

ASX and Media Release

Outstanding walk-up drill targets identified at Tarcoola

Highlights

- High priority mineralised zones identified under existing high-grade Tarcoola open pit which are open along strike and at depth.
- Historical gold intersections in drill holes that suggest potential for depth extensions to the Perseverance pit as well as underground mining potential.
- Current open pit mined grades at Tarcoola of up to 5g/t Au demonstrate future cutback / underground potential.
- Drilling planned to target these areas as a priority.

High grade 'Deliverance' target

WPG Resources Ltd (ASX: WPG) is pleased to advise it has identified compelling drill targets at Tarcoola beneath and adjacent to the Company's Perseverance open pit.

The zone, named **Deliverance**, is at least 500m long and contains many historical gold workings and significant drill intersections. The Deliverance zone is open along strike and at depth.

This zone is continuous for a distance of 500m from intersections in TARC010 in the north to GP003D in the south, as shown in Figure 1.

Some 400m of this zone is beneath the crest of the pit and extends into the planned bottom of the pit. The zone has been tested with about 20 historical drill holes, and importantly, only four of these holes returned intersections of less than 1g/t Au.

The Deliverance zone when viewed in the light of knowledge of structural and lithological controls to mineralisation gained by the Company since the Perseverance pit was developed a little over a year ago presents a compelling case for drilling, initially in the 185m long zone SSW of the pit from the GP002D intersection.

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The Deliverance target is shown in relation to the Perseverance pit in Figure 1.

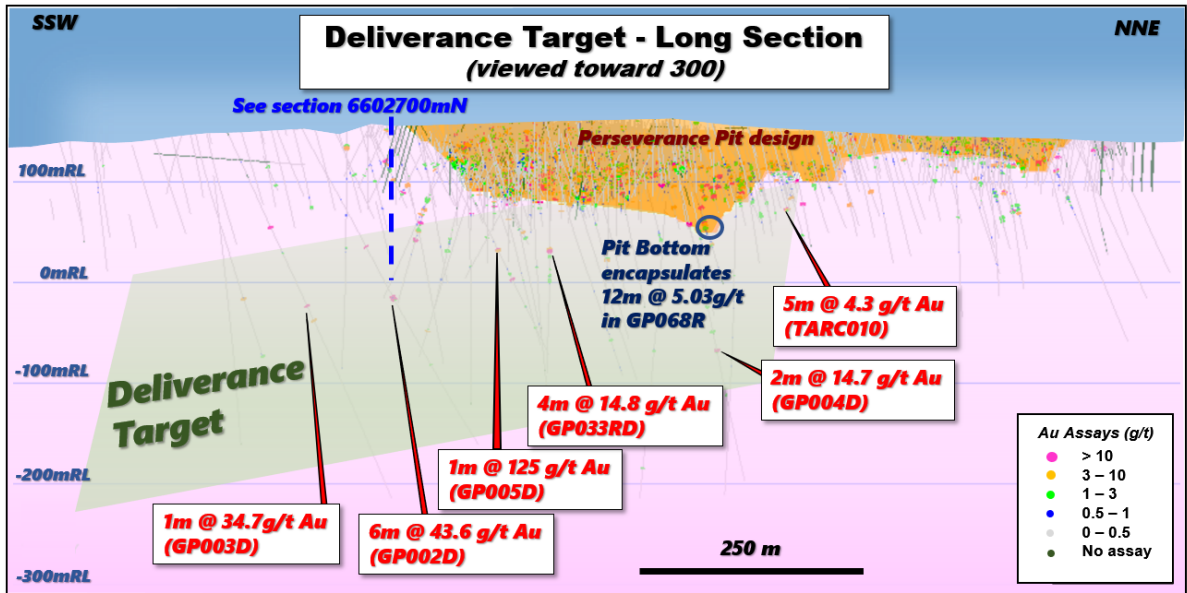


Figure 1: – Long section of the Perseverance pit and the Deliverance zone.

The intersections shown in Figure 1 and summarised in more detail in the following pages have been extracted from reports by the following companies:

- GP002D – 005D – Drilled 1996 by Grenfell Resources NL.
- GP033RD, GP065R, GP068R, GP098RD – Drilled 1997 by Grenfell Resources NL.
- QR120, QR166, QR270 - Drilled in 1993 by Queens Road Mines.
- TARC010 – Drilled in 2013 by Tunkillia Gold Pty Ltd.

The reliability of the information included in these reports can not be determined and details of the work programs undertaken are unknown, except to the extent that the drill hole locations and intersections have been recorded. Grenfell Resources is a delisted company. Queens Road Mines was a private company and Tunkillia Gold is now a subsidiary of WPG Resources Limited but was then a subsidiary of Mungana Goldmines Limited which is now also a delisted company. Details of holes with prefixes GP and QR can be found in open file envelope ENV09312 available on SARIG (<https://map.sarig.sa.gov.au/>). Detail of TARC010 can be found in Mungana's annual report for 2013.

WPG confirms it is not aware of any new information or data that materially affects the information in the original announcements and disclosures and confirms that to the best of its knowledge and belief all material assumptions and technical parameters underpinning the announcements continue to apply and have not materially changed.

WPG confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original announcements.

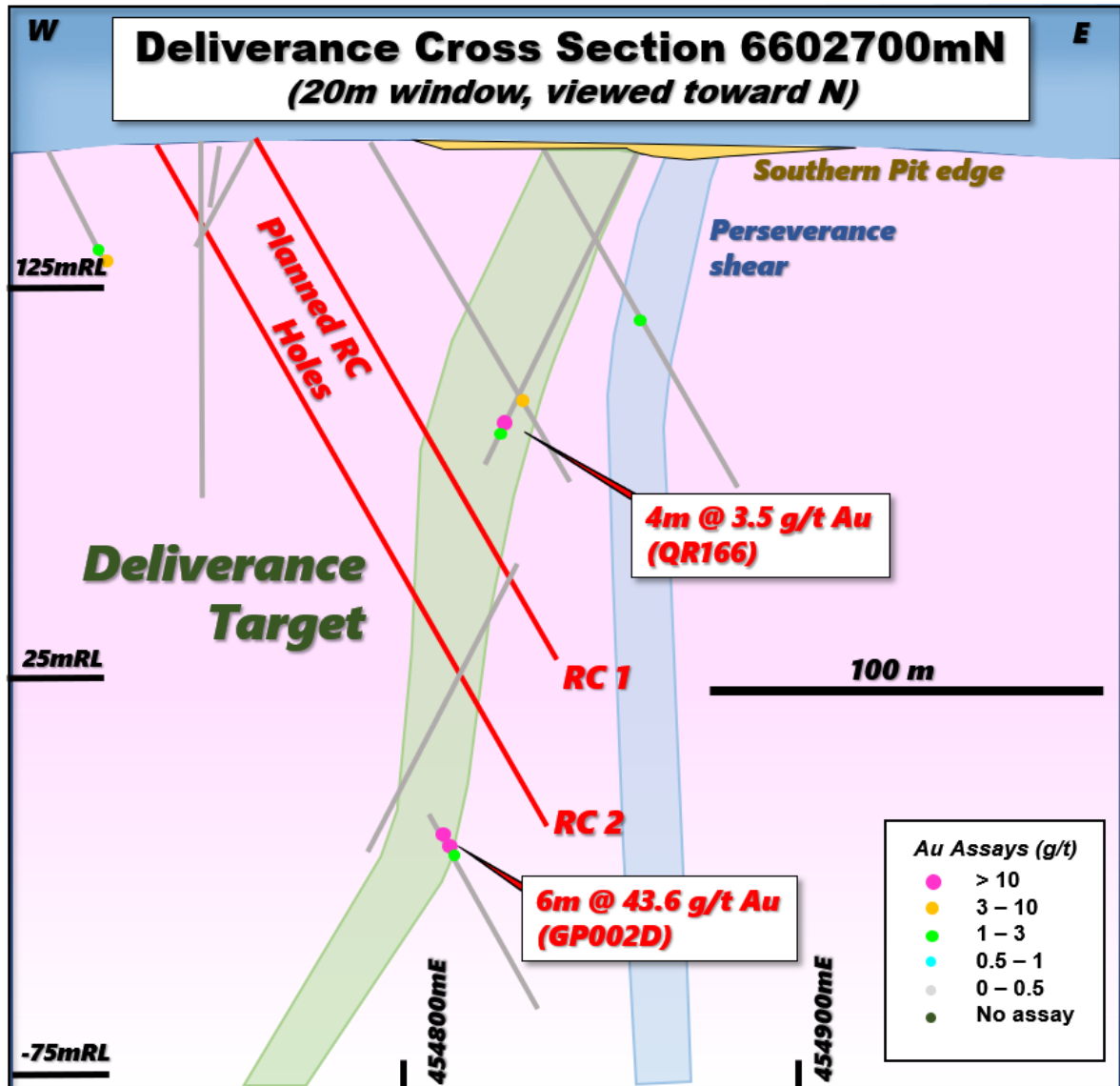


Figure 2: – Cross section 6602700mN showing first two planned deep RC holes at Deliverance.

Significant historical intersections in Deliverance with the midpoint RL of intercepts (noting that the surface RL of the target zone ranges from 161mRL to 140mRL) are summarised on the following pages.

The relevance and materiality of these historical intersections supports the case for further drilling.

Proposed drilling program

Testing of the Deliverance zone will commence at the southern end of the pit with 19 RC holes for around 3,000m. These holes have been designed to test the continuity of the structure on 20m sections at approximately 40m down dip on each section. They have been planned to tie in with the limited existing drilling and to mainly test the 100m depth horizon from 80mRL to -20mRL.

It is likely that this target area extends at depth, and if the drilling proposed above confirms this further drill programs will follow.

The proposed drilling is expected to commence as soon as a rig can be obtained and will be funded from working capital.

The Perseverance pit was developed by WPG as the initial mining operation at Tarcoola just over a year ago. Since then, WPG has also developed the Last Resource pit.

A recent photograph of the Perseverance pit is shown in Figure 3. The Deliverance target zone scheduled for early drill testing lies beneath and immediately behind the far wall in the pit.



Figure 3: – Perseverance pit with Deliverance target zone beneath and immediately behind the far wall of the pit.

There are more than 60 named old gold mines and diggings at Tarcoola. When WPG acquired the property the Company's intention was to bring the Perseverance pit into production as soon as possible, which has been achieved. The longer-term plan was to test key other mines and prospects with a view to extending the life of the project. The drilling program proposed for the Deliverance zone represents the next stage in this strategy.

As set out in WPG's ASX announcement of 7 February 2018, there have been spectacular intersections in recent grade control drilling in the Perseverance pit. This high-grade ore is currently being hauled to WPG's Challenger processing hub for treatment. The high-grade material will continue to be hauled and treated at Challenger for the remainder of this financial year and beyond.

Summary of Historical Drilling

Historical drilling has yielded significant results in the past under the eventual proposed bottom of the Perseverance pit in the Perseverance shear, summarised as follows:

- 1m @ 125.0g/t Au, 180g/t Ag, 1.80%Pb and 1.55% Zn from 155m in GP005D (32mRL).
 - Breccia hosted. Occurs at conglomerate contact due to normal fault of at least 50m downward displacement, possibly related to a coincident NW structure.
 - Is also directly along strike from GP002D intersection south of pit so could also be related to the granite vein structure
- 5m @ 20.6g/t Au from 59m in QR120 (102mRL).
- 2m @ 33.8g/t Au from 82m in QR270 (80mRL).
- 1m @ 12.2g/t Au, 42.5g/t Ag, 2.83% Pb and 1.07% Zn from 190m in GP005D (3mRL).
- 2m @ 14.7g/t Au, 21.5g/t Ag, 0.40% Pb and 0.37% Zn from 274m in GP004D (-68mRL).
- 1m @ 14.3g/t Au from 122m in GP098RD (59mRL).

Under the proposed base of the Perseverance pit in the granite vein:

- 4m @ 14.8g/t Au, 24.8g/t Ag, 0.53% Pb, 0.61% Zn from 138m in GP033RD (32mRL).
- 2m @ 13.7g/t Au from 84m in GP065R (78mRL).
- 5m @ 4.3g/t Au from 91m in TARC010 (72mRL).

South of the Pit in granite vein:

- 6m @ 43.6g/t Au, 45.3g/t Ag, 2.62% Pb and 3.22% Zn from 197m in GP002D (-16mRL).
- 1m @ 34.7g/t Au, 67.0g/t Ag, 0.26% Cu, 2.50% Pb and 2.04% Zn from 199m in GP003D (-23mRL).
- 4m @ 3.5g/t Au from 84m in QR166 (90mRL).

The historical drilling results summarised above and shown in Appendix 1 are not reported in accordance with the JORC 2012 code.

Further Information

For further information please contact WPG's CEO Wayne Rossiter on (02) 9251 1044.

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.

Competent Person Statement

The Tarcoola exploration activities and results contained in this report are based on information compiled by Mr Paul Wittwer.

Paul Wittwer confirms that the historical drill results included in this report are an accurate representation of the available historical drill result data.

Paul Wittwer is a Member of the Australasian Institute of Mining and Metallurgy and the Australian Institute of Geoscientists. He is a Senior Project Geologist and a full-time employee of WPG Resources Ltd. He has sufficient experience that 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 (the JORC Code & Guidelines).

Paul Wittwer has consented in writing to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Appendix 1 – Drill hole information

Drill collar detail (Historical)

Hole ID	Type	MGA94 E	MGA94 N	RL	DIP	AZI (True)	Depth (m)
GP003D	DD	454673	6602584	149	-60	66	423
GP002D	DD	454727	6602637	156	-61	58	375
GP005D	DD	454793	6602749	164	-58	65	279
GP033RD	RC, DD Tail	454807	6602872	157	-61	113	274.2
GP004D	DD	455042	6602874	165	-58	320	425.1
GP068R	RC	454907	6602971	154	-60	96	124
TARC010	RC	454969	6603030	153	-60	95	110
GP065R	RC	454969	6603052	152	-59	90	132
QR120	RC	454860	6602730	164	-90	0	80
QR166	RC	454861	6602720	163	-59	235	93
QR270	RC	454899	6602812	163	-90	0	90
GP098RD	RC, DD Tail	454896	6602712	163	-60	270	220

Drill assay results (Historical)

Hole ID	From (m)	To (m)	Interval (m)	True Width (m)	Au (g/t)	Ag (g/t)	Pb %	Zn %	Location	Midpoint Intercept mRL
GP003D	155	156	1	0.5	125	180	1.80	1.55	Under Pit	32
QR120	59	64	5	2.5	20.6	-	-	-	Under Pit	102
QR270	82	84	2	1	33.8	-	-	-	Under Pit	80
GP005D	190	191	1	0.5	12.2	42.5	2.83	1.07	Under Pit	3
GP004D	274	276	2	1	14.7	21.5	0.40	0.37	Under Pit	-68
GP098RD	122	123	1	0.5	14.3	5	0.07	0.03	Under Pit	59
GP033RD	138	142	4	4	14.8	24.8	0.53	0.61	Under Pit	32
GP065R	84	86	2	2	13.7	3	0.004	0.004	Under Pit	78
TARC010	91	96	5	5	4.3	-	-	-	Under Pit	72
GP068R	106	118	12	12	5.03	7.7	0.23	0.25	Pit Design	58
GP002D	197	203	6	3	43.6	45.3	2.62	3.22	SSW of Pit	-16
GP003D	199	200	1	0.5	34.7	67	2.50	2.04	SSW of Pit	-23
QR166	84	88	4	2	3.5	-	-	-	SSW of Pit	90

*Note 1: True widths are not conclusively known but based on the orientation of the holes, true width possibilities have been estimated as shown.

*Note 2: (-) Denotes that the element was not analysed.

*Note 3: Surface RL in this target zone is 161 to 140mR.