



24 February 2017

Australia Securities Exchange
Level 40, Central Park
152 – 158 St Georges Terrace
Perth WA 6000

Attention: Haley Pratt

By email: haley.pratt@asx.com.au

Dear Ms Pratt,

ASX Query

Further to your correspondence dated 23 February 2017 referencing the December Quarterly Report lodged on 25 January 2017 and the Company's response to a Price Query lodged on with ASX on 20 February 2017.

You noted that the Company advised the market that it was undertaking a review of its existing NiWest Project Mineral Resource Estimate several times over the last few months and that in response to the Price Query the Company noted it was not aware of any information that had not been announced through the ASX that if known could be an explanation for recent trading in the securities of the Company.

You have noted for the company the various requirements of Listing Rule 3.1 and posed a number of questions the following questions:

1. The Company does **NOT** consider the Updated Mineral Resource Estimate to be information that a reasonable person would expect to have a material effect on the price or value of its securities.
2. The basis for the Company's response to question 1 is set out below.

GME Resources Limited has held the relevant tenements containing the NiWest Nickel and Cobalt Resources for more than a decade. The previous JORC 2004 Mineral Resource Estimate (refer table A) has been referred to for at least the previous 5 years and at the 0.8% cutoff headlined in our recent announcement totalled 75.7 million tonnes at 1.01% Ni and 0.06% Co for 761,509 tonnes of contained nickel metal and 48,529 million tonnes of cobalt metal.

The Company took the view it was timely to update its Mineral Resource Estimate to JORC 2012. Resource consultants, Ravensgate International Pty Ltd, were engaged by the Company to update the mineral resource estimate for seven nickel cobalt laterite deposits which comprise the NiWest Nickel and Cobalt Resources based on a mining Cut off Grade of 0.8% nickel.

The upgrade to JORC 2012 was a significant exercise given the considerable amount data collated from 3,410 historical drill holes.

At the end of the process Ravensgate provided a finalised report that was the basis of the release to the market on 21 February 2017. This showed an increase of some 5 million tonnes reporting almost entirely to the indicated category (refer Table B). This increase equates to approximately 6% from the previously reported JORC 2004 Mineral Resource Estimate. The Company is pleased with this result, however it is a Resource Estimate and the Company does not believe that this difference would provide an explanation for the movement in the price of its securities.

The Company believes that the increased interest in its securities is predominantly related to the increased market focus on companies with Cobalt resources. In its recent December Quarter activities report the Company noted that the rapidly emerging automotive and mobile storage battery market was driving interest in the project.

Table A JORC 2004 Mineral Resource Estimate (at 0.8% Cutoff)

| 0.8% COG | CATEGORY | Tonnes (Millions) | %Ni | %Co | Ni Metal (tonnes) | Co Metal (tonnes) |
|----------|-----------|-------------------|------|------|-------------------|-------------------|
| TOTAL | Measured | 34.22 | 1.04 | 0.07 | 355,198 | 23,037 |
| | Indicated | 22.41 | 0.99 | 0.06 | 222,273 | 14,189 |
| | Inferred | 19.09 | 0.96 | 0.06 | 184,038 | 11,303 |
| | Combined | 75.73 | 1.01 | 0.06 | 761,509 | 48,529 |

Table B JORC 2012 Mineral Resource Estimate (at 0.8% Cutoff)

| JORC Category | Million Tonnes | Ni Grade % | Co Grade % | Ni Metal (kt) | Co Metal (kt) |
|---------------|----------------|-------------|-------------|---------------|---------------|
| Measured | 34 | 1.07 | 0.07 | 362 | 23 |
| Indicated | 28 | 1.02 | 0.06 | 282 | 17 |
| Inferred | 19 | 0.97 | 0.06 | 186 | 12 |
| Total | 81 | 1.03 | 0.06 | 830 | 52 |

3. Not applicable.
4. Not applicable.
5. The Company confirms it is in compliance with the listing rules and particularly Listing Rule 3.1.
6. The Company confirms that the above response to ASX query's have been approved in accordance with its published continuous disclosure policy.

Should you require any further clarification please do not hesitate to contact the undersigned.

Yours sincerely



Mark Pitts
Company Secretary



23 February 2017

Mr Mark Pitts
Company Secretary
GME Resources Limited
Unit 5
78 Marine Terrace
FREMANTLE WA 6160

By email: markp@endeavourcorp.com.au

Dear Mr Pitts

GME Resources Limited (“GME”): aware query

ASX Limited (“ASX”) refers to the following:

- A. GME’s announcement entitled “December Quarterly Report and Appendix 5B” lodged on the ASX Market Announcements Platform and released at 8:55 am on Wednesday 25 January 2017 disclosing that during the reporting period GME commenced work on updating the NiWest Resource estimate to JORC 2012 and that this work was nearing completion and an update would be provided in due course.
- B. The announcement entitled “Response to ASX Price Query” lodged on the ASX Market Announcements Platform and released at 12:43 pm on Monday 20 February 2017 (the “Response to ASX Price Query”), disclosing a change in the price of GME’s securities from a closing price of \$0.06 on Wednesday, 15 February 2017 to an intra-day high at the time the letter was written of \$0.125 on Monday 20 February 2017. The Response to ASX Price Query stated that GME:

“is not aware of any information that has not been announced through the ASX that if known could be an explanation for recent trading in the securities of GME.

As recently advised GME has been working on updating the Mineral Resource Estimate for the NiWest Nickel Cobalt Project to JORC 2012. Other than this work and increased interest in the sector, GME has no explanation as to why there has been an increase in trading volumes and prices of its securities.”

- C. GME’s announcement entitled “NiWest Nickel Cobalt Mineral Resource Update” lodged on the ASX Market Announcements Platform and released at 8:20 am on Tuesday 21 February 2017, disclosing that an updated Mineral Resource Estimate, compliant to JORC 2012 has been completed and the updated Mineral Resource Estimate (0.8% Ni CoG) has resulted in an increase of 5.27 million tonnes of which the majority reports to the indicated category (the “Updated Mineral Resource Estimate”).
- D. Listing Rule 3.1, which requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity’s securities.
- E. The definition of “aware” in Chapter 19 of the Listing Rules, which states that:

“an entity becomes aware of information if, and as soon as, an officer of the entity (or, in the case of a trust, an officer of the responsible entity) has, or ought reasonably to have, come into possession of the information in the course of the performance of their duties as an officer of that entity”

and section 4.4 in Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B* “When does an entity become aware of information”.

- F. Listing Rule 3.1A, which sets out exceptions from the requirement to make immediate disclosure, provided that each of the following are satisfied.

“3.1A Listing rule 3.1 does not apply to particular information while each of the following is satisfied in relation to the information:

3.1A.1 One or more of the following applies:

- It would be a breach of a law to disclose the information;*
- The information concerns an incomplete proposal or negotiation;*
- The information comprises matters of supposition or is insufficiently definite to warrant disclosure;*
- The information is generated for the internal management purposes of the entity; or*
- The information is a trade secret; and*

3.1A.2 The information is confidential and ASX has not formed the view that the information has ceased to be confidential; and

3.1A.3 A reasonable person would not expect the information to be disclosed.”

- G. ASX’s policy position on the concept of “confidentiality”, which is detailed in section 5.8 of Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*. In particular, the Guidance Note states that:

“Whether information has the quality of being confidential is a question of fact, not one of the intention or desire of the listed entity. Accordingly, even though an entity may consider information to be confidential and its disclosure to be a breach of confidence, if it is in fact disclosed by those who know it, then it ceases to be confidential information for the purposes of this rule.”

Having regard to the above, ASX asks GME to respond separately to each of the following questions and requests for information:

1. Does GME consider the Updated Mineral Resource Estimate to be information that a reasonable person would expect to have a material effect on the price or value of its securities?
2. If the answer to question 1 is “no”, please advise the basis for that view.
3. If the answer to question 1 is “yes”, when did GME first become aware of the Updated Mineral Resource Estimate?

4. If the answer to question 1 is “yes” and GME first became aware of the Updated Mineral Resource Estimate before 21 February 2017, did GME make any announcement prior to the relevant date which disclosed the Updated Mineral Resource Estimate? If so, please provide details. If not, please explain why this information was not released to the market at an earlier time, commenting specifically on when you believe GME was obliged to release the Updated Mineral Resource Estimate under Listing Rules 3.1 and 3.1A and what steps GME took to ensure that the Updated Mineral Resource Estimate was released promptly and without delay.
5. Please confirm that GME is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.
6. Please confirm that GME’s responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of GME with delegated authority from the board to respond to ASX on disclosure matters.

When and where to send your response

This request is made under, and in accordance with, Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, by not later than **9.30 a.m. WST on Monday 27 February 2017**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in GME’s securities under Listing Rule 17.3.

You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, GME’s obligation is to disclose the information “immediately”. This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail at Hayley.Pratt@asx.com.au and to tradinghaltspert@asx.com.au. It should **not** be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rules 3.1 and 3.1A

In responding to this letter, you should have regard to GME’s obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 *Continuous Disclosure: Listing Rules 3.1 – 3.1B*.

It should be noted that GME’s obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond to this letter by the time specified above, you should discuss with us whether it is appropriate to request a trading halt in GME’s securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;

- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 *Trading Halts & Voluntary Suspensions*.

If you have any queries or concerns about any of the above, please contact me immediately.

Yours sincerely

[Sent electronically without signature]

Hayley Pratt
Adviser, Listings Compliance (Perth)