



ASX and Media Release

Commencement of drilling at Giffen Well near Coober Pedy in SA

WPG Resources Ltd (ASX:WPG) has returned to the iron ore sector at EL 3945 at Giffen Well south of Coober Pedy in South Australia. WPG temporarily retired from this industry late last year when it sold its iron ore assets to OneSteel Limited for approximately \$320 million.

WPG's drillers have mobilised to site and a substantial program of systematic resource definition drilling that will provide the basis for a preliminary feasibility study has commenced. This is expected to take at least two months to complete.

Previous drilling at Giffen Well focussed on the magnetite BIF, as will the current program. The BIF is in places in contact with granite of the Hiltaba Suite, a setting that is analogous to that at Peculiar Knob where high grade (>60%Fe) massive hematite is located adjacent to aplite and granite in the footwall. These contact zones at Giffen Well are considered to have good potential for the discovery of DSO haematite orebodies such as that at Peculiar Knob and Buzzard at Hawks Nest.

Beneficiation tests carried out previously suggest that a high grade iron concentrate of about 69% Fe with very low levels of alumina and phosphorous may be readily produced from the Giffen Well magnetite BIF.

As all conditions in order to give effect to the agreement with the project's owners have been satisfied a small share issue to the vendor has been made in accordance with the agreement announced on 24 January 2012.

Competent Person

The review of exploration activities and results contained in this report are based on information compiled by Mr Gary Jones, a Member of the Australasian Institute of Mining and Metallurgy. He is Technical Director of WPG Resources Limited and a full time employee of Geonz Associates Limited. He has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Gary Jones has consented in writing to the inclusion in this report of the matters based on his information in the form and context in which it appears.

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Further Information

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



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