

QUARTERLY REPORT - JULY to SEPTEMBER 2013

HIGHLIGHTS	OUTLOOK FOR DECEMBER QUARTER
------------	------------------------------

Corporate

- Completion of Placement on 15th July 2013 of 31,639,686 new shares to sophisticated and institutional investors raising \$17.4 million (before costs) to contribute towards development of the Roper Bar iron ore project.
- Macquarie Bank Limited project debt finance approved for Roper Bar iron ore project during the quarter, with settlement of \$80 million facility on 16 October 2013.
- \$30 million new equity raising (subject to shareholder approval) announced 20th September 2013.
- Share Purchase Plan offer announced 20th September, 2013 for each existing shareholder to subscribe up to \$15,000 for ordinary shares. (Closes 4th November, 2013)
- Annual Report 2013 released.

Roper Bar Iron Ore Project

- Agreement signed to appoint Noble Resources International Pte Ltd as Off-take partner to purchase all iron ore for up to 5 years.
- Mining and haul road construction proceeding on schedule with first shipment scheduled for late November
- Grade control drilling and mining revealing better than predicted tonnes and grade

Roper Bar Iron Ore Project

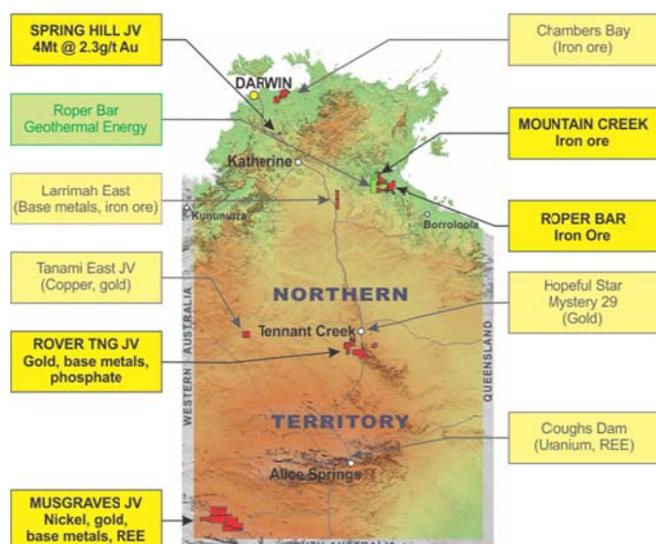
- Complete construction
- Ramp up operations
- First shipment

Mountain Creek Project

- Exploration drilling to resume at DSO targets

Spring Hill Project

- Thor to complete 2,000m RC drilling program targeting near surface mineralisation and extensions to high grade mineralisation subject to the historic mining activities





IRON ORE PROJECTS

ROPER BAR IRON ORE PROJECT (WDR 100%)

During the Quarter, construction activities at the mine site and haul road again made excellent progress (Figures 1 and 2), and will make Roper Bar one of the fastest bulk commodity projects developed in Australia in recent decades.

Construction of the haul road and bridgeworks is now more than 90% complete. Current activities are focusing on sealing the haul road and completion of the Limmen Bridge. Construction at the Bing Bong Loading facility commenced during the quarter and is already more than 80% complete.

Mining at F-East progressed during the quarter, with about 350,000t waste rock mined for construction of the haul roads and ROM pad and levees. Low grade ore has been used for sheeting the ROM and a stockpile of approximately 27,000t of DSO is awaiting crushing. Grade control drilling has advanced well, with 24,284m drilled and resulting in a 19% increase in predicted DSO grade tonnage as well as a 2.5% relative increase in iron grade. Blasted DSO stocks stood at around 300,000t near the end of September. The new mining camp (Sawfish Camp) is now operational and the onsite laboratory is being equipped.

WDR has partnered with one of the world's largest commodity traders in Noble Resources International Pte Ltd for a five year Off Take Agreement. Macquarie Bank have provided all Project funding for completion of development, meaning WDR are now fully funded. First shipment of final product is on schedule for late November next Quarter.

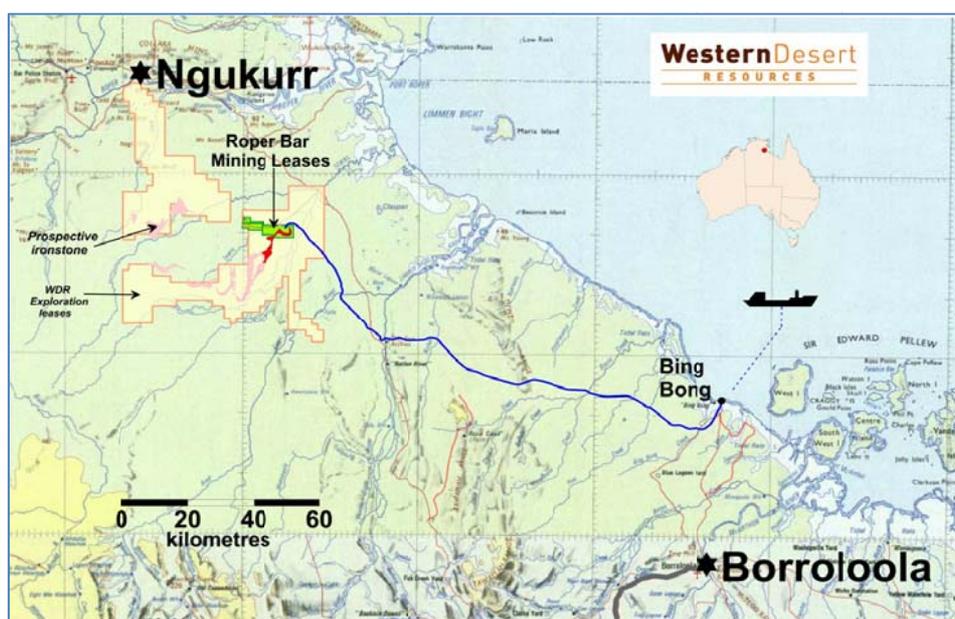


Figure 1. Map showing haul road from Roper Bar minesite to Bing Bong export facility



Figure 2: Photos of construction and mining activity

MOUNTAIN CREEK IRON ORE PROJECT (WDR 100%)

The Mountain Creek Project is a large area of exploration tenure immediately adjacent to the Roper Bar Iron Ore Project. It consists of EL27143 and EL25688, which are now both 100% owned by WDR.

WDR has commenced preparations for a drilling campaign at Mountain Creek, with a particular focus on following up high grade iron intersections previously reported at the Pumbaa target. A temporary camp has been set up and drilling is set to commence in early October.

CHAMBERS BAY IRON ORE PROJECT (WDR 100%)

The Chambers Bay project consists of two exploration leases containing the same stratigraphy as that hosting the Frances Creek iron ore operations. A reconnaissance site visit is scheduled for early October.



GOLD PROJECTS

EAST ROVER PROJECT (WDR earning up to 80% from TNG Ltd and WDR 100%)

The Rover Project covers three granted exploration licences in the lucrative Tennant Creek goldfields, two of which (EL24471 and EL25581) are in joint venture with Tennant Creek Gold (NT) Pty Ltd and one (EL28128) is 100% held by WDR. No activity occurred during the quarter.

SPRING HILL PROJECT (WDR progressively divesting to retain 20%)

The Spring Hill Project is a JV held with Thor Mining PLC (“Thor”), on the site of an historical gold mine in the Pine Creek Goldfield, 150 kilometres south of Darwin. The tenement package comprises an 1100 hectare Mining Lease (ML23812) surrounded by the 36 square kilometres Exploration Licence (EL22957). There is a Memorandum of Understanding (MOU) for the toll treatment of gold ore with Crocodile Gold Australian Operations Pty Ltd. WDR currently holds 49% equity in the project.

Thor announced during the quarter:

- Proof of concept that Spring Hill gold bearing material can be identified and segregated using X-ray scanning, which has the potential to reduce downstream processing costs
- Commencement of a 2000m RC drilling program targeting near surface oxide mineralisation and high grade mineralisation previously subject to historic mining activities



BASE METAL PROJECTS

LARRIMAH EAST PROJECT (WDR 100%)

The Larrimah East project comprises EL27472 and EL27473, located in the Dunmarra Basin east of Larrimah, near the Stuart Highway and Darwin to Adelaide Railway. The project is in a greenfields province with little or no previous exploration.

No exploration has been undertaken during the current quarter.

CORPORATE AND FINANCE**Capital Raising:**

On 11th July 2013 the company announced a placement to sophisticated and institutional investors to raise \$17.4 (before costs) to contribute towards the continued development of the Roper Bar iron ore project. The placement was priced at \$0.55 per share and represented 31,639,686 shares. The new shares were allotted on 15th July, 2013.

On 20th September 2013 (following a one day trading halt) the company announced that it has agreed to a placement to sophisticated and institutional investors of 46,153,846 new ordinary shares at an issue price of \$0.65 per share. The issue of these shares is subject to the approval of the company shareholders which will be sought at the Annual General Meeting to be held 15th November 2013. In addition to the Placement the company will be offering all WDR shareholders the opportunity to subscribe for up to \$15,000 of new shares at an issue price of \$0.65 per share pursuant to a Share Purchase Plan ("SPP"). It is intended to cap the maximum amount to be raised under the Share Purchase Plan at \$15 million. The record date for participation in the SPP is Thursday 19th September 2013. The funds raised under the Placement and SPP will replace funding previously to be provided by way of a revolving credit facility from Noble Resources International Pte Limited.

During the quarter movements in company share options were:-

During the quarter Directors of the Company exercised 7,552,261 unlisted options. The options carried expiry dates of 29th and 30th November 2013.

During the quarter Employees of the Company exercised 275,000 unlisted options. These options carried expiry dates of 23rd November 2013 and 25th January 2015.

During the quarter the company's largest shareholder, Permat Holdings Pty Ltd. exercised 9,166,653 unlisted options which were granted pursuant to a subscription agreement with the company. The options carried an expiry date of 24th December 2013.

Securities on issue:

There were 409,487,231 ordinary shares on issue at 30th September 2013.

There were a total of 15,431,086 unlisted options outstanding at 30th September 2013.

Cash Position:

At the end of the quarter cash reserves stood at \$3.8 million. Total drawn debt with Macquarie Bank Limited at 30 September 2013 was \$40 million, leaving a further \$40 million in available debt funding to be drawn down in the October to December 2013 quarter.

Directors:

There were no changes to the composition of the Board during the quarter.

For further information please contact:

Norm Gardner
Managing Director

Telephone: 08 8177 8800

Email: info@wdrl.com.au

or

Laurie Ackroyd
Company Secretary

Competent persons Statements:

The information in this report that relates to Mineral Resources at Roper Bar at Areas D and E is based on information compiled by Sharron Sylvester who is a full-time employee of AMC Consultants Pty Ltd and a Member of the Australian Institute of Geoscientists and has sufficient experience relevant to the styles of mineralisation and type of deposit under consideration to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC code). Sharron Sylvester consents to the inclusion of this information in the form and context in which they occur.

The information in this report that relates to Mineral Resources at Roper Bar at Area F is based on information compiled by Mr Aaron Meakin and Mr Andrew Bennett. Mr Aaron Meakin is a full-time employee of CSA Global Pty Ltd and is a Member of the Australasian Institute of Mining and Metallurgy. Mr Aaron Meakin has sufficient experience relevant to the styles 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 2004 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC code). All work relating to the estimation of mineral resources has been carried out under the supervision of Mr Aaron Meakin. Mr Andrew Bennett is a full-time employee of Western Desert Resources Pty Ltd and is a Member of the Australasian Institute of Mining and Metallurgy. Mr Andrew Bennett has sufficient experience relevant to the styles of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as Competent Person as defined in the 2004 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC code). All work relating to the classification of mineral resources has been carried out under the supervision of Mr Andrew Bennett. Mr Aaron Meakin and Mr Andrew Bennett consent to the inclusion of this information in the form and context in which they occur.

The information in this report that relates to the Spring Hill Mineral Resource is based on information compiled by Diederik Speijers who is a Fellow of The Australasian Institute of Mining and Metallurgy. Mr Speijers is the principal of consulting firm McDonald Speijers. He 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 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Diederik Speijers consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Exploration Results is based on information compiled by Graham Bubner who is a Member of the Australian Institute of Geoscientists. Mr Bubner is a full-time employee of Western Desert Resources Ltd and has sufficient experience relevant to the styles of mineralisation under consideration and to the subject matter of the report to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC code). Mr Bubner consents to the inclusion in the report of the matters based on his information in the form and context in which they occur.