

17 Nov 2017

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Market Announcements Office
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Unfavourable judgement – WCL vs NRE Resources

On 16 November 2017, the Supreme Court of New South Wales gave judgment in favor of NRE Resources Pty Ltd against the Company in an amount yet to be determined which is expected to fall within the range of \$1.5m to \$2.5m plus costs. The judgment amount is likely to be entered before the end of this calendar year.

This judgment arises from a proceeding initially commenced by the Company against NRE Resources Pty Ltd for amounts owing under an intercompany loan account. In June 2017, NRE Resources Pty Ltd filed a cross-claim against the company, alleging and seeking indemnity for an amount it provided to the Mauritius Commercial Bank as security for the Company's obligations under that loan. NRE Resources was part of Gujarat NRE Group, previous major shareholder of the Company before October 2013.

The Company is considering an appeal.

Yours sincerely

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