

Gold Resource update Linden Project



Highlights

- Maiden JORC resource produced for the Devon deposit
- Indicated + Inferred Resource of **485,000 tonnes at 3.2 g/t for 50,000 ounces**
- Shallow open pit potential being investigated
- Metallurgical and geotechnical tests underway
- Mining Application in process
- Open pit project with option to toll treat ore at nearby plants
- Potential revenue generation to support ongoing work on the world class NiWest project.

Results

Following the completion of additional RC and Diamond drilling the company's geological consultants Ravensgate Industry Consultants have estimated a JORC 'compliant' geological resource for the Devon project. (See table 1)

The Devon tenement is part of GME's Linden project south of Laverton (Figure 1).

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 with a strike length of 500 metres.

The Company is targeting an open pit project which due to its grade and shallow nature should present a significant economic benefit. The Company envisages developing the open pit and toll treating ore at one of a number of nearby plants. Recent testwork demonstrated that gold recoveries of over 90% should be achieved. Mining studies are now underway.

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 study is underway for a project capable of supplying 30,000 to 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\$) | 0.09 |
| Market Cap (A\$m) | 27 |

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Linden Project area map

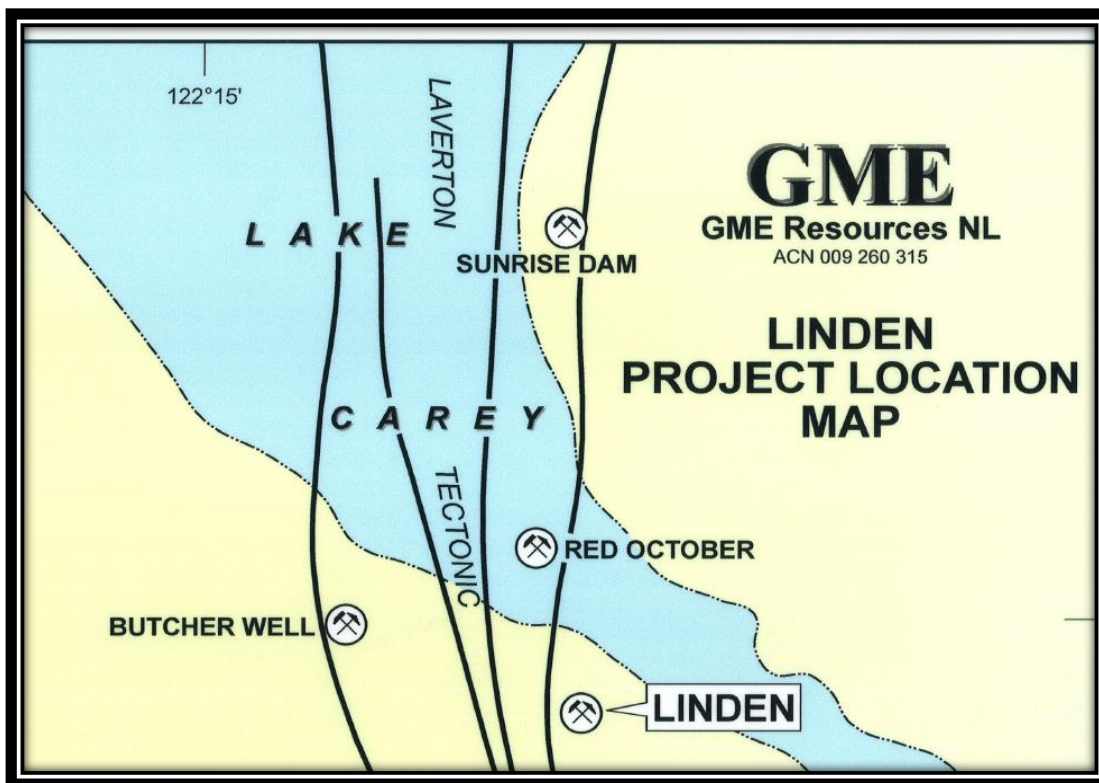


Figure 1 Linden project south of Laverton

The estimated JORC (2004) resources for the Devon deposit from an Ordinary Kriged block model and using a 1.0 g/t Au cut-off are therefore as follows :

| Classification | Material Tonnes | Grade g/t | Contained Ounces gold |
|----------------|-----------------|-------------|-----------------------|
| Measured | 0 | - | 0 |
| Indicated | 274,345 | 3.09 | 27,300 |
| Inferred | 210,627 | 3.37 | 22,800 |
| Total | 484, 971 | 3.21 | 50,000 |

Table 1 Resource details, some rounding has occurred.

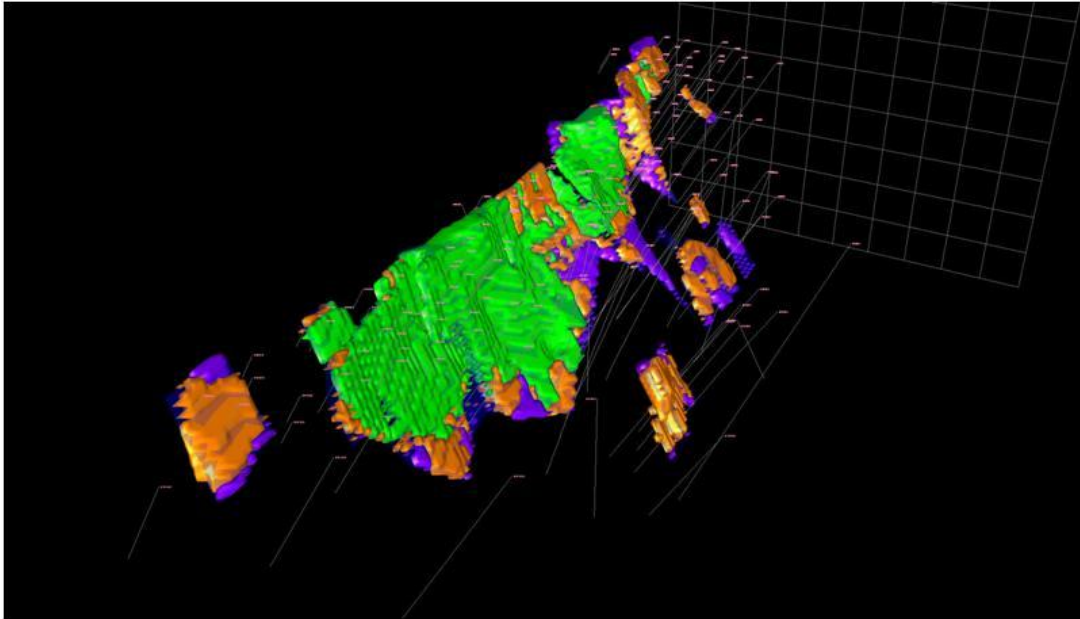


Figure 2 Resource model mineralized zone geometry view.

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.

Grade estimation was carried out using Ordinary Kriging interpolation. Appropriate nugget and sill values were applied as based on variogram and geostatistical analysis of the main mineralised zone. The 'single pass' search ellipse used was orientated to reflect the orientation of the majority of mineralisation zones. The higher grade composites were restricted during interpolation according to the probability statistics observed within the mineralisation domain.

DAVID VARCOE

MANAGING DIRECTOR

Date: 11 January 2012

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 Fellow 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.