

ASX Announcement

31 August 2010

## **GBM Resources Phosphate Option**

Australian resources company GBM Resources Limited (ASX:GBZ) ("GBM") wishes to advise that it has granted Swift Venture Holdings Corporation ("SVH") an extension of time to acquire an 80% interest in GBM's phosphate assets located in Northern Queensland.

SVH has until 20 September 2010 to complete due diligence and pay the balance of funds totaling \$2.52million. Previously, SVH paid \$280,000 for the 60 day option expiring 30 August 2010. (refer ASX release 8 July 2010)

Under the terms of the agreement SVH can acquire an 80% interest in the phosphate assets by subscribing for a placement of 28 million shares at an issue price of \$0.10 and 28 million options exercisable at \$0.20 on or before 30 June 2013. The total subscription value to be paid by SVH is \$2.8 million.

Of the placement funds, \$600,000 will be allocated to phosphate exploration which GBM will manage on behalf of SVH. GBM will retain a 20% free carried interest until completion of a bankable feasibility study.

If the option is not exercised GBM will retain the option payment and issue SVH with 2.8 million fully paid ordinary shares at an issue price of \$0.10 cents per ordinary share and 2.8 million options exercisable at \$0.20 on or before 30 June 2013.

**or Further information please contact:**

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