

ASX ANNOUNCEMENT ASX: WIN 27 June 2014

CORPORATE DIRECTORY

Non Executive Chairman George Cameron-Dow

Managing Director & CEO David J Frances

Non-Executive Directors Stephen Lowe Bronwyn Barnes

Company Secretary Stephen Brockhurst

FAST FACTS

Issued Capital: 88m
Options Issued: 4.23m
Debt: Nil
Cash: \$ 6.2m
Market Cap \$ 22m

CONTACT DETAILS

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Shareholder Update

For Immediate Release –

Exploration Update – Fraser Range Projects

The Company has completed a number of exploration activities at its Fraser Range North (FRN) and Fraser Range South (FRS) projects since the last market update including;

- Aircore drilling
- Ground EM surveys
- Surface geochemistry
- Prospectivity analysis and prospect evaluation

Drilling (FRN)

Wide-spaced aircore drilling has been completed over three target areas within the E69/2989 - "Win-Eye" tenement along with some regional stratigraphic drilling (Figure: 1). Target areas were identified from detailed aeromagnetics undertaken by the Company in 2013. The northern target is a large (+5 km) "eye feature" and was drilled to blade refusal on 400 metre sections.

First-pass aircore drilling over the Company's FRN project area has been designed to investigate a number of parameters including; depth of cover, regolith, basement lithology, presence of saline water or graphite in the regolith, and to collect geochemical data through the weathering profile and of fresh rock at the bottom of hole where possible. Drilling over the northern "eye" has encountered mafic granulites, mafic gneisses, and intermediate to felsic quartz-rich granitoids, confirming the similarity of basement rock types to those that host the Nova nickel mineralisation.

Aircore drilling at the South Central target has also returned mafic gneiss, mafic granulite, and mafic schist. Drilling was completed along 400 metre sections. A number of stratigraphic drill holes were also completed in this area.

Assay results are still being received for this drilling and will be interpreted and reported to the market when complete.

No extensive or deep areas of cover were encountered within the areas drilled in E69/2989 and E28/2017, and no graphite or saline water was identified within the weathered profile. These findings have confirmed the suitability of airborne

electromagnetic techniques to identify buried conductors down to an estimated 125-150m depth.

The significance of this to Windward is twofold; a) it allows the Company to cover large prospective areas relatively cheaply and effectively (down to an estimated 125-150m), and b) when combined with the information gathered from the wide-spaced drilling, the ability to more accurately rank individual conductors – something very difficult (and often expensive) to do with EM data alone.

Airborne EM (HeliTEM) is intended to be flown over several target areas in the September quarter.

Ground EM Surveys (FRN & FRS)

Ground based EM surveys have been completed at projects in the FRN and FRS projects, specifically the Buningonia North and Kendenup prospects respectively (Figures: 1 & 2).

Buningonia North

A ground based moving-loop electro-magnetic (MLTEM) survey has recently been completed covering the Buningonia North prospect, where aircore drilling returned a number of highly anomalous nickel results. The drilling was completed to blade refusal and the results were released to the market on 24 March 2014. This moving loop survey was conducted by GEM Geophysics using a double turn 200m by 200m transmitter loop and the SQUID receiver.

The interpretation of this data set has been completed and has identified three moderate priority conductors. Conductor target BN001 corresponds to the target horizon (anomalous Ni results from aircore drilling and disrupted magnetic features) but displays low conductivity indicating that the source is not likely to be massive sulphides. Conductor BN002 is a single peaked response of short strike length that appears to be offset from the target horizon. Conductor BN003 is a discrete target with a late time response decay range typical of massive sulphides. This target has been modelled to a depth of 355 metres to the top of the response. A fixed loop EM survey will be conducted to better define this target prior to any future drill testing.

Kendenup Nickel Target

A ground Fixed Loop EM (FLEM) survey was completed over the Kendenup prospect to confirm the existing airborne EM anomaly. This survey consisted of a single fixed loop 600m x 475m with lines being read every 100m using the Smartem V system. The EM conductor has been confirmed and directly corresponds with the discrete bedrock conductor that was identified from the earlier airborne (HeliTEM) survey. Modelling of these results has determined that the source is not highly conductive and is likely to represent disseminated sulphides rather than massive sulphides. The lateral extent of the conductor is estimated at 215m x 400m at a depth of 50m to the top of the source. The conductor continues dipping to the south-west, beyond the depth capabilities of the EM survey.

This conductor, when combined with the 20 times background surface nickel anomaly identified by Windward (Figure: 3), is a high priority drill target. Diamond drill testing of the conductor is planned to be undertaken as soon as the Program Of Works (POW) has been approved by the DMP. This was lodged on 26/05/14 and is awaiting approval.

A number of HeliTEM anomalies in the Kendenup area are yet to be investigated.

Geochemical Surveys (FRN & FRS)

Broad spaced (800m x 400m and 400m x 400m) surface geochemical sampling has been undertaken over a number of new target areas identified from the detailed magnetics, flown by the Company in late 2013 – Figure: 1.

Western Margin Prospect (FRN) – E69/2989, is located approximately 2km east of the Nova Ni/Cu deposit (Sirius Resources). Broad spaced (400m x 400m) surface soil sampling has returned an anomalous nickel and copper trend

extending for 4 kilometres in a NE direction at a threshold of +50ppm Ni and +30ppm Cu. This area has no outcrop but is interpreted to be covered largely by residual soils. Infill sampling is planned for the coming quarter.

Several other areas on E69/2989 and E28/2017 (FRN) were covered by surface geochemical sampling – results are awaited.

At the FRS project, roadside geochemical sampling has been completed over all of the Company's tenements. These tenements extend from Rocky Gully in the west to Bremer Bay in the east, a distance of 250 kilometres. Samples were collected approximately every 500m along accessible roads and tracks and submitted for multi-element analysis. Approximately 10% of these samples are awaiting assay determination and the remainder have been fully assessed. A number of base and precious metals targets have been identified for follow up sampling and further investigation. This work is currently underway and is expected to be completed by June 30 (Figure: 4).

Once all assays from sampling have been interpreted, the targets will be prioritised and further infill and extension sampling (with the consent of the landholders) will be commenced in the coming quarter.

Exploration Plans - Calendar Year Q3

The Company's exploration programme for CY-Q3 includes the following;

- Diamond drill testing of the EM conductor at the Kendenup Prospect (FRS)
- Complete all follow-up geochemical sampling on identified targets within the FRS Project
- Aircore drilling to be completed across a number of remaining targets on the FRN (Win-Eye) tenement (E69/2989)
- Completion of several airborne HeliTEM survey areas covering targets on E69/2989 and E28/2017 (FRN), including
 the Win-Eye and extensions of the stratigraphy which hosts Classic Minerals' "Mammoth" prospect and other
 targets identified from magnetics
- Ground EM and Drill testing of conductors identified in HeliTEM surveys (FRN)

The Company continues to rapidly advance its knowledge base on the FRN and FRS projects by careful and persistent exploration with the aim of making a significant discovery.

The Company will make regular updates to shareholders as results become available.

David J Frances
Managing Director & CEO

Competent Persons Statement

The information in this document that relates to exploration results is based upon information compiled by Mr David Frances, a full-time employee of Windward Resources Limited. Mr Frances is a Member of the Australian Institute of Geoscientists (AIG) and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (JORC Code). Mr Frances consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears.

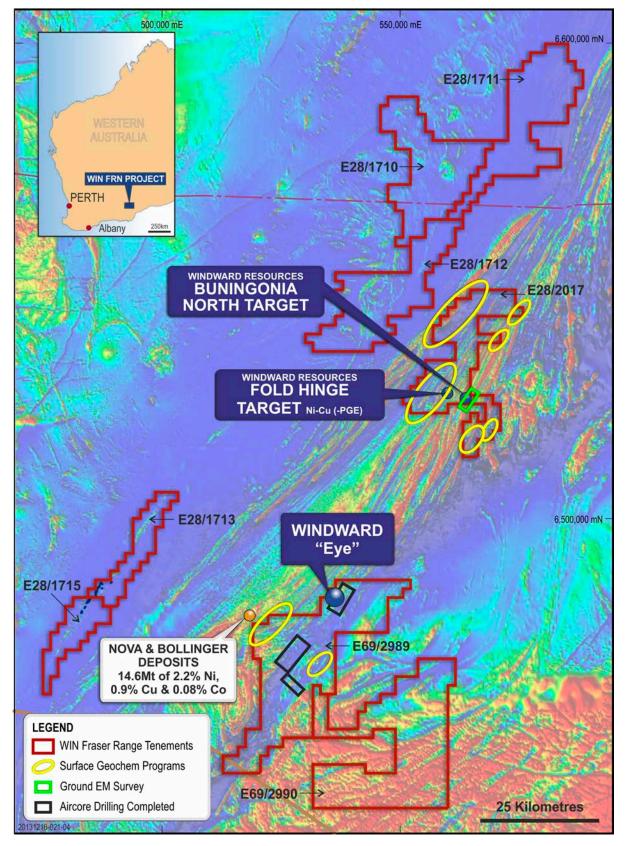


Figure: 1 – FRN E69/2989 and E28/2017 Showing Work Completed and Described in this Update

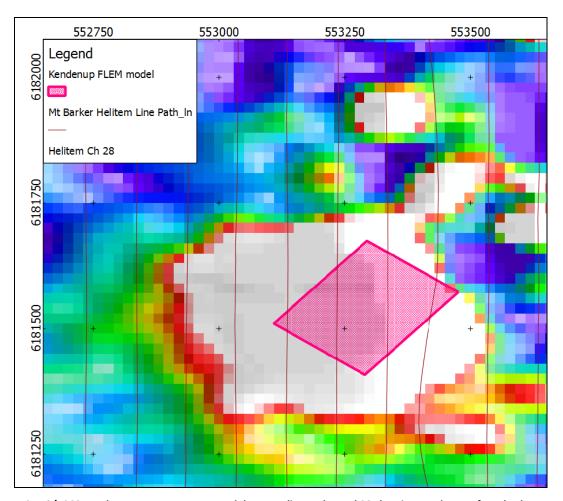


Figure: 2 – FRS E70/4068 Kendenup prospect, FLEM model over HeliTEM channel 28 showing conductors from both surveys are coincident

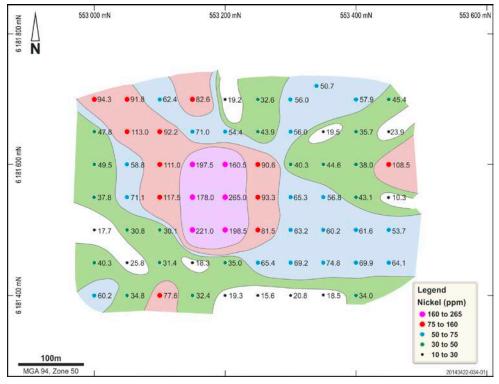


Figure: 3 – FRS E70/4068 Kendenup prospect, showing nickel in -80# soil results.

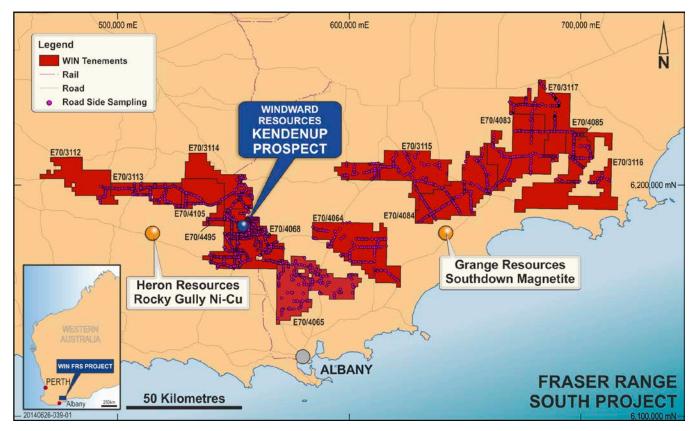


Figure: 4 – FRS Roadside sampling coverage to 13 June 2014 – coverage will be completed by 30 June 2014.

Appendix 1: Windward Resources Limited – Fraser Range North and Fraser Range South projects – Soil Sampling, Laterite Sampling, Aircore Drilling JORC CODE 2012 Table 1.

Section 1 Sampling Techniques and Data

	JORC Code explanation	Commentary			
Sampling techniques	 Nature and quality of sampling (eg cut channels, random chips, or specific specialised industry standard measurement tools appropriate to the minerals under investigation, such as down hole gamma sondes, or handheld XRF instruments, etc). These examples should not be taken as limiting the broad meaning of sampling. Include reference to measures taken to ensure sample representivity and the appropriate calibration of any measurement tools or systems used. Aspects of the determination of mineralisation that are Material to the Public Report. In cases where 'industry standard' work has been done this would be relatively simple (eg 'reverse circulation drilling was used to obtain 1 m samples from which 3 kg was pulverised to produce a 30 g charge for fire assay'). In other cases more explanation may be required, such as where there is coarse gold that has inherent sampling problems. Unusual commodities or mineralisation types (eg submarine nodules) may warrant disclosure of detailed information. 	Soil samples were collected on various spacing's at an average depth of 20cm. QAQC standards are included routinely with the submission of soil samples. All soil samples are sieved 177µ (minus 80 mesh) samples. Soil samples are submitted for multi-element analysis by ICP-MS technique. All roadside sampling was by collection of laterite at various depths. All laterite samples are submitted for multi-element analysis by ICP-MS technique. All aircore drill samples were collected using a hand held spear. A full and level spear is consistently collected for each sample. Samples were composited by sampling the individual 1 metre sample spoils and combining 4 for each composite sample. Aircore drilling was used to obtain 1 metre samples which are initially			
Drilling techniques	Drill type (eg core, reverse circulation, open-hole hammer, rotary air blast, auger, Bangka, sonic, etc) and details (eg core diameter, triple or standard tube, depth of diamond tails, face-sampling bit or other type, whether core is oriented and if so, by what method, etc).	composited for multi-element analysis by ICP-MS/OES technique. The aircore drilling was completed by Drillpower using a 92 mm blade bit to blade refusal.			
Drill sample recovery	 Method of recording and assessing core and chip sample recoveries and results assessed. Measures taken to maximise sample recovery and ensure representative nature of the samples. Whether a relationship exists between sample recovery and grade and whether sample bias may have occurred due to preferential loss/gain of fine/coarse material. 	Sample recoveries were recorded but not quantitatively measured. The sampling cyclone and buckets were cleaned regularly. Not applicable			
Logging	Whether core and chip samples have been geologically and geotechnically logged to a level of detail to support appropriate Mineral Resource estimation, mining studies and metallurgical studies.	Soil samples are logged for landform and surface material considerations. Samples do not produce chips for suitable for geological or geotechnical logging. The samples collected are fine sieved samples.			

	JORC Code explanation	Commentary		
	 Whether logging is qualitative or quantitative in nature. Core (or costean, channel, etc) photography. The total length and percentage of the relevant intersections logged. 	Aircore drill chips were geologically logged only. A bottom of hole reference sample of the washed cuttings was retained was collected for each drill hole. Qualitative descriptions recorded of color, grain size, texture and lithology. Geological information is collected digitally (tablet) at the drill site. Drill holes are geologically logged in their entirety.		
Sub- sampling techniques and sample preparation	 If core, whether cut or sawn and whether quarter, half or all core taken. If non-core, whether riffled, tube sampled, rotary split, etc and whether sampled wet or dry. For all sample types, the nature, quality and appropriateness of the sample preparation technique. Quality control procedures adopted for all sub-sampling stages to maximise representivity of samples. Measures taken to ensure that the sampling is representative of the in situ material collected, including for instance results for field duplicate/second-half sampling. Whether sample sizes are appropriate to the grain size of the material being sampled. 	 Not applicable Soil samples were dry. The samples are dried and pulverized before analysis. Pulveriser bowls are barren washed between samples. QAQC reference samples are routinely submitted with each sample batch generally on a ratio of 1 standard per 50 samples. No field duplicates are taken for first pass soil sampling. Areas of interest are re-confirmed by completing infill sampling. The size of the sample is considered appropriate for mineralisation styles sought and for the analytical technique used. Aircore samples are not riffle split. Samples consisted routinely of 4 metre composites. Other composites of 2 metre and 3 metres and individual 1 metre samples were collected where required (ie bottom of hole). Submitted sample weights vary from 1 kg to 3 kg. In selected interval samples were also collected as individual 1 metre samples. Samples were collected using hand spearing of each of the sample spoils. Where 4 metre composite samples return anomalous results the 1 metre samples may be submitted for analysis. 		
Quality of assay data and laboratory tests	 The nature, quality and appropriateness of the assaying and laboratory procedures used and whether the technique is considered partial or total. For geophysical tools, spectrometers, handheld XRF instruments, etc, the parameters used in determining the analysis including instrument make and model, reading times, calibrations factors applied and their derivation, etc. Nature of quality control procedures adopted (eg standards, blanks, duplicates, external laboratory checks) and whether acceptable levels of accuracy (ie lack of bias) and precision have been established. 	 The soil samples analysis was completed by Labwest Laboratories in Malaga, WA using a microwave/aqua regia based digest. This method is considered a partial extraction technique. Elements were measured using an inductively coupled plasma mass spectrometry (ICP-MS) technique. These are considered the most cost effective technique of low level analysis of gold and base metals. For soil samples QAQC samples were routinely inserted within the sample batches at generally 1 standard per 50 samples. In addition reliance is placed on laboratory procedures and laboratory batch standards. For aircore drilling samples analysis was completed by ALS Laboratories Perth using a 4 acid digest, which is regarded as a total 		

	JORC Code explanation	Commentary			
		digest. Elements were measured using inductively coupled plasma mass spectrometry (ICP-MS) and Optical Emission (ICP-OES) techniques. These are considered the most cost effective technique of low level analysis of gold and base metals. • For aircore drill samples QAQC samples were routinely inserted within the sample batches at generally 1 standard per 50 samples. In addition reliance is placed on laboratory procedures and laboratory batch standards.			
Verification of sampling and assaying	 The verification of significant intersections by either independent or alternative company personnel. The use of twinned holes. Documentation of primary data, data entry procedures, data verification, data storage (physical and electronic) protocols. Discuss any adjustment to assay data. 	 Alternative company personnel (geologists and database specialist) have verified the significant results that are listed in this report. It is considered that the company is using industry standard techniques for sampling and using independent laboratories with the inclusion of company standards on a routine basis. Not Applicable at this early stage of exploration. Sampling data is collected in the field and data entry and validation is completed in the office by experienced database personnel assisted by the geological staff and assay results are merged with the primary data using established database protocols. No adjustments are made to the assay data. 			
Location of data points	 Accuracy and quality of surveys used to locate drill holes (collar and down-hole surveys), trenches, mine workings and other locations used in Mineral Resource estimation. Specification of the grid system used. Quality and adequacy of topographic control. 	 Soil sample sites are surveyed by using modern GPS units with a considered accuracy of +- 5 metres. This is considered acceptable for these broad spaced ground activities. All coordinates are expressed in GDA 94 datum. Topographic control of 2- 10 metres is achieved by using published maps. This is considered acceptable for these regional style exploration activities. 			
Data spacing and distribution	 Data spacing for reporting of Exploration Results. Whether the data spacing and distribution is sufficient to establish the degree of geological and grade continuity appropriate for the Mineral Resource and Ore Reserve estimation procedure(s) and classifications applied. Whether sample compositing has been applied. 	 Soil sample and aircore drillhole spacing's are determined by allowing a first pass testing to cover the target area. This sampling has been completed on various spacings dependent on style of deposit being explored for. Not applicable No Compositing of samples has been undertaken for the soil or roadside laterite sampling programs. Aircore samples consisted routinely of 4 metre composites. Other composites of 2 metre and 3 metres and individual 1 metre samples were collected where required (ie bottom of hole). 			
Orientation of data in relation to	 Whether the orientation of sampling achieves unbiased sampling of possible structures and the extent to which this is known, considering the deposit type. 	 The orientation of the aircore traverses is considered to achieve an unbiased sampling at these broad spacings given it is an early stage of exploration. 			

	JORC Code explanation	Commentary		
geological structure	If the relationship between the drilling orientation and the orientation of key mineralised structures is considered to have introduced a sampling bias, this should be assessed and reported if material.	Not applicable		
Sample security	The measures taken to ensure sample security.	Sample bags are clearly marked and addressed for assay laboratory and are delivered using commercial carriers or company personnel. Assay pulps are retained and stored in company facility for future reference if required.		
Audits or reviews	The results of any audits or reviews of sampling techniques and data.	No audits or reviews have been completed of sampling techniques.		

Section 2 Reporting of Exploration Results (Criteria listed in the preceding section also apply to this section.)

Criteria	JORC Code explanation	Commentary		
Mineral tenement and land tenure status	 Type, reference name/number, location and ownership including agreements or material issues with third parties such as joint ventures, partnerships, overriding royalties, native title interests, historical sites, wilderness or national park and environmental settings. The security of the tenure held at the time of reporting along with any known impediments to obtaining a licence to operate in the area. 	 E28/2017 and E69/2989 are owned 70% Windward Resources and 30% Ponton Minerals Pty Ltd. They located on vacant crown land. A proposed nature reserve PNR/91 covers approximately 60% of E28/2017. The tenements are located within Native Title Claim WC 99/2 by the Ngadju People. E28/2017 is granted for a period of 5 years and expires on 21 September 2016. E69/2989 is granted for a period of 5 years and expires on 3 April 2018. All of the Fraser Range South tenements are located on farming freehold title. *Attached table lists expiry dates. 		
Exploration done by other parties	Acknowledgment and appraisal of exploration by other parties.	Previous exploration carried out by previous explorers include calcrete, soil, rockchip, and laterite sampling. Broad spaced aircore drilling has also been completed. Geological Survey of WA (GSWA) have completed regional soil sampling on nominal 4 kilometre centres and the acquisition of 400 metre spaced aeromagnetic and radiometric data.		
Geology	Deposit type, geological setting and style of mineralisation.	The target is Nova style Ni Cu mineralization hosted in high grade mafic granulites of the Fraser Complex.		
Drill hole Information	 A summary of all information material to the understanding of the exploration results including a tabulation of the following information for all Material drill holes: easting and northing of the drill hole collar 	 The soil sample locations are shown in the body of the text. The aircore drilling completed previously by Windward has been reported in earlier ASX releases. All holes with significant intersections of copper (>200ppm) and/or nickel (>1000ppm) and/or 		

Criteria	JORC Code explanation	Commentary			
	 elevation or RL (Reduced Level – elevation above sea level in metres) of the drill hole collar dip and azimuth of the hole down hole length and interception depth hole length. If the exclusion of this information is justified on the basis that the information is not Material and this exclusion does not detract from the understanding of the report, the Competent Person should clearly explain why this is the case. 	silver (>1g/t) and/or cobalt (>1,000ppm). The remaining holes do not have any significant results to report and are not listed. Drilling was undertaken testing conceptual targets and covering geochemical anomalies. Although these holes have no significant results they have provided valuable geological information.			
Data aggregation methods	 In reporting Exploration Results, weighting averaging techniques, maximum and/or minimum grade truncations (eg cutting of high grades) and cut-off grades are usually Material and should be stated. Where aggregate intercepts incorporate short lengths of high grade results and longer lengths of low grade results, the procedure used for such aggregation should be stated and some typical examples of such aggregations should be shown in detail. The assumptions used for any reporting of metal equivalent values should be clearly stated. 	 For the aircore drilling (previously reported) weighted averaging techniques (where required) have been applied to the composite samples when calculating grade intervals. No compositing of assays have been applied to the soil sample results. The composited intervals for aircore drilling have been calculated using a minimum of assay of 1,000 ppm Ni or 200ppm Cu, where applicable. No metal equivalent values have been reported. 			
Relationship between mineralisatio n widths and intercept lengths	 These relationships are particularly important in the reporting of Exploration Results. If the geometry of the mineralisation with respect to the drill hole angle is known, its nature should be reported. If it is not known and only the down hole lengths are reported, there should be a clear statement to this effect (eg 'down hole length, true width not known'). 	 The geometry of anomalous nickel assays from aircore drilling is unknown. The soil sampling assays defines a geochemical surface expression and no information regarding possible geometry of mineralisation is obtained. All drill hole intercepts are measured in down hole metres 			
Diagrams	Appropriate maps and sections (with scales) and tabulations of intercepts should be included for any significant discovery being reported These should include, but not be limited to a plan view of drill hole collar locations and appropriate sectional views.	Appropriate plans have been included in the body of the report.			
Balanced reporting	 Where comprehensive reporting of all Exploration Results is not practicable, representative reporting of both low and high grades and/or widths should be practiced to avoid misleading reporting of Exploration Results. 	Not applicable at this stage.			
Other substantive	 Other exploration data, if meaningful and material, should be reported including (but not limited to): geological observations; geophysical survey results; geochemical survey results; bulk samples – size and 	A detailed aeromagnetic survey was completed in early December 2013 by GPX Surveys Pty Ltd. No interpretations have been completed on this data set at this stage. This survey has been			

Criteria	JORC Code explanation	Commentary			
exploration data	method of treatment; metallurgical test results; bulk density, groundwater, geotechnical and rock characteristics; potential deleterious or contaminating substances.	completed along NW – SE flights at 50 metre spacing using a nominal 30 metre flying height. Aircore drilling has been completed by Windward Resources during February and March 2014.			
Further work	· ·	 Further regional and infill soil sampling covering selected target areas is planned. It is planned to complete further aircore drilling over selected targets. Airborne EM is planned to be lown over selected areas of the FRN project. 			

* Details of All Fraser Range South Tenements Currently Held

Tenement	Manager	Granted	Expiry	Status	Туре	Area	Blocks
ID	Co.	Date	Date			Kms²	
E70/3112	Windward	12-Mar-13	11-Mar-18	GRANTED	E1-2 WA	329	116
E70/3113	Windward	12-Mar-13	11-Mar-18	GRANTED	E1-2 WA	215.5	76
E70/3114	Windward	12-Mar-13	11-Mar-18	GRANTED	E1-2 WA	297.8	105
E70/3115	Windward	12-Mar-13	11-Mar-18	GRANTED	E1-2 WA	567.5	200
E70/3116	Windward	12-Mar-13	11-Mar-18	GRANTED	E1-2 WA	436.6	154
E70/3117	Windward	12-Mar-13	11-Mar-18	GRANTED	E1-2 WA	478	168
E70/4064	Windward	29-May-13	28-May-18	GRANTED	E1-2 WA	565.5	200
E70/4065	Windward	23-Dec-13	22-Dec-18	GRANTED	E1-2 WA	564.5	200
E70/4068	Windward	06-Jul-12	05-Jul-17	GRANTED	E1-2 WA	565.6	200
E70/4083	Windward	07-Mar-12	06-Mar-17	GRANTED	E1-2 WA	568.2	200
E70/4084	Windward	18-Feb-13	17-Feb-18	GRANTED	E1-2 WA	567.1	200
E70/4085	Windward	07-Mar-12	06-Mar-17	GRANTED	E1-2 WA	198.8	70
E70/4105	Windward	18-Feb-13	17-Feb-18	GRANTED	E1-2 WA	212.6	75
E70/4495	Windward	01-Aug-13	31-Jul-18	GRANTED	E1-2 WA	48.1	17