

ASX Announcement

Projects Update

Highlights

Wiluna West Gold Project

- Combined JORC-2004 and JORC-2012 Mineral Resource estimate of 3.5 Mt at 2.3 g/t Au for 254,000 oz¹
- Focus on near term production from the Golden Monarch gold deposit via MOU with Blackham Resources (“BLK”)
- BLK reviewing updated Golden Monarch Resource model, which contains combined Mineral Resource estimate of 747,000 t at 2.2 g/t Au for 52,400 oz with 70% in the Indicated category and within a \$1600 / oz Au pit shell
- Environmental approvals for Golden Monarch largely in place
- Waste characterisation and geotechnical studies to be undertaken in early 2018
- Road access agreement for ore haulage with Shire of Wiluna in progress
- Emu / Eagle deposits will be the next area to be targeted, which contain an Inferred JORC-2004 mineral Resource estimate of 860,000 t at 2.4 g/t Au for 66,500 oz. Previous intercepts include:
 - WWRC020, 14 m at 10.5 g/t Au from 10 m
 - WWRC068, 6 m at 10.6 g/t Au from 29 m
 - JFRC04, 6 m at 3.9 g/t Au from 88 m
 - JF271, 10 m at 2.1 g/t from 26 m

Hatches Creek Tungsten Copper Gold Project

- Global tungsten prices have increased by 55% during 2017 and are currently quoted at \$US300/MTU (\$A390)²
- Exceptional RC drilling results achieved from two RC drilling programs undertaken to date.
- Multiple high grade intercepts (>1% WO₃) often with coincident copper, gold and molybdenum mineralisation achieved
- Detailed geological and structural mapping undertaken to better define mineralisation style and model
- Down hole geophysical and optical video surveys completed (Figure 1)
- Maiden mineral Resource estimate for Pioneer, Treasure and Hit or Miss in progress and will be completed in early 2018
- Como Engineers (specialist mineral processing engineers) site visit
- Scoping study to be undertaken which will review potential for near term production based upon a high grade low capex strategy

¹ Refer Annexure A for Wiluna West Gold JORC-2012 and JORC-2004 Mineral Resource Estimate

² By reference to Ammonium Paratungstate prices as quoted by Metal Bulletin – (an MTU represents 10kg’s of contained metal)

GWR Group Limited (ASX: GWR) (“GWR” or “the Company”) is pleased to provide an update on its Wiluna West gold project and the Hatches Creek tungsten gold copper molybdenum project.

Wiluna West Gold Project

The Wiluna West gold project is located approximately 40 km from the township of Wiluna and Blackham Resources Limited (“Blackham”)(ASX: BLK) Wiluna Gold Processing plant. The project has a combined JORC-2004 and JORC-2012 Mineral Resource estimate of 3.5 Mt at 2.3 g/t Au for 254,000 oz Au (refer Annexure A).

In January 2017 GWR executed a Memorandum of Understanding (“MoU”) with Blackham for the potential treatment of gold deposits at Wiluna West (refer to ASX announcement *GWR Group and Blackham Resources sign MoU*, 31 January 2017).

GWR’s current focus is on near term gold production and the Golden Monarch deposit where a JORC-2012 Mineral Resource estimate was completed in October 2017 (refer to ASX announcement *Gold Resource Update*, 31 October 2017).

Golden Monarch JORC-2012 Mineral Resource Estimate (at 0.5 g/t cut off within 0.5 g/t wireframe)

Resource Type	Tonnes	Grade (g/t Au)	Oz Au
Indicated	474,000	2.4	36,600
Inferred	273,000	1.8	15,800
TOTAL	747,000	2.2	52,400

Resources in the Indicated category are within a \$1600/ oz Au pit shell.

The Golden Monarch deposit is adjacent to the JWD iron deposit where environmental approvals such as clearing permits are already in place and it is planned to use the waste dump location approved for JWD. It is planned to undertake geotechnical and waste characterisation studies in early 2018.

GWR has also commenced engagement with the Shire of Wiluna in respect to an ore haulage agreement along a 27.5 km long section of the Ullalla road. In 2014 GWR and the Shire of Wiluna made significant progress in respect to an ore haulage agreement on the Ullalla road in respect to the iron ore project. It is intended to use this framework.

It is also planned to target the Eagle and Emu deposits next where a Program of Works for Reverse Circulation (“RC”) drilling has recently been approved. The current JORC-2004 Inferred Resource is 860,000 t at 2.4 g/t Au for 66,500 oz Au (refer Annexure A). Significant intercepts include;

- **WWRC020, 14 m at 10.5 g/t Au from 10 m**
- **WWRC068, 6 m at 10.6 g/t Au from 29 m**
- **JFRC04, 6 m at 3.9 g/t Au from 88 m**
- **JF271, 10 m at 2.1 g/t from 26 m**

Hatches Creek Tungsten, Copper, Gold Project

The Hatches Creek tungsten, gold, copper project is located 375 km north east of Alice Springs in the Northern Territory. The world tungsten price has enjoyed a 55% increase during the 2017 calendar year and is currently quoted at \$US300/MTU (\$A390). GWR has recently announced exceptional results from a 33 hole RC drilling program completed in August 2017, which followed a highly successful maiden program in 2016 (refer to ASX announcements dated 15 March, 19 September, 12th October and 8th November 2017).



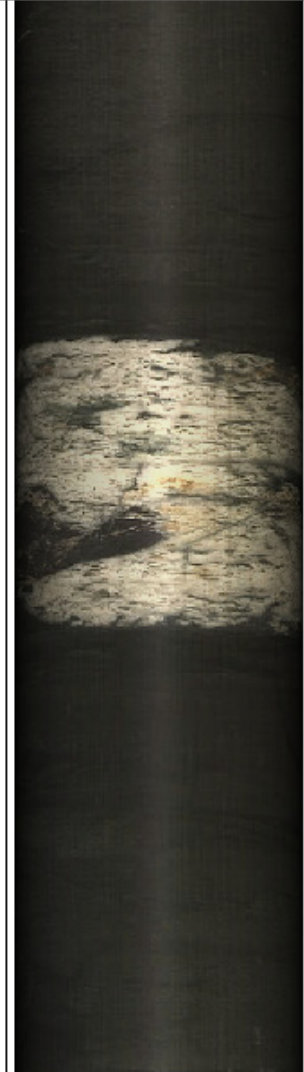

Depth	RGB					OPTV 3D CORE - top	OPTV 3D CORE - bottom
	0°	90°	180°	270°	0°	180°	
1m:10m							
46.0							
47.0							

Figure 1: Image from Down Hole Video HCRC049 with 1 m at 10.37% WO₃, 0.59 g/t Au and 1.41% Cu from 46 m.

The 2017 RC drilling program targeted the 7 prospects; the Hit or Miss, Silver Granite, Kangaroo, Black Diamond, Green Diamond, Bonanza and Pioneer prospects. All areas returned significant high grade intercepts with the exception of Kangaroo. Intercepts included;

- **HCRC028 (Hit or Miss), 9 m at 2.03% WO₃, 0.18% Cu, 0.05% Mo from 93 m including 1 m at 17.52% WO₃, 0.13% Cu, 0.30% Mo from 99 m**
- **Mineralised zone in HCRC021 (Hit or Miss) of 69 m at 0.23% WO₃, 0.34% Cu from 41 m including 7 m at 1.43% WO₃, 0.01% Cu from 57 m**
- **Multiple high grade intercepts in HCRC022 (Hit or Miss) of 3 m at 1.00% WO₃, from 42 m, 2 m at 1.83% WO₃ from 59 m and 2m at 1.47% WO₃ from 90 m**
- **High grade intercepts from HCRC049 (Pioneer) of 1 m at 10.37% WO₃, 0.59 g/t Au and 1.41% Cu from 46 m and 1 m at 6.6% WO₃, 0.29 g/t Au and 0.29% Cu from 86 m**
- **HCRC041 (Black Diamond) of 10 m at 0.48% WO₃, from 29 m, including 3 m at 1.42% WO₃ from 36 m**
- **HCRC044 (Green Diamond) of 1 m at 3.90% WO₃ from 93 m**
- **Mineralised zone in HCRC045 (Bonanza) of 14 m at 0.39% WO₃ from 32 m including 1 m at 1.23% WO₃ from 32 m and 1 m at 2.11% WO₃ from 42 m**
- **HCRC047 (Pioneer) of 7 m at 1.16% WO₃ and 0.81 g/t Au from 38 m, including 1 m at 3.36% WO₃ and 5.32 g/t Au**

A full review of all of the data from both RC drilling programs is currently being undertaken as is a maiden Mineral Resource estimate for the Pioneer, Treasure and Hit or Miss prospects.

During October 2017 detailed geological and structural mapping was undertaken throughout the project area. This information will be used to more fully understand the controls to mineralisation and develop a comprehensive geological model.

Down hole deviation, geophysical, optical video and sonic surveys have been undertaken on all accessible RC drill holes. Figure 1 shows a video image from HCRC049 (Pioneer prospect) at a depth of 46 m where a high grade intercept of 1 m at 10.37% WO₃, 0.59 g/t Au and 1.41% Cu was obtained.

During October specialist mineral processing engineers, Como Engineers visited the Hatches Creek site to inspect the historical mines and historical dumps and stockpiles. It is anticipated that upon completion of the Mineral Resource estimate in early 2018 a scoping study will be initiated to review potential development options. This will include investigating a high grade low capex development model.

For further information:

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Competent Person's Statement

The information in this report which relates to Exploration Targets, Exploration Results and Mineral Resources or Ore Reserves is based on information compiled by Mr Allen Maynard, who is a Member of the Australian Institute of Geosciences ("AIG"), a Corporate Member of the Australasian Institute of Mining & Metallurgy ("AusIMM") and independent consultant to the Company. Mr Maynard is the Director and principal geologist of Al Maynard & Associates Pty Ltd and has over 35 continuous years of exploration and mining experience in a variety of mineral deposit styles. Mr Maynard has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the "Australasian Code for reporting of Exploration Results, Exploration Targets, Mineral Resources and Ore Reserves" (JORC Code). Mr Maynard consents to inclusion in the report of the matters based on this information in the form and context in which it appears.

Annexure A – Mineral Resource Statements

Wiluna West Gold Project – JORC-2004 and JORC-2012 Mineral Resources^{1, 2}

JORC Status	Prospect	Classification	Tonnes	Grade (g/t Au)	Ounces
JORC-2012 (at 0.5 g/t cut off)	Golden Monarch	Indicated	474,000	2.4	36,600
		Inferred	273,000	1.8	15,800
	TOTAL	747,000	2.2	52,400	
JORC-2004 (at 1.0 g/t cut off)	Bottom Camp	Inferred	329,000	2.0	21,100
	Bowerbird	Inferred	169,000	3.1	17,000
	Bronzewing	Inferred	104,000	2.4	8,000
	Brilliant	Inferred	342,000	2.5	27,900
	Wren	Inferred	61,000	2.5	4,800
	Emu	Inferred	371,000	2.4	28,700
	Eagle	Inferred	489,000	2.4	37,800
	Comedy King	Inferred	183,000	1.8	10,800
	Goldfinch	Inferred	80,000	1.4	3,600
	Iron King	Inferred	481,000	2.3	35,600
	Iron Hawk	Inferred	138,000	1.5	6,800
	TOTAL	2,747,000	2.3	202,100	
TOTAL JORC-2004 & JORC-2012			3,494,000	2.3	254,500

Hatches Creek Mullock Dumps and Alluvial Mineral Resource Reported above a 0.20% WO₃ cut-off and 1.5% upper cut³

Classification	Tonnes	WO ₃ %	WO ₃ t
Indicated	-	-	-
Inferred	225,066	0.58	1,305
Total	225,066	0.58	1,305

Notes:

1. Refer to GWR ASX announcements dated 31 October 2017 "Wiluna West Gold Project, Golden Monarch Resource Updated" and 14 July 2010 "Big Gold Resource Upgrade".
2. The Mineral Resource Estimates shown as JORC 2004 compliant were first prepared and disclosed under JORC 2004 and have not been updated to comply with JORC 2012 on the basis that the information has not materially changed since they were last reported.
3. The Mineral Resource estimate for the Hatches Creek Tungsten Project was published pursuant to ASX announcement of Arunta Resource Limited (ASX Code: AJR) dated 23 September 2014 titled "Maiden High-Grade Tungsten Resource to underpin studies" and is prepared in accordance with the 2012 edition of the JORC Code.