



ASX Announcement

GWR Plans 7,350m Drilling Program - Prospect Ridge Magnesium

- A 7,350m infill RC drilling program has been designed to test the Arthur River deposit on a spacing of approximately 50m x 50m, consisting of 49 angled holes to 150m depth.
- The purpose of drilling will be to increase the size and resource classification of the deposit, underpin an updated Mineral Resource estimate, and provide additional samples for metallurgical test work and potential offtake partners.
- Previous exploration at the Arthur River magnesite deposit has identified a JORC 2012 Inferred Mineral Resource estimate of 25 million tonnes at 42.4% MgO. This is based upon previous diamond drilling over a strike length of approximately 800m, where a total of 44 holes was completed for 6.939m on lines approximately 150m to 50m apart. Previous significant intercepts include (refer to ASX announcement 27 January 2022):
 - AR007C, 100.5m @ 42.5% MgO from 57m
 - AR009, 144m @ 43.9% MgO from 80.8 m
 - AR010, 157.5m @ 43.2% MgO from 57.6m
 - AR013, 102.7m @ 43.5% MgO from 55.9m
 - AR016, 104.5m @ 43.4% MgO from 30.1m
 - AR018, 154.9m @ 43.6% MgO from 32m
 - AR021, 108.2m @ 43.8% MgO from 66.8m
- Environmental and logistic consultants pitt&sherry have reviewed the proposed infill drilling program and lodged the required documents to apply for drilling approvals and these are expected in the coming months.
- Flora, Fauna and Aboriginal Heritage surveys have previously been undertaken over the area of the proposed drilling program with no issues identified
- GWR intends to retain engineering specialists within Tasmania, pitt&sherry to initiate a logistics and infrastructure studies in the near future and GWR will look to update the previous feasibility study over the project.
- The Prospect Ridge Magnesite project area is located in north west Tasmania, 55 km south west of the Port of Burnie. It sits on a granted Exploration Licence, (EL5/2016), it is 11km long and 51km² and contains two magnesite deposits, the Arthur River and Lyons River deposits containing the third largest Magnesite inventory in Australia.¹
- GWR will continue to engage with potential offtake partners for a DSO product and also towards a low-cost, zero waste, high-quality and eco-friendly downstream process that can add significant value to the end product price.

¹ Source Geoscience Australia Website – www.ga.gov.au

GWR Group Limited (ASX:GWR) (“GWR” or “the Company”) is pleased to advise shareholders environmental and engineering consultants pitt&sherry have reviewed the proposed infill drilling program and lodged the required documents to apply for drilling approvals over the Arthur River deposit at the Company’s Prospect Ridge Magnesite Project.

With drilling approvals expected in the coming months, the company will continue to engage with potential offtake partners for a DSO product and investigate the potential for a low-cost, zero waste, high-quality and eco-friendly downstream process that can add significant value to the end product.

GWR has commenced a detailed review of previous Feasibility Studies over the Prospect Ridge project and pitt&sherry will commence a logistics and infrastructure studies in the near future.

GWR Chairman Mr Gary Lyons commented “We are excited to be entering the “green sector” and have lodged our applications for drilling approvals at the Prospect Ridge Magnesite Project.

The exploration campaign will have the aim of increasing the size of the resource and achieving an upgrade of its classification.

Proposed Drilling Exploration Program

An infill RC drilling program has been designed to test the deposit on a spacing of approximately 50m x 50m, consisting of 49 angled holes (Refer to Figure 1) to 150m depth for a total of 7,350m. This drilling will better define the deposit, underpin an updated Mineral Resource estimate, and provide additional samples for metallurgical test work and potential offtake partners.

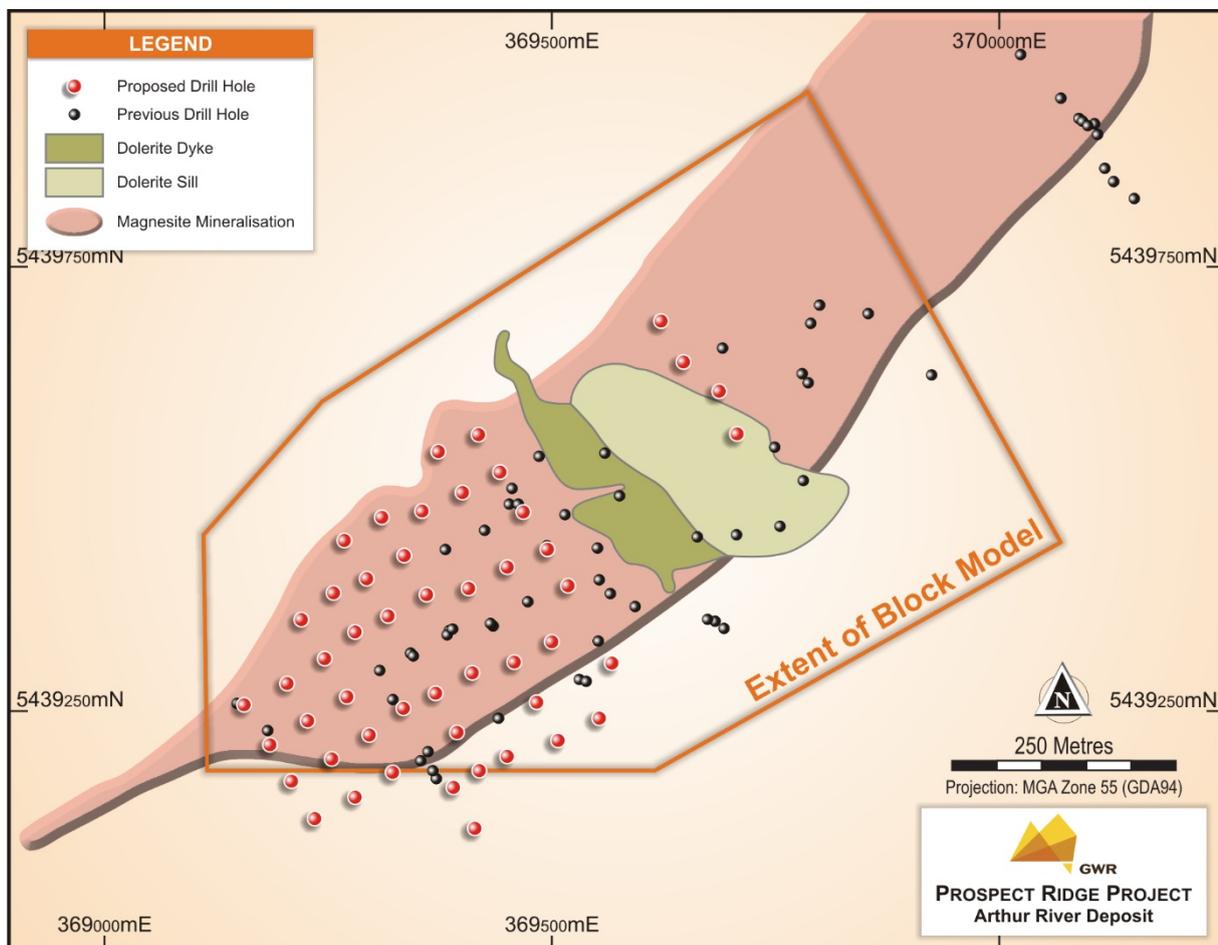


Figure 1: Proposed Drill Collar Locations.

The drill program is proposed over a portion of the Arthur River Deposit at Prospect Ridge.

It sits on a granted Exploration Licence, (EL5/2016), in northwest Tasmania, 55 km southwest of the Port of Burnie it is 11km long and 51km².

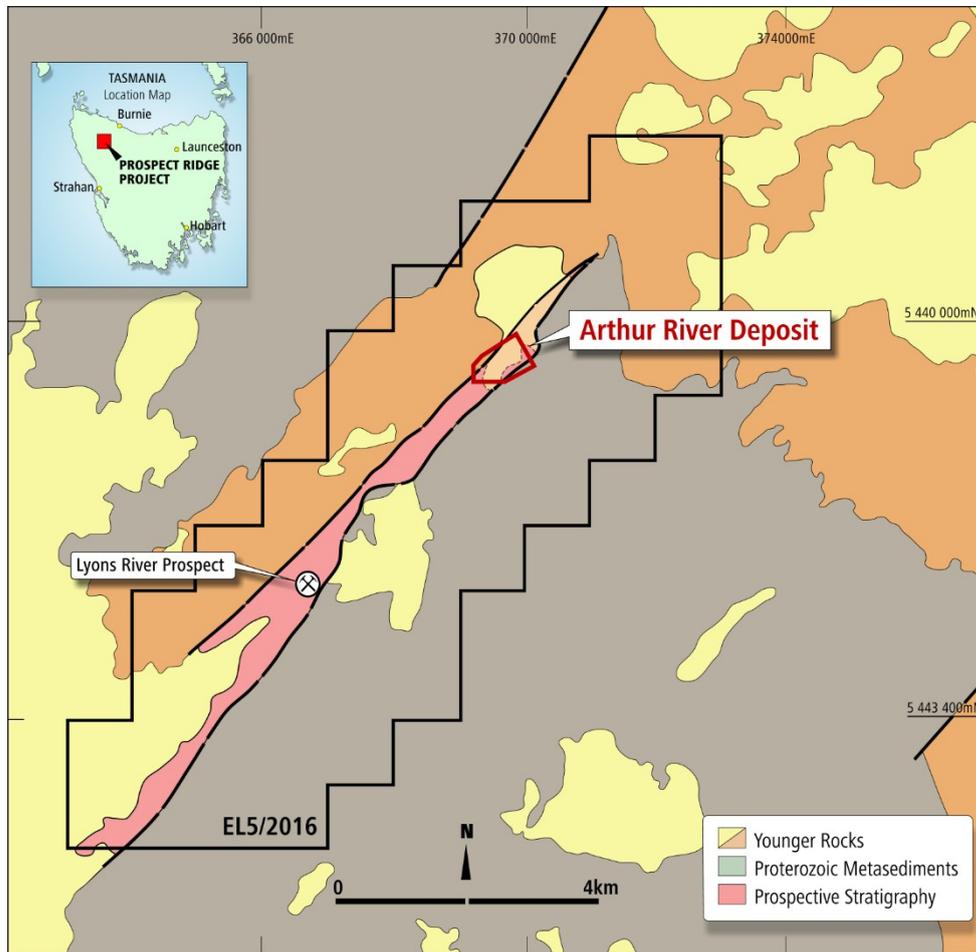


Figure 2 Prospect Ridge Location Plan showing tenure and summary geology

Previous exploration at the Arthur River magnesite deposit has identified a JORC 2012 Inferred Mineral Resource estimate of 25 million tonnes at 42.4% MgO. This is based upon previous diamond drilling over a strike length of approximately 800m, where a total of 44 holes was completed for 6.939m on lines approximately 150m to 50m apart.

This ASX announcement was authorised for release by Gary Lyons, Chairman of GWR Group Limited

For further information please contact:

Gary Lyons
Chairman

David Utting
David Utting Corporate
Ph: +61 416187462

Mark Pitts Company
Secretary

E: garylions@heiniger.com.au

E: david@davidutting.com

E: markp@endeavourcorp.com.au

Competent Person's Statements

Where the Company refers to prior Exploration results and to the Mineral Resource Estimate in this announcement, referencing the previous announcements made to the ASX and specifically that made on 27 January 2022, it confirms that it is not aware of any new information or data that materially affects the information in those announcements, and all material assumptions and technical parameters underpinning the results and the Mineral Resource Estimate continue to apply and have not materially changed.

Table 1
Arthur River Inferred Mineral Resource Estimate

Cut-Off (MgO (%))	Tonnes	MgO (%)	SiO2 (%)	Fe2O3 (%)	CaO (%)
36	36,820,000	41.1	5.9	1.7	2.9
38	32,090,000	41.7	5.4	1.6	2.8
40	25,120,000	42.4	4.8	1.4	2.6
42	15,280,000	43.3	4.2	1.3	2.2
44	3,040,000	44.5	3.0	1.0	1.9

Refer ASX announcement 27 January 2022