

REPORT FOR THE QUARTER ENDED 30th June 2015

Highlights

Mount Coolon Gold Project, Queensland

- **GBM completed acquisition (100%) in Mt Coolon Gold Mines Pty Ltd (MCGM) from Drummond Gold Limited**
- **Commenced upgrade of MCGM's resources containing over 280,000 ounces of gold and significant exploration upside**
- **Mt Coolon's assets located in the Drummond Basin, one of Australia's most prominent regions for large, epithermal vein and stockwork style gold**
- **Upgrading commenced of high order exploration targets contained within MCGM tenements, in addition to known resources.**

Mount Morgan Copper Gold Project, NW Queensland

- **Independent expert confirms 'proof of concept' for the Company's intrusive-related/porphyry-style exploration strategy within the Mount Morgan project**
- **Further support provided for occurrence of cluster of mineralised porphyries with associated magnetic lows resulting from magnetite destruction by large scale hydrothermal systems in the Mount Morgan Project area.**

Pan Pacific/Mitsui Farm-in Projects, NW Queensland

- **Drilling commenced at the Brothers, an IOCG target, nearby the Bronzewing Bore IOCG discovery in the Bungalien Project Area**
- **Drilling commenced to test IOCG targets in the Mount Margaret West Project area adjacent to the Ernest Henry Cu-Au Mine**
- **Pan Pacific Copper Co., Ltd. and Mitsui & Co., Ltd. approved a \$2.2M exploration budget for the 2015/16 year.**

ASX Code: GBZ

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Photograph; Drillhole MMA010 in progress at Mount Margaret Project.

SAFETY AND ENVIRONMENT

No LTI or environmental incidents were reported during the quarter. The Company has now completed 46 consecutive months with no LTI's and 92 consecutive months with no significant environmental incidents. GBM is committed to continuously improving safety and environment systems with the clear aim of achieving zero harm.

100% GBM Gold Projects

Mount Coolon Gold Project, Queensland

During the quarter GBM finalised the purchase of Mount Coolon Gold Mines Pty Ltd from Drummond Gold Limited for consideration of A\$850,000 and 50 million ordinary fully paid shares (see ASX release dated 13th April 2015). Mt Coolon Gold Mines Pty Ltd holds a group of mining tenements located 250km west of Mackay in Queensland in the northern Drummond Basin and is now a wholly owned subsidiary of GBM. The Drummond Basin is an established gold mining region with past production of more than 4.5 Mozs and a total known gold endowment of over 7.5 Mozs of gold. Deposit styles range from bonanza grade epithermal veins (eg. Pajingo 3.0 M ozs) to bulk tonnage intrusive related gold deposits (eg. Mt Leyshon 2.1 M ozs).

The tenement package includes four granted Mining Leases, three granted exploration permits and one exploration permit application covering a total area of 761 km². Independent review of these tenements has confirmed that all are in good standing and key mining licences have recently been renewed until 2024.

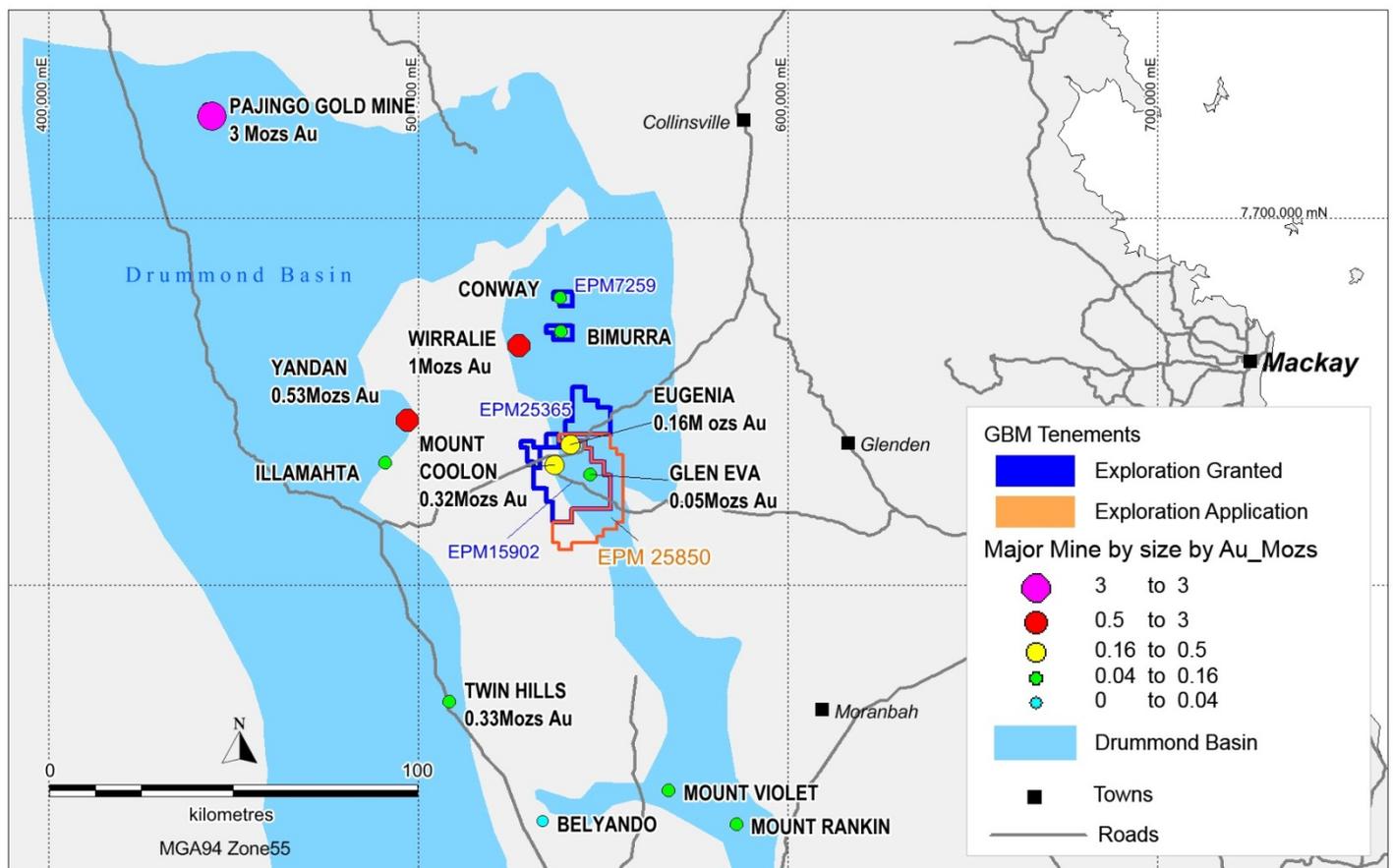


Figure: Mt Coolon project tenement group location plan.

Resources

Mount Coolon Gold Mines has published resources containing a total of 283,000 ounces of gold (these resources are tabulated below). The inventory is comprised of three deposits of which the largest, Eugenia contains 63% of the total defined resource is considered to be of immediate potential by GBM. Eugenia (previously referred to as Police Creek) is considered to represent the upper levels of a low sulphidation epithermal system. Mineralisation is hosted by quartz veins and sulphide stringers and breccias forming a broad mineralised zone dipping gently to the west. Mineralisation is hosted by a thick dacitic ignimbrite unit. The area is extensively covered by shallow, post mineralisation sediments beneath which potential to extend the deposit with further drilling exists. In addition, to date no feeder zone has been identified and potential exists for the discovery of high grade fissure veins through further exploration.

The Resource inventory also includes mineralisation at Koala and nearby Golden Bar and Footwall Reef prospects that are associated with the original mining areas at Mount Coolon. These areas are considered to be part of the same epithermal, or possibly intrusive related, gold system hosted within volcanic and sub-volcanic andesitic rocks of the basal Drummond Basin Cycle 1 sequence. A well-developed vertical zonation indicates the mineralisation is open to depth and along strike to the south and the deposit is considered to hold potential for further resource additions.

In addition, the Glen Eva resource is part of a low sulphidation quartz-adularia-pyrite gold epithermal vein system located in the basal sequence (Cycle 1) of the Drummond Basin. Mineralisation occurs under the pit as colloform and crustiform quartz veins within hydrothermal brecciated dacitic volcanics. The system is structurally complex with several episodes of mineralisation. The lode is between 3-6m in true width, is continuous for 330m of strike and is intersected in drillholes at vertical depths up to 120m below surface. A typical high level bonanza fissure vein, the significant sinter volume suggests significant depth continuity and size potential beyond the current drilling extent.

Project	Location	Resource Category									Total			Cut-off
		Measured			Indicated			Inferred			000' t	Au g/t	Au ozs	
		000' t	Au g/t	Au ozs	000' t	Au g/t	Au ozs	000' t	Au g/t	Au ozs				
Koala	Hecorina Pit				15	2.6	1,300				15	2.6	1,300	None
	Underground Extension				205	5.9	39,600	39,600	5.3	10,600	267	5.7	49,300	3.0
	Tailings	305	1.6	15,800	11	1.6	500	6	1.5	300	322	1.6	16,700	None
	Total	305	1.6	15,800	231	5.5	40,400				604	3.5	67,200	
Eugenia	In Whittle pit							428	1.5	20,800	428	1.5	20,800	0.5
	Outside pit							3,988	1.2	157,500	3,988	1.2	157,500	0.5
	Total							4,416	1.3	178,200	4,416	1.3	178,200	0.5
Glen Eva	Below pit.				132	7.8	33,200	21,000	5.9	4,000	154	7.5	37,200	3.0
Total		305	1.6	15,800	363	6.3	73,600	4,506	1.3	193,100	5,174	1.7	283,000	

Table: Mount Coolon Gold Proprietary limited consolidated gold resources (Drummond Gold Limited annual report for the year ended 30 June 2014, released to the ASX 30 September 2014).

Future Work

It was recognized by GBM that an opportunity existed to rapidly upgrade the confidence levels of the key Eugenia resource, and to quickly add further resources from known project areas. Work to accomplish this upgrade is well advanced at the end of this quarter. This upgraded resource base will provide the foundation to investigate near term production options, including heap leaching of oxidised ores at Eugenia. GBM will evaluate a range of funding options to progress the Mount Coolon holdings. These options may include approaching companies with which we are developing strong relationships, capital raisings or a combination of these and other funding options.

Mount Morgan Copper – Gold Project

Exploration Results relating to the Mt Morgan Copper-Gold Project were previously reported pursuant to JORC 2004: This information has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

As a follow-up to the recent re-logging of historic core and the acquisition of detailed airborne magnetic/radiometric data from the Limonite Hill and Bajool project area, GBM commissioned world-renowned Dr.Greg Corbett of CMC Consulting to interpret historic drilling and drill core from beneath and surrounding the Mount Morgan mine and to review a number of GBM prospects at surface. The purpose of the review was to confirm the basis for the Company's intrusive-related/porphyry-style exploration strategy within the Mount Morgan project.

The existence of Permian to Triassic age porphyry-style Cu-Au +-Mo mineralisation within the project area is well established. However, much of the historic exploration effort has been directed towards discovery of VHMS deposits fitting the accepted deposit model for the Mount Morgan orebody.CMC Consulting interpreted the Mt Morgan quartz-sulphide mineralisation as low-sulphide deep epithermal style derived from a buried magmatic source related to either the nearby Devonian poly-phase tonalite complex or a Permian intrusive. The Lihir quartz-sulphide mineralisation in PNG is also interpreted to have been derived from an underlying porphyry Cu-Au source. The intrusive source at Mt Morgan may be localised on a splay fault off the NE-trending Slide Fault which transects the mine pit. Splay faults localise many porphyry Cu-Au ore systems such as Chuquicamata, Frieda, Ridgeway and Cadia East.

Field examination by CMC Consulting of prospects such as Sandy Creek, and Limonite Hill (Bajool area) confirmed GBM's interpretation of porphyry-related alteration, vein style and mineralisation at these prospects. Many of the Company's prospects display classic propylitic alteration assemblages, 'D'-vein type quartz-sulphide vein styles, or epithermal-style disseminated quartz-sulphide and metal assemblages. The evidence from GBM's exploration to date, with confirmation

from independent experts in the field strongly support the existence of porphyry systems beneath the present day surface.

GBM is now the beneficial holder of ten granted tenements in the area, Dee Range, Boulder Creek, Bajool, Black Range, Smelter Return, Limonite Hill, Limonite Hill East, Mt Hoopbound, Mt Victoria and the recently granted Mountain Maid lease. Project status was approved in May 2014 over seven of the ten granted licences. The tenement group, including applications, covers an area of approximately 760 square kilometres.

Forward Program

GBM geologists are now reviewing historic data from recent tenement acquisitions, and planning a project-scale exploration program for Mount Morgan. Prospects and targets will be ranked according to buried porphyry/intrusive related discovery potential prior to the application of geochemical, geophysical and drill testing methods

GBM considers the Mount Morgan Project to be highly prospective and worthy of a substantial exploration programme. GBM will continue to investigate options to further fund and explore this project, including joint venture and farm-in options.

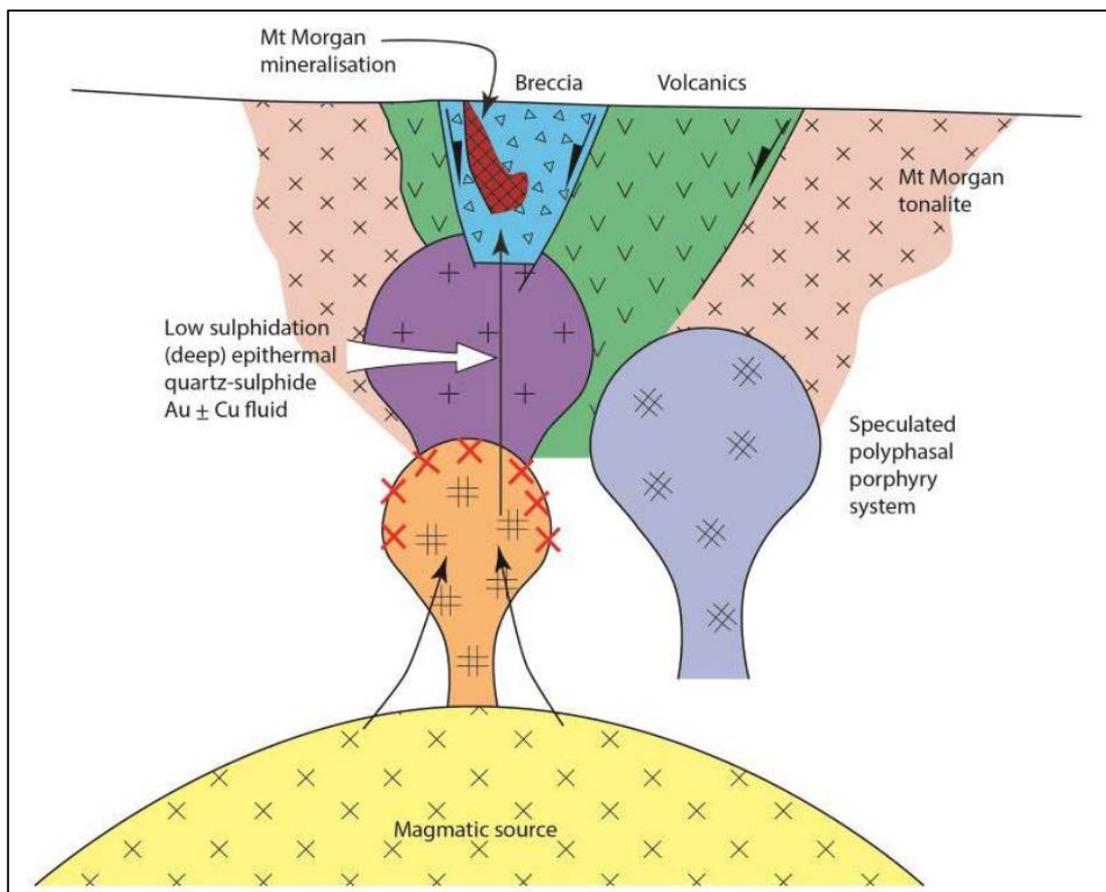
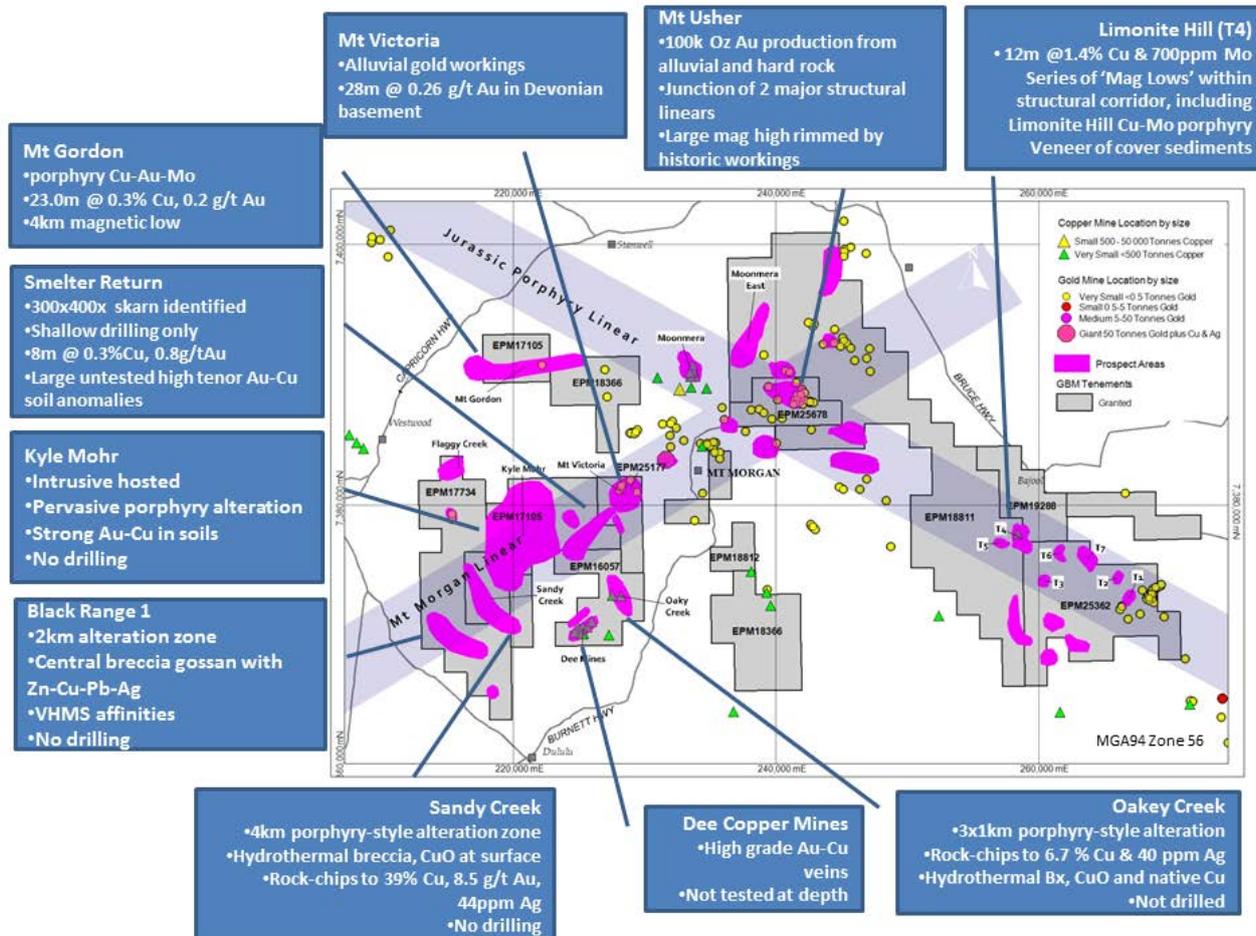


Figure: Conceptual model in which Mt Morgan mineralisation developed within a collapse breccia pipe overlying a poly-phase porphyry intrusion source (Menzies & Corbett, 2015).



LUBUK MANDI GOLD MINE PROJECT, MALAYSIA

(Refer ASX announcements 26 November 2013, 31 January 2014, 25 February 2014, 12 May 2014 and 23 June 2014 for Lubuk Mandi JORC 2012 disclosures). The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and the form and context of the announcement have not been materially modified.

In August of 2013 GBM announced the completion of the acquisition of approximately 40% of Malaysian company Angka Alamjaya Sdn Bhd (AASB) Joint Venture to explore and develop the Lubuk Mandi Gold Mine in Peninsular Malaysia. Since that time share issues by AASB in respect of the acquisition of an additional mining concession and to meet funding requirements over the period have adjusted GBM's interest to 26.7%.

The Lubuk Mandi Gold Mine is located on the east coast of the Malaysian Peninsula in the state and Sultanate of Terengganu, approximately 7 km south of the state capital city Kuala Terengganu. Gold was discovered in 1989 at the site and initially worked as alluvial deposits along a 2km strike length prior to hard rock mining at Lubuk Mandi. A CIP/CIL plant operated between 1993 and 1999, producing over 107,000 ounces of gold and approximately 11,000 ounces of silver. All mining was by open pit methods.

GBM completed drilling and resource estimation for the tailings from the previous mining operations resulting in the announcement in October 2013 (re-issued in November) of a JORC compliant resource. GBM subsequently commissioned metallurgical testwork and preliminary plant design that demonstrated the practicality of re-treating these tailings utilising a combination of the proven technologies of flotation and carbon in pulp to extract the gold. AASB completed final design and constructed a modified and downscaled version of the design completed by GBM and its associated consultants. As reported in the company's March 2015 Quarterly Report, that while there were still some

design modifications to be completed, performance during commission confirmed that the plant can operate at design capacity, head grades are in line with resource estimates and that recoveries in line with metallurgical testwork were achieved. However since that time the tailings treatment plant has experienced ongoing operational issues, resulting largely from the design modifications and failure to secure suitably qualified key professionals in the management team. As a result, the Lubuk Mandi tailings treatment plant commissioning phase has been extended to address these issues. The Company has been informed that the plant resumed operations at a 500tpd rate on July 21st and production is expected to ramp up to 1000tpd as soon as it is confirmed that all components are operating as required.

GBM's Malaysian Joint Venture partners are working to develop the Lubuk Mandi Mine to a sufficient scale to incorporate this operation into a new Company to be listed on the Catalyst Board of the Singapore Stock Exchange.

Mount Isa Region Copper Gold Projects

Pan Pacific Copper/ Mitsui Farm-in Projects

The Farm-in Agreement with multinational companies Pan Pacific Copper and Mitsui Corporation is in the final year of an initial six year farm-in period. The exploration budget for the year ending 31 March 2016 is approximately A\$2.2M. 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\$55 million on the development of new copper-gold exploration and mining projects in northwest Queensland to earn up to a 90% interest in the projects.

Activity Overview

Field work was in full swing during the June quarter at the Bungalien Project, south of Mount Isa, and the Mount Margaret project, north of the Ernest Henry mine. Work included the completion of a ground gravity survey and Induced Potential (IP) geophysical survey at Mount Margaret. At Bungalien, a drill rig was mobilised late in the quarter to 'The Brothers' target and has commence drilling in early July.

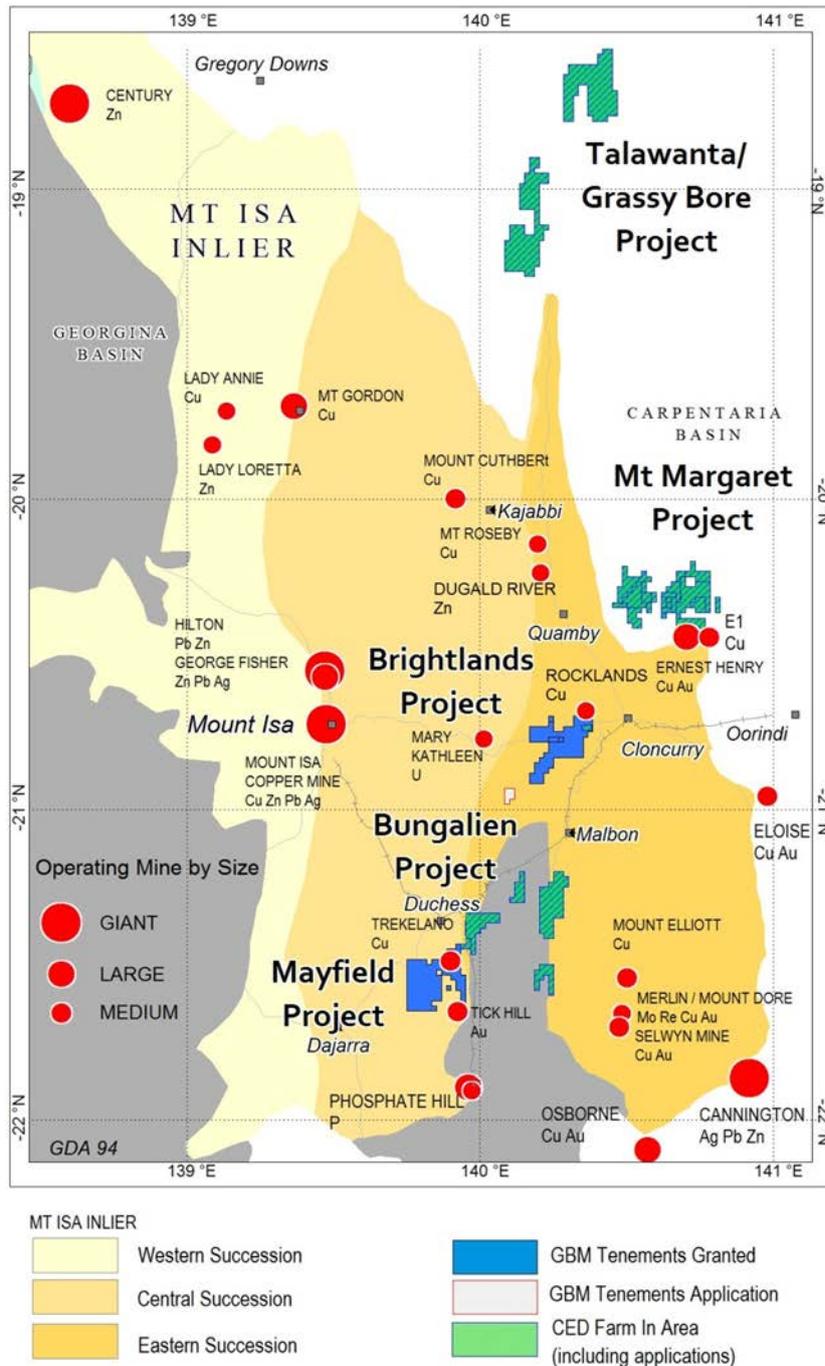


Figure: Location map showing Farm-in Areas.

Bungalien Project

Tenements: Bungalien 2 (EPM 18207); Horse Creek 2 (EPM 18208); Limestone Creek (EPM 17849); and The Brothers (EPM 25213).

The Bungalien project is located adjacent to the major Pilgrim Fault within the Mount Isa Block Eastern Fold Belt. The Proterozoic basement lies beneath up to 500m of Georgina Basin cover rocks and is dominated by felsic volcanics, mafic volcanics and quartzite intruded by a large pluton and associated stocks of Wimberu Granite. The Wimberu Granite is a member of the 1550-1500Ma Williams Batholith plutonic suite which has a close spatial relationship to copper-gold mineralisation in the Eastern Succession. Nearby to the west of the project area lie the Trekelano (Cu-Au) and Tick Hill

(Au) deposits, and to the east the Mount Dore mineralised corridor which contains past and producing Cu-Au deposits including Starra, Mount Dore, Mount Elliot, and the Merlin Mo-Re deposit.

Due to the depth of cover, exploration at Bungalien has been driven by the acquisition and interpretation of geophysical data. Eight deep diamond drill holes have been completed at Bungalien since program inception, all targeting potential-field or electrical geophysical anomalies. All drill holes have intersected IOCG-style alteration (magnetite-Kspars-albite-actinolite-carbonate) and a number have returned significant low-grade mineralised intercepts.

Bronzewing Bore & The Brothers Prospects

During the quarter a proposal was generated for Bronzewing Bore and the Brothers prospects whereby one of a series of planned holes based on the latest constrained 3D inversion models of magnetic and gravity data would be completed following review and ranking of the proposed targets.

It was decided to pursue drilling of Prop_01a at the Brothers prospect, an intense magnetic anomaly with offset gravity response located south of the Bronzewing Bore prospect. An attempt to test this anomaly was made in 2011 with BNG003, however very low magnetic susceptibility throughout the drill core to the end of hole at 602m indicates the magnetic anomaly was not intersected.

The drill plan involves re-entry of the existing BNG003 vertical drill hole and directional drilling to test the centre of the 3D magnetic anomaly with a planned final hole depth of 1,000m. Modelling indicates the anomaly is deeper and slightly offset from the end-of-hole position of BNG003. Significant cost savings should result from the re-entry compared to drilling a new hole from surface.

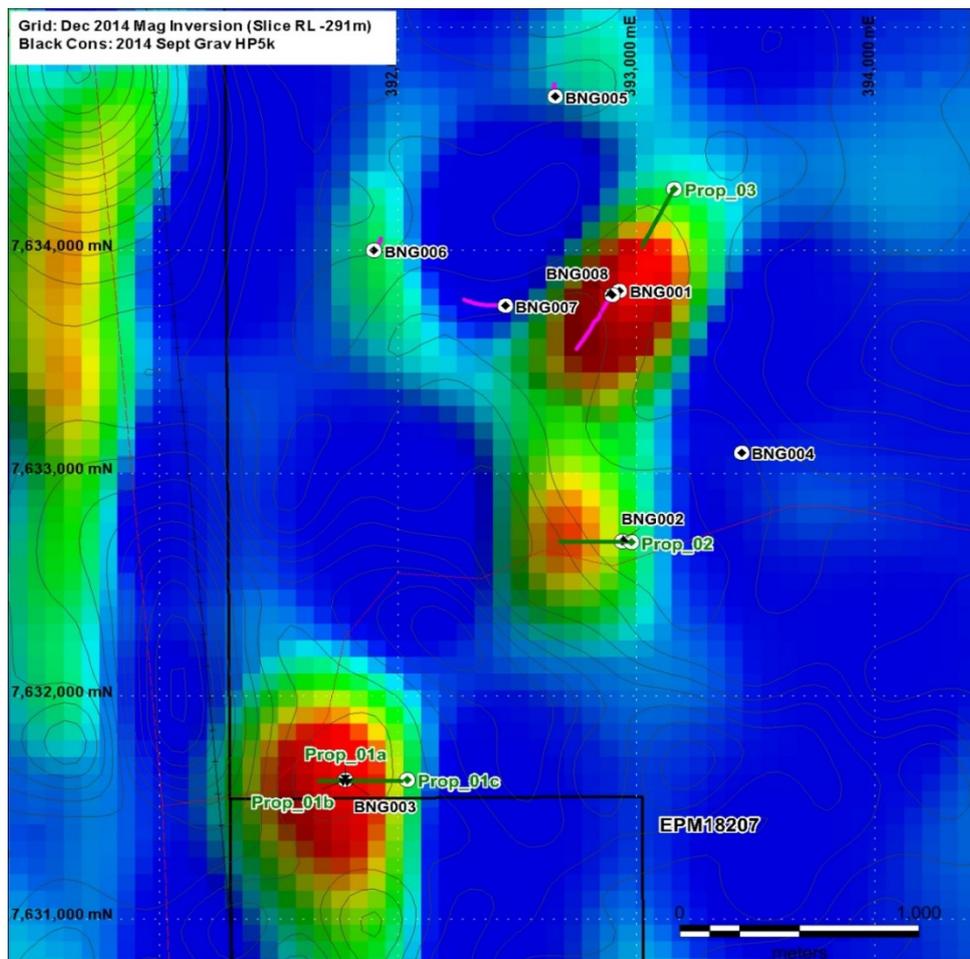


Figure: Bronzewing Bore & The Brothers Prospects: Slice through magnetic inversion model at -291m RL with corresponding gravity model slice contours. Planned drill collars and traces in green. The Brothers target is the southern magnetic high shown with BNG003 collar location.

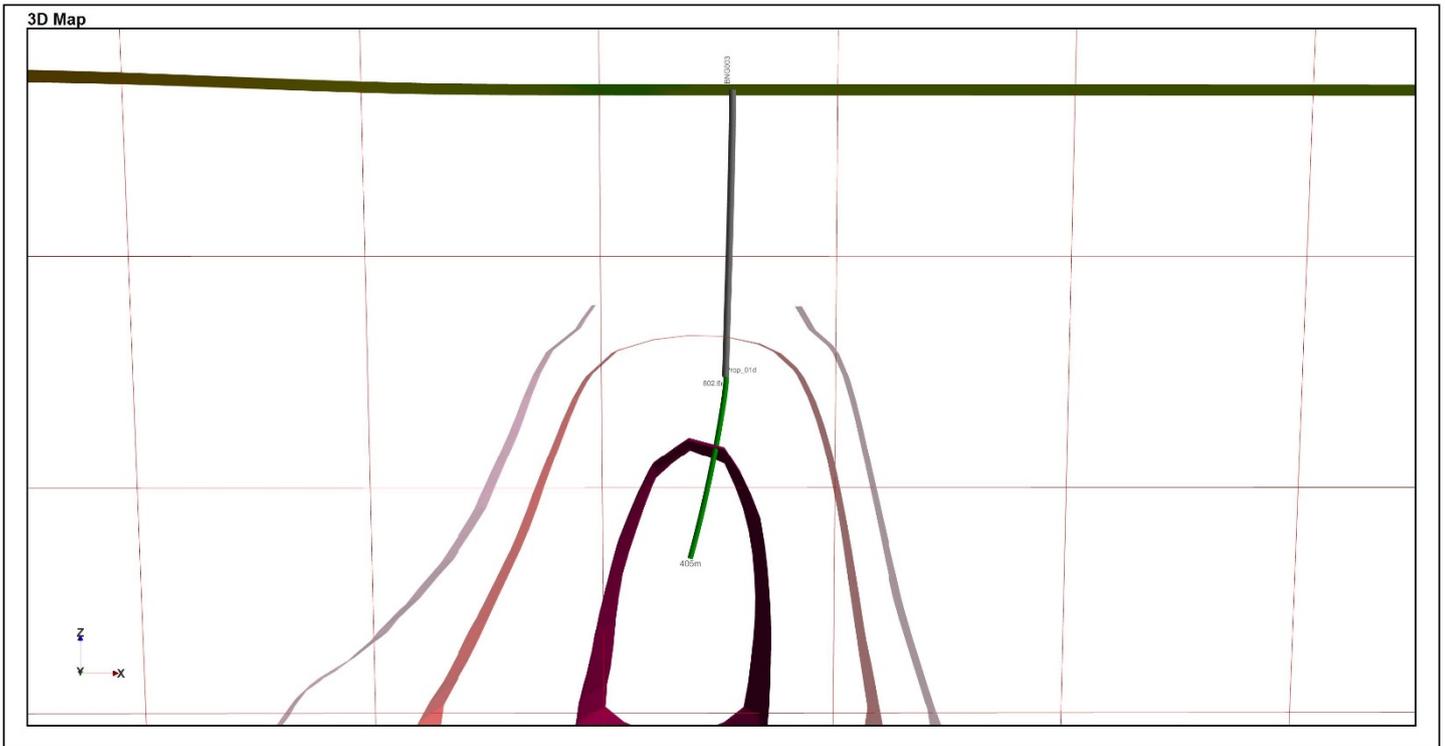


Figure: The Brothers magnetic inversion target with existing BNG003 to 602m and the planned drill trace Prop_01a in green to approximately 1,000m EOH depth (green).



Figure: DDH1 Drilling diamond rig during setup at BNG003 (end of June 2015), The Brothers target.

Mount Margaret West Project

The Mount Margaret group of tenements consist of Mt Malakoff Ext (EPM 16398) Dry Creek (EPM 18172) Dry Creek Ext (EPM 18174) Cotswold (EPM 16622), Mt Marge (EPM 19834), Tommy Creek (EPM 25545) and Corella (EPMA 25544).

The Mount Margaret tenements are in an area of shallow cover (<100m) over Proterozoic rocks that include the host to the nearby Ernest Henry Cu-Au-magnetite mine. A number of named IOCG prospects are located within the CED JV tenements at Mount Margaret and these have been explored by other companies to varying degrees. Exploration by the CED to date has been focussed on reviewing the historical work (drilling, geophysics, soil sampling) conducted by companies such as Chevron, BHP, WMC, MIMEX and Xstrata with the aim to identify gaps in the previous exploration efforts and to delineate and explore new areas that remain untested.

A review of prospects and targets within the project was completed during the quarter and a short list selected and incorporated in a greater project drilling proposal. The targets were selected after the completion and analysis of the recent IP survey within the FC2 and FC2W prospects. The two top ranked targets are located in FC2/FC2NW, targets 3, 4 and 5 are in FC12 and target 6 falls within the FC4NW prospect area. The 2015 budget and program allows for ca 1400m of mud-rotary and diamond drilling on the Mount Margaret tenements this field season. This will be sufficient for at least 3 drill holes, and possibly as many as 5 depending on hole-lengths and other budgetary considerations.

FC2/FC2W Prospects. During the quarter an IP survey program was completed . and was designed to infill and extend the existing survey completed during the 2014 field season and cover all priority areas considered likely to generate drill targets for the 2015 season. The program was designed to test for chargeability response within the parallel magnetic belts at FC2W and within an area of elevated MMI partial leach soil anomalism in the NW corner of FC2W. Furthermore, a small 3DIP survey was also completed over the MMA007 target area at FC2.

Results from data processing and inversion showed an exciting discrete chargeability anomaly in the 3DIP data adjacent to the overlapping magnetic/gravity anomaly drill-tested by MMA007 in 2014 (discussed further below). The 2D survey confirmed the linear anomaly at FC2NW, extending the anomaly strike length further north, and produced a deep chargeability anomaly coincident with an offset magnetic ridge in the north-west corner of FC2W.

See figures below.

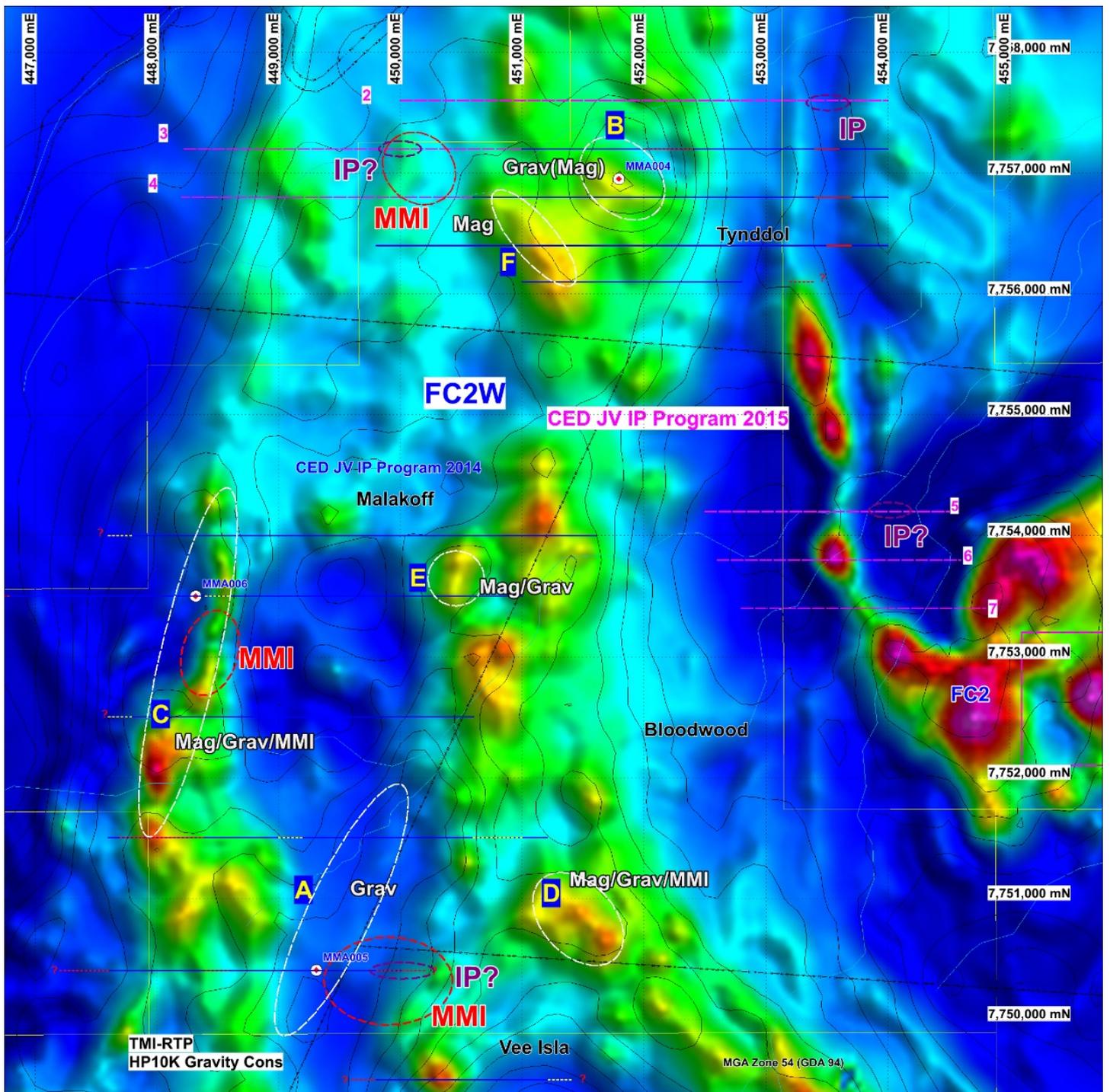


Figure: FC2/FC2W Prospects 2015 IP program (pink dashed 2DIP lines and pink dashed 3DIP square on east edge of image) showing priority ratings from 1 to 7. CED JV 2013, 2014 collars with background TMI-RTP and HP10K gravity contours. 2014 IP program (blue lines) with anomalies highlighted (red – significant; recognisable – red/yellow dashed lines). 2015 IP program anomalies circled and annotated. Other anomalies/target areas circled.

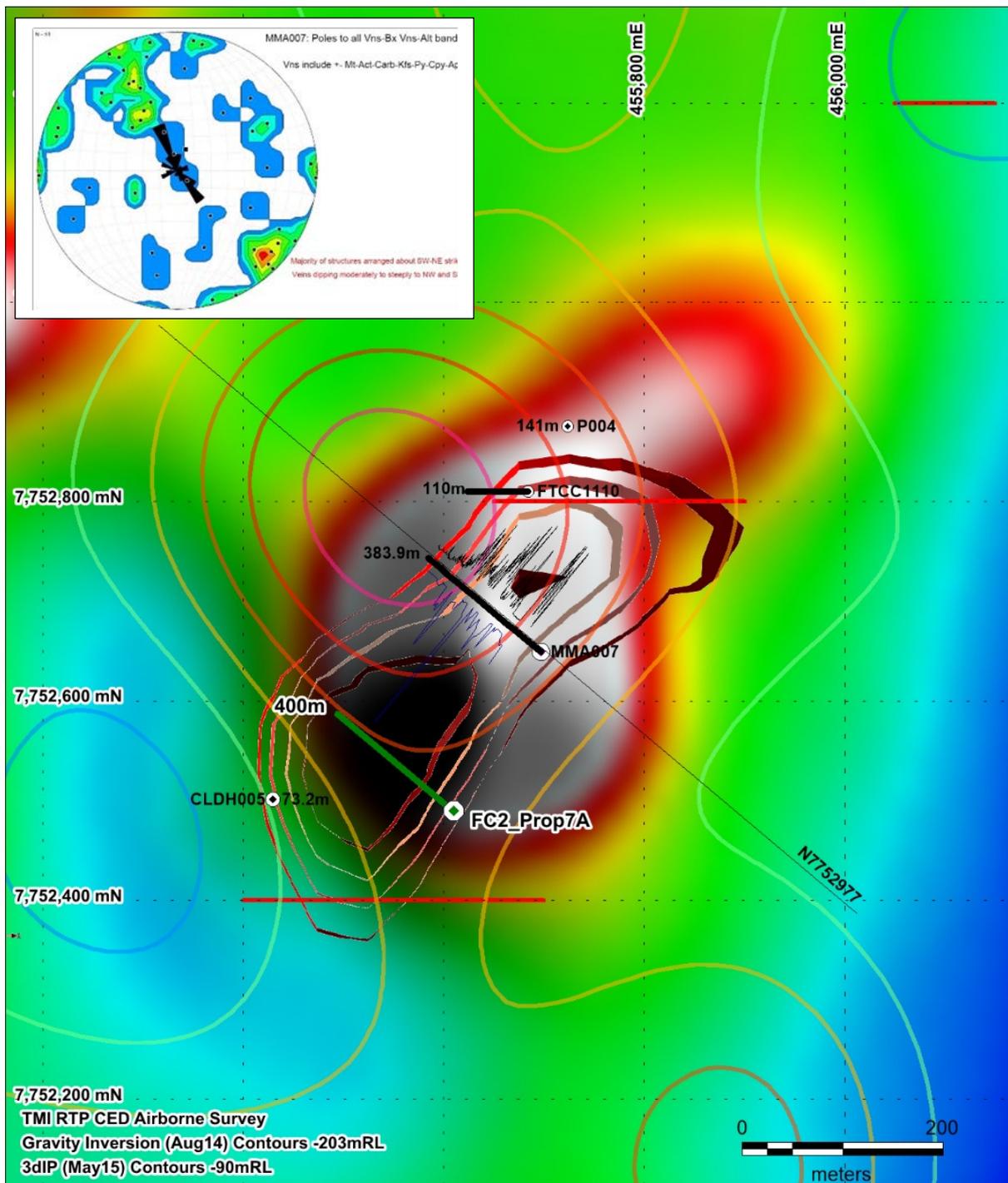


Figure: FC2 Prospect 2D plan view of target area showing a 3D horizontal slice of the IP inversion contours at -90m RL. Also showing 3D gravity inversion model contours at a depth of -203mRL, on a background image of TMI RTP. Collars and drill-traces are also shown for historical and CED JV drill-holes. MMA007 oriented core measurements (inset) indicate that veins, breccia veins and alteration banding is arranged about a NE-SW strike with the majority dipping moderately-to-steeply to the SE.

The 3DIP chargeability anomaly was ranked at the top of the list for drill testing at Mount Margaret due to its proximity to the overlapping magnetic/gravity anomaly intercepted in MMA007. This hole intersected strong magnetite hydrothermal alteration with pyrite and minor chalcopyrite throughout much of the basement intermediate to mafic volcanic rocks. The high-chargeability target may represent a higher-sulphide/lower magnetite component of the IOCG system present at this prospect.

Proposed drill hole Prop_07A is designed to test the centre of the chargeability high.

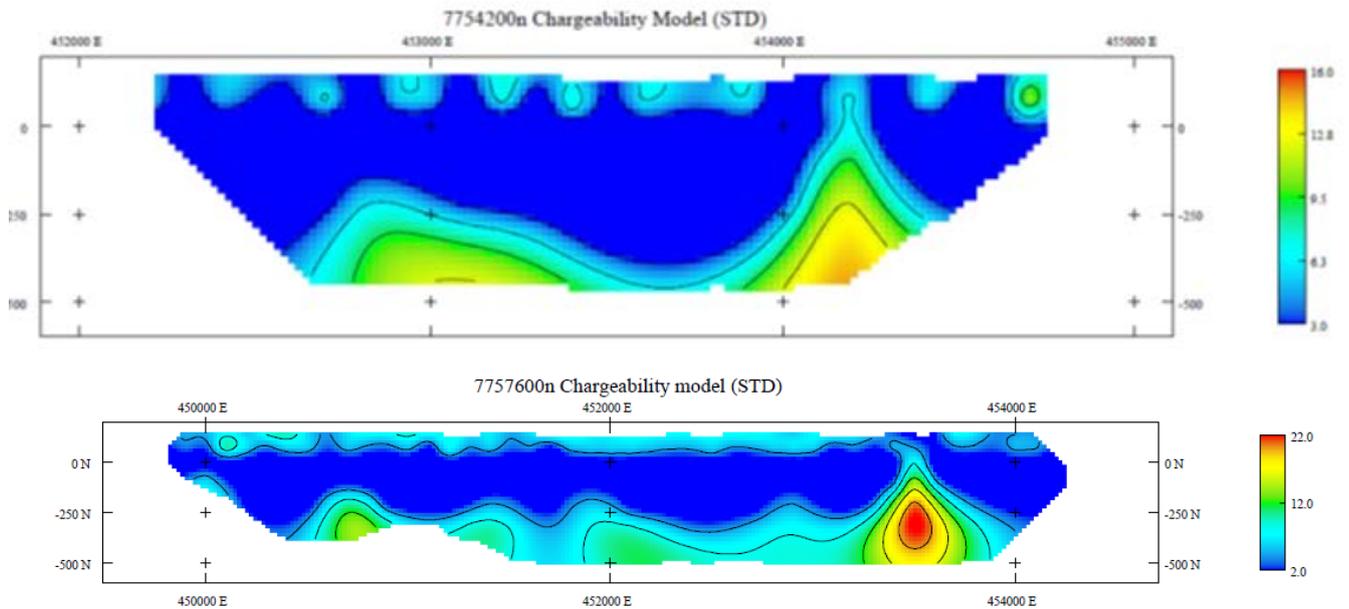


Figure: FC2/FC2W Prospects 2015 IP survey results for Line 7754200mN (FC2W) and 7757600mN (FC2NW). Lines were surveyed using Dipole-Dipole Array Tx 200m, 400m & Rx 200m. Top line shows a deep chargeability anomaly which is coincident with a dislocated magnetic ridge. This feature is near the limit of effective depth penetration and would require follow-up IP surveying to confirm prior to drill testing. The bottom line highlights the strong chargeability anomaly located at FCNW, present on a series of lines, and which will be drill tested in the next quarter.

Inversion of JV and historic IP data in 2014 produced a pronounced, strong linear anomaly in basement associated with a magnetic low adjacent to the northern limb of the FC2 ironstone belt. This target (FC2NW) was planned for drill testing late in 2014 but due to the early onset of the wet season, drilling was postponed. The 2015 IP survey included a line that extended over the inferred northern continuation of this anomaly. Continuation of the anomaly was confirmed and drill testing is again scheduled for early next quarter. An exploration model of high-sulphide in a reduced host such as shale is suggested for FC2NW, similar to the mineralisation at Dugald River (Pb-Zn) or Mount Oxide (Cu).

Tommy Creek Prospect

The Tommy Creek EPM, located immediately south of FC2W prospect area, contains a number of magnetic/gravity anomalies within. A ground gravity survey was carried out during the quarter and was designed to infill the sparse regional gravity dataset and confirm the location and intensity of the anomalies. The survey area covered 19 km², on a 200m x 200m grid. The most northern line consisted of 14 stations that were survey repeats, used to tie the current survey with the existing 2014 survey to the north.

The new survey data, subsequently processed and merged with the August 2014 gravity data, highlighted a 3mGal gravity anomaly at 450820E/7744850N which is near coincident with a magnetic high. The size and intensity of the anomaly is similar to the gravity signature from Ernest Henry mine. The Tommy Creek target is completely covered by Mesozoic sediments and has not been drill tested historically. The anomaly will likely be a priority target for the 2016 field season.

Figure below shows the survey extent and contoured gravity data merged with the regional dataset.

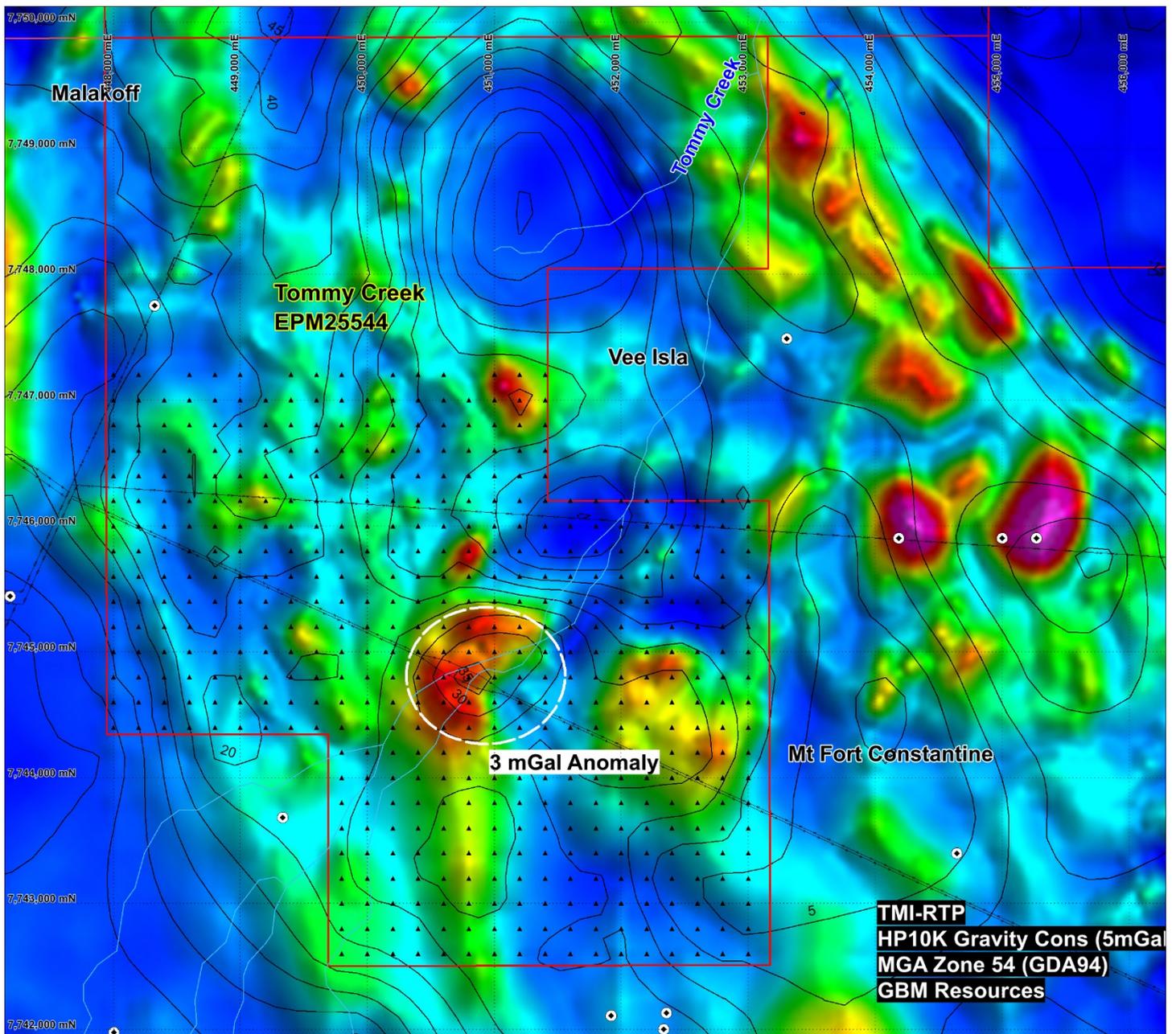


Figure: Tommy Creek prospect ground gravity survey points with contoured gravity data merged with the regional dataset. Background is airborne magnetics TMI RTP grid. All historic drill collars included and EPM boundaries.

FC12 Prospect

The FC12 prospect area is defined by a large gravity high with coincident complex magnetic anomaly. The gravity anomaly is one of the most intense in the Mount Margaret project area at approximately 5 mgal. The magnetic anomaly is characterised by a broad central magnetic low with an annular high possibly representing magnetite alteration at the margin of a semi-circular intrusion or conversely, magnetite destructive haematitic alteration in the central zone. The strongest gravity response is generally associated with the annular magnetic highs.

The JV has spent considerable effort locating and reprocessing historic potential field and electrical geophysical data at FC12. A detailed ground gravity survey and partial leach (MMI) soil sampling has also been completed. As a result of this work, a series of four targets were recently defined, and of these at least two are proposed for drill testing in the next quarter.

The figures below outline the target locations and the selection rationale for the priority targets.

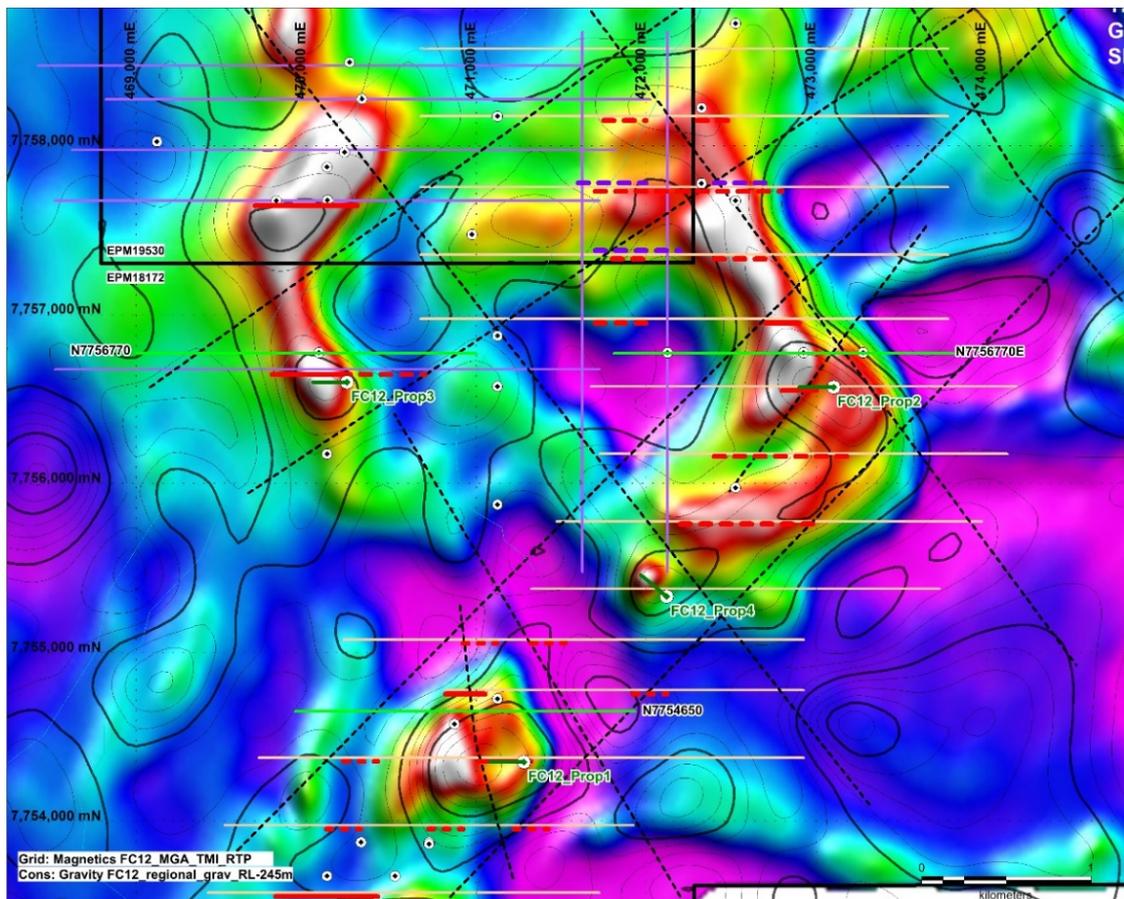


Figure: FC12 Prospect. Image showing proposed collar locations and drill traces projected to surface for 4 proposed target areas at FC12. Background is TMI-RTP with gravity contours from the latest 3d inversion (slice at -245m RL).

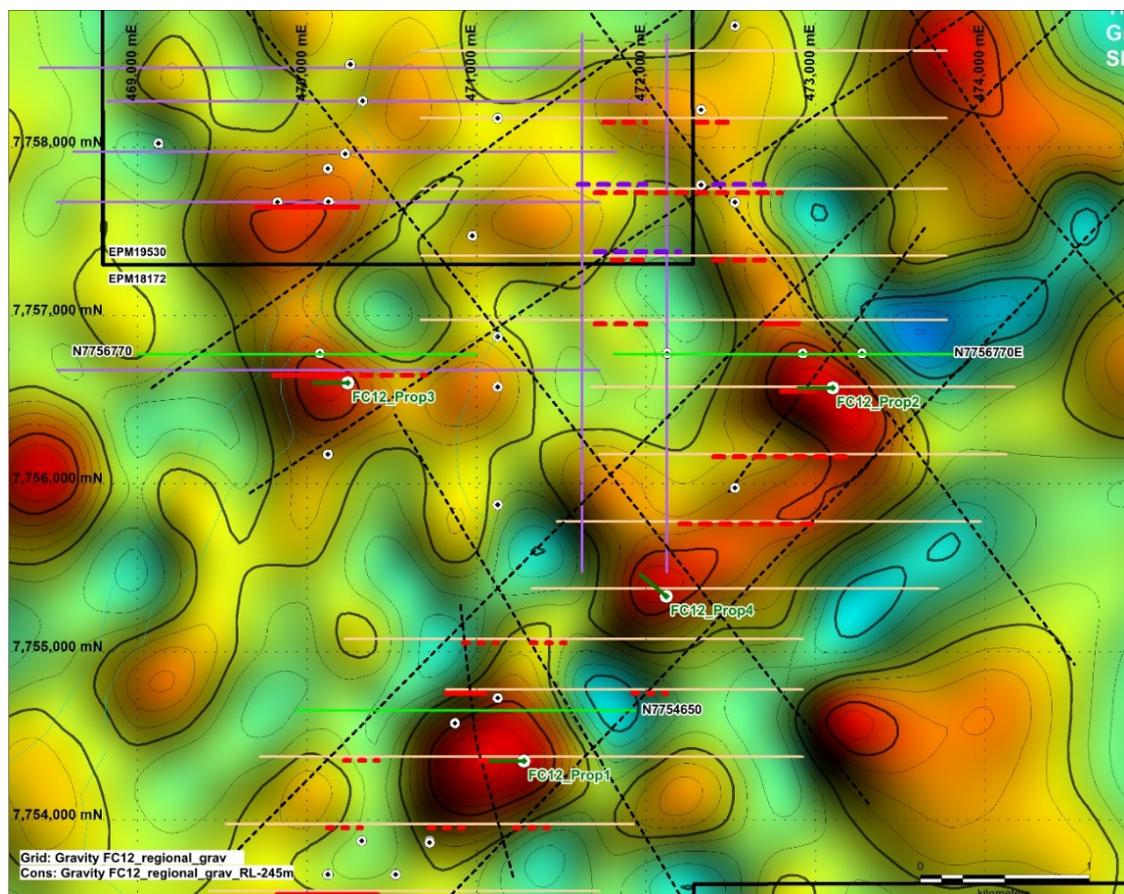


Figure: FC12 Prospect. Proposed collar locations and drill traces projected to surface for 4 proposed target areas at FC12. Gravity contours from the latest 3D inversion (slice at -245m RL) over background regional gravity grid.

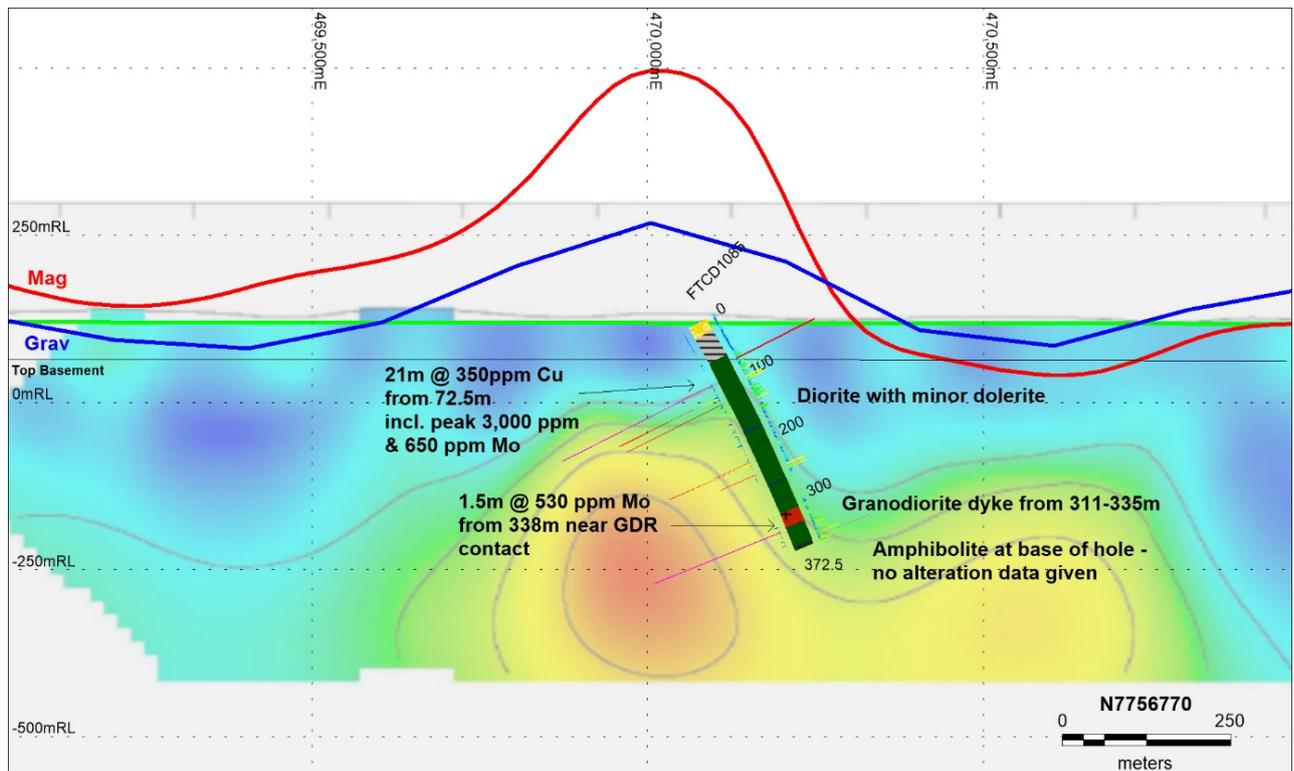


Figure: FC12 Prospect Prop_3 location. 2D section of Chargeability Inversion Model for WMC IP line 7756500N with annotated down-hole log of historic WMC hole FTCD1085 and magnetic (red) and gravity (blue) profile lines. The drill hole was interpreted to have been drilled with the incorrect azimuth and misses the IP and magnetic target. Patchy but highly anomalous Mo (with Cu) mineralisation suggests proximity to IOCG system.

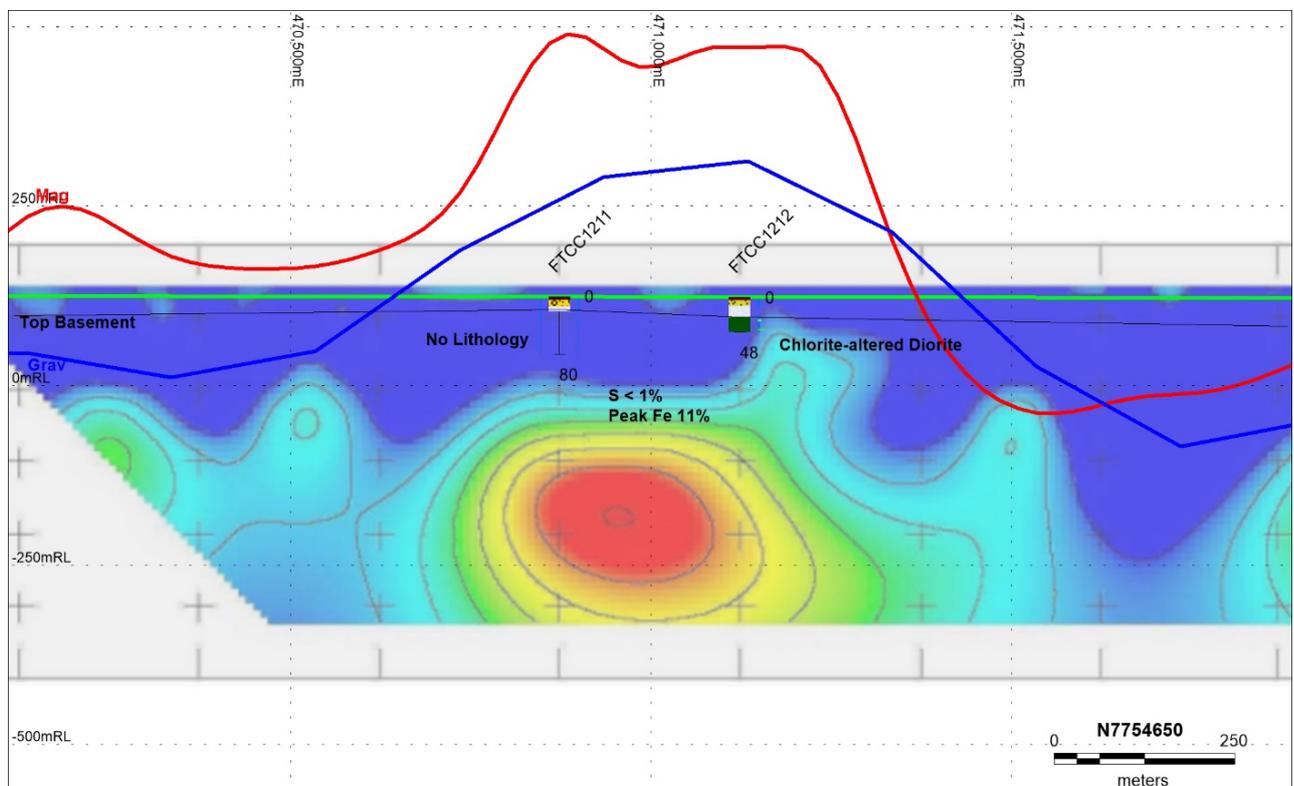


Figure: FC12 Prospect Prop_1 target. 2D section through N7754650 on the MIMDAS chargeability section showing gravity (blue) and magnetic (red) profiles. Section has a 400m north clip to capture historic holes FTCC1211 & 1212 (located 200m and 350m north of section line). The maximum S and Fe percentage in downhole assays is insufficient to explain the magnetic/gravity/chargeability anomalies.

Forward Program

The September quarter will see the planned re-entry of BNG003 and 400m tail at The Brothers prospect completed. Downhole three-component magnetic susceptibility surveying to look for potential off-hole targets will be undertaken if required. Drilling will commence at the start of the quarter and all assay results should be received during the quarter.

At Mount Margaret, work will focus on the completion of the mud-rotary/diamond drilling program consisting of at least four drill holes testing targets at FC2, FC2NW and FC12. All drilling should be completed and assay results received in the September quarter. All completed drill holes will be surveyed with downhole IP. Target generation for the 2016 field season will be ongoing.

TENEMENT SUMMARY

Throughout the June quarter reports and payments have been lodged as required. Technical reports continue to be lodged and are up to date and in line with the Department requirements.

Changes to the tenement status include:

- Tenement Transfer from Newcrest – Revised sale Agreement for license EPM 19483 received, allowing transfer from Newcrest to GBM.
- Approval of the Mt Margaret Project status is pending.
- Applications to vary the relinquishments on EPM's 18812, 18172, 18208 have been submitted.
- Renewal applications for EPM's 16398 and 17849 have been submitted.

Project / Name	Tenement No.	Owner	Manager	Interest	Status	Granted	Expiry	Application Date	Approx Area (km ²)	sub-blocks	State
Victoria											
Malmsbury											
Belltopper	EL4515	GBMR* ¹ /Belltopper Hill	GBMR	100%	Granted	06-Oct-05	05-Oct-15		25	25	Vic
Lauriston	EL5120	GBMR/Belltopper Hill	GBMR	100%	Granted	17-Dec-08	16-Dec-15		8	8	Vic
Willaura											
Willaura	EL5346	GBMR	GBMR	100%	Granted	02-Jun-11	01-Jun-16		8	8	Vic
Lake Bolac2	EL5423	GBMR	GBMR	100%	Granted	03-Dec-12	02-Dec-17		218	218	Vic
Yea											
Monkey Gully	EL5293	GBMR	GBMR	100%	Granted	23-Mar-11	22-Mar-16		316	316	Vic
Tin Creek	EL5292	GBMR	GBMR	100%	Granted	23-Mar-11	22-Mar-16		329	329	Vic
Rubicon	EL5347	GBMR	GBMR	100%	Granted	27-Feb-12	26-Feb-17		104	104	Vic
Queensland											
Mount Morgan											
Dee Range	EPM16057	GBMR	GBMR	100%	Granted	27-Sep-07	26-Sep-16		46	14	Q'ld
Boulder Creek	EPM17105	GBMR	GBMR	100%	Granted	26-Mar-08	25-Mar-17		88	27	Q'ld
Black Range	EPM17734	GBMR	GBMR	100%	Granted	20-May-09	19-May-16		81	25	Q'ld
Smelter Return	EPM18366	GBMR	GBMR	100%	Granted	21-Jun-12	20-Jun-17		98	30	Q'ld
Limonite Hill	EPM18811	GBMR	GBMR	100%	Granted	21-Nov-12	20-Nov-17		260	80	Q'ld
Limonite Hill East	EPM19288	GBMR	GBMR	100%	Granted	31-Oct-13	30-Oct-18		29	9	Q'ld
Mt Hoopbound	EPM18812	GBMR	GBMR	100%	Granted	26-Jul-12	25-Jul-17		23	7	Q'ld
Mt Victoria	EPM25177	GBMR	GBMR	100%	Granted	26-Aug-14	25-Aug-17		3	1	Q'ld
Bajool	EPM25362	GBMR	GBMR	100%	Granted	27-Nov-14	26-Nov-17		111	34	Q'ld
Mountain Maid	EPM25678	GBMR	GBMR	100%	Granted	09-Apr-15	08-Apr-18		26	8	Q'ld
Mount Isa Region											
Talawanta - Grassy Bore											
Talawanta2	EPM19255	GBMR* ² /Isa Tenements	GBMR	100%	Granted	26-Aug-14	25-Aug-19		325	100	Q'ld
Grassy Bore2	EPM19256	GBMR* ² /Isa Tenements	GBMR	100%	Granted	27-Jun-14	26-Jun-18		322	99	Q'ld
Mount Margaret											
Mt Malakoff Ext	EPM16398	GBMR* ² /Isa Tenements	GBMR	100%	Granted	19-Oct-10	18-Oct-15		85	26	Q'ld
Cotswold	EPM16622	GBMR* ² /Isa Tenements	GBMR	100%	Granted	30-Nov-12	29-Nov-17		46	14	Q'ld
Mt Marge	EPM19834	GBMR/Isa Tenements	GBMR	100%	Granted	04-Mar-13	03-Mar-18		3	1	Q'ld
Dry Creek	EPM18172	GBMR* ² /Isa Tenements	GBMR	100%	Granted	13-Jul-12	12-Jul-17		189	58	Q'ld
Dry Creek Ext	EPM18174	GBMR* ² /Isa Tenements	GBMR	100%	Granted	25-Oct-11	24-Oct-16		39	12	Q'ld
Corella	EPM25545	GBMR/Isa Tenements	GBMR	100%	Granted	20-Mar-15	19-Mar-17		59	18	Q'ld
Tommy Creek	EPM25544	GBMR/Isa Tenements	GBMR	100%	Granted	11-Nov-14	10-Nov-16		33	10	Q'ld
Brightlands											
Brightlands	EPM14416	GBMR* ² /Isa Brightlands	GBMR	100%	Granted	5-Aug-05	4-Aug-16		254	78	Q'ld
Brightlands West	EPM18051	GBMR/Isa Brightlands	GBMR	100%	Granted	22-Oct-13	21-Oct-18		7	2	Q'ld
Brightlands West Ext.	EPMA18672	GBMR/Isa Brightlands	GBMR	100%	Appl'n			04-May-10	16	5	Q'ld
Wakeful	EPM18454	GBMR/Isa Brightlands	GBMR	100%	Granted	23-Jan-12	22-Jan-17		13	4	Q'ld
Highway	EPM18453	GBMR/Isa Brightlands	GBMR	100%	Granted	23-Jan-12	22-Jan-17		20	6	Q'ld
Bungalien											
Limestone Creek	EPM17849	GBMR/Isa Tenements	GBMR	100%	Granted	20-Oct-10	19-Oct-15		49	15	Q'ld
Bungalien 2	EPM18207	GBMR* ² /Isa Tenements	GBMR	100%	Granted	24-May-12	23-May-17		163	50	Q'ld
Horse Creek 2	EPM18208	GBMR* ² /Isa Tenements	GBMR	100%	Granted	2-Aug-12	1-Aug-17		163	50	Q'ld
The Brothers	EPM25213	GBMR/Isa Tenements	GBMR	100%	Granted	16-Oct-14	15-Oct-19		10	3	Q'ld
Mayfield											
Mayfield	EPM19483	GBMR* ^{2,4} /Isa Tenements	GBMR	100%	Granted	11-Mar-14	10-Mar-19		302	93	Q'ld
Mt Coolon											
Mt Coolon	EPM15902	GBMR/MCGM	GBMR	100%	Granted	13-Jun-08	12-Jun-18		325	100	Q'ld
Mt Coolon East	EPMA25850	GBMR/MCGM	GBMR	100%	Appl'n			19-Dec-14	260	80	Q'ld
Mt Coolon North	EPM25365	GBMR/MCGM	GBMR	100%	Granted	18-Sep-14	17-Sep-19		146	45	Q'ld
Conway	EPM7259	GBMR/MCGM	GBMR	100%	Granted	18-May-90	17-May-19		39	12	Q'ld
Koala 1	ML 1029	GBMR/MCGM	GBMR	100%	Granted	30-May-74	31-Jan-24		0.7		Q'ld
Koala Camp	ML 1085	GBMR/MCGM	GBMR	100%	Granted	27-Jan-94	31-Jan-24		0.0		Q'ld
Koala Plant	ML 1086	GBMR/MCGM	GBMR	100%	Granted	27-Jan-94	31-Jan-24		1.0		Q'ld
Glen Eva	ML 10227	GBMR/MCGM	GBMR	100%	Granted	05-Dec-96	31-Dec-16		1.3		Q'ld

Note *¹ subject to a 2.5% net smelter royalty to vendors.

*² subject to a 2% net smelter royalty is payable to Newcrest Mining Ltd. On all or part of the tenement area.

*³ For Q'ld tenements, 1 subblock ~3.2km². Underlined areas indicate the tenement is contained in new application area.

*⁴ subject to approval by DME of transfer from Newcrest.

*⁵ GBM holds approximately 40% of AASB

*⁶ Chumvale prospect within GBM's Brightlands tenement

Figure; GBM Tenement summary table as at June 30th 2015.

CORPORATE

1. The Company spent a total of A\$772,000 in the quarter, of which A\$444,000 was for exploration and A\$328,000 for administration costs. Cash at 30 June 2015 was A\$1.1 million.
2. On 13 April 2015 the Company completed a share placement of 22,700,000 ordinary fully paid shares, at an issue price of 2.5 cents per share, raising A\$567,500 before costs. The share issue was completed under the Company's security issue capacity under ASX Listing Rule 7.1.
3. On 13 April 2015 the Company announced the completion of the acquisition of the entire issued capital of Mt Coolon Gold Mines Pty Ltd from Drummond Gold Limited, for consideration of A\$850,000 plus 50,000,000 ordinary fully paid shares. The share issue was completed under the Company's security issue capacity under ASX Listing Rule 7.1.
4. Subsequent to the end of the June quarter the Company advised that it has entered into a Share Acquisition Framework Agreement (Framework Agreement) with state-owned enterprise Jiangxi Centre Mining Co Ltd (JCM), an entity owned by Jiangxi Provincial Bureau of Coal Geology, formalising an investment in GBM for strategic investment and partnership. Under the Framework Agreement it is proposed JCM will subscribe up to a 19.9% shareholding.

JCM is a business unit of the Jiangxi Provincial Bureau of Coal Geology, a large Chinese industrial conglomerate actively engaged in mineral exploration, mineral development, engineering construction and property development in and around the Jiangxi Province and globally. Its mineral exploration projects include the commodities of coal, coal bed methane, gas, vanadium, copper, gold, rare earths, salt and iron ore.

The Framework Agreement encompasses a funding strategy to fully explore and develop GBM projects and forms part of the broader strategic alliance to acquire additional near-term development resources projects in other key commodities.

The Framework Agreement was signed in Sydney, Australia at the China (Jiangxi) Australia Business Promotion Conference, and was attended by Mr Qiang Wei, Party Secretary of the CPC Jiangxi Provincial Committee and General Director, Mr Xu Kaiyun of the Jiangxi Provincial Bureau of Coal Geology and JCM executives.

GBM is looking to complete a binding Share Subscription Agreement for the Placement which will be subject to shareholder approval for the issue of shares pursuant to the transaction. Once the Share Subscription Agreement is finalised, details of the Agreement and further information about JCM will be set out in a notice of meeting for the consideration of GBM shareholders.

As at the date of the Quarterly Report negotiations are still being discussed.

Board Changes

On 15 April 2015 the Company appointed Mr Hun Seng Tan as a Non-Executive Director of the Company, refer to ASX release dated 15 April 2015 for further details regarding Mr Tan's experience and appointment to the Board.

The Company advises that it has accepted the resignation of Mr Chiau Woei Lim as a Non-Executive Director of the Company effective 30 July 2015. Mr Lim has resigned to pursue other business opportunities.

Following the changes the Company advises that the Board is now comprised as follows:

Mr Peter Thompson	-	Executive Chairman
Mr Neil Norris	-	Executive Director (Exploration)
Mr Hun Seng Tan	-	Non-Executive Director
Mr Frank Cannavo	-	Non-Executive Director

For Further information please contact:

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

Media
Karen Oswald
Marko Communications
Tel: 0423 602 353

Explanatory notes:

Competent Person's Statement for Exploration Results included in this report that were previously reported pursuant to JORC 2004: This information has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

The information in this report that relates to Exploration Results is based on information compiled by Neil Norris, who is a Member of The Australasian Institute of Mining and Metallurgy and The Australasian Institute of Geoscientists. Mr Norris is a full-time employee of the company, and is a holder of shares and options in the company. Mr Norris has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Norris consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results is based on information compiled by Neil Norris, who is a Member of The Australasian Institute of Mining and Metallurgy and The Australasian Institute of Geoscientists. Mr Norris is a full-time employee of the company, and is a holder of shares and options in the company. Mr Norris has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Norris consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The Company confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcements and the form and context of the announcements have not been materially modified.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/01, 01/06/10, 17/12/10

Name of entity

GBM Resources Limited

Quarter ended ("current quarter")

ABN 91 124 752 745

30 June 2015

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for: (a) exploration and evaluation (including JV Farm-in spend)	(444)	(2,744)
(b) development	-	-
(c) production	-	-
(d) administration	(328)	(1,185)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	2	21
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other - Grants and JV management fees - R&D concession refund	84 -	250 -
Net Operating Cash Flows	(686)	(3,658)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a)prospects	-	-
(b)equity investments	(700)	(800)
(c) other fixed assets	-	(1)
(d) bonds	-	(23)
1.9 Proceeds from sale of: (a)prospects	-	-
(b)equity investments	-	-
(c)other fixed assets	264	264
(d) bonds redeemed	-	15
1.10 Loans to other entities	(22)	(297)
1.11 Loans repaid by other entities	-	700
1.12 Other - JV Farm-in contributions received	705	2,086
Net investing cash flows	247	1,944
1.13 Total operating and investing cash flows (carried forward)	(439)	(1,714)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(439)	(1,714)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	568	2,568
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (capital raising costs)	(63)	(273)
	Net financing cash flows	505	2,295
	Net increase (decrease) in cash held	66	581
1.20	Cash at beginning of quarter/year to date	1,042	527
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	1,108	1,108

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	139
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	<i>Director remuneration – fees and salaries.</i>	

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

During the quarter the Company issued 50 million ordinary fully paid shares to Drummond Gold Limited, at a fair value of 2.3 cents per share, as part of the consideration to acquire a 100% interest in the issued capital of Mt Coolon Gold Mines Pty Ltd.

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Expenditure for the quarter of \$417,993 (\$1,840,400 year to date) incurred by other entities under joint venture farm-in agreements on projects held by the Company has been included at 1.2(a).

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation ¹	600
4.2 Development	
4.3 Production	
4.4 Administration	250
Total	850

¹The forecast cash outflows for the period include expenditure on the farm-in projects subject to the agreement with Mitsui and Pan Pacific. During July 2015 the Company received \$677,763 in respect of the September 2015 quarter work program from its farm-in partners.

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	1,008	942
5.2 Deposits at call	100	100
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	1,108	1,042

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	Nil		
6.2	Interests in mining tenements acquired or increased	EPM15902 EPM25365 EPM7259 ML1029 ML1085 ML1086 ML10227	Nil Nil Nil Nil Nil Nil Nil	100% 100% 100% 100% 100% 100% 100%

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference +securities <i>(description)</i>	-		
7.2	Changes during quarter	-		
7.3	+Ordinary securities	557,894,121	557,894,121	
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	72,700,000 -	72,700,000 -	
7.5	+Convertible debt securities <i>(description)</i>	-	-	
7.6	Changes during quarter	-	-	
7.7	Options <i>(description and conversion factor)</i>	177,746,562	177,746,562	<i>Exercise price</i> \$0.035 <i>Expiry date</i> 30 Jun 2016
7.8	Issued during quarter	-	-	
7.9	Exercised during quarter	-	-	
7.10	Expired during quarter	-	-	
7.11	Debentures <i>(totals only)</i>	-	-	

+ See chapter 19 for defined terms.

7.12	Unsecured notes <i>(totals only)</i>	-	-		
7.13	Performance Share Rights <i>(description and vesting dates)</i>	-	-	<i>Vesting date</i>	<i>Expiry date</i>
7.14	Issued during quarter	-	-		
7.15	Exercised during quarter	-	-		
7.16	Expired during quarter	-	-		

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:



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Company Secretary

Date: 31 July 2015

Print name: Kevin Hart

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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