



GME RESOURCES LTD

A.C.N. 009 260 315

REPORT FOR THE QUARTER ENDING 31 DECEMBER 2002

HIGHLIGHTS

- Murrin Murrin Joint Venture Partners advance re-capitalisation of the Project.
- Drill programme for Linden Gold Project proposed.

EXPLORATION REVIEW

NIWEST LTD

NiWest Ltd, approximately 60% owned by Western Metals and 40% owned by GME controls tenements with a combined resource in excess of 125 million tonnes of laterite nickel grading 1.00% nickel and 0.06% cobalt located nearby the Murrin Murrin plant.

Resources Status

The total nickel resources are tabulated below on the basis of a 0.7% Ni lower cut-off grade.

Table 1: NiWest Resource for each of the Project areas

Deposit	Category	Tonnes	Ni%	Co%
Mertondale	Inferred	2,982,564	0.98%	0.08%
Murrin Murrin North	Inferred	7,266,519	0.97%	0.08%
Murrin Murrin Hepi	Inferred	5,333,998	1.04%	0.08%
Mount Kilkenny	Inferred	29,830,614	1.00%	0.05%
Waite Kauri	Measured	1,266,800	1.05%	0.05%
Waite Kauri	Inferred	7,180,663	0.96%	0.07%
Duck Hill	Inferred	4,054,700	0.96%	0.12%
Macey Hill	Inferred	343,700	1.26%	0.12%
Eucalyptus Bore	Indicated	54,945,049	1.01%	0.06%
Eucalyptus Bore	Inferred	14,900,000	1.00%	0.06%
Total Combined		128,104,608	1.00%	0.06%

NiWest has also completed a resource calculation at the 0.5% and 1.0% Ni cut-off values and these results are shown below.

Table 2: NiWest Resource at Various Cut-off Grades

Ni Cut-off	Tonnes	Grade Ni	Grade Co
0.50%	227,553,267	0.81%	0.05%
0.70%	128,104,608	1.00%	0.06%
1.00%	40,227,667	1.28%	0.09%

During the quarter, NiWest reviewed its exploration and development activities. The company is conserving its resources until the outcome of the proposed re-capitalisation of the Murrin Murrin Project is known. The Murrin Murrin Joint Venture partners have advanced this considerably, having agreed a debt retirement plan with their respective bond holders and an equity raising package.

LEONORA-LAVERTON GOLD PROJECTS

GME holds significant areas in the Leonora-Laverton area prospective for gold.

It has undertaken a review of these gold prospects, with a view to increase the exploration activity on them. A number of these properties are now subject to joint venture agreements under which active exploration is occurring.

Linden

P39/3417-3418

The Linden Gold Project encompasses the old Devon and Olympic mines where an inferred resource of 240,000 tonnes grading 7.15 g/t has been calculated by the Company.

During the quarter a review of all data was conducted and a drill program proposed to test the ore body below 80 metres, the current known depth of the mineralisation. This program is expected to be implemented during the next quarter.

Abednego West

P39/2690, 2691, 3732, 3733, 3735-3741, 3743-3751
(Placer Dome 80%)

Following the successful takeover of JV partner Aurion Gold by Placer Dome, the new Manager is reviewing the project.

Leonora East

P37/4106, P37/5330, 5331, 5332, 5333, 5477
(Medusa Mining earning in)

During the period, Medusa Mining Ltd completed data entry for all the historic exploration data that it has been able to locate, comprising 76 drill holes.

Some field checking has also been undertaken regarding previous interpretations of mineralisation with respect to outcropping geology. This has lead to the observation that detailed geological mapping is required so that the mineralisation models can be incorporated into the structural context which will result from the mapping.

Other Leonora/Laverton Gold Properties

No substantive field activities were conducted during the quarter on the Company's other gold properties. Expenditure was incurred on tenement administration, studies, information review and reporting.

OTHER REGIONAL PROJECTS

No substantive field activities were conducted during the quarter on the Stophanis Well and Clermont Joint Ventures. Limited expenditure was incurred on general administration.

OTHER ACTIVITIES

During the quarter a number of new prospects were reviewed, however none of these met the Company's requirements.

The Board continues to review new opportunities for the Company.

So far as it relates to ore and mineralisation within NiWest Tenements this report is based on information compiled by Mr Steven Goertz, a member of the Australian Institute of Mining and Metallurgy and who has had more than five years experience in the field of activity being reported on. This report accurately reflects the information compiled by that member.

PETER SULLIVAN
MANAGING DIRECTOR

DATE

TENEMENT DIRECTORY

Mining tenements held at 31 December 2002 are as follows:

Project	Tenements	Interest at Beginning of Quarter	Interest at End of Quarter
Abednego West	P39/2690 – 2691 converted to MLA39/427 P39/3732-33, 3735-3741, 3743-3751	20% 20%	20% 20%
Chain Bore	P37/4490, 4616-4618 converted to MLA37/581	100%	100%
Clermont	EPMA11575, 11793, 11806, 12164	Contributing 40%	Contributing 40%
Ghan Well	EL39/679, P39/4049	100%	100%
Hawks Nest	M38/218, P38/2515 converted to MLA38/683	100%	100%
Ilgarari	M52/539-540	100%	100%
Leonora East	P37/4106 converted to MLA37/566 P37/4807-4811 converted to MLA37/876 P37/5330 - 5333, P37/5477 converted to MLA 37/1059	100% (diluting) 100% 100% (diluting)	100% (diluting) 100% 100% (diluting)
Linden	P39/2974-76 converted to MLA39/500 P39/3417-18 converted to MLA 39/797, 798	10% 100%	10% 100%
Mt Kilkenny	EL39/688	100% of Non Lateritic Nickel Mineral Rights (diluting)	100% of Non Lateritic Nickel Mineral Rights (diluting)
Mount Marven (Mt Morgans JV)	P39/2753 converted to MLA39/481	100%	100%
Mount Morgans Sth (Mt Morgans JV)	P39/3347 – 3352 converted to MLA39/703, P39/3353-3356 converted to MLA39/702, P39/3531 - 3532	100% 100%	100% 100%
Murrin Murrin (Golden Cliffs)	P39/3172-3175 converted to MLA39/554, P39/3180-3183 converted to MLA39/457, P39/3551-3552	100% 100%	100% 100%
Murrin Murrin (Anaconda)	P39/3158 - 3171, P39/3176 - 3179, P39/3281 converted to MLA39/426, 456, 552, 553 & 569	Lateritic nickel fee & royalty plus 100% of Non Lateritic Nickel Mineral Rights	Lateritic nickel fee & royalty plus 100% of Non Lateritic Nickel Mineral Rights
Patricia Joint Venture (Stophanis Well)	E31/90 converted to MLA31/168 & 169, E31/97 converted to MLA 31/170 & 233, P31/1453-1458 converted to MLA31/234 & 235, E31/129 converted to MLA31/260 – 262, E31/165, 223	50% 50% 50%	50% 50% 50%
Pyke Hill	ELA39/633, P39/4050	100%	100%

LEGEND:

E Exploration Licence **P** Prospecting Licence **M** Mining Lease. **EPM** Exploration Permit for Minerals
ELA Exploration Licence Appln. **PLA** Prospecting Licence Appln. **MLA** Mining Lease Appln. **EPMA** Exploration Permit for Minerals Appln