

**ASX Announcement**  
**2 August 2024**

## White Dam Project – Sale Update

### KEY POINTS

- Extension of Exclusivity Period granted to allow Olary Gold Mines Limited (Olary) until 15 August 2024 to satisfy the condition precedent regarding the minimum funding condition of \$2 million.
- Olary can also extend the exclusivity period to 31 August 2024 by payment of an additional non-refundable deposit of \$50,000 if the abovementioned condition precedent is not satisfied by 15 August 2024.

On 8 July 2024 GBM Resources Limited (GBM) advised of the proposed sale to Olary of a 100% interest in the issued capital of GBM's 100% owned subsidiary Millstream Resources Pty Ltd (Millstream) and its wholly owned subsidiaries, which hold the White Dam assets and operations.

GBM had originally granted Olary a period of exclusivity until 31 July 2024 (Exclusivity Period) and has received from Olary a non-refundable deposit of \$50,000.

Consideration for the sale comprises:

- \$950,000 cash payable prior to 31 July 2024 or a later date as mutually agreed (Completion Date, now extended);
- \$1,000,000 cash payable 12 months from the Completion Date;
- \$1,000,000 cash payable 24 months from the Completion Date; and
- 1.5% net smelter royalty paid quarterly in arrears for all Au and Ag production at White Dam to a maximum of \$2.5 million.

As part of the transaction, Olary must also transfer a working capital contribution of a minimum of \$200,000 to Millstream on completion.

During the Exclusivity Period GBM and Olary to use reasonable endeavours to negotiate a share purchase agreement (SPA), and management services agreement (MSA) relating to the provision of ongoing management, technical and administrative support.

Refer to the ASX announcement dated 8 July 2024 for further details regarding the proposed sale transaction.

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

*"GBM has continued to look to realise value from the sale of non-core assets for GBM's shareholders. GBM's focus continues to be on the prospective Drummond Basin where large high grade epithermal gold deposits exist and where it has expanded JORC resources to ~ 1.84 Moz of gold, including a Farm-in agreement with Newmont on the Mt Coolon Project. GBM continues to work with Olary so they can finalise the acquisition of the White Dam Project"*

### Conditions Precedent

The sale of White Dam to Olary is subject to a number of conditions precedent, including:

- Olary securing a minimum of \$2 million in funding during the Exclusivity Period;
- GBM obtaining all necessary consents to give effect to the sale.

**This ASX announcement was approved and authorised for release by:**  
Peter Rohner, Managing Director

**For further information please contact:**

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**About GBM Resources**

GBM Resources Limited (ASX:GBZ) is a well-funded Queensland based 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 several premier metallogenic terrains.

GBM's flagship project in the Drummond Basin (QLD) holds ~1.84 Moz of gold in JORC resources (Mt Coolon, Yandan and Twin Hills). Some tenements (see Appendix 2) in the Basin are subject to a A\$25m farm-in with Newmont. 2024 will see an expanded drilling program which is aiming to define 2-3 Moz and support GBM's transition into a mid-tier Australian gold company.

Separately GBM also holds tenements in the Mt Morgan district, in the Mt Isa Inlier in Queensland (JV with Nippon Mining Australia – 56%) and holds a 100% interest in the White Dam Gold-Copper Project in South Australia. Divestment of these non-core assets is in progress.

**About Olary Gold Mines**

Olary Gold Mines was formed in January 2022 as an unlisted public company and owns several historic gold mining tenements in the Olary Region of South Australia.

Olary plans to consolidate its existing Olary regional opportunities and expand the toll processing opportunities at the White Dam Project,

Olary is engaged in Research and Development for new Gold ore separation technology which will facilitate lower transport and processing costs to and from the White Dam Project.

**Competent Persons Statement**

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.

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

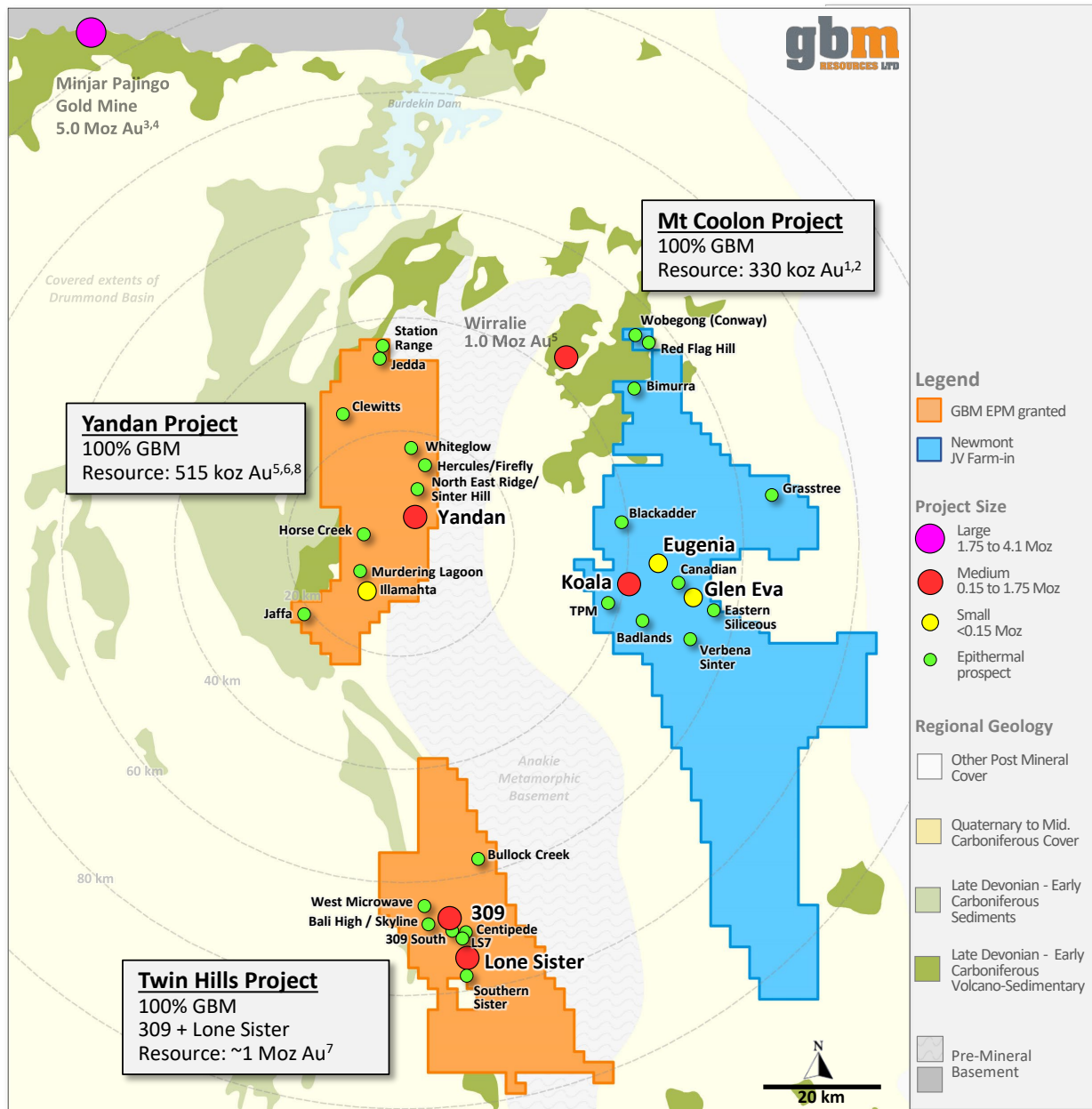
Deposit	Resource Category									Total			Cut-off
	Measured			Indicated			Inferred			000' t	Au g/t	Au oz	
	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	
<b>Koala - ML (subject to the 2022 farm-in agreement with Newmont, formerly Newcrest)</b>													
Open Pit				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
<b>Sub Total</b>	<b>114</b>	<b>1.7</b>	<b>6,200</b>	<b>729</b>	<b>2.6</b>	<b>60,800</b>	<b>700</b>	<b>2.7</b>	<b>61,100</b>	<b>1,563</b>	<b>2.5</b>	<b>128,100</b>	
<b>Eugenia (subject to the 2022 farm-in agreement with Newmont, formerly Newcrest)</b>													
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
<b>Sub Total</b>				<b>1,790</b>	<b>1.1</b>	<b>65,900</b>	<b>1,639</b>	<b>1.1</b>	<b>58,200</b>	<b>3,430</b>	<b>1.1</b>	<b>124,100</b>	
<b>Glen Eva - ML (subject to the 2022 farm-in agreement with Newmont, formerly Newcrest)</b>													
<b>Sub Total - Open Pit</b>				<b>1,070</b>	<b>1.6</b>	<b>55,200</b>	<b>580</b>	<b>1.2</b>	<b>23,100</b>	<b>1,660</b>	<b>1.5</b>	<b>78,300</b>	<b>0.4</b>
<b>Yandan - ML</b>													
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
<b>Sub Total</b>				<b>4,860</b>	<b>1.5</b>	<b>240,000</b>	<b>8,800</b>	<b>0.8</b>	<b>219,000</b>	<b>13,700</b>	<b>1.0</b>	<b>459,000</b>	
<b>Illamahta</b>													
Oxide - Open Pit							1,147	0.7	26,900	1,147	0.7	26,900	0.4
Sulphide - Open Pit							1,045	0.9	28,600	1,045	0.9	28,600	0.4
<b>Sub Total</b>							<b>2,192</b>	<b>0.8</b>	<b>55,500</b>	<b>2,192</b>	<b>0.8</b>	<b>55,500</b>	
<b>Twin Hills - ML</b>													
309 - Open Pit	830	2.8	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
<b>Sub Total</b>	<b>830</b>	<b>2.8</b>	<b>73,900</b>	<b>11,290</b>	<b>1.4</b>	<b>521,300</b>	<b>10,990</b>	<b>1.1</b>	<b>404,000</b>	<b>23,110</b>	<b>1.3</b>	<b>999,200</b>	
<b>Drummond Basin Total</b>	<b>944</b>	<b>2.6</b>	<b>80,100</b>	<b>19,739</b>	<b>1.5</b>	<b>943,200</b>	<b>24,901</b>	<b>1.0</b>	<b>820,900</b>	<b>45,655</b>	<b>1.26</b>	<b>1,844,200</b>	
<b>White Dam - ML</b>													
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
<b>Sub Total</b>				<b>1,200</b>	<b>0.7</b>	<b>28,600</b>	<b>3,400</b>	<b>0.7</b>	<b>73,500</b>	<b>4,600</b>	<b>0.7</b>	<b>101,900</b>	
cut-off grade is 0.20 g/t Au for all, Vertigo is restricted to above 150RL (~70 m below surface)													
<b>GBM Total</b>	<b>1,946,100</b>												

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 reviewed or verified by Newmont and are on tenements subject to the 2022 farm-in agreement with Newmont (formerly Newcrest)
- Yandan – GBM ASX Announcement, 23 December 2020, Mt Coolon and Yandan Combined Resources Total 852,000 oz, following completion of Yandan acquisition, GBM ASX Announcement, 14 March 2023, Results of Yandan Mineral Resource Update
- 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. Subject to partial sale to Wise Walkers - GBM Announcement 15 July 2024
- White Dam – GBM ASX Announcement, 18 August 2020, White Dam Maiden JORC 2012 Resource of 102 koz

- 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 Resource

**APPENDIX 2: 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.**



Mt Coolon Project tenements (blue above) subject to Newmont Farm-in include; EPM's 15902, 25365, 25850, 7259, 26842, 26914, 27555, 27556, 27557, 27558, 27598 and ML's 10227, 1029, 1085, 1086.