

Mount Gunson Copper-Cobalt Project

Shareholder Information Presentation



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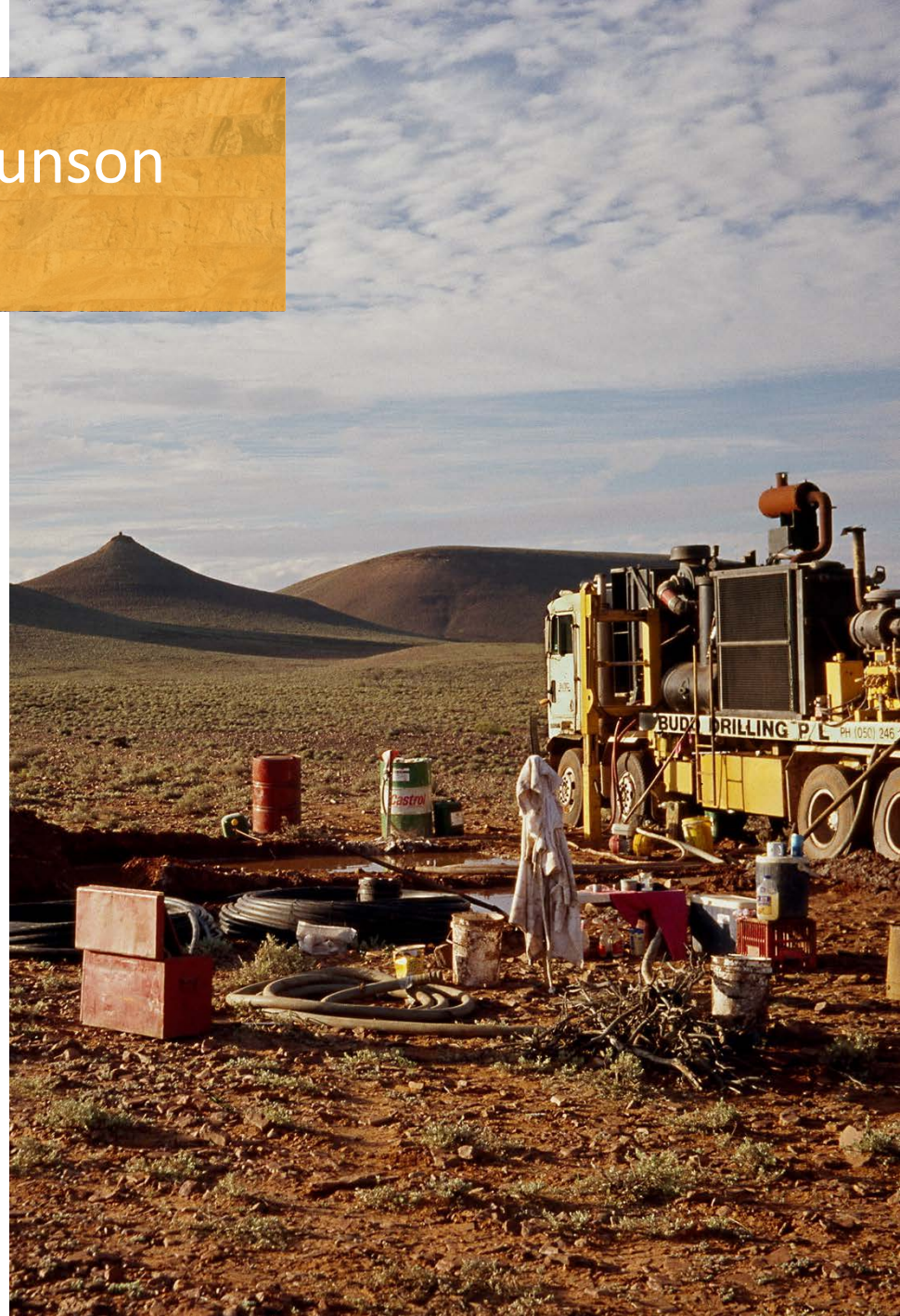
This shareholder information pack should be read in conjunction with the ASX Announcement titled "Gindalbie Executes Farm-in and Joint Venture Agreement Over Mount Gunson Copper-cobalt Project" released on March 17th 2017

Gindalbie farms-in to Mt Gunson Copper-Cobalt Project

Transaction highlights

- Gindalbie has signed a farm-in agreement with Terrace Mining Pty Ltd, a wholly owned subsidiary of Torrens Mining Ltd to develop and earn up to 75% of the Mt Gunson Copper-Cobalt Project in South Australia
- The transaction provides an opportunity for Gindalbie to secure a low cost, staged entry to an area, currently covering approximately 824km² of prospective exploration tenements¹ in one of the world's premier copper belts
- The multi-phase farm-in structure will allow Gindalbie to progressively invest in the Project, minimise risk and optimise feasibility progress
- Gindalbie will earn up to a 70% interest in Mt Gunson for total feasibility expenditure of A\$6.62M with the option to purchase an additional 5% interest at the completion of Stage 3 for A\$1.50M
- Terrace Mining will be free carried to a maximum of A\$8.62M in feasibility costs at which point, a formal JV will be triggered and Terrace will be responsible for its share of ongoing Project expenditure
- The Farm-in Agreement contains what Gindalbie considers to be customary conditions precedent for an agreement of this nature including approval of the Foreign Investment Review Board, and other relevant statutory approvals.

¹An application for a 10% reduction in total area was lodged with the DSD in July 2016

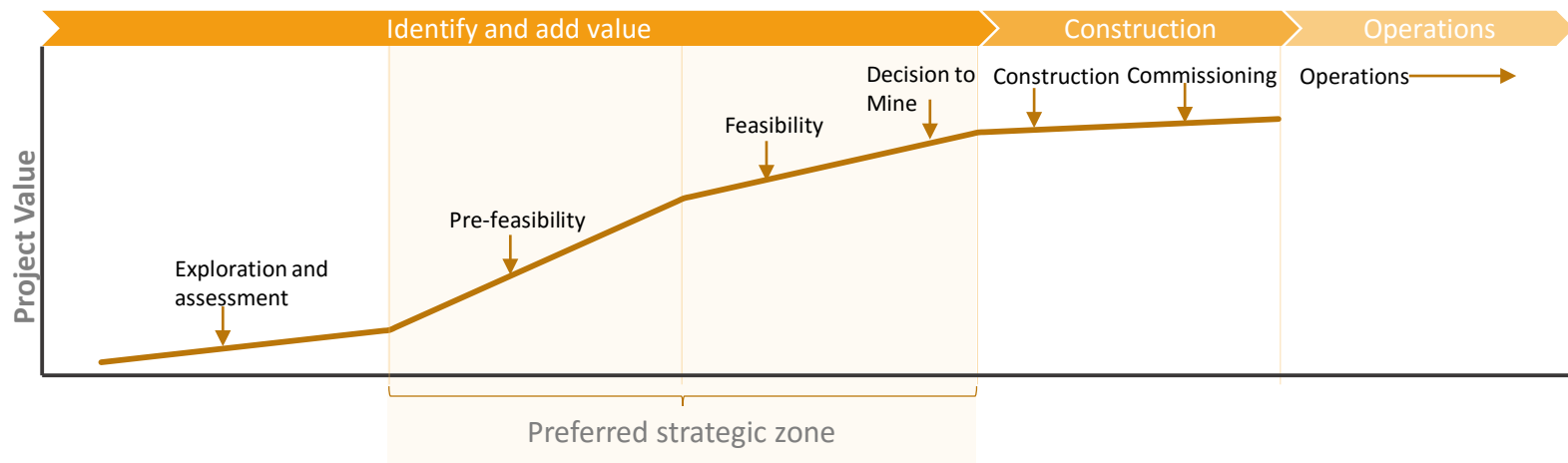


Transaction overview

- Gindalbie's entry is by way of an industry standard "farm-in" structure
- Entry to the project is staged in order to reduce risk and provide Gindalbie with multiple decision points as feasibility progresses
- Gindalbie may elect to exit the project without additional costs at each milestone and retain earned interest
- Both parties retain a pre-emptive right of first refusal should the other party wish to sell their interest in the project

Stage 1	Stage 2	Stage 3	Other
<ul style="list-style-type: none"> • Gindalbie commits to fund mining and processing studies identified in the Scoping Study as critical next steps • Gindalbie may exit the Farm-in retaining 25% after completion of Stage 1 	<ul style="list-style-type: none"> • Gindalbie commits to fund feasibility and development work up to a total of A\$2.50M in order to earn 51% • If Gindalbie elects to exit the Farm in after the completion of Stage 2 then it will retain 49% of the total Project area • Stage 2 work must be completed with 4 years of the farm-in commencement date 	<ul style="list-style-type: none"> • Gindalbie may elect to fund further feasibility work to achieve a Decision to Mine up to a total of A\$2.75M at which point it will automatically earn 70% of the total Project assets • If a decision to mine is achieved prior to total farm-in expenditure of A\$6.62M then Gindalbie will pay the difference to Torrens • Stage 3 work must be completed within a maximum of 6 years from the farm-in commencement date 	<ul style="list-style-type: none"> • Funds and timeframes are indicative only of Gindalbie's commitments and may not reflect actual feasibility costs and timeframes • On completion of Stage 3, Gindalbie will have the option to purchase a further 5% of the project for A\$1.50M • If a Decision to Mine has not been reached on total expenditure of A\$6.62M then Torrens will be free-carried up to a total of A\$8.62M after which they will be liable for their share of feasibility and development expenditure
Project interest: 25% earned on expenditure of A\$1.37M	Project interest: 51% earned on expenditure of A\$2.50M in addition to Stage 1	Project interest: 70% earned on expenditure of A\$2.75M in addition to Stage 2	<ul style="list-style-type: none"> • Free carry to A\$8.62M in total feasibility expenditure • Option to acquire an additional 5% for A\$1.50M

Strategic Direction



The Mt Gunson farm-in provides a strategic fit for Gindalbie and a platform for future growth

Scale and risk

- Post scoping study stage provides Gindalbie with the opportunity to add value through feasibility stages towards commercialisation
- Strongest strategic fit with existing in-house capability and access to experienced skillsets in the market
- Staged, flexible commitment levels offer reduced risk and increased optionality to Gindalbie

Location

- Low sovereign risk location, close to roads and power
- Potential to share resources with major new development projects in the area

Growth potential

- Large exploration ground position located in one of the world's premier copper belts provides for resource growth potential
- Potential commercialisation of novel leaching technologies may provide avenues for further growth outside of the project

Project Description



Location

The Mt Gunson Project is centred approximately 35 km south-east of Woomera and 135 km north-west of Port Augusta in South Australia. The project currently covers 824 km² in the Olympic Dam Copper Province, Australia's most productive copper belt. The project is located 100 km south of BHP Billiton's Olympic Dam copper-gold-uranium mine and 50 km west of OZ Minerals' Carrapateena copper-gold project.

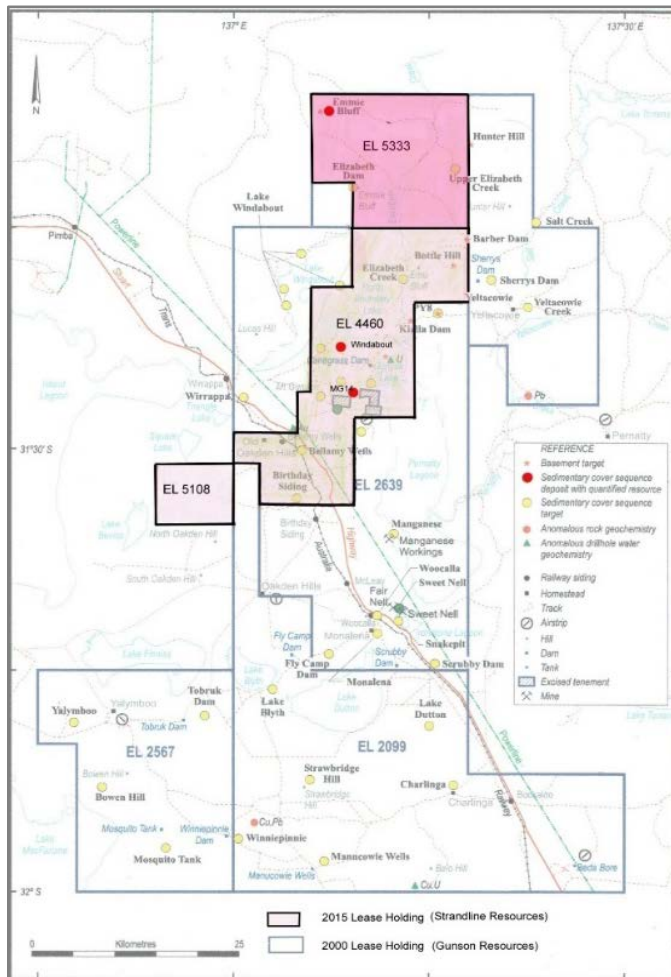
The project mining centre lies 10 km off the sealed Stuart Highway and is accessed by established unsealed roads. Established access to electrical grid power and scheme water is available in the area. The Adelaide to Perth/Darwin railway runs parallel to the Stuart Highway. Additionally, regular air services are available at Roxy Downs and Port Augusta, and a serviceable airstrip for light aircraft is located on site. Accommodation is available at Woomera.

Geology

The Windabout and MG14 copper-cobalt deposits at Mt Gunson, are hosted by flat-lying undeformed sedimentary rocks (surface proximity) of Late Proterozoic Age, deposited on the Stuart Shelf. These platform sediments are referred to as the 'Cover Sequence' and unconformably overlie complexly deformed and metamorphosed igneous rocks of the eastern margin of the Archaean Gawler Craton.

The main mineralisation occurs as well-defined zones at the top of the host Tapley Hill Formation (THF). The THF appears to have been deposited in shallow basin-like structures elongated along a north-west to south-east trend. Elevated base metal values (copper, lead and zinc) occur throughout the unit. The copper-cobalt mineral deposits are comprised of sediment-hosted fine grained sulphides and a stratiform in style.

Project Description



Mineral Resources

The currently contemplated mining strategy for MG14 and Windabout mineral deposits is based on the shallow depth, free dig overburden, and their sheet-like and sub-horizontal structure. The MG14 orebody would likely be mined first due to its higher grades and shallow depth while Windabout, with a lower head grade, longer life, and higher stripping ratio would likely be mined subsequently.

The MG14 deposit is a concealed, flat lying body of disseminated copper sulphide mineralisation at 25m depth. It is oriented east-west and is approximately 1,400 m long by 400 m wide with a varying thickness between 3 to 8 m. A JORC 2012 compliant resource was estimated by T. Callaghan in June 2013 with a cut-off grade of 0.5% Cu and an average specific gravity of 2.5 (see Appendix C for more details).

The Windabout deposit is similar in style to MG14 with copper sulphide mineralisation dipping approximately 5° to the north-east and varying in depth from 55m to 80m. The deposit is elongated east-west and is approximately 2,000 m long by 1,000m wide with varying thickness between 3 to 8 metres. Historical Resource estimates are listed in Appendix C.

Feasibility next steps

- The project has a long history of exploration for both IOCG (Iron-oxide Copper-Gold) and sedimentary hosted sulphide mineralisation; however, previous feasibility studies have focused on the sulphide mineralisation and were suspended due to sub-optimal copper and cobalt recoveries in a low commodity price environment
- A recent scoping study, completed by Torrens Mining in March 2016 has demonstrated the potential of a number of processing solutions
- The scoping study and associated metallurgical review and test work completed by Torrens, as well as Gindalbie's independent metallurgical review has identified a programme of work which will be undertaken during Stage 1 of the farm-in
- Funds during Stage 1 will be primarily directed towards building on the recent work undertaken by Torrens and to confirm the flow sheet design to be taken forward into feasibility studies
- Funds will also be directed towards exploration work including upgrading the existing 2004 JORC Resource at Windabout to JORC 2012 standards, in-fill and extension drilling at MG14 as well as a comprehensive geological review of previous exploration data. The drilling programme has been prepared by Torrens and regulatory approvals are in place
- It is expected that Stage 1 will take approximately six months from finalisation of the farm-in deal documentation and conditions precedent
- In order to reduce risk, Gindalbie has a clear decision point at the end of Stage 1 whether or not to continue with the farm-in.

Use of funds- Stage 1 Uncertainty Reduction	Cost A\$ ^[1]
Drilling, in-fill, and metallurgical diamond core	375,000
Resource confirmation, and exploration	250,000
Metallurgical test work, and flowsheet design	375,000
Pre-feasibility study, management, and administration	370,000
Total	1,370,000

^[1] All amounts are approximate and subject to further confirmation during feasibility work

Project management and governance

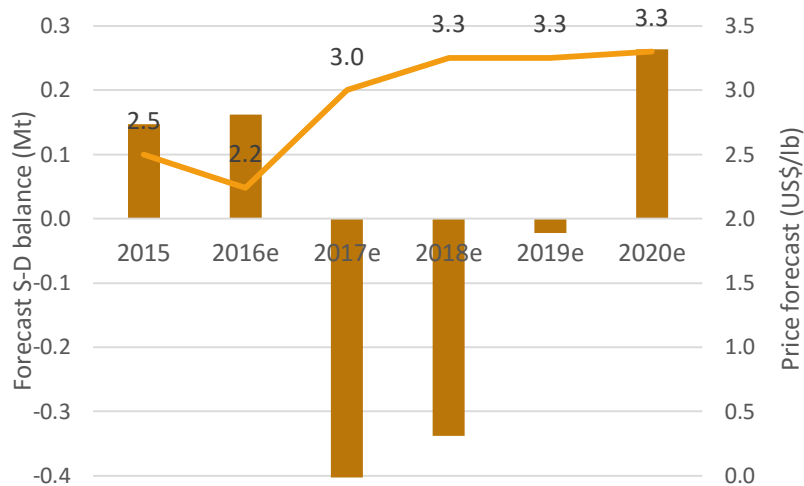


- Gindalbie and Torrens will form a steering committee (see Appendix A), chaired by experienced industry veteran Robin Marshall to direct feasibility work undertaken during the farm-in
- The feasibility study will be managed by a study manager appointed by the project steering committee and reporting to Gindalbie's CEO
- During Stage 1 of the farm-in, Gindalbie will fund metallurgical studies to further investigate processing and mining solutions as part of next stage pre-feasibility studies
- During all stages of the farm-in, Gindalbie will have the right to appoint the chairman of the steering committee who will hold the casting vote in all operational matters
- Should Gindalbie elect to exit the farm-in and enter a JV then the majority party will have the right to appoint the chairman of the steering committee

Copper and cobalt market outlook

The spot copper price has out performed a majority of copper forecasts from major financial institutions since late last year

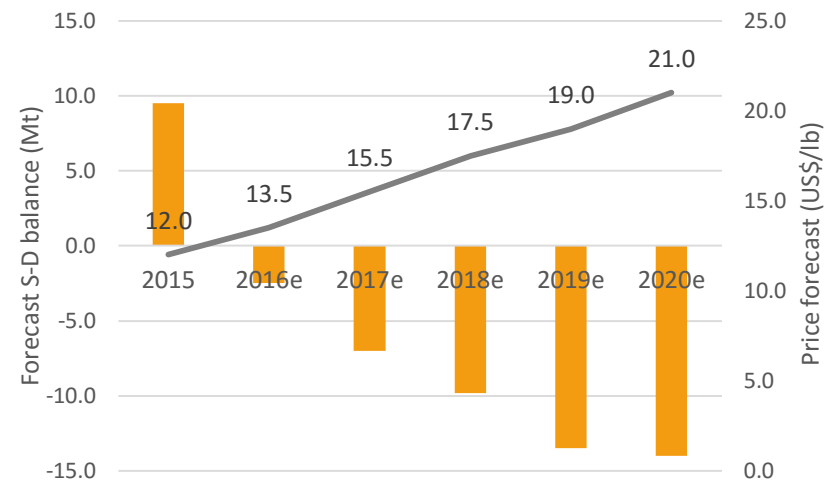
- Copper is a vital component in construction and electronics, including electric vehicles and renewable energy products
- Copper forecasts indicate that it is moving towards a significant supply deficit with resultant price increases
- The spot price of copper has increased from approximately US\$ 2.12/lb to over US\$ 2.70/lb over the past six months.



Source: Credit Suisse

The cobalt price has recently increased considerably in response to higher demand and limited increases in cobalt supply

- Cobalt supply is highly inelastic, 94% of mined cobalt is recovered as a by-product of copper and nickel mining according to the Cobalt Development Institute
- Cobalt demand is forecasted to increase by 5.1% CAGR from 2015-2020 according to CRU, driven by the end-use of cobalt in lithium-ion batteries and superalloys.



Source: ResearchInChina

Appendix A: Project Steering Committee



Robin Marshall

Chairman of Mt Gunson Farm-in Steering Committee
I.ENG (UK), MAICD

40 years' experience including Vale/Inco, BHP Billiton, WMC Resources North Ltd and Anglo American

Gindalbie board member and Chairman of Gruyere Joint Venture Steering committee

Mike Collings

Torrens appointee to Mt Gunson Steering Committee
BSc (Hons) (Geol) (MinGeol), BSc (Hons 1st Class) ARSM

40 years' experience across numerous technical and senior leadership roles in the UK and Australia.

Paul Hallam

Gindalbie appointee to Mt Gunson Steering Committee
BE (Hons) Mining, FAICD, FAUSIMM

Over 40 years' experience in the mining industry including senior leadership positions with FMG, Newcrest and Alcoa. Board member of Sandfire Resources.

Rebecca Moylan

Committee Secretary to Mt Gunson Steering Committee
BComm, CPA, Grad Dip Applied Finance (FINSIA), GAICD

Highly experienced public company CFO and finance professional, Gindalbie CFO and Company Secretary

Steve Shedden

Torrens appointee to Mt Gunson Steering Committee
ASMB, BSc(Hons) (Geol), MAusIMM, MAIG

40 years experience in exploration and mining in Australia, PNG and South America. Founder of three ASX listed mining companies

Chris Stevens

Gindalbie appointee to Mt Gunson Steering Committee
BA (Hons), MA (Oxon), MSc (Mineral Economics), GAICD

Highly experienced commercial, feasibility and quantitative risk professional.

Gindalbie CEO, formerly PwC Mining Director.

Appendix B: Company Description

Gindalbie Metals

Gindalbie Metals Ltd (ASX:GBG) is an independent Australian resources company based in Perth, Western Australia. Gindalbie has entered into an agreement with Torrens Mining to acquire up to 75% of the Mt Gunson Copper Cobalt Project in South Australia. The Mt Gunson Project includes an existing JORC Resource as well as 824 km² of exploration tenements located close to infrastructure in one of the world's premier copper belts.

Gindalbie retains a 47.84% interest in the Karara Iron Ore Project in joint venture with Ansteel of China. The Karara Iron Ore Project, operated by Ansteel, produces high quality magnetite concentrate for export to Asian markets. Gindalbie's strategic focus is to advance feasibility studies at Mt Gunson, while maintaining active business development to leverage its cash assets through acquisitions in the gold and base metals sector.

Torrens Mining

Torrens Mining is an unlisted Australian public company that was formed in 2014 to provide a platform for the development of minerals business interests held by Terrace Mining Pty Ltd, which holds the interests in the Mt Gunson project.

In March 2014, 100% ownership of Terrace was transferred to Torrens. Torrens is the parent and ultimate holding company of Terrace and Terrace is its wholly owned subsidiary. Torrens' main objective is to develop the Mt Gunson project into production, increase exploration at existing tenements and increase shareholder value.

The MG14 deposit has a 2012 JORC resource classification ^[1]

The Windabout deposit has a 2004 JORC resource classification which will require updating to comply with 2012 JORC standards ^[2]

Red and black dots denote historical drill holes

Appendix C: Mineral Resources

[1] Strandline Resources Limited (ASX: STA)'s Annual Report 2015 dated 30 September 2015 for the MG14 Resources was prepared and first disclosed under the JORC Code 2012. Whilst Gindalbie has completed appropriate verification of the MG14 Resources for farm-in acquisition due diligence requirements, the study is not yet sufficiently advanced to report a Table 1 for JORC Code 2012 reporting. Gindalbie will continue the necessary work required to provide a 2012 JORC Code Resource Statement to the market and expects to complete and publish this resource statement in the near term.

[2] Strandline Resources Limited (ASX: STA)'s Annual Report 2015 dated 30 September 2015 for the Windabout Resources 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. The resource reviews for the Windabout Resource were completed in 1995 and 1996 based on 197 drill holes. The previous tenement holder engaged T Callaghan in 2009 to review the Mineral Resource. The Mineral Resource has subsequently been assigned a JORC indicated 2004 resource.

The Windabout Historical Resource estimates are not in compliance with the JORC 2012 code due to the age of the drilling upon which the Estimates were based. The estimates are considered relevant and material to Gindalbie due to the high proportion of total Resources within the project area currently categorised as historical Resources. Gindalbie will fund work during Stage 1 to provide more certainty of the grade and size of the Windabout deposit primarily through updated QA/QC procedures, derived from a planned drilling program to obtain additional metallurgical samples, and mining and Resource data for Resource modelling. At this stage, no competent person has done sufficient work to classify these historical estimates in accordance with the JORC Code 2012. It is uncertain whether following evaluation and further work that these estimates will be able to be reported as mineral resources in accordance with the JORC 2012 code.

Appendix D: Competent person statement

Competent Person Statement for JORC 2012 Mineral Resource

Information in this announcement relating to the MG14 Resource is based on data compiled by Mr Tim Callaghan who is a member of The Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. Mr Callaghan has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Person under the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Callaghan consents to the inclusion of the data in the form and context in which it appears.

The MG14 Mineral Resource at the Mount Gunson Copper-Cobalt Project has been estimated by Mr Tim Callaghan, an external consultant, and is reported under the 2012 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (see Strandline Resources-ASX announcement 30th September 2015 titled: Annual Report).

MG14 was first disclosed under the JORC Code 2012. Whilst Gindalbie has completed appropriate verification of the MG14 Resources for farm-in acquisition due diligence requirements, the study is not yet sufficiently advanced to report a Table 1 for JORC Code 2012 reporting. It is uncertain whether following evaluation and further work that these estimates will be able to be reported as mineral resources in accordance with the JORC 2012 code.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimate in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not materially modified from the original market announcements.

Competent Person Statement for JORC 2004 Mineral Resource

Information in this announcement relating to the Windabout Resource is based on data compiled by Ms Felicity Hughes who is a member of The Australasian Institute of Mining and Metallurgy (Member No 106498). Ms Hughes has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Person under the 2004 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms Hughes consents to the inclusion of the data in the form and context in which it appears.

The Windabout 2004 JORC Resource at the Mount Gunson Copper-Cobalt Project has been estimated by Ms Hughes, an external consultant, and is reported under the 2004 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (see Strandline Resources-ASX announcement 30th September 2015 titled: Annual Report). 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. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements and, in the case of estimates of Mineral Resources that all material assumptions and technical parameters underpinning the estimate in the relevant market announcement continue to apply and have not materially changed. The company confirms that the form and context in which the Competent Person's findings are presented have not materially modified from the original market announcements.



Contact Us

6 Altona St, West Perth,
WA 6005

T: 08 9480 8700

gbg@gbgmetals.com

gindalbie.com.au