

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10.

Name of entity

WPG Resources Ltd

ABN

51 109 426 502

Quarter ended ("current quarter")

30 June 2012

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter 30 June 2012	Year to date (12 months) 30 June 2012
	\$A'000	\$A'000
1.1 Receipts from product sales and related debtors		
1.2 Payments for (a) exploration & evaluation	(1,386)	(3,273)
(b) development	-	(3,100)
(c) production		
(d) administration	(773)	(4,185)
1.3 Dividends received		
1.4 Interest, rent and grants received	1,953	5,050
1.5 Interest and other costs of finance paid	-	(84)
1.6 Income taxes paid	(69,623)	(69,623)
1.7 Other - tenement deposits paid		0
Other - GST paid not yet refunded		0
Net Operating Cash Flows	(69,829)	(75,215)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects		
(b) equity investments		
(c) other fixed assets		
1.9 Proceeds from sale of: (a) prospects		
(b) equity investments Deposit	-	289,704
(c) other fixed assets	-	7,521
1.10 Loans to other entities		
1.11 Loans repaid by other entities		
1.12 Other -Purchase Land	-	(1,179)
Net investing cash flows	-	296,046
1.13 Total operating and investing cash flows (carried forward)	(69,829)	220,831

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1.13	Total operating and investing cash flows (brought forward)	(69,829)	220,831
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	4,200
1.15	Proceeds from sale of forfeited shares		
1.16	Proceeds from borrowings		
1.17	Repayment of borrowings		
1.18	Dividends paid	(46)	(162,303)
	Return of Capital paid	(31)	(108,202)
1.19	Other – Financing Charges paid	0	(5,000)
	Net financing cash flows	(77)	(271,305)
	Net increase (decrease) in cash held	(69,906)	(50,474)
1.20	Cash at beginning of quarter/year to date	85,846	66,414
1.21	Exchange rate adjustments to item 1.20		
1.22	Cash at end of quarter	15,940	15,940

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

	Current quarter \$A'000	
1.23	Aggregate amount of payments to the parties included in item 1.2	264
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors' fees and Consultancy fees

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

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2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

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+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities		
3.2 Credit standby arrangements		

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	700
4.2 Development	-
4.3 Dividends and Return of Capital unrepresented in previous quarters	250
4.4 Administration Taxation payment	900 0
Total	1,850

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	63	147
5.2 Deposits at call	1,536	3,078
5.3 Bank overdraft		
5.4 Other – fixed term bank deposits	14,341	82,621
Total: cash at end of quarter (item 1.22)	15,940	85,846

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed				
6.2 Interests in mining tenements acquired or increased	Perfection Well EL 4908	Application granted	100%	100%
	Lake Woorong EL4907	Tenement being transferred from a subsidiary of Stellar Resources Limited	0%	100%
	Muckanippie ELA 2012/147	Application for tenement submitted	0%	100%

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Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities	Nil			
7.2 Changes during quarter				
(a) Increases through issues	Nil			
(b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	260,947,378	260,947,378 *		
7.4 Changes during quarter				
(a) Increases through issues	Nil			
(b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities	Nil			
7.6 Changes during quarter				
(a) Increases through issues	Nil			
(b) Decreases through securities matured, converted	Nil			
7.7 Options			<i>Exercise price</i>	<i>Expiry date</i>
	209,000	0	\$	
			\$0.807	12 Nov 2012
Rights **			\$	<i>Vesting date</i>
	Nil			
7.8 Rights granted during quarter	Nil			
7.9 Options exercised during quarter	Nil			
7.10 Expired during quarter	1,000,000	0	\$1.27	29 May 2012
7.11 Debentures (totals only)	Nil			
7.12 Unsecured notes (totals only)	Nil			

* 3,082,960 of the shares on issue are subject to voluntary escrow for 12 months from 27 March 2012.

** Since the end of the quarter the Board has resolved to issue 3,553,406 incentive rights to executives and staff (no shareholder approval required) and a further 1,044,759 incentive rights to executive Directors (shareholder approval required, to be put to the next General Meeting scheduled for 21 November 2012). An Appendix 3B notice will be lodged.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here: *Larissa Brown*
(Company Secretary)

Date: 27 July 2012

Print name: Larissa Brown

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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Schedule of tenements as at 27 July 2012

Tenement	Tenement Number	Interest	Holder / Joint Venture Details
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SOUTH AUSTRALIA – IRON ORE/BASE METALS/GOLD TENEMENTS

Giffen Well	EL 3945	0%	Wholly owned subsidiary Giffen Iron Pty Ltd can earn up to an 82% joint venture interest.
Lake Woorong	EL 4907	100%	Tenement granted to a subsidiary of Stellar Resources Limited, and being transferred to Southern Coal Holdings Pty Ltd.
Mirikata	ELA 2011/00256	100%	Interest held by WPG Resources Ltd.
Muckanippie	ELA 2012/147	100%	Interest held by WPG Resources Ltd.

SOUTH AUSTRALIA – COAL TENEMENTS

Penrhyn	EL 4525	100%	Interest held by wholly owned subsidiary Southern Coal Holdings Pty Ltd.
Perfection Well	EL 4908	100%	Interest held by wholly owned subsidiary Southern Coal Holdings Pty Ltd.
Lochiel North	EL 4670	100%	Interest held by wholly owned subsidiary Southern Coal Holdings Pty Ltd.

SOUTH AUSTRALIA – POTASH TENEMENTS

Pidinga	EL 4631	100%	Interest held by wholly owned subsidiary Southern Potash Pty Ltd.
Talacootra	EL 4671	100%	Interest held by wholly owned subsidiary Southern Potash Pty Ltd.

EL = Exploration Licence
 ELA = Exploration Licence Application

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