

**ASX RELEASE**

11 May 2017

Commencement of Resource Definition Sampling at Crown Ridge

- **Gold Mountain has engaged experienced mining consultants RSC Global Pty Ltd to assist with establishing a resource definition sampling program**
- **A recent tour of the Crown Ridge prospect with Rene Sterk (RSC), Murray Hutton, Principal Consultant of Geos Mining, and Doug Smith (GMN), conducted April 2017, with the focus to design an exploration program to define Mineral Resources that can be classified and reported in compliance with the JORC Code 2012**
- **A Knelson Concentrator from Consep Engineering has been acquired to prove gold recoveries for the sampling program**
- **GMN to provide update on funding in the near term – discussions with potential investors progressing favourably**
- **Phase 2 bulk sampling program set to recommence shortly**

The Board of Gold Mountain Limited (ASX:GMN) is pleased to announce that it has engaged Mr Rene Sterk of international mining consultants RSC Global Pty Ltd to assist with establishing an exploration program to define Mineral Resources that can be classified and reported in compliance with the JORC Code (2012) at the Company's flagship Crown Ridge Gold Project, Papua New Guinea.

Mr Sterk is highly experienced in resource estimation for eluvial and alluvial gold projects and has led many exploration and mine geology teams in Australia, Indonesia, Philippines, Mali, South Africa and Mozambique. He is the principal author for numerous JORC compliant resource studies for gold mines and has assisted clients with exploration programs for these and others.

Mr Sterk will advise the Company on the design of GMN's upcoming resource assessment sampling program, which will commence under the supervision of international experienced Porphyry Copper Gold Geologist and Director - Exploration, Mr Doug Smith, assisted by consulting geologist Murray Hutton and Gold Mountain's PNG Country Manager, and Crown Ridge landowner, Mr Bob Muiyo.



With Phase 2 bulk sampling and additional test work at EL1968 soon to recommence, the Company is aiming to establish a Mineral Resource, classified and reported in compliance with the JORC Code (2012) by the end of Q4 2017, and complete a mining licence application by Q1 2018.

Gold Mountain's Director of Exploration, Doug Smith commented: "We are pleased to have obtained the services of RSC, ahead of a critical development at our flagship Crown Ridge Gold Project."

"Mr Sterk has exceptional knowledge in resource modelling, grade control and successful sampling and we look forward to drawing on his knowledge to establish a JORC-classified inferred resource by the end of 2017."

"As previously advised, the Company will remain focused on the Phase 2 bulk sampling program which is set to recommence in the near term. With the arrival of the Knelson Concentrator to site, we expect significant increase in gold and platinum recoveries and look forward to updating shareholders as these results become available."

Gold Mountain is also taking part in discussions with potential new investors that recognise the unlocked value of the Crown Ridge Gold Project. The Company is pleased to advise that these discussions are progressing favourably and will provide an update to the market in the near term.

Statements contained in this report relating to exploration results and potential are based on information compiled by Doug Smith, who is a member of the Australasian Institute of Mining and Metallurgy (AusIMM). Doug is a consultant geologist and has sufficient relevant experience in relation to the sampling techniques being reported on to qualify as a Competent Person as defined in the Australian Code for Reporting of Identified Mineral Resources and Ore Reserves (JORC Code 2012). Doug Smith consents to the use of this information in this report in the form and context in which it appears.

For information please see our website www.goldmountainltd.com.au or contact:

Doug Smith
Director Explorations
0419 414 460

Tony Teng
Managing Director
0414 300 044

Shareholder & Media Enquiries
Six Degrees Investor Relations
Henry Jordan: 0431 271 538



Follow Gold Mountain on Twitter: <https://twitter.com/GoldMountainASX>



Image 1: Rene Sterk (RSC), Murray Hutton, Principal Consultant of Geos Mining, and Doug Smith (GMN) inspecting EL1968



Image 2: Rene Sterk (RSC) inspecting operations

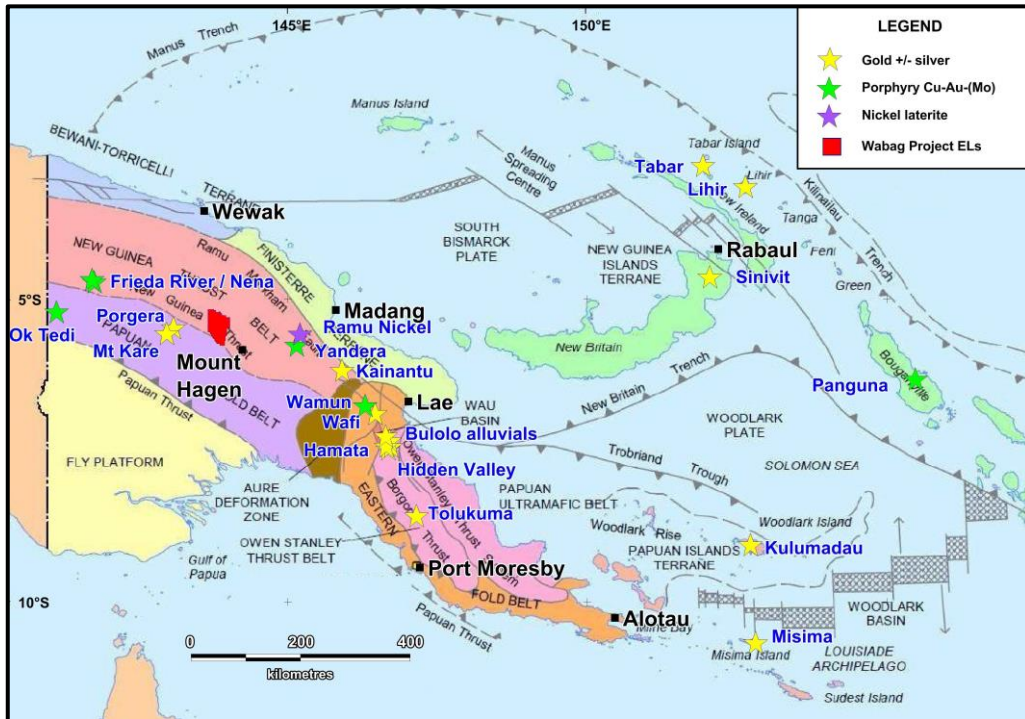


Figure 1: Location of Wabag Project ELs in the PNG Highlands Region

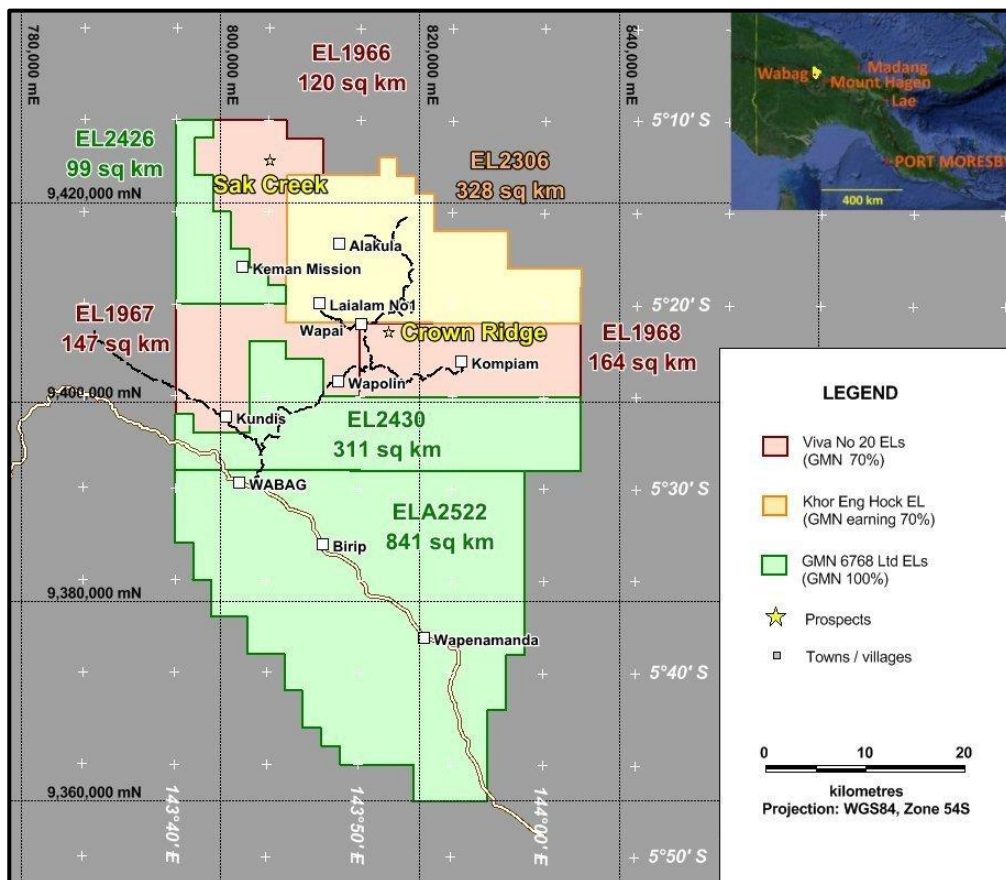


Figure 2: Exploration Licences that make up the Wabag Project, PNG