

Base and Precious Metal Projects in Kazakhstan & Australia

25th September 2013

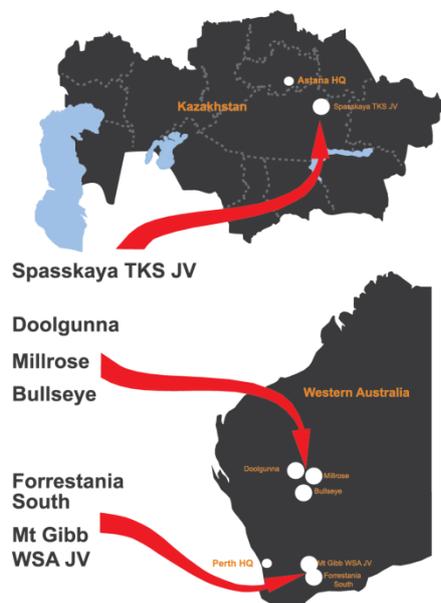
Great Western Exploration Limited
ABN 53 123 631 470

Great Western Exploration Limited is a publicly listed exploration company with the primary objective of creating wealth for shareholders through the discovery and development of high quality mineral deposits.

ASX Code: *GTE*
Capital Structure
Shares on Issue: *131.15 M*
Options on Issue: *9.35 M*

Contact Details:
185 Hay Street, Subiaco 6008
PO Box 8142, Subiaco 6008
T: (08) 6489 0101
F: (08) 6489 0100
info@greatwesternexploration.com.au
www.greatwesternexploration.com.au

Board of Directors
Jordan Lockett – MD/Chairman
Frank Cannavo – Non-Executive Director
Craig Mathieson – Non-Executive Director
Kel Edwards – Company Secretary



Spasskaya Progress Report

Great Western Exploration Limited (“GTE”) is pleased to provide the following update with respect to its interest in the Spasskaya Project in Kazakhstan.

- Purchase Agreement of 50% of the JV Company completed.
- Re-registration of the JV Company to reflect the changes in management is underway.
- Work Contract that includes approximately 7,000m of diamond drilling has been signed.
- The majority of drilling to be completed at both the Khadzhikongan and Alтынobe Prospect for resource calculations.
- Geological mapping commenced.
- Drilling to commence shortly.

GTE'S 50% INTEREST IN THE JV COMPANY

GTE and Tauken Samruk (“TKS”) have signed a contract under which TKS will sell 50% of the JV Company (which holds the Sub Soil Contract over the Spasskaya copper project) to GTE. GTE has transferred funds to TKS to reimburse the costs of the Sub Soil Contract as agreed in the Implementation Agreement.

The next step is for the JV Company to be re-registered with the appropriate Government Department to reflect the new ownership details and to register the new management of the company. All the necessary paperwork has been completed and lodged for the re-registration of the JV Company which is expected to be confirmed shortly.

As per the Implementation Agreement GTE will initially own 50% of the JV Company, however if the company withdraws from the JV prior to fulfilling its obligations then this share will be transferred back to TKS at no cost.

The JV partners will also now finalise the Company Charter (the commercial terms of which were agreed in the implementation agreement announced to ASX in April 2012).

WORKS CONTRACT AWARDED FOR SPASSKAYA PROJECT KAZAKHSTAN

The Spasskaya JV Company has awarded a major contract to carry out exploration work at the Spasskaya Project. The contract is for approximately US\$2.2 million over 10 months, with the majority of costs associated with diamond drilling (~7,000m) and the remaining consisting of geological and geophysical services. The contractor is a well-known local geological consultancy with its own diamond drilling rigs and will provide the field staff and infrastructure required for the work program. The contractor previously worked with TKS on the Spasskaya project during the Sub Soil Contract application, and therefore already has high level understanding of the project.

As the re-registration procedures required to reflect the change of management of the JV Company are yet to be completed and to ensure that work commenced on the project as soon as possible to avoid the risk of not making the first year's expenditure commitment as set out in the Sub Soil Contract, GTE and TKS agreed that TKS would manage the tender process. TKS has advised GTE that the tender process was completed according to the rules of Samruk Kazna, the Sovereign Fund of Kazakhstan and parent company of TKS. GTE has also sought additional protection to ensure that the contractor undertakes exploration in accordance with appropriate standards, including the JORC Code.

Once the re-registration of the JV Company is completed, all future contracts will be tendered by the JV Company directly, of which GTE will have management control.

The majority of the work will be carried out both the Khadzhikongan and Altynobe prospects that includes:

- Resource definition drilling
- Trenching
- Ground geophysical surveys (IP and magnetic)
- Surface geochemical surveys
- Geological mapping

The geological mapping and surface geochemical surveys have already commenced and the drill rigs are available for immediate start and GTE anticipates that the contractor will start to mobilise rigs to site within the week. A further announcement will be made when the actual drilling commences.

The remaining samples from the RC drilling at Khadzhikongan have been despatched to the laboratory for analysis and the company is still awaiting the results.

BACKGROUND

The Company first entered into a Heads of Agreement to form a 50/50 Joint Venture (“JV”) with TKS, the National Mining Company of Kazakhstan, in November 2011 and signed the original Implementation Agreement April 2012 to develop the Spasskaya Copper Field subject to granting of the Subsoil Contract and shareholder approval of TKS parent Company, Sovereign Fund of Kazakhstan. Subsequently the Sub Soil contract was granted in February 2013 and the final version of the Implementation Agreement was approved by the Sovereign Fund in April 2013 and maiden drilling commenced in June 2013.

The Spasskaya Copper Project is located in central Kazakhstan near the major regional centre of Karaganda, a two-hour drive southeast of the capital city, Astana and comprises a 12,500m² Subsoil Contract covering the majority of the historic Spasskaya Copper Field.

Soviet-era exploration reports have identified over 350 copper occurrences within the Spasskaya Project and 8 prospects where significant copper mineralisation was reported in drilling and/or trenching. The styles of mineralization reported include:

- Vein hosted and disseminated copper related to epithermal mineralization.
- Breccia related mineralization.
- Sediment hosted mineralization.
- Stockwork and associated disseminated mineralisation within bi-modal rhyolite and andesite lava.
- Granodiorite, diorite and monzodiorite porphyry-related copper-silver-gold mineralisation.

The JV is initially focusing its attention on six high-grade (>1%) copper prospects within the Spasskaya Project with different levels of historic exploration work including diamond drilling.

The Company has completed maiden RC drilling at Khadzhikongan where significant copper mineralisation was confirmed and will soon commence at Altynobe and is moving swiftly towards resource definition drilling and open pit mine feasibility studies at both of these prospects.

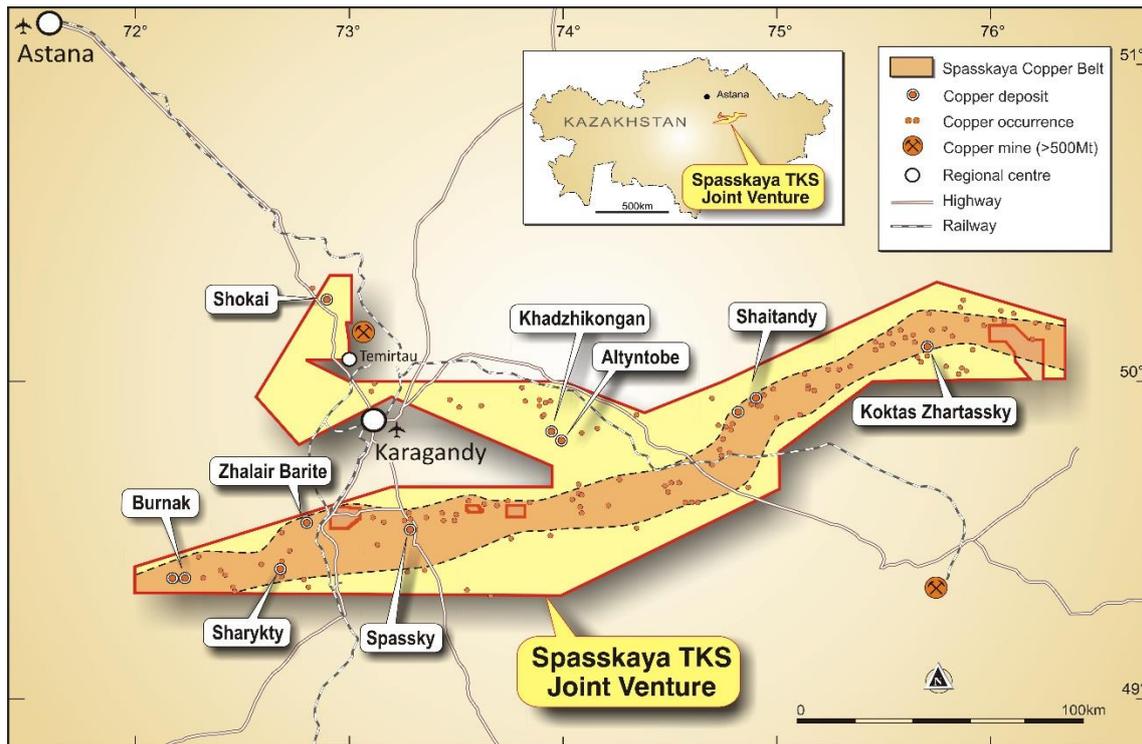


Figure 1 – 12,500km² Spasskaya Project showing Location of priority Prospects

J A Lockett

Managing Director

Competent Person Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Jordan Lockett who is a member of the Australian Institute of Mining and Metallurgy. Mr Lockett is an employee of Great Western Exploration Limited 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 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Lockett consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.