

27 July 2018

ASX Announcement

Wiluna West Gold Project Update Golden Monarch Mining Approvals

Highlights

- **GWR Group Limited ("GWR") plans to commence preparing mining approval documents to develop the Golden Monarch Gold deposit.**
- **A Streamlined process is anticipated as the infrastructure approvals for the adjacent JWD Mining proposal, obtained in 2012 will be used and approval of the mining proposal will be above the water table and therefore also further simplify the approvals.**
- **Previous Flora, Fauna and Aboriginal Heritage surveys are largely completed, with minor targeted flora, fauna and Aboriginal Heritage surveys planned.**
- **Mining Agreement with Wiluna Traditional Owners already in place.**
- **Negotiations with the Shire of Wiluna have been initiated regarding a Road Access Agreement for the Ullalla road**
- **Negotiations with Blackham Resources Limited regarding a milling agreement are ongoing.**

GWR Group Limited (ASX: GWR) ("GWR" or "the Company") is pleased to provide an update on its Golden Monarch gold deposit at the Wiluna West Gold project. GWR is preparing to lodge approval documents amending existing approvals for the adjacent JWD iron deposit. Negotiations with Blackham Resources Limited ("BLK") regarding a milling agreement are continuing.

The Wiluna West Gold Project is located approximately 40 km south west of the Blackham Resources Limited ("Blackham") (ASX:BLK) Matilda / Wiluna Gold Operation which includes a gold processing and treatment plant (Figures 1 and 2). The Wiluna West Gold project contains a combined gold Resource of 3.5 million tonnes at 2.3 g/t Au for 254,000 oz (Table 1) In January 2017 GWR executed a Memorandum of Understanding ("MoU") with Blackham for the potential treatment of gold deposits at Wiluna West (refer to ASX announcement; GWR Group and Blackham Resources sign MoU, 31st January 2017).

The combined JORC 2012 Mineral Resource estimate for the Golden Monarch gold deposit (Figure 3) is 747,000 tonnes at 2.2 g/t Au for 52,400 oz of Au using a 0.5 g/t lower cut off (Table 1). This includes an Indicated Resource of 474,000 tonnes at 2.4 g/t (36,600 oz), and an Inferred Resource of 273,000 tonnes at 1.8 g/t which is outside of the optimised pit shell.

A streamlined statutory approvals process is likely as the Golden Monarch gold deposit is adjacent to the JWD iron deposit where GWR was granted mining approval in 2012 and is largely within the granted clearing permits. It is planned to simply submit amendments to current approvals so this will require minor additional flora, fauna and Aboriginal Heritage surveys and the approval of the mining proposal will be above the water table and therefore also further simplify the approvals. This work will be undertaken as soon as possible.

Negotiations with the Shire of Wiluna have been initiated in respect to a Road Access Agreement for the 26.5 km long section of the Ullalla Road maintained by the Shire.

A Mining Agreement with the Wiluna Native Title holders was also signed in July 2010 which contemplates the mining of gold. GWR via its MoU with Blackham is seeking to build a portfolio of potential mining projects at Wiluna West.

Table 1
Wiluna West Gold Project
JORC 2004 and JORC 2012 Gold Resources

JORC Status	Prospect	Resource Type	Tonnes	Grade (g/t Au)	Ounces
JORC2012	Golden Monarch	Indicated	474,000	2.4	36,600
at 0.5 g/t cut off		Inferred	273,000	1.8	15,800
		TOTAL	747,000	2.2	52,400
JORC2004	Bottom Camp	Inferred	329,000	2.0	21,100
at 1.0 g/t cut off	Bowerbird	Inferred	169,000	3.1	17,000
	Bronzewing	Inferred	104,000	2.4	8,000
	Brilliant	Inferred	342,000	2.5	27,900
	Wren	Inferred	61,000	2.5	4,800
	Emu	Inferred	371,000	2.4	28,700
	Eagle	Inferred	489,000	2.4	37,800
	Comedy King	Inferred	183,000	1.8	10,800
	Goldfinch	Inferred	80,000	1.4	3,600
	Iron King	Inferred	481,000	2.3	35,600
	Iron Hawk	Inferred	138,000	1.5	6,800
		TOTAL	2,747,000	2.3	202,100
TOTAL JORC2004 & JORC2012			3,494,000	2.3	254,500

Notes

Differences may occur due to rounding. For JORC 2004 refer to ASX announcement 14th June 2010. The Mineral Resource Estimates shown as JORC 2004 compliant were first prepared and disclosed under JORC 2004 and have not been updated to comply with JORC 2012 on the basis that the information has not materially changed since they were last reported.

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Competent Persons Statements

Golden Monarch JORC 2012 Mineral Resource Estimate

The information in this report which relates to the Golden Monarch Mineral Resource Estimate is based on information compiled by Mr Philip A. Jones, who is a Member of the Australian Institute of Geosciences ("AIG") and the Australasian Institute of Mining & Metallurgy ("AusIMM") and is an independent consultant to the Company. Mr Jones 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, Exploration Targets, Mineral Resources and Ore Reserves" (JORC Code). Mr Jones consents to inclusion in this Announcement of the matters based on this information in the form and context in which it appears.

JORC 2004 Mineral Resource Estimates

The information in this report which relates to Exploration Targets, Exploration Results and 2004 Mineral Resource Estimates is based on information compiled by Mr Allen Maynard, who is a Member of the Australian Institute of Geosciences ("AIG"), a Corporate Member of the Australasian Institute of Mining & Metallurgy ("AusIMM") and independent consultant to the Company. Mr Maynard is the Director and principal geologist of Al Maynard & Associates Pty Ltd and has over 35 continuous years of exploration and mining experience in a variety of mineral deposit styles. Mr Maynard 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, Exploration Targets, Mineral Resources and Ore Reserves" (JORC Code). Mr Maynard consents to inclusion in the report of the matters based on this information in the form and context in which it appears.

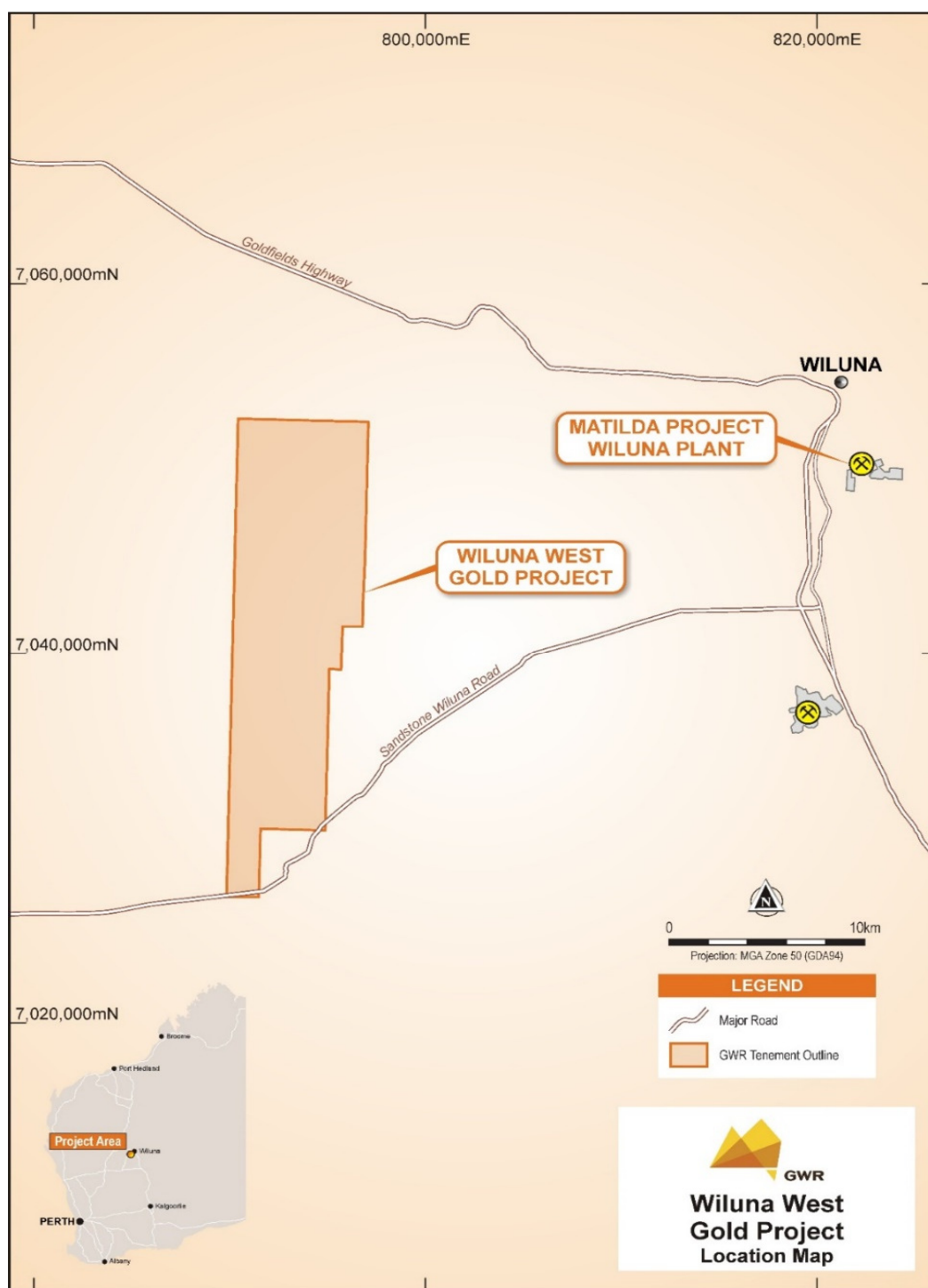


Figure 1: Wiluna West Gold Project Location

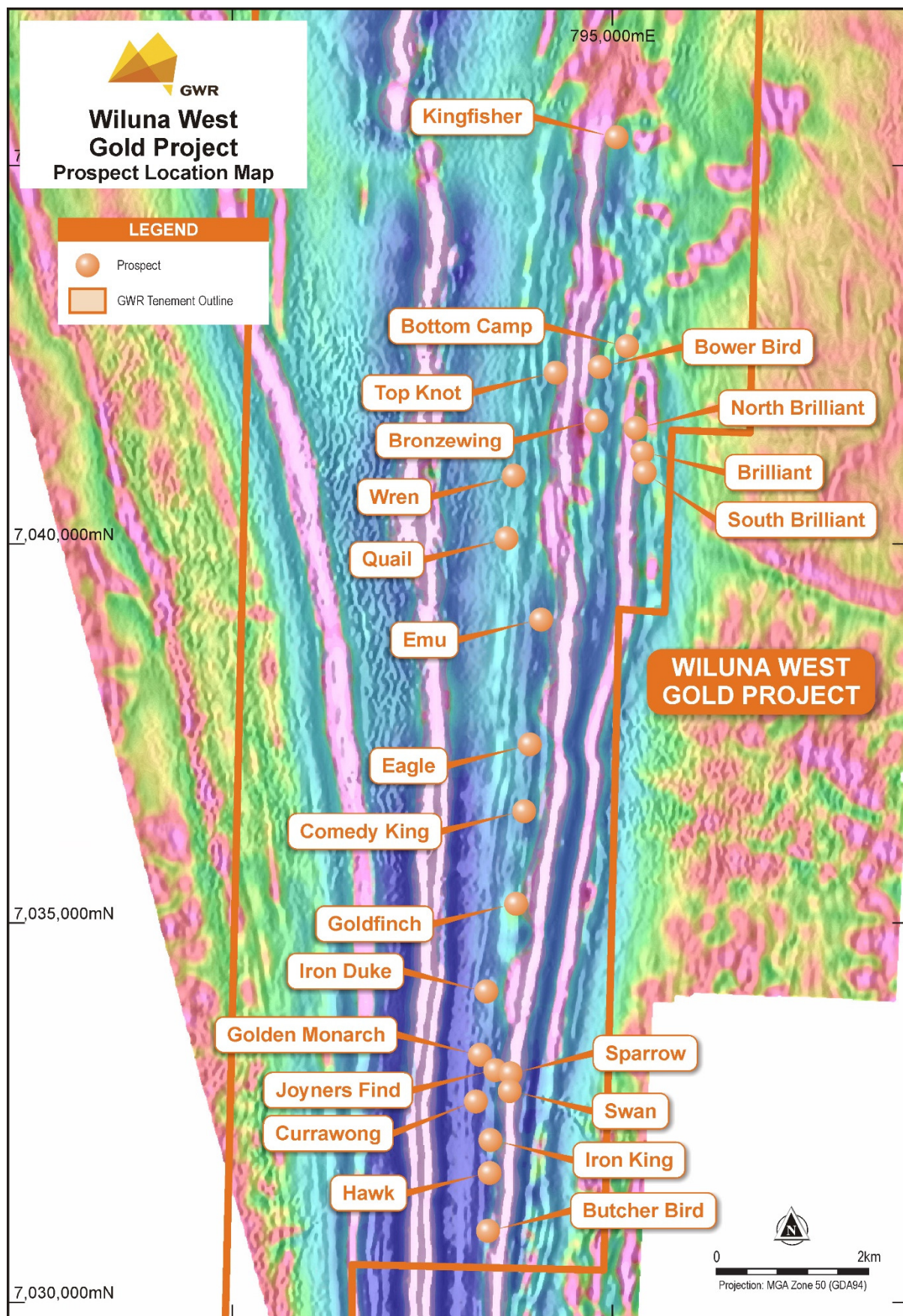


Figure 2: Wiluna West Gold Project Prospect Location Map

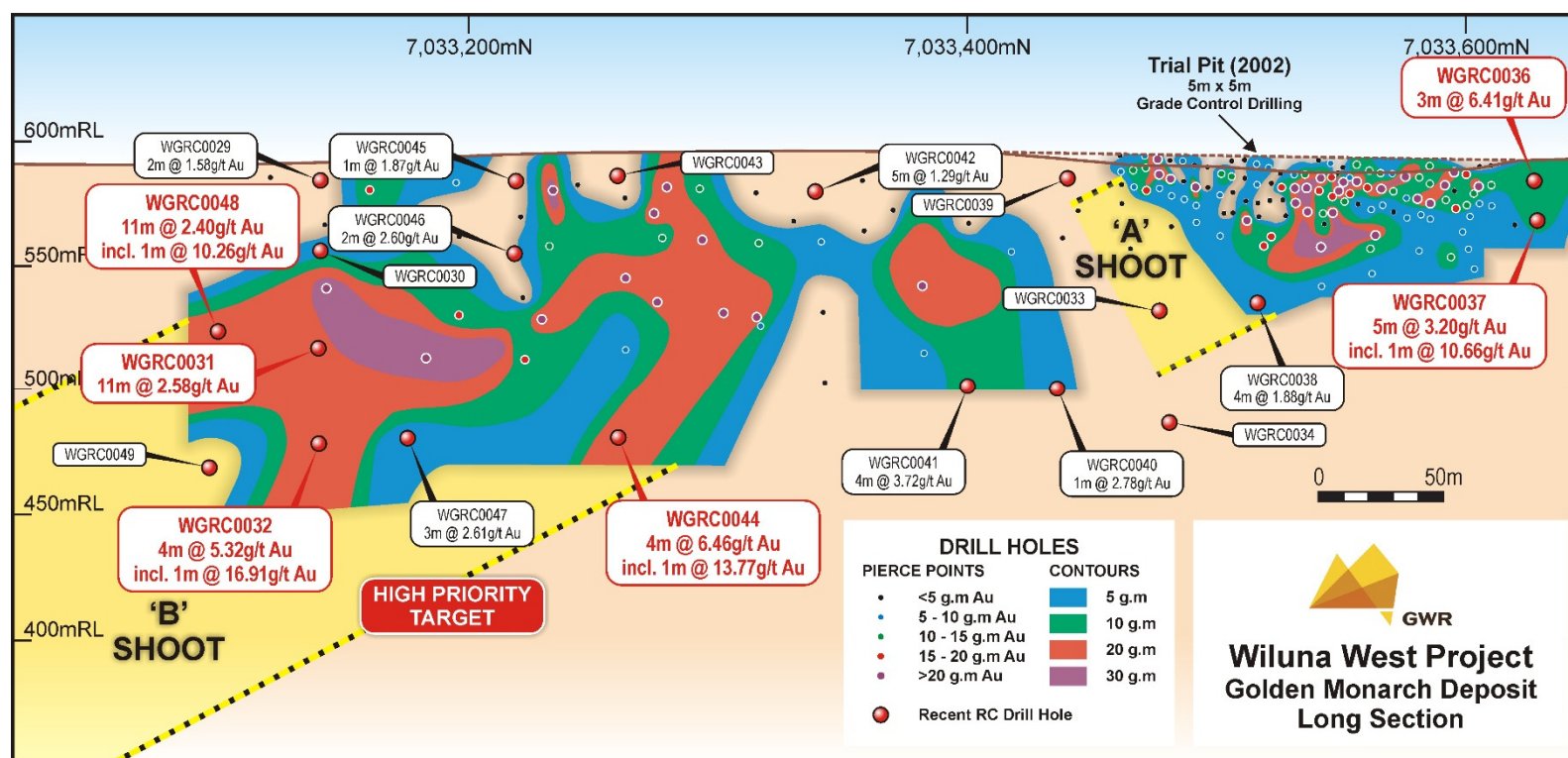


Figure 3: Golden Monarch Longitudinal Section