



3 December 2015

Dear Shareholder

**Norwest Energy N.L. – non-renounceable rights issue**

As announced on 2 December 2015, Norwest Energy N.L. (ACN 078 301 505) (**Norwest** or the **Company**) is undertaking a non-renounceable rights issue of one (1) share for every four (4) shares held (**Rights Issue** or **Offer**) resulting in the issuing of approximately 410,113,750 fully paid ordinary shares (**New Shares**) in order to raise approximately \$820,228 (before costs). The price of New Shares under the Offer is \$0.002 each. The Company lodged an Offer Document for the Offer with ASIC and ASX on 2 December 2015.

The Offer is being made to all shareholders of the Company recorded on its register of members at 5.00pm (WST) on 8 December 2015 (**Record Date**), whose registered address is in Australia or New Zealand (**Eligible Shareholders**).

The Offer is fully underwritten by Argonaut Capital Limited (**Underwriter**).

A copy of the Offer Document is available on ASX's and Norwest's website. Eligible Shareholders will be mailed an Offer Document together with an Entitlement and Acceptance Form no later than 10 December 2015. Your entitlement will be set out on the personalised Entitlement and Acceptance Form accompanying the Offer Document.

For the purposes of calculating each Eligible Shareholders' entitlement, fractions of entitlements have been rounded up to the nearest whole number of New Shares.

Following completion of the Offer, the Company will have issued approximately 410,113,750 New Shares resulting in total shares on issue of approximately 2,050,568,749.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company already on issue.

Entitlement and acceptance of Offer

The Entitlement and Acceptance Form sets out the number of New Shares to which you are entitled. Where the determination of your Entitlement results in a fraction of a New Share, such a fraction has been round up to the nearest whole New Share.

Before taking up Entitlements under the Offer, Eligible shareholders should read the Offer Document in its entirety,

- You may wish to accept part or all of your rights to subscribe for New Shares pursuant to the Offer Document (**Entitlement**). To take up all or some of your Entitlements you will need to ensure your application money for the Entitlements you wish to take up is received by Computershare Investor Services Pty Ltd (**Share Registry**) by no later than 5.00pm (WST) on 21 December 2015, and your Entitlement and Acceptance Form is completed by filling in the number of New Shares you wish to accept in the space provided.
- You may do nothing. If you choose to do nothing with your Entitlements, while you will continue to hold the same number of Shares, your interest in the Company will be diluted and you will receive no value for your Entitlement.

## Application of Proceeds

The funds raised will be used, amongst other things, for the following purposes:

1. to advance the Lockyer Deep-1 well within EP368 to drill ready status;
2. to advance the Xanadu-1 well within TP/15 to drill ready status and conduct a farm-out process;
3. to advance the Arrowsmith-3 well within EP413 to drill ready status;
4. to promote the Company and its suite of projects to a broader investment community;
5. to supplement working capital; and
6. to pay corporate advisory fees and expenses of the Offer.

## Timetable

The Offer Document (together with a personalised Entitlement and Acceptance Form) will be sent to Eligible Shareholders in accordance with the following indicative timetable:

Company Announces Rights Issue (prior to the commencement of trading)	2 December 2015
Lodgement of Offer Document, Appendix 3B and s708AA Cleansing Notice with ASX (prior to the commencement of trading)	2 December 2015
Notice sent to security holders	3 December 2015
Record Date for determining Entitlements	8 December 2015
Offer Document sent out to Eligible Shareholders & Company announces this has been completed & Offer Opening Date	10 December 2015
Closing Date	21 December 2015
Shares quoted on a deferred settlement basis	22 December 2015
ASX notified of under subscriptions	23 December 2015
Issue date/Shares entered into Shareholders' security holdings	30 December 2015
Quotation of Shares issued under the Offer	31 December 2015

The above timetable is indicative only. Subject to the Corporations Act and the ASX Listing Rules, Norwest reserves the right to vary the dates in connection with the Rights Issue without prior notice.

If you have any queries concerning the Rights Issue, or the action you are required to take to subscribe for New Shares, please contact your financial adviser or John Annand, Norwest's Company Secretary, on +61 8 9227 3240.

Yours sincerely



**Michael Fry**  
**CHAIRMAN**  
**NORWEST ENERGY N.L.**