

**ASX Announcement**

3<sup>rd</sup> July 2007

***Puffin Oil Volume Update***

Norwest provides reference to a recent ASX announcement by the Puffin Oilfield operator, AED Oil Limited dated 2<sup>nd</sup> July, 2007.

In the announcement, AED refers to the latest estimates of potentially recoverable oil in the SW area of 40.3 million barrels. Combining that with previous figures provides the following table of oil volumes.

	OIIP Million Barrels	Recoverable Volumes Million Barrels
NE1 Oil Volumes P50	67	40
NE2 Oil Volumes, average (and range)	20.5 (11-30)	9 (5-13)
SW Oil Volumes best estimate	77.8	40.3
Total	165.3	89.3

A single number quoted for recoverable volumes indicates that AED has quoted these recoverable volumes. A number followed by a range indicates that Norwest has made assumptions from AED's information.

Norwest holds a 1.25% over-riding royalty interest which covers the entire AC/P22 permit. The potential value of Norwest's royalty stream using the estimated recoverable volume is calculated at between **AU \$66 million and \$92 million** based on an oil price range of from US\$50 to \$70 per barrel and exchange rate of \$0.85.

AED also refers in an announcement dated 29<sup>th</sup> June 2007 to likely commencement of production for the Puffin NE1 area in August 2007.

For detailed information please refer to AED's announcements on the ASX website.

**For further information contact**

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*The summary report on the oil and gas projects is based on information compiled by Mr J A Salomon, BAppSc (Geology), Chief Executive Officer of Norwest Energy NL. Mr Salomon holds a relevant degree in geology and has been practising petroleum geology for 25 years. Mr Salomon is the full-time Chief Executive Officer of Norwest Energy NL and has consented in writing to the inclusion of the information stated in the form and context in which it appears.*