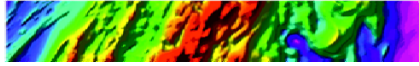


**WESTERN AREAS LTD**

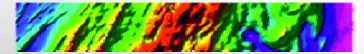


# CORPORATE PRESENTATION

Macquarie Australia Conference - Sydney

7 MAY 2015





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This document contains forward-looking statements including nickel production targets and cost estimates. These statements are based on assumptions and contingencies that are subject to change without notice, and certain risks and uncertainties that could cause the performance or achievements of Western Areas Ltd to differ materially from the information set forth herein. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production and expected costs. Western Areas Ltd undertakes no obligation to revise these forward-looking statements to reflect subsequent events or circumstances. Individuals should not place undue reliance on forward-looking statements and are advised to make their own independent analysis and determination with respect to the forecasted periods, which reflect Western Areas Ltd’s view only as of the date hereof.

The information within this PowerPoint presentation was compiled by Western Areas management, but the information as it relates to mineral resources and reserves was prepared by Mr. Dan Lougher and Mr. Andre Wulfse. Mr. Lougher and Mr. Wulfse are full time employees of Western Areas Ltd. Mr. Lougher and Mr. Wulfse are members of Australian Institute of Mining and Metallurgy (AusIMM) and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves’(2012 JORC Code). Mr. Lougher and Mr. Wulfse consent to the inclusion in this presentation of the matters based on the information in the form and context in which it appears. The information contained in this presentation in relation to the New Morning Deposit was prepared and first disclosed under the 2004 Edition of the JORC Code. It has not been updated since to comply with the 2012 JORC Code on the basis that the information has not materially changed since it was last reported.

For the Purposes of Clause 3.4(e) in Canadian instrument 43-101, the Company warrants that Mineral Resources which are not Mineral Reserves do not have demonstrated economic viability.

# AGENDA



Explore



Mine



Produce

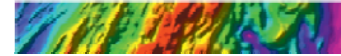


Sales





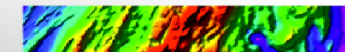
WESTERN AREAS LTD



# CORPORATE



# CORPORATE OVERVIEW



## Board & Senior Management

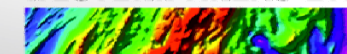
Name	Position
Ian Macliver	Independent Non-Executive Chairman
Dan Lougher	Managing Director & CEO
David Southam	Executive Director
Joseph Belladonna	Chief Financial Officer & Company Secretary
Julian Hanna	Non-Executive Director
Richard Yeates	Independent, Non-Executive Director
Craig Readhead	Independent, Non-Executive Director
Tim Netscher	Independent, Non-Executive Director

## Key Information

as at 4 May 2015

Share price	3.85
52 week high/low (A\$)	5.30 / 3.07
Shares outstanding (m)	232.6
Market Capitalisation (A\$m)	895.5
Cash (A\$m) <sup>1</sup>	193.0
Debt (A\$m) <sup>1</sup>	125.0
<u>Undrawn</u> ANZ Facility	125.0

1. Cash as at 31 March 2015 and face value of the convertible bond debt

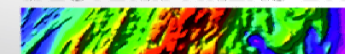


# MARCH 2015 QUARTERLY REPORT

Tonnes Mined		2013/2014	2014/2015			YTD
		Jun Qtr	Sep Qtr	Dec Qtr	Mar Qtr	Total
<b>Flying Fox</b>						
Ore Tonnes Mined	Tns	67,966	65,097	64,122	72,144	201,363
Grade	Ni %	5.1%	5.2%	4.9%	4.6%	4.9%
Ni Tonnes Mined	Tns	3,479	3,384	3,114	3,330	9,828
<b>Spotted Quoll - Underground</b>						
Ore Tonnes Mined	Tns	58,497	68,446	68,324	70,590	207,360
Grade	Ni %	4.8%	4.8%	5.1%	4.8%	4.9%
Ni Tonnes Mined	Tns	2,801	3,276	3,483	3,372	10,131
<b>Total - Ore Tonnes Mined</b>	Tns	126,463	133,543	132,446	142,734	408,723
<b>Grade</b>	Ni %	5.0%	5.0%	5.0%	4.7%	4.9%
<b>Total Ni Tonnes Mined</b>	<b>Tns</b>	<b>6,280</b>	<b>6,660</b>	<b>6,597</b>	<b>6,702</b>	<b>19,959</b>
Tonnes Milled and Sold		2013/2014	2014/2015			YTD
		Jun Qtr	Sep Qtr	Dec Qtr	Mar Qtr	Total
Ore Processed	Tns	151,232	153,474	152,407	145,933	451,814
Grade	%	4.7%	4.7%	4.7%	4.7%	4.7%
Ave. Recovery	%	89%	90%	90%	90%	90%
<b>Ni Tonnes in Concentrate</b>	<b>Tns</b>	<b>6,336</b>	<b>6,511</b>	<b>6,434</b>	<b>6,180</b>	<b>19,125</b>
Ni Tonnes in Concentrate Sold	Tns	6,374	6,648	6,246	6,452	19,346
<b>Total Nickel Sold</b>	<b>Tns</b>	<b>6,374</b>	<b>6,648</b>	<b>6,246</b>	<b>6,452</b>	<b>19,346</b>
Financial Statistics		2013/2014	2014/2015			MAR
		Jun Qtr	Sep Qtr	Dec Qtr	Mar Qtr	YTD
<b>Group Production Cost/lb</b>						
Mining Cost (*)	A\$/lb	1.99	1.82	1.55	1.64	1.67
Haulage	A\$/lb	0.05	0.06	0.06	0.06	0.06
Milling	A\$/lb	0.43	0.44	0.43	0.46	0.45
Admin	A\$/lb	0.16	0.20	0.21	0.18	0.20
By Product Credits	A\$/lb	(0.02)	(0.02)	(0.02)	(0.02)	(0.02)
<b>Cash Cost Ni in Con</b>	<b>A\$/lb</b>	<b>2.61</b>	<b>2.50</b>	<b>2.23</b>	<b>2.32</b>	<b>2.36</b>
<b>Cash Cost Ni in Con/lb</b>	<b>US\$/lb</b>	<b>2.43</b>	<b>2.31</b>	<b>1.91</b>	<b>1.82</b>	<b>2.02</b>
<b>Exchange Rate US\$ / A\$</b>		<b>0.93</b>	<b>0.93</b>	<b>0.86</b>	<b>0.79</b>	<b>0.86</b>

## Some Facts

- Unit cash costs YTD tracking below guidance at A\$2.36/lb
- Grades and waste dilution management lead to strong reserve reconciliation – particularly at Flying Fox
- Remarkable consistency of production and other physicals
- Mill continues to beat nameplate by 10%
- March quarter had a planned mill shutdown



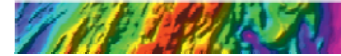
# UPDATED FY15 GUIDANCE

Target	Original Guidance	Recommended Guidance
Mine Production (Nickel in Ore)	25,000 to 27,000 tonnes	<b>Mid-range of guidance</b>
Nickel in Concentrate Production	24,500 to 25,500 tonnes	<b>Upper end of guidance</b>
Unit Cash Cost of Production (Nickel in Concentrate)	A\$2.70/lb to A\$2.80/lb	<b>A\$2.40/lb to A\$2.50/lb</b>
Capital Expenditure & Mine Development	A\$50m to A\$60m	<b>No change</b>
Exploration	A\$20m	<b>No change</b>

## Comments

- ✓ Nickel in concentrate production tracking to upper end of guidance
- ✓ Unit costs guidance improved by A\$0.30/lb (approx A\$18m):
  - ✓ Reductions in all major operating contracts
  - ✓ Productivity improvements
  - ✓ Positive reconciliation to reserve, particularly at Flying Fox
- ✓ Unit costs likely to be at lower end of range

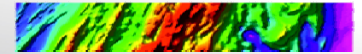
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# NICKEL MARKET







# NICKEL PRICE DRIVERS

**There are a number of factors that influence the nickel price including:**

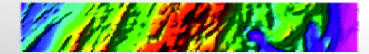
1. Level of global nickel supply
2. Cost and capacity of Chinese nickel pig iron (“NPI”) production
3. Indonesian nickel laterite export ban / Philippine response
4. Global stainless steel demand
5. Shorter term political factors



**What we believe is occurring:**

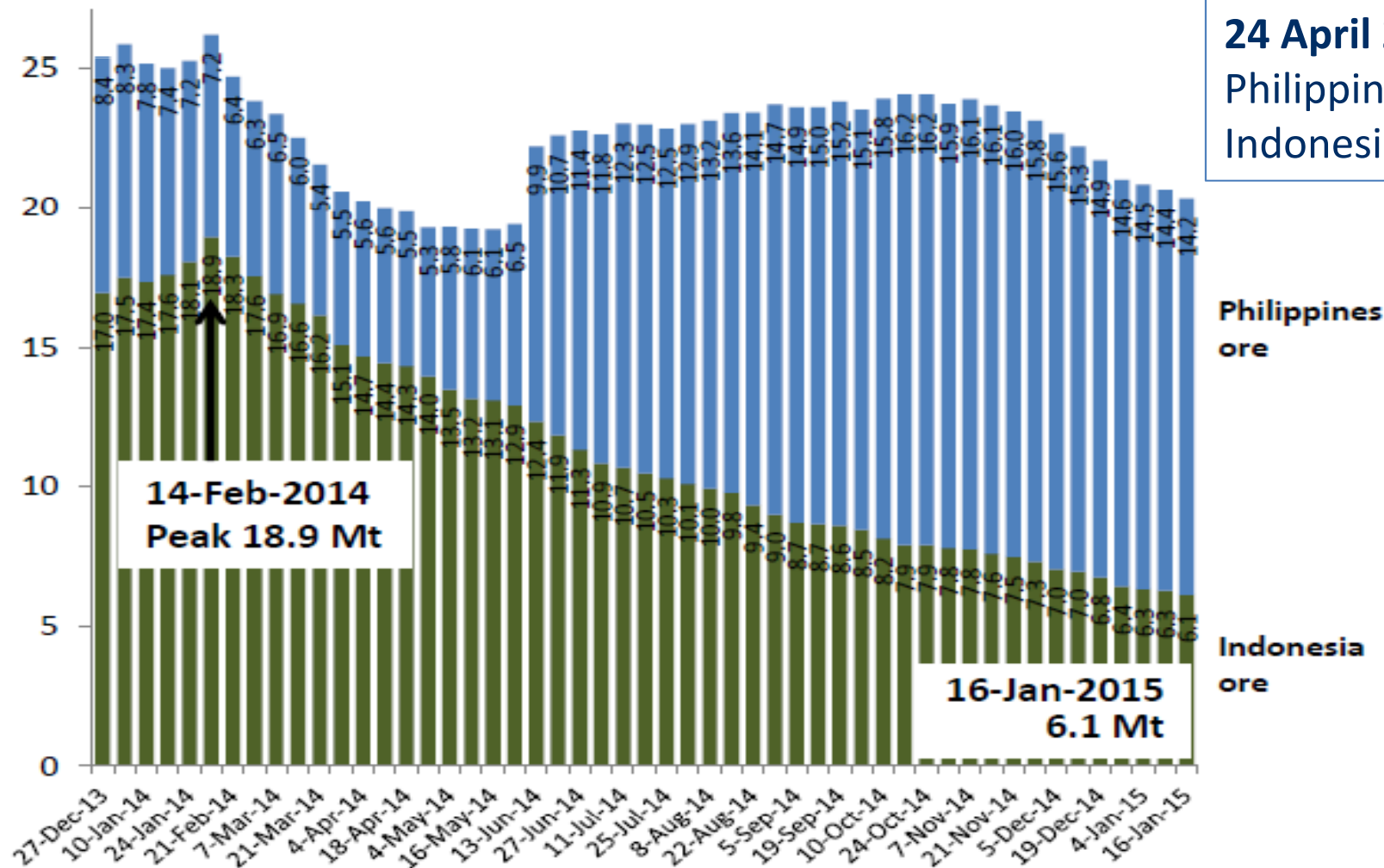
- Chinese Indonesian laterite ore stocks may run out mid-year with ore stocks on the decline
- Monsoon season has reduced Philippine exports
- NPI producer stockpiles greater than anticipated and ore blending has extended life
- LME stocks have continued to rise due to Chinese hidden stocks coming to market
- Stainless steel demand on balance remains strong in China

***The fundamental market conditions and forecasts point to a nickel price rally in Q3, CY15***



# CHINESE ORE STOCKPILES

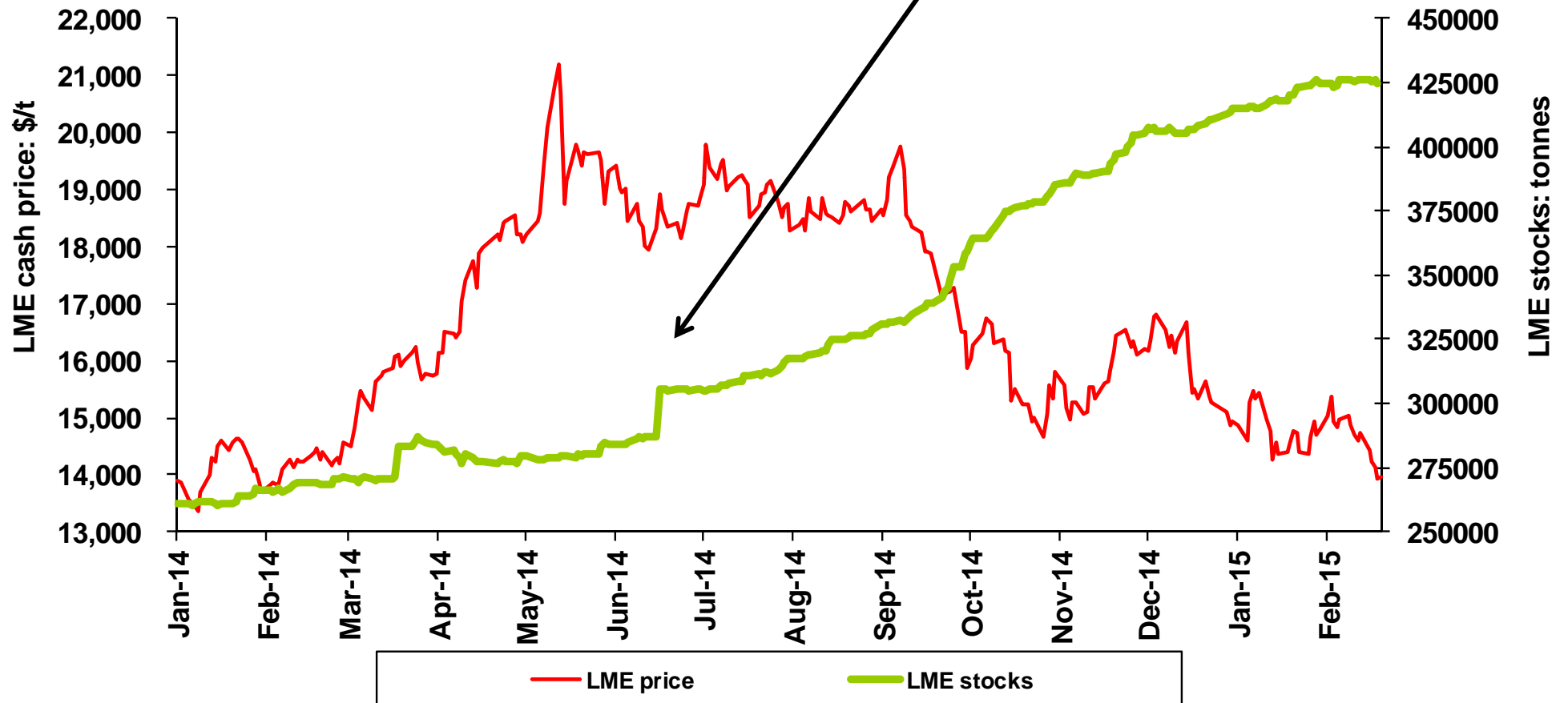
## Chinese Nickel Ore Stocks Total (Mt)



**24 April 2015:**  
Philippines - 13.2Mt  
Indonesia – 4.3Mt

# LME STOCKPILES

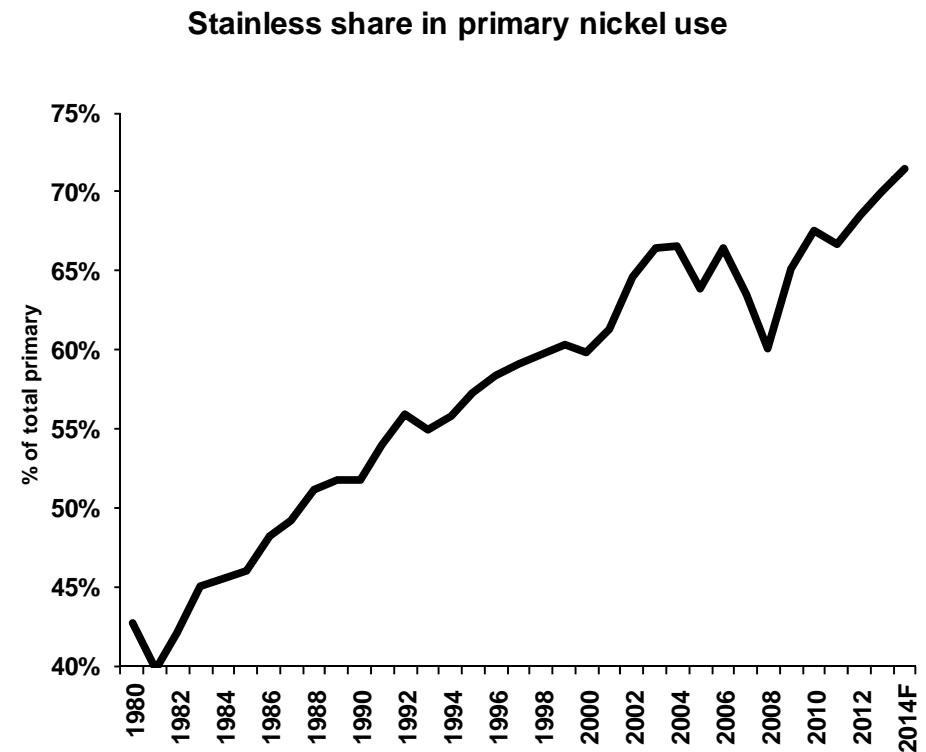
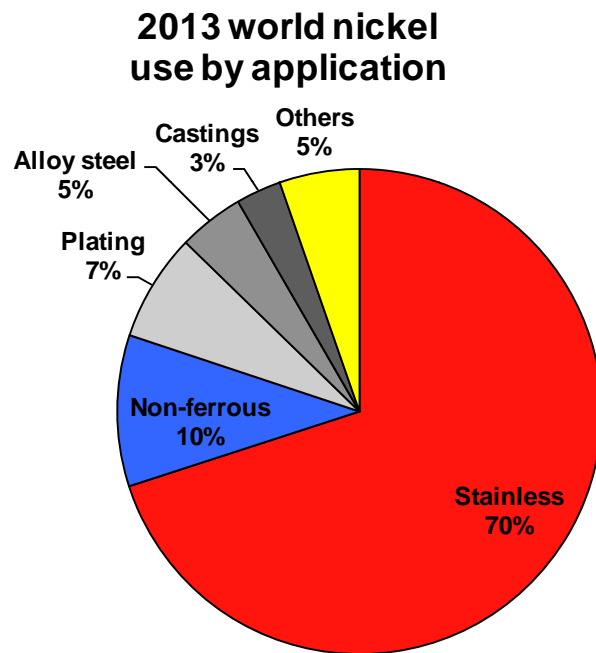
Qingdao collateralised loan  
 issues commence – hidden  
 LME grade nickel heads to LME  
 Asian warehouses



Source: LME, Macquarie Research, February 2015

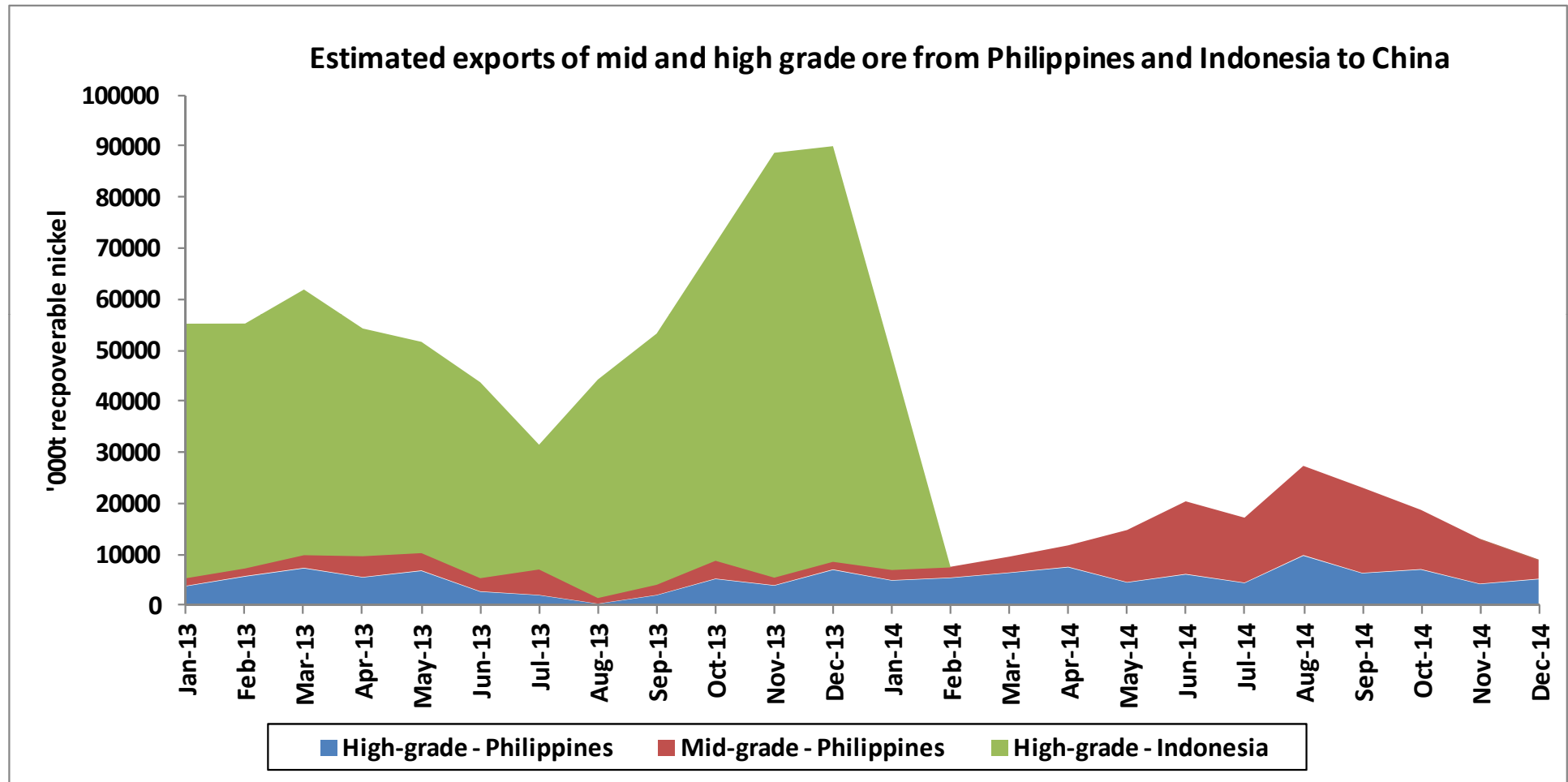
# STAINLESS DOMINATES NICKEL USE AND GROWTH

Big Q4 '14 falls in SS production in Europe, Korea, Taiwan and Japan.

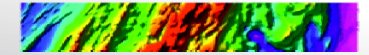




# LATERITE ORE EXPORTS TO CHINA



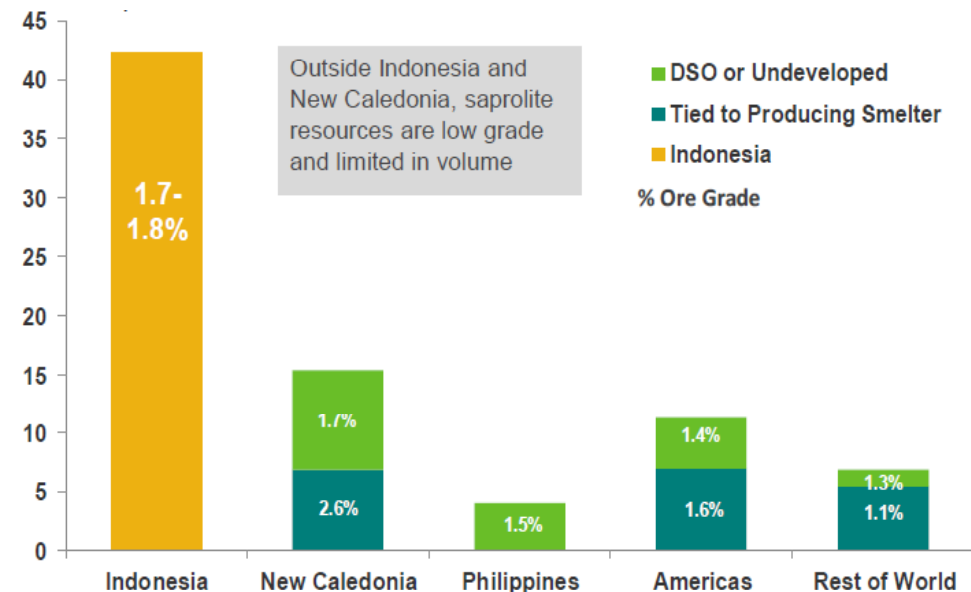
Source: Macquarie Research, February 2015



# NICKEL MARKET DYNAMICS

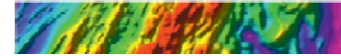
- Indonesia in a unique position in respect of high Ni grade, low Fe product
- Very strong message from the Indonesian government that **the ban is permanent**
- Reduction in Chinese NPI and Ferronickel from Japan of approximately 300ktpa contained nickel
- Approvals for Indonesian based NPI take a minimum of 18 months, plus construction, power supply and skilled labour issues mean that any meaningful production is at least 5 years away
- Nickel market deficits set to start in CY15, assuming 4% nickel demand growth and the Indonesian ban holding

## World Saprolite Resources (Mt Ni contained)



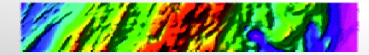
Source: Glencore

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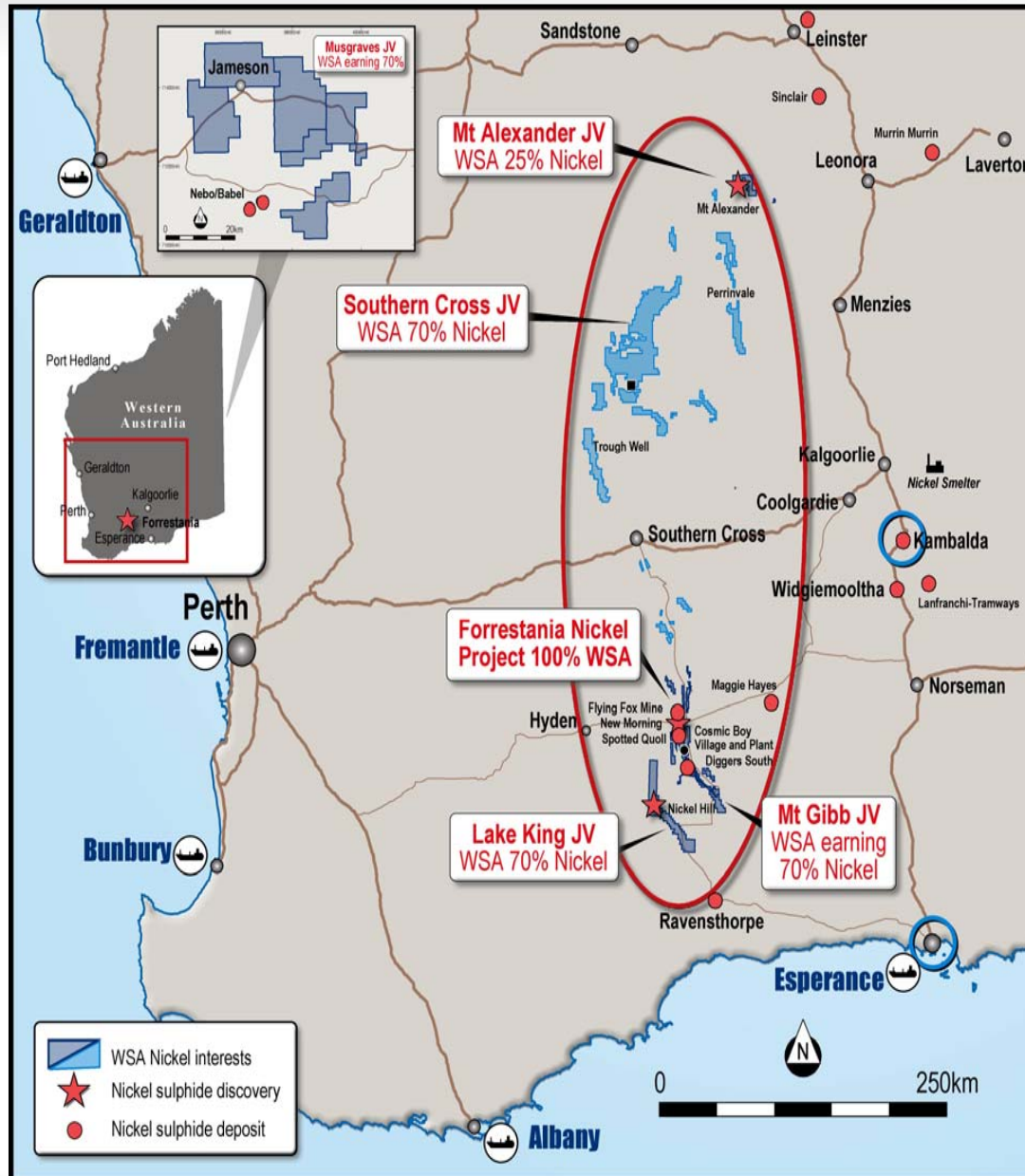


# OPERATIONS





# LOCATION, LOCATION, LOCATION.....



## Some Facts

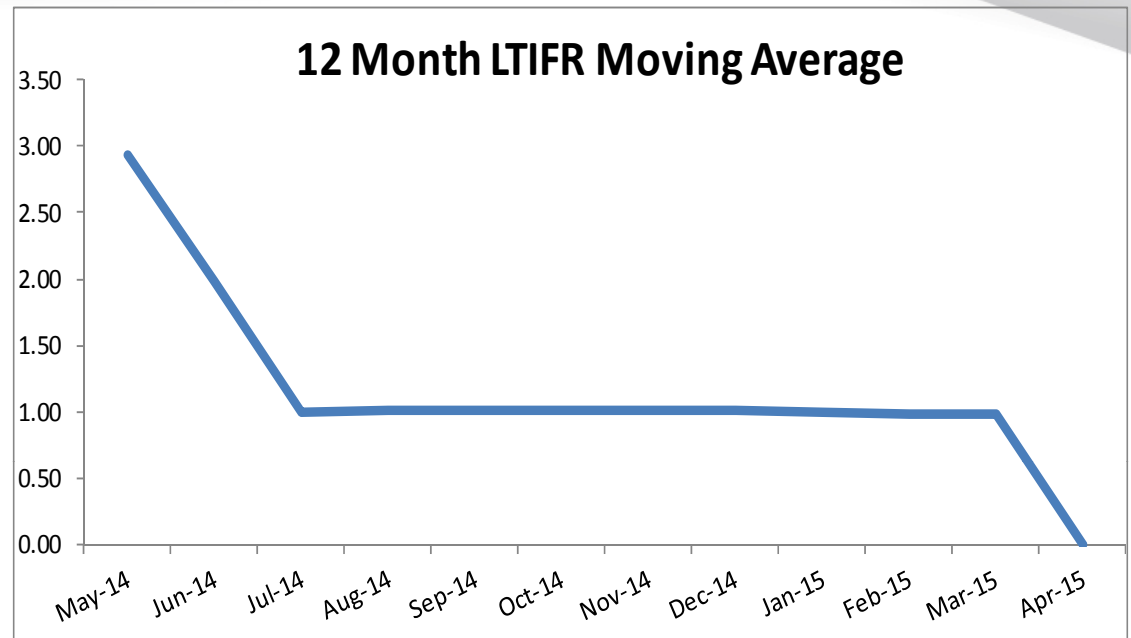
- FIFO & DIDO mine site – no near town infrastructure like Kalgoorlie, Kambalda and Port Hedland
- 55 minute flight to Forrestania
- Once you arrive at site:
  - 5 minutes from camp
  - 5 minutes from mill
  - 20 minutes from mines
- Use of local and WA based contractors
- 500 bed camp with excellent recreation facilities and IT infrastructure
- Extremely low headcount turnover due to culture, quality of mines, quality of camp and flat management structure
- Half-way between sale points at Kambalda and the Esperance Port



# WESTERN AREAS ARE SAFE AREAS

## Continuous Safety Improvement

- LTIFR zero (at 3/5/15)
- Flying Fox >659 days LTI free
- Spotted Quoll >1,475 days LTI free
- Exploration >2,495 days LTI free
- Cosmic Boy Concentrator >676 days LTI free
- Contractors and employees fully integrated into a site wide commitment



## Environment & Social

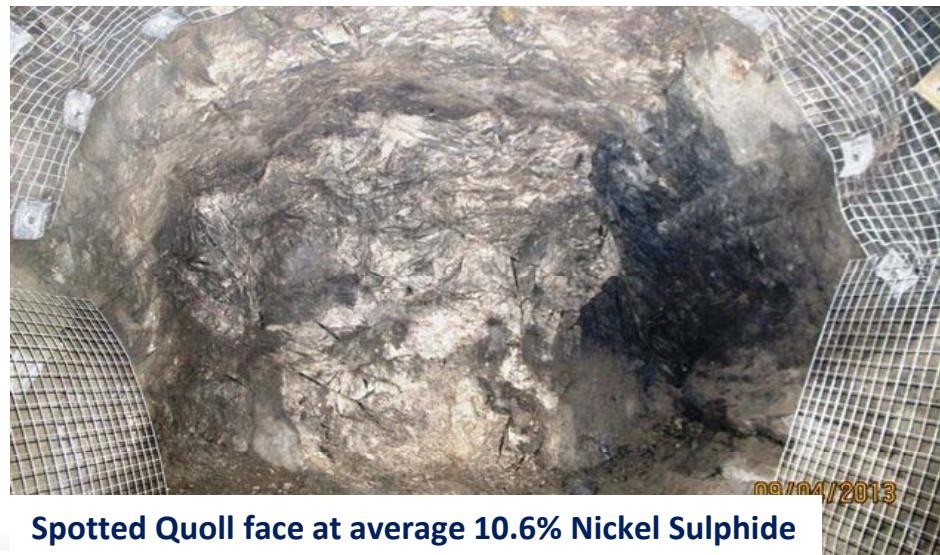
- No environmental breaches
- Strong local commitments to schools and associations around Forrestania, Perth Zoo (Western Quoll) and Starlight Children's Foundation WA



# OPERATING HIGH GRADE MINES

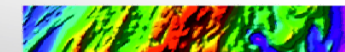


Lounge Lizard 10m wide face of 7% Massive Nickel Sulphide



Spotted Quoll face at average 10.6% Nickel Sulphide

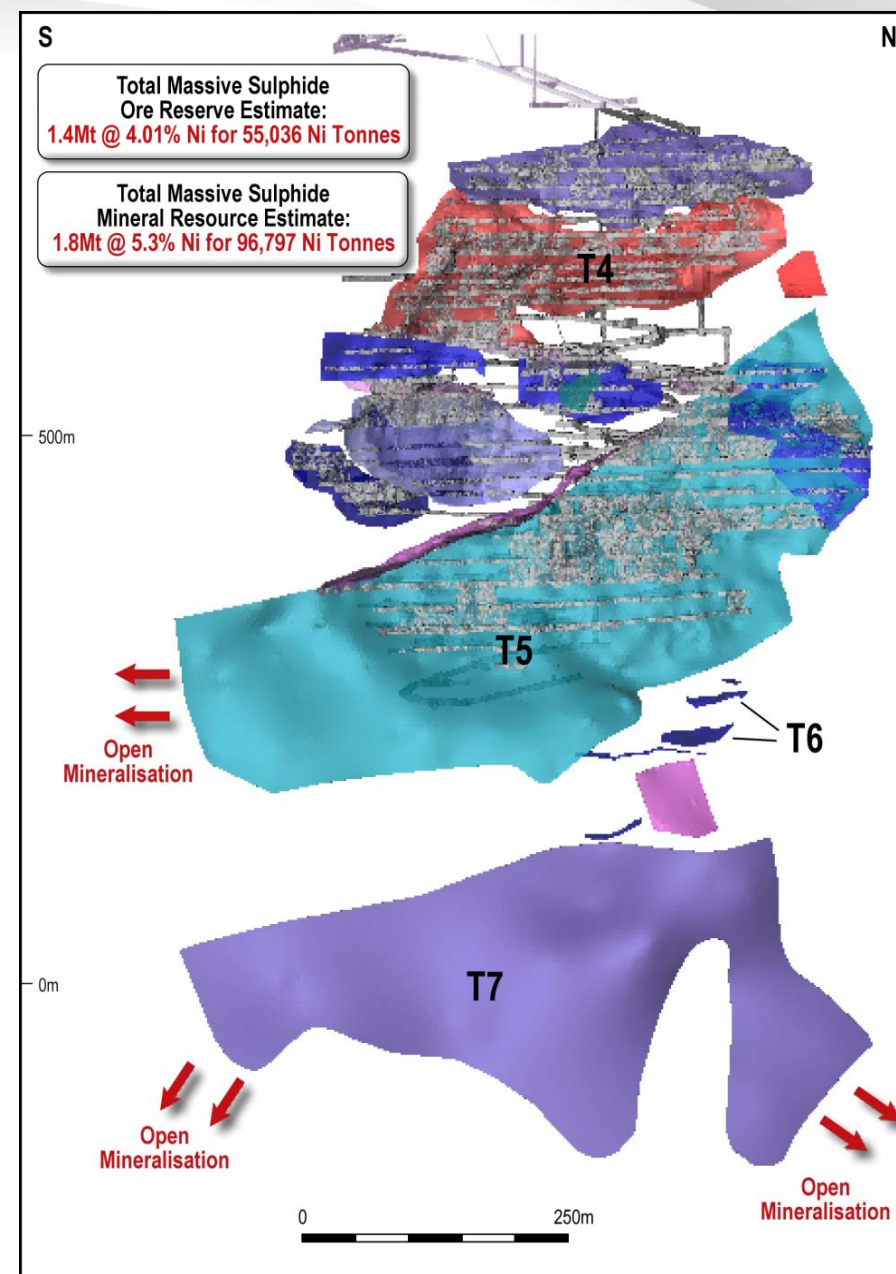


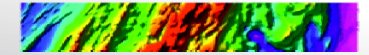


# FLYING FOX MINE

## Mineral Resource and Ore Reserve

- Resource Upgrade 31/3/15:
  - Added 11,394t nickel mainly in T5
- High Grade (excluding disseminated sulphide resource) **Mineral Resource: 1.81Mt @ 5.3% Ni** containing 96,797 Ni Tonnes
- **Ore Reserve: 1.44Mt @ 4.0% Ni** containing 55,036 Ni Tonnes
- Underground drilling program to extend Mineral Resource remains a focus
- 1HFY15 – 129,219t @ 5.0% Ni for 6,498t Ni
- Recent exploration highlights include:
  - T5 – 3.3m @ 9.5% nickel
  - T6 – 3.5m @ 5.6% nickel
  - Old Flying Fox – 3.7m @ 7.3% nickel





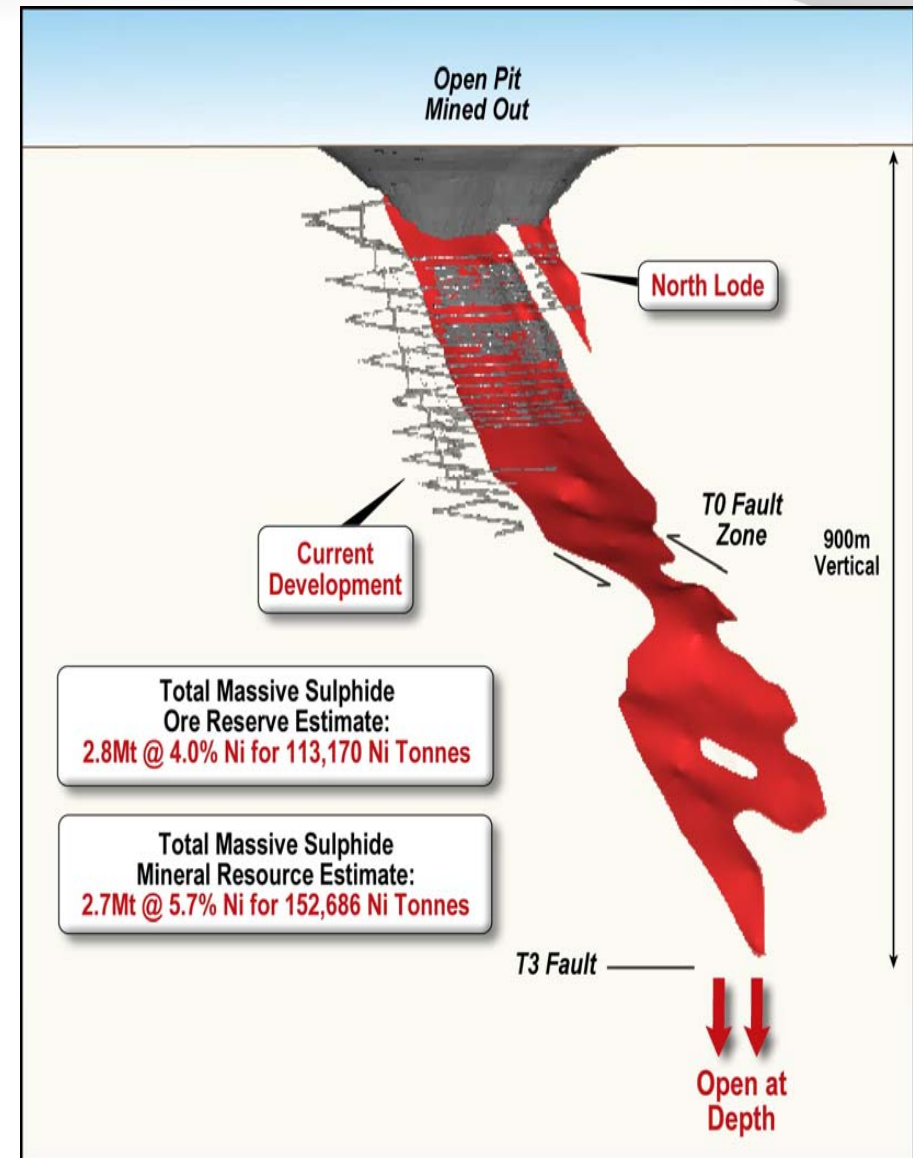
# SPOTTED QUOLL MINE

## Mineral Resource and Ore Reserve

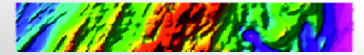
- Mineral Resource: 2.70Mt @ 5.7% Ni containing 152,686 Ni tonnes
- Ore Reserve: 2.80Mt @ 4.0% Ni containing 113,170 Ni tonnes
- Remains open at depth and to the North
- Already around a 10 year mine life on Reserve

## Production

- 1HFY15 – 136,770t @ 4.9% Ni for 6,759t Ni
- Top-down mining using paste fill







# FORRESTANIA NICKEL CONCENTRATOR

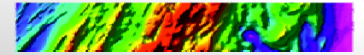
## Concentrator Summary

- Current nameplate capacity of 550,000tpa of ore but is achieving throughput 9% above capacity
- Nickel concentrate output circa 25,000tpa Ni
- Concentrate grades of around 14.0% Ni
  - Premium blending product (Fe/Mg ratio >15:1)
  - Desirable to smelters
- 14,000t of concentrate storage capacity

## Export Infrastructure and Logistics

- Access to >1400 sealed shipping containers
- No environmental issues
- Using 25 trucks for concentrate transportation
- Shipping contract in place, FOB Esperance Port



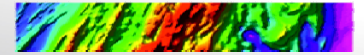


# MILL RECOVERY ENHANCEMENT PROJECT

- Feasibility study complete
- Increase average nickel recoveries from 89% up to 93%
- Approximately 9 month construction time
- Final capex being completed now
- Quick payback and planned to be operational in FY16
- The treatment of the Flash Cleaner Stream utilises the BioHeap<sup>®</sup> cultures on a continuous basis produced from a Bacterial farm
- Very short residence time of 5-7 days
- Operation at elevated pH eliminates the need for iron and arsenic precipitation circuits. Hence reduced CAPEX
- Sulphide precipitation circuit produces a high grade nickel sulphide product (~50% nickel)







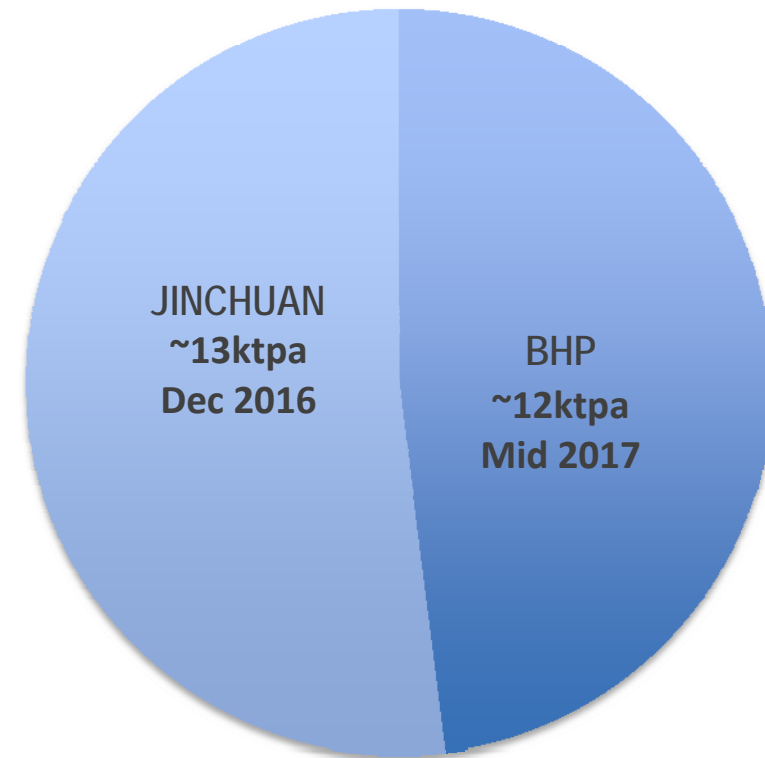
# INDEPENDENT PRODUCER – OFFTAKE CONTRACTS

## Offtake Contracts

- FOB Terms
- Very competitive payable percentage of LME

## Offtake Tender Announced

- Recently awarded Jinchuan a two year contract (26,000t of contained nickel)
- Tightness in smelter supply being experienced
- Global nickel sulphide grades in decline



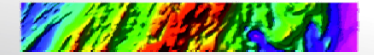


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## EXPLORATION AND GROWTH OUTLOOK

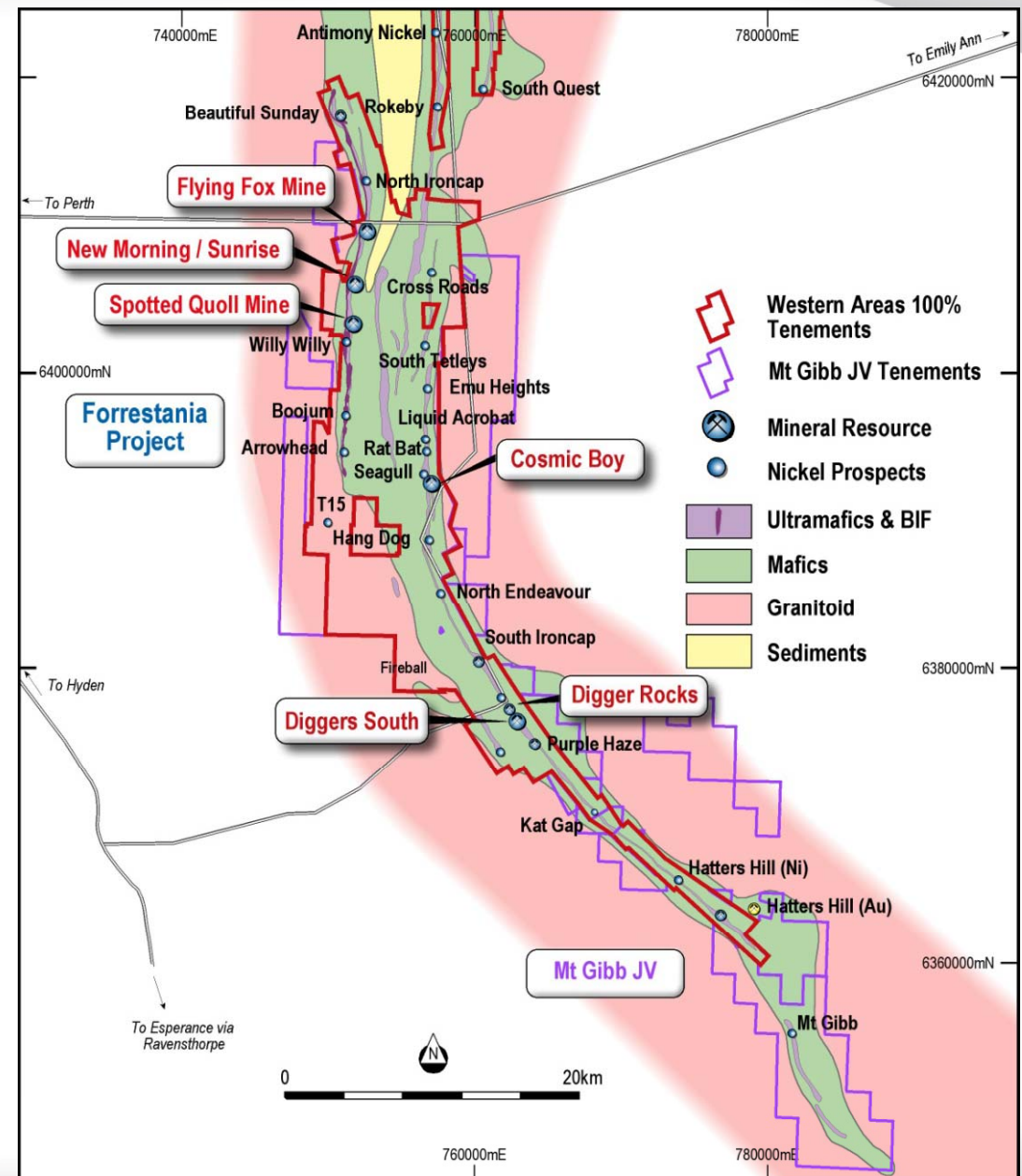


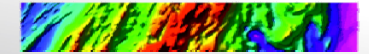


# FORRESTANIA TENEMENTS

## Regional Geology

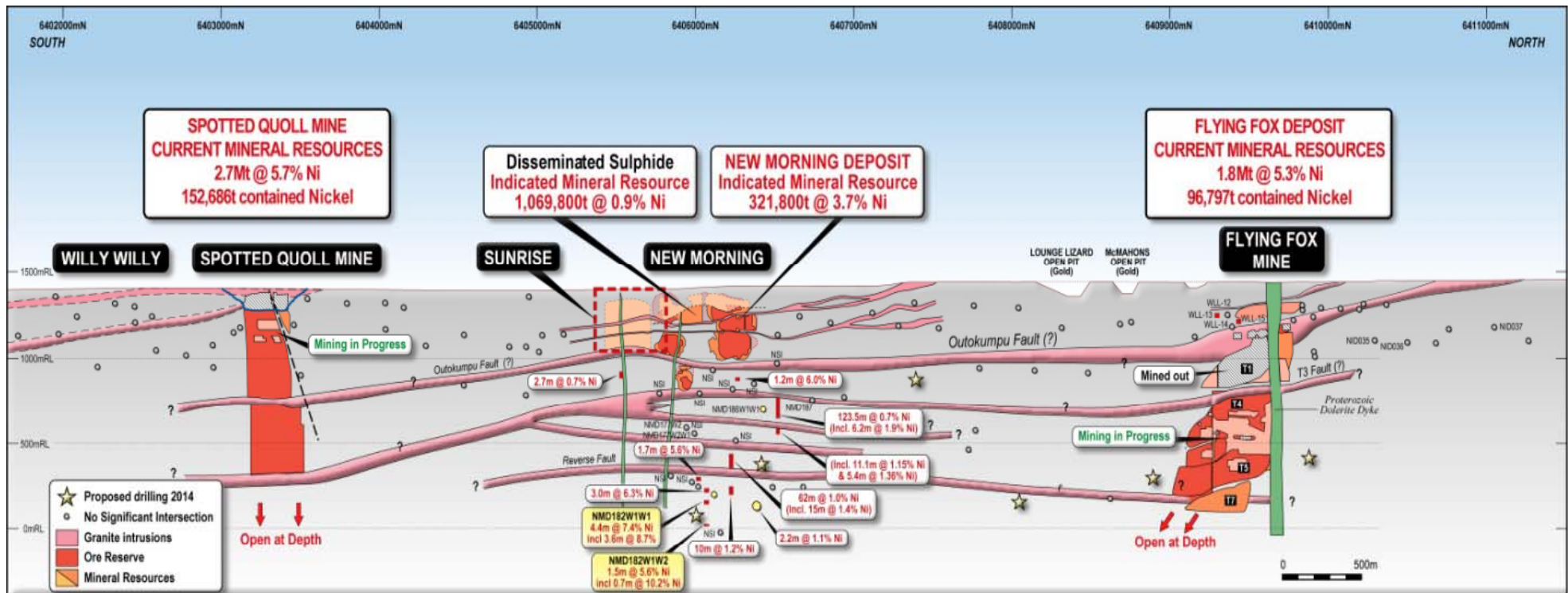
- 120km strike length (900 sq km) of prospective Forrestania Nickel Project, within 400km long nickel province
- Total endowment of **29.97Mt at 2.28% Ni for 684k Ni tonnes**
- Nickel sulphide deposits and most occurrences in two belts (Eastern and Western)
- Western Ultramafic Belt hosts the high grade Flying Fox, Spotted Quoll and New Morning deposits





# SHORT TERM – NEAR MINE EXPLORATION

- Exploration spend in FY15 likely >\$20m
- Drilling priority within 8km long zone (below). New discovery would access existing mine infrastructure. Systematic approach.



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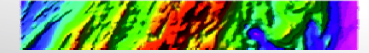
ANCP01318960

Interpreted Longitudinal Projection (8 Km Long) - April 2015  
FLYING FOX, NEW MORNING, SPOTTED QUOLL & WILLY WILLY



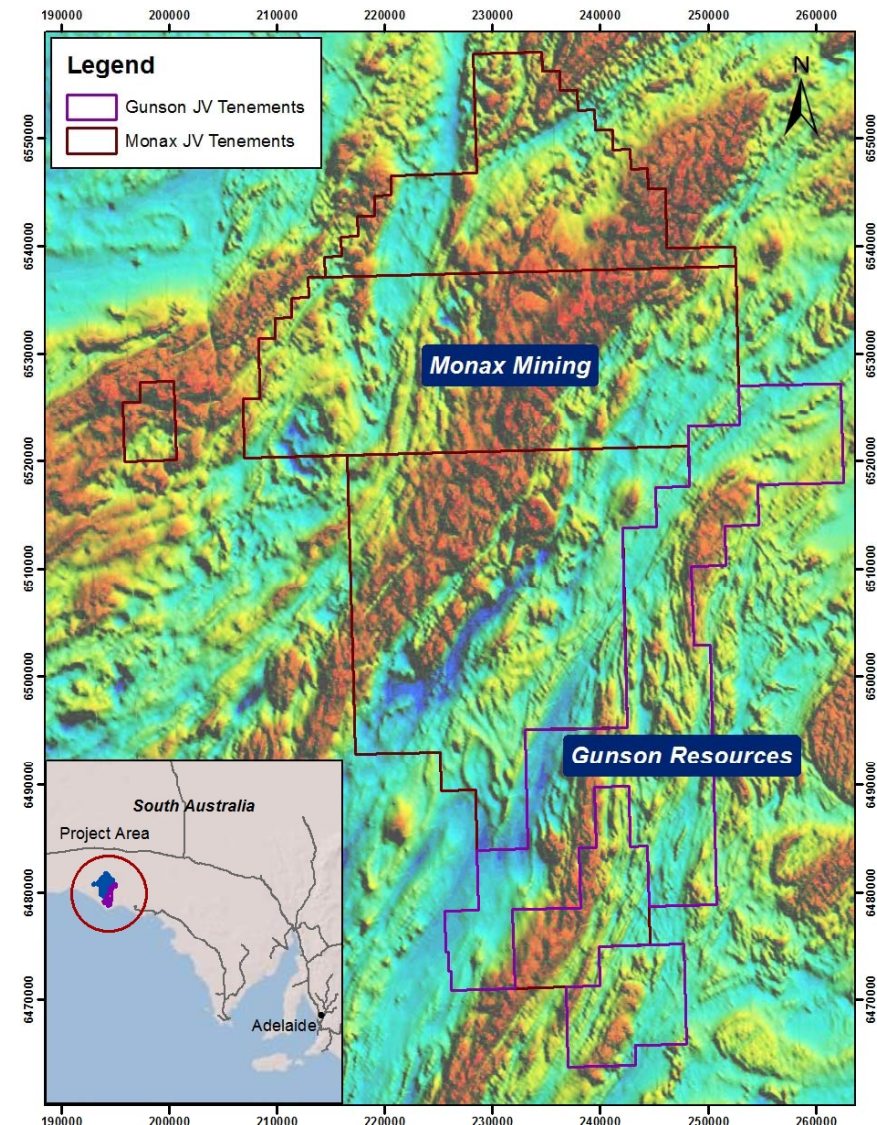


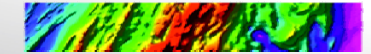




# WESTERN GAWLER JOINT VENTURES

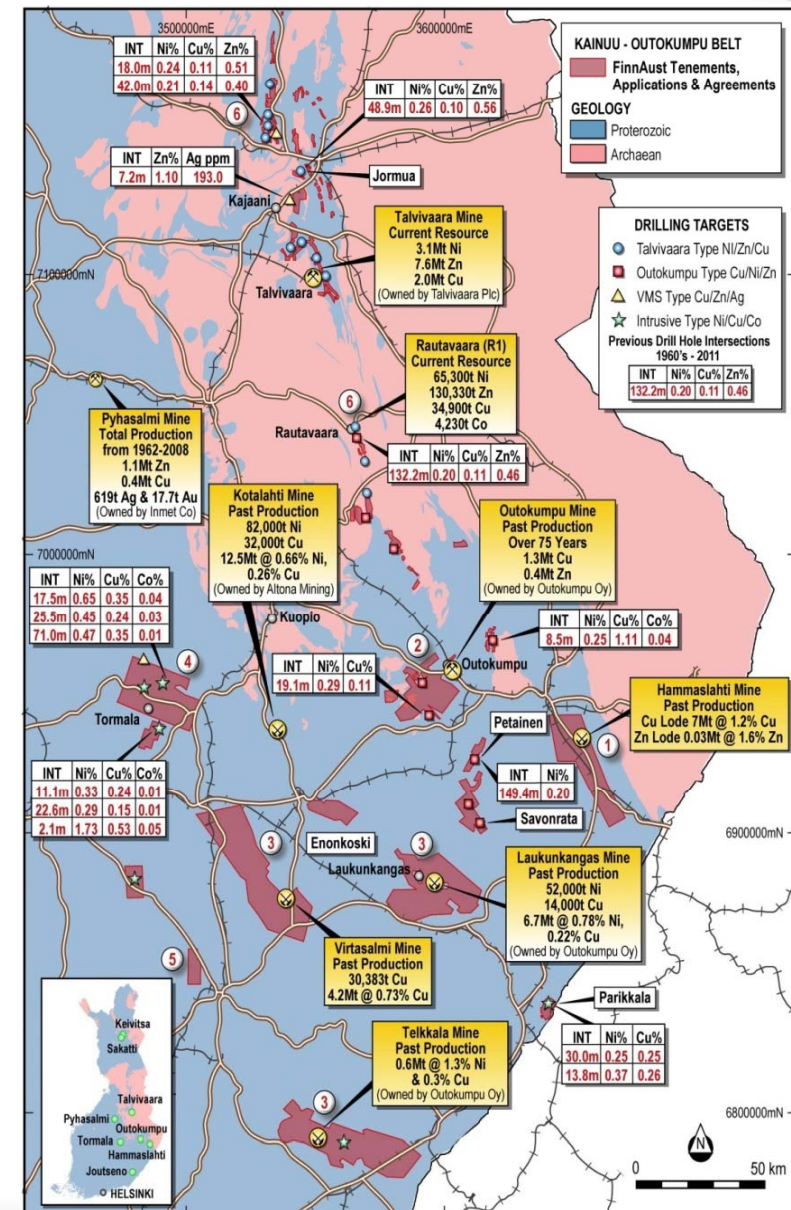
- Two separate Farm-In Agreements with Gunson Resources Ltd and Monax Mining Ltd:
  - A\$0.8m on each to earn 75% over 2 years
  - Further A\$0.4m on each for 90% over additional 18 months
  - Close to existing infrastructure
  - Total area 2,746km<sup>2</sup>
- First mover advantages targeting massive high grade poly-metallic mineralisation
- Potential to host mafic-ultramafic intrusive related deposits
- High resolution airborne geophysics completed (57,477km were flown)
- Numerous features likely to represent large mafic-ultramafic intrusions.
- Drilling to commence June quarter 2015
- Access approvals finalised



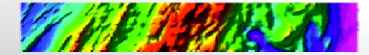


# FINLAND – FINNAUST MINING PLC PROJECTS

- Listing on AIM completed in December 2013 and 60% WSA owned post listing
- Current market cap circa A\$10m
- 300km long base metal province in Finland
- Numerous nickel/copper/zinc mines & occurrences
- Recent drilling at the Hammaslahti Project:**
  - 5.6m at 3.2% Cu, 2.7% Zn, 0.7% Pb, 71gpt Ag and 0.76 gpt Au from 196.80m downhole.
  - Includes 8.65m at 2.2% Cu, 2.0% Zn, 0.5% Pb, 47gpt Ag and 0.50 gpt Au.
- Drilling commenced for potential extensions and repetitions to known copper deposits
- Geophysics proving very effective in defining targets - ZTEM survey completed







# WESTERN AREAS VALUE EQUATION

- High Grade = Margin
- Survival in low prices

Highest Grade Nickel Globally



- Returns to shareholders in Dividends

Cashflow Positive



- Guidance continually met or exceeded

Strong Track Record of Delivery



- Looming shortage of nickel post Indo ban

Nickel Price Primed for Upside



- New mine successfully brought on in 24 months

History of Discovery and Development

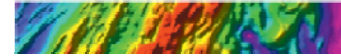


- Net Cash and debt free from July 2015

Strong Balance Sheet



WESTERN AREAS LTD

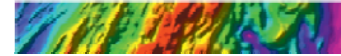


THE END



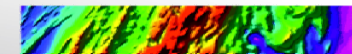


WESTERN AREAS LTD



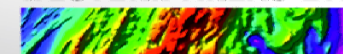
## APPENDIX





## KEY TAKEAWAYS – HALF YEAR

- **LTIFR of 1.00** – one of the lowest in the mining industry
- 13,257t nickel in ore production averaging 5.0% nickel grade
- Nickel in concentrate production of 12,945t
- A\$2.37/lb (US\$2.11/lb) cash cost in concentrate (guidance was A\$2.70/lb to A\$2.80/lb):
  - Remains best in class in Australia
  - Significant reduction over the previous half year of A\$2.56/lb
- Capital, Mine Development and Exploration Expenditure incurred A\$34.7m:
  - Well within full year guidance range of A\$70m to A\$80m
- Pre-Financing Cashflow of A\$52.9m
  - 20% increase of A\$8.5m versus 2HFY14, despite A\$1.08/lb decrease in the nickel price
  - 175% increase of A\$33.6m versus 1HFY14, with A\$1.14/lb increase in the nickel price
- Reported NPAT of A\$23.6m:
  - Realised nickel price reduction leading to negative QP of A\$17.0m before tax (+A\$22.2m in 2H15)
  - QP was adjusted for the January's nickel price movement, therefore go forward benchmark for QP is favorable based on forecasts
- Net cash increased A\$43.4m to A\$53.7m from 6 months ago
- Fully franked interim dividend of 3c (threefold increase on 1HFY14)



# FINANCIAL SNAPSHOT

1st Half Highlights (\$'000)	1H FY 2014 (Jul -Dec 13)	2H FY 2014 (Jan -Jun 14)	1H FY 2015 (Jul -Dec 14)
Mine Production (tonnes Ni)	15,697	14,872	13,257
Mill Production (tonnes Ni)	13,020	12,596	12,945
Recovery	89%	89%	90%
Sales Volume (tonnes Ni)	12,963	12,793	12,894
Cash Costs (A\$/lb)	2.41	2.56	2.37
Realised Nickel Price (A\$/lb)	6.98	9.20	8.12
Nickel Revenue	143,374	176,704	164,938
EBITDA	65,411	92,804	74,862
EBIT	20,723	48,596	42,168
NPAT	2,671	22,789	23,553
Pre-Financing Cashflow	19,252	44,402	52,885
Net Cash	(135,300)	10,337	53,745
Dividend (cents)	1.0	4.0	3.0

Sales tonnages extremely consistent

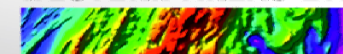
Unit costs continue to reduce

Realised nickel price decreased A\$1.08/lb from 2HFY14

EBITDA impacted by lower nickel price and negative QP of A\$17.0m

Pre-financing cashflow increases with lower operational costs and interest expense and working capital timing

Improved cashflow allowed increased interim dividend



# INCOME STATEMENT

Earnings Data (\$'000)	1H FY 2014	2H FY 2014	1H FY 2015
Realised Nickel Price (A\$/lb)	6.98	9.20	8.12
Nickel Revenue	143,374	176,704	164,938
<b>EBITDA</b>	<b>65,411</b>	<b>92,804</b>	<b>74,862</b>
Depreciation & Amortisation	(44,688)	(41,092)	(32,535)
Impairment	-	(3,116)	(159)
<b>EBIT</b>	<b>20,723</b>	<b>48,596</b>	<b>42,168</b>
Interest Expense	(13,431)	(13,161)	(7,863)
Tax	(3,025)	(9,284)	(10,039)
<b>Underlying NPAT</b>	<b>4,267</b>	<b>26,151</b>	<b>24,266</b>
FinnAust expenditure	(1,596)	(3,362)	(713)
<b>NPAT</b>	<b>2,671</b>	<b>22,789</b>	<b>23,553</b>
Dividend (cents)	1.0	4.0	3.0
Earnings per share (cents)	1.6	10.6	10.1

## Commentary (1H15 v 1H14)

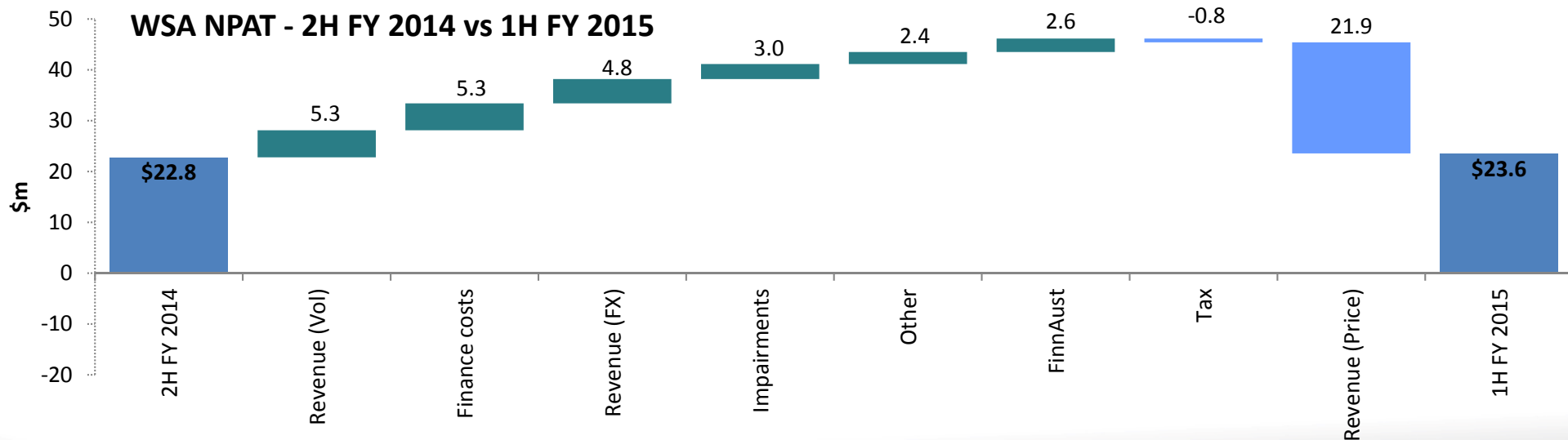
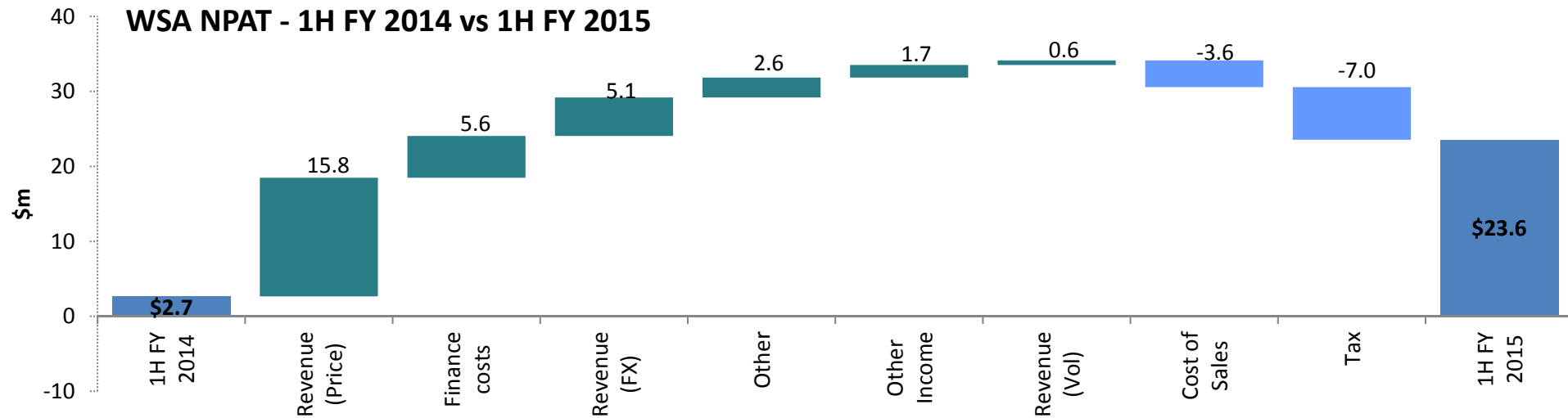
- Nickel price up A\$1.12/lb in 1H15 on weaker AUD and stronger US nickel price
- D&A down due to less ore tonnes extracted at higher than reserve grade
- Interest expense down due to debt repayment on 2 July 2014
- Reported NPAT up 782% due to improved nickel price and lower costs, partially offset by increased taxation

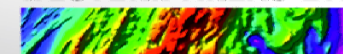
## Commentary (1H15 v 2H14)

- Ni price down A\$1.08/lb which flowed through with negative QP of A\$17.0m vs positive QP of A\$22.2m in 2H14
- D&A down due to less ore tonnes extracted at higher than reserve grade
- Interest expense reduced through debt repayment of A\$95.2m
- Carbon credit income down A\$5m, however new power contract under negotiation
- Royalty payments increased (\$3.0m) at Flying Fox with increased tonnes from Lounge Lizard



# INCOME STATEMENT WATERFALLS





# CASHFLOW STATEMENT

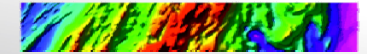
Cashflow Statement (\$'000)	1H FY 2014	2H FY 2014	1H FY 2015
Operating Cashflow	49,201	67,829	87,583
<i>Less:</i>			
Exploration	(9,976)	(7,059)	(8,529)
FinnAust Investment	(2,370)	-	-
Mine Development	(15,629)	(13,809)	(22,431)
Capital Expenditure	(1,974)	(2,559)	(3,738)
<b>Pre-Financing Cashflow</b>	<b>19,252</b>	<b>44,402</b>	<b>52,885</b>
Investment activities	-	(406)	(50)
Proceeds from Share Issues	-	106,342	-
Proceeds/(Costs) from Financing	(71)	(2,378)	(126)
Dividends Paid	-	(2,323)	(9,303)
Repayment of convertible bond	-	(15,000)	(95,198)
<b>Net Cashflow</b>	<b>19,181</b>	<b>130,637</b>	<b>(51,792)</b>
<b>Cash at Bank</b>	<b>99,900</b>	<b>230,537</b>	<b>178,745</b>

## Commentary (1H15 v 1H14)

- Operating cashflow A\$38.4m higher due to the realised nickel price up A\$1.07/lb and improvement in working capital
- Higher mine development with Spotted Quoll North brought into production
- Convertible bond repaid on 2 July 14 for A\$95.2m which has led to a reduction in interest costs
- Final 4c fully franked dividend paid

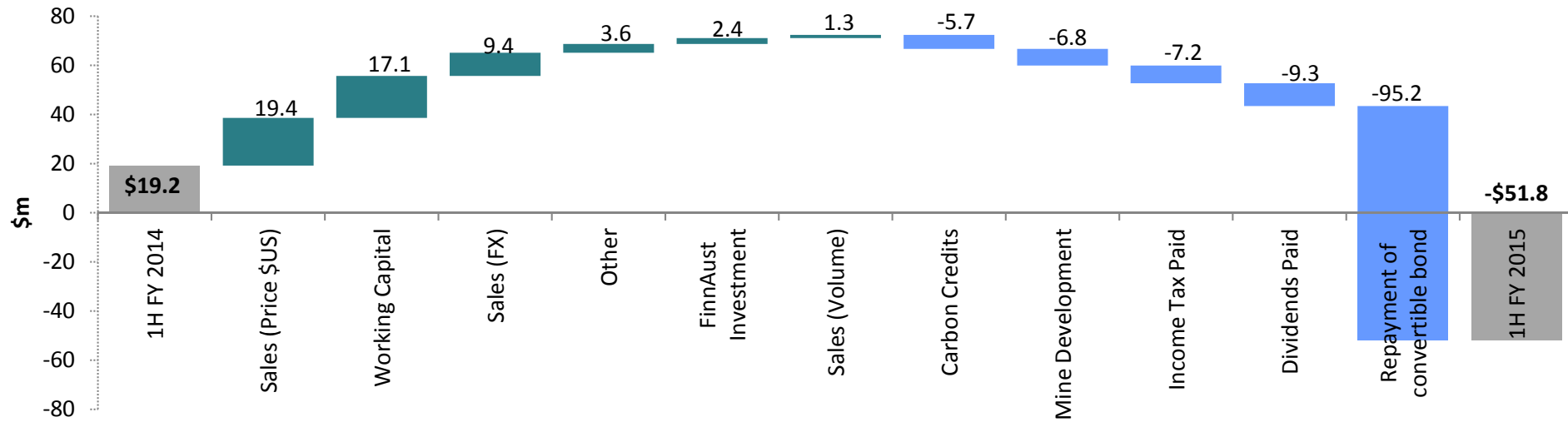
## Commentary (1H15 v 2H14)

- Operating cashflow higher despite a lower nickel price with improved working capital movement (lower debtors) and lower payments to suppliers
- Higher dividend in 1H15 and debt repayments were offset by an equity raise in Feb 14

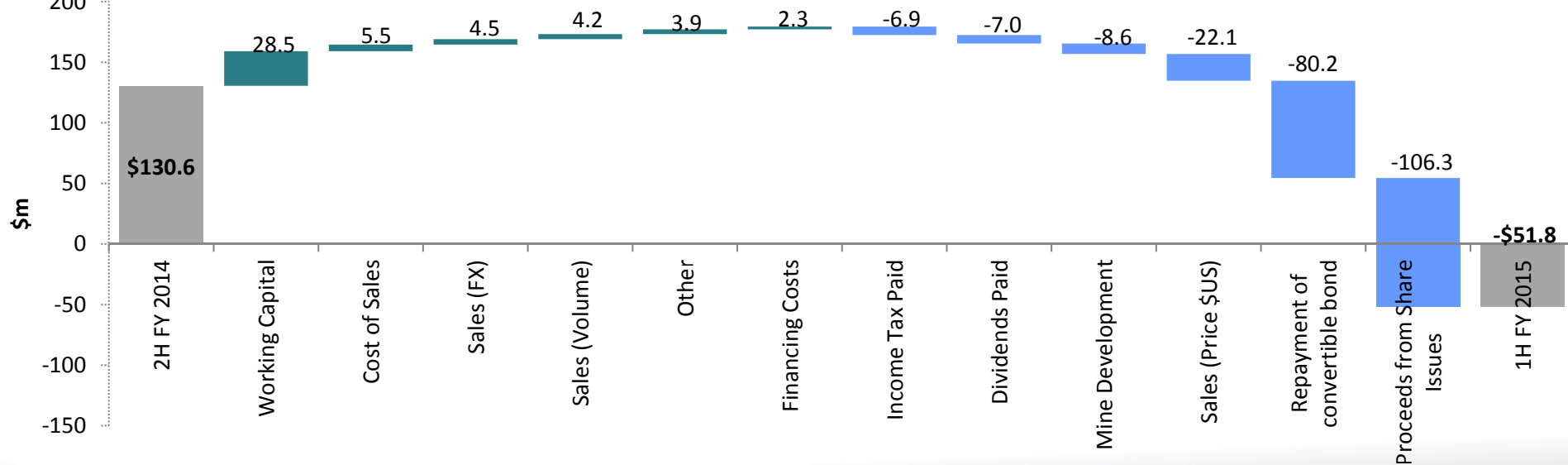


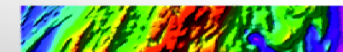
# CASHFLOW STATEMENT WATERFALL

WSA Cashflow - 1H FY 2014 vs 1H FY 2015



WSA Cashflow - 2H FY 2014 vs 1H FY 2015





# BALANCE SHEET

Balance Sheet	1H FY 2014	2H FY 2014	1H FY 2015
Cash at Bank	99,900	230,537	178,745
Receivables	19,240	31,261	14,813
Stockpiles & Inventory	40,376	39,207	29,916
PP&E	106,314	102,290	98,298
Exploration & Evaluation	43,259	47,008	54,238
Mine Development	225,559	206,434	205,202
Other	2,211	1,798	1,424
<b>TOTAL ASSETS</b>	<b>536,859</b>	<b>658,535</b>	<b>582,636</b>
Trade & Other Payables	33,526	31,318	28,794
Short Term Borrowings	112,380	107,886	134,003
Long Term Borrowings	138,267	141,575	26,093
<b>TOTAL LIABILITES</b>	<b>284,173</b>	<b>280,779</b>	<b>188,890</b>
<b>SHAREHOLDERS EQUITY</b>	<b>252,686</b>	<b>377,756</b>	<b>393,746</b>

## Commentary

- Net Cash of A\$53.7m at 1H15 versus net debt of A\$135.3m at 1H14, when allowing for the full face value of convertible bonds (CB) (A\$125.0m)
- Capital Management strategy has worked:
  - A\$15.0m and A\$95.2m CB repaid in CY14
  - A\$125.0m CB to be repaid on 2 July 15 from cash
  - A\$125.0m finance facility from ANZ fully undrawn
  - CB interest and cost savings around A\$12m in FY15 and combined A\$24m from July 15
- Receivables at 1H15 lower due to timing of payments
- Flexible balance sheet able to fund growth