



(ASX: GMN)

ASX RELEASE

30 October 2020

Quarterly Activities Report For the Quarter Ended 30 September 2020

Gold Mountain Limited, (ASX: GMN) advises its activities during the July to September 2020 Quarter.

Wabag Project PNG

- Planning to recommence drilling at the Monoyal Prospect in the December quarter
- Geochemical review of the multi-element assay data from holes MCD001 to MCD007 to attempt to vector in on the higher-grade portions of the Monoyal porphyry intrusive
- Grant of the Mt Wipi tenement (EL 2632) which increases GMN's footprint within the highly prospective Papuan Mobile Belt to 2,776km²
- Exploration work at Mt Wipi initiated with encouraging initial rock chip results

EL2306 - Monoyal

Plan to recommence drilling at Gold Mountain Limited (ASX: GMN) Monoyal copper-molybdenum porphyry prospect were finalised in the September Quarter. Drilling is set to resume at Monoyal in late October contingent on Helicopter availability.

A four hole programme totalling approximately 2,800m has been planned to test below a wide (+50m) zone of +0.10% Cu mineralisation and below a zone of 30ppm to 177ppm Mo mineralisation intersected in holes MCD003 and 004 respectively (MCPR001) and below a +50m wide zone of +0.1%Cu and 87ppm Mo intersected in hole MCD002 (MCPR002). The location of the first two holes have been finalised and the parameters for these holes are listed in Table 1 and their planned locations are presented on Figure 1. Idealised cross sections for holes MCPR001 and 002 are presented in Figure 2 and Figure 3 respectively.

The location of the subsequent two holes will be dependent on the visual observations from holes MCPR001 and 002, as well as from petrological and geochemical vectoring work currently being undertaken.

Table 1. Monoyal, Mongae Proposed Holes

Hole No	Easting	Northing	Azimuth	Dip	Proposed depth (m)
MCPR001	809,995	9,419,939	225	-60	750
MCPR002	810,593	9,419,184	225	-60	750

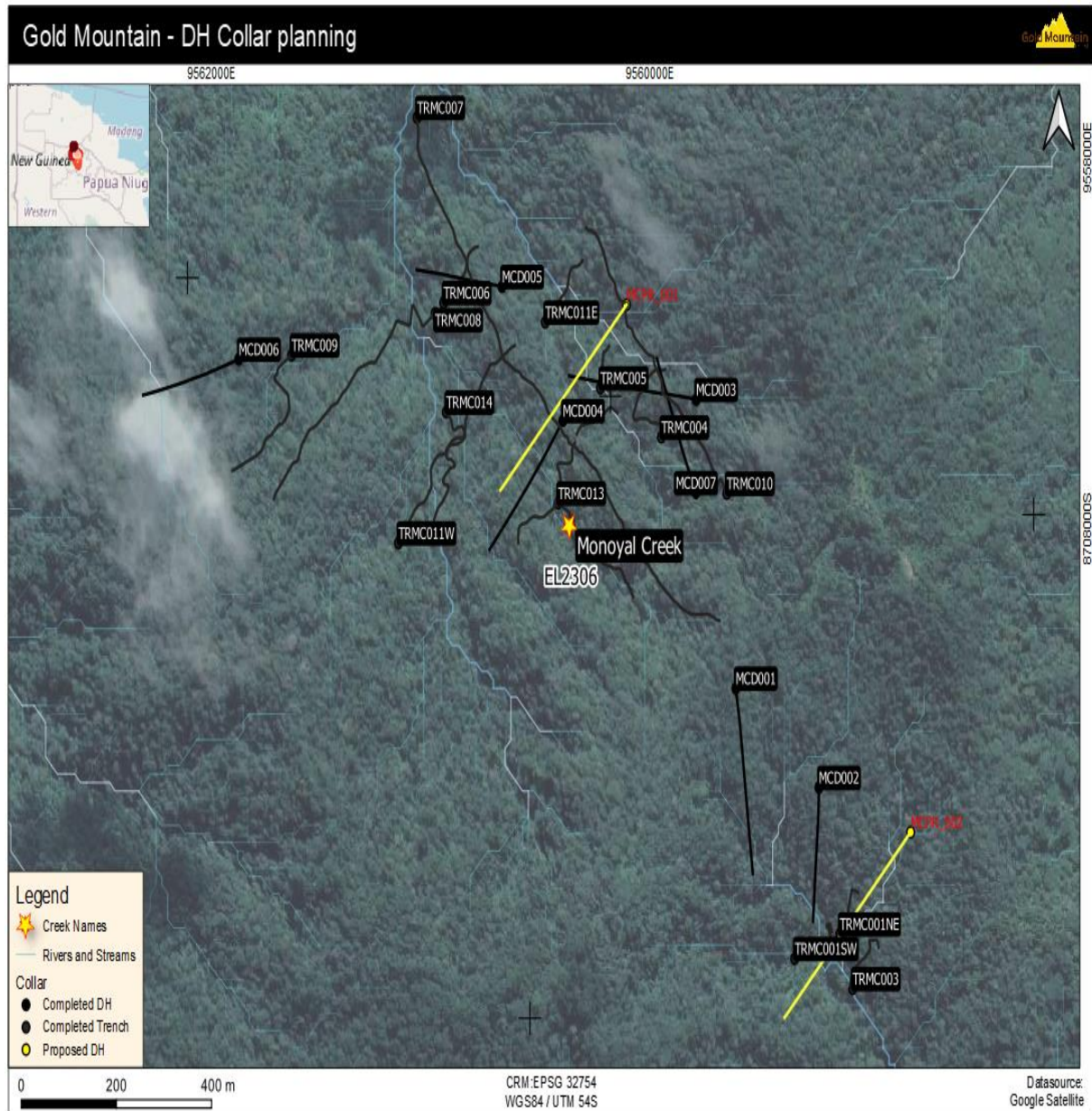


Figure 1. Mongae, Monoyal Proposed Hole Locations

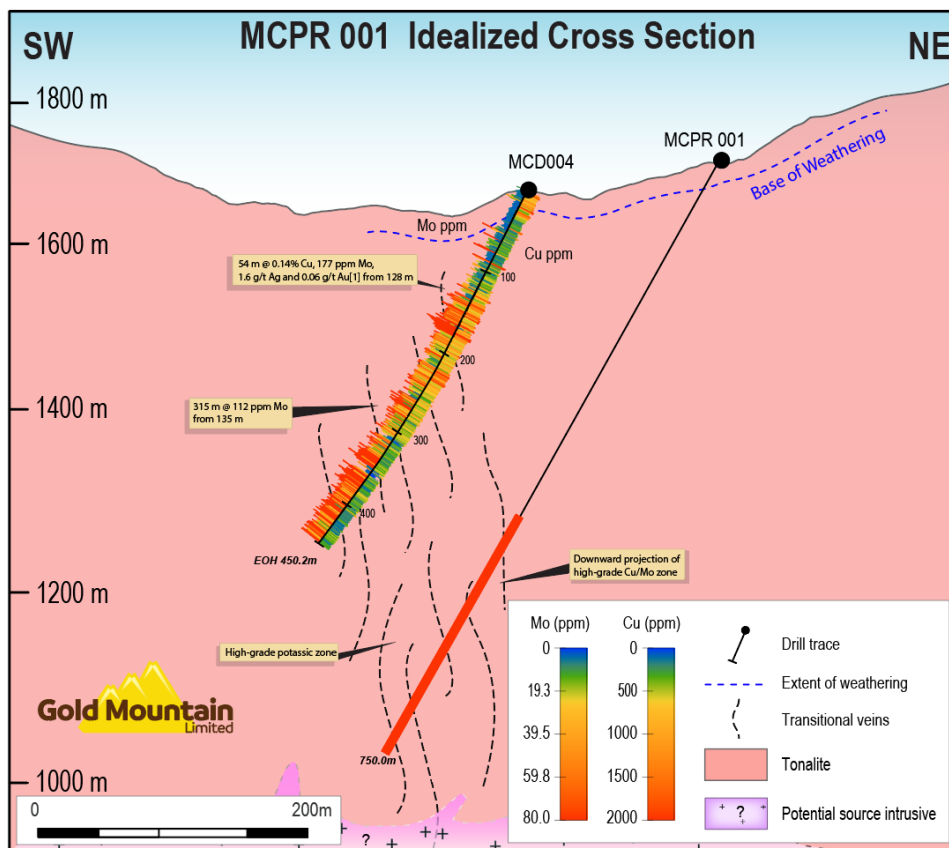


Figure 2. Proposed drill hole trace for MCPR001, drilled oblique to MCD003 and directly beneath MCD004

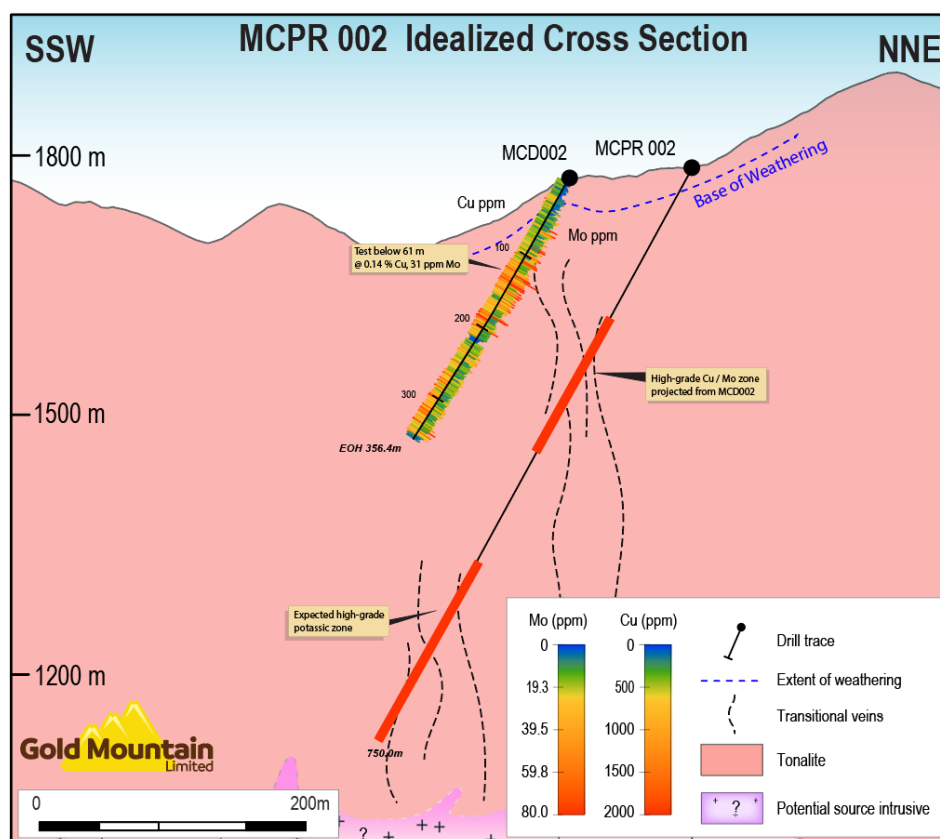


Figure 3. Drill hole trace for MCPR002, drilling beneath zone of 61m @ 0.14% Cu intersected in MCD002

The planned holes will have target depths of between 700m to 750m and they are designed to intersect elevated copper and molybdenum mineralisation approximately 200m below the previous intercepts in holes MCD002, 003 and 004. The holes have been specifically designed to test the deeper parts of the porphyry system. The drilling of these holes is scheduled to commence in October, with both holes expected to be completed by mid to late December

Mt Wipi – EL2632

EL2632 – Mt Wipi was granted to GMN 6768 (PNG) Limited a 100% owned subsidiary of GMN. The new tenement was approved by the Mining Minister on the 14th of August 2020. EL2632 was granted for a two-year period that expires on the 13th August 2022.

EL2632 is contiguous to GMN's existing tenement package and located along the same structural trend that hosts both the Monoyal Prospect and the Sak Creek Prospect. EL2632 is located northwest of EL's 1966 (Sak Creek) and 2306 (Monoyal) Figure 1 and was previously under an exploration permit by BHP in 2012. GMN believes that it has the potential to host porphyry style copper - molybdenum - gold mineralisation and possible skarn style mineralisation.

GMN has initiated exploration activities on EL2632, with a total of 28 outcrop and float rock chip samples collected from five drainages at the southern end of the tenement. Assay results for these samples are highly encouraging with copper values ranging from 100ppm Cu to 9.64% Cu, gold from 0.01 g/t Au to 1.96 g/t Au and silver from 0.14 g/t Ag to 144 g/t Ag.

Rock chip sample locations are presented in Figure 4, and photographs of samples; 152158 and Mt Wipi_09 are shown in Figure 5 and Figure 6 respectively. Sample coordinates for the 28 samples and their respective Cu, Au, Ag assay results are included in Table 2.

Table 1. Mt Wipi Rock Chop Locations and Assays

Sample ID	Location	Easting	Northing	Copper (Cu %)	Gold (Au g/t)	Silver (Ag g/t)	Sample Type
Mt Wipi_01	Warakom Creek	801425	9431891	0.16	0.02	1.53	Float
Mt Wipi_02	Warakom Creek	801103	9432210	0.09	0.02	0.47	Float
Mt Wipi_03	Yakaipatan Creek	801146	9432536	0.15	0.01	0.46	Float
Mt Wipi_04	Yakaipatan Creek	800846	9432630	0.02	0.01	0.14	Float
Mt Wipi_05	Waa Creek	800358	9433715	1.28	0.15	2.7	Outcrop
Mt Wipi_06	Yakaipatan Creek	801156	9433223	0.09	0.02	0.47	Float
Mt Wipi_07	Yakaipatan Creek	801324	9433623	0.10	0.01	0.26	Outcrop
Mt Wipi_08	Yakaipatan Creek	801309	9433813	0.02	<0.01	0.16	Float
Mt Wipi_09	Yakaipatan Creek	801295	9433869	3.73	0.71	30.1	Outcrop
Mt Wipi_10	Yakaipatan Creek	801272	9432639	0.04	0.01	0.23	Float
Mt Wipi_11	Warakom Creek	800987	9432294	0.14	<0.01	0.68	Float
MWRC_01	Waa Creek	800921	9432972	0.01	0.02	0.19	Float
MWRC_02	Waa Creek	801306	9433864	9.64	1.14	144	Float
MWRC_03	Waa Creek	800921	9433585	0.04	0.02	0.59	Outcrop
MWRC_04	Anwan Creek	800980	9434636	0.02	0.02	0.2	Outcrop
MWRC_05	Anwan Creek	800741	9434081	2.11	0.85	7.81	Outcrop
MWRC_06	Yakaipatan Creek	801185	9433280	0.01	0.03	0.09	Outcrop
MWRC_07	Yakaipatan Creek	799500	9435600	0.13	0.05	0.28	Outcrop
152153	Yakaipatan Creek	800358	9433715	0.23	0.02	3.13	Float
152154	Yakaipatan Creek	800363	9433720	0.02	0.06	1.50	Float
152155	Waa Creek	801146	9432536	0.03	0.01	0.53	Outcrop
152156	Waa Creek	801151	9432541	0.47	0.06	2.72	Outcrop
152157	Waa Creek	801156	9432546	3.21	0.64	27.30	Outcrop
152158	Waa Creek	801161	9432551	9.17	1.03	84.60	Outcrop
152159	Waa Creek	801166	9432556	0.06	0.01	0.49	Outcrop
152160	Anwan Creek	800846	9432630	5.46	1.96	23.70	Outcrop
152161	Anwan Creek	800851	9432635	0.28	0.04	2.62	Outcrop
152162	Anwan Creek	800856	9432640	1.20	0.10	2.55	Outcrop

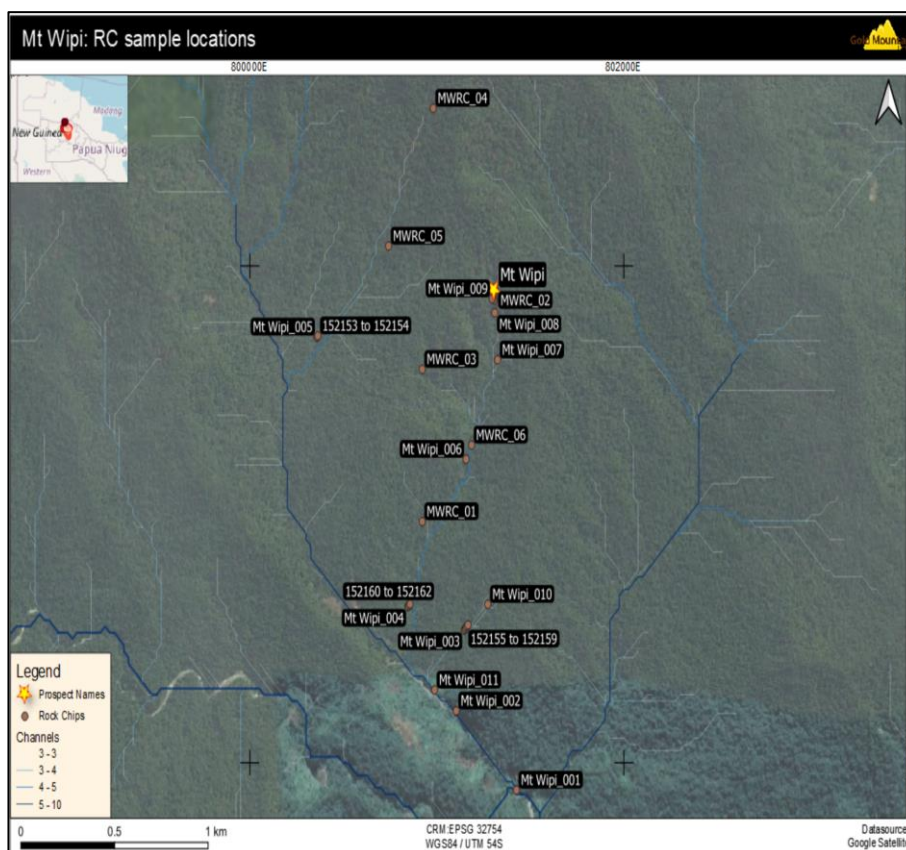


Figure 4. Mt Wipi – Rock Chip Locations



Figure 5. Sample number 152158, outcrop sample from Waa Creek, (assays 9.17% Cu and 1.03 g/t Au)



Figure 6. Mt_Wipi_09, outcrop sample from Yakapatan Creek, (assays 3.73 % Cu and 0.71 g/t Au)

Tenement Update

During the September quarter no changes in ownership of the tenements were made and no farm in agreements or joint venture agreements entered into. EL2632 was granted for a period of 2 years and EL1966 has been renewed until June 2021.

A complete schedule on the status of the GMN tenements that comprise the Wabag project is included as Table 3 and a map showing the status of the GMN tenements is included as Figure 5.

Table 2. GMN's Wabag Project Tenement Schedule

Tenure	Area (Km ²)	Interest	Expiry Date ²	Commitment (Kina) ³
EL1966 Sak Creek	103 ¹	70%	26/06/2021	300,000
EL1967 Pocket Creek	103 ²	70%	27/11/2019	80,000
EL1968 Crown Ridge	103 ²	70%	27/11/2019	300,000
EL2306 Alakula	164 ²	70%	13/12/2019	500,000
EL2426 Keman	48 ²	100%	27/05/2020	160,000
EL2430 Meriamanda	154 ²	100%	27/05/2020	160,000
EL2522 Wapenamada	839	100%	24/02/2021	180,000
EL2563 Kompam	225	100%	22/01/2022	100,000
EL2565 Londol	535	100%	26/05/2021	150,000
EL2632 Mt Wipi	505	100%	13/08/2022	100,000
¹ Renewed Areas as of 31st October 2020				
² Renewals pending for EL1967, EL1968, EL2306, EL2426 and EL2430. Warden's hearings were completed for EL1967, EL1968 and EL2306 in early October 2019.				

³ Expenditure commitment for the current licence year in PGK. PGK (Kina) = A\$0.40 (30 September 2020)

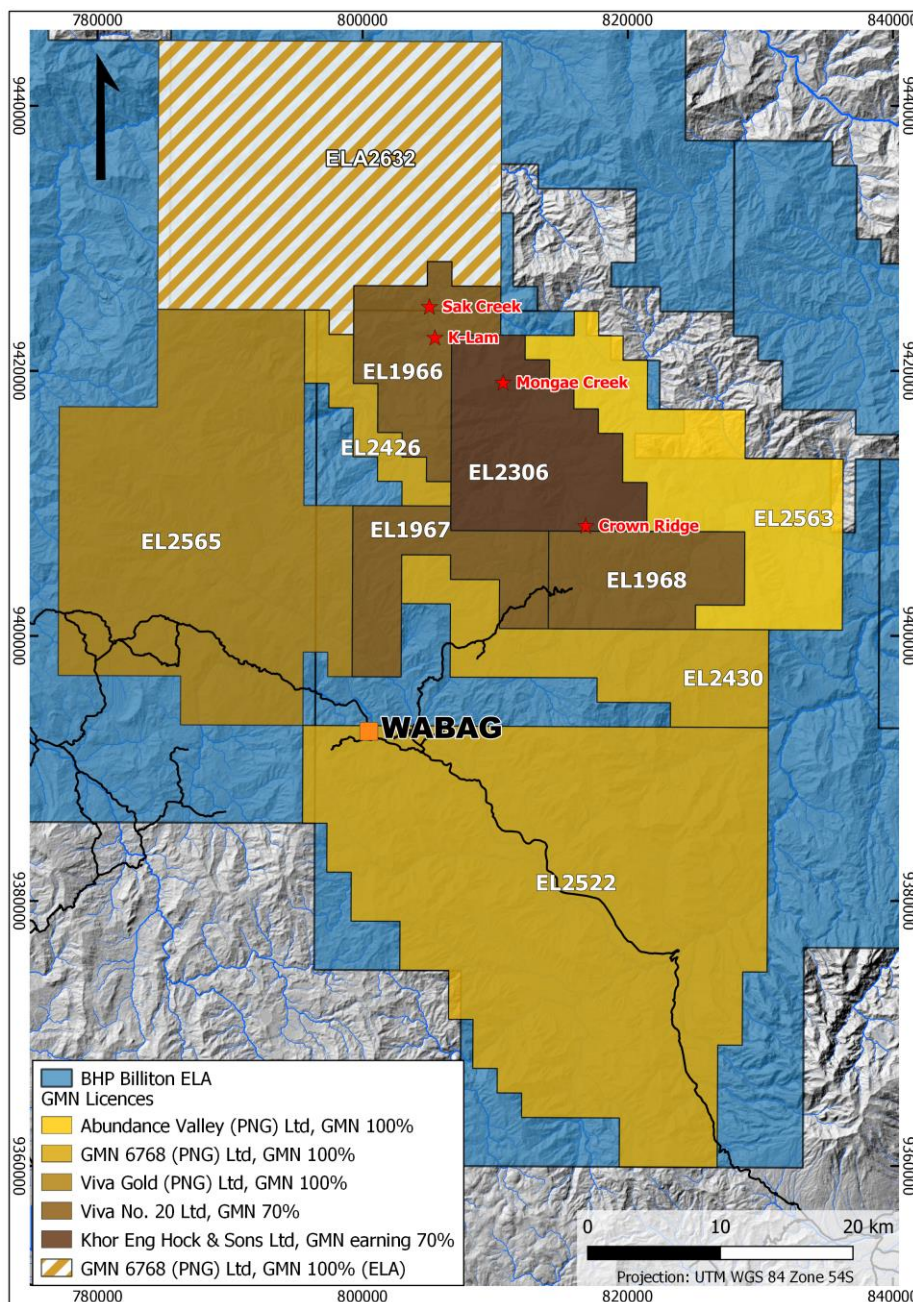


Figure 7. GMN's Wabag Project – Tenement Details as of 31st of March 2020

Exploration and Evaluation Expenditure

The Company has incurred, since the commencement of the Wabag Project in PNG accumulated exploration and evaluation expenditure of \$20.3 million including cash spent during the reporting Quarter (July-September 2020) of \$595,314. The Quarter expenditure is capitalised as reported in Appendix 5B item 2.1(d).

Corporate

On 3 July 2020, the Company announced the issue of securities along with an application for quotation (Appendix 2A) of 11,823,847 shares having raised \$768,550 during the preceding quarter period.

Approval is sought with Shareholders to refresh the securities issuing capacity under the 15% limit in ASX Listing Rule 7.1 to enable the Company to issue securities without the approval of Shareholders. And, to further authorise the Company for the purpose as general placement of shares to investors to issue up to 160,000,000 shares. Shareholders' approval was granted at the Extraordinary General Meeting (EGM) held on 2 October 2020.

During the quarter period, the Company has had discussions with professional investors and expect to conclude new investor participation in the Company after Shareholders approval of the securities issuing capacity at the EGM.

In addition, the Company has appointed a promoter to raise capital from Investors primary located in Singapore and Malaysia. The promoter is responsible for selecting and identifying those Investors using a network of contacts. Detail of which is in the explanatory notes of the Notice of EGM announced on 24 August 2020.

The Company is vigilant of the restrictive circumstance during COVID-19 and has taken precautionary and various control measures including conserve of Company's cash position. The Wabag Project team is in preparation to recommence its drilling program at the Monoyal Prospect following PNG Government announcement on certain relaxation of travel restrictions. Drilling at Monoyal will start upon receipt of new investor funding.

During the reporting quarter, the aggregate amount of payments to related parties and their associates as reported in Appendix 5B item 6.1 was paid to a director comprising of director's fee and superannuation contributions, and consulting services fee (inclusive of GST), at a discount from normal commercial rate.

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This Quarterly Activities Report is authorised for release by the Board.

For further information please visit the website www.goldmountainltd.com.au or contact:



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