

SALE OF PAVAROTTI PROJECT IRON ORE RIGHTS

HIGHLIGHTS

- Binding term sheet signed with Mineral Resources (ASX:MIN) to sell the iron ore rights for WMG's Pavarotti Project (tenements E77/2478 and E77/2746)
 - Purchase consideration of \$200,000 cash and 1.25% future production royalty payable to WMG
 - WMG retains 100% interest in all other minerals relating to the Pavarotti Project
 - WMG to remain focused on the Ni-Cu-PGE potential of the project whilst leaving iron ore to Mineral Resources with their iron ore expertise
 - Recent field visit conducted to the Pavarotti Project to locate historical drill holes and map and sample the Jock's Fury gossan
 - Historical drill holes at Jock's Fury include:
 - H202 - 4.6m at 1.28% Ni, 597ppm Cu and 293ppm Co from 42.7m to EOH
 - H273 - 16.8m at 0.78% Ni, 360ppm Cu and 285ppm Co from 12.2m inc. 3.1m at 1.60% Ni, 865ppm Cu and 700ppm Co from 24.4m
 - Pavarotti is WMG's second nickel sulphide project along with the flagship Mulga Tank Ni-Cu-PGE Project
-

Western Mines Group Ltd (WMG or Company) (**ASX:WMG**) is pleased to update shareholders on the sale of the iron ore mineral rights at the Company's Pavarotti Project to Mineral Resources Limited (ASX:MIN). The transaction unlocks hidden value at the project whilst the Company maintains its 100% interest in all other minerals and remains focused on Ni-Cu-PGE exploration at the project.

Commenting on the Pavarotti Project, WMG Managing Director Caedmon Marriott said:

"This is a great little deal for the Company and WMG shareholders, unlocking some hidden value within the Company's project portfolio. WMG maintains its 100% interest in all other minerals associated with the project as well as gaining a potential 1.25% royalty on any future iron ore production. We remain focused on the Ni-Cu-PGE potential at the project and would not really have looked much at the iron ore, which is best left to our neighbours Mineral Resources.

The cash from the sale will go towards expanding our upcoming drilling program at the flagship Mulga Tank Ni-Cu-PGE Project offering potential high-impact returns for shareholders!"

Western Mines Group Ltd

Level 3, 33 Ord Street
West Perth WA 6005

ASX:WMG

Telephone: +61 475 116 798
Email: contact@westernmines.com.au

www.westernmines.com.au

Shares on Issue: 44.65m
Share Price: \$0.245
Market Cap: \$10.94m
Cash: \$4.41m (30/12/21)

PAVAROTTI PROJECT OVERVIEW

The Pavarotti Project comprises exploration licence E77/2478 and exploration licence application E77/2746. The project is located approximately 50km north-northeast of Southern Cross and lies on the western side of the Koolyanobbing Greenstone Belt, a northwest trending sequence of mafic and ultramafic volcanic and intrusive rocks with lesser sediments intercalated with BIF horizons forming prominent ridges. The BIF horizons have been exploited since the 1960s, with several open pit iron ore mines that are currently owned by Mineral Resources (ASX:MIN).

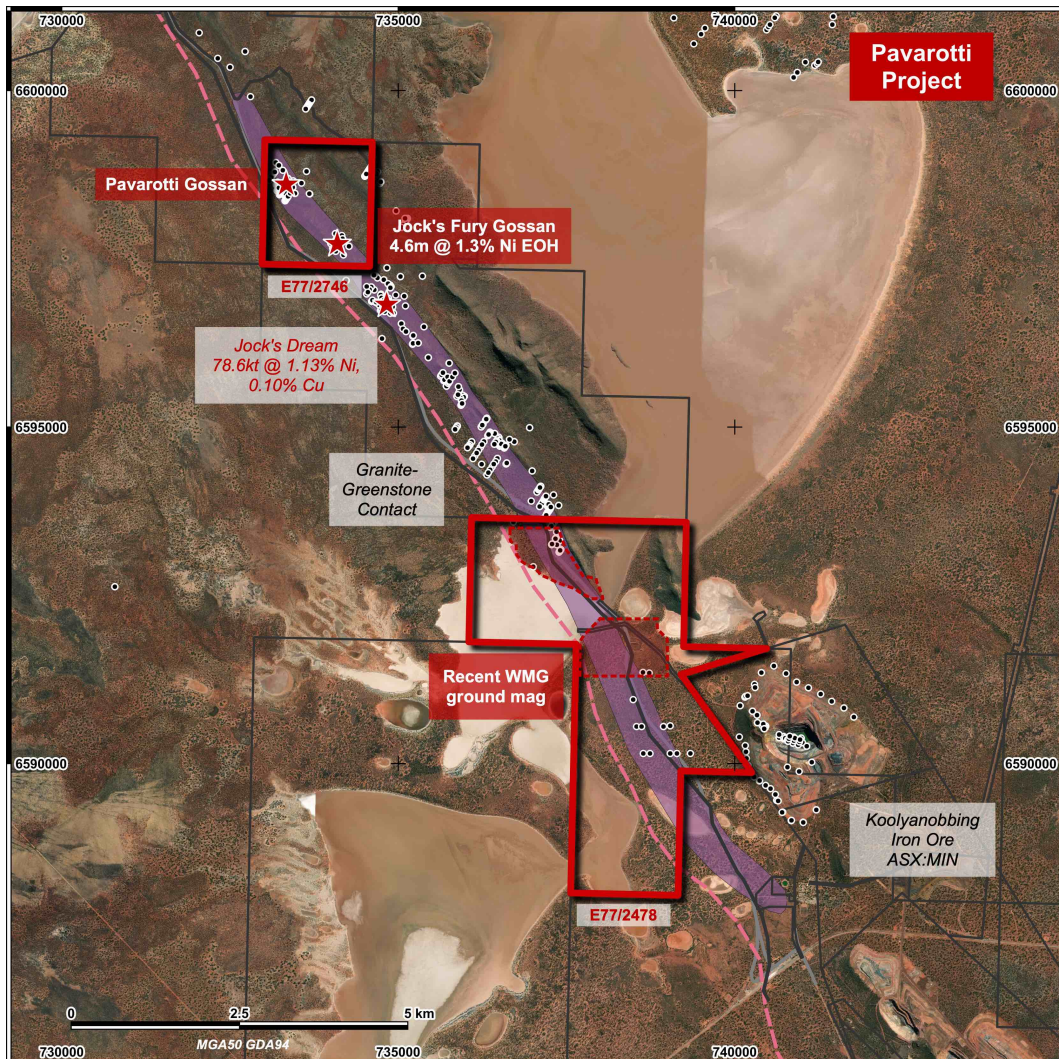


Figure 1: Pavarotti Project Tenement Map

SALE OF IRON ORE RIGHTS

The Company has signed a binding agreement to sell 100% of the iron ore mineral rights of tenements E77/2478 and E77/2746 to Mineral Resources Limited (ASX:MIN).

The acquisition consideration payable by Mineral Resources is \$200,000 in cash and a 1.25% Royalty in respect of any iron ore extracted and recovered from the tenements; Mineral Resources may elect to buyout the royalty, based on an agreed independent valuation, prior to commencing mining.



Figures 3A and 3B: Historical plates found covering drill holes H2 and H273

For further information please contact:

Dr Caedmon Marriott
Managing Director
Tel: +61 475 116 798
Email: contact@westernmines.com.au

This announcement has been authorised for release to the ASX by Dr Caedmon Marriott, Managing Director

Western Mines Group Ltd

ACN 640 738 834
Level 3, 33 Ord Street
West Perth
WA 6005

Board

Rex Turkington
Non-Executive Chairman

Dr Caedmon Marriott
Managing Director

Francesco Cannavo
Non-Executive Director

Paul Burton
Non-Executive Director

Capital Structure

Shares: 44.65m
Options: 19.6m
Share Price: \$0.245
Market Cap: \$10.94m
Cash (31/12/21): \$4.54m

Follow us

 [@westernmines](#)
 [westernmines](#)
 [Western Mines Group](#)

ABOUT WMG

Western Mines Group Ltd (ASX:WMG) is a mineral exploration company driven by the goal to create significant investment returns for our shareholders through exploration and discovery of high-value gold and nickel sulphide deposits across a portfolio of highly-prospective projects located on major mineral belts of Western Australia.

Our flagship project and current primary focus is the Mulga Tank Ni-Cu-PGE Project, a major dunite intrusive found on the under-explored Minigwal Greenstone Belt. Previous work shows significant evidence for a working sulphide mineral system and is considered highly prospective for Ni-Cu-PGE mineralisation.

WMG holds numerous other projects across major WA mineral belts including Melita (Au), midway between Kookynie and Leonora in the heart of the WA Goldfields and Jasper Hill (Au), with numerous prospective gold trends extending from the adjacent Lord Byron and Fish historical gold mines. The Company is also actively exploring Youanmi (Au), Pavarotti (Ni-Cu-PGE), Rock of Ages (Au), Broken Hill Bore (Au) and Pinyalling (Au).

COMPETENT PERSONS STATEMENT

The information in this announcement that relates to Exploration Results and other technical information complies with the 2012 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) and has been compiled and assessed under the supervision of Dr Caedmon Marriott, Managing Director of Western Mines Group Ltd. Caedmon is a Member of the Australian Institute of Geoscientists and a Member of the Australasian Institute of Mining and Metallurgy. He has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the JORC Code. Caedmon consents to the inclusion in this announcement of the matters based on his information in the form and context in which it appears.

DISCLAIMER

Some of the statements appearing in this announcement may be in the nature of forward looking statements. You should be aware that such statements are only predictions and are subject to inherent risks and uncertainties. Those risks and uncertainties include factors and risks specific to the industries in which WMG operates and proposes to operate as well as general economic conditions, prevailing exchange rates and interest rates and conditions in the financial markets, among other things. Actual events or results may differ materially from the events or results expressed or implied in any forward looking statement. No forward looking statement is a guarantee or representation as to future performance or any other future matters, which will be influenced by a number of factors and subject to various uncertainties and contingencies, many of which will be outside WMG's control.

WMG does not undertake any obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after today's date or to reflect the occurrence of unanticipated events. No representation or warranty, express or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions or conclusions contained in this announcement. To the maximum extent permitted by law, none of WMG, its Directors, employees, advisors or agents, nor any other person, accepts any liability for any loss arising from the use of the information contained in this announcement. You are cautioned not to place undue reliance on any forward looking statement. The forward looking statements in this announcement reflect views held only as at the date of this announcement.