



West African Resources Limited

ACN 121 539 375

Principal Office:

Unit 14, 531 Hay Street

Subiaco WA 6008

Western Australia

Phone: + 61 8 9481 7344

Fax: + 61 8 9481 7355

Email: info@westafricanresources.com

Web: www.westafricanresources.com

ASX ANNOUNCEMENT
20 December 2012

Director and Management Options Transfer and Exercise

West African Resources Limited ("Company", ASX: WAF) and its Directors are pleased to advise that they have engaged Blackwood Capital Ltd to facilitate the transfer and exercise of up to 20 million unlisted director and management options. The options will be placed with sophisticated and professional investors, at a sale price of 8c per option, which when exercised will raise up to \$4 million, before costs, for the Company.

Francis Harper, Chairman said "I am delighted to advise shareholders that the Directors of West African Resources intend to facilitate the exercise of a portion of their options through the sale of part of their option holdings, and, additionally, the exercise by them of part of those option holdings without selling any of their existing shareholdings."

Richard Hyde, Managing Director of West African, said "the early exercise of the unlisted options by new and existing investors, and Directors of the Company would bring our cash balance to approximately \$11 million. The new funds will be used to accelerate the development of our large scale copper-gold-molybdenum discovery at Sartenga, and ensure the Company is funded until well into 2014."

The Company has agreed to issue to Blackwood and other brokers engaged by Blackwood one option exercisable at 40 cents over three years for every two options placed by Blackwood and other brokers. A maximum of 10 million options would be issued under this agreement within 30 days of settlement of the Directors' options.

Options issued to Blackwood would be subject to shareholder approval with the remaining issue made in accordance with the Company's available 15% capacity pursuant to ASX Listing Rule 7.1.

Details of the final transfers and exercise of the options will be released to the market upon completion of the anticipated transactions.

Further information is available at www.westafricanresources.com

For further information contact:

Richard Hyde	Nathan Ryan
Managing Director	Investor Relations
Ph: 0413 874 740	Ph: 0420 582 887

Email: info@westafricanresources.com