GEOLOGY AND GENESIS OF THE KELIAN GOLD DEPOSIT, EAST KALIMANTAN, INDONESIA

by

ANDREW G. S. DAVIES B.Sc.



UNIVERSITY OF TASMANIA



Submitted in fulfilment of the requirements for the degree of Doctor of Philosophy

University of Tasmania Australia December, 2002

STATEMENT AND AUTHORITY OF ACCESS

This thesis contains no material which has been accepted for a degree or diploma by the University or any other institution and, to the best of my knowledge and belief, no material previously published or written by another person except where due acknowledgment is made in the text of this thesis.

Authority of access:

This thesis is not to be made available for loan or copying for two years following the date of submission for examination (December 28, 2002). Following that time the thesis may be made available for loan and limited copying in accordance with the *Copyright Act* 1968.

Date:

Andrew G.S. Davies

ABSTRACT

Kelian is a bulk tonnage, breccia- and vein-hosted, structurally controlled, base metal sulfide-rich low sulfidation epithermal gold-silver deposit. The Kelian mine is located in East Kalimantan, Indonesia on the island of Borneo. Containing ~ 240 metric tonnes of gold, Kelian is a 'giant' gold deposit and Indonesia's largest gold-only resource.

The deposit occurs principally within a structural inlier of felsic volcaniclastic rocks (the Kelian Volcanics) surrounded by Eocene terrestrial and shallow marine sedimentary rocks of the Kutai Basin. A new U-Pb zircon age determination for the Kelian Volcanics indicates an Upper Cretaceous age (67.8 \pm 0.3 Ma). The Kelian Volcanics have been uplifted along a dextral strike-slip basement fault (West Prampus Fault) at its intersection with a regional scale northwest-trending crustal lineament. At the surface, this lineament manifests as a series of northwest-striking, strike-slip and oblique-slip faults that were intimately linked with gold mineralisation. The intersection of these two regional-scale structures was a focus for magma emplacement in the Lower Miocene. Feldspar – hornblende-phyric andesite intrusions were emplaced in rhombic, extensional domains defined by northwest- and northeast-striking faults.

In addition to being a magmatic centre during the Early Miocene, the Kelian area was a focus for intense hypogene brecciation. Detailed facies mapping has delineated the subsurface facies and remnants of the eruptive facies of a maar-diatreme complex, and genetically related, mineralised phreatic and hydraulic breccias. Intrusion of quartz-phyric rhyolite (19.8 ± 0.1 Ma) and quartz – feldspar-phyric rhyolite (19.5 ± 0.1 Ma) into an active hydrothermal system at Kelian triggered phreatomagmatic and hybrid phreatomagmatic – phreatic explosions and eruptions. The Kelian Breccia Complex records the effects of magma intrusion into an active hydrothermal system and the ensuing disruption, reorganisation and enhancement of that system. The root zones of the phreatomagmatic explosions are preserved and provide direct textural evidence of magma – water interaction. Widespread phreatic explosions were triggered by the catastrophic disruption of the hydrothermal system caused by magma emplacement and diatreme formation. Seven breccia facies have been defined for the mineralised phreatic breccias based on cement assemblages. The return towards steady state conditions is recorded by the progression from explosive phreatic breccias, to in-situ hydraulic breccias.

Syn-mineralisation faults occur in four main groups: northwest-, northeast-, north- and east-striking. Northwest-striking faults accommodated early, syn-magmatic dextral strike-slip motion followed by dip-slip motion during syn-mineralisation, whereas all other syn-mineralisation faults were extensional. Structural controls on gold mineralisation are indicated by the parallelism of trends in gold assay data with mapped faults and the spatial distribution of sheeted and conjugate extension and extensional shear veins developed about the syn-mineralisation faults. The 383, Water Tank, Tepu and Sungai Jiu ore zones are localised along major northwest-striking faults zones. The Tepu and 383 ore zones are also associated with east-striking faults that may have controlled late-stage mineralisation. The northeast-trending high-grade core of the deposit consists of the 255, 393 and 394 ore zones. These ore zones are each centred on breccia bodies located at the intersection of multiple fault sets. Vein-hosted mineralisation in the 393 ore zone is strongly related to extensions across north-northeast- and northeast-striking faults. The 255 and Hanging Wall ore zones are localised along northeast faults and at the intersection of northeast-striking faults with southern projection of the West Burung Fault.

Mineralisation occurs as disseminations, in sheeted and conjugate veins and as breccia cement. Unlike many low-sulfidation epithermal gold deposits, quartz is only a minor component and basemetal sulfides are abundant at Kelian. A revised paragenetic sequence consisting of ten mineralisation stages (1A, 1B, 2A, 2B, 3A, 3B, 3C, 3D, 4, 5) has been defined for the Kelian system. There is an overall progression through the paragenetic sequence from pyrite-dominated to base metal-sulfide-dominated and finally sulfosalt dominated mineralisation. Gangue minerals also change from adularia and/or quartz to quartz – illite and finally carbonate dominated through the paragenesis. Stage 1 mineralisation consists of proximal illite - pyrite - quartz cemented veins and breccias and distal calcite – quartz ± epidote veins. Stage 2 mineralisation consists of pyrite – quartz - illite and minor base metal sulfides in the northern Kelian area, and adularia - quartz -pyrite in the south. A transition to abundant base-metal-sulfides (galena, sphalerite, chalcopyrite) occurs between stages 2 and 3A. In addition to base-metal sulfides, stage 3A mineralisation contains ubiquitous pyrite, local sulfosalts and abundant native gold. Stage 3B mineralisation is coeval with stage 3A, but occurs at depth on the flanks of the Kelian system. It consists of basemetal sulfides along with pyrrhotite - marcasite - melnikovite. Widespread boiling is indicated by abundant bladed carbonate in stage 3C. Stage 4 mineralisation consists of sulfosalts and sulfides intergrown with laminated and bladed rhodochrosite. Gold deposition occurred throughout stages 1 to 4, but was most significant during stage 3 and 4. Native gold principally occurs as inclusions within and intergrown with pyrite, sphalerite, galena, arsenopyrite, quartz, bladed carbonate and sulfosalts.

Hydrothermal alteration is zoned about contacts, faults, breccias and veins. Within andesite intrusions, alteration grades from proximal quartz – illite – pyrite (QIP) through illite – carbonate –

pyrite (ICP) and illite – chlorite – carbonate (ICC) to distal chlorite – calcite – illite (CCI) assemblages. Alteration zonation in volcaniclastic host rocks grades from proximal QIP to distal smectite – illite (SMI) alteration. Local, intense adularia – quartz – illite (AQI) and/or carbonate alteration assemblages are spatially associated with adularia and carbonate infill respectively. Alteration distribution is controlled by lithology, structure and host-rock permeability. Variations in illite crystallinity and composition have been qualitatively assessed through the use of a portable short wave infrared mineral analyser (PIMA). Illite crystallinity increases systematically with increasing gold grades.

Fluid inclusion analyses revealed the presence of anomalously saline fluid inclusions, in particular in stages 3A and 3C, during which the bulk of gold and base metals were deposited. The salinity and homogenisation temperature arrays suggest that isothermal mixing of low-salinity (~0 to 2 % eq. wt.% NaCl) with moderate-salinity fluids (10 to 25 % eq. wt.% NaCl), rather than boiling resulted in the spread in salinity values for sphalerite, carbonate and quartz (stage 3). Salinities of ~ 4 to 6 eq. wt.% NaCl for adularia, quartz (stages 2B and 4), rhodochrosite and proustite-pyrargyrite may also reflect a component of mixing with the moderate salinity fluid.

Sulfur and C-O isotopes results from Kelian are consistent with a magmatic source for S and C. Origins for the inferred mineralising brine cannot be confirmed given the data available, but a magmatic source is inferred. Gold was transported as a bisulfide complex, most likely Au(HS)₂, and Pb and Zn were likely transported as chloride complexes. A reduced, H₂S-rich, saline fluid is inferred to have entered the base of the hydrothermal system at Kelian and to have transported Au, Pb and Zn. Gold deposition at Kelian is inferred to have resulted from a combination of: 1) boiling, 2) desulfidation due to stripping of H₂S by base metal sulfide deposition; 3) isothermal mixing between a reduced, sulfur-rich, saline fluid and a reduced, sulfur deficient, dilute fluid; and 4) wall rock sulfidation.

ACKNOWLEDGMENTS

This research was supported by an Overseas Post Graduate Research Scholarship (OPRS), the Centre for Ore Deposit Research an Australian Research Council Special Research Centre. PT Kelian Equatorial Mining (KEM) and PT Rio Tinto Indonesia (RTI) provided research and travel funding, site access, and logistical support in Indonesia.

This research has only been possible due to the time, efforts, funding, patience and support of numerous people and organisations.

Firstly, I would like to thanks my supervisors Dr. Dave Cooke and Dr. Bruce Gemmell for their endless support, guidance, teaching, patience, hard work and enthusiasm throughout this project. Without them this thesis would not exist. They have supported me while I have written up across three continents and their efforts are greatly appreciated. Dave and Bruce, you have been far more than supervisors, you are great friends.

To my surrogate supervisors Ron Berry and Jocelyn McPhie, thanks for revealing the mysteries of structure and volcanology. Thanks also go to my 'ex-supervisor' John Thompson who encouraged me to undertake a PhD and first suggested Kelian.

Particular thanks go to the many people with KEM and RTI that have made this research possible. Theo van Leeuwen, Steve Hunt and Roger Norris got this project off the ground project and this research has benefited from many discussions with them. Special thanks go to Pat Cesare and Greg Hartshorn with whom I have had many fruitful discussions. They have provided numerous updates, maps and photographs from Kalimantan. In addition, the support provided by Pat Cesare, John Miller and John Sanderson was invaluable and made my time at the mine both productive and entertaining. Seno Aji, Yudhi Nurchahayna and Ewa Rappe were a tremendous help with fieldwork and logistics. Stuart Masters has saved me from geostatistical hell and provided me with huge amounts of data. To all of you at the mine, thanks for the Pop Mie and Bintang dinners.

The PIMA mineralogy sections of this work have benefited from discussions with Anne Thompson, Wally Hermann and Nick Merry. This research has also benefited from discussions with Terry Leach and Stuart Simmons. James Cannell and Dr. Jim Mortenson are also thanked their efforts with fluid inclusions and geochronology aspects of this thesis, respectively.

CODES has been a fantastic place to work and many people have provided tremendous support throughout my time there. Many thanks are due to June Pongratz, Di Steffens, Christine Higgins, Simon Stevens and Peter Cornish. Special thanks also go to the small army that handled the 'remote' publication of this thesis: Dave Cooke, June Pongratz, Kate Bull and Andrew Wurst.

My friends in Hobart have kept me sane throughout this process and I will never be able to repay all the help and support you have given me, but I will try. Sharon Allen, Mike Buchannan, Kate Bull, Helen Cooke, Dave Cooke, Veronica Fakell, Bruce Gemmell, Peter Hollings, Jill Hollings, Vanessa Lickfold, Glen Masterman, Karin Orth, Andrew Rae, Alan Wilson, Aveline Wilson, Andrew Wurst. For nights of Slapshot, side-splitting laughter, food on the floor and drinks on the couch thanks to the Canadians: Five-Hole, Buddha, Big K and Wazza (honorary). Alan (Taggart) Wilson has helped me to see the drill rig at the end of the tunnel when it seemed like all was lost. Thanks to my friends back in Vancouver for all their encouragement over the years. I would like to thank my parents, who have always supported and encouraged me to pursue geology.

Finally I would like to thank Kirstie Simpson for her amazing love and support. Kirstie has been an unbelievable source of energy, laughs, advice, edits, and patience! She has endured endless months apart and somehow I will repay her (probably with many ski holidays!).

TABLE OF CONTENTS

STATEMENT AND AUTHORITY OF ACCESS	i
ABSTRACT	ii
ACKNOWLEDGMENTS	v
TABLE OF CONTENTS	
LIST OF FIGURES	XV.
LIST OF TABLES	xx
CHAPTER 1: INTRODUCTION AND REGIONAL GEOLOGY	•
1.1 INTRODUCTION	1 1
1.2 PREVIOUS WORK	
1.3 SCOPE OF RESEARCH	
1.4 FIELD WORK AND ACCESS	
1.4.1 Access	
1.4.2 Geology Program	
1.5 THESIS ORGANISATION	1.7
1.6 REGIONAL GEOLOGY	
1.7 CRETACEOUS STRATIGRAPHY AND MAGMATISM	
1.7.1 The Cretaceous arc model and the Rajang-Embaluh Group	1.9
1.7.2 Lower to Upper Cretaceous Schwaner Mountains and Selangkai Formation	1.11
1.8 TERTIARY STRATIGRAPHY AND KUTAI BASIN DEVELOPMENT	
1.9 TERTIARY MAGMATISM	1.15
1.9.1 Lower to Middle Eocene magmatism: Nyaan Volcanics	1.16
1.9.2 Oligocene to Miocene magmatism: Sintang intrusive and volcanic rocks	1.17
1.9.3 Pliocene magmatism: Metalung Volcanics	1.17
1.10 REGIONAL METALLOGENY	1.18
CHAPTER 2: GEOLOGY OF THE KELIAN GOLD DEPOSIT	
2.1 INTRODUCTION	
2.2 LOCAL GEOLOGICAL SETTING	2.2
2.3 FELSIC VOLCANICLASTIC ROCKS – UNIT KFV	2.2
2.3.1 Facies associations and organisation	2.5
Thick crystal and lithic sandstone beds	
Thick shard- and pumice-rich siltstone and fine sandstone beds	2.10
Thin to medium shard-rich siltstone, sandstone and pumice breccia beds	
Polymict conglomerate and coarse sandstone beds	2.10

2.3.2 Felsic volcanic sequence - origin and depositional environment	
Transport and emplacement of the FV1 to FV5 facies	
2.4 NON-VOLCANIC SEDIMENTARY ROCKS	
Eastern sedimentary sequence	
Western sedimentary sequence	
2.4.1 Unit KS1 – Laminated carbonaceous mudstone	. 2.18
2.4.2 Unit KS2 - Thinly-interbedded carbonaceous mudstone and fine sandstone	. 2.20
2.4.3 Unit KS3 - Thinly to thickly-bedded quartz-sandstone with thin carbonaceous interbed	
and minor coal beds	
2.4.4 Unit KS4 - Quartz sandstone and lithic conglomerate with bioclastic limestone lenses	. 2.20
2.4.5 Non-volcanic sedimentary sequence – origin and regional correlations	. 2.21
Eastern sedimentary sequence – interpretation	. 2.21
Western sedimentary sequence - interpretation	. 2.21
2.5 MAFIC VOLCANIC ROCKS – UNIT KMV	. 2.22
Facies MV1 – Basalt-clast breccia and conglomerate	. 2.24
Facies MV2 – Scoria breccia and scoriaceous sandstone	. 2.24
Facies MV3 – Scoria-clast breccia dykes	. 2.24
Facies MV4 – Basaltic lava flows	. 2.25
2.5.1 Mafic volcanic rocks - origin and depositional environment	. 2.25
2.6 INTRUSIVE ROCKS	. 2.25
2.6.1 'Andesite' (plagioclase – hornblende porphyry)	2.25
2.6.2 Quartz – feldspar porphyry (QFP)	2.28
2.6.3 Quartz porphyry (QP)	2.30
2.6.4 Basalt	2.31
2.6.5 Discussion	2.31
2.7 PHREATIC, PHREATOMAGMATIC AND TECTONIC BRECCIAS	2.32
2.8 GEOCHRONOLOGY	
2.8.1 Analytical Techniques	2.32
2.8.2 Analytical Results	
AD98320 (monomict, quartz-phyric pumice breccia)	2.35
AD98321 (Runcing quartz – feldspar porphyry)	
AD98322 (quartz-phyric, flow-banded rhyolite)	
2.8.3 Interpretation of results and comparison with previous studies	
Unit KFV	
QFP and QP intrusions	2.36
Andesite intrusions	
2.8.4 Stratigraphic complications	2.38
2.9 SUMMARY	
CHAPTER 3: MINERALISATION AND ALTERATION	
3.1 INTRODUCTION	3.1
Local geographic references	
3.1.1 Ore zone general characteristics	
3.2 SHORT WAVE INFRARED SPECTROSCOPY	

3.2.1 Mineralogy and conventions	3.8
Illite	
Carbonates	
3.3 MINERALOGY AND PARAGENESIS	3.13
3.3.1 Previous work	
3.3.2 General features	3.13
3.3.3 Infill stage 1:	3.15
Stage 1A: Illite – pyrite – quartz	3.15
Stage 1B: Calcite – quartz ± epidote ± adularia	3.18
3.3.4 Infill stage 2: Pyrite – quartz - adularia	3.18
Stage 2A: Pyrite – quartz	
Stage 2B: Adularia – quartz – pyrite	3.20
3.3.5 Infill stage 3: Fe-sulfide – base-metal sulfide – carbonate – quartz	
Stage 3A: Pyrite - base-metal sulfide	3.22
Stage 3B: Pyrrhotite – marcasite melnikovite – base-metal sulfide	3.28
Stage 3C: Carbonate	3.30
Stage 3D: Quartz - chalcedony	
3.3.6 Infill stage 4: Carbonate - sulfosalt	3.38
3.3.7 Infill stage 5: Post mineralisation and hypogene	3.43
3.3.8 Unassigned veins	3.43
3.4 SPATIAL DISTRIBUTION OF INFILL ASSEMBLAGES	3.43
3.4.1 Stage 1	3.43
3.4.2 Stage 2 and 3	3.43
3.4.3 Stage 4	3.47
3.5 WALL-ROCK ALTERATION ASSEMBLAGES	3.48
3.5.1 Chlorite – calcite – illite ± epidote: CCI	3.48
3.5.2 Illite – chlorite – carbonate – pyrite: ICC	3.48
3.5.3 Illite – carbonate – pyrite: ICP	3.54
3.5.4 Quartz – illite– pyrite. QIP	3.56
3.5.5 Adularia – quartz – illite: AQI	3.58
3.5.6 Carbonate	3.60
3.5.7 Kaolinite	3.60
3.5.8 Smectite – illite: SMI	3.62
3.6 ALTERATION DISTRIBUTION AND ILLITE ZONING	
Alteration distribution and intensity	3.62
Illite crystallinity, composition and relationship to gold distribution	3.66
3.7 DISCUSSION	3.71
Alteration Rank	3.71
Alteration and infill relationships and timing	3.72
Illite crystallinity and fluid flow	
Carbonate zoning - modifications to the model	
Gold distribution	3.74

CHAPTER 4: STRUCTURAL GEOLOGY OF THE KELIAN GOLD DEPOSIT

4.1 INTRODUCTION	4.1
4.1.1 Structural analysis – this study	4.1
4.2 DISTRICT-SCALE STRUCTURAL GEOLOGY	4.2
4.2.1 Folds	4.2
4.2.2 Remote sensing interpretation	4.4
4.3 PRE-MINERALISATION STRUCTURES	4.6
4.3.1 Pre-mineralisation faults – Group A	4.7
West Prampus Fault	4.7
Burung, Runcing and Discovery Faults	4.10
East Prampus and West Burung Faults	4.13
4.4 SYN-MAGMATIC AND EARLY SYN-MINERALISATION FAULTS	4.17
4.5 SYN-MINERALISATION FAULTS	4.18
4.5.1 Northwest striking faults – Group B	4.19
Folds	4.23
4.5.2 North striking faults – Group C	
4.5.3 Northeast striking faults – Group D ,	4.24
Discovery Fault – syn-mineralisation movement	4.24
4.5.4 East striking faults – Group E	4.25
4.5.5 Fault distribution and timing relationships	4.27
4.5.6 Fault kinematics	4.27
4.6 VEINS	4.31
4.6.1 Vein orientation and distribution	
4.7 FAULTS AND VEINS – TIMING AND SPATIAL RELATIONSHIPS	4.36
4.7.1 General fault-vein relationships	4.36
Northwest domain	4.36
Central domain	4.36
Southeast domain	
Southwest domain	4.38
4.8 STRUCTURAL FRAMEWORK OF THE HIGH-GRADE ORE ZONES	4.38
383 ore zone: structural framework	4.42
Water Tank ore zone: structural framework	4.42
Tepu ore zone: structural framework	
Sungai Jiu ore zone: structural framework	4.46
Pillar ore zone: structural framework	
393 ore zone: structural framework	4.47
394 ore zone: structural framework	
255 and Hanging Wall ore zones: structural framework	
4.9 STRUCTURAL EVOLUTION OF THE KGD	
4.9.1 Previous model	4.51
4.9.2 Regional stress field	
4.9.3 Structural stage 1: Development of boundary faults	
4.9.4 Structural stage 2: Emplacement of mid-crustal plutons	
4.9.5 Structural stage 3: Shallow crustal intrusion and syn-magmatic faulting	
4.9.6 Structural stage 4: Structural evolution during early-stage mineralisation	4.57
4.9.7 Structural stage 5: Structural evolution during main-stage mineralisation	4.57