

12 March 2010

The Manager
Company Announcements
Australian Securities Exchange Ltd
Level 5, 20 Bridge Street
Sydney NSW 2000



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Dear Sir,

2010 Drill Program to Commence at the Brightlands Copper Gold Project in North Queensland

GBM Resources Limited (ASX code "GBZ") advises that it will shortly commence its 2010 dry season exploration drilling program in north Queensland at its Brightlands copper gold project near Mount Isa.

Preparations for the drilling program are at an advanced stage, targeting an on-ground start by the end March to early April.

The ground access for the surrounding Cloncurry region is improving with much of the area escaping the recent extreme rainfalls experienced across Queensland. Conditions for drilling and exploration activities to commence, are becoming more favourable.

A brief summary of the key exploration targets for the June 2010 quarter program is as follows;

➤ **Tiger Prospect**

Deeper drill testing of the Tiger T1 target area where recent drilling encountered native copper and strong alteration of rocks in and adjacent to the T1 structural zone.

Complete downhole IP and follow-up drilling of the Tiger T3 IP anomaly which remains unexplained by previous drill testing. Data from the IP survey previously confirmed a deep target zone for sulphide-hosted Cu mineralisation. *¹

Complete soil sampling and mapping programs over the significant SAM anomalies on Tiger T2 and T4 (commenced prior to the 2009-2010 wet season) to advance to drill ready.

➤ **Milo Prospect**

Initial drill testing of the extensive mineralising system previously defined by rock and soil sampling and historical drilling. The Milo Prospect is considered a key and highly promising target.

➤ **Highway Prospect**

Scout drilling of the prospect where historical drilling returned copper mineralisation over significant intervals.

➤ **Fine Gold Gully**

Scout drilling following soil and rock sampling of the prospect.

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A field visit is scheduled next week to confirm the interpretations completed from the 2009 drilling and sampling campaigns, and to finalise details of site location and access for forthcoming drilling.

The 2010 drilling program will involve two rigs - one diamond and one Reverse Circulation (RC) - to accelerate the proposed 4,000 metres of RC and 2,000 metres of diamond drilling.

Data from the maiden four-hole diamond drilling program at the Tiger T1 and T3 targets in the far northeast corner of the Brightlands tenement strongly supports the existence of a large hydrothermal system with associated copper, cobalt and gold enrichment. The new drilling program will test this structure at depth and along strike.

The significance of the Milo Prospect Area was previously reported last year.

Review of sampling data and more recently, of historical drill core from diamond drilling completed in 1958 (stored in the Qld Exploration Data Centre) confirms the presence of strong sulphide mineralisation and 'red rock' alteration typical of IOCG style deposits in the region.

Results from the historical drilling demonstrate multiple broad zones of copper mineralisation with best results including: ML05 7.7metres @ 2.2% Cu from 43.1 to 53.8 metres downhole and 12.3 metres @ 0.3% Cu, MD08 38.5 metres @ 0.4% Cu from 87.7 to 126.2 metres downhole and MLO13 24metres @ .83% Cu from 33 metres.



Milo MLO 2 186ft Red rock alteration (K Spar – pyrite – carbonate) breccia, typical of IOCG style systems

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Milo -Large exposure of malachite (copper carbonate) bearing gossan
(417850E 7704780N).

As with the Tiger Prospect, the Milo Prospect is located on the regionally significant structural trend, the 'Cloncurry Flexure' in the East Succession of the Mt Isa Inlier. The East Succession is the most prolific host for recent significant discoveries and both targets have potential for a large Iron Oxide Copper Gold ('IOCG') system.

Yours Sincerely,

Peter Thompson
Managing Director

¹ The geophysical response observed in data from the IP survey so far is consistent with the response expected from the style and type of mineralisation being sought in the Tiger Prospect. Initial drill testing of mineralisation at Tiger T1 Zone demonstrated the existence of a strong fault zone with associated sulphide mineralisation which returned highly anomalous copper values. It should be noted however that conductivity and chargeability measurements can be in response to a variety of different bedrock characteristics, and that if the response is a sulphide source as is interpreted here, no distinction between various copper bearing and non copper bearing sulphides can be made from this geophysical data.

. Simple arithmetic average of results from open file report CR13186 and CR18883. No detail of sampling or analytical method are available at this time. As a consequence of this, and in conjunction with indicated poor core recovery of sometimes 30%, these results should only be taken as indication of the presence of copper mineralisation and should not be considered to constitute an accurate representation of grade or width of the mineralised zone.

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Neil Norris, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Norris is a full-time employee of 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.

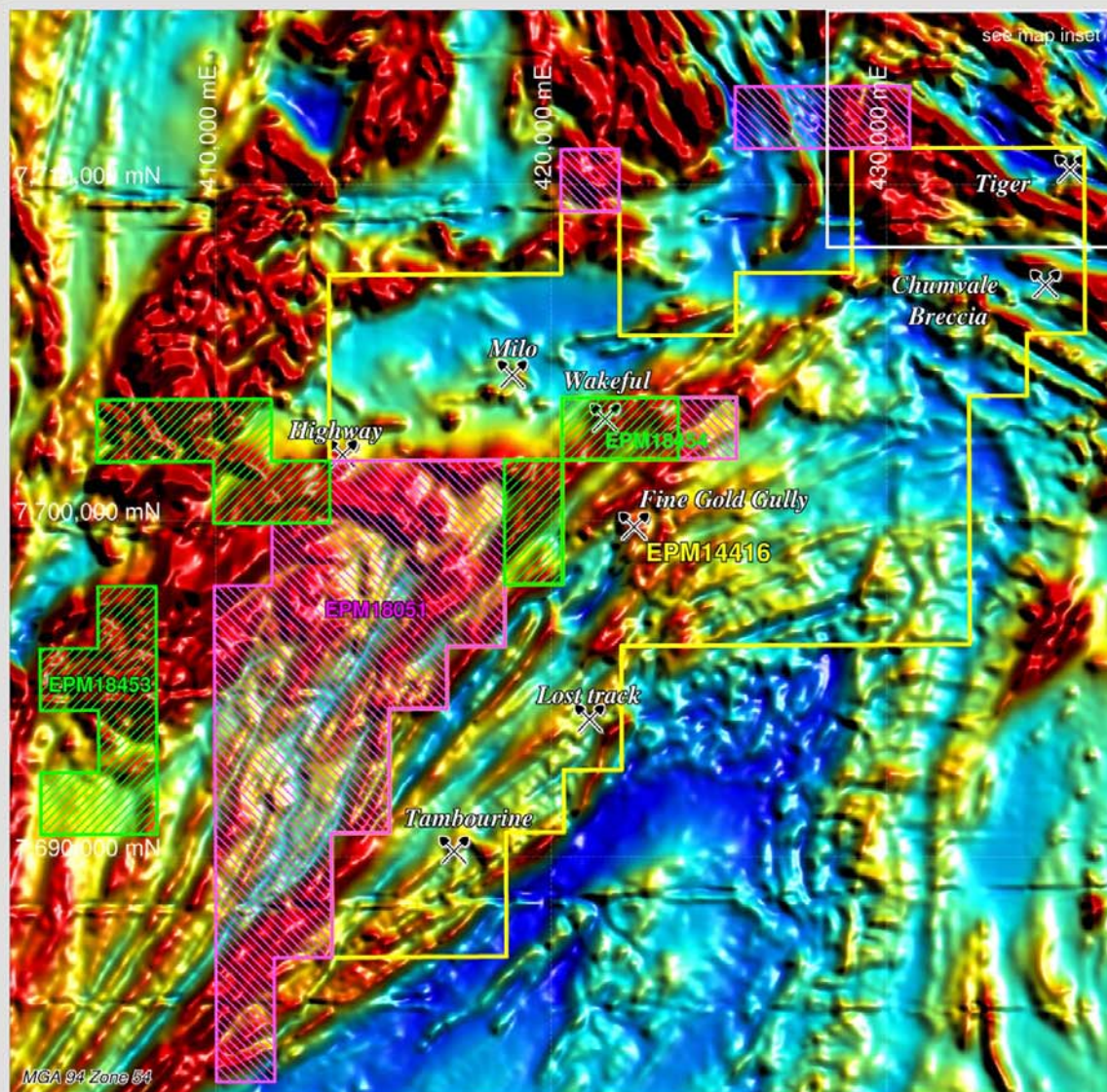
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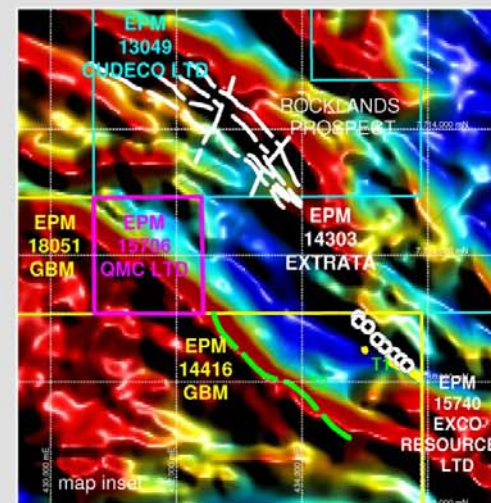
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**BRIGHTLANDS PROJECT
TENEMENT STATUS**



TMI Image

KEY

- GBM granted tenement
- GBM application with priority
- GBM competing application
- Prospect location



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