



WESTONIA MINES LIMITED

MARKET UPDATE

1. Renounceable Rights Issue

Westonia Mines Limited is pleased to announce that its renounceable rights issue to raise \$6.1 million closed over-subscribed on 8 December 2006.

In addition to a very strong take up of entitlements, a large number of shareholders applied for additional shares. The Company is pleased with the outcome and wishes to thank its shareholders for their support.

2. Greenfinch/Golden Point

Follow up drilling at the near-mine Greenfinch and Golden Point prospects was completed in the second week of December. The Company expects to announce a new, indicated JORC compliant resource for Greenfinch in January 2007.

3. Big Bell Mill

Following the receipt of funds from the rights issue, the Company awarded the contract for Big Bell plant disassembly, relocation and site clean-up to Interquip Pty Ltd on 15 December.

The total cost of this work is estimated to be circa \$5.2 million, slightly less than the amount advised in the prospectus. The saving represents one of the many value add initiatives pursued by Westonia.

The work at the Big Bell site will commence during the second week of January 2007 and is expected to be completed during the second quarter of 2007. Upon completion, Westonia will recover its \$1.5 million performance bond.

4. Project Development/Exploration

As previously advised to the market, Westonia is pursuing a number of value add initiatives and the Company expects to make further announcements in regard to these, along with a series of new exploration initiatives early in the New Year.

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