

ASX Announcement

31 January 2024

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 DECEMBER 2023

GBM Resources Limited (ASX:GBZ) (**GBM** or the **Company**) advises of the release of its quarterly activities report for the period ended 31 December 2023.

HIGHLIGHTS

DRUMMOND BASIN, Queensland

Drummond Basin “Processing Hub” now totals – 45.6 million tonnes at 1.26 g/t Au for 1,844,200 ounces with over a million ounces now classified as Measured/Indicated Mineral Resource.

Mt Coolon Gold Project -A\$25 million farm-in with Newmont (previously Newcrest before 6 November 2023)

Newmont activities continued in the quarter completing a multifaceted geophysical, geochemical, and geological exploration program across GBM’s Mt Coolon Gold Project.

Work Includes:

- 1,532 soil samples and 162 rock chip samples were collected during the period over the broader Mt Coolon / Glen Eva project area (Approx. 7,600 soil samples and 700 rock chip samples collected since project commencement).
- Final TruScan results received and reviewed.
- Processing of geophysical data completed from aeromagnetic and radiometric surveys completed last quarter.
- Data interpretation, target assessment and prioritisation continued throughout the quarter, with the aim to commence an Air Core (AC) and Diamond Drilling (DD) campaign in the first half of 2024.
- **Total expenditure for the quarter was ~A\$1.4 million and total for the farm-in to date ~A\$7.4 million.**

Twin Hills and Yandan Gold Projects

GBM has also continued with its systematic field review of identified high potential prospects across both the Twin Hills Gold Project and reviewing historical data at the Yandan Gold Project during the quarter.

In addition, funding models to advance Twin Hills and Yandan exploration projects have been progressed with some interested parties.

HIGHLIGHTS (cont.)

WHITE DAM GOLD PROJECT, South Australia

Leaching Operations

- Mining activities in the quarter covered the movement of the remaining ROM pad mineralised material and rehandling/stacking of previously ineffectively irrigated heap leach material for treatment, which is well advanced and should greatly improve gold production.
- Irrigation of the first new heap leach cells (newly stacked mineralised material) has commenced with gold production expected to increase further in the March '24 quarter from the 146 oz produced in the Dec '23 quarter.

Tenement Consolidations

- Settlement of the sale of non-core exploration lease EL 6299 to Havilah Resources Limited (ASX:HAV) is still ongoing but expected early in 2024. (Refer ASX:GBZ release 8 August 2023.)
- The application for a new exploration lease (~438 km²) west of White Dam has now been granted. This area is prospective for gold mineralisation between the old Manna Hill and Outalpa goldfields. See Figure 12 for location relative to White Dam.
- GBM and Syndicate Minerals Pty Ltd (**SM**) have executed a Farm-in Agreement (Agreement) pursuant to which SM can earn up to a 60% interest in selected commodities on exploration licences EL 6435 and EL 6565. See Figure 12 for location relative to White Dam operation.

Key points are:

- Total expenditure of \$900,000 over a 3 year period.
- GBM also has right of a 10% buyback to maintain a 50% interest in any subsequent joint venture.
- The selected commodities include Uranium, Rare Earth Elements, Niobium, Tin, Tantalum, Nickel, Lithium, Platinum Group Elements and Cobalt (Farm-in Commodities).
- The farm-in gives GBM a potential exposure to these high value Farm-in Commodities with a meaningful interest while it continues its focus on the gold-copper targets. (Refer ASX:GBZ release 8 December 2023.)

The Alliance with Portia Gold Mine longer-term strategy remains to investigate the opportunity to combine the projects which may include a tolling agreement, joint venture, mining and funding options or outright sale. (Refer ASX:GBZ release 29 August 2023 for details on the Alliance.)

HIGHLIGHTS (cont.)

North-West Queensland

Cloncurry Iron Copper Oxide Gold Project (Subject to Farm in / Joint Venture with Nippon Mining of Australia – GBM 44% and Nippon 56%)

Mt Margaret FC4 Prospect Drilling Program:

- A 12 km strike length of the magnetite shear zone is interpreted to occur under thin sedimentary cover and a set of priority targets have been defined targeting E1-style magnetic and structural patterns and Eloise type occurrences in the base-metal host unit.
- The interpretation is strongly supported by results from previous drill hole MMA016, completed ~600 m in April 23 (Refer ASX:GBZ release 27 July 2023), which returned strongly anomalous zones of base metal mineralisation.
- A follow up drilling program of 15 reverse circulation drill holes comprising a total of ~2,300 metres is planned, and drilling is scheduled to commence in the March '24 quarter.
- Total expenditure for the quarter was ~A\$0.1 million and Project to date for the farm-in is ~A\$18.3 million.

CORPORATE

Core Asset Divestments

The Company continues to hold copper-gold tenements in the Mt Morgan district in Queensland, has a 44% JV interest with Nippon Mining in copper-gold tenements in the Mt Isa Inlier in Queensland and holds a 100% interest in the White Dam gold-copper project in South Australia. Divestment of these non-core assets is in progress and proceeds will be used to support the Company's working capital requirements together with further redemption of the convertible note facility. Value generated to date from the divestment strategy totals approximately \$9.4 million.

Discussions with various parties are progressing (on asset divestments and funding arrangements) and further updates will be made to the market as material agreements are executed.

Funding

During the quarter the Company announced a Share Placement and Non-Renounceable Entitlement Issue to raise up to a maximum of ~\$3.57 million, before costs. (Refer to the Corporate Section of the report for further details of the funding and timing).

SAFETY AND ENVIRONMENTAL

No LTI or environmental incidents were reported during the December '23 quarter. The Company has now completed 142 consecutive months with no LTI's and 187 consecutive months with no significant environmental incidents.

DRUMMOND BASIN, QUEENSLAND

Mt Coolon Gold Project – A\$25 million farm-in with Newmont

Overview

In October 2022, Newcrest (now Newmont) entered into a farm-in agreement with GBM Resources Ltd (GBM) in relation to the Mount Coolon Project to advance gold exploration in the Drummond Basin in Queensland. The agreement provides the potential for Newmont to acquire up to a 75% interest in the Mount Coolon Project tenements by spending A\$25 million and completing a series of exploration milestones in a 3 stage farm-in over six years. (Refer ASX:GBZ release 21 October 2022 for further details of the farm-in agreement).

The project activities to date have been identifying a number of priority targets below and along strike to previously identified gold-bearing low-sulphidation epithermal veining.

Key activities undertaken include:

Surface Geochemistry

An additional ~1,532 soil samples were collected over the broader Koala to Verbena corridor and to infill areas of wider spaced sampling in the Eugenia and Badlands area. The program was finished for the year at the end of November 2023 with a total of 7,674 samples collected (Figure 1).

Targeted geological reconnaissance and field mapping continued during the quarter with an additional 162 rock chip samples collected. A total of 769 rock chips were collected over the course of the year (Figure 2).

Soil and Rock Chip samples were sent to Intertek in Townsville low-level Au fire assays and 48 element, 4-acid ICPAES/MS analysis.

Results for 237 soil samples and 162 rock chip samples are still being processed by Intertek at time of writing. All results are currently expected to be received in Q1 calendar year 2024.

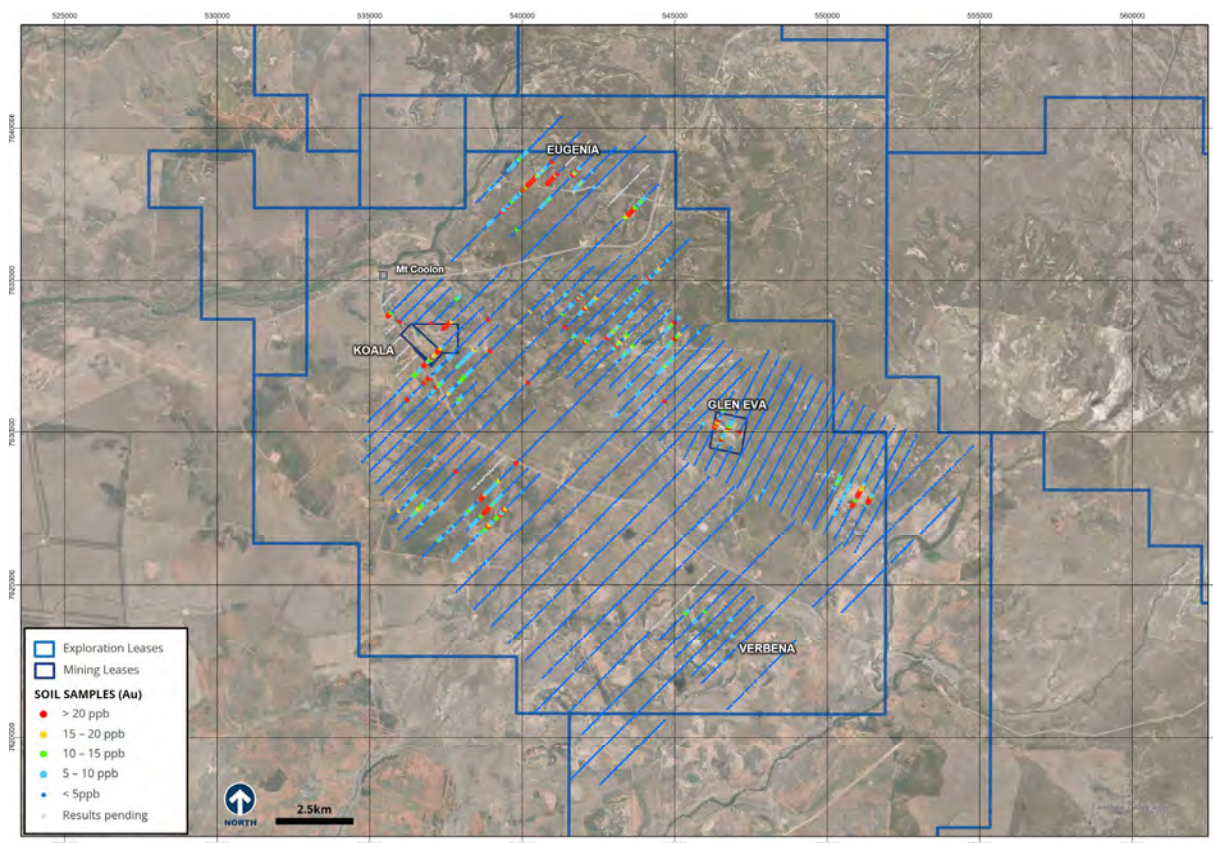


Figure 1: Mt Coolon Project – Soil samples coloured by Au (ppb). Samples with pending assay results marked in grey.

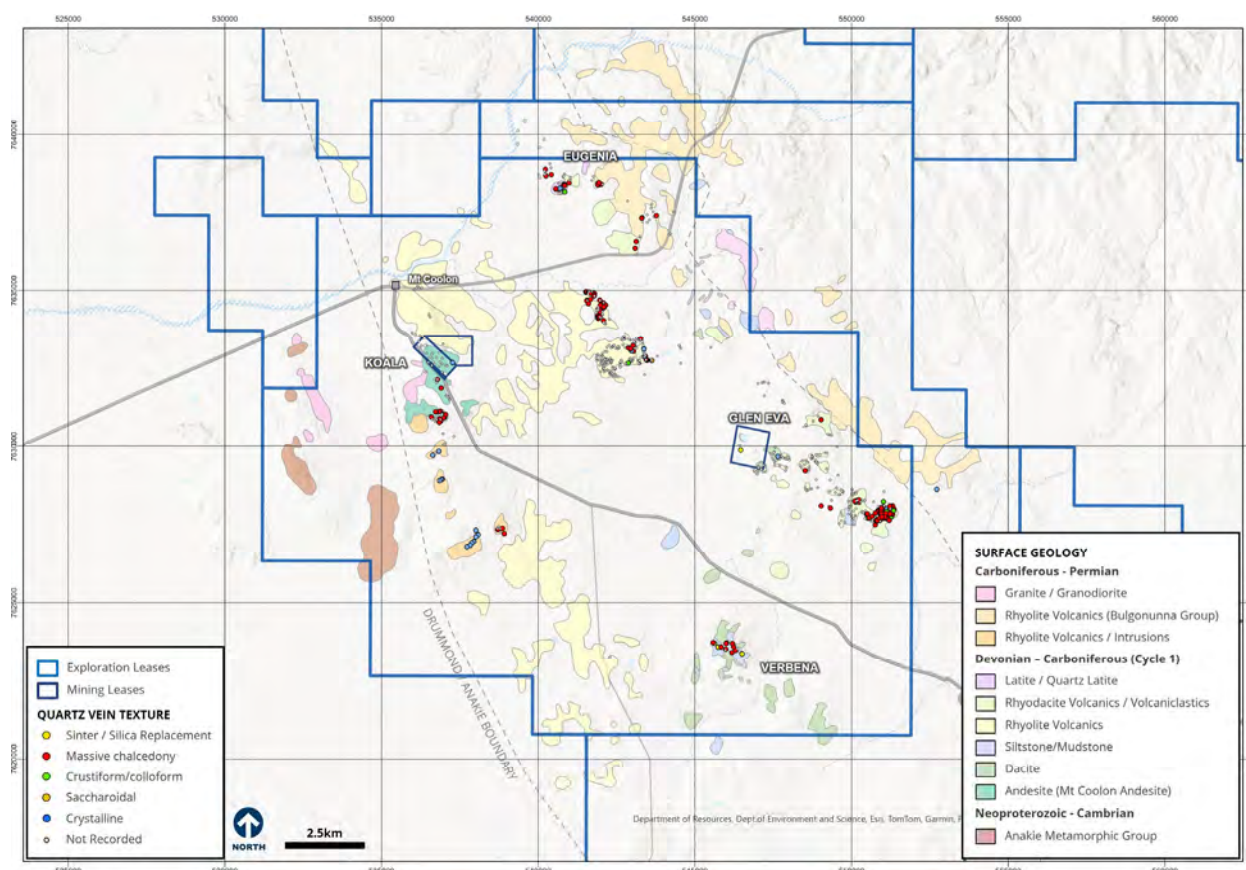


Figure 2: Mt Coolon Project – Rock chip samples coloured by quartz vein texture over surface geology map (Tertiary/Quaternary cover units not shown).

Aeromagnetic and Radiometric Survey

As reported last quarter, Thomson Airborne were engaged to conduct an airborne magnetic and radiometric survey at 50 m line spacing covering an area of approx. 2,150 km² / 49,184 line km. Data acquisition commenced in July 2023 and was completed in September 2023. Processed data was received in mid October 2023 and merged with historical data to generate seamless images over the entire project area.

The new magnetic data (Figure 3) will improve the lithological, structural and alteration understanding of the project and will assist with targeting both low/intermediate-sulphidation epithermal and intrusion-related type systems. The data has helped refine the margins of the Drummond Basin and Anakie Inlier and define both structures and areas of alteration within the Drummond Basin itself. A number of previously unrecognised mag high / lows have been identified in the dataset which are thought to represent potential buried/blind intrusions. These may represent direct targets or the more distal heat/fluid source for epithermal-type systems.

The radiometric data (Figure 4) is useful for understanding the surface geology of the project, in particular discriminating between basement rocks (including subtle variations in bulk composition between volcanic / volcaniclastic rocks) and various generations of transported / alluvial cover.

Subject to internal approvals, follow up work, including geochemical surveys and geological reconnaissance is currently proposed for 2024.

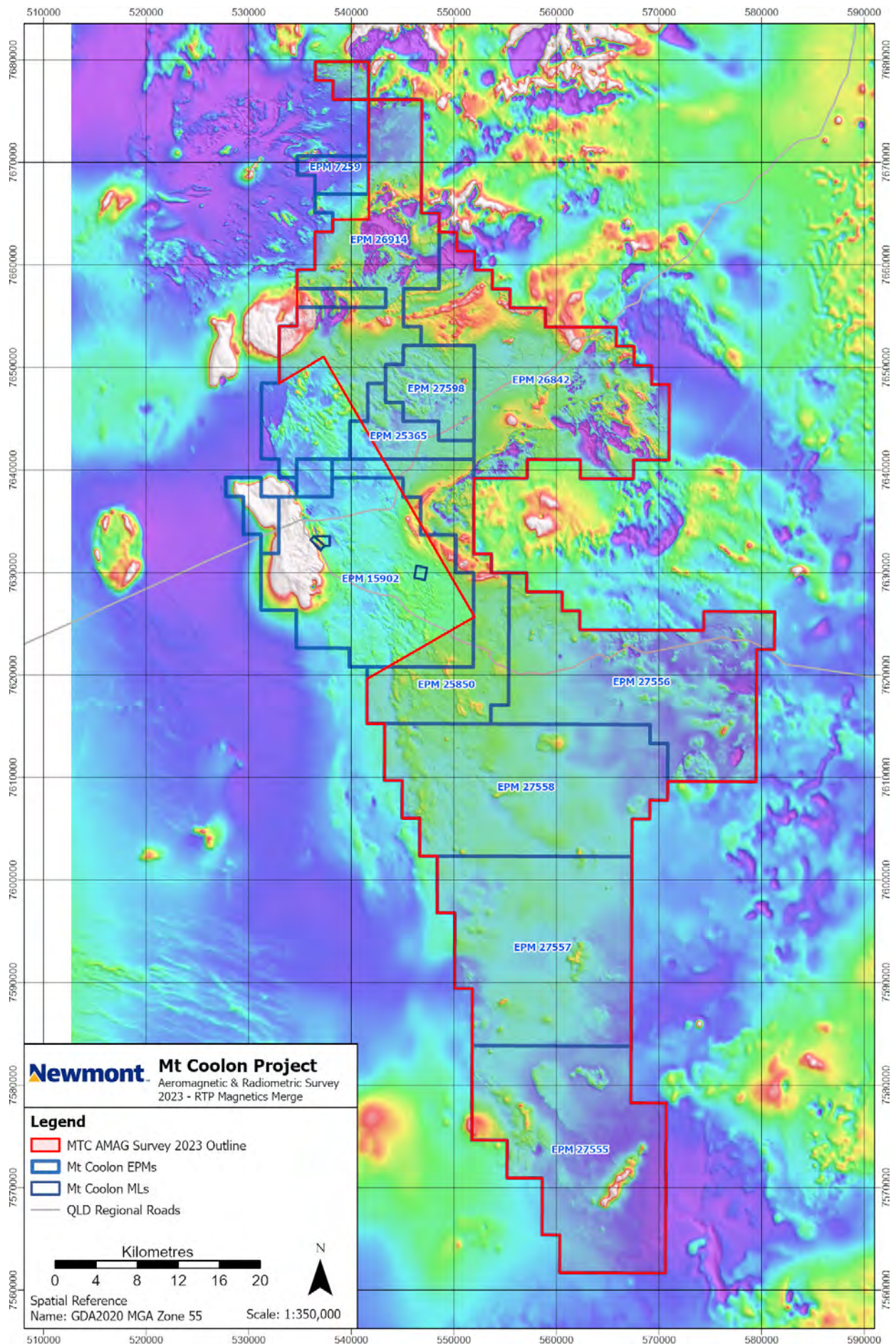


Figure 3: Mt Coolon Project – Merged RTP magnetics image over the Mt Coolon project area. 2023 survey outline marked in red.

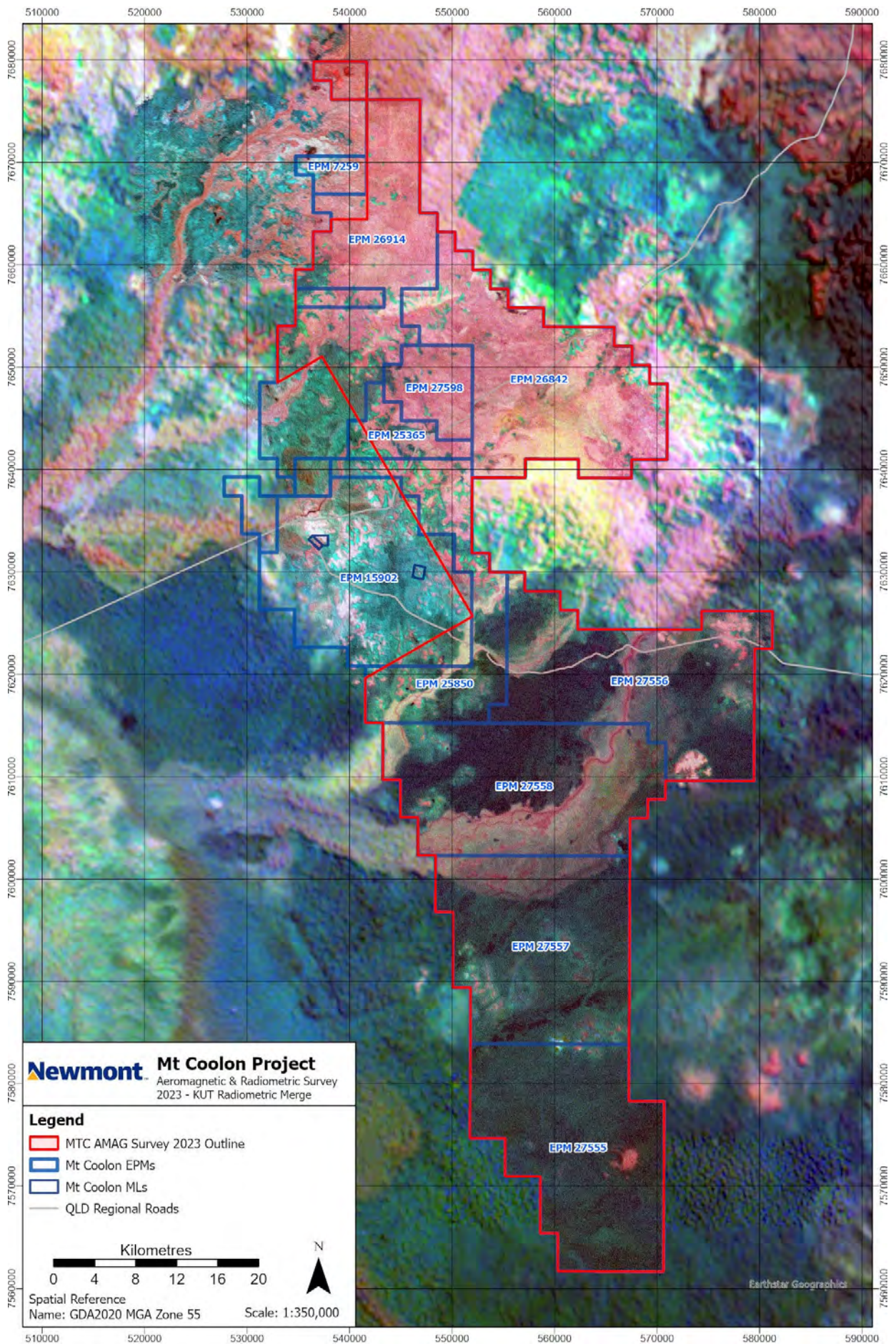


Figure 4: Mt Coolon Project – Merged KUT radiometrics image over the Mt Coolon project area. 2023 survey outline marked in red.

Target Assessment and Prioritisation

All targets identified to date have been classified and assessed, with the highest priority targets flagged for potential drill testing in 2024 (Figure 5). Potential AC and DD drilling is currently planned to commence in the first half of calendar year 2024.

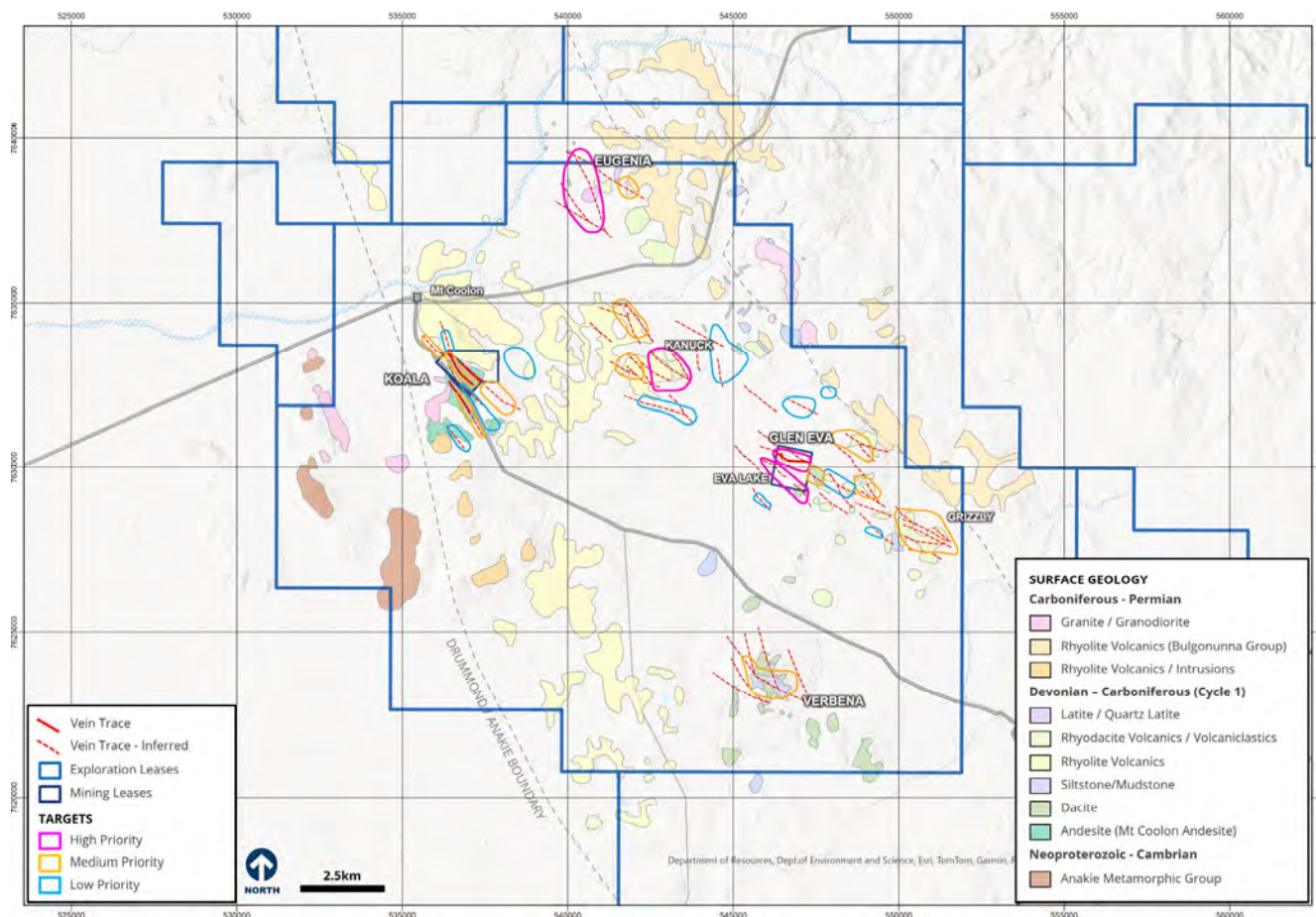


Figure 5: Mt Coolon Project – Epithermal vein model, surface geology and ranked targets.

Drummond Basin Consolidation and “Processing Halo Strategy”

Since 2020, GBM has successfully consolidated three historic gold producing projects, being Mt Coolon, Yandan and Twin Hills. These three key mining assets come with a highly prospective tenement package and is a significant step in realising the Drummond Basin “processing halo strategy” with now a combined resource base of 1.844 million ounces gold. (Figure 6)

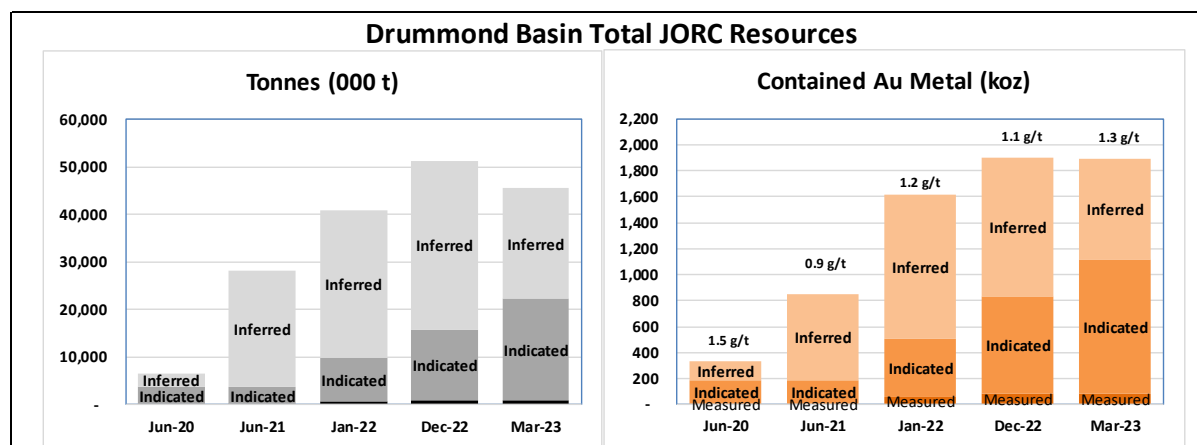


Figure 6: Drummond Basin Project JORC Resources.

All projects are located within 70 km of the Yandan mining lease which has the potential to be a processing centre due to its significant infrastructure which includes water storage dams, tailings facilities, airstrip, leach pads and access to grid power.

GBM's immediate focus will continue to be on Twin Hills as the recent drilling program has demonstrated the high exploration potential of the 309 and Lone Sister Deposits. The Company updated the gold mineral estimates on the Twin Hills and Yandan Gold Projects 12 months ago.

GBM's "processing halo strategy" is greatly enhanced with the farm-in agreement with Newmont and the focus continues on consolidating and discovering >3 million ounce gold resource for the Drummond Basin which has the potential to transform GBM into a genuine mid-tier Australian gold company.

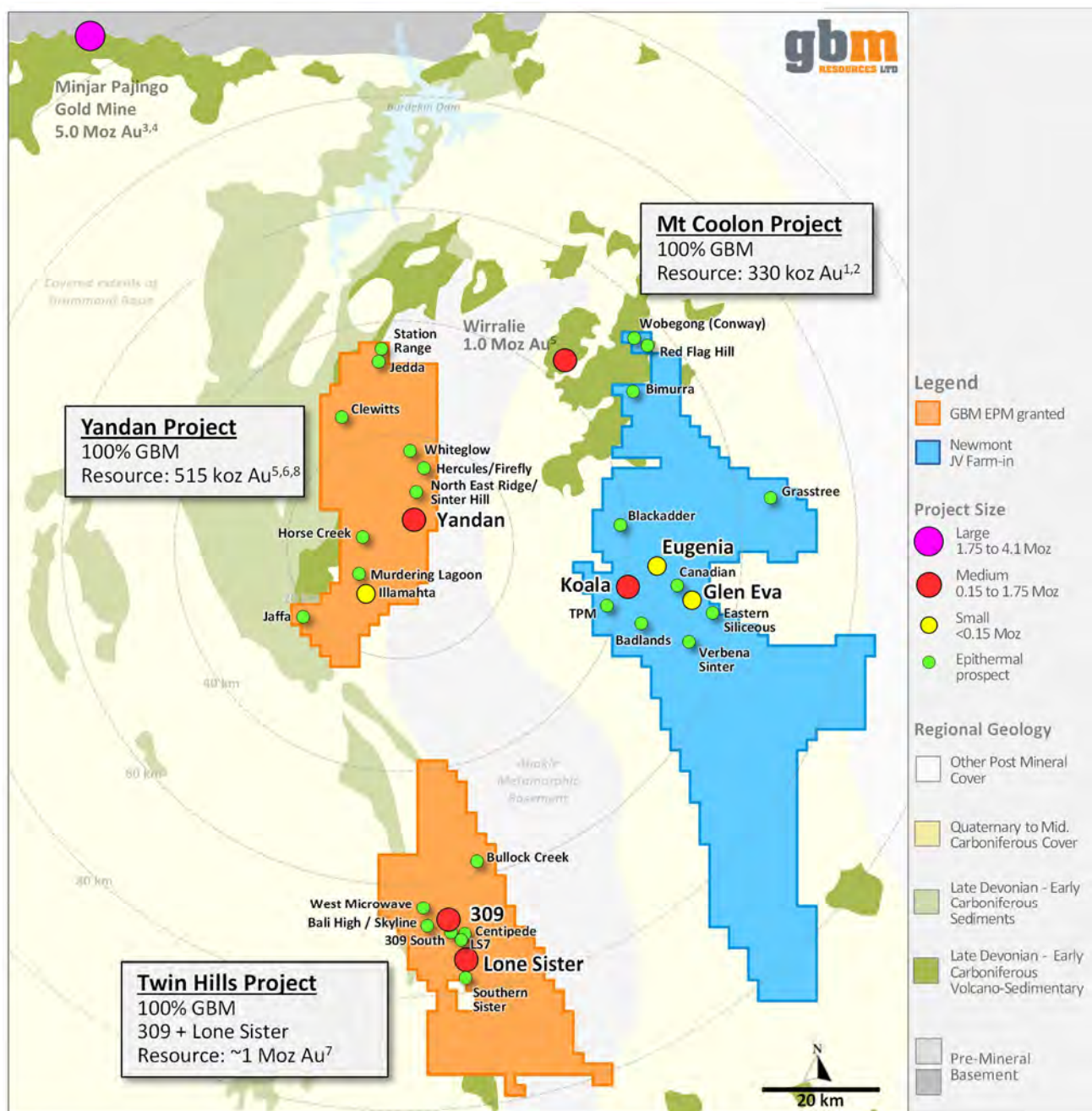


Figure 7: GBM holds 4,667 km² of mining and exploration tenure across 23 granted EPMS and 7 Mining Leases within the Drummond Basin, Australia's pre-eminent epithermal gold terrain. This includes granted mining leases at Twin Hills, Yandan, and Mt Coolon. Along with a key JV with Newmont on the Mt Coolon tenements.

SOUTH AUSTRALIA

White Dam Gold Copper Project (100% GBM)

Overview

White Dam is located in South Australia, approximately 50 km south-west of Broken Hill. It is a heap leach operation that, since 2010, has produced approximately 180,000 oz of gold from two open cuts by heap leaching of 7.5 Mt of ore at 0.94 g/t Au. The current unmined JORC resource for the White Dam Project is 4.6 Mt at 0.7 g/t Au for 101,900 oz Au. (Refer ASX:GBZ release 10 August 2020).

The two open cuts are the Vertigo, located within a granted mining lease (ML 6395) and the second is the nearby White Dam North which is enclosed within an advanced lease adjacent to ML 6395 (MPL 105).

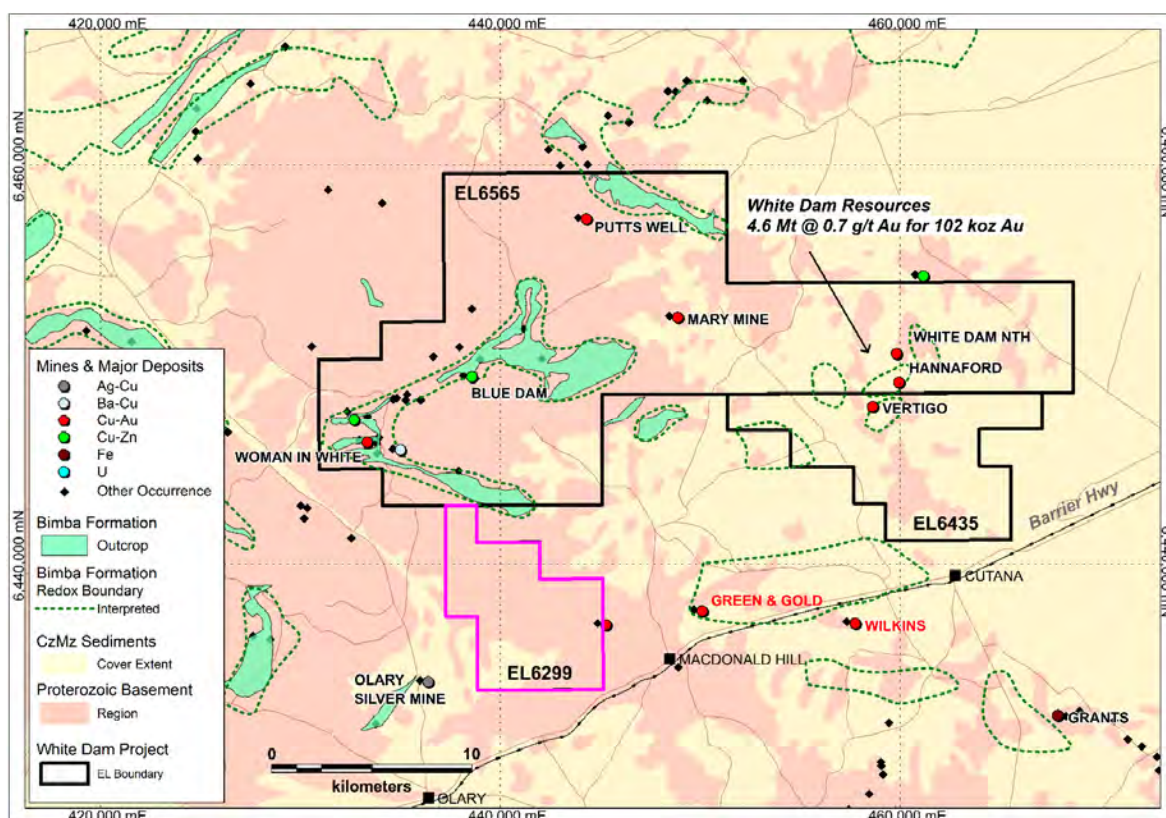


Figure 8: Location map of the White Dam Gold-Copper Heap Leach Operation and EL6299 lease sold to Havilah Resources (ASX:HAV), transfer to be finalised.

Heap Leaching Operations (100% basis)

The main focus for the quarter continued to be increasing production from recent heap leach remaining and investigating the development options to provide additional near to medium term feed for the heap leach operation. The leaching operations for the quarter increased production to 146 ounces of gold for revenue of ~\$450k (avg sale price ~A\$3074/oz) and gold on hand at the end of the quarter was ~\$220k.

Calendar quarter	GBM
	Gold produced (oz)
June 2023	70
September 2023	102
December 2023 - actual	146

Note: Minor silver production not shown.

Table 1: White Dam, recent gold production by quarter

Current treatment of the remaining ROM pad material and restacking of poorly irrigated leach material is expected to increase gold recovery for the next 12 months with positive cashflows expected.



Figure 9: 3.90 kilogram gold dore bar poured in early January' 24

In addition to the BGC alliance (refer below for further details), GBM is continuing to evaluate the copper and copper-gold exploration potential of its tenement package at White Dam, with particular focus on the areas down plunge at Vertigo following previous drilling and around the old Mary Mine.

Along with the recently announced Farm-in Agreement with Syndicate Minerals Pty Ltd (SM) where SM can earn up to a 60% interest in selected commodities (Uranium, Rare Earth Elements, Niobium, Tin, Tantalum, Nickel, Lithium, Platinum Group Elements and Cobalt) on exploration licences EL 6435 and EL 6565. See Figure 12 for location relative to White Dam operation. This is another example of GBM maximising the value of its portfolio.

GBM continues to advance projects at White Dam that can increase production and profitability at the site from the existing heap leach operation (remaining resources) along with the 101,900 oz Au JORC resources that remain at the Project (Refer ASX:GBZ release 10 August 2020).

Mining Services Provision

Pursuant to the agreement with Benagerie Gold & Copper Pty Ltd (BGC), BGC (via Radford Earthmovers Pty Ltd) has been carrying out mining activities on the ROM pad and rehandling/stacking of leach grade material for treatment.

Since mobilisation in September 2023 movement of material is progressing well and to schedule. A total of ~100,000 tonnes has been restacked (being phases 1,2 & 3) and now being irrigated. Stacking of the final phases 4 & 5 are underway.



Figure 10: Aerial picture of the ROM pad with the staged 5 phases of material being restacked for cyanide irrigation.



Figure 11: Irrigation on Phases 1,2 & 3 completed and now under cyanide irrigation.

Alliance Agreement

GBM executed, in August 2023, a strategic binding agreement with BGC, the owner of the Portia Gold Mine in northeast South Australia, to advance each's respective Projects (White Dam and Portia Gold Projects).

The Alliance with BGC and White Dam continues to investigate the opportunity to combine the projects which may include a tolling agreement, joint venture, mining and funding options or outright sale. Further announcements will be made when other binding agreements are completed.

Permitting and plans for tolling material from Portia are progressing with the parties and the South Australian Department for Energy and Mining.

Separately, project economics for further mining of the existing pits are encouraging in light of the significantly higher A\$ gold price and will be progressed following completion of the above shorter term, lower capital initiatives.

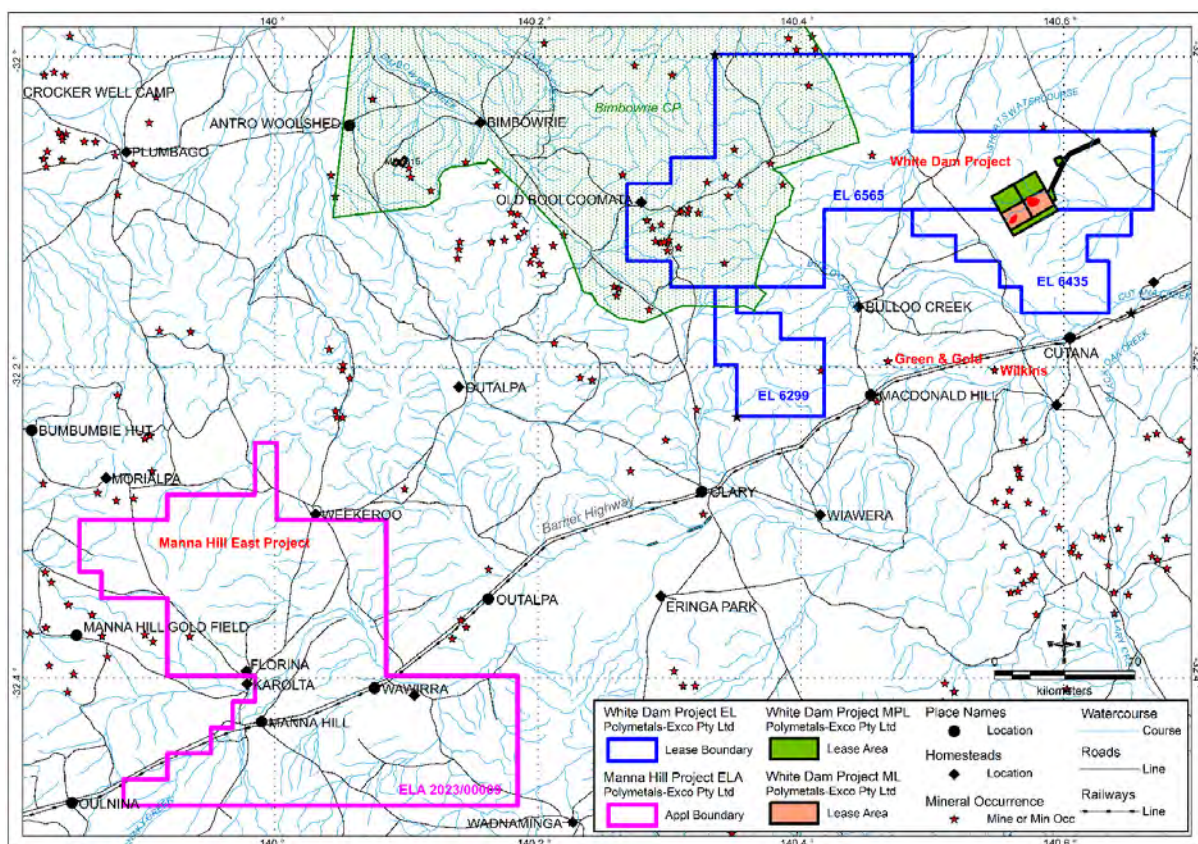


Figure 12: Showing EL 6435 and EL 6565 (top right in blue), the subject of the Farm-in Agreement. Along with newly granted lease EL 6946 (pink) relative to White Dam operation and leases. EL 6299 (blue) was sold to Havilah Resources Ltd.

QUEENSLAND

Cloncurry JV (44% GBM, 56% Nippon Mining Australia (NMA))

Exploration Program

Drill hole planning and prioritisation has been completed. The proposed drilling program for the FC4 area includes 15 reverse circulation (RC) drill holes comprising a total of approximately 2,300 metres of drilling. Drill sites have been ground checked and 7 of the 15 sites have had cultural heritage clearances completed with preparations being made to complete clearance of the remaining sites in

readiness for commencement for drilling during the March '24 quarter. A drilling contractor has been selected and a suitable rig is currently available to commence the program when the remaining land access agreement is complete and the wet season has passed.

Drilling will test a number of high priority targets identified along a magnetite rich shear zone identified in MMA016 and which is interpreted to represent the northern continuation of the Rhea Shear Zone (RSZ), identified by Xstrata as a bounding structure on the west side of the magnetic belt that hosts the Ernest Henry copper-gold deposit (Figure 13). The RSZ is considered a major structure, over 150 m true width in MMA016 and more than 20 km in length from Ernest Henry Mine with approximately 12 kilometres located under shallow sedimentary cover within the GBM/NMA tenement holding.

This interpretation was strongly supported by results from drill hole MMA016, completed to 558.2 m in April 2023 (Refer ASX:GBZ release 27 July 2023), which returned strongly anomalous zones of base metal mineralisation and also provided invaluable lithological and structural data. Interpretation of the full data set has resulted in multiple targets for Iron Oxide Copper Gold (IOCG) and Iron Sulphur Copper Gold (ISCG) style mineralisation in the Mount Margaret Project area which have been prioritized during the December '23 quarter.

The current interpretation developed after incorporating additional data, supports a geological model incorporating a strongly magnetic shear zone which has been folded to form a major anticline in the project area. Within this major anticline, smaller scale folding and later faulting have produced potential structural traps with favourable iron rich host rock lithologies. A series of targets developed using magnetic, gravity, electro magnetic, geochemistry and geological datasets has been prioritized and is shown on Figure 14.

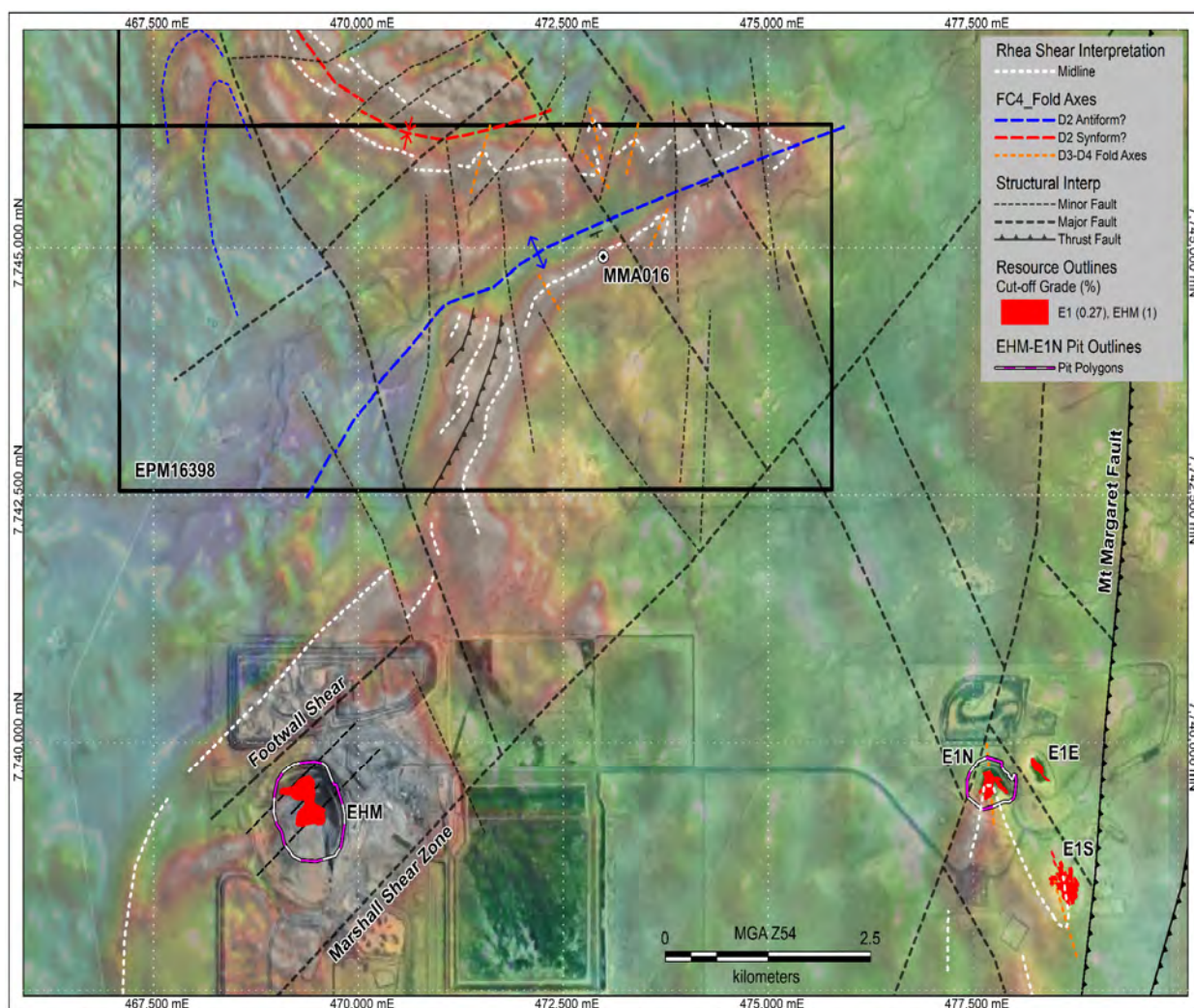


Figure 13: Mt Margaret Project FC4 prospect. Location of drill hole MMA016 relative to the Ernest Henry and E1 mines. Base image is TMI RTP magnetics and satellite imagery.

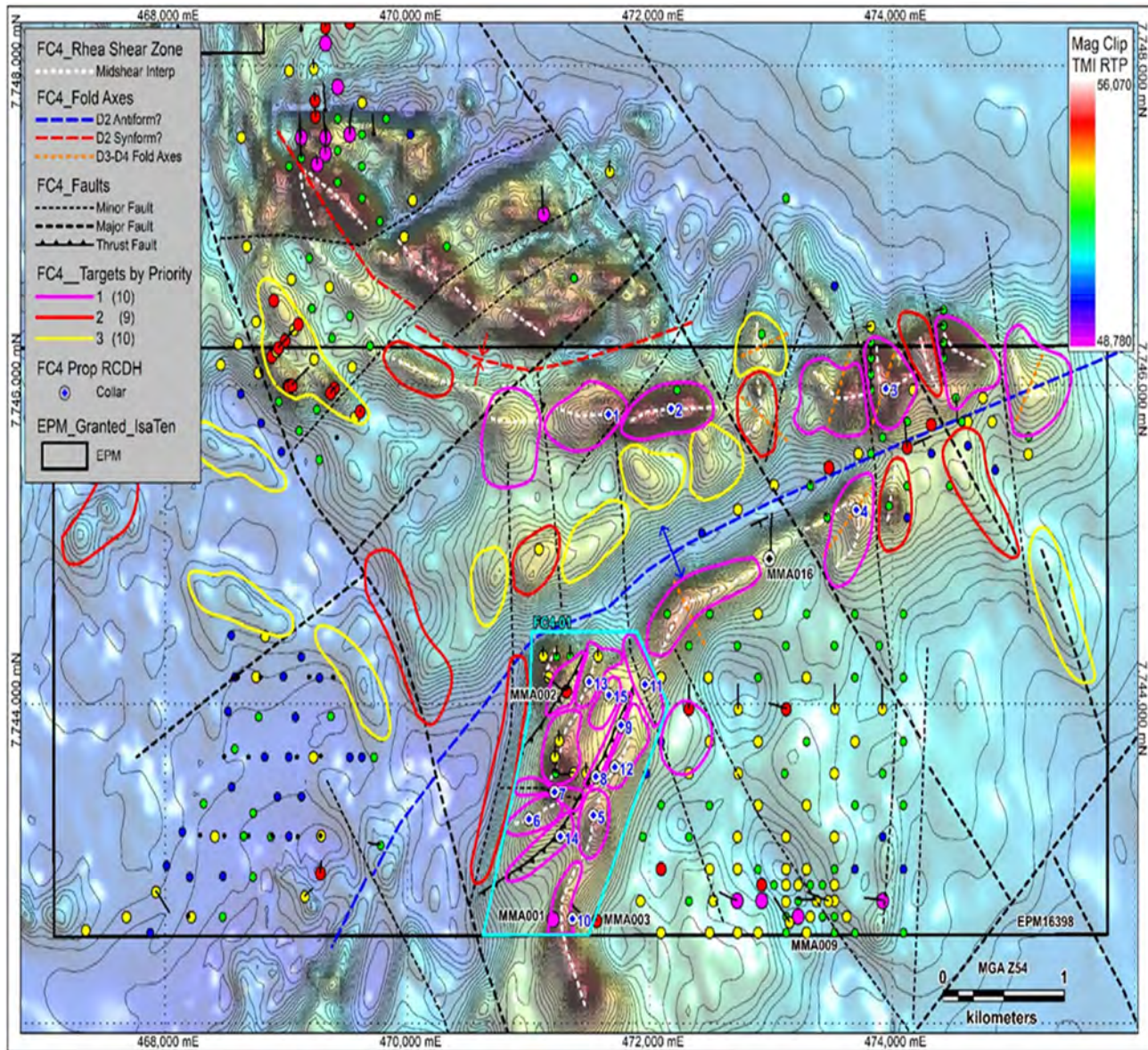


Figure 14: All ranked targets at FC4 with planned RC drilling collars (1 to 15).

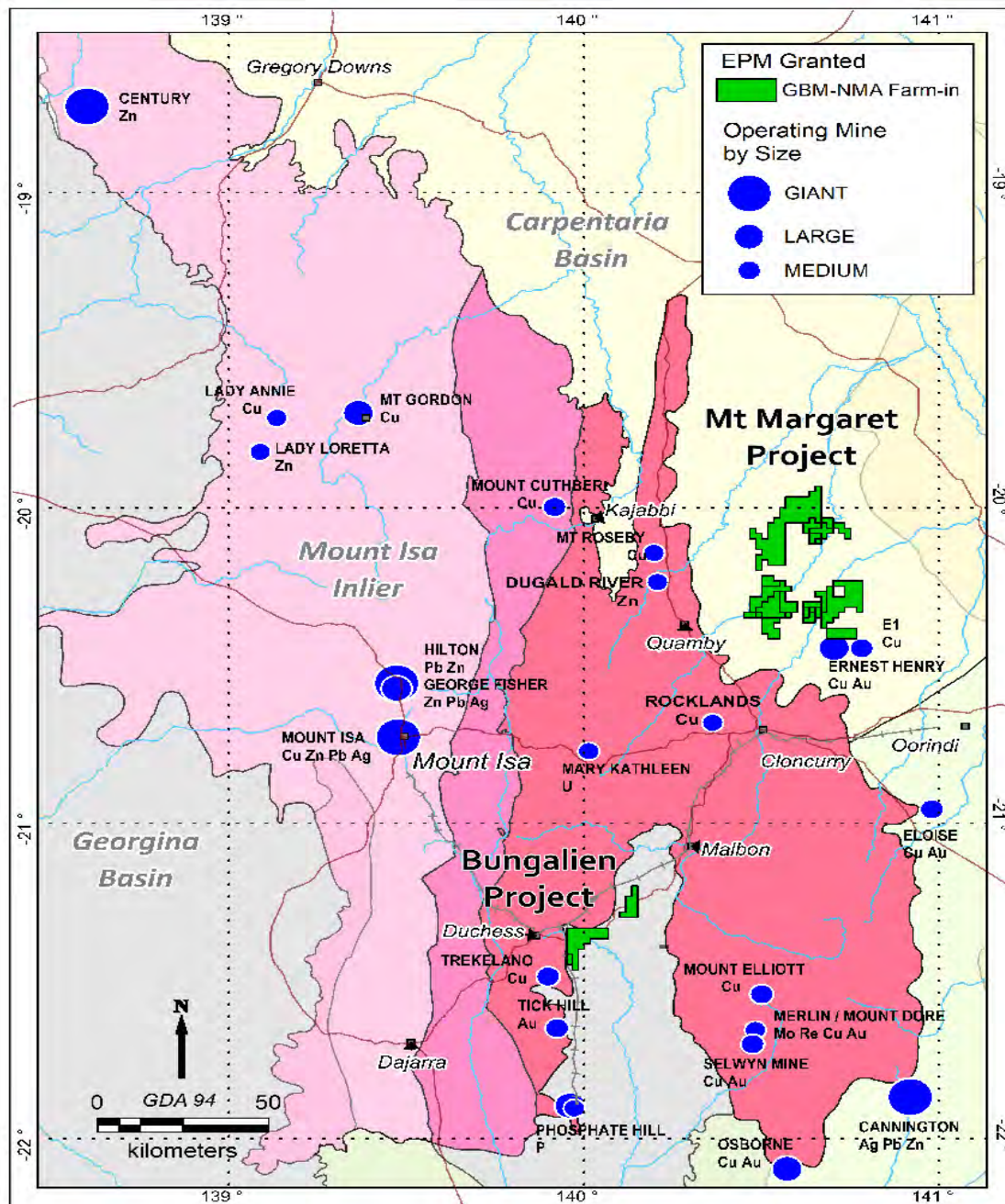


Figure 15: Location of GBM's Farm in Tenements in the Cloncurry Region. The Cloncurry Project is subject to a Farm-In/Joint Venture agreement with Nippon Mining of Australia (NMA, a wholly owned subsidiary of JX Metals Corporation (JXM), previously Nippon Mining & Metals Corporation). The Cloncurry Project exploration is fully funded by NMA who currently hold a 56% interest in the Joint Venture.

TENEMENT SUMMARY

Project / Name	Tenement No.	Owner	Manager	Interest	Interest	Status	Granted	Expiry	Approx Area	sub-blocks
				30/09/2023	31/12/2023				(km ² or Hectare-ha)	
South Australia										
White Dam										
	EL6299	GBMR (Millstream)* ⁵	GBMR	100%	100%	RA	9-Nov-13	9-Nov-23	49	
	EL6435	GBMR (Millstream)	GBMR	100%	100%	Granted	14-Oct-14	13-Oct-24	96	
	EL6565	GBMR (Millstream)	GBMR	100%	100%	Granted	28-Jul-20	27-Jul-25	343	
	ML6395	GBMR (Millstream)	GBMR	100%	100%	Granted	8-Dec-11	7-Dec-26	249.9 ha	
	ML6275	GBMR (Millstream)	GBMR	100%	100%	Granted	11-Sep-07	23-Jan-29	249.8 ha	
	EL6946	GBMR (Millstream)	GBMR	100%	100%	Granted	6-Nov-23	5-Nov-29	438	
	MPL107	GBMR (Millstream)	GBMR	100%	100%	Granted	24-Jan-08	23-Jan-29	132.3 ha	
	MPL106	GBMR (Millstream)	GBMR	100%	100%	Granted	24-Jan-08	23-Jan-29	162.6 ha	
	MPL105	GBMR (Millstream)	GBMR	100%	100%	Granted	24-Jan-08	23-Jan-29	250 ha	
	MPL195	GBMR (Millstream)	GBMR	100%	100%	Granted	11-Sep-07	23-Jan-29	24.1 ha	
	MPL139	GBMR (Millstream)	GBMR	100%	100%	Granted	8-Dec-11	7-Dec-26	249.77 ha	
Queensland										
Mount Morgan										
Mt Morgan West	EPM27096	GBMR	GBMR	100%	100%	Granted	28-Aug-19	27-Aug-24	325	100
Mt Morgan East	EPM27097	GBMR	GBMR	100%	100%	Granted	11-Jan-21	10-Jan-26	299	92
Mt Morgan Central	EPM27098	GBMR* ¹	GBMR	100%	100%	Granted	16-Dec-20	15-Dec-25	325	100
Mount Usher	EPM27865	GBMR	GBMR	100%	100%	Application			22.75	7
Mount Usher	MDL2020	GBMR	GBMR	100%	100%	Application			573.4ha	
Mt Morgan	EPM17850	GBMR	GBMR	100%	100%	Granted	16-Apr-10	15-Apr-25	42	13
Mount Isa Region (QLD)										
Mount Margaret										
Mt Malakoff Ext	EPM16398	GBMR* ^{2,3} /Isa Tenements	GBMR	44.21%	44.11%	Granted	19-Oct-10	18-Oct-26	78	24
Cotswold	EPM16622	GBMR* ^{2,3} /Isa Tenements	GBMR	44.21%	44.11%	Granted	30-Nov-12	29-Nov-24	16	5
Dry Creek	EPM18172	GBMR* ^{2,3} /Isa Tenements	GBMR	44.21%	44.11%	Granted	13-Jul-12	12-Jul-25	163	50
Dry Creek Ext	EPM18174	GBMR* ^{2,3} /Isa Tenements	GBMR	44.21%	44.11%	Granted	25-Oct-11	24-Oct-24	23	7
Mt Marge	EPM19834	GBMR* ³ /Isa Tenements	GBMR	44.21%	44.11%	Granted	4-Mar-13	3-Mar-25	3	1
Tommy Creek	EPM25544	GBMR* ³ /Isa Tenements	GBMR	44.21%	44.11%	Granted	11-Nov-14	10-Nov-24	33	10
Corella	EPM25545	GBMR* ³ /Isa Tenements	GBMR	44.21%	44.11%	Granted	20-Mar-15	19-Mar-25	46	14
Middle Creek	EPM27128	GBMR* ³ /Isa Tenements	GBMR	44.21%	44.11%	Granted	28-Jan-20	27-Jan-25	35	89
Sigma	EPM27166	GBMR* ³ /Isa Tenements	GBMR	44.21%	44.11%	Granted	28-Jan-20	27-Jan-25	287	11
Bungalien										
Bungalien 2	EPM18207	GBMR* ^{2,3} /Isa Tenements	GBMR	44.21%	44.11%	Granted	24-May-12	23-May-25	120	37
The Brothers	EPM25213	GBMR* ³ /Isa Tenements	GBMR	44.21%	44.11%	Granted	16-Oct-14	15-Oct-25	7	2
Drummond Basin (QLD)										
Yandan										
Yandan West	EPM27644	GBMR/MCGM	GBMR	100%	100%	Granted	04-Jul-22	03-Jul-27	325	100
Yandan East	EPM27591	GBMR/MCGM	GBMR	100%	100%	Granted	06-Jul-21	05-Jul-26	231	71
Clewitts	EPM27592	GBMR/MCGM	GBMR	100%	100%	Granted	08-Jul-21	07-Jul-26	322	99
Yandan	EPM8257	GBMR/Straits Gold	GBMR	100%	100%	Granted	02-Sep-91	01-Sep-25	74.75	23
Yandan West	ML1095	GBMR/Straits Gold	GBMR	100%	100%	Granted	27-Jun-91	30-Jun-36	1369ha	
Yandan East	ML1096	GBMR/Straits Gold	GBMR	100%	100%	Granted	27-Jun-91	30-Jun-36	602.4ha	
Mt Coolon										
Mt Coolon	EPM15902	GBMR/MCGM* ⁴	GBMR	100%	100%	RA	13-Jun-08	12-Jun-23	299	92
Mt Coolon North	EPM25365	GBMR/MCGM* ⁴	GBMR	100%	100%	RA	18-Sep-14	17-Sep-23	85	26
Mt Coolon East	EPM25850	GBMR/MCGM* ⁴	GBMR	100%	100%	RA	07-Sep-15	06-Sep-23	176	54
Conway	EPM7259	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	18-May-90	17-May-25	39	12
Bulgonunna	EPM26842	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	15-Aug-19	14-Aug-24	325	100
Black Creek	EPM26914	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	15-Aug-19	14-Aug-24	325	100
Sullivan Creek	EPM27555	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	15-Sep-20	14-Sep-25	325	100
Bellevue	EPM27556	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	05-Jul-21	04-Jul-26	325	100
Pasha	EPM27557	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	15-Sep-20	14-Sep-25	325	100
Suttor	EPM27558	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	05-Jul-21	04-Jul-26	325	100
Whynot	EPM27598	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	26-Jul-21	25-Jul-26	65	20
Glen Eva	ML 10227	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	05-Dec-96	31-Jan-24	1.30	
Koala 1	ML 1029	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	30-May-74	31-Jan-24	0.71	
Koala Camp	ML 1085	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	27-Jan-94	31-Jan-24	0.05	
Koala Plant	ML 1086	GBMR/MCGM* ⁴	GBMR	100%	100%	Granted	27-Jan-94	31-Jan-24	0.98	
Twin Hills										
Dingo Range	EPM19504	GBMR/MCGM	GBMR	100%	100%	Granted	12-Mar-13	11-Mar-28	16.25	5
Twin Hills	EPM19856	GBMR/MCGM	GBMR	100%	100%	Granted	10-Mar-14	09-Mar-24	74.75	23
Anakie	EPM25182	GBMR/MCGM	GBMR	100%	100%	RA	14-Jan-14	13-Jan-24	35.75	11
Twin Hills South	EPM27594	GBMR/MCGM	GBMR	100%	100%	Granted	25-Oct-22	24-Oct-27	325	100
Twin Hills North	EPM27597	GBMR/MCGM	GBMR	100%	100%	Granted	08-Jul-21	07-Jul-26	273	84
Gunjulla	EPM27974	GBMR/MCGM	GBMR	100%	100%	Granted	12-May-22	11-May-27	35.75	11
Frank Field	EPM28140	GBMR/MCGM	GBMR	100%	100%	Granted	09-Dec-22	08-Dec-27	97.5	30
Yacimiento	EPM27554	GBMR	GBMR	100%	100%	Granted	29-Mar-21	28-Mar-26	243.75	75
Twin Hills	ML70316	GBMR/MCGM	GBMR	100%	100%	Granted	16-Dec-04	31-Dec-34	238ha	
Total									7419	1998

Note

*¹ approximately 16 km² which was the area of previous EPM19849 Moonmera, is subject to 1% smelter royalty and other conditions to Rio Tinto.

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

*³ subject to Farm In by Cloncurry Exploration and Development, a subsidiary of Nippon Mining Australia.

*⁴ subject to Farm In by Newcrest Operations Ltd. a subsidiary of Newmont Corporation.

*⁵ subject to completion of the sale to Havilah Resources Limited (ASX:HAV) (Refer ASX:GBZ release 8 August 2023).

CORPORATE

Share Placement and Non-Renounceable Entitlement Issue

(Refer ASX:GBZ releases 20 December 2023 and 18 January 2024)

Share Placement to raise up to \$1.9 million supported by directors and Collins St Asset Management (CSAM).

- **Tranche 1:** Placement raised approximately \$1.0 million, before costs (completed 27 December 2023).
- **Tranche 2** (subject to shareholder approval):
 - a) Issue of free attaching options to unrelated parties issued shares pursuant to Tranche 1.
 - b) Placement to directors and management and their related parties to raise \$462,000.
 - c) Placement to CSAM to raise \$462,000.
 - d) Restructure of existing convertible note, along with conversion of \$900,000 of debt by CSAM to equity.

Non-Renounceable Pro Rata Entitlement Issue (Entitlement Offer)

- Non-renounceable entitlement issue to eligible shareholders to raise up to approximately \$1.65 million (before costs).
- Entitlement Offer is not underwritten, however Canaccord has been offered the ability to place any shortfall under the Entitlement Offer on a best endeavours basis.
- GBM has received a firm commitment for up to ~ A\$1 million of any shortfall to the Entitlement Offer from Wise Walkers Limited (a Hong Kong registered company).

Use of Funds

- Funds raised from the Placement and Entitlement Offer (up to a maximum of ~\$3.57 million), after costs, will be applied to exploration at the Company's wholly owned Twin Hills and Yandan Gold Projects (including drilling at the Lone Sister and 309 deposits, and regional geochemical and geophysical programs), reduction of convertible note debt and the provision of working capital (including tenement bond increases).

No other shares were issued and there were no changes to options or performance rights during the December '23 quarter.

Related party transactions

Included in Section 6 of the Appendix 5B for the December '23 quarter are amounts paid to directors and their related parties of:

- Remuneration of Directors – approximately \$87k

Information Provided in Accordance with ASX Listing Rules 5.3.1 and 5.3.2

In accordance with ASX Listing Rule 5.3.1, the Company confirms that there have been no material developments or changes to its exploration activities. A summary of the specific activities undertaken in each project area is provided in the relevant sections of this activity report.

A total of \$0.7 million was incurred in respect of project related expenditure which was focussed on ongoing exploration and geochemical studies at its Yandan, Mt Coolon and Twin Hills gold projects.

In accordance with ASX Listing Rule 5.3.2, the Company advises that there were no changes to the 100% owned White Dam Gold-Copper Gold Heap Leach production operations during the December '23 quarter. Total expenditure incurred in respect of the production activities for the December '23 quarter was \$0.56 million. No new Mining development activities were conducted during the December '23 quarter, however some ROM pad and heap leach material movements were conducted.

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

For further information please contact:

Investor enquiries

Peter Rohner

Managing Director

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peter.rohner@gbmex.com.au

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 estimate with those announcements continue to apply and have not materially changed.

Appendix 1- GBM Mineral Resource Estimate for the Drummond Basin Projects (Mt Coolon, Yandan and Twin Hills) along with other company 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 -ML													
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 - ML													
Sub Total - Open Pit				1,070	1.6	55,200	580	1.2	23,100	1,660	1.5	78,300	0.4
Yandan - ML													
East Hill - Open Pit				4,860	1.5	240,000	7,900	0.8	203,000	12,800	1.1	443,000	0.4
Yandan South - Open Pit							900	0.6	16,000	900	0.6	16,000	0.3
Sub Total				4,860	1.5	240,000	8,800	0.8	219,000	13,700	1.0	459,000	
Illamahta													
Oxide - Open Pit				886	0.7	21,100	261	0.7	5,800	1,147	0.7	26,900	0.4
Sulphide - Open Pit				673	0.9	19,600	372	0.8	9,000	1,045	0.9	28,600	0.4
Sub Total				1,559	0.8	40,700	633	0.7	14,800	2,192	0.8	55,500	
Twin Hills - ML													
309 - Open Pit	830	2.5	73,900	5,480	1.3	235,200	3,650	1.1	129,800	9,960	1.4	438,900	0.4
309 - UG				190	4.0	24,500	480	3.9	59,900	670	3.9	84,400	2.0
Lone Sister - Open Pit				5,250	1.3	277,300	6,550	0.9	188,500	11,800	1.1	415,800	0.4
Lone Sister - UG				370	2.9	34,300	310	2.6	25,800	680	2.7	60,100	2.0
Sub Total	830	2.5	73,900	11,290	1.6	571,300	10,990	1.1	404,000	23,110	1.3	999,200	
Drummond Basin Total	944	2.6	80,100	21,298	1.5	1,033,900	23,342	1.0	780,200	45,655	1.26	1,844,200	
White Dam - ML													
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 - RL, Note Malmsbury ounces referred to in this table are subject to the SPA completion, Refer ASX:GBZ release 10 March 2023													
Sub Total - UG							820	4.0	104,000	820	4.0	104,000	2.5
Sub Total - UG - GBM Share							410	4.0	52,000	410	4.0	52,000	2.5
GBM Total											1,998,100		

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 Announcement, 4 December 2017, Mt Coolon Gold Project Scoping Study, note these resources have not been verified by Newmont and are on tenements subject to a recent farm-in agreement with Newcrest (now Newmont)
 - 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 Announcements, 18 January 2019, Mt Coolon and Twin Hills Combined Resource Base Approaches 1 Million Ounces, 2 February 2022, Significant Resource Upgrade at Twin Hills Project and 5 December 2022, Twin Hills Gold Project Upgrades to ~1 Moz Mineral Resource
 - White Dam – GBM ASX Announcement, 18 August 2020, White Dam Maiden JORC 2012 Resource of 102 koz
 - Including this announcement
- 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.

Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

GBM RESOURCES LIMITED

ABN

91 124 752 745

Quarter ended ("current quarter")

31 DECEMBER 2023

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
1.	Cash flows from operating activities		
1.1	Receipts from customers	380	938
1.2	Payments for		
	(a) exploration & evaluation	-	-
	(b) development	-	-
	(c) production	(437)	(894)
	(d) staff costs	(113)	(371)
	(e) administration and corporate costs	(413)	(721)
1.3	Dividends received (see note 3)	-	-
1.4	Interest received	106	166
1.5	Interest and other costs of finance paid	(72)	(271)
1.6	Income taxes paid	-	-
1.7	Government grants and tax incentives	-	-
1.8	Other (provide details if material)		
	- JV management fee	-	47
	- Other		
1.9	Net cash from / (used in) operating activities	(549)	(1,106)
2.	Cash flows from investing activities		
2.1	Payments to acquire or for:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) exploration & evaluation	(1,310)	(2,141)
	(e) investments	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
	(f) other non-current assets		
	- bonds and deposits	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	10	10
	(e) other non-current assets (bond refund)	-	12
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (farm-in partner contributions)	-	442
2.6	Net cash from / (used in) investing activities	(1,300)	(1,677)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	1,000	1,100
3.2	Proceeds from issue of convertible debt securities *	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	200	200
3.6	Repayment of borrowings	(134)	(142)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (repayment of lease liabilities)	(21)	(42)
3.10	Net cash from / (used in) financing activities	1,045	1,116

* Proceeds received on \$10 million convertible notes net of costs and prepaid interest amounts to \$7.515m. In the June 2023 quarter a partial redemption of the note occurred.

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	1,038	1,901
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(549)	(1,106)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(1,300)	(1,677)

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
4.4	Net cash from / (used in) financing activities (item 3.10 above)	1,045	1,116
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	234	234

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	206	566
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (Joint Venture funds)	28	472
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	234	1,038

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	61
6.2	Aggregate amount of payments to related parties and their associates included in item 2	26

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7.	Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity.</i> <i>Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1	Loan facilities	93	93
7.2	Credit standby arrangements	-	-
7.3	Other (Convertible Note)	7,358	7,358
7.4	Total financing facilities	7,451	7,451
7.5	Unused financing facilities available at quarter end		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well. The Company has entered into secured loan agreements with Grow Funding Pty Ltd to finance vehicles/mobile equipment at the White Dam project. The loans have a term of 3 years, are secured over the assets being financed and have an interest rate of 8.8%. The Company has entered into a Premium Funding Loan Agreement with Attvest Finance Pty Ltd to finance payment of the 2024 insurance premiums. The amount financed is \$207k (including credit charges of approximately \$8k) and the loan will be repaid by April 2024. The balance owing on the loans at the end of the quarter is shown above. <u>Convertible Note</u> In the financial year ended 30 June 2023, the Company issued convertible notes with a total face value of \$10m with a 3 year term and an initial conversion price of 8.75 cents. The notes were partially redeemed in April 2023. The notes bear interest at 10.5% payable monthly in advance for the first 12 months. Interest for the next 2 years of the notes' term has been prepaid and deducted from the proceeds received from the convertible notes. The balance owing on the convertible note at the end of the quarter is shown above.		

8.	Estimated cash available for future operating activities	\$A'000
8.1	Net cash from / (used in) operating activities (item 1.9)	(549)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(1,310)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(1,859)
8.4	Cash and cash equivalents at quarter end (item 4.6)	234
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	234
8.7	Estimated quarters of funding available (item 8.6 divided by item 8.3)	0.12
	<i>Note: if the entity has reported positive relevant outgoings (i.e. a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:

8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?

Answer: No, the Company expects a lower level of net operating cashflows as exploration expenditure is largely discretionary until additional asset sales and current funding plans are completed.

8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?

Answer: The Company is in the process of raising up to \$3.57 million via a Placement and Non-Renounceable Pro Rata Entitlement Issue (refer ASX announcement 20 December 2023). The Company has received a firm commitment from Wise Walkers Limited (a Hong Kong registered investment company) for up to \$1 million of any shortfall to the Entitlement Offer. Once the Entitlement Offer is completed, the Company intends to advance discussions with Wise Walkers regarding further potential investment in the Company. (Refer ASX announcement 19 January 2024)

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: The entity does expect that it will be able to continue its operations and to meet its business objectives based on the entity's responses above.

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 31 January 2024

The Board of Directors

Authorised by:
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, 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. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.