

## QUARTERLY ACTIVITIES REPORT

September 2019

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GME Resources Limited (“**GME**” or “**the Company**”) provides an update on its activities completed during the September 2019 quarter. Key follow-on activities for the NiWest Nickel-Cobalt Project (“**NiWest**” or “**NiWest Project**”) and other potential value creating initiatives included:

- Continued engagement with potential strategic partner/offtake parties prior to progressing the Definitive Feasibility Study (DFS) for the NiWest Project
- Conceptual pit optimisation study in progress for high grade nickel development opportunity at Waite Kauri deposit within the NiWest Project
- Review of existing gold projects for potential for small tonnage, high-grade, open pit developments with toll treatment pathways, similar to the Devon Gold Project

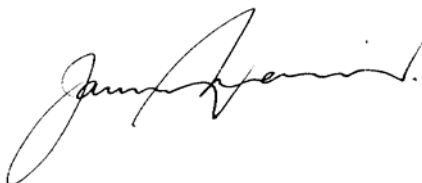
### Next Steps

Engagement with potential investment partners for the NiWest development will continue in the December 2019 quarter. Nickel prices remain relative strong which has supported continued interest from third parties for potential participation in NiWest.

The Company is currently progressing a conceptual mining study for an open pit development at the Waite Kauri project. The Project area contains a JORC 2012 resource of 1.8 mt at 0.98% Nickel and 0.54% Cobalt calculated at 0.8% Ni cut off grade. All of the resource falls within the measured and indicated categories. Previous drilling at the Waite Kauri has delineated a discrete high-grade ore zone. The area is covered by a high-density drill pattern and has recorded numerous nickel intersections above 2% from surface down indicating potential for a low cost mining development with minimal mining strip ratio.

The Company has commenced a review of its remaining gold assets which comprise three key gold projects in the Murrin Murrin region. The objective of the review is to identify potentially profitable high-grade open pit developments along similar lines to the Devon Gold operation completed in 2016. The current gold price which has maintained over A\$2,100 per ounce for most 2019 has significantly enhanced the economics of small-scale mining.

All of the projects have been subjected to numerous drilling phases that have yielded economic gold results. Work is currently underway to validate previous drilling results and evaluate the potential for profitable small scale mining developments.



**JAMIE SULLIVAN**

MANAGING DIRECTOR

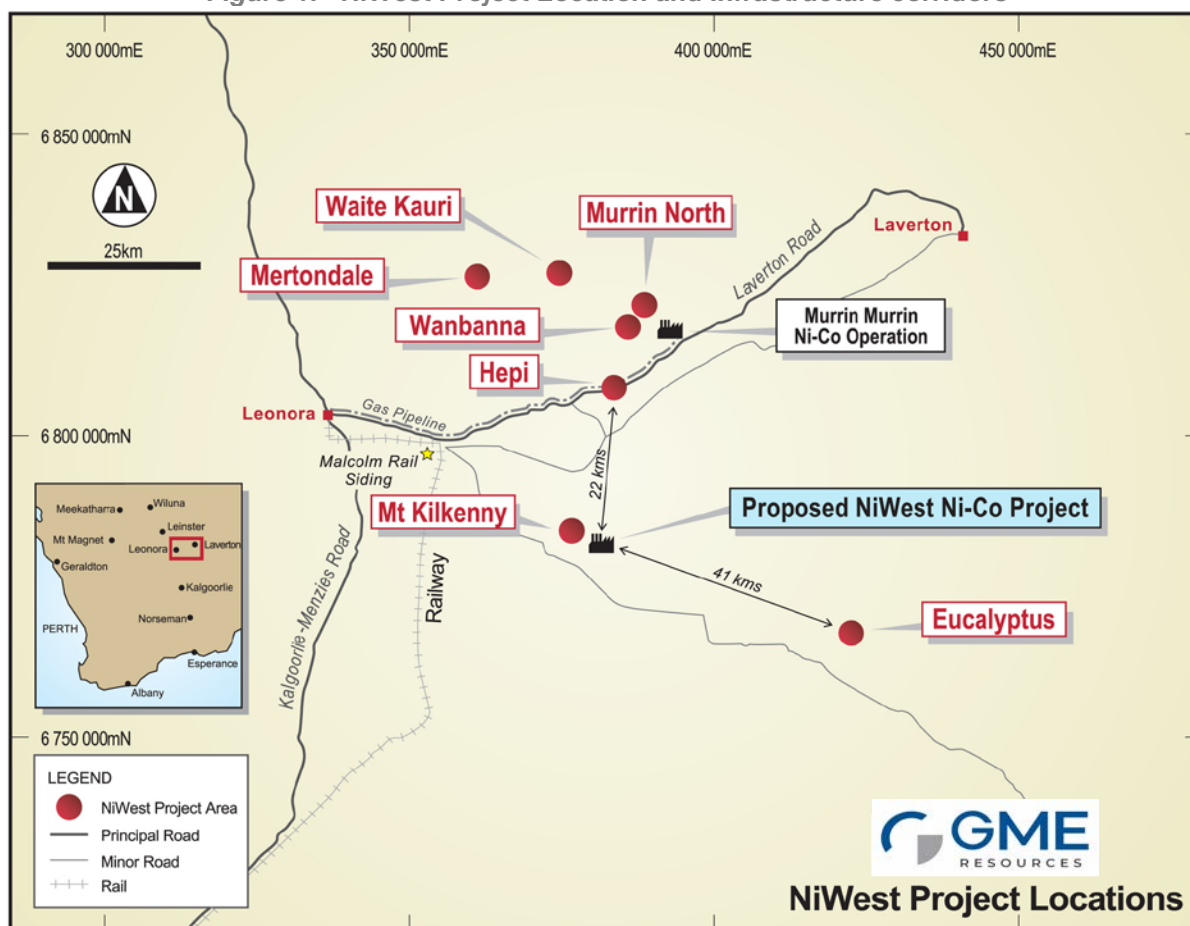
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## NIWEST (NICKEL-COBALT) PROJECT

### Introduction

The NiWest Nickel-Cobalt Project is one of the largest high grade, undeveloped nickel-cobalt deposits in Australia. The project is located adjacent to Glencore’s Murrin Murrin operations in the North Eastern Goldfields of Western Australia. The project is situated in a semi-arid region that is well serviced by existing infrastructure (refer Figure 1).

Figure 1: NiWest Project Location and Infrastructure corridors



### Pre-Feasibility Study

GME released the results of the Pre-Feasibility Study (“PFS”) on its 100%-owned NiWest Nickel-Cobalt Project during the September 2018 quarter.

#### Overview

- Head grades average 1.05% nickel and 0.07% cobalt for the first 15 years. Opportunity to extend high-grade profile through potential conversion of Inferred Resources and/or inclusion of other known deposits.
- Initial 27-year operating life at a nameplate processing capacity of 2.4Mtpa. Projected steady-state nickel and cobalt recoveries of 79% and 85% respectively.
- Total production of 456kt nickel (in nickel sulphate) and 31.4kt cobalt (in cobalt sulphate). Average annual production of 19.2kt nickel and 1.4kt cobalt over the first 15 years.

- Ungearing post-tax NPV<sub>8%</sub> of A\$791M and internal rate of return (IRR) of 16.2% (equivalent pre-tax values of A\$1,390M and 21.2%, respectively). Payback period (pre-tax) of 4.4 years.
- Average cash unit operating cost (post royalties and cobalt credits) of US\$3.24/lb contained nickel (US\$3.00/lb for the first 15 years).
- Globally attractive pre-production capital intensity of sub-US\$20 per pound of average annual nickel production based on forecast pre-production capital expenditure of A\$966M.
- Projected free cashflow (post all capital expenditure and tax) of A\$3,342M.

## Environmental Baseline Study

The Company has completed a Level 1 flora, vegetation, terrestrial vertebrate fauna and fauna habitat assessment of the proposed Mt Kilkenny mining and processing area, Hepi mining area, Waite Kauri deposit and a haul road alignment. The survey results were consistent with previous surveys and did not identify any material issues of concern.

## Value Engineering

### *Opportunities identified during PFS*

The PFS (August 2018) identified a number of value engineering opportunities that have the potential to improve NiWest project economics significantly. Value engineering work conducted during the quarter included the following:

- **Ore feed schedule:** *Dynamic optimisation and flexing of mine and process scheduling across acid consumption, and nickel and cobalt recovery.*

Preliminary review of the PFS ore feed schedule highlights that through further refinement of the mine scheduling based on the existing Ore Reserves only, the ore feed grade in the early years can be materially enhanced.

- **Inferred Resources** (within the Mt Kilkenny, Eucalyptus and Hepi deposits) **and other known deposits** (Mertondale, Murrin North, Wanbanna, Waite Kauri) *not considered in the PFS: Potential further drilling and incorporation to extend initial high-grade feed life and/or overall operating life.*

Preliminary evaluation of an ore feed schedule incorporating the other known deposits highlights the opportunity to provide greater flexibility to optimise the ore feed blend to the plant, etc including improving the ore feed grade during the initial years.

## Engagement with potential strategic partner/offtake parties

This process is ongoing and targeted at a comprehensive and robust assessment of the broad range of potential ownership, development and funding structures currently available to GME and the NiWest Project.

GME intends to continue these discussions prior to commencing a Definitive Feasibility Study (DFS) on the NiWest Project.

## CORPORATE

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### *Nickel and Cobalt Markets*

The LME quoted price of nickel increased by approximately 25 % to US\$15,750 per tonne during the September 2019 quarter. During the corresponding period LME nickel inventories have reduced by around 10kt (6%) to finish at approximately 155kt, however the nickel stocks have fallen significantly in October and are currently below 100kt. The LME quoted price of cobalt increased by 10% to approximately US\$35,000 per tonne during the quarter.

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| <p><b>About GME</b><br/> <i>GME Resources Limited is an ASX listed exploration and development company with nickel and cobalt interests in Western Australia. GME's principal asset is its 100% owned NiWest Nickel-Cobalt Project situated adjacent to Glencore's Murrin Murrin Operation. In August 2018 the Company completed a Pre-Feasibility Study into the technical and economic viability of a heap leach and direct solvent extraction operation at one of the largest undeveloped nickel/cobalt deposits in Australia.</i></p> <p><i>In the March 2019 Quarter, GME completed a Level 1 flora, vegetation, terrestrial vertebrate fauna and fauna habitat assessment of the proposed Mt Kilkenny mining and processing area, Hepi mining area, Waite Kauri deposit and a haul road alignment. The survey results were consistent with previous surveys and did not identify any material issues of concern.</i></p> <p><b>More information is available on GME's website at <a href="http://www.gmeresources.com.au">www.gmeresources.com.au</a></b></p> |   |  |

## COMPETENT PERSON STATEMENTS

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### *NiWest Project*

Where the Company refers to the NiWest Nickel-Cobalt Project Prefeasibility Study 2018 and the Mineral Resource and Ore Reserve Statement (referencing the release made to the ASX on 2 August 2018), it confirms that it is not aware of any new information or data that materially affects the information included in that announcement and all material assumptions and technical parameters continue to apply and have not materially changed.

### *Forward Looking Statement*

This announcement contains statements related to our future business and financial performance and future events or developments involving GME Resources (GME) that may constitute forward-looking statements. These statements may be identified by words such as “potential”, “exploitable”, “proposed open pit”, “evaluation”, “expect,” “future,” “further,” “operation, “development, “plan,” “permitting”, “approvals”, “processing agreement” or words of similar meaning. Such statements are based on the current expectations and certain assumptions of GME management & consultants, and are, therefore, subject to certain risks and uncertainties. A variety of factors, many of which are beyond GME’s control, affect our operations, performance, business strategy and results and could cause the actual results, performance or achievements of GME to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements.

## APPENDIX A: NiWest PFS 2018 (refer ASX announcement dated 2 August 2018)

### Base project parameters

- Updated Mineral Resource estimate of 85.2Mt at 1.03% nickel and 0.065% cobalt (0.8% nickel cut-off).
- Maiden NiWest Ore Reserve estimate of 64.9Mt at 0.91% nickel and 0.06% cobalt (at 0.5% nickel cut-off).
- Conventional open pit mining at a low projected strip ratio of 2.0:1.
- Head grades average 1.05% nickel and 0.07% cobalt for the first 15 years. Opportunity to extend high-grade profile through potential conversion of Inferred Resources and/or inclusion of other deposits.
- Selected processing route of heap leaching followed by highly efficient Direct Solvent Extraction (DSX) to produce low-cost nickel and cobalt sulphate products.
- Initial 27-year operating life at a nameplate processing capacity of 2.4Mtpa. Projected steady-state nickel and cobalt recoveries of 79% and 85% respectively.
- Total production of 456kt nickel (in nickel sulphate) and 31.4kt cobalt (in cobalt sulphate). Average annual production of 19.2kt nickel and 1.4kt cobalt over the first 15 years.
- Project construction period of 24 months from Final Investment Decision (FID). Forecast commissioning and plant ramp-up phase of approximately 20 months.

### Key economic assumptions and outcomes

- Life-of-mine price estimates of US\$8.00/lb nickel (includes US\$0.75/lb sulphate premium) and US\$25/lb cobalt (zero sulphate premium). A\$/US\$ assumption of 0.75.
- Ungearing post-tax NPV<sub>8%</sub> of A\$791M and internal rate of return (IRR) of 16.2% (equivalent pre-tax values of A\$1,390M and 21.2%, respectively). Payback period (pre-tax) of 4.4 years.
- Average cash unit operating cost (post royalties and cobalt credits) of US\$3.24/lb contained nickel (US\$3.00/lb for the first 15 years).
- Forecast pre-production capital expenditure of A\$966M, representing a globally attractive pre-production capital intensity of sub-US\$20 per pound of average annual nickel production.
- Projected free cashflow (post all capital expenditure and tax) of A\$3,342M.

### Mineral Resource

The updated Mineral Resource Estimate<sup>1</sup> for the NiWest Project is 85.2Mt at 1.03% Ni and 0.065% cobalt at a 0.8% Ni cut-off (refer to Table 1 and Appendix B).

**Table 1: Mineral Resource Estimate<sup>1</sup> for NiWest Project at 0.8% Ni Cut-off Grade**

| JORC Classification | Tonnes (million) | Nickel Grade (%) | Cobalt Grade (%) | Nickel Metal (kt) | Cobalt Metal (kt) |
|---------------------|------------------|------------------|------------------|-------------------|-------------------|
| Measured            | 15.2             | 1.08             | 0.064            | 165               | 9.8               |
| Indicated           | 50.4             | 1.04             | 0.068            | 527               | 34.5              |
| Inferred            | 19.5             | 0.95             | 0.057            | 186               | 11.0              |
| <b>TOTAL*</b>       | <b>85.2</b>      | <b>1.03</b>      | <b>0.065</b>     | <b>878</b>        | <b>55.4</b>       |

\* Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

<sup>1</sup> ASX Release 2 August 2018

The update follows a review of the geological models of the three deposits incorporated in the PFS, namely Mt Kilkenny, Eucalyptus and Hepi, with the objective of refining the domaining of the nickel and cobalt mineralisation. The Mertondale, Murrin North, Waite Kauri and Wanbanna models remain unchanged from those released to the ASX on 21 February 2017.

The updated Mineral Resource estimate for solely those deposits that are the subject of the PFS is 67.0Mt at 1.04% Ni and 0.065% cobalt (0.8% Ni cut-off, refer Table 2).

At a 0.8% Ni grade cut-off approximately 74% of the contained nickel in the PFS Mineral Resource estimate is classified in the Measured and Indicated categories.

**Table 2: Mineral Resource Estimates for Mt Kilkenny, Eucalyptus and Hepi at 0.8% Ni Cut-off**

| Deposit     | JORC Classification | Tonnes (M)  | Ni Grade (%) | Co Grade (%) | Ni Metal (kt) | Co Metal (kt) |
|-------------|---------------------|-------------|--------------|--------------|---------------|---------------|
| Mt Kilkenny | Measured            | 8.8         | 1.11         | 0.063        | 98            | 5.6           |
|             | Indicated           | 12.7        | 1.09         | 0.079        | 138           | 10.0          |
|             | Inferred            | 4.5         | 0.98         | 0.051        | 44            | 2.3           |
|             | <b>Sub-total*</b>   | <b>26.0</b> | <b>1.08</b>  | <b>0.069</b> | <b>279</b>    | <b>17.9</b>   |
| Eucalyptus  | Indicated           | 23.7        | 1.04         | 0.064        | 247           | 15.3          |
|             | Inferred            | 12.8        | 0.95         | 0.056        | 121           | 7.1           |
|             | <b>Sub-total*</b>   | <b>36.5</b> | <b>1.01</b>  | <b>0.061</b> | <b>368</b>    | <b>22.4</b>   |
| Hepi        | Measured            | 1.6         | 1.20         | 0.078        | 19            | 1.2           |
|             | Indicated           | 1.5         | 1.01         | 0.073        | 15            | 1.1           |
|             | Inferred            | 1.5         | 0.95         | 0.074        | 14            | 1.1           |
|             | <b>Sub-total*</b>   | <b>4.5</b>  | <b>1.06</b>  | <b>0.075</b> | <b>48</b>     | <b>3.4</b>    |
| Total       | Measured            | 10.4        | 1.12         | 0.066        | 117           | 6.8           |
|             | Indicated           | 37.9        | 1.05         | 0.070        | 400           | 26.4          |
|             | Inferred            | 18.7        | 0.96         | 0.056        | 178           | 10.4          |
|             | <b>Total*</b>       | <b>67.0</b> | <b>1.04</b>  | <b>0.065</b> | <b>695</b>    | <b>43.6</b>   |

\*Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

### Ore Reserve & Mine Planning

The Maiden Ore Reserve estimate for the NiWest Project is 64.9Mt at 0.91% Ni and 0.06% Co (for 592kt contained nickel and 38kt contained cobalt). This is based on a 0.5% Ni cut-off grade (refer Table 3 and Appendix C).

**Table 3: NiWest Project Ore Reserve Estimate (at 0.5% Ni Cut-off Grade)**

| Orebody       | JORC Classification | Tonnes (M)  | Ni Grade (%) | Co Grade (%) |
|---------------|---------------------|-------------|--------------|--------------|
| Mt Kilkenny   | Probable            | 27.9        | 0.96         | 0.06         |
| Eucalyptus    | Probable            | 32.2        | 0.87         | 0.05         |
| Hepi          | Probable            | 4.7         | 0.91         | 0.06         |
| <b>Total*</b> | <b>Probable</b>     | <b>64.9</b> | <b>0.91</b>  | <b>0.06</b>  |

\*Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

The NiWest Ore Reserve estimate includes a higher grade (>0.8% Ni cut-off) component of 41.2Mt at 1.06% Ni and 0.07% Co. Mining and processing/refining of this higher-grade component predominantly occurs during the first 15 years of NiWest operating life.

Commencement of mining activities at Mt Kilkenny is scheduled approximately six months prior to first heap stacking operations (commencement of processing) also at Mt Kilkenny (Figure 1). Mining is expected to be via conventional truck and shovel operations that are almost entirely free dig with only ferruginous capping requiring drilling and blasting.

Approximately 65Mt of ore and 133Mt of waste material is scheduled to be mined over a mining activity life of approximately 20 years. The life-of-mine average strip ratio is 2.0. Annual material movement is approximately 15Mtpa in Years 1-6, before dropping to around 8Mtpa for much of the remainder of mining operations.

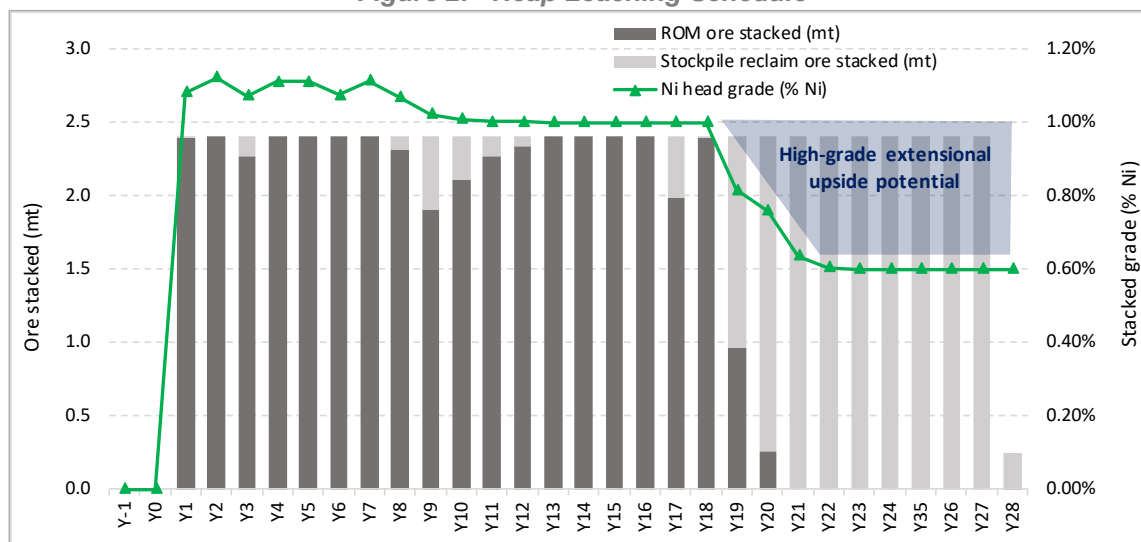
### Metallurgy and Processing

The processing route selected for the NiWest Project is heap leaching followed by neutralisation, impurity removal and highly efficient Direct Solvent Extraction (DSX) and crystallisation to produce nickel and cobalt sulphate products.

The heap leach design is a function of column test work on NiWest ore combined with the learnings from all publicly available data in relation to the successful heap leach operations previously conducted at the nearby Murrin Murrin Operations. Projected heap leach recoveries (81% nickel and 87% cobalt) and residence time (210 days) were optimised by the decision to adopt 2 metre heap heights. Forecast average sulphuric acid consumption is 470kg per tonne of NiWest ore through the full process (with 450kg per tonne attributable to the heap leaching operations).

As a function of the accelerated mining profile and stockpiling of lower grade ore in earlier years, stacked nickel head grade is forecast to be maintained above 1.0% Ni (with cobalt averaging almost 0.07%) for the first 18 years of heap leach operations (refer Figure 2).

Figure 2: Heap Leaching Schedule

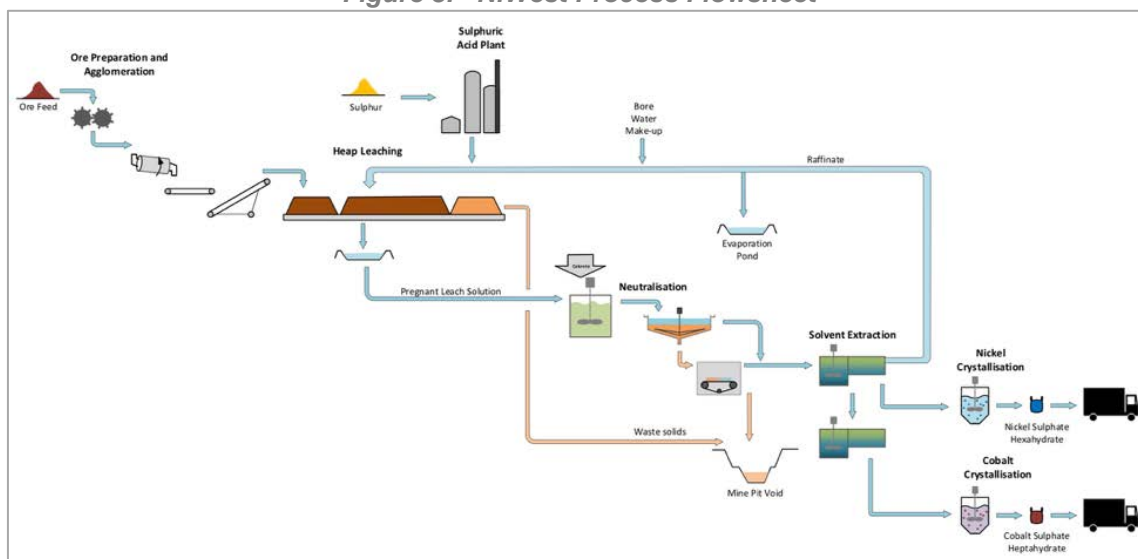


Pregnant Leach Solution (PLS) drawn-off the heap operations is processed through a series of hydrometallurgical steps involving PLS neutralisation, impurity removal, DSX and product crystallisation.

All steps in the proposed hydrometallurgical flowsheet were successfully tested as part of the GME metallurgical test work program conducted over the past 18 months. Further work is planned during the early stages of the DFS to confirm the hydrometallurgical flowsheet (refer Figure 3) and subsequently undertake further continuous pilot testing and detailed engineering.



Figure 3: NiWest Process Flowsheet



### Product Specification, Pricing and Marketing

GME is targeting production of premium, high-purity nickel and cobalt products from the NiWest Project to directly supply the rapidly growing lithium-ion battery market.

Heap leach and DSX flowsheet configuration adopted in the PFS purposefully provides flexibility to tailor final nickel and cobalt products to the specific requirements of Li-ion battery manufacturers. The pilot plant testing conducted to date has confirmed that the various nickel and cobalt products can be produced to the requisite quality.

The PFS is based on producing nickel and cobalt in sulphate forms, namely nickel sulphate hexahydrate ( $\text{NiSO}_4 \cdot 6\text{H}_2\text{O}$ ) and cobalt sulphate heptahydrate ( $\text{CoSO}_4 \cdot 7\text{H}_2\text{O}$ ). The targeted content of nickel and cobalt metal in the sulphate form is extremely high purity at approximately 99.95% and >99.9% by mass, respectively.

The nickel and cobalt price assumptions utilised in the PFS are based on a review of:

- a. The outlook for nickel and cobalt demand and supply;
- b. The consensus LME nickel and cobalt pricing forecasts by market analysts; and
- c. The historical and forecast premium for nickel and cobalt sulphate products.

A life of mine average (real) nickel price of US\$8.00/lb has been assumed based on a consensus long term forecast London Metal Exchange (LME) price range of US\$7.00-7.50/lb and a forecast average US\$0.75/lb premium for the planned sulphate form of the contained nickel product.

A life of mine average (real) cobalt price of US\$25/lb has been assumed based on a consensus long term forecast London Metal Bulletin (LMB) price range of US\$22-28/lb. No premium has been assumed for the planned sulphate form of the contained cobalt product.

Under these price assumptions, nickel sulphate sales comprise approximately 82% of forecast total NiWest Project revenue, with the remaining 18% being cobalt sulphate sales. On an annual forecast basis the proportion of revenue composed of nickel sulphate sales ranges between 78% and 88%.

### Operating Cost Estimate

A breakdown of the operating cost estimate for the NiWest Project is outlined in Table 4.

Mining costs include satellite haulage from the Eucalyptus and Hepi deposits, ROM pad and stockpile rehandling costs and waste dump and pit rehabilitation costs. All mining activities are planned to be via contract mining arrangements.

Processing cost is heavily driven by sulphuric acid, and therefore sulphur consumption and delivered cost (55-60% of total processing cost). Other major reagent costs include calcrete, magnesia and caustic soda. In total, variable cost elements (being predominantly reagents) account for over 80% of forecast processing costs.

General and administrative costs include all management/administrative/HSE/general labour costs and other general expenses.

Product distribution costs includes packing in 1 tonne bulka-bags, trucking to Esperance, export through the Esperance Port facility and sea freight to North Asia CFR. Royalties comprise Western Australian State government royalties on nickel and cobalt production plus other private royalties.

**Table 4: NiWest Operating Cost Summary**

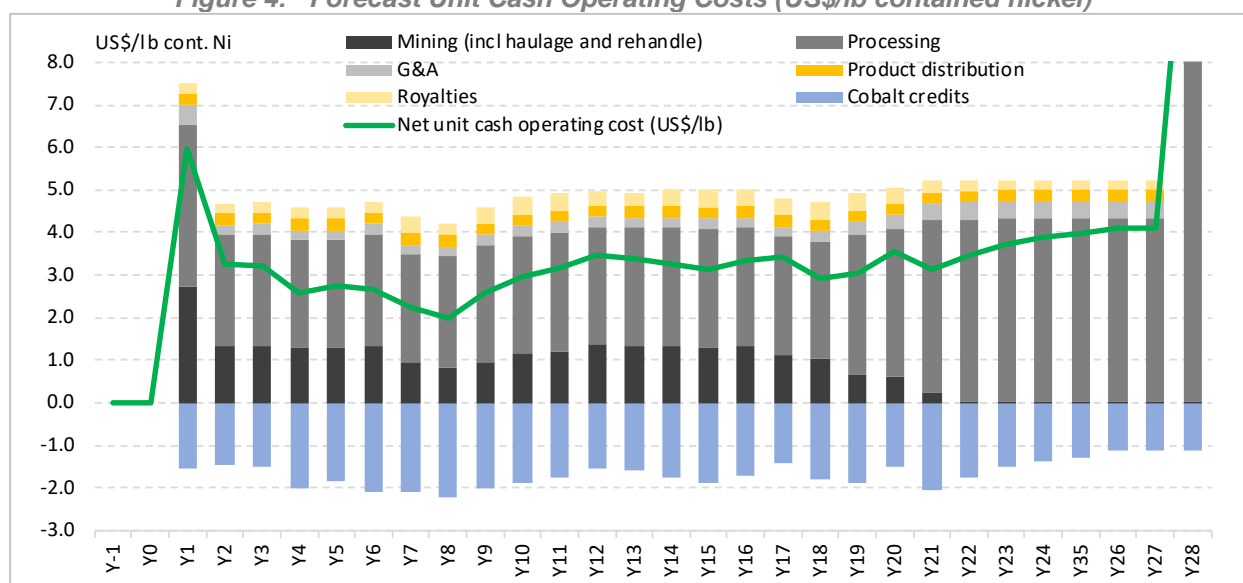
| Item                 | A\$/t ore processed | A\$/t Ni produced | A\$/lb Ni produced | Proportion of Total (%) |
|----------------------|---------------------|-------------------|--------------------|-------------------------|
| Mining               | 21.2                | 3,026             | 1.37               | 21                      |
| Processing           | 63.1                | 9,000             | 4.08               | 62                      |
| General and admin    | 5.8                 | 825               | 0.37               | 6                       |
| Product distribution | 5.7                 | 809               | 0.37               | 6                       |
| Royalties            | 6.6                 | 943               | 0.43               | 6                       |
| <b>Total*</b>        | <b>102.4</b>        | <b>14,601</b>     | <b>6.62</b>        | <b>100%</b>             |

\*Columns may not total exactly due to rounding errors

On a life-of-mine basis, mining costs (including haulage and ROM/stockpile rehandle) account for approximately 21% of total operating costs (inclusive of royalties). The equivalent proportion for processing costs is approximately 62%. G&A costs, product distribution costs and royalties each account for approximately 5-6%, respectively.

Forecast net unit cash costs (post cobalt credits) average US\$3.24/lb over the life-of-mine (see Figure 4). Accelerated mining and processing of higher grade ore in earlier years delivers an equivalent figure of US\$3.00/lb for the first 15 years of processing life (including ramp-up).

**Figure 4: Forecast Unit Cash Operating Costs (US\$/lb contained nickel)**



## Capital Expenditure Estimate

The pre-production capital expenditure estimate for the Project is A\$966M. A summary of the pre-production capital estimate for the proposed mining, processing and on-site refining is provided in Table 5.

The estimate has been based on an Engineering Procurement and Construction Management (EPCM) basis. Indirect costs have been allocated including EPCM, owner's costs, and other indirects (mobilisation/demobilisation, heavy cranes, commissioning, operations readiness and first-fills). Budget prices for approximately 75% of equipment items were obtained from vendors.

**Table 5: NiWest Pre-Production Capital Expenditure Estimate Summary**

| Category              | Breakdown                                     | Cost (A\$M)  |
|-----------------------|---|--------------|
| Direct Costs          | Crushing and Heap Leaching                    | 138.0        |
|                       | Processing                                    | 193.7        |
|                       | Utilities and Reagents (including acid plant) | 312.9        |
|                       | General Infrastructure                        | 42.3         |
| Total Direct Costs*   |   | 686.8        |
| Indirect Costs        | EPCM  | 72.7         |
|                       | Owners  | 9.7          |
|                       | Other Indirects                               | 76.8         |
| Total Indirect Costs* |   | 159.3        |
| Contingency           | 17.5% of Total Direct Costs                   | 120.2        |
| <b>Total*</b>         |   | <b>966.3</b> |

\*Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

Life-of-mine sustaining capital expenditure is estimated at A\$582M. This comprises projected general annual sustaining expenditure in addition to specific items such as in-pit residue storage preparations, additional evaporation ponds, acid plant maintenance, satellite haul road construction and mine closure preparations. Total estimated sustaining capital expenditure equates to approximately A\$21.5M or 2.2% of the total pre-production capital estimate on an average annual basis.

## Value Engineering Opportunities

The PFS has identified a number of value engineering opportunities that have the potential to improve NiWest project economics significantly.

These opportunities will be assessed in more detail over coming months and include:

- **Inferred Resources** (within the Mt Kilkenny, Eucalyptus and Hepi deposits) **and other known deposits** (Mertondale, Murrin North, Wanbanna, Waite Kauri) not considered in the PFS: Potential further drilling and incorporation to extend initial high-grade feed life and/or overall operating life.
- **Heap leaching optimisation:** Reduce evaporation losses, reduce acid consumption, reduce size of acid plant, reduce heap leach pad footprint, reduce DSX volumetric flow.
- **By-product options:** Other leached minerals which could be recovered and bolster revenue whilst also reducing waste volume (scandium, manganese incl. battery precursor potential, magnesium sulphate).
- **Acid plant cost:** Lower cost sourcing and delivery arrangements.
- **Ore feed schedule:** Dynamic optimisation and flexing of mine and process scheduling across acid consumption, and nickel and cobalt recovery.
- **Cobalt Sulphate Flowsheet:** Alternate lower capital and operating cost options available.

## APPENDIX B: NiWest Mineral Resource Statement

The Company's Mineral Resource Statement (Table B1 and Table B2) has been compiled in accordance with the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code 2012 Edition) and Chapter 5 of the ASX Listing Rules and ASX Guidance Note 31.

*Table B1: Mineral Resource Estimate<sup>1,2</sup> for NiWest Project at 0.8% Ni Cut-off Grade*

| Deposit                         | JORC Classification | Tonnes (million) | Nickel Grade (%) | Cobalt Grade (%) | Nickel Metal (kt) | Cobalt Metal (kt) |
|---------------------------------|---------------------|------------------|------------------|------------------|-------------------|-------------------|
| <b>Mt Kilkenny<sup>1</sup></b>  | Measured            | 8.8              | 1.11             | 0.063            | 98                | 5.6               |
|                                 | Indicated           | 12.7             | 1.09             | 0.079            | 138               | 10.0              |
|                                 | Inferred            | 4.5              | 0.98             | 0.051            | 44                | 2.3               |
|                                 | <b>Total*</b>       | <b>26.0</b>      | <b>1.08</b>      | <b>0.069</b>     | <b>279</b>        | <b>17.9</b>       |
| <b>Eucalyptus<sup>1</sup></b>   | Indicated           | 23.7             | 1.04             | 0.064            | 247               | 15.3              |
|                                 | Inferred            | 12.8             | 0.95             | 0.056            | 121               | 7.1               |
|                                 | <b>Total*</b>       | <b>36.5</b>      | <b>1.01</b>      | <b>0.061</b>     | <b>368</b>        | <b>22.4</b>       |
| <b>Hepi<sup>1</sup></b>         | Measured            | 1.6              | 1.20             | 0.078            | 19                | 1.2               |
|                                 | Indicated           | 1.5              | 1.01             | 0.073            | 15                | 1.1               |
|                                 | Inferred            | 1.4              | 0.95             | 0.074            | 14                | 1.1               |
|                                 | <b>Total*</b>       | <b>4.5</b>       | <b>1.06</b>      | <b>0.075</b>     | <b>48</b>         | <b>3.4</b>        |
| <b>Mertondale<sup>2</sup></b>   | Indicated           | 1.9              | 0.98             | 0.070            | 18                | 1.3               |
|                                 | <b>Total*</b>       | <b>1.9</b>       | <b>0.98</b>      | <b>0.070</b>     | <b>18</b>         | <b>1.3</b>        |
| <b>Waite Kauri<sup>2</sup></b>  | Measured            | 1.5              | 1.01             | 0.062            | 15                | 0.9               |
|                                 | Indicated           | 0.3              | 0.91             | 0.025            | 3                 | 0.1               |
|                                 | Inferred            | 0.0              | 0.09             | 0.015            | 0                 | 0.0               |
|                                 | <b>Total*</b>       | <b>1.8</b>       | <b>0.98</b>      | <b>0.054</b>     | <b>18</b>         | <b>1.0</b>        |
| <b>Murrin North<sup>2</sup></b> | Measured            | 3.4              | 0.98             | 0.062            | 33                | 2.1               |
|                                 | Indicated           | 0.1              | 0.88             | 0.051            | 1                 | 0.1               |
|                                 | Inferred            | 0.1              | 0.86             | 0.083            | 1                 | 0.1               |
|                                 | <b>Total*</b>       | <b>3.7</b>       | <b>0.97</b>      | <b>0.062</b>     | <b>35</b>         | <b>2.3</b>        |
| <b>Wanbanna<sup>2</sup></b>     | Indicated           | 10.1             | 1.03             | 0.066            | 104               | 6.7               |
|                                 | Inferred            | 0.7              | 0.99             | 0.070            | 7                 | 0.5               |
|                                 | <b>Total*</b>       | <b>10.8</b>      | <b>1.03</b>      | <b>0.066</b>     | <b>111</b>        | <b>7.2</b>        |
| <b>NiWest Project</b>           | Measured            | 15.2             | 1.08             | 0.064            | 165               | 9.8               |
|                                 | Indicated           | 50.4             | 1.04             | 0.068            | 527               | 34.5              |
|                                 | Inferred            | 19.5             | 0.95             | 0.057            | 186               | 11.0              |
|                                 | <b>TOTAL*</b>       | <b>85.2</b>      | <b>1.03</b>      | <b>0.065</b>     | <b>878</b>        | <b>55.4</b>       |

\* Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

1 ASX Release 2 August 2018

2 ASX Release 21 February 2017

**Table B2: Mineral Resource Estimate<sup>1,2</sup> for NiWest Project at 1.0% Ni Cut-off Grade**

| Deposit                         | JORC Classification | Tonnes (million) | Nickel Grade (%) | Cobalt Grade (%) | Nickel Metal (kt) | Cobalt Metal (kt) |
|---------------------------------|---------------------|------------------|------------------|------------------|-------------------|-------------------|
| <b>Mt Kilkenny<sup>1</sup></b>  | Measured            | 5.7              | 1.22             | 0.072            | 70                | 4.1               |
|                                 | Indicated           | 7.8              | 1.20             | 0.094            | 93                | 7.3               |
|                                 | Inferred            | 1.7              | 1.11             | 0.060            | 19                | 1.1               |
|                                 | <b>Total*</b>       | <b>15.2</b>      | <b>1.20</b>      | <b>0.082</b>     | <b>182</b>        | <b>12.4</b>       |
| <b>Eucalyptus<sup>1</sup></b>   | Indicated           | 12.5             | 1.16             | 0.074            | 145               | 9.2               |
|                                 | Inferred            | 3.1              | 1.08             | 0.062            | 34                | 1.9               |
|                                 | <b>Total*</b>       | <b>15.6</b>      | <b>1.15</b>      | <b>0.072</b>     | <b>178</b>        | <b>11.2</b>       |
| <b>Hepi<sup>1</sup></b>         | Measured            | 1.1              | 1.34             | 0.088            | 14                | 0.9               |
|                                 | Indicated           | 0.7              | 1.12             | 0.086            | 8                 | 0.6               |
|                                 | Inferred            | 0.4              | 1.07             | 0.104            | 5                 | 0.5               |
|                                 | <b>Total*</b>       | <b>2.2</b>       | <b>1.21</b>      | <b>0.090</b>     | <b>27</b>         | <b>2.0</b>        |
| <b>Mertondale<sup>2</sup></b>   | Indicated           | 0.7              | 1.14             | 0.070            | 8                 | 0.5               |
|                                 | <b>Total*</b>       | <b>0.7</b>       | <b>1.14</b>      | <b>0.070</b>     | <b>8</b>          | <b>0.5</b>        |
| <b>Waite Kauri<sup>2</sup></b>  | Measured            | 0.5              | 1.25             | 0.087            | 6                 | 0.5               |
|                                 | Indicated           | 0.1              | 1.08             | 0.015            | 1                 | 0.0               |
|                                 | Inferred            | 0.0              | 1.07             | 0.000            | 0                 | 0.0               |
|                                 | <b>Total*</b>       | <b>0.6</b>       | <b>1.23</b>      | <b>0.079</b>     | <b>7</b>          | <b>0.5</b>        |
| <b>Murrin North<sup>2</sup></b> | Measured            | 1.2              | 1.14             | 0.070            | 14                | 0.9               |
|                                 | Indicated           | 0.0              | 1.04             | 0.070            | 0                 | 0.0               |
|                                 | Inferred            | 0.0              | 0.00             | 0.000            | 0                 | 0.0               |
|                                 | <b>Total*</b>       | <b>1.3</b>       | <b>1.14</b>      | <b>0.070</b>     | <b>14</b>         | <b>0.9</b>        |
| <b>Wanbanna<sup>2</sup></b>     | Indicated           | 4.7              | 1.19             | 0.080            | 56                | 3.8               |
|                                 | Inferred            | 0.3              | 1.16             | 0.080            | 3                 | 0.2               |
|                                 | <b>Total*</b>       | <b>5.0</b>       | <b>1.19</b>      | <b>0.080</b>     | <b>59</b>         | <b>4.0</b>        |
| <b>NiWest Project</b>           | Measured            | 8.5              | 1.22             | 0.074            | 104               | 6.4               |
|                                 | Indicated           | 26.5             | 1.18             | 0.081            | 311               | 21.4              |
|                                 | Inferred            | 5.6              | 1.09             | 0.066            | 61                | 3.7               |
|                                 | <b>TOTAL*</b>       | <b>40.6</b>      | <b>1.17</b>      | <b>0.077</b>     | <b>476</b>        | <b>31.4</b>       |

\* Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

1 ASX Release 2 August 2018

2 ASX Release 21 February 2017

## APPENDIX C: NiWest Ore Reserve Statement

The Company's Ore Reserve Statement (Table C1) has been compiled in accordance with the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (The JORC Code 2012 Edition) and Chapter 5 of the ASX Listing Rules and ASX Guidance Note 31.

*Table C1: NiWest Ore Reserve Estimate<sup>1</sup> at 0.5% Ni cut-off*

| Orebody       | JORC Classification | Tonnes (million) | Nickel Grade (%) | Cobalt Grade (%) |
|---------------|---------------------|------------------|------------------|------------------|
| Mt Kilkenny   | Probable            | 27.9             | 0.96             | 0.06             |
| Eucalyptus    | Probable            | 32.2             | 0.87             | 0.05             |
| Hepi          | Probable            | 4.7              | 0.91             | 0.06             |
| <b>Total*</b> | <b>Probable</b>     | <b>64.9</b>      | <b>0.91</b>      | <b>0.06</b>      |

\* Columns may not total exactly due to rounding errors. Tonnages are reported as dry tonnage

<sup>1</sup> ASX Release 2 August 2018

## APPENDIX D: Tenement Summary

Table D1: Tenement Summary as at 30 September 2019

| Project               | Tenements  | Interest Beginning Period   | Interest End Period   |
|-----------------------|--|---|---|
| <b>Abednego West</b>  | M39/427, M39/0825<br>P39/5557 -5559<br>P39/5927  | Golden Cliffs 100%<br>Golden Cliffs 100%<br>Nil   | Golden Cliffs 100%<br>Golden Cliffs 100%<br>NiWest 100%   |
| <b>Eucalyptus</b>     | M39/744<br>M39/289, M39/430, M39/344<br>M39/666 and M39/674<br>M39/313, M39/568<br>M39/802 - 803<br>P39/5459<br>E39/1795,<br>E39/1859, E39/1860<br>PL39/5962 | NiWest Ni Co Rights<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>Nil | NiWest Ni Co Rights<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>NiWest 100% |
| <b>Hawks Nest</b>     | M38/218  | Golden Cliffs 100%  | Golden Cliffs 100%  |
| <b>Hepi</b>           | M39/717 - 718, M39/819,<br>P39/5813<br>PL39/6032   | NiWest 100%<br><br>Nil  | NiWest 100%<br><br>NiWest 100%  |
| <b>Laverton Downs</b> | M38/1266   | Golden Cliffs 100%  | Golden Cliffs 100%  |
| <b>Mertondale</b>     | M37/591  | NiWest 100%   | NiWest 100%   |
| <b>Mt Kilkenny</b>    | M39/878 – 879, E39/1784<br>E39/1794, E39/1831 E39/1873<br>EL39/2072<br>P39/5508- 5510, P39/5528  | NiWest 100%<br>NiWest 100%<br>Nil<br>NiWest 100%  | NiWest 100%<br>NiWest 100%<br>NiWest 100%<br>Nil Surrendered  |
| <b>Murrin Murrin</b>  | M39/426, M39/456, M39/552,<br>M39/553, M39/569   | GlenMurrin 100% Nickel &<br>Cobalt<br>Golden Cliffs 100% gold and<br>other minerals   | GlenMurrin 100% Nickel & Cobalt<br>Golden Cliffs 100% gold and<br>other minerals  |
| <b>Murrin North</b>   | M39/758  | NiWest 100%   | NiWest 100%   |
| <b>Waite Kauri</b>    | M37/1216<br>ML 37/1334   | NiWest 100%<br>NiWest 100%  | NiWest 100%<br>NiWest 100%  |
| <b>Wanbanna</b>       | M39/460  | NiWest 80% /<br>20% Wanbanna Pty Ltd  | NiWest 80% /<br>20% Wanbanna Pty Ltd  |
| <b>Misc. Licences</b> | L37/175, L31/46, L40/25<br>L39/215, L39/177, L37/205<br>L39/222, L39/235, L39/237  | NiWest 100%<br>NiWest 100%<br>Golden Cliffs 100%  | NiWest 100%<br>NiWest 100%<br>Golden Cliffs 100%  |

### LEGEND

**E:** Exploration Licence | **P:** Prospecting Licence | **PLA:** Prospecting Licence Application | **M:** Mining Lease | **ELA:** Exploration Licence Application | **L:** Miscellaneous Lease | **MLA:** Mining Lease Application

All of the above tenements and miscellaneous licences are in the Eastern Goldfields of Western Australia.

## Appendix 5B

### Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

**Name of entity**

GME RESOURCES LIMITED

**ABN**

62 009 260 315

**Quarter ended ("current quarter")**

30 SEPT 2019

| <b>Consolidated statement of cash flows</b>               | <b>Current quarter<br/>\$A'000</b> | <b>Year to date<br/>(3 months)<br/>\$A'000</b> |
|---|------------------------------------|--|
| <b>1. Cash flows from operating activities</b>            |                                    |  |
| 1.1 Receipts  | -                                  | -  |
| 1.2 Payments for  |                                    |  |
| (a) exploration & evaluation                              | (238)                              | (238)  |
| (b) development   | -                                  | -  |
| (c) production  | -                                  | -  |
| (d) staff costs   | (45)                               | (45)   |
| (e) administration and corporate costs                    | (93)                               | (93)   |
| 1.3 Dividends received (see note 3)                       | -                                  | -  |
| 1.4 Interest received                                     | -                                  | -  |
| 1.5 Interest and other costs of finance paid              | -                                  | -  |
| 1.6 Income taxes paid                                     | -                                  | -  |
| 1.7 Research and development refunds                      | -                                  | -  |
| 1.8 Other   | -                                  | -  |
| <b>1.9 Net cash from / (used in) operating activities</b> | <b>(376)</b>                       | <b>(376)</b>                                   |



| <b>Consolidated statement of cash flows</b> | <b>Current quarter<br/>\$A'000</b> | <b>Year to date<br/>(3 months)<br/>\$A'000</b> |
|---|------------------------------------|--|
|---|------------------------------------|--|

|   |          |          |
|---|----------|----------|
| <b>2. Cash flows from investing activities</b>            |          |          |
| 2.1 Payments to acquire:                                  |          |          |
| (a) property, plant and equipment                         | -        | -        |
| (b) tenements (see item 10)                               | -        | -        |
| (c) investments   | -        | -        |
| (d) other non-current assets                              | -        | -        |
| 2.2 Proceeds from the disposal of:                        |          |          |
| (a) property, plant and equipment                         | -        | -        |
| (b) tenements (see item 10)                               | -        | -        |
| (c) investments   | -        | -        |
| (d) other non-current assets                              | -        | -        |
| 2.3 Cash flows from loans to other entities               | -        | -        |
| 2.4 Dividends received (see note 3)                       | -        | -        |
| 2.5 Other (provide details if material)                   | -        | -        |
| <b>2.6 Net cash from / (used in) investing activities</b> | <b>-</b> | <b>-</b> |

|   |          |          |
|---|----------|----------|
| <b>3. Cash flows from financing activities</b>                                  |          |          |
| 3.1 Proceeds from issues of shares  | -        | -        |
| 3.2 Proceeds from issue of convertible notes                                    | -        | -        |
| 3.3 Proceeds from exercise of share options                                     | -        | -        |
| 3.4 Transaction costs related to issues of shares, convertible notes or options | -        | -        |
| 3.5 Proceeds from borrowings  | -        | -        |
| 3.6 Repayment of borrowings   | -        | -        |
| 3.7 Transaction costs related to loans and borrowings                           | -        | -        |
| 3.8 Dividends paid  | -        | -        |
| 3.9 Other   | -        | -        |
| <b>3.10 Net cash from / (used in) financing activities</b>                      | <b>-</b> | <b>-</b> |

| <b>Consolidated statement of cash flows</b> | <b>Current quarter<br/>\$A'000</b> | <b>Year to date<br/>(3 months)<br/>\$A'000</b> |
|---|------------------------------------|--|
|---|------------------------------------|--|

|   |            |            |
|---|------------|------------|
| <b>4. Net increase / (decrease) in cash and cash equivalents for the period</b> |            |            |
| 4.1 Cash and cash equivalents at beginning of period                            | 1,265      | 1,265      |
| 4.2 Net cash from / (used in) operating activities (item 1.9 above)             | (376)      | (376)      |
| 4.3 Net cash from / (used in) investing activities (item 2.6 above)             | -          | -          |
| 4.4 Net cash from / (used in) financing activities (item 3.10 above)            | -          | -          |
| 4.5 Effect of movement in exchange rates on cash held                           | -          | -          |
| <b>4.6 Cash and cash equivalents at end of period</b>                           | <b>889</b> | <b>889</b> |

| <b>5. Reconciliation of cash and cash equivalents</b><br>at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts | <b>Current quarter<br/>\$A'000</b> | <b>Previous quarter<br/>\$A'000</b> |
|--|------------------------------------|-------------------------------------|
| 5.1 Bank balances  | 3                                  | 9                                   |
| 5.2 Call deposits  | 888                                | 1,256                               |
| 5.3 Bank overdrafts  | -                                  | -                                   |
| 5.4 Other (provide details)  | -                                  | -                                   |
| <b>5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>   | <b>891</b>                         | <b>1,265</b>                        |

| <b>6. Payments to directors of the entity and their associates</b>                 | <b>Current quarter<br/>\$A'000</b> |
|--|------------------------------------|
| 6.1 Aggregate amount of payments to these parties included in item 1.2             | 81                                 |
| 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3 | -                                  |

6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

|   |
|---|
| Payment of Director Fees and superannuation |
|---|

|  |                                    |
|--|------------------------------------|
| <b>7. Payments to related entities of the entity and their associates</b>                                | <b>Current quarter<br/>\$A'000</b> |
| 7.1 Aggregate amount of payments to these parties included in item 1.2                                   | 7                                  |
| 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3                       | -                                  |
| 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2 |                                    |

Payment of commercial rent and outgoings.

|  |   |  |
|--|---|--|
| <b>8. Financing facilities available</b><br><i>Add notes as necessary for an understanding of the position</i>   | <b>Total facility amount at quarter end<br/>\$A'000</b> | <b>Amount drawn at quarter end<br/>\$A'000</b> |
| 8.1 Loan facilities  | -   | -  |
| 8.2 Credit standby arrangements  | -   | -  |
| 8.3 Other (please specify)   | -   | -  |
| 8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well. |   |  |

|  |                |
|--|----------------|
| <b>9. Estimated cash outflows for next quarter</b> | <b>\$A'000</b> |
| 9.1 Exploration and evaluation                     | 235            |
| 9.2 Development                                    | -              |
| 9.3 Production                                     | -              |
| 9.4 Staff costs                                    | 48             |
| 9.5 Administration and corporate costs             | 124            |
| 9.6 Other  | -              |
| <b>9.7 Total estimated cash outflows</b>           | <b>407</b>     |

Estimated outflows are entirely dependent on available cash. Directors will continue to monitor expenditure and consider funding options available to the Company.

| 10.  | Changes in tenements (items 2.1(b) and 2.2(b) above)                                  | Tenement reference and location    | Nature of interest | Interest at beginning of quarter | Interest at end of quarter |
|------|---|------------------------------------|--------------------|----------------------------------|----------------------------|
| 10.1 | Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced | P39/5508 –<br>P39/5510<br>P39/5528 | NiWest 100%        | 100%                             | 0%                         |
| 10.2 | Interests in mining tenements and petroleum tenements acquired or increased           | n/a                                |                    |                                  |                            |

### 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.



Sign here: .....  
(Company secretary)

Date: ....29 OCT 2019.

Print name: .....MARK PITTS.....

### Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly 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 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.