #1 but farther from critical contact area. Good porphyry texture. Groundmass shows a megascopic streaking in cut section suggesting incipient silicification.

Micro

Rock contains 35-40% phenocrysts, mostly twinned plagioclase but with occasional large K-spars. Large anhedral quartz crystals constitute up to 10% of the slide but occur principally (though not by any means exclusively) along wide parallel bands. This quartz may be in part introduced but is probably mostly sweated out of the matrix. There are

no through-going quartz veinlets. Small quantities of hotched up chlorite, magnetite, ilmenite and leucosene also exist. Zircon and epidote are present.

The matrix has recrystallized with intensity slightly greater than SC #1. Recrystallization is more pronounced along bands showing considerable quartz. The lineation is a 2ndary feature.

Kaolinization of plagioclase and orthoclase phenocrysts is slightly more intense than in SC #1, although sericite is less commonly seen.

Rock is monzonite porphyry with a few primary quartz phenocrysts. The amount of quartz sweated out of the matrix strongly suggests, however, the SC #1A and probably also SC #1 are more correctly quartz monzonite porphyry. (Quartz latite porphyry if one prefers the volcanic name.)

SC #2

35% phenocrysts, mostly twinned plagioclase, with some K-spar, sparse quartz, sparse chlorite. Magnetite-ilmenite appears almost completely destroyed with iron going primarily to fine-grained, fresh 2ndary biotite. Quartz is very sparse. Same rock as SC #1 and SC #1A but similar to SC #1 in that the composition appears to be latite or monzonite porphyry.

Matrix is recrystallized and appears to contain iron hydroxide with the feldspar. Lineation to rock is given by 2ndary biotite forming along parallel zones. Kaolinization is fairly strong and sericite is moderate. The rock is more intensely altered than SC #1 or 1A. A weak possible alignment of phenocryst is no different from 1 or 1A.

SC #3

Mega

Looks decidedly different from 1, 1A or 2 in cut section.

Rock has apparent volcanic texture, has xenoliths, and presents a far fewer number of phenocrysts. This rock was very close to the contact.

Micro 15% phenocrysts, mostly untwinned plagioclase, K-spar, with very small amount of ^{phenocrystic} magnetite. One silty xenolith was seen.

The matrix is strongly recrystallized to plagioclase, orthoclase, some chlorite and or 2ndary biotite, and streaky quartz. Recrystallization has proceeded unevenly and a banding is seen where coarser matrix parallels finer matrix. 5-10% magnetite is locally finely disseminated through the matrix. Feldspar xenoliths show moderate clay alteration, weak sericitization, and a general lineation (alignment parallel).

Rock must be classified as ~~latite~~ porphyritic latite or quartz latite. Lack of phenocrysts, lack of twinned plagioclase, ^{and} presence of xenoliths make this rock very dissimilar to SC#1, 1A, and 2. To be the same rock would require ^{total} destruction of over half the phenocrysts, including total destruction of all twinned plagioclase. (Alteration of phenocrysts is not strong enough to mask twinning). Also would require breakdown of magnetite crystals to finely disseminated magnetite.

SC#4

Mega Rock with apparent volcanic texture and few phenocrysts from ± 20 feet from the critical contact.

Micro Maybe 20% phenocrysts, untwinned plagioclase, orthoclase, a couple of small remnant hornblendes(?), 2% magnetite with several more percentage finely disseminated through the matrix. One fairly large xenolith(?) is completely altered to quartz-sericite. Several other "masses" of clay-quartz-sericite may be remnant phenocrysts. Phenocryst show a general parallel alignment.

Matrix is recrystallized feldspar with some quartz. Thin

black streaks seen in the cut section are streaked-out magnetite. Magnetite is also generally disseminated in the matrix. Considerable sericite is scattered through the matrix and also occurs in massive bands or lenses in the matrix.

This porphyritic latite or quartz latite is the same rock as SC #3, but with restoration of some of the possibly completely short xenoliths(?) it would be texturally closer to SC #1, 1A and 2 than is SC #3. Still unexplained, however, is the lack of twinned plagioclase. Like SC #3, this is a rather intensely altered rock.

SC #5

Mega Appears like a silicified, porphyritic, flow-banded volcanic rock in hand specimen.

Micro Maybe 10% of rock is phenocryst, mostly pretty well destroyed by recrystallization. Most feldspar is untruncated, but possible twinning was seen in two localities. Patches of massive sericite may represent former hornblende, or biotite or feldspar. Magnetite is altering to limonite with only cores of magnetite left.

The matrix is very fine-grained but closely streaked throughout with parallel bands of quartz. This matrix has a funny blotchy texture which I think is merely due to over-grinding of the slide. (?? No.)

This rock shows the most intense alteration yet, but is probably equatable with SC #3 + SC #4.

SC #6

Mega

A strange, banded (distorted), apparent volcanic rock.

Micro

About 15% phenocrysts recognizable. Most feldspars are

pretty badly shot, no twinning seen. Sericite replaces one still sub-hedral phenocryst (biotite?) and occurs elsewhere as anhedral patches along with disseminated magnetite-limonite.

The matrix shows banded ~~in~~ mobilization of quartz in some places, feldspar in others, and sericite formation yet elsewhere. The blotchy texture seen in SC#5 is here also, but obviously not a function of grinding. The coarser-grained patches show bands of recrystallized quartz in two ~~and~~ directions — one perpendicular to the other. One direction is decidedly stronger and gives the rock its banded appearance. So banding is definitely a 2ndary feature. The finer portions of the matrix are for all practical purposes isotropic, until highest power lens shows it to be feldspathic incipient recrystallization.

This rock — porphyritic latite or quartz latite — is again equatable with SC#5 + SC#4.

SC# 7

Mega Very similar in cut section to SC#6 except banding is well pronounced + "flows" around about 15% of well-defined phenocrysts.

Micro Similar in most respects to SC#6. Strong banding is 2ndary recrystallization + partial mobilization of quartz and feldspar. Magnetite-limonite and sericite are disseminated throughout. Feldspar phenocrysts are pretty well kinked.

Banding is 2ndary, but could possibly be after a primary flow structure.

SC #8

Up to 20% shot phenocrysts, mostly feldspar but some apparently after feldspar. Banding is 2ndary and quite contorted. Matrix is blotchy. Generally similar to SC #7.

SC #9

This is the banded limestone or marble from near the granitic intrusive on the east end of the Sycamore Canyon road.

Petrography a banded quartz-sericite mixture. No carbonate seen. Limonite rims small magnetite crystals and streaks parallel to banding. Some feldspar may be among the quartz. A totally 2ndary rock.

PAT 1

Handspecimen looks like a silty sediment. Banding might be an alteration feature parallel former bedding?

Micro

Former feldspathic-quartz silty sandstone, now well metamorphosed and grains show fusion with one another. Quartz has been introduced (maybe sweated out of other areas of the sandstone) in the form of unidirectional veinlets.

PAT 2

Handspecimen looks like the same sediment, maybe somewhat more altered.

micro Probable former silty sandstone showing various phases of crystallization. Almost like a blotchy recrystallization texture in a fine-grained igneous matrix. Two directions of quartz veinlets are seen. Clumps of chlorite are growing, probably as accumulations of the silty portions of the original rock. $\frac{1}{2}$ Fe oxide on fractures. Alteration thus considerably more intense than in PAT 1.

PAT 3

Handspecimen looks like an intensely silicified rock. No texture visible.

micro Rock looks like a fused & partially crystallized sandstone. Silty fraction has gone to sericite. Fractures have Fe oxides. Quartz veining is nearly absent. If this rock is closer to the intrusive, it certainly shows a differential heating of the sandstone, for — except for the sericite which may or may not be significant — this specimen appears less altered ~~than~~ than PAT 2.

PAT 4

Handspecimen essentially siliceous, fine-grained, textureless.

micro Sandstone showing a fusion, crystallization ^(growth of quartz) ~~to~~ to a somewhat lesser intensity than PAT 2 but more than PAT 1 or PAT 3. Sericite has gathered in clumps — is not so disseminated as it was in PAT 3. Quartz veinlets may be growing locally.

PAT 5

Rock looks like a flow-structured volcanic. Xenoliths were seen

in cut section.

Igneous rock with $\pm 10\%$ phenocrysts set in a recrystallizing quartz-feldspar-sericite matrix. Fragments are of sandstone. Phenocrysts are feldspars, sometimes twinned, ~~are~~ usually well-formed and of fair size and kaolinized. The flow structure evident in hand specimen is vague but apparently due to recrystallizing coarser quartz (also sericite in some bands) along a single direction.

So texture igneous overall, flow structure is but a secondary feature.

PAT 6

Obvious igneous porphyritic texture.

^{micro} Phenocrysts ($\pm 20\%$ of rock) are generally feldspar, some twinned.

The phenocrysts appear to be incipiently recrystallizing. The matrix is recrystallizing and one quartz veinlet was seen. There is considerable sericite through the matrix & crystals of magnetite are present, though scarce.

PAT 7

Hand specimen shows a chloritic streaking in a rock of questionable origin. Some patches look very fine-grained sedimentary, but other vague areas have vague possible igneous textures.

Intense alteration along fractures obscures identity. A few badly altered (kaolin, sericite, quartz) phenocrysts? suggest an original igneous texture, but some areas have no apparent phenocrysts unless they have been totally destroyed. Lots of quartz & sericite near fractures. Matrix appears incipiently recrystallized. Tiny crystals of magnetite are disseminated throughout the rock, making it possibly a

dike of the volcanic type rock from the SC series. Fe oxide fills parallel fractures.

PAT 8

Good igneous porphyritic texture. Like SC #1, or 1A and 2.

Petrographically this is the monzonite or quartz monzonite of SC #1, 1A and 2. Phenocrysts are 50% of the rock and include feldspar (frequently twinned & kaolinitized), magnetite, chlorite after fengite. A little sericite is seen. There has been some ^{incipient} recrystallization of the matrix but it remains rather uniformly fine.

December 14, 1977

TO: F. T. Graybeal

FROM: P. G. Vikre

F.T.G.

Mafic Breccia
Santa Cruz Project

Below is a tentative outline for study of the mafic breccia encountered in holes SC-37, SC-39, and SC-48. Megascopic, and to an extent microscopic, observations will be integrated under A.

A. Petrology

1. Description of clasts (may be in the form of a chart) - *OK for details but give us a summary description as part of text.*
 - a. Rock type
 - b. Relative abundance
 - c. Size, shape, etc.
2. Description of matrix
 - a. 1st generation matrix
 - b. 2nd generation matrix
 - c. Varying matrix/clast

3. Alteration

- a. Clasts
- b. Matrix

4. Mineralization

- a. Assemblages in clasts
- b. Assemblages in matrix

- supported by assays of separate clast material, I assume.

B. Structure

C. Proposed tectonic history - *including significance of the mineralization.*

APPENDIX Hole summaries

Peter G. Vikre
P. G. Vikre

PGV:1b

Peter

Looks OK to me. I think we discussed perhaps 1 week full time work (or equivalent) of your time might be sufficient and 2 weeks an upper limit. Be sure to get together w. Jim Sell to look at core before you start project

cc. JDSell ✓

FTG

12/14/77



Southwestern Exploration Division

June 21, 1976

TO: W. L. Kurtz

FROM: F. T. Graybeal

Structural Reinterpretation of
Santa Cruz Project -- The Lands
Pinal County, Arizona

Attached please find a report by J. D. Sell titled "A Structural and Related Mineral Reinterpretation of the Santa Cruz Horst Block". This study was initiated last Fall by Mr. Sell, H. G. Kreis, and R. B. Cummings with the objective being to clarify certain aspects of the Santa Cruz geology. Mr. Sell concludes that the primary geologic control in this area is a northeast-striking structural zone of Precambrian ancestry. He suggests this zone, originally vertically dipping, has been tilted and offset by northwest-striking faults. Several exploration targets peripheral to areas of past drilling are suggested, including one on the Griesbach property, just recently acquired by the Asarco-Freeport joint venture.

Mr. Sell has done an excellent job of compiling an incomplete data base, about which there is still disagreement. His conclusions should be of use during 1977 exploration of this area and also of use in our on-going exploration of the Casa Grande region.

F. T. Graybeal
F. T. Graybeal

FTG:lb
Att.

cc: TCOsborne - w/att.
JDSell - w/o att. ✓

JDS ~~ETG~~ → wk → JDSell
Brings the geometry
into sharp focus with
clearcut illustrations involving
bold interpretations —

It will very interesting
to see how well this
concept correlates with
an updated Sacaton
Study —

JHC

Incidentally, there may be
a connection between the
existence of a deep seated fluidized
zone and the extreme movement
in the vertical range required to
account for the depth of oxidation.
over —

that is — the present
depth (below sea level)
of previously oxidized sulphides.



Southwestern Exploration Division

May 12, 1976

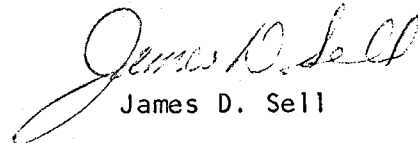
TO: F. T. Graybeal

FROM: J. D. Sell

Santa Cruz Project Studies
Pinal County, Arizona

Attached is my report: A Structural and Related Mineral Reinterpretation of the Santa Cruz Horst Block.

The study was undertaken with H. G. Kreis, Santa Cruz Project Geologist, and R. B. Cummings, Resident Geologist-Sacaton. Both contributed numerous ideas and comments and have reviewed the draft of this report.


James D. Sell

JDS:lb
Att.

cc: HGKreis
RBCummings

A STRUCTURAL AND RELATED MINERAL REINTERPRETATION OF THE SANTA CRUZ HORST BLOCK

Summary

Interpretation of the relogging of the core and rotary samples during the Santa Cruz Studies has suggested to Sell that in the horst block area the quartz monzonite porphyry intrusive was emplaced along an older structural zone.

The zone, here named the SC zone, is characterized by the abundance of thin diabase dikes cutting slices of Precambrian granite with thin breccia zones and faulting as subparallel planar structures. In Precambrian time, the zone of weakness was probably a near vertical feature but has since been involved in rotational, tilting movement. The axis of rotational movement was subparallel to the present strike trend of the zone. The SC zone presently strikes in a general N60°E direction and dips around 40° northwesterly. It is expressed between holes SC-18 on the northeast to SC-20 on the southwest, a distance of over 4000 feet. It is probably offset 2000 ft. to the south between holes SC-20 and SC-12 by the Westside fault which strikes N30°-35°W and dips 45° southwesterly. The SC zone is suggested to pass through hole SC-4 and continue further to the southwest.

In Laramide time the SC zone was the site of renewed movement along the faults, and a part of the tilting probably occurred at this time. Dikes of various porphyry rocks and thicker masses of quartz monzonite porphyry, as well as breccia masses, were emplaced along the zone and principally in the hanging wall of the Precambrian SC zone. The dikes and masses are again mainly subparallel to the planar fabric established during the Precambrian events. In the footwall of the SC zone, Precambrian granite is found high and to the west where it is quite massive, although cut by a few diabase dikes which generally have intrusive contacts. Easterly and at depth in the footwall of the SC zone is the Laramide quartz monzonite porphyry. The porphyry was in part guided into its emplacement by the SC zone and, although crushed and faulted at the boundary, is most often a massive unit below the SC zone.

The SC zone, on its northwesterly or hanging wall side, is the site for extensive faulting, brecciation, and fluidization of various Precambrian granite and Laramide quartz feldspar porphyry, hornblende porphyry, and various quartz monzonite porphyry units which generally show a preference for steeper contacts. The fluidized zones generally do not mix rock types and exhibit all degrees of fluidization and brecciation within the units. Diabase, in general, was not found with a fluidized texture, although in SC-22 a mixed zone of quartz monzonite porphyry and granite had a minor amount of "dark volcanic" and recognizable diabase inclusions.

The zone of massive fluidization and brecciation is noted in holes SC-14, 18, 19, 22, and 24. Outside the zone are numerous zones of narrow fluidization and "internally disintegrated" rock. These narrow zones are found both in the hanging wall granite and in the footwall granite and quartz monzonite porphyry.

The Santa Cruz horst is bounded on the east by the Eastside fault. This structure strikes N20°-25°W and dips 45° northeasterly. Little data is available east of the fault, but it appears to offset the SC zone and the extensive fluidized zone to the north for an unknown distance. As noted, the fluidized and brecciated zone, as exemplified in SC-18 and interpreted for SC-14, is cut by the Eastside fault. The northward offset may amount to around 2000-2500 feet of dominant strike-slip movement. The SC zone continues to the northeast between holes SC-21 and SC-23. No extensive fluidization features were noted in either SC-21 or SC-23, but the change from Precambrian granite on the north in SC-23 to Laramide monzonite on the south in SC-21 is the same type of change as found across the top part of SC-22 over to SC-24 (allowing for the difference in elevation of the monzonite mass).

Coincident with the extensive fluidized and brecciated zone is the occurrence of higher values of molybdenum contouring outward from hole SC-24 and a higher center of primary copper grades contouring outward from holes SC-18 and SC-24. Undoubtedly the original grade within this zone was responsible for the better development of a chalcocite blanket, which was subsequently modified and converted into the "copper oxide" blankets as presently known.

In the Santa Cruz horst area the massive quartz monzonite porphyry is known to extend up to an elevation of minus 420 feet below sea level on the foot-wall side of the SC zone. On the hanging wall side, dike-type units of similar quartz monzonite porphyry were first encountered at an elevation of minus 870 feet below sea level. Precambrian granite is known to extend to a depth of minus 1169 feet below sea level on the hanging wall side.

The various dikes and masses of hornblende porphyry, hornblende feldspar porphyry, quartz feldspar porphyry, grey quartz monzonite porphyry, black quartz monzonite porphyry, and various textures of quartz monzonite porphyry found in the hanging wall of the SC zone probably reflect a monzonitic source area at depth. The occurrence of massive quartz monzonite porphyry at a higher level in the footwall of the SC zone is probably the result of a) a higher level of intrusion of the monzonite mass along the weak zone exemplified by the diabase and faulting in the Precambrian granite, and b) some faulting along the contact which downdropped and tilted the hanging wall units both before and after the influx of the Laramide fluidization and brecciation event.

The area of fluidization, brecciation, and mineralization around holes SC-18 and SC-24 is regarded as a center of activity. A second center of mineralization is suggested in the vicinity of hole SC-4 where fluidization, better alteration, and higher molybdenum values are noted. Hole SC-23 to the northeast is regarded as a third area of contrasting alteration-mineralization-tectonic style.

Introduction

The location-plan map of the Santa Cruz project is shown in Figure 1 (modified from HGK Fig. 1). In September of last year, a relogging-reevaluation of the project drill results was initiated by Kreis, Cummings,

and Sell. The main emphasis of study was the Santa Cruz horst block, the area of major drilling and significant results, centered around drill holes SC-22, -19, and -24.

Many thoughts were expressed and discussed by all involved. This report was written by Sell and has been reviewed by Kreis and Cummings. Neither Kreis nor Cummings agrees with portions of the text, and it was not feasible to clarify these differences at this time. Kreis will incorporate his comments in a forthcoming comprehensive report, and Cummings will submit a separate memo comparing features of the Sacaton and Santa Cruz areas. The study ended with drill hole SC-24, and no review of the subsequent holes, presently being drilled, has been made.

Faulting

Logging and constraints have suggested a number of fault structures in the horst block area (Fig. 2). Basically interpreted is an older Precambrian fault trend, here named the SC zone, which strikes N60°E and presently dips 40° northwesterly. The SC zone horst block is cut, downdropped, and laterally translated by three major structures: 1) the westside fault, which strikes N30°-35°W and dips 45° southwesterly and offsets the SC zone some 2000 feet to the south mainly by strike-slip movement; 2) the eastside fault, which strikes N20°-25°W and dips 45° northeasterly, offsets the SC zone to the north an unknown distance but probably between 2000 and 2500 feet, also by strike-slip movement; and 3) the southside fault, which is interpreted to cut the westside and eastside structures, strikes N55°-60°E and dips steeply to the southeast. The southside fault may be a series of structures which cumulatively downdrop the south side of the horst block in excess of three thousand feet. A fourth fault structure was cut in hole SC-21 and is interpreted to terminate at the eastside fault while striking N60°E and dipping 50° southeasterly. This structure is based on one hole intercept and true strike direction is unknown.

Present drill hole data and three point resolutions do not permit the precise determination of the fault directions and dips. It is known that variations exist and the above figures reflect the general trends of the structures.

SC Zone

The SC zone is a totally complex structural-intrusive zone extending from Precambrian thru post-Laramide time.

A cross-section of the SC zone has been constructed through drill holes SC-22, -19, and -24. Figure 3 shows the SC structure as a fault (colored blue) with massive granite and quartz monzonite porphyry below on the foot-wall side. Minor crushing and shearing with gouge development are also noted along the fault structure and somewhat below. Several gently dipping diabase dikes and one steeper fluidized granite structure are also shown in the foot-wall block. This massive characteristic is sharply changed across the fault structure and in the hanging wall side of the fault a complex intrusive sequence of granite, diabase, and various porphyries, all highly fractured,

brecciated, and fluidized to various degrees and involvement, is found to extend some distance away from the fault at the base of the sequence. In the upper part of drill hole SC-19 and the bottom of hole SC-22 are found "internally crushed" granite masses cut by diabase and quartz monzonite porphyry dikes dipping at moderate angles. In hole SC-22, the majority of the hole contains highly brecciated and fluidized units of granite and various porphyries. The top of the brecciated and fluidized group is marked by a strong fault containing gouge and breccia, and above the fault is massive, weakly shattered granite. The entire zone of brecciated and fluidized units is called the SC zone.

The events leading up to this complex picture are as follows: During Precambrian time, large masses of granite were emplaced in central Arizona generally in contact with Pinal Schist. The Santa Cruz area appears to be within the granitic mass and the earliest SC zone was characterized by shearing and breakage along the N60°E trend. Part of the zone of weakness was utilized by the emplacement of thin, planar, intrusive diabase dikes having chilled borders. Although no age dates are available from the Santa Cruz area, I believe the diabase is Precambrian in age as expressed by Balla (1972) in the Sacaton area. Further, I feel the diabase was initially injected as near vertical dikes and their present attitude reflects later tilting of the blocks.

Figures 4 and 5 are plan maps of the minus 500-foot elevation below sea level and minus 1000-foot elevation below sea level, respectively, in the area of study. On the northwest side of the SC structure, as noted in Figures 3, 4, and 5, thin diabase dikes were encountered in nearly each hole in the area. A profusion of slips, faults, and crushed zones is also apparent which appears to belong to the Precambrian fracture system and again mainly in the northwest or hanging wall of the SC structure. In the southeast or footwall of the SC structure, the Precambrian granite is essentially a massive, unbroken unit with two discrete diabase dike intercepts in hole SC-24. It is realized that the sparsity of drill intercepts into the footwall area of the SC zone does not permit a clarified picture, but there seems little doubt that the hanging wall side of the SC structure, as now known, was the site of multiple diabase dikes and much more abundant fracturing and faulting.

In Laramide time a mass of quartz monzonite porphyry was emplaced, and it appears to be guided by part of the older SC zone. As presently known in the southeast or footwall side, massive quartz monzonite porphyry was intruded to a fairly high level in the vicinity of holes SC-14, -16, and -18, and several discrete black quartz monzonite porphyry and black feldspar porphyry dikes were emplaced in the Precambrian granite further west. In the hanging wall side of the SC structure, numerous thin zones of quartz monzonite porphyry with a number of textural variations were emplaced in the sheared granitic terrain. Also in the hanging wall side, extensive brecciation and fluidization of Precambrian granite and Laramide quartz monzonite porphyry were involved. The fluidization exhibits all degrees of intensities and involvement, but in general is restricted to single units and, although granite and quartz monzonite porphyry may alternate in relatively thin apparently planar slices and each is fluidized, the fluidization generally did not mix rock types. Although the diabase is assigned to the Precambrian and the fluidization as

a Laramide event, diabase was rarely found to exhibit fluidization features except very locally along contacts. Post-fluidization fracturing and faulting are common features and occur within the expanded fluidized SC zone. Apparently late hornblende porphyry, quartz feldspar porphyry, and various darker quartz monzonite porphyries were emplaced late in the fluidization sequence. Much of the fluidized and late diking appear to favor steeper structural zones than the diabase and more planar quartz monzonite porphyry zones and may represent continued rotational adjustment along the SC zone.

In the footwall side of the SC structure, rare fluidization was noted. A fluidized quartz monzonite porphyry dike was noted in drill hole SC-4 while a small fluidized structure of Precambrian granite was found in hole SC-24.

Figure 6 separates the non-brecciated, brecciated, and fluidized granite and porphyries. Drill hole SC-22 was terminated between the two intrusive complex groups, and no data is available in other holes to confirm the depth configuration of the intrusive complex. Figure 6 also indicates the probable continuing tilting and rotational movement of the Santa Cruz Horst block with the passage of time. Assuming a near vertical zone during the emplacement of the diabase, then each succeeding event was accompanied by rotational movement, so that the diabase presently has a flatter attitude than does the monzonite, followed by the fluidizing event and culminating in the late hornblende feldspar porphyry dikes which cut the fluidized zones at a generally steeper angle.

Mineralization

Mineralization within the Santa Cruz system as presently known can be divided into four groups: 1) primary sulfides of pyrite and chalcopyrite; 2) a chalcocite zone, often partially leached; 3) a first remnant chalcocite with pyrite zone, often highly leached; and 4) the "oxide copper" zone of chrysocolla, brochantite, and atacamite.

Figure 7 is the cross-section of holes SC-22, -19, and -24 with the above four zones as intercepted. Hole SC-22 did not intercept any oxide copper but found a remnant leached chalcocite-pyrite zone and, further in depth, a leached chalcocite zone before terminating in partially leached primary pyrite-chalcopyrite. Hole SC-19 intercepted three distinct oxide copper zones, then a highly leached zone with sparse remnant chalcocite containing an oxide copper band at its base, then a leached chalcocite zone terminating at a fault (the SC fault) where unleached pyrite-chalcopyrite was encountered to the terminated depth. Hole SC-24 also intercepted three oxide copper zones, then penetrated the SC fault, after which the hole went into highly leached remnant chalcocite-pyrite, followed by a distinct chalcocite zone which bottomed in partially leached and chalcocite-enriched primary values, and terminated in primary pyrite-chalcopyrite values.

Interpretation of this information would suggest a moderate dip to the top of the primary pyrite-chalcopyrite values, which are interpreted to be subparallel to the top of the chalcocite zone drawn between holes SC-22 and -19. Likewise, the line connecting the top of the first remnant chalcocite-pyrite zone is compatible to the lower two surfaces. In Figure 7, the dip assigned to hole SC-24 is determined by association and other control described below.

If the top of the chalcocite zone between holes SC-19 and SC-22 is taken to have formed at a near horizontal surface, then the present surface has been rotated to the increased slope. Note that if the surface is rotated back to near horizontal, then the late stage features found in hole SC-22 assume a near vertical emplacement trend.

The oxide copper zones roughly fall at the same elevation but, as shown in Figure 7, appear to be somewhat irregular and are assigned a flattish dip and probably reflect redistribution to the present bedrock surface. Intra-spaced drilling of the oxide deposit will resolve this problem more fully.

Figure 8 is a plan map showing interpreted structural contours on the top of the oxide copper zone as penetrated in the present drilling. As contoured, the top of the zone is a rather sharp ridge which slopes away in three directions, and which appears to reflect the rock surface contours. A further modification is along the Eastside fault where volcanics and granite appear to be along the fault surface and have acted as a trap or sponge for the oxide copper values.

The top of the first remnant chalcocite with pyrite can also be contoured and is shown on Figure 9. The contouring is separated into sectors based on the faulting and offsets, as well as hanging and footwall sectors of the SC zone. In the main area of the hanging wall sector, four control points are available and contouring suggests a slight bowing of the surface subparallel to the SC fault trace and dipping around 20° to the southeast. In the footwall of the SC fault two points are available, but hole SC-24 is in fault contact with the first remnant chalcocite-pyrite zone and hence the true thickness is unknown. The contours are drawn in the footwall based on the 250-foot thickness in hole SC-13. However, as suggested in the hanging wall block, the thickness increases from west to east across the block, and if this is true in the footwall block then any increase in thickness would move the contours to the south, as shown by the plus (+) marks, and the final configuration would be subparallel on both sides of the SC fault. Note that there is over 100 feet of displacement across the fault, with the hanging wall down in relation to the footwall. This is also reflected in the cross-section of Figure 7.

Only one point is available in the block containing hole SC-4, but does exhibit the lateral strike-slip offset of contours from the adjacent blocks.

The top of the chalcocite zone contours is shown in Figure 10. On the hanging wall side of the SC fault, three points afford some control and reflect a 25° southeast dipping surface subparallel to the SC fault. On the footwall side, only one clear data point is available, with constraints placed by the use of three additional points. The construction suggests the same subparallel strike direction, but the surface probably dips much shallower at around 10° to the southeast. Pyrite was noted in the quartz monzonite porphyry at the bottom of hole SC-16. The depth does not conform to the contouring and is presently anomalous. The pyrite could reflect a part of the remnant chalcocite-pyrite zone but would again be at an elevation higher than the contourable data, or more probably it reflects a non-leached and non-enriched area. Possibly other complicating fault structures are present and the would clarify the data.

Again, hole SC-4 is a single control point but emphasizes the offset feature.

Figure 11 lists the elevation of the primary sulfides with comments in each hole of the Santa Cruz study area. As the various structures offset the top of the surface and few holes have contacts represented by the base of the chalcocite zone for reference, the data is not contoured. It should be noted, however, that holes SC-14, -18, and -19 all encountered unleached sulfides immediately below the SC fault. Also, hole SC-15 encountered primary sulfide at and in the basal structures of the Eastside fault (dipping easterly), while hole SC-21 entered primary sulfides below an interpreted south dipping fault.

Centers of Intrusive Activity and Mineralization

As exemplified on the plan maps of Figures 4 and 5, and the cross-section of Figures 3 and 6, the area containing holes SC-14, -18, -19, -22, and -24 is one of extensive brecciation and fluidization of Precambrian and Laramide units. Eastward the intrusive complex zone is cut and displaced by the Eastside fault, to the south it terminates against the SC fault, westward it apparently becomes narrower and less complicated, while to the north it terminates in a high angled fault zone against Precambrian granite. A center for the extensive fluidization would appear to be around the holes SC-14, -18, and -19 area and displaced on the east side.

A massive quartz monzonite porphyry-granite contact occurs on the footwall side of the SC fault and had little fluidization and brecciation associated with the contact, as shown by the logging of the basal portions of holes SC-19 and SC-24.

Interpretation of this feature suggests that the fluidization is a later event than the emplacement of the quartz monzonite porphyry and, although the fluidization source undoubtedly utilized the nearby granite-quartz monzonite porphyry contact on the northerly side of the porphyry mass, it is a manifestation of a deeper, later monzonite source and not a contact phenomenon.

Scattered molybdenum values have been obtained from both the rotary and core drilling. Figure 12 plots the molybdenum values in units above the SC fault. A partial closure, with a high of plus 150 ppm, can be drawn in the vicinity of holes SC-18, -19, -22, and -24, the same area as the extensive brecciation and fluidization features. Another tighter closure of plus 100 ppm is suggested for the hole SC-4 area. A possible easterly axis is suggested for the larger closure.

In the footwall of the SC fault, Figure 13, a closure is suggestive in the holes SC-18 and -24 area with less than 100 ppm. Very low values are recorded in hole SC-4 area. Across the Eastside fault in hole SC-21, the progressive increase in molybdenum values at depth suggests either a new center or an offset continuation of the holes SC-18 and -24 closure. A more northeasterly axial trend is suggested subparallel to the SC structural zone.

Also shown on Figure 13 are the copper values found in the primary zone intercepted in the drill holes. These data, mainly in the footwall block of the SC fault, indicate the highest copper values are in the general high molybdenum area.

Another type of mineral center is suggested in the overall distribution of the copper oxides. (Based on descriptive footage, may not be as clear based on weighted copper assay.) Figure 8 shows that holes SC-20 and -24 have chrysocolla as the oxide mineral, whereas hole SC-18 has predominantly chrysocolla with brochantite, while SC-19 has chrysocolla with antlerite. Further outside this grouping of holes, on the east, SC-14 and -16 show brochantite greater than antlerite, while to the southwest SC-13 shows antlerite predominantly over brochantite and chrysocolla.

Chrysocolla is also the mineral type in the area of SC-4.

The high copper oxide values (plus 1%) in holes SC-16 and -18 occur in volcanic agglomerate mixed with granite breccia. A volcanic agglomerate dike is noted lower in hole SC-18 and was highly altered and also contained plus 1% copper oxide values. Similar volcanic agglomerate and granite breccia were apparently intercepted in the rotary hole SC-15, and there the copper values were predominantly chalcocite.

The role of the highly altered volcanic agglomerate as a site mineralization is open to question, but one thought is that the volcanic agglomerate was essentially emplaced along the Eastside fault line and available to the early enrichment cycle of migrated chalcocite. The chalcocite was later downdropped to the present level on the east, and the chalcocite on the up-thrown side was subsequently oxidized in place to form the oxide values as now known.

Exploration Targets

The excellent alteration, leached capping, and chalcocite zone found in hole SC-23, a mile and one quarter northeast of hole SC-14, is a distinct and separate entity from the Santa Cruz horst area. The flat fault complications cannot be resolved with the single data point, and the thin interval of chalcopyrite intercepted just prior to the termination of the hole is a tantalizing feature. Additional drilling in this area should have the greatest priority.

The concept of a Precambrian zone of weakness, which was the loci of an extensive zone of brecciation and fluidization as well as the major zone of mineralization in the Laramide, can be used as a guide. As developed, a substantial portion of the zone in the horst area of SC-14 and SC-18 is probably offset along the Eastside fault and the offset is projected to pass north of hole SC-21 and south of hole SC-23. A hole or holes located north of SC-21 would probe for this fluidized zone in Target Area A. Positive results would clarify the mineral projection across a large block of presently noncontrolled ground.

The chalcocite in the Eastside fault zone volcanic agglomerate-granite breccia of hole SC-15 and the southside downdropping of the block south of SC-21 suggest that a relatively thick chalcocite enriched area may be preserved east and south of the two holes and between the extension of the Southside fault, as in Target Area B.

The preservation of chalcocite in the footwall of the SC zone in the area of hole SC-24 suggests a relatively thin and probably local amount of chalcocite would be preserved in a zone subparallel to the SC zone on the footwall side in Target Area C.

On the hanging wall side, a substantial zone of oxide copper is probably preserved between hole SC-19 and the Eastside fault. The southern extent of the oxide zone is questionable south of holes SC-24 and SC-18 toward hole SC-16. A hole placed in the triangle out of the reach of either the Eastside or Southside faults would clarify the picture in Target Area D.

A deep primary zone is suggested to underlie the intensive fluidized zone exemplified in holes SC-18 and -24. Fluid inclusions suggest these two holes have excellent characteristics for containing ore grade copper as chalcopyrite near the boiling interface. Reviewing Figures 3 and 6, it is probable that the loci of the fluidized central vent undoubtedly lies below the SC fault as shown, and at some point ruptured the zone and then partially used the zone as a structural control to expand upward, as the drilling has shown. The constraint placed by hole SC-14, which penetrated the SC fault and into massive quartz monzonite porphyry, suggests the test hole should be placed north of a line connecting holes SC-14 and SC-22 and possibly as much as 500 feet north in Target Area E. Valuable information on this problem would have been gained by deepening hole SC-22 into and through the lower intrusive complex.

The Southside fault and its probably continued step-down system appears to be a strong basin controlling system. Present thought is that it is deep (plus 2500 to 3000 feet) to the bedrock units at a short distance south of hole SC-16. The rock type is unknown, but it is likely Precambrian granite near the south contact of the main mass of quartz monzonite porphyry. As more information is gleaned as to the characteristic of the northern contact, it may be justified in probing for and along the south contact. (Apparently hole SC-25, drilled after the preliminary draft of this report, intercepted unaltered Precambrian granite at a much shallower depth southwest of SC-16 than would have been suggested by the foregoing interpretation. Probing the south contact would be a much shallower target area.)

James D. Sell
May 1976

J.D. Sell
Gunny

6/21/76

On all copies of J.D. Sell
report refer to Figure 1

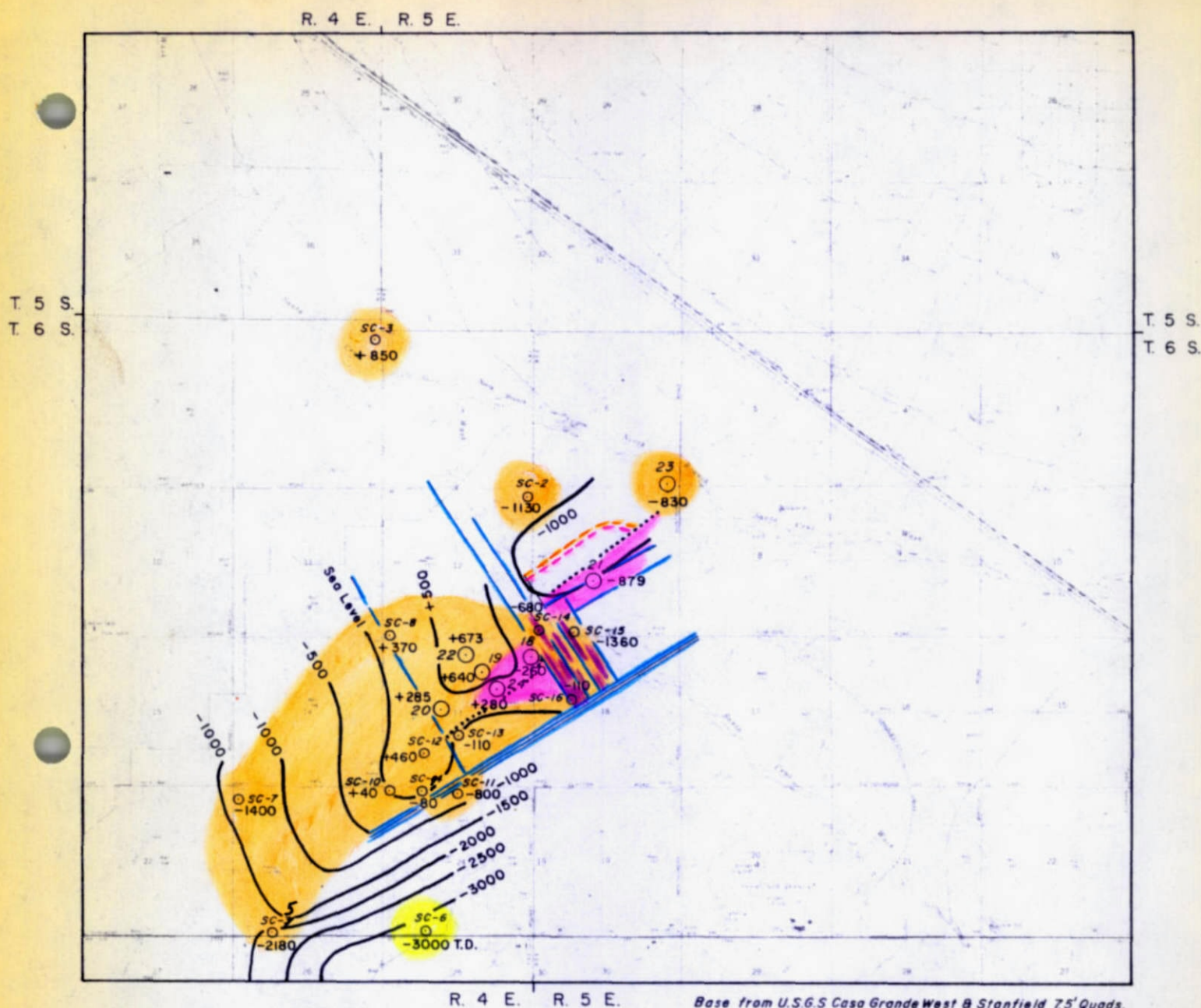
a.) hole SC-3 at bottom left
side of page should be
SC-5

b.) hole SC-14 between SC-10
and SC-11 should be
SC-4

I think a little eraser work
should suffice. Please as soon
as possible

FTG

4 copies changed 6/21/76 (FTG
NY
FILE
HCK) and
changes called to RB Cummings. *ftg*



— EXPLANATION —

Initial Rock Type Encountered In Hole

- Precambrian granite
- Laramide porphyry
- Volcanics
- Hole bottomed in conglomerate

- 500 Elevation contours, top of bedrock
- Subsurface projection of SC fault (footwall)
- Fault trace contours



TO ACCOMPANY <i>Santa Cruz</i>
<i>Project Status Report</i>
DATED <i>May 13, 1976</i>
BY <i>J. D. S.</i>

PLAN MAP

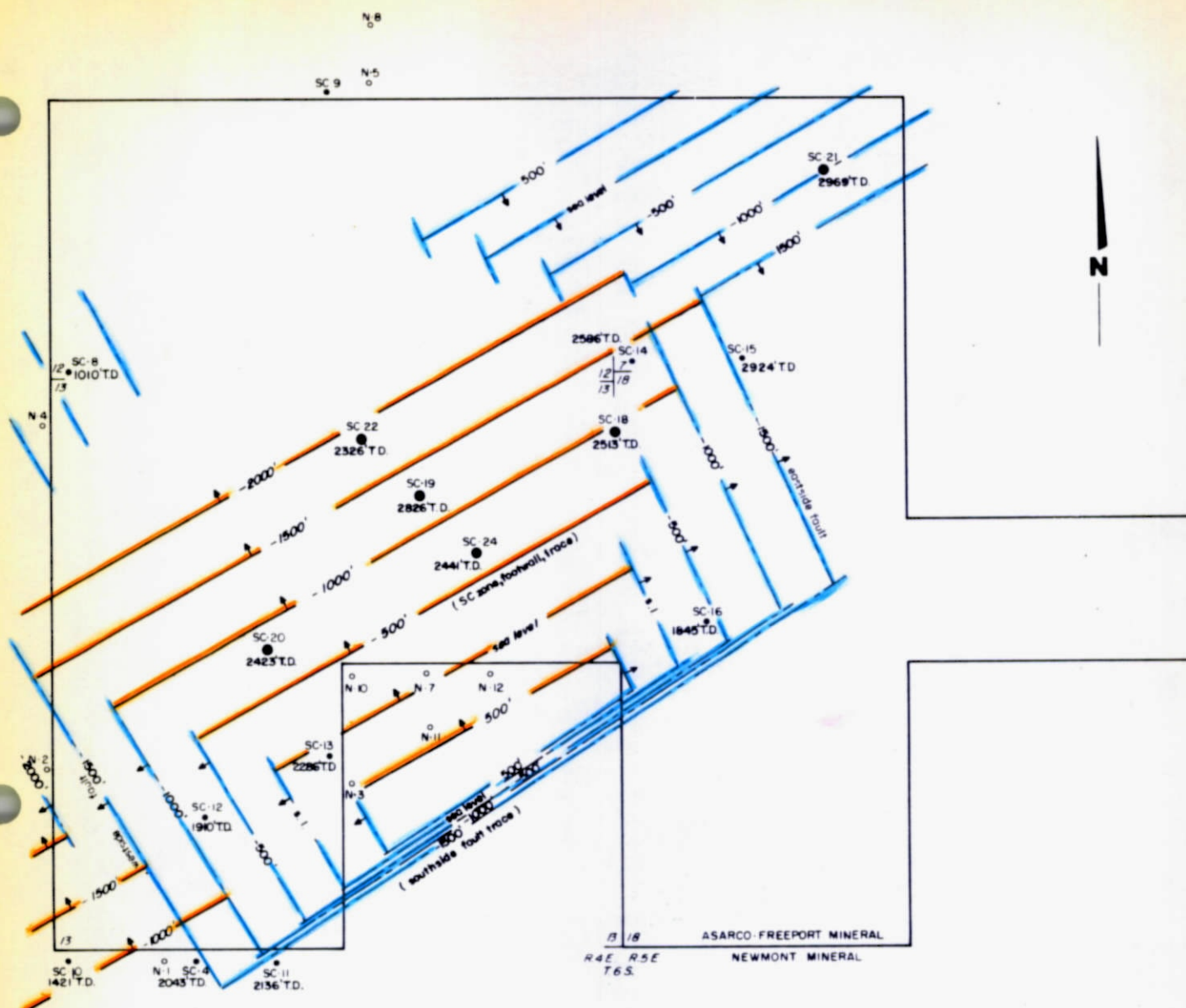
SANTA CRUZ PROJECT
(ASARCO - FREEPORT JOINT VENTURE)

Pinal County, Arizona

SCALE 1"=1 mile

J.D.S.

May 1976
mn 2936 MVK



EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes
- SC zone (footwall)
- Faults

NOTE: Using 1300' as surface collar elevation on deep hole control

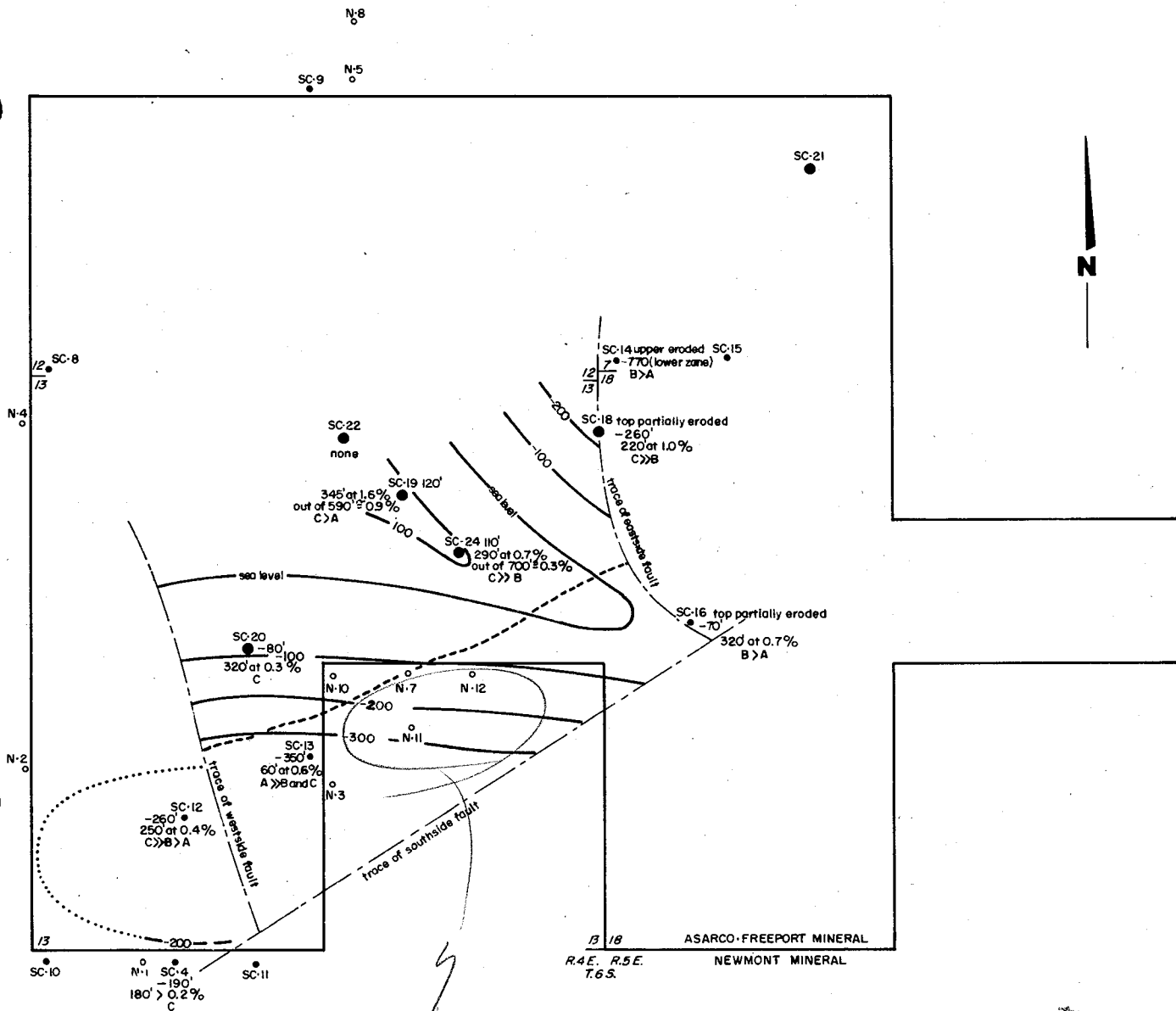
NOTE: Cgl units below +300' level probably involved in faulting except south of southside fault.

TO ACCOMPANY Santa Cruz
Project Nuclear Report
DATED May 13, 1976
BY J. D. Lee

ASARCO
FAULT TRACE & SC ZONE TRACE

SANTA CRUZ PROJECT
PINAL CO., ARIZONA

0 1000 2000
FEET



EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes

Fault

--- SC trace

~~CONTENTS~~ Structural contour

NOTE : Thickness, grade and mineral type noted near drill hole

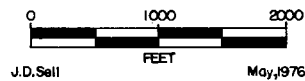
A = Atacomite
B = Brochantite
C = Chrysocolla

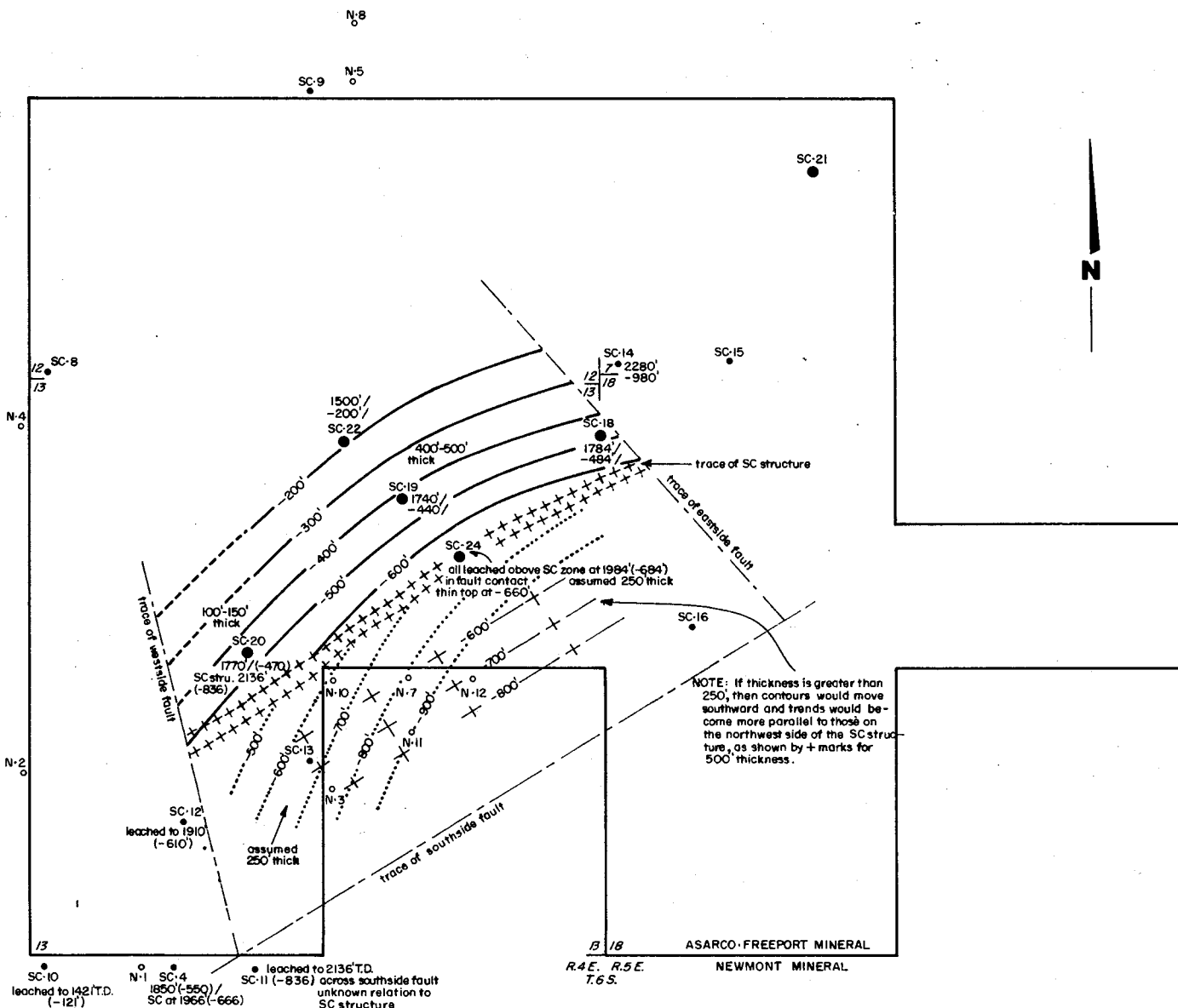
> = Greater than
 >> = Much greater than

Oct 1976, Hanna - Getty announce 250 million tons
of +1% copper in this area. Depth 1600-3200 feet.
Subsequent verbal (WGS) suggests abundant stannite
as oxide form.
They believe this is the root zone of location.
Jim Kenison "working" for Dave Sand! Connected to
H-G. (Nov. 4, 1976)

TO ACCOMPANY Santa Cruz
Project Studies Report
DATED May 12, 1976
BY J. R. Lee

ASARCO
STRUCTURAL CONTOURS
TOP OF "OXIDE" COPPER
SANTA CRUZ PROJECT
PINAL CO., ARIZONA





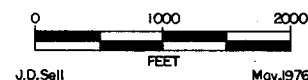
EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes
- ++++ Trace of SC structure
- First remnant Cc above SC structure
- First remnant Cc below SC structure
- Note: contours dip 20° to southeast
- Fault

TO ACCOMPANY	<i>Santa Cruz</i>
Project Studies Report	
DATED	<i>May 13, 1976</i>
BY	<i>J. D. Seel</i>

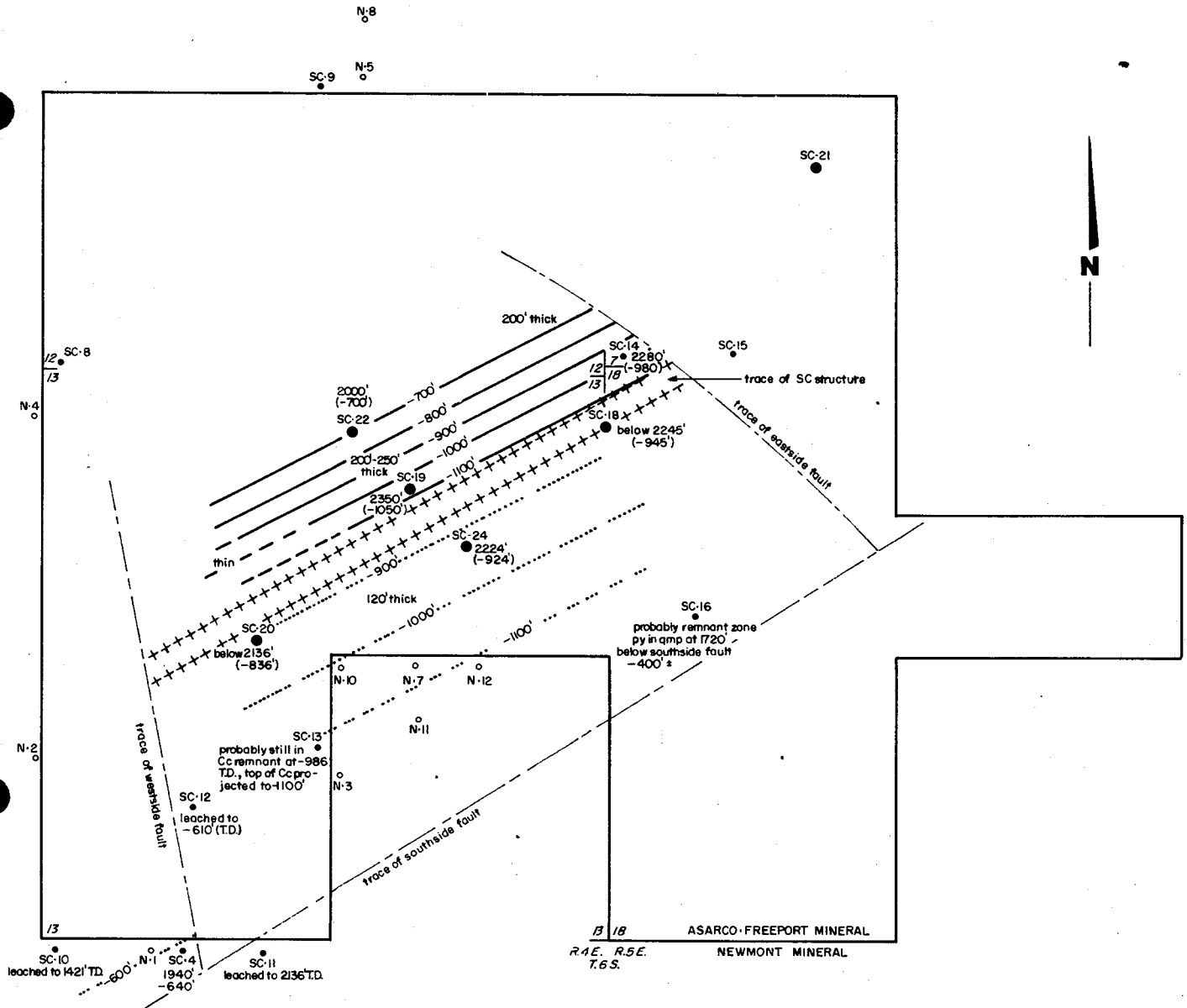
ASARCO STRUCTURAL CONTOURS

SANTA CRUZ PROJECT
PINAL CO., ARIZONA



J.D. Seel

May, 1976



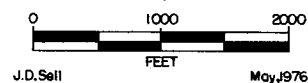
EXPLANATION

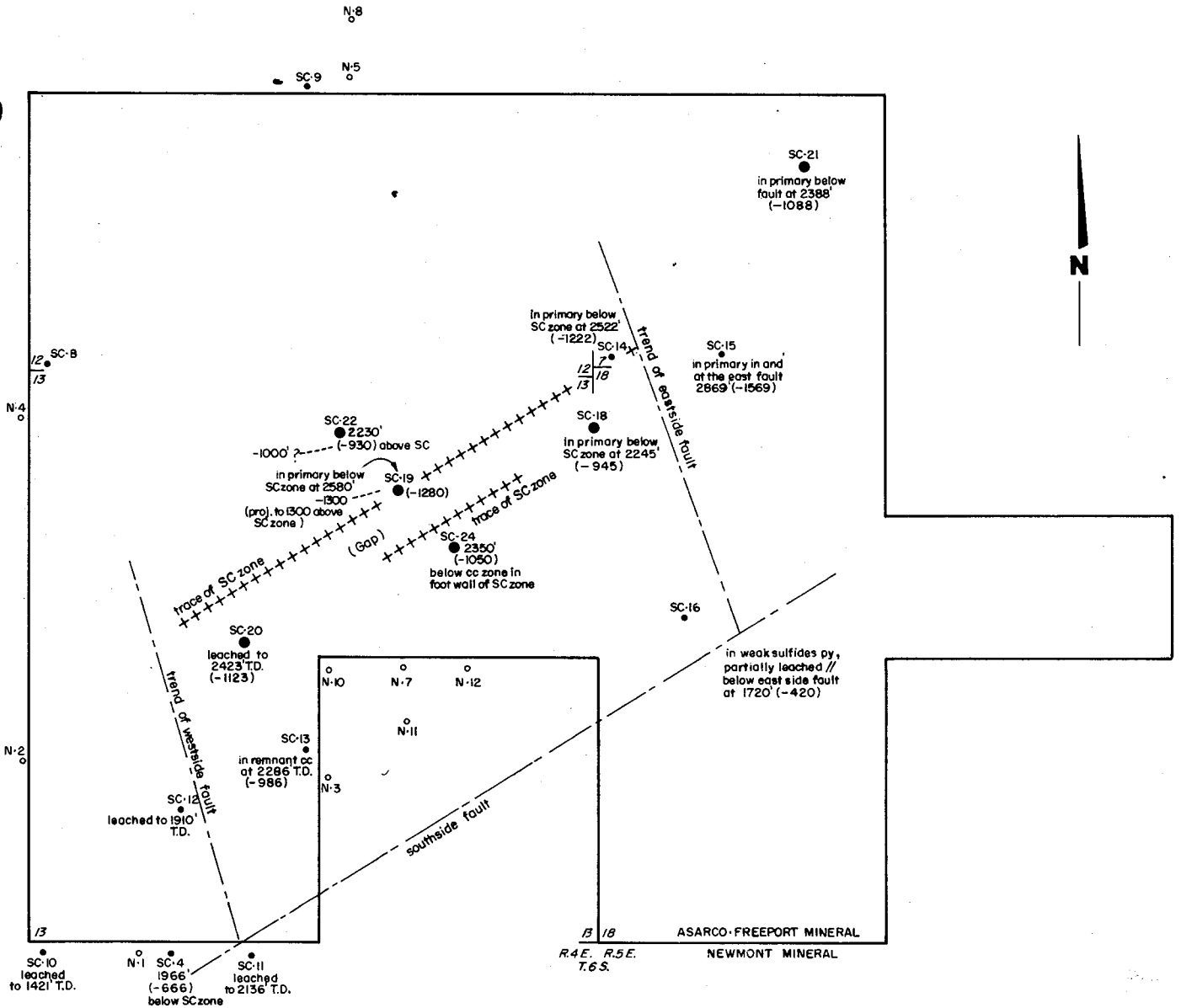
- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes
- ++++ Trace of SC structure
- Top of Cc zone above SC structure
- Top of Cc zone below SC structure
- Fault

NOTE: Cc contours dip 25°± to southeast above SC structure and 10° to southeast below SC structure

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Project Studies Report	
DATED	<i>May 13, 1976</i>
BY	<i>J. D. Seel</i>

ASARCO STRUCTURAL CONTOURS SANTA CRUZ PROJECT PINAL CO., ARIZONA





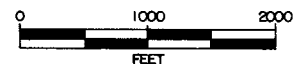
EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes

TO ACCOMPANY	<i>Santa Cruz</i>
Project Studies Report	
DATED	<i>May 12, 1976</i>
BY	<i>J. D. Sell</i>

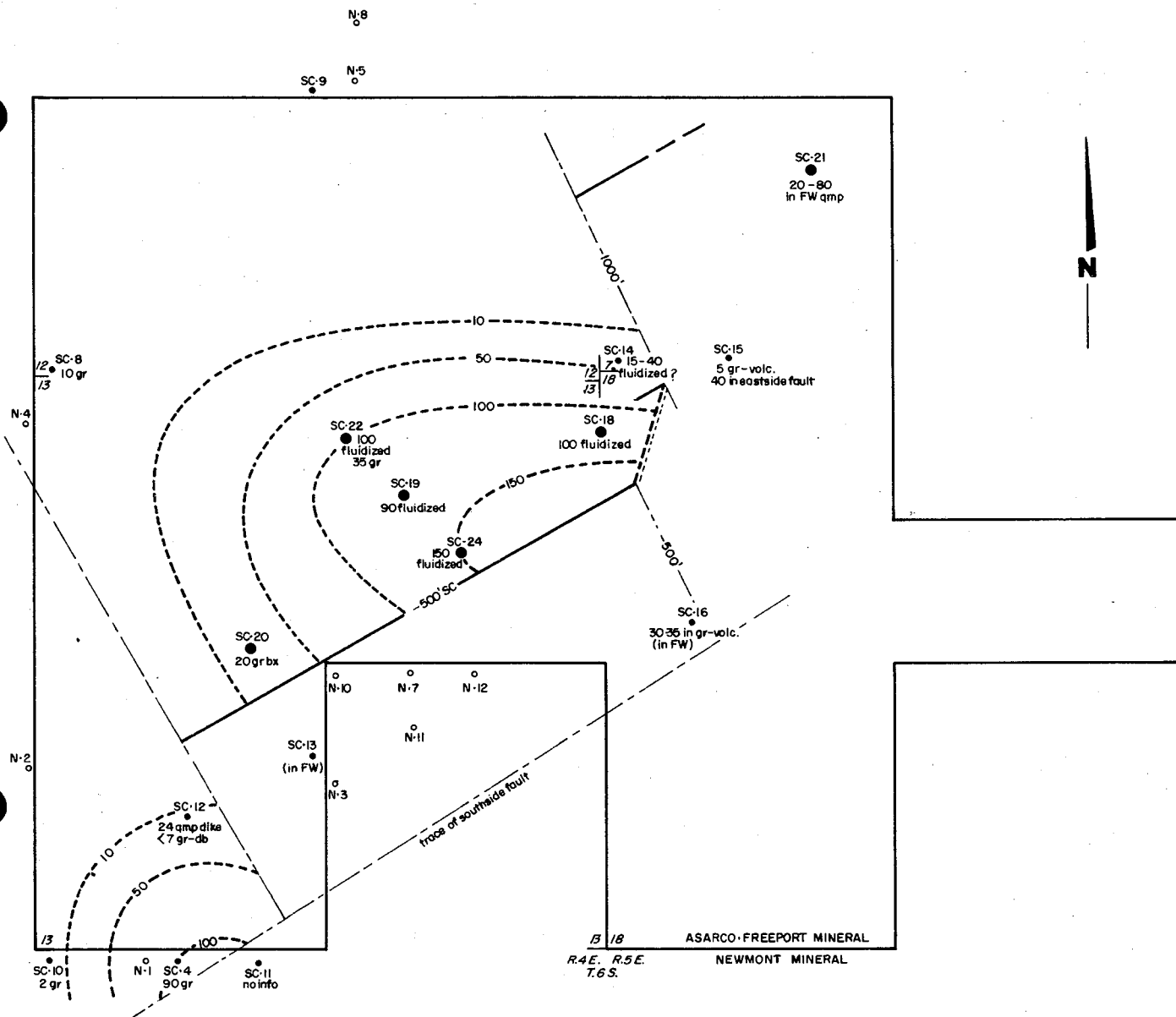
ASARCO ELEVATION OF PRIMARY SULFIDES

SANTA CRUZ PROJECT
PINAL CO., ARIZONA



J.D.Sell

May, 1976



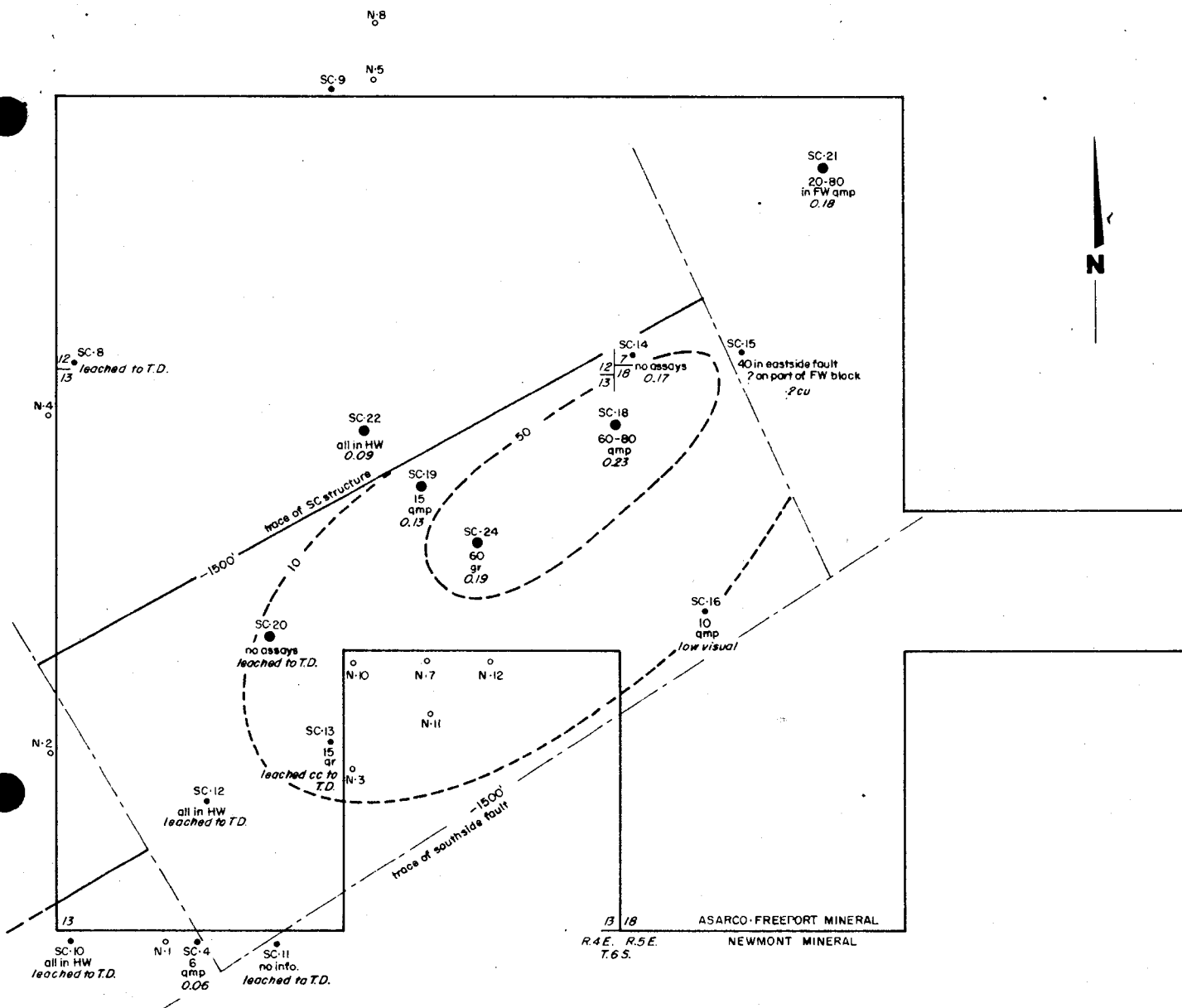
EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes
- Mo distribution contours (ppm as presently known)
- SC structure trace (-500' elev.)
- Fault trace at -500' elev.

TO ACCOMPANY	<i>Santa Cruz</i>
Project Studies Report	
DATED	<i>May 12, 1976</i>
BY	<i>J. B. Lee</i>

ASARCO
Mo DISTRIBUTION
IN UNITS ABOVE SC STRUCTURE
SANTA CRUZ PROJECT
PINAL CO., ARIZONA



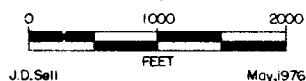


EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes
- Mo distribution contours (ppm presently known)
- Trace of SC structure at -1500' elev.
- Fault trace at -1500' elev.
- 0.19 Primary copper value

TO ACCOMPANY	<i>Santa Cruz</i>
Project	<i>Stakeout Report</i>
DATED	<i>May 13, 1976</i>
BY	<i>J.D. Sell</i>

ASARCO
Mo DISTRIBUTION
IN UNITS BELOW SC STRUCTURE
SANTA CRUZ PROJECT
PINAL CO., ARIZONA





EXPLANATION

- Recent ASARCO drill holes
- Previous ASARCO drill holes
- Newmont drill holes
- Bedrock subsurface contours
- - - SC fault contours, at base
- Dondropping fault contours
- Exploration target areas

A

Target area for fluidized SC zone offset.

B

Target area for downdropped and preserved chalcocite blanket. (bedrock surface probably between -1500' and -2000' elev.) Zone may be 500' thick at 1.0%

C

Target area for chalcocite zone as in SC-24 100' at 0.7% (partially leached) between -800' & -1100' elev. in foot wall of SC fault.

D

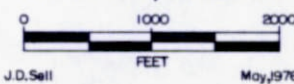
Target area for oxide capped between 200' and -600' elev. with grades of 1.0%. May have leached zones within interval.

E

Deep target area for fluidization vent area and primary values at interface below -1500', probably -2000' elev.

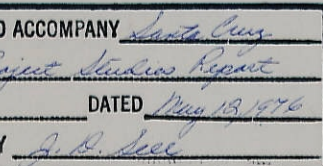
TO ACCOMPANY	<i>Santa Cruz</i>
	<i>Project Studies Report</i>
DATED	<i>May 13, 1976</i>
BY	<i>J. D. Sell</i>

ASARCO EXPLORATION TARGETS IN HORST BLOCK AREA SANTA CRUZ PROJECT PINAL CO., ARIZONA








J.D.Sell

May 1976





EXPLANATION

- | | |
|---|---------------------|
|  | Precambrian granite |
|  | Precambrian diabase |
|  | Laramide porphyries |
|  | Conglomerate |
|  | Fault |

ASARCO

CROSS-SECTION THROUGH HOLES
SC-22, SC-19, & SC-24
LOOKING EASTERLY

SANTA CRUZ PROJECT
PINAL CO., ARIZONA

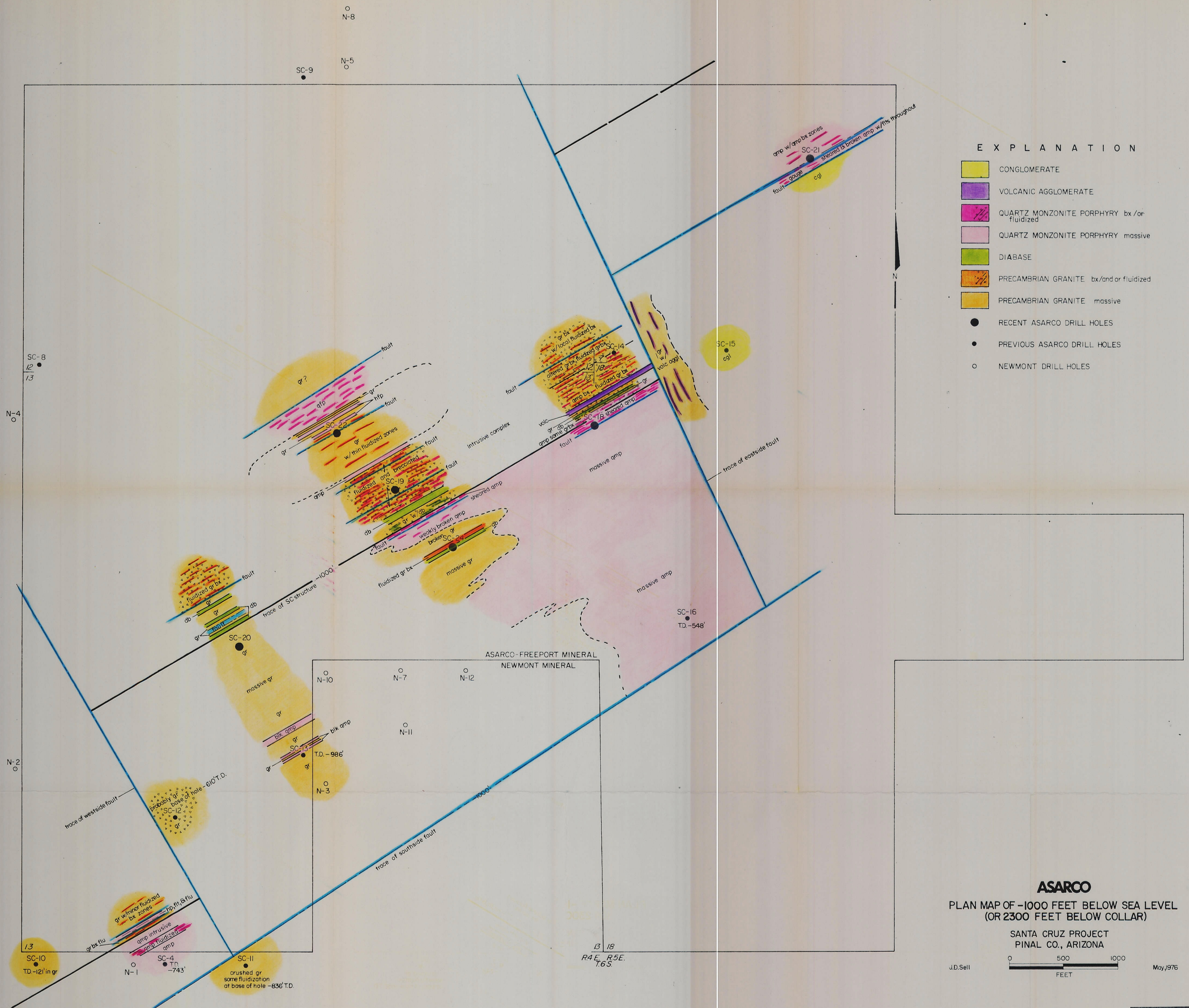


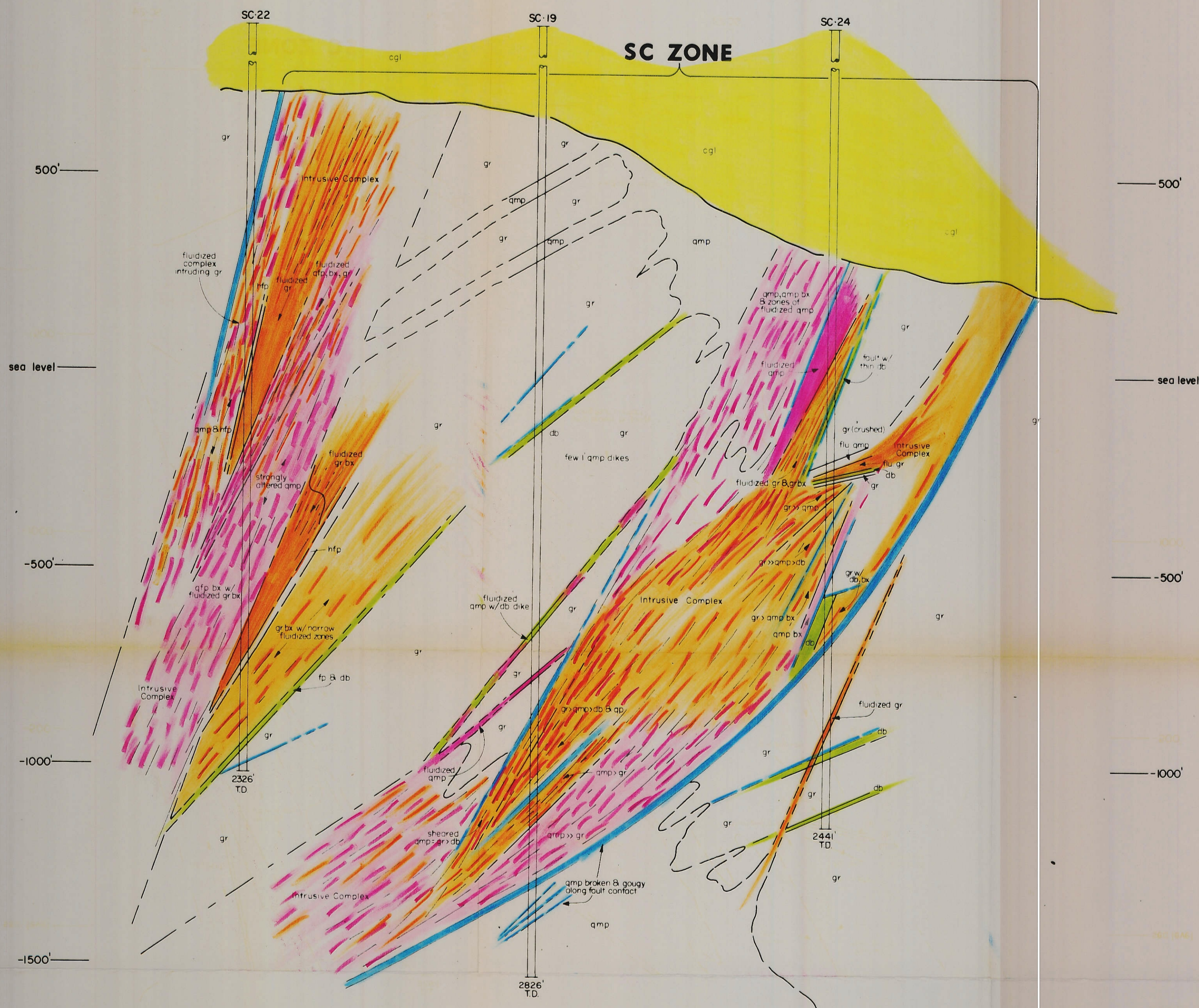
J.D. Sell

May, 1976

TO ACCOMPANY Letter Copy
Project Studies Report
DATED May 13, 1970
BY D. L. Lee

mn 2938 darn





ASARCO

CROSS-SECTION THROUGH HOLES
SC-22, SC-19, & SC-24
LOOKING EASTERLY

SANTA CRUZ PROJECT
PINAL CO., ARIZONA

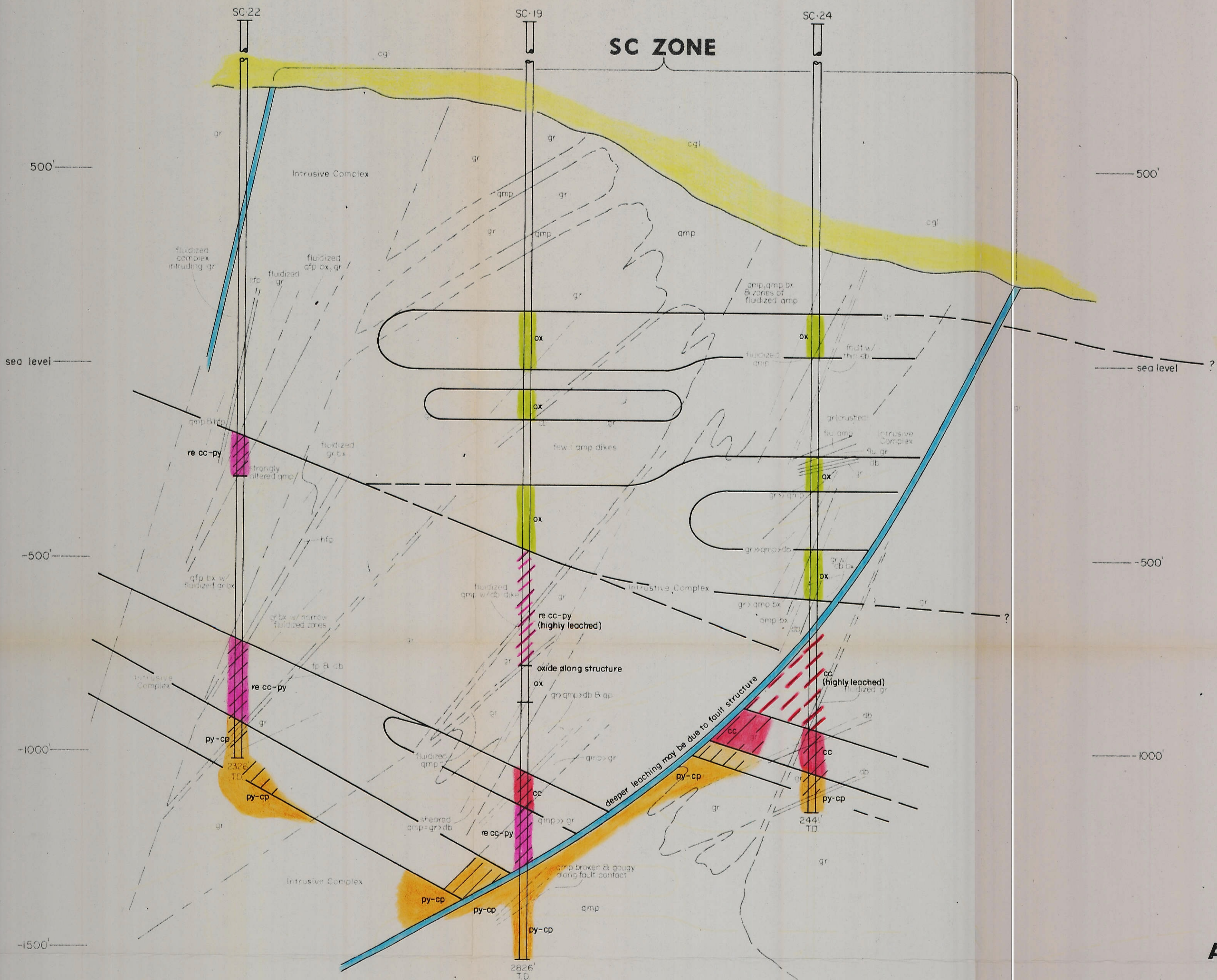


J.D. Sell

May, 1976

TO ACCOMPANY Santa Cruz
Exploration Report
DATED May 19, 1976
BY J.D. Sell

mn 2941 dam



EXPLANATION

- "Oxides"
- Remnant Cc-py
- Cc
- py-cp
- partially leached area

ASARCO

CROSS-SECTION THROUGH HOLES
SC-22, SC-19, & SC-24
LOOKING EASTERLY
SANTA CRUZ PROJECT
PINAL CO., ARIZONA

0 200 400
FEET
J.D.Sell May, 1976

TO ACCOMPANY	<i>Dr. C. C. ...</i>
DATED	<i>May 18, 1976</i>
BY	<i>J. D. Sell</i>

BLACK COPY JDS
J.H.C!
JUL 23 1964
RECEIVED
MAY 5 1975
S. W. U. S. EXPL. DIV.

AMERICAN SMELTING AND REFINING COMPANY
Tucson Arizona

May 14, 1964

MEMORANDUM TO MR. J. H. COURTRIGHT

Sacaton-Santa Cruz Prospects
Preliminary Geologic Map

The preliminary geologic map (att.) of the subject area shows some formational groups not previously used in Company correspondence; the following comments describe their salient features.

Pre-Ore Rocks

Pre-Cambrian Basement:

Pinal Schist. Partly typical of the quartz-sericite schist defined as Pinal in other areas. Also here includes banded injection gneiss, granite gneiss, and aplite.

Granite. There are two types undivided on the map. One is "typical" coarse-grained granite with biotite similar to the Mineral Butte granite at Blackwater (Report, A. G. Blucher). A second type is coarse-grained, but with less biotite and with large pink feldspar phenocrysts.

Pre-Cambrian and Paleozoic sediments:

The Apache group of shale and quartzite (Younger pre-Cambrian) is mapped undivided.

Paleozoic sediments represent Bolsa quartzite and Devonian-Carboniferous limestone. Not separated during mapping.

Laramide intrusives:

The Laramide intrusive complex contains many more varieties than are shown; these have been grouped into four units, each of which comprises varieties similar in composition and relative age.

Diorite. The earliest intrusive and/or border phase of Laramide granite is rich in biotite and locally contains magnetite.

Coolidge granite. Defined by Blucher (Report, Blackwater and Sacaton). Equigranular biotite granite which is very uniform in character. The granitic rocks along the west edge of the map which extend from Highway 84 north to the Palo Verde mountains may be pre-Cambrian, but they are most similar to Coolidge in appearance. A better correlation of these granites will be made when mapping is complete.

Micro-granite. This rock is like the Coolidge granite but is fine-grained. Included in the category for mapping purposes are pegmatite, aplite, and alaskite--all in small bodies.

Porphyries. A variety of porphyritic rocks ranging from mafic to acid, with and without quartz, occur as dikes in the mountain ranges. The only larger mass occurs beneath cover in the Sacaton Cu deposit, where it is altered to sericite and clay. There, a monzonite and a dacite have been recognized. The monzonite, in the weakly altered fringe area, is seen to contain much biotite.

Post-Ore Rocks

(1) Volcanics.

The volcanic terrain south and west of Casa Grande is divided into three units:

Sediments. Conglomerate and grit derived from granite and apache group. These rocks are tilted as much as 50°.

Older volcanics. Above the sediments (not always present) are flows of basalt, andesite and latite. These rocks are faulted and tilted.

Basalt. The exposed basalt flows are widely scattered erosional remnants resting on the older volcanics.

(2) Valley conglomerates.

The conglomerates which fill the Casa Grande valley are divisible into three units:

Sacaton conglomerate. This unit is known only near the Sacaton Cu deposit. There are no outcrops of similar type. Its character, as determined by drill cores, is that of an unsorted fanglomerate made of granite and schist/gneiss boulders and grit. The Sacaton conglomerate was deposited against steep relief cut on the Sacaton altered zone, and then displaced along the Basement fault to its present position. Induration is significant and the formation is hard and compact.

Burgess Peak conglomerate. A small hill--Burgess Peak--arises just NW of Casa Grande and is composed of a hard granite-boulder fanglomerate with hematite cement. Our three holes on the Gila prospect penetrated similar conglomerates, and water well drillers' logs indicate that this formation probably extends southeast along the ridge which appears to separate the water basins east and west of Casa Grande. The formation is variable in hardness, but is generally well indurated, although less so than the Sacaton conglomerate.

May 14, 1964

Gas line conglomerate. The Gas line conglomerate is named for a small outcrop of conglomerate along the El Paso gas line east of Sacaton and drill hole penetrations of the formation in the same area. The formation appears to be younger than known faults and is derived from the granitic rocks of the Sacaton mountains. It is poorly consolidated and consists of fanglomerate and sandy stream deposits. A thick clay layer is present east of the Sacaton deposit, which appears to trend south and taper-out across its width of about 2 miles. The Gas line is the aquifer north of Casa Grande. Where it is adjacent to the Sacaton deposit it is dry. The aquifer gravels in the deep basin west of Casa Grande are probably equivalent in age, but they will no doubt contain boulders derived in part from the mountains south and west thereof. The outline of the Gas line basin at Sacaton is shown in green on the map.

(3) Andesite.

Dikes of andesite are post-ore but older than the valley conglomerate.

(4) Quaternary.

Alluvium made of poorly consolidated silt and sand is spread out across the Casa Grande valley, reaching a thickness of about 200 feet near the Santa Cruz River.

Dissected alluvial fans flank Table Top mountain, and are made largely of volcanic rubble.

John E. Kinnison
JOHN E. KINNISON

JEK/jk

cc: JR Wojcik w/att.
JE Kinnison w/att.
File w/att.
3 extras w/att.

Bill, the Cg in the pit contains mainly schist and pEgr clasts. No. Three Pks Monzonite has been seen.

AMERICAN SMELTING AND REFINING COMPANY
TUCSON ARIZONA

June 4, 1975

Memorandum to: W. L. Kurtz

From: G. J. Stathis

Petrographic Thin Section
Examination of Drill Core from the
Santa Cruz Project;
Pinal County, Arizona

Sixty-eight petrographic thin sections were examined of drill core from the Santa Cruz Project. Purpose of this examination was to study nature and intensity of the alteration mineralogy which, perhaps, would aid in predicting in what direction or part of the Santa Cruz Project area better primary copper mineralization might be expected at depth.

Results of the petrographic examination are summarized on Table I. Under the rock classification column, two varieties of Precambrian granite were recognized; e.g., a microcline variety and an orthoclase variety. One or the other of the K-feldspar varieties occurs at the exclusion of the other. Other than that, the two granites appear to be very similar mega and microscopically.

Both a biotite-rich and a quartz-rich monzonite porphyry (Laramide) have been noted microscopically. The porphyries appear to be similar microscopically. The classification "biotite monzonite porphyry" was used when the quartz phenocryst volume content was down to 5 percent or less. This is usually accompanied by a corresponding increase in the biotite phenocryst content. Megascopically there appears to be a real textural and color difference between the two Laramide monzonite porphyries. H. Kries has used the textural designation "aplitic" and "aphanitic" porphyry to differentiate between the two porphyries. The aplitic porphyry is lighter in color and more siliceous looking. The aphanitic porphyry is darker and perhaps this is due to a slight increase in groundmass biotite.

Table II is an attempt to compare the two Laramide porphyry rocks and see if the megascopic and microscopic classifications are directly comparable; e.g., is the biotite monzonite porphyry the same as the aphanitic porphyry; if not, is the difference influenced by alteration (increase of). Results show that the two classification schemes are not always directly comparable, that is bmp does not always = aphanitic, nor qmp = aplitic. The discrepancies do not appear to be caused by alteration.

TABLE I

SUMMARY OF PETROGRAPHIC THIN SECTION EXAMINATION
SANTA CRUZ PROJECT, PINAL CO., ARIZONA

Drill Hole #	Thin Section Depth (in feet)	Rock Classification	Degree of Alteration	Alteration Mineralogy (approximate order of abundance)
2	2591	andesite	moderate to strong	kaolinite, chlorite
2	2661	granite (microcline)	weak	sericite, kaolinite
2	2705	granite (microcline)	weak	sericite, kaolinite
4	1608	granite (orthoclase)	weak to moderate	sericite
4	1892	biotite porphyry	strong	biotite, orthoclase, kaolinite, epidote
4	1895	brecciated porphyry?	moderate to strong	sericite
4	1912	basaltic andesite	moderate to strong	epidote, sericite, chlorite, tremolite
4	1984	monzonite porphyry (qtz)	weak to moderate	kaolinite, chlorite, tremolite
4	2038	monzonite porphyry (qtz)	weak	chlorite, epidote
5	2662	basaltic andesite	weak	iddingsite, carbonate
5	3135	granite (orthoclase)	fresh to weak	sericite
5	3559	basic dike	moderate to strong	sericite, chlorite
5	3600	granite (microcline)	weak	sericite
6	3951	brecciated granite (microcline)	moderate	sericite, kaolinite
6	4259	brecciated granite (microcline)	weak	sericite
6	4298	brecciated granite (microcline)	?	heavy iron staining
7	2785	granite (microcline)	weak	sericite
8	873	porphyry	moderate	sericite, chlorite, epidote
8	899	granite (microcline)	weak to moderate	sericite, hydromica
10	1417	granite (microcline)	fresh	—
11	1580	breccia or conglomerate?	—	—
11	2124	brecciated granite (microcline)	weak to moderate	chlorite, biotite, sericite
12	1415	granite (microcline)	moderate	sericite
12	1578	monzonite porphyry (quartz)	moderate	hydromica
12	1585	monzonite porphyry (biotite)	moderate to strong	kaolinite, sericite
12	1603	monzonite porphyry (biotite)	weak	sericite
12	1633	monzonite porphyry (quartz)	moderate to strong	kaolinite, quartz, sericite
12	1654	monzonite porphyry (quartz)	moderate to strong	biotite, kaolinite
12	1674	granite (microcline)	weak	chlorite
12	1699	diabase	strong	biotite, epidote
12	1724	granite (microcline)	weak	sericite, chlorite
12	1731	diabase	strong	biotite, epidote
12	1778	diabase or gabbro	moderate to strong	chlorite, epidote
12	1817	granite (microcline)	weak	sericite
12	1855	granite (microcline)	moderate	kaolinite, sericite
12	1901	granite (microcline)	weak	sericite

TABLE I — Continued

Drill Hole #	Thin Section Depth (in feet)	Rock Classification	Degree of Alteration	Alteration Mineralogy (approximate order of abundance)
13	1674	granite (orthoclase)	strong	orthoclase, sericite, clay veinlets
13	2155	granite (orthoclase)	weak to moderate	sericite
13	2192	granite??	very strong	sericite, quartz
13	2250	diabase	strong	biotite, sericite, kaolinite
13	2251	monzonite porphyry (quartz)	strong	biotite, kaolinite, sericite
14	2320	monzonite porphyry (quartz)	strong	biotite, sericite, kaolinite
14	2472	monzonite porphyry (biotite)	weak to moderate	sericite, biotite, kaolinite
14	2580	monzonite porphyry (quartz)	weak	chlorite, carbonate
15	2818	basaltic glass	—	—
15	2921	brecciated granite (orthoclase)	—	—
16	1420	basaltic glass	—	—
16	1511	brecciated basaltic glass	—	—
16	1512	brecciated basaltic glass/monzonite porphyry (quartz) fragments	—	—
16	1516	basaltic glass	—	—
16	1841	monzonite porphyry (quartz)	moderate	biotite, kaolinite, sericite, quartz
18	2159	recrystallized granite	moderate	quartz, biotite
18	2272	monzonite porphyry (biotite)	fresh	—
18	2340	monzonite porphyry (biotite)	moderate	sericite, kaolinite, carbonate
18	2434	monzonite porphyry (quartz)	moderate to strong?	sericite, carbonate, quartz, hydromica, chlorite
19	1233	granite (orthoclase)	weak to moderate	sericite, kaolinite, quartz, chlorite
19	1318	brecciated granite (orthoclase)	moderate	kaolinite, biotite, sericite
19	2031	granite (orthoclase)	moderate	sericite, kaolinite
19	2258	monzonite porphyry (quartz)	weak to moderate	kaolinite, sericite
19	2525	monzonite porphyry (quartz)	moderate to strong	biotite, kaolinite, sericite
19	2619	monzonite porphyry (quartz)	moderate to strong?	biotite, kaolinite, sericite
20	1533	granite (microcline)	weak	sericite, chlorite
20	1566	brecciated granite (microcline)	weak to moderate	sericite, quartz, epidote, hydromica
20	1703	granite (microcline)	weak	sericite, hydromica
21	2400	monzonite porphyry (biotite)	moderate	kaolinite, quartz, chlorite, biotite
21	2444	monzonite porphyry (biotite)	moderate	kaolinite, chlorite, biotite, sericite
21	2543	monzonite porphyry (biotite)	moderate to strong	sericite, kaolinite, chlorite, biotite
21	2592	monzonite porphyry (biotite)	fresh	—

TABLE 11

COMPARISON OF MONZONITE PORPHYRY ROCKS
FROM SANTA CRUZ PROJECT, PINAL CO., ARIZONA

<u>SC Drill Hole Number</u>	<u>Thin Section Depth (in feet)</u>	<u>Megascopic Classification</u>	<u>Microscopic Classif.*</u>	<u>Degree of Alteration**</u>
4	1984	aplitic	qmp	W-M
4	2038	aphanitic	qmp	W
12	1578	aplitic	qmp	M
12	1585	aphanitic(?)	bmp	M-S
12	1603	aphanitic	bmp	W
12	1633	aphanitic(?)	qmp	M-S
12	1654	aphanitic	qmp	M-S
13	2251	aphanitic	qmp	S
14	2320	aphanitic	qmp	S
14	2472	aphanitic	bmp	W-M
14	2580	aplitic	qmp	W
16	1841	aplitic	qmp	M
18	2272	aplitic	bmp	F
18	2340	aplitic	bmp	M
18	2434	aplitic	qmp	M-S?
19	2258	aphanitic	qmp	W-M
19	2525	aphanitic	qmp	M-S
19	2619	aphanitic	qmp	M-S?
21	2400	aplitic	bmp	M
21	2444	aphanitic	bmp	M
21	2543	aplitic	bmp	M-S
21	2592	aplitic	bmp	F

* qmp = quartz monzonite porphyry
bmp = biotite monzonite porphyry

** F = fresh
W = weak
M = moderate
S = strong

Under the heading "Degree of Alteration" found in Table 1, the designation weak, moderate, or strong alteration is based on degree of replacement of primary minerals, especially plagioclase and biotite, and not to progressive destruction of the primary texture in the rock. Obviously, under conditions of strong alteration, the primary texture will be affected (destroyed). It was readily noted that the two main rock units (granite and monzonite porphyry) show a basic difference in their comparative mineralogies as alteration intensity increases. The mineralogic changes for the two rocks is summarized as follows:

a) Granite

1. Weak Alteration

Plagioclase - 1/3 to 1/2 of its volume altered to sericite with trace kaolinite.

Biotite - minor chloritization and partial oxidation.

2. Moderate Alteration

Plagioclase - complete sericitization or 1/2 sericite & 1/2 kaolinite by volume.

Biotite - mostly altered to hydromicas with minor chlorite and epidote.

3. Strong Alteration

Texture destroyed. Recrystallization of sericite after plagioclase and local replacement by quartz.

Secondary orthoclase. Some orthoclase, kaolinite, and quartz veining.

b) Monzonite Porphyry

1. Weak Alteration

Plagioclase phenocrysts - mostly fresh, trace epidote.

Biotite phenocrysts - 1/3 to 1/2 chloritized.

2. Moderate Alteration

Plagioclase phenocrysts - mostly altered to kaolinite, locally 2/3rds sericitized. Epidote clots.

Biotite phenocrysts - chloritized or locally partly altered to hydromica.

Biotite groundmass - partly chloritized or partly altered to hydromica. Some development of secondary biotite and minor biotite veining.

Quartz phenocrysts - resorbed by groundmass.

3. Strong Alteration

Plagioclase phenocrysts - completely kaolinized or completely sericitized.

Quartz phenocrysts - strongly resorbed (corroded).

Groundmass - strong biotization of groundmass and corresponding increase in sericite as well. Biotite content exceeds sericite.

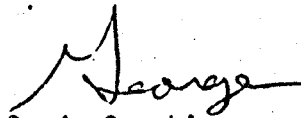
Results of the petrographic study are shown on Plates 1 & 2. Plate 1 summarizes the situation based on drill hole information available up to April 1, 1975 and shows the petrographic classification of alteration intensity noted at the bottom of 14 drill holes. Drill hole 13 had, by far, the strongest alteration noted in thin section. It is concluded that the SW1/4 of the map area is of no interest. The indications are that the best primary copper mineralization potential would be approximately in the central portion of the E1/2 of the map area. Plate 2 shows distribution of holes that bottomed in Precambrian granite versus those bottomed in Laramide porphyry.

Only 16 of the 68 thin sections showed evidence of disseminated sulfide (pyrite, chalcopyrite) mineralization and only 4 of these thin sections were estimated to have more than 2 percent sulfide by volume. None of the 4 sections had more than 4 percent sulfide by volume.

In conclusion, once again it is important to note the difference in alteration (especially in the moderate thru strong intensity range) between the two major mineralized units at Santa Cruz. The Precambrian granite has a phyllic alteration assemblage and the Laramide monzonite porphyry a potassic alteration assemblage. Under extreme or strong alteration conditions, there is a coexistence of sericite and secondary orthoclase in the granite and sericite and secondary biotite in the monzonite porphyry.

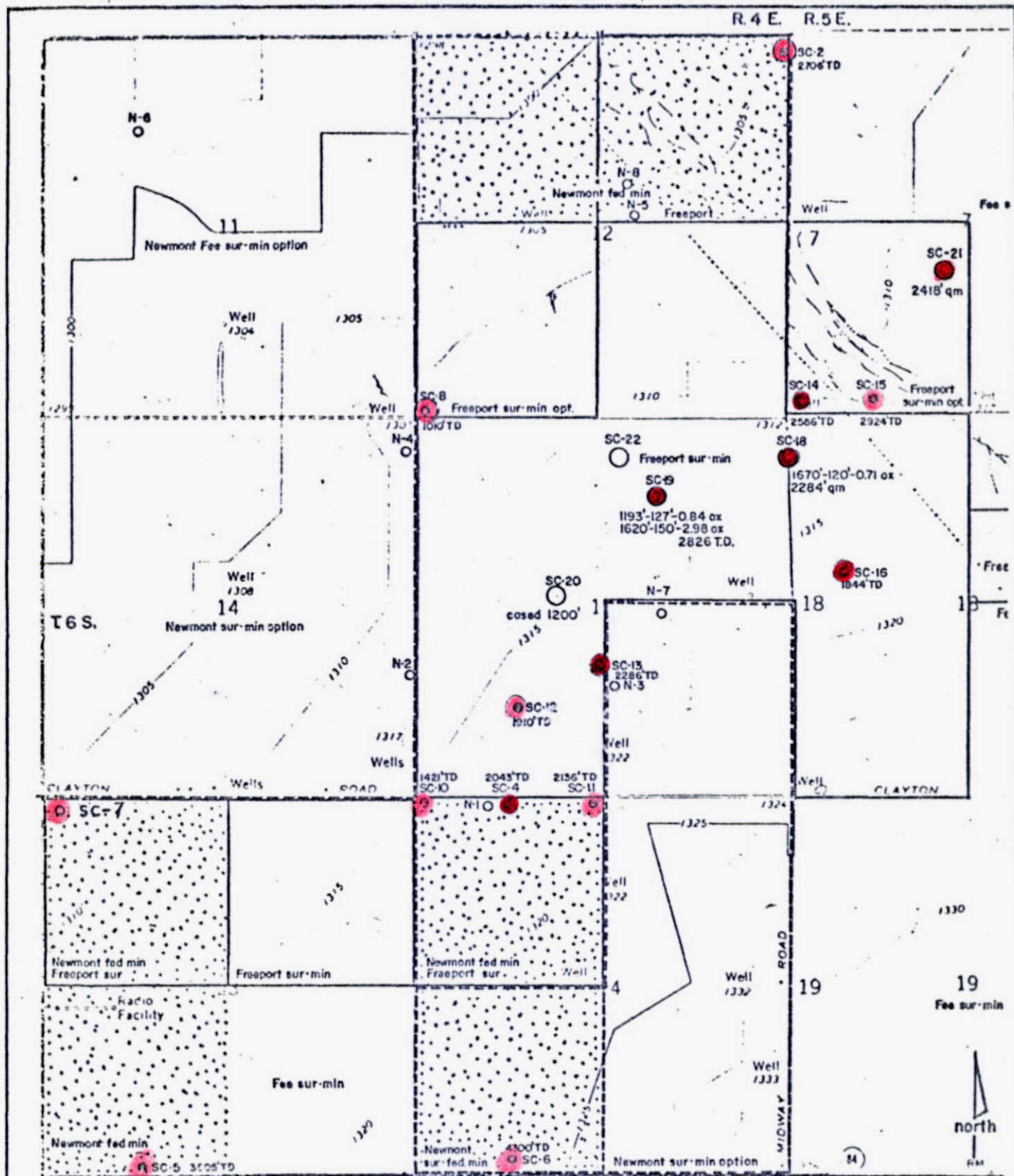
I believe that the difference in alteration between the two rock units is a reflecting bulk rock chemistry variation (microscopically, at least, this variation does not appear to be that great between the two rock types) rather than spatial position within a sulfide system, as in the classic Kalamazoo model. The few diabase dikes examined in thin section all show very strong development of pervasive secondary biotite accompanied by considerable disseminated epidote. Apparently, these altered diabase dikes can occur anywhere within the granite section.

The occurrence of potassic alteration (mostly secondary biotite) in the monzonite porphyry should not be regarded as being in the core zone (consequently "barren" by implication) of the sulfide system (Kalamazoo model). In reality, the potassically altered monzonite porphyry noted at Santa Cruz may equate in position to the upper phyllic zone level of alteration of the Kalamazoo model.


G. J. Stathis

GJS:lb
Attachs.

cc: JHCourtright, HGKreiss



- LARAMIDE PORPHYRY (qtz. monzonite & biotite monzonite)
- PRECAMBRIAN GRANITE (mostly microcline gr. Some orthoclase granite)

AMERICAN SMELTING AND REFINING COMPANY					
area	SANTA CRUZ PROJECT	data by	GJS	state	arizona
				township-range	revisions - date
				county	pinal
title	IGNEOUS ROCK TYPE (bottom of drill hole)	drawn by	GJS	map number	PLATE 2
mining district	Casa Grande	date	April 75	2000	0 2000 4000ft

TO

W.E. KURTZ

JDJ

FROM

H. KREIS

W.L.K.

SEP 15 1975

SUBJECT

Thin Sections - Santa Cruz

DATE

9/15/75

MESSAGE

Thin sections have been prepared for SC-23 and SC-24. There is only one section for SC-22 and three more will be prepared as soon as the core can be sampled. The sections will be reviewed and the results presented as an update to Stothis' report of 6-4-75. This ~~work~~ will be a useful supplement

~~report~~ to the visual logging alteration studies as summarized for each ~~log~~ hole in Appendix I of my report, Aug. 8, '75.

SIGNED

Hank

DATE

/ /

SANTA CRUZ PROJECT
MID-1975 PROGRESS REPORT

TO: W. L. Kurtz
FROM: H. G. Kreis

ASARCO
Tucson Office
August 8, 1975

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Appendix II Santa Cruz Sulfide System

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SUMMARY AND CONCLUSIONS

Recent core drill holes SC-18, -19, -24, and a previous rotary hole, SC-16, have encountered a copper oxide deposit in the Santa Cruz horst block (Figures 1 and 2). Core hole SC-23, a step-out hole between Santa Cruz and Sacaton, drilled through a chalcocite blanket of unknown lateral extent. Significant geologic intercepts including internal leached capping are:

Hole	Depth	Interval	Cu Grade	Cu Form
SC-18	1670 ^a -1790	120'	0.71%	CuOx
SC-19	1193 -1770	577'	1.10%	CuOx
SC-24	1550 -1820	270'	0.68% ^b (Est.)	CuOx
SC-16	1560 -1650 ^c	90'	1.45% (Est.)	CuOx
SC-23	2430 ^d -2650	220'	1.27%	Chalcocite

^aAbove is 70' @ 1.81% Cu in volcanic agglomerate (1560-1630).

^bAssayed except for 80' estimated at 0.05% Cu.

^cNo assays of cuttings of CuOx from 1650-1770 in SC-16.

^dOverlain by 220' at 0.41% Cu (CuOx and chalcocite).

No reserve calculations have been made at this time. However, the grades and thicknesses of the copper oxide intercepts and their projected extent are compatible with the tonnages and grades upon which the Santa Cruz project was reinitiated (subject to modification by the competition's acquisition of the Collins' property).

The Santa Cruz copper oxide deposit is interpreted to be an oxidized chalcocite enrichment blanket faulted off on the northeast and southeast sides. SC-23, a step-out hole between Santa Cruz and Sacaton drilled through an intact but fault thinned chalcocite enrichment blanket of unknown extent.

The Santa Cruz copper oxide deposit and the chalcocite blanket in SC-23 are part of a large buried sulfide system. The extent of the system is only partially defined with the Santa Cruz horst on the southwest, SC-2 just to the north, and the Sacaton barren basement complex on the northeast. The southeast side is completely open. The Santa Cruz sulfide system is believed to be 12,000 to 20,000' long and at least 2,500' wide.

Geologic studies to date suggest a low total sulfide system (2-3% average by volume) hosted by Precambrian granite with small Laramide quartz monzonite porphyry intrusives. The stronger primary copper mineralization appears to have been distributed within 2000' of a large quartz monzonite porphyry mass (intercepted in SC-14, -16, -18, -19, and -21). In the portions of the sulfide system explored to date, the highest primary grades are interpreted to have been about 0.5-0.6% copper prior to oxidation and leaching.

Multiple cyclic enrichment has produced and destroyed chalcocite enrichment blankets. In SC-23 and at Sacaton these enrichment blankets remain. Chalcocite blankets in the Santa Cruz horst block, containing a high

chalcocite to pyrite ratio, were oxidized without significant leaching to form copper oxide deposits. The enrichment blankets have been offset by horst-graben faulting and more recent low angle (flat) faulting. Sacaton appears to have been faulted from an unknown position within the Santa Cruz sulfide system.

The results of the 1974-75 drilling program are encouraging and more drilling is needed in the Santa Cruz horst block between SC-16, -18, and -19; in the SC-23 area; between SC-23 and Sacaton; and in the area south and east of SC-16 (Sections 17 and 19) as outlined in Figure 1. Testing of the latter three areas would require additional land acquisition. Exploration in these three areas is enhanced by the potential for chalcocite mineralization rather than copper oxide mineralization.

38,364' of drilling was done in the 1964-1965 Santa Cruz drilling program and 18,484' in the recent 1974-1975 program, for a total of 56,848'. Although very little is known about Newmont's exploration program, it is guesstimated at 15,000' of rotary-core drilling.

INTRODUCTION

The discovery of the Santa Cruz sulfide system was made by Asarco in September-October 1964 while exploring for the Sacaton "roots" along Sacaton's southwest trend. The exploration program drilled SC-1 through SC-17 from mid-1964 to mid-1965. In mid-1965 Asarco's land position was dropped.

During late 1970 and early 1971 Asarco attempted to reestablish its land position following a favorable geologic report by Bruce Kilpatrick (October 5, 1970). No land was acquired during the following years. In July 1974 Asarco and Freeport Exploration Company entered into a joint exploration agreement. During October 1974 Freeport purchased North American Acceptance Corporation land in and about the area of previous drilling in Section 13 (T6S R5E). Asarco commenced drilling in October 1974 and continued to the end of June 1975. Holes SC-18 through SC-24 were drilled during this time.

Ore grade and potentially economic copper intercepts have been encountered in four holes of the recent drilling program. Geologic interpretation of the past and recent drilling results has resulted in a reasonable understanding of the former primary mineralization, enrichment cycles, copper oxide deposit formation, and offsetting fault structures. The purpose of this report is to highlight the results of the recent drilling program and the geologic interpretation resulting from studies since October 1974.

DRILLING RESULTS

The 1964-1965 drilling program consisted of 17 holes totalling 38,364' of rotary and core drilling (Santa Cruz Summary Report, J. Wojcik, May 1966). During the recent program seven holes and one wedged hole (SC-21W) were completed, for a total drilling footage of 18,484' (10,083' of rotary drilling and 8,401' of core drilling). The footages of the recent program are detailed in the following table.

TOTAL RECENT DRILLING

Drill Hole	Rotary	Core	Total
SC-18	1,505'	1,008'	2,513' (T.D.)
SC-19	1,205	1,621	2,826 (T.D.)
SC-20	1,206	1,217	2,423 (T.D.)
SC-21	2,364	605	2,969 (T.D.)
SC-21W	-0-	315	315 (2,417' T.D.)
SC-22	600	1,726	2,326 (T.D.)
SC-23	2,150	521	2,671 (T.D.)
SC-24	1,053	1,388	2,441 (T.D.)
Total	10,083'	8,401'	18,484'

Norm Whaley's calculations (work sheets dated July 30, 1975) show Joy cored 5,240' at an average cost of \$15.92/ft. and Longyear cored 3,162' at an average cost of \$21.87/ft. (mud and lost casing costs included in both figures). On a comparison basis, the costs would be \$16/ft. for Joy versus an estimated \$19 to \$19.50/ft. for Longyear, adjusting for depth, core size, number of rigs, mud experimentation, wedging, and minimum footage bid (Asarco supervision and overhead not included). From Whaley's calculations, it can be found that Joy drilled at an average rate of 27 ft./calendar day and Longyear averaged 41 ft./calendar day, adjusted for wedging time only. Hunter-Shelton rotary drilled at an average cost of \$6.79/ft. and CXM Drilling averaged \$11.09/ft. (not adjusted for comparison).

The results of the individual holes are summarized in the following table and Figures 3 through 9. Graphic summary logs of the detailed logging sheets are in Appendix I. Factual and interpretive points of interest for each hole are noted in the following paragraphs.

SELECTED COPPER INTERCEPTS (Geologic Cutoff Grades, Approx. 0.3% Cu)

Hole	From	To	Interval	Copper	Copper Minerals
SC-18	1670'	1790'	120'	0.71%	Chrysocolla
SC-19	1193	1320	127	0.84	Chrysocolla & Atacamite
	1620	1770	150	2.98	Atacamite
SC-23	2430	2650	220	1.27	Chalcocite & Chalcopyrite
SC-24	1180	1280	100	0.51	Chrysocolla
	1550	1660	110	1.10	Chrysocolla & Atacamite
	1740	1820	80	0.73	Chrysocolla
	2220	2420	200	0.58	Chalcocite

Note: SC-13, -14, and -16 of the 1964-1965 drilling program contained significant copper intercepts of questionable grade (rotary cuttings) and some intercepts were not assayed.

SC-18: Drill hole SC-18 (Figure 3) went from conglomerate into bedrock across a fault at a depth of 1,560'. This fault is interpreted to have removed about a 900' thickness of capping containing an estimated 100-150' thick blanket of copper oxides averaging 0.5-0.8% total copper.

From 1,560 to 1,630' was 70' at 1.81% copper (chrysocolla) hosted in altered volcanic agglomerate. The nature of the host rock and its limited distribution within enrichment blankets suggests that the thickness and definitely the grade should be discounted for projections over 100' distant from SC-18.

An anomalous abundance of breccia (mostly in granite) and high former total sulfides yield at depth to typically low grade (0.2% Cu), moderately weakly altered quartz monzonite porphyry (aplitic groundmass). SC-18 penetrated quartz monzonite porphyry with primary sulfides at a depth above copper oxide and chalcocite enrichment blankets that project from SC-19 to SC-14 and are seen in SC-24 as a 50% leached chalcocite blanket.

SC-19: Drill hole SC-19 intercepted 690 feet-percent copper enrichment in the form of copper oxides and minor chalcocite (Figure 4). The feet percent copper in SC-19 is greater than nearly all the holes at Sacaton, but the economic potential is less because the zones of copper are widely separated by leached capping. The hole bottomed in low grade, weakly altered quartz monzonite porphyry (aplitic groundmass). The suggested interpretation of the former primary grades and the supergene redistribution of copper values are shown in Figure 10. In general copper intercepts in SC-19 correlate nearly horizontally with intercepts in SC-24, SC-18, SC-16, and SC-14.

SC-20: The geology of SC-20 (Figure 5) is divided into two distinct domains that are separated by a fault at 2,150'. Above the fault the former total sulfides averaged about 1% by volume in moderately strongly altered granite and about 5% in strongly altered granite breccia intervals. From about 1,700 to 2,050' was indigenous hematite after chalcocite and pyrite. Below the fault at 2,150' the granite is weakly altered with low (3/4%) former total sulfides. The hole bottomed in leached capping (50 feet of rods lost in hole at a depth of 1,300').

SC-21 and SC-21W: The suggested interpretation of the geology of SC-21 and SC-21W (Figure 6) is shown in Figure 11. Remnant enriched sulfides are intermixed with limonites beneath thoroughly leached capping and separated by faulting from the top of the primary sulfides. The hole bottomed in typically low grade copper, weakly altered quartz monzonite porphyry (aplitic groundmass). An apparent increase in molybdenite with depth (see log in Appendix I) is noteworthy and could reflect a change in the geology below the bottom of SC-21.

SC-22: SC-22 (Figure 7) penetrated only local trace amounts of CuOx and two zones of weak chalcocite enrichment that have experienced about 60% leaching. It appears that the pyrite to copper sulfide ratio, both in the former primary sulfides and in the enrichment zones, remained very high. Reconstruction of the two enrichment horizons prior to leaching at 1,510' to 1,600' and 2,080' to 2,240' suggests 90' at 0.5% and 160' at 0.3% total copper, respectively. The last 80' of SC-22 encountered weakly oxidized, unenriched primary sulfides. No zone of stable enrichment was penetrated by the depth of 2,326', the bottom of the hole.

SC-23: Drill hole SC-23 (Figure 8) has encountered the strongest, most pervasive sericite alteration of all the Santa Cruz drill holes to date (exclusive of strong alteration associated with breccia). Plagioclase and biotite are totally replaced, and K-feldspar is weakly to moderately replaced.

In general, there was much more drill core evidence of flat faulting in SC-23 than in any of the holes in the Santa Cruz horst block. The chalcocite enrichment zone in SC-23 was bottomed by a 0-20° dipping fault. Prior to enrichment the last 250' of SC-23 appears to have had a primary grade of 0.5% copper.

SC-24: Drill hole SC-24 (Figure 9) found the conglomerate-bedrock contact 350' lower than projected from SC-22 and SC-19 suggesting a fault between SC-19 and SC-24. As previously discussed, the copper oxide intercepts in SC-24 correlate with intercepts in SC-19, -16, and -18.

SC-24 encountered a chalcocite enrichment blanket that was 50% leached; from 2,220' to 2,420' was a 200' thickness of 0.58% copper as chalcocite with no copper oxides. The enriched grade prior to leaching is estimated at slightly greater than 1% copper. The top of this blanket correlates with the top of significant chalcocite enrichment in SC-13 which occurred at a depth of 2,250' (SC-13 bottomed at 2,286').

SC-24 bottomed in moderately altered granite with weakly oxidized pyrite and chalcopyrite.

SANTA CRUZ SULFIDE SYSTEM

The Santa Cruz copper deposit is a horst block of part of a large buried sulfide system. The extent of the system is only partially defined with the Santa Cruz horst on the west, SC-2 just to the north, and the Sacaton barren basement complex on the east.

Geologic studies to date suggest a low total sulfide system (2-3% average by volume) hosted by Precambrian granite with small Laramide quartz monzonite porphyry intrusives. The stronger primary copper mineralization appears to have been distributed within 2,000' of a large quartz monzonite porphyry

mass. In the portions of the sulfide system explored to date, the highest primary grades are estimated to have been about 0.5-0.6% copper. Figure 12 shows the interpreted vertical and horizontal zoning of alteration and primary mineralization as related to the apparent quartz monzonite intrusive at depth.

Multiple cyclic enrichment has produced and destroyed chalcocite enrichment blankets. In SC-23 and at Sacaton these enrichment blankets remain. Chalcocite blankets in the Santa Cruz horst block, however, contained a high chalcocite to pyrite ratio and were oxidized without significant leaching to form copper oxide deposits. The enrichment blankets have been offset by horst-graben faulting. More recent low angle (flat) faulting is seen in SC-23 and at Sacaton.

The factual and interpretive geology of the Santa Cruz sulfide system is detailed in outline form in Appendix II. Figure 13 depicts a simplified interpretive version of the copper enrichment history of the Santa Cruz horst block.

APPENDIX I

Explanation for Detailed Log Summary

The summary logs are generalizations of detailed descriptions made for every ten feet of core. Explanation of the headings follows (see explanation accompanying detailed logs for a more complete explanation):

Fracturing of core -- fracturing and breakage of core which appears to be post oxidation (post sulfide if in sulfide zone).

Faults -- fault evidence in core that is potentially significant to interpretation.

Rock type --

Gr - granite

Qmp - biotite quartz monzonite porphyry ("a" is aplitic and "b" is aphanitic appearing in hand sample)

Db - diabase

Bx - breccia (unclassified)

Bx₁ - rock fragments without rotation commonly set in up to 10-20% matrix material

Bx₂ - mobile or rotated rock fragments, often subrounded and set in 20-50% matrix material

Cong. - conglomerate

Crushing -- weak (W), 20% crushed; moderate (M), 50% crushed; and strong (S), 80% crushed. Premineral structure.

Molybdenum -- mostly from composite assaying by American Analytical and Research Laboratories (AARL) and expressed parts per million.

Copper -- percent total copper determined by AARL. Averages of 10' assays and some composite assays.

Total sulfides -- volume percent estimate of all sulfide minerals (ore and gangue; prior to oxidation if in capping).

Sulfide control -- relative abundance of fracture, vein, and breccia controlled sulfides compared to disseminated sulfides (disseminated sulfides do not include those disseminated sulfides that are obviously fracture associated).

Limonites -- relative abundance of indigenous limonite to total limonite content indicated by weak, moderate (transported equals indigenous), and strong. Volume percent hematite to total limonite (hematite, goethite, and jarosite). Local occurrence of jarosite similarly noted.

Quartz veins -- relative abundance. A weak designation equates to about one thin quartz vein every foot or two.

Alteration -- expressed as an arbitrary number based on relative (weak, moderate, and strong) replacement of rock forming minerals by alteration products (generally sericite and kaolinite) in hand sample. The numbers equate to the alteration of rock forming minerals in granite and quartz monzonite porphyry approximately as follows:

APPENDIX I - Continued

	<u>No.</u>	<u>Alt. of Biotite</u>	<u>Alt. of Plagioclase</u>	<u>Alt. of K-feldspar</u>
<u>For Granite:</u>	1	Fresh	Fresh-W	Fresh
	2	W	W	Fresh
	3	W	M	Fresh
	4	M	M	Fresh
	5	S	MS	Fresh
	6	S	S	Fresh
	7	S	S	WM
	8	S	S	MS
<u>For Qmp:</u>	1	Fresh	W-Fresh	Fresh
	2	Fresh	W-Fresh	Fresh
	3	Fresh	W	Fresh
	4	Fresh-W	M	Fresh
	5	W	S	Fresh
	6	M	S	Fresh
	7	S	S	Fresh
	8	S	S	WM

APPENDIX II

Santa Cruz Sulfide System Factual and Interpretive Results to Date

- I. Location (Also see plan map, Figure 1)
 - A. NE corner of T6S R4E and NW corner T6S R5E (GSRBM)
 - B. Pinal Co., Ariz., 6 miles NW of Casa Grande
 - C. Under 600' to 2,100' and possibly to 5,000' of post mineral conglomerate cover
 - D. North edge of Casa Grande basin
- II. Size
 - A. Length
 1. 12,000' and possibly to 20,000'
 2. West end
 - a. SC-20, -12, and -4
 3. East end
 - a. Probably 2,000-10,000' east of SC-23
 4. Trend, NE-SW
 - B. Width
 1. 2,500' minimum
 2. North side
 - a. 1,500-2,000' southeast of SC-2
 3. South side
 - a. Probably at least 2,000' south of SC-16
 - C. Vertical Extent
 1. Greater than 2,000'
- III. Attitude
 - A. Unknown
- IV. Host Rocks
 - A. Precambrian granite (Gr)
 - B. Laramide quartz monzonite porphyry (Qmp)
 1. Dike-like bodies intruded into Gr
 2. Intermixes with Gr breccia
 3. Large intrusive possibility
 - a. SC-14, -16, -18, -19, and -21 bottomed in Qmp
 - b. SC-21 penetrated 800' of texturally uniform Qmp
 - c. SW part of Sacaton
 - C. Diabase
 1. Very minor host rock
 2. Thin widely spaced dikes
 - D. Breccia
 1. Occurs in Gr, Qmp, and mixtures of the two
 2. Probably pre to post sulfide in age
- V. Primary Mineralization
 - A. Pyrite, chalcopyrite, and trace molybdenite
 - B. Volume percent total sulfides (conservative estimates)
 1. Commonly 1-2% in non-brecciated rock
 2. 2-5% in breccia
 3. 1/2 - 1% in Qmp at depth

- C. Sulfide ratios
 - 1. 10 py:1 cpy in fringe areas to 1:1 in areas of best primary copper grades
 - 2. Enriched zones 10 py:1 cc to 2 py:1 cc (present copper oxide zones)
- D. Grades
 - 1. Interpretation and SC-23 suggest former average primary grades up to 0.5-0.6% copper
 - 2. Molybdenum up to 240 ppm (SC-23)
 - 3. Molybdenum very closely associated with higher chalcopyrite grades
- E. Thickness
 - 1. Greater than 0.3% copper estimated to be 500-700' thick measured normal to the Gr-Qmp (Qmp at depth) contact
- F. Continuity
 - 1. Inferred to be reasonable judging from plus 200 feet percent-copper in SC-16, -18, -19, -24 area and evidence of previous former sulfides in capping
- G. Structural control
 - 1. Generally fracture and breccia control greater than disseminations
 - 2. Local abundant disseminated control
- H. Locus of mineralization
 - 1. Chalcopyrite (+0.3% copper) appears to have been deposited within 2,000' of an apparent large Qmp intrusive at depth
- I. Source of mineralization
 - 1. Hydrothermal solutions associated with Qmp
- J. Associated mineralization
 - 1. Sparse quartz veins
 - 2. Calcite in Qmp at depth
 - 3. Local minor specularite
 - 4. Alteration products

VI. Alteration (supergene minor compared to hypogene)

- A. Granite
 - 1. Sericite and kaolinite produced
 - a. Plagioclase and biotite fresh to totally replaced
 - b. K-feldspar generally fresh to partially replaced
 - 2. No secondary K-feldspar
 - 3. Local secondary biotite
 - a. Most commonly observed near Qmp and Db dikes
 - 4. SC-23 most strongly altered
 - 5. Least altered in bottom of SC-20, mid SC-12, and certain peripheral holes
- B. Quartz monzonite porphyry (Qmp)
 - 1. Kaolinite, sericite, biotite, chlorite
 - a. Plagioclase and biotite fresh to totally replaced
 - b. K-feldspar generally fresh
 - 2. Least altered in bottoms of SC-15, -16, -18, -19, and -21
- C. Breccias
 - 1. More strongly altered
 - 2. Quartz-sericite (and kaolinite?) matrix

- D. Diabase
 - 1. Biotite, chlorite, sericite, kaolinite, and epidote
- E. Volcanic Agglomerate
 - 1. Totally altered (supergene?)
 - a. Clay minerals
- F. Thin section study
 - 1. See report by Stathis, June 4, 1975

VII. Supergene Environment

- A. Multiple cycle leaching and enrichment of Santa Cruz horst
 - 1. Probably 1 or 2 more cycles than experienced at Sacaton
 - 2. Produced copper oxide blankets
- B. Copper oxide deposits of Santa Cruz horst
 - 1. Description
 - a. Chrysocolla and atacamite mineralogy
 - b. Blanket-like shape with near horizontal attitude
 - c. Individual units 70 to 150' thick (SC-16 indicates a potential for local continuous thicknesses up to 200-300')
 - d. Extent -- see Figure 1
 - e. Average grades 0.5%-1.11% and up to 3%
 - f. Continuity
 - 1) Moderately variable grades, thicknesses, and horizons
 - 2) Continuity found in feet percent copper from hole to hole and along projections of certain CuOx horizons
 - g. Generally lower limonite content
 - 2. Formation
 - a. High chalcocite to pyrite ratio prior to oxidation
 - b. Multiple cycle enrichment
 - c. Copper immobilized and removed from cycles of further enrichment by formation of CuOx minerals
 - d. Locally "captivated" in reactive rocks (Db, Qmp, Volc. agglom)
- C. Chalcocite enrichment
 - 1. Santa Cruz horst block
 - a. SC-13 bottomed in chalcocite
 - b. Other than possibly in SC-13 area, a stable enrichment zone associated with last stage of oxidation has not been intersected in drill holes
 - c. SC-24 drilled 200' at 0.58% Cu as chalcocite enrichment but was 50% leached out
 - d. Potential between SC-13 and SC-24
 - e. CuOx deposits have depleted the amount of copper available for enrichment
 - 2. SC-23 area
 - a. Unoxidized, stable chalcocite enrichment
 - b. Thickness - 220' with flat fault at bottom
 - c. Stage of enrichment cycle(s) comparable to Sacaton rather than the Santa Cruz horst block
 - 3. Untested potential areas
 - a. Down faulted blocks east and southeast of the Santa Cruz horst block
 - b. Between Sacaton and SC-23 (subject to several unpredictable structural effects)

D. Leached capping

1. Pervasive oxidation to depths up to 1,500-1,900' below the erosional bedrock-conglomerate contact
2. Grade 0.01 to 0.06% copper not including local CuOx and chalcocite remnants
3. Goethite-hematite capping
 - a. Mixture with 40-60% to locally 80% hematite
 - b. Local minor goethite-jarosite mixtures
4. Transported limonite generally exceeds, sometimes equals, indigenous limonite
5. Locally abundant indigenous limonite
6. Iron transportation appears less than a foot
7. Local minor chalcocite-pyrite remnants commonly occur as high as 750 feet above the primary sulfides

E. Supergene alteration

1. Effects appear minor compared to hypogene alteration
2. Kaolinite seams

VIII. Structure

A. Rock preparation

1. Granite
 - a. Crushing
 - 1) 10-100%
 - 2) Commonly 40-60%
 - b. Breccia
2. Quartz monzonite porphyry
 - a. Crushing
 - 1) Dikes same as or less than Gr
 - 2) Qmp at depth - tight hairline fractures more than crushing
 - b. Breccia
3. Fracturing
 - a. 60-80° dips most abundant
 - b. 20-40° dips second most abundant

B. Faulting

1. High angle, horst-graben type
 - a. Form three sides of Santa Cruz horst
 - b. Between SC-19 and -24 and elsewhere in Santa Cruz horst
2. Low angle, 0-30° dip
 - a. Conclusive evidence under Sacaton
 - b. Moderate evidence under Desert Carmel
 - c. Weak evidence under Santa Cruz horst
 - d. Post dates horst-graben faulting
3. Sacaton appears to be faulted from the Santa Cruz sulfide system

C. Regional trend

1. Globe-Miami, Superior, Poston Butte, Sacaton, Ajo trend
 - a. NE-SW direction

D. Sacaton trend

1. NE-SW
2. Trough-like graben structure
 - a. 35,000' estimated length
 - b. Seen between SC-1 and G-3 and continues to the northeast across Highway 1-10
 - c. Weak mineralization northeast of Sacaton
 - d. Width -- generally 2,000-6,000'
 - e. Fault on NW side of trench continues SW past Santa Cruz
 - f. Not known if Santa Cruz is part of this trench
 - g. Structurally similar to Cactus-Carlotta (Miami, Arizona)

IX. Geophysical Expression

A. Gravity survey

1. No indication of sulfide system
2. Delineates Santa Cruz horst
3. Delineates Casa Grande basin

B. Aeromagnetic survey

1. No indication of sulfide system
2. Reflects offset rock types produced by basin-range faulting
3. Magnetic gradient band
 - a. NE-SW through Santa Cruz
 - 1) Bedrock high on northwest side and deep conglomerate on southeast side
 - 2) Believed to be reflection of regional fault structures

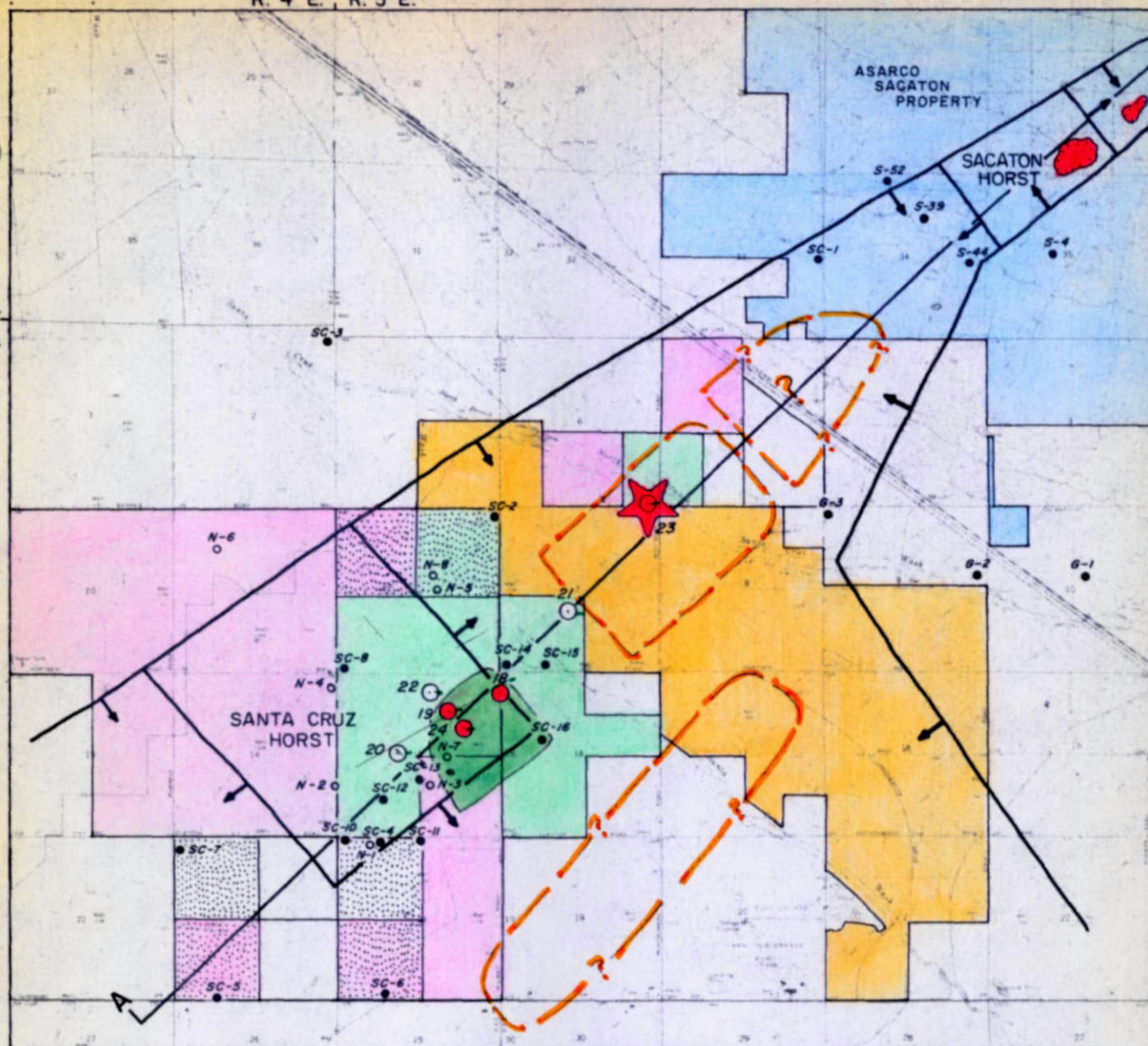
C. I.P.

1. No meaningful response predicted
 - a. 2,000-2,500' depth to top of sulfides
 - b. 640-1,000' minimum thickness of conglomerate
 - c. Low average total sulfides, 2-4% by volume

R. 4 E., R. 5 E.

To accompany Aug 8, 1975 H.G.K. report

figure 1

T. 5 S.
T. 6 S.T. 5 S.
T. 6 S.

R. 4 E., R. 5 E.

Base from U.S.G.S Casa Grande West & Stanfield 7.5' Quads.

EXPLANATION

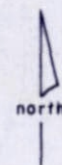
- ASARCO FREEPORT
- Newmont Federal Lode Claims
- NEWMONT
- Newmont Federal Lode Claims
- NAAC

- PREVIOUS ASARCO DRILL HOLES
- RECENT ASARCO DRILL HOLES
- NEWMONT DRILL HOLES

- GENERAL AREAS TO EXPLORE for Potential Enrichment (Cu Ox &/or Co)
- COPPER OXIDE MINERALIZATION Estimated Area of +200 ft. - % Copper
- CHALCOCITE MINERALIZATION



Predicted Sea Level Contour of
Horst-Graben Faults. Arrow on
Down-Dropped Side.

● SIGNIFICANT INTERCEPTS

<u>SC-18</u>	1670'-120'-0.71 ox (2513' T.D.)
<u>SC-19</u>	1193'-127'-0.84 ox (2826' T.D.)
	1620'-150'-2.98 ox
<u>SC-20</u>	(2423' T.D.)
<u>SC-21</u>	(2969' T.D.)
<u>SC-22</u>	(2326' T.D.)
<u>SC-23</u>	2430'-220'-1.27 sulf (2671' T.D.)
<u>SC-24</u>	1180'-100'-0.51 ox (2441')
	1550'-110'-1.10 ox
	2220'-200'-0.58 cc

ASSAY DATA KEY

depth-length-% Cu
1670'-120'-0.71

PLAN MAP

SANTA CRUZ PROJECT
(ASARCO-FREEPORT JOINT VENTURE)

Pinal County, Arizona

SCALE 1"=1 mile

H.G.K.

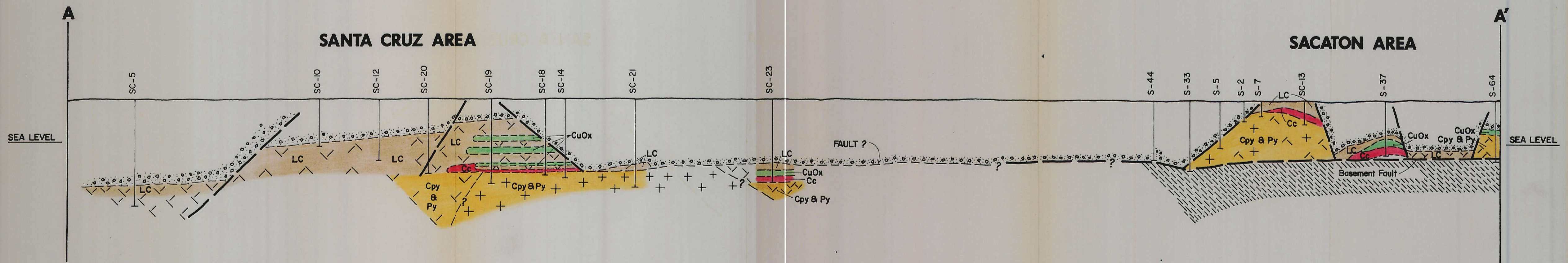
July-1975

MVK-2878

EXPLANATION

LC	LEACHED CAPPING	CONGLOMERATE
CuOx	COPPER OXIDES	+++ QUARTZ MONZONITE PORPHYRY (Laramide)
Cc	CHALCOCITE	pE GRANITE & MINOR Qmp-Db
Cpy & Py	PRIMARY SULFIDES	SACATON pE BASEMENT

SCALE: 1" = 2000'

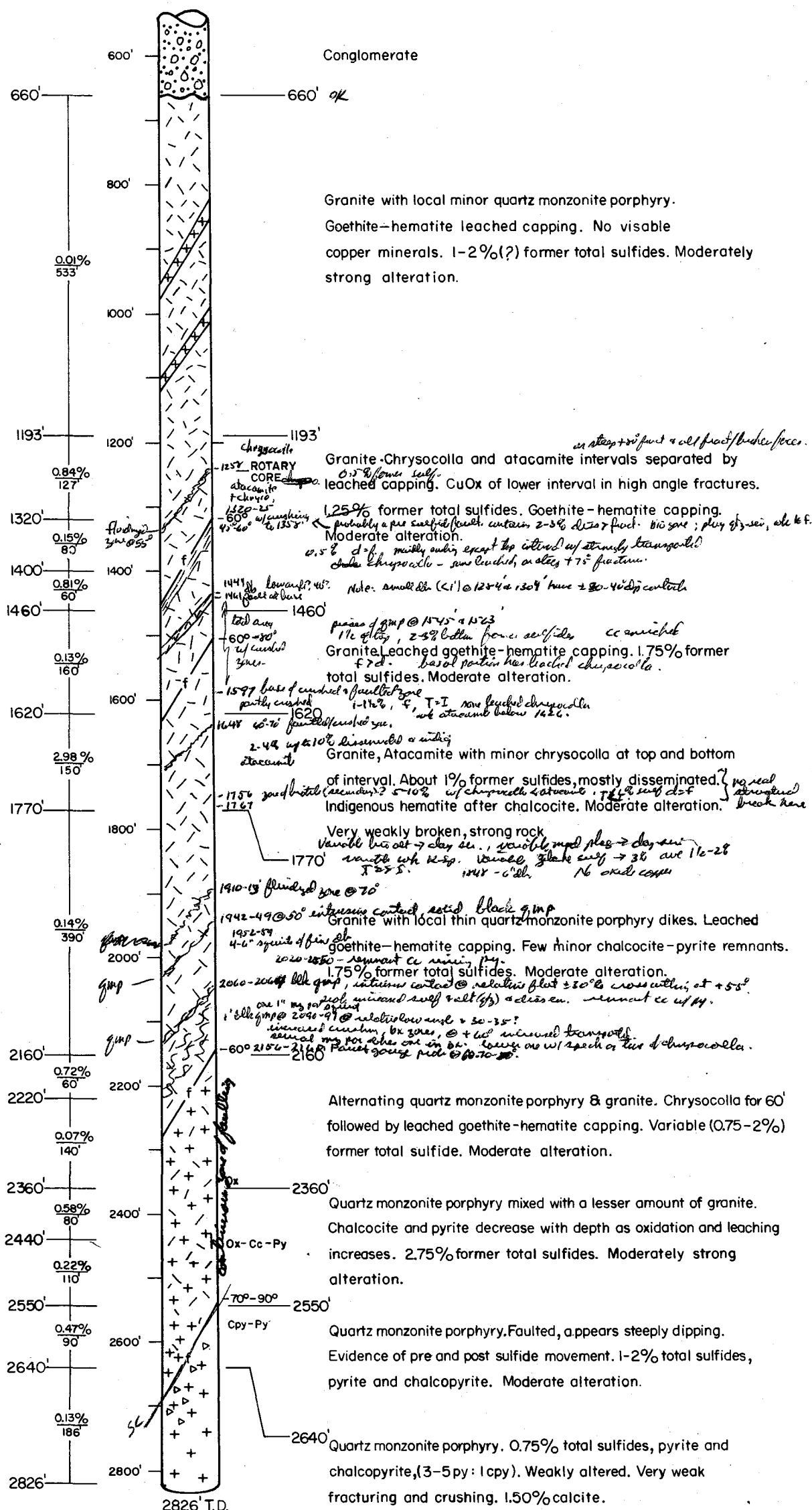


CROSS SECTION A-A'
 LOOKING NORTHWESTERLY
 SANTA CRUZ PROJECT
 PINAL COUNTY, ARIZONA
 ASARCO-FREEPORT JT. VEN.
 H. KREIS ASARCO INC.
 JULY 1975
 ALR 2880

SC-19
COPPER
INTERCEPTS

DRILL HOLE SC-19

2826' T.D., 1313' Collar Elevation
Rotary: 0-1250' Hunter-Shelton Drilling
12-6-74 to 12-12-74
Core: NX 1205'-2436' Joy Drilling
BX 2436'-2826' Joy Drilling
12-21-74 to 2-28-75



EXPLANATION

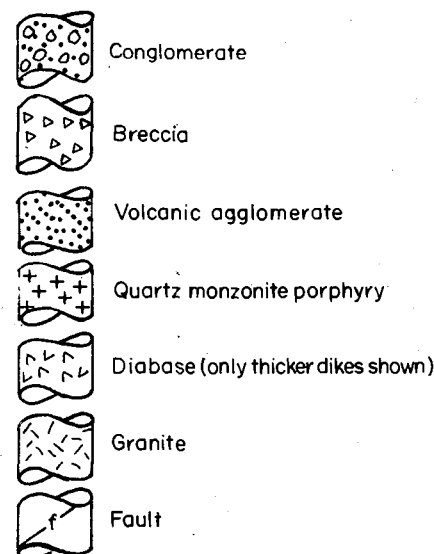


figure 4

ASARCO
SC-19

GEOLOGIC LOG
SANTA CRUZ PROJECT
ASARCO-FREEPORT J.V.
PINAL CO., ARIZONA

1" = 200'

H.KREIS

JULY, 1975

2513' T.D. , 1313' Collar Elevation

11-25-74 to 12-5-74

3-1-75 to 4-2-75

COPPER INTERCEPTS

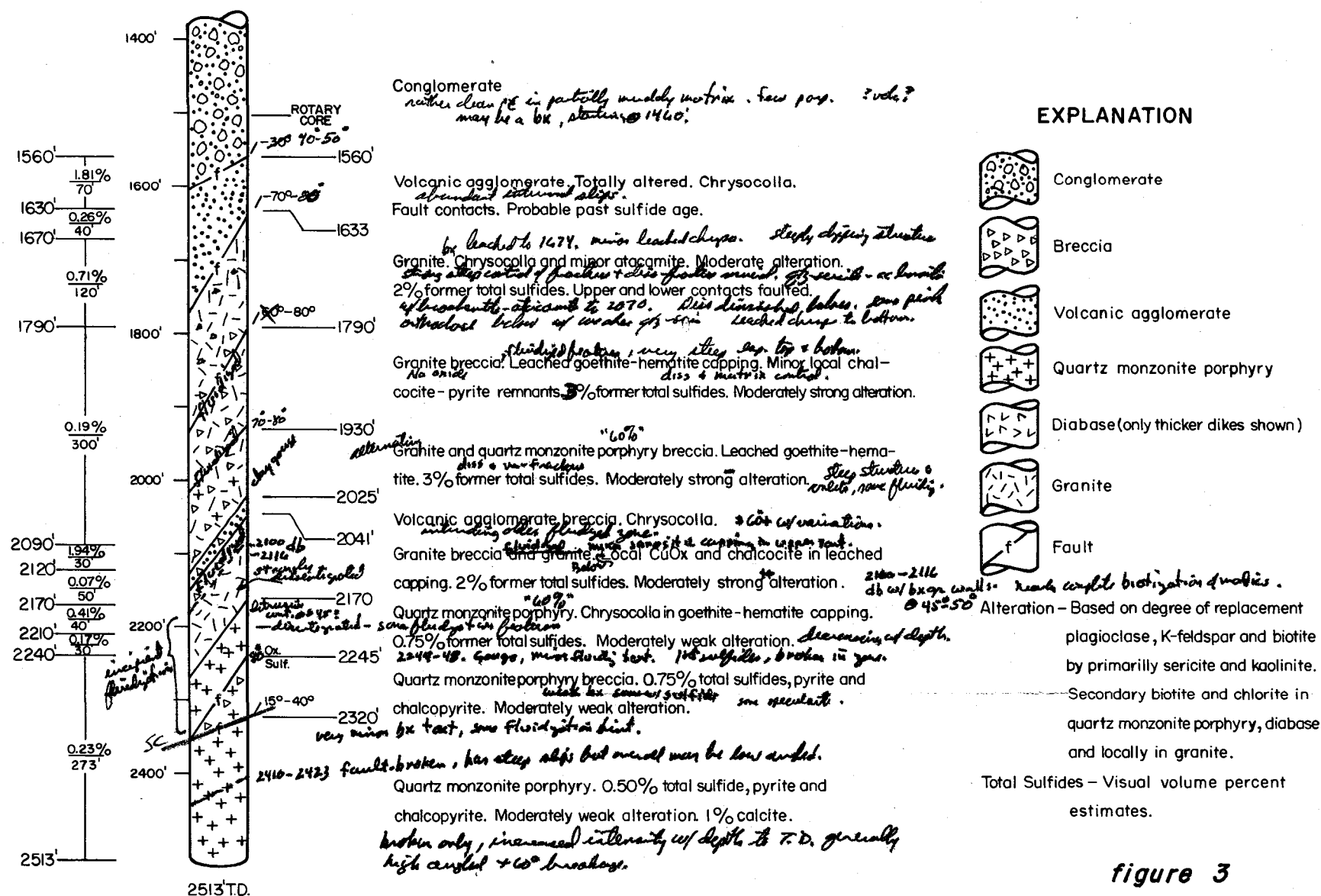


figure 3

ASARCO
SC-18

**GEOLOGIC LOG
SANTA CRUZ PROJECT
ASARCO-FREEPORT J.V.
PINAL CO., ARIZONA**

$$I'' = 200'$$

H. KREIS

JULY, 1975

COPPER INTERCEPTS

2423'T.D. , 1315' Collar Elevation
Rotary: 0-1200' Hunter-Shelton Drilling
12-12-74 to 12-19-74
Core: NX 1200'-2423' Joy Drilling
4-3-75 to 5-19-75

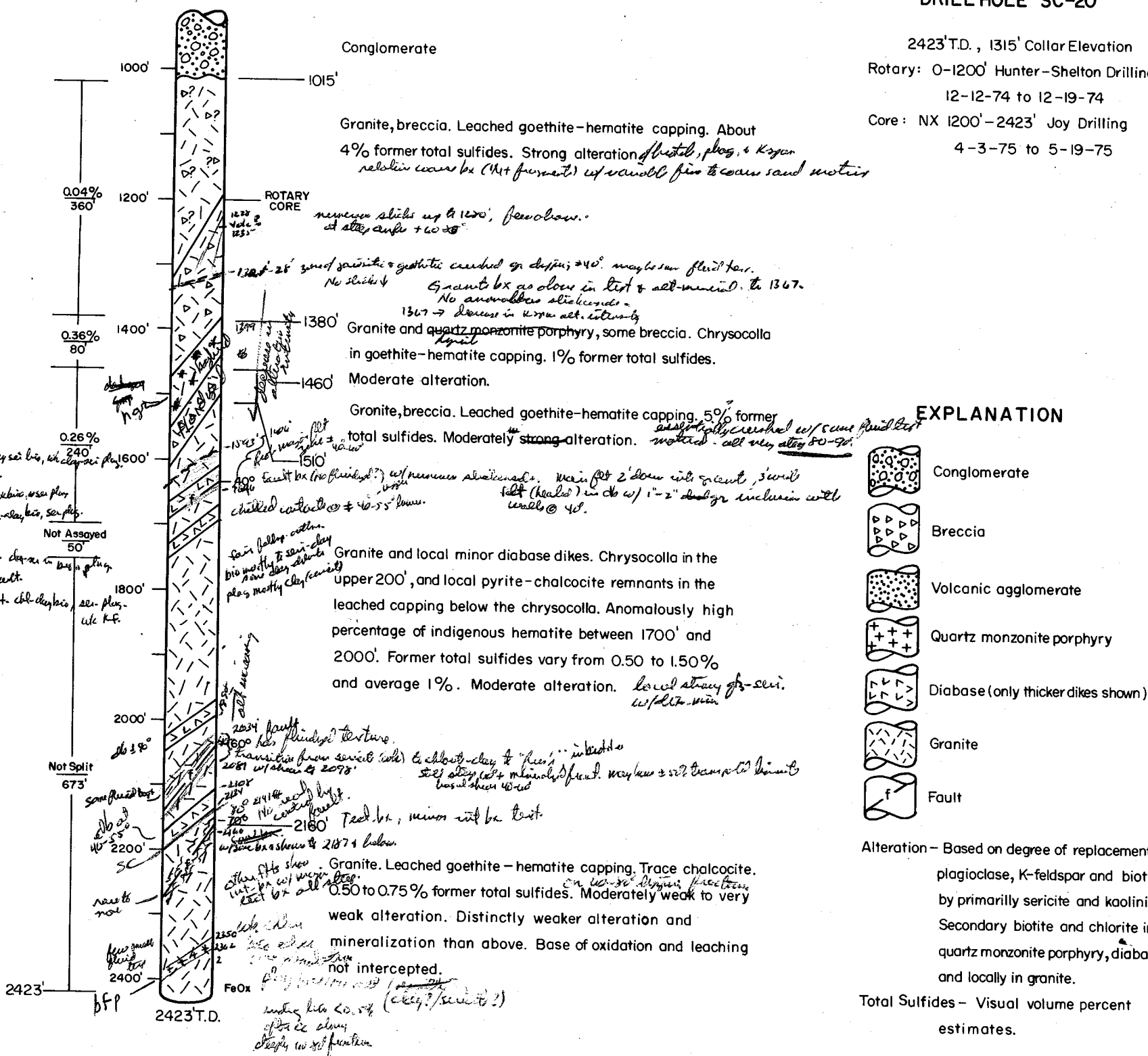


figure 5

ASARCO
SC-20

**GEOLOGIC LOG
SANTA CRUZ PROJECT
ASARCO - FREEPORT J.V.
PINAL CO., ARIZONA**

$$I'' = 200'$$

H.KREIS

JULY, 1975

mn 2876 D dam

SC-22

DRILL HOLE SC-22

COPPER
INTERCEPTS

2326' T.D., 1312' Collar Elevation

Rotary: 0-600' CXM Drilling

3-29-75 to 4-2-75

Core: HQ 600'-1930' Longyear Drilling

NQ 1930'-2326' Longyear Drilling

4-28-75 to 6-9-75

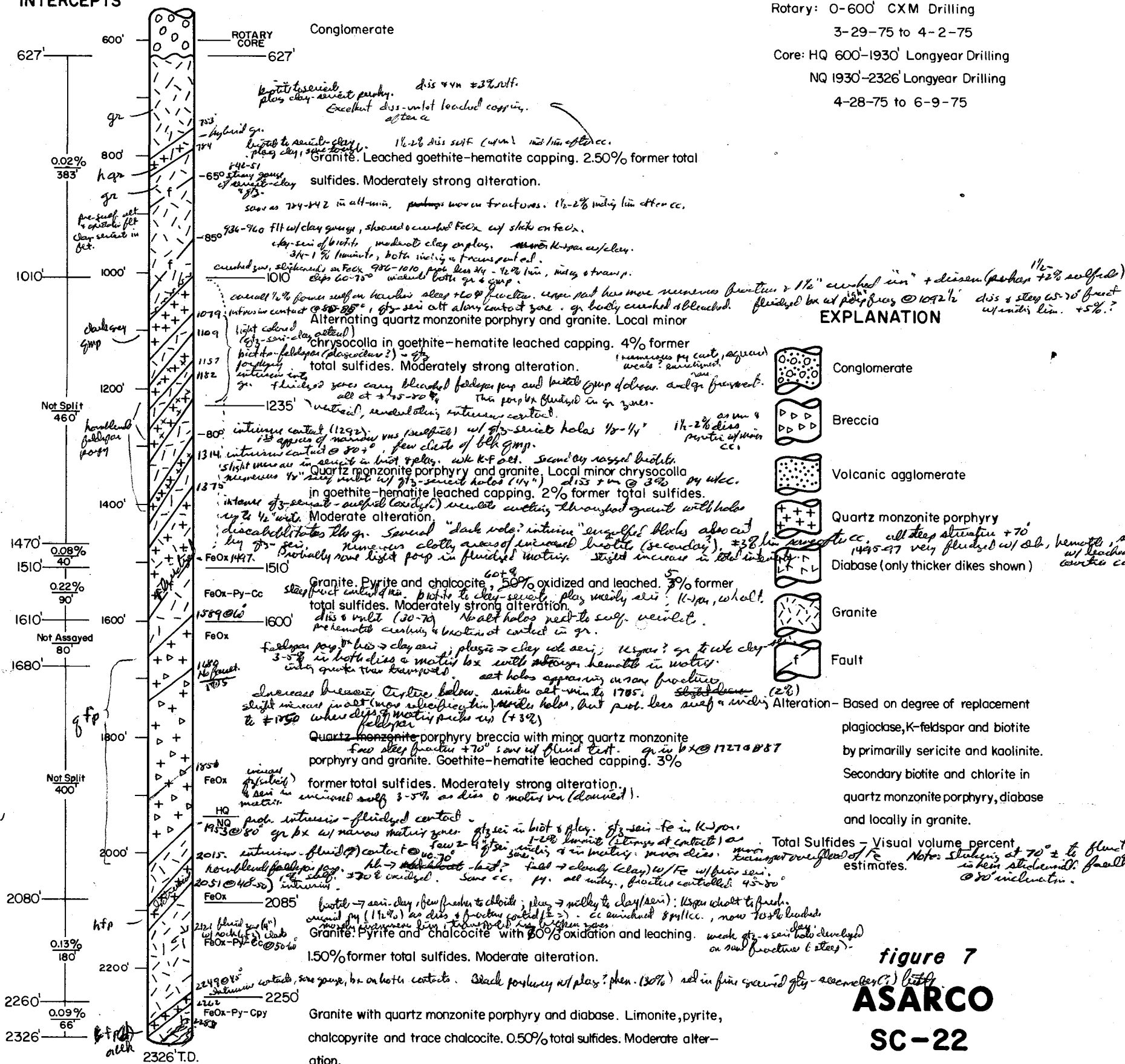


figure 7

ASARCO

SC-22

GEOLOGIC LOG

SANTA CRUZ PROJECT

ASARCO-FREEPORT J.V.

PINAL CO., ARIZONA

1" = 200'

H. KREIS

JULY, 1975

220% start of crushing in gr. Similar old mine holocene

220% 4-5% fine chert dls (r)

220% 2302 grs above, increased crushing, clay development near base. Crushing & shearing @ +60°

2302-2307. Fine in diabase, weak set (1' second. hole in gneiss). Crushed, saucerized - chert on shear slip zone.

1/2% py to cp. in narrow veins as above, hematite holes. 1/4" chlorite zone (fault) at base. some py. hem veins. Partially leached.

2308-2326 1/2 T.D. gr. best → clay seri; clay-wh clay-seri. K-sy. chert. 1/2-1/4% some cp, hematite mainly as vein. fracture control on 45-70° fracture. some disseminated (20-30%) hematite. crushing, few crushed zone, on at 2324 minor fluidized textures at steep +60°

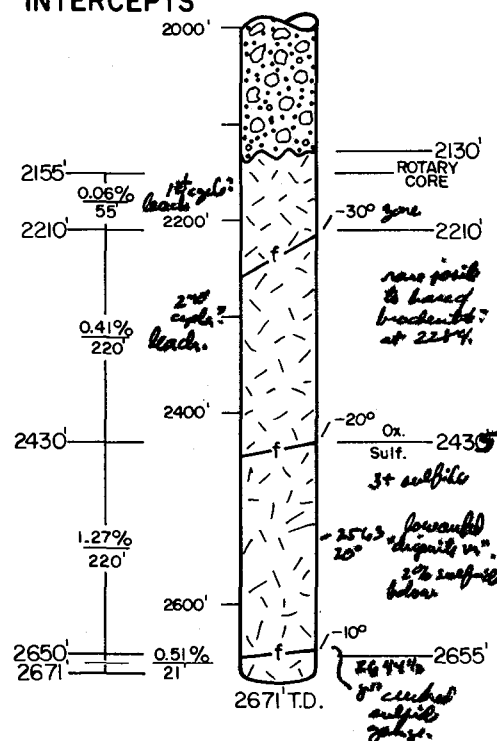
DRILL HOLE SC-23

2671' T.D. , 1313' Collar Elevation
 Rotary: 0-2154' CXM Drilling
 (spot core, 2150'-2154')
 4-12-75 to 4-29-75
 Core: 2154'-2671' Longyear Drilling
 5-10-75 to 5-19-75

*Note: 30° structure w/ red-brown zone
 at: 2205 (1"), 2212 (2")
 2222 (6"), 2227 1/2 (1 1/2"),
 2228 1/2 (1 1/2" ± 2 1/2"), 2231 (2")
 and may represent flat fault zone.
 However, also have 1/16" - 1/8" zone above & below
 plus chalcocite filled fracture dipping at same
 angles at 2247-2248.
 joint open capping starts at 2242.
 brecciated at 2241. Good capping starts at 2246.*

SC-23

COPPER INTERCEPTS



Conglomerate

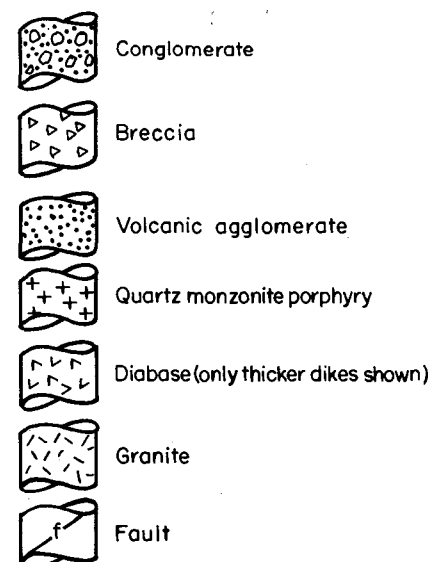
Granite. Goethite-hematite leached capping. 2% former total sulfides, mostly fracture controlled. Moderately ~~strong~~ alteration.

Granite. Goethite-hematite capping with erratic copper oxides (partly atacamite) and one 10' interval of 3.72% copper as chalcocite. 2.25% former total sulfides equally in veins and disseminations. Moderately strong alteration. *Again joint - brecciated 2330' to sulfide at 2435' with crushed zone 2407-2415 w/ poor capping in zone below to sulfide.*

Granite. Zone of sulfide enrichment with minor low angle fault at top and prominent 0-20° dipping fault at bottom. 2% total sulfides, pyrite, chalcopyrite and chalcocite (1Py:1.5Cpy:1Cc). Dissemination greater than fracture control. Moderately strong alteration. Composites: 0.0205% Mo, 0.24 oz/ton Ag, and 0.001 oz/ton Au.

Granite. Dominantly primary sulfides, pyrite and chalcopyrite (3Cpy:1Py). 2% total sulfides. Trace to locally weak chalcocite. Moderately strong alteration.

EXPLANATION



Alteration - Based on degree of replacement plagioclase, K-feldspar and biotite by primarily sericite and kaolinite. Secondary biotite and chlorite in quartz monzonite porphyry, diabase and locally in granite.

Total Sulfides - Visual volume percent estimates.

numerous low angle structure both in oxide & ac & primary sulfide zone.

figure 8

ASARCO
 SC-23

GEOLOGIC LOG
 SANTA CRUZ PROJECT
 ASARCO-FREEPORT J.V.
 PINAL CO., ARIZONA

1" = 200'

H. KREIS

JULY, 1975

COPPER
INTERCEPTS

SC-24

DRILL HOLE SC-24

2441' T.D., 1315' Collar Elevation

Rotary: O-1053' Hunter-Shelton Drilling

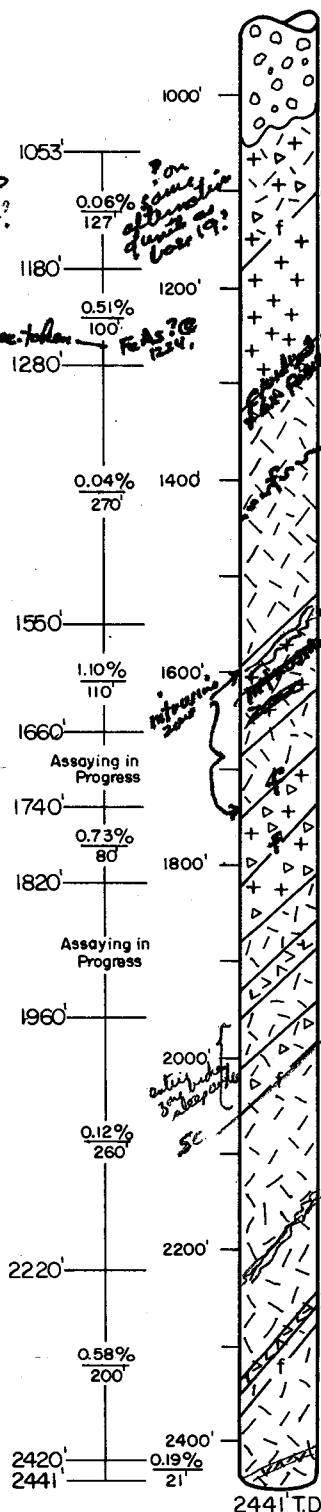
4-21-75 to 4-26-75

Core: NC 1053' - 1448' Joy Drilling

NX 1448' - 2441' Joy Drilling

5-20-75 to 6-25-75

1165-1169 hauls to 1" V.N's & dist zone in pyrite @ 50'-60'.



Conglomerate

ROTARY CORE

NC NX

EXPLANATION

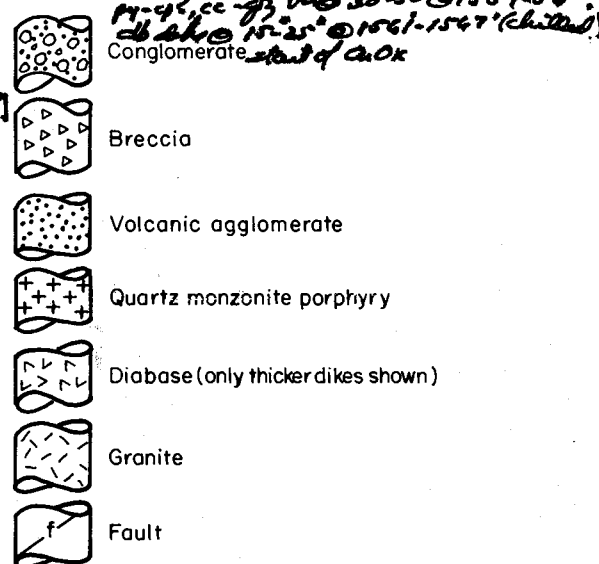


figure 9

ASARCO
SC-24

GEOLOGIC LOG
SANTA CRUZ PROJECT
ASARCO-FREEPORT J.V.
PINAL CO., ARIZONA

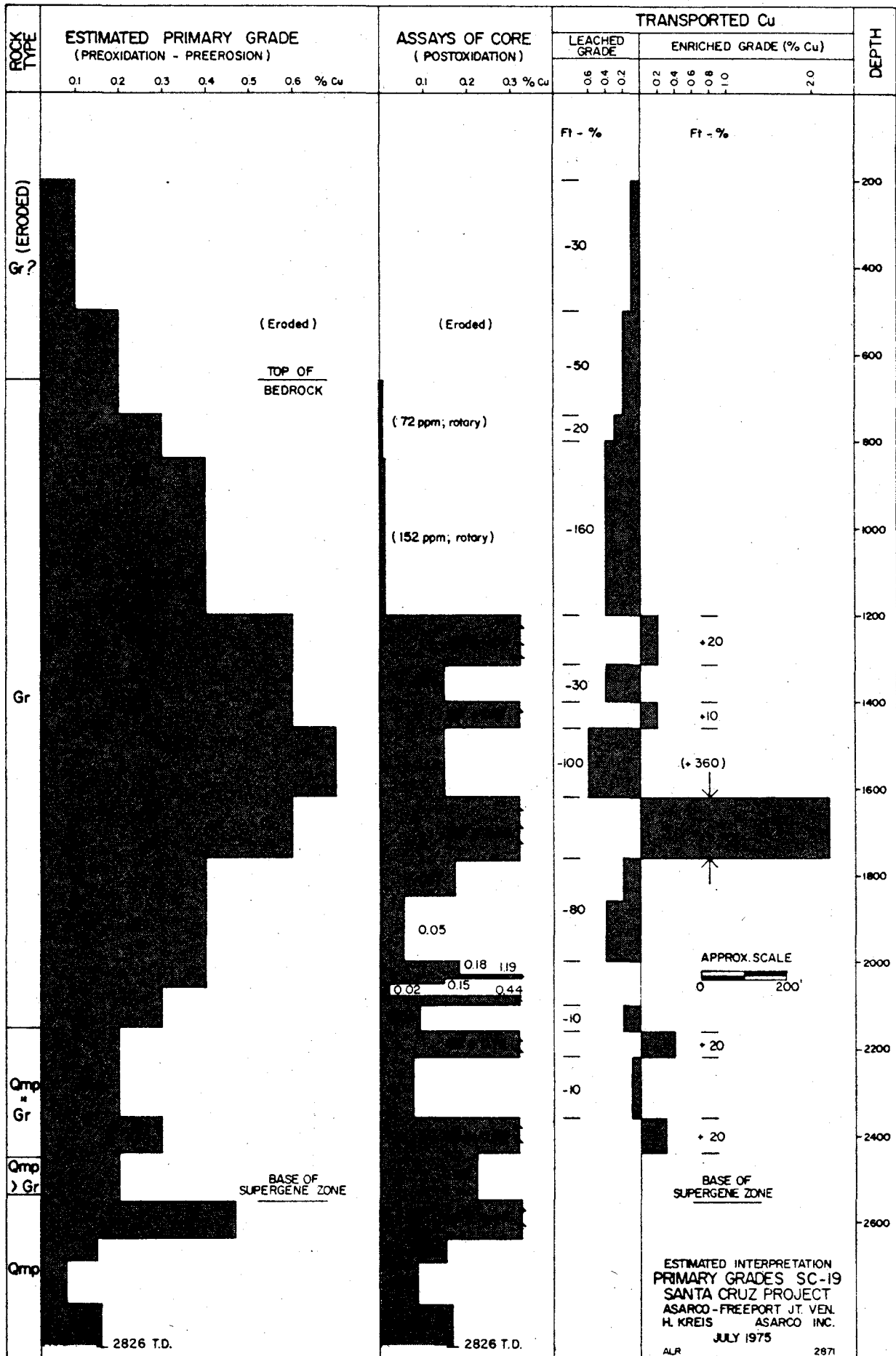
1" = 200'

H. KREIS

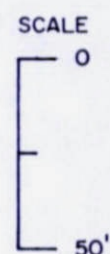
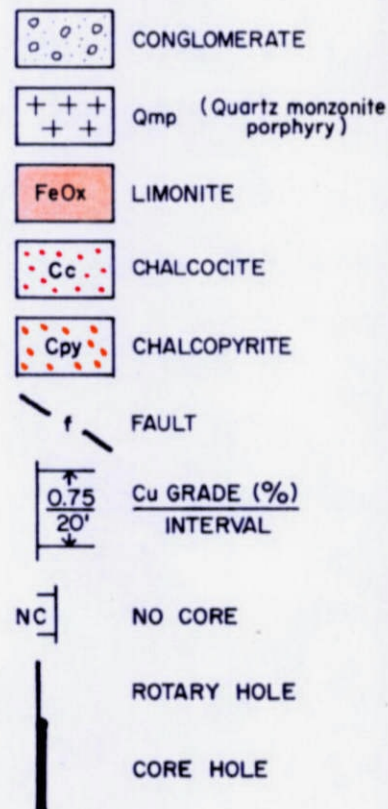
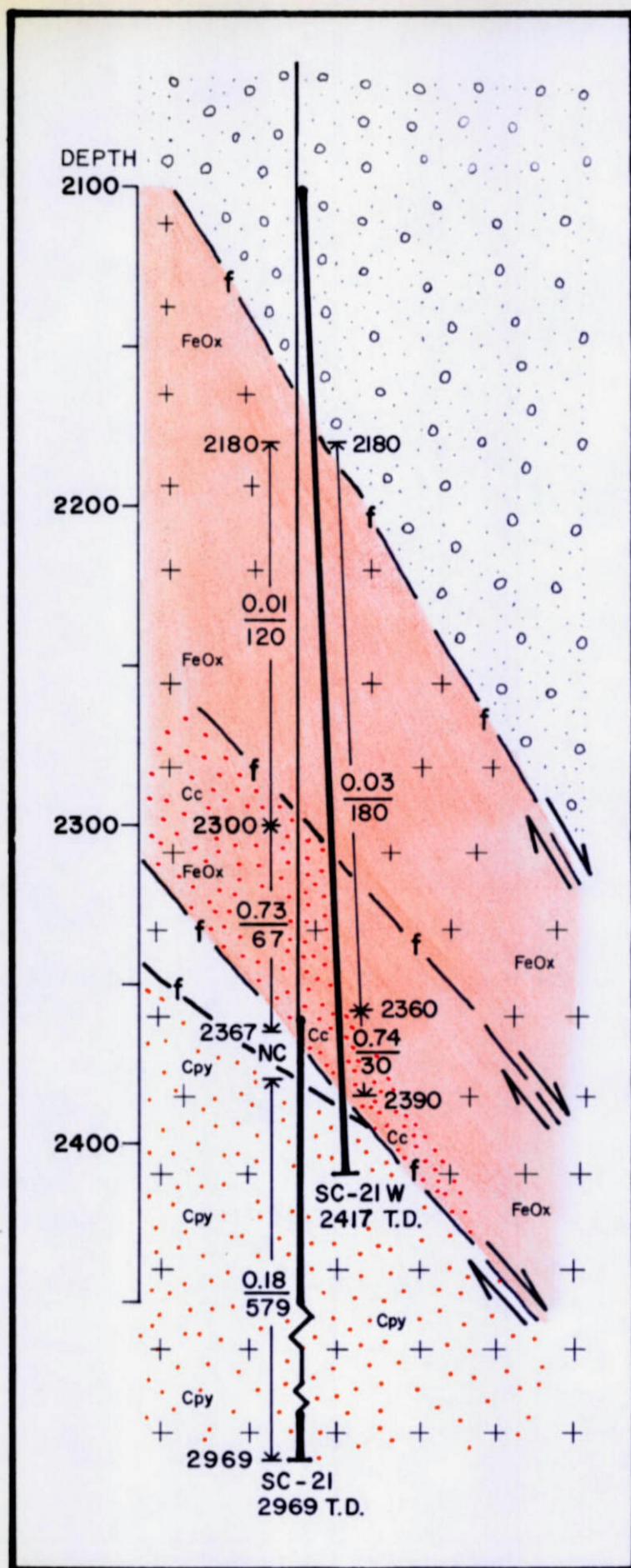
JULY, 1975

Box 15, 1165.5

figure 10

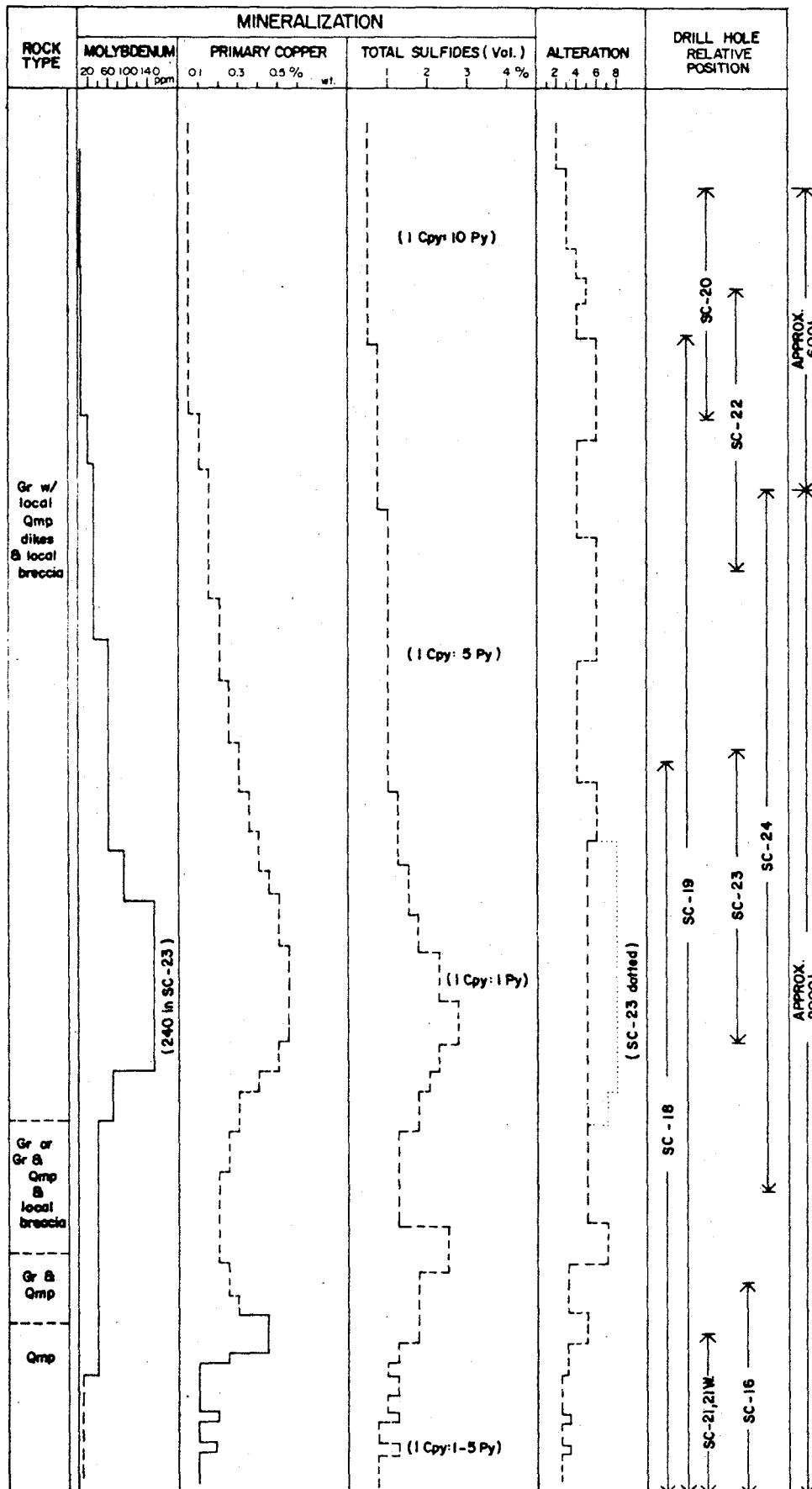


EXPLANATION



INTERPRETATION OF
SC-21 & 21 W
 BASED ON LOGGING (ONLY)
 SANTA CRUZ PROJECT
 ASARCO-FREEPORT JT. VEN.
 H. KREIS ASARCO INC.
 JULY 1975

figure 12



GENERALIZED
VERTICAL & HORIZONTAL
ZONING INTERPRETATION
SANTA CRUZ PROJECT
ASARCO-FREEPORT J.T. VEN.
H. KREIS ASARCO INC.
JULY 1975

ALR

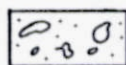
2875

GENERALIZED COPPER ENRICHMENT HISTORY SANTA CRUZ HORST BLOCK

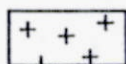
pE granite intruded by minor diabase dikes.
Crushing, brecciation, and faulting prior to and contemporaneous
with intrusion of quartz monzonite porphyry and associated
hydrothermal alteration and mineralization.
Erosion and subsequent leaching and enrichment as shown in
Section A on following page.
Horst-graben faulting probably occurred at this time.
Another leaching and enrichment cycle followed by partial leaching
of the newly formed enrichment blanket as shown in Section B.
Low angle faulting at Sacaton probably occurred at this time.

EXPLANATION FOR SECTIONS A AND B

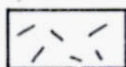
Cross sections A and B show progressive geologic development of
copper enrichment in the Santa Cruz horst block. The sections are
generalized, interpretive, and show only one major fault. The
sections are NW-SE through SC-19 and SC-16 and are looking NE.



Conglomerate



Laramide Quartz Monzonite Porphyry (Qmp)



pE Granite (Gr) with Minor Qmp & Diabase Dikes



+0.3 % Cu as Chalcopyrite Prior to Supergene Enrichment



Leached Capping



Copper Oxides

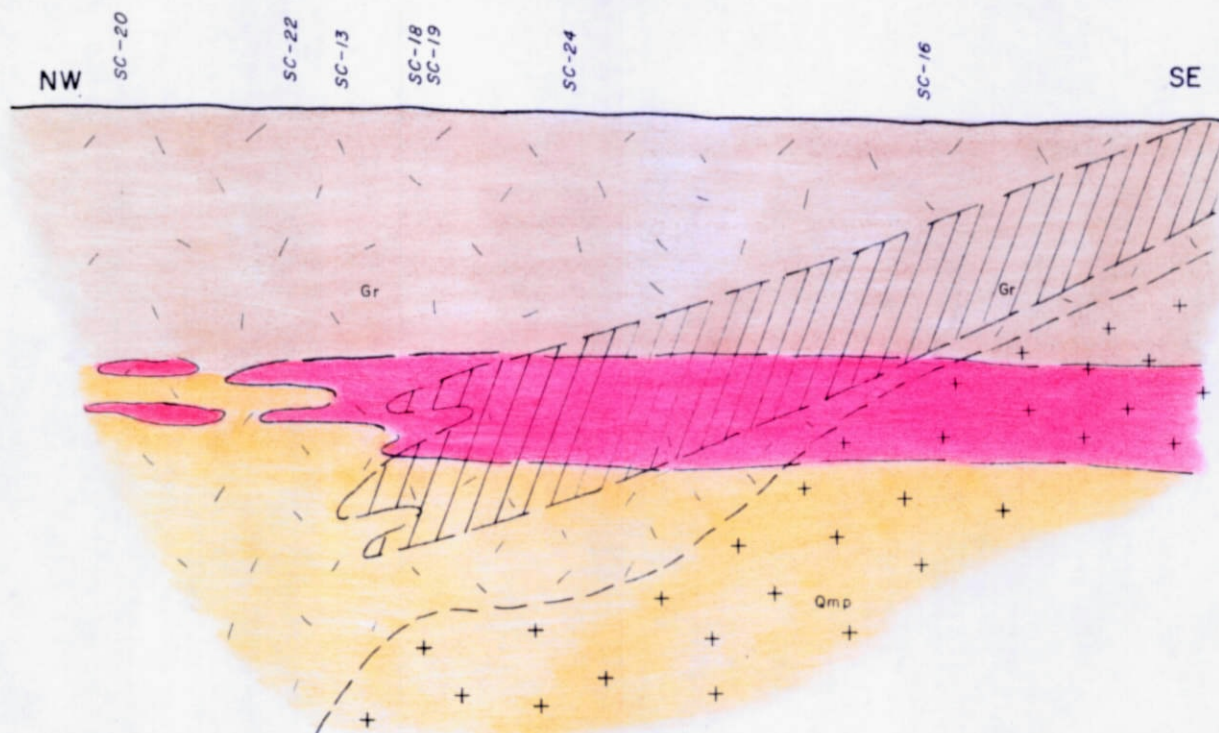


Supergene Chalcocite Enrichment

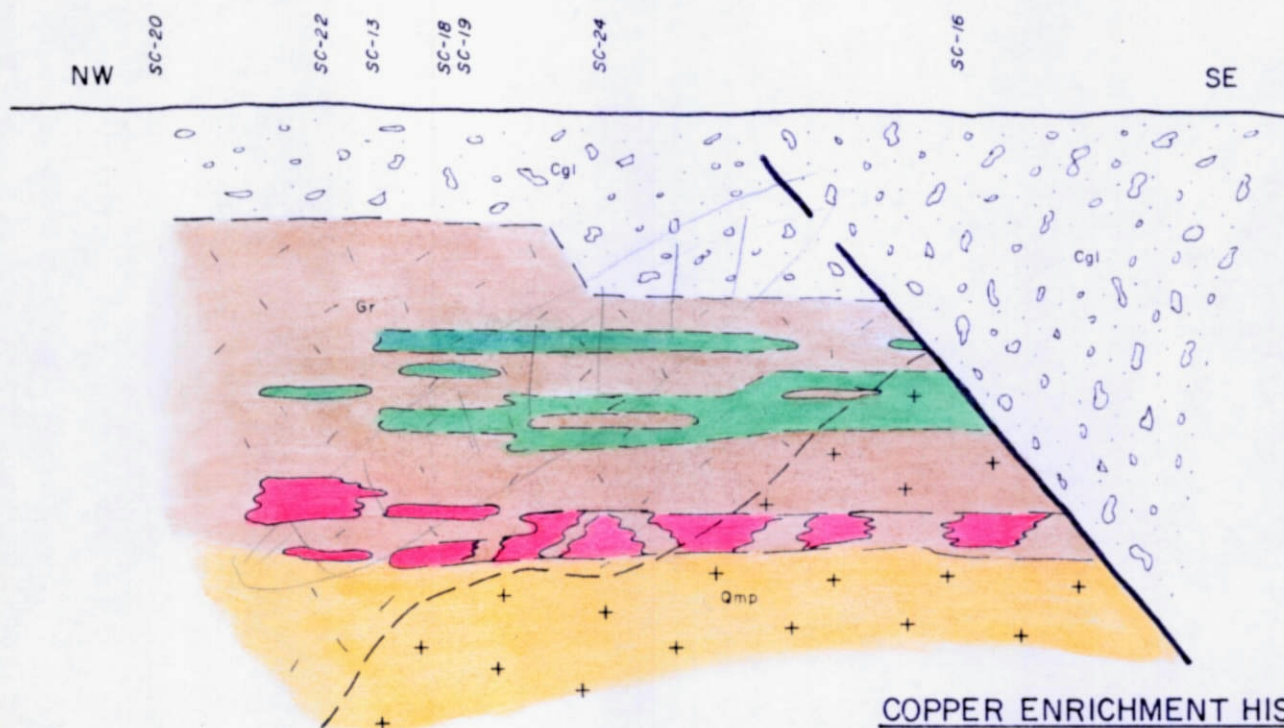


Primary Sulfides

SECTION A



SECTION B



COPPER ENRICHMENT HISTORY
SECTIONS A and B
SANTA CRUZ PROJECT
(ASARCO-FREEPORT JOINT VENTURE)

Pinal County, Arizona

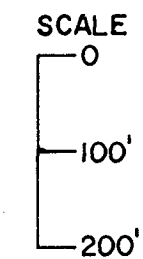
SCALE 1" = 1000' Approx.

H.G.K.

July-1975

M.V.K. 2879

NOTE See Explanation On Previous Page.



ALR 2870A

7-11-13

H. G. Kreis

mid 1975 - Progress Rpt
Santa Cruz

Sorry to be so long with
my comments

① I'd prefer figures 2-20 at end of
your short text

② I'd prefer figures 3-9 arranged so
that didn't have to turn report to look at
them — looks to me like no room problem
to do this.

However — no need to waste time doing this
now. Keep it in mind for next time.

General Comments:

I think the report should have contained a
number of cross sections (not just the one generalized
work section) on which the pertinent features could
be shown — rather than trying to "get-it-in-mind" from
the little description on pages 13 & 16.

~~It did~~

Sections probably all that needed — could possibly
have used contour top of bed rock; top of primary.

Think work on the so called conglomerate is
needed — especially that bxl conglomerate with the altered
fragments and red-brown, yellowish, waxy matrix. This may be
significant and have structural implications.

cc JDS w/
Attached rpt
Attached is ^{my} report, please return, with many margin
comments.

You spent a lot of time working on cores, core boards, and cuttings. These facts should have been used in your summary report.

SUMMARY AND CONCLUSIONS

Recent core drill holes SC-18, -19, -24, and a previous rotary hole, SC-16, have encountered a copper oxide deposit in the Santa Cruz horst block (Figures 1 and 2). Core hole SC-23, a step-out hole between Santa Cruz and Sacaton, drilled through a chalcocite blanket of unknown lateral extent. Significant geologic intercepts including internal leached capping are:

Hole	Depth	Interval	Cu Grade	Cu Form
SC-18	1670 ^a -1790	120'	0.71%	CuOx
SC-19	1193-1770	577'	1.10%	CuOx
SC-24	1550-1820	270'	0.68% ^b (Est.)	CuOx
SC-16	1560-1650 ^c	90'	1.45% (Est.)	CuOx
SC-23	2430 ^d -2650	220'	1.27%	Chalcocite

^aAbove is 70' @ 1.81% Cu in volcanic agglomerate (1560-1630).

^bAssayed except for 80' estimated at 0.05% Cu.

^cNo assays of cuttings of CuOx from 1650-1770 in SC-16.

^dOverlain by 220' at 0.41% Cu (CuOx and chalcocite).

very misleading

No reserve calculations have been made at this time. However, the grades and thicknesses of the copper oxide intercepts and their projected extent are compatible with the tonnages and grades upon which the Santa Cruz project was reinitiated (subject to modification by the competition's acquisition of the Collins' property).

The Santa Cruz copper oxide deposit is interpreted to be an oxidized chalcocite enrichment blanket faulted off on the northeast and southeast sides. SC-23, a step-out hole between Santa Cruz and Sacaton drilled through an intact but fault thinned chalcocite enrichment blanket of unknown extent.

based on SC-4111? 167?

The Santa Cruz copper oxide deposit and the chalcocite blanket in SC-23 are part of a large buried sulfide system. The extent of the system is only partially defined with the Santa Cruz horst on the southwest, SC-2 just to the north, and the Sacaton barren basement complex on the northeast. The southeast side is completely open. The Santa Cruz sulfide system is believed to be 12,000 to 20,000' long and at least 2,500' wide. — with no extensions by faulting

Geologic studies to date suggest a low total sulfide system (2-3% average by volume) hosted by Precambrian granite with small Laramide quartz monzonite porphyry intrusives. The stronger primary copper mineralization appears to have been distributed within 2000' of a large quartz monzonite porphyry mass (intercepted in SC-14, -16, -18, -19, and -21). In the portions of the sulfide system explored to date, the highest primary grades are interpreted to have been about 0.5-0.6% copper prior to oxidation and leaching.

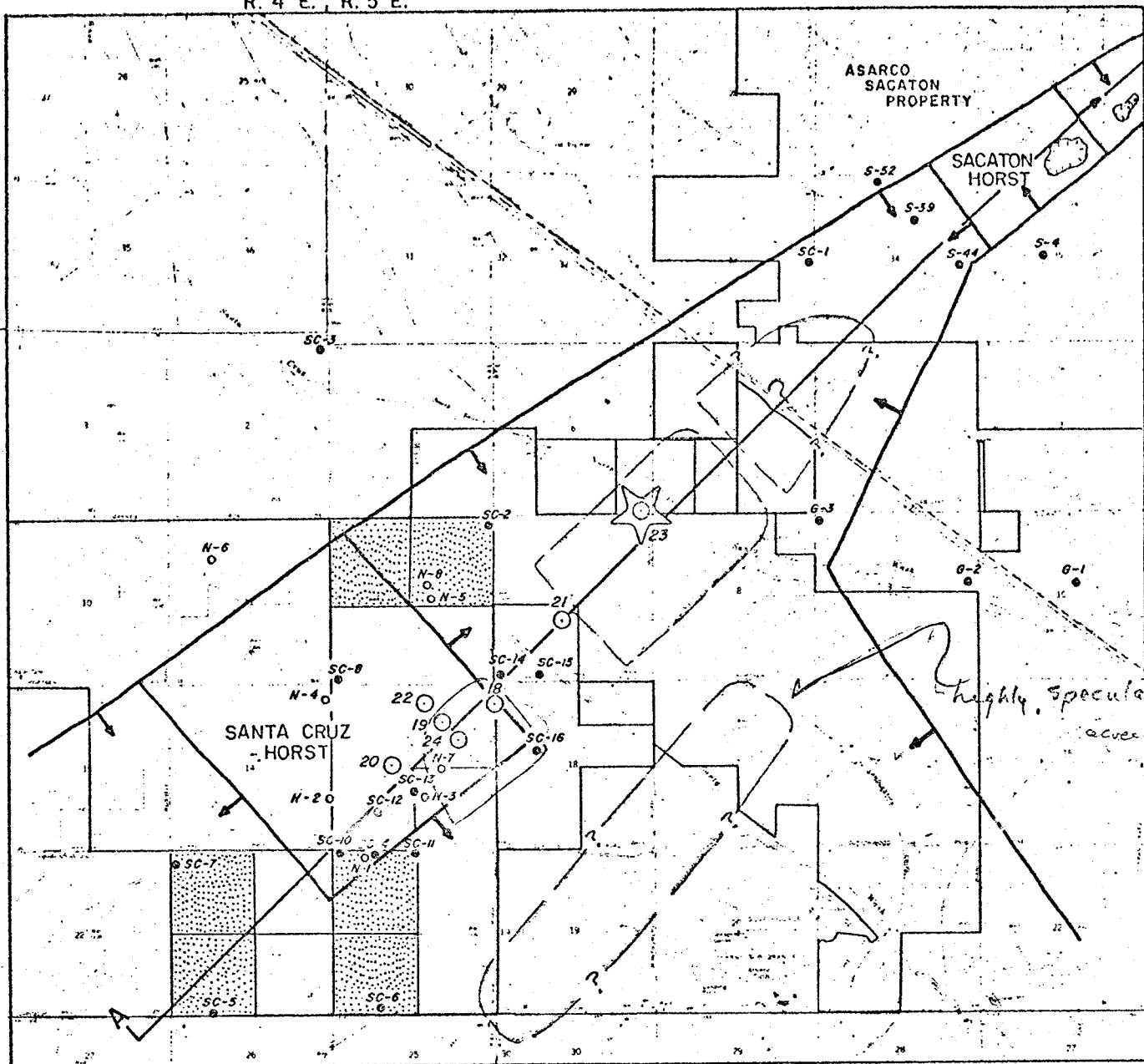
equiv. to 1674 small yep

Multiple cyclic enrichment has produced and destroyed chalcocite enrichment blankets. In SC-23 and at Sacaton these enrichment blankets remain. Chalcocite blankets in the Santa Cruz horst block, containing a high

?

T. 5 S.
T. 6 S.

T. 5 S.
T. 6 S.



R. 4 E. R. 5 E.

Base from U.S.G.S. Casa Grande West & Stanfield 7.5' Quads.

EXPLANATION

- ASARCO FREEPORT
- Newmont Federal Lode Claims
- NEWMONT
- Newmont Federal Lode Claims
- NAAC

- GENERAL AREAS TO EXPLORE for Potential Enrichment (Cu Ox &/or Cc)
- COPPER OXIDE MINERALIZATION Estimated Area of + 200 ft. - % Copper
- CHALCOCITE MINERALIZATION

- PREVIOUS ASARCO DRILL HOLES
- RECENT ASARCO DRILL HOLES
- NEWMONT DRILL HOLES

- Predicted Sea Level Contour of Horst-Groben Faults. Arrow on Down Dropped Side.

SIGNIFICANT INTERCEPTS

SC-18	1670'-120'-0.71 ox (2513' T.D.)
SC-19	1193'-127'-0.84 ox (2926' T.D.)
	1620'-150'-2.98 ox
SC-20	(2423' T.D.)
SC-21	(2969' T.D.)
SC-22	(2326' T.D.)
SC-23	2430'-220'-1.27 sulf (2671' T.D.)
SC-24	1180'-100'-0.51 ox (2441')
	1150'-110'-1.10 ox
	2220'-200'-0.58 cc

ASSAY DATA KEY

depth-length-% Cu
1670'-120'-0.71



PLAN MAP

SANTA CRUZ PROJECT
(ASARCO-FREEPORT JOINT VENTURE)

Pinal County, Arizona

SCALE 1"=1 mile

466

July-1975

chalcocite to pyrite ratio, were oxidized without significant leaching to form copper oxide deposits. The enrichment blankets have been offset by *at Santa Cruz* horst-graben faulting and more recent low angle (flat) faulting. *documented* Sacaton appears to have been faulted from an unknown position within the Santa Cruz sulfide system.

The results of the 1974-75 drilling program are encouraging and more drilling is needed in the Santa Cruz horst block between SC-16, -18, and -19; in the SC-23 area; between SC-23 and Sacaton; and in the area south *highly suspected* and east of SC-16 (Sections 17 and 19) as outlined in Figure 1. Testing of the latter three areas would require additional land acquisition. Exploration in these three areas is enhanced by the potential for chalcocite mineralization rather than copper oxide mineralization. *PHC*

38,364' of drilling was done in the 1964-1965 Santa Cruz drilling program and 18,484' in the recent 1974-1975 program, for a total of 56,848'. Although very little is known about Newmont's exploration program, it is guesstimated at 15,000' of rotary-core drilling.

INTRODUCTION

The discovery of the Santa Cruz sulfide system was made by Asarco in September-October 1964 while exploring for the Sacaton "roots" along Sacaton's southwest trend. The exploration program drilled SC-1 through SC-17 from mid-1964 to mid-1965. In mid-1965 Asarco's land position was dropped.

During late 1970 and early 1971 Asarco attempted to reestablish its land position following a favorable geologic report by Bruce Kilpatrick (October 5, 1970). No land was acquired during the following years. In July 1974 Asarco and Freeport Exploration Company entered into a joint exploration agreement. During October 1974 Freeport purchased North American Acceptance Corporation land in and about the area of previous drilling in Section 13 (T6S R5E). Asarco commenced drilling in October 1974 and continued to the end of June 1975. Holes SC-18 through SC-24 were drilled during this time. *reestablished*
surface mineral?

Ore grade and potentially economic copper intercepts have been encountered in four holes of the recent drilling program. Geologic interpretation of the past and recent drilling results has resulted in a reasonable understanding of the former primary mineralization, enrichment cycles, copper oxide deposit formation, and offsetting fault structures. The purpose of this report is to highlight the results of the recent drilling program and the geologic interpretation resulting from studies since October 1974.

DRILLING RESULTS

The 1964-1965 drilling program consisted of 17 holes totalling 38,364' of rotary and core drilling (Santa Cruz Summary Report, J. Wojcik, May 1966). During the recent program seven holes and one wedged hole (SC-21W) were completed, for a total drilling footage of 18,484' (10,083' of rotary drilling and 8,401' of core drilling). The footages of the recent program are detailed in the following table.

TOTAL RECENT DRILLING

Drill Hole	Rotary	Core	Total
SC-18	1,505'	1,008'	2,513' (T.D.)
SC-19	1,205	1,621	2,826 (T.D.)
SC-20	1,206	1,217	2,423 (T.D.)
SC-21	2,364	605	2,969 (T.D.)
SC-21W	-0-	315	315 (2,417' T.D.)
SC-22	600	1,726	2,326 (T.D.)
SC-23	2,150	521	2,671 (T.D.)
SC-24	1,053	1,388	2,441 (T.D.)
Total	10,083'	8,401'	18,484'

Norm Whaley's calculations (work sheets dated July 30, 1975) show Joy cored 5,240' at an average cost of \$15.92/ft. and Longyear cored 3,162' at an average cost of \$21.87/ft. (mud and lost casing costs included in both figures). On a comparison basis, the costs would be \$16/ft. for Joy versus an estimated \$19 to \$19.50/ft. for Longyear, adjusting for depth, core size, number of rigs, mud experimentation, wedging, and minimum footage bid (Asarco supervision and overhead not included). From Whaley's calculations, it can be found that Joy drilled at an average rate of 27 ft./calendar day and Longyear averaged 41 ft./calendar day, adjusted for wedging time only. Hunter-Shelton rotary drilled at an average cost of \$6.79/ft. and CXM Drilling averaged \$11.09/ft. (not adjusted for comparison).

The results of the individual holes are summarized in the following table and Figures 3 through 9. Graphic summary logs of the detailed logging sheets are in Appendix I. Factual and interpretive points of interest for each hole are noted in the following paragraphs.

Sections needed

SELECTED COPPER INTERCEPTS (Geologic Cutoff Grades, Approx. 0.3% Cu)

Hole	From	To	Interval	Copper	Copper Minerals
SC-18	1670'	1790'	120'	0.71%	Chrysocolla
SC-19	1193	1320	127	0.84	Chrysocolla & Atacamite
	1620	1770	150	2.98	Atacamite
SC-23	2430	2650	220	1.27	Chalcocite & Chalcopryite
SC-24	1180	1280	100	0.51	Chrysocolla
	1550	1660	110	1.10	Chrysocolla & Atacamite
	1740	1820	80	0.73	Chrysocolla
	2220	2420	200	0.58	Chalcocite

) fig 2 shows cc at base ?

Note: SC-13, -14, and -16 of the 1964-1965 drilling program contained significant copper intercepts of questionable grade (rotary cuttings) and some intercepts were not assayed.

Can you more any
contact (a la SC-17 per interp). I personally seriously doubt that you can
reach original cpy after 2-3-4 stages of leaching

- 13 -

SC-18: Drill hole SC-18 (Figure 3) went from conglomerate into bedrock across a fault at a depth of 1,560'. This fault is interpreted to have removed about a 900' thickness of capping containing an estimated 100-150' thick blanket of copper oxides averaging 0.5-0.8% total copper.

From 1,560 to 1,630' was 70' at 1.81% copper (chrysocolla) hosted in altered volcanic agglomerate. The nature of the host rock and its limited distribution within enrichment blankets suggests that the thickness and definitely the grade should be discounted for projections over 100' distant from SC-18.

An anomalous abundance of breccia (mostly in granite) and high former total sulfides yield at depth to typically low grade (0.2% Cu), moderately weakly altered quartz monzonite porphyry (aplitic groundmass). SC-18 penetrated quartz monzonite porphyry with primary sulfides at a depth above copper oxide and chalcocite enrichment blankets that project from SC-19 to SC-14 and are seen in SC-24 as a 50% leached chalcocite blanket.

SC-19: Drill hole SC-19 intercepted 690 feet-percent copper enrichment in the form of copper oxides and minor chalcocite (Figure 4). The feet percent copper in SC-19 is greater than nearly all the holes at Sacaton, but the economic potential is less because the zones of copper are widely separated by leached capping. The hole bottomed in low grade, weakly altered quartz monzonite porphyry (aplitic groundmass). The suggested interpretation of the former primary grades and the supergene redistribution of copper values are shown in Figure 10. In general copper intercepts in SC-19 correlate nearly horizontally with intercepts in SC-24, SC-18, SC-16, and SC-14.

SC-20: The geology of SC-20 (Figure 5) is divided into two distinct domains that are separated by a fault at 2,150'. Above the fault the former total sulfides averaged about 1% by volume in moderately strongly altered granite and about 5% in strongly altered granite breccia intervals. From about 1,700 to 2,050' was indigenous hematite after chalcocite and pyrite. Below the fault at 2,150' the granite is weakly altered with low (3/4%) former total sulfides. The hole bottomed in leached capping (50 feet of rods lost in hole at a depth of 1,300').

SC-21 and SC-21W: The suggested interpretation of the geology of SC-21 and SC-21W (Figure 6) is shown in Figure 11. Remnant enriched sulfides are intermixed with limonites beneath thoroughly leached capping and separated by faulting from the top of the primary sulfides. The hole bottomed in typically low grade copper, weakly altered quartz monzonite porphyry (aplitic groundmass). An apparent increase in molybdenite with depth (see log in Appendix I) is noteworthy and could reflect a change in the geology below the bottom of SC-21.

Can you do anything with the database — faulting/structure?
where do these late mineral grains (etc) appear on your logs, what's significance?

SC-22: SC-22 (Figure 7) penetrated only local trace amounts of CuOx and two zones of weak chalcocite enrichment that have experienced about 60% leaching. It appears that the pyrite to copper sulfide ratio, both in the former primary sulfides and in the enrichment zones, remained very high. Reconstruction of the two enrichment horizons prior to leaching at 1,510' to 1,600' and 2,080' to 2,240' suggests 90' at 0.5% and 160' at 0.3% total copper, respectively. The last 80' of SC-22 encountered weakly oxidized, unenriched primary sulfides. No zone of stable enrichment was penetrated by the depth of 2,326', the bottom of the hole.

SC-23: Drill hole SC-23 (Figure 8) has encountered the strongest, most pervasive sericite alteration of all the Santa Cruz drill holes to date (exclusive of strong alteration associated with breccia). Plagioclase and biotite are totally replaced, and K-feldspar is weakly to moderately replaced.

In general there was much more drill core evidence of flat faulting in SC-23 than in any of the holes in the Santa Cruz horst block. The chalcocite enrichment zone in SC-23 was bottomed by a 0-20° dipping fault. Prior to enrichment the last 250' of SC-23 appears to have had a primary grade of 0.5% copper.

SC-24: Drill hole SC-24 (Figure 9) found the conglomerate-bedrock contact 350' lower than projected from SC-22 and SC-19 suggesting a fault between SC-19 and SC-24. As previously discussed, the copper oxide intercepts in SC-24 correlate with intercepts in SC-19, -16, and -18.

SC-24 encountered a chalcocite enrichment blanket that was 50% leached; from 2,220' to 2,420' was a 200' thickness of 0.58% copper as chalcocite with no copper oxides. The enriched grade prior to leaching is estimated at slightly greater than 1% copper. The top of this blanket correlates with the top of significant chalcocite enrichment in SC-13 which occurred at a depth of 2,250' (SC-13 bottomed at 2,286').

SC-24 bottomed in moderately altered granite with weakly oxidized pyrite and chalcopyrite.

SANTA CRUZ SULFIDE SYSTEM

The Santa Cruz copper deposit is a horst block of part of a large buried sulfide system. The extent of the system is only partially defined with the Santa Cruz horst on the west, SC-2 just to the north, and the Sacaton barren basement complex on the east.

Geologic studies to date suggest a low total sulfide system (2-3% average by volume) hosted by Precambrian granite with small Laramide quartz monzonite porphyry intrusives. The stronger primary copper mineralization appears to have been distributed within 2,000' of a large quartz monzonite porphyry

*low dis this relat
SC-19 intercepts of enrg
orig unit/min zoning
per ph copp*

*not sk
on SC-24*

*low abas
section*

have core sulfides

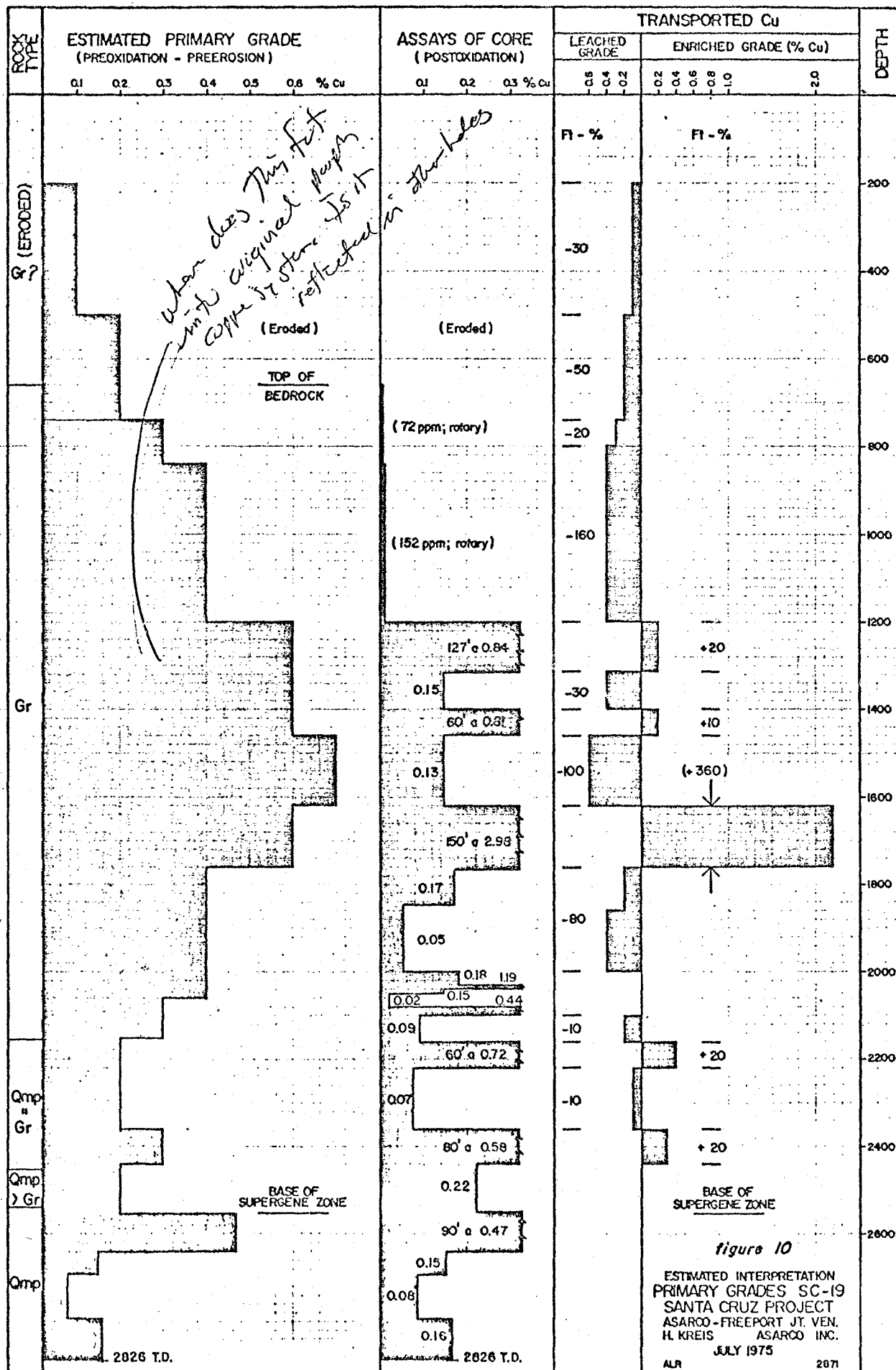
In next programme
read that type
would still
some X-S

mass. In the portions of the sulfide system explored to date, the highest primary grades are estimated to have been about 0.5-0.6% copper. Figure 12 shows the interpreted vertical and horizontal zoning of alteration and primary mineralization as related to the apparent quartz monzonite intrusive at depth.

Multiple cyclic enrichment has produced and destroyed chalcocite enrichment blankets. In SC-23 and at Sacaton these enrichment blankets remain. Chalcocite blankets in the Santa Cruz horst block, however, contained a high chalcocite to pyrite ratio and were oxidized without significant leaching to form copper oxide deposits. The enrichment blankets have been offset by horst-graben faulting. More recent low angle (flat) faulting is seen in SC-23 and at Sacaton.

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TH

The factual and interpretive geology of the Santa Cruz sulfide system is detailed in outline form in Appendix II. Figure 13 depicts a simplified interpretive version of the copper enrichment history of the Santa Cruz horst block.



ASARCO Incorporated
Tucson Arizona

September 16, 1975

TO: R.B. Cummings


FROM: W.L. Kurtz

On September 10th I discussed with you the desirability of your participating with Messrs. Sell and Kreis in a short intensive study of the Santa Cruz-Sacaton mineralization and structural problem.


Monday, September 22nd would be a convenient starting date and I would contemplate 10 working days for the study.

*Ch boy! **

If additional time is necessary, I would anticipate your helping on a consulting type basis -- an hour or two now and then.


W.L. Kurtz

WLK:vh

cc: R.B. Meen
T. Edwards
J.D. Sell 

** JDS version out May 12, 1976*

*As of 9/15/76 neither HGK nor RBC
had submitted theirs.*

" as of 11/5/76

Cpy for J.D.S.

Summary

H G K comment
No list of comment ^{copy} available.

Interpretation of the relogging of the core and rotary samples during the Santa Cruz Studies by Kreis, Cummings, and Sell has suggested that in the horst block area the quartz monzonite porphyry intrusive was emplaced along an older structural zone.

The zone, here named the SC zone, is characterized by the abundance of thin diabase dikes cutting slices of Precambrian granite with thin breccia zones and faulting apparent as subparallel planar structures. The SC zone presently strikes in a general N60°E direction and dips around 40° northwesterly. It is expressed between hole SC-18 on the northeast to SC-20 on the southwest, a distance of over 4000 feet. It is probably offset 2000 ft. to the south between holes SC-20 and SC-12 by the Westside fault which strikes N30°-35°W and dips 45° southwesterly. The SC zone is suggested to pass through hole SC-4 and extending ~~ing~~ further to the southwest.

In Laramide time the SC zone was the site of renewed movement along the faults. Dikes of various porphyry rocks and thicker masses of quartz monzonite porphyry, as well as breccia masses, were emplaced along the zone and principally in the hanging wall of the Precambrian SC zone. The dikes and masses are again mainly subparallel to the planar fabric established during the Precambrian events. In the footwall of the SC zone, Precambrian granite is found high and to the west where it is quite massive, although cut by a few diabase dikes which generally have intrusive contacts. Easterly and at depth in the footwall of the SC zone is the Laramide quartz monzonite porphyry. The porphyry was in part guided into its emplacement by the SC zone and, although crushed and faulted at the boundary, is most often a massive unit below the SC zone.

The SC zone, on its northwesterly or hanging wall side, is the site for extensive faulting, brecciation, and fluidization of various Precambrian granite and Laramide quartz feldspar porphyry, hornblende porphyry, and various quartz monzonite porphyry units which generally show a preference for steeper contacts. The fluidized zones generally do not mix rock types and exhibit all degrees of fluidization and brecciation within the units. Diabase, in general, was not found with a fluidized texture, although in SC-22 a mixed zone of quartz monzonite porphyry and granite had a minor amount of "dark volcanic" and recognizable diabase inclusions. ⑦

The zone of massive fluidization and brecciation is noted in holes SC-14, 18, 19, 22, and 24. Outside the zone, ^{are} numerous zones of narrow fluidization and "internally disintegrated" rock. These narrow zones are found both in the hanging wall granite and in the footwall granite and quartz monzonite porphyry.

The Santa Cruz horst is bounded on the east by the Eastside fault. This structure strikes N20°-25°W and dips 45° northeasterly. Little data is available east of the fault, but it appears to offset the SC zone and the extensive fluidized zone to the north for an unknown distance. As noted, the fluidized and brecciated zone, as exemplified in SC-18 and interpreted for SC-14, is cut by the Eastside fault. The northward offset may amount to around 2000-2500 feet, with the SC zone going to the northeast between holes SC-21 and SC-23.

Coincident with the extensive fluidized and brecciated zone is the occurrence of higher values of molybdenum contouring outward from hole SC-24 and a higher center of primary copper grades contouring outward from holes SC-18 and SC-24. Undoubtedly the original grade within this zone was responsible for the better development of a chalcocite blanket, which was subsequently modified and converted into the "copper oxide" blankets as presently known. ⑧

In the Santa Cruz horst area the massive quartz monzonite porphyry is known to extend up to an elevation of minus 420 feet below sea level on the footwall side of the SC zone. On the hanging wall side, dike-type units of similar quartz monzonite porphyry were first encountered at an elevation of minus 870 feet below sea level. Precambrian granite is known to extend to a depth of minus 1169 feet below sea level on the hanging wall side.

The various dikes and masses of hornblende porphyry, hornblende feldspar porphyry, quartz feldspar porphyry, grey quartz monzonite porphyry, black quartz monzonite porphyry, and various textures of quartz monzonite porphyry found in the hanging wall of the SC zone probably reflect a monzonitic source area at depth. The occurrence of massive quartz monzonite porphyry at a higher level in the footwall of the SC zone is probably the result of a) a higher level of intrusion of the monzonite mass along the weak zone exemplified by the diabase and faulting in the Precambrian granite, and b) some faulting along the contact which downdropped the hanging wall units both before and after the influx of the Laramide fluidization and brecciation event.

The area of fluidization, brecciation, and mineralization around holes SC-18 and SC-24 is regarded as a center of activity. A second center of mineralization is suggested in the vicinity of hole SC-4 where fluidization, better alteration, and higher molybdenum values are noted. Hole SC-23 to the northeast is regarded as a third area of contrasting alteration-mineralization-tectonic style. (9)

Introduction

The location-plan map of the Santa Cruz project is shown in Figure 1 (MVK-2878) (same as HGK Fig. 1). In September of last year, a relogging-reevaluation of the project drill results was initiated by Kreis, Cummings, and Sell. The main emphasis of study was the Santa Cruz horst block, the area of major drilling and significant results, centered around drill holes SC-22, -19, and -24.

Faulting

Logging and constraints have suggested a number of fault structures in the horst block area (Figure 2). Basically interpreted is an older Precambrian fault trend, here named the SC zone, which strikes $N60^{\circ}E$ and dips 40° northwesterly. The SC zone horst block is cut, downdropped, and laterally translated by three major structures: 1) the westside fault, which strikes $N30^{\circ}-35^{\circ}W$ and dips 45° southwesterly and offsets the SC zone some 2000 feet to the south; 2) the eastside fault, which strikes $N30^{\circ}-25^{\circ}W$ and dips 45° northeasterly, offsets the SC zone to the north an unknown distance, but probably between 2000 and 2500 feet; and 3) the southside fault, which is interpreted to cut the westside and eastside structures, strikes $N55^{\circ}-60^{\circ}E$ and dips steeply to the southeast. The southside fault may be a series of structures which cumulatively downdrop the south side of the horst block in excess of three thousand feet. A fourth fault structure was cut in hole SC-21 and is interpreted to terminate at the eastside fault while striking $N60^{\circ}E$ and dipping 50° southeasterly.

Present drill hole data and three point resolutions do not permit the precise determination of the fault directions and dips. It is known that variations exist and the above figures reflect the general trends of the structures.

SC Zone

The SC zone is a totally complex structural-intrusive zone extending from Precambrian thru post-Laramide time.

During Precambrian time, large masses of granite were emplaced in central Arizona in contact with Pinal Schist. The Santa Cruz area appears to be within the granitic mass and the earliest SC zone was characterized by shearing and breakage along the N60°E trend. Part of the zone of weakness was utilized by the emplacement of thin, planar, intrusive diabase dikes having chilled borders.

Figures 3 and 4 are plan maps of the minus 500-foot elevation below sea level and minus 1000-foot elevation below sea level, respectively, in the area of study. As noted, in the northwest side of the SC structure, thin diabase dikes were encountered in nearly each hole in the area. A profusion of slips, faults, and crushed zones is also apparent which appears to belong to the Precambrian fracture system and ~~again~~ again mainly in the northwest or hanging wall of the SC structure. In the southeast or footwall of the SC structure, the Precambrian granite is essentially a massive, unbroken unit with two discrete diabase dike intercepts in hole SC-24. It is realized that the sparsity of drill intercepts into the footwall area of the SC zone does not permit a clarified picture, but there seems little doubt that the hanging wall side of the SC structure as now known was the site of multiple diabase dikes and much more abundant fracturing and faulting.

In Laramide time a mass of quartz monzonite porphyry was emplaced, and it appears to be guided by part of the older SC zone. As presently known in the southeast or footwall side, massive quartz monzonite porphyry was intruded to a fairly high level in the vicinity of holes SC-14, -16, and -18, and several discrete black qmp and black feldspar porphyry dikes were emplaced in the Precambrian granite further west. In the hanging wall side of the SC structure,

numerous thin zones of quartz monzonite porphyry with a number of textural variations were emplaced in the sheared granitic terrain. Also in the hanging wall side, extensive brecciation and fluidization of Precambrian granite and Laramide quartz monzonite porphyry were involved. The fluidization exhibits all degrees of intensities and involvement, but in general is restricted to single units and, although granite and qmp may alternate in relatively thin apparently planar slices and each is fluidized, the fluidization generally did not mix rock types. Although the diabase is assigned to the Precambrian and the fluidization as a Laramide event, diabase was rarely found to exhibit fluidization features except very locally along contacts. Post-fluidization fracturing and faulting are common features and occur within the expanded fluidized SC zone. Apparently late hornblende porphyry, quartz feldspar porphyry, and various darker quartz monzonite porphyries were emplaced late in the fluidization sequence. Much of the fluidized and late dikeing appear to favor steeper structural zones than the diabase and more planar qmp zones.

In the footwall side of the SC structure, rare fluidization was noted. A fluidized qmp dike was noted in drill hole SC-4 while a small fluidized structure of Precambrian granite was found in hole SC-24.

To recap, a cross section of the SC zone has been constructed through drill holes SC-22, -19, and -24. Figure 5 shows the SC structure as a fault (colored blue) with massive granite and qmp below on the footwall side. Minor crushing and shearing with gouge development are also noted along the fault structure and somewhat below. Several gently dipping diabase dikes and one steeper fluidized granite structure are also shown in the footwall block. This massive characteristic is sharply changed across the fault structure and in the hanging wall side a complex intrusive sequence of granite,

and the hanging wall side of the SC structure.

diabase, and various porphyries, all highly fractured, brecciated, and fluidized to various degrees and involvement, is found to extend some distance away from the fault at the base of the sequence. In the upper part of drill hole SC-19 and the bottom of hole SC-22 are found "internally crushed" granite masses cut by diabase and qmp dikes dipping at moderate angles. In hole SC-22, the majority of the hole contains highly brecciated and fluidized units of granite and various porphyries. The top of the brecciated and fluidized group is marked by a strong fault containing gouge and breccia, and above the fault is massive, weakly shattered granite. The entire zone of brecciated and fluidized units is called the SC zone.

Figure 6 separates the non-brecciated, brecciated, and fluidized granite and porphyries. Drill hole SC-22 was terminated between the two intrusive complex groups, and no data is available in other holes to confirm the depth configuration of the intrusive complex.

Mineralization

Mineralization within the Santa Cruz system as presently known can be divided into four groups: 1) primary sulfides of pyrite and chalcopyrite; 2) a chalcocite zone, often partially leached; 3) a first remnant chalcocite with pyrite zone, often highly leached; and 4) the "oxide copper" zone of chrysocolla, brochantite, and atacamite.

Figure 7 is the cross-section of holes SC-22, -19, and -24 with the above four zones as intercepted. Hole SC-22 did not intercept any oxide copper but found a remnant leached chalcocite-pyrite zone and, further in depth, a leached chalcocite zone before terminating in partially leached primary pyrite-chalcopyrite. Hole SC-19 intercepted three distinct oxide copper zones, then a highly leached zone with sparse remnant chalcocite containing an oxide copper band at its base, then a leached chalcocite zone

terminating at a fault (the SC fault) where unleached pyrite-chalcopyrite was encountered to the terminated depth. Hole SC-24 also intercepted three oxide copper zones, then penetrated the SC fault, after which the hole went into highly leached remnant chalcocite-pyrite, followed by a distinct chalcocite zone which bottomed in partially leached and chalcocite-enriched primary values, and terminated in primary pyrite-chalcopyrite values.

Interpretation of this information would suggest a moderate dip to the top of the primary pyrite-chalcopyrite values, which are interpreted to be subparallel to the top of the chalcocite zone drawn between holes SC-22 and -19. Likewise, the line connecting the top of the first remnant chalcocite-pyrite zone is compatible to the lower two surfaces. In Figure 7, the dip assigned to hole SC-24 is determined by association and other control described below.

The oxide copper zones roughly fall at the same elevation but, as shown in Figure 7, appear to be somewhat irregular and are assigned a flattish dip and probably reflect redistribution to the present bedrock surface.

Figure 8 is a plan map showing interpreted structural contours on the top of the oxide copper zone as penetrated in the drilling. As contoured, the top of the zone is a rather sharp ridge which slopes away in three directions, and which appears to reflect the rock surface contours. A further modification is along the Eastside fault where volcanics and granite appear to be along the fault surface and have acted as a trap or sponge for the oxide copper values.

The top of the first remnant chalcocite with pyrite can also be contoured and is shown on Figure 9. The contouring is separated into sectors based on the faulting and offsets, as well as hanging and footwall sectors of the SC zone. In the main area of the hanging wall sector, four control points are available and contouring suggests a slight bowing of the surface subparallel

to the SC fault trace and dipping around 20° to the southeast. In the footwall of the SC fault two points are available, but hole SC-24 is in fault contact with the first remnant chalcocite-pyrite zone and hence the true thickness is unknown. The contours are drawn in the footwall based on the 250-foot thickness in hole SC-13. However, as suggested in the hanging wall block, the thickness increases from west to east across the block, and if this is true in the footwall block then any increase in thickness would move the contours to the south, as shown by the plus (+) marks, and the final configuration would be subparallel on both sides of the SC fault. Note that there is over 100 feet of displacement across the fault, with the hanging wall down in relation to the footwall. This is also reflected in the cross-section of Figure 7.

Only one point is available in the block containing hole SC-4, but does exhibit the lateral offset of contours from the adjacent blocks.

The top of the chalcocite zone contours is shown in Figure 10. On the hanging wall side of the SC fault, three points afford some control and reflect a 25° southeast dipping surface subparallel to the SC fault. On the footwall side, only one clear data point is available, with constraints placed by the use of three additional points. The construction suggests the same subparallel strike direction, but the surface probably dips much shallower at around 10° to the southeast. ^{Pyrite w/ FeOx} Pyrite was noted in the quartz monzonite porphyry at the bottom of hole SC-16. The depth does not conform to the contouring and is presently anomalous. The pyrite could reflect a part of the remnant chalcocite-pyrite zone but would again be at an elevation higher than the contourable data, or more probably it reflects a non-leached and non-enriched area. Possibly other complicating fault structures are present and they would clarify the data.

Again, hole SC-4 is a single control point but emphasizes the offset feature.

little
difference
between
SC-13
& SC-4
(160'!)

Figure 11 lists the elevation of the primary sulfides with comments in each hole of the Santa Cruz study area. As the various structures offset the top of the surface and few holes have contacts represented by the base of the chalcocite zone for reference, the data is not contoured. It should be noted, however, that holes SC-14, -18, and -19 all encountered unleached sulfides immediately below the SC fault. Also, hole SC-15 encountered primary sulfide at and in the basal structures of the Eastside fault (dipping easterly), while hole SC-21 entered primary sulfides below an interpreted south dipping fault.

Centers of Intrusive Activity and Mineralization

As exemplified on the plan maps of Figures 3 and 4, and the cross-section of Figures 5 and 6, the area containing holes SC-14, -18, -19, -22, and -24 is one of extensive brecciation and fluidization of Precambrian and Laramide units. Eastward the intrusive complex zone is cut and displaced by the Eastside fault, to the south it terminates against the SC fault, westward it apparently becomes narrower and less complicated, while to the north it terminates in a high angled fault zone against Precambrian granite. A center for the extensive fluidization would appear to be around the hole SC-14, -18, and -19 area and being displaced on the east side.

A massive qmp-granite contact occurs on the footwall side of the SC fault and had little fluidization and brecciation associated with the contact.

Scattered molybdenum values have been obtained from both the rotary and core drilling. Figure 12 plots the moly values in units above the SC fault. A partial closure, with a high of plus 150 ppm, can be drawn in the vicinity of holes SC-18, -19, -22, and -24, the same area as the extensive brecciation and fluidization features. Another tighter closure of plus 100 ppm is suggested for the hole SC-4 area. A possible easterly axis/suggested for the larger closure.

In the footwall of the SC fault, Figure 13, a closure is suggestive in the holes SC-18 and -24 area with less than 100 ppm. Very low values are recorded in hole SC-4 area. Across the Eastside fault in hole SC-21, the progressive increase in moly values at depth suggests either a new center or an offset continuation of the holes SC-18 and -24 closure. A more northeasterly axial trend is suggested subparallel to the SC structural zone.

Also shown on Figure 13 ^{are} ~~xx~~ the copper values found in the primary zone intercepted in the drill holes. ^{These} This data, mainly in the footwall block of the SC fault, indicates the highest copper values are in the general high moly area.

Another type of mineral center is suggested in the overall distribution of the copper oxides. Figure 8 shows that hole SC-20 and -24 have chrysocolla as the oxide mineral, whereas hole SC-18 has predominately chrysocolla with brochantite, while SC-19 has chrysocolla with ~~antlerite~~ ^{antlerite}. Further outside this grouping of holes, on the east SC-14 and -16 show brochantite greater than ~~antlerite~~, while to the southwest SC-13 shows ~~antlerite~~ predominantly over brochantite and chrysocolla.

Chrysocolla is also the mineral type in the area of SC-4.

The high copper oxide values (plus 1%) in holes SC-16 and -18 occur in volcanic agglomerate mixed with granite breccia. A volcanic agglomerate dike is noted lower in hole SC-18 and was highly altered and also contained plus 1% copper oxide values. Similar volcanic agglomerate and granite breccia were apparently intercepted in the rotary hole SC-15, and there the copper values were predominantly chalcocite.

The role of the highly altered volcanic agglomerate as a site mineralization is open to question, but one thought is that the volcanic agglomerate was essentially emplaced along the Eastside fault line and available to the

early enrichment cycle of migrated chalcocite. The chalcocite was later downdropped to the present level on the east, and the chalcocite on the upthrown side was subsequently oxidized in place to form the oxide values as now known.

Exploration Targets

The excellent alteration, leached capping, and chalcocite zone found in hole SC-23, a mile and one quarter northeast of hole SC-14, is a distinct and separate entity from the Santa Cruz horst area. The flat fault complications cannot be resolved with the single data point, and the thin interval of chalcoppyrite intercepted just prior to the termination of the hole is a tantalizing feature. Additional drilling in this area should have the greatest priority.

The concept of a Precambrian zone of weakness, which was the loci of an extensive zone of brecciation and fluidization as well as the major zone of mineralization in the Laramide, can be used as a guide. As developed, a substantial portion of the zone is probably offset along the Eastside fault and is projected to pass north of hole SC-21 and south of hole SC-23. A hole or holes located north of SC-21 would probe for this zone in Target Area A.

The chalcocite in the Eastside fault zone volcanic agglomerate-granite breccia of hole SC-15 and the southside downdropping of the block south of SC-21 suggest that a relatively thick chalcocite enriched area may be preserved east and south of the two holes and between the extension of the Southside fault, as in Target Area B.

The preservation of chalcocite in the footwall of the SC zone in the area of hole SC-24 suggests a relatively thin and probably local amount of chalcocite would be preserved in a zone subparallel to the SC zone on the footwall side in Target Area C.

7 No

12

13

On the hanging wall side, a substantial zone of oxide copper is probably preserved between hole SC-19 and the Eastside fault. The southern extent of the oxide zone is questionable south of holes SC-24 and SC-18 toward hole SC-16. A hole placed in the triangle out of the reach of either the Eastside or Southside faults would clarify the picture in Target Area D.

A deep primary zone is suggested to underlie the intensive fluidized zone exemplified in holes SC-18 and -24. Fluid inclusions suggest these two holes have excellent characteristics for containing ore grade copper as chalcopyrite near the boiling interface. Reviewing Figures 5 and 6, it is probable that the loci of the fluidized central vent undoubtedly lies below the SC fault as shown, and at some point ruptures the zone and then partially used the zone as a structural control to expand upward as the drilling has shown. The constraint placed by hole SC-14, which penetrated the SC fault and into massive qmp, suggests the test hole should be placed north of a line connecting holes SC-14 and SC-22 and possibly as much as 500 feet north in Target Area E. Valuable information on this problem would have been gained by deepening hole SC-22 into and through the lower intrusive complex. (14)

The Southside fault and its probably continued step-down system appears to be a strong basin controlling system. Present thought is that it is deep (plus 2500 to 3000 feet) to the bedrock units at a short distance south of hole SC-16. The rock type is unknown, but it is likely Precambrian granite near the south contact of the main mass of qmp. As more information is gleaned as to the characteristic of the northern contact, it may be justified in probing for and along the south contact.

Comments of
for RB Cummings
review - critique

Date: 000000 - 000000

mark any you see fit & return.
Will send corrected copy to you in future.

Summary

Interpretation of the relogging of the core and rotary samples during the Santa Cruz Studies by Kreis, Cummings, and Sell has suggested that in the horst block area the quartz monzonite porphyry intrusive was emplaced along an older structural zone.

The zone, here named the SC zone, is characterized by the abundance of thin diabase dikes cutting slices of Precambrian granite with thin breccia zones and faulting apparent as subparallel planar structures. The SC zone
Note: At Sac dk (main mass at depth on N side) dips 30° West
presently strikes in a general N60°E direction and dips around 40° north-westerly. It is expressed between hole SC-18 on the northeast to SC-20 on the southwest, a distance of over 4000 feet. It is probably offset 2000 ft. to the south between holes SC-20 and SC-12 by the Westside fault which strikes N30°-35°W and dips 45° southwesterly. The SC zone is suggested to pass through hole SC-4 and extending further to the southwest.

could 40° dip
be due to
tilting?

tilted?

In Laramide time the SC zone was the site of renewed movement along the faults. Dikes of various porphyry rocks and thicker masses of quartz monzonite porphyry, as well as breccia masses, were emplaced along the zone and principally in the hanging wall of the Precambrian SC zone. The dikes and masses are again mainly subparallel to the planar fabric established during the Precambrian events. In the footwall of the SC zone, Precambrian granite is found high and to the west where it is quite massive, although cut by a few diabase dikes which generally have intrusive contacts. Easterly and at depth in the footwall of the SC zone is the Laramide quartz monzonite porphyry. The porphyry was in part guided into its emplacement by the SC zone and, although crushed and faulted at the boundary, is most often a massive unit below the SC zone.

The SC zone, on its northwesterly or hanging wall side, is the site for extensive faulting, brecciation, and fluidization of various Precambrian granite and Laramide quartz feldspar porphyry, hornblende porphyry, and various quartz monzonite porphyry units which generally show a preference for steeper contacts. The fluidized zones generally do not mix rock types and exhibit all degrees of fluidization and brecciation within the units. Diabase, in general, was not found with a fluidized texture, although in SC-22 a mixed zone of quartz monzonite porphyry and granite had a minor amount of "dark volcanic" and recognizable diabase inclusions. *True @ Sac also*

The zone of massive fluidization and brecciation is noted in holes SC-14, 18, 19, 22, and 24. Outside the zone ^{are} numerous zones of narrow fluidization and "internally disintegrated" rock. These narrow zones are found both in the hanging wall granite and in the footwall granite and quartz monzonite porphyry.

The Santa Cruz horst is bounded on the east by the Eastside fault. This structure strikes N20°-25°W and dips 45° northeasterly. Little data is available east of the fault, but it appears to offset the SC zone and the extensive fluidized zone to the north for an unknown distance. As noted, the fluidized and brecciated zone, as exemplified in SC-18 and interpreted for SC-14, is cut by the Eastside fault. The northward offset may amount to around 2000-2500 feet, with the SC zone ^{trending} going to the northeast between holes SC-21 and SC-23. *But No Fluid in 21+23 ? NW ?*

Coincident with the extensive fluidized and brecciated zone is the occurrence of higher values of molybdenum contouring outward from hole SC-24 and a higher center of primary copper grades contouring outward from holes SC-18 and SC-24. Undoubtedly the original grade within this zone was responsible for the better development of a chalcocite blanket, which was subsequently modified and converted into the "copper oxide" blankets as presently known.

In the Santa Cruz horst area the massive quartz monzonite porphyry is known to extend up to an elevation of minus 420 feet below sea level on the footwall side of the SC zone. On the hanging wall side, dike-type units of similar quartz monzonite porphyry were first encountered at an elevation of minus 870 feet below sea level. Precambrian granite is known to extend to a depth of minus 1169 feet below sea level on the hanging wall side.

The various dikes and masses of hornblende porphyry, hornblende feldspar porphyry, quartz feldspar porphyry, grey quartz monzonite porphyry, black quartz monzonite porphyry, and various textures of quartz monzonite porphyry found in the hanging wall of the SC zone probably reflect a monzonitic source area at depth. The occurrence of massive quartz monzonite porphyry at a higher level in the footwall of the SC zone is probably the result of a) a higher level of intrusion of the monzonite mass along the weak zone exemplified by the diabase and faulting in the Precambrian granite, and b) some faulting along the contact which downdropped the hanging wall units both before and after the influx of the Laramide fluidization and brecciation event.

The area of fluidization, brecciation, and mineralization around holes SC-18 and SC-24 is regarded as a center of activity. A second center of mineralization is suggested in the vicinity of hole SC-4 where fluidization, better alteration, and higher molybdenum values are noted. Hole SC-23 to the northeast is regarded as a third area of contrasting alteration-mineralization-tectonic style.

Introduction

The location-plan map of the Santa Cruz project is shown in Figure 1 (MVK-2878) (same as HGK Fig. 1). In September of last year, a relogging-reevaluation of the project drill results was initiated by Kreis, Cummings, and Sell. The main emphasis of study was the Santa Cruz horst block, the area of major drilling and significant results, centered around drill holes SC-22, -19, and -24.

Faulting

Logging and constraints have suggested a number of fault structures in the horst block area (Figure 2). Basically interpreted is an older Precambrian fault trend, here named the SC zone, which strikes $N60^{\circ}E$ and dips 40° northwesterly. The SC zone horst block is cut, downdropped, and laterally translated by three major structures: 1) the westside fault, which strikes $N30^{\circ}-35^{\circ}W$ and dips 45° southwesterly and offsets the SC zone some 2000 feet to the south; 2) the eastside fault, which strikes $N30^{\circ}-25^{\circ}W$ and dips 45° northeasterly, offsets the SC zone to the north an unknown distance, but probably between 2000 and 2500 feet; and 3) the southside fault, which is interpreted to cut the westside and eastside structures, strikes $N55^{\circ}-60^{\circ}E$ and dips steeply to the southeast. The southside fault may be a series of structures which cumulatively downdrop the south side of the horst block in excess of three thousand feet. A fourth fault structure was cut in hole SC-21 and is interpreted to terminate at the eastside fault while striking $N60^{\circ}E$ and dipping 50° southeasterly.

Present drill hole data and three point resolutions do not permit the precise determination of the fault directions and dips. It is known that variations exist and the above figures reflect the general trends of the structures.

All strike
slip?
L. Lat

SC Zone

The SC zone is a totally complex structural-intrusive zone extending from Precambrian thru post-Laramide time.

During Precambrian time, large masses of granite were emplaced in central Arizona in contact with Pinal Schist. The Santa Cruz area appears to be within the granitic mass and the earliest SC zone was characterized by shearing and breakage along the N60°E trend. ^{What evidence for this other than db dikes} Part of the zone of weakness was utilized by the emplacement of thin, planar, intrusive diabase dikes having chilled borders.

Figures 3 and 4 are plan maps of the minus 500-foot elevation below sea level and minus 1000-foot elevation below sea level, respectively, in the area of study. As noted, in the northwest side of the SC structure, thin diabase dikes were encountered in nearly each hole in the area. A profusion of slips, faults, and crushed zones is also apparent which appears to belong to the Precambrian fracture system and ~~again~~ again mainly in the northwest or hanging wall of the SC structure. In the southeast or footwall of the SC structure, the Precambrian granite is essentially a massive, unbroken unit with two discrete diabase dike intercepts in hole SC-24. It is realized that the sparsity of drill intercepts into the footwall area of the SC zone does not permit a clarified picture, but there seems little doubt that the hanging wall side of the SC structure as now known was the site of multiple diabase dikes and much more abundant fracturing and faulting.

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move
up front

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Centers of Intrusive Activity and Mineralization

As exemplified on the plan maps of Figures 3 and 4, and the cross-section of Figures 5 and 6, the area containing holes SC-14, -18, -19, -22, and -24 is one of extensive brecciation and fluidization of Precambrian and Laramide units. Eastward the intrusive complex zone is cut and displaced by the Eastside fault, to the south it terminates against the SC fault, westward it apparently becomes narrower and less complicated, while to the north it terminates in a high angled fault zone against Precambrian granite. A center for the extensive fluidization would appear to be around the hole SC-14, -18, and -19 area and ~~being~~ displaced on the east side.

A massive qmp-granite contact occurs on the footwall side of the SC fault and had little fluidization and brecciation associated with the contact.

Scattered molybdenum values have been obtained from both the rotary and core drilling. Figure 12 plots the moly values in units above the SC fault. A partial closure, with a high of plus 150 ppm, can be drawn in the vicinity of holes SC-18, -19, -22, and -24, the same area as the extensive brecciation and fluidization features. Another tighter closure of plus 100 ppm ^{is} suggested for the hole SC-4 area. A possible easterly axis/suggested for the larger closure.

In the footwall of the SC fault, Figure 13, a closure is suggestive in the holes SC-18 and -24 area with less than 100 ppm. Very low values are recorded in hole SC-4 area. Across the Eastside fault in hole SC-21, the progressive increase in moly values at depth suggests either a new center or an offset continuation of the holes SC-18 and -24 closure. A more northeasterly axial trend is suggested subparallel to the SC structural zone.

Also shown on Figure 13 ~~ix~~ ^{are} the copper values found in the primary zone intercepted in the drill holes. ^{These} This data, mainly in the footwall block of the SC fault, indicates the highest copper values are in the general high moly area.

Another type of mineral center is suggested in the overall distribution of the copper oxides. Figure 8 shows that hole SC-20 and -24 have chrysocolla as the oxide mineral, whereas hole SC-18 has predominately chrysocolla with brochantite, while SC-19 has chrysocolla with ~~antlerite~~ antlerite. Further outside this grouping of holes, on the east SC-14 and -16 show brochantite greater than antlerite, while to the southwest SC-13 shows antlerite predominantly over brochantite and chrysocolla.

Chrysocolla is also the mineral type in the area of SC-4.

The high copper oxide values (plus 1%) in holes SC-16 and -18 occur in volcanic agglomerate mixed with granite breccia. A volcanic agglomerate dike is noted lower in hole SC-18 and was highly altered and also contained plus 1% copper oxide values. Similar volcanic agglomerate and granite breccia were apparently intercepted in the rotary hole SC-15, and there the copper values were predominantly chalcocite.

The role of the highly altered volcanic agglomerate as a site mineralization is open to question, but one thought is that the volcanic agglomerate was essentially emplaced along the Eastside fault line and available to the

early enrichment cycle of migrated chalcocite. The chalcocite was later downdropped to the present level on the east, and the chalcocite on the upthrown side was subsequently oxidized in place to form the oxide values as now known.

Exploration Targets

The excellent alteration, leached capping, and chalcocite zone found in hole SC-23, a mile and one quarter northeast of hole SC-14, is a distinct and separate entity from the Santa Cruz horst area. The flat fault complications cannot be resolved with the single data point, and the thin interval of chalcopyrite intercepted just prior to the termination of the hole is a tantalizing feature. Additional drilling in this area should have the greatest priority.

The concept of a Precambrian zone of weakness, which was the loci of an extensive zone of brecciation and fluidization as well as the major zone of mineralization in the Laramide, can be used as a guide. As developed, a substantial portion of the zone is probably offset along the Eastside fault and is projected to pass north of hole SC-21 and south of hole SC-23. A hole or holes located north of SC-21 would probe for this zone in Target Area A.

The chalcocite in the Eastside fault zone volcanic agglomerate-granite breccia of hole SC-15 and the southside downdropping of the block south of SC-21 suggest that a relatively thick chalcocite enriched area may be preserved east and south of the two holes and between the extension of the Southside fault, as in Target Area B.

The preservation of chalcocite in the footwall of the SC zone in the area of hole SC-24 suggests a relatively thin and probably local amount of chalcocite would be preserved in a zone subparallel to the SC zone on the footwall side in Target Area C.

On the hanging wall side, a substantial zone of oxide copper is probably preserved between hole SC-19 and the Eastside fault. The southern extent of the oxide zone is questionable south of holes SC-24 and SC-18 toward hole SC-16. A hole placed in the triangle out of the reach of either the Eastside or Southside faults would clarify the picture in Target Area D.

A deep primary zone is suggested to underlie the intensive fluidized zone exemplified in holes SC-18 and -24. Fluid inclusions suggest these two holes have excellent characteristics for containing ore grade copper as chalcopyrite near the boiling interface. Reviewing Figures 5 and 6, it is probable that the loci of the fluidized central vent undoubtedly lies below the SC fault as shown, and at some point ruptures^d the zone and then partially used the zone as a structural control to expand upward as the drilling has shown. The constraint placed by hole SC-14, which penetrated the SC fault and into massive qmp, suggests the test hole should be placed north of a line connecting holes SC-14 and SC-22 and possibly as much as 500 feet north in Target Area E. Valuable information on this problem would have been gained by deepening hole SC-22 into and through the lower intrusive complex.

The Southside fault and its probably continued step-down system appears to be a strong basin controlling system. Present thought is that it is deep (plus 2500 to 3000 feet) to the bedrock units at a short distance south of hole SC-16. The rock type is unknown, but it is likely Precambrian granite near the south contact of the main mass of qmp. As more information is gleaned as to the characteristic of the northern contact, it may be justified in probing for and along the south contact.

Oxidation, leaching, and copper enrichment have ^aaffected part of the Santa Cruz sulfide system. In Section 13 (T6S, R4E) the Santa Cruz Project drilling program has located geologic copper oxide reserves (H.K. memo 12-1-75) within the capping of the much larger sulfide system. The following discussion of capping is based on the drilling results in Section 13, and the observations and interpretations are consistent with those presented in previous verbal and written reports.

The limonites were studied in limited detail during the initial logging of the core. Limonite descriptions consisted of an estimation of the absolute abundance, mineral ratios, and relative abundance of indigenous to transported limonite. Detailed logging descriptions also included the rock type, percent former total sulfides, alteration, and copper mineralogy. Descriptions of geology were made of wet core and recorded for each and every ten-foot interval. The observations and descriptions were made by H. Kreis; the logs are on file; and detailed summary logs can be found in Appendix I of the Santa Cruz Progress Report Mid-1975 (H. Kreis, August 8, 1975). More detailed studies, should they be so justified, would include detailed textural descriptions and instrumental confirmation of the limonite types and relative abundance.

It has been concluded that the limonites, when viewed as a separate entity in the detail of the descriptions as done to date, do not provide sufficient information to fully interpret the former hypogene sulfide distribution and subsequent distribution of former copper sulfide enriched zones. The interpretation of hypogene and supergene copper sulfide distribution can be done on a generalized basis through the use of supportive geologic information including such features as alteration, the distribution of copper minerals in the capping, molybdenum geochemical values, and the apparent contact relationship

and can be compared to copper distribution in the hypogene copper zone with an apparent large quartz monzonite porphyry intrusive at depth. The interpretation of this capping can be found in the aforementioned Santa Cruz progress report, elsewhere in this report, and partially in the following geologic description of the capping.

Limonites occur in all rock types and are present from the top of conglomerate covered bedrock to general depths of 2400 to 2550'. SC-19 penetrated 1900' of capping, the maximum vertical thickness to date. The lateral extent of the limonites cannot be determined at this time because of insufficient drill hole information. In the Santa Cruz horst block variations in capping thickness have resulted more from structural thinning than erosion. The bottom of the oxide zone, therefore, is frequently in fault contact with primary sulfides (such as in SC-18 and -19). In holes such as SC-22 and SC-24 partially leached sulfides (chalcocite and pyrite) are present in a zone about 200' thick near the base of oxidation.

The limonites formed from the oxidation of iron sulfides during multicyclic oxidation and enrichment. Locally minor amounts of limonites appear to have formed from magnetite associated with the alteration of biotite.

The abundance of limonites commonly range from 1-5% by volume and appear to be directly related to the abundance of former iron sulfide minerals. In the capping there is an inverse relationship between limonite abundance and copper abundance. This inverse relationship resulted from lower than average abundance of former total sulfides and a higher copper sulfide to pyrite ratio in the copper oxide zones. The higher copper sulfide to pyrite ratio resulted in part from the low total sulfide abundance during supergene enrichment. Areas of high total sulfide content with a low copper sulfide to pyrite ratio in the former chalcocite enrichment blanket produced more thorough leaching

and can be expected to cause discontinuity of copper oxide zones in the capping.

The composition of the limonites is thought to be a mixture of goethite and hematite based on the reddish-brown to brownish-red color. The mixture appears to be 40 to 60% and locally up to 80% hematite. Locally minor amounts of a goethite-jarosite mixture are present.

The limonites consist of variable ratios of transported and indigenous occurrence. In general the abundance of transported limonite equals or exceeds indigenous limonite. Although not studied in detail, the texture of the indigenous limonite is compact, and fluffy-relief limonite is present but not common. The indigenous limonite grades into transported limonite of similar texture. However, much of the transported limonite texture varies from stain in feldspar alteration products to paint on fractures to botryoidal. There is no obvious change in the composition of transported limonite and indigenous limonite in the same interval. In a few localities limonites formed casts of a subsequently leached mineral. The casts reflect an elongate crystal shape that may have been a copper sulfate mineral.

Evidence suggests that transportation of iron by supergene solutions was minimal for leaching conditions. Transported limonites appear to have formed from iron transported less than a foot from its source. There are no zones of wholesale leaching and subsequent enrichment of iron in the capping. Minerals such as alunite and supergene silica that are indicative of highly oxidizing-leaching supergene solutions are not present in the Santa Cruz capping. The greatest degree of silica-alumina mobilization is represented by kaolinite seams in SC-22 between 1050 and 1550'. SC-22 is interpreted to be in the pyrite zone with an above average abundance of former total sulfides and probably represents the highest degree of oxidizing-leaching potential

achieved by supergene solutions in the presently observed Santa Cruz capping.

In capping of thorough leaching, the copper grades are 0.01 to 0.06% total copper. Copper oxide intercepts, zones of minimal leaching, generally average 0.5 to 1% total copper. Local minor remnants of chalcocite-pyrite occur as high as 750' above the base of oxidation.

In summary, the composition of the limonites and their textures are interpreted to have been derived from the oxidation and leaching of varying proportions of secondary chalcocite and primary sulfides. This took place in a low total sulfide environment that produced supergene solutions having highly variable but generally of moderately to weakly oxidizing and leaching potential.

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*Draft: H.G. Kreis
3/8/76*

Limonite

JDS Draft

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During the relogging, the values determined earlier were generally confirmed. As previously pointed out by Kreis, the limonite interpretation is not conclusive. Interpretive problems include the variability of original sulfides in the ~~various~~ several rock types, ~~by~~ in the various breccias and fluidized zones, and in the amount of apparent lat transportation and overflooding of iron oxides during the multiple oxidation cycles.

The overall former sulfide content is around 2-3%

above the basal SC fault and below the fault often drops to below 1%, although part of hole SC-13 and SC-24 have intervals of 2-3%, with several of the holes terminating in primary sulfides of low tenor.

In general, the highest (+4%) former sulfide values are in the upper, probably late stage, portion of the proposed fluidized zone as exemplified in holes SC-20 and SC-22. Higher values are also in the extensive fluidized zone near the basal SC fault in hole SC-B. Coarse breccia zones may have fillings of 6-8% former sulfides, but such zones have limited core exposure.

^{central} to holes SC-14, 18, 19, 22, and 24 all have intervals of 2-4% former sulfide ~~which~~ while the outlying holes SC-4, 8, 11, 12, 16, and the lower part of SC-20 have less than 2% values; a relationship also reflected in the bulk of the oxide copper distribution as well as in the overall geochemical molybdenum values.

Limonite after chalcocite was noted in only a few limited areas. In holes SC-19 and SC-22, the

• zones were found above the occurrence of first remnant pyrite-chalcosite and both zones were in a weakly fractured granite with moderate alteration fabric and a 2-4% former sulfide content. In hole SC-19, a lower band of oxide copper occupied part of the limonite-~~after~~-chalcosite zone whereas hole SC-22 had no copper oxides in the entire hole. In holes SC-14 and SC-20, chalcosite derived limonite was noted within the zone of first remnant pyrite-chalcosite and in both cases no copper oxides were associated with the zone of chalcosite limonite. The interpreted ^{value of} former sulfide was estimated to be less than 2%.

As noted, the drill holes show leaching and oxidation below the first ~~±~~ remnant pyrite-chalcosite occurrence and most of the holes do not exhibit chalcosite limonite in this zone. This may reflect the evative nature of the chalcositic enrichment as well as the amount of copper being ~~not~~ immobilized within the oxide copper blanket during the subsequent oxidation and leaching cycles.

Patterns of indigenous versus transported limonite are not clearly established but in general, the zones of copper oxide and anomalous moly areas have the highest incident of ~~indigenous~~ indigenous limonite while the more ~~per~~ outlying holes have more transported limonite types. Undoubtedly, this is partially a function of the ratio of former pyrite to chalcopyrite content, with the higher pyrite values being in the outside holes, but this feature is not readily logged in the present limonites.

Notes on Limonites after cc & top of remnant cc zones.

SC-4 1850 - 1st remnant

SC-13 2010 - 1st remnant (below SC structure).

SC-14 1920-2018 l/a/cc } in E side pit contact, probably within
2200 - 1st remnant } 1st remnant zone.

SC-18 1724 - 1st remnant

SC-19 1525-1597 ; 1620(?) - 1648 ; 1648-1767 l/a/cc
1740 - 1st remnant.

SC-20 1700-2050 ; 1800-1915 l/a/cc
1770 - 1st remnant

SC-22 627-936 ; 1495-1497 l/a/cc
1497 - 1st remnant

SC-24 at & below SC point at 1924 ft contact. - 1st remnant.



Southwestern Exploration Division

May 12, 1976

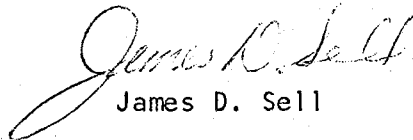
TO: F. T. Graybeal

FROM: J. D. Sell

Santa Cruz Project Studies
Pinal County, Arizona

Attached is my report: A Structural and Related Mineral Reinterpretation of the Santa Cruz Horst Block.

The study was undertaken with H. G. Kreis, Santa Cruz Project Geologist, and R. B. Cummings, Resident Geologist-Sacaton. Both contributed numerous ideas and comments and have reviewed the draft of this report.

A handwritten signature in cursive script, reading "James D. Sell". The signature is written in dark ink and is positioned above the printed name "James D. Sell".

James D. Sell

JDS:lb
Att.

cc: HGKreis
RBCummings

A STRUCTURAL AND RELATED MINERAL REINTERPRETATION OF THE SANTA CRUZ HORST BLOCK

Summary

Interpretation of the relogging of the core and rotary samples during the Santa Cruz Studies has suggested to Sell that in the horst block area the quartz monzonite porphyry intrusive was emplaced along an older structural zone.

The zone, here named the SC zone, is characterized by the abundance of thin diabase dikes cutting slices of Precambrian granite with thin breccia zones and faulting as subparallel planar structures. In Precambrian time, the zone of weakness was probably a near vertical feature but has since been involved in rotational, tilting movement. The axis of rotational movement was subparallel to the present strike trend of the zone. The SC zone presently strikes in a general N60°E direction and dips around 40° northwesterly. It is expressed between holes SC-18 on the northeast to SC-20 on the southwest, a distance of over 4000 feet. It is probably offset 2000 ft. to the south between holes SC-20 and SC-12 by the Westside fault which strikes N30°-35°W and dips 45° southwesterly. The SC zone is suggested to pass through hole SC-4 and continue further to the southwest.

In Laramide time the SC zone was the site of renewed movement along the faults, and a part of the tilting probably occurred at this time. Dikes of various porphyry rocks and thicker masses of quartz monzonite porphyry, as well as breccia masses, were emplaced along the zone and principally in the hanging wall of the Precambrian SC zone. The dikes and masses are again mainly subparallel to the planar fabric established during the Precambrian events. In the footwall of the SC zone, Precambrian granite is found high and to the west where it is quite massive, although cut by a few diabase dikes which generally have intrusive contacts. Easterly and at depth in the footwall of the SC zone is the Laramide quartz monzonite porphyry. The porphyry was in part guided into its emplacement by the SC zone and, although crushed and faulted at the boundary, is most often a massive unit below the SC zone.

The SC zone, on its northwesterly or hanging wall side, is the site for extensive faulting, brecciation, and fluidization of various Precambrian granite and Laramide quartz feldspar porphyry, hornblende porphyry, and various quartz monzonite porphyry units which generally show a preference for steeper contacts. The fluidized zones generally do not mix rock types and exhibit all degrees of fluidization and brecciation within the units. Diabase, in general, was not found with a fluidized texture, although in SC-22 a mixed zone of quartz monzonite porphyry and granite had a minor amount of "dark volcanic" and recognizable diabase inclusions.

The zone of massive fluidization and brecciation is noted in holes SC-14, 18, 19, 22, and 24. Outside the zone are numerous zones of narrow fluidization and "internally disintegrated" rock. These narrow zones are found both in the hanging wall granite and in the footwall granite and quartz monzonite porphyry.

The Santa Cruz horst is bounded on the east by the Eastside fault. This structure strikes N20°-25°W and dips 45° northeasterly. Little data is available east of the fault, but it appears to offset the SC zone and the extensive fluidized zone to the north for an unknown distance. As noted, the fluidized and brecciated zone, as exemplified in SC-18 and interpreted for SC-14, is cut by the Eastside fault. The northward offset may amount to around 2000-2500 feet of dominant strike-slip movement. The SC zone continues to the northeast between holes SC-21 and SC-23. No extensive fluidization features were noted in either SC-21 or SC-23, but the change from Precambrian granite on the north in SC-23 to Laramide monzonite on the south in SC-21 is the same type of change as found across the top part of SC-22 over to SC-24 (allowing for the difference in elevation of the monzonite mass).

Coincident with the extensive fluidized and brecciated zone is the occurrence of higher values of molybdenum contouring outward from hole SC-24 and a higher center of primary copper grades contouring outward from holes SC-18 and SC-24. Undoubtedly the original grade within this zone was responsible for the better development of a chalcocite blanket, which was subsequently modified and converted into the "copper oxide" blankets as presently known.

In the Santa Cruz horst area the massive quartz monzonite porphyry is known to extend up to an elevation of minus 420 feet below sea level on the footwall side of the SC zone. On the hanging wall side, dike-type units of similar quartz monzonite porphyry were first encountered at an elevation of minus 870 feet below sea level. Precambrian granite is known to extend to a depth of minus 1169 feet below sea level on the hanging wall side.

The various dikes and masses of hornblende porphyry, hornblende feldspar porphyry, quartz feldspar porphyry, grey quartz monzonite porphyry, black quartz monzonite porphyry, and various textures of quartz monzonite porphyry found in the hanging wall of the SC zone probably reflect a monzonitic source area at depth. The occurrence of massive quartz monzonite porphyry at a higher level in the footwall of the SC zone is probably the result of a) a higher level of intrusion of the monzonite mass along the weak zone exemplified by the diabase and faulting in the Precambrian granite, and b) some faulting along the contact which downdropped and tilted the hanging wall units both before and after the influx of the Laramide fluidization and brecciation event.

The area of fluidization, brecciation, and mineralization around holes SC-18 and SC-24 is regarded as a center of activity. A second center of mineralization is suggested in the vicinity of hole SC-4 where fluidization, better alteration, and higher molybdenum values are noted. Hole SC-23 to the northeast is regarded as a third area of contrasting alteration-mineralization-tectonic style.

Introduction

The location-plan map of the Santa Cruz project is shown in Figure 1 (modified from HGK Fig. 1). In September of last year, a relogging-reevaluation of the project drill results was initiated by Kreis, Cummings,

and Sell. The main emphasis of study was the Santa Cruz horst block, the area of major drilling and significant results, centered around drill holes SC-22, -19, and -24.

Many thoughts were expressed and discussed by all involved. This report was written by Sell and has been reviewed by Kreis and Cummings. Neither Kreis nor Cummings agrees with portions of the text, and it was not feasible to clarify these differences at this time. Kreis will incorporate his comments in a forthcoming comprehensive report, and Cummings will submit a separate memo comparing features of the Sacaton and Santa Cruz areas. The study ended with drill hole SC-24, and no review of the subsequent holes, presently being drilled, has been made.

Faulting

20-25
Logging and constraints have suggested a number of fault structures in the horst block area (Fig. 2). Basically interpreted is an older Precambrian fault trend, here named the SC zone, which strikes $N60^{\circ}E$ and presently dips 40° northwesterly. The SC zone horst block is cut, downdropped, and laterally translated by three major structures: 1) the westside fault, which strikes $N30^{\circ}-35^{\circ}W$ and dips 45° southwesterly and offsets the SC zone some 2000 feet to the south mainly by strike-slip movement; 2) the eastside fault, which strikes $N20^{\circ}-25^{\circ}W$ and dips 45° northeasterly, offsets the SC zone to the north an unknown distance but probably between 2000 and 2500 feet, also by strike-slip movement; and 3) the southside fault, which is interpreted to cut the westside and eastside structures, strikes $N55^{\circ}-60^{\circ}E$ and dips steeply to the southeast. The southside fault may be a series of structures which cumulatively downdrop the south side of the horst block in excess of three thousand feet. A fourth fault structure was cut in hole SC-21 and is interpreted to terminate at the eastside fault while striking $N60^{\circ}E$ and dipping 50° southeasterly. This structure is based on one hole intercept and true strike direction is unknown.

Present drill hole data and three point resolutions do not permit the precise determination of the fault directions and dips. It is known that variations exist and the above figures reflect the general trends of the structures.

SC Zone

The SC zone is a totally complex structural-intrusive zone extending from Precambrian thru post-Laramide time.

A cross-section of the SC zone has been constructed through drill holes SC-22, -19, and -24. Figure 3 shows the SC structure as a fault (colored blue) with massive granite and quartz monzonite porphyry below on the foot-wall side. Minor crushing and shearing with gouge development are also noted along the fault structure and somewhat below. Several gently dipping diabase dikes and one steeper fluidized granite structure are also shown in the foot-wall block. This massive characteristic is sharply changed across the fault structure and in the hanging wall side of the fault a complex intrusive sequence of granite, diabase, and various porphyries, all highly fractured,

brecciated, and fluidized to various degrees and involvement, is found to extend some distance away from the fault at the base of the sequence. In the upper part of drill hole SC-19 and the bottom of hole SC-22 are found "internally crushed" granite masses cut by diabase and quartz monzonite porphyry dikes dipping at moderate angles. In hole SC-22, the majority of the hole contains highly brecciated and fluidized units of granite and various porphyries. The top of the brecciated and fluidized group is marked by a strong fault containing gouge and breccia, and above the fault is massive, weakly shattered granite. The entire zone of brecciated and fluidized units is called the SC zone.

The events leading up to this complex picture are as follows: During Precambrian time, large masses of granite were emplaced in central Arizona generally in contact with Pinal Schist. The Santa Cruz area appears to be within the granitic mass and the earliest SC zone was characterized by shearing and breakage along the N60°E trend. Part of the zone of weakness was utilized by the emplacement of thin, planar, intrusive diabase dikes having chilled borders. Although no age dates are available from the Santa Cruz area, I believe the diabase is Precambrian in age as expressed by Balla (1972) in the Sacaton area. Further, I feel the diabase was initially injected as near vertical dikes and their present attitude reflects later tilting of the blocks.

Figures 4 and 5 are plan maps of the minus 500-foot elevation below sea level and minus 1000-foot elevation below sea level, respectively, in the area of study. On the northwest side of the SC structure, as noted in Figures 3, 4, and 5, thin diabase dikes were encountered in nearly each hole in the area. A profusion of slips, faults, and crushed zones is also apparent which appears to belong to the Precambrian fracture system and again mainly in the northwest or hanging wall of the SC structure. In the southeast or footwall of the SC structure, the Precambrian granite is essentially a massive, unbroken unit with two discrete diabase dike intercepts in hole SC-24. It is realized that the sparsity of drill intercepts into the footwall area of the SC zone does not permit a clarified picture, but there seems little doubt that the hanging wall side of the SC structure, as now known, was the site of multiple diabase dikes and much more abundant fracturing and faulting.

In Laramide time a mass of quartz monzonite porphyry was emplaced, and it appears to be guided by part of the older SC zone. As presently known in the southeast or footwall side, massive quartz monzonite porphyry was intruded to a fairly high level in the vicinity of holes SC-14, -16, and -18, and several discrete black quartz monzonite porphyry and black feldspar porphyry dikes were emplaced in the Precambrian granite further west. In the hanging wall side of the SC structure, numerous thin zones of quartz monzonite porphyry with a number of textural variations were emplaced in the sheared granitic terrain. Also in the hanging wall side, extensive brecciation and fluidization of Precambrian granite and Laramide quartz monzonite porphyry were involved. The fluidization exhibits all degrees of intensities and involvement, but in general is restricted to single units and, although granite and quartz monzonite porphyry may alternate in relatively thin apparently planar slices and each is fluidized, the fluidization generally did not mix rock types. Although the diabase is assigned to the Precambrian and the fluidization as

a Laramide event, diabase was rarely found to exhibit fluidization features except very locally along contacts. Post-fluidization fracturing and faulting are common features and occur within the expanded fluidized SC zone. Apparently late hornblende porphyry, quartz feldspar porphyry, and various darker quartz monzonite porphyries were emplaced late in the fluidization sequence. Much of the fluidized and late diking appear to favor steeper structural zones than the diabase and more planar quartz monzonite porphyry zones and may represent continued rotational adjustment along the SC zone.

In the footwall side of the SC structure, rare fluidization was noted. A fluidized quartz monzonite porphyry dike was noted in drill hole SC-4 while a small fluidized structure of Precambrian granite was found in hole SC-24.

Figure 6 separates the non-brecciated, brecciated, and fluidized granite and porphyries. Drill hole SC-22 was terminated between the two intrusive complex groups, and no data is available in other holes to confirm the depth configuration of the intrusive complex. Figure 6 also indicates the probable continuing tilting and rotational movement of the Santa Cruz Horst block with the passage of time. Assuming a near vertical zone during the emplacement of the diabase, then each succeeding event was accompanied by rotational movement, so that the diabase presently has a flatter attitude than does the monzonite, followed by the fluidizing event and culminating in the late hornblende feldspar porphyry dikes which cut the fluidized zones at a generally steeper angle.

Mineralization

Mineralization within the Santa Cruz system as presently known can be divided into four groups: 1) primary sulfides of pyrite and chalcopyrite; 2) a chalcocite zone, often partially leached; 3) a first remnant chalcocite with pyrite zone, often highly leached; and 4) the "oxide copper" zone of chrysocolla, brochantite, and atacamite.

Figure 7 is the cross-section of holes SC-22, -19, and -24 with the above four zones as intercepted. Hole SC-22 did not intercept any oxide copper but found a remnant leached chalcocite-pyrite zone and, further in depth, a leached chalcocite zone before terminating in partially leached primary pyrite-chalcopyrite. Hole SC-19 intercepted three distinct oxide copper zones, then a highly leached zone with sparse remnant chalcocite containing an oxide copper band at its base, then a leached chalcocite zone terminating at a fault (the SC fault) where unleached pyrite-chalcopyrite was encountered to the terminated depth. Hole SC-24 also intercepted three oxide copper zones, then penetrated the SC fault, after which the hole went into highly leached remnant chalcocite-pyrite, followed by a distinct chalcocite zone which bottomed in partially leached and chalcocite-enriched primary values, and terminated in primary pyrite-chalcopyrite values.

Interpretation of this information would suggest a moderate dip to the top of the primary pyrite-chalcopyrite values, which are interpreted to be subparallel to the top of the chalcocite zone drawn between holes SC-22 and -19. Likewise, the line connecting the top of the first remnant chalcocite-pyrite zone is compatible to the lower two surfaces. In Figure 7, the dip assigned to hole SC-24 is determined by association and other control described below.

If the top of the chalcocite zone between holes SC-19 and SC-22 is taken to have formed at a near horizontal surface, then the present surface has been rotated to the increased slope. Note that if the surface is rotated back to near horizontal, then the late stage features found in hole SC-22 assume a near vertical emplacement trend.

The oxide copper zones roughly fall at the same elevation but, as shown in Figure 7, appear to be somewhat irregular and are assigned a flattish dip and probably reflect redistribution to the present bedrock surface. Intra-spaced drilling of the oxide deposit will resolve this problem more fully.

Figure 8 is a plan map showing interpreted structural contours on the top of the oxide copper zone as penetrated in the present drilling. As contoured, the top of the zone is a rather sharp ridge which slopes away in three directions, and which appears to reflect the rock surface contours. A further modification is along the Eastside fault where volcanics and granite appear to be along the fault surface and have acted as a trap or sponge for the oxide copper values.

The top of the first remnant chalcocite with pyrite can also be contoured and is shown on Figure 9. The contouring is separated into sectors based on the faulting and offsets, as well as hanging and footwall sectors of the SC zone. In the main area of the hanging wall sector, four control points are available and contouring suggests a slight bowing of the surface subparallel to the SC fault trace and dipping around 20° to the southeast. In the footwall of the SC fault two points are available, but hole SC-24 is in fault contact with the first remnant chalcocite-pyrite zone and hence the true thickness is unknown. The contours are drawn in the footwall based on the 250-foot thickness in hole SC-13. However, as suggested in the hanging wall block, the thickness increases from west to east across the block, and if this is true in the footwall block then any increase in thickness would move the contours to the south, as shown by the plus (+) marks, and the final configuration would be subparallel on both sides of the SC fault. Note that there is over 100 feet of displacement across the fault, with the hanging wall down in relation to the footwall. This is also reflected in the cross-section of Figure 7.

Only one point is available in the block containing hole SC-4, but does exhibit the lateral strike-slip offset of contours from the adjacent blocks.

The top of the chalcocite zone contours is shown in Figure 10. On the hanging wall side of the SC fault, three points afford some control and reflect a 25° southeast dipping surface subparallel to the SC fault. On the footwall side, only one clear data point is available, with constraints placed by the use of three additional points. The construction suggests the same subparallel strike direction, but the surface probably dips much shallower at around 10° to the southeast. Pyrite was noted in the quartz monzonite porphyry at the bottom of hole SC-16. The depth does not conform to the contouring and is presently anomalous. The pyrite could reflect a part of the remnant chalcocite-pyrite zone but would again be at an elevation higher than the contourable data, or more probably it reflects a non-leached and non-enriched area. Possibly other complicating fault structures are present and the would clarify the data.

Again, hole SC-4 is a single control point but emphasizes the offset feature.

Figure 11 lists the elevation of the primary sulfides with comments in each hole of the Santa Cruz study area. As the various structures offset the top of the surface and few holes have contacts represented by the base of the chalcocite zone for reference, the data is not contoured. It should be noted, however, that holes SC-14, -18, and -19 all encountered unleached sulfides immediately below the SC fault. Also, hole SC-15 encountered primary sulfide at and in the basal structures of the Eastside fault (dipping easterly), while hole SC-21 entered primary sulfides below an interpreted south dipping fault.

Centers of Intrusive Activity and Mineralization

As exemplified on the plan maps of Figures 4 and 5, and the cross-section of Figures 3 and 6, the area containing holes SC-14, -18, -19, -22, and -24 is one of extensive brecciation and fluidization of Precambrian and Laramide units. Eastward the intrusive complex zone is cut and displaced by the Eastside fault, to the south it terminates against the SC fault, westward it apparently becomes narrower and less complicated, while to the north it terminates in a high angled fault zone against Precambrian granite. A center for the extensive fluidization would appear to be around the holes SC-14, -18, and -19 area and displaced on the east side.

A massive quartz monzonite porphyry-granite contact occurs on the footwall side of the SC fault and had little fluidization and brecciation associated with the contact, as shown by the logging of the basal portions of holes SC-19 and SC-24.

Interpretation of this feature suggests that the fluidization is a later event than the emplacement of the quartz monzonite porphyry and, although the fluidization source undoubtedly utilized the nearby granite-quartz monzonite porphyry contact on the northerly side of the porphyry mass, it is a manifestation of a deeper, later monzonite source and not a contact phenomenon.

Scattered molybdenum values have been obtained from both the rotary and core drilling. Figure 12 plots the molybdenum values in units above the SC fault. A partial closure, with a high of plus 150 ppm, can be drawn in the vicinity of holes SC-18, -19, -22, and -24, the same area as the extensive brecciation and fluidization features. Another tighter closure of plus 100 ppm is suggested for the hole SC-4 area. A possible easterly axis is suggested for the larger closure.

In the footwall of the SC fault, Figure 13, a closure is suggestive in the holes SC-18 and -24 area with less than 100 ppm. Very low values are recorded in hole SC-4 area. Across the Eastside fault in hole SC-21, the progressive increase in molybdenum values at depth suggests either a new center or an offset continuation of the holes SC-18 and -24 closure. A more northeasterly axial trend is suggested subparallel to the SC structural zone.

Also shown on Figure 13 are the copper values found in the primary zone intercepted in the drill holes. These data, mainly in the footwall block of the SC fault, indicate the highest copper values are in the general high molybdenum area.

Another type of mineral center is suggested in the overall distribution of the copper oxides. (Based on descriptive footage, may not be as clear based on weighted copper assay.) Figure 8 shows that holes SC-20 and -24 have chrysocolla as the oxide mineral, whereas hole SC-18 has predominantly chrysocolla with brochantite, while SC-19 has chrysocolla with antlerite. Further outside this grouping of holes, on the east, SC-14 and -16 show brochantite greater than antlerite, while to the southwest SC-13 shows antlerite predominantly over brochantite and chrysocolla.

Chrysocolla is also the mineral type in the area of SC-4.

The high copper oxide values (plus 1%) in holes SC-16 and -18 occur in volcanic agglomerate mixed with granite breccia. A volcanic agglomerate dike is noted lower in hole SC-18 and was highly altered and also contained plus 1% copper oxide values. Similar volcanic agglomerate and granite breccia were apparently intercepted in the rotary hole SC-15, and there the copper values were predominantly chalcocite.

The role of the highly altered volcanic agglomerate as a site mineralization is open to question, but one thought is that the volcanic agglomerate was essentially emplaced along the Eastside fault line and available to the early enrichment cycle of migrated chalcocite. The chalcocite was later downdropped to the present level on the east, and the chalcocite on the up-thrown side was subsequently oxidized in place to form the oxide values as now known.

Exploration Targets

The excellent alteration, leached capping, and chalcocite zone found in hole SC-23, a mile and one quarter northeast of hole SC-14, is a distinct and separate entity from the Santa Cruz horst area. The flat fault complications cannot be resolved with the single data point, and the thin interval of chalcopyrite intercepted just prior to the termination of the hole is a tantalizing feature. Additional drilling in this area should have the greatest priority.

The concept of a Precambrian zone of weakness, which was the loci of an extensive zone of brecciation and fluidization as well as the major zone of mineralization in the Laramide, can be used as a guide. As developed, a substantial portion of the zone in the horst area of SC-14 and SC-18 is probably offset along the Eastside fault and the offset is projected to pass north of hole SC-21 and south of hole SC-23. A hole or holes located north of SC-21 would probe for this fluidized zone in Target Area A. Positive results would clarify the mineral projection across a large block of presently noncontrolled ground.

The chalcocite in the Eastside fault zone volcanic agglomerate-granite breccia of hole SC-15 and the southside downdropping of the block south of SC-21 suggest that a relatively thick chalcocite enriched area may be preserved east and south of the two holes and between the extension of the Southside fault, as in Target Area B.

The preservation of chalcocite in the footwall of the SC zone in the area of hole SC-24 suggests a relatively thin and probably local amount of chalcocite would be preserved in a zone subparallel to the SC zone on the footwall side in Target Area C.

On the hanging wall side, a substantial zone of oxide copper is probably preserved between hole SC-19 and the Eastside fault. The southern extent of the oxide zone is questionable south of holes SC-24 and SC-18 toward hole SC-16. A hole placed in the triangle out of the reach of either the Eastside or Southside faults would clarify the picture in Target Area D.

A deep primary zone is suggested to underlie the intensive fluidized zone exemplified in holes SC-18 and -24. Fluid inclusions suggest these two holes have excellent characteristics for containing ore grade copper as chalcopyrite near the boiling interface. Reviewing Figures 3 and 6, it is probable that the loci of the fluidized central vent undoubtedly lies below the SC fault as shown, and at some point ruptured the zone and then partially used the zone as a structural control to expand upward, as the drilling has shown. The constraint placed by hole SC-14, which penetrated the SC fault and into massive quartz monzonite porphyry, suggests the test hole should be placed north of a line connecting holes SC-14 and SC-22 and possibly as much as 500 feet north in Target Area E. Valuable information on this problem would have been gained by deepening hole SC-22 into and through the lower intrusive complex.

The Southside fault and its probably continued step-down system appears to be a strong basin controlling system. Present thought is that it is deep (plus 2500 to 3000 feet) to the bedrock units at a short distance south of hole SC-16. The rock type is unknown, but it is likely Precambrian granite near the south contact of the main mass of quartz monzonite porphyry. As more information is gleaned as to the characteristic of the northern contact, it may be justified in probing for and along the south contact. (Apparently hole SC-25, drilled after the preliminary draft of this report, intercepted unaltered Precambrian granite at a much shallower depth southwest of SC-16 than would have been suggested by the foregoing interpretation. Probing the south contact would be a much shallower target area.)

James D. Sell
May 1976

August 6, 1976

TO: F. T. Graybeal

FROM: J. D. Sell

Hanna Personnel
Francisco Grande
Santa Cruz Project
Pinal County, Arizona

On Monday night (August 2) I had dinner with Steve Van Nort, Exploration Manager, Tucson Office of Hanna. In the evening chat he said that:

- 1) He has been pulled off of all other work and assigned to the Project (no name) to trouble shoot the drilling and get it done.
- 2) They are up against the deadline and need more coring for the evaluation.
- 3) All core is taken to Tucson and logged by J. D. Lowell & Associates.
- 4) He is sort of miffed that Newmont sweet-talked them into the adventure and then shortly thereafter pulled out, but he was happy that all the previous information was free (i.e., Newmont was not reimbursed in any manner.
- 5) Only two partners remain and the other is undoubtedly Getty Oil.
- 6) Getty pays up promptly and can't understand why more money can't be spent (i.e., would like to see the program increased).
- 7) Getty's representative gets to Tucson every other month for a conference.
- 8) All of Hanna's activity and drive is out of Cleveland with their Chief Geologist (?) Mr. Stone.

On Tuesday three Hanna people, Steve, Charles Dowd (Landman), and Robert Bartholomew (Ass't. to President), all had breakfast with Mr. Jack Kane (General Manager of Francisco Grande of the NAAC group). They were apparently all out together for the day and came in about 8:00 P.M. They met one other man, named "Bill," for dinner.

On Wednesday, just Charlie and Bob had breakfast with Jack and in the evening were with two other people (unknown to me) who apparently were on their way out at the time I came in to the hotel.

F. T. Graybeal

- 2 -

August 6, 1976

Thursday, the three again had breakfast and included Mrs. Dowd. The stay was complete as they were heading north via Kingman.

Could Hanna be interested in buying the hotel, etc.?

J.D. Sell
J. D. Sell

JDS:lb

cc: HGKreiss

ASARCO

Southwestern Exploration Division

August 6, 1976

TO: F. T. Graybeal

FROM: J. D. Sell

Rumor -- Drilling
"Hanna-Getty" Project
Pinal County, Arizona

Tony Benavidez has supplied the following rumors, plus some tidbits from elsewhere, on the drilling around our Santa Cruz Project.

N-3, 2500 feet

N-6, 2700 feet (the deepest drilled by Barnes Drilling Co.)

N-12 or N-13, 2100 feet

A Joy diamond rig moved onto hole N-21 on July 24, 1976. This is the fourth core rig for Joy now on the Hanna-Getty ground.

The rotary hole N-22 was terminated on July 27. The contractor, J. O. Barnes, was also terminated at that time due to "conflict of interest" in that another rig from the contractor was being employed by Asarco.

The rotary hole N-23 was spudded in one quarter of a mile west of Midway Road and some 100 feet south of Clayton Road (top center of the NE1/4 of Section 24, T6S, R4E) by C & W Drilling Company (Tommy Cissell) on July 28 and terminated on August 4. May have had between 1000 and 1200 feet of rods in the rack.

Hanna surveys all the holes and finds some of them very crooked. This includes N-19 which has been in constant trouble and is now at BX. Also, hole N-22 was exceptionally crooked and apparently the Barnes' rig performance has continued to deteriorate in the last number of holes. Hole N-22 is just several hundred feet from our property boundary.

Hanna-Getty offset (N-17) of our hole SC-25 was a direct result of blind competitive operations, and at least one man thought they had some "egg on their face" for drilling such a "blank hole." (This would suggest that they do not have a strong pipeline into our drilling or else they would not have drilled their N-17.)

They are baffled by the very rough topographic bedrock surface which they have found; i.e., 900 ft. in one hole and 2900 feet in an adjacent hole and have not solved the fault problems.

Newmont has run abundant GP surveys, including attempts at down-the-hole, but interpretations are not very satisfactory, either at predicting bedrock surface nor mineralization.

F. T. Graybeal

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August 6, 1976

Their interest in the water problem was probably "premature" but honest, suggesting this will be a major problem to be worked on prior to any mining plan evaluation.

J. D. Sell
J. D. Sell

JDS:lb

cc: HGKreis

August 31, 1976

TO: F. T. Graybeal

FROM: J. D. Sell

Santa Cruz Area
Pinal County, Arizona

Today, August 31, Steve Van Nort invited me to lunch with him. He asked that I pass on the following points:

- 1) They have sufficient encouragement to stay and will take over the Collins option (99+% sure).
- 2) As they are concentrating in the south and Asarco is apparently concentrating in the north -- he would like to swap north lands for south lands, specifically he would like the SW1/4 of section 18 (SC-25).
- 3) They are drilling, more or less, on a rectangular 500-foot grid, and he offers this grid to Asarco so that if we do further drilling in the south we could extend the pattern for ease of integration.

Other items:

The water problem is a problem and they have retained John Harshbarger for an evaluation. John says it will cost them a substantial amount to handle this in any underground operation.

Getty Oil is the other partner and very interested and, when Newmont pulled out, the relationship resumed to 50-50. Hanna is the manager by virtue of having an office here.

Newmont has no retained interest of any kind nor is any payment due Newmont.

Lowell and Associates handle all the geology, etc.; Clark Arnold is the principal investigator and all work is done in Tucson. Mounts is the field hand and brings the core, reports, etc. in every other day.

Fault problems and/or pre-gravel topography interpretation are creating abundant problems in elevation, mineral trends, etc. Notwithstanding these facts, Hanna-Getty believe the units of copper are sufficient and they are expanding as they can. The recent National Exhibition and private parcel pickups were not basic mineral potential trends but will be needed in any future operations. Steve feels that it is only a matter of time before the area is unitized. He cannot reason why Newmont would pull out unless they have large reserves of +0.4-0.5% that they can get at easier than at Casa Grande.

August 31, 1976

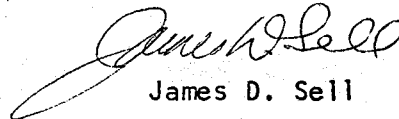
Yesterday, August 30, was the first day that all four core rigs were getting core at the same time. One rig was doing redrilling after being down for 6 weeks and so the core wasn't new, but it was core!

The rigs are running better and he attributes it to a little more concern on Hanna's part. Lowell etc. are letting the drillers and Joy run the rigs.

Hanna looked into the Francisco Grande and admits it is a losing proposition -- but that the golf course is the major drain. Thus they may still be interested via help from another party or by closing the major drain and picking up the hotel trade (and/or letting someone else have the hotel while they take the surrounding ground).

They are interested in the NAAC ground but are confronted with numerous problems.

There seemed to be no qualms that Hanna and Getty are in for the long pull and will consolidate their position the best they can.



James D. Sell

JDS:lb

cc: HGKreiss