

# ASX and Media Release

## WPG metallurgical drilling program at Tarcoola continues fast tracking of gold project

WPG Resources (ASX:WPG) continues fast tracking development of its 100% owned Tarcoola gold project in South Australia's Gawler Craton with its metallurgical program beginning this week at the project site (location map below).

This follows regulatory approval of an ePEPR by the Department of State Development (DSD) for the undertaking of drilling operations to obtain metallurgical samples.

The program will enable the Company to conduct research and development on heap leaching methodologies to develop and optimise heap leach metallurgical and process design flow sheets for the project. The work will lead to detailed design of crushing, conveying and stacking options, design of leach pads and ponds as well as feasibility level capital and operating cost estimates for detailed evaluation of the project's economics.

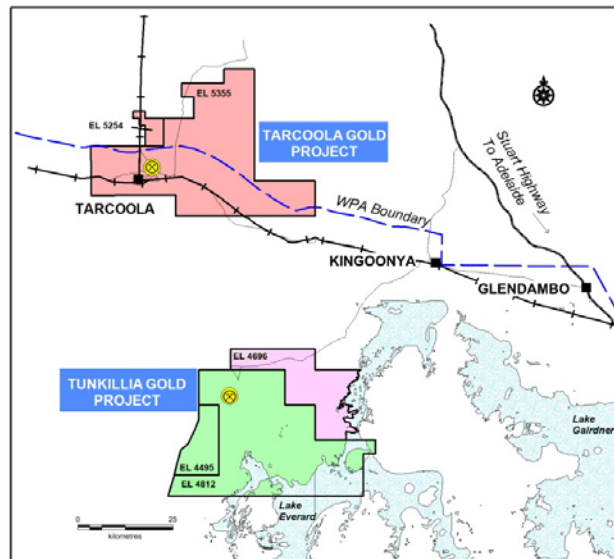


Figure 1. Location map of Tarcoola and Tunkillia gold projects

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Concurrent with the drill program whose commencement was delayed slightly awaiting rig availability, water samples from the project area will be collected for process design testwork.

WPG moved into gold when it completed acquisition of its two new South Australian gold projects – Tarcoola and Tunkillia – in May of this year.

Mining at the Tarcoola gold project would be a conventional open pit operation with associated heap leach processing, with initial mine life expected to be up to four to five years producing approximately 20,000oz of gold per year.

Previously reported data was reviewed as part of the due diligence process prior to the acquisition of the Tarcoola project by WPG. Subsequent to the acquisition a more in-depth review and evaluation of the data has been carried out to determine whether the deposit could be economically viable using lower cost ore treatment methods than were in the focus of previous scoping studies. No significant discrepancies in the data have been noted as part of this on-going evaluation.

In excess of \$20 million has been spent by other parties on exploration, resource definition drilling, and permitting at the Tarcoola and Tunkillia projects. This work includes feasibility and scoping studies at Tarcoola, where a total resource estimated to be 973,000 tonnes averaging 3.12 g/t Au containing 97,000oz Au has been identified in the two main deposits – Perseverance and Last Resource (see the Appendix for further details). Other known prospects at Tarcoola, including Wondergraph, provide additional upside potential.

A total of 628 drill holes for 53,191 metres have been used in the Tarcoola resource estimate. This includes 29 diamond drill holes for 4,240 metres, 20 RCD holes for 4,220 metres, 534 RC holes for 42,590 metres and 45 percussion holes for 2,140 metres.



Figure 2. Location map of WPG tenements including Tarcoola and Tunkillia gold projects

## Further Information

For further information please contact WPG's Executive Chairman, Bob Duffin on (02) 9247 3232 or Managing Director & CEO, Martin Jacobsen on (02) 9251 1044

## Appendix

### Tarcoola resource estimate – WPG 3 April 2014 announcement

The Tarcoola gold project – The resource estimate is as follows:

Category	Thousand Tonnes	Gold g/t	Gold 000 oz
Measured	-	-	-
Indicated	919	3.14	92.68
Inferred	55	2.77	4.86
<b>Total</b>	<b>973</b>	<b>3.12</b>	<b>97.54</b>

Totals are subject to rounding errors

The information in the above table is extracted from the report by Mungana Goldmines Limited (ASX:MUX) entitled “December 2012 Quarterly Report” released on 24 January 2013 and is available to view on [www.asx.com.au](http://www.asx.com.au). The information pertaining to the Tarcoola gold project resource estimate was prepared and first disclosed by Mungana under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

WPG confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements as indicated above and confirms that to the best of its knowledge and belief all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.