



ASX and Media Release

Peculiar Knob mine development – compensation agreement signed

Western Plains Resources Ltd (ASX:WPG) is pleased to advise that it has executed a compensation agreement with the pastoral lease holder in respect of the construction of the bulk of the haul road from the Peculiar Knob mine site to the Wirrida railway siding south of Coober Pedy in South Australia. This compensation agreement also covers the accommodation village site, the gravel pits that are required for the construction of the haul road, and the crusher and rail loading facility.

Most of the haul road route and the accommodation village site lie on the Windy Valley exploration tenement, ELA 142/09, that has been offered to the Company by PIRSA, the South Australian mining regulator.

The execution of this compensation agreement removes one of the few remaining hurdles to the finalisation and lodgement of the project's Mining and Rehabilitation Plan. The Company's strategy, set out in the Chairman's Address to the 24 November 2009 AGM, of having Peculiar Knob fully permitted for development by the end of Q1 2010 with funding secured by the end of Q2, subject to port access, remains on target.

Further Information

For further information please contact WPG's Executive Chairman Bob Duffin, on (02) 9247 3232 or 0412 234 684, or Heath Roberts, Executive Director and General Counsel on (02) 9247 7359 or 0419 473 925.

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