

13 March 2023

ASX Announcement

C3 High Grade Iron Ore Deposit Advancing

HIGHLIGHTS

- **GWR has mining approvals in place for the C3 Deposit which contains 37.3Mt @ 58.3% Fe which lies 4km south of the C4 deposit and immediately east of the Bowerbird Central (8Mt @ 60.1% Fe) and Bowerbird South (18.2Mt @ 60.4% Fe) deposits. The additional 10 deposits form part of the Wiluna West Iron Ore Project. (refer to Table 1).**
- **Importantly, GWR has undertaken pit optimisation studies and has identified two high grade (>61% Fe) Stage 1 open pits at the northern end of the C3 Deposit for immediate development.**
- **GWR has submitted a Mining Proposal for the development of the Stage 1 C3 Pits that encompasses a 4 km long extension to the existing C4 Haul road, mobile crushing facilities and associated infrastructure.**
- **A potential production ready C3 has allowed GWR to enter into advanced negotiations with external parties to either purchase/offtake a portion of the eleven iron ore deposits or to acquire the mining rights.**
- **GWR is working with these interested parties towards a potential June 2023 mobilisation at the C3 deposit which only requires a 4 km long extension to the existing C4 haul road to transport ore to the Goldfields Highway. The ability to use Geraldton port to export ore remains and the potential to export via the Port of Esperance has recently been identified.**
- **GWR has set a strong precedence with the Gold Valley Iron Ore Pty Ltd ("GV") mining rights agreement of JWD and C4¹ which will see the Company receive a minimum of approximately \$52 million from GV over the next 10 years.**
- **The C3 Stage 1 mine is a high grade, low strip ratio operation with a significant outcrop of DSO material with the current high iron ore price and strong USD are all attributes that will lead to a healthy operating margin.**
- **GWR is also currently reviewing several acquisition opportunities.**

¹ ASX Release titled "GWR Substantially Improves Iron Ore Mining Rights Agreement" dated 11 January 2023.

GWR Group Ltd (ASX:GWR) ("GWR Group" or "the Company") is pleased to update shareholders as it progresses towards securing final approvals over the 100% owned C3 high- grade Iron ore deposit which contains 37.3Mt @ 58.3% Fe and lies south of the C4 deposit and immediately east of the Bowerbird Central (8Mt @ 60.1% Fe) and Bowerbird South (18.2Mt @ 60.4% Fe) deposits. (refer to Table 1)

GWR has submitted a Mining Proposal for the development of the Stage 1 C3 Pits that encompasses a 4 km long extension to the existing C4 Haul road, mobile crushing facilities and associated infrastructure. The C3 deposit will be considered "production ready" and having all mining approvals in place. This allows for the company to expediate its monetisation strategy and unlock considerable value across the remaining 10 deposits and use the GV agreement as a benchmark for future transactions.

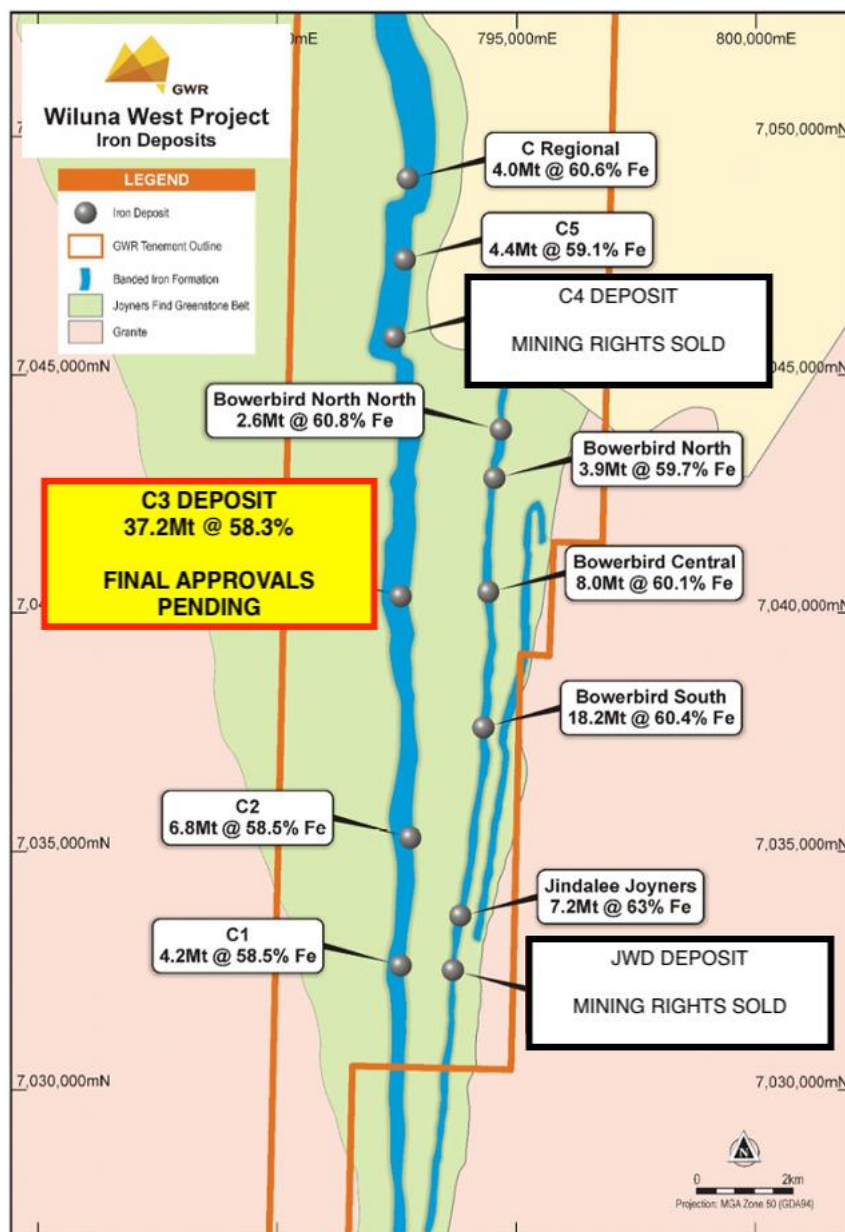


Figure 1: GWR C3 Deposit of 37.2Mt @58.3%

GWR Chairman Mr Gary Lyons commented:

“The GWR team has worked diligently to advance the C3 deposit that has attracted the interest of several experience and interested parties, with discussions now at an advanced stage for a potential sale/offtake or mining rights agreement.

We are working towards seeing these parties mobilised on site around June 2023 and note the proposed C3 Stage 1 mine is a high grade, low strip ratio operation with a significant outcrop of DSO material with the current high iron ore price and strong USD are all attributes that will lead to a healthy operating margin.

I look forward to updating the market once an agreement is reached that will further strengthen the GWR balance sheet in conjunction with the “take-or-pay” and royalty payments from the C4 Iron ore deposit.”

This ASX announcement was authorised for release by Gary Lyons, Chairman of GWR Group Limited.

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Competent Person’s Statement

The information in this report which relates to Exploration Targets, Exploration Results and Mineral Resources or Ore Reserves is based on information compiled by Mr Allen Maynard, who is a Member of the Australian Institute of Geosciences (“AIG”), A Corporate Member of the AusIMM and independent consultant to the Company. Mr Maynard is the Director and principal geologist of Al Maynard & Associates Pty Ltd and has over 40 continuous years of exploration and mining experience in a variety of mineral deposit styles. Mr Maynard has sufficient experience which is 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, Exploration Targets, Mineral Resources and Ore Reserves” (JORC Code). Mr Maynard consents to inclusion in the report of the matters based on this information in the form and context in which it appears.

The Mineral Resource Estimate was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

Forward looking statements

This announcement contains forward-looking statements which are identified by words such as ‘may’, ‘could’, ‘believes’, ‘estimates’, ‘targets’, ‘expects’, or ‘intends’ and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements does not guarantee future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the Company, the directors and our management. We cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this prospectus will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. We have no intention to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by law. These forward-looking statements are subject to various risk factors that could cause our actual results to differ materially from the results expressed or anticipated in these statements.

Table 1. Wiluna West Iron Ore Project Mineral Resources by Deposit

GWR Group Limited Wiluna West Global Fe Resources									
Classification	Deposit	Calc	Cut Off	Tonnes (Mt)	Fe %	SiO ₂ %	Al ₂ O ₃ %	LOI %	P %
Measured	JWD	Optiro 2013	55	6.40	64.07	2.63	1.51	3.07	0.034
	BOWERBIRD CENTRAL	Optiro 2011	50	1.20	62.27	6.25	2.74	1.60	0.038
	C3	Optiro 2011	50	2.50	58.38	8.46	2.39	5.14	0.107
	TOTAL			10.10	62.45	4.50	1.87	3.41	0.053
Indicated	BOWERBIRD CENTRAL	Optiro 2011	50	5.90	59.86	7.76	3.44	2.65	0.054
	BOWERBIRD SOUTH	Optiro 2011	50	13.00	60.50	7.18	2.91	2.89	0.048
	JWD	Optiro 2013	55	0.90	63.61	2.76	1.33	3.57	0.030
	JINDALEE JOYNERNS	Optiro 2010	50	3.30	63.61	4.27	2.05	1.83	0.036
	C3	Optiro 2011	50	30.40	58.47	8.35	2.39	5.22	0.076
	C4	Optiro 2010	50	18.53	61.17	8.08	1.97	2.22	0.034
TOTAL			72.03	59.94	7.76	2.43	3.64	0.056	
Inferred	BOWERBIRD NTH NTH	GWR 2009	50	2.58	60.84	5.19	2.19	3.64	0.050
	BOWERBIRD NTH	Snowden 2008	50	3.90	59.70	6.50	3.80	2.60	0.040
	BOWERBIRD CENTRAL	Optiro 2011	50	0.80	58.15	9.48	3.83	2.86	0.045
	BOWERBIRD SOUTH	Optiro 2011	50	5.20	60.03	8.33	2.42	2.36	0.038
	JWD	Optiro 2013	55	3.40	63.13	3.23	1.58	3.38	0.029
	JINDALEE JOYNERNS	Optiro 2010	50	3.90	62.47	4.81	2.12	2.16	0.057
	C1	Snowden 2007	50	4.20	58.50	7.20	3.30	5.20	0.088
	C2	GWR 2009	50	6.76	58.52	6.89	2.86	6.25	0.036
	C3	Optiro 2011	50	4.40	56.70	8.97	3.25	6.13	0.069
	C4	Optiro 2010	50	3.08	58.00	10.30	2.85	3.60	0.035
	C5	Snowden 2007	50	4.40	59.10	8.90	2.10	3.80	0.118
	CR	Snowden 2007	50	4.00	60.60	9.30	1.40	1.70	0.030
	South 2	Snowden 2008	50	2.20	56.20	9.10	2.03	7.80	0.077
TOTAL			48.82	59.45	7.45	2.57	4.03	0.055	
Deposit Totals	BOWERBIRD NTH NTH	GWR 2009	50	2.58	60.84	5.19	2.19	3.64	0.050
	BOWERBIRD NTH	Snowden 2008	50	3.90	59.70	6.50	3.80	2.60	0.040
	BOWERBIRD CENTRAL	Optiro 2011	50	8.00	60.06	7.70	3.38	2.51	0.051
	BOWERBIRD SOUTH	Optiro 2011	50	18.20	60.37	7.51	2.77	2.74	0.045
	JWD	Optiro 2013	55	10.70	63.74	2.83	1.52	3.21	0.032
	JINDALEE JOYNERNS	Optiro 2010	50	7.20	62.99	4.57	2.09	2.01	0.047
	C1	Snowden 2007	50	4.20	58.50	7.20	3.30	5.20	0.088
	C2	GWR 2009	50	6.76	58.52	6.89	2.86	6.25	0.036
	C3	Optiro 2011	50	37.30	58.26	8.43	2.49	5.32	0.077
	C4	Optiro 2010	50	21.62	60.72	8.39	2.09	2.42	0.034
	C5	Snowden 2007	50	4.40	59.10	8.90	2.10	3.80	0.118
	CR	Snowden 2007	50	4.00	60.60	9.30	1.40	1.70	0.030
	South 2	Snowden 2008	50	2.20	56.20	9.10	2.03	7.80	0.077
Grand Total			131.10	60.00	7.40	2.40	3.80	0.060	

Note: Differences may occur due to rounding. Refer ASX Announcements 12th November 2019, 8th July 2011 and 11 April 2013.