

## ASX Announcement

15 February 2021

### Non-Binding Agreement to Acquire Twin Hills Gold Project

GBM Resources Limited (ASX:GBZ) (“**GBM**” or “**Company**”) advises that it has entered into a new non-binding agreement with Minjar Gold Pty Ltd (“**Minjar**”) following recent re-engagement discussions, for the proposed acquisition of Minjar’s 100% interest in the Twin Hills Gold Project (“**Twin Hills**”).

GBM will now undertake a 30-day due diligence period to review any changes to the technical and environmental status of Twin Hills since it last conducted due diligence with respect of the project in 2018/19.

Subject to satisfactory completion of due diligence, GBM and Minjar then plan to proceed to drafting and execution of a binding Tenement Sale Agreement (“**TSA**”) within 3 months.

**The proposed acquisition of Twin Hills is consistent with GBM’s Drummond Basin “processing halo” strategy and has the potential to deliver another step change in the Company’s resource base.** The proposed Twin Hills acquisition follows GBM’s recently completed acquisition of the Yandan Gold Project from Aeris Resources Limited (ASX:AIS) (refer GBM ASX announcement 13 January 2021).

#### Twin Hills Gold Deposits (refer GBM ASX announcement 18 January 2019)

The Twin Hills deposits are estimated to contain 6.9 million tonnes at an average grade of 2.8 g/t Au for 633,000 ounces of contained gold, as follows:

Category	Cut off Au (g/t)	Tonnage (t)	Grade Au (g/t)	Grade Ag (g/t)	Contained Metal Au (oz)	Contained Metal Ag (oz)
<b>309 Deposit</b>						
Measured	1.0 / 2.0	320,000	4.4	6.4	44,400	65,000
Indicated	1.0 / 2.0	2,800,000	2.3	3.4	209,900	307,300
Inferred	1.0 / 2.0	1,810,000	2.0	1.7	118,600	98,900
<b>TOTAL</b>	<b>1.0 / 2.0</b>	<b>4,930,000</b>	<b>2.4</b>	<b>3.0</b>	<b>372,900</b>	<b>471,200</b>
<b>Lone Sister Deposit</b>						
Measured	2.0	-	-	-	-	-
Indicated	2.0	-	-	-	-	-
Inferred	2.0	2,010,000	4.0	9.4	260,100	604,800
<b>TOTAL</b>	<b>2.0</b>	<b>2,010,000</b>	<b>4.0</b>	<b>9.4</b>	<b>260,100</b>	<b>604,800</b>
<b>Total Twin Hills</b>						
Measured	1.0 / 2.0	320,000	4.4	6.4	44,400	65,000
Indicated	1.0 / 2.0	2,800,000	2.3	3.4	209,900	307,300
Inferred	1.0 / 2.0	3,820,000	3.1	5.7	378,700	703,700
<b>TOTAL</b>	<b>1.0 / 2.0</b>	<b>6,940,000</b>	<b>2.8</b>	<b>4.8</b>	<b>633,000</b>	<b>1,076,000</b>

Table: Twin Hills Resource Summary for the 309 and Lone Sister Gold Deposits (rounded for reporting ('000 tonnes, '00 ounces, 0.0 grade) (Refer ASX announcement 18 January 2019). Open Pit Resources (above 1050 RL) stated at 1.0 g/t Au cut off and Underground Resources (below 1050 RL) stated at 2.0 g/t.



Suite 8, 7 The Esplanade,  
Mt Pleasant, WA 6153

**E** [info@gbmr.com.au](mailto:info@gbmr.com.au)

**P** +61 (8) 9316 9100

**F** +61 (8) 9315 5475

[www.gbmr.com.au](http://www.gbmr.com.au)

ABN 91 124 752 745

The 309 and Lone Sister deposits are located within the western arm of the Drummond Basin in Queensland. The Drummond Basin is host to a number of significant gold deposits and is considered by GBM to hold excellent potential for further discoveries. See Figure 1.

The 309 and Lone Sister gold deposits are located 7 kilometres apart and linked by a major north-south structural lineament. Both deposits have previously been interpreted as intrusion related, high gold fineness, low sulphidation epithermal gold deposits. GBM considers that potential depth extensions and strike repetition of both the 309 and Lone Sister deposits have not been adequately tested.

**GBM Managing Director and CEO, Peter Rohner, commented:**

“GBM would like to thank the Minjar team (and new parent - Jinan High-tech Development Co. Ltd) for the positive discussions to re-engage and complete the sale of the Twin Hills Project. GBM will expedite its fresh due diligence and looks forward to a speedy completion of the binding Tenement Sale Agreement. This is another significant step in GBM's 'processing halo' strategy to build +1 million ounces within the Mt Coolon region which provides an entry to develop into a mid-tier Australian gold company.”

*The Company confirms that it is not aware of any new information or data that materially affects the information included in the respective announcements and all material assumptions and technical parameters underpinning the resource estimates within those announcements continue to apply and have not materially changed.*

*The Company confirms that the form and context in which the Competent Persons findings are presented have not been materially modified from the original market announcements.*

**This ASX announcement was approved and authorised for release by:**

Peter Rohner, Managing Director

**For further information please contact:**

**Investor enquiries**

Peter Rohner

Managing Director

+61 8 9316 9100

[peter.rohner@gbmex.com.au](mailto:peter.rohner@gbmex.com.au)

**Media enquiries**

Michael Vaughan

Fivemark Partners

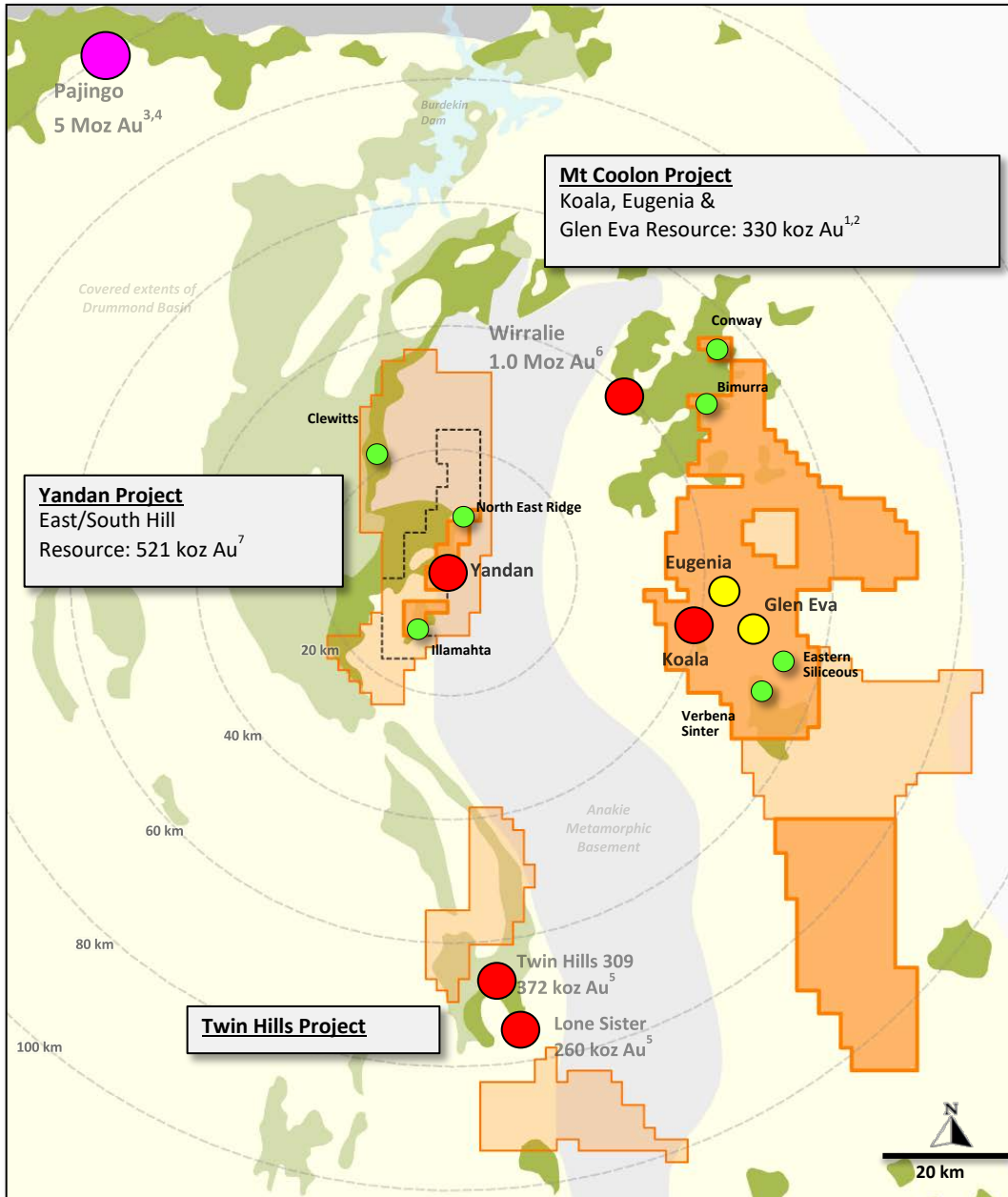
+61 422 602 720

[michael.vaughan@fivemark.com.au](mailto:michael.vaughan@fivemark.com.au)

**About GBM Resources**

GBM Resources Limited is a mineral exploration and development company focused on the discovery of world-class gold and copper deposits in Eastern Australia. The company has a high calibre project portfolio, hosting district scale mineral systems, located in a number of premier metallogenic terrains including the Drummond Basin, Mt Morgan district and the Mt Isa Inlier in Queensland, and the Malmsbury Project in the prolific Victorian Goldfields. This is complemented by the recently formed JV on the White Dam Gold Project in South Australia in which it holds a 50% interest (in cashflow only).

**Figure 1: Mt Coolon Project, Yandan and Twin Hills Locations**



Overview Legend	Regional Geology Legend	References
<ul style="list-style-type: none"> <li>GBM EPM granted</li> <li>GBM EPM application (submitted)</li> <li>Competing Application</li> <li>Processing Radius</li> </ul>	<ul style="list-style-type: none"> <li>Other Post Mineral Cover</li> <li>Quaternary to Middle Carboniferous Cover</li> <li>Late Devonian - Early Carboniferous Sediments</li> <li>Late Devonian - Early Carboniferous Volcano-Sedimentary</li> <li>Pre-Mineral Basement</li> </ul>	<ol style="list-style-type: none"> <li>GBM ASX Announcement, 18 Jan. 2019, Mt Coolon and Twin Hills Combined Resource Base Approaches 1 Million Ounces</li> <li>GBM ASX Announcement, 4 Dec. 2017, Mt Coolon Gold Project Scoping Study *Including Tailings</li> <li>Department Natural Resources and Mines, Qld, 2015, Intrusion-related minerals systems of north Queensland</li> <li>Vera Nancy Discovery New Gen Gold 1997, Evolution Mining Fact Sheet 2016.pdf</li> <li>GBM ASX Announcement, 18 Jan. 2019, Mt Coolon and Twin Hills Combined Resource Base Approaches 1 Million Ounces</li> <li>Drummond Gold Limited, 24 Oct 2014, Mining 2014 Presentation, October Brisbane</li> <li>GBM ASX Announcement, 23 Dec 2020, Mt Coolon and Yandan Combined Resources Total 852,000 oz following completion of Yandan acquisition</li> </ol>
<b>Project Size</b> <ul style="list-style-type: none"> <li>Large: 1.75 to 5 Moz</li> <li>Medium: 0.15 to 1.75 Moz</li> <li>Small: &lt;0.15 Moz</li> <li>Epithermal prospect</li> </ul>		