



GoldenWest
RESOURCES LIMITED

ABN 54 102 622 051

28 November 2008

ASX ANNOUNCEMENT

Corporate Summary

ASX Code: GWR

Issued Capital: 138 Mil

Issued Options: 26 Mil

Contact Details

6/136 Main Street

OSBORNE PARK

Western Australia 6017

Tel: +61 8 92019202

Fax: +61 8 92019203

admin@goldenwestresources.com

www.goldenwestresources.com

Enquiries:

Ian Loftus

Riley Mathewson Public Relations

+61 8 9381 2144

+61 404 852 373

ANNUAL GENERAL MEETING

Attached to this announcement is a copy of presentations to be made by the Company's Executive Chairman, Mr Con Markopoulos, and the Company's CEO, Mr David Rose, at this afternoon's AGM.

Mr David Sanders, the Company Secretary, has today been appointed as a director of Golden West Resources Limited to enable him to act as Chairman of the AGM. Mr Sanders' appointment will automatically expire at the end of the AGM.

Chairman's Address to the Annual General Meeting of Golden
West Resources Limited

Con Markopoulos, Chairman

Friday 28 November 2008

Ladies and gentlemen, it is with great pleasure that I address you for the first time at an Annual General Meeting as Chairman of Golden West Resources Limited.

Despite recent turmoil on the financial markets, I'm pleased to report that we have been quietly achieving the key milestones required to progress our project from a prospect 3 years ago to a pre-production project this year.

- We have completed over 50,000 metres of Reverse Circulation drilling and diamond drilling at our Wiluna West Iron Ore project;
- We have upgraded our Inferred Resources from 50 million tonnes a year ago to 126 million tonnes at 59% iron, This is a high-quality outcropping hematite resource, and will provide the basis for high-quality direct shipping ore products for our customers;
- We have recruited and appointed a new Chief Executive Officer, David Rose, who was previously Chief Operating Officer for Rio Tinto Iron Ore responsible for Rio's iron ore projects in India, Brazil and Guinea, including the world class Simandou project. He has held senior positions with Western Mining, CRA, Pasminco and Argyle Diamonds, where he

was Managing Director prior to joining Rio Tinto's iron ore division;

- We have negotiated and signed off-take agreements with the Hunan Valin Steel Company and the Yijian Investment Company for the sale of 50% of our proposed initial annual output from Wiluna West;
- We have raised capital, through placing 16 million Golden West shares (at a price of \$1.85 per share) with Hunan Valin and Yijian. These placements have raised some \$29.6 million;
- We have refocused the company following a period of corporate instability;
- We have executed a "foundation customer" agreement with Yilgarn Infrastructure Limited for the provision of iron ore haulage between Wiluna West and export ports, made a key strategic investment in that company, and obtained board representation; and
- We have completed a scoping study and initiated a pre-feasibility study for Wiluna West.

Despite current uncertainty on financial markets, we have our eyes firmly on the future which, we believe, will be positive.

Many commentators have noted that the current period of economic downturn is unlikely to endure, and that the fundamental drivers of economic growth in China are such that the Chinese market will recover from any short-term oversupply within a couple

of years, and well before Wiluna West is in production and selling into the world market.

In addition, we note comments made by Tom Albanese in a Rio Tinto media release of 10 November 2008. He said:

“We believe this will be a short, sharp slowdown in China, with demand rebounding over the course of 2009, as the fundamentals of Chinese economic growth remain sound.”

It is also worth noting that BHP Billiton announced to the market on 25 November that it had approved a capital investment of some US\$4.8 billion to support increased capacity in its Western Australian iron ore operations from 155 million tonnes per annum to 205 million tonnes per annum. First production from the expansion is anticipated to occur in the second half of 2011.

This clearly demonstrates a very high degree of confidence in the longer term robustness of demand for high grade iron ore.

The Chinese Government is also committed to supporting sustained economic growth and recently announced the allocation of billions of dollars for infrastructure projects within China.

I was in China not two weeks ago and was pleased with the on-going support from our off-take partner, Hunan Valin Steel and with their unshakable commitment to work with us to produce a quality product to feed their steel mills next decade.

In looking forward, we have refocussed our own corporate strategy to ensure that we adapt our plans to prevailing economic conditions.

Several planks underpin our strategy for the next year, and I'd now like to speak briefly about the two most important ones.

Firstly, we have a very good hematite resource that will lead to an excellent product.

As I mentioned earlier, we currently have an Inferred Resource of some 126 million tonnes, and we will be conducting further exploration work with the aim of converting this to Indicated status.

We will be conducting work during the coming year to develop a high-quality direct shipping ore product from the resource, so that we can match our customers' expectations.

Importantly, as I said earlier our working relationship with Hunan Valin Steel is excellent, and this allows us to undertake the necessary work related to developing a product that suits their needs.

Secondly, we recognise that our success is dependent on the development of appropriate transport infrastructure in the Mid-West, and we are actively pursuing transport options in conjunction with other Mid-West miners and with the infrastructure proponents.

To our advantage, we have a very close working relationship with Yilgarn Infrastructure who remains strongly positioned to develop and operate a railway linking Wiluna West and either Geraldton or the proposed port of Oakajee, or possibly both.

Our equity stake in Yilgarn Infrastructure, together with their equity stake in us, cements this relationship.

Yes, the international financial markets have seen the sort of turmoil that none of us could have been totally prepared for.

We are subject to the movements (and un-predictability) of the market in the ways that other comparable companies are.

Golden West, however, is well-prepared to weather the storm.

We have solid backers, signed sales agreements, leverage with key potential infrastructure providers, and a hematite resource that is both high-quality and that represents good value for investors. We also have cash reserves of some \$34.1 million, and no debt.

Golden West is here for the long run.

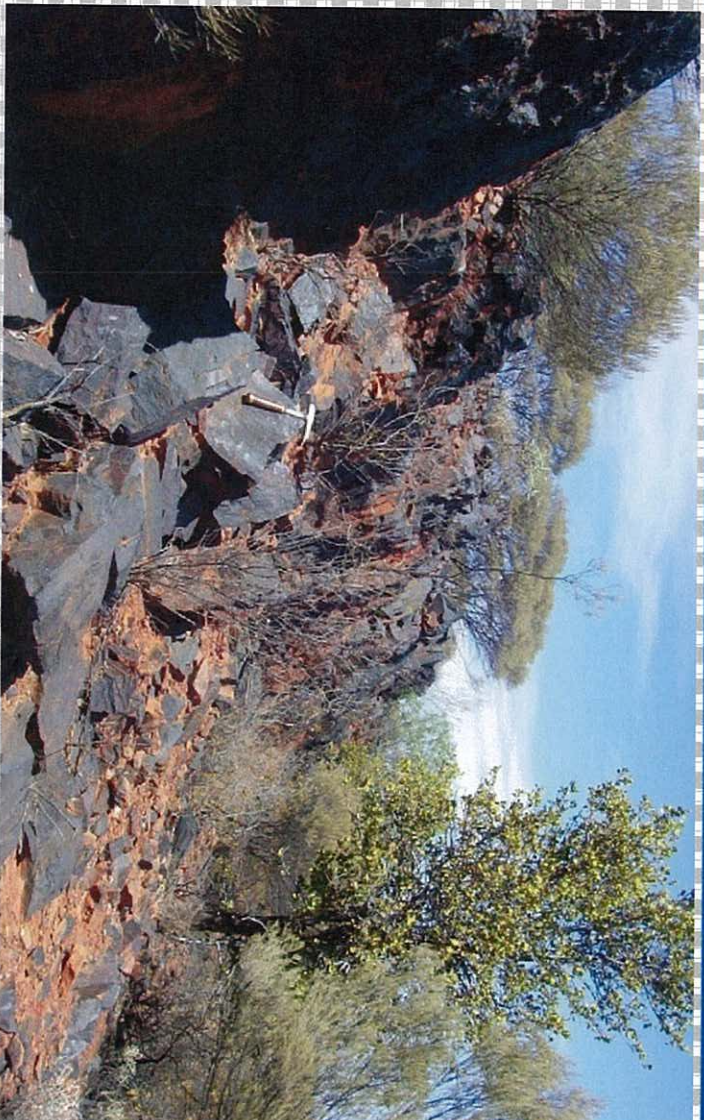
In closing, I'd like to acknowledge the contributions of several important groups:

- Firstly, I'd like to acknowledge the Martu people, the traditional owners of the land at Wiluna upon which our project is located. We are pleased to have developed a good working relationship with the Martu, and look forward to this relationship strengthening as the project develops over the next few years. We particularly look forward to working with the Martu to deliver good employment and other economic outcomes so that they can secure the future for themselves and their children;
- My fellow directors on the board of Golden West, John Lester, Alan Rudd and Mick Wilson, for their commitment in overcoming some of the challenges that we've faced this year;

- Golden West's staff, who have demonstrated great commitment and professionalism in working together with the directors and other stakeholders to get the company moving closer to production; and
- Lastly, our shareholders who have stuck with us over the course of the year. I'd also like to acknowledge three important new placee shareholders, the Hunan Valin Steel Company, the Yijian Investment Company, and Yilgarn Infrastructure. These three companies have joined our shareholders' ranks in the last few months, and are significant partners as well as shareholders.

Ladies and gentlemen, thank you. I'd like to hand over to our new Chief Executive Officer, David Rose.

-END-



CEO's Presentation

28 November 2008



Golden West
RESOURCES LIMITED

The Year in Review



Golden West
RESOURCES LIMITED

Mining

- Over 50,000 metres of RC and diamond drilling completed at Wiluna West
- Inferred Resource upgraded to 126 Mt @ 59% Fe in October 2008 (50% Fe cut-off)
- Scoping study completed and pre-feasibility study initiated

Infrastructure

- OPR nominated as preferred proponent for port construction
- Executed infrastructure agreement with Yilgarn Infrastructure Ltd – focus on rail
- Executed off-take agreements with Hunan Valin Steel Company Ltd and Yijian Investment Co Ltd

Corporate

- Appointed a new CEO - David Rose, who commenced in October 2008
- Capital raising - Placed 16 million GWR shares @ \$1.85 with Hunan Valin Steel Company Ltd and Yijian Investment Co Ltd, raising \$29.6 million
- Refocused the company after a period of corporate instability
- Global market turmoil has had severe impact on GWR market capitalisation

Board and Senior Management



Golden West
RESOURCES LIMITED

Board of Directors

Executive Chairman

Con Markopoulos

Executive Director

Michael Wilson

Executive Director

John Lester

Non-executive Director

Alan Rudd

Senior Management

Chief Executive Officer

David Rose

Company Secretary

David Sanders

Exploration Manager

Marlene Kelly

Study Manager

Paul Leidich

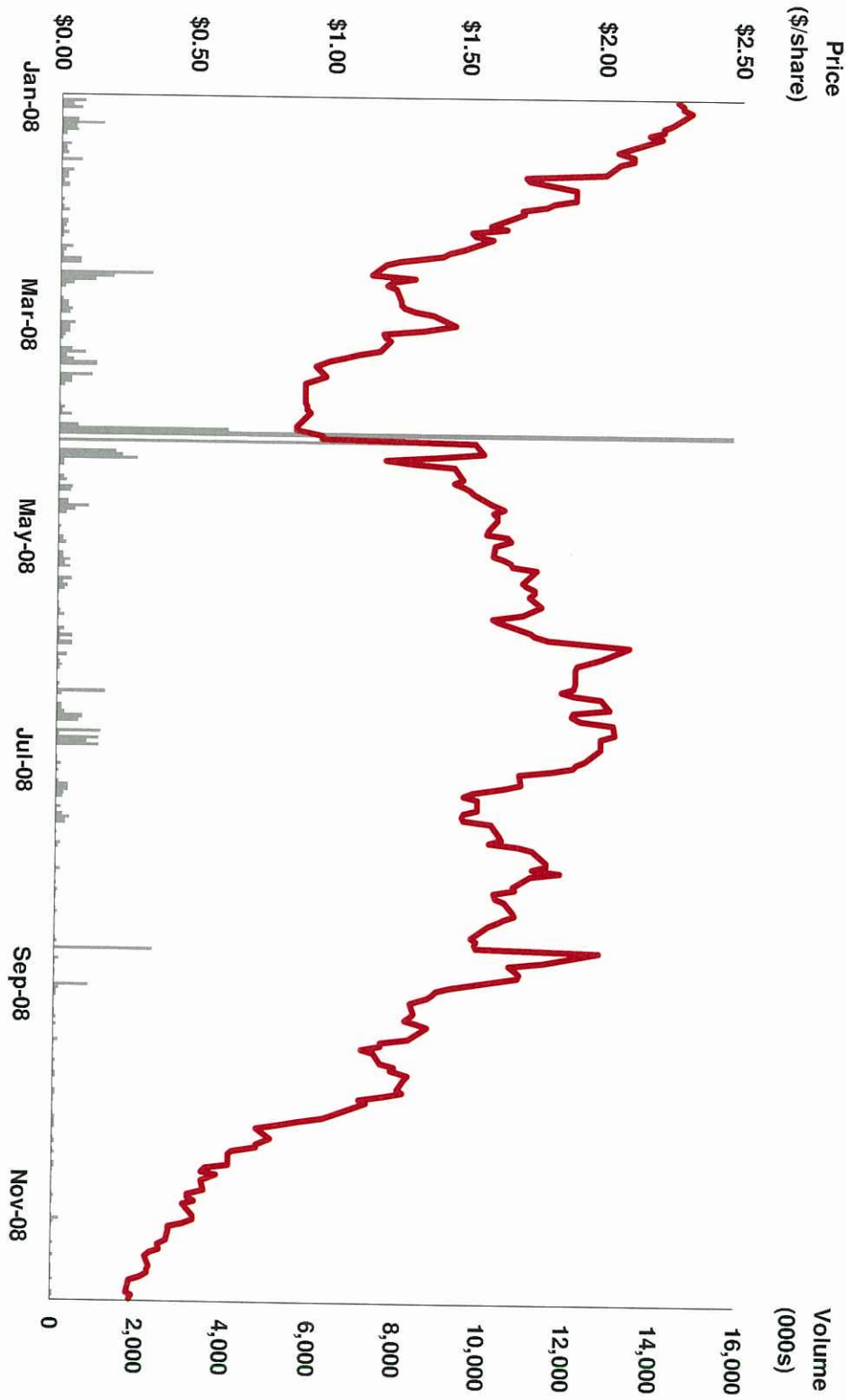
Capital Structure



Golden West
RESOURCES LIMITED

Shares on Issue		138,135,763
Options on Issue		26,263,879
Exercisable at \$2.00 by 31 Dec 2010		16,013,879
Exercisable at \$3.00 by 31 Dec 2011		10,250,000
Market Capitalisation		\$41.4 million
Cash on Hand		\$34.1 million
Share Price (at 27 November 2008)		\$0.30

Closing Price and Volume of Shares Traded since Jan 2008

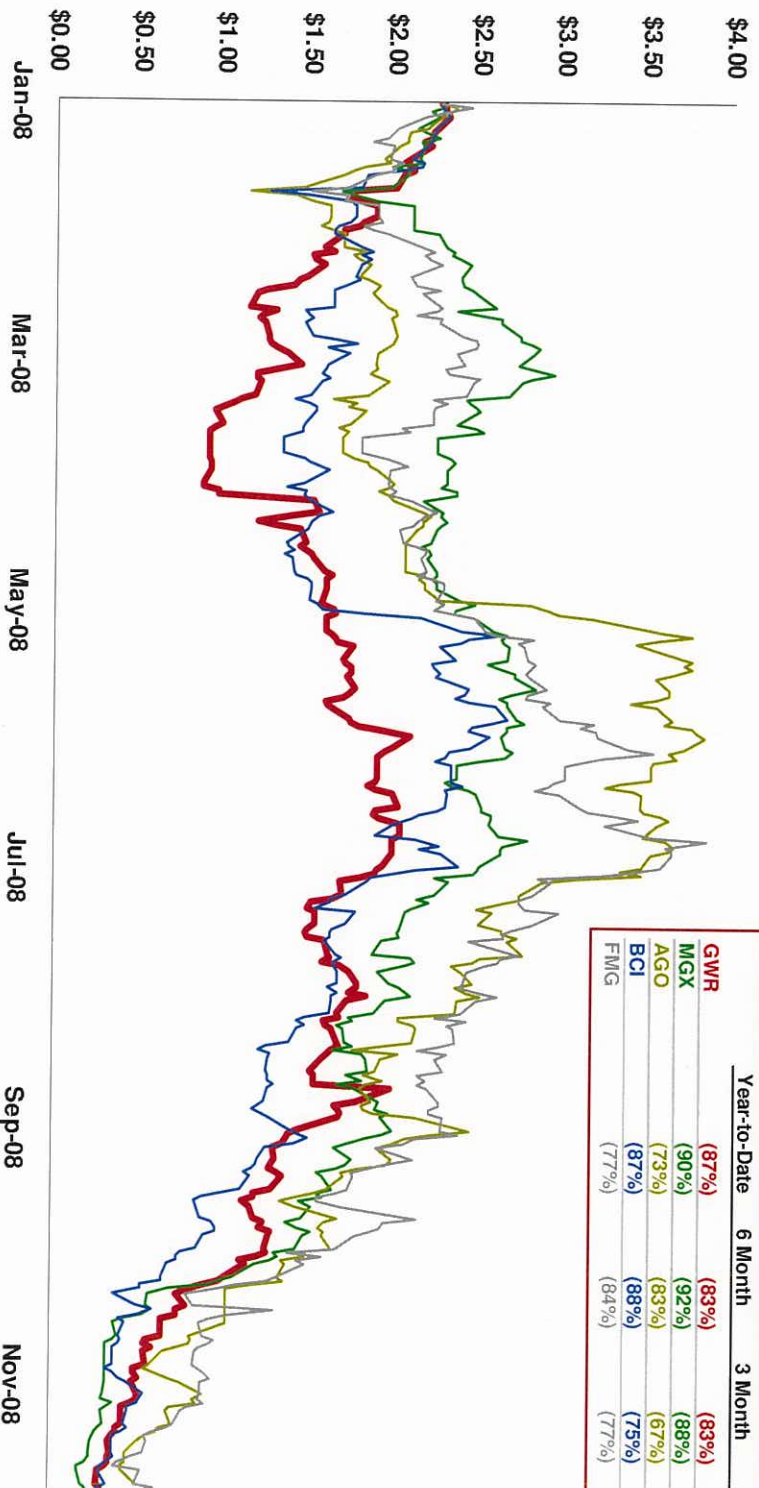


Australian Iron Ore Sector – Collectively Impacted by the Global Financial Crisis



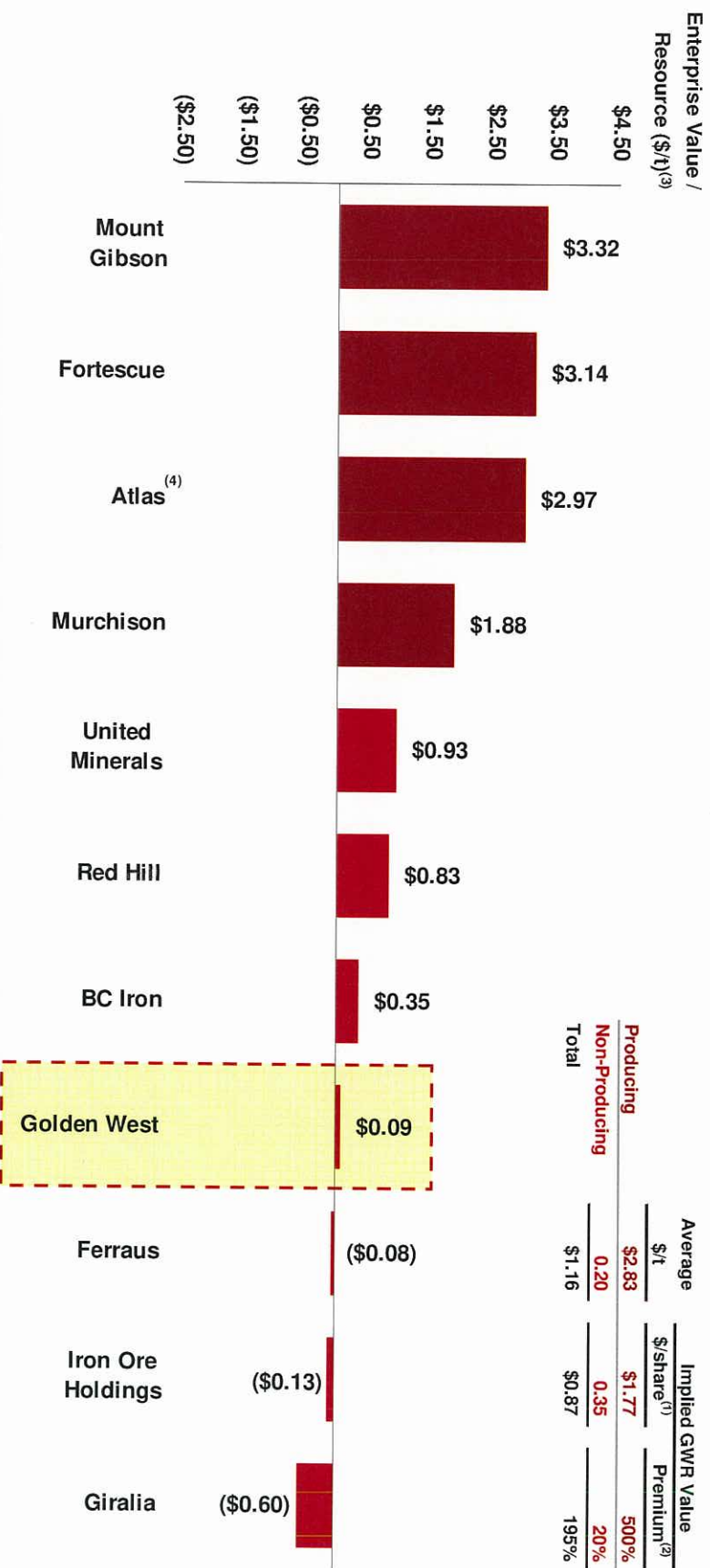
Golden West
RESOURCES LIMITED

Share Price
(Rebased to GWR)



GWR has performed similarly to its peers year-to-date, and is still well placed in the "middle of the pack"

Wiluna West remains one of Australia's Best Value Undeveloped DSO Hematite Resources



Golden West is positioned for a significant market re-rating should it achieve its targeted "producer" status

(1) Based on 74.3 Mt of resource, \$34m of cash and 138m diluted shares outstanding
 (2) Based on GWR closing price on 26 November (\$0.295/share)
 (3) Negative values result from a net cash balance being greater than market capitalisation
 (4) Based on Atlas' hematite resource only (i.e., excludes magnetite)

Corporate Strategy



Mining

- Shift in focus for Wiluna West project from expanding resource to defining high quality marketable iron ore products
- Strengthen GWR's partnership with Hunan Valin
- Progress project approvals, and Native Title negotiations

Infrastructure

- Active pursuit of transport infrastructure solution for the Mid-West
- Active cooperation with other Mid-West miners through the Geraldton Iron Ore Alliance

Corporate

- Lean and targeted pursuit of project objectives during this period of unpredictable market conditions (minimising cash burn)
- Embed a strong governance and leadership culture with a special focus on health and safety and financial prudence

GWR's focus is the Wiluna West Iron Ore Project



- **Experienced Study Team in place:**
 - Study Manager – Paul Liedich
 - Exploration Manager – Marlene Kelly
 - Metallurgical Adviser – Phil Evers
 - Environmental Advisers – Keith Lindbeck & Associates
 - Technical Marketing – Ferum
 - Native Title – John Clarke
- **Scoping Study completed and updated to reflect the “new economic paradigm”**
- **Engenium appointed for Pre-Feasibility Study**
- **Open book access to Yilgarn Infrastructure for transport infrastructure due diligence**

Wiluna West Project Strategy



Golden West
RESOURCES LIMITED

- **Convert Resources** from Inferred to indicated status, while maintaining sufficient tonnage to support the 15 year mine schedule
- **Develop Quality Products**, through a metallurgical test work program and mine processing studies in conjunction with Hunan Valin and Central South University in Hunan Province
- **Geotechnical and hydro-geological** program to determine pit design and impact on mining cost and ore reserve cut-off parameters
- **Selective mining and materials handling studies** to determine equipment sizing, production rate, blending model, and impact on mining cost
- **Managing the approvals process** – Native Title project agreement, heritage and environmental approvals

Decisions made in next 12 months will have maximum leverage on project value

An Active Transport Infrastructure Strategy



- **Transport Infrastructure developed as a two-stage process to facilitate early start to mine production:**
 - **Stage 1:** Rail from Wiluna (via Weld range and Yalgoo Junction) to Geraldton Port by 2011 (or road transport to Leonora and rail to Esperance Port)
 - **Stage 2:** Link into new Oakajee Port by 2014
- **Oakajee Port & Rail (OPR) selected as preferred proponent for port construction**
- **WA Govt has committed to public infrastructure component of Oakajee Port**
- **We are actively pursuing a transport infrastructure solution for the Mid-West, by:**
 - Establishing a process to optimise rail system to maximum benefit of all users
 - Leveraging GWR's foundation customer status with Yilgarn Infrastructure
 - A lead role in seeking a pathway to financial closure

GWR's success is strongly linked to the success of the Mid-West rail and port infrastructure development

Impact of Global Economic Crisis on Wiluna West Project



Positives

- Dramatic fall in AUD:USD exchange rate
- Slow down in overheated WA contractor and labour markets
- Rapid contraction in exploration activity:
 - Access to contractors dramatically improved
 - Sample turn-around has improved
- Opportunity to access “A-team” for design and construction at Wiluna West
- Construction cost and timeline will benefit from a return to competitive tendering
- Operating Cost advantages:
 - Lower oil price
 - Freight rates and demurrage charges reduced

Considerations

- Short term over-supply of iron ore and dramatic fall in spot price
- Share price collapse for all iron ore producers and aspirants
- Project funding extremely tight

.....on balance, the economics of the project remain sound

Summary



- ✓ Mine scale resource at West Wiluna of 126 Mt at 59% Fe
- ✓ Iron ore resource consists entirely of high grade outcropping DSO hematite
- ✓ Experienced project team in place and proceeding with Pre-feasibility Studies
- ✓ Strong Relationships with Aboriginal Traditional Owners
- ✓ Working with other stakeholders to develop an efficient infrastructure solution
- ✓ Well placed to weather the economic downturn with a cash position of \$34.1 million
- ✓ No sovereign risk with Australian-only projects and tenements



Golden West
RESOURCES LIMITED

This document contains reference to certain plans of Golden West Resources which may or may not be achieved. The performance and operations of Golden West Resources may be influenced by a number of factors, uncertainties and contingencies many of which are outside the control of Golden West Resources and its Directors, staff and consultants.

The information in this presentation that relates to Exploration Results and Mineral Resources is based on, and accurately reflects, the information compiled by Ms Marlene Kelly Exploration Manager of Golden West Resources Limited.

Ms Kelly is a member of the Australian Institute of Geoscientists, and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities which she is undertaking to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms Kelly consents to the inclusion in this report of the matters based on the information in the form and context in which it appears

Thank You