



ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE: 31 JANUARY 2012

DECEMBER 2011 QUARTERLY REPORT

The Directors of WCP Resources Limited ("**WCP**" or "**Company**") are pleased to present its December 2011 quarterly report. Highlights during the quarter include:

Al Hariqah Gold Project:

- Entered into an option agreement with Cantex Mine Development Corporation ("**Cantex**") which, once exercised, will allow WCP to farm-in to earn up to a 70% interest in the Al Hariqah Gold Project ("**Al Hariqah Project**").
- The Al Hariqah Project is a prospective and potentially large scale gold project located in the Republic of Yemen. Soil sampling and drilling results to date have defined a broad zone of gold mineralisation which is 4km in length and up to 500m wide.
- 160 holes have been drilled for a total of 17,000m to date on the Al Hariqah Project (predominantly percussion (RAB) drilling). A selection of the five best intercepts include:
 - 31.5m @ 2.59g/t Au from 13.5m (RAB)
 - 43.5m @ 3.45g/t Au from 31.5m (RAB)
 - 48.0m @ 2.96g/t Au from 18.0m (RAB)
 - 23.9m @ 7.22g/t Au from 90.18m (Diamond)
 - 55.5m @ 3.76g/t Au from 21.0m (RAB)
- Subsequent to the end of the quarter, the Al Hariqah Project license area was significantly expanded from approximately 74km² to 957km².

Yalgoo Gold Project:

- Received encouraging rock chip assays from the Company's 100% owned Yalgoo Gold Project ("**Yalgoo Project**") comprising a prospective tenement located in the Yalgoo Mineral Field in Western Australia.
- Best selective rock chip assays were: **9.36g/t Au, 9.98g/t Au, 25.1g/t Au and 60.4g/t Au.**
- The results were returned from selective sampling of quartz veins hosted in Archean metamorphosed mafic intrusive rocks and from a north-south striking zone approximately 3km in length between the Kings Find and Nyngan historic workings.
- The Company will follow up with a scout style drilling program to investigate the potential for narrow vein high grade gold style mineralisation.

Enquires: Peter Woodman – Managing Director
Telephone: (61 8) 9322 6322

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AL HARIQAH GOLD PROJECT

The Al Hariqah Gold Project is a near-surface gold deposit located 130km northwest of Sana'a, Yemen. The Al Hariqah Project is 100% owned by Cantex Mine Development Corporation which is listed on the TSX Venture Exchange and headquartered in Kelowna, British Columbia, Canada.

The tenement was originally granted to Cantex in 1997 as part of a larger reconnaissance license. Cantex has now been granted a new Exploration Licence over the Al Hariqah Project area under recently introduced new mining laws.

The new Exploration Licence covers approximately 957km² and is valid for four years from the date of grant with the option for two further 4 year extensions (providing 50% area relinquishments are carried out at each extension).

The new Yemen mining laws were drafted with assistance from the World Bank so as to encourage new investment. Importantly, the new mining laws have removed the option enabling the government to purchase a 49% interest in the project at market rates.

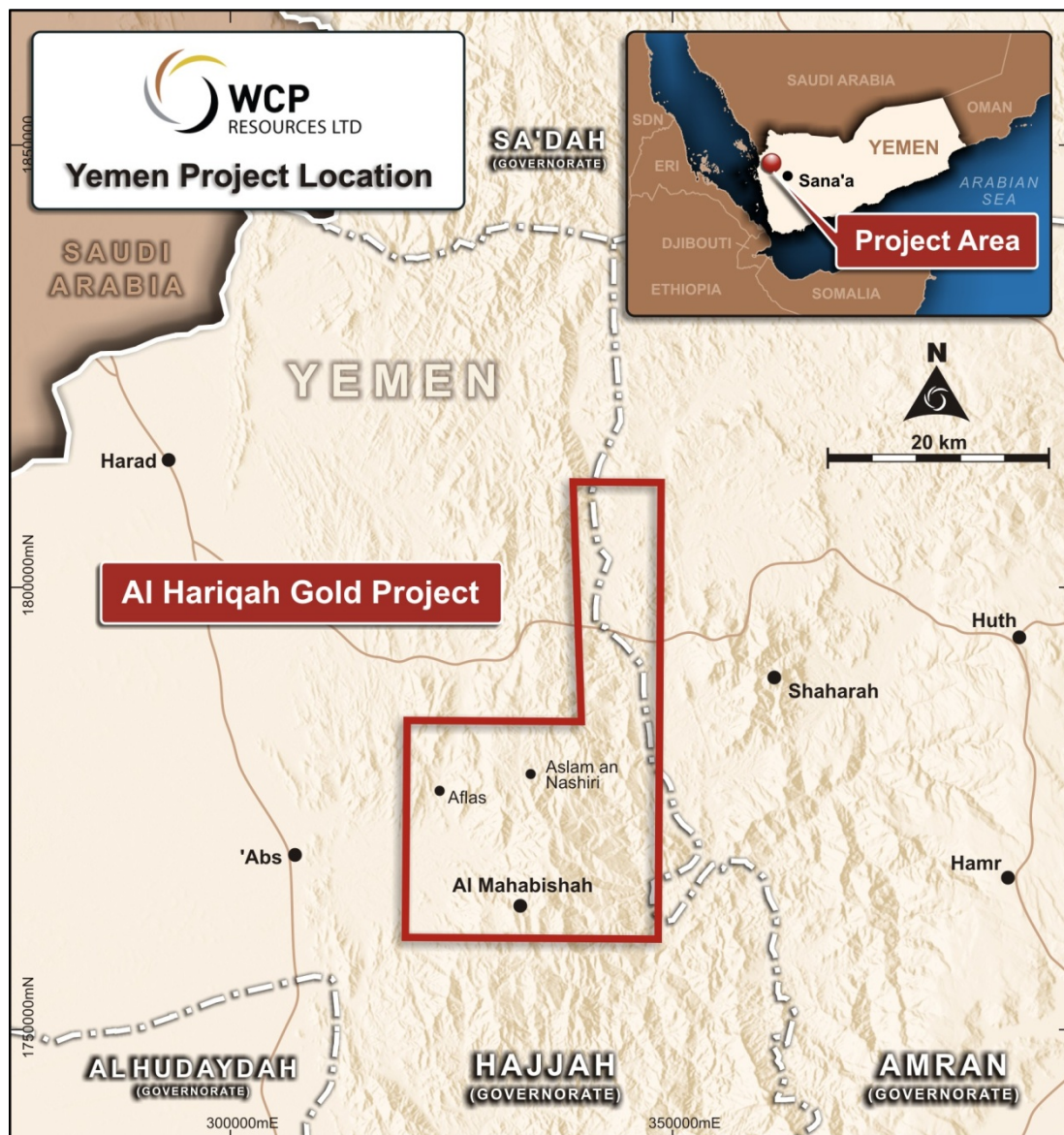


Figure 1: Project Location Map

Gold mineralisation on the Al Hariqah Project was discovered in the late 1990's during the follow up of anomalous gold values found in heavy mineral concentrates originally targeting diamond mineralisation.

Mapping, soil/rock chip sampling and drilling have demonstrated that gold mineralisation occurs for a strike length of nearly 4km in a north northwest trending zone which stretches up to 500m wide at the northern end.

Approximately 160 drill holes, totalling over 17,000 metres, have been drilled to date at the Al Hariqah Project. The drilling has concentrated on the northern 1km of strike where numerous mineralised intercepts have been returned. There has been no resource estimate prepared for the Al Hariqah Project to date.

Drilling results to date indicate that the gold mineralisation extends to at least 150 metres depth with several deep holes ending in mineralisation. The southern 3km strike has only been subjected to sporadic drilling on the eastern side which did return gold mineralisation that warrants follow up drilling. The deposit is open along strike to the south, across strike and at depth.

The geology at Al Hariqah consists of Proterozoic quartz mica schist bordered to the east by Proterozoic metavolcanics and to the west by Proterozoic Metasediments. The mineralisation appears to be dominantly hosted by the quartz mica schist and is commonly associated with arsenopyrite.

WCP believes the Al Hariqah Project has the potential to host a large scale gold project. The limited drilling program currently underway at the Al Hariqah Project is being undertaken by Yemeni drillers (long term Cantex employees) working with Cantex owned drill rigs. Should WCP exercise the earn-in option, it will continue this approach to exploration on the Al Hariqah Project.

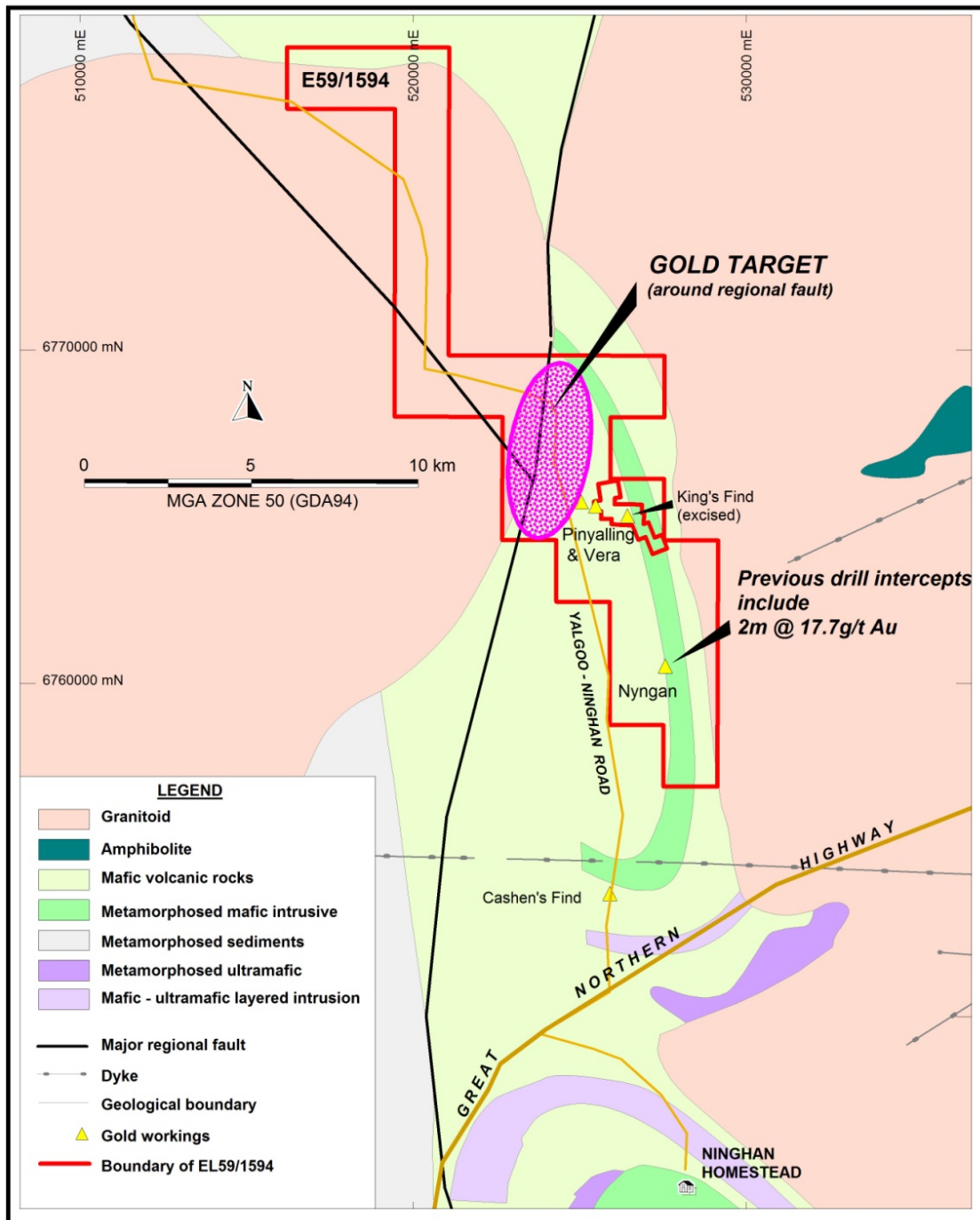
Cantex has advised that to date, the ongoing political uncertainty and violence in Yemen has not directly impacted operations on the Al Hariqah Project. Should these ongoing issues be satisfactorily resolved, WCP may look to increase drilling and other exploration activities, including drilling to test the depth and strike extensions at the Al Hariqah Project.

The Company is progressing its due diligence process with respect to the Al Hariqah Project and no adverse issues have been identified to-date. Following completion of the due diligence process and receipt of all necessary regulatory approvals, the Company will have two years to exercise its option to farm-in to the Al Hariqah Project. Upon exercise, and by meeting a series of expenditure commitments, WCP will be able to progressively earn up to a 70% interest in Al Hariqah Project.

YALGOO GOLD PROJECT

The Company's 100% owned Yalgoo Gold Project comprises a prospective tenement located in the Yalgoo Mineral Field in Western Australia. The Yalgoo Project is close to a number of important gold and base metal operations.

The Yalgoo Project is located within 70km of the Mount Gibson gold mine, the Golden Grove base-metal mine, Karara Magnetite Project and the Kirkalocka gold mine. The Mount Gibson gold mine has gold resources in excess of 559,000 ounces and produced 870,000 ounces of gold between 1986 and 1998 (source: Legend Mining Limited). Between 2002 and 2008 the Kirkalocka gold mine produced 294,000 ounces of gold (source: Mount Magnet South NL).



The Yalgoo Project consists of Exploration License E59/1594, which covers an area of 75km². The Yalgoo Project is located 330km northeast of Perth, Western Australia, within the Yalgoo Mineral Field. E59/1594 is comprised of folded Archean mafic volcanic rocks and is cut by a number of regional faults that can be traced southwest to the Mount Gibson gold mining centre.

E59/1594 is readily accessible by the Great Northern Highway and the Ninghan-Yalgoo Road. The Yalgoo Project is located within the southern Murchison Terrance and contains greenstone and granitoids cut by regional faults. These faults underpin the gold mineralisation potential of the tenement. The tenement wholly contains the old Nyngan gold workings and several small groups of historical gold workings. The Nyngan gold workings are the only feature within the tenement that has been drill tested.

Previous exploration outside of the old gold workings is limited to broad spaced soil sampling. Although this work defined a number of gold anomalies, these remain untested. During the quarter, the Company received assay results from a sampling program completed in the September 2011 quarter.

Best selective rock chip assays were: **9.36g/t Au, 9.98g/t Au, 25.1g/t Au and 60.4g/t Au.**

The results were returned from selective sampling of quartz veins hosted in Archean metamorphosed mafic intrusive rocks and from a north-south striking zone approximately 3km in length between the Kings Find and Nyngan historic workings.

The Company is currently undertaking Native Title heritage clearances over the areas of interest, following which the Company plans to complete a scout style drilling program to investigate the potential for narrow vein high grade gold style mineralisation.

BUSINESS DEVELOPMENT

The Company continues to examine new business opportunities in the resources sector, both domestic and overseas.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Peter Woodman, who is a member Australian Institute of Mining and Metallurgy. Mr Woodman is a full-time employee of WCP Resources Limited. Mr Woodman has sufficient experience, which is relevant to the styles of mineralisation and types of deposit under consideration and to the activity, which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Woodman consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

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

WCP RESOURCES LIMITED

ABN

50 002 664 495

Quarter ended ("current quarter")

31 DECEMBER 2011

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(103)	(129)
(b) development	-	-
(c) production	-	-
(d) administration	(240)	(553)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	173	344
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other (provide details if material):		
- Business development	(110)	(306)
Net Operating Cash Flows	(280)	(644)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	(5)
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 (provide details if material)		
Net investing cash flows	-	(5)
1.13 Total operating and investing cash flows (carried forward)	(280)	(649)

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Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(280)	(649)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
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 (provide details if material)		
	- Capital raising expenses	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(280)	(649)
1.20	Cash at beginning of quarter/year to date	9,985	10,354
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter/year to date	9,705	9,705

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	171
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 include directors' fees, superannuation, executive remuneration, company secretarial services and provision of a fully serviced office.

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

Not applicable

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

Not applicable

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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	250
4.2 Recovery of expenditure	-
4.3 Production	-
4.4 Administration	150
Total	400

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	289	169
5.2 Deposits at call	9,416	9,816
5.3 Bank overdraft		
5.4 Other (provide details)		
Total: cash at end of quarter (item 1.22)	9,705	9,985

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	Al Hariqah Project	-	-

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Appendix 5B
Mining exploration entity quarterly report

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 (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference +securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 +Ordinary securities	394,058,129	394,058,129	N/A	N/A
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 +Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>			<i>Exercise price</i>	<i>Expiry date</i>
	500,000	Nil	\$0.20	26 Apr 2012
	3,100,000	Nil	\$0.20	12 June 2012
	500,000	Nil	\$0.20	17 July 2012
	600,000	Nil	\$0.20	21 Feb 2013
	3,750,000	Nil	\$0.075	31 Dec 2012
	4,250,000	Nil	\$0.10	30 June 2013
	4,750,000	Nil	\$0.15	31 Dec 2013
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter	(3,000,000)	Nil	\$0.20	22 Nov 2011
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

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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:Date: 31 January 2011
Company secretary

Print name: Mark Pearce

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.

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