



ASX and Media Release

Dispute with Pybar – update

WPG Resources Ltd (ASX: WPG) refers to its earlier ASX announcement dated 3 October 2017, and advises that its wholly owned subsidiary, Challenger Gold Operations Pty Ltd (CGO), has become aware of proceedings being commenced in the South Australian Supreme Court by Pybar Mining Services Pty Ltd (Pybar) against it.

The mining contract with Pybar was terminated in August 2017 and a new contractor, Byrncut Australia Pty Limited has been engaged, as first announced by WPG on 7 July 2017 (and in the release on 3 October 2017). CGO continues to deny any claims made by Pybar and has notified Pybar of an off-setting counter claim for damages and loss arising directly from Pybar's failure to properly perform services in accordance with neither the mining contract nor to an acceptable industry standard. CGO continues to assess its offsetting claims.

CGO believes Pybar's claim has no merit and intends to vigorously defend any proceedings.

WPG will continue to keep the market informed of further developments.

Further Information

For further information please contact WPG's Executive Chairman, Bob Duffin or CEO Wayne Rossiter on (02) 9251 1044.

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Forward-Looking Statements

This document may include forward-looking statements. Forward-looking statements include, but are not limited to statements concerning WPG's planned activities, including but not limited to mining and exploration programs, and other statements that are not historical facts. When used in this document, the words such as "could", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward-looking statements. In addition, summaries of Exploration Results and estimates of Mineral Resources and Ore Reserves could also be forward looking statements. Although WPG believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.