



WESTGOLD
RESOURCES LIMITED

ASX Announcement

28 August 2020

Westgold Annual Results – FY 2020

Westgold is pleased to release its annual results and Appendix 4E for the year ending 30 June 2020 with highlights as set out below:

	Y/E 30 June 2020	Y/E 30 June 2019	Change	
Gold sales	235,196	220,705	7%	↑
Revenue	\$492.3 m	\$418.3 m	18%	↑
Net cash flow from operations	\$155.7 m	\$81.2 m	92%	↑
Net profit before tax	\$43.9 m	\$12.7 m	246%	↑
Net profit after tax	\$34.6 m	\$14.1 m	145%	↑
Closing cash & cash equivalents	\$137.6 m	\$67.2 m	105%	↑
Profit per share	8.65c	3.74c	131%	↑
Dividends paid (Demerger of Castile)	\$13.1m	\$0	100%	↑
Gold loan debt at year end	\$0.0m	\$25.5m	-100%	↑
Net assets	\$521.9m	\$443.5m	18%	↑
Hedges ounces	200,000oz	183,500oz	9%	↑
Average hedge price	\$2,062/oz	\$1,827/oz	13%	↑

Enquiries:

Peter Cook (Exec. Chairman)
peter.cook@westgold.com.au

Debbie Fullarton (CEO)
debbie.fullarton@westgold.com.au

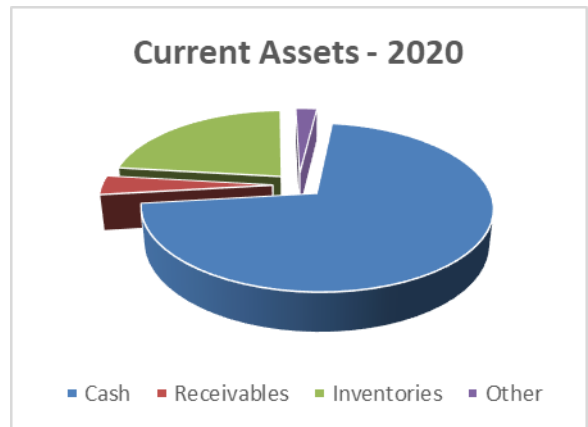
Rod Corps (Investor Relations)
rod.corps@westgold.com.au

Executive Chairman, Peter Cook said:

“These numbers depict great improvement for a Company emerging from a heavy development phase. Delays in the ramp-up at Big Bell resulted in that mine having less impact on total outputs for the year. However, this shows the robustness of the other assets in the Group, generating good profit and delivering a dramatically improved cash balance at year end, despite \$178 million of capital expenditure. Further, corporate debt (gold loan of approx. \$26m) was fully repaid and our hedge position is approx. 8% of ore reserves with the average hedged price improving significantly (\$235/oz) over the previous year.”

Notably, the Group has finished FY2020 with more than 70% of current assets (\$138 million) in the form of cash or cash equivalents. With such a strong balance sheet, the Group is in a position to deal with future issues or interruptions to operations such as those presented by the COVID-19 pandemic.

Existing inventory in our operations makes up a further 23% of current assets and 57% of this is gold in stocks and circuit.



The large investment in development assets (represented by 53% of non-current assets) positions the Group for production, boding well for future gold output.

Carrying value of our infrastructure (making up 29% of non-current assets) represents a fraction of the replacement costs, translating into lower depreciation costs over long-term production.

The exploration assets (E&E) with 6.25 million oz of resource not in reserves is carried at \$79 million, or just \$13 per ounce.

Mr Cook added:

“Westgold is primed for a big FY2021 with Big Bell ramp-up enabling consistency and growth in gold output. The long-term outlook is even more positive with substantial leverage from our long-term production profile underwriting massive opportunity for our shareholders to create real wealth.”

As previously announced (refer ASX Announcement - Operating Guidance for FY2021 - 21 July 2020), the Company's gold output guidance is as follows:

Quarter	Output	Cash Cost of Sales (C1)	AISC
Sep. 2020 (Q1)	60 - 67,500 oz	\$1,300 - \$1,360/oz	\$1,550 - \$1,640/oz
Dec. 2020 (Q2)	65 - 72,500 oz	\$1,240 - \$1,300/oz	\$1,500 - \$1,570/oz
Mar. 2021 (Q3)	70 - 77,500 oz	\$1,180 - \$1,240/oz	\$1,440 - \$1,510/oz
Jun. 2021 (Q4)	75 - 82,500 oz	\$1,140 - \$1,200/oz	\$1,400 - \$1,470/oz
FY 2020 - 2021	270 - 300,000 oz	\$1,200 - \$1300/oz	\$1,460 - \$1,560/oz

Authorised for release by:

Lisa Smith
Group General Counsel & Company Secretary