



# ASX and Media Release

## Permitting, contracts and banking update for Peculiar Knob

WPG Resources Ltd (ASX:WPG) is pleased to provide a market update as to the status of permitting, contracts awarded and banking arrangements for its flagship Peculiar Knob DSO iron ore project south of Coober Pedy in South Australia.

As advised on 18 May, the Development Assessment Commission has recommended the approval of the proposed Port Pirie receival, storage and outloading facility, and this recommendation will soon be considered by the Minister for Urban Planning, Development and the City of Adelaide.

WPG has submitted an offset proposal to the Commonwealth pursuant to the *Environmental Protection and Biodiversity Conservation Act* that provides significant environmental benefits to threatened native species and in particular the thick billed grasswren. Indications are that this proposal will be acceptable to both the Commonwealth and the State and formal advice to that effect is expected shortly.

WPG is continuing to meet with PIRSA, the mining regulator, to discuss conditions of approval of the Mining and Rehabilitation Plan that was lodged on 16 November 2010. WPG expects that the MARP will be approved in July 2011.

One additional service provider contract has been awarded in the last two weeks. This is for the management of the Port Pirie facilities. Substantial progress is being made on the only major contract not yet awarded, which is for civil construction activities at the mine site and its associated infrastructure.

The Company advised on 1 March 2011 that it and Deutsche Bank AG has agreed to extend the commitment letter between them for financing the project's development until 31 May 2011. This commitment has been further extended and now expires on 31 July 2011.

**30 May 2011**

**Further Information**

For further information please contact Bob Duffin, WPG's Executive Chairman on 02 9247 3232 or 0412 234 684.



ABN 51 109 426 502  
Level 9, Kyle House  
27-31 Macquarie Place  
Sydney NSW 2000  
Telephone (+612) 9251 1044  
Facsimile (+612) 9247 3434  
info@wpgresources.com.au  
www.wpgresources.com.au