



14 March 2019

ASX Announcement

GBM GOLD RECEIVES \$1.2 MILLION CASH INJECTION

GBM Gold Limited

ABN 59 119 956 624

ASX CODE: GBM

CORPORATE DETAILS:

Shareholders:

684

Shares on Issue:

1,118,319,556

Options: Nil

Directors:

Eric JP Ng (*Chairman*)

John Harrison (*CEO*)

Paul Chan

Andy Lai

Linda Lau

Jianping Wang

Company Secretary:

Andrew Chan

CONTACT DETAILS:

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HIGHLIGHTS

- \$1 million gold loan received
- \$200,000 received from Silverbright International Development Ltd
- The funds will be used for working capital
- Kangaroo Flat Sand Dam Project estimated production timeframe of four-six weeks

GBM Gold Limited (ASX: GBM) ("GBM Gold") is pleased to announce the receipt of \$1 million. An additional \$200,000 was received from Silverbright International on 11 January 2019.

As previously advised, the Company has been proceeding on several fronts to improve its capital position by a significant cash injection and a rights issue to fund its future growth and take advantage of the excellent prospects for gold mining on its extensive leases held in the Greater Bendigo area.

The Company has reached an agreement on commercial terms for the 1 year term, \$1 million gold loan, which is being funded by Maradox Pty Ltd ("Maradox"). Maradox provided a \$3 million gold loan to GBM Gold in 2011 (announced [6 December 2011](#)).

As announced in the [December 2018 Quarterly Report](#), released 31 January 2019, GBM Gold is also seeking to raise additional capital through an underwritten rights issue. Discussions are underway with a number of potential investor parties either looking to do a placement or take up the rights issue shortfall if necessary.

The proceeds of the immediate funding from the gold loan, received today, will be used for working capital purposes, while the rights issue details are being finalised.

In addition, The Kangaroo Flat Sand Dam Project will provide a useful cashflow injection for GBM. This Project is very close to production with an estimated timeframe of achieving this outcome of between four to six weeks.

Further details on the timing of the proposed rights issue, the commencement of production at The Kangaroo Flat Sand Dam Project and an update on the negotiations of the potential sale of the mill/processing plant at Kangaroo Flat will be forthcoming when these activities move to the next stage.

About GBM Gold Ltd (ASX: GBM)

GBM Gold is a gold focused mining and exploration company with mining and exploration assets located one of Australia's most significant gold producing regions; the Central Victorian Goldfields.

GBM Gold purchased the Bendigo Goldfield, Australia's second largest goldfield. The Company is targeting projects to develop long term sustainable mining to fund the Company's growth. Recent work has centred on the Bendigo Goldfield and the Harvest Home deposit located north-east of Dunolly in the Golden Triangle area of Central Victoria. Harvest Home, in which GBM has a 50% equity interest, and the adjacent Queen's Birthday will continue to be developed together with tailings projects on the Bendigo Goldfield.

For further information, please visit www.gbmgold.com.au or contact:

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