

ASX Announcement

9 February 2022

Malmsbury Drilling Update

KEY POINTS

- **Three diamond drill holes of the Phase 1 drilling program are complete** at the Malmsbury JV Project, testing a series of structural/lode targets.
- **Drill holes have intersected mineralised zones at the predicted target location** (no analyses have been received to confirm the significance or otherwise of this mineralisation).
- Program includes resource extension and metallurgical drilling on the Leven Star Reef.
- Current JORC (2012) resource at Leven Star is **820 kt at 4.0 g/t Au for 104,000 ounces gold**.
- **Approximately 1,750 metres drilling planned on Belltopper Hill and 1,000 metres on the Drummond North goldfield**¹.

GBM Managing Director and CEO, Peter Rohner, commented: *"It is great to see drilling again at the Malmsbury Project after a long hiatus. The geological team of GBM and Novo have completed some excellent work over the last 12 months to significantly advance our understanding of the structural controls, lithology and intrusive overlays. 3 holes have been completed and assays will start to follow later this quarter which we are all looking forward too."*

Novo Non-Executive Co-Chairman, Dr. Quinton Hennigh, commented: *"We are pleased with recent progress at the Malmsbury Project and look forward to completing the Phase 1 diamond core drilling program in due course."*

GBM Resources Limited (ASX: GBZ) (**GBM** or the **Company**) advises that it has completed three diamond drill holes as part of the Phase 1 diamond core drilling program at the Malmsbury Project JV in central Victoria. The Malmsbury Project is subject to a Farm In and Joint Venture agreement with Novo Resources Corp. (GBM 50%, Novo 50%).

Work to date has identified several gold mineralisation target styles present on the Malmsbury Project that include "Fosterville-type," structurally controlled orogenic targets, kilometre scale fault zones and breccias and an intrusion-related (IRGS) /intrusion-hosted-gold system associated with the mineralized Missing Link monzogranite at Belltopper Hill¹.

Phase 1 diamond drilling by Deepcore Pty Ltd commenced on RL6587 for the Malmsbury JV on 14 December, 2021. The proposed program at Belltopper Hill consists of eight diamond holes for approximately 1,750 m and includes the following:

- Five holes (~660 m planned) testing the Leven Star Reef (current JORC Resource area) as part of the tenure expenditure commitment requirements;

¹ Refer to ASX: GBZ release 17 December 2021.

- One deeper exploration focused hole testing an extension to the Leven Star Reef and potential extensions/structural intersections with the Missing Link, Antimony and Panama/Panama West Reefs;
- One drill hole testing the mineralized Missing Link monzogranite and Missing Link Reef at depth; and
- One drill hole testing the complex horsetail fault zone associated with the Never Despair Reefs and deep workings north of the historic Panama Mine

To date three holes are complete for a total of 609.1 m. It is interpreted that the drill holes have intersected their predicted target structures (Leven Star Reef and associated splays, Missing Link and Panama Reefs). In addition, several zones of intense alteration, disseminated and stringer sulphide mineralisation have also been intersected.

Of high significance is the confirmation of an anticlinal fold hinge position in MD14. This important structure was identified during recent detailed mapping coupled with structural data synthesis and is located within the highest priority Au-As-Sb-Mo soil anomaly that also hosts the Missing Link monzogranite. Anticlinal folding is key element in the structural architecture of the “Fosterville-style,” gold mineralisation. This structural setting highlights the opportunities for multiple gold mineralisation styles expected to be discovered and advanced across the project area. Refer to table 3 below.

Table 1: Collar table of drill holes from the Malmsbury Project.

HOLE ID	DEPTH	EASTING	NORTHING	RL	AZIMUTH	DIP
MD13	112.4	263796	5880085	460	312.6	-30.9
MD14	365.5	263798	5880084	460	268.5	-50.1
MD15	131.2	263851	5880120	453	303.8	50.2

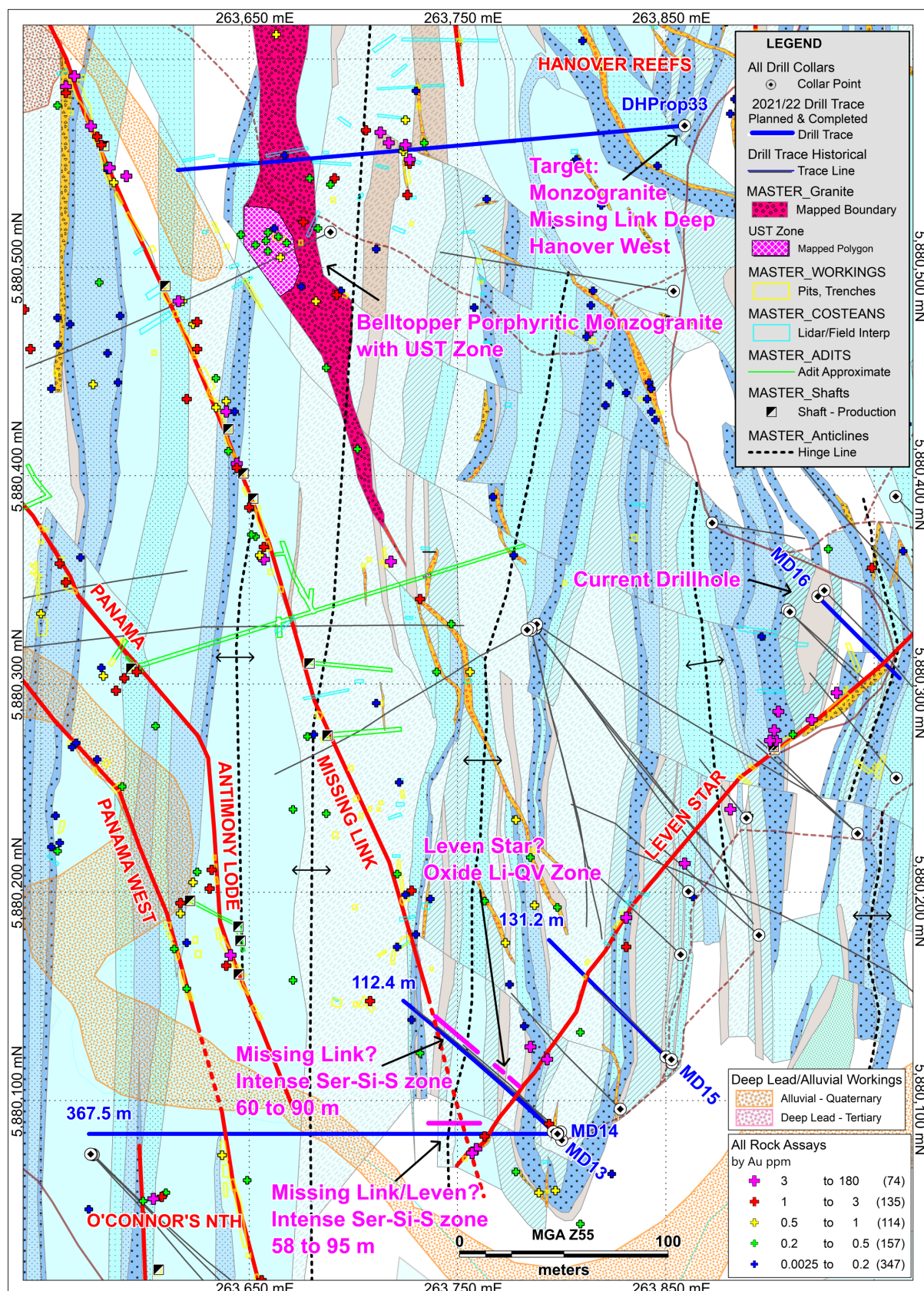
Note: Co-ordinates recorded in MGA94_Z55 projection and are based on handheld GPS.

Samples from MD13 have been dispatched for analyses, with results expected in late February or early March 2022.

Figure 1: Deepcore drill rig in operation on hole MD16 at Malmsbury (Belltopper Hill). This hole is testing the Leven Star Reef.



Figure 2: Completed and Planned Holes at Belltopper Hill – Malmesbury showing detailed surface geology.



Additional work planned for 2022 includes completion of an extensive gold and multi-element soil program covering over 50% of the Retention Licence area (currently underway), further mapping and rock chip and mine dump sampling and the completion of a detailed 2D/3D IP survey. The IP will be designed to detect disseminated mineralisation/alteration in quartz lode wall rocks and associated with the IRG system.

Figure 3: Section for Drill hole MD14 9970N (local grid) at Leven Star Prospect.

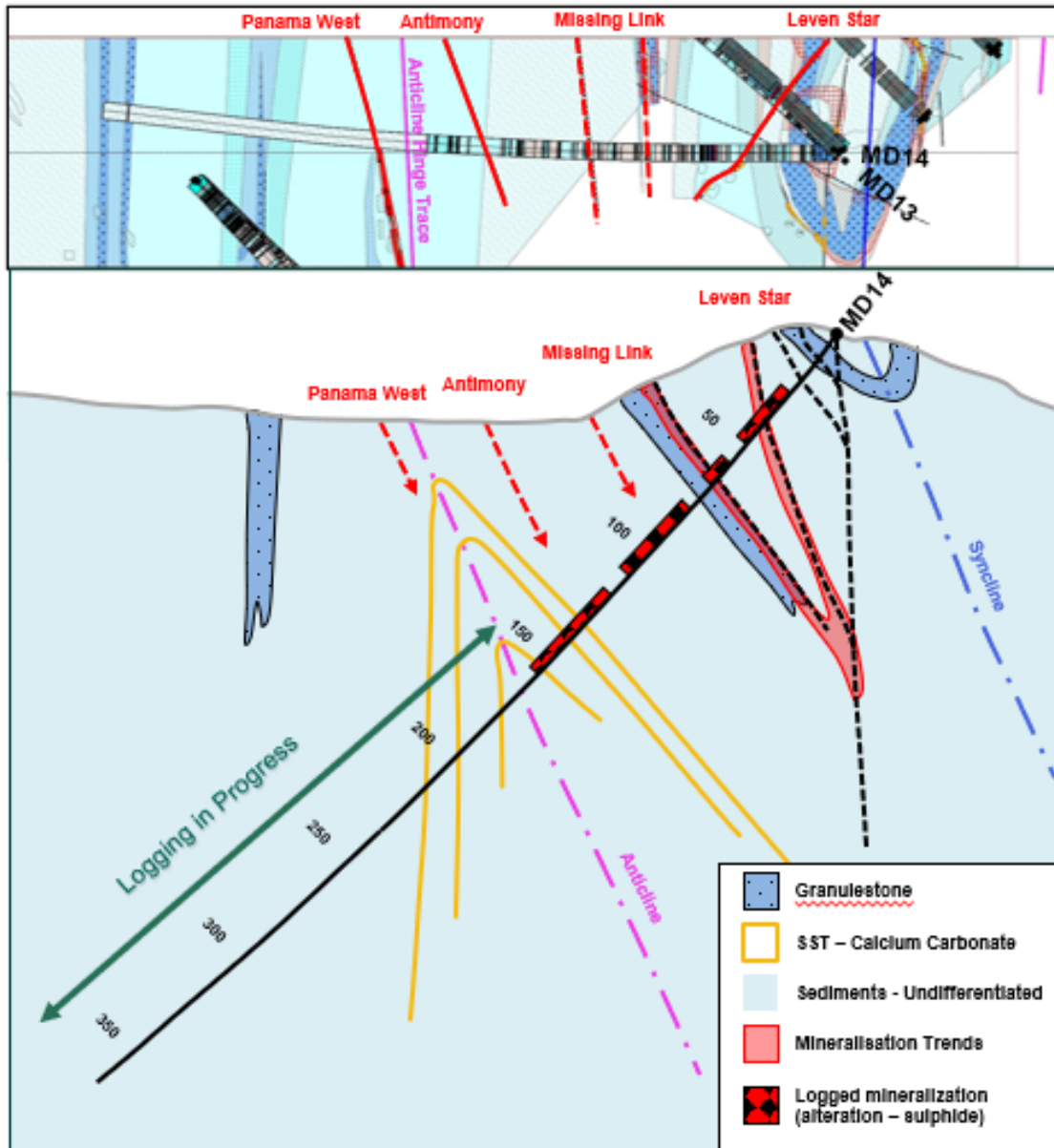
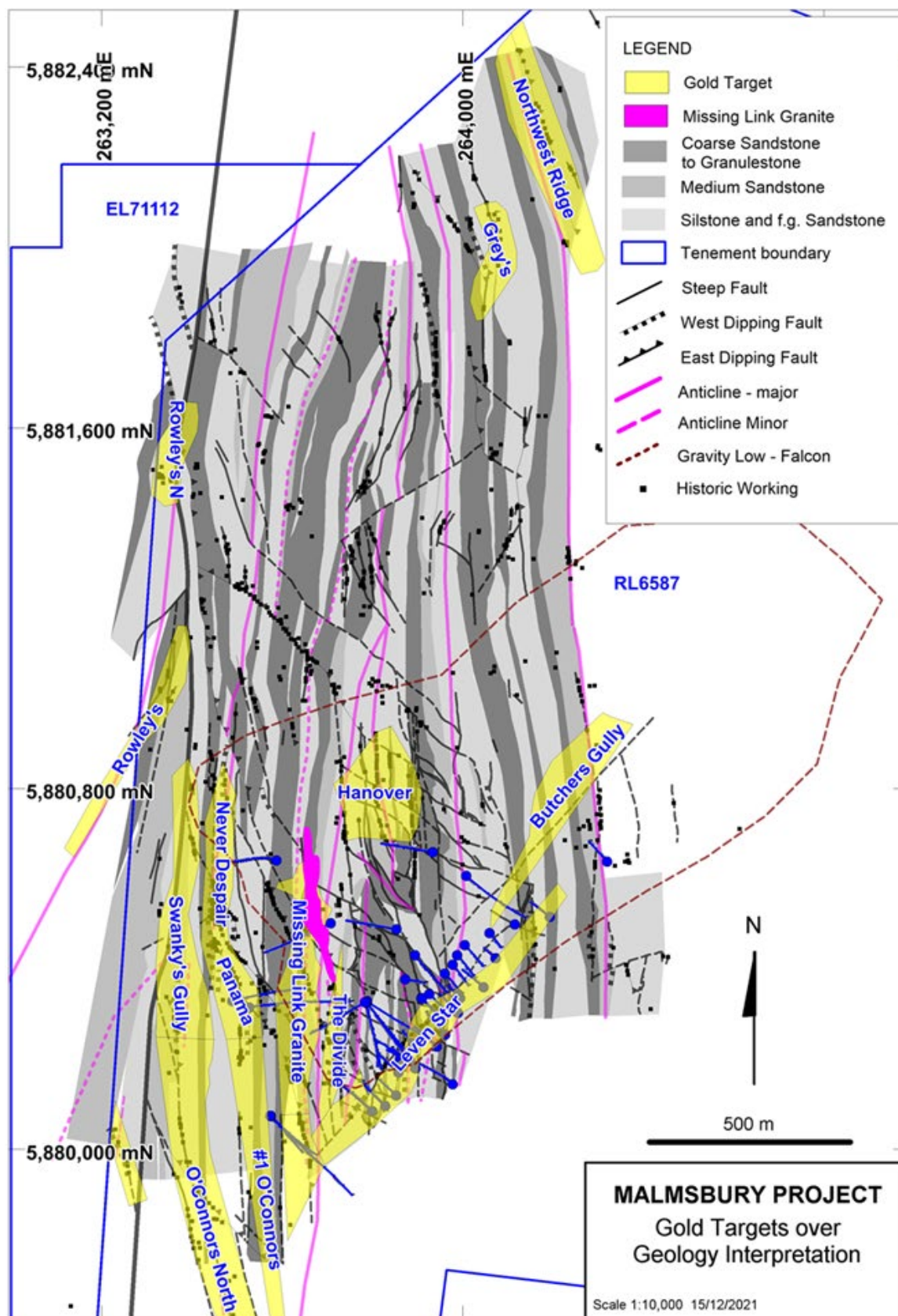


Figure 4: Geological interpretation showing gold targets on the northern section of the Malmsbury Project.



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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 ~1.5 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.

APPENDIX 1: GBM Mineral Resource Estimate For the Drummond Basin Projects (Mt Coolon, Yandan and Twin Hills) along with other project interests

Deposit	Resource Category									Total			Cut-off
	Measured			Indicated			Inferred						
	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	000' t	Au g/t	Au oz	
Koala													
Open Pit				670	2.6	55,100	440	1.9	26,700	1,120	2.3	81,800	0.4
UG Extension				50	3.2	5,300	260	4	34,400	320	3.9	39,700	2.0
Tailings	114	1.7	6,200	9	1.6	400				124	1.6	6,600	1.0
Sub Total	114	1.7	6,200	729	2.6	60,800	700	2.7	61,100	1,563	2.5	128,100	
Eugenia													
Oxide - Open Pit				885	1.1	32,400	597	1.0	19,300	1,482	1.1	51,700	0.4
Sulphide - Open Pit				905	1.2	33,500	1,042	1.2	38,900	1,947	1.2	72,400	0.4
Sub Total				1,790	1.1	65,900	1,639	1.1	58,200	3,430	1.1	124,100	
Glen Eva													
Sub Total - Open Pit				1,070	1.6	55,200	580	1.2	23,100	1,660	1.5	78,300	0.4
Yandan													
East Hill - Open Pit							20,600	0.8	505,000	20,060	0.8	505,000	0.3
South Hill - Open Pit							900	0.6	16,000	900	0.6	16,000	0.3
Sub Total							21,500	0.8	521,000	21,500	0.8	521,000	
Twin Hills													
309 - Open Pit	320	4.4	44,400	2,690	2.2	193,100	1,300	1.4	58,500	4,310	2.1	296,000	1.0
309 - UG				110	4.8	16,800	510	3.7	60,100	620	3.9	76,900	2.0
Lone Sister - UG							2,010	4.0	260,100	2,010	4.0	260,100	2.0
Sub Total	320	4.4	44,400	2,800	2.3	209,900	3,820	3.1	378,700	6,940	2.8	633,000	
Drummond Basin Total	434	3.6	50,600	6,389	1.9	391,800	28,239	1.1	1,042,100	35,093	1.3	1,484,500	
White Dam													
Hannaford - Open Pit				700	0.7	16,400	1,000	0.8	26,900	1,700	0.8	43,300	0.2
Vertigo - Open Pit				300	1.0	9,400	1,400	0.6	29,000	1,700	0.7	38,400	0.2
White Dam North - Open Pit				200	0.5	2,800	1,000	0.6	17,600	1,200	0.5	20,400	0.2
Sub Total				1,200	0.7	28,600	3,400	0.7	73,500	4,600	0.7	101,900	
cut-off grade is 0.20 g/t Au for all, Vertigo is restricted to above 150RL (~70m below surface)													
Malmsbury JV													
Sub Total - UG							820	4.0	104,000	820	4.0	104,000	2.5
Sub Total - UG - GBM Share	52,000												
GBM Total	1,638,400												

The announcements containing the Table 1 Checklists of Assessment and Reporting Criteria relating to the 2012 JORC compliant Resources are:

- Koala/Glen Eva and Eugenia – GBM ASX Announcements, 4 December 2017, Mt Coolon Gold Project Scoping Study
 - Yandan – GBM ASX Announcement, 23 December 2020, Mt Coolon and Yandan Combined Resources Total 852,000 oz, following completion of Yandan acquisition
 - Twin Hills – GBM ASX Announcement, 18 January 2019, Mount Coolon and Twin Hills Combined Resource Base Approaches 1 Million Ounces and 2 February 2022, Significant Resource Upgrade at Twin Hills Project
 - White Dam - GBM ASX Announcement, 18 August 2020, White Dam Maiden JORC 2012 Resource of 102 koz
 - Malmsbury – GBM ASX Announcement, 4 July 2019, Malmsbury Resource Upgraded to JORC 2012
- a) The preceding statements of Mineral Resources conforms to the “Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves (JORC Code) 2012 Edition”
 - b) All tonnages are dry metric tonnes
 - c) Data is rounded to ('000 tonnes, 0.0 g/t and '000 ounces). Discrepancies in totals may occur due to rounding
 - d) Resources have been reported as both open pit and underground with varying cut-off based off several factors as discussed in the corresponding Table 1 which can be found with the original ASX announcement for each Resources.