



WEST WITS MINING

ASX Announcement and Media Release

Friday, 28 April 2017

ASX: WWI

www.westwitsmining.com

Fast Facts

@ 28 April 2016

| | |
|-----------------------|-----------------|
| Capital Structure: | |
| Shares on issue | 456 million |
| Options | 52 million |
| Market Cap | A\$11.4 million |
| Cash in Bank | A\$0.3 million |
| Debt | Nil |
| Enterprise Value (EV) | A\$11.1 million |
| EV/oz | A\$8.07/oz |

Company Directors & Management

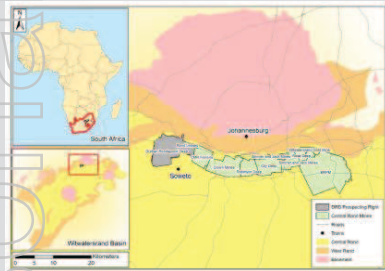
| | |
|-----------------|--------------------|
| Michael Quinert | Chairman |
| Vin Savage | Executive Director |
| Neil Pretorius | Non-Exec Director |
| Hulme Scholes | Non-Exec Director |

Top Shareholders ≈

| | |
|---------------------|-------|
| Twynam Ag | 19.9% |
| DRD Gold Ltd | 11% |
| Top 40 Shareholders | 74% |

Company Highlights

- South Africa
 - near surface and underground targets
 - 1.217m oz JORC resource
 - Measures: 302,000
 - Indicated: 566,200
 - Inferred: 349,400
 - Historic estimate of 12.8m oz at 4.6g/t
 - 31.8m ozs Au produced historically



- Indonesia
 - High grade placer deposit
 - Project show early stage similarities with discoveries inc; Porgera, Edie Creek, Wau
 - Independent geologists believe source of nuggets likely to be local, based on the size and shape of the nuggets discovered



Contact Details

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Quarterly Activities Report

Highlights

South Africa

- 18,300 tonnes of ore extracted for the quarter with over 42,000 tonnes of ore now extracted since commissioning of the Sol Plaatje Project (SPP) in August 2016
- \$160,000 received during the quarter from operations for the quarter
- Head grade from the pit continuing in line with expectations at circa 2 g/t au
- Production was expected to increase to circa 12,000 tonnes per month by the end of March 2017 however production remained at circa 6,000 tonnes per month
- Head mining contractor has now been terminated, an agreement with a new Head Contractor is finalised and sub-contractors now being engaged
- New operators expected to be operating the SPP by second week of May
- SPP ore continues to be treated at the nearby Mogale Plant although discussions are underway with 4 other plants with one proposed contract already presented
- Under termination with former Head Contractor West Wits to be repaid all working capital committed to SPP plus all outstanding ore payments anticipated to total approx. \$200,000

Indonesia

- Substantial portion of Derewo tenements recommended and published on list 24 for clear and clean status
- Validation of alliance with new local associate PT Toba Sehjahtra
- Process now underway to have balance of tenement approved for clear and clean status

Review of Operations

South Africa

Soweto Cluster Gold Project, Central Rand (WWI: 66.6%)

West Wits Mining Limited (ASX:WWI) (“the Company” or “West Wits”) continued to focus on the development of the Sol Plaatje Project (“SPP”) which is located within the Soweto Cluster Gold Project, Johannesburg, South Africa (“Soweto Cluster”).

For the quarter to the end of March 2017 approx. 18,300 tonnes of ore had been extracted from the SPP and trucked to the nearby Mogale gold plant. West Wits received \$160,000 for the quarter from the SPP operation. Since the SPP was commissioned in excess of 42,000 tonnes of ore has now been extracted.

Sol Plaatje Project

On 9 March 2017, West Wits provided an update on SPP stating that the definitive agreement with the Head Mining Contractor for SPP has yet to be completed but negotiations had been successfully completed for all key issues except one. The mutual intention of both groups was to operate SPP as a 50:50 joint venture. This arrangement was cover all costs and processes so that West Wits has no operational responsibilities. The one issue outstanding was the excessive Plant Call Factor ("PCF") reduction on gold produced. West Wits has insisted on setting the PRF at a fixed rate rather than the variable rates dependent on overall production outcomes and its "in house" allocation reconciliations proposed by the contractor.

Whilst the PCF issue remained unresolved a larger issue emerged, being the under performance of the mine contractor. During the course of the quarter the rate of ore extraction from the pit continued to remain behind the mine schedule. Poor grade control practices were also a continuing concern to West Wits. These issues led to a decision by the Company to terminate its arrangement with the Head Contractor.

West Wits has recently finalised an agreement with a new Head Contractor which is anticipated to commence by the second week of May. The new Head Contractor, Elandinwave (Pty) Ltd, is a special purpose company formed by a collection of West Wits consultants and its BEE partner. Each of Elandiwaves shareholders have worked with West Wits on the Soweto Cluster for a number of years and their commitment to invest their own funds to become a partner in the SPP project is a strong validation of support from a group who have a deep knowledge of the issues and the prospects. The Company is delighted with this outcome. Under the agreement West Wits will receive 60% of net proceeds from Pits 1 and 2 at SPP, with net proceeds from the remaining Pits 3, 4 & 5 to be split on a 50:50 basis. The new Head Contractor will also provide sufficient funds to cover anticipated working capital to effect the transition of the management of the operation. The proposed Head Contractor is currently finalising arrangements with sub-contractors which when in place will allow for commencement of operations. The Company will make a further release to shareholders once an agreement with the proposed new Head Contractor has been executed.

The new Head Contractor is also assessing alternate toll treating options. Whilst it is expected that Mogale will continue to receive SPP ore for the time being discussions are now underway with 4 other potential toll treatment plants nearby with West Wits having already received one contract proposal.

SPP is the first of a planned pipeline of 5-6 surface opportunities across the Soweto Cluster.

Main and South Reef Project (M&S Project)

During the quarter West Wits also announced it has selected its second surface project for development, the Main and South Reef Project ("M&S Project"). The M&S Project focusses on near-surface, remnant orebodies including "Crown Pillars" the Main and South reefs over a 3.3km strike length. An initial Exploration Target (ET) was developed for the project and is detailed in Table 1.

This Exploration Target relies heavily on a detailed review of an extensive database generated by previous leaseholder Durban Roodepoort Deep Limited (DRD) for the Mineral Resources they published under an earlier previous version of the

JORC Code and released to the ASX in 2000. The geological database for this evaluation consists of thousands of underground sampling and mapping points that include reef thickness and sampled grade as well as the carefully documented and significant historical production information. As the data is sourced from historical underground plans there is insufficient proximate information in the near surface environment to estimate an inferred resource in compliance with JORC (2012).

| Table 1: Exploration Target for the Main and South Reef Project | | | |
|---|--------------------|-----------|-----------|
| Category | Tonnes (thousands) | Grade g/t | Ounces Au |
| High range | 200 | 7 | 45,000 |
| Low range | 150 | 5 | 25,000 |

Table 1. The Exploration Target for the Main and south Reef Project is stated above as ranges of approximations of tonnes and grades. The potential quantity and grade is conceptual in nature. There has been insufficient exploration to estimate a Mineral Resource. Number differences may occur due to rounding. It is uncertain if further exploration will result in estimation of a Mineral Resource.

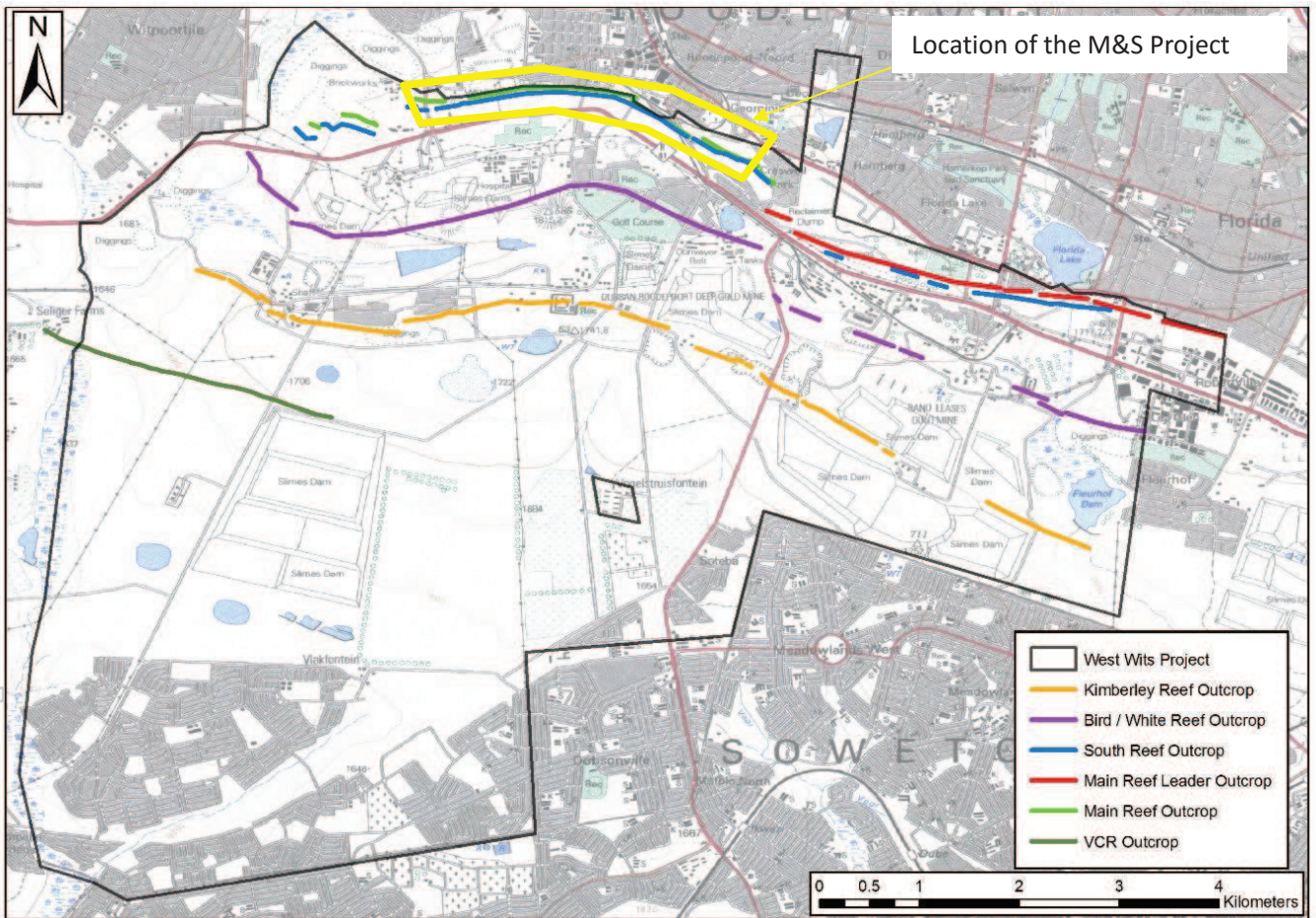


Figure 1. Location of main auriferous lodes within the Soweto Cluster. The outcrops of the major reefs are shown. All reefs dip approximately 25° to 30° to the south. The area of the new exploration target over the Main and South reefs is highlighted by the yellow box.

The Company is targeting a number of near surface opportunities as part of its strategy to expand its existing 1.374 Moz Mineral Resource Estimate (above depth of 400m) of the Soweto Cluster (Table 2). The development of a number of surface opportunities will provide cashflow to allow the Company to further expand its JORC statement from 1.374 Mozs

au as well as develop a larger mine plan with the aim of sustaining the production of 100,000 ozs per annum for a minimum 10 years.

| Soweto Cluster Gold Project – Global Mineral Resource Estimate – 2 g/t cut-off | | | |
|---|------------------------|---------------------|------------------|
| Category | Tonnes Millions | Grade g/t Au | Ounces Au |
| Measured | 2.21 | 4.25 | 302,300 |
| Indicated | 5.6 | 3.3 | 592,500 |
| Measured & Indicated | 7.81 | 3.57 | 894,800 |
| Inferred | 4.9 | 3.1 | 489,000 |
| Total | 12.7 | 3.38 | 1,374,000 |

The table above shows the global mineral resource estimate for the Soweto Project within JORC 2012 Code reported at a 2.0 g/t cut-off. Number differences may occur due to rounding errors. Refer original report "Gold Mineral Resource for Sol Plaatje", competent person H B Swart ASX release 14th September 2016. The Company is not aware of any new information or data that materially affects the information included in the announcement and confirms that all material assumptions and technical parameters underpinning that estimate continue to apply and have not materially changed. The form and context in which the Competent Persons findings are presented have not materially changed."

Indonesia

Alluvial Project (WWI:50%) & Exploration Project (WWI:64%), Papua Province

Post the end of the quarter on 9 April 2017, West Wits reported it has received confirmation that a substantial portion of the tenements (IUP's) for the Company's Derewo River Gold Project ("Derewo"), situated in Papua Province, Indonesia, have been listed as recommended for "clear and clean" status on List 24 published by the Ministry of Energy and Mineral Resources of Indonesia.

This development is a significant step forward and is substantially attributable to the efforts of our Indonesian business alliance partner PT Toba Sejahtera ("Toba"). The success of Toba in attaining clear and clean status for the majority of the PTMQ claims area is a validation of the Company's decision to partner with a large, well connected and experienced local group. The Company remains confident that Toba is on track to deliver Derewo as a secure mining and exploration project.

The IUP's now recommended for clear and clean comprise 4 IUP's which cover approximately 87,500 hectares of PTMQ's total IUP claims of approximately 127,000 hectares. In accordance with its commitment to PTMQ, Toba is now pursuing the issuing of clear and clean certificates and forestry permits. These steps are a critical part of Toba's plans for ultimately delivering a secure site cleared of all illegal miners.

The 40 hectare production IUP at Derewo, which is where the alluvial project is located, has not yet been recommended for clear and clean due to a continuing issue with forestry reservation boundaries. However, Toba remains very confident this will be rectified through a boundary re alignment which it is now pursuing on behalf of PTMQ.

Under the business alliance agreement Toba are entitled to 30% of PTMQ's equity which leaves the Company with a 64% interest with the remaining 6% held by locally based minorities including PT Intan Angasa Aviation ("PTIA"). However Toba has expended considerable time, costs and effort towards achieving this outcome and as such will now be entitled to a

50% interest in net proceeds of the alluvial project which will leave the Company with 29%, PTIA with 20% and minorities 1%. The Company retains a 64% interest in the hard rock exploration project.

For And On Behalf Of The Board



Michael Quinert
Chairman
West Wits Mining Limited

Interests in Mining Tenements

| Tenements | Location | Held at end of Quarter | Acquired during the quarter | Disposed during the quarter |
|-----------------------------------|---|------------------------|-----------------------------|-----------------------------|
| GP183PR | Underground rights - Soweto Cluster, West Rand, South Africa ** | 66.6%* | - | - |
| Production IUP – NO. 47/2010 | Paniai Regency, Indonesia | 29%* | - | - |
| Exploration IUP – NO. 76/2010 | Paniai , Indonesia | 64%* | - | - |
| Exploration IUP – NO.31/2010 | Intan Jaya, Indonesia | 64%* | - | - |
| Exploration IUP – NO. 543/142/SET | Nabire, Indonesia | 64%* | - | - |

*Minority positions are held by local parties in compliance with local legislation in relation to foreign ownership and mineral and production rights.

** Rights are subject to an appeal for reinstatement

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/13, 01/09/16

Name of entity

WEST WITS MINING LIMITED (ASX: WWI)

ABN

89 124 894 060

Quarter ended ("current quarter")

31 March 2017

| Consolidated statement of cash flows | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|---|------------------------------------|--|
| 1. Cash flows from operating activities | | |
| 1.1 Receipts from customers | 160 | 324 |
| 1.2 Payments for | | |
| (a) exploration & evaluation | (149) | (372) |
| (b) development | - | - |
| (c) production | - | - |
| (d) staff costs | - | - |
| (e) administration and corporate costs | (89) | (416) |
| 1.3 Dividends received (see note 3) | - | - |
| 1.4 Interest received | - | 2 |
| 1.5 Interest and other costs of finance paid | - | - |
| 1.6 Income taxes paid | - | - |
| 1.7 Research and development refunds | - | - |
| 1.8 Other (Reimbursement of Exploration Cost) | 80 | 80 |
| 1.9 Net cash from / (used in) operating activities | 2 | (382) |
| 2. Cash flows from investing activities | | |
| 2.1 Payments to acquire: | | |
| (a) property, plant and equipment | - | - |
| (b) tenements (see item 10) | - | - |
| (c) investments | - | - |
| (d) other non-current assets | - | - |

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| Consolidated statement of cash flows | | Current quarter \$A'000 | Year to date (9 months) \$A'000 |
|---|---|------------------------------------|--|
| 2.2 | Proceeds from the disposal of: | | |
| | (a) property, plant and equipment | - | - |
| | (b) tenements (see item 10) | - | - |
| | (c) investments | - | - |
| | (d) other non-current assets | - | - |
| 2.3 | Cash flows from loans to other entities | - | - |
| 2.4 | Dividends received (see note 3) | - | - |
| 2.5 | Other (provide details if material) | - | - |
| 2.6 | Net cash from / (used in) investing activities | - | - |
| 3. Cash flows from financing activities | | | |
| 3.1 | Proceeds from issues of shares | - | - |
| 3.2 | Proceeds from issue of convertible notes | - | - |
| 3.3 | Proceeds from exercise of share options | - | - |
| 3.4 | Transaction costs related to issues of shares, convertible notes or options | - | - |
| 3.5 | Proceeds from borrowings | - | - |
| 3.6 | Repayment of borrowings | - | - |
| 3.7 | Transaction costs related to loans and borrowings | - | - |
| 3.8 | Dividends paid | - | - |
| 3.9 | Other (provide details if material) | - | - |
| 3.10 | Net cash from / (used in) financing activities | - | - |
| 4. Net increase / (decrease) in cash and cash equivalents for the period | | | |
| 4.1 | Cash and cash equivalents at beginning of period | 350 | 724 |
| 4.2 | Net cash from / (used in) operating activities (item 1.9 above) | 2 | (382) |
| 4.3 | Net cash from / (used in) investing activities (item 2.6 above) | - | - |
| 4.4 | Net cash from / (used in) financing activities (item 3.10 above) | - | - |
| 4.5 | Effect of movement in exchange rates on cash held | (12) | (2) |
| 4.6 | Cash and cash equivalents at end of period | 340 | 340 |

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| 5. Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts | Current quarter \$A'000 | Previous quarter \$A'000 |
|--|----------------------------|-----------------------------|
| 5.1 Bank balances | 340 | 350 |
| 5.2 Call deposits | | |
| 5.3 Bank overdrafts | | |
| 5.4 Other (provide details) | | |
| 5.5 Cash and cash equivalents at end of quarter (should equal item 4.6 above) | 340 | 350 |

| 6. Payments to directors of the entity and their associates | Current quarter \$A'000 |
|--|----------------------------|
| 6.1 Aggregate amount of payments to these parties included in item 1.2 | - |
| 6.2 Aggregate amount of cash flow from loans to these parties included in item 2.3 | - |
| 6.3 Include below any explanation necessary to understand the transactions included in items 6.1 and 6.2 | |
| | |

| 7. Payments to related entities of the entity and their associates | Current quarter \$A'000 |
|--|----------------------------|
| 7.1 Aggregate amount of payments to these parties included in item 1.2 | 3 |
| 7.2 Aggregate amount of cash flow from loans to these parties included in item 2.3 | - |
| 7.3 Include below any explanation necessary to understand the transactions included in items 7.1 and 7.2 | |
| Administration and Corporate Services received during the Quarter. | |

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| 8. Financing facilities available <i>Add notes as necessary for an understanding of the position</i> | Total facility amount at quarter end \$A'000 | Amount drawn at quarter end \$A'000 |
|--|--|---|
| 8.1 Loan facilities | - | - |
| 8.2 Credit standby arrangements | - | - |
| 8.3 Other (please specify) | - | - |
| 8.4 Include below a description of each facility above, including the lender, interest rate and whether it is secured or unsecured. If any additional facilities have been entered into or are proposed to be entered into after quarter end, include details of those facilities as well. | | |

| 9. Estimated cash outflows for next quarter | \$A'000 |
|--|------------|
| 9.1 Exploration and evaluation | 135 |
| 9.2 Development | - |
| 9.3 Production | - |
| 9.4 Staff costs | - |
| 9.5 Administration and corporate costs | 100 |
| 9.6 Other (provide details if material) | - |
| 9.7 Total estimated cash outflows | 235 |

| 10. Changes in tenements (items 2.1(b) and 2.2(b) above) | Tenement reference and location | Nature of interest | Interest at beginning of quarter | Interest at end of quarter |
|--|---------------------------------|--------------------|----------------------------------|----------------------------|
| 10.1 Interests in mining tenements and petroleum tenements lapsed, relinquished or reduced | - | - | - | - |
| 10.2 Interests in mining tenements and petroleum tenements acquired or increased | - | - | - | - |

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Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Sign here:  Date: 28th April 2017
(Director/Company secretary)

Print name: Michael Quinert

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity that wishes to disclose additional information is encouraged to do so, in a note or notes included in or attached to this report.
2. If this quarterly report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report. If this quarterly report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.

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