



ASX Announcement
30 November 2017

Strategic Alliance and Capital Injection

The Board of Westgold Resources Limited (**ASX:WGX**) (**Westgold**) is pleased to advise that it has agreed to form a strategic alliance with Golden Energy and Resources Limited (**SGX:AUE**) (**GEAR**) to support the continued expansion of Westgold's Australian Gold Operations and further growth options for the Company.

Under the agreement, GEAR will invest in Westgold, agreeing to take a diluted 10% position in new equity capital. The placement will occur at a price of A\$1.885 per share which is a premium to short term VWAPs.

Westgold and GEAR have signed a binding subscription agreement to complete the transaction. The transaction will complete in three tranches for a total of 36 million shares. The first of 16,900,000 shares is expected to settle on 5 December 2017. The second tranche of 11,000,000 shares is expected to settle on 12 January 2018 and the third of 8,100,000 will settle subject to receipt of FIRB approval by GEAR.

GEAR is affiliated with the Sinar Mas Group and the group is one of the largest conglomerates in Indonesia with business interests in diverse industries including, mining, power generation, real estate, agriculture, telecommunications, as well as banking and financial services.

GEAR's Chief Executive Officer, Fuganto Widjaja said: "We are pleased to have partnered with Westgold and be a part of its dynamic team to expand its existing gold mining and its continued growth in the gold sector and mine contracting business. We have for some time desired to diversify into the gold sector and are privileged to do so with Westgold who is one of Australia's top mine builders and operators. GEAR is looking forward to participate and support Westgold's strategic initiatives on an ongoing basis."

Westgold's Managing Director, Peter Cook said; "Our Board is pleased to welcome GEAR as an investor and strategic partner. We are delighted that they see the opportunity and long-term growth in our gold operations and mine contracting businesses. The investment also assists with working capital to continue our aggressive growth following the acquisition of the Tuckabianna Project, private mining contractor, Australian Contract Mining Pty Ltd and the host of exciting opportunities in both exploration and development within the group. All our current development and strategic projects are now fully funded with some additional growth capacity available."

GEAR and Westgold have been advised by boutique corporate advisory firm, Gold Quay Capital Ltd of Singapore. Gold Quay will receive a success fee of 5% of the new equity raised by Westgold as recompense for the formation of the strategic partnership and capital injection.

Enquiries

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