

ASX ANNOUNCEMENT

ASX:NWE

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ABN: 65 078 301 505
Level 2, 6 Thelma Street
West Perth WA 6005
PO Box 1264 West Perth WA 6872
Tel: +61 8 9227 3240
Fax: +61 8 9227 3211
www.norwestenergy.com.au

Strategic Alliance and Share Placement Update

Norwest Energy NL (“Norwest” or the “Company”) is pleased to report that it has successfully raised \$830,000 (before costs) by way of the share placement that was announced on 11 July (“Placement”).

Norwest has today completed the first tranche of the Placement, consisting of 100 million shares to Transerv Energy Ltd (“Transerv”) and 115 million shares to other sophisticated and professional investors, raising a total of \$430,000 before costs.

The second tranche of the Placement involving the issue of shares to Directors and their related parties is subject to shareholder approval. The second tranche of the Placement shall consist of 100 million shares to Director Henry David Kennedy (or his nominee), 50 million shares to Director Ronald Currie (or his nominee) and 50 million shares to a related party of Mr. Currie, raising a further \$400,000 before costs.

A Notice of Meeting for a general meeting to be held in late August 2016, which will include resolutions to approve the second tranche of the Placement, will be issued in due course.

The Placement to Transerv follows the formation of a strategic alliance between Norwest and Transerv to facilitate the farmout and drilling of the 160 million barrel Xanadu Prospect in TP/15, in addition to the other onshore permits in which Norwest has interests within the Perth Basin. These include EP368 and EP426, located to the east and adjacent to the Waitsia gas discovery, EP413, which contains the Arrowsmith discovery, L14 and EP492.

The funds raised will enable Norwest to progress its three key Perth Basin projects towards drill-ready status, ensuring the projects are best positioned to attract the investment funds required to achieve Norwest’s exploration objectives. Norwest is fully committed to participating in the drilling programs for Xanadu-1 in TP/15, Lockyer Deep-1 in EP368 and Arrowsmith-3 in EP413. The additional funds raised, along with the Strategic Alliance formed with TSV, will greatly assist in providing a pathway towards achieving these key exploration milestones as soon as possible.