



2 June 2009

ASX announcements

Norwest completes A\$2,425,000 transaction with Silverstone Energy Limited and retires Investec Debt

Norwest Energy NL (ASX: NWE) advises that it has completed a transaction with Silverstone Energy Limited (Silverstone) for the sale of its UK subsidiary, NWE Southern Cross (UK) Pty Ltd (Southern Cross), for a consideration of \$2,425,000. After adjustments for working capital and the assumption by Silverstone of a royalty obligation of Southern Cross, Norwest received a net payment of \$2,225,234 at settlement.

These funds, supplemented by other Norwest funds have now repaid the borrowings of A\$2,400,000 from Investec.

Southern Cross has interests in a number of offshore and onshore licences in the UK. The offshore licences interests comprise; 25% interest in the Cobra gas project, 25% interest in the Inner Moray Firth licence and a 5% interest in the Manuel project. The offshore interest's also include a 25% interest in the application for the yet to be awarded Block 48/1d that adjoins the Cobra gas project.

The Southern England, Wessex Basin on-shore interests will be assigned by Southern Cross to a newly formed Norwest UK subsidiary company, NWE Mirrabooka* (UK) Pty Ltd.

For and on behalf of
Norwest Energy NL

EA Myers
Company Secretary



About Norwest Energy

Following the sale of NWE Southern Cross, Norwest retains the following production and exploration assets;

Australia

- 1.25% Over riding royalty over the entire Puffin Oil Field- delivering cash flow to Norwest
- 1.278% interest in the producing Jingemia oil field- North Perth Basin
- 100% TP/15 near shore North Perth Basin**
- 20% EP/368 North Perth Basin**
- 20% EP426 North Perth Basin**

*(*all of the North Perth Basin licences are located in a region that hosts a number of producing oil and gas fields and discoveries)*

England

- Wessex Basin interests in Southern England- adjacent to the 500million barrel Wytch Farm producing oil field. - assigned to NWE Mirrabooka (UK) Pty Ltd (**Mirrabooka is Australian Aboriginal for the Constellation-Southern Cross*)