

A photograph of a dark, textured rock face, likely a mine wall, with several vertical white veins. A silver wire mesh is attached to the rock face with metal brackets, visible on the left and right sides.

GBM Gold Ltd

1 for 1 Rights Issue

May 2019

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All dollar terms expressed in this presentation are in Australian dollars unless otherwise stated.

This presentation may contain certain forward-looking statements regarding;

- (i) estimated resources and reserves,
- (ii) planned production and operating costs profiles,
- (iii) planned capital requirements, and
- (iv) plans, strategies and corporate objectives.

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The forward looking statements are inherently uncertain and may therefore differ materially from results ultimately achieved. External and other factors may impact the Company and affect the forward looking statements in this release since its preparation. Subject to applicable law and stock exchange listing rules, GBM Gold does not intend to publicly update any of the forward-looking statements or any assumptions on which any such forward-looking statement is made.

The Company estimates its Mineral Resources and Ore Reserves in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, 2012 Edition ("JORC Code"), which governs such disclosures by companies listed on the Australian Securities Exchange.

GBM Gold at a Glance



Key Project is the Bendigo Goldfield in Central Victoria

- GBM is the holder of all the ground that produced 22 million ounces of high grade gold production, with little exploration beyond the immediate mining areas.*
- Fully permitted underground mine with minor works required to achieve reopening of the mine.*
- GBM is raising \$6.7 million through a fully underwritten pro rata Entitlements Offer on the basis of 1 New Share for every 1 Share held at an issue price of \$0.006 per Share –a 25% discount to the last traded price in October 2018 -to raise up to approximately \$6,709,917.*

Use of Funds

Deferred Environmental Bonds	\$3.50	Payments to Unity Mining
Repayment of SBID Loan	\$0.75	Payment to SBID
Harvest Home Open Pit Mine	\$0.30	Mine 44,000 tonnes of ore
Nell Gwynne Dome Bendigo	\$0.60	Reopen Swan Decline
Working Capital	\$1.35	Bendigo exploration and working capital
Total	\$6.7	

Indicative Timetable

Item	Date
Ex date – Shares trade ex Entitlement (Ex Date)	20 May 2019
Record date to determine Entitlement (Record Date)	21 May 2019
Prospectus with Entitlement and Acceptance Form dispatched	24 May 2019
Offer opens for receipt of Applications	
Closing date for acceptances	4 June 2019
Deferred settlement trading commences	5 June 2019
Notify ASX of under-subscriptions	7 June 2019
Issue of New Shares	12 June 2019
Deferred settlement trading ends	
Dispatch of shareholding statements	13 June 2019
Normal trading of New Shares expected to commence	

Note: The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date, subject to such date being no later than 3 months after the date of this Prospectus. As such the date the New Shares are expected to commence trading on ASX may vary.

GBM Pro-Forma Balance Sheet



GBM Group Consolidated Balance Sheet	30/4/2019	Rights Issue	Post Issue
	\$'000	\$'000	\$'000
Assets			
Cash	246	2,388	2,634
Debtor	246		246
Plant & equipment held for sale	3,773		3,773
Total Current Assets	4,625		6,653
Non-Current Assets			
Other financial assets	5,963		5,963
Property, plant & equipment & mine development	286		286
Exploration & evaluation	629		629
Total Non-Current Assets	6,878		6,878
Total Assets	11,143		13,531
Current Liabilities			
Trade and other payables	597	-199	1,025
Financial liabilities	5,033	-4023	1,010
Provisions	98		98
Total Current Liabilities	5,728		1,506
Non-Current Liabilities			
Provisions	5,983		5,983
Total Non-Current Liabilities	5,983		5,983
Total Liabilities	11,711		7,489
Net Assets	-568		6,042
Equity			
Share capital	27,951	6,610	34,561
Accumulated losses	-28,519		-28,519
Total equity	-568		6,042

Company Information



Trading Information

ASX Code	GBM
Number of shares on issue	1,118,319,556
Share price at October 2018	\$0.008
Market Capitalisation (based upon last traded price)	~\$9,000,000
Cash as at 30 April 2019	\$246,000

Major Shareholders

Monex Boom Securities (HK) Ltd	20.3%
Silver Bright International Development Limited	17.9%
Citicorp Nominees Pty Ltd	12.9%
J P Morgan Nominees Australia Limited	7.3%
Chasen Holdings Ltd	6.7%

GBM performance chart 2018/19



Introduction

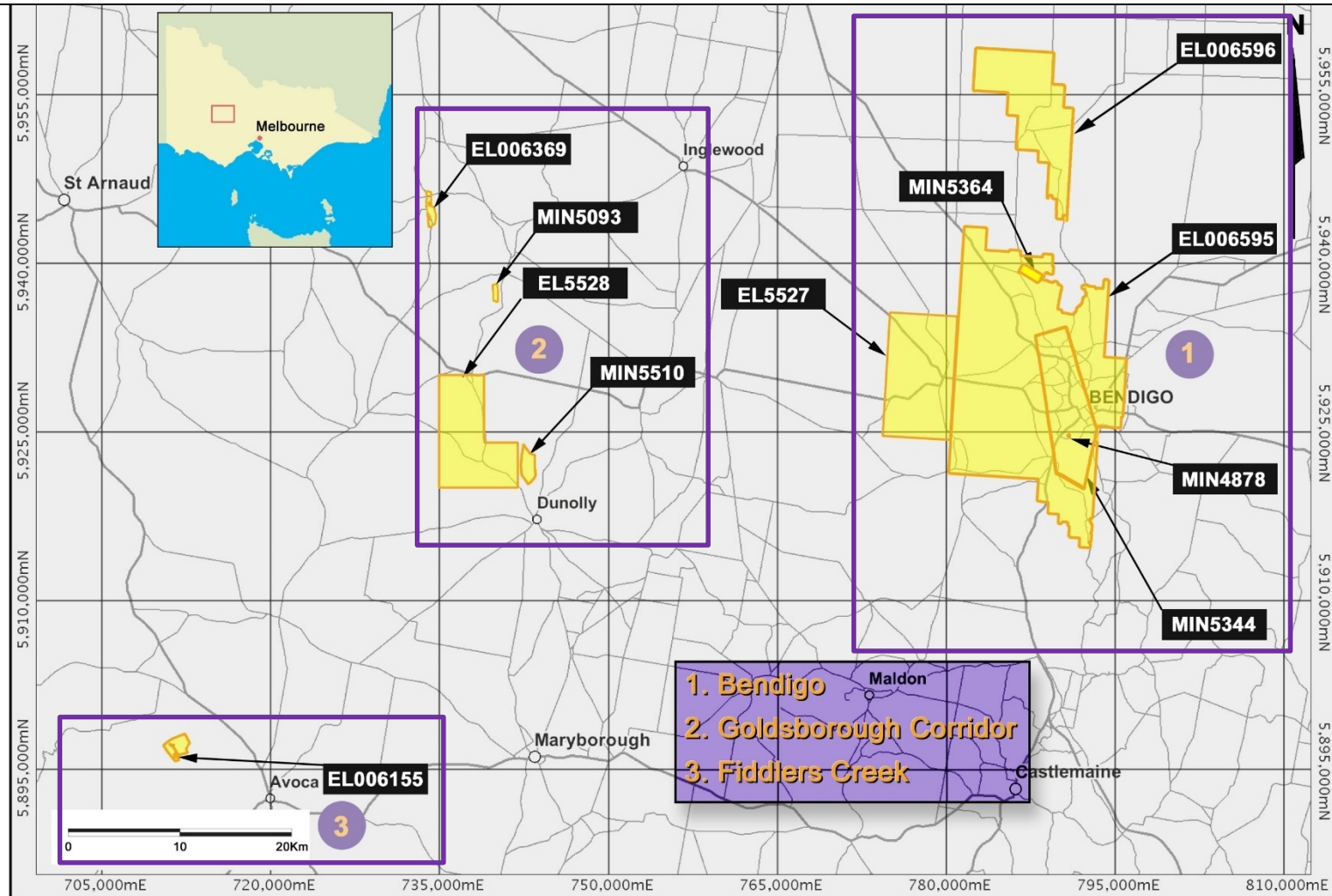


- GBM is an Australian Stock Exchange listed, mining and exploration company with a market capitalisation (based upon last traded price in October 2018) of approximately A\$9m.
- The Company's strategy to maximise the value of the acquired Bendigo Assets is now being realised.
- Tailings stored in the Kangaroo Flat sand dam estimated to contain +5,000 ounces of gold are ready to be mined. The processing equipment has been installed and mining will commence in mid 2019.
- The Harvest Home Open Pit Mine will be expanded in length, width and depth providing a low-cost ore source. Mining is expected to commence in 2019.
- The Woodvale Evaporation Pond Complex is planned to be transformed into a 60MW Solar Power Plant. GBM Gold will Joint Venture the project.
- The Kangaroo Flat mine decline will be reopened to explore a saddle reef structure on the Nell Gwynne Line of Reef, approximately 1km from the decline portal.

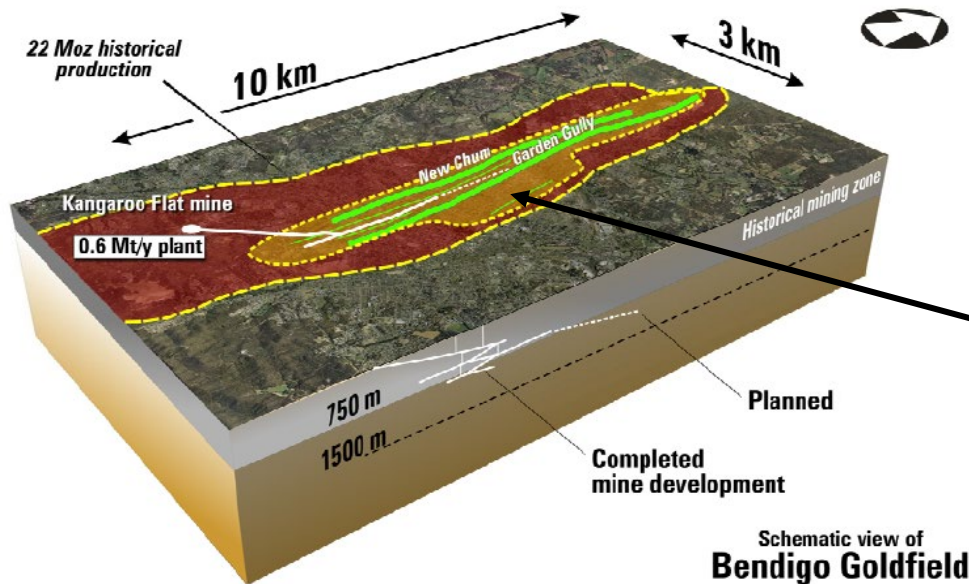
GBM Gold Tenement Holdings



Three Mining and Exploration Project Areas – Bendigo, Goldsbrough and Fiddlers Creek



Bendigo - Victoria's Largest Goldfield



Bendigo Goldfield produced more than 18 million ounces of gold from underground mines at grades averaging between 10g/t and 15g/t. Sixty one mines each produced in excess of 50,000 ounces of gold.

Size: From - To

Number of Mines

50,000 – 100,000 ounces

36

100,000 – 250,000 ounces

14

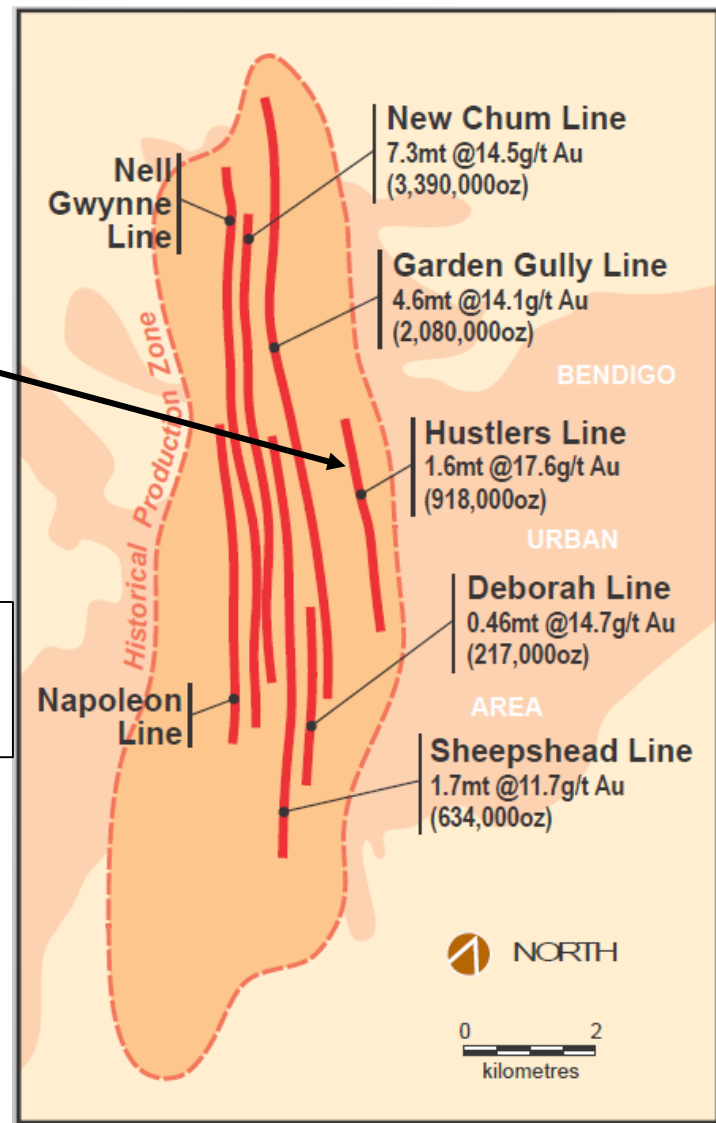
250,000 – 500,000 ounces

11

Total

61

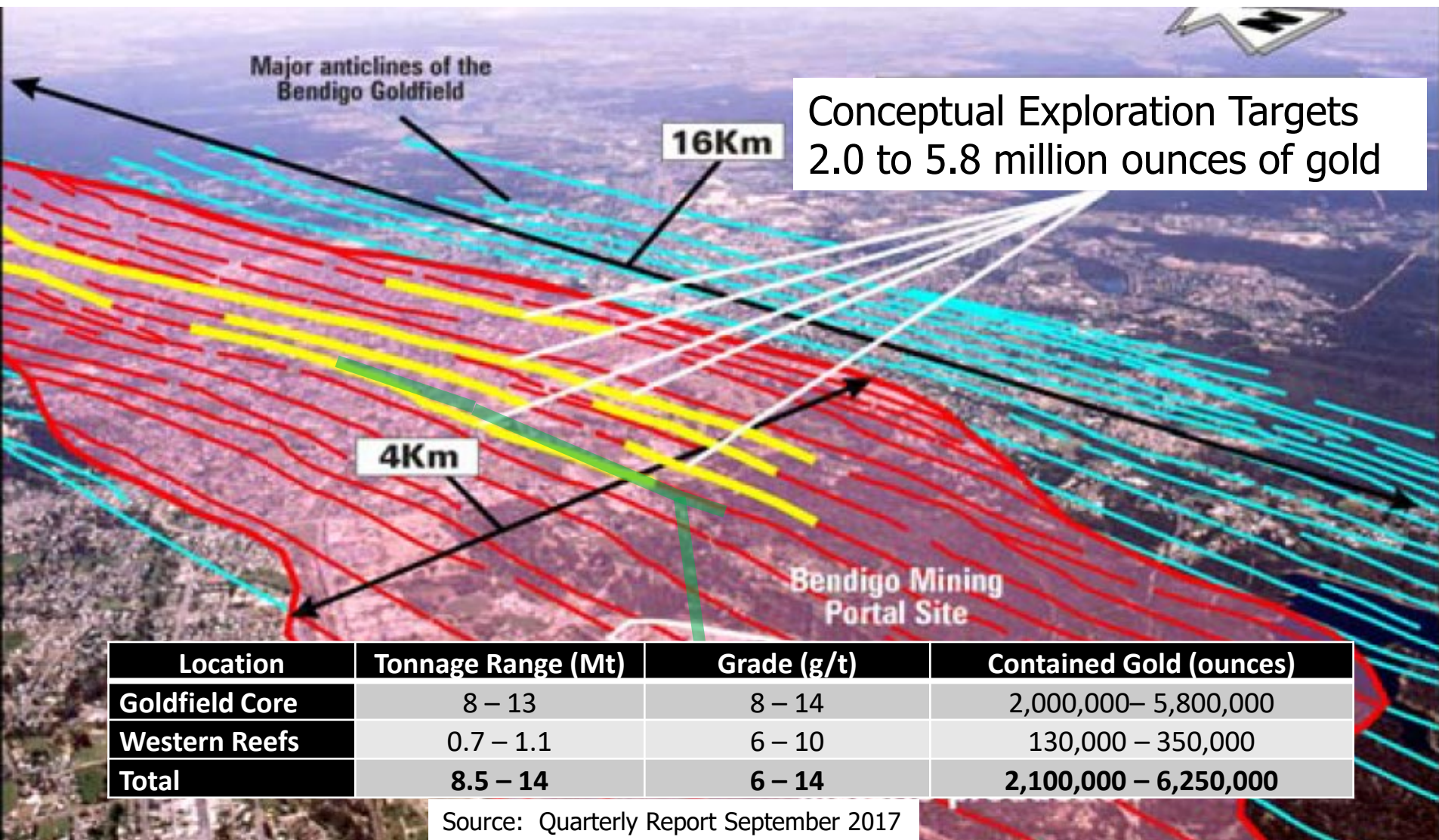
Source: Quarterly Report March 2017.



Bendigo Goldfield Exploration Targets



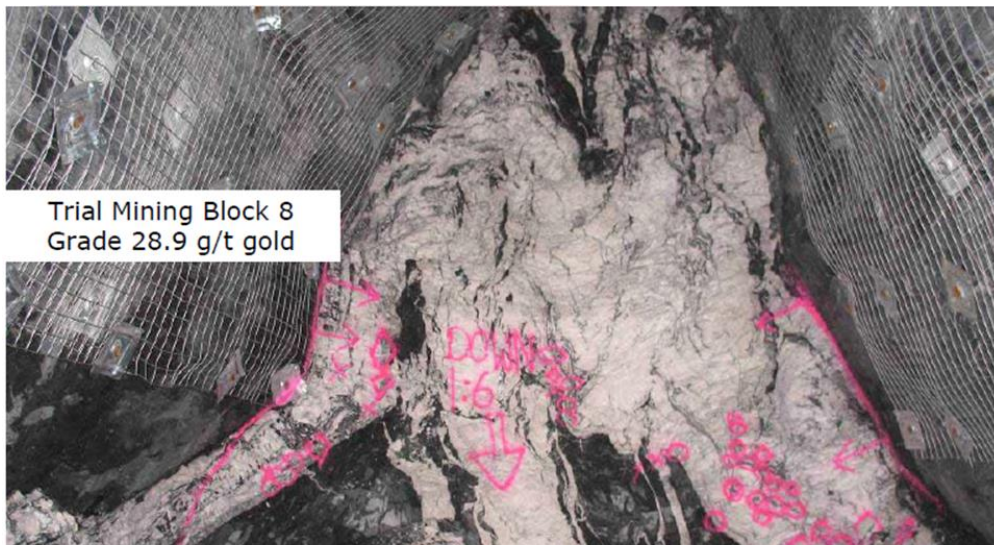
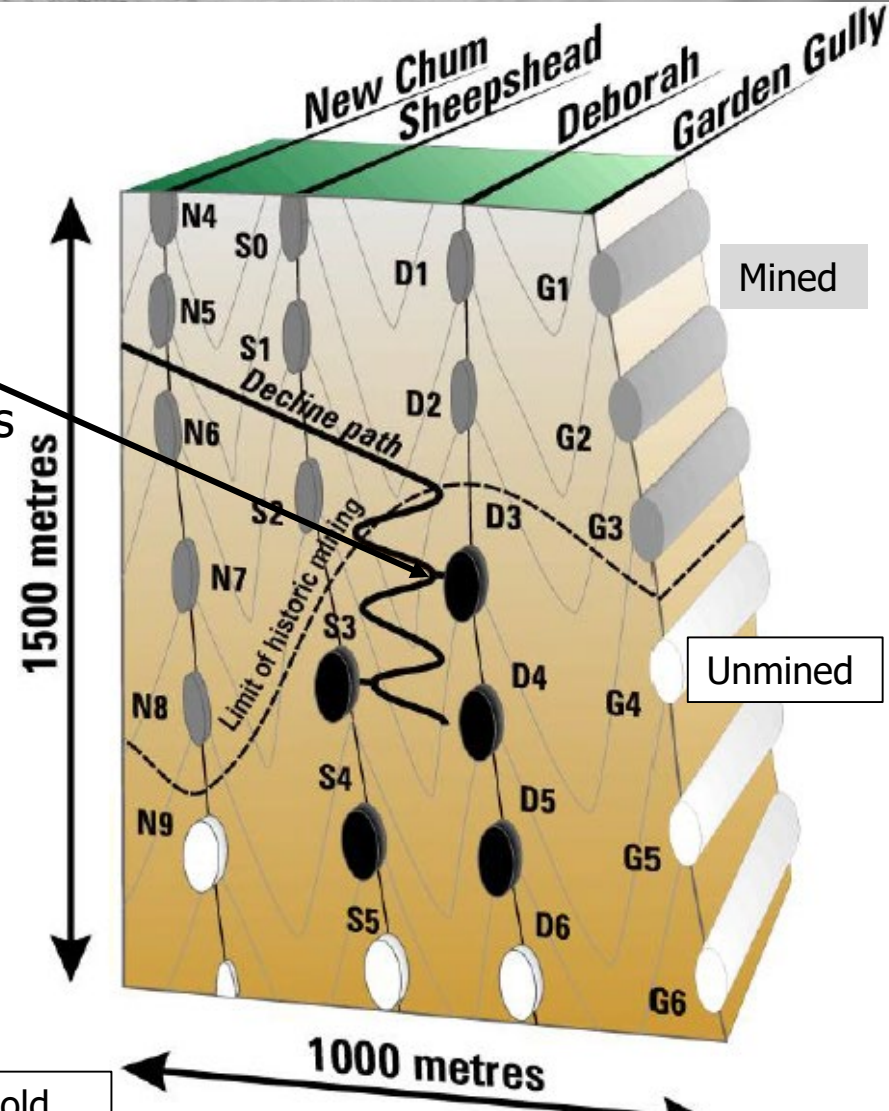
Bendigo Goldfield has produced 22 million ounces of gold and has significant potential remaining



Bendigo World Famous Saddle Reefs



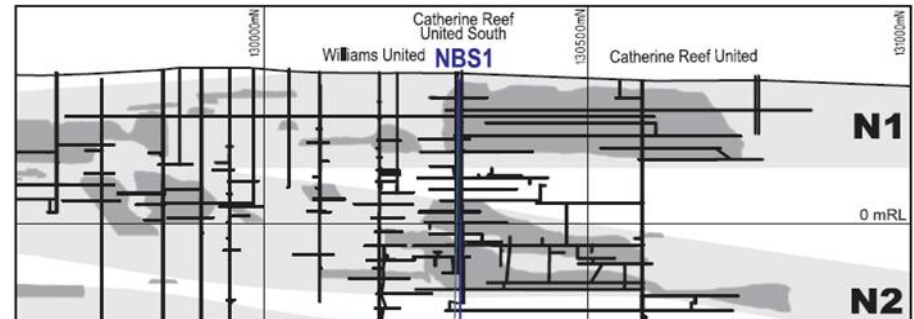
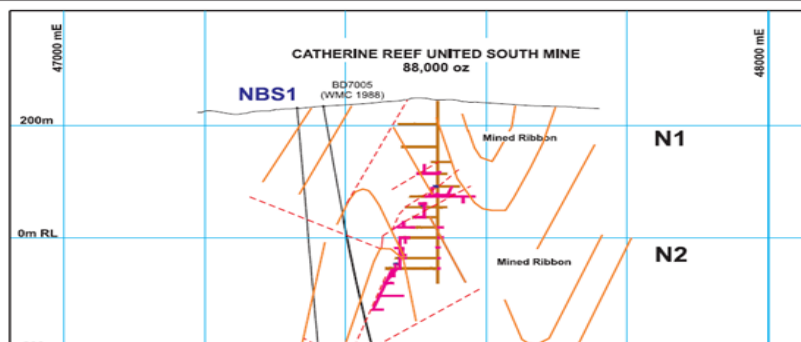
- The Bendigo quartz saddle reefs recur as ribbons one below the other at irregular intervals along specific anticlinal structures.
- Unexplored reefs occur beneath the existing workings.
- Gill Reef - a high grade saddle reef was discovered in 2007 beneath existing workings on the Garden Gully Line.



Gill Reef - Mined 2008 - 2011 produced 70,000+ ounces of gold

Drilling Success beneath Existing Workings

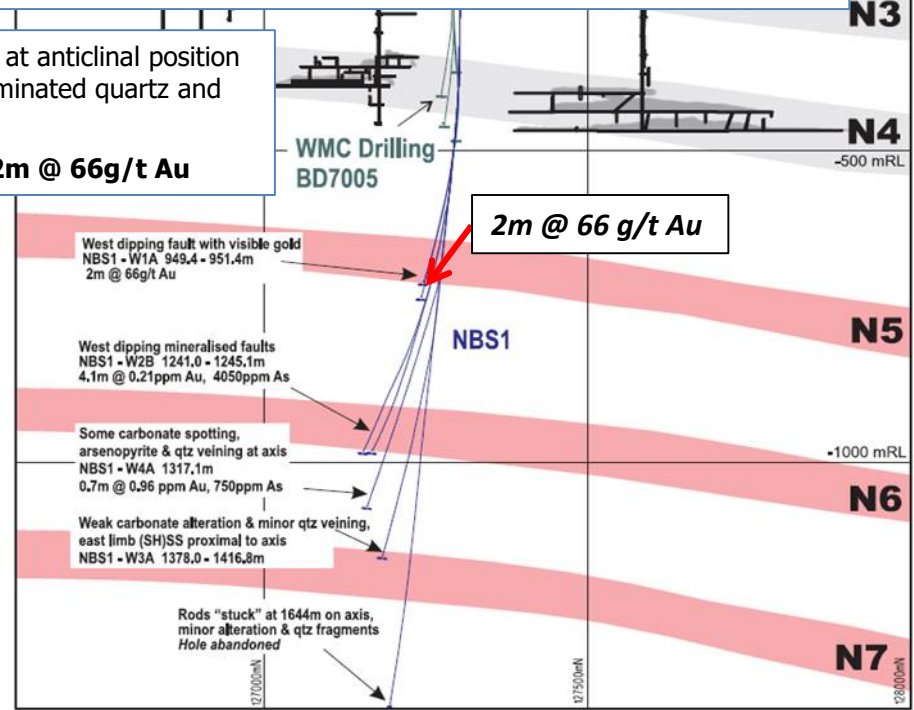
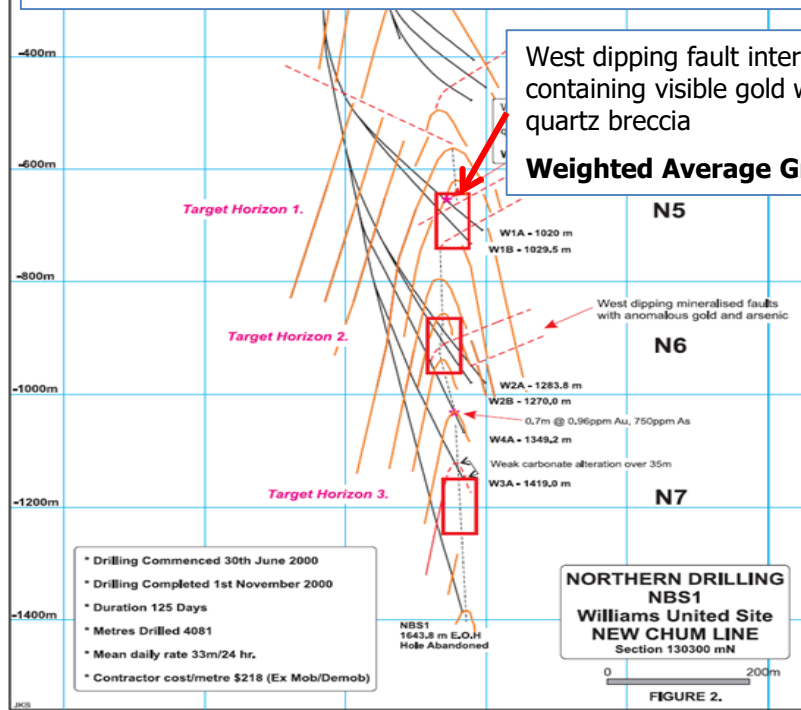
GBM Gold Ltd



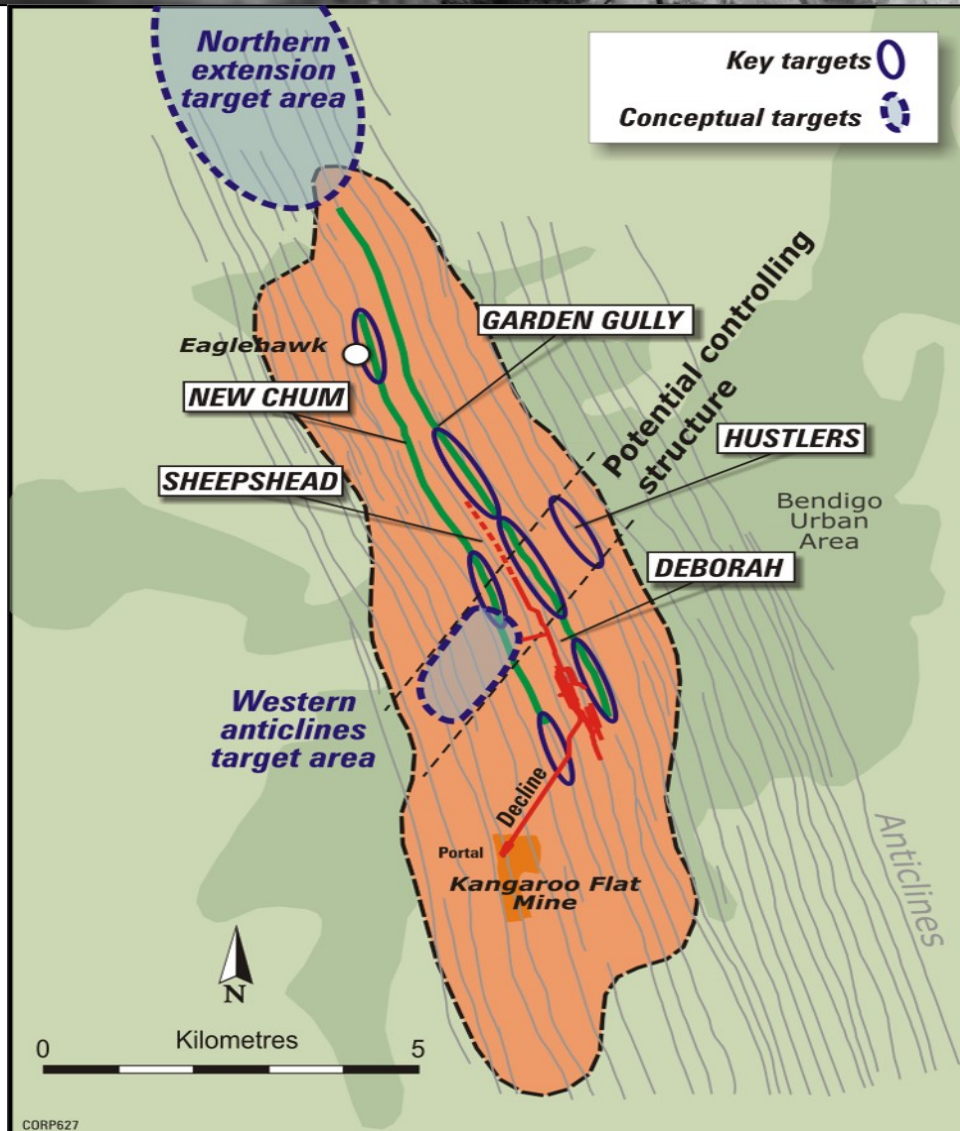
Drilling beneath the Catherine Reef Mine found three repeats of mineralized saddle reefs

West dipping fault intersected at anticlinal position containing visible gold with laminated quartz and quartz breccia

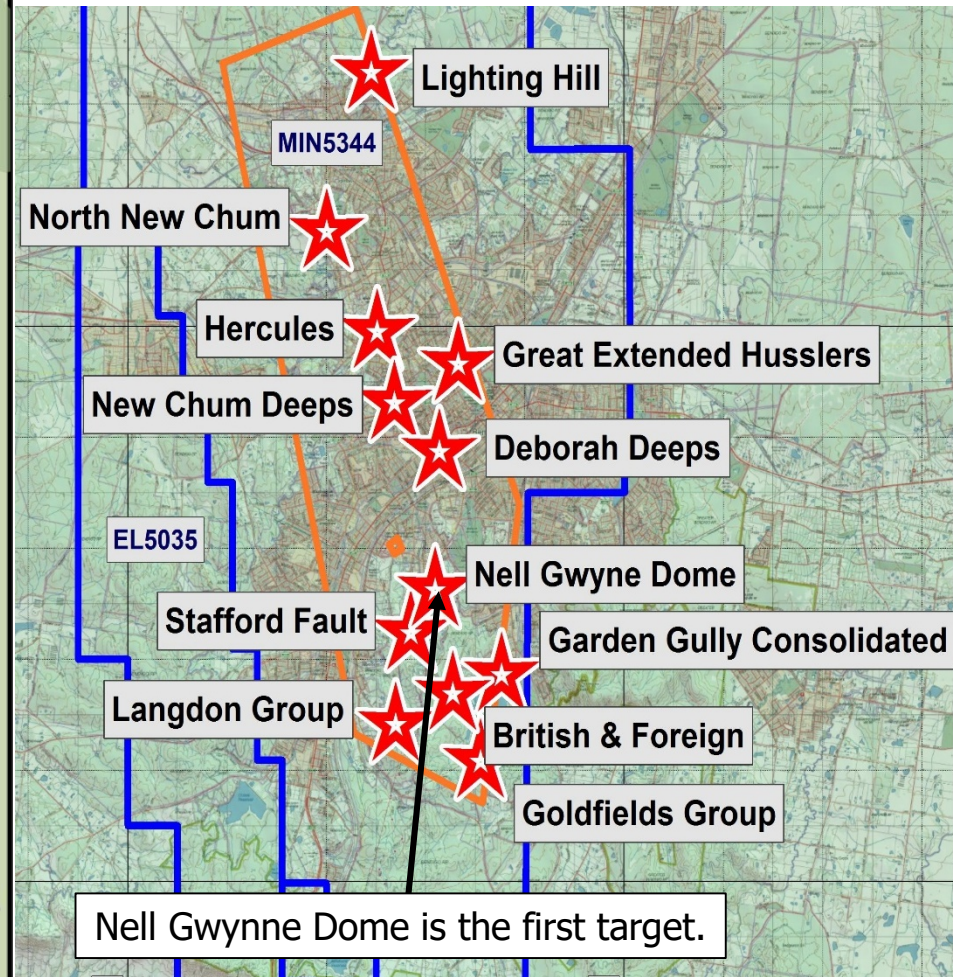
Weighted Average Grade 2m @ 66g/t Au



Bendigo – Exploration Potential



Gold at Bendigo is relatively coarse and occurs in shoots that can be very rich. Exploration is being focused in areas of known success



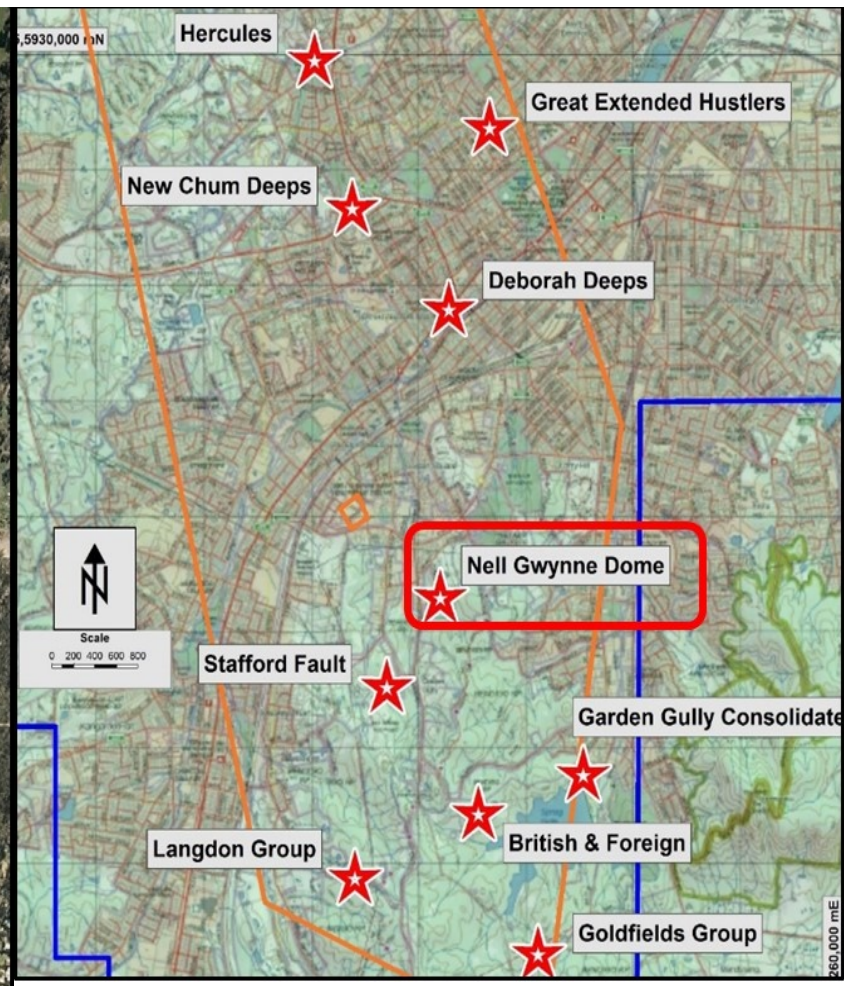
Nell Gwynne Dome is the first target.

Nell Gwynne Dome



The Swan Decline cuts the Nell Gwynne Anticline where the geology is favourable for intersecting a large saddle reef within tens of metres of the decline.

A drilling and development program has been developed to define the resource.



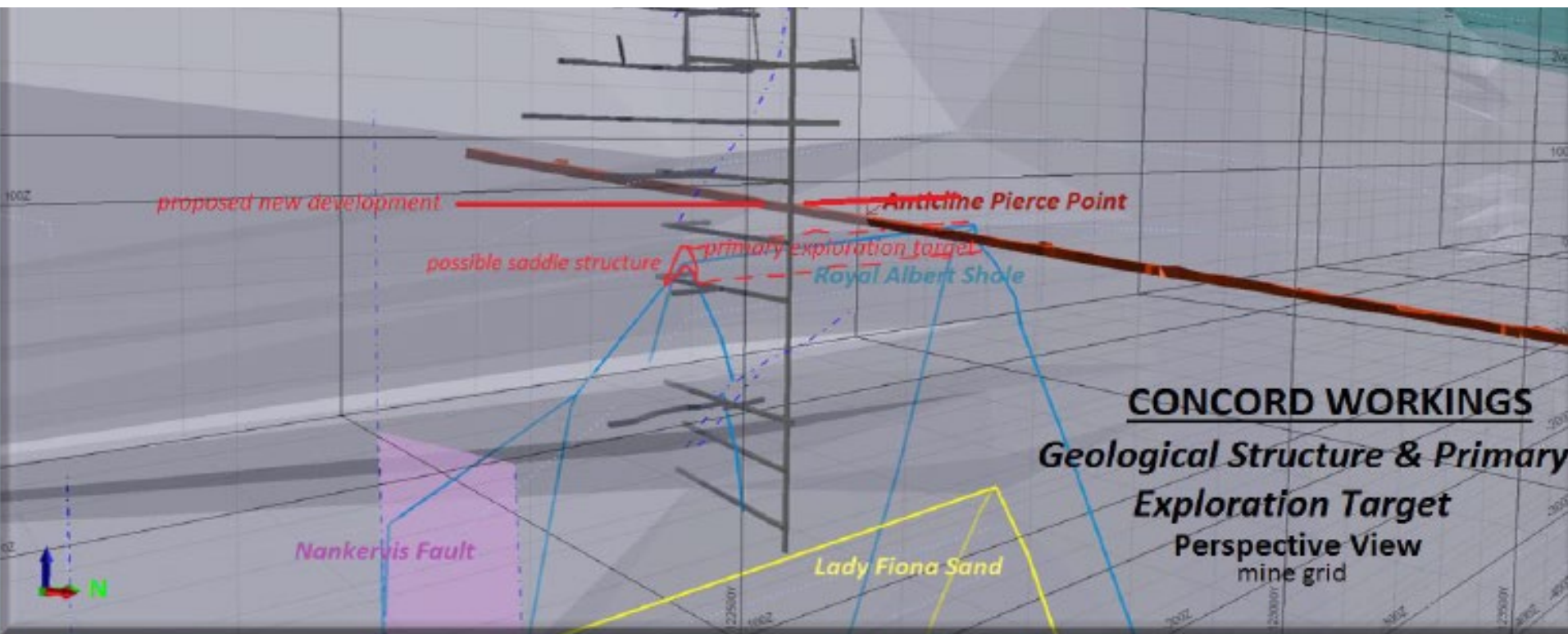
Nell Gwynne Dome Project



Exploration will be carried out in two stages:

Stage 1: The first stage of the project will entail re-equipping and re-entering the Swan Decline to a position approximately 1,100m from the decline portal and undertaking approximately 1,000m of reconnaissance drilling.

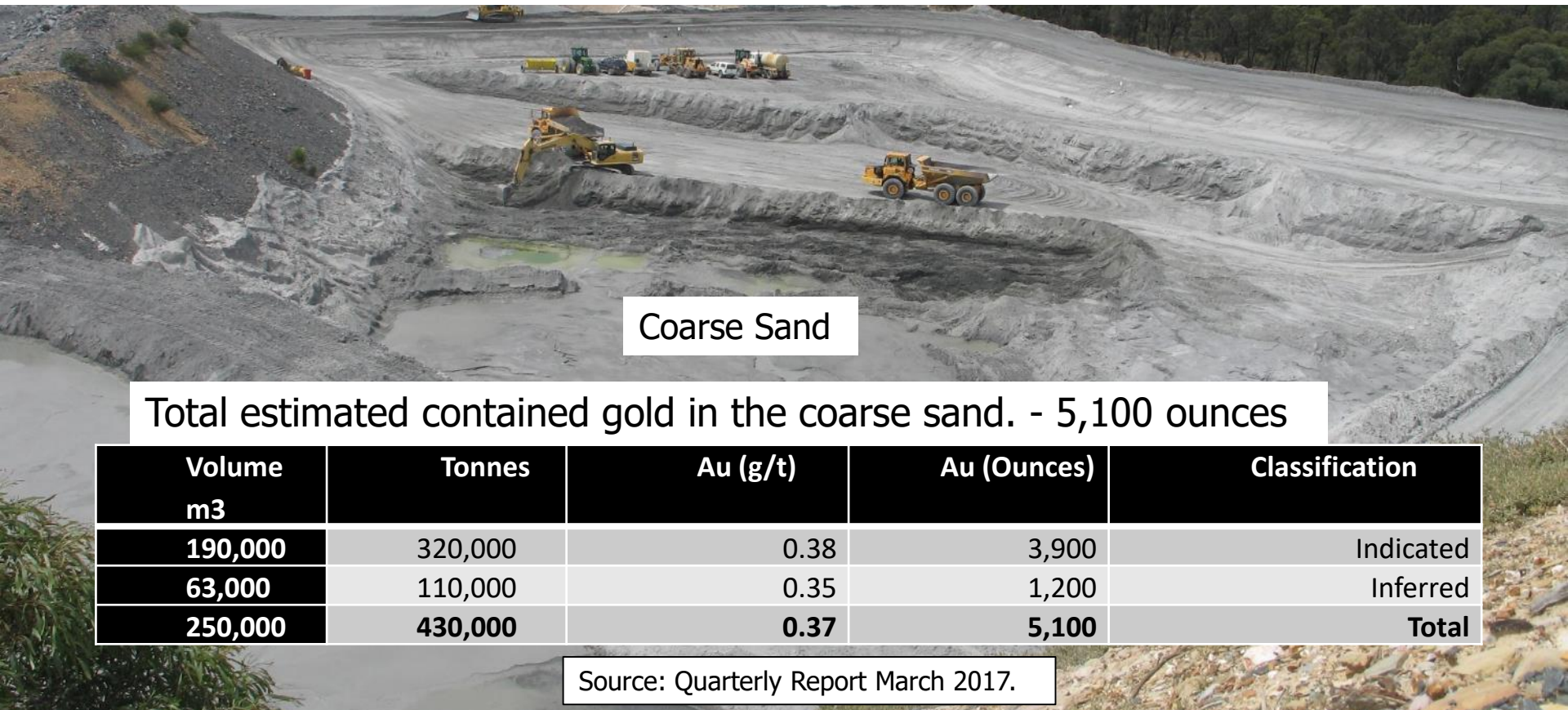
Stage 2: 300m of 3.5m x 3.0m lateral development to provide platforms for +3,000m of resource definition drilling.



Kangaroo Flat Sand Dam Project



The Kangaroo Flat Sand Dam contains 430,000 tonnes of sand, gold and gold bearing sulphides. A JORC Indicated and Inferred Resource of 5,100 ounces of gold was calculated. GBM has an agreement with Gold Miners Australia (GMA) to jointly mine and process the sand. A washing and concentrating plant to process the sand and recover the contained gold has been purchased.



Coarse Sand

Total estimated contained gold in the coarse sand. - 5,100 ounces

Volume m3	Tonnes	Au (g/t)	Au (Ounces)	Classification
190,000	320,000	0.38	3,900	Indicated
63,000	110,000	0.35	1,200	Inferred
250,000	430,000	0.37	5,100	Total

Source: Quarterly Report March 2017.

Kangaroo Flat Sand Dam Project



A wash plant and 2x35tph gold concentrators to recover the contained gold and sulphides have been installed and are in the final phases of commissioning.



Bendigo Assets

- The Bendigo Goldfield has historically been one of Australia's highest grade, lowest cost and largest producing goldfields.
- The Bendigo Project is located 130km NNW of Melbourne, Victoria, on sealed roads, in a mining town – excellent infrastructure, grid power, water, skilled local workforce etc.
- In excess of \$380 million was invested on this project over the last 20 years.
- Comprises mining and exploration leases, considerable in-ground mine development, a 600,00tpa processing plant (built 2006), abundant surface infrastructure, and a wealth of exploration and mining data.



Kangaroo Flat Mine site

600,000 tpa Gold Processing Plant



Kangaroo Flat Gold Processing Plant - For Sale

The plant is too large for the gold deposit and is being sold to turn a redundant asset into capital.

Kangaroo Flat Gold Plant Replacement



- GBM plans to process ore at another plant in the District.
- Six gold processing plants are within an economic ore haul distance of Bendigo.
- Most of the plants are operating under capacity and are seeking to increase output.
- At the rates of planned ore extraction this is a viable option.

Goldsborough Corridor Projects



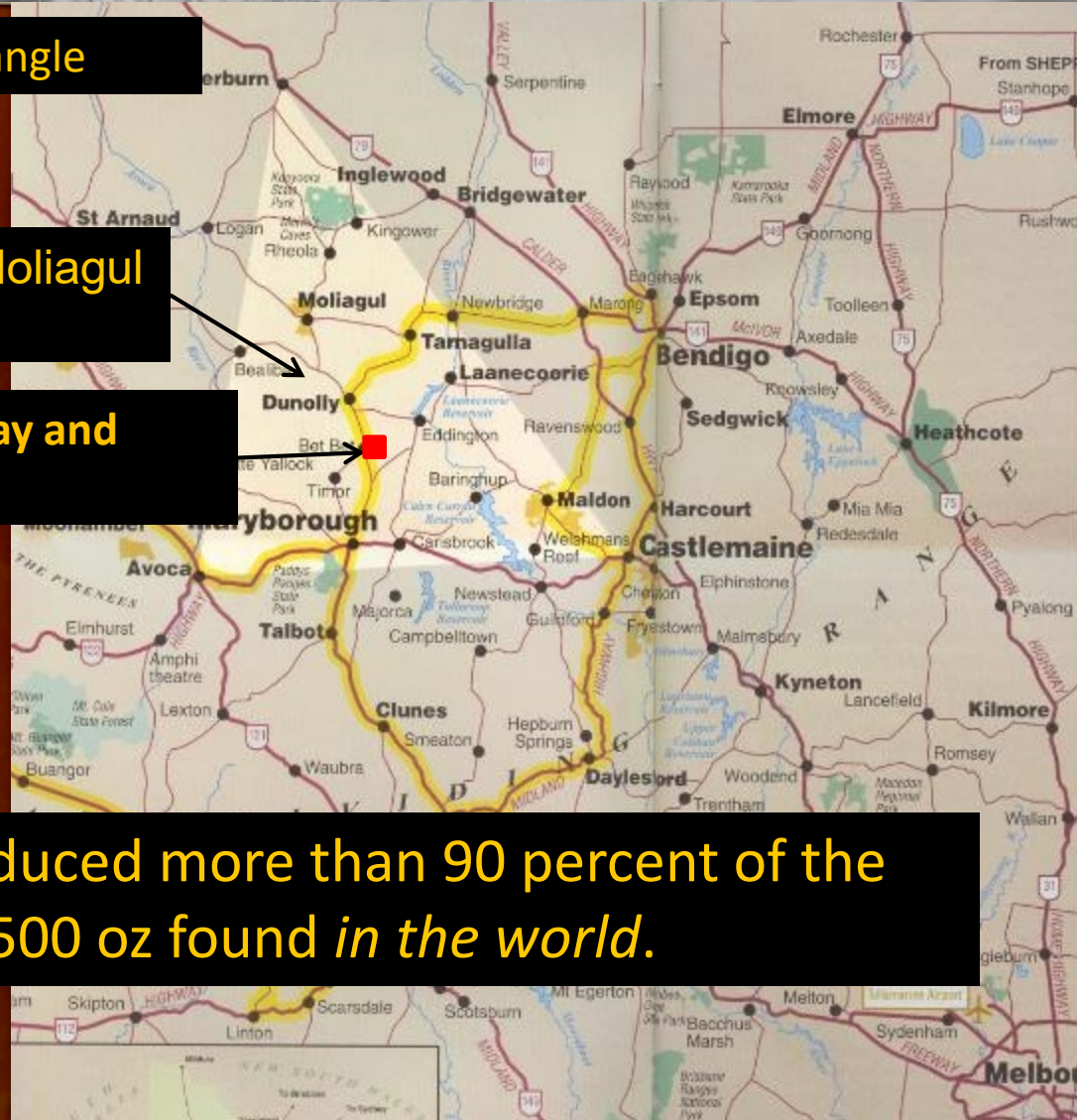
Projects located in Victoria's Golden Triangle

Welcome Stranger nugget at Moliagul weighed 2,268 oz.

Harvest Home, McIntyre, Queen's Birthday and Wehla located in the Golden Triangle

The Golden Triangle has produced more than 90 percent of the nuggets exceeding 500 oz found *in the world*.

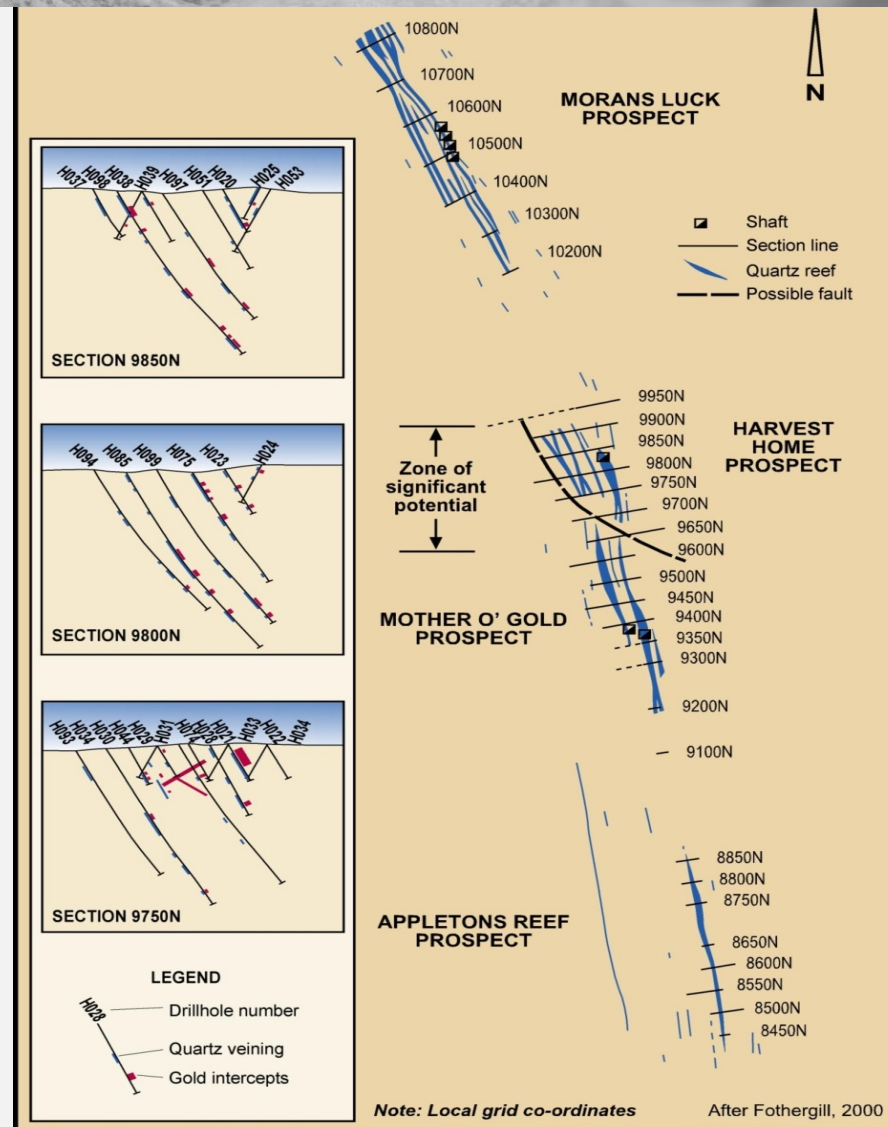
Picture: 75 ounce nugget from McIntyre



Harvest Home Dam Open Pit Mine



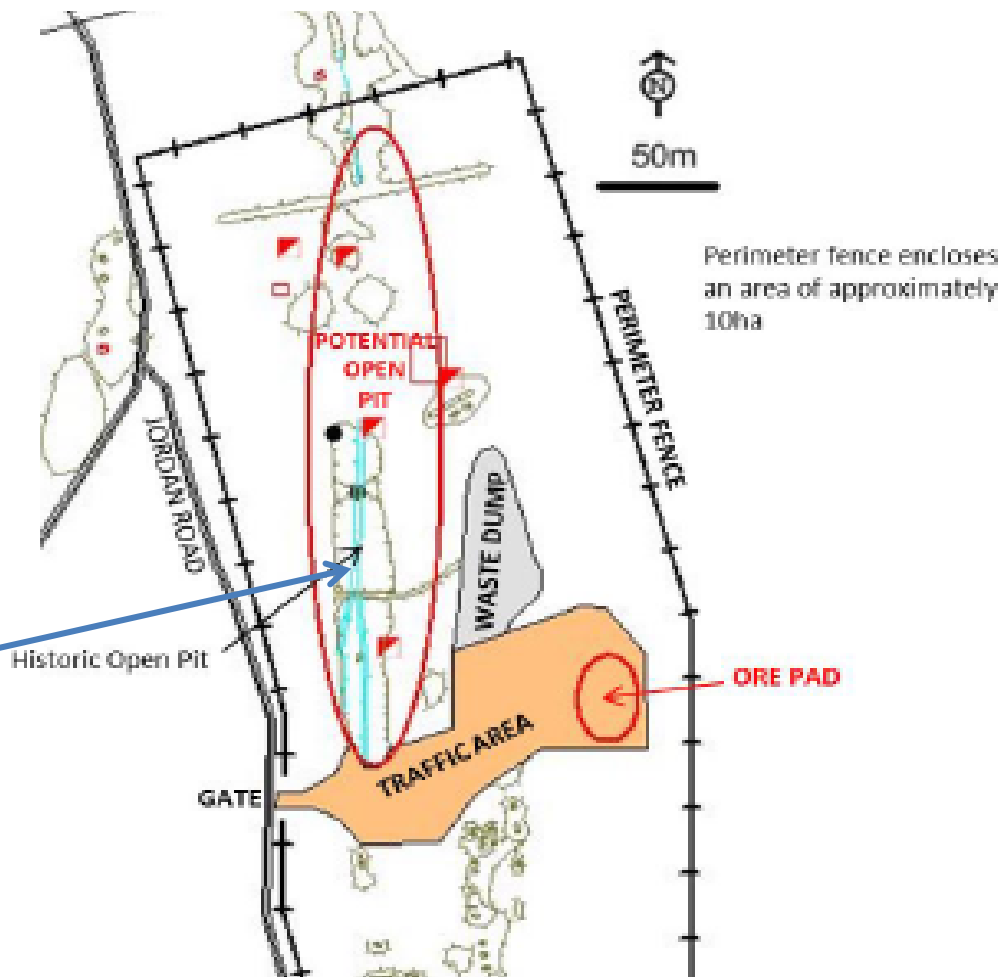
- The next stage of development will mine 44,000 tonnes of ore.
- An operational project with open pit and underground ore resources, located 6km from Dunolly.
- Inferred Resource at Harvest Home Dam – 858,000 tonnes at 1.9 g/t containing 62,000 ounces Au
- Exploration Target 152,000 to 672,000 tonnes at 1.2 to 2.4 g/t containing 30,000 to 50,000 ounces Au.
- A bulk sample pit was completed in 2016. Ore from this bulk sample was processed in the nearby Maldon Gold Plant.
- The Maldon Gold Plant is proposed to be used to process the ore.
- The project has received regulatory approvals and is ready for mining.



Wehla Goldfield

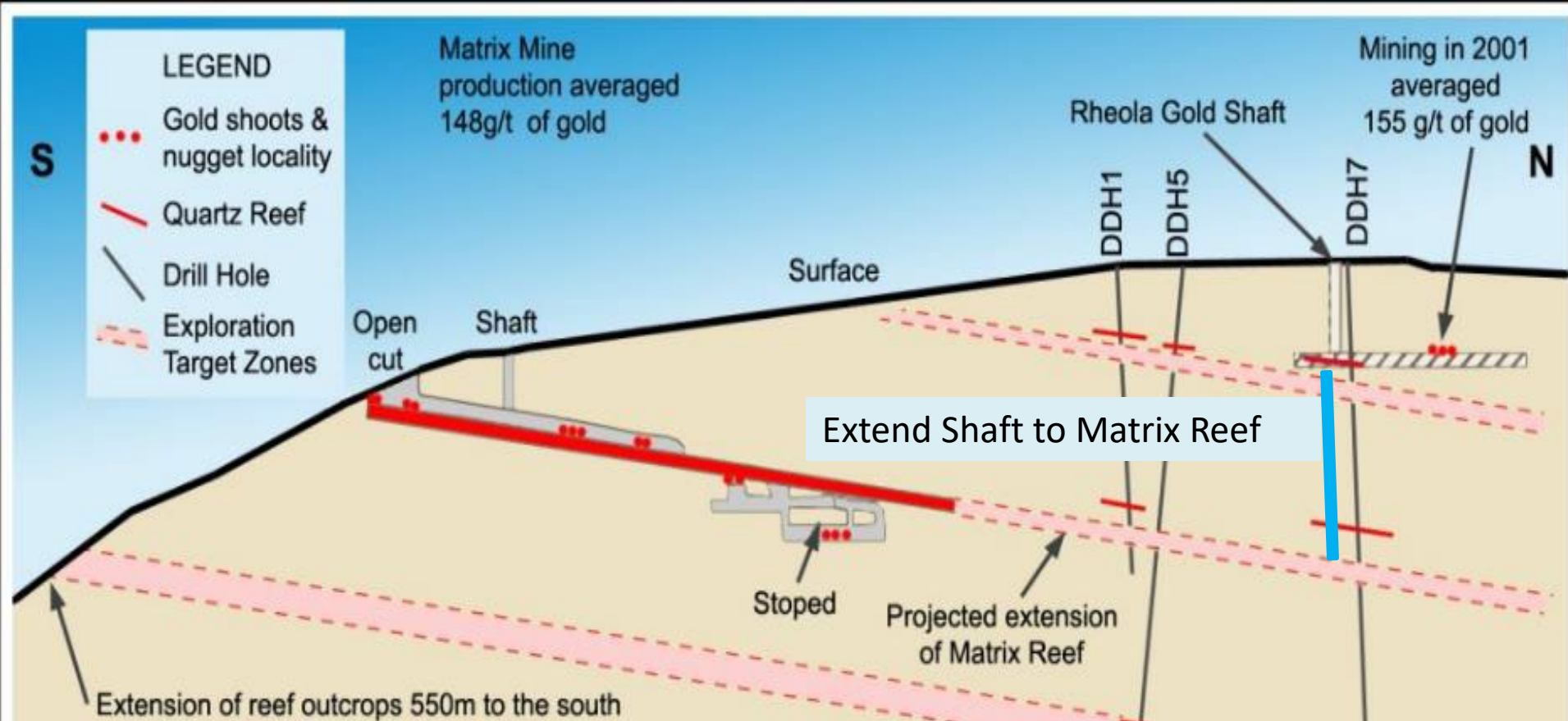


The Wehla project is centred on a shear hosted gold mineralised system. A line of west dipping reefs outcrop over a 200 metre width and extend the 2,200 metre length of the exploration licence.



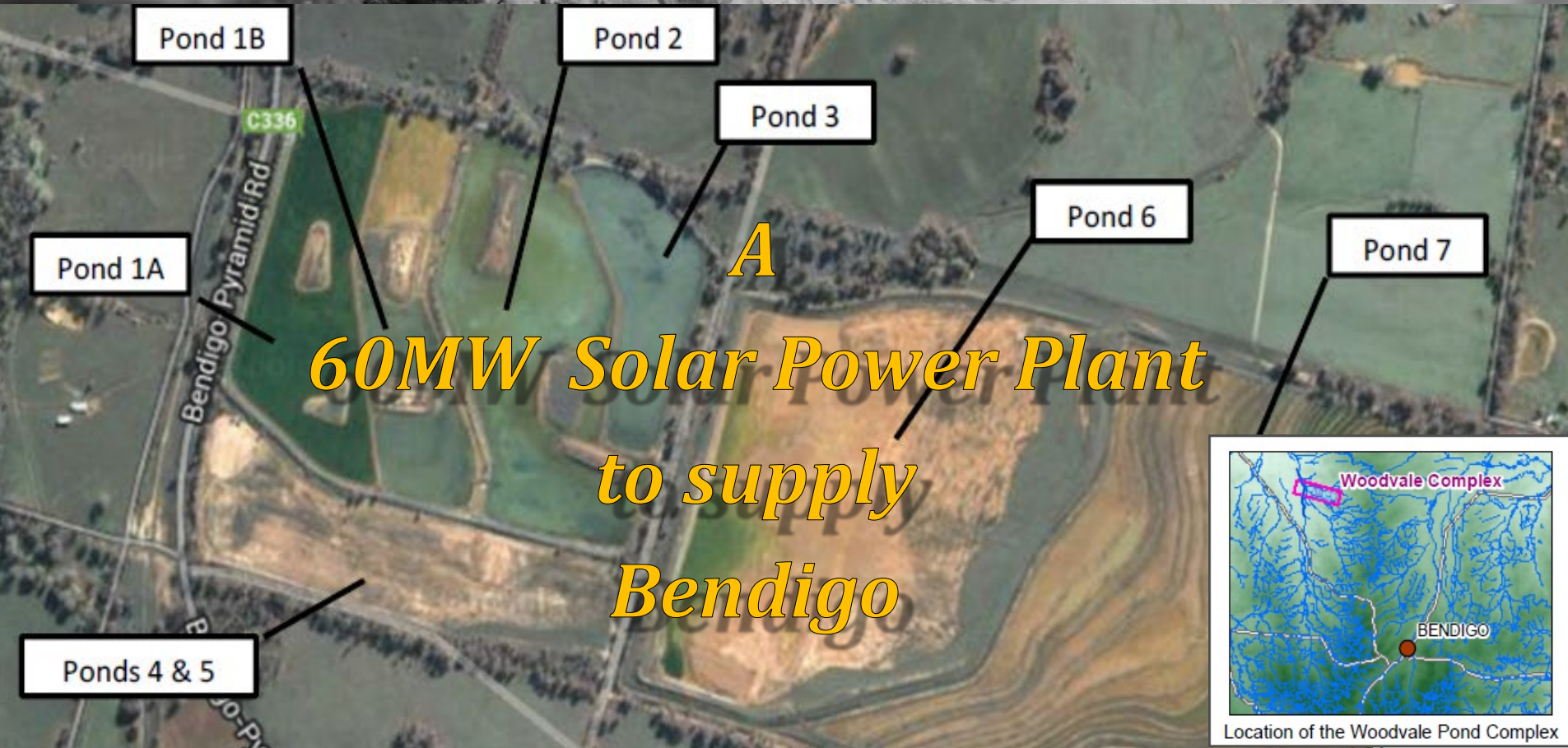
The Wehla structures will be drilled to prove up resources.

McIntyre Goldfield



The Matrix Reef produced very high grades of gold in excess of 140g/t. An exploration shaft sunk to a depth of 14 metres encountered a rich ore shoot containing coarse, visible gold from which approximately 20 tonnes of ore yielding about 100 ounces of gold was mined. GBM has approval to deepen the exploration shaft to intersect the Matrix Reef.

Woodvale Solar Project



The Woodvale Evaporation Pond Complex has 112 hectares of shallow ponds. The shallow ponds make it a compelling candidate for a Solar Power Plant. Woodvale is a redundant groundwater disposal site owned by GBM Gold. Developing a Solar Power Plant turns a liability into an asset.

Electricity Supply to Bendigo



Woodvale Solar Project

Woodvale to Eaglehawk Substation 66kv Transmission Line

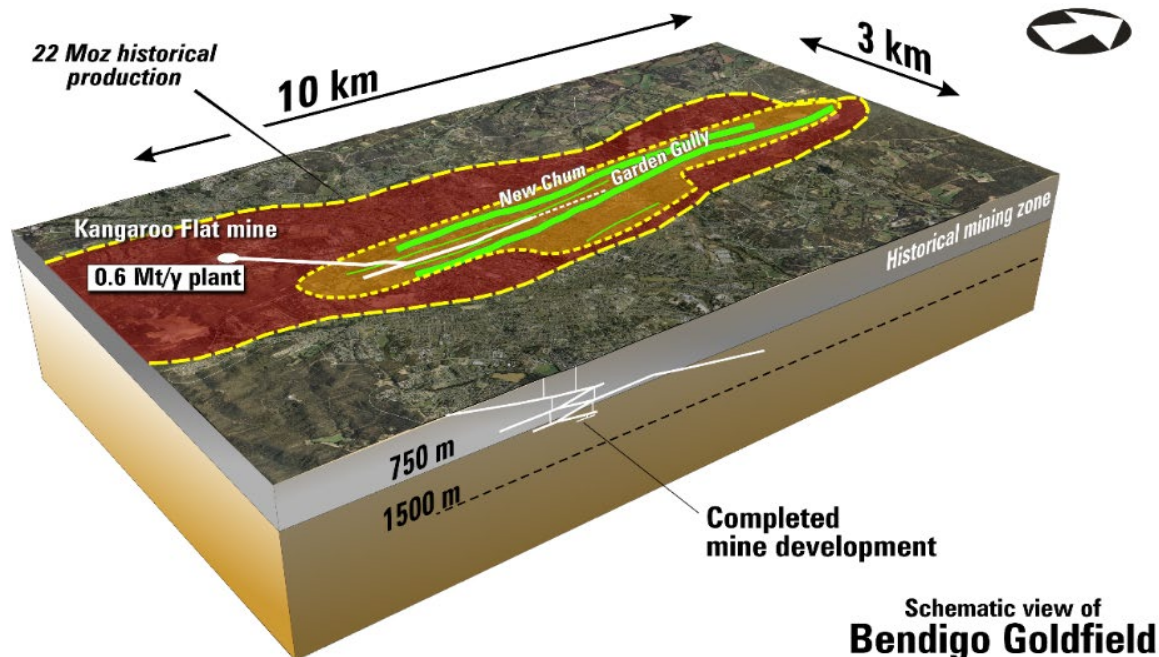
Powercor have given preliminary approval to connect to their 66kv transmission network at the Eaglehawk substation.

Eaglehawk Zone Substation

The Woodvale Solar project is planned to be a Joint Venture with an electricity industry participant.

Summary

- ▶ Mine the Kangaroo Flat Sand Dam to recover a low cost gold resource.
- ▶ Target known resources to provide high grade underground gold production.
- ▶ Develop open pit projects for low cost gold production, commencing with Harvest Home.
- ▶ Develop a Solar Project at the now redundant Woodvale Evaporation Pond Complex to turn a liability into an asset.
- ▶ Rationalise assets to align the operation with the capacity of the Bendigo Goldfield.
- ▶ Target growth in gold production to produce positive cashflow



Competent Person's Statement



The information in this report that relates to Mineralisation, Exploration Targets and Mineral Resources is based on information compiled by Keith Whitehouse who is a Member of The Australasian Institute of Mining and Metallurgy and a Chartered Professional (Geology). Mr. Whitehouse is a principal of Australian Exploration Field Services Ltd (AEFS) a consulting firm providing geological expertise to GBM Gold.

Mr Whitehouse has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr. Whitehouse consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Information relating to the Kangaroo Flat Sand Dam Project was first disclosed in the Quarterly Activities Report dated 27 April 2017. Information on the proposed mining of the Harvest Home Project was first disclosed in the 2015 Annual Report dated 24 September 2015. Information relating to Bendigo Mineralisation Inventory was first disclosed in the Quarterly Activities Report dated 26 October 2017. The Company confirms that it is not aware of any new information or data that materially affects the information included in this presentation.



GBM Gold Limited



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