

ASX Announcement

31 August 2022

Mayfield Project Sale Completed

KEY POINTS

- GBM signed an exclusive Option Agreement (**Option**) with C29 Metals Limited (ASX: C29) for the sale of its Mayfield Project tenement (EPM 19483) in February 2022.
- C29 Metals exercised its Option, following notification of the renewal of the tenement and indicative approval for the transfer of tenement has now been received which allows completion of the sale.
- GBM has received the final cash payment relating to the sale of \$210,000 and 1,558,963 fully paid ordinary shares in C29 Metals completing the transaction.

GBM Resources Limited (ASX: GBZ) (**GBM** or the **Company**) advises that it has received the final completion payments (cash and shares) relating to the sale of its 100% owned Mayfield Project, in north-west Queensland, Australia (**Mayfield**).

The key terms of the Option Agreement (Refer ASX: GBZ release 21 February 2022) were:

- C29 had an exclusive option to conduct due diligence on the Mayfield project; by paying an initial option fee of \$20,000 and a second \$20,000 when the Exploration Licence is renewed. Both payments these payments have been made under the agreement.
- On C29 exercising the option, the following consideration has now been made to GBM:
 - cash payment of \$210,000 on indicative approval for the transfer of the tenement; and
 - issue to GBM of 1,558,963 fully paid ordinary shares in C29. C29 shares issued will remain in voluntary escrow for a period of 6 months.
- The project has an inherent 2% net smelter return royalty held by a third party.

GBM Managing Director and CEO, Peter Rohner, commented: “GBM’s focus is on the prospective Drummond Basin where large high grade epithermal gold deposits exist and is pleased to have finalised the sale of the Mayfield Project to C29 Metals and realise additional value for GBM’s shareholders. Taking some consideration in C29 Metals shares shows GBM’s support for the Mayfield Project and the prospectivity of the tenement, particularly following recent exploration success by Carnaby Resources to the north”

This ASX announcement was approved and authorised for release by:
Peter Rohner, Managing Director

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About GBM Resources

GBM Resources Limited (ASX: GBZ) is a well-funded Queensland based mineral exploration and development company focused on the discovery of world-class gold and copper deposits in Eastern Australia. The company has a high calibre project portfolio, hosting district scale mineral systems, located in a number of premier metallogenic terrains.

Its 100% owned flagship project in the Drummond Basin (QLD) holds ~1.6 Moz of gold in JORC resources (Mt Coolon, Yandan and Twin Hills). 2022 will see an expanded drilling program which is aiming to define 2-3 Moz and support GBM's transition into a mid-tier Australian gold company.

Separately it also holds tenements in the Mt Morgan district (subject to a vend into a TSX company) and in the Mt Isa Inlier in Queensland (JV with Nippon Mining Australia - 54%), and the Malmsbury Project (JV with Novo Resources Corp. - 50%, earning additional 10%) in the prolific Victorian Goldfields. This is complemented by the cash generating White Dam Gold-Copper Project in South Australia in which GBM now holds a 100% interest. Divestment of non-core assets will continue.

COMPETENT PERSON STATEMENT

The Company confirms that the form and context in which the Competent Persons findings are presented have not been materially modified from the original market announcements.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the respective announcements, and all material assumptions and technical parameters underpinning the resource estimates with those announcements continue to apply

