

9 October 2020

ASX Announcement

Strategic Investments Update

Highlights

- **GWR confirms focus to become the next ASX-listed Iron Ore producer with the commencement of development (site works) in Wiluna, WA, at its high-grade DSO C4 Iron Ore Project (refer ASX Announcement date 7 October 2020).**
- **GWR has over the past several years successfully incubated mining projects which have matured to becoming valuable strategic investments for shareholders.**
- **ASX-listed Tungsten Mining NL (TGN:ASX)**
 - **GWR holds a 9.73% equity interest in TGN valued at ~\$10m (as at 8/10/20)**
 - **PFS Study is due 4Q20 and metallurgical test work program being completed**
 - **Total Mineral Resource 247Mt @ 0.11% WO₃, 280ppm Mo, ~1Moz Au, 44Moz Ag and 92kt Cu associated with WO₃ mineralisation in the Mineral Resource¹**
 - **TGN is well funded with a cash position ~\$23 million (as at 30 June 2020).**
- **ASX-listed eMetals Ltd (EMT:ASX)**
 - **GWR holds an 8.7% equity interest in EMT valued at ~\$835k (as at 8/10/20)**
 - **Recent drill testing of 2km strike south of the historical Twin Hills Gold Mine (WA) which has recorded historical production of 1,100 tonnes of ore at an average grade of 23.6 g/t and an historical resource of 17,541 tonnes at a grade of 20.86 g/t².**
 - **Rare earth neodymium identified at the newly discovered Cairn Hill (WA) prospect³.**
 - **EMT cash position ~\$3 million (as at 30 June 2020).**
- **Hatches Creek Tungsten Project**
 - **TGN has a 20% JV and Farm-in Agreement and can increase its interest to 51% by spending \$3m on the project.**
 - **TGN option to attain 100% equity in the project by payment of ~\$6.96 million to GWR and the company is currently assessing its options in order to expedite the realisation of value in this asset.**
- **GWR continues to assess its position in relation to its Strategic Assets and will to update the market regarding the progress of these investments.**

¹ Refer to Tungsten Mining Ltd ASX announcements dated 19 December 2019 and 4 May 2020 for updated Mineral Resource Estimates the for Mulgine Trench deposit.

² Refer to eMetals Ltd ASX announcements dated 4 August 2020 for further information.

³ Refer to eMetals Ltd ASX announcements dated 4 August 2020 for further information.

GWR Group Limited (**ASX:GWR**) (“**GWR Group**” or “the **Company**”) is pleased to provide an update on the progress and current value of its non-core investments. It is important to remind shareholders, whilst GWR has successfully incubated these investments and is assessing its options to crystallise some of these, the company’s focus is squarely on developing its Wiluna West gold resource and **becoming the next ASX- listed Iron Ore producer.**

ASX-listed Tungsten Mining NL (TGN:ASX) - GWR holds a 9.73% equity interest in TGN valued at ~\$10m (as at 8/10/20)

In accordance with TGN ASX Announcement released on 7 September 2020, the company is committed to the completion of a pre-feasibility study (PFS) into large scale mining and processing activities for the production of tungsten concentrate and valuable by-products at Mt Mulgine.

A major component of the PFS work program was the completion of approximately 48,000 metres of resource definition drilling, directed at increasing the confidence in the largely inferred resource at Mulgine Trench. This objective was more than satisfied following completion of the drilling program and publication of the updated Mineral Resource Estimate in May 2020, which reported 70% of the mineralisation classified as an Indicated Mineral Resource. The drilling programme delivered a 244% increase in tonnes, a 131% increase in contained tungsten and a 283% increase in contained molybdenum compared to the November 2014 mineral resource estimate. In addition, a maiden resource was defined for associated minerals with approximately 1 million ounces of gold, 44 million ounces of silver and 92,000 tonnes of copper associated with the tungsten mineralisation (ASX announcements dated 19 December 2019 and 4 May 2020 for updated Mineral Resource Estimates the for Mulgine Trench deposit.)

The Company is currently completing additional metallurgical test work intended to confirm the deportment and recovery of by-product minerals within the proposed flow sheet for the Mt Mulgine processing plant. Work related to formalising the maiden Mulgine Trench Ore Reserve and verifying other inputs to the financial model is also being completed.

TGN has three other advanced tungsten projects in Australia: the Big Hill Project in the Pilbara region and the Kilba Project in the Ashburton region of Western Australia and the Watershed Project in far north Queensland. Details on Tungsten Mining’s projects and activities can be found at www.tungstenmining.com

ASX-listed eMetals Ltd (EMT:ASX) - GWR holds an 8.7% equity interest in EMT valued at ~\$835k (as at 8/10/20)

In accordance with the EMT ASX Announcement 4 August 2020, EMT recently completed 250-hole auger drilling program at its wholly owned Twin Hills Gold Project in the Goldfields of WA testing almost 2 kilometres of strike of prospective shear zone south of the historical **Twin Hills Gold Mine** (excised) which has recorded historical production of 1,100 tonnes of ore at an average grade of 23.6 g/t and an historical resource of 17,541 tonnes at a grade of 20.86 g/t.

A Program of Works (POW) is being prepared in support of a RC drilling program to test all identified targets with the program expected to commence within the current quarter.

Additionally the company continues to conduct exploration activities at its wholly owned Nardoo Rare Metals Project (Project) in the Gascoyne Region of WA Highly where they anomalous tungsten identified at the newly discovered Miru Prospect over 2 km in strike length with a peak WO₃ stream sample value of 1090 ppm (0.11%).

They also discovered highly anomalous rare earth neodymium identified at the newly discovered Cairn Hill prospect with a peak Nd₂O₃ soil sample value of 463ppm (0.046%). An 8 square kilometre area of La-Nb-Li-W anomalism defined around a known pegmatite occurrence at Beryl Well and new areas of REE enrichments defined in over 4sqkm of catchments.

Hatches Creek Tungsten Project - TGN 20% JV and Farm-in Agreement

Pursuant to the terms of the Farm-in Agreement, summarised in the announcement dated 3 June 2019, the Company acquired an initial 20% interest in the Project by reimbursing GWR for past exploration expenditure. Tungsten Mining can increase its interest to 51% by the expenditure of \$3,000,000 on exploration, development and mining activities within 5 years of the commencement date. Should a decision to mine be made by Tungsten Mining whilst in the sole fund stage, the Company has an option to acquire GWR's remaining interest for \$6.96m (indexed for CPI).

Further details on the results of recent and past drilling programs, Mineral Resource Estimate for surface dumps and the Exploration Target Estimate for the Hatches Creek Project are set out in GWR's ASX announcements dated 17 July 2018 and 22 May 2019.

The GWR board is currently assessing its options in order to expedite the realisation of value in this asset and will update the market as matters progress.

GWR Chairman Mr Gary Lyons commented "Our stated focus is advancing the Wiluna West Iron Ore Project and gold projects through to production in the short-term. The C4 Iron Ore Project is an exceptional, DSO iron ore development project, which will produce a high grade, low impurity iron ore into production.

We are very proud of the company's ability to identify incubation opportunities and realise a value for shareholders and the GWR board will continue to assess its options in order to expedite the realisation of value across its strategic non-core asset and will update the market as matters progress."

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This ASX announcement was authorised for release by the Adrian Costello, General Manager of GWR Group Ltd