



ASX and Media Release

WPG commits to development of the Peculiar Knob iron ore project

WPG Resources Ltd (ASX:WPG) is pleased to advise that its board has committed to the development of its flagship Peculiar Knob DSO iron ore mine south east of Coober Pedy in South Australia.

The development decision is conditional on:

- completion of the US\$120 million funding package to be provided by Deutsche Bank AG that was announced on 25 October 2010 and 19 November 2010;
- completion of the A\$85 million equity raising that was announced on 22 November 2010;
- approval by the South Australian government of the development application (DA) that was lodged on 5 November 2010 for the capital works the Company intends to undertake at Port Pirie; and
- approval by the South Australian government of the mining and rehabilitation plan (MARP) that was lodged on 16 November 2010 for the mine and site works.

Both the DA and the MARP are now being reviewed by the regulators.

To the best of WPG's knowledge, Peculiar Knob is the highest grade undeveloped DSO iron ore project in Australia, with the lowest level of the key impurities alumina and phosphorus.

Mining operations at Peculiar Knob are scheduled to commence next year. Sales totalling 3.3 million tonnes per annum of high grade iron ore fines will begin soon after mining of ore begins. The product will be exported through Port Pirie.

30 November 2010

Further Information

For further information please contact Bob Duffin, WPG's Executive Chairman 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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