

5 March 2009

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



ABN 91 124 752 745
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Dear Sir,

Drill results confirm Mt Isa phosphate mineralisation

New drill results have confirmed widespread phosphate mineralisation over a large project area owned in the Mount Isa region of north Queensland by GBM Resources Limited (ASX code: "GBZ").

Peak phosphate values of more than 22% P₂O₅ were among some of the strongest results from the 1,000 metre Reverse Circulation program conducted by GBM Resources in December and January at the Bungalien project just east of Duchess.

Bungalien is among a suite of nearby phosphate projects including Horse Creek, Limestone Creek and Malbon2, owned by the Company within the area's phosphate rich Beetle Creek Formation, part of the broader Georgina Basin mineralised footprint near Mount Isa.

The objective of the program, reduced to 1000 metres from 2000 metres originally to allow completion prior to the northern Queensland wet season, was to successfully demonstrate the extent and the potential for the development of phosphate.

Key results include:

1. Of 17 RC holes drilled, 5 returned peak values in excess of 10% P₂O₅ and two eastern most holes returned peak values of more than 22% P₂O₅.
2. The program demonstrated the continuity of the Beetle Creek Formation throughout the project area; this sedimentary rock sequence is the key host to phosphate mineralisation within the Georgina Basin.
3. Interpretation of the drilling results demonstrates that the project area contains some 16 square kilometres of the Beetle Creek Formation within a depth of 50 metres from surface and over a strike length of 9 kilometres.

The drilling intersections confirm a very flat lying orientation for the mineralised Beetle Creek Formation, which most holes intersected between 40 to 50 metres downhole.

4. The Bungalien project is ideally supported by a road and rail corridor through its tenement boundary, enhancing potential development options.

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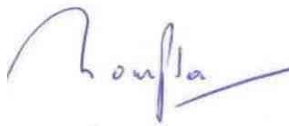
Exploration Office: 10 Parker Street,
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GBM Resources has previously reported that its phosphate assets near Mount Isa also have significant potential for discovery of world-class gold and copper mineralisation, with six discrete magnetic anomalies identified under the cover of the Georgina Basin.

A current review of the Company's strategic phosphate projects is scheduled for completion in the June quarter.

A summary of drill hole locations and peak grades is attached.

Yours Sincerely,



Peter Thompson
Managing Director

Values quoted are for one metre down hole intervals from vertical holes completed using reverse circulation hammer drilling. Samples were riffle split to approximately 3 kilograms and submitted to ALS for standard sample preparation and multi element ICP analyses. Values are quoted as %P₂O₅ converted from P using a conversion factor of 2.3.

Results quoted demonstrate the presence of phosphate mineralisation but are presently considered insufficient to make any statements concerning the resource potential of this project.

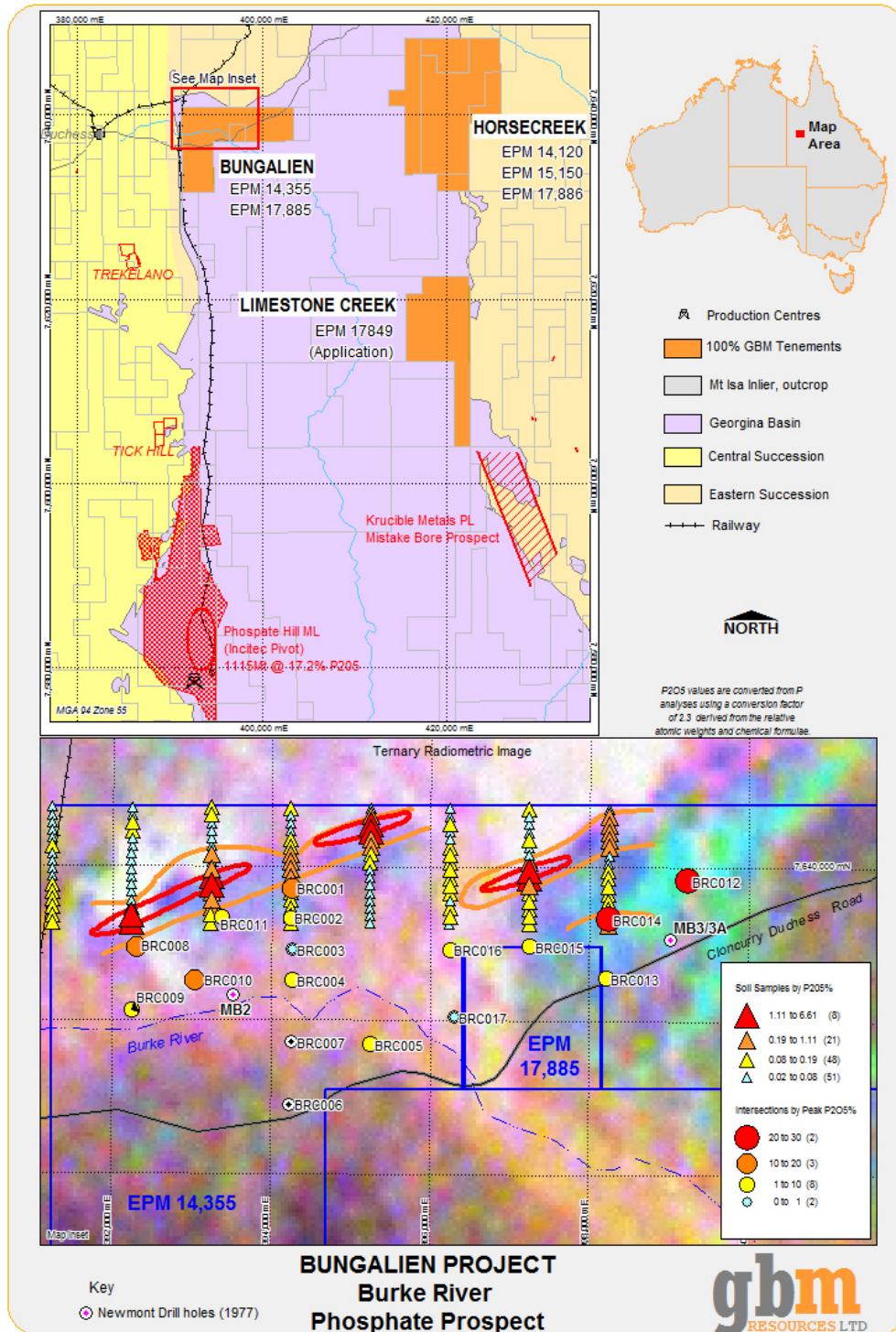
The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Neil Norris, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Norris is a full-time employee of the company. Mr. Norris has sufficient experience which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



Drilling in progress at Bourke River Phosphate Prospect, December 2008.

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