G V M   M E T A L S   L I M I T E D
A B N 98 008 905 388

Level 1, Old Swan Brewery, 173 Mounts Bay Road, Perth WA 6000 Australia
Telephone: +61 8 9322 6776 Facsimile: +61 8 9322 6778 Website: www.gvm.com.au

ANNOUNCEMENT **6 JULY 2007**

GVM Metals Limited ('GVM' or the 'Company') has today placed 181,818 ordinary shares to Beaumont Cornish Limited in the United Kingdom pursuant to the exercise of warrants at an exercise price of 11 pence per share. Application will be made for 181,818 shares to be admitted to trading on AIM (“Shares”).

Following the admission of the Shares, the number of Ordinary Shares on issue will be 207,950,521.

An Appendix 3B will be lodged following this announcement.

Secondary Trading Notice Pursuant to Paragraph 708A(5)(e) of the Corporations Act 2001 ("Act")

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, a sale of the Shares noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

(a) the Company issued the Shares without disclosure to investors under Part 6D.2 of the Act;

(b) as at 6 July 2007, the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and

(c) as at 6 July 2007 there is no information:

  (i) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and

  (ii) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:

    (A) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or

    (B) the rights and liabilities attaching to the relevant Shares.

AUTHORISED BY:

Blair Sergeant
Company Secretary