

ASX ANNOUNCEMENT

14 November 2017

ABN 80 085 905 997
Registered Office:
C/- Boardroom Pty Limited
Level 12, 225 George Street,
SYDNEY NSW 2000

50% reduction in staff salaries and director fees

(ASX: WFE) Winmar Resources Ltd (**Winmar**) advises investors that its cash outgoings due to staff salaries and director fees will be reduced by 50%, effective December 1, 2017.

The reduction will maximise the benefit of the recent rights issue, which raised approximately \$492,000.

The reductions in staff salaries and director fees are as follows:

1. Director fee of Alex Alexander, Non-Executive Chairman, is reduced by 30% from \$100,000 to \$70,000.
2. Director fee of Noel Halgreen, Non-Executive Director, is reduced by 20% from \$50,000 to \$40,000.
3. Salary of Rod Sainty, Managing Director, is reduced by 60% from \$220,000 to \$88,000.
4. Salary of Andrew Bray, General Manager, is reduced by 59% from \$140,000 to \$57,000.
5. The above reductions in staff salaries for the Managing Director and General Manager will apply until the new lead project is secured. Employment entitlements will remain unchanged.

The measures outlined above and tabulated below follow other cost reductions announced recently. In July, Winmar relocated its business premises out of the Sydney CBD to reduce monthly office lease expenditure, resulting in an annual saving of \$120,000. As announced yesterday, the Company has withdrawn from the Lomero joint venture in order to eliminate a range of costs associated with maintaining the joint venture.

Role	Current level	Reduced level
	\$ per annum	\$ per annum
Non Exec Chairman	100,000	70,000
Non Exec Director	50,000	40,000
Managing Director	220,000	88,000
General Manager	140,000	57,000
Sub-total	510,000	255,000
Superannuation	48,450	24,225
Total fees & salaries	558,450	279,225
REDUCTION		50%

Search for a new lead mineral project

As announced previously, Winmar is conducting a vigorous search to identify and acquire a new lead mineral project as soon as possible. The Company is considering quality opportunities in gold, copper and zinc together with the new energy metals lithium and cobalt. To date, Winmar has reviewed multiple projects and held advanced discussions with several vendors.

Winmar Managing Director commented: “We are very mindful of the need to preserve shareholder funds during the search for a new lead project. I am optimistic that we can secure an attractive project within the coming months. We are working diligently to create a new phase of growth in value for our shareholders”.

Mr Rod Sainty

Managing Director

Winmar Resources Limited

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