

**ASX Announcement
18 September 2017**

GB Energy Limited
is an exploration
company focused on
energy metals

Directors

Chairman
Mr Stuart Rechner
Executive Director
Mr Nick Burn
Director
Dr David Detata

Operations

Chief Financial Officer
Ms Anna MacKintosh

Issued Capital

Ordinary Shares
1,058,849,199
Unlisted Options
58,000,000

Share Price

13 September 2017
\$0.016

ASX Code

GBX

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Exercise of Option to Acquire Kalia Holdings Pty Ltd

GB Energy Limited (ASX: GBX) is pleased to announce the exercise of the option for GBX to acquire 72.29% (and potentially 100%) of the shares in Kalia Holdings Pty Ltd (Kalia).

Kalia, the parent company of Papua New Guinean registered subsidiary Kalia Investments Ltd, holds contractual rights to explore for minerals and develop mines in the Tinputz district of North Bougainville, Papua New Guinea which is prospective for gold, copper and other minerals. The area over which Kalia holds contractual rights is known as the Tore Project.

There have been several significant developments since GBX was granted the Kalia Option in March 2017. The moratorium on exploration and mining in place since 1971 was lifted and the President of the Autonomous Bougainville Government announced that applications for exploration licences would be accepted. Kalia lodged applications for the Tore project area on 19 June 2017. In September 2017, Kalia completed mining warden hearings in the Tore Project area.



Figure 1: Bougainville location and tectonic setting

GBX is also pleased to announce a change of name to Kalia Limited and the appointment of Mr David Johnston as a Director.

The Honourable David Johnston, former Senator, practised law in Kalgoorlie, Western Australia specialising in mining conveyancing and tenement disputation. He practised in Western Australia for 20 years before being elected to the Australian Parliament as a Senator for Western Australia. Mr Johnston was in Parliament for 14 years, and during that time was the Minister for Justice and Customs in the Howard Government, the Shadow Minister for Minerals Energy and Tourism, the Shadow Minister for Defence and then Minister for Defence in the Abbott Government.

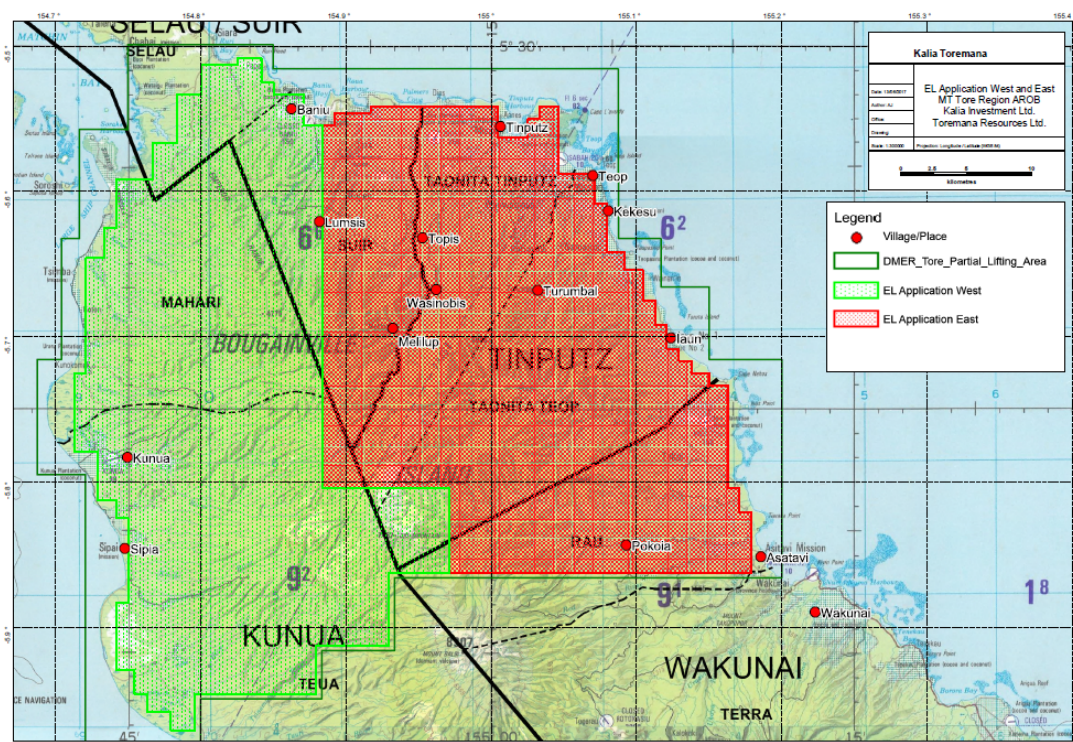


Figure 2: Map of Kalia Exploration Licence Applications

Completion of the acquisition of Kalia will occur in the near future. GBX has made an offer to the Additional Vendor on the same terms as the offers made to the other Kalia shareholders. Depending on the response, GBX will acquire either 72.29% or 100% of the shares in Kalia. Upon Completion, GBX will issue the Consideration Securities to the Vendors.

Full details of the transaction are outlined in our ASX announcement of 19 July 2017.