

## ASX Announcement

30 April 2024

### QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 MARCH 2024

GBM Resources Limited (ASX:GBZ) (**GBM** or the **Company**) advises of the release of its quarterly activities report for the period ended 31 March 2024.

#### HIGHLIGHTS

##### DRUMMOND BASIN, Queensland

***Drummond Basin “Processing Hub” now totals – 45.6 million tonnes at 1.26 g/t Au for 1,844,200 ounces with over a million ounces now classified as Measured/Indicated Mineral Resource.***

##### Mt Coolon Gold Project - A\$25 million farm-in with Newmont

Newmont main activities in the quarter:

- Involved data interpretation, target assessment and prioritisation based on the last year’s geophysical, geochemical, and geological exploration program undertaken across GBM’s Mt Coolon Gold Project.
- The proposed work program for 2024 has been updated to now include several diamond holes followed by an air core drilling program.
- The work program is currently planned to commence in the June ’24 quarter.
- Total expenditure for the quarter was ~A\$0.3 million and total for the farm-in to date is ~A\$7.7 million.

##### Twin Hills and Yandan Gold Projects

GBM continues with its systematic field review of identifying high potential prospects across both the Twin Hills Gold Project and reviewing historical data at the Yandan Gold Project. Reprocessing of the significant body of geophysical data that exists for the Twin Hills and Yandan projects has also commenced to support finalisation of plans for the next drilling campaign.

The main field activity at the Yandan Project was the installation of 14 groundwater monitoring bores as part of the Company’s commitment under the Estimated Rehabilitation Cost process with the Queensland Department of Environment, Science and Innovation.

The Company also continues to review funding options to advance Twin Hills and Yandan exploration projects with discussions continuing with a number of interested parties.

## HIGHLIGHTS (cont.)

### WHITE DAM GOLD PROJECT, South Australia

#### Leaching Operations

- Mining activities were completed last quarter covering the movement of the remaining ROM pad mineralised material and rehandling/stacking of previously ineffectively irrigated heap leach material for treatment.
- Approx 100,000 tonnes at an estimated grade of 0.5 g/t Au has been reclaimed, which had previously been mined from the Hannaford and Vertigo open cuts.
- Irrigation of the new heap leach cells (newly reclaimed and stacked mineralised material) has progressed during the quarter with gold production expected to increase during the June '24 quarter. Monitoring of leach solutions indicate that elevated grades are being realised from the drain lines beneath the newly placed material which supports likely increased gold production in coming quarters.

The Alliance with Portia Gold Mine longer-term strategy remains to investigate the opportunity to combine the projects which may include a tolling agreement, joint venture, mining and funding options or outright sale. (Refer ASX:GBZ release 29 August 2023 for details on the Alliance.)

### CLONCURY JV PROJECT, North-West Queensland

#### Cloncurry Iron Copper Oxide Gold Project (Subject to Farm in / Joint Venture with Nippon Mining of Australia – GBM 44% and Nippon 56%)

#### Mt Margaret FC4 Prospect Drilling Program:

- A 12 km strike length of the magnetite shear zone is interpreted to occur under thin sedimentary cover and a set of priority targets have been defined targeting E1-style magnetic and structural patterns and Eloise type occurrences in the base-metal host unit.
- The interpretation is strongly supported by results from previous drill hole MMA016, completed ~600 m in April 23 (Refer ASX:GBZ release 27 July 2023), which returned strongly anomalous zones of base metal mineralisation.
- **A follow up drilling program of ~15 reverse circulation drill holes comprising a total of ~2,300 metres was planned in the March '24 quarter but is now scheduled to commence in the June '24 quarter, due to the extended wet season.**
- **Total expenditure for the quarter was ~A\$0.1 million and Project to date for the farm-in is ~A\$18.4 million.**

## HIGHLIGHTS (cont.)

### CORPORATE

#### Core Asset Divestments

The Company continues to hold copper-gold tenements in the Mt Morgan district in Queensland, has a 44% JV interest with Nippon Mining in copper-gold tenements in the Mt Isa Inlier in Queensland and holds a 100% interest in the White Dam gold-copper project in South Australia. Divestment of these non-core assets is in progress and proceeds will be used to support the Company's working capital requirements together with further redemption of the convertible note facility. Value generated to date from the Company's divestment strategy totals approximately \$9.4 million.

Discussions with various parties are progressing (on asset divestments and funding arrangements) and further updates will be made to the market as material agreements are executed.

#### Funding

During the quarter the Company raised before costs ~\$2.6 million from a Share Placement and Non-Renounceable Entitlement Issue. A general meeting was also held on 11 March 2024 in which shareholders at that meeting approved \$900k of the convertible note debt to be converted into equity. The net value outstanding on the convertible notes is currently~ A\$ 5.1 million. (Refer to the Corporate Section of the report for further details of the funding and debt conversion.)

### SAFETY AND ENVIRONMENTAL

No LTI or environmental incidents were reported during the March '24 quarter. The Company has now completed 145 consecutive months with no LTI's and 190 consecutive months with no significant environmental incidents.

## **DRUMMOND BASIN, QUEENSLAND**

### **Mt Coolon Gold Project – A\$25 million farm-in with Newmont**

#### **Overview**

In October 2022, Newcrest Operations Limited (now an indirectly held wholly owned subsidiary of Newmont Corporation) entered into a farm-in agreement with GBM Resources Ltd (GBM) in relation to the Mount Coolon Project to advance gold exploration in the Drummond Basin in Queensland. The agreement provides the potential for Newmont to acquire up to a 75% interest in the Mount Coolon Project tenements by spending A\$25 million and completing a series of exploration milestones in a 3 stage farm-in over six years. (Refer ASX:GBZ release 21 October 2022 for further details of the farm-in agreement).

The 3 stages are:

1. Minimum Commitment Period: A\$2 million spend within 24 months and reasonable endeavours of completing at least 3,000 metres of drilling.
2. Stage 1 Phase: Subject to satisfying the Minimum Commitment Period, Newmont may acquire a 51% farm-in interest by spending an additional A\$5 million and completing a further 7,000 metres of drilling within a period of 36 months of the commencement of the agreement.
3. Stage 2 Phase: Subject to satisfying Stage 1 Phase Newmont may earn a further 24% farm-in interest by spending an additional A\$18 million and completing at least another 10,000 metres of drilling within a period of a further 36 months.

The project is currently in the Minimum Commitment Period.

#### **Key Activities Undertaken**

Field activities were limited over the region's normal wet season and the key activity was planning and preparation for the 2024 field season.

Key elements covered:

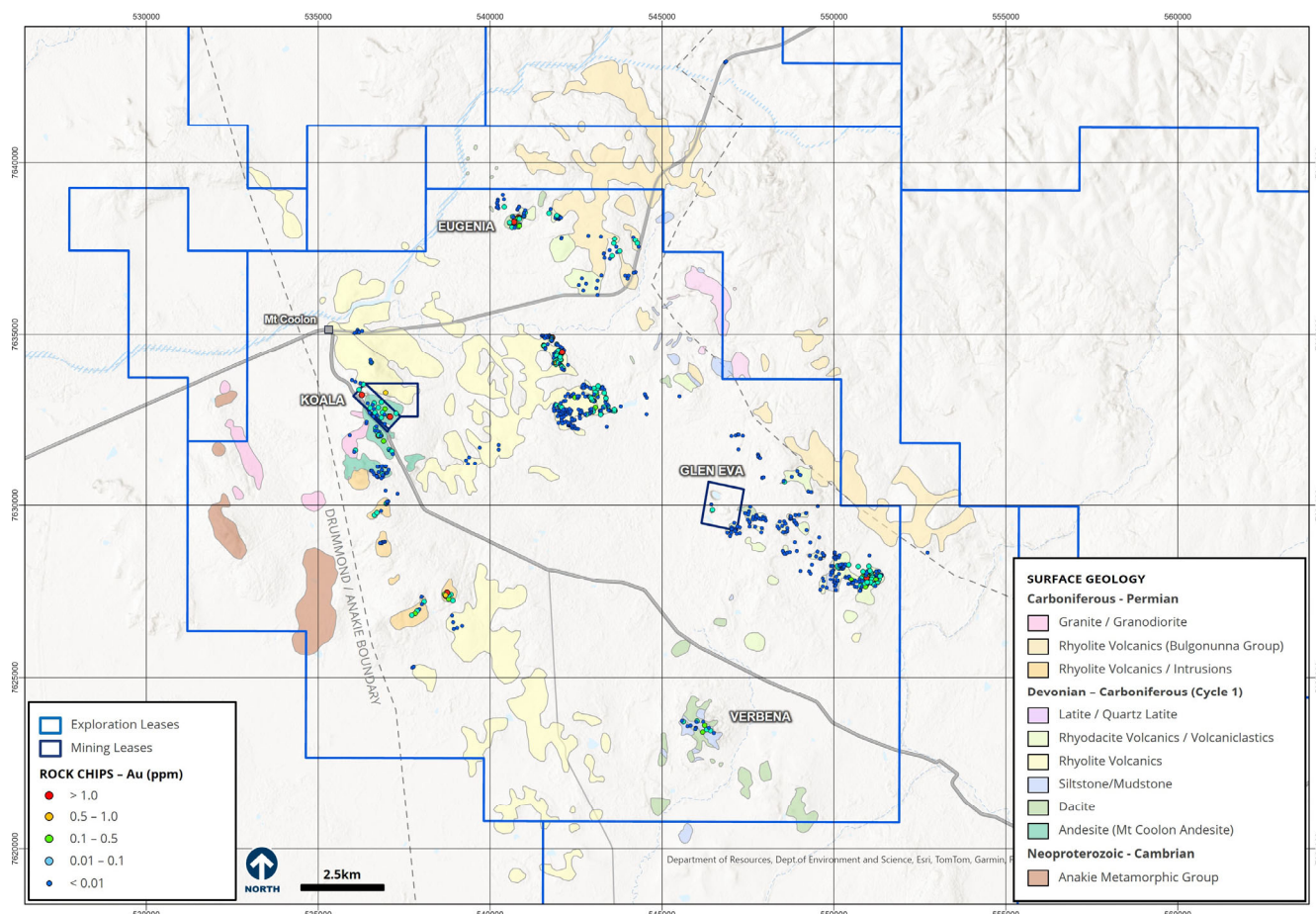
- Geological reconnaissance and rock chip sampling at various locations, see Figure 1;
- Drill hole location & planning;
- Pre-disturbance audits and collection and assessment of drone imagery;
- Landholder engagement; and
- Procurement discussions and selection of drilling contractor(s) for the work program.

Planned drilling will be conducted in stages with diamond drilling planned to commence in the June '24 quarter.

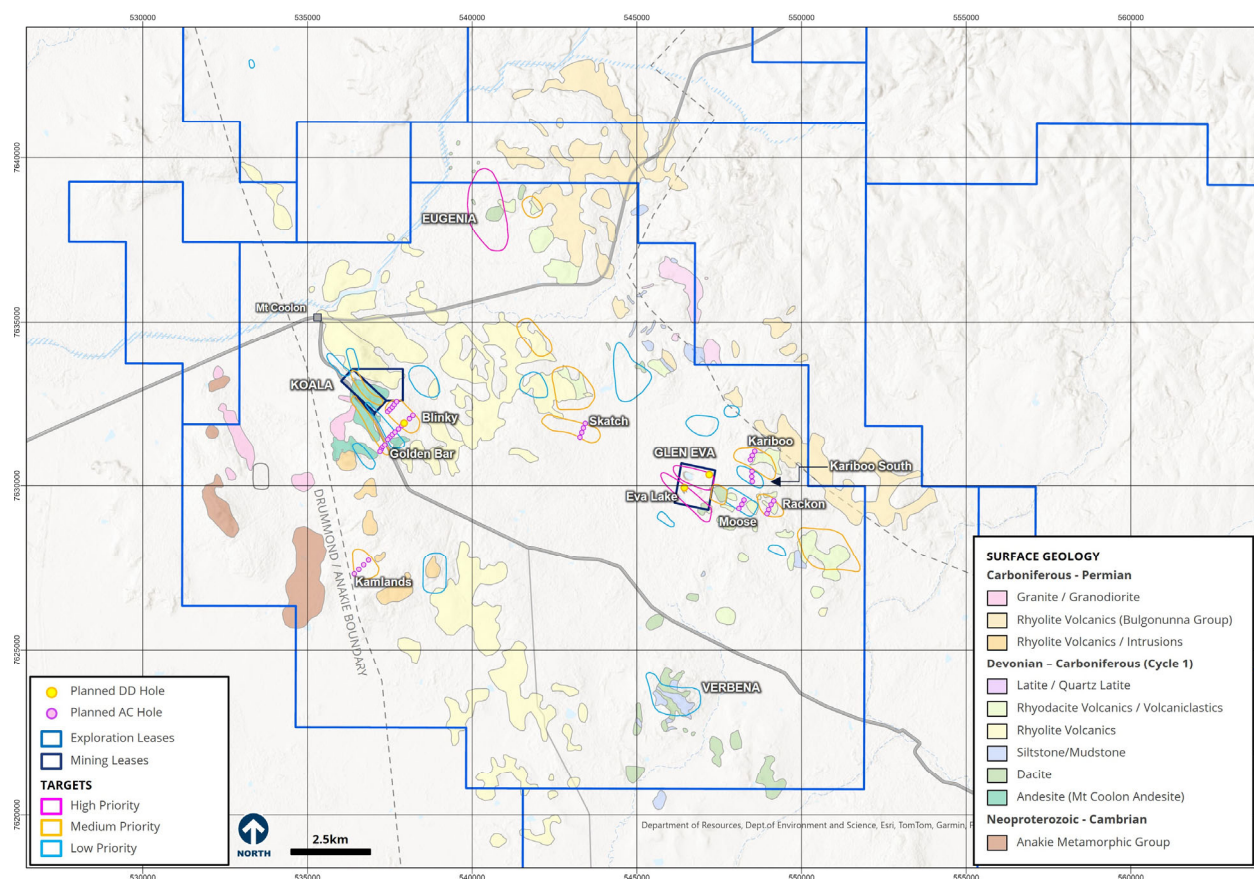
In addition to the planned diamond drilling, work will continue to prepare for an Air Core (AC) program of approx. 3,000-4,000 m.

Currently planned hole locations are presented in Figure 2.





**Figure 1: Rock chip samples coloured by quartz vein texture over surface geology map (tertiary/quaternary cover units not shown).**



**Figure 2: Planned Drilling program over surface geology map (tertiary/quaternary cover units not shown)**

## Drummond Basin Consolidation and “Processing Halo Strategy”

Since 2020, GBM has successfully consolidated three historic gold producing projects, being Mt Coolon, Yandan and Twin Hills. These three key mining assets come with a highly prospective tenement package and is a significant step in realising the Drummond Basin “processing halo strategy” with now a combined resource base of 1.844 million ounces gold. (Figure 3)

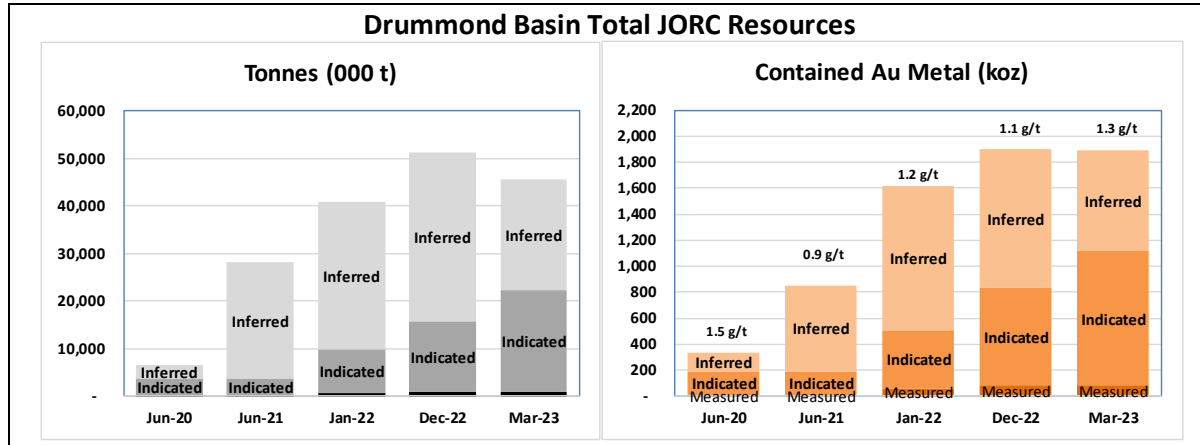
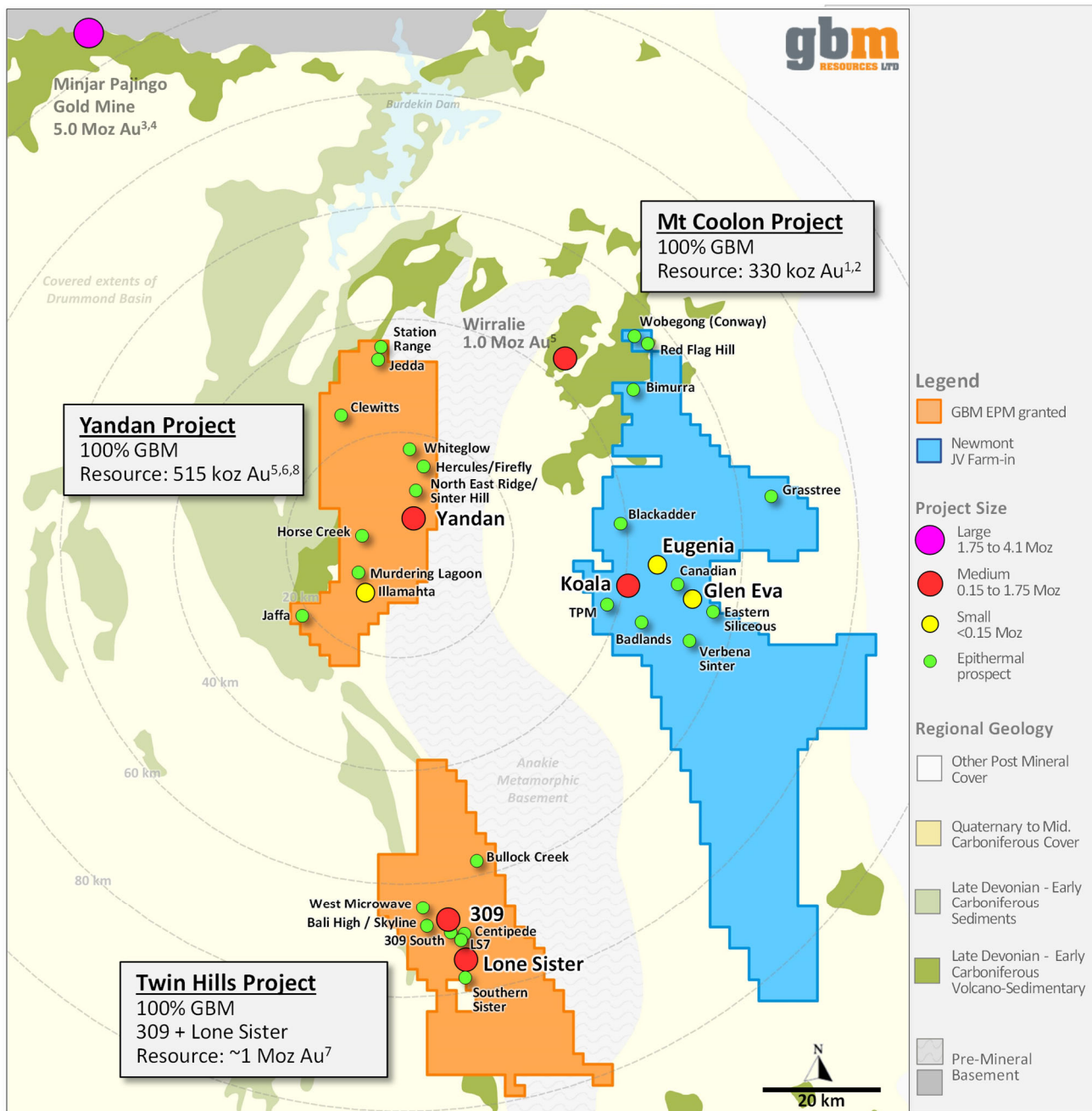


Figure 3: Drummond Basin Project JORC Resources.

All projects are located within 70 km of the Yandan mining lease which has the potential to be a processing centre due to its significant infrastructure which includes water storage dams, tailings facilities, airstrip, leach pads and access to grid power.

GBM's immediate focus will continue to be on Twin Hills as the recent drilling program has demonstrated the high exploration potential of the 309 and Lone Sister Deposits. The Company updated the gold mineral estimates on the Twin Hills and Yandan Gold Projects 12 months ago.

**GBM's “processing halo strategy” is greatly enhanced with the farm-in agreement with Newmont and the focus continues on consolidating and discovering >3 million ounce gold resource for the Drummond Basin which has the potential to transform GBM into a genuine mid-tier Australian gold company.**



**Figure 4: GBM holds 4,667 km<sup>2</sup> of mining and exploration tenure across 23 granted EPMS and 7 Mining Leases within the Drummond Basin, Australia's pre-eminent epithermal gold terrain. This includes granted mining leases at Twin Hills, Yandan, and Mt Coolon. Along with a key JV with Newmont on the Mt Coolon tenements.**



## SOUTH AUSTRALIA

### White Dam Gold Copper Project (100% GBM)

#### Overview

White Dam is located in South Australia, approximately 50 km south-west of Broken Hill. It is a heap leach operation that, since 2010, has produced approximately 180,000 oz of gold from two open cuts by heap leaching of 7.5 Mt of ore at 0.94 g/t Au. The current unmined JORC resource for the White Dam Project is 4.6 Mt at 0.7 g/t Au for 101,900 oz Au. (Refer ASX:GBZ release 10 August 2020).

The two open cuts are the Vertigo, located within a granted mining lease (ML 6395) and the second is the nearby White Dam North which is enclosed within an advanced lease adjacent to ML 6395 (MPL 105).

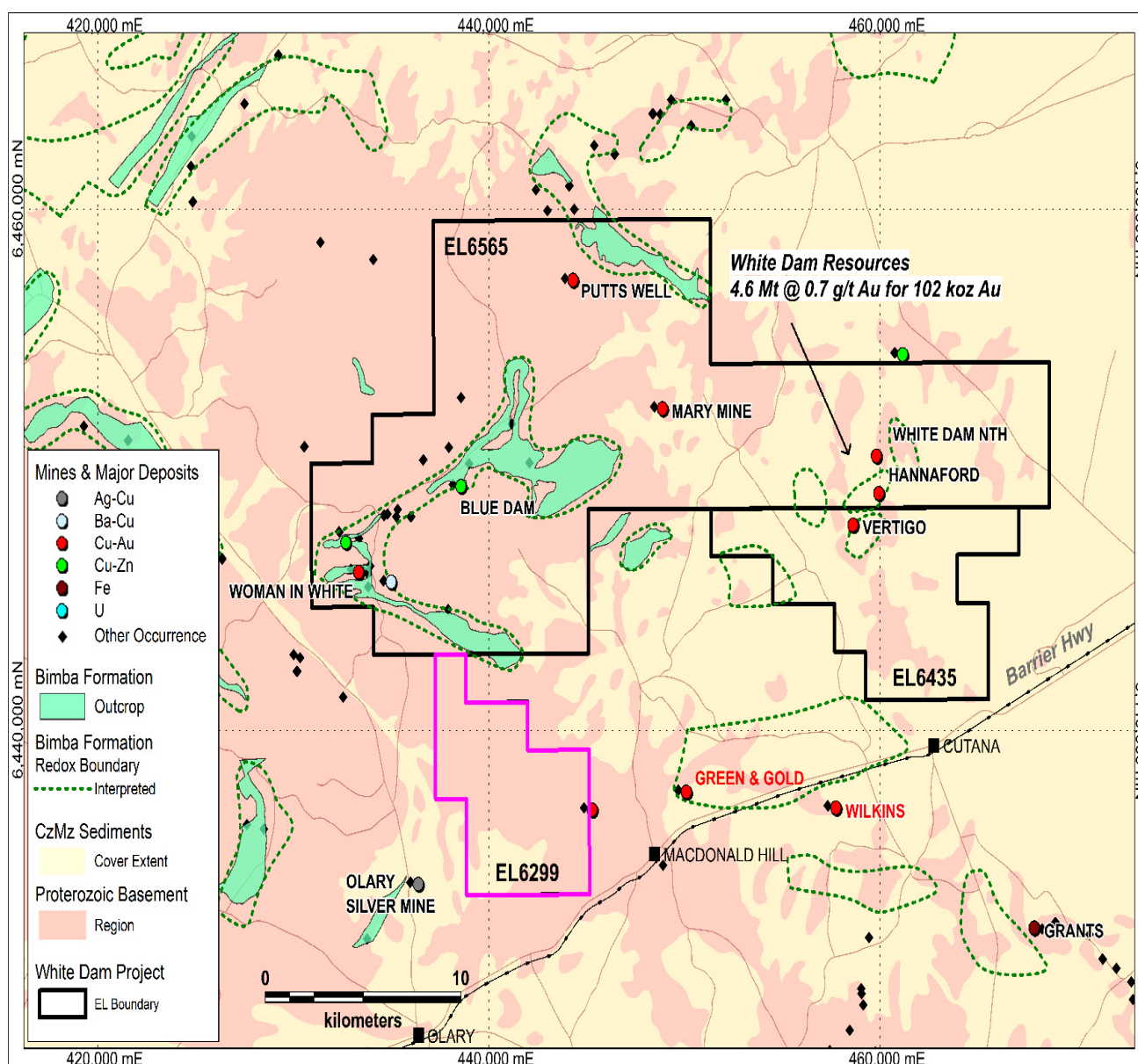


Figure 5: Location map of the White Dam Gold-Copper Heap Leach Operation. EL6299 lease since sold.

## Heap Leaching Operations (100% basis)

The focus for the quarter continued to be increasing production from recent heap leach remining and investigating the development options to provide additional near to medium term feed for the heap leach operation.

The leaching operations for the quarter produced 97 ounces of gold for revenue of ~\$350k (avg sale price ~A\$3,632/oz) and the value of gold on hand at the end of the quarter was ~\$350k. Gold sales FY24 to date total 415 ounces for revenue of ~\$1.3 million.

By end of the quarter approximately 100,000 tonnes at an estimated grade of about 0.5 g/t Au had been reclaimed from the former ROM pad and stockpiles adjacent to the heap leach, which had originated from ore mined from Hannaford and Vertigo open pits.

This material was placed in vacant cell areas on the upper lift of the heap leach pad and reticulation was installed to place this material under leach. Some delays in cyanide deliveries occurred during the quarter due to rail flooding in WA. This resulted in a slower ramp up of gold extraction on the newly stacked material, which has now been resolved.

Monitoring of leach solutions indicates that elevated grades in line with expectations are being realised from drain lines beneath the newly placed material.

The profitability of the operation is expected be improved by the resultant marginal increase in gold production over the coming months.



*Figure 6: New Heap leach cell with leach reticulation installed.*

## Alliance Agreement

GBM executed, in August 2023, a strategic binding agreement with BGC, the owner of the Portia Gold Mine in northeast South Australia, to advance each's respective Projects (White Dam and Portia Gold Projects).

The Alliance with BGC and White Dam continues to investigate the opportunity to combine the projects which may include a tolling agreement, joint venture, mining and funding options or outright sale. Further announcements will be made when other binding agreements are completed.

Permitting and plans for tolling material from Portia are progressing with the parties and the South Australian Department for Energy and Mining.

In parallel, project economics for further mining of the existing pits are becoming more financially robust in light of the significantly higher A\$ gold price and will be progressed following completion of the above shorter term, lower capital initiatives.

## QUEENSLAND

### Cloncurry JV (44% GBM, 56% Nippon Mining Australia (NMA))

#### Exploration Program

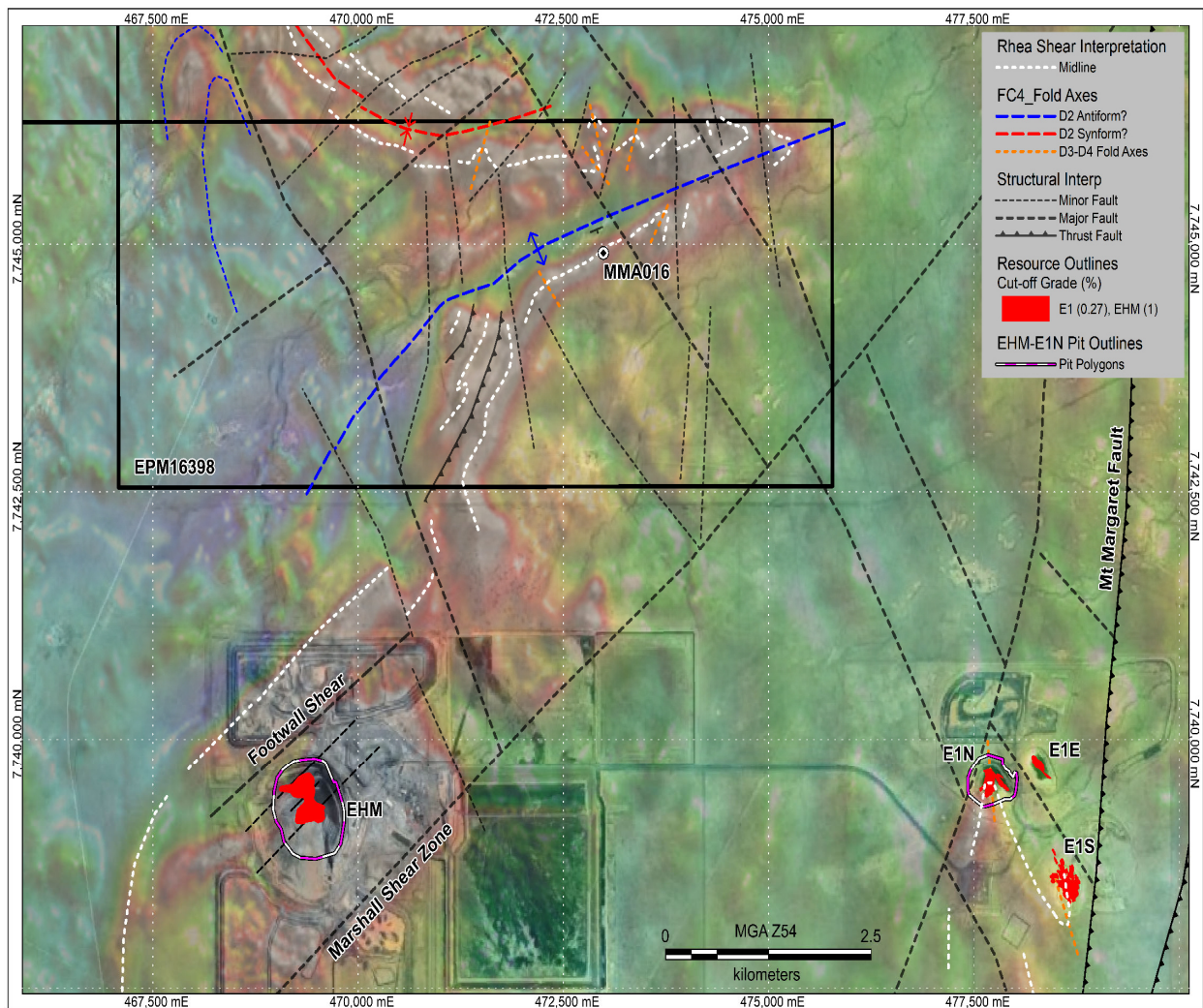
Following completion of drillhole planning, Conduct and Compensation agreements with Landowners and occupiers have been signed for the proposed drilling program for the FC4 area which includes 15 reverse circulation drillholes comprising a total of approximately 2,300 metres of drilling. Completion of cultural heritage surveys of drill sites had to be re-scheduled due to wet weather and is now expected to be completed in the June '24 quarter with drilling planned to commence soon afterwards.

Drilling will test a number of high priority targets identified along a magnetite rich shear zone identified in MMA016 and which is interpreted to represent the northern continuation of the Rhea Shear Zone (RSZ), identified by Xstrata as a bounding structure on the west side of the magnetic belt that hosts the Ernest Henry copper-gold deposit (see Figure 7 below). The RSZ is considered a major structure, over 150 m true width in MMA016 and more than 20 km in length from Ernest Henry Mine with approximately 12 kilometres located under shallow sedimentary cover within the GBM/NMA tenement holding.

This interpretation was provided with further support during the March quarter when drill core from historical exploration programs in the FC-4 area was re-logged and re-sampled to confirm the presence of anomalous copper mineralization previously reported in the favourable lithologies in the FC4 area. This is consistent with results from Drill hole MMA016, completed to 558.2 m in April this year (Refer ASX:GBZ release 27 July 2023), which returned strongly anomalous zones of base metal mineralisation and also provided invaluable lithological and structural data. Interpretation of the full data set has resulted in multiple targets for IOCG and ISCG style mineralization in the Mount Margaret Project area.

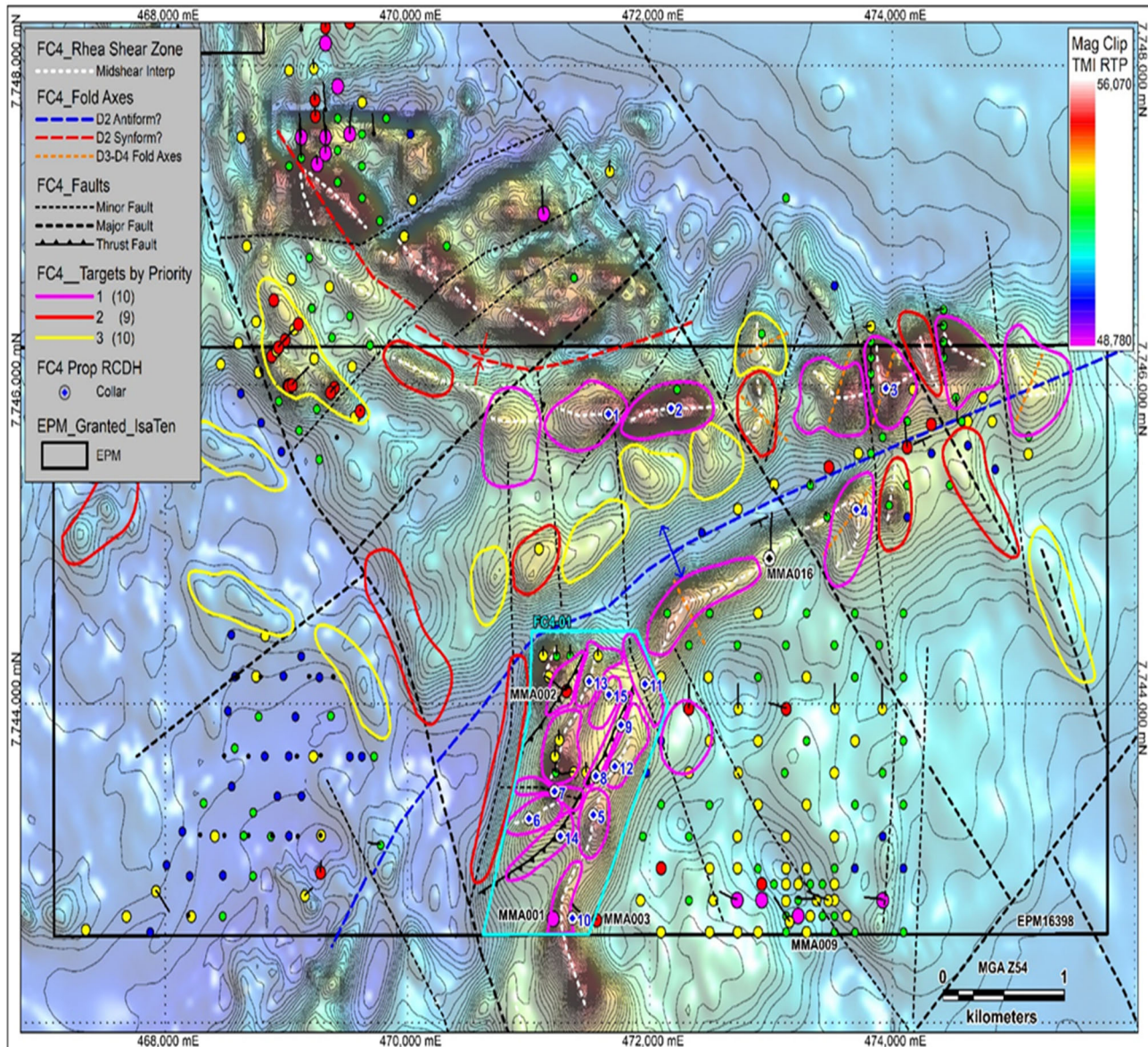
The planned drilling program will test multiple targets based on GBM's current geological model incorporating a strongly magnetic shear zone which has been folded to form a major anticline in the project area. Within this major anticline smaller scale folding and later faulting have produced potential structural traps with favourable iron rich host rock lithologies. A series of targets developed using magnetic, gravity, electromagnetic, geochemistry and geological datasets has been prioritized and is shown on Figure 8.





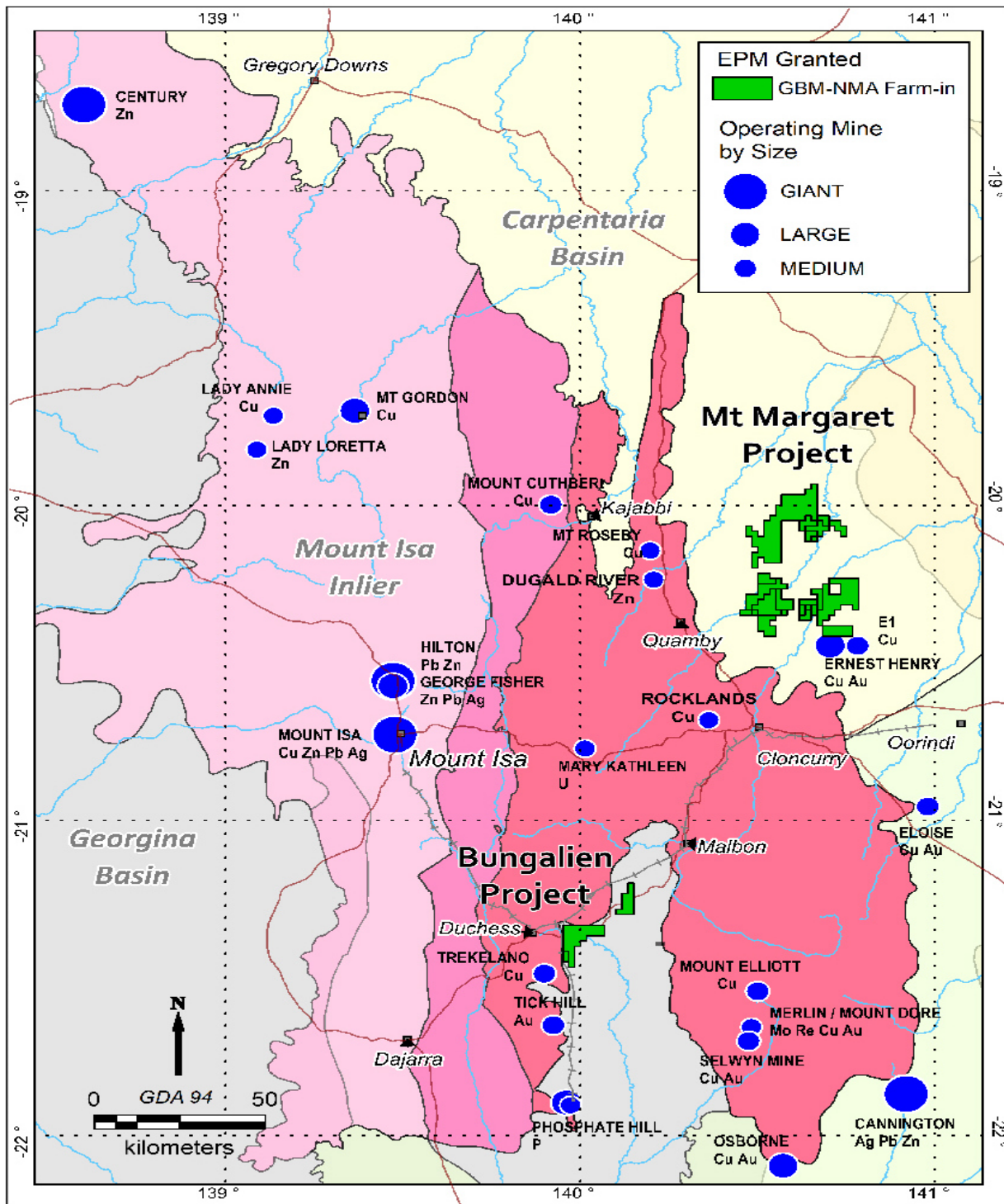
**Figure 7: Mt Margaret Project FC4 prospect. Location of drill hole MMA016 relative to the Ernest Henry and E1 mines. Base image is TMI RTP magnetics and satellite imagery.**





**Figure 8: All ranked targets at FC4 with planned RC drilling collars (1 to 15).**





**Figure 9: Location of GBM's Farm in Tenements in the Cloncurry Region. The Cloncurry Project is subject to a Farm-In/Joint Venture agreement with Nippon Mining of Australia (NMA, a wholly owned subsidiary of JX Metals Corporation (JXM), previously Nippon Mining & Metals Corporation). The Cloncurry Project exploration is fully funded by NMA who currently hold a 56% interest in the Joint Venture.**

## TENEMENT SUMMARY

Project / Name	Tenement No.	Owner	Manager	Interest	Interest	Status	Granted	Expiry	Approx Area	sub-blocks
				31/12/2023	31/03/2024				(km <sup>2</sup> or Hectare-ha)	
<b>South Australia</b>										
<b>White Dam</b>										
	EL6435	GBMR* <sup>6</sup> (Millstream)	GBMR	100%	100%	Granted	14-Oct-14	13-Oct-24	96	
	EL6565	GBMR* <sup>6</sup> (Millstream)	GBMR	100%	100%	Granted	28-Jul-20	27-Jul-25	343	
	ML6395	GBMR (Millstream)	GBMR	100%	100%	Granted	8-Dec-11	7-Dec-26	249.9 ha	
	ML6275	GBMR (Millstream)	GBMR	100%	100%	Granted	11-Sep-07	23-Jan-29	249.8 ha	
	EL6946	GBMR (Millstream)	GBMR	100%	100%	Granted	6-Nov-23	5-Nov-29	438	
	MPL107	GBMR (Millstream)	GBMR	100%	100%	Granted	24-Jan-08	23-Jan-29	132.3 ha	
	MPL106	GBMR (Millstream)	GBMR	100%	100%	Granted	24-Jan-08	23-Jan-29	162.6 ha	
	MPL105	GBMR (Millstream)	GBMR	100%	100%	Granted	24-Jan-08	23-Jan-29	250 ha	
	MPL95	GBMR (Millstream)	GBMR	100%	100%	Granted	11-Sep-07	23-Jan-29	24.1 ha	
	MPL139	GBMR (Millstream)	GBMR	100%	100%	Granted	8-Dec-11	7-Dec-26	249.77 ha	
<b>Queensland</b>										
<b>Mount Morgan</b>										
Mt Morgan West	EPM27096	GBMR	GBMR	100%	100%	Granted	28-Aug-19	27-Aug-24	325	100
Mt Morgan East	EPM27097	GBMR	GBMR	100%	100%	Granted	11-Jan-21	10-Jan-26	299	92
Mt Morgan Central	EPM27098	GBMR* <sup>1</sup>	GBMR	100%	100%	Granted	16-Dec-20	15-Dec-25	325	100
Mount Usher	EPM27865	GBMR	GBMR	100%	100%	Application			22.75	7
Mount Usher	MDL2020	GBMR	GBMR	100%	100%	Application			573.4ha	
Mt Morgan	EPM17850	GBMR	GBMR	100%	100%	Granted	16-Apr-10	15-Apr-25	42	13
<b>Mount Isa Region (QLD)</b>										
<b>Mount Margaret</b>										
Mt Malakoff Ext	EPM16398	GBMR* <sup>2,3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	19-Oct-10	18-Oct-26	78	24
Cotswold	EPM16622	GBMR* <sup>2,3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	30-Nov-12	29-Nov-24	16	5
Dry Creek	EPM18172	GBMR* <sup>2,3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	13-Jul-12	12-Jul-25	163	50
Dry Creek Ext	EPM18174	GBMR* <sup>2,3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	25-Oct-11	24-Oct-24	23	7
Mt Marge	EPM19834	GBMR* <sup>3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	4-Mar-13	3-Mar-25	3	1
Tommy Creek	EPM25544	GBMR* <sup>3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	11-Nov-14	10-Nov-24	33	10
Corella	EPM25545	GBMR* <sup>3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	20-Mar-15	19-Mar-25	46	14
Middle Creek	EPM27128	GBMR* <sup>3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	28-Jan-20	27-Jan-25	35	89
Sigma	EPM27166	GBMR* <sup>3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	28-Jan-20	27-Jan-25	287	11
<b>Bungallien</b>										
Bungallien 2	EPM18207	GBMR* <sup>2,3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	24-May-12	23-May-25	120	37
The Brothers	EPM25213	GBMR* <sup>3</sup> /Isa Tenements	GBMR	44.11%	43.99%	Granted	16-Oct-14	15-Oct-25	7	2
<b>Drummond Basin (QLD)</b>										
<b>Yandan</b>										
Yandan West	EPM27644	GBMR/MCGM	GBMR	100%	100%	Granted	04-Jul-22	03-Jul-27	325	100
Yandan East	EPM27591	GBMR/MCGM	GBMR	100%	100%	Granted	06-Jul-21	05-Jul-26	231	71
Clewitts	EPM27592	GBMR/MCGM	GBMR	100%	100%	Granted	08-Jul-21	07-Jul-26	322	99
Yandan	EPM8257	GBMR/Straits Gold	GBMR	100%	100%	Granted	02-Sep-91	01-Sep-25	74.75	23
Yandan West	ML1095	GBMR/Straits Gold	GBMR	100%	100%	Granted	27-Jun-91	30-Jun-36	1369ha	
Yandan East	ML1096	GBMR/Straits Gold	GBMR	100%	100%	Granted	27-Jun-91	30-Jun-36	602.4ha	
<b>Mt Coolon</b>										
Mt Coolon	EPM15902	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	RA	13-Jun-08	12-Jun-23	299	92
Mt Coolon North	EPM25365	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	RA	18-Sep-14	17-Sep-23	85	26
Mt Coolon East	EPM25850	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	RA	07-Sep-15	06-Sep-23	176	54
Conway	EPM27259	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	18-May-90	17-May-25	39	12
Bulgonunna	EPM26842	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	15-Aug-19	14-Aug-24	325	100
Black Creek	EPM26914	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	15-Aug-19	14-Aug-24	325	100
Sullivan Creek	EPM27555	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	15-Sep-20	14-Sep-25	325	100
Bellevue	EPM27556	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	05-Jul-21	04-Jul-26	325	100
Pasha	EPM27557	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	15-Sep-20	14-Sep-25	325	100
Sutor	EPM27558	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	05-Jul-21	04-Jul-26	325	100
Whynot	EPM27598	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	26-Jul-21	25-Jul-26	65	20
Glen Eva	ML 10227	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	05-Dec-96	31-Jan-24	1.30	
Koala 1	ML 1029	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	30-May-74	31-Jan-24	0.71	
Koala Camp	ML 1085	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	27-Jan-94	31-Jan-24	0.05	
Koala Plant	ML 1086	GBMR/MCGM* <sup>4</sup>	GBMR	100%	100%	Granted	27-Jan-94	31-Jan-24	0.98	
<b>Twin Hills</b>										
Dingo Range	EPM19504	GBMR/MCGM	GBMR	100%	100%	Granted	12-Mar-13	11-Mar-28	16.25	5
Twin Hills	EPM19856	GBMR/MCGM	GBMR	100%	100%	RA	10-Mar-14	09-Mar-24	74.75	23
Anakie	EPM25182	GBMR/MCGM	GBMR	100%	100%	RA	14-Jan-14	13-Jan-24	35.75	11
Twin Hills South	EPM27594	GBMR/MCGM	GBMR	100%	100%	Granted	25-Oct-22	24-Oct-27	325	100
Twin Hills North	EPM27597	GBMR/MCGM	GBMR	100%	100%	Granted	08-Jul-21	07-Jul-26	273	84
Gunjulla	EPM27974	GBMR/MCGM	GBMR	100%	100%	Granted	12-May-22	11-May-27	35.75	11
Frank Field	EPM28140	GBMR/MCGM	GBMR	100%	100%	Granted	09-Dec-22	08-Dec-27	97.5	30
Yacimiento	EPM27554	GBMR	GBMR	100%	100%	Granted	29-Mar-21	28-Mar-26	243.75	75
Twin Hills	ML70316	GBMR/MCGM	GBMR	100%	100%	Granted	16-Dec-04	31-Dec-34	238ha	
<b>Total</b>									<b>7370</b>	<b>1998</b>

### Note

\*<sup>1</sup> approximately 16 km<sup>2</sup> which was the area of previous EPM19849 Moonmera, is subject to 1% smelter royalty and other conditions to Rio Tinto.

\*<sup>2</sup> subject to a 2% net smelter royalty is payable to Newcrest Mining Ltd. On all or part of the tenement area.

\*<sup>3</sup> subject to Farm In by Cloncurry Exploration and Development, a subsidiary of Nippon Mining Australia.

\*<sup>4</sup> subject to Farm In by Newcrest Operations Ltd. a subsidiary of Newmont Corporation.

\*<sup>5</sup> subject to completion of the sale to Havilah Resources Limited (ASX:HAV) (Refer ASX:GBZ release 8 August 2023).

\*<sup>6</sup> subject to Farm In by Syndicate Minerals Pty Ltd (Refer ASX:GBZ release 8 December 2023)

## CORPORATE

### **Share Placement and Non-Renounceable Entitlement Issue**

- On 30 January 2024, a Pro-Rata Non-Renounceable Entitlement Offer closed. The Offer was on the basis of one New Share for every four Shares held in the Company at an issue price of \$0.009 per New Share. In addition, for each 2 New Shares issued, one option was issued with an exercise price of \$0.015 and expiring 24 months from the date of issue. At the date of this report, the Company has issued 143,158,720 New Shares and 71,579,344 Options under the Offer to raise approximately \$1.3 million (before costs).
- On 11 March 2024, a general meeting of shareholders was convened. One of the resolutions approved by shareholders related to amending the terms of the convertible notes held by Collins St Convertible Notes Pty Ltd (Collins Street) to allow \$900,000 of the convertible note debt to be converted into equity via the issue of 100,000,000 Shares (at an issue price of \$0.009) and 50,000,000 free attaching Options. In addition, the amendment of the conversion price of the remaining convertible note from approximately \$0.06 to \$0.02 was approved. At the date of this report the net value of the convertible notes held by Collins Street total approximately \$5.2 million.
- On 15 March 2024, the Company issued 100,738,888 shares under Tranche 2 of the Placement announced to the ASX on 20 December 2023 raising approximately \$907,000. A total of 105,924,993 free attaching options were issued in respect of Placement Shares issued under both tranches of the Placement. In addition, 100 million shares and 50 million free attaching options were issued to Collins Street for the conversion of \$900,000 of convertible note debt to equity.

### **Other issues of securities**

- On 16 April 2024, the Company issued 3,080,000 fully paid shares at \$0.009 per share for the lead manger services for the capital raising completed on 15 March 2024. The company also advised the issue of 22,092,411 ordinary fully paid shares and 11,046,205 free attaching options (being on the same terms as the share placement completed on 15 March 2024) to Wise Walkers Limited. Additional funds raised totalled \$198,831.
- The Company issued a total of 395,000 fully paid shares on the exercise of vested employee performance rights.

### **Related party transactions**

Included in Section 6 of the Appendix 5B for the March '24 quarter are amounts paid to directors and their related parties of:

- Remuneration of Directors – approximately \$80k

### **Information Provided in Accordance with ASX Listing Rules 5.3.1 and 5.3.2**

In accordance with ASX Listing Rule 5.3.1, the Company confirms that there have been no material developments or changes to its exploration activities. Exploration spend for the quarter amounted to ~\$0.51m. A summary of the specific activities undertaken in each project area is provided in the relevant sections of this activity report.

In accordance with ASX Listing Rule 5.3.2, the Company advises that there were no changes to the 100% owned White Dam Gold-Copper Gold Heap Leach production operations during the March '24 quarter. Total expenditure incurred in respect of the production activities for the March '24 quarter was ~\$0.57m. No new Mining development activities were conducted during the March '24 quarter, however some minor heap leach material movements were conducted.

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

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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.

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 estimate with those announcements continue to apply and have not materially changed.

## Appendix 1- GBM Mineral Resource Estimate for the Drummond Basin Projects (Mt Coolon, Yandan and Twin Hills) along with other company interests

Deposit	Resource Category									Total			Cut-off
	Measured			Indicated			Inferred						
	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	
Koala - ML													
Open Pit				670	2.6	55,100	440	1.9	26,700	1,120	2.3	81,800	0.4
UG Extension				50	3.2	5,300	260	4	34,400	320	3.9	39,700	2.0
Tailings	114	1.7	6,200	9	1.6	400				124	1.6	6,600	1.0
Sub Total	114	1.7	6,200	729	2.6	60,800	700	2.7	61,100	1,563	2.5	128,100	
Eugenia													
Oxide - Open Pit				885	1.1	32,400	597	1.0	19,300	1,482	1.1	51,700	0.4
Sulphide - Open Pit				905	1.2	33,500	1,042	1.2	38,900	1,947	1.2	72,400	0.4
Sub Total				1,790	1.1	65,900	1,639	1.1	58,200	3,430	1.1	124,100	
Glen Eva - ML													
Sub Total - Open Pit				1,070	1.6	55,200	580	1.2	23,100	1,660	1.5	78,300	0.4
Yandan - ML													
East Hill - Open Pit				4,860	1.5	240,000	7,900	0.8	203,000	12,800	1.1	443,000	0.4
Yandan South - Open Pit							900	0.6	16,000	900	0.6	16,000	0.3
Sub Total				4,860	1.5	240,000	8,800	0.8	219,000	13,700	1.0	459,000	
Illamahta													
Oxide - Open Pit				886	0.7	21,100	261	0.7	5,800	1,147	0.7	26,900	0.4
Sulphide - Open Pit				673	0.9	19,600	372	0.8	9,000	1,045	0.9	28,600	0.4
Sub Total				1,559	0.8	40,700	633	0.7	14,800	2,192	0.8	55,500	
Twin Hills - ML													
309 - Open Pit	830	2.5	73,900	5,480	1.3	235,200	3,650	1.1	129,800	9,960	1.4	438,900	0.4
309 - UG				190	4.0	24,500	480	3.9	59,900	670	3.9	84,400	2.0
Lone Sister - Open Pit				5,250	1.3	277,300	6,550	0.9	188,500	11,800	1.1	415,800	0.4
Lone Sister - UG				370	2.9	34,300	310	2.6	25,800	680	2.7	60,100	2.0
Sub Total	830	2.5	73,900	11,290	1.6	571,300	10,990	1.1	404,000	23,110	1.3	999,200	
Drummond Basin Total	944	2.6	80,100	21,298	1.5	1,033,900	23,342	1.0	780,200	45,655	1.26	1,844,200	
White Dam - ML													
Hannaford - Open Pit				700	0.7	16,400	1,000	0.8	26,900	1,700	0.8	43,300	0.2
Vertigo - Open Pit				300	1.0	9,400	1,400	0.6	29,000	1,700	0.7	38,400	0.2
White Dam North - Open Pit				200	0.5	2,800	1,000	0.6	17,600	1,200	0.5	20,400	0.2
Sub Total				1,200	0.7	28,600	3,400	0.7	73,500	4,600	0.7	101,900	
cut-off grade is 0.20 g/t Au for all, Vertigo is restricted to above 150RL (~70m below surface)													
Malsbury - RL , Note Malsbury ounces referred to in this table are subject to the SPA completion, Refer ASX:GBZ release 10 March 2023													
Sub Total - UG							820	4.0	104,000	820	4.0	104,000	2.5
Sub Total - UG - GBM Share							410	4.0	52,000	410	4.0	52,000	2.5
GBM Total	1,998,100												

The announcements containing the Table 1 Checklists of Assessment and Reporting Criteria relating to the 2012 JORC compliant Resources are:

- Koala/Glen Eva and Eugenia – GBM ASX Announcement, 4 December 2017, Mt Coolon Gold Project Scoping Study, note these resources have not been verified by Newmont and are on tenements subject to a recent farm-in agreement with Newcrest (now Newmont)
  - Yandan – GBM ASX Announcement, 23 December 2020, Mt Coolon and Yandan Combined Resources Total 852,000 oz, following completion of Yandan acquisition
  - Twin Hills – GBM ASX Announcements, 18 January 2019, Mt Coolon and Twin Hills Combined Resource Base Approaches 1 Million Ounces, 2 February 2022, Significant Resource Upgrade at Twin Hills Project and 5 December 2022, Twin Hills Gold Project Upgrades to ~1 Moz Mineral Resource
  - White Dam – GBM ASX Announcement, 18 August 2020, White Dam Maiden JORC 2012 Resource of 102 koz
  - Including this announcement
- a) The preceding statements of Mineral Resources conforms to the “Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2012 Edition”
- b) All tonnages are dry metric tonnes
- c) Data is rounded to ('000 tonnes, 0.0 g/t and '000 ounces). Discrepancies in totals may occur due to rounding.
- d) Resources have been reported as both open pit and underground with varying cut-off based off several factors as discussed in the corresponding Table 1 which can be found with the original ASX announcement for each Resources.

## Appendix 5B

### Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

GBM RESOURCES LIMITED

ABN

91 124 752 745

Quarter ended ("current quarter")

31 MARCH 2024

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (9 months) \$A'000
<b>1.</b>	<b>Cash flows from operating activities</b>		
1.1	Receipts from customers	221	1,159
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	(671)	(1,565)
	(d) staff costs	(169)	(540)
	(e) administration and corporate costs	(245)	(967)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	77	243
1.5	Interest and other costs of finance paid	46	(225)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)		
	- JV management fee	-	47
	- Other		
<b>1.9</b>	<b>Net cash from / (used in) operating activities</b>	<b>(741)</b>	<b>(1,848)</b>

<b>2.</b>	<b>Cash flows from investing activities</b>		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	(37)	(37)
	(d) exploration & evaluation	(524)	(2,578)
	(e) investments	-	-



<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
	(f) other non-current assets - bonds and deposits	(354)	(354)
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	50	50
	(c) property, plant and equipment	-	-
	(d) investments	53	63
	(e) other non-current assets (bond refund)	14	26
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (farm-in partner contributions)	-	442
<b>2.6</b>	<b>Net cash from / (used in) investing activities</b>	<b>(798)</b>	<b>(2,388)</b>

<b>3.</b>	<b>Cash flows from financing activities</b>		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	2,529	3,629
3.2	Proceeds from issue of convertible debt securities *	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	(17)	(83)
3.5	Proceeds from borrowings	-	200
3.6	Repayment of borrowings	(64)	(206)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (repayment of lease liabilities)	(20)	(62)
<b>3.10</b>	<b>Net cash from / (used in) financing activities</b>	<b>2,428</b>	<b>3,478</b>

\* Proceeds received on \$10 million convertible notes net of costs and prepaid interest amounts to \$7.515m. In the June 2023 quarter a partial redemption of the note occurred.

<b>4.</b>	<b>Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1	Cash and cash equivalents at beginning of period	254	1,901
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(741)	(1,848)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(798)	(2,388)

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (9 months) \$A'000</b>
4.4	Net cash from / (used in) financing activities (item 3.10 above)	2,428	3,478
4.5	Effect of movement in exchange rates on cash held	-	-
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>1,143</b>	<b>1,143</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	881	226
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Joint Venture funds)	262	28
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>1,143</b>	<b>254</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	33
6.2	Aggregate amount of payments to related parties and their associates included in item 2	47

*Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.*



## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	<b>Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
	<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	21	21
7.2	Credit standby arrangements	-	-
7.3	Other (Convertible Note)	6,458	6,458
7.4	<b>Total financing facilities</b>	6,479	6,479
7.5	<b>Unused financing facilities available at quarter end</b>		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	<p>The Company has entered into secured loan agreements with Grow Funding Pty Ltd to finance vehicles/mobile equipment at the White Dam project. The loans have a term of 3 years, are secured over the assets being financed and have an interest rate of 8.8%.</p> <p>The Company has entered into a Premium Funding Loan Agreement with Attvest Finance Pty Ltd to finance payment of the 2024 insurance premiums. The amount financed is \$207k (including credit charges of approximately \$8k) and the loan will be repaid by April 2024.</p> <p>The balance owing on the loans at the end of the quarter is shown above.</p> <p><u>Convertible Note</u></p> <p>In the financial year ended 30 June 2023, the Company issued convertible notes with a total face value of \$10m with a 3 year term and an initial conversion price of 8.75 cents. The notes were partially redeemed for approximately \$2.5m in April 2023. The notes bear interest at 10.5% payable monthly in advance for the first 12 months. Interest for the next 2 years of the notes' term has been prepaid and deducted from the proceeds received from the convertible notes.</p> <p>In the March 2024 quarter, a further \$0.9m of the principal was redeemed through the issue of ordinary shares. A refund of prepaid interest was received from the noteholder during the quarter.</p> <p>The balance owing on the convertible note at the end of the quarter is shown above.</p>		

8.	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(741)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(524)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,265)
8.4	Cash and cash equivalents at quarter end (item 4.6)	1,143
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	1,143
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	0.9
	<i>Note: if the entity has reported positive relevant outgoings (i.e. a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	

**Mining exploration entity or oil and gas exploration entity quarterly cash flow report**

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: No, the Company expects a lower level of net operating cashflows as exploration expenditure is largely discretionary until additional asset sales and further funding plans are completed.

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: The Company recently completed a Placement and Non-Renounceable Pro Rata Entitlement Issue raising approximately \$3.6m which includes an investment of up to \$1m from Wise Walkers Limited (a Hong Kong registered investment company). Discussions continue with Wise Walkers on further potential funding or collaboration arrangements. The Company is also continuing to assess other equity financing opportunities and is confident of successfully raising capital as required.

In April 24 a further ~\$350k was received from gold sales and remaining Wise Walker funds of ~\$198k invested pursuant to a share placement.

Progress on the divestment of the White Dam Gold-Copper Project has advanced with several parties and the Company is confident of completing the proposed divestment of the operation to focus resources on activities at the Drummond Basin.

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: The entity does expect that it will be able to raise sufficient capital from investment or asset sales to continue its operations and to meet its business objectives based on the entity's responses above.

*Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.*

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 April 2024

The Board of Directors

Authorised by: .....  
(Name of body or officer authorising release – see note 4)

## Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: *Exploration for and Evaluation of Mineral Resources* and AASB 107: *Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

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**Mining exploration entity or oil and gas exploration entity quarterly cash flow report**

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4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.