

# RC DRILL RESULTS

19 November 2010



## Highlights

- High Grade infill drilling completed over 4 target areas
- Very promising results including **25metres at 1.46%Ni Mt Kilkenny and 6m @1.98%Ni at Hepi**
- Continuity and extension to high grade ore zones achieved
- Ready to mine zones identified

## Results

A total of 64 holes for 1850 metres of Reverse Circulation (RC) drilling were completed over the 4 project areas at Hepi, Mt Kilkenny, Mertondale and Waite Kauri. Some of the better intercepts from the RC drilling program are tabulated below (further details are provided in figures 1 and 2, and Table 1 attached).

### Hepi

- 6 metres @ 1.98% Ni from 17 m in HPC212
- 9 metres @ 1.77% Ni from 17 m in HPC219
- 6 metres @ 1.72% Ni from 15 m in HPC214
- 9 metres @ 1.71% Ni from 8 m in HPC215
- 5 metres @ 1.46% Ni from 21 m in HPC210
- 7 metres @ 1.38% Ni from 16 m in HPC222
- 11 metres @ 1.24% Ni from 11 m in HPC218

### Mt Kilkenny

- 25 metres @ 1.46% Ni from 0 m in MKC0661
- 20 metres @ 1.07% Ni from 14 m in MKC0658

### Waite Kauri

- 11 metres @ 1.11% Ni from 19 m in WKRC0310
- 3 metres @ 1.39% Ni from 8 m in WKRC0318
- 3 metres @ 1.32% Ni from 11 m in WKRC0313

### Mertondale

- 5 metres @ 1.38% Ni from 9 m in MDRC107
- 11 metres @ 1.33% Ni from 3 m in MDRC105

### About GME Resources

GME Resources is a Perth-based nickel exploration company focused on the development of its 100%-owned NiWest Project, located in the Leonora district of Western Australia.

GME has the potential to become a top 10-global nickel producer with its NiWest Project resource totalling over 100 million tonnes of ore containing over 1 million tonnes of nickel – making it one of the most exciting undeveloped laterite nickel projects in Australia.

The bankable feasibility study (BFS) is underway for a project capable of supplying 30,000 to 35,000 tonnes of Nickel metal and 1,400 tonnes of cobalt per year.

### Quick Facts

<b>ASX Code</b>	GME
<b>ASX Share Price (A\$)</b>	0.10
<b>Market Cap (A\$m)</b>	30

### Contact

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## Hepi project area map

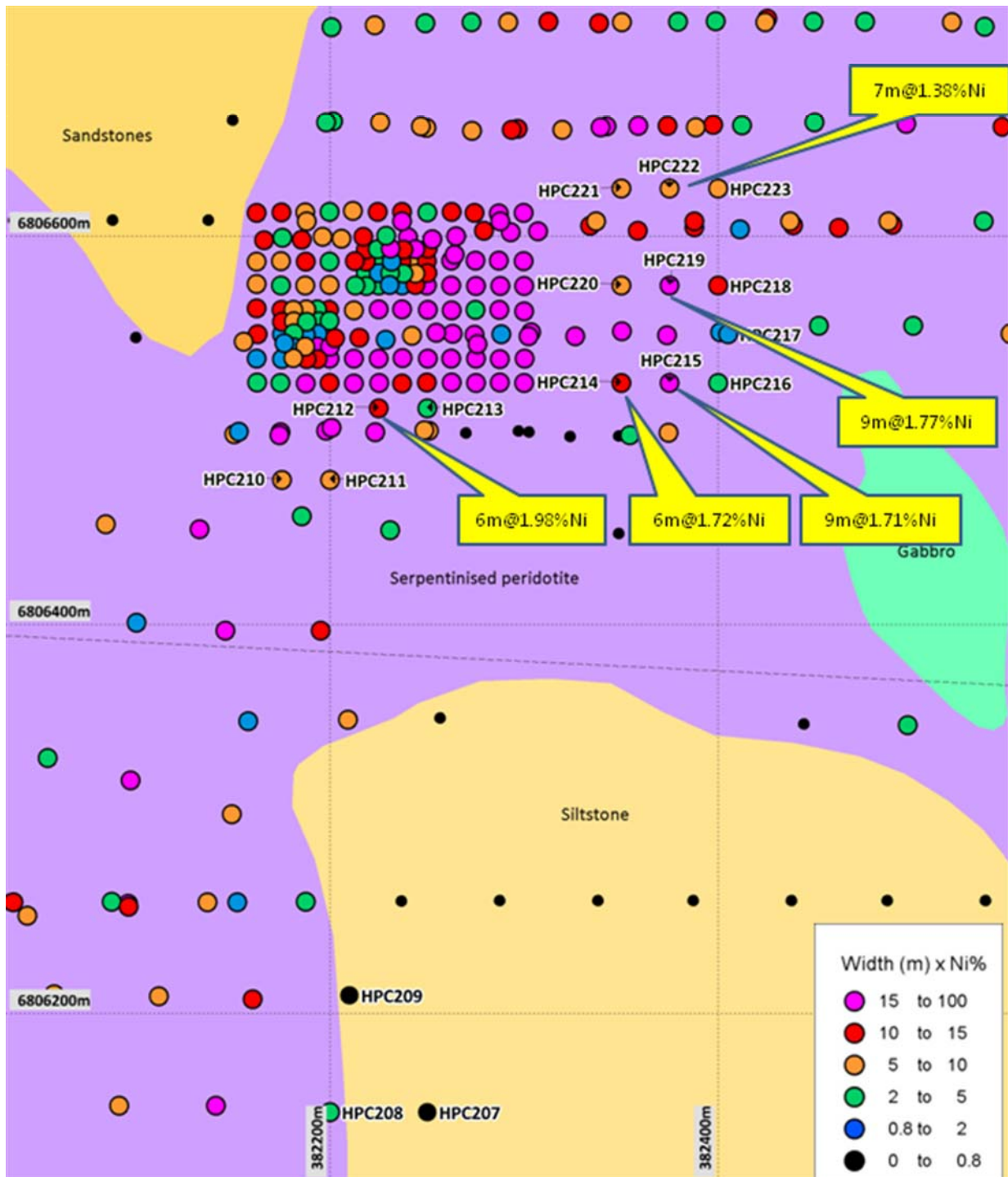


Figure 1 Hepi area. Map shows eastern extension to the known high grade area with very encouraging drill results. This area is ready to mine.

## Mt Kilkenny Project (Southern zone) map

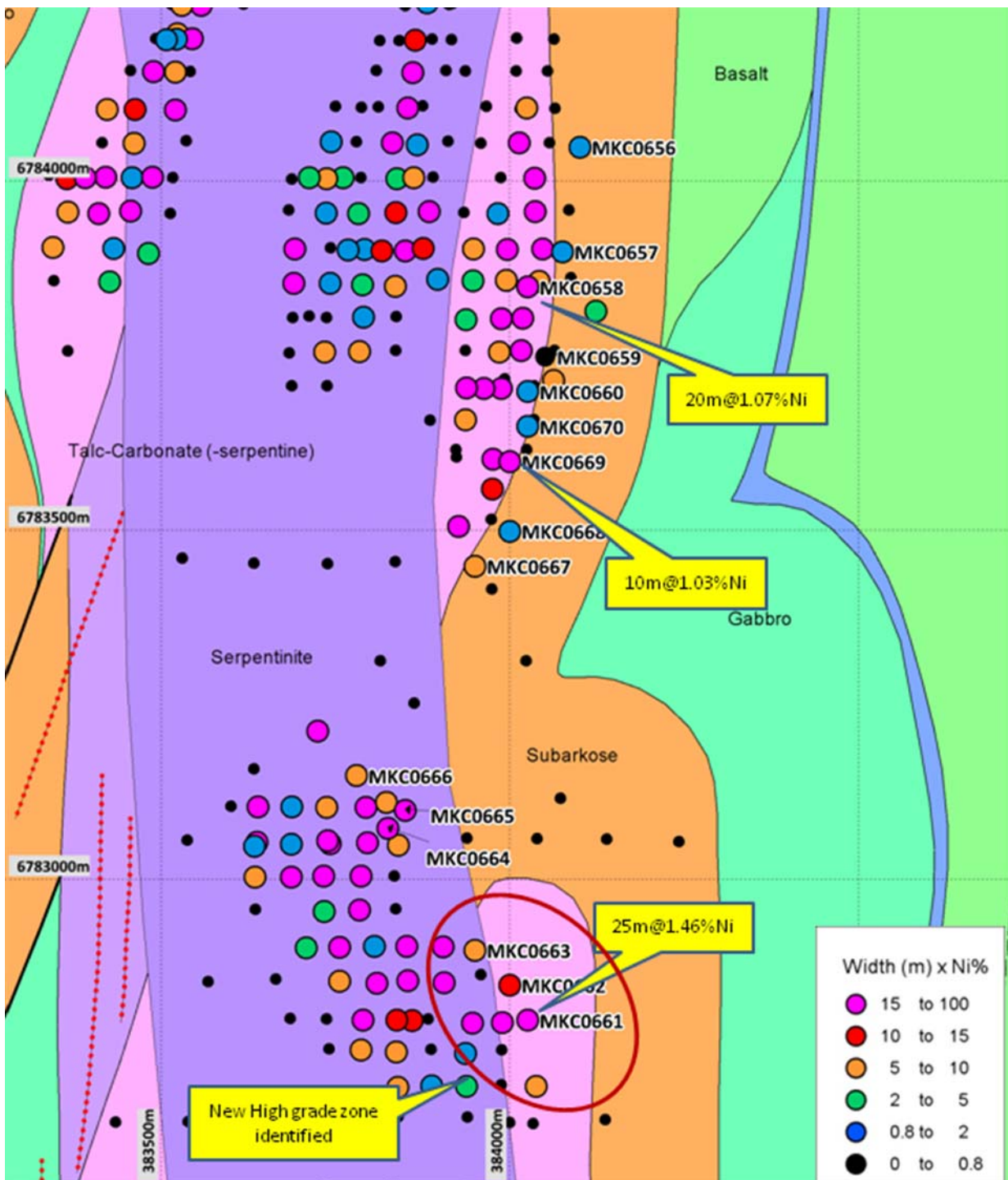


Figure2. Mt Kilkenny. Map shows better drill results and identifies a high grade extension area. The Company expects to model two shallow high grade zones over this area that will be ready to mine.

## Detailed drill assays

Significant Intercepts from the drilling are shown in the following table:

Hole_ID	GDA94_51 North	GDA94_51 East	From	To	Width (m)	Nickel %	Cobalt %	Project Area
MDRC107	6826025	360675	9	14	5	1.38	0.06	Mertondale
MDRC105	6825950	360675	3	14	11	1.33	0.05	Mertondale
MKC0661	6782800	384025	0	25	25	1.46	0.04	Mt Kilkenny
MKC0658	6783850	384025	14	34	20	1.07	0.05	Mt Kilkenny
MKC0663	6782900	383950	12	13	1	1.06	0.03	Mt Kilkenny
HPC212	6806512	382225	17	23	6	1.98	0.12	Hepi
HPC219	6806575	382375	17	26	9	1.77	0.13	Hepi
HPC214	6806525	382350	15	21	6	1.72	0.09	Hepi
HPC215	6806525	382375	8	17	9	1.71	0.10	Hepi
HPC210	6806475	382175	21	26	5	1.46	0.14	Hepi
HPC222	6806625	382375	16	23	7	1.38	0.11	Hepi
HPC218	6806575	382400	11	22	11	1.24	0.12	Hepi
WKRC0318	6827020	374705	8	11	3	1.39	0.22	Waite Kauri
WKRC0313	6827055	374650	11	14	3	1.32	0.12	Waite Kauri
WKRC0321	6827020	374645	16	19	3	1.12	0.02	Waite Kauri
WKRC0310	6827115	374725	19	30	11	1.11	0.06	Waite Kauri
WKRC0317	6827020	374725	2	11	9	1.11	0.09	Waite Kauri

Table 1 RC drilling summary of best intercepts 0.8% Ni cut-off applied ( does not include all results)

The total drilling programme undertaken consisted of 64 holes for 1850 metres of RC drilling to an average depth of 29 metres. One metre split samples were taken. The deposits are hosted within the laterite developed from weathered Achaean serpentinitised- peridotite rocks. Locally the deposit is within the Murrin domain in the Norseman-Wiluna greenstone belt. Samples were assayed at Ultratrace, company QA/QC procedures were followed.

## Resource Review

The current resource shown below will be reviewed based on the outcome of the above results. Apart from the significant grades the drilling further enhances the Companies understanding of the geology and the distribution of grade and metal in the ore models.

The company will embark on this review shortly.

<b>Cut off grade %Ni</b>	<b>Mt</b>	<b>%Ni</b>	<b>%Co</b>	<b>Ni Metal</b>	<b>Co Metal</b>	<b>% measured and indicated</b>
0.50%	208.31	0.78	0.05	1,618,903	103,442	72%
0.70%	109.28	0.93	0.06	1,011,484	67,492	68%
0.80%	76.00	1.00	0.07	761,152	49,827	74%
1.00%	32.60	1.16	0.08	379,050	25,307	87%
1.20%	10.45	1.34	0.09	139,475	9,478	88%

Table 2 Global resource.

## NiWest Nickel Project

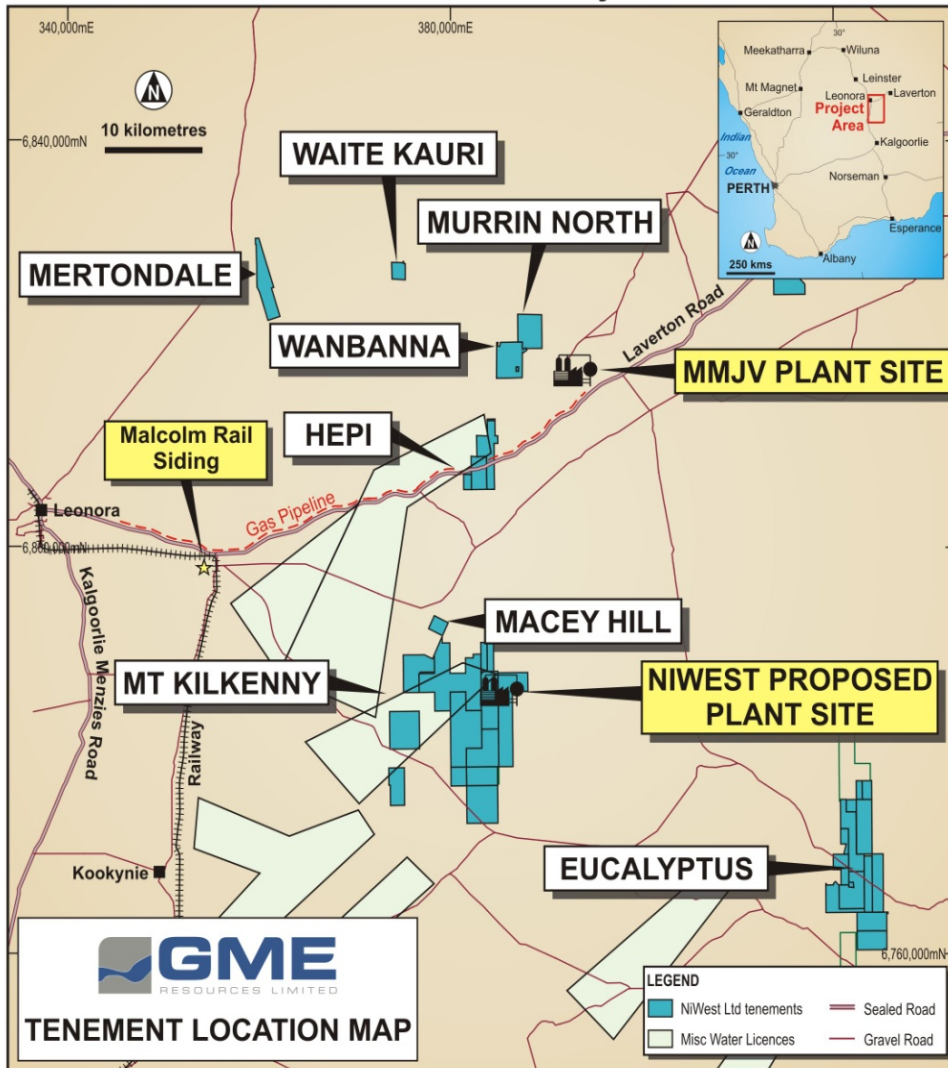


Figure 3 NiWest Project Location map.

*David Varcoe*

**DAVID VARCOE**

**MANAGING DIRECTOR**

Date: 19 November 2010

*The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Stephen Hyland, Mr Bill Hill and Mr Steve Goertz who are members of The Australasian Institute of Mining and Metallurgy. Mr Hyland is a Principal Consultant with Ravensgate Minerals Industry Consultants who consults to the Company. Mr Hill is self employed and consults to the Company as and when required, Mr Hill and Mr Hyland have sufficient experience, which is relevant to the style of mineralization 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 Mineral Resources and Ore Reserves. Mr Hill, Mr Goertz and Mr Hyland consent to the inclusion in the report of the matters based on information provided in the form and context in which it appears.*