



17 October 2011

ASX Compliance Pty Ltd
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

By Facsimile: 08 9221 2020

Attn Shreeshant Prabhakaran

Dear Shreeshant

As announced to the market on 6 September 2011, NuPower is in the process of completing a reverse circulation (RC) drill program on its Arganara Phosphate Project in the Northern Territory.

The program consists of approximately 200, 30m holes for 6000m of drilling. Initial progress was slowed due to some minor mechanical issues with the drill rig, which have now been overcome with the sourcing of a second rig. The aim of the phase one Arganara program is to both: define a phosphate footprint by drilling wide spaced north south orientated lines of holes; plus continue a 200x200m spaced grid of holes covering known phosphate mineralisation on an adjacent tenement which may be interpreted to extend onto NuPower's ground.

Initial batches of drill chips have been sent to ALS in Brisbane for analysis. Results are expected over the coming weeks.

NuPower is also in the final stages of gaining government approval for a second phase of drilling at Arganara. The market will be notified once granted.

In response to your price and volume query dated 17 October 2011, NuPower Resources Limited (ASX: NUP) responds as follows:

1. The Company is not aware of any information concerning it that has not been announced or is not in the public domain which could be an explanation for recent trading in the securities of NuPower Resources Limited.
2. The answer is no therefore question 2 is not applicable
3. The Company is not aware of any other explanation for the price change in the securities of the company.
4. NuPower Resources confirms it is in compliance with the ASX Listing Rules, in particular, Listing Rule 3.1.

Yours Sincerely

Anthony Schildkraut
Company Secretary

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17 October 2011

Mr Anthony Schildkraut
Company Secretary
NuPower Resources Limited

By email: anthony.schildkraut@nupowerresources.com.au

Dear Anthony

NuPower Resources Limited (the "Company")

PRICE QUERY

We have noted a change in the price of the Company's securities from a closing price of 2.7 cents on Thursday, 13 October 2011 to an intra-day high of 3.9 cents today.

In light of the price change, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price change in the securities of the Company?

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me on **facsimile number (08) 9221 2020**. It should not be sent to the Company Announcements Office or by email.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, **not later than 4:00pm (WST) today 17 October 2011**.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts, we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;
- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please do not hesitate to contact me.

Yours sincerely

[sent electronically without signature]

Shreeshant Prabhakaran
Adviser, Listings (Perth)