



7 August 2019

ASX Announcement

UPDATE ON RIGHTS ISSUE

<p>GBM Gold Limited ABN 59 119 956 624</p> <p>ASX CODE: GBM</p> <p>CORPORATE DETAILS:</p> <p>Shareholders: 884</p> <p>Shares on Issue: 1,118,319,556</p> <p>Options: Nil</p> <p>Directors: Eric JP Ng (<i>Chairman</i>) Paul Chan Andy Lai Linda Lau Jianping Wang</p> <p>Chief Executive Officer John Harrison</p> <p>Company Secretary: Andrew Chan</p> <p>CONTACT DETAILS:</p> <p>Principal and Registered Office: GBM Gold Ltd 66 Ham Street Kangaroo Flat VIC 3550</p> <p>Telephone +61 3 5445 2300</p> <p>Email admin@gbmgold.com.au</p> <p>Website www.gbmgold.com.au</p>	<p>HIGHLIGHTS</p> <ul style="list-style-type: none">✓ GBM has withdrawn the May rights issue.✓ GBM will lodge a new rights issue prospectus.✓ Metropolis Enterprises Group Limited (MEG) confirms that they will fully underwrite the New Rights Issue.✓ Investors who applied for shares in the May Rights Issue can choose to participate in the New Rights Issue. <hr/> <p>GBM Gold Limited (ASX: GBM) (“GBM Gold”) refers to its rights issue made under a prospectus dated 15 May 2019 (“May Rights Issue”) and to its announcement to ASX on 30 July 2019.</p> <p>Subsequent to that announcement, ASX advised that GBM could not extend the closing date for the May Rights Issue. Furthermore, ASIC has informed GBM that it requires GBM to offer investors the right to withdraw their applications. As this cannot be done without extending the closing date GBM’s board has decided to withdraw the May Rights Issue. GBM shareholders who subscribed for shares in the May Rights Issue will receive a full refund. Refunds will be paid on or around 14 August 2019 by cheque in Australian dollars made payable to the registered shareholder and sent to the registered address as recorded on the GBM Gold register.</p> <p>In light of this new development, GBM will lodge a new rights issue prospectus shortly (“New Rights Issue”). Metropolis Enterprises Group Limited (MEG) confirms that they will fully underwrite the New Rights Issue.</p> <p>Approximately \$1 million in applications was received under the May Rights Issue. Investors who applied for shares in the May Rights Issue can choose to participate in the New Rights Issue.</p> <p style="text-align: center;">ENDS</p>
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About GBM Gold Ltd (ASX: GBM)

GBM Gold is a gold focused mining and exploration company with mining and exploration assets located one of Australia's most significant gold producing regions; the Central Victorian Goldfields.

GBM Gold purchased the Bendigo Goldfield, Australia's second largest goldfield. The Company is targeting projects to develop long term sustainable mining to fund the Company's growth. Recent work has centred on the Bendigo Goldfield and the Harvest Home deposit located north-east of Dunolly in the Golden Triangle area of Central Victoria. Harvest Home, in which GBM Gold has a 50% business joint venture interest, and the adjacent Queen's Birthday will continue to be developed together with tailings projects on the Bendigo Goldfield.

For further information, please visit www.gbmgold.com.au or contact:

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