



GME RESOURCES LTD

ABN 62 009 260 315

REPORT FOR THE QUARTER ENDING 31 March 2004

HIGHLIGHTS

- Capital Raising of \$4.8 million successfully completed
- NiWest becomes wholly owned subsidiary after remaining 62% is acquired

CORPORATE REVIEW

NIWEST LTD

During the reporting period the Company exercised its pre-emptive right to acquire from Western Metals Copper Limited (Receivers and Managers Appointed) (in Liquidation) the whole of its shares in NiWest Limited and to take an assignment of the whole of the loan account owed to it by NiWest. The total of \$2,715,025 was paid for the shares and debt, which included a payment of \$200,000 royalty on behalf of NiWest Limited to Murrin Murrin East Pty Ltd.

The recent successful Rights Issue raised \$4,815,000 and closed nearly fully subscribed. The funds have been used to acquire the above mentioned interests in NiWest Limited and the balance will be used to fund future work programmes to advance the value of the nickel resources and repay debt.

The Company is pleased to have finalised this transaction. With the certainty of the ownership now resolved the Directors can now look forward to further developing the NiWest assets to maximise value for the shareholders.

EXPLORATION REVIEW

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%, 0.7% 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%

Exploration

The company now intends to carry out further infill drilling of the high-grade zones at Eucalyptus Bore, Mt Kilkenny and other project areas.

Bulk sampling of the higher-grade ore zones will also be taken from Waite Kauri, Mt Kilkenny and Eucalyptus. The bulk sampling will be carried out with the use of a Caldwell bucket rig, which can drill wide diameter holes up to 0.75m. This will allow for the removal of sufficient quantity of high-grade ore to undertake metallurgical test work and screen up grade testing.

Summary of planned exploration is listed below

- Infill RC Drilling

Eucalyptus	4200 metres
Mt Kilkenny	2100 metres
Other Projects	2000 metres

- Bulk Sampling

Waite Kauri	3 holes	105 metres
Mt Kilkenny	2 holes	70 metres
Eucalyptus	2 holes	70 metres

The Company continues to make progress with Native Title issues that affect the NiWest tenement holding. During the quarter, further surveys were carried out over the Mertondale and Waite Kauri projects. An application under section 18 of the Aboriginal Heritage Act 1972 will be submitted to the relevant authority seeking approval to recommence high impact exploration and mining at Waite Kauri and Mertondale prior to the end of April.

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

Limited exploration was carried out the tenements in the reporting period.

Leonora East

P37/4106, P37/5330 - 5333, 37/5477
(Medusa Mining earning in)

No reports on exploration activities were received during the reporting period.

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**Ilgarari**

EL52/1482

The Ilgarari copper project hosts a small copper oxide resource defined in the late 1960s, which is located on a seven kilometre shear with extensive historical workings. During the quarter the company commenced a geochemical soil sample programme designed to identify possible target extensions of the known copper mineralisation. Results from this programme will come through in the next reporting period.

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: 30 April 2004

TENEMENT DIRECTORY

Mining tenements held at 31 March 2004 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 converted to MLA39/823, 824, 825	20% 20%	20% 20%
Chain Bore	MLA37/581	100%	100%
Ghan Well	EL39/679, (Surrendered)	100%	0%
Hawks Nest	M38/218, P38/2515 converted to MLA38/683	100%	100%
Ilgarari	M52/539-540 (Conditionally surrendered in favour of E52/1482) EL52/1482	100% 0%	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 MLA 39/877-879	100% of Non Lateritic Nickel Mineral Rights	100% of Non Lateritic Nickel Mineral Rights
Mount Marven	P39/2753 converted to MLA39/481	100%	100%
Mount Morgans Sth	P39/3347 – 3352 converted to MLA39/703, P39/3353-3356 converted to MLA39/702, P39/3531,3532 converted to MLA39/777	100%	100%
Murrin Murrin (Golden Cliffs)	P39/3172-3175 converted to MLA39/554 P39/3180-3183 converted to MLA39/457	100% 100%	100% 100%
Murrin Murrin (Anaconda)	ML39/426, 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
Pyke Hill	ELA39/633,	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