



ASX and Media Release

Chairman's address to 2014 AGM

Ladies and Gentlemen

Before I start my address it is my pleasure to bring you some breaking news.

Last night we completed negotiations with Helix, our joint venture partner, to acquire their 30% interest in the Tunkillia project. We have announced this today. This means we have moved to 100% ownership of Tunkillia. The terms of this acquisition are set out in today's announcement but in brief we have agreed to pay \$500,000 and allot 10 million shares to Helix on transfer of the tenements, with a similar trailing payment and share issue along with a royalty when Tunkillia is developed.

Tunkillia is the larger of our two gold projects in South Australia and this move has substantial strategic value for our company. I will later expand on what this means for the company and our development plans.

This time last year I stood before you under very different circumstances.

After our success in the iron ore field that culminated in the sale three years ago of our iron ore assets for \$320 million, we spent nearly two years on our quest to identify new projects that would fit our investment criteria and again bring potential wealth to you our shareholders.

We had assessed and reviewed in detail more than 50 projects over that period, but until earlier this year we still had not found the projects to fit our "sweet spot" of combining acquisition value at attractive prices and a clear potential for rapid development to production.

However our optimism and enthusiasm was high – and importantly we were open minded to where our quest might take us – looking at a broad range of commodity profiles and locations.

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Our persistence and optimism were justified.

Just a few months later our search came to fruition.

And today I am very pleased to say that we have two good REAL projects underway – which together represent the opportunity of coming on stream with cash flow at the end of 2015 and – importantly – also have blue sky potential.

Importantly, as a result of today’s move we now have full 100% ownership and control of BOTH projects with all the flexibility that means.

We are still in South Australia with all the advantages that brings us in terms of having established relationships with and good understanding of the regulators and the mining and development regime from our long experience operating in that State.

Gold is in fact our origins and so we are very comfortable with our skills and knowledge in this sector. The “G” in WPG originally stood for “gold”.

Martin will be talking about the projects in detail in his presentation so I will just make brief reference – and also expand on the developments regarding Tunkillia.

We made the acquisitions of both our gold projects on good terms. Importantly we are confident that they can be brought into production in a staged manner and can operate profitably at today’s gold prices.

In excess of \$20 million had been spent by other parties on exploration, resource definition drilling, and permitting at the Tarcoola and Tunkillia projects.

Our review of data on both projects since the acquisitions in late May has reinforced our confidence in their potential. We see the two projects as a natural fit and are keen to develop early cash flow from both.

We have put the Tarcoola project on fast track to development targeting construction by the end of calendar 2015 and are still on track for this.

Intensive review and verification of data has confirmed Tarcoola could be successfully developed into a conventional open pit mining operation with associated heap leach processing, producing approximately 20,000oz of gold per year with initial mine life expected to be up to five years.

Tunkillia is a much larger deposit than Tarcoola. Thus we see the Tunkillia project as the “blue sky” value add for our shareholders.

The move to proceed to 100% ownership of Tunkillia is highly logical from a development and operating point of view. It allows us far greater flexibility and speed in decision making for planning and development.

And our intention is to immediately increase our activity and focus on the project to accelerate the opportunities of its huge potential.

Our initial efforts at Tunkillia are now being directed towards defining higher grade pockets within the known deposit that may provide an opportunity to generate a cashflow prior to the development of the larger deposit itself. We will also ramp up the exploration program and test anomalies away from the known deposit.

Including our 100% owned EL 4696, WPG now controls more than 1,600 square kilometres over the highly prospective Yarlbinda shear zone which hosts the existing gold deposit, and has excellent potential for extensions and further discoveries. This shear zone has many of the same characteristics as several of the shear zones near Kalgoorlie and if this area was in Western Australia it would have been extensively explored by now.

We are confident that we have the financial resources to bring Tarcoola to decision to mine stage on our own.

In order to raise additional funds, we are in the process of selling our land at Port Pirie. There is currently a \$500 million upgrade program underway at the Port Pirie smelter and we are hopeful the land can be sold early in the New Year. Proceeds of the sale, if it proceeds as expected, should be sufficient to cover the acquisition cost of the deal announced with Helix today and also provide working capital for fast tracking the exploration program at Tunkillia, and the work we are doing at Tarcoola.

Despite all our busy activity on our gold projects and this land sale we have not shut up shop on pursuing further opportunities. We still continue a comprehensive regime of review of mining investment opportunities, covering a wide range of commodities and mining sectors both in Australia and overseas.

Finally to our shareholders.

As we enter 2015

- We are much better positioned than most explorers or developers our size
- We have two real projects
- We have full 100% ownership and operating control of the projects
- We have the opportunity for early cashflow
- We have the opportunity for significant blue sky value add
- We are committed to fast tracking these opportunities

This position has been achieved through the determined hard work of the Board and enthusiasm and persistence of the management team throughout the year.

Above all it has also been enabled through the loyalty, patience and support of all shareholders and the Board thanks you all for that.

This has developed into an exciting year for us. I am confident that together we can look forward with strong optimism to again creating the rewards and outcomes that we all look forward to.