



Northwest

**By Email**

Emma Badhni  
Senior Adviser  
ASX Compliance Pty Limited  
20 Bridge Street  
Sydney NSW 2000

12 November 2010

Dear Emma,

**Price Query**

We refer to the price query issued by ASX Compliance Pty Limited today in relation to the securities of Northwest Resources Limited (the **Company**) and respond as follows:

1. The Company has received raw assay data from approximately 90% of the samples submitted for testing from its recently completed drilling programme at its Nullagine Gold & Antimony Project.
2. No. The Company has not completed the compilation of drilling programme data (in addition to assay data) necessary to undertake a proper interpretation of the assay results as required under the JORC Code. As advised to the market on 3 November 2010, given the nature of the drilling programme, the Company and its technical consultants need to complete the interpretation of the assay results in order to put those results into context and assess the program as a whole. The Company currently expects to release the drilling results and the Company's interpretation by 22 November 2010.
3. No.
4. The Company confirms that in its opinion it is in compliance with the Listing Rules of the Australian Securities Exchange and in particular, Listing Rule 3.1.

Yours sincerely,

**John Merity**  
Managing Director



12 November 2010

Mr John Merity  
Company Secretary  
Northwest Resources Limited  
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325 Pitt Street  
Sydney NSW 2000

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By Email

Dear John

### Northwest Resources Limited (the "Company")

#### RE: PRICE QUERY

We have noted a change in the price of the Company's securities from a close of \$0.094 on Monday, 8 November 2010 to a high of \$0.155 at the time of writing today.

In light of the price change, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you may need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change in the securities of the Company?
4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by e-mail or by facsimile on facsimile number (02) 9241 7620. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than **4.00 pm A.E.D.T** on Friday, 12 November 2010.

#### Australian Securities Exchange

Australian Stock Exchange  
Sydney Futures Exchange

Australian Clearing House  
SFE Clearing Corporation

ASX Settlement and Transfer Corporation  
Austraclear

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

### **Listing rule 3.1**

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

### **Trading halt**

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's shares. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours Sincerely,

*(Sent electronically, without signature)*

Emma Badhni  
**Senior Adviser, Issuers (Sydney)**