



QUARTERLY REPORT

For the period ending 30 June 2015

DEVELOPMENT ACTIVITIES

No significant development activities were undertaken at the Company's Blue Spec Shear Gold-Antimony Project, located in the Nullagine Goldfield, during the quarter. The Company placed the project on care and maintenance in late 2013 following the difficult decision to defer completion of the pre-feasibility study.

During the quarter, the Company undertook a confidential desktop study to evaluate a regional development strategy for the project. Whilst promising, the company has been unable to progress the strategy further.

The Company's project tenement package also contains the most prospective exploration ground in the Nullagine Goldfield, covering approximately 14kms of the highly mineralised Blue Spec shear zone and the parallel North shear.

Northwest believes that the high-grade nature of the Blue Spec Shear Gold-Antimony Project and its exploration potential present a strategic opportunity in the Nullagine Goldfield with its established processing infrastructure.

The Blue Spec Shear Gold-Antimony Project:

- has a robust high-grade Mineral Resource base of 415,000t @ 16.3g/t Au for 219,000oz of gold and 1.3% Sb for 5,200 of contained antimony which includes Indicated Resources of 151,000t @ 21.7g/t Au for 106,000oz of gold;
- has a robust geological model and resource estimate for the Blue Spec and Gold Spec deposits which indicates significant potential for additional high-grade (40-100g/t) mineralisation along strike at both deposits;
- has a clear Sb-Au concentrate production and marketing strategy based on extensive metallurgical testwork and Northwest has established a positive relationship with a preferred off-take partner;
- has been substantially technically de-risked; and
- is environmentally sound.

EXPLORATION ACTIVITIES

During the quarter, no significant exploration activities were undertaken resulting from the Company's limited financial capacity.

CORPORATE

As outlined in previous quarterly reports, the Company has continued to engage with a number of parties which have sought access to the Company's confidential technical and corporate information relating to the project, with the view to evaluating a possible transaction.

For commercial and legal reasons Northwest does not expect to identify these parties in the near term because it has signed Confidentiality Agreements and is currently in the process of negotiating other Confidentiality Agreements. However, the Company wishes to keep shareholders informed of these developments and will provide updates of progress at the appropriate time.

Northwest cautions that there can be no certainty that the current engagement with interested parties will lead to an acceptable proposal with respect to the project or the company completing a transaction in relation to the project.

MINERAL RESOURCES

Northwest's reported JORC compliant Mineral Resource estimates for the Blue Spec Shear Gold-Antimony Project are set out in Appendix 1.

MINING TENEMENTS

A list of the mining tenements held by Northwest and its subsidiaries is set out in Appendix 2.

APPENDIX 1

Mineral Resources

Mineral Resources have been reported in accordance with the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserve and the 2004 edition.

All tonnages reported are dry metric tonnes. Minor discrepancies may occur due to rounding to appropriate significant figures.

Blue Spec Shear Gold-Antimony Project

Deposit	Resource Category	Tonnes (t)	Grade Au (g/t)	Contained Au (oz)	Grade Sb (%)	Contained Sb tonnes (t)
Blue Spec 3.0g/t Au cut-off	Indicated	84,000	29.1	79,000	2.2	1,900
	Inferred	234,000	12.2	92,000	0.9	2,200
	Total	318,000	16.7	171,000	1.3	4,100
Golden Spec 3.0g/t Au cut-off	Indicated	67,000	12.4	27,000	1.1	700
	Inferred	30,000	21.6	21,000	1.4	400
	Total	97,000	15.2	48,000	1.2	1,100
Total		415,000	16.3	219,000	1.3	5,200

Deposit	Resource Category	Tonnes (t)	Grade Au (g/t)	Contained Au (oz)	Grade Sb (%)	Contained Sb tonnes (t)
Red Spec 1.0g/t Au cut-off	Indicated	160,000	1.8	9,200	0.01	20
	Inferred	130,000	2.0	8,300	0.01	10
	Total	290,000	1.9	17,500	0.01	30
Green Spec 0.5g/t Au cut-off	Indicated	73,000	3.6	8,400	1.1	800
	Inferred	29,000	2.1	1,900	1.0	300
	Total	102,000	3.2	10,300	1.1	1,100

APPENDIX 2

Mining Tenements

Tenement	Locality	Interest %	Tenement	Locality	Interest %
L46/22	Nullagine, WA	100	PL 46/1678	Nullagine, WA	100
L46/24	Nullagine, WA	100	PL 46/1679	Nullagine, WA	100
L46/109	Nullagine, WA	100	PL 46/1680	Nullagine, WA	100
ML 46/115	Nullagine, WA	100	PL 46/1681	Nullagine, WA	100
ML 46/165	Nullagine, WA	100	PL 46/1682	Nullagine, WA	100
ML 46/244	Nullagine, WA	100	PL 46/1683	Nullagine, WA	100
PL 46/1607	Nullagine, WA	100	PL 46/1684	Nullagine, WA	100
PL 46/1608	Nullagine, WA	100	PL 46/1698	Nullagine, WA	100
PL 46/1609	Nullagine, WA	100	PL 46/1699	Nullagine, WA	100
PL 46/1610	Nullagine, WA	100	PL 46/1700	Nullagine, WA	100
PL 46/1611	Nullagine, WA	100	PL 46/1701	Nullagine, WA	100
PL 46/1669	Nullagine, WA	100	PL 46/1702	Nullagine, WA	100
PL 46/1677	Nullagine, WA	100			

*Notes:**L - Miscellaneous Licence**ML - Mining Lease**PL - Prospecting Licence*

Royalties - All tenements other than miscellaneous licences are subject to the RSI royalty. In addition, ML 46/115 and ML 46/165 are subject to the St. Barbara royalty.

ASX Listing Rules Appendix 5B

Mining exploration entity quarterly cash flow report

Name of entity

Northwest Resources Limited

ABN

95 107 337 379

Quarter ended ("current quarter")

30 June 2015

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration and evaluation	(70)	(205)
(b) development	-	-
(c) production	-	-
(d) administration	(23)	(236)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	48	48
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid (refund)	-	-
1.7 Other (GST)	1	85
Net Operating Cash Flows	(44)	(308)
Cash flows related to investing activities		
1.8 Payment for purchase of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.9 Proceeds from sale of:		
(a) prospects	-	175
(b) equity investments	-	-
(c) other fixed assets	-	17
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (provide details if material)	-	-
Net investing cash flows	-	-
1.13 Total operating and investing cash flows (carried forward)	-	192
1.14 Total operating and investing cash flows (brought forward)	(44)	(116)

Cash flows related to financing activities			
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	57	72
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other - Costs of financing	-	-
Net financing cash flows		57	72
Net increase (decrease) in cash held		13	(44)
1.20	Cash at beginning of quarter/year to date	(3)	54
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	10	10

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter
		\$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	Nil
1.24	Aggregate amount of loans to the parties included in item 1.10	Nil

1.25 Explanation necessary for an understanding of the transactions

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Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

Nil

Financing facilities available

Add notes as necessary for an understanding of the position

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	100	57
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter *

	\$A'000
4.1 Exploration and evaluation	25
4.2 Development	
4.3 Production	
4.4 Administration	15
Total	40

* Estimated cash outflows next quarter will be predominantly funded by the loan facility outlined in the quarterly report.

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	10	(3)
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: Cash at end of quarter (item 1.22)	10	(3)

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements relinquished, reduced or lapsed	-		
6.2	Interests in mining tenements acquired or increased	-		

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference +securities	Nil			
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	197,145,418	197,145,418		
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5	+Convertible debt securities	Nil			
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options	Nil		<i>Exercise price</i>	<i>Expiry date</i>
7.8	Issued during quarter				
7.9	Exercised during quarter				
7.10	Expired during quarter				

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.11 Performance Rights (totals only)	600,000 600,000			<i>Vesting date</i> 27/06/2016 27/06/2016
7.12 Issued during quarter				
7.13 Vested during quarter				
7.14 Expired during quarter				

Compliance statement

1. This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX.
2. This statement does give a true and fair view of the matters disclosed.

Date: 31 July 2015



John J. Merity
Managing Director

Notes

1. The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
2. The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
3. Issued and quoted securities: The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
4. The definitions in, and provisions of, AASB 1022: Accounting for Extractive Industries and AASB 1026: Statement of Cash Flows applies to this report.
5. Accounting Standards: ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.