

ASX ANNOUNCEMENT

(ASX:NWE)

9 September 2016



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

L14 Jingemgia Oil Field Update

Norwest Energy NL (ASX:NWE) is pleased to announce that the Sale and Purchase Agreement (SPA), Change of Title and Change of Operator documentation for Production Licence L14 (L14) have been submitted to the Department of Mines and Petroleum (DMP) for formal approval, and DMP's approval process has commenced.

L14 contains the Jingemgia Oil Field, which under current operator Origin has been in care and maintenance since December 2012. The Jingemgia Oil Field is estimated to have initially contained 12 million barrels of oil in place, with 4.6 million barrels produced to date. The area of L14 is 9835 acres (620 acres net to Norwest). Refer to Figure 1 for a location map.

The SPA is between Cyclone Energy Pty Ltd and existing L14 Joint Venture partners Origin Energy Developments Pty Ltd, AWE Limited (via subsidiary), ROC Oil (WA) Pty Ltd and John Geary. Norwest has elected to retain its 6.278% interest in L14.

Subject to DMP approval, Cyclone Energy and RCMA Australia will acquire equity in L14, with the intention to restart production from the Jingemgia Oil Field. Foreign Investment Review Board (FIRB) approval is required as the parent company of RCMA Australia is Singapore-based.

Norwest's contribution to necessary workovers and start-up costs leading to first production are forecast to be approximately \$200,000, and it is anticipated that production will recommence in the first half of 2017 subject to the necessary approvals.

By way of background, the new L14 Joint Venture participants shall have the following interests for the existing Jingemgia Oil Field operations:

Cyclone Energy	33.722% (Operator)
RCMA Australia	60%
Norwest Energy	6.278%

The current L14 Joint Venture Participants are:

Origin Energy	49.189%
AWE Limited	44.141% (via subsidiaries)
Norwest Energy NL	6.278%
ROC Oil (WA) Pty Ltd	0.250%
J Geary	0.142%

Further updates will be provided as new information becomes available regarding the status of the necessary approvals.

About Cyclone Energy Pty Ltd

Cyclone Energy Pty Ltd is a Western Australian company formed in 2014, with the specific aim of acquiring and re-starting production from the shut-in Jingemgia Oil Field. The company's Directors and Senior Management team have extensive experience in managing oilfields in the northern Perth Basin and in many other locations in Australia and overseas. Members of the Cyclone Energy senior management team have previously worked at Jingemgia and have a thorough technical knowledge of both the Jingemgia Oil facility and the field's future production potential.

About RCMA Australia

RCMA Australia is a member of the Singapore-based RCMA Group. For further information please visit their website at www.rcma.com.

Map Highlighting L14 Location

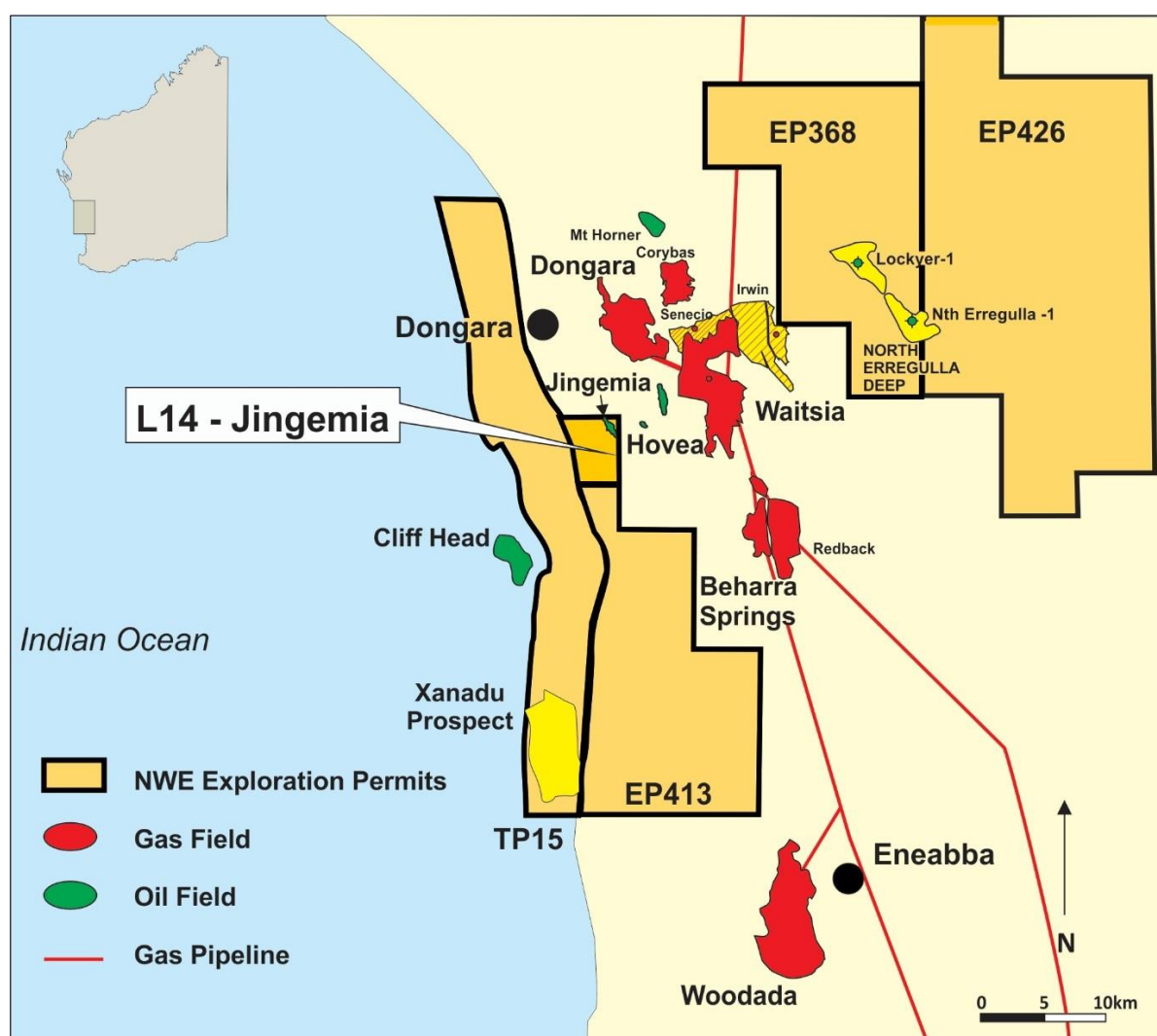


Figure 1. Location of L14 – Jingemgia Oil Field