

11 February 2011  
ASX Announcement

## **Clarification Statement regarding Mitsui & Co and Pan Pacific Copper Co Limited Farm- in Agreement with GBM Resources**

Australian resources company GBM Resources Limited (ASX: GBZ) (“GBM” or “the Company”) wishes to clarify the following regarding the ASX release dated 9 February 2011.

1. Mitsui & Co has acquired 25% of Pan Pacific Copper’s (“PPC”) interest in the A\$55 million Farm-in Agreement with GBM.
2. Mitsui & Co has **not acquired** a 25% interest in PPC, as has been incorrectly reported via media and social media portals.
3. Mitsui & Co is a new party to the Farm-in Agreement.

### **ABOUT MITSUI & CO**

Mitsui & Co is one of the most diversified and comprehensive trading, investment and service enterprises in the world, with 153 offices in 65 countries as of Jan, 2011. Utilizing the global operating locations, network and information resources, Mitsui is multilaterally pursuing business that ranges from product sales, worldwide logistics and financing, through to the development of major international infrastructure and other projects in the following fields, Mineral & Metal Resources, Iron & Steel Products, Motor Vehicles, Marine & Aerospace, Chemicals, Energy, Foods & Retail, Consumer Services, Information, Electronics and Telecommunications, Financial Markets and Transportation Logistics.

### **FARM-IN AGREEMENT**

GBM and PPC executed a binding agreement on 12 April 2010 in relation to five project areas in the Mt Isa region of North Queensland. The projects cover 1,580km of highly prospective multi-minerals ground in the Eastern Succession of the Mount Isa Inlier.

There is no change to the Farm-in Agreement terms or GBM’s interest in the Agreement.

Under the Farm-in Agreement, Pan Pacific / Mitsui, through their co-established Australian subsidiary, Cloncurry Exploration and Development Pty Ltd (“CED”), can spend up to A\$55million on the development of new copper–gold exploration and mining projects in northwest Queensland.

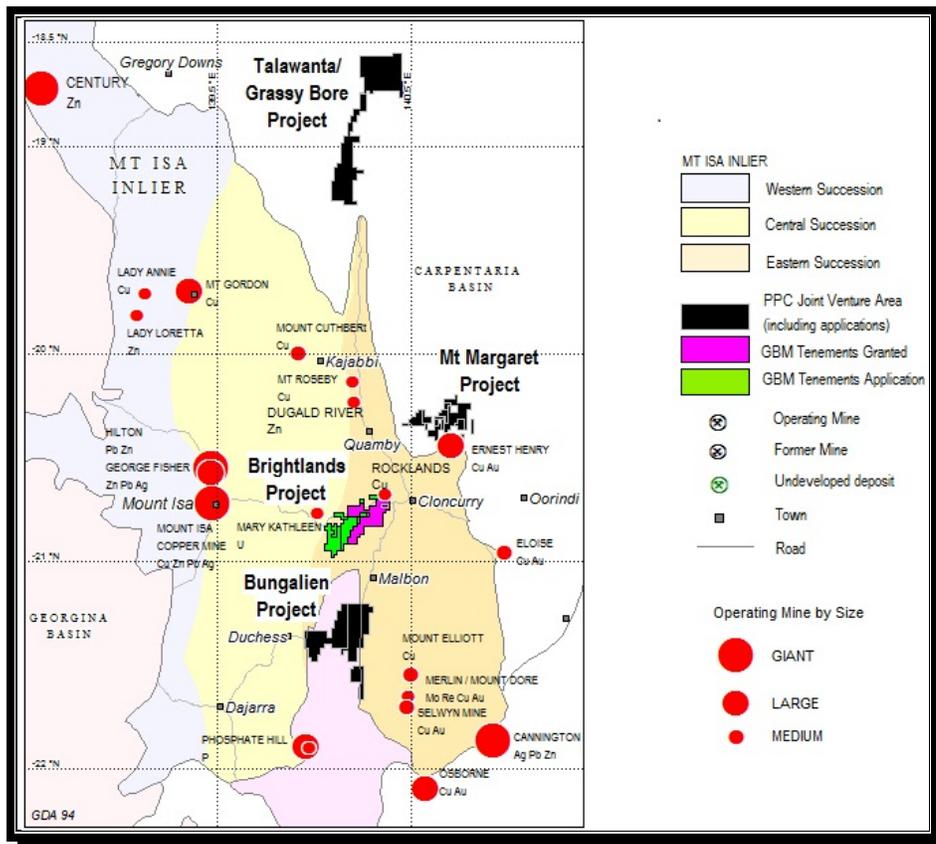
Details of the Farm-in Agreement are on the Company’s website [www.gbmr.com.au](http://www.gbmr.com.au).

Highlights of the Farm-in Agreement include:

- CED has the right to earn a 51% interest in the projects by spending a total of A\$15 million within a six year period. CED is required to spend a minimum of A\$2 million on the exploration during the first two years of the agreement.
- During the initial farm-in period, GBM will manage all exploration activities on the projects on behalf of CED.
- CED may subsequently increase its interest up to 90% in the projects (other than the Chumvale Breccia Prospect) by spending A\$1.026 million for each 1% increment for total additional expenditure of \$A40 million.
- Upon CED acquiring a 90% interest in the projects, GBM will retain a free carried interest of 10% through to the completion of a Bankable Feasibility Study on the projects.

The introduction of Mitsui as partner with PPC and GBM under the Farm-in Agreement endorses the significant potential of GBM's extensive tenement portfolio in the Mount Isa region.

For more information on Mitsui, visit [mitsui.co.jp/en/index.html](http://mitsui.co.jp/en/index.html)





**For Further information please contact:**

Peter Thompson  
Managing Director  
GBM Resources Limited  
Tel: 08 9316 9100

Karen Oswald  
Professional Public Relations  
Tel: 0423 602 353  
E: Karen.oswald@ppr.com.au