

## Corporate Presentation

June 2017

# DISCLAIMER

**Note 1:** The information pertaining to the Challenger gold project ore reserve estimate was detailed in the market announcement entitled “Challenger 30 June 2016 Mineral Resource and Ore Reserve estimate” released on 25 October 2016 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed except to the extent of production since the mine was brought back into production in late May 2016.

The information pertaining to the Challenger gold project mineral resource estimate was detailed in the market announcement entitled “Challenger mineral resource continues to grow” released on 1 June 2017 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

The information pertaining to the Challenger gold project exploration target were detailed in the market announcement entitled “Exploration target for Challenger M3 and SEZ shoots” released on 22 May 2017 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement.

The information pertaining to the Challenger gold project exploration activities and results were detailed in the market announcements entitled “March 2017 Quarterly Activities Report” released on 28 April 2017, “Encouraging gold assays continue from Challenger Deeps” released on 17 May 2017 and “Gold drilling at Challenger Deeps continues at depth” released on 29 May 2017 and are available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in those announcements.

**Note 2:** The information pertaining to the Tarcoola gold project ore reserve estimate was detailed in the market announcement entitled “Tarcoola updated Feasibility Study and Ore Reserve Estimate” released on 1 September 2016 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed except to the extent of production since the mine came into production in December 2016.

The information pertaining to the Tarcoola gold project mineral resource estimate was extracted from the report 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 for both projects was first disclosed by Mungana Goldmines Ltd under the JORC Code 2004. WPG has not undertaken any work on the project that would impact this published resource estimate. WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

The information pertaining to the Tarcoola gold project exploration activities and results were detailed in the market announcement entitled “March 2017 Quarterly Activities Report” released on 28 April 2017 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement.

**Note 3:** The information pertaining to the Tunkillia gold project mineral resource estimate was detailed in the market announcement entitled “Tunkillia resource estimate enhanced at higher cut-off grade” released on 4 February 2015 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement and that all material assumptions and technical parameters underpinning the estimates continue to apply and have not materially changed.

The latest information pertaining to the Tunkillia gold project exploration activities and results were detailed in the market announcement entitled “Encouraging gold assays received from Tunkillia drilling” released on 4 May 2016 and is available to view on [www.wpgresources.com.au](http://www.wpgresources.com.au). WPG confirms that it is not aware of any new information or data that materially affects the information included in that announcement.

**Note 4:** This document may include forward-looking statements. Forward-looking statements include, but are not limited to statements concerning WPG’s planned mining and exploration programs and other statements that are not historical facts. When used in this document, the words such as “could”, “plan”, “estimate”, “expect”, “intend”, “may”, “potential”, “should” and similar expressions are forward-looking statements. In addition, summaries of Exploration Results and estimates of Mineral Resources and Ore Reserves could also be forward looking statements. Although WPG believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

WPG cannot guarantee the accuracy and/or completeness of the figures or data in this presentation

All dollar amounts indicated in this presentation are in Australian dollars unless otherwise stated

# CORPORATE OVERVIEW (ASX: WPG)



## Indicative Capital Structure as at 15 June (pre Entitlement Issue)

Share price (14 June 2017)	\$0.049
Issued shares	905.9m
Unlisted options \$0.11, expire 30 Sep 2018	37.5m
Incentive rights (none vest before June 2017)	16.8m
Unlisted Placement options \$0.08 exercise price, expiry date 30 June 2019	75m*

*\*subject to shareholder approval*

*Veritas Securities Limited was Lead Manager for the Placement and Adelaide Equity Partners Pty Ltd acted as a Corporate Adviser*

## Proposed Entitlement Issue\*

Offer price of New Shares	\$0.048
Maximum amount to be raised under the Offer before costs	\$5.4m
Maximum number of New Shares to be issued (one share for every eight shares held on the Record Date)	113.2m
Maximum number of New Options to be issued (one free \$0.08 exercise price unlisted New Option for every two New Shares acquired)	56.6m
Eligible shareholders can apply for additional Shares	
Maximum Shares on issue after the completion of the Entitlement Issue	1,019m

*\* Expected record date 27 June 2017*

*Pending finalisation and execution of formal documentation, it is expected that Veritas Securities Limited will be Underwriter for the Entitlement Issue subject to customary conditions and terminating events*

## Use of funds

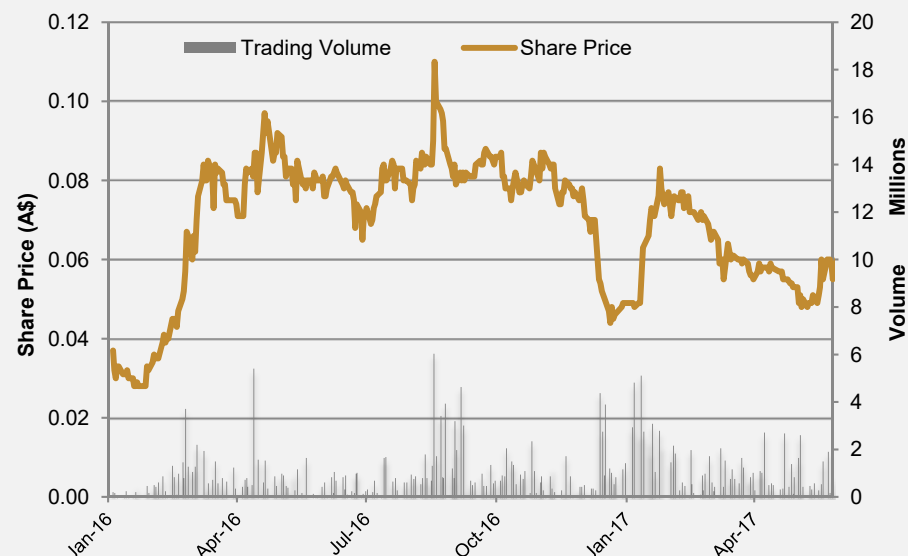
The funds raised by the Placement and proposed Entitlement Issue will be used for the Challenger mill expansion, mine development, exploration and for general working capital purposes.

## Substantial Shareholders as at 15 June (pre Entitlement Issue)

Bob Duffin	62,469,010	6.9%
L&M Group Limited	59,375,000	6.5%
Jalinsons Pty Ltd	46,566,664	5.1%

## Board of Directors

Bob Duffin	Executive Chairman
Helen Wiseman	Lead Independent Director
Gary Jones	Non-Executive Director
Lim See Yong	Non-Executive Director
Cornel Parshotam	Alternate Director (Gary Jones) & COO



# CAPITAL RAISING OVERVIEW

## *Transaction Size & Structure*

- WPG successfully completed a Placement of A\$7.2m, issuing 150m New Shares to sophisticated and institutional investors at an offer price of A\$0.048 per new share
- 1-for-2 attaching unlisted option with exercise price of A\$0.08 and expiration date of 30 June 2019 – subject to shareholder approval
- Veritas Securities Limited was Lead Manager for the Placement and Adelaide Equity Partners Pty Ltd acted as a Corporate Adviser
- WPG propose to conduct an Entitlement Issue for existing Shareholders, raising ~A\$5.4m
- Placement investors eligible to participate in the proposed Entitlement Issue
- Placement price of \$0.048 per new share represents a discount of:
  - 35.1% to WPG closing price of A\$0.0740 as at 5 June 2017
  - 24.5% to WPG 15-day VWAP of A\$0.0636 up to and including 5 June 2017

## *Proposed Entitlement Issue*

- Proposed 1-for-8 Entitlement Issue at an offer price of A\$0.048 per new share
- 1-for-2 attaching unlisted option with exercise price of A\$0.08 and expiration date of 30 June 2019 – not subject to shareholder approval
- Top-Up Offer available
- Indicative Record Date (subject to finalisation of Prospectus) 27 June 2017
- Pending finalisation and execution of formal documentation, it is expected that Veritas Securities Limited will be Underwriter for the Entitlement Issue subject to customary conditions and terminating events

## *Use of Funds (Placement & Proposed Entitlement Issue)*

- Funds raised: **A\$12.6m** (assuming 100% take-up of Entitlement Issue)
  - Expenditure on Challenger mill expansion: **A\$1.5m**
  - Challenger underground development (M3/SEZ, Challenger Deeps) **A\$4.7m**
  - Challenger exploration (M3/SEZ, Challenger West, M1/M2, Challenger Deeps) **A\$2.1m**
  - Tarcoola and other exploration **A\$0.5m**
  - Working Capital and Costs of Offer **A\$3.8m**

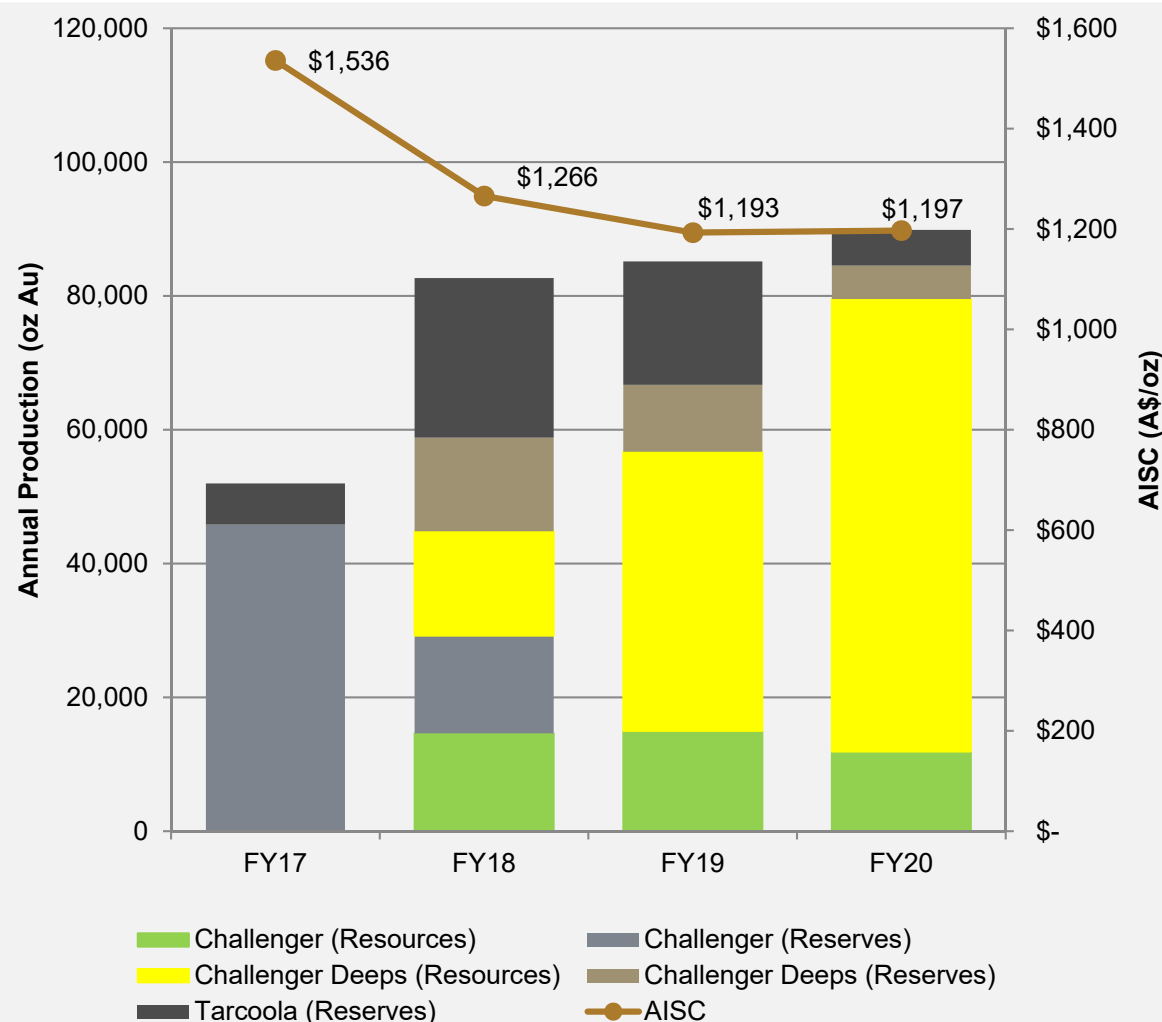
# INVESTMENT HIGHLIGHTS

**Funds raised through the capital raising will have the following outcomes:**

<b><i>Increased Gold Production</i></b>	<ul style="list-style-type: none"><li>• Stage 1 infrastructure expansion at Challenger CIP plant to ~700ktpa</li><li>• Production increase from 52 – 56koz in FY17 to ~80koz in FY18 with commensurate decrease in AISC</li></ul>
<b><i>Fast-track Underground Development</i></b>	<ul style="list-style-type: none"><li>• Capital injection enables achievement of planned underground mine physicals at M3/SEZ and Challenger Deeps</li><li>• New forward mine plan to provide WPG with a step-change in production, increasing market relevance – see next slide</li></ul>
<b><i>Near-mine Exploration to Extend Mine Life</i></b>	<ul style="list-style-type: none"><li>• Near-mine exploration at M3/SEZ, Challenger West, M1/M2 and Challenger Deeps to be completed</li><li>• M1/M2 inferred resources not part of current mine plan</li><li>• M3/SEZ exploration target announced on 22 May – not part of current mine plan</li><li>• Further resource definition drilling below 215 shear with planned mining activities in late 2017</li><li>• Maiden drilling of shallow targets at Tarcoola ML to potentially increase open pit mine life</li></ul>

# EXPANDED PRODUCTION PROFILE

Proceeds from the capital raising to underpin a new revised forward mine plan that entails underground development to open Challenger Deep's mining area, mill expansion and underground exploration. This plan excludes inferred resources (Challenger Deep's extensions down plunge) and exploration targets (M3/SEZ) which are expected to be brought into the plan in the future with further drilling.



The Production Profile is a Production Target for the operating Challenger and Tarcoola gold mines and is underpinned by a combination of ore reserves and measured and indicated mineral resources.

The target is based on current Probable Ore Reserves (41.46%), Proved Ore Reserves (6.69%), Measured Mineral Resources (7.22%) and Indicated Mineral Resources (44.62%).

The Indicated Mineral Resources are not the determining factor in project viability due to the historical conversion of resource to reserve over the life of the Challenger mine.

The production target does not contain any inferred resources or exploration targets. None of the production target is based on qualifying foreign estimates.

The Ore Reserve and Mineral Resource Estimates were prepared by the Competent Persons listed in the statements in note 4 of slide 2.

The All-In-Sustaining-Cost is based on this production target and mine plan.



# CURRENT PORTFOLIO - GOLDEN TRIFECTA

## Challenger Gold Mine (100%)

- Updated Resource of 1,401,401 t at 7.62 g/t Au containing 343,299 oz as at March 2017
- ML 6457 granted for 'Challenger Deeps'
- Updated Reserve of 89koz announced 25 October 2016
- FY17 production guidance of 52-56 koz

## Tarcoola (100%)

- Reserve of 71koz announced 1 September 2016
- Ore haulage to Challenger commenced in January
- Aspirational annualised production of 20koz pa to be treated at Challenger
- Potential to expand resource base on ML
- Record 27,104 tonnes at 2.57 g/t Au mined, containing 2,239 oz. in May 2017

## WGCJV (~28%)

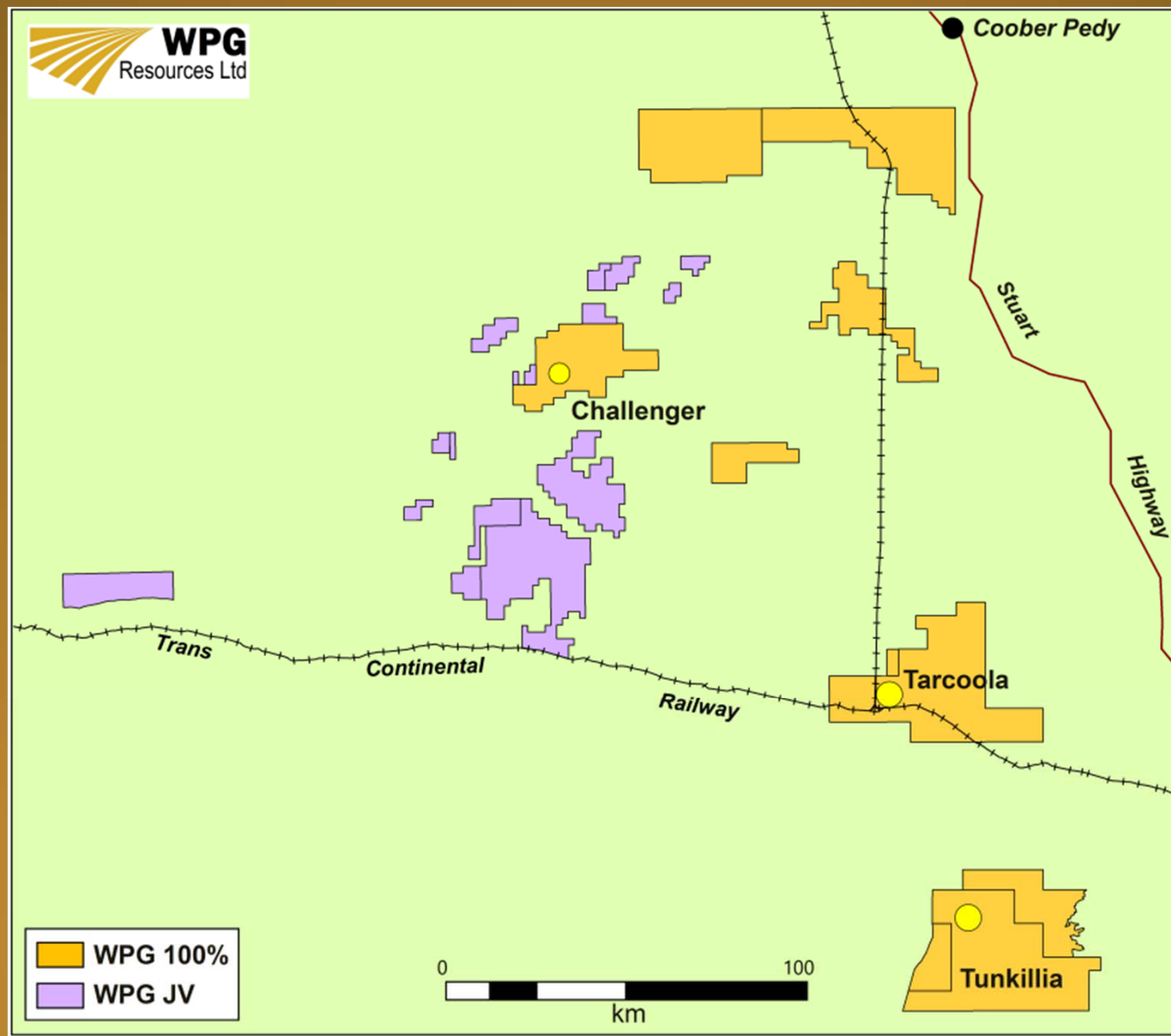
- TYX announced total inferred resource estimates of 219koz Au (24 Jan 17)
- All exploration properties within trucking distance to Challenger
- Challenger the only current processing solution in the region

## Tunkillia (100%)

- Pre-development asset with JORC resource
- DFS to be advanced later in 2017
- Numerous gold anomalies yet to be tested
- Undrilled highly prospective Yerda and Yarlbirinda shear zone (same aged rock as Carapateena and Olympic Dam)



# CHALLENGER GOLD PROJECT

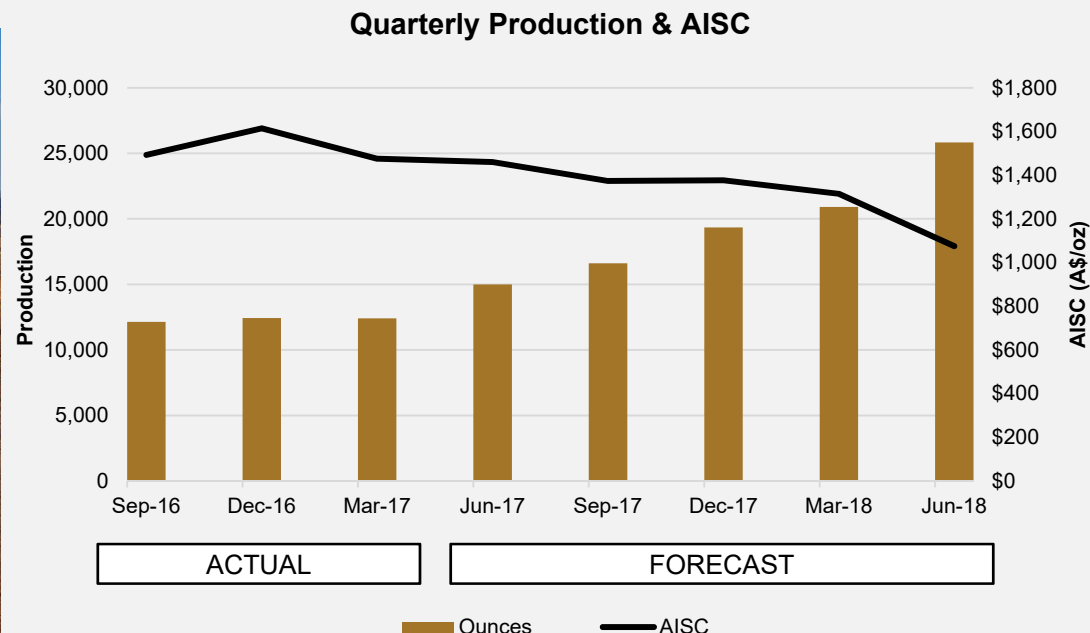


PRODUCTION FORECAST OF ~80KOZ IN FY18



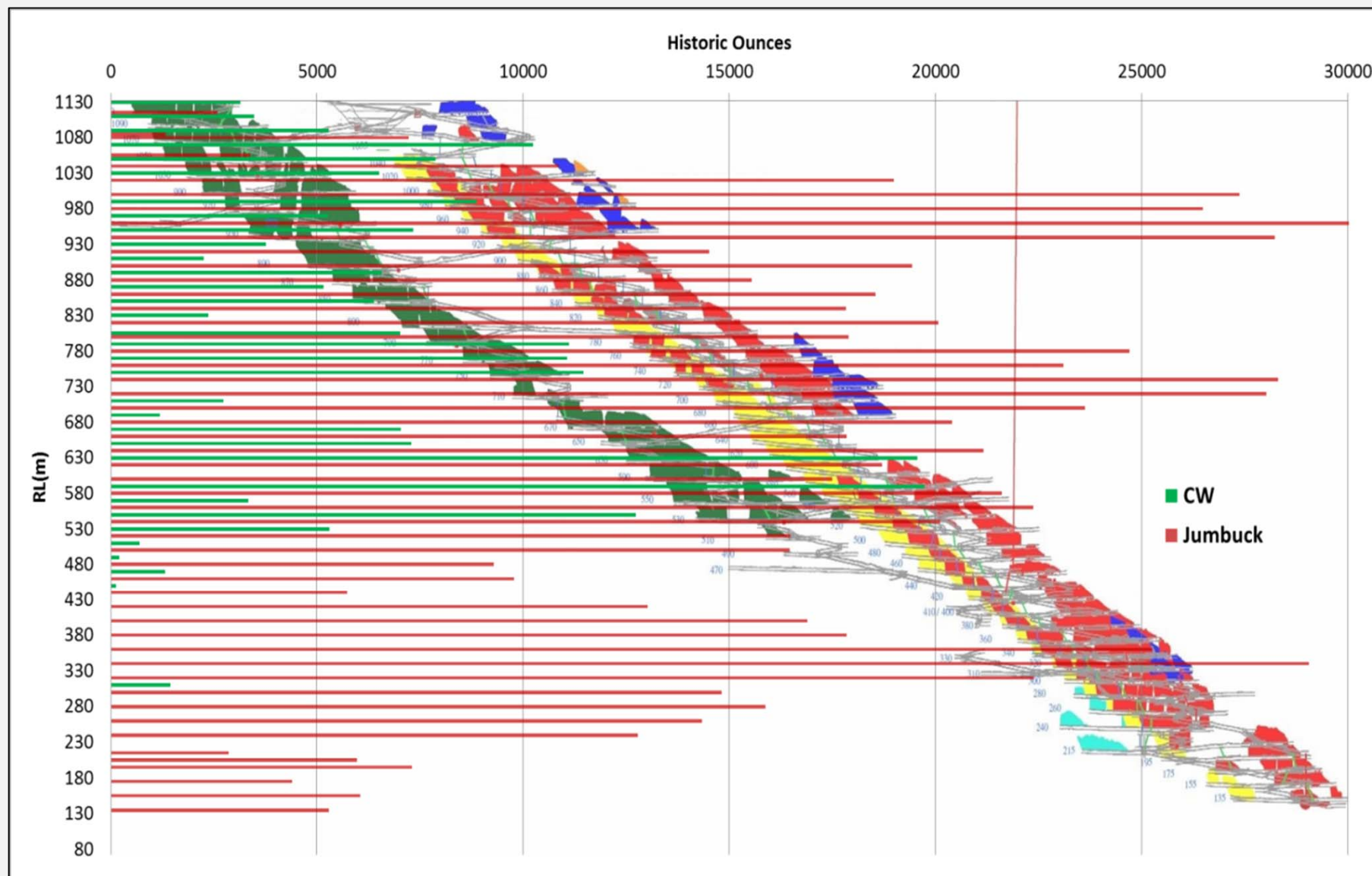
# OPERATIONS SINCE RESTART

- Gold production of 36,973oz for FY17 to 31 March 2017
- AISC December 2016 quarter A\$1,614; March 2017 quarter A\$1,475
- AISC to date impacted by lower grade stopes primarily due to lower than planned development
- Improved underground mining performance to reduce AISC in the coming quarters
- Strategy underway to achieve required development rate
- Excellent grade reconciliations to date



See note 4, slide 2

# HISTORIC OUNCES MINED BY LEVEL



# PROPOSED INFRASTRUCTURE EXPANSION

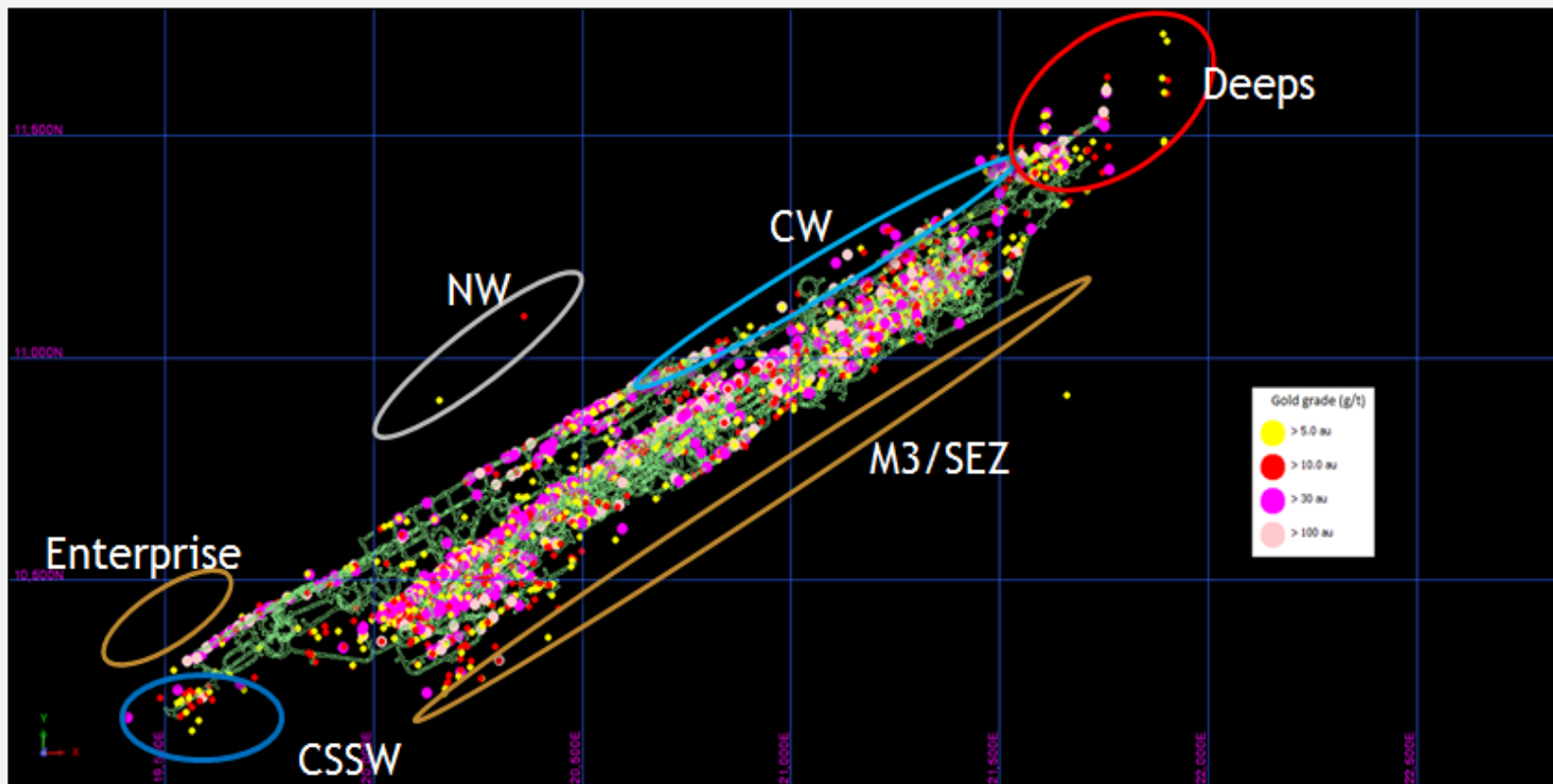
## *Modest infrastructure spend to take annualised production up to ~90koz p.a.*

- Processing capacity is now the bottleneck in the system
- At current processing rates of 600ktpa, a significant ore stockpile will be generated at Tarcoola
- Mill expansion study underway to optimise mill throughput
- Stage 1 Expansion – increasing Challenger CIP processing facility throughput capacity from 600ktpa to 700ktpa with minimal capital expenditure
- Stage 2 Expansion - increasing capacity to 800ktpa (funded through cashflow)
- Processing facility is largely a fixed cost such that an increase in throughput reduces unit rates significantly
- Challenger mill the only regional processing solution - centrally located to prospective exploration properties including the WGCJV



# RESOURCE DEVELOPMENT STRATEGY

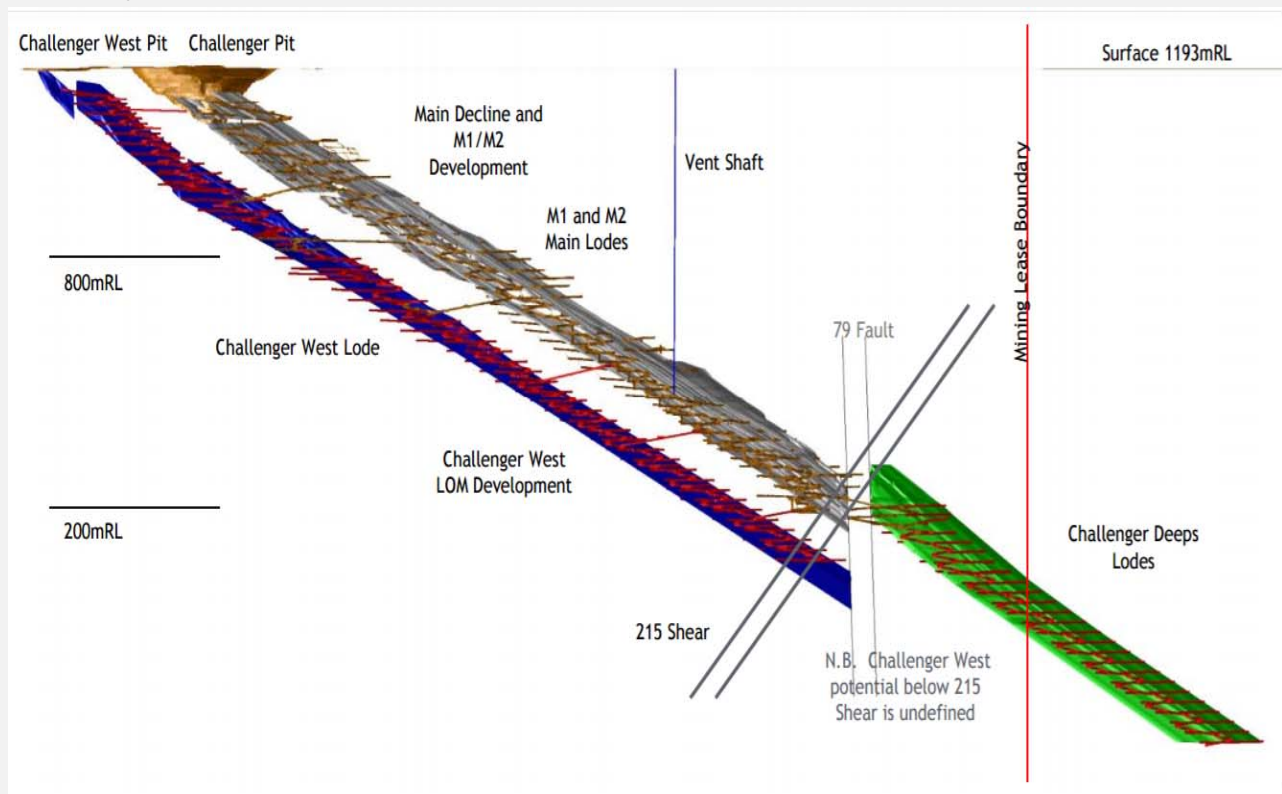
- Drilling is planned on multiple near mine exploration targets
- Development drilling involves further drilling into Challenger West, Aminus and remnant opportunities in the historic M1 and M2 lodes (to increase resource estimate)
- Near mine exploration drilling will target M3/SEZ and CSSW, with the goal of increasing the Challenger resource estimate in new areas





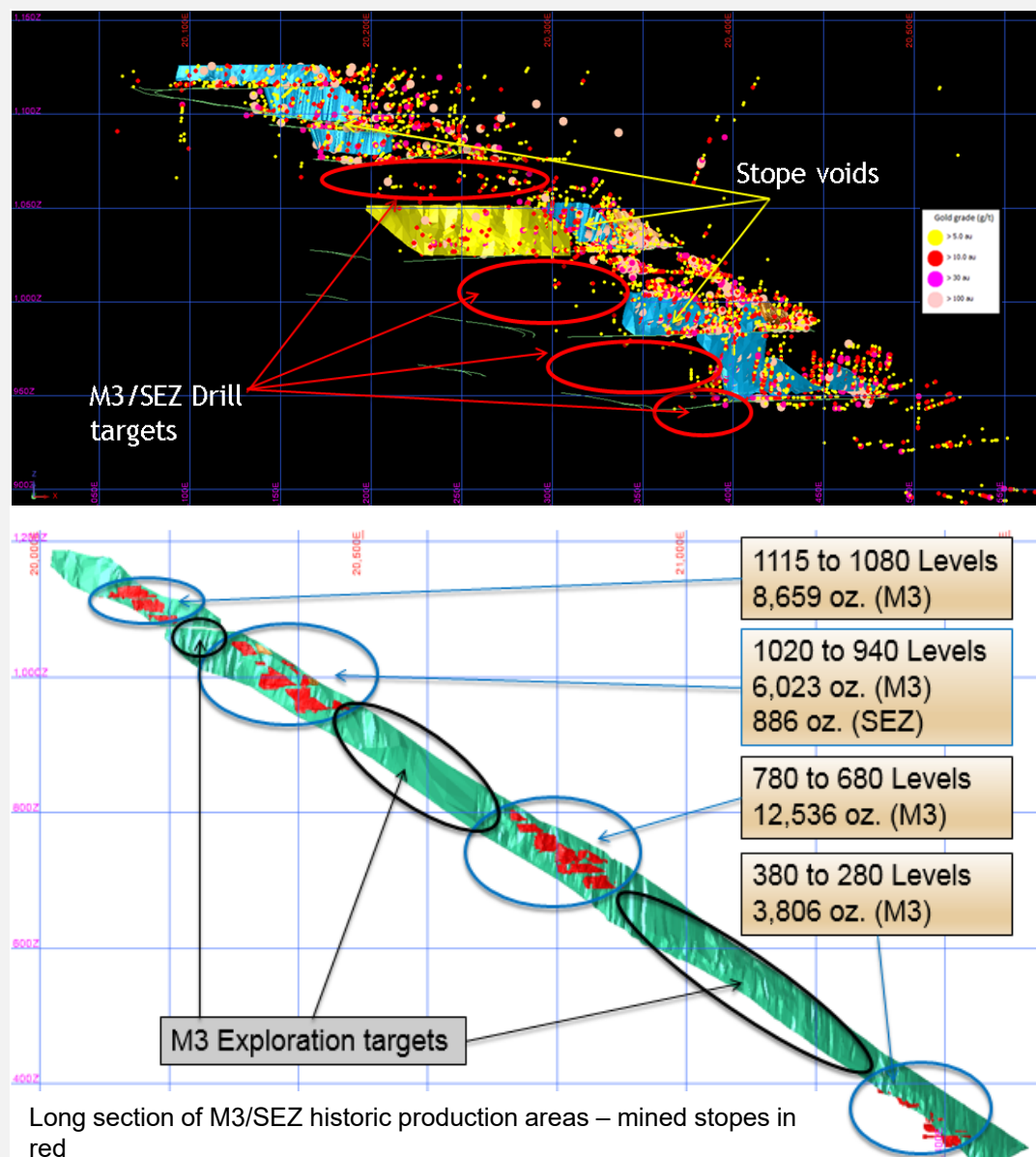
# DEVELOPMENT STRATEGY – CHALLENGER DEEPS

- Adjacent ML 6457 held by WPG now allows mining down plunge
- Drilling commenced and targeting M1, M2 and Challenger West lodes immediately below the 215 shear
- Excellent drill results to date
- Program to assist with planned mining activities later this year and increase existing mineral ore resource and reserve estimates
- Mine plan presented does not include inferred resources in Challenger Deeps or other potential lodes that may add to the resource below the 215 shear



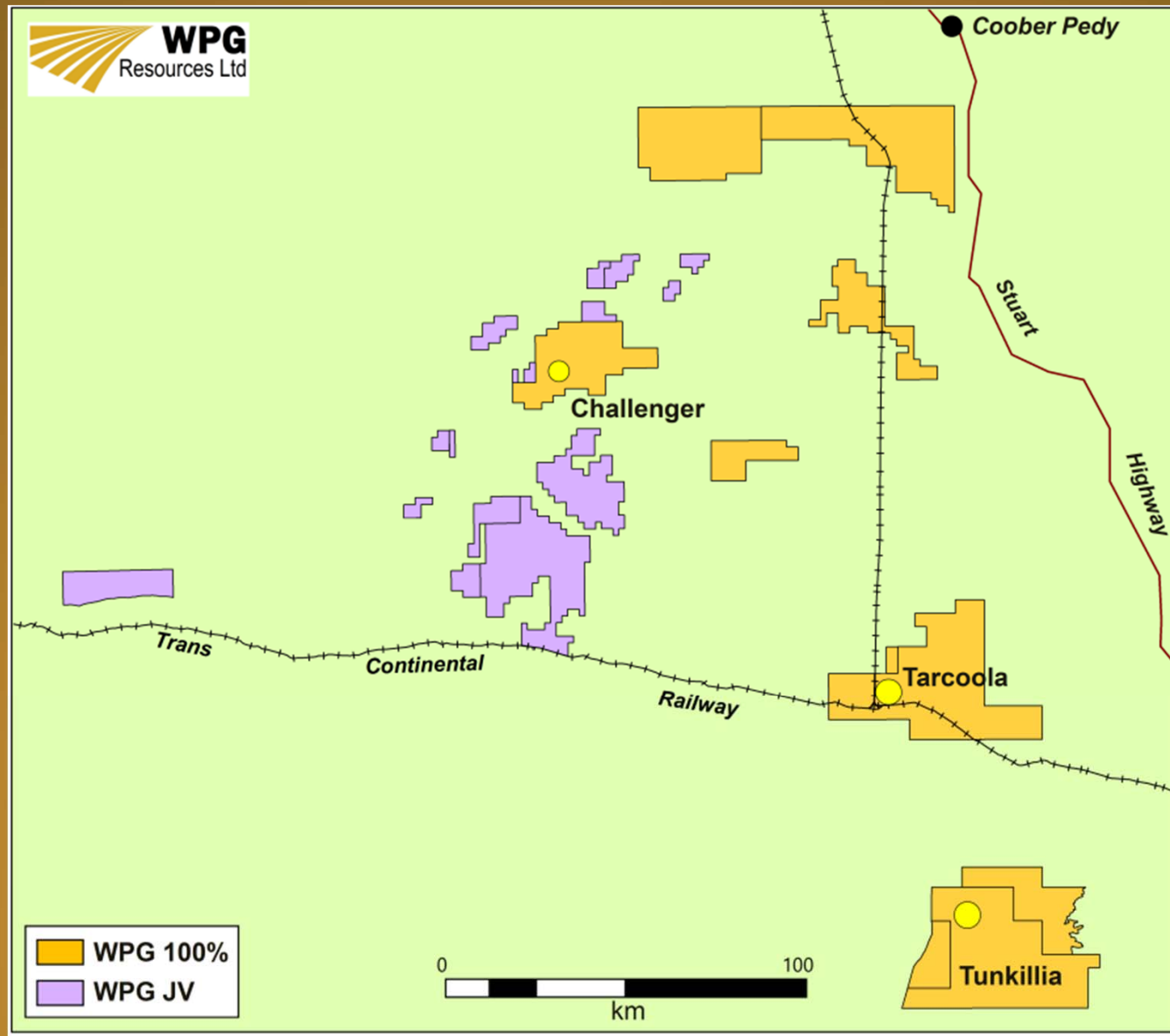
# DEVELOPMENT STRATEGY – M3/SEZ

- M3/SEZ lode at Challenger has been previously mined via surface and underground operations by previous owners
- M3/SEZ exploration target announced on 22 May
- Not included in the current resource estimate nor the mine plan
- Currently mining high grade material on the M3 structure on the 1055 level
- Future drilling aim to eventually define a Mineral Resource in these areas





# TARCOOLA GOLD PROJECT



FIRST GOLD POURED IN FEBRUARY 2017

# OPERATIONS RECENTLY COMMENCED

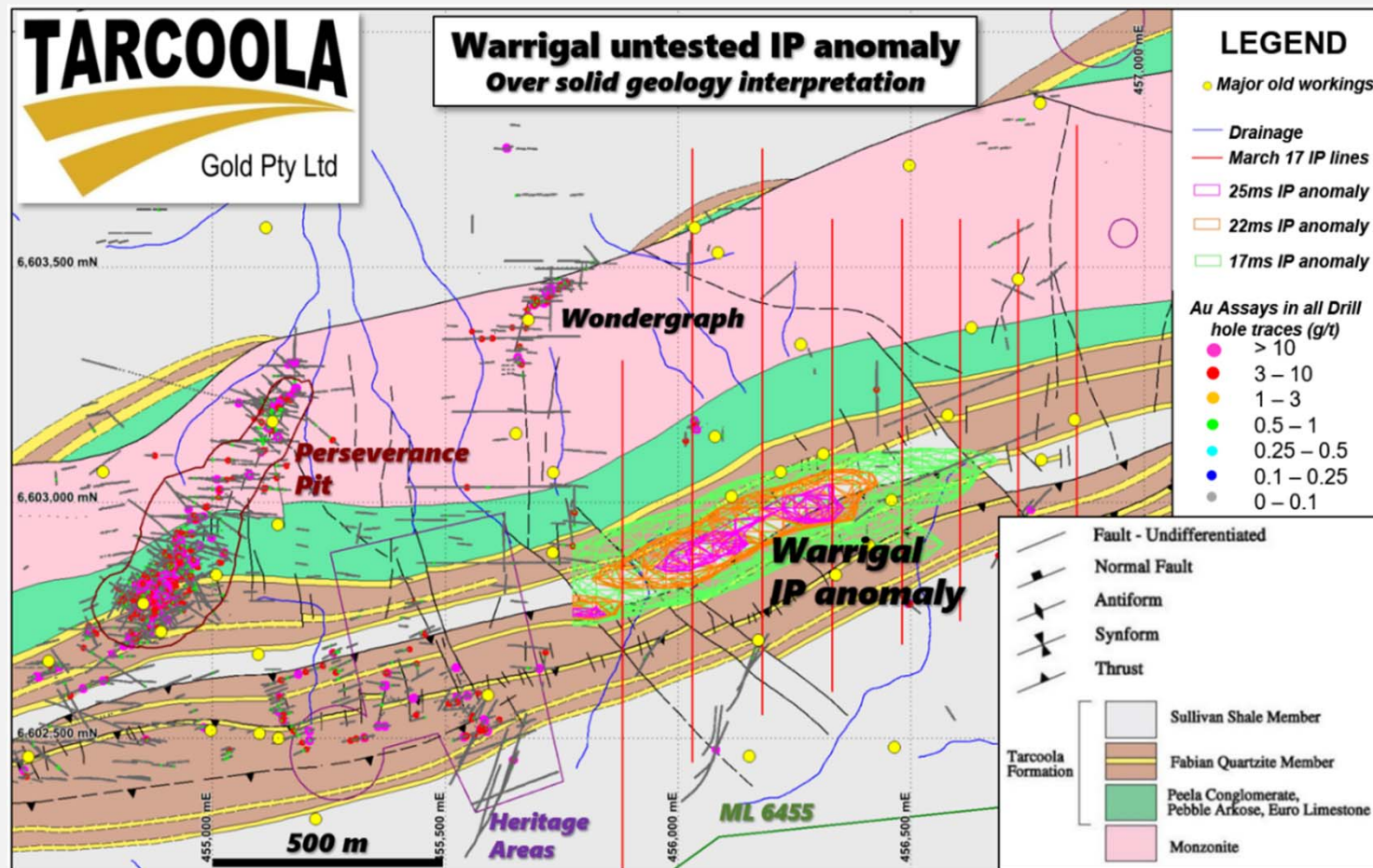
- Record 27,104 tonnes at 2.57 g/t Au mined, containing 2,239 oz in May 2017
- Ore trucked to Challenger for processing from mid-January 2017
- First gold poured February 2017
- Upper benches encountered zone of gold depletion however mining now in fresh rock
- New mineralised quartz veining mapped within pit with potential upside
- Aspirational target of 20,000 ozpa recovered
- Optimisation of processing rate at Challenger forms part of Challenger expansion study



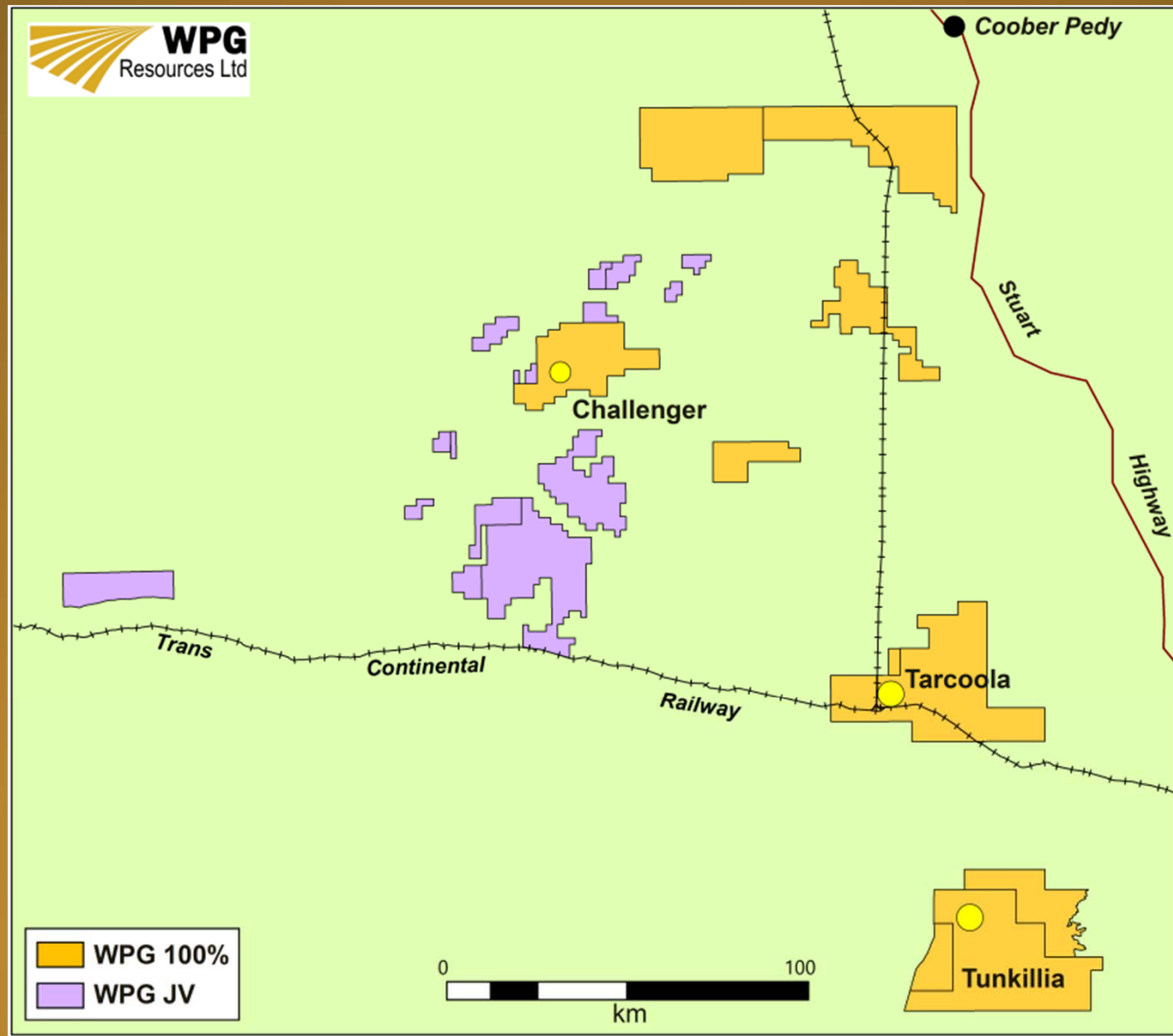
DFS Summary	
Capital Expenditure	\$4m
Average AISC (\$AU\Oz)	\$916
Mine Life	2 years
Processing period	3.5 years
Plant Recovery	95%
Return on capital invested (Pre-Tax)	350%
Average Strip ratio	10.6:1
Ungeared pre-tax NPV <sup>7.5</sup>	\$39.6m

# TARCOOLA ML UPSIDE POTENTIAL

- Extensive areas of old workings indicate potential for increasing the resource and mine life
- Near term exploration program planned which is aimed at expanding Tarcoola mine life
- Drilling of Warrigal IP chargeability/soil geochemical anomaly planned



# TUNKILLIA GOLD PROJECT

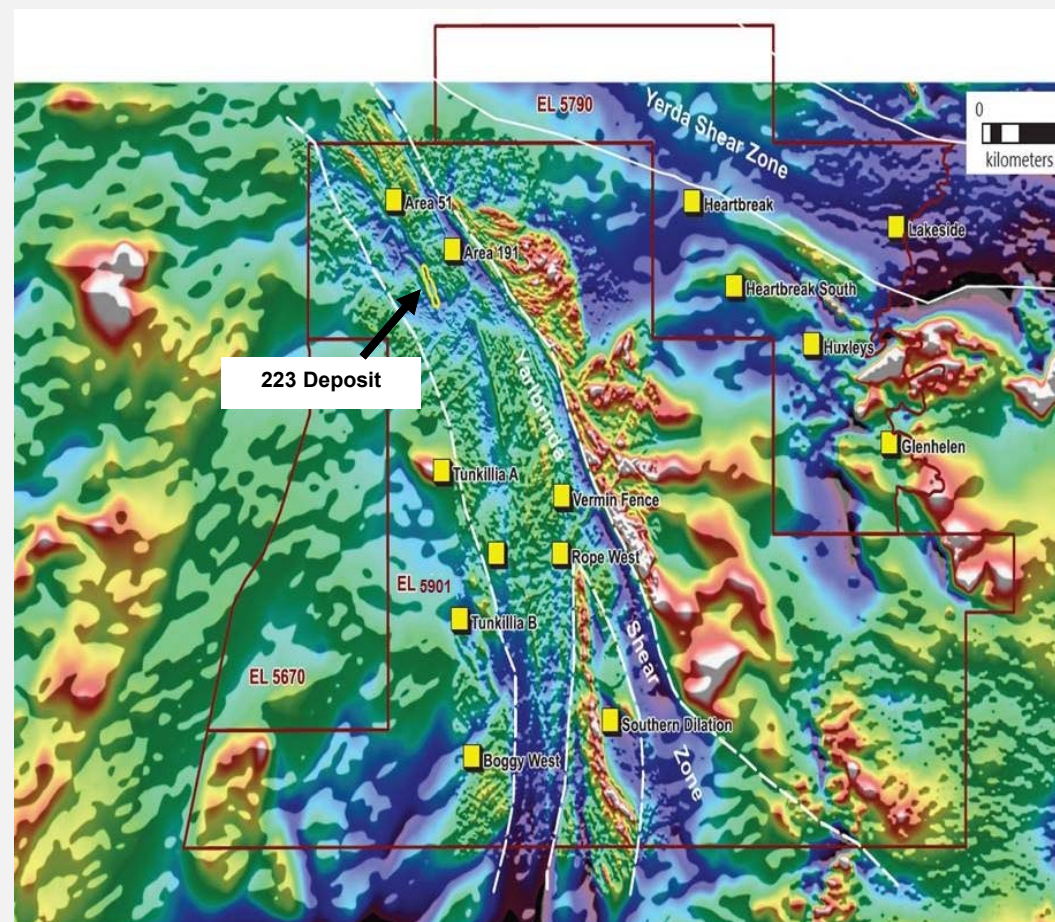


PROSPECTIVE OPPORTUNITY WITH JORC RESOURCE



# TUNKILLIA DEVELOPMENT PROJECT

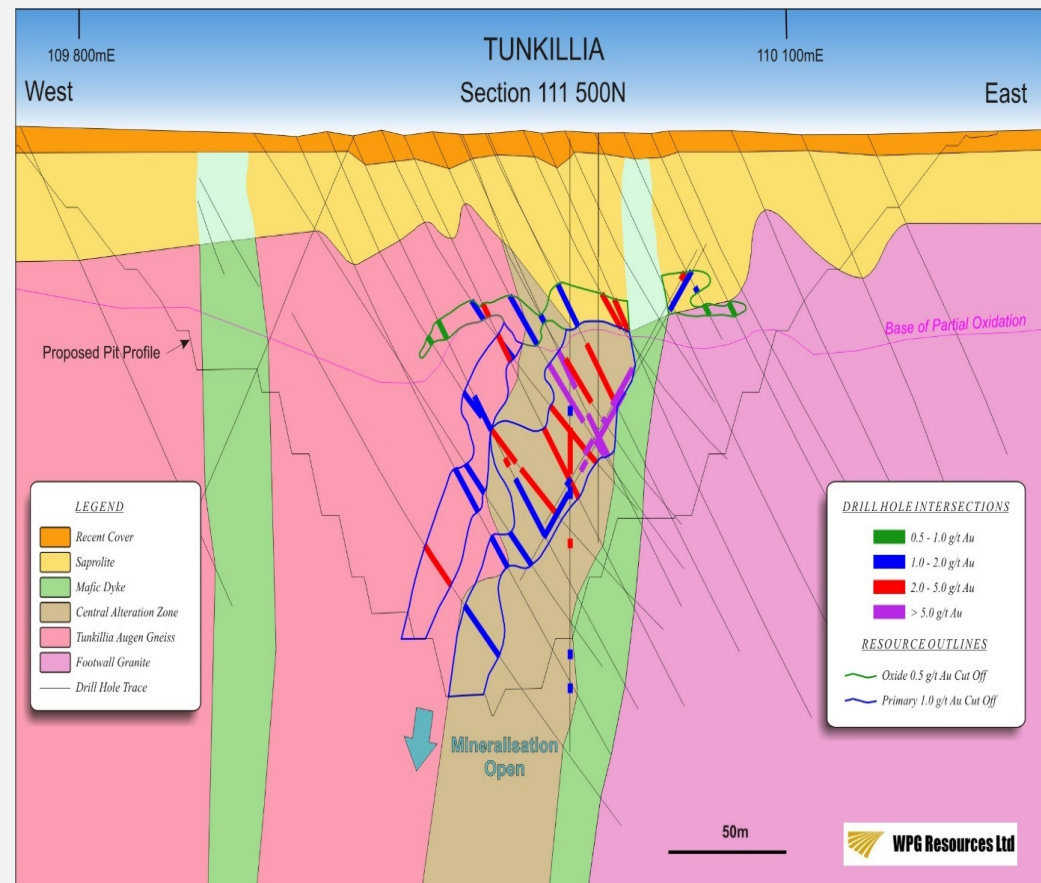
- 70 km south of Tarcoola
- Tunkillia 223 deposit discovered in 1996 and drilled to a depth of 300m by previous owners
- 3 Exploration Licences covering an area of 1,607 km<sup>2</sup>
- Significant regolith & bedrock gold mineralisation present at the Area 51 Prospects north east of the 223 deposit
- Analogous to major Kalgoorlie gold hosting shear systems
- Yerda & Yarlbirinda shear zones remain undrilled yet have the same aged rocks as Carapateena and Olympic Dam



# TUNKILLIA 223 DEPOSIT

*DFS to be advanced in late 2017*

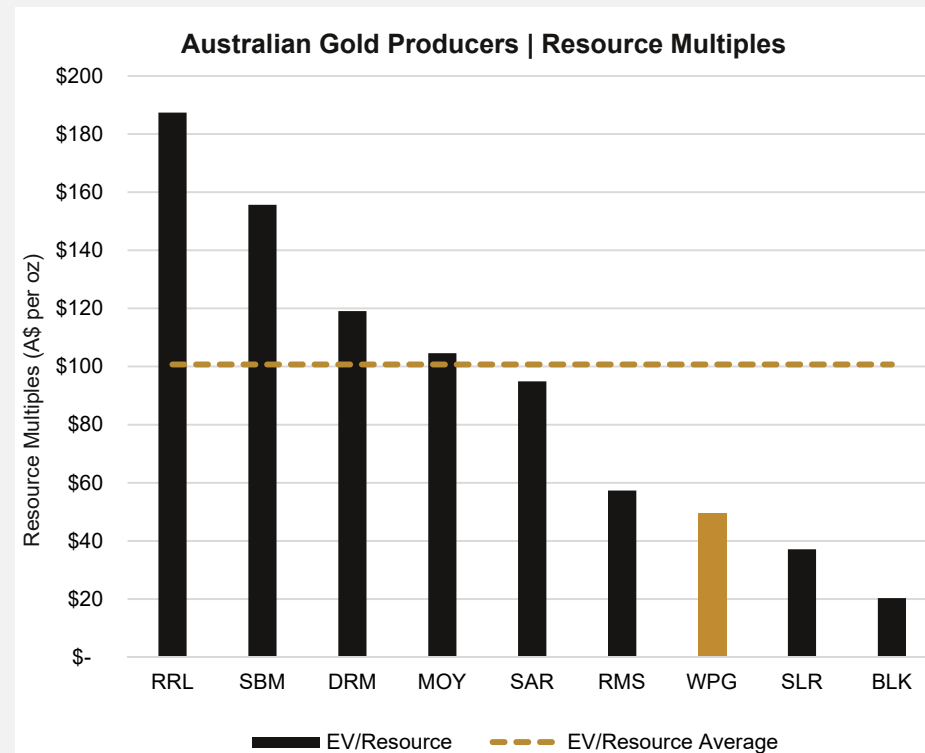
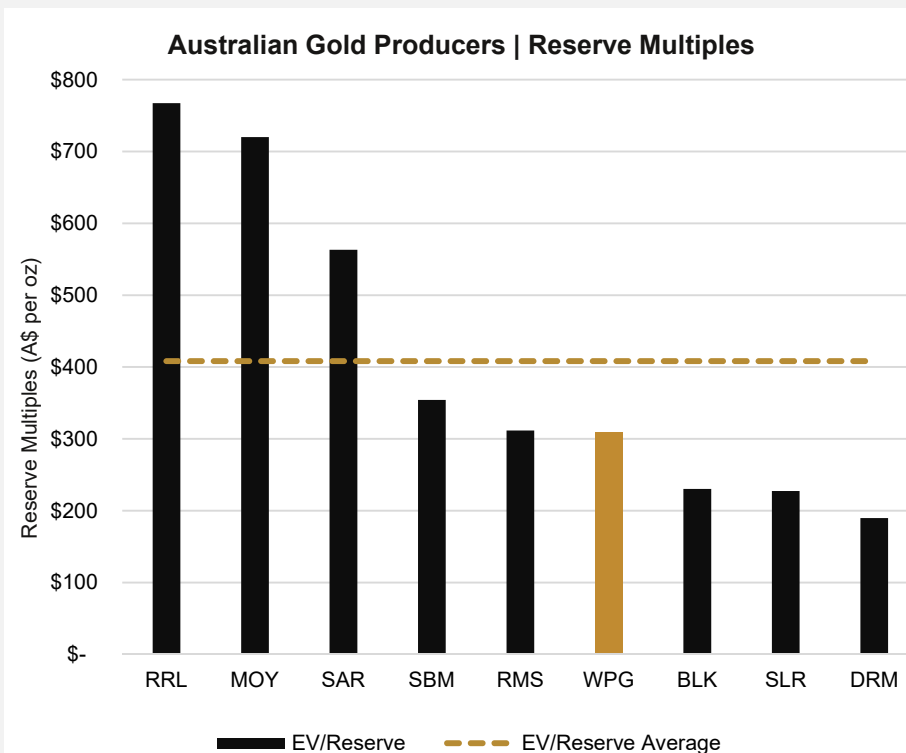
- 12.3 million tonnes @ 1.41 g/t (84% Measured & Indicated) 558,000 oz Au and 1,482,000 oz Ag
- Previous owner completed Scoping Study and PFS on the “223 Deposit”
- Indicative mine life 5 to 6 years
- Opportunities to re-engineer Project
- Project economics to be significantly enhanced with an expanded resource to amortise capital cost
- Strategy to identify resources to feed central Tunkillia mill
- 20 identified prospects - only minor follow-up work on most prospects
- Deposit remains open down dip





# STRONG VALUE EQUATION

- Potential value re-rating as WPG executes revised forward mine plan with reduced AISC
- WPG targeting near-mine exploration opportunities – significant mine life extension potential
- Current mine plan does not include inferred resource estimates or exploration target (M3/SEZ)



\*Peer group includes ASX-listed gold companies with Australian production focus

\*Data taken as at May 2017

# KEY FOCUS AREAS

## *Material Gold Production*

- Targeting 80koz production from Challenger Processing Hub in FY18
- First gold recently poured from Tarcoola

## *Significant Development Upside*

- Development drilling at Challenger West, Aminus and historical M1/M2 lodes
- Current mine plan does not include inferred resource estimates
- Near-mine exploration at M3/SEZ and CSSW to extend mine life

## *Established Infrastructure and Regional Prospectivity*

- Staged infrastructure expansion of Challenger CIP plant to 800ktpa – only mill in the region
- WGCJV exploration plays within trucking distance to Challenger mill
- Tunkillia DFS to be advanced in late 2017

# GOLD MINERAL RESOURCES

*Excellent potential to expand resource base*

PROJECT	MEASURED			INDICATED			INFERRED			TOTAL RESOURCE		
	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)
<b>Challenger **</b>	226.0	6.20	45.0	814.0	8.10	213.0	363.0	7.40	86.0	1,401.0	7.60	344.0
<b>Tarcoola ***</b>				919.0	3.14	92.7	55.0	2.77	4.9	974.0	3.12	97.6
<b>Tunkillia ***</b>	3,100.0	1.68	167.0	7,240.0	1.29	300.0	1,980.0	1.45	92.0	12,320.0	1.41	558.0
<b>TOTAL*</b>	<b>3,314.0</b>	<b>1.99</b>	<b>212.0</b>	<b>8,973.0</b>	<b>2.10</b>	<b>605.7</b>	<b>2,398.0</b>	<b>2.38</b>	<b>182.9</b>	<b>14,695.0</b>	<b>2.11</b>	<b>999.6</b>

\* Totals are subject to rounding

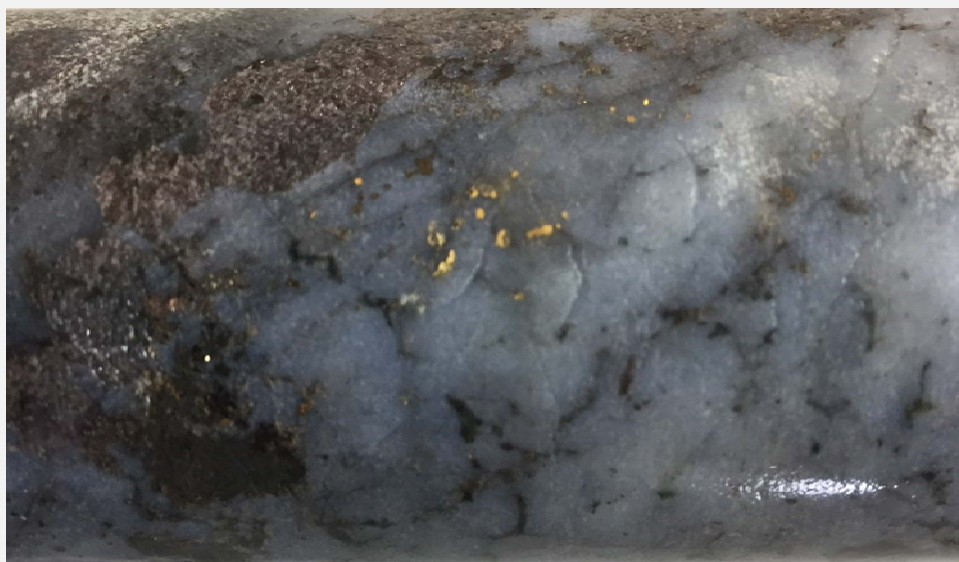
\*\* Challenger Mineral Resource estimate is as at 31 March 2017 – Notes 1-3, page 2

\*\*\* Mineral Resource estimates are as at 30 June 2016 – Notes 1-3, page 2

# GOLD ORE RESERVES

## *Excellent potential to expand reserve base*

PROJECT	PROVED			PROBABLE			TOTAL RESERVE		
	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)	Tonnes (kt)	Gold Grade (g/t)	Gold Metal (koz)
Challenger	190.0	3.52	22.0	368.0	5.74	68.0	558.0	4.98	89.0
Tarcoola				710.0	3.10	71.0	710.0	3.10	71.0
Tunkillia									
<b>TOTAL GOLD RESERVES</b>	<b>190.0</b>	<b>3.52</b>	<b>22.0</b>	<b>1,078.0</b>	<b>4.01</b>	<b>139.0</b>	<b>1,268.0</b>	<b>3.92</b>	<b>160.0</b>



Ore Reserve estimates are as at 30 June 2016 – Notes 1-3, page 2.