JULIA CREEK VANADIUM AND OIL SHALE DEPOSIT

Simon Coxhell and Barry Fehlberg
Fimiston Mining NL

INTRODUCTION

The Julia Creek Vanadium Project is centred 15 km east of the township of Julia Creek in northwest Queensland, and 165 km east of the mining province of Mt Isa-Cloncurry, on the Julia Creek 1:250,000 mapsheet (SF1403; Figure 1).


The deposit is 100% owned by Fimiston Mining NL. Fimiston acquired the project in October 1998 after research suggested the opportunity to locate and develop a large oxide vanadium project in the upper oxide zone where the oil shale has been leached of the oil. Drilling and assaying work completed since then has established one of the world’s largest vanadium resources. Leaching...
has resulted in the enrichment of vanadium mineralisation in the top 15m, and improved mining and beneficiation characteristics of the orebody.

A detailed program of metallurgical testing has established a method for the beneficiation, leaching and purification of vanadium products from the oxidised oil shale. Current work is being directed at reducing reagent consumption in an effort to lower the projected operating and capital costs of the project.

The fresh oil shale below 15 m vertical depth contains in excess of three billion barrels of oil, located between 20 and 40 m vertical depth over an area of 600 km². With the rise in the oil price the potential for the joint extraction of both the vanadium and the oil within the fresh oil shale offers scope to significantly increase the value of the project.

EXPLORATION AND DEVELOPMENT HISTORY

Exploration centred on Julia Creek over the last thirty years has been extensive and widespread, with a significant proportion of the work focused on the search for, and development of, the oil shale within the unoxidised kerogen-rich oil shale and limestone layers.

Mineral tenements were originally pegged by Aquitane in 1968 in the general area of Julia Creek. The initial exploration target was sedimentary uranium in the Cretaceous Toolebuc Formation, but the program was unsuccessful.

The exploration focus shifted to the oil and vanadium within the Toolebuc Formation and a joint venture was formed with The Oil Shale Corporation (TOSCO). Through 1969 the TOSCO – Aquitane J.V drilled 55 holes on roughly a six km grid east and west from Julia Creek. This work outlined a remarkably consistent mineralised horizon and preliminary mining and processing studies for a proposed oil shale and vanadium project were undertaken (Whitcher, 1992).

Between 1970 and 1973 research was undertaken into vanadium extraction and marketing with a number of potential metallurgical options being tested in laboratory work in the USA.

A rise in the oil price in 1973 prompted work directed at investigating the feasibility of oil extraction from the fresh rock. Extensive drilling was completed throughout the area with a large oil shale deposit of fairly uniform grade (65-75 litres per tonne) located along the west flank of the St Elmo Structure adjacent to the St Elmo Homestead.

A number of different sized projects were reviewed and a range of processing and refining options were considered.

In 1979 a significant rise in the oil price prompted renewed enthusiasm for the development of a large-scale oil shale project at Julia Creek. In excess of 250 exploration holes were drilled on the western flank of the St Elmo Structure in the vicinity of St Elmo Homestead and resource estimation completed based on the detailed drilling.

In 1982 the detailed drilling defined an oil shale resource proposed to be mined by shallow open cut means. The unoxidised oil shale resource of 1,798 Mt was estimated to average 63.5 litres per tonne of oil and 0.35% $V_2O_5$ per tonne of ore (Whitcher, 1992).

Additional test work and pilot plant studies to investigate oil shale extraction technologies were instigated following advances in retorting technologies. A significant amount of research was completed by CSIRO in association with CSR Ltd.
By 1982, progressive expenditure on the Julia Creek project had reached $15 million and it was concluded that the required selling price for oil was US$42/barrel for the project to be economically viable (Herbert, 1980). Between 1983 and 1988, CSR's activities continued to advance technological research into aspects of oil shale processing before they withdrew from the oil shale project in 1988. Placer acquired the ground in 1988 and completed a review of the data. They withdrew in 1991.

CRA acquired the tenements in 1991 and focused attention on the extraction of oil from the oil shale. They drilled a number of holes and completed some metallurgical work in their in-house laboratory. An extensive review of previous work was completed and data compilation was carried out. CRA withdrew from the project in 1994 after concluding that the production of oil from the Julia Creek deposit was uneconomic at the oil price of the day.

Prospector Wayne Jones applied for new mineral tenements in July 1996 and Fimiston entered into an agreement to acquire the Julia Creek tenements from Jones in October 1998.

**REGIONAL GEOLOGY**

The Julia Creek oil and vanadium rich shale is located within marine sediments of the Early Cretaceous Toolebuc Formation, a stratigraphic unit that occurs throughout the Eromanga Basin in central-northern Queensland.

The Eromanga Basin is a sub basin of the Great Artesian Basin and consists of a number of thick sequences of non-marine and marine sedimentary units. The Toolebuc is part of the Rolling Downs Group of the Eromanga Basin that covers a wide but relatively shallow structural depression in eastern Australia, covering 1.5 million km$^2$. The basin was developed as a major downwarp on a basement of Proterozoic to Palaeozoic metamorphic and igneous rocks during the Jurassic to Cretaceous.

Exon and Senior (1976) have proposed an evolutionary history of the basin. Sedimentation in the Eromanga commenced in the early Jurassic period, with the deposition of fluvial sandstones of the Hutton Formation as a consequence of downwarping of the basement. These non-marine Jurassic sandstones are the main aquifers of the Great Artesian basin.

Further fluvial, lacustrine, and possibly deltaic sedimentation, continued at the close of the Jurassic. A worldwide marine transgression during the Cretaceous period (Schlanger and Jenkyns, 1986) was marked in the Eromanga Basin by the deposition of shallow marine and paralic sediments, including the Toolebuc Formation. Following final withdrawal of the sea, lithic sediments were deposited above the Toolebuc Formation. The stratigraphy of the Eromanga Basin is described in detail by Exon and Senior (1976).

The Toolebuc Formation is a flat lying early Cretaceous (Albian ~ 100 My) sediment that consists predominantly of black carbonaceous and bituminous shale and minor siltstone, with limestone lenses and coquinites (mixed limestone and clays). It is composed of two distinct units representing two different facies: an upper coarse limestone-rich-clay-oil shale unit (coquina) and a lower fine grained carbonate-clay-oil shale unit.

The Toolebuc Formation outcrops only at the margins of the Eromanga and Carpentaria basins. At Julia Creek it is draped over an original basement high and has been structurally brought to the surface. Where the unit outcrops it forms low, rubbly, subtle topographic highs which have been the source of road building materials in many areas.

A buried basement ridge, the St Elmo Structure, trends in a north-north-west direction from the Julia Creek Project area. Outcropping Toolebuc Formation is found over a wide area elongated in a north-north-west orientation in this area.
The limestone within the Toolebuc Formation has an abundant fossil assemblage which has been extensively studied. Two main faunal assemblages have been recognised, corresponding to the upper coquina facies (shelly limestone and clay) and a lower fine grained carbonate shale facies.

**LOCAL GEOLOGY**

In the vicinity of St Elmo Station outcrops of both the upper coquina and lower oil shale of the Toolebuc Formation are strongly oxidised to approximately 15 m deep (Figure 2).

The upper coquina averages 5 to 6 m thick, and is composed of alternate layers of coarse shelly limestone and oxidised fine grained material identical to the lower shale unit. The limestone layers within the coquina comprise single and multiple laminae of crystalline calcite derived dominantly from shells of the fossil bivalves Inoceramus and Aucellina. Alternate layered individual limestone and clay horizons within the coquina are from 1 to 10cm thick. Bands of goethite (1-2 cm thick), derived from oxidised pyrite rich sediments within the Toolebuc, comprise approximately 5% of the rock mass. Average grain size of the coquina ranges from 200 mm plates of calcite, to fine clays and coccoliths between 0.5 -10 microns. The clay rich layers within the coquina increase in abundance and thickness towards the base, reflecting alternating and changing environmental conditions.

The lower unit is the main oil shale horizon which, in the fresh rock, contains the majority of the oil. This fine grained oil shale averages 7 m thick and is principally composed of calcite, clays and kerogen. Pyritic sediments (1-2 cm thick) comprise approximately 5% of the rock mass. Oil grade within the fresh rock varies from 55 to 100 litres per tonne and averages between 65 and 75 litres per tonne. The oil is contained within the kerogen, which comprises approximately 18wt% of the fresh oil shale. The composition of the kerogen is about 75% carbon, 8% hydrogen, 5% sulphur, 2% nitrogen and 10% oxygen (Tolmie, 1987).

The organic matter in the fresh shale is predominantly lamellar and referred to by Hutton et al (1980) as ‘lamosite’ (lamellar oil shale). The organic compounds are described as Alginite B in order to distinguish them from the more generally recognised Alginite A, in which clear evidence of algal morphology can be observed. Alginite B comprises elongate anastomosing films derived from benthonic algae that are referable to the Cyanophyceae genera of blue-green algae (Ozimic, 1986).

High magnification scanning electron microscopy reveals the oil shale contains abundant microfossils, dominated by small planktonic foraminifera and coccoliths (algal plates) believed to be derived from Cyanophyta / blue-green algae. Average grain size of the lower oil shale calcareous nanofossils and clays are less than 5 to7 microns (Figure 3).

The blue-green algae are interpreted to have formed extensive algal mats on the sea floor. The preservation of dead algal matter can be related to an oxidising-reducing boundary probably situated immediately below the base of the living algal mat layer and keeping pace with its upward growth. The clays and kerogen are derived from planktonic algae and blue-green benthonic algae (Glikson and Taylor, 1986) with the calcite representing the inorganic component of the organisms.

The episode of clear water calcareous sedimentation represented by the Toolebuc Formation ended when muddy conditions returned, preventing further growth of the benthonic fauna and leading to widespread deposition of the argillaceous sediments of the Allaru Mudstone (Ramsden, 1983).
Figure 2. Plan showing the outcropping area of the Toolebuc formation, and a cross section through the ore body showing the depth of weathering and the units making up the ore body.
Figure 3. Scanning electron microscope images of the Toolebuc shale, showing: (a) a foram test rimmed by crystals (probably calcite) and hosted in a matrix of coccoliths and clays, and (b) & (c) the morphology and size of the coccoliths (Camuti, 1999). Width of images: a: 50 microns, b: 14.5 microns, c: 7 microns.
Subsequent history of the basin has involved weathering, erosion and some tilting. Narrow northwest trending subvertical faults have been observed in the road quarries east of Julia Creek and are parallel to the broad trend of the Toolebuc outcrop and St Elmo structure. Deep weathering during the Tertiary resulted in oxidation to greater than 30 m locally, and averaging 15 m in the vicinity of Julia Creek.

In situ moisture content of the Julia Creek oil shale is estimated to be about 6%.

### MINERALOGY OF THE TOOLEBUC FORMATION

Mineralogical work completed by Fimiston and others has established that the oil shale is principally composed of calcite, kerogen, quartz, kaolinite, smectite and pyrite. Minor minerals identified include mixed layered clays and gypsum. Trace minerals identified include sphalerite, chalcopyrite and galena.

In the oxide zone the kerogen and pyrite are completely oxidised. The kerogen appears to break down into amorphous oxide wad, while the pyrite forms goethite and hematite.

Within open pits near Julia Creek, which have been the source of road building material, tyayamunite, a calcium-uranium-vanadium oxide mineral has been found, in a rare occurrence.

The Toolebuc is anomalous in a wide range of elements including copper, zinc, nickel and molybdenum, and typical analyses of the oxidised oil shale and soft oxide coquina are presented in Table 2.

**Table 2. Typical analyses of the oxidised Coquina and Oil Shale.**

<table>
<thead>
<tr>
<th></th>
<th>Oxide Coquina</th>
<th>Oxide Oil Shale</th>
</tr>
</thead>
<tbody>
<tr>
<td>CaCO₃</td>
<td>85%</td>
<td>40%</td>
</tr>
<tr>
<td>SiO₂</td>
<td>10%</td>
<td>35%</td>
</tr>
<tr>
<td>Al₂O₃</td>
<td>1%</td>
<td>7%</td>
</tr>
<tr>
<td>Fe</td>
<td>0.75%</td>
<td>3%</td>
</tr>
<tr>
<td>S</td>
<td>0.30%</td>
<td>2%</td>
</tr>
<tr>
<td>TiO₂</td>
<td>0.06%</td>
<td>0.30%</td>
</tr>
<tr>
<td>V</td>
<td>1400 ppm</td>
<td>2250 ppm</td>
</tr>
<tr>
<td>Mo</td>
<td>100 ppm</td>
<td>300 ppm</td>
</tr>
<tr>
<td>Zn</td>
<td>400 ppm</td>
<td>1100 ppm</td>
</tr>
<tr>
<td>Cu</td>
<td>100 ppm</td>
<td>200 ppm</td>
</tr>
<tr>
<td>Ni</td>
<td>100 ppm</td>
<td>300 ppm</td>
</tr>
<tr>
<td>U</td>
<td>20 ppm</td>
<td>35 ppm</td>
</tr>
<tr>
<td>Ag</td>
<td>1 ppm</td>
<td>2 ppm</td>
</tr>
<tr>
<td>Au</td>
<td>10 ppb</td>
<td>15 ppb</td>
</tr>
<tr>
<td>Pt</td>
<td>2 ppb</td>
<td>4 ppb</td>
</tr>
<tr>
<td>Pd</td>
<td>2 ppb</td>
<td>4 ppb</td>
</tr>
</tbody>
</table>

**Vanadium Mineralogy**

The occurrence of vanadium in both weathered and fresh oil shale samples has been investigated in a number of past studies. Norrish and Patterson (1976) concluded that the vanadium in oil shale...
at Julia Creek is associated with mixed layered clays and contains approximately 60% of the vanadium present in the fresh oil shale. The other 40% occurs within silicates, pyrite and organic compounds.

Mixed layer clays isolated from weathered and unweathered oil shale contain 5-10% V₂O₅; vanadium substitutes in the octahedral positions of the clay structures to give an idealised formula of K(Al,V,Mg)₄ Si₇Al₂O₂₀(OH)₄ (Patterson, 1994).

High levels of organically bound vanadium have been found at Julia Creek with one sample of fresh oil shale containing about half its vanadium chemically bound within the kerogen in the form of vanadyl porphyrins (Riley and Saxby, 1982). The remainder of the vanadium is found either within the mixed layered clays (illite-smectite), or associated with pyrite in the fresh material and goethite within the oxidised material.

Riley and Saxby (1982) investigated the different forms of vanadium based on the quantities that could be extracted by different acids. They found that vanadium occurred in a variety of forms including:

- species soluble in hydrochloric acid, (probably hydrated oxides and vandates adsorbed on clays or precipitated in the limestone);
- species soluble in hydrofluoric acid (probably vanadium silicates within clays or micas); and
- organically bound vanadium.

Weathering processes have destroyed the vanadyl porphyrin structures in the kerogen, releasing vanadium from the organic matter (Riley and Saxby, 1982). This weathering is thought to result in the transfer of hydrated oxides of vanadium into the clay structures.

Laterally continuous pyritic bands present within the Toolebuc Formation have been oxidised during weathering resulting in higher grade goethite bands which, in the coquina, can contain grades of up to 0.5% V₂O₅. It is suggested that the oxidation of pyrite in the Toolebuc created an acidic environment that enhanced the release of vanadium from the various mineral species (particularly the kerogen and pyritic zones), resulting in some mobilisation and enrichment of grades associated with the oxide zones.

Mineral associations of vanadium within the soft oxide coquina and the underlying oxidised oil shale have been examined in SEM studies commissioned by Fimiston. The vanadium was found to be associated with hydrated iron or iron/titanium oxides and mixed clays. The grade of the vanadium in the particles of hydrated iron oxides is about three times higher than that in the clays. However, the volume proportion of the clay-like phase is considerably higher (Burger et al., 1999).

Vanadium was also found in another mineral phase – wad. Wad is an amorphous mixture of various oxides, mainly of manganese, cobalt, iron and copper, with 10 to 20% water. The vanadium content in wad is approximately equivalent to that in hydrated Fe/Ti oxides.

THE DEPOSITIONAL ENVIRONMENT AND MECHANISM OF VANADIUM CONCENTRATION

The vanadium within the Toolebuc Formation is interpreted to have been concentrated by marine organisms, fixing the vanadium from seawater over a long period of time in an anaerobic environment. The vanadium occurs as both organic and inorganic forms suggesting a unique combination of physical and chemical conditions was necessary for the accumulation of the various vanadium mineral species.
The fossil assemblage and mineralogy of the two main facies of the Toolebuc Formation provide important clues to the depositional environment and possible mechanism for the fixing of the vanadium.

The difference between the upper coquina and lower fine grained oil shale is related to the amount of oxygen present during deposition, and the possible depth of formation. The lower fine grained oil shale represents a reducing environment, while the upper laminated coquina represents fluctuating and progressively increased levels of oxygen in the sea suitable for the establishment of specialised low oxygen tolerant large sized benthonic shelly fauna (Ozimic, 1986). Possible fluctuation in the sea level (and/or in the physio-chemical conditions at the sea floor) sometimes favoured oil shale accumulation, but increasingly favoured formation of the coquina (Ramsden, 1986).

The close spaced and alternating sequence of the upper coquina shelly layers and the coquina and fine grained oil shale suggests periodic and cyclic changes to the anaerobic-aerobic boundary.

Ozimic (1986) has extensively studied the Toolebuc Formation and has proposed a quiet anaerobic deep water environment of deposition for the fine grained oil shale. The fine grained laminated nature of the oil shale suggests deposition under moderately deep conditions below the depth at which wave action is capable of stirring up the fine sediment. Correlation with modern oceans suggest a depth of approximately 200 m (Ramsden, 1980).

An analogy has been made between the white chalks characteristic of the Cretaceous in western Europe and North America, and the Toolebuc Formation, in that both consist of algal plates (coccoliths) and foraminifera. However, unlike the oxidising conditions that prevailed during the formation of the white chalk, the conditions at Julia Creek (and elsewhere within the Eromanga basin) were anoxic. As a consequence, not only was there an accumulation of very fine algal plates, but much of the associated organic matter was also preserved.

The abundance of planktonic foraminifera and coccolith remains in the oil shales suggests a productive oxygenated upper water layer in the environment of deposition (Glikson and Taylor, 1986).

The presence of pyrite, both as framboidal and massive bands throughout the organic calcareous complex, and within the foraminifera shells, indicates anoxic conditions at the water-sediment interface and possibly above it (Sherwood and Cook, 1986). The anaerobic environment would have enhanced growth of the cyanobacterial community as well as preservation of the organic matter following death of the organisms (Sherwood and Cook, 1986).

Reducing conditions under anoxic water make some toxic metals, for example lead, available for chelation with organic matter (Damison and Moore, 1986). Sediments deposited under anoxic marine waters contain abnormally high concentrations of uranium, copper, molybdenum, nickel, phosphorous and sulphur, which tend to correlate with organic carbon concentration (Schlanger and Jenkyns, 1986).

The uranium within the Toolebuc was interpreted by Ozimic to have probably been transported into the depositional area in a soluble hexavalent state by run-off waters from adjacent land masses, and reduced at the sea floor by organic matter to the insoluble tetravalent precipitate. A similar mechanism for the transport and reduction of vanadium is proposed.

A close association between calcite and organic compounds has been observed at Julia Creek during studies of the organic matter by Sherwood and Cook (1986). Calcareous outlines or replicas of microorganisms closely resembling cyanobacteria of Oscillatoria were observed. It was interpreted that calcite precipitation occurred upon the death of organisms as a result of excretion
of amino acids by decomposing cyanobacteria. Bacterial decomposition of amino acids under anaerobic conditions in sediments can lead to an accumulation of ammonia, raising the pH, and bringing about the precipitation of calcium carbonate (Glikson and Taylor, 1986). The abundance of pyrite also points to anaerobic conditions and sulphate reduction processes.

The close association between vanadium mineralisation and organic and inorganic mineral species suggests the fixing of the vanadium during these periodic pH and chemical changes at the seafloor.

The environment of deposition envisaged for the formation and preservation of the Toolebuc Formation was a “positive water balance basin” (Damison and Moore, 1980) in which saline water entered from the north and circulated, while fresh water from the hinterland flowed northwards out of the region. The sea was most likely stratified with a permanent halocline below a layer of fresh water.

The conditions which favoured oil-shale deposition within the Toolebuc Formation were apparently terminated during the Cretaceous with the return of normal marine conditions. This was probably the result of an increase in saltwater inflow arising from a rising sea level and possible variations in conditions limiting the productivity in the euphotic zone (Ozimic, 1992).

**RESOURCE ESTIMATES**

**Oil Shale**

The Julia Creek oil shale deposit covers a vast area of the Eromanga Basin and, at a low cut off grade (+20 litres/tonne), would comprise a huge resource. The prospective oil shale horizon has been estimated to cover in excess of 500,000 square km (Exon and Senior, 1976) with an average thickness of 5-15 m. On this basis, and assuming an average thickness of 7 m and an average grade of 60 litres/tonne, the formation contains 2400 billion barrels of oil. A large proportion of this is covered by 100 to 1000 m of younger sediments.

It is in the vicinity of Julia Creek that the prospective horizon outcrops, and substantial resources are present near the surface (<40 m vertical depth) and mineable from an open pit mining operation with an acceptable strip ratio. The top 15 m has been weathered and the kerogen-oil content of the oil shale is depleted but, below the base of oxidation, the near surface oil shale deposit grades up to 90 litres per tonne and averages about 65-75 litres per tonne.

CSR Ltd undertook detailed studies into the viability of the project from the late seventies until 1988. Based on 1-2 km spaced drill holes they calculated an in situ resource of 4,252 million tonnes grading 62.8 litres per tonne (40 litre/tonne cut off) for 1.7 billion barrels of oil. A mining study based on the in situ resource and following additional drilling estimated total tonnage in three open pits at 1798 Mt at an average grade of 74 litres/tonne in the proposed southern pit, 67 litres/tonne in the central pit, 63 litres/tonne in the northern pit. An average strip ratio of 1:3.5 was estimated.

**Vanadium Resource**

Within the total Toolebuc Formation very large quantities of vanadium are present, with an estimated total global resource in excess of ten billion tonnes of vanadium. Work by Fimiston on the vanadium mineralisation within the Toolebuc Formation, near St Elmo Station, has indicated large tonnages of near surface oxidised vanadium mineralisation are located within both the upper coquina and lower oil shale. Similar vanadium contents have also been recorded in the fresh rock.
Oxide vanadium resources within the Julia Creek Project area have been estimated at 340 Mt at 0.33% V₂O₅.

The estimated vanadium resource is composed of two principal ore types: the upper soft oxide coquina and the lower fine grained oil shale. The upper soft oxide coquina totals 160 mt @ 0.25% V₂O₅, and the lower fine grained oil shale totals 180 mt @ 0.40% V₂O₅.

DEVELOPMENT

Fimiston’s work has focussed on the extraction of the vanadium from the upper portion of the formation, within 15 m of the surface. Near surface, the rocks are strongly weathered with oxidation enriching the vanadium values and, more importantly, rendering the upper soft oxide coquina friable and easy to mine and beneficiate.

Metallurgical testwork has shown that the coquina ore averaging 0.25% V₂O₅ can be readily and efficiently beneficiated to a 1.4% V₂O₅ concentrate via wet scrubbing, trommelling and cycloning. Coarse shelly limestone, containing negligible vanadium and comprising up to 85% of the total mass, is removed by this process leaving a fine grained clay and iron oxide product (<10 microns) containing 85-90 % of the original vanadium.

Due to the very fine grained nature of the fine calcareous microfossils in the underlying oil shale this material cannot be beneficiated using conventional cyclone technology. The microfossils, which contain negligible vanadium, cannot be readily separated from the fine clays and iron oxides.

A large number of leach tests at a range of temperatures and pressures have been completed on the 1.4% beneficiated coquina concentrate to determine an optimum method for the leaching of the clays and iron oxides. This testwork has shown that both alkaline and acid leaching can be used to solubilise the vanadium from the clays and iron oxides within the concentrate. Acid is more effective than alkali leach methods at lower temperatures, however the excessive acid consumption due to the high levels of calcite renders the process uneconomic. Results from alkaline leaching, using a combination of sodium carbonate and caustic soda at 250 °C, have been promising, with recoveries of greater than 75% achieved.

The main hurdle to development is the high consumption of the principal reagent, sodium carbonate. Stoichiometrically, the vanadium in the concentrate requires only one tenth of the sodium carbonate that is being consumed, however the formation of a sodium rich zeolite (analcime) in the autoclave is consuming any free sodium. This results in excessive reagent consumption. Current metallurgical activities are being directed at trying to prevent the formation of the analcime, and investigating the possible joint extraction of oil and vanadium from the fresh rock.

CONCLUSIONS AND FURTHER WORK

On the basis of the significant potential of the Julia Creek deposit further work is required to assess its viability. The huge scale of the project and the potential for metallurgical breakthroughs that could alter the project parameters and economics suggest that further work is clearly justified.

An active work program to re-examine the various options for the development of a large scale oil shale deposit project at Julia Creek is now warranted. In particular, the suitability of new advances in process technology (such as that being used at Stuart Oil shale deposit) should be assessed in detail. Operating costs at Stuart are forecast at under $US10/barrel and if achievable will lead to a long term and profitable mining operation.

Similar operating costs may be achievable at Julia Creek and, coupled with income from vanadium which could be produced as a byproduct, project economics would be highly attractive.
ACKNOWLEDGMENTS

The authors would like to thank Fimiston Mining N.L for permission to publish this paper.

REFERENCES AND BIBLIOGRAPHY


Proceedings of the Sixth Australian Workshop on Oil Shale, St Lucia, Brisbane, 5-6 December 1991. Brisbane, University of Queensland:19-24.


Smart, J. and Senior B.R. Jurassic-Cretaceous Basins of Northeastern Australia.


