

ACTIVITIES REPORT JUNE QUARTER 2014

INTERNATIONAL EVALUATION OF FERRO-NICKEL SMELTER

Following a comprehensive process involving meetings in China and Indonesia with key engineers, manufacturers and the continuing assistance of a dedicated team, an initial scope of works has been completed in respect of developing a Ferro Nickel Smelter in Indonesia.

A preliminary feasibility study is near completion identifying the robust economics of the 100,000 tpa Ferro Nickel Smelter.

This study will allow the Company to advance discussions with interested parties for the construction of a Ferro Nickel Smelter in Indonesia by way of joint venture or other commercial arrangements.

Indonesia is South East Asia's largest economy and is the world's fourth most populous economy with approximately 240 million people.

The Company considers Indonesia is an emerging market, with challenges however opportunities are available in the mining Industry.

The Indonesian Government has asked for expressions of interest in respect of the installation of nickel smelters in country. Nickel ores in Indonesia are now subject to an export ban (effective January 2014). The Indonesian Government now requires domestic down-stream processing of all nickel ores in-country.

The Company has established a presence in Indonesia since 2008 and believes that with the assistance of Australian mining expertise and the strong relationships built up with credible Indonesian partners is now well placed to take advantage of the opportunity.

The Company is of the belief that it will have sufficient working capital and financial support to fund its ongoing activities as they presently stand, however significant funding will be required to advance the proposed nickel project and at that funding is currently not in place.

Shareholders will continue to be fully informed of progress on developments as they advance past the preliminary stage.

Western Australian properties are being assessed by a geologist familiar with the ground held by the Company.

GTI CORPORATE

The Company completed a placement of 7 million ordinary fully paid shares at an issue price of 2 cents per share raising \$140,000 in July 2014. The placement formed part of the shortfall from the share purchase plan which closed on 30 April 2014 (SPP Shortfall).

The placement of the SPP Shortfall was made to institutional and sophisticated investors and was on the same terms as offered to shareholders under the SPP

Murray McDonald
Executive Chairman

Tenement Schedule

As at 30 June 2014

PROJECT	TENEMENT	HOLDER/APPLICANT	SHARES HELD
Henry River	E08/20	GTI Resources Ltd	100%
Henry River	E08/20	GTI Resources Ltd	100%
Henry River	E08/2381	GTI Resources Ltd	100%
Henry River	P08/64	GTI Resources Ltd	100%
Silver King	E08/22	GTI Resources Ltd	100%
Silver King	E08/22	GTI Resources Ltd	100%
Silver King	ELA08/2430	GTI Resources Ltd	100%
Silver King	ELA08/2445	GTI Resources Ltd	100%
Silver King	ELA08/2446	GTI Resources Ltd	100%
Silver King	ELA08/2447	GTI Resources Ltd	100%
Yangibana	E09/2007	GTI Resources Ltd	100%
Yangibana	E09/1043	GTI Resources Ltd Gascoyne Metals Pty Ltd	30% 70%
Yangibana	E09/1049	GTI Resources Ltd Gascoyne Metals Pty Ltd	30% 70%
Yangibana	E09/1703	GTI Resources Ltd Gascoyne Metals Pty Ltd	30% 70%
Yangibana	E09/1704	GTI Resources Ltd Gascoyne Metals Pty Ltd	30% 70%
Yangibana	E09/1705	GTI Resources Ltd Gascoyne Metals Pty Ltd	30% 70%
Yangibana	E09/1706	GTI Resources Ltd Gascoyne Metals Pty Ltd	30% 70%

Changes in tenement interests during the quarter

During the quarter, the Company relinquished its 100% interests in E08/1792, E08/1846 and E69/2957. No interests in mining tenements or farm-in or farm-out agreements were acquired or disposed of during the quarter.

Key to tenement schedule

- E - Exploration Licence
- ELA - Exploration Licence Application
- P - Prospecting Licence