

ASX Announcement

14 July 2021

Cloncurry Farm- In Budget Approved

KEY POINTS

- Fully funded exploration commences again at GBM's North- West Mineral Province (QLD) JV Tenements.
- Exploration budget of \$0.75 million approved and will commence in coming months.
- Targeting copper and gold in the prospective Cloncurry Region north of Glencore's Ernest Henry Mine.

GBM Resources Limited (ASX: GBZ) (**GBM** or the **Company**) is pleased to confirm that an exploration budget of \$0.75 million has been approved for the Cloncurry Farm-In Projects in the Mount Isa Region of Queensland. Field work is expected to commence in the September Quarter 2021.

Background

Joint venture partner Nippon Mining of Australia (NMA, a wholly owned subsidiary of JX Nippon Mining & Metals Corporation (JXNMM)) currently holds a 53.9% interest in the Farm-In/Joint Venture acquired in 2020 (see GBM Annual report 2020 and Pan Pacific Copper Co., Ltd. (PPC) press release 12 February 2020). This venture was originally formed in 2010 with PPC and held by PPC subsidiary Cloncurry Exploration and Development Pty Ltd (CED). JXNMM was a majority partner in PPC along with Mitsui Mining and Smelting Co., Ltd.

Total project expenditure to date has been \$16.9 million exploring for Iron-Oxide-Copper-Gold (IOCG) and more recently Iron-Sulphide-Copper-Gold (ISCG) style deposits in the Cloncurry Region of the North- West Mineral Province of Queensland.

GBM remains the manager of the Joint Venture and retains a free carried interest of 10% through to completion of a bankable feasibility study. The JV includes the Mount Margaret and Bungalien Projects (see Figure 1).

GBM Managing Director and CEO, Peter Rohner, commented:

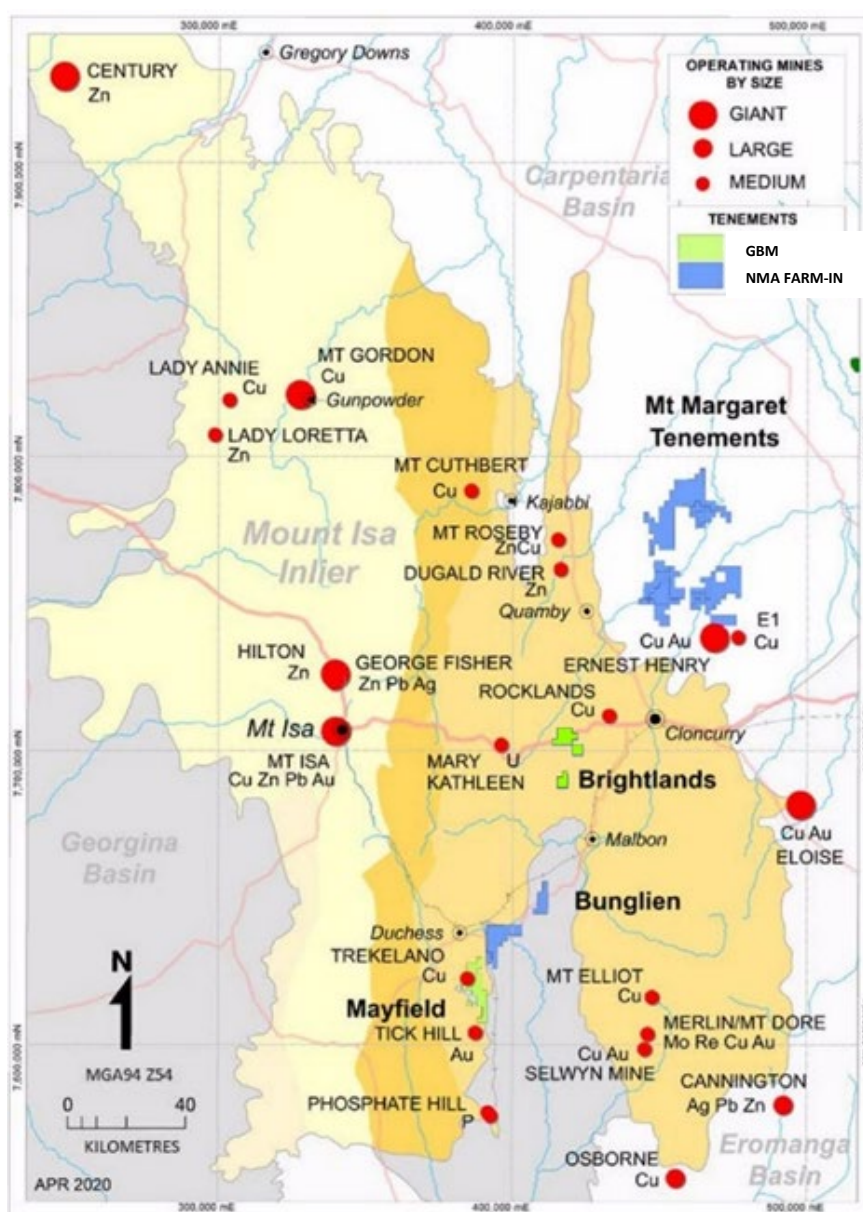
"GBM is particularly pleased to continue its long and constructive relationship with JXNMM in exploring for copper and gold in the prospective Cloncurry Region, part of Queensland's North- West Mineral Province and home to a number of world class copper and other base metal deposits. The Cloncurry Projects remain in line with GBM's focus on gold and copper as the key commodities to drive the company's growth into the future."

Budget Approved

GBM completed a successful trial Moving Loop Electro-Magnetic survey (MLEM) program in 2019 at Mt Margaret, which indicated the method will penetrate conductive cover throughout the eastern half of the project and which generated a series of basement conductors in this area. The MLEM survey planned for this year will follow up on the 2019 work and is planned to produce detailed ground EM data over selected target areas.

A budget of \$0.75 million has been approved by the Management Committee. This will support the proposed MLEM follow up program and will also include an allowance for limited drill testing of priority targets generated by the EM. Work will be commenced during the September Quarter.

Figure 1: Location of GBM and Farm in Tenements in the Cloncurry Region.



This ASX announcement was approved and authorised for release by:

Peter Rohner, Managing Director

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About GBM Resources

GBM Resources Limited is a 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 including the Drummond Basin, Mt Morgan district and the Mt Isa Inlier in Queensland, and the Malmsbury Project in the prolific Victorian Goldfields. This is complemented by the recently formed JV on the White Dam Gold Project in South Australia in which it holds a 50% interest (in cashflow only).