



ASX Announcement
3 July 2018

Westgold Signs Mining and Profit Share Term Sheet with Musgrave Minerals Limited

Westgold Resources Limited (**ASX:WGX**) (**Westgold**) is pleased to advise that it has signed a non-binding term sheet with Musgrave Minerals Limited (**ASX:MGV**) (**Musgrave**) to lead to the mining and profit sharing from a number of open pit and/or underground mines in close proximity to Westgold's processing hubs at Tuckabianna and Bluebird.

The template is similar to that Westgold has successfully used with other junior miners in the Kalgoorlie region whereby Westgold plays the role of manager, banker and operator for the feasibility and mining of the projects on an at cost basis. Revenue generated from mining will reimburse for costs first with surplus funds being split equally by the parties.

The arrangement covers the known resources and immediate extensions (within 100 m in any direction) of the Lena, Break of Day, Jasper Queen, Gilt Edge and Rapier South deposits. There is no change in title in the arrangements and the deal remains conditional on completion of a more detailed mine management and profit sharing agreement.

Westgold announced on 28 May 2018 that it had acquired a 15% equity interest in Musgrave via a placement of \$3.36 million to enable it to further expand upon its exploration success in the region.

Westgold's Managing Director, Peter Cook said:

"We are delighted to agree this terms sheet with Musgrave that should enable the exploitation of its known resources in the Murchison region without the usual imposts and risks that prevent juniors from getting projects up. Musgrave is a good little explorer with plenty of targets and we are happy to fund it to do what it does best. We, on the other hand are miners and our focus is to maximise the returns from these deposits for our mutual benefits. We look forward to being in a position to extract the most from current known resources for both groups".

Enquiries

Peter Cook
Managing Director
peter.cook@westgold.com.au

Steve Norregaard
Operations Director
steve.norregaard@westgold.com.au

Rod Corps
Manager – Investor Relations
rod.corps@westgold.com.au

Westgold Resources Limited
ACN 009 260 306

t: +61 8 9462 3400 | e: reception@westgold.com.au | w: www.westgold.com.au
PO Box 7068 Cloisters Square WA 6850 | Level 6, 197 St Georges Tce, Perth WA 6000