

DIAMOND DRILLING RESULTS AT LINDEN



Highlights

- Diamond drilling programme completed
- Significant results include : **2 metres @ 4.57 and 4 metres @ 2.49 g/t Au.**
- Geotechnical and density data collected
- Metallurgical samples allow for more testwork
- Resource calculation to be undertaken
- Open pit project with option to toll treat ore at nearby plants

Results

The Company has recently completed a Diamond drilling program at the highly prospective Devon project south of Laverton (Figure 1). The drilling was designed to enhance the geological understanding of the project and to also provide additional geotechnical and metallurgical data in support of a shallow open pit operation. The core appeared to be very competent with visible gold in places. The Devon tenement is part of GME's Linden project. Previous drilling has identified a target zone of high grade mineralisation (200,000 to 300,000 tonnes in the range 4 to 6 g/t Gold) with strong continuity over a strike length of 500 metres (see note below). The Company announced excellent RC drill results on 18 April 2011.

The target zone is shallow in the range of outcrop to 70 metres deep accessible by open pit methods. This drilling confirms the target and is very positive. Refer to figures 2 and 3. The Devon project was mined historically and produced 10,832 tonnes of ore at an average grade of 19.57g/t Au. Drilling in the period 1980 to 1990 identified a significant zone of continuous mineralisation. This project update confirms the original drilling and has added to our understanding and valuation. Some of the better results are shown below. The Company has started work on a resource update for the project. The Company is targeting an open pit project which due to its high grade and shallow nature should present a significant economic benefit.

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 is underway for a project capable of supplying 30,000 tonnes of Nickel metal and 1,400 tonnes of cobalt per year. GME owns a number of gold properties with exploration potential based on historical drilling and mining records.

Quick Facts

ASX Code	GME
ASX Share Price (A\$)	0.07
Market Cap (A\$m)	21

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Hole_ID	GDA94_51 North	GDA94_51 East	From	To	Width (m)	Gold g/t	(Au)
DVD037	6,760,373	445,704	59	60	1	5.05	
DVD037	6,760,373	445,704	59.3	59.5	0.2	24.99	
DVD037	6,760,345	445,756	63	65	2	4.57	
DVD039	6,760,275	445,777	28	32	4	2.49	

Table 1 – Significant drill results

The total drilling programme undertaken consisted of 134.2 metres of Diamond core HQ drilling to an average depth of 45 metres. The full core was logged and quarter cut for assaying. Gold analysis was undertaken at KalAssay Labs using 40 Fire Assay (FAA40AA).

The Linden Project tenements are situated over the Laverton Greenstone Belt within the Central Laverton Domain of the Laverton Tectonic Zone. The Sunrise Dam (>10 million ounces) and Red October (>0.5 million ounces) deposits occur some 15 km and 5 km respectively north of Linden.

The main lode at the Devon mine (P39/4638) consists of banded quartz-sulphide veins.

Linden Project area map

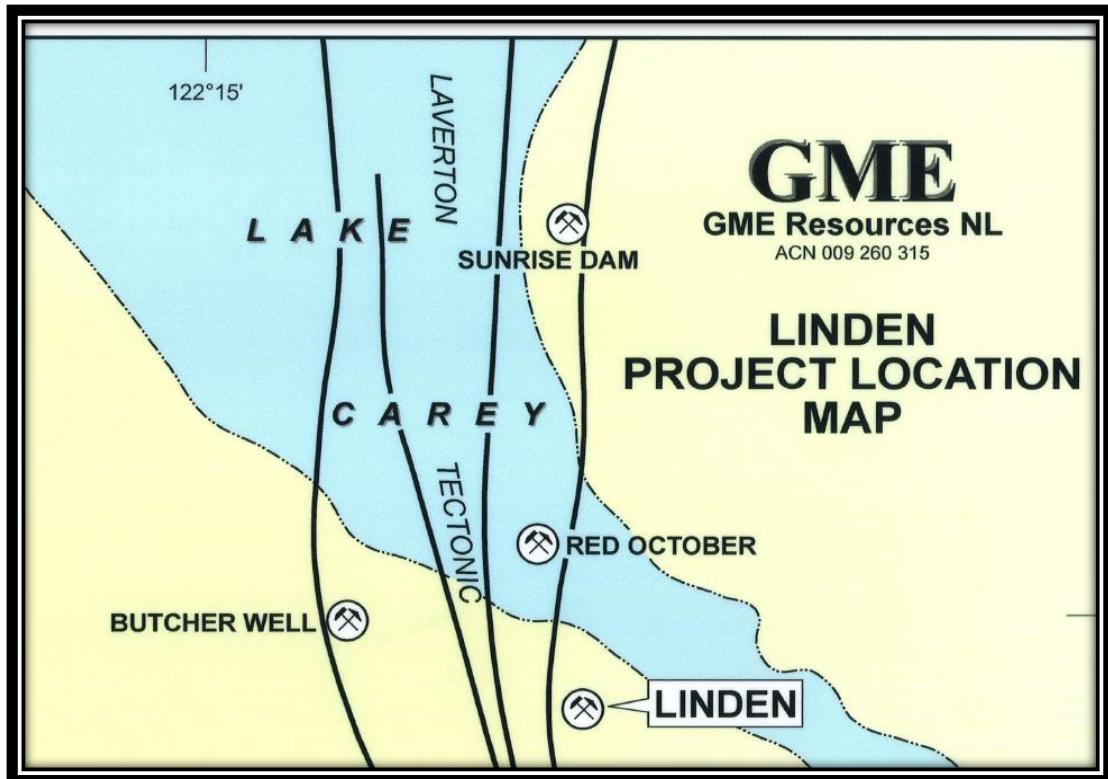


Figure 1 Linden project south of Laverton

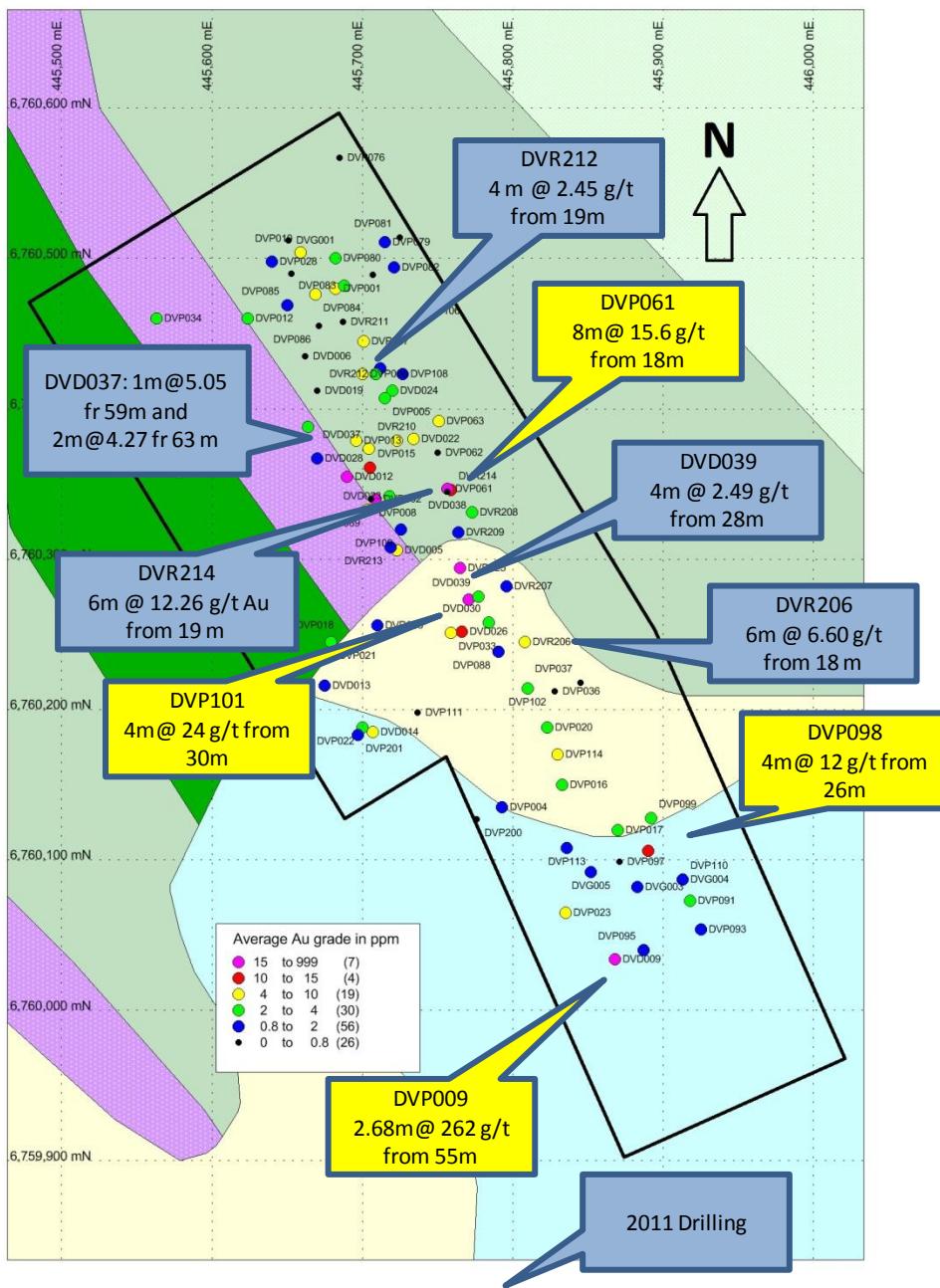


Figure 2 Detailed plan of the Devon project, showing both 2011 and older drilling. Diamond holes DVD037 and DVD039 are shown. Drillhole coding is based on the average of the best intercept in each hole above 0.8 g/t Au.



Figure 3 Core from Hole DVD037 showing 0.2m at 24.99 g/t from 59.3 metres.

The Exploration Target at Devon is conceptual in nature and there has been insufficient exploration to define a Mineral Resource, and it is uncertain if further exploration will result in the determination of a Mineral Resource under the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code (2004). The Exploration Target is not being reported as part of any Mineral Resource or Ore Reserve.

DAVID VARCOE

MANAGING DIRECTOR

Date: 24 October 2011

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Stephen Hyland and Mr Shaheen Shahnaz. Mr Hyland is a member 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 Shahnaz is employed by GME Resources. Mr Shahnaz 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 Shahnaz 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.