WEST PEAK IRON LTD

PLACEMENT AND ENTITLEMENT ISSUE

Key Points:

- *Placement to raise $205,000 via the issue of 4,105,464 shares at $0.05 to sophisticated investors*
- *A planned 1 for I entitlement issue to follow on same terms to all shareholders, being the issue of up to 32,250,000 shares at $0.05 to raise up to $1,612,500, leaving up to 64,500,000 shares on issue post capital raising*

The Board of West Peak Iron Ltd ("West Peak" or the "Company") is pleased to announce a capital raising strategy to raise up to $1,817,500 before costs through a placement and entitlement issue, with the aim of leaving the Company in a strengthened financial position.

West Peak has committed to completing a placement of 4,105,464 shares at $0.05 to raise approximately $205,000 pre costs, through the Companies 15% capacity through ASX Listing Rule 7.1. The shares under the placement are expected to be issued and allotted on Monday 30 July 2012, with an Appendix 3B to be lodged with the ASX shortly.

West Peak also plans to lodge a non-renounceable Entitlement Issue to all shareholders on the same terms of the placement, i.e. $0.05, with the terms being a one share for every one share held. Based on a full subscription, West Peak would issue up to 32,250,000 shares at $0.05 to raise up to $1,612,500 pre costs with 64,500,000 shares on issue post full subscription of the proposed capital raising. An Entitlement Issue Disclosure Document is expected to be lodged shortly which will include the proposed timeline for shareholders.

The structure of the Entitlement Issue is intended to provide all shareholders an equal opportunity to participate in the Offer at the discounted price.

The funds raised from the placement will be used for continued activities in WA and Liberia and for general working capital.

The Company requests that the suspension be lifted and that the trading of West Peak securities be recommenced.

For further information contact:
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ASX announcement

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Directors & Management

Graham Marshall:
Non-Executive Chairman

Mathew Walker:
Executive Director

John Royle:
Non-Executive Director

Shane Tomlinson:
Exploration Manager

David Parker:
Joint Company Secretary

Sonu Cheema:
Joint Company Secretary

Issued Capital

28,144,536 ordinary shares

13,105,465 unlisted options exercisable at 20 cents each on or before 30 June 2013

500,000 unlisted options exercisable at 30 cents each on or before 30 June 2013

ASX Code: WPI