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ASX ANNOUNCEMENT
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Windward Commences New Exploration Initiative at Western Margin Prospect

Multi-pronged exploration program at the Western Margin prospect, 4km from Nova nickel deposit draws on new state-of-the-art exploration technologies

Highlights

- ***Windward to commence new exploration activities at its highly-rated Western Margin prospect, located just 4km from the Nova nickel-copper-cobalt deposit in the Fraser Range province of WA***
- ***The new work program, which is designed to develop strategic drill targets, follows a reassessment of the exploration potential of the Western Margin led by Windward's strategic exploration advisor, Mr Grant "Rocky " Osborne***
- ***Globally recognized geophysical consultants Archimedes Consulting to undertake comprehensive review of Windward's detailed aeromagnetic dataset using proprietary geophysical processing and interpretation techniques***
- ***Work scheduled to commence on a detailed in-fill gravity survey within the next fortnight***

Windward Resources (ASX: WIN) is pleased to announce that it is about to commence a new exploration program at its 70%-owned **Fraser Range North Project,** focusing on the highly-rated **Western Margin** prospect in Western Australia (see Figure 1), following a reassessment of this prospect's exploration potential.

The Western Margin prospect is located in a highly favourable geological and structural setting just 4km south-east of Independence Group's (ASX: IGO) world-class Nova nickel-copper deposit (currently under development).

A recent review of the project led by the Company's strategic advisor, renowned nickel exploration geologist Grant "Rocky" Osborne, included an assessment of the available geophysical and magnetic data for the Western Margin prospect, as well as previous limited diamond drilling undertaken by Windward last year.

Windward's past exploration at the Western Margin prospect was driven largely by geophysics with drill testing focusing on EM conductors generated by surface and down-hole electro-magnetic surveys. The upcoming program will draw on a broader range of exploration techniques and methodologies covering the prospect and its regional surrounds.

Field activities will commence at the Fraser Range North Project within the next fortnight, with the main objective being to define multiple targets for follow-up drilling.

Ground-based exploration activities will commence with a detailed gravity survey at the Western Margin prospect (see Figure 2). This survey will in-fill the existing Geological Survey of Western Australia (GSWA) regional gravity data from 4km x 4km to 800m x 100m spacing.

The purpose of the survey is to potentially identify mafic intrusive rocks in favourable structural settings within the Western Margin stratigraphy. These intrusions are known to host the nearby Nova nickel-copper-cobalt deposit.

The Western Margin tenement (E69/2989) is located within the Fraser Zone along the eastern margin of the main Fraser Range north-easterly trending gravity high (see Figure 1). The geology at Western Margin is identified as a series of folded rocks predominantly comprising a mixture of metasedimentary and mafic rocks intruded by mafic sills. The folding is most easily identified by units of high magnetic intensity (metasediments) with the sills exhibiting much more subdued signatures.

Proprietary geophysical processing and interpretation techniques from Archimedes Consulting Pty Ltd based in Adelaide will also be undertaken on Windward's detailed aeromagnetic dataset (flown in 2013) covering the Western Margin prospect. Archimedes is globally recognised as the leader in the field of advanced processing and interpretation of high resolution magnetic and gravity data and has developed a number of advanced differentiating techniques which can provide 3D mapping of regional and local structures providing new insights to clients in areas where the traditional approaches have been applied. Archimedes have primarily used their techniques in Oil and Gas Exploration worldwide and are now applying them to Minerals Exploration. Windward is one of the first mineral exploration companies to apply the Archimedes techniques as part of their exploration targeting.

This phase of exploration will complement the existing datasets, which consist of surface geochemistry, limited ground MLEM survey and an airborne EM survey, with the aim of identifying target areas for drill testing.

Windward's Executive Chair, Bronwyn Barnes, said *"the Company's exploration team, with expert assistance and guidance from its strategic advisor, Rocky Osborne, has completed an extensive review of all the information and datasets generated to date for the Fraser Range North Project".*

"The results of this 'back-to-basics' review have been surprising, giving us new insights and a potentially fresh approach to exploring the highly rated Western Margin prospect".

"Because of its obvious proximity to Nova, and its highly favourable structural location, the Western Margin prospect has long been regarded as one of the premier exploration targets in the Fraser Range region. The work completed over the past six months has allowed us to take a fresh look at this area and put together an innovative new exploration program drawing on some of the latest thinking and techniques in the industry".

"We are looking to complete a focused program using new information to further understand the value of our tenement package, and potentially define priority drilling targets".

"We remain committed to continuing to unlock the value of our high-quality Fraser Range North portfolio, with the upcoming exploration activities to be progressed in parallel with the Company's recently announced strategic review of its future growth strategy."

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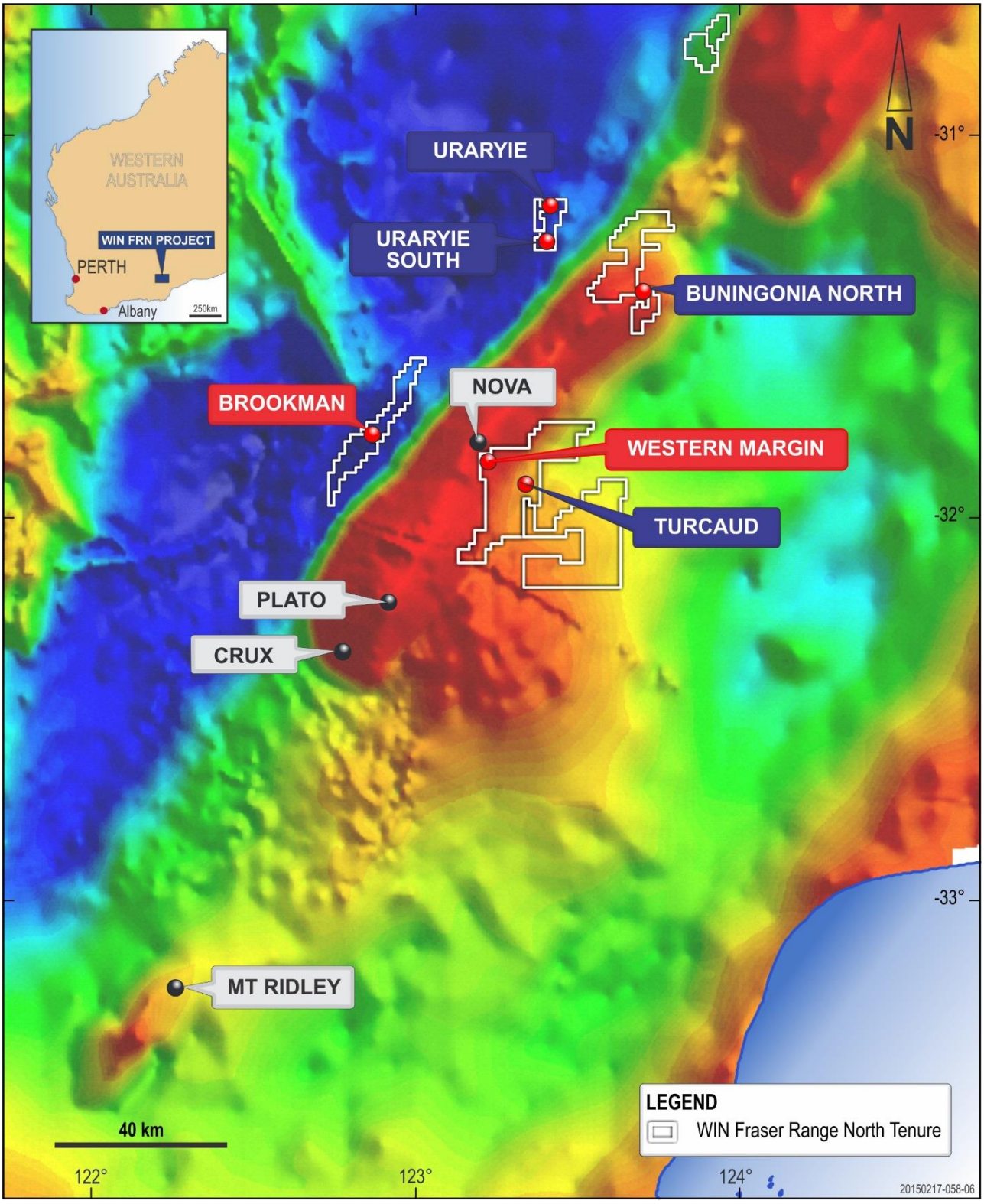

Figure: 1 – Location of Western Margin and other prospects, background image is Bouguer gravity.

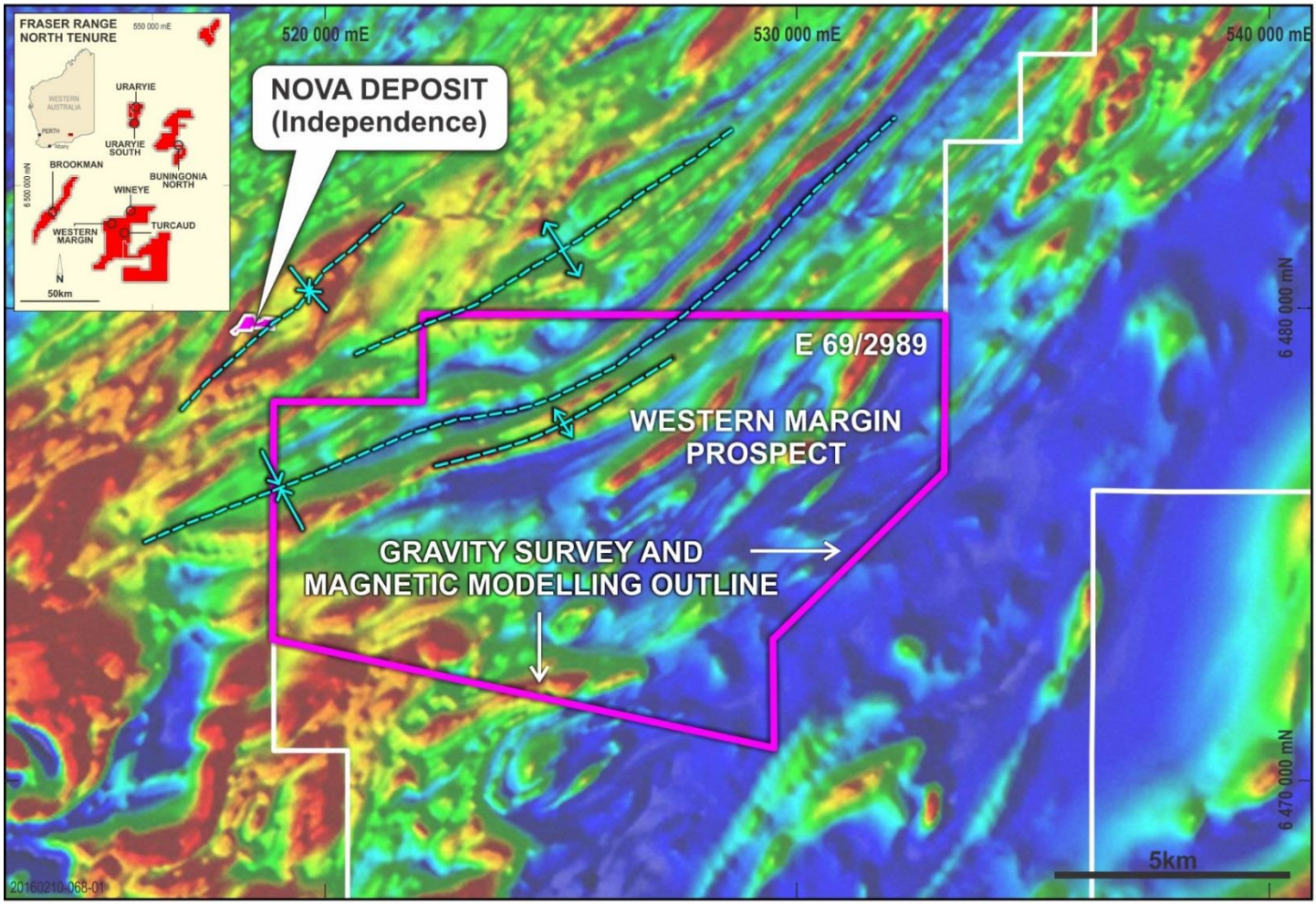

Figure: 2 – Simplified structural interpretation of the Nova-Western Margin area showing folding and potential repetition of stratigraphy, background image is RTP aeromagnetics.

Competent Persons Statement

The information in this document that relates to exploration results is based upon information compiled by Mr Alan Downie, a full-time employee of Windward Resources Limited. Mr Downie is a Member of the Australasian Institute of Mining and Metallurgy (AusIMM) 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 Downie consents to the inclusion in the report of the matters based upon the information in the form and context in which it appears.

Geophysical information in this report is based on exploration data compiled by Mr Brett Adams who is employed as a Consultant to the Company through the geophysical consultancy Spinifex-GPX Pty Ltd. Mr Adams is a member of the Australian Society of Exploration Geophysicists and of the Australian Institute of Geoscientists with sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore reserves Committee (JORC) Australasian Code for Reporting of Exploration Results. Mr Adams consents to the inclusion in the report of matters based on information in the form and context in which it appears.

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