

December 2018 Quarter Highlights

Wiluna Gold Project

- Results from 72 RC drill holes for 3,918 m completed at the Golden Monarch, Eagle and Emu prospects provide the impetus to update the Resource models and confidence levels. High grade intercepts were achieved at all three prospects. Results included;

Golden Monarch

- WGRC0054, 7 m @ 12.0 g/t Au from 28 m, including 1 m @ 72.0 g/t Au
- WGRC0061, 7 m @ 11.8 g/t Au from 36 m, including 1 m @ 72.3 g/t Au
- WGRC0073, 7 m @ 8.3 g/t Au from 18 m, including 1 m @ 38.1 g/t Au

Emu

- WGRC0092, 5 m @ 15.0 g/t Au from 45 m, including 1 m @ 69.4 g/t Au
- WGRC0096, 12 m @ 7.3 g/t Au from 48 m, including 3 m @ 25.3 g/t Au
- WGRC0101, 8 m @ 11.1 g/t Au from 53 m, including 3 m @ 25.0 g/t Au
- WGRC0105, 10m @ 2.6 g/t Au from 47 m

Eagle

- WGRC0083, 12 m @ 2.1 g/t Au from 43 m
- WGRC0086, 6 m @ 3.7 g/t Au from 10 m
- WGRC0089, 7 m @ 3.0 g/t Au from 50 m
- WGRC0108, 6 m @ 4.00 g/t Au from 118 m
- WGRC0114, 5 m @ 9.7 g/t Au from 54 m, including 2 m @ 21.8 g/t Au
- Significant progress towards monetising the Wiluna West Gold Project through the commencement of mining operations has been made via the signing of a binding Heads of Agreement for a Joint Venture with Blackham Resources.
- The Binding HoA provides for a joint venture for the development, mining and processing of gold Resources from GWR's Wiluna West Gold Project.
- Significant progress made on statutory approvals for Golden Monarch and it is planned to submit a Mining Proposal and amended Clearing Permit to DMIRS in February 2019.
- 15 gold nuggets in the form of specimens weighing a total of 465 grams discovered by a prospector at the Wren prospect, subsequent mapping of specimen occurrences revealed potential east north east trending structure not previously recognised in the project area.
- 500 m long gold soil anomaly identified at Wren to the west and unrelated to gold specimen occurrence.

Hatches Creek Tungsten Copper Gold Project

- In September the Company announced that it had agreed terms for the sale of the Hatches Creek project to Tungsten Mining NL ("TGN") for \$8.68 million, however GWR and TGN have been advised by the ASX that the transaction as it was structured cannot proceed. GWR and TGN remain committed to implement a transaction to enable TGN to invest in Hatches Creek and continued to negotiate in good faith such amendments as may be required by the ASX.
- GWR is planning to undertake infill and extensional RC drilling at the Hit or Miss prospect during the March 2019 Quarter aiming to define a maiden Resource.

About GWR

GWR Group Limited ("GWR") is an independent, Australian resource house, focused on creating shareholder wealth through the development of high quality mineral exploration and development projects.

The Company is planning a transition to production at its Wiluna West Gold Project

GWR Group has a portfolio of mineral commodity projects that includes projects held in its own right, in joint ventures and indirectly through investment in other listed entities. We aim to create value through operational excellence and innovation in exploration and project development. We will collaborate with our stakeholders to build a sustainable mining business and the respect of our peers.

Corporate Summary

ASX code:	GWR
Issued Capital:	252.5 million
Issued Options:	27.7 million
Cash on hand:	\$2.6m

Board & Management

Gary Lyons

Non-executive Chairman

Mick Wilson

Executive Director

Tan Sri Dato' Tien Seng Law

Non-executive Director

Kong Leng (Jimmy) Lee

Non-executive Director

Datuk Chin An (CA) Lau

Non-executive Director

Adrian Costello

General Manager

Mark Pitts

Joint Company Secretary

Simon Borck

Joint Company Secretary

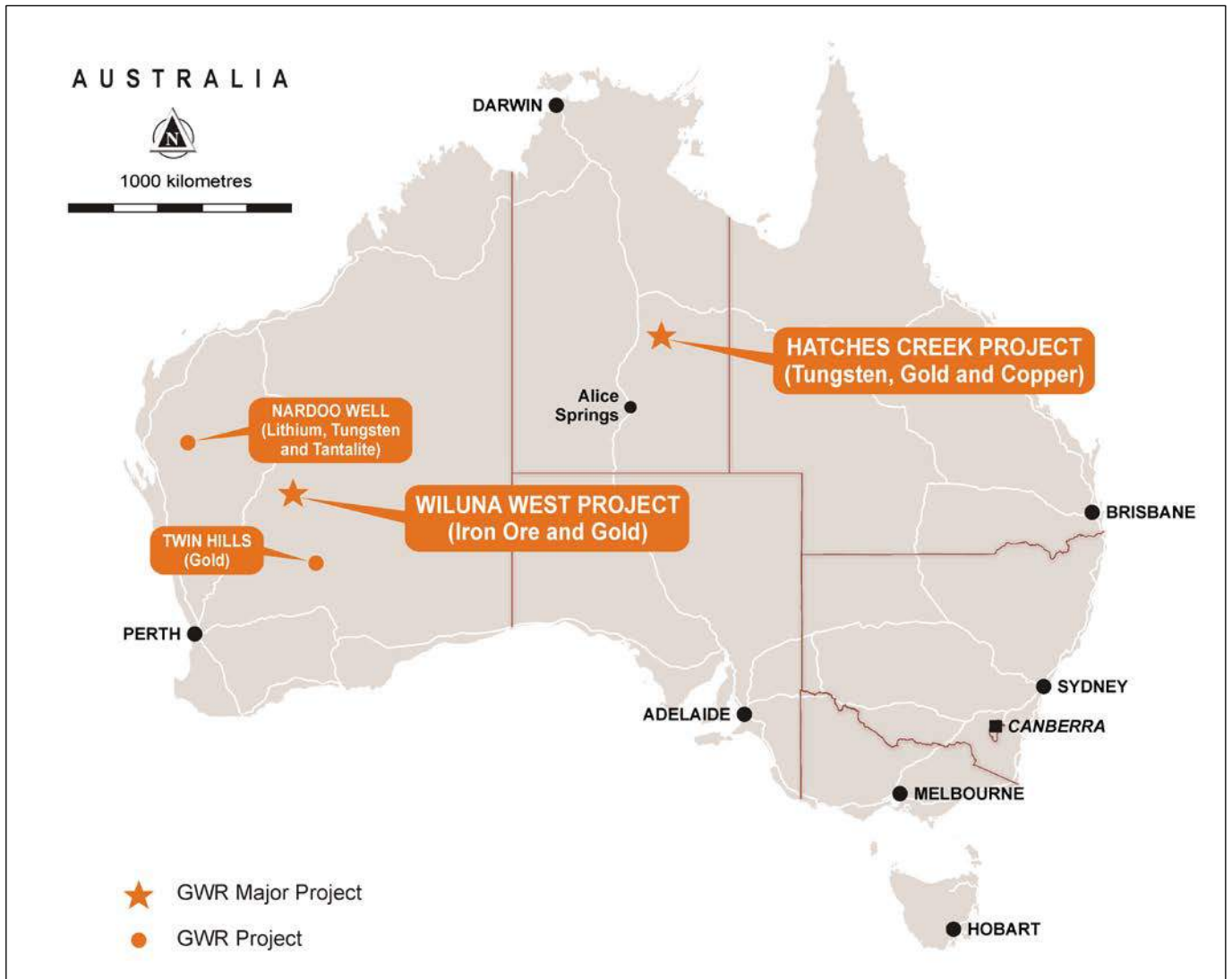


Figure 1: GWR Project Locations.

Overview

GWR Group ("the Company") is pleased to provide a very positive Quarterly Report. The Company continues to make strong progress in monetising its gold assets by achieving outstanding drilling results and confirming the pathway forward to low capital-intensive mining via a JV with Blackham Resources Ltd ("BLK").

At 31 December 2018, the Company was in a solid financial position with cash reserves of \$2.6 million and no debt. In addition, the value of listed securities held at that date was over \$20million.

The appointment of Adrian Costello as General Manager during the quarter provides the Company with significant corporate and mining skills well suited to the Company's current projects. The Company continues to actively examine new project opportunities.

Wiluna West Gold Project

The Wiluna West Gold Project is located approximately 40 km southwest of the Blackham Matilda / Wiluna Gold Operation which includes a gold processing and treatment plant (Figures 1 and 4). 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 Table 1).

On November 23, 2018 a Binding Heads of Agreement ("HoA") was executed for the establishment of a Joint Venture for the development, mining and processing of gold resources from GWR's Wiluna West Gold Project.

72 RC drill holes for 3,918 m were completed at the Golden Monarch, Eagle and Emu prospects with high grade intercepts achieved in all three prospects. These deposits are the initial focus for development.

Significant progress was made on statutory approvals for Golden Monarch during the Quarter and it is planned to submit a Mining Proposal and an amended Clearing Permit to DMIRS in February 2019.

15 gold nuggets in the form of specimens weighing a total of 465 grams were discovered by a prospector at the Wren prospect, subsequent mapping of specimen occurrences revealed a potential east-northeast trending structure not previously recognised in the project area. Additional to this a 500 m long gold soil anomaly was also identified at Wren to the west and unrelated to the gold specimen occurrence.

Joint Venture Agreement

On November 23 a Binding Heads of Agreement ("HoA") was executed for the establishment of a Joint Venture for the development, mining and processing of gold resources from GWR's Wiluna West Gold Project. Under the HoA, GWR is responsible for drilling deposits to JORC 2012 Indicated category and Blackham will conduct feasibility studies, and if positive, undertake mining, transport and processing.

The joint venture arrangement will be a 65% (BLK) and 35% (GWR) on both costs and on the gold produced. Initial focus will be on Golden Monarch and Emu / Eagle deposits. This HoA aims to provide not only a processing solution at the Wiluna West Gold Project but will prompt further investment in exploration on the tenements, with the objective of developing a longer term project.

The HoA sets the framework for Blackham and GWR to delineate, study and mine gold deposits at Wiluna West and process at Blackham's 100% owned Wiluna Gold Plant. The HoA between the companies is predicated on the assumption that the parties will execute a joint venture agreement on a 65% (BLK) and 35% (GWR) basis. The joint venture will mean that each party will contribute to costs respective to their share and recoup gold to the value of their share.

Under the HoA, GWR will be responsible for drilling the gold deposits out to JORC Code 2012 compliant level to a minimum Indicated category. GWR will also be responsible for initial sighter metallurgical test work and approvals associated with the deposits. Following resource definition and initial metallurgical test work, GWR may introduce the deposit to Blackham as a Proposed Qualifying Deposit. Blackham will then undertake a feasibility study (to a minimum pre-feasibility study level) to determine the economic potential of the project.

Upon completion of a positive feasibility study for a Qualifying Deposit, the deposit will be included in the Joint Venture. Under this HoA, BLK will be the manager of the Joint Venture, which includes the predevelopment/mine setup, mining operations and processing the mineralised material from the Wiluna West Gold Project through the Wiluna Gold Plant and refining of Dore gold.

The current size of the Wiluna West gold deposits does not justify the construction of a standalone processing plant, however access to the Wiluna Gold Plant provides GWR with low capital-intensive opportunity to commence gold production by exploiting its combined JORC 2004 and JORC 2012 Mineral Resource with minimal capex (see Table 1).

During the Quarter ongoing meetings and negotiations were held with Blackham in respect to converting the HoA into a Joint venture agreement and significant progress was made.

Golden Monarch Approvals

Significant progress was made on statutory approvals for the Golden Monarch deposit during the Quarter and it is planned to lodge a Mining Proposal and amended Clearing Permit to DMIRS in February 2019. Golden Monarch is largely within an area that Clearing Permits and Mining Approvals have already been granted as part of the adjacent JWD Iron deposit approvals as such thus a streamlined approval process is anticipated, with amendments to the existing approvals planned.

The following activities have been undertaken;

- Completion of flora and fauna surveys with no issues identified
- Submission of waste characterisation and soil samples
- Submission of composite metallurgical samples for recovery and bond work index test work
- Application for a water licence from Department of Water
- Negotiations with the Shire of Wiluna and Department of Main Roads advanced regarding a Road Access Agreement for the Ullalla road and crossing the Gold Fields Highway.

A Mining Agreement with Wiluna Traditional Owners is already in place and Heritage surveys are largely completed. The main outstanding item is geotechnical reporting, with works being completed currently. It is planned to lodge mining approval application documents during the coming Quarter.

RC Drilling Golden Monarch, Eagle and Emu Deposits

An infill and extensional RC drilling program was completed on the Golden Monarch, Eagle and Emu deposits aiming to upgrade the Resource models and increase confidence levels. 72 RC drill holes for 3,918 m were completed with high grade intercepts achieved in all three prospects.

High grade intercepts were achieved in all three prospect areas and these outstanding results represent a significant game changer for GWR as it looks to transition from explorer to gold producer. The gold mineralisation at the Golden Monarch, Eagle and Emu deposits is within the regional Joyners Find shear zone and is hosted within steep westerly dipping banded iron formation units ("BIF"). All of the recent and most of the historical drilling is on an azimuth of 090° inclined at -60° which is approximately perpendicular to the mineralisation.

**Table 1 - Wiluna West Gold Project
JORC 2004 and JORC 2012 Gold Resources**

JORC Status	Prospect	Resource Type	Tonnes	Grade (g/t Au)	Ounces
JORC 2012	Golden Monarch	Indicated	474,000	2.4	36,600
at 0.5 g/t cut off		Inferred	273,000	1.8	15,800
		TOTAL	747,000	2.2	52,400
JORC 2004	Bottom Camp	Inferred	329,000	2.0	21,100
at 1.0 g/t cut off	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

Notes

Differences may occur due to rounding. For JORC 2004 refer to ASX announcement 14th June 2010. 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. For JORC 2012 refer to ASX announcement 31st October 2017.

Golden Monarch

The Golden Monarch deposit contains a combined Mineral Resource estimate of 747,000 tonnes at 2.2 g/t Au for 52,400 oz (refer to ASX announcement 31st October 2017 and Table 1). A total of 37 RC holes for a total of 1,636 m was recently completed over a strike length of 1,040 m (Figure 2). There is a substantial amount of previous drilling (340 holes for 14,411m) and the recent program was designed to infill the overall drill hole spacing to a minimum of 20 m north and 10 m east.

All significant intercepts from the recent RC drilling program are summarised in Table 2. Significant intercepts include;

- WGRC0054, 7 m @ 12.0 g/t Au from 28 m, including 1 m @ 72.0 g/t Au
- WGRC0055, 4 m @ 4.4 g/t Au from 50 m, including 1 m @ 13.6 g/t Au
- WGRC0061, 7 m @ 11.8g/t Au from 36 m, including 1 m @ 72.3 g/t Au
- WGRC0073, 7 m @ 8.3 g/t Au from 18 m, including 1 m @ 38.1 g/t Au

The shallow and robust nature of these intercepts confirms the potential of Golden Monarch. The results from the recent drilling are being compiled and it is intended to submit Golden Monarch to BLK as a Proposed Qualifying Deposit under the terms of the Binding HoA.

In addition to the recently completed drilling, GWR has already commenced permitting / approvals process which is somewhat streamlined as it is largely within clearing permits and Mining Approvals already granted as part of the Wiluna West Iron Project.

Emu

The Emu prospect contains a JORC (2004) Inferred Mineral Resource estimate of 371,000 tonnes at 2.4 g/t Au for 28,700 oz (refer to ASX announcement dated 14th June 2010 and Table 1). A total of 17 RC drill holes for 1,124 meters was recently completed over a strike length of 440 m testing a mineralised BIF. Figure 3 shows the collar positions of drilling to date and Figure 5 provides a representative cross section of the mineralisation. The recently completed drilling has infilled the pattern to a nominal 40 m north and 15 m east spacing.

All significant intercepts are listed in Table 2 and include;

- WGRC0092, 5 m @ 15.0 g/t Au from 45 m, including 1 m @ 69.4 g/t Au
- WGRC0096, 12 m @ 7.3 g/t Au from 48 m, including 3 m @ 25.3 g/t Au
- WGRC0101, 8 m @ 11.1 g/t Au from 53 m, including 3 m @ 25.0 g/t Au
- WGRC0105, 10m @ 2.6 g/t Au from 47 m

The high-grade intercepts achieved in some holes was unexpected and approximately 50% of recent drilling is outside of the current Resource model. Detailed geological mapping, plus review of optical televiewer data acquired from down hole surveys is planned to investigate potential structural controls to the high-grade mineralisation. It is also planned to update the Resource model incorporating the recent drilling to JORC (2012).

Eagle

The Eagle prospect contains a JORC (2004) Inferred Mineral Resource estimate of 489,000 tonnes at 2.4 g/t Au for 37,800 oz (refer to ASX announcement dated 14th June 2010 and Table 1). A total of 18 RC drill holes for 1,158 m was recently completed over a strike length of 240 m testing a mineralised BIF. Figure 5 shows the collar positions of drilling to date and Figure 6 provides a representative cross section of the mineralisation. The recently completed drilling has infilled the pattern to a nominal 20 m north and 20 m east spacing.

All significant intercepts are listed in Table 2 and include;

- WGRC0083, 12 m @ 2.1 g/t Au from 43 m
- WGRC0086, 6 m @ 3.7 g/t Au from 10 m
- WGRC0089, 7 m @ 3.0 g/t Au from 50 m
- WGRC0108, 6 m @ 4.00 g/t Au from 118 m
- WGRC0114, 5 m @ 9.7 g/t Au from 54 m, including 2 m @ 21.8 g/t Au

It is now planned to update the existing JORC (2004) model to JORC (2012) incorporating the recent drilling results.

Next steps

The following activities are planned;

- Submit the Golden Monarch deposit to BLK as a Proposed Qualifying Deposit so that they may commence feasibility studies
- Complete permitting and mining approvals for Golden Monarch
- Compile Eagle and Emu data and update Resource models and plan work required to allow submission to BLK as Proposed Qualifying Deposits
- Undertake a comprehensive review of the entire project to prioritise targets for future work

Table 2 - Significant RC Drill Hole Intercepts

Hole ID	Prospect	Easting	Northing	RL	From	To	Interval	Au (g/t)
WGRC0051	Golden Monarch	793423.6	7033237.1	594.3	46	51	5	1.00
				and	53	55	2	3.28
WGRC0052	Golden Monarch	793408.5	7033237.1	593.4	66	72	6	2.86
				Incl.	70	71	1	10.00
WGRC0053	Golden Monarch	793440.21	7033196.92	593.7	20	22	2	3.82
WGRC0054	Golden Monarch	793430.7	7033259.4	595.0	28	35	7	12.01
				Incl.	33	34	1	72.00
WGRC0055	Golden Monarch	793419.6	7033277.4	594.1	58	62	4	4.37
				Incl.	60	61	1	13.56
WGRC0056	Golden Monarch	793439.82	7033297.7	596.0	17	22	5	1.84
WGRC0057	Golden Monarch	793424.3	7033298.2	594.7	50	52	2	1.89
WGRC0058	Golden Monarch	793437.6	7033318.3	595.6	21	30	9	1.62
WGRC0059	Golden Monarch	793423.0	7033318.3	594.4	51	55	4	1.69
WGRC0060	Golden Monarch	793444.3	7033358.8	595.9	24	27	3	1.07
WGRC0061	Golden Monarch	793435.1	7033377.9	594.8	36	43	7	11.75
				Incl.	36	37	1	72.31
WGRC0062	Golden Monarch	793450.7	7033398.37	595.6	18	23	5	0.98
WGRC0063	Golden Monarch	793435.4	7033398.9	594.5	46	52	6	1.24
WGRC0064	Golden Monarch	793450.3	7033419.2	595.2	No significant intercept			
WGRC0065	Golden Monarch	793444.1	7033458.3	594.4	No significant intercept			
WGRC0066	Golden Monarch	793445.2	7033479.3	594.0	43	46	3	1.55
WGRC0067	Golden Monarch	793457.1	7033580.2	591.1	54	58	4	3.39
				Incl.	55	56	1	10.16
WGRC0068	Golden Monarch	793487.5	7033649.4	593.5	No significant intercept			
WGRC0069	Golden Monarch	793491.8	7033688.7	594.81	17	22	5	1.20
WGRC0070	Golden Monarch	793497.7	7033708.2	595.7	No significant intercept			

Hole ID	Prospect	Easting	Northing	RL	From	To	Interval	Au (g/t)
WGRC0071	Golden Monarch	793489.5	7033748.6	596.4	46	49	3	2.56
WGRC0072	Golden Monarch	793508.7	7033749.5	597.27	9	13	4	1.80
WGRC0073	Golden Monarch	793506.4	7033770.6	597.9	18	25	7	8.31
				Incl.	19	20	1	10.35
				Incl.	23	24	1	38.14
WGRC0074	Golden Monarch	793508.9	7033728.9	596.7	4	7	3	3.55
WGRC0075	Golden Monarch	793515.8	7033798.1	599.6	19	21	2	1.17
WGRC0076	Golden Monarch	7935191.5	7033858.9	602.0	No significant intercept			
WGRC0077	Golden Monarch	793518.97	7033898.58	602.3	13	21	8	3.15
WGRC0078	Golden Monarch	793519.49	7033968.9	602.3	16	20	4	3.12
WGRC0079	Golden Monarch	793516.2	703399079	601.6	24	32	8	2.57
WGRC0080	Eagle	793999.0	7037318.4	594.1	25	27	2	1.11
WGRC0081	Eagle	793980.8	7037318.4	593.8	63	67	4	3.11
WGRC0082	Eagle	793989.6	7037418.2	593.9	3	10	7	2.03
WGRC0083	Eagle	793969.6	7037417.0	592.9	43	55	12	2.14
WGRC0084	Eagle	793990.4	7037459.0	593.4	No significant intercept			
WGRC0085	Eagle	793968.0	7037459.6	592.0	No significant intercept			
WGRC0086	Eagle	793994.1	7037479.8	593.7	10	16	6	3.67
WGRC0087	Eagle	793974.9	7037479.8	592.3	54	58	4	2.87
WGRC0088	Eagle	793989.8	7037559.4	591.8	13	16	3	0.82
WGRC0089	Eagle	793968.4	7037559.0	590.8	50	57	7	3.03
WGRC0090	Eagle	793948.2	7037558.5	590.0	No significant intercept			
WGRC0091	Emu	794029.1	7038537.9	593.6	No significant intercept			
WGRC0092	Emu	794009.3	7038538.2	592.2	45	50	5	14.99
				Incl.	46	47	1	69.41
WGRC0093	Emu	794014.7	7038619.0	593.2	59	60	1	2.87
WGRC0094	Emu	794018.1	7038697.9	589.3	No significant intercept			
WGRC0095	Emu	794049.9	7038737.9	590.3	20	25	5	1.95
WGRC0096	Emu	794030.4	7038738.0	589.2	48	60	12	7.30
				Incl.	49	52	3	25.30
WGRC0097	Emu	794069.5	7038817.7	590.2	22	25	3	1.72
WGRC0098	Emu	794049.6	7038818.3	589.0	59	65	6	2.59
WGRC0099	Emu	794049.5	7038858.3	588.2	No significant intercept			
WGRC0100	Emu	794048.6	7038896.7	588.4	55	56	1	2.05
WGRC0101	Emu	794053.5	7038937.2	590.0	53	61	8	11.09
				Incl.	57	60	3	25.01
WGRC0102	Emu	794070.2	7038978.7	592.2	36	39	3	1.10
				and	46	49	3	4.70
WGRC0103	Emu	794042.1	7038978.5	590.8	90	96	6	1.04
				and	100	101	1	1.23
WGRC0104	Emu	794061.3	7038778.3	590.9	10	11	1	1.10
				And	13	16	3	1.21

Hole ID	Prospect	Easting	Northing	RL	From	To	Interval	Au (g/t)
WGRC0105	Emu	794041.6	7038779.2	589.1	47	57	10	2.60
WGRC0106	Emu	794037.8	7038658.7	593.1	No significant intercept			
WGRC0107	Emu	794020.01	7038659.5	591.4	57	58	1	1.19
				And	59	61	2	1.08
				And	62	66	4	1.28
WGRC0108	Eagle	793935.9	7037403.8	591.0	118	124	6	4.00
				and	159	160	1	3.19
WGRC0109	Eagle	793995.1	7037500.5	593.6	18	22	4	1.04
WGRC0110	Eagle	793975.2	7037498.2	592.3	54	55	1	2.00
				and	58	59	1	1.05
WGRC0111	Eagle	793989.9	7037379.3	594.2	22	28	6	2.32
WGRC0112	Eagle	793970.5	7037378.7	593.5	59	62	3	4.25
WGRC0113	Eagle	794000.8	7037339.0	594.4	No significant intercept			
WGRC0114	Eagle	793981.2	7037339.0	594.0	54	59	5	9.65
				Incl.	56	58	2	21.84
WGRC0115	Golden Monarch	793576.6	7034243.6	600.9	4	8	4	2.92
WGRC0116	Golden Monarch	793556.6	7034243.5	599.9	36	40	4	1.58
WGRC0117	Golden Monarch	793531.3	7034069.7	599.6	29	32	3	1.74
WGRC0118	Golden Monarch	793534.9	7034051.6	601.0	20	22	2	1.08
WGRC0119	Golden Monarch	793518.4	7034050.0	599.5	44	48	4	1.51
WGRC0120	Golden Monarch	793519.2	7034028.5	600.7	36	39	3	1.38
WGRC0121	Golden Monarch	793528.2	7034011.9	602.8	No significant intercept			
WGRC0122	Golden Monarch	793513.2	7034010.4	601.0	37	45	8	1.55

Note: All coordinates MGA 94 Zone 50
All holes drilled on azimuth of 090 and dip -60°

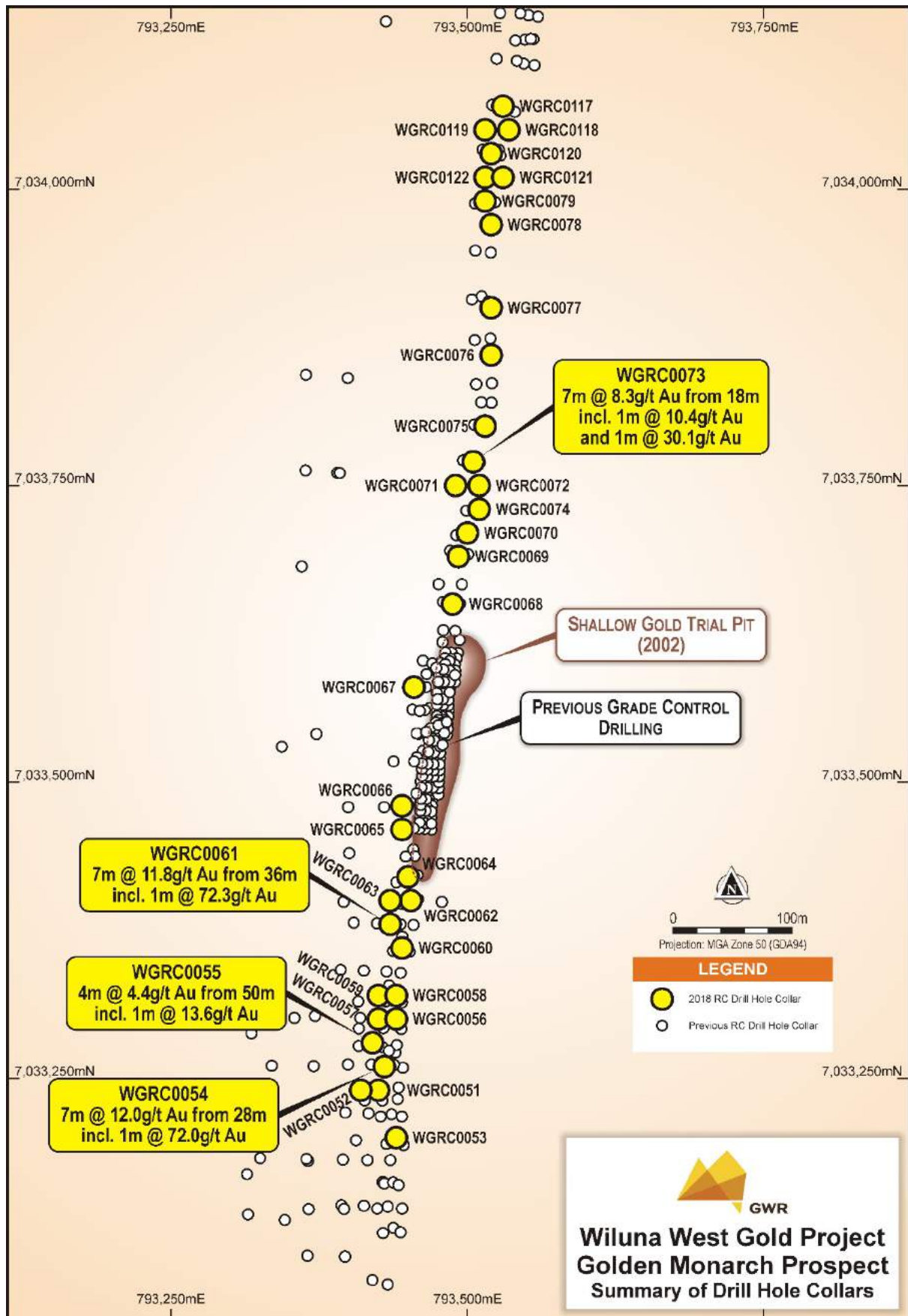


Figure 2: Summary of Golden Monarch Prospect Drill Hole Collars.

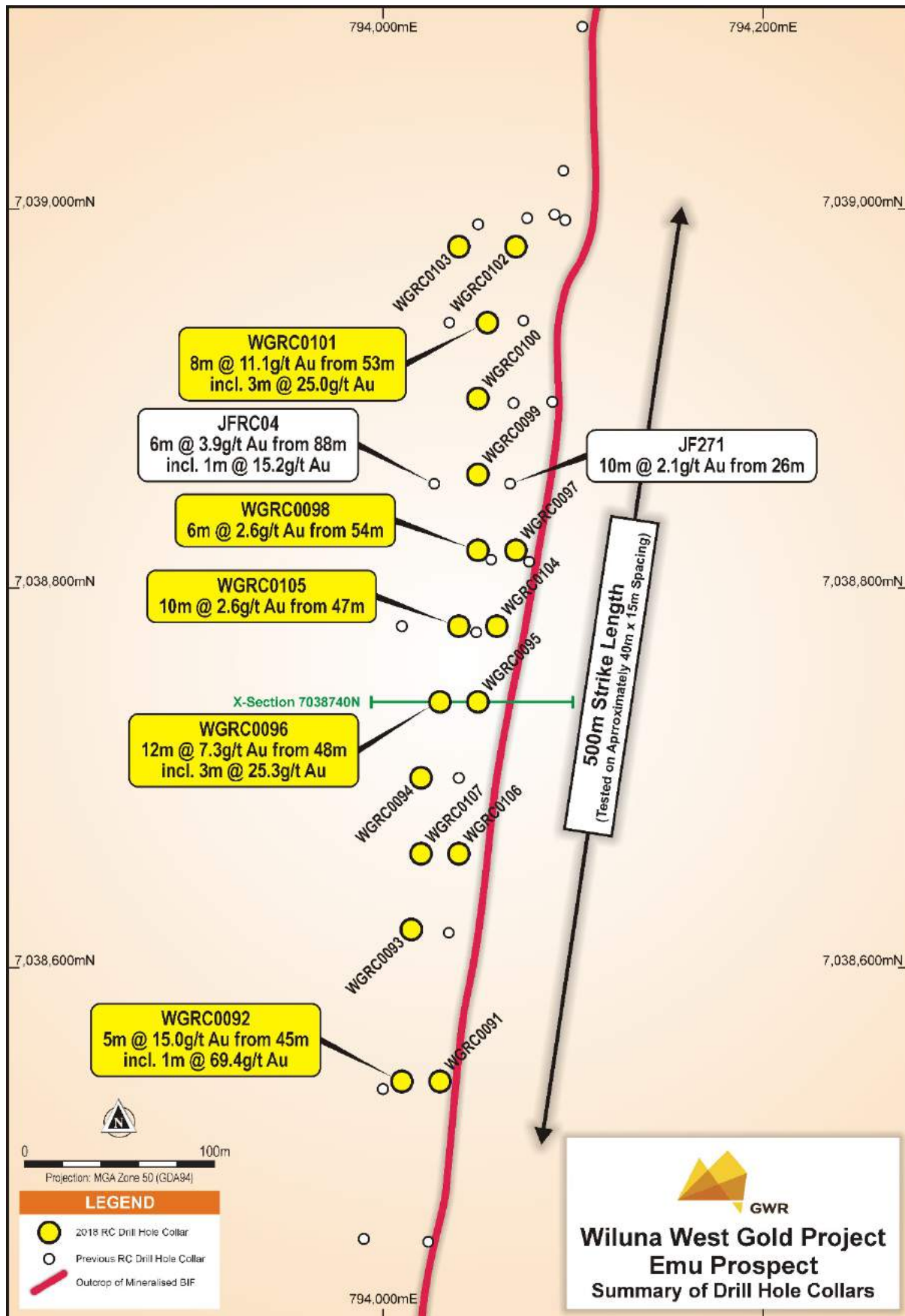


Figure 3: Summary of Emu Prospect Drill Hole Collars.

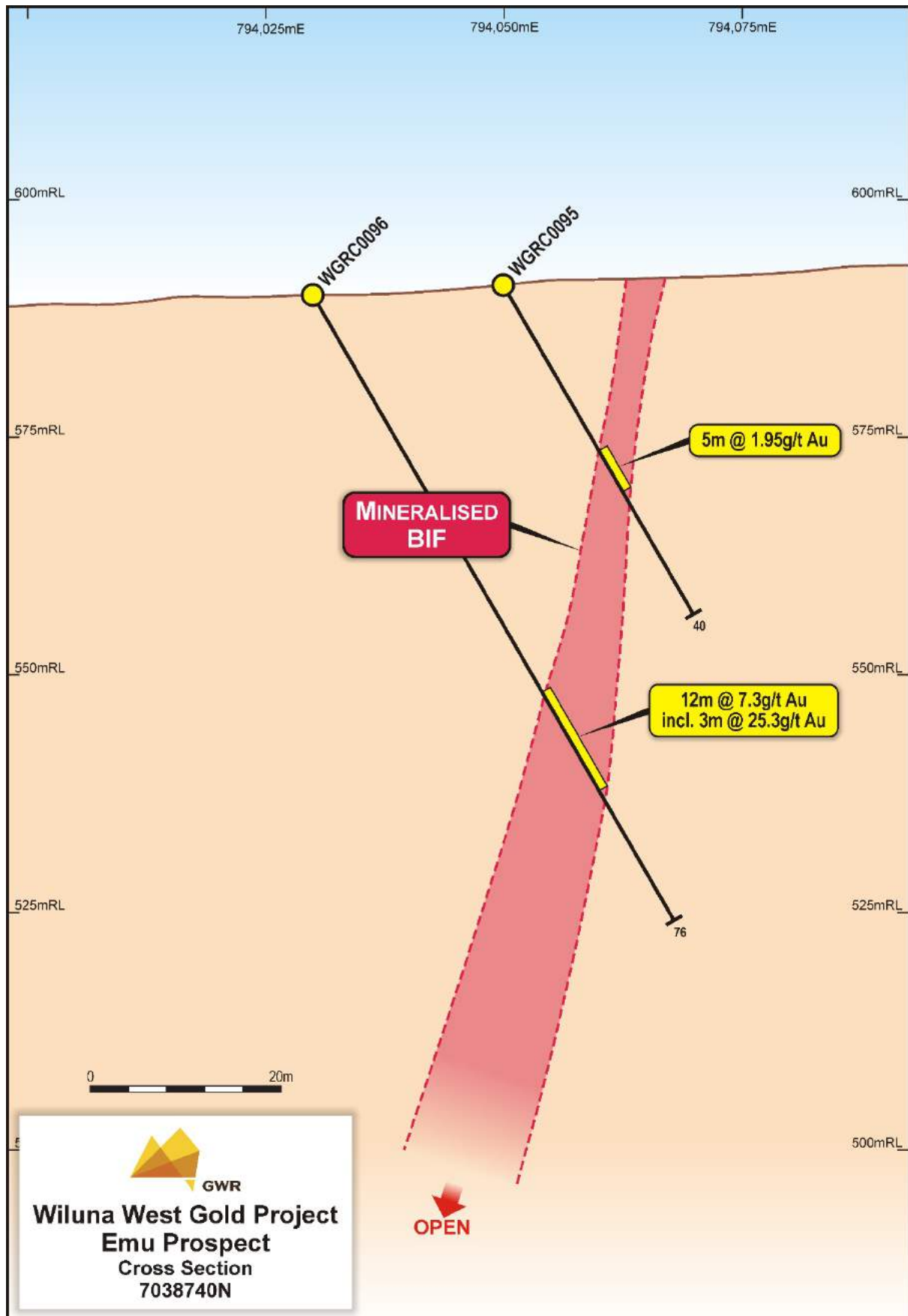


Figure 4: Emu Prospect Cross Section 7038740N.

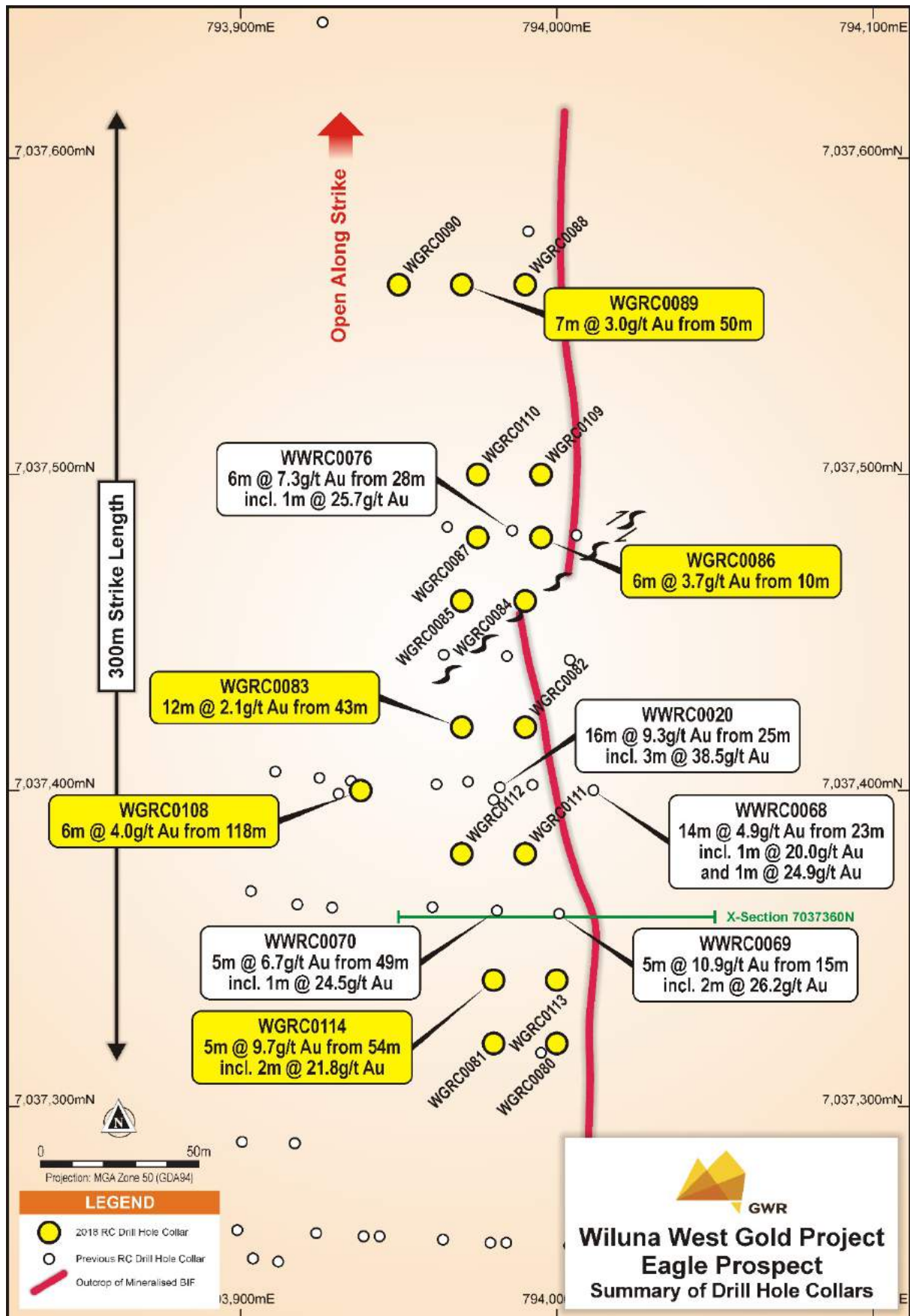


Figure 5: Summary of Eagle Prospect Drill Hole Collars.

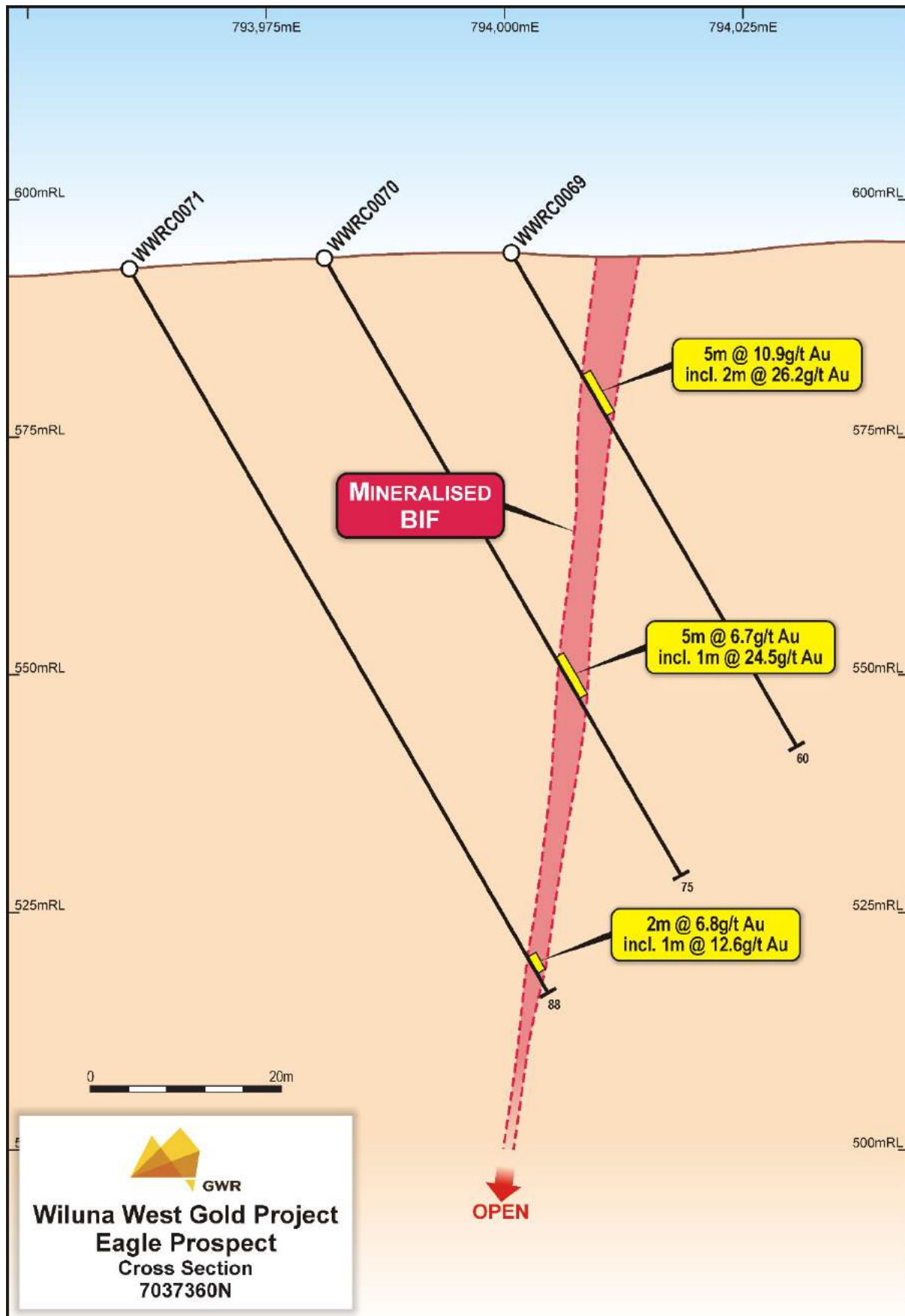


Figure 6: Eagle Prospect Cross Section 7037360N.

Wren Gold Prospect

15 gold nuggets in the form of specimens have recently been discovered at the Wren prospect (refer to ASX announcements 26 and 29 October 2018) The gold specimens are hosted within quartz and ironstone and have a combined weight of 465 grams or almost 0.5 kg.

The specimens were found by a prospector using a metal detector and the location of each specimen recorded using a hand-held GPS. GWR has an agreement with the prospector who retains ownership of the gold found and in return they advise GWR of the location and size of any discovery. The prospector is not permitted to use any mechanised equipment. GWR believes that this relationship is highly beneficial. The location of each specimen found is listed in Table 3 and plotted on Figure 8.

500m long gold soil anomaly was also identified to the west of Wren and is unrelated to gold specimen occurrence.

Table 3 - Wiluna West Gold Project

Gold Specimen Locations

North	East	Type
7040807	793711	Recent gold specimen
7040804	793714	Recent gold specimen
7040798	793715	Recent gold specimen
7040843	793738	Recent gold specimen
7040810	793753	Recent gold specimen
7040809	793761	Recent gold specimen
7040869	793785	Recent gold specimen
7040830	793800	Recent gold specimen
7040827	793810	Recent gold specimen
7040835	793811	Recent gold specimen
7040831	793817	Recent gold specimen
7040840	793823	Recent gold specimen
7040867	793838	Recent gold specimen
7040847	793867	Recent gold specimen
7040837	793890	Recent gold specimen
7040804	793751	Possible historical specimen
7040841	793887	Possible historical specimen
7040887	793911	Possible historical specimen

Note: Coordinates MGA Zone 50 (GDA94)

Following the discovery, a geochemical soil sampling and geological mapping program was undertaken at Wren. Infill soil sampling was also undertaken at the Blob prospect (refer to ASX announcement 28 June 2017).

Mapping of the gold specimen occurrences shows a distinct east-northeast trend with the historical Wren mine workings located at the west end (Figure 7). A total of 15 new specimen locations were mapped, evidence by way of shallow older holes of an additional three potential specimens was also found. The east-northeast trend is unusual as most of the known mineralisation at Wiluna West occurs in north trending structures and is dominantly hosted by BIF.

A geochemical gold soil sampling program was undertaken over the area on a 50 m by 25 m spacing closing down to 25 m by 25 m over the specimen occurrences, with a total 107 samples collected. The soil sampling identified a single point highly anomalous result of 519 ppb Au but did not reveal a cohesive anomaly over the specimen occurrences. Unexpectedly, the soil sampling identified a strong (up to 46.3 ppb Au) unrelated north trending anomaly to the west of Wren on the western side of a hill. The recent soil sampling combined with soil sample results from a 200 m by 50 m program undertaken by GWR in 2010 has identified a north trending gold soil anomaly over strike length of 500 m.

Eight RC drill holes were drilled by Sipa Resources in 1989 and 1990 over a strike length of 250 m to the north of Wren within the north trending gold anomaly described above. Six of these are over a strike length of only 50 m (Figure 7). This drilling was used to calculate a JORC 2004 Inferred Resource estimate of 61,000 tonnes at 2.4 g/t Au (refer to ASX announcement 14 June 2010), these results included

- **CR136, 3 m at 33.8 g/t Au from 39 m including 1 m at 96 g/t Au**
- **CR141, 10 m at 1.4 g/t Au from 20 m**
- **CR142, 6 m at 1.4 g/t Au from 32 m**

This mineralisation is currently open in all directions. It is planned to undertake infill soil sampling and mapping to follow up the gold soil anomaly and significant RC intercepts to the north of Wren. Air core drilling is recommended to test the Blob anomaly.

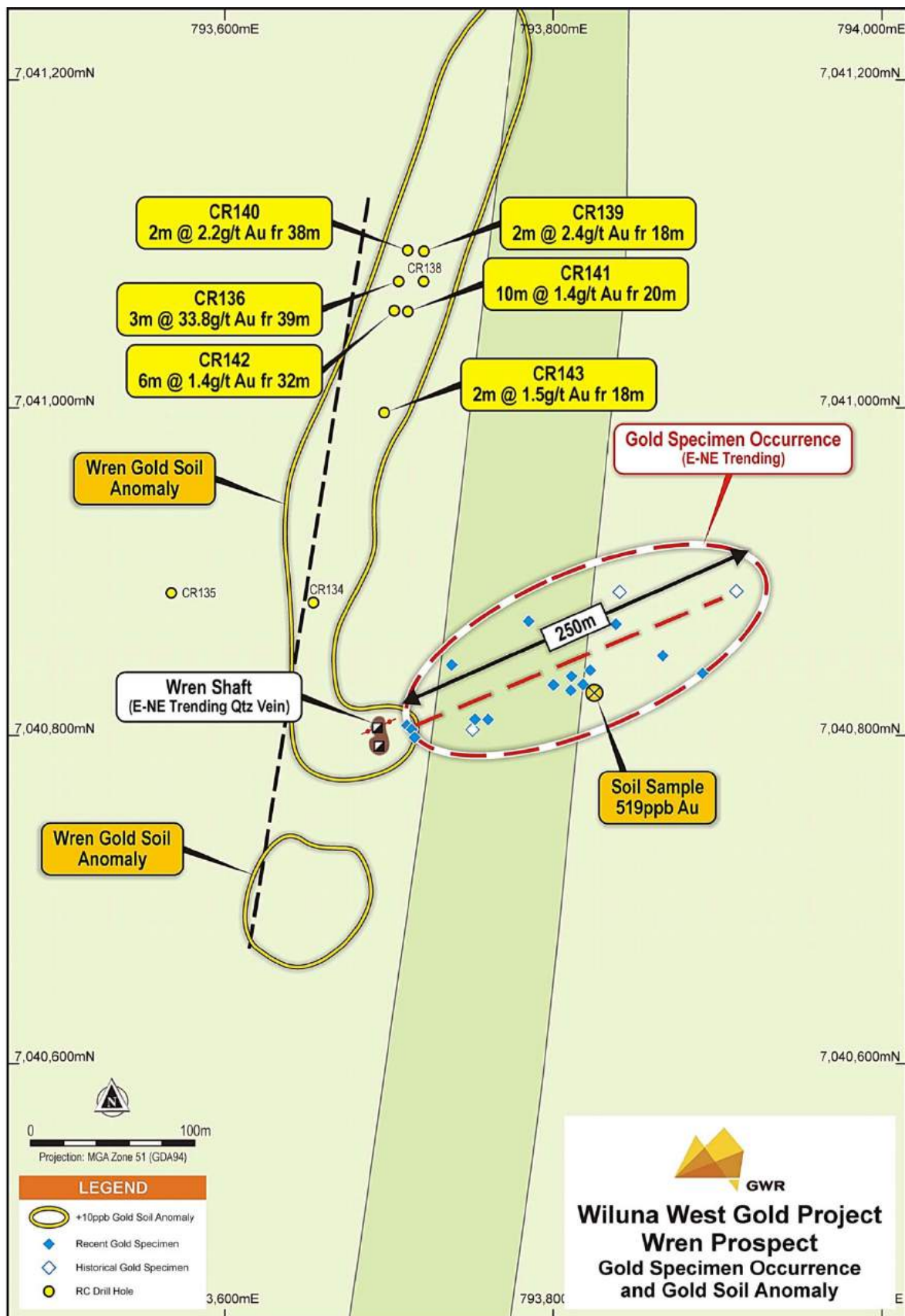


Figure 7: Wren Prospect plan showing location of gold specimens.

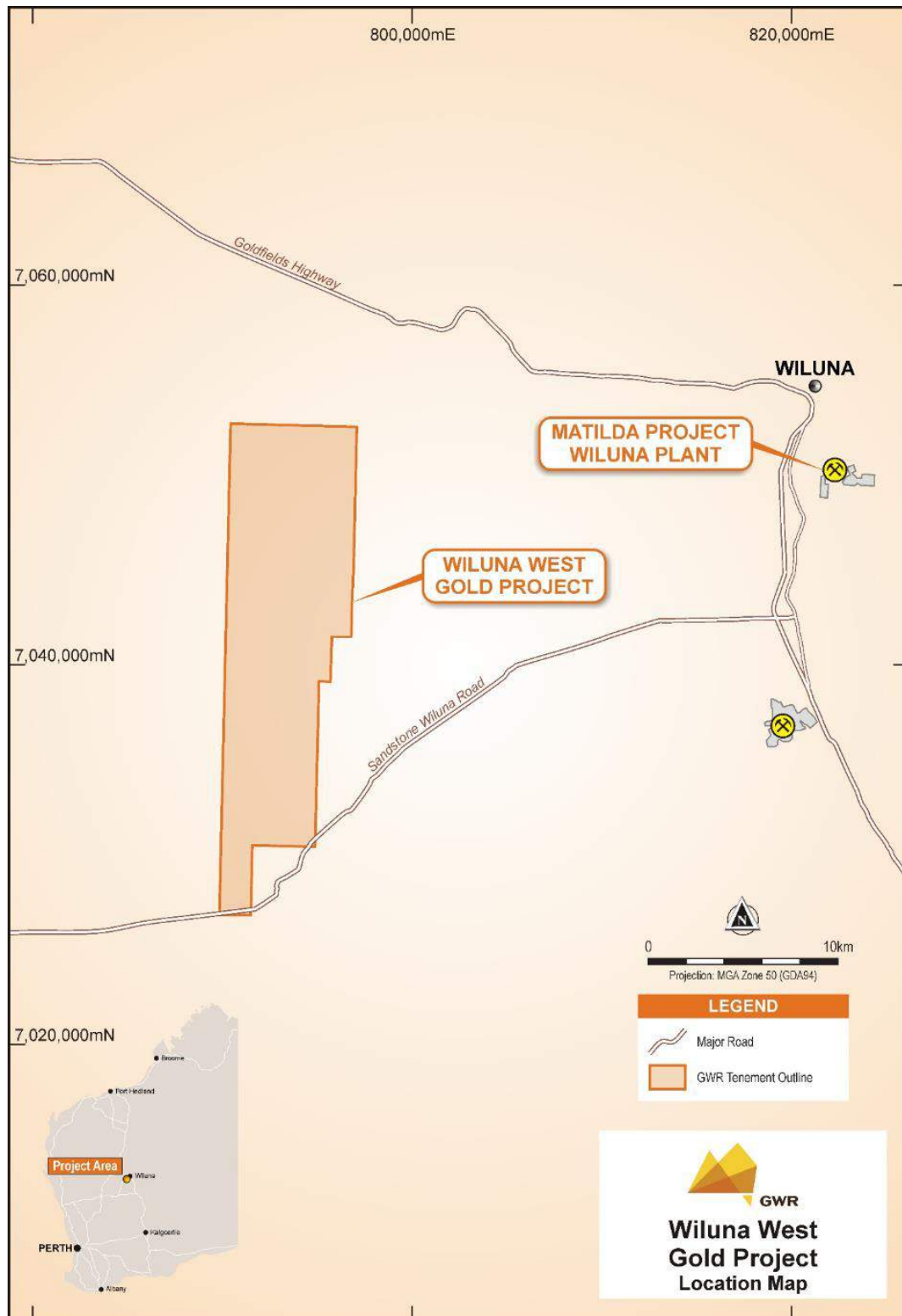


Figure 8: Wiluna West Gold Project Location.

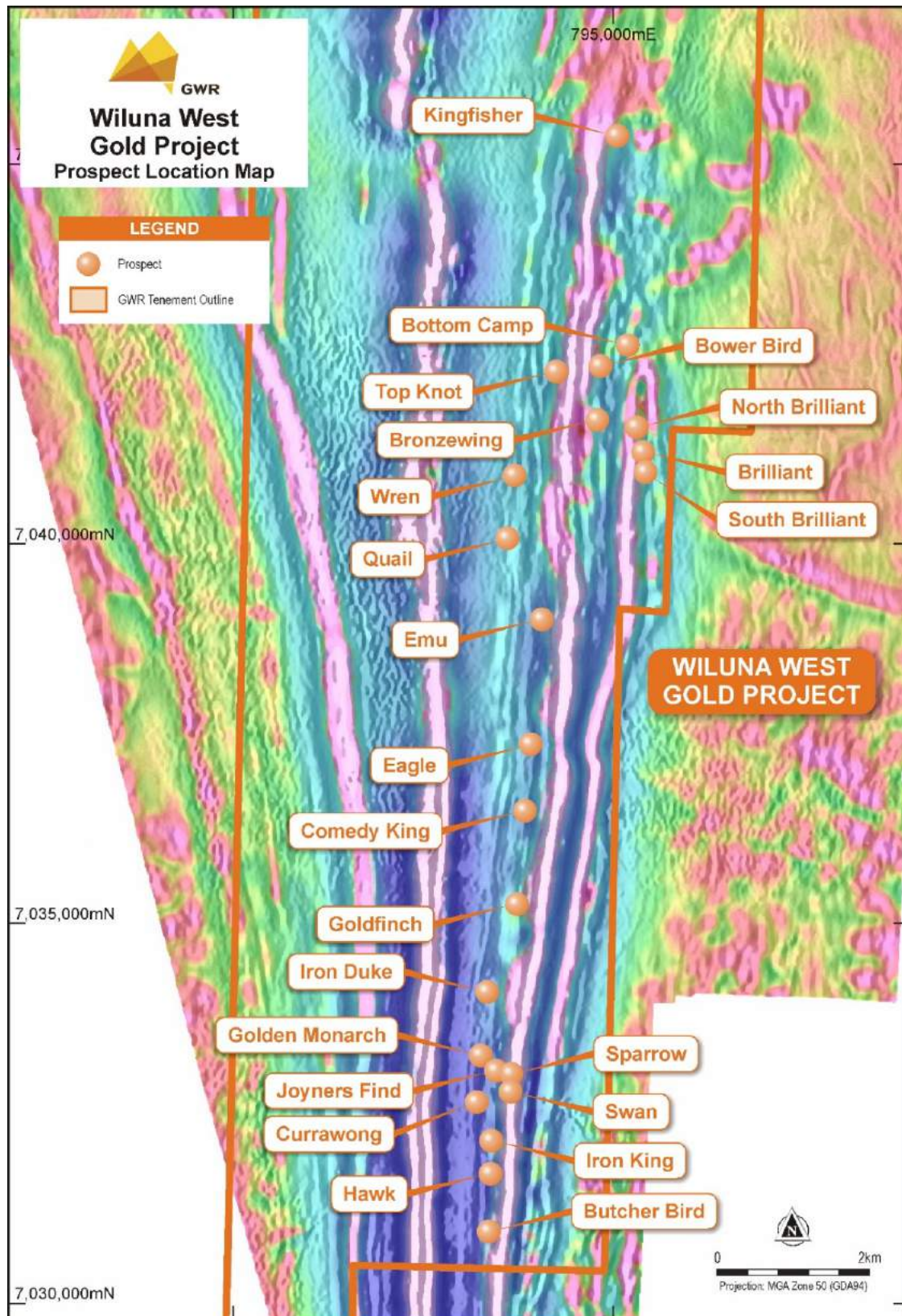


Figure 9: Wiluna West Gold Prospects.

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 (Figure 10). Following successful RC drilling programs completed in 2016 and 2017, which confirmed multiple high-grade polymetallic tungsten prospects and demonstrated potential for a large high-grade polymetallic tungsten deposit the Company has prepared an Exploration Target estimate incorporating all previous mapping, drilling, dump and stockpile sampling results. An infill and extensional RC drilling program has also been planned for the Hit or Miss and Treasure prospects, and an EMMP submitted to the Northern Territory Department of Primary Resources seeking statutory approvals; gained approval during the Quarter. (refer to ASX announcement; 17 July 2018; “Hatches Creek Exploration Target Estimate and Project Update”.

On 3 September the Company announced that it had agreed terms for the sale of the Hatches Creek project to Tungsten Mining NL (“TGN”) for a cash consideration of \$8.68 million, subject to certain conditions including any regulatory and TGN shareholder approval. On 26 October the Company announced that TGN had been advised by the ASX that the transaction as currently structured, a cash sale for \$8.68m, cannot proceed.

GWR and TGN remain committed to implement a transaction to enable TGN to invest in Hatches Creek and have agreed to negotiate in good faith such amendments as may be required.

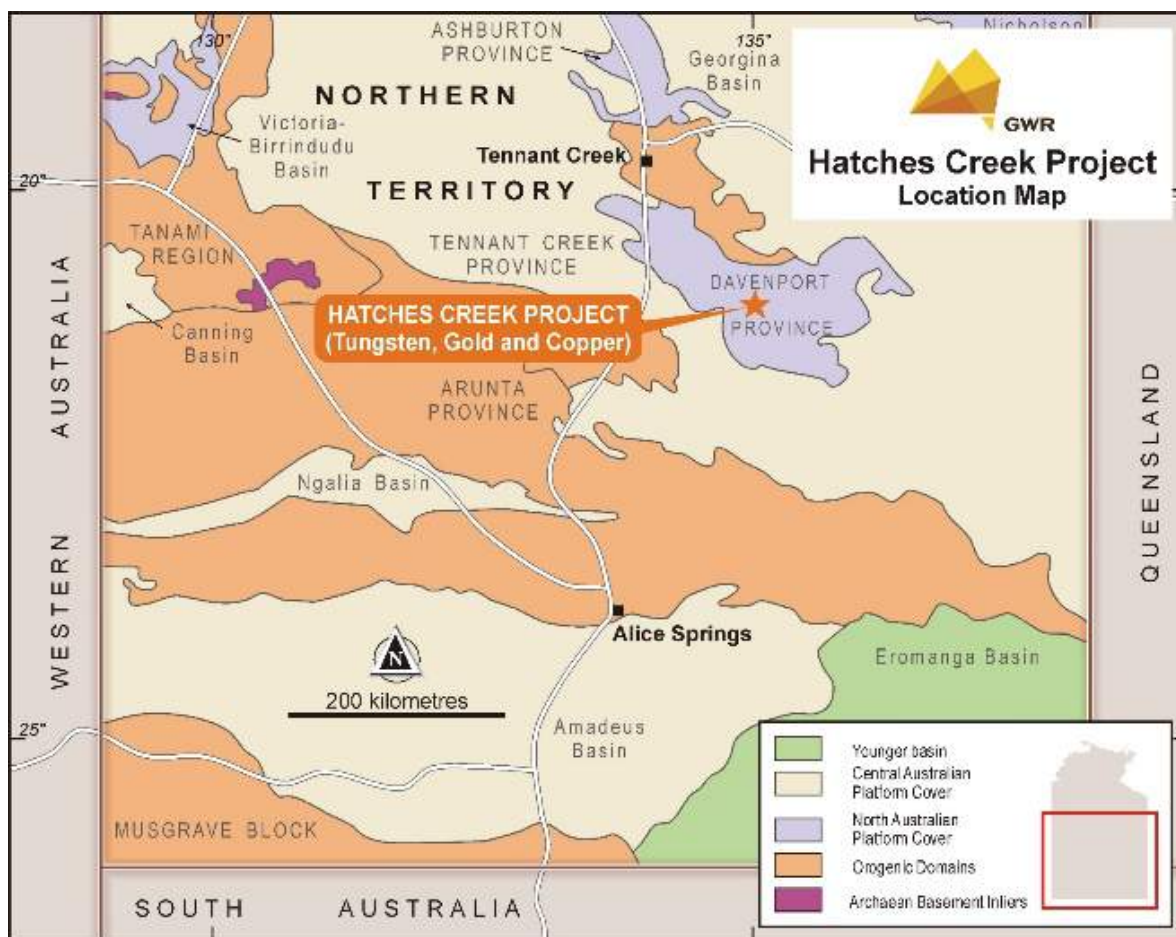


Figure 10: Hatches Creek Project Location.

Exploration Target

On the 17 July 2018 the Company announced that all results from previous exploration including; historical mining records, RC drilling, dump sampling, surface and underground geological mapping, and high-quality photogrammetry have been compiled and an Exploration Target defined for the Hatches Creek project. (Refer to ASX releases including those dated 27 October 2016, 14 March 2017, 14 June 2017, 11 September 2017, 19 September 2017, 12 October 2017 and 8 November 2017).

The Exploration Target across the entire project area is estimated to be **11.9 to 16.5 million tonnes at a grade of 0.2 to 0.5% WO₃ (Table 4)**; highlighting the projects potential to host a large high-grade tungsten deposit. **The Exploration Target for Hatches Creek, describing the potential quantity and grade is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource and it is unclear if further exploration will result in the estimation of a Mineral Resource.**

Significant Cu, Au and Mo mineralisation often accompanies the tungsten mineralisation however credits for these metals **have not been incorporated in the Exploration Target estimate**. The Exploration Target tonnage estimate takes the known strike extent of historical mine workings and the mineralised width determined by drilling if available, or directly from the workings. The targets have been extrapolated to a depth of 100 m (or 150 m for Pioneer) and a bulk density of 2.6 t/m³ applied. The Exploration Target grade estimate is based upon historical production, dump sampling results and RC drilling results. Historical production mainly between 1915 and 1960, reported production of approximately 284,000 MTU (metric tonne units) of 65% WO₃ concentrate at an average head grade of 2.5% WO₃, with gold, copper and bismuth also produced. In 2014 an Inferred Resource estimate of 225,000 tonnes at 0.58% WO₃ for the historical mine dumps and stockpiles was defined (refer to Arunta Resources Limited ASX release 23 September 2014).

Table 4 - Hatches Creek Exploration Target Estimate (July 2018)

Prospect	Lens	RC Drilling		Target		
		# Holes	Metres	Rank	High (t)	Low (t)
Copper Show	1	3	190	Low	156,000	78,000
Kangaroo Group	1	1	90	Low	1,040,000	520,000
	2	1	84	Low	910,000	455,000
	3	Nil		Low	520,000	260,000
	Total Kangaroo				2,470,000	1,235,000
Silver Granite	1	1	102	Med	364,000	273,000
Hit or Miss	1	18	1892	High	6,500,000	5,850,000
Masters Gully	1	0		Low	195,000	97,500
	2			Low	312,000	156,000
	Total Masters Gully				507,000	253,500
White Diamond	1	0	0	Low	390,000	195,000
	2			Low	390,000	195,000
	Total White Diamond				780,000	390,000
Treasure	1	6	792	High	1,170,000	1,053,000
	2	6	735	Med	520,000	390,000
	Total Treasure				1,690,000	1,313,000
Bonanza	1	1	100	Med	520,000	390,000
Green Diamond	1	1	96	Med	390,000	292,500
Black Diamond	1	3	288	Med	390,000	292,500
Pioneer	1	9	750	Med	780,000	585,000
Other		0		Low	2,000,000	1,000,000
TOTAL					16,500,000	11,900,000

Proposed RC Drilling

A 2,690 m, 25-hole infill and extensional RC drilling program has been planned for the Treasure and Hit or Miss prospects to follow up on exceptional results achieved in the 2016 and 2017 programs (ASX 11 and 19 September 2017 and 12 October 2017) which included:

Hit or Miss

- HCRC021, 69 m @ 0.23% WO₃ and 0.34% Cu from 41 m including 7 m @ 1.43% WO₃
- HCRC023, 84 m @ 0.11% WO₃ and 0.25% Cu from 8 m including 3 m @ 1.02% WO₃
- HCRC028, 102 m @ 0.15% WO₃ and 0.18% Cu from 0 m including 9 m @ 2.03% WO₃

Treasure

- HCRC014, 53 m @ 0.26% WO₃ and 0.13% Cu from 63 m including 2 m @ 1.72% WO₃ from 112 m
- HCRC034, 65 m @ 0.17% WO₃ and 0.09% Cu from 44 m including 3 m @ 0.80% WO₃, 1 m @ 1.00% WO₃ and 1 m @ 1.60% WO₃
- HCRC037, 8 m @ 0.73% WO₃ and 0.41% Cu from 55 m including 3 m @ 1.28% WO₃

At Hit or Miss, a total of 13 RC drill holes are planned for approximately 1,300 m, which with the previous drilling will have tested a 300 m strike length on a nominal 80 m by 40 m spacing over a width of 250 m.

At Treasure a total of 12 RC drill holes are planned for approximately 1,390 m of RC drilling resulting in a nominal drill spacing of 40 m by 40 m over a strike length of 350 m.

Approvals from both the Northern Territory Department of Primary Resources and the Traditional owners to cover the Proposed RC drilling program at Hit or Miss and Treasure were granted during the Quarter.

Favourable metallurgy indicates potential low-cost development

The Company has previously completed metallurgical test work on the mineralised dump samples at Hatches Creek based on the potential to treat the dumps as a standalone project. An Inferred Resource estimate (JORC Code 2012) of 225,000 tonnes at 0.58% WO₃ has been defined, refer to Arunta Resources Limited ASX release 23 September 2014 (upper cut of 1.5% WO₃ applied), with metallurgical studies showing that pre-concentration using x-ray ore sorting technology can remove up to 25% of the feed material as waste whilst maintaining 97% WO₃ yield. Pre-concentration using X-ray ore sorting will result in a low-cost development option by reducing the size of the processing plant footprint and associated operating costs.

Simple gravity and flotation test work on samples downstream of the ore sorter has achieved as high as 66% WO₃, with 18% Cu, 13% Mo and 5 g/t Au in the concentrates adding significant value as by-products. The crushing and ore sorting path for treatment has the potential to result in a low-cost development option.

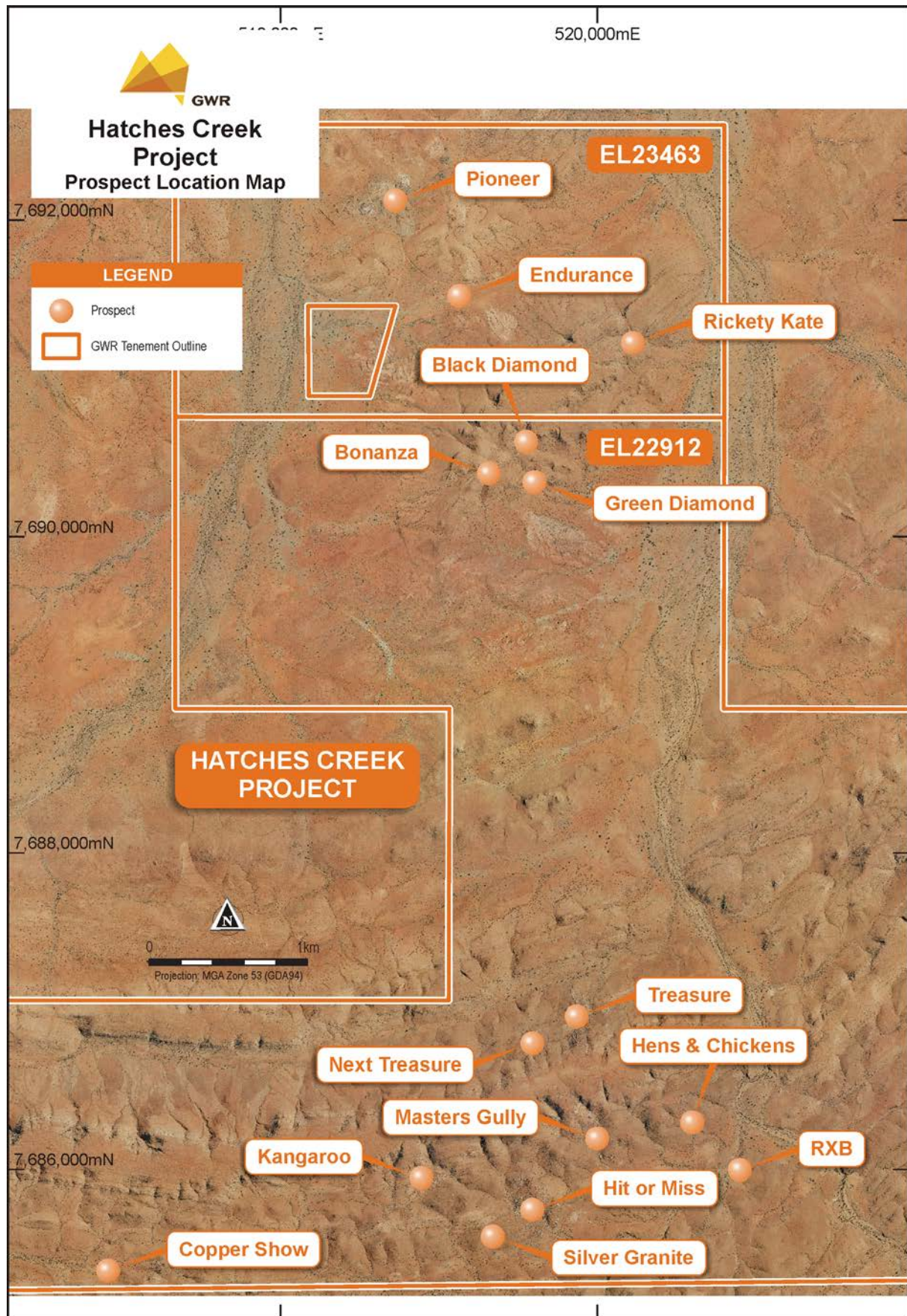


Figure 11: Prospect map Hatches Creek project.

Investment in Tungsten Mining NL (ASX: TGN)

GWR holds a 9.60% equity interest in ASX-listed company Tungsten Mining NL (“Tungsten Mining”) (ASX: TGN), an Australian based resources company whose prime focus is the exploration and development of tungsten projects in Australia. Since August 2014, GWR has been responsible for the provision of management and technical services to Tungsten Mining.

Tungsten Mining has four advanced tungsten projects in Australia: in Western Australia, the Mt Mulgine Project in the Murchison region, the Big Hill Project in the Pilbara region and the Kilba Project in the Ashburton region and in Queensland, the Watershed Project in north east Queensland. Tungsten Mining has reported that it has grown its resource inventory, to 25.5 million MTU's (metric tonne units) of WO₃ (tungsten trioxide) and a further 19,100 tonnes of Mo (molybdenum) comprising Measured Resources of 9.5Mt at 0.16% WO₃, Indicated Resources of 55.7Mt at 0.14% WO₃ and 10ppm Mo and Inferred Resources of 111.7Mt at 0.14% WO₃ and 170ppm Mo at a cut-off grade of 0.05% WO₃ (refer TGN's ASX announcement dated 25 January 2019 - December Quarterly Report).

Tungsten Mining is implementing a staged approach to the development of the Mt Mulgine Tungsten Project, initially focussed on a low capital start-up from Mulgine Hill, directed at demonstrating a pathway to positive cash flow and the basis for large scale mining and processing operations at Mulgine Trench.

During the December quarter, Tungsten Mining reported the following activities:

- **Significant tungsten and molybdenum mineralisation identified during infill drilling program** – of the Mulgine Hill Mineral Resource, adding to mineralisation identified in earlier sterilisation drilling of major mine infrastructure and exploration drilling of newly defined tungsten-molybdenum mineralisation south of Mulgine Hill.
- **20 metre spaced infill drilling completed** - confirms continuity of high-grade zones in the Mineral Resource estimate at Mulgine Hill. Geological resource model updated and a revised Mineral Resource estimate is being finalised. Revised pit optimisations being generated from updated block model.
- **Highly encouraging results from Mulgine Hill Moly Prospect** - intersecting multiple zones of molybdenum-tungsten mineralisation within a 100 metre wide envelope.
- **Initial phase of Mt Mulgine Strategic review completed** – TGN has produced a sophisticated scenario modelling tool as part of the initial phase of its strategic review of the Mt Mulgine project with the aim of better understanding the opportunities presented by more extensive mineralisation and large scale mining and processing activities.
- **Agreement to acquire Hatches Creek Project progressing** – In September TGN and GWR agreed terms for TGN to acquire NT Tungsten Pty Ltd a wholly owned subsidiary of GWR which in turn owns a 100% interest in the Hatches Creek Tungsten Project located 375 km north east of Alice Springs in the Northern Territory of Australia. Tungsten Mining is consulting with ASX in relation to a restructure of the purchase terms.
- **Cash position** – Tungsten Mining's cash position as at 31 December 2018 was \$37.33m.

Full details of these programs can be found in the Tungsten Mining – December Quarterly Report.

Wiluna West Iron Ore Project

The Wiluna West Iron Ore Project (WWIOP) is an exceptional DSO iron ore resource, which metallurgical tests have demonstrated will produce a high-grade, low impurity iron ore. Details of Mineral Resources and Ore Reserves for the WWIOP are set out in the Company's 2017 Annual Report, available at www.gwrgroup.com.au. Mining approvals are in place for large scale mining operations (up to 7 Mtpa) over an initial mine life of 10 years. GWR has no immediate plans to commence development of the WWIOP; however, these approvals position the Company to derive maximum value from the project through the commodity price cycle.

During the quarter, only care and maintenance activities were undertaken, with expenditure exemptions under the Mining Act currently in place.

Investment in Corizon Limited (ASX: CIZ)

GWR holds a 10.16% interest in ASX-listed company Corizon Limited (ASX: CIZ).

CIZ shares on 16 September 2018 were consolidated on the basis on 1 share for every 2 shares held. As a result, the Company's holdings have been impacted by this consolidation adjustment from 32,000,000 to 16,000,000 shares now held.

RWG Minerals

GWR's 100% owned subsidiary, RWG Minerals Pty Ltd ("RWG"), has a mandate to seek opportunities throughout Western Australia, which are currently not held and can be acquired by applying for tenements.

At the end of the quarter, RWG held the following tenement interests: E09/2114 - Nardoo Well (tungsten, lithium, tantalum, and beryllium); E29/950 - Twin Hills (gold); E46/1095 and E46/1163 - Cookes Creek (tungsten).

New Project Opportunities

GWR has reviewed and undertaken due diligence on several new project and investment opportunities during the Quarter.

Corporate

Cash Position and financial assets

GWR remains well funded with cash reserves of \$2.6 million and no debt. In addition, GWR holds the following material listed securities:

Entity	Details	Listed Securities 31 December 2018 (Market Value) \$A
Corizon Limited	Equity interest – 16,000,000 ordinary shares	640,000*
Tungsten Mining NL	Equity interest** – 70,000,000 ordinary shares	19,600,000
Total		20,240,000

* Corizon shares on 16 September 2018 were consolidated on the basis on 1 share for every 2 shares held. As a result, the Company's holdings have been impacted by this consolidation adjustment from 32,000,000 to 16,000,000 shares now held. Corizon shares last traded at \$0.02 (which is the equivalent to \$0.04 per share post consolidation adjustment) prior to suspension on 1/8/16 pending either compliance with Chapter 12 of the Listing Rules or re-compliance with Chapters 1 and 2 of the Rules (refer to details described under *RWG Minerals* above and Corizon announcement to ASX dated 27 March 2018).

**GWR also holds 8,750,000 unlisted options in Tungsten Mining NL exercisable at 3 cents and expiring on 31 December 2019, the value of which is not reflected in the above table.

Tenement Interests

A schedule of the Company's interest in mining tenements as at 31 December 2018 for the purposes of ASX Listing Rule 5.3.3 is appended at Appendix 1.

31 January 2018

For further information:

Adrian Costello

General Manager

Ph: +61 8 9322 6666

E: adrianc@gwrgroup.com.au

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 40 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.

Where the Company refers to previous Exploration Results it confirms that it is not aware of any new information or data that materially affects the information included in previous announcements and all material assumptions and technical parameters disclosed in those announcements continue to apply and have not materially changed.

Appendix 1 - Schedule of interests in mining tenements

(a) Interests in mining tenements as at 31 December 2018

Location	Tenement	Percentage held	Notes
Western Australia			
Wiluna			
Wiluna West	L53/115	100%	
Wiluna West	L53/146	100%	
Wiluna West	L53/147	100%	
Wiluna West	L53/148	100%	
Wiluna West	L53/177	100%	
Wiluna West	L53/178	100%	
Wiluna West	L53/179	100%	
Wiluna West	L53/190	100%	
Wiluna West	M53/971-I	100%	
Wiluna West	M53/972-I	100%	
Wiluna West	M53/1016-I	100%	
Wiluna West	M53/1017-I	100%	
Wiluna West	M53/1018-I	100%	
Wiluna West	M53/1078-I	80%	JV with Jindalee Resources Ltd
Wiluna West	M53/1087-I	100%	
Wiluna West	M53/1096-I	100%	
RWG Minerals			
Nardoo Well	E69/2114	100%	
Twin Hills	E29/950	100%	
Cookes Creek	E46/1095	100%	
Cookes Creek	E46/1163	100%	
Northern Territory			
Hatches Creek			
Hatches Creek	EL22912	100%	
Hatches Creek	EL23463	100%	

* Excludes tenement applications.

(b) Tenements acquired and disposed of during the quarter

None applicable.

(c) The beneficial percentage interests held in farm-in or farm-out agreements as the end of the quarter

None applicable.

(d) The beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter

None applicable.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

GWR Group Limited

ABN

54 102 622 051

Quarter ended ("current quarter")

31 December 2018

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (6 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(432)	(1,059)
(b) development	-	-
(c) production	-	-
(d) staff costs	(222)	(452)
(e) administration and corporate costs	(41)	(183)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	12	36
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Research and development refunds	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(683)	(1,658)

2. Cash flows from investing activities		
2.1 Payments to acquire:		
(a) property, plant and equipment	(9)	(12)
(b) tenements (see item 10)	-	-
(c) investments	-	-
(d) other non-current assets	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (6 months) \$A'000
2.2	Proceeds from the disposal of:		
	(a) property, plant and equipment	4	4
	(b) tenements (see item 10)	-	-
	(c) investments	-	-
	(d) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (security deposit)	(33)	(33)
2.6	Net cash from / (used in) investing activities	(38)	(41)

3.	Cash flows from financing activities		
3.1	Proceeds from issues of shares	-	-
3.2	Proceeds from issue of convertible notes	-	-
3.3	Proceeds from exercise of share options	-	-
3.4	Transaction costs related to issues of shares, convertible notes or options	-	-
3.5	Proceeds from borrowings	-	-
3.6	Repayment of borrowings	-	-
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)	-	-
3.10	Net cash from / (used in) financing activities	-	-

4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	3,301	4,279
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(683)	(1,658)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	(38)	(41)
4.4	Net cash from / (used in) financing activities (item 3.10 above)	-	-
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	2,580	2,580

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	422	1,045
5.2	Call deposits	2,158	2,256
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	2,580	3,301

6. Payments to directors of the entity and their associates

- 6.1 Aggregate amount of payments to these parties included in item 1.2
- 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2

Current quarter \$A'000
144
-

Payments to Directors for fees, consulting and rental expenses.

7. Payments to related entities of the entity and their associates

- 7.1 Aggregate amount of payments to these parties included in item 1.2
- 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3
- 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2

Current quarter \$A'000
-
-

8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
8.1 Loan facilities	-	-
8.2 Credit standby arrangements	-	-
8.3 Other (please specify)	-	-
8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well.		

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9. Estimated cash outflows for next quarter	\$A'000
9.1 Exploration and evaluation	200
9.2 Development	-
9.3 Production	-
9.4 Staff costs	180
9.5 Administration and corporate costs	140
9.6 Other	-
9.7 Total estimated cash outflows	520

10. Changes in tenements (items 2.1(b) and 2.2(b) above)	Tenement reference and location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced				
10.2 Interests in mining tenements and petroleum tenements acquired or increased				

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here: 
(General Manager)

Date: 31/1/2019

Print name: Adrian Costello

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.