



Highlights of the Quarter

Further Exploration Growth at Rover 1 (Au-Cu) Prospect

- Drilling defines extensions to the high grade gold and copper mineralisation at the Rover 1 Prospect with significant results for the quarter including:

6m @ 41.10 g/t Au, 0.66% Cu

7m @ 7.80 g/t Au, 1.97% Cu

18m @ 0.15 g/t Au, 2.60% Cu

22m @ 1.66 g/t Au, 2.62% Cu

19m @ 6.47 g/t Au, 2.17% Cu

6m @ 0.28 g/t Au, 5.77% Cu

16m @ 0.44g/t Au, 2.74% Cu

- Importantly the high grade lodes within this large Iron Oxide Copper Gold system remain open in most directions.
- Westgold expects to complete it's maiden resource estimate on Rover 1 during February 2010, incorporating all results available to the end of this quarter.

Positive drill results extend Lead-Zinc mineralisation at Explorer 108

- Drilling at the Explorer 108 Prospect has extended down-dip the high-grade lead-zinc mineralisation with significant gold beginning to appear as the system deepens. The following best intercepts occur in the single hole drilled:

6m @ 11.58% Pb+Zn, 0.56g/t Au

5m @ 5.04% Pb+Zn, 3.66g/t Au

4m @ 5.22% Pb+Zn, 1.06g/t Au

Drill testing of regional targets commenced

- Initial first pass single reconnaissance drill holes completed at each of the Rover 3 & 5 Prospects allow for integration and assessment of geophysical anomalies prior to further drilling during 2010

Company well positioned financially with completion of \$22M capital raising

- 2010 exploration programmes fully funded
- Westgold maintains strategic 19.75% equity interest in Aragon Resources Limited post major gold acquisition in Western Australia by investing \$1.95M in the associated \$13M capital raising.

Head Office

Level 1, 168 Adelaide Terrace
EAST PERTH WA 6004

PO Box 6919
EAST PERTH WA 6892

Phone: (61 8) 9326 5700
Facsimile: (61 8) 9326 5799
www.westgold.com.au

Directors & Management

Michael Atkins Non-Executive Chairman
Andrew Beckwith Managing Director
Peter Cook Non Executive Director
Mark Okeby Non Executive Director

Andrew Chapman CFO/Company Secretary

ASX Symbol: **WGR**

Issued Capital (as 31 Dec 2009)

Shares FPO 227.9m
Unlisted Options 3.275m
Undiluted MCap (at 40cps) 90.3m

Major Shareholders

Metals X Limited 29.36%
Top 20 Shareholders 59.92%



REVIEW OF OPERATIONS

Rover Project, Northern Territory

Rover 1 (Cu-Au-Co-Bi-Ag) Prospect

EL24989 (WGR 100%), EL24541 (WGR 100%**)

During the Quarter, 6,921 metres of drilling was completed throughout the Rover Project. At the Rover 1 Prospect drilling concentrated on the Western and Jupiter (Extended) Zones and has been very successful in defining further high grade gold and copper mineralisation within this large Iron Oxide Copper Gold system that remains to be fully drill tested.

The Company now considers there is sufficient information to complete an initial "Maiden" resource estimate at Rover 1. This estimate will be completed in the coming weeks as all results from the 2009 drilling have now been received from the laboratory.

Jupiter Zone

To date, the **Jupiter Zone** represents the first and currently the **largest zone of gold and copper** mineralisation defined at Rover 1. This zone of Cu-Au-Co Bi rich mineralisation overprints a massive magnetite and hematite rich ironstone and associated chlorite rich altered sediments, similar to many of the Tennant Creek historical gold and copper mines.

The mineralisation is defined with diamond drilling over approximately 250 metres of strike and up to 200 metres vertically and will form the core of the pending resource estimate.

Recent step out drilling targeting the down plunge potential extensions to the Jupiter Zone approximately 100m along strike to the west has returned positive high grade gold intercepts including **2m @ 26.1g/t Au, 7m @ 7.8g/t Au, 1.97% Cu, 33m @ 1.69% Cu, 5m @ 9.2g/t Au and 8m @ 3.7g/t Au**. Further drilling will be required during 2010 in order to include this new extension to any resource estimate.

Significant results previously reported during the Quarter are presented in Appendix 1.

Western Zone

At the **Western Zone**, located about 250 metres west of the Jupiter Zone, drilling has intersected **further strong high grade copper and gold results** during the period. New results for drill holes WGR1D040-2 and 44-5 are below. Both holes ended at the tenement boundary with hole WGR1D040-2 ending in mineralisation.

WGR1D044-5 **25m @ 0.57% Cu, 0.02g/t Au, 0.68g/t Ag, 0% Bi, 0.03% Co from 421m**
 and **10m @ 0.67% Cu, 0.05g/t Au, 0.65g/t Ag, 0% Bi, 0.03% Co from 452m**
 and **4m @ 0.91% Cu, 0.65g/t Au, 4g/t Ag, 0.03% Bi, 0.2% Co from 471m**

WGR1D040-2 **125m @ 1.22% Cu, 0.12g/t Au, 1.55g/t Ag, 0.01% Bi, 0.05% Co from 344m**
 (including **16m @ 2.74% Cu, 0.44g/t Au, 2.44g/t Ag, 0.04% Bi, 0.1% Co from 422m**)



The mineralisation now occurs over a zone approximately 200 metres vertically and around 100 metres laterally and forms a 40-50 metre wide mineralised corridor. The mineralised corridor strikes east-west, essentially overprints the sub-vertical zone of massive ironstone with extensive chlorite altered sediments and currently hosts up to four higher grade lodes together with extensive lower grade intervening mineralisation. Most importantly, the **mineralisation remains open** with recent high grade intersections occurring both at the eastern and western limits of drilling, providing excellent scope to extend this mineralisation during the 2010 drilling programme.

The Western Zone mineralisation is expected to be included in the maiden resource estimate.

Significant results previously reported during the Quarter are presented in Appendix 1.

Southern Zone

The new Southern Zone discovery was initially reported in early October 2009 and final results were presented in the September Quarterly report and include the two long intercepts results of **197m @ 0.76% Cu, 1g/t Au and 59m @ 0.36% Cu, 1.5g/t Au**. The zone is located approximately 100m south of the Jupiter Zone.

This zone of extensive alteration represents an exciting new zone at depths of up to 1,100 vertical metres and importantly includes a number of high grade gold zones within the broad alteration package. The more significant gold intersections within the above broad zones include **1m @ 12.05g/t Au, 2m @ 9.77g/t Au, 2m @ 11.3g/t Au, 6m @ 9.60g/t Au, 9m @ 6.04g/t Au** and provides an excellent long term target for additional resources as it is virtually untested for at least 500 metres in any direction.

Explorer 108 (Pb-Zn-Ag) Deposit

SEL27039 (WGR 100%**)

At the Explorer 108 Pb-Zn-Ag deposit, located approximately 40km to the west of Rover 1, a single new drill hole (NR108D049) was completed on the eastern margin of the deposit targeting extensions to the high grade zone (46m @ 11% Pb+Zn, 0.19g/t Au, 52.6 g/t Ag, 0.14% Cu) previously defined in drill hole NR108D026.

This recent drilling has intersected and confirmed extensions to the mineralisation approximately 100 metres downdip to the east of the current resource limits. The more significant results include:

NR108D049	48m @ 1.35% Pb, 2.13% Zn, 0.74g/t Au, 8g/t Ag from 545m
including	5m @ 1.49% Pb, 3.55% Zn, 3.66g/t Au, 7g/t Ag from 562m
including	4m @ 1.98% Pb, 3.24% Zn, 1.06g/t Au, 10.5g/t Ag from 570m
including	6m @ 4.79% Pb, 6.79% Zn, 0.56g/t Au, 21.83g/t Ag from 587m

The positive results reflect the known high grade lead and zinc mineralisation seen elsewhere in the deposit as expected and provide added scope to expand the resource base of the deposit. Additionally it is important to note one of the higher grade intercepts shows higher than normal gold levels (5m @ 3.66g/t Au) which is unusual when compared to most other intercepts within the deposit. This increase in gold content requires further assessment however it suggests there is the potential for metal zonation within the overall system and that the gold may increase at depth or possibly to the east. Further drilling is contemplated during 2010 to test this possible zonation and the potential for a gold rich portion.



Regional Targets

EL25511 (WGR 100%**)

During the Quarter, two regional magnetic targets (Rover 3 and Rover 5) were initially tested with a single diamond holes to provide a stratigraphic profiling to be integrated with the geophysical anomalies before future and more extensive exploration drilling is considered.

Cores from both prospects encountered extensive felsic volcanic rocks which are considered to be stratigraphically higher in the overall rock sequence than the sediments seen at Rover 1. Additionally, the holes have not intersected any magnetic material that would explain the intense magnetic anomalies evident from geophysics.

At Rover 5, a zone of chloritic alteration and associated quartz veining with minor chalcopyrite within the veins suggests a significant structure and mineralising fluids occur in the target area.

Downhole magnetic probing has recently been completed at both prospects and processing of this data will aim to determine the spatial position of any magnetic ironstone bodies responsible for the strong magnetic anomalies.

Corporate

On the 8 October 2009, the Company announced the successful placement of 55 million shares to institutional and sophisticated investors at an issue price of \$0.40 to raise \$22 million before costs. The funds raised from the Placement are to be directed towards further exploration work at the Rover Project including the advancement of the resource potential at Rover 1, allow for additional drilling at a number of other promising targets in the region that are considered likely to contain similar deposits to that identified at Rover 1, fully fund the 2010 exploration program and provide additional working capital.

At December 31, 2009 the Company held **\$18.3M cash** and the total issued capital was 227,933,846 fully paid ordinary shares and 3,275,000 unlisted options.

Aragon Resources Limited (ASX Code: AAG)

Westgold currently holds a 19.75% equity shareholding (previously 37.02%) in Aragon Resources Limited (Aragon), a gold explorer now focussed on the major gold mining centres of Golden Crown, Murchison Bell and Cuddingwarra within the Cue region of Western Australia.

On 23 November 2009, Aragon announced it would acquire Fulcrum Resources Pty Ltd (Fulcrum) which, in turn, had acquired the Cue Project assets from Harmony Gold. The Cue Gold Project covers 33,400 hectares in the region and includes a significant JORC resource of approximately 1.5 million ounces of gold with over 900,000 ounces in the "indicated" category at an average grade of 4.7g/t Au.

As part of the Fulcrum acquisition Aragon successfully completed a \$13M capital raising on the 7 January 2010. The funds raised were partly used to settle the Fulcrum acquisition which occurred on the 19 January 2010 and to provide working capital to aggressively advance exploration and assessment of the Cue Project assets.

As a result of the Fulcrum acquisition and Placement, Westgold's equity in Aragon was diluted significantly; however the Company has maintained a strategic 19.75% equity in Aragon via participating in the Placement and investing \$1.95M cash via the issue of 15M shares at \$0.13 per share.



Aragon considers this project has excellent potential to both increase resources at the various deposits leading to the re-commencement of open-pit and underground mining. Accordingly, conceptual studies and ground activities including development drilling are planned to commence as soon as practicable.

Aragon withdrew from the proposed acquisition of the Chilean properties discussed in the previous Quarter.

Please refer to the Aragon website (www.aragonresources.com.au) for further information.

Andrew Beckwith
Managing Director

Please direct enquiries to:

Andrew Beckwith
Westgold Resources Limited
Telephone: (08) 9326 5700

Alternatively

Nicholas Read
Read Corporate
Telephone: (08) 9388 1474

Competent Persons Statement

The information in this report that relates to exploration, mineral resources or ore reserves is based on information compiled by Mr Andrew Beckwith (B.AppSc.) who is a full time employee of Westgold Resources Limited, is a member of the AusIMM. Mr Beckwith 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 described by the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Beckwith consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Table 1 New Drillhole Location Data

Hole_ID	Northing (m)	Easting (m)	Dip (degrees)	Azimuth (degrees)	Depth start (m)	Depth final (m)	Comments
WGR1D040-2	7787732	359199	-65	356.7	102.0	537 [#]	Western Zone
WGR1D044-5	7787780	359240	-78	344.7	244.00	542 [#]	Western Zone

Co-ordinates in GDA94, Zone 53

Depth to tenement boundary

****AngloGold Clawback Rights**

The tenements in the Rover Project are owned by Westgold (100%), however AngloGold Ashanti Australia Limited hold certain clawback rights to tenements:- SEL27039 (excluding the Explorer 108 Pb-Zn-Ag Deposit area), EL24541, EL25511 and applications EL26537, EL26538 and EL26242. Mineralisation intersected in the Western Zone is located within EL24541.



Appendix 1

Rover 1 - Results previously reported during the Quarter

Jupiter Zone

WGR1D043-2 2m @ 26.1g/t Au, 0.28% Cu, 4g/t Ag, 0.05% Bi, 0.03% Co from 601m
and 23m @ 0.93% Cu, 3.04g/t Au, 2.54g/t Ag, 0.24% Bi, 0.09% Co from 621m
(including 7m @ 7.8g/t Au, 1.97% Cu, 3.1g/t Ag, 0.47% Bi from 629m)
and 33m @ 1.69% Cu, 0.18g/t Au, 1.67g/t Ag, 0.06% Bi, 0.05% Co from 651m
and 5m @ 1.51% Cu from 746m

WGR1D043-4 5m @ 9.2g/t Au, 0.40% Cu, 4.2g/t Ag, 0.09% Bi, 0.03% Co from 570m
and 8m @ 3.7g/t Au, 8.0g/t Ag, 0.13% Bi, 0.09% Co from 579m
(including 2m @ 13.6g/t Au, 4g/t Ag, 0.23% Bi, 0.11% Co from 585m)

Western Zone

WGR1D034-2 84m @ 1.06% Cu, 0.1g/t Au, 1.4g/t Ag, 0.04% Co from 361m
(including 18m @ 2.6% Cu, 0.15g/t Au, 1.7g/t Ag, 0.05% Co from 365m)
(and including 9m @ 2.7% Cu, 0.24g/t Au, 2.8g/t Ag, 0.04% Co from 429m)

WGR1D040-1 110m @ 0.66% Cu, 0.09g/t Au, 0.65g/t Ag, 0.02% Bi, 0.02% Co from 374m

WGR1D044-1 111m @ 1.21% Cu, 1.77g/t Au, 2.11g/t Ag, 0.12% Bi, 0.05% Co from 429m
(including 22m @ 2.62% Cu, 1.66g/t Au, 3.75g/t Ag, 0.24% Bi, 0.11% Co from 456m)
(and including 19m @ 2.17% Cu, 6.47g/t Au, 4.95g/t Ag, 0.23% Bi, 0.11% Co from 513m)

WGR1D044-2 59m @ 1.2% Cu, 0.08g/t Au, 1.07g/t Ag, 0.01% Bi, 0.05% Co from 416m
(including 6m @ 5.77% Cu, 0.28g/t Au, 3g/t Ag, 0.05% Bi, 0.18% Co from 434m)

WGR1D044-4 28m @ 9.08g/t Au, 0.43% Cu, 1.93g/t Ag, 0.14% Bi, 0.04% Co from 496m
(including 6m @ 41.11g/t Au, 0.66% Cu, 4.83g/t Ag, 0.41% Bi, 0.03% Co from 513m)

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

WESTGOLD RESOURCES LIMITED

ABN

60 009 260 306

Quarter ended ("current quarter")

31 December 2009

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(3,267)	(5,035)
(b) development	-	-
(c) production	-	-
(d) administration	(419)	(705)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	74	108
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	3	3
Net Operating Cash Flows	(3,609)	(5,629)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	(1,950)	(1,950)
(c) other fixed assets	(127)	(374)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – payments for security deposit	-	(3)
Net investing cash flows	(2,077)	(2,327)
1.13 Total operating and investing cash flows (carried forward)	(5,686)	(7,956)

1.13	Total operating and investing cash flows (brought forward)	(5,686)	(7,956)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	22,400	22,400
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other – share issue expenses	(893)	(894)
	Net financing cash flows	21,507	21,506
	Net increase (decrease) in cash held	15,821	13,550
1.20	Cash at beginning of quarter/year to date	2,507	4,778
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	18,328	18,328

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	119
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Payments to directors	119

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

--

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

N/A

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	970
4.2 Development	-
Total	970

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	1,213	280
5.2 Deposits at call	17,115	2,227
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	18,328	2,507

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements acquired or increased			

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>	Nil			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil			
7.3 +Ordinary securities	227,933,846	227,933,846		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	55,000,000 2,000,000	55,000,000 2,000,000	40 cents 20 cents	40 cents 20 cents
7.5 +Convertible debt securities <i>(description)</i>	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil			
7.7 Options <i>(description and conversion factor)</i>	All convert at 1 for 1 ordinary share		<i>Exercise price</i>	<i>Expiry date</i>
	875,000	Unlisted	45 cents	22/01/2012
	250,000	Unlisted	45 cents	08/11/2012
	750,000	Unlisted	35 cents	30/03/2011
	750,000	Unlisted	45 cents	30/03/2011
	150,000	Unlisted	45 cents	25/08/2013
	500,000	Unlisted	65 cents	05/10/2014
7.8 Issued during quarter	500,000	Unlisted	65 cents	05/10/2014
7.9 Exercised during quarter	2,000,000	2,000,000	20 cents	20 cents
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>	Nil			
7.12 Unsecured notes <i>(totals only)</i>	Nil			

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: _____
(Company secretary)

Date: 27.01.10

Print name: Andrew Chapman

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 wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.