

3<sup>rd</sup> April 2014

## **\$2.2M Farm-in JV Agreement for GBM to Progress IOCG Exploration in the Mount Isa Region, NW Queensland**

- **Further drill testing planned for Bronzewing Bore IOCG discovery in the Bungalien Project Area**
- **Pan Pacific Copper Co., Ltd. and Mitsui & Co., Ltd. approved a \$2.2M exploration budget for the 2014/15 year**
- **Drilling of a number of key targets in the Mount Margaret West Project area adjacent to the Ernest Henry Cu-Au Mine planned for 2014**
- **GBM will remain as manager of the exploration programmes on behalf of its partners.**

Australian resources company **GBM Resources Limited** (ASX: **GBZ**) ("**GBM**" or "**the Company**") is pleased to advise the approval of a \$2.2M budget to progress exploration of IOCG style targets in the Mount Isa Region. GBM's projects are located near Cloncurry in the NW Queensland Mineral Province and are subject to a Farm-in and Joint Venture Agreement with leading Japanese companies, Pan Pacific Co., Ltd. (PPC) and Mitsui & Co., Ltd. (Mitsui).

The Farm-in Agreement moves into the fifth year with a number of key targets, with geophysical and geochemical responses consistent with that expected for IOCG style deposits, ready for drill testing.

Under the Farm-in Agreement, PPC and Mitsui, through their Australian subsidiary Cloncurry Exploration & Development Pty. Ltd. (CED), can earn 51% of the projects by expending \$15M on exploration in the initial farm-in period, and up to a total of 90% interest by spending a further \$40M, after which point GBM will retain its 10% free carry interest through to the completion of a Bankable Feasibility Study. GBM and CED's exploration is focused on the discovery of world-class gold and copper-gold deposits in these project areas.

The key targets to be tested during 2014 are located in covered areas of the Eastern Succession of the Mount Isa Inlier which is host to a number of significant Cu-Au deposits of which Xstrata's Ernest Henry Mine (219Mt @ 1.1% Cu and 0.51g/t Au<sup>#1</sup>) is the largest of the many copper gold deposits discovered in the region to date. Large areas of this terrain are covered and remain largely unexplored.

ASX Code: GBZ

### COMPANY DIRECTORS

**Peter Thompson**  
Managing Director/ Executive Chairman

**Neil Norris**  
Exploration Director – Executive

**Cameron Switzer**  
Non-Executive Director

**Guan Huat (Sunny) Loh**  
Non-Executive Director

**Chiau Woei Lim**  
Non-Executive Director

### CONTACT DETAILS

**Principal & Registered Office**  
Suite 8, 7 The Esplanade,  
Mt Pleasant, WA 6153

**Exploration Office**  
10 Parker Street,  
Castlemaine, Victoria 3450

**Website**  
[www.gbmr.com.au](http://www.gbmr.com.au)

**Email**  
[info@gbmr.com.au](mailto:info@gbmr.com.au)

**Phone**  
+61 (8) 9316 9100

**Fax**  
+61 (8) 9315 5475

**Phone (Exploration Office)**  
+61 (3) 5470 5033





*Photographs; Top-Drillcore from hole BNG001, part of abroad intersection which returned an average grade of 0.1% Cu over 200 metres down hole (see GBM ASX release dated 2<sup>nd</sup> September 2011). Bottom- close up of copper mineralization (chalcopyrite associated with magnetite in granite host rock) from this hole. This target will be further drill tested during 2014. [This information was prepared and first disclosed under the JORC Code 2004. It 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 exploration programme for 2014 and 2015 was planned at a recent meeting attended by representatives of all companies at GBM's Regional Exploration Office in Castlemaine, Victoria. Key areas for testing in the current field season are targets in the Bungalien and Mount Margaret West Project areas, with up to 5 targets prioritised for drill testing in each of 2014 and 2015 field seasons, with geophysical and geochemical surveys also planned for a significant number of targets.

Geophysical surveys, geochemistry and scout drilling completed over the past 4 years has upgraded a number of targets which provide support for ongoing systematic exploration. The Farm-in partners believe this programme has a strong possibility of resulting in new discoveries in this fertile mineral province.

GBM Resources entered into a Farm-out Agreement with leading Japanese companies, PPC and Mitsui in April 2010 covering a number of tenements in North West Queensland. Under the Farm-in Agreement PPC and Mitsui can outlay up to A\$55M through their Australian registered JV company CED. Projects subject to this Agreement include the Talawanta-Grassy Bore Project, Chumvale Breccia Project, Bungalien Project and the Mount Margaret West Project. GBM remains as operator of the projects.

**For Further information please contact:**

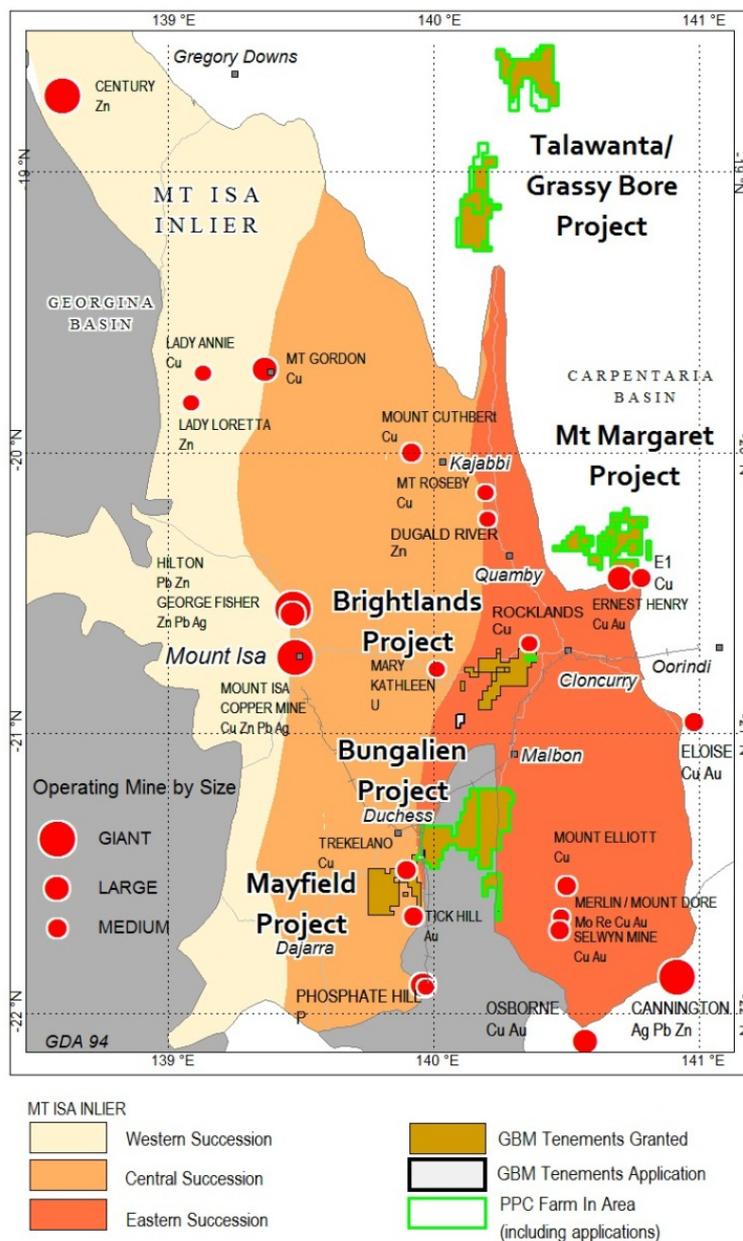
Peter Thompson  
 Managing Director  
 GBM Resources Limited  
 Tel: 08 9316 9100

Karen Oswald  
 Walbrook IR  
 Tel: + 0423 602 353

*Notes*

#1 2011, North West Queensland Mineral and Energy Province Report, Geological Survey of Queensland, DEEDI. pp 69.

The information in this report that relates to Exploration Results is based on information compiled by Neil Norris, who is a Member or Fellow of The Australasian Institute of Mining and Metallurgy. Mr Norris is a holder of shares and options and 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.



Figure; CED Farm In Tenements in the North West Queensland Mineral Province.