

ASX ANNOUNCEMENT

16 March 2011

Registered Office:
Level 2, 38 Richardson Street
West Perth, WA, 6872
Ph. +61 8 9322 6283
Fx. +61 8 9322 6398

Winmar Drilling Commences

15,000 metre resource extension drilling program commences

Reverse Circulation drilling campaign designed to upgrade and enhance the current inferred iron ore resource

Winmar Resources Limited (ASX; WFE - "Winmar") is pleased to announce that an important resource extension drilling campaign has commenced at the Company's Winmar iron ore project in the Hamersley Ranges of the Pilbara region of Western Australia.

Following its successful ASX on 28th February 2011, Winmar has taken another positive step forward by launching an initial 15,000 metre Reverse Circulation drill program designed to upgrade and enhance the existing iron ore resource.

The first rig has commenced drilling along strike of the 2.8km long gravity anomaly that hosts the Winmar deposit. A second RC rig is expected onsite by the end of the week.

The Winmar Maiden Inferred Resource is presently standing at 143mt @ 52.6% Fe (55.6% CaFe)¹. The current drill program of up to 15,000m is designed to test the full extent of the 2.8km long gravity anomaly which closely maps the Winmar Channel Iron Deposit. The drilling will also provide additional ore for further beneficiation test work as well as forming the basis for a Scoping Study.

This exploration program is targeting a potential 250-300mt @ 55.6% CaFe channel iron ore deposit and additional direct shipping ore (DSO)².

The Board is delighted by the recent strong ASX listing of WFE and now looks forward to updating the market on exploration advancements at the Winmar project.

For further information, please contact:

Mr Benjamin H. Cooper
Executive Director
Winmar Resources Limited
0425 3111 21
bcooper@winmarresources.com.au

For personal use only

Notes:

- 1. The Mineral Resources referred to above was compiled by an employee of Cazaly Resources Ltd, Ms Felicity Repacholi-Muir, who is a member of the Australasian Institute of Geoscientists. Ms Repacholi-Muir has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which she 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".*
- 2. The exploration target is based upon the results to date and the geometric extent of the target. The exploration target includes potential quantity and grade and is conceptual in nature. There has been insufficient exploration to define the target as a Mineral Resource and it is uncertain if further exploration will result in the determination of further Mineral Resource.*