

NORTON GOLD FIELDS LIMITED

Norton Gold Fields (ASX: NGF)

ACN: 112 287 797

Level 36, Exchange Plaza, 2 The Esplanade, Perth WA 6000

Tel : +61 (0) 8 9263 9700

Email : info@nortongoldfields.com.au

www.nortongoldfields.com.au

March 2015

Quarterly Activities Report

Paddington Operations	ANNUAL Jan - Dec 2015 Guidance	3-MONTHS Jan - Mar 2015 Actual
Gold Production (oz)	182,000 - 190,000oz	38,277oz
C1 Cash Cost per Ounce	\$870 - \$920/oz	\$1,144/oz

In January 2015, Norton received an indicative proposal from its majority shareholder Zijin Mining Co., Ltd to acquire all of the issued securities that it does not already own. The Proposal is to acquire all of the shares for \$0.20 per share by way of a scheme of arrangement. In early April 2015 the Federal Court made orders to convene a meeting of shareholders (21 May 2015) and the Scheme Booklet was released to the ASX.

At Paddington Operations, our underground operations (Homestead and Bullant) have performed above budget in terms of ore development, tonnes mined and ounces produced. Development at Bullant reached historic highs of more than 336m in a single month. Open cut operations were affected by a wall slip in Wattlebird early in the quarter.

Processing and maintenance continues to be a highlight with tonnes milled and gold shipped above budget.

C1 cash cost per ounce was below budget but higher than previous quarters as expected. This was mainly due to a major mill shutdown maintenance in March, lower mill grade and drawing down ore stockpiles. In addition, the wall slippage at the Wattlebird mine resulted in higher mining costs that were not planned. With continued focus on business improvement we remain on track to achieve our recently released 2015 Production Guidance (see ASX announcement 30 March 2015).

HIGHLIGHTS

- No lost time injuries for the March 2015 Quarter
- Gold production of 38,277oz for March 2015 Quarter
- C1 cash costs of \$1,144/oz for March 2015 Quarter
- Updated forward gold sales program
- Ore Reserve and Mineral Resource Update
- Release of 2015 Production Guidance
- Release of 2014 Annual Financial Results and Notice of Annual General Meeting

About Norton

Norton Gold Fields Limited (ASX:NGF) is an established mid-tier gold producer. In CY2014, Norton produced 178,269 ounces of gold from its open cut and underground operations at Paddington, near Kalgoorlie in Western Australia. The Company holds extensive granted mining and exploration leases in the pre-eminent Western Australian goldfields, with a land package of 1,105km². Norton's Vision is to be a leading long term gold producer and to achieve this has adopted a business model that seeks to attain sustainable and increased production within a strict cost control environment.

Safety & Environment

No lost time injuries (LTI's) were recorded in the March 2015 quarter, an excellent achievement. Improvements continue to be made across all indicators with further work required to reduce Norton's Lost Time Injury Frequency Rate (LTIFR).

2014 Environmental Reports were lodged with the Department of Mines & Petroleum, Department of Environmental regulation and Department of Water.

Mine closure plans were reviewed for Ora Banda (Enterprise mine) and Binduli (Navajo Chief and Janet Ivy mines).



Mallee fowl monitoring (see picture) continued this quarter with sustainable populations found in mining areas.

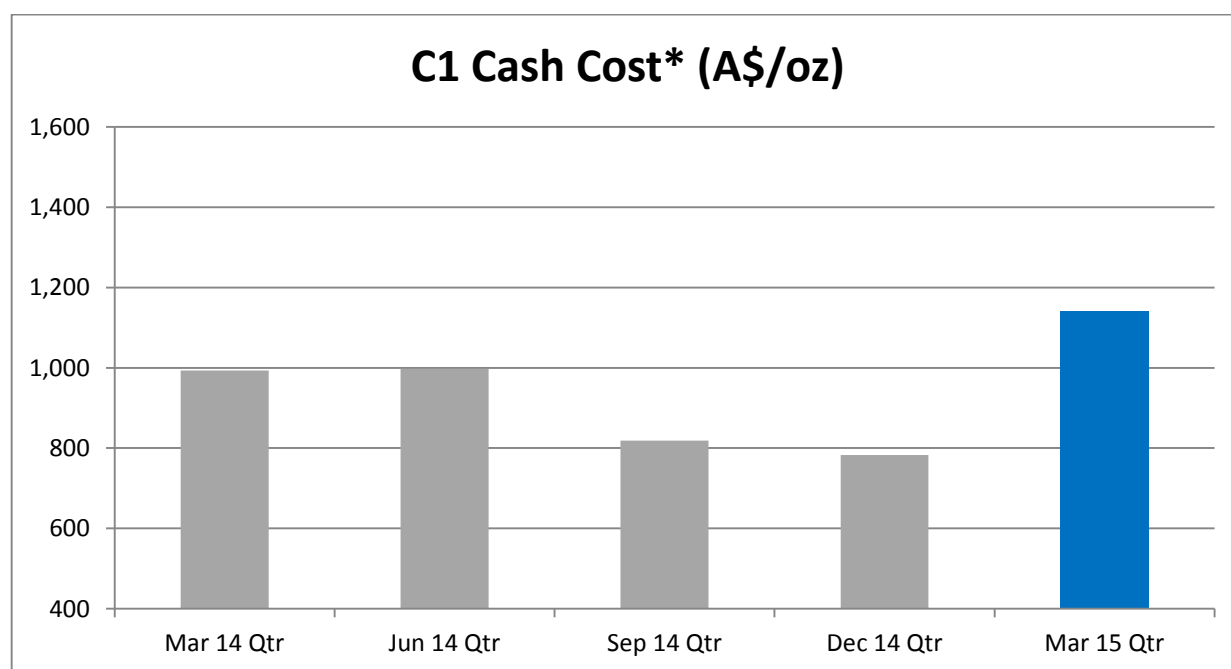
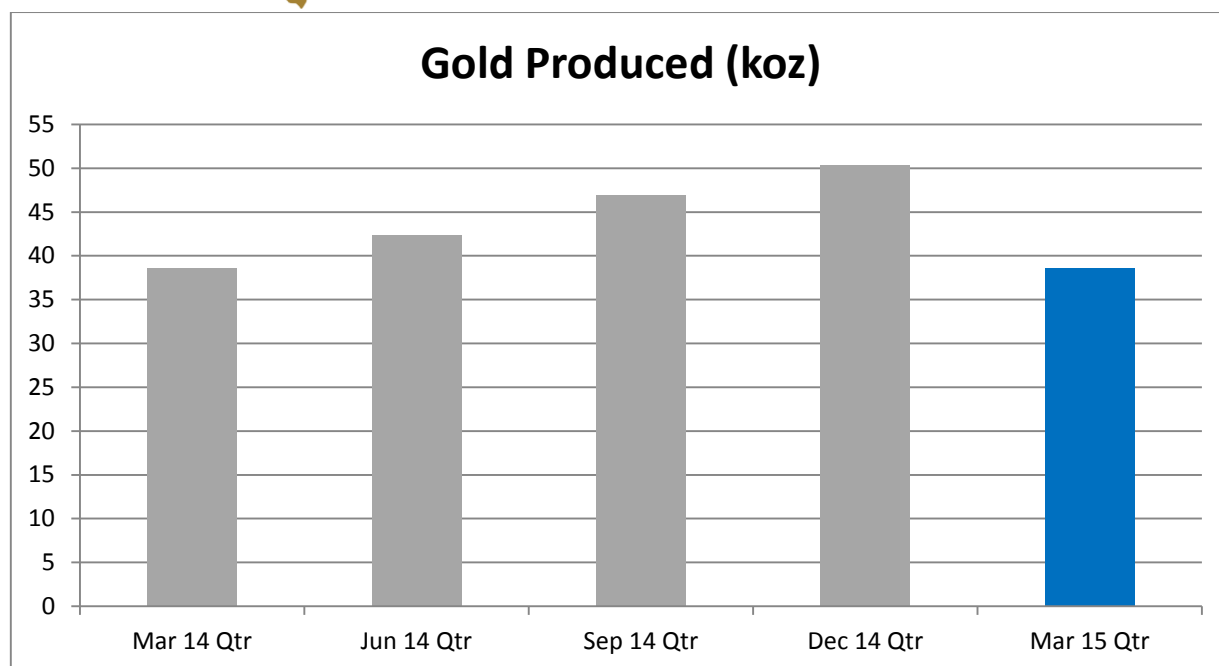
We continue to work with the Eastern Goldfields Historical Society to protect and enhance historical sites within the mining operational footprint.

Paddington Operations

Summary

- During the March 2015 Quarter 38,277oz of gold was produced (38,569oz of gold was shipped).
- During the March 2015 Quarter the Paddington Mill processed 912,790 tonnes of ore at a 1.45 g/t head grade with 90% recovery.
- The March 2015 Quarter C1[^] cash cost was \$1,144/oz.
- Ore Reserve and Mineral Resource Update released (see ASX announcement dated 2 February 2015). Total Measured, Indicated and Inferred Mineral Resources for Norton as at 31 December 2014 now comprise 247Mt @ 1.30g/t Au containing 10.35Moz. This figure represents a substantial increase of 3.41Moz (49%) on the mineral resource estimate at 31 December 2013 (6.94Moz reported in ASX announcement dated 24 January 2014). This includes the acquisitions of the Bullabulling and Mt Jewell projects completed during 2014.

Total Proven and Probable Mining Reserves comprise 18.5Mt @ 1.87g/t containing 1.11Moz. Ore Reserve levels have been continually replenished and maintained above 1Moz since 2008, despite production and depletion of 1,126,000oz since the Norton acquisition of Paddington in 2007.



^ Refer to page 7 for a definition of C1 cash cost per ounce

Capital expenditure for the March 2015 Quarter (excluding exploration) was \$0.815M, mainly attributable to the mill upgrade feasibility study, SAG lubrication system upgrade, and Bullant underground capital works installations. Exploration costs for the quarter were \$2.5M.

Please refer to the March 2015 Exploration Update to be released later this month for details on our exploration activities during the quarter.

Open Cut Mining

Open Cut	Mar 15 Qtr	Dec 14 Qtr	Sept 14 Qtr	Jun 14 Qtr	Mar 14 Qtr
Volume mined (kbcm)	2,980	3,620	2,808	2,864	2,288
Ore tonnes (kt)	388	414	559	701	1,300
Mine grade (g/t)	1.35	1.52	1.45	1.33	1.17

Mining continued with two mining fleets at Enterprise and a third fleet at Wattlebird. Stages 2 and 3 at Enterprise are currently being mined either ahead of or on schedule.

Overall mining volume was above budget however ore tonnes mined was below budget. Wattlebird Stage 1 production increased following a small slip which restricted work early in the quarter resulting in lower tonnes and ounces. Remedial works to the slip in Stage 1 are progressing well, as is Stage 2.

Total ore tonnes mined during the quarter were 388k tonnes, lower than expected due to the wall slippage at Wattlebird. Supplementary tonnes drawn from stockpile resulted in additional C1 costs.

Open pit business improvement projects for 2015 are targeting haulage, and drill and blast costs as areas of potential improvement.



Homestead & Bullant Underground Mining

Homestead and Bullant continue to outperform budget expectations due to higher grade in stoping, and increased development.

Bullant development rate has increased substantially since mining recommenced in January 2015, reaching a historic high of 336.4m in March 2015. This is a result of increased heading availability, better maintenance, the introduction of nippers and a greater focus on development.

Underground	Mar 15 Qtr	Dec 14 Qtr	Sept 14 Qtr	Jun 14 Qtr	Mar 14 Qtr
Ore tonnes (kt)	103	112	113	88	80
Mine grade (g/t)	5.11	5.77	5.86	5.76	5.21
Ore development (metres)	1,221	929	1,077	1,183	1,190
Capital development (metres)	92	502	657	520	92



Processing

During the March 2015 Quarter the Paddington Mill processed 912,790 tonnes of ore at a 1.45 g/t head grade with 90% recovery with all targets above budget.

Ongoing efforts from the processing and maintenance team saw tonnes milled and unit cost of gold produced at below budgeted costs.

38,569oz of gold was shipped during the March 2015 Quarter at an average gold price of \$1,526/oz. Gold shipped was above budget expectations due to higher than budgeted feed grades and tonnes milled.

Ore Processing		Mar 15 Qtr	Dec 14 Qtr	Sept 14 Qtr	Jun 14 Qtr	Mar 14 Qtr
Ore milled	(kt)	913	935	976	933	880
Feed grade	(g/t)	1.45	1.90	1.71	1.59	1.49
Recovery	(%)	90%	88%	88%	89%	91%
Gold production	(oz)	38,277	50,398	46,947	42,323	38,600
Average gold price	(A\$/oz)	1,526	1,429	1,431	1,469	1,476

Costs

C1 cash cost per ounce was below budget but higher than previous quarters as expected. This was mainly due to a major mill shutdown maintenance in March, lower mill grade and drawing down ore stockpiles. In addition, a wall slippage at the Wattlebird mine resulted in higher mining costs that were not planned. With continued focus on business improvement we remain on track to achieve our recently released 2015 Production Guidance (see ASX announcement 30 March 2015).

		Mar 15 Qtr	Dec 14 Qtr	Sept 14 Qtr	Jun 14 Qtr	Mar 14 Qtr
C1 cash cost	(A\$/oz)	1,144	783	819	997	993
C2 production cost	(A\$/oz)	1,450	921	970	1,179	1,296
C3 total cost	(A\$/oz)	1,500	966	1,016	1,244	1,342

C1 Cash cost represents the costs for mining, processing, administration, including accounting movements for stockpiles and gold-in-circuit. It does not include capital costs for exploration, mine development or processing mill capital works. It includes net proceeds from by-product credits. It does not include the cost of royalties.

C2 Production cost reflects C1 costs plus depreciation and amortisation. This brings in the capital cost of production.

C3 Total cost reflects C2 plus interest, other indirect costs and royalties. Total cost represents all costs attributable to gold production over the same period.

Other Projects

Mount Morgan Mine

Norton continues to work with Raging Bull, Carbine Resources, the Department of Natural Resources and Minerals (Qld) and the local community to ensure we meet our objectives and obligations during the redevelopment process.

Corporate

At the end of March 2015 Quarter, Norton had \$14.5m cash in bank and gold-in-transit.

On 13 January 2015, Norton announced that it had received an indicative, conditional and non-binding proposal from its majority shareholder Zijin Mining Group Co., Ltd to acquire all of the issued shares that it does not already own at \$0.20 per share by way of a scheme of arrangement (Proposal). A committee comprised of Norton's independent directors (independent from Zijin) appointed to consider the proposal recommended that shareholders vote in favour of the Proposal in the absence of a superior proposal, and subject to an independent expert concluding that the Proposal is in the best interests of Norton shareholders.



On 7 April 2015 the Federal Court made orders to convene a meeting of shareholders of Norton to vote on the Proposal, such meeting to be held at 2.30pm on 21 May 2015. The Scheme Booklet was released to the ASX the same day and will be shortly sent to all non-Zijin associated shareholders.

Updates to the Company's forward sales program were announced during the March 2015 quarter. The Company continues to manage its gold price risk by forward selling an appropriate level of production above its total cost of production to secure its cashflow and margin. The hedge book totals 200,000oz at a weighted average forward price of A\$1,487.84 per ounce (deliverable by June 2016).

The 2014 Annual Financial Result was released on 30 March 2015. In addition to the second successive year of record gold production oz and a further reduction in our Lost Time Injury Frequency Rate, key points for the year ended 31 December 2014 included :

- Record gold production of 178,269 ounces
- Record mill throughput of 3.724 million tonnes
- Gross profit of \$42.691 million
- Net income after tax of \$13.196 million
- Net cash from operations of \$75.994 million

2015 Production Guidance was also issued on 30 March 2015 with gold production expected to be in the range of 182,000 – 190,000 ounces at a (C1) cash cost per ounce of A\$870 – A\$920.

As announced to the ASX on 14 April 2015, the Company's Annual General Meeting will be held on 21 May 2015.

Corporate Directory

Board & Senior Management

Jinghe Chen

Non-Executive Chairman

Dianmin Chen

Managing Director
& Chief Executive Officer

Anne Bi

Non-executive Director

Xuelin Cai

Non-executive Director

Noel White

Non-executive Director

Mark Braghieri

General Manager Bullabulling
Project

Terry Moylan

General Manager Projects &
Business Development

Steven Phan

Chief Financial Officer

Peter Ruzicka

General Manager Exploration

Guy Simpson

General Manager Technical
Services

Cullum Winn

General Manager Paddington
Operations

Company Secretary

Richard Jones

General Counsel / Company
Secretary

Media Relations

Warrick Hazeldine / Annette Ellis
Purple Communications
Tel: +61 (8) 6314 6300

ASX Listed Share Capital

931,850,665 million ordinary shares

Presentation and Rounding

Unless stated otherwise, all dollars
shown are Australian dollars.

YTD

YTD means 2015 calendar year to
date

Competent Persons Statement

The information in this report that relates to Mineral Resources is based on information compiled by Peter Ruzicka and Brad Daddow for Paddington, and Richard Sulway for Bullabulling. The information in this report that relates to Mineral Reserves is compiled by Guy Simpson and Elizabeth Jones. Exploration drilling results have been compiled by Peter Ruzicka.

Peter Ruzicka, Guy Simpson and Elizabeth Jones are all members of the Australasian Institute of Mining and Metallurgy and full-time employees of Norton Gold Fields Limited. Brad Daddow is a member of the Australian Institute of Geoscientists and a former full-time employee of BM Geological Services PL, a consulting group to Norton Gold Fields Limited. Richard Sulway is a member of the Australasian Institute of Mining and Metallurgy, and a former full-time employee of Snowden, a consulting group to Norton Gold Fields Limited.

Guy Simpson, Elizabeth Jones, Peter Ruzicka, Brad Daddow and Richard Sulway all have sufficient experience relevant to the styles of mineralisation and types of deposits which are covered in this report, and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Guy Simpson, Elizabeth Jones, Peter Ruzicka, Brad Daddow and Richard Sulway all consent to the inclusion in this report of matters based on their information in the form and context in which it appears.

Mount Morgan Project

The information in this report that relates to Mineral Resources of the Mount Morgan Mine project was prepared in accordance with the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves' ("JORC Code") and is based on, and fairly represents, information and supporting documents prepared by Troy Lowien, Resource Geologist, of consultants Coffey Mining Pty Ltd, who is a Member of The Australian Institute of Mining and Metallurgy ("AUSIMM") and has a minimum of five years of experience in the estimation, assessment and evaluation of Mineral Resources of this style and is the Competent Person as defined in the JORC Code. Troy Lowien conducted the geological modelling, statistical analysis, variography, grade estimation and report preparation. This report accurately summarises and fairly reports his estimations and he has approved and consented to the resource report in the form and context in which it appears. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

Paddington Ore Reserve and Mineral Resource statement (gold) as at 31 December 2014

Reserve	Mt	g/t	Moz
Proven	1.67	1.53	0.08
Probable	16.85	1.89	1.02
Total	18.52	1.86	1.10
Resource	Mt	g/t	Moz
Measured	2.32	1.8	0.13
Indicated	72.75	1.42	3.32
Inferred	76.43	1.50	3.68
Total	151.50	1.47	7.14

Bullabulling Mineral Resource statement (gold) as at 30 September 2014

Resource	Mt	g/t	Moz
Measured	-	-	-
Indicated	68.57	0.99	2.18
Inferred	26.79	1.19	1.03
Total	95.37	1.05	3.21

Norton Gold Fields Consolidated Mineral Resource statement (gold) as at 31 December 2014

Resource	Mt	g/t	Moz
Measured	2.32	1.80	0.13
Indicated	141.33	1.21	5.51
Inferred	103.22	1.42	4.71
Total	246.87	1.30	10.35

Mount Morgan Mineral Resource statement (gold) as at 31 December 2012

	Mt	g/t	Moz
Indicated	2.487	1.59	0.127
Inferred	5.861	1.07	0.199
Total	8.348	1.23	0.326

Principal Office

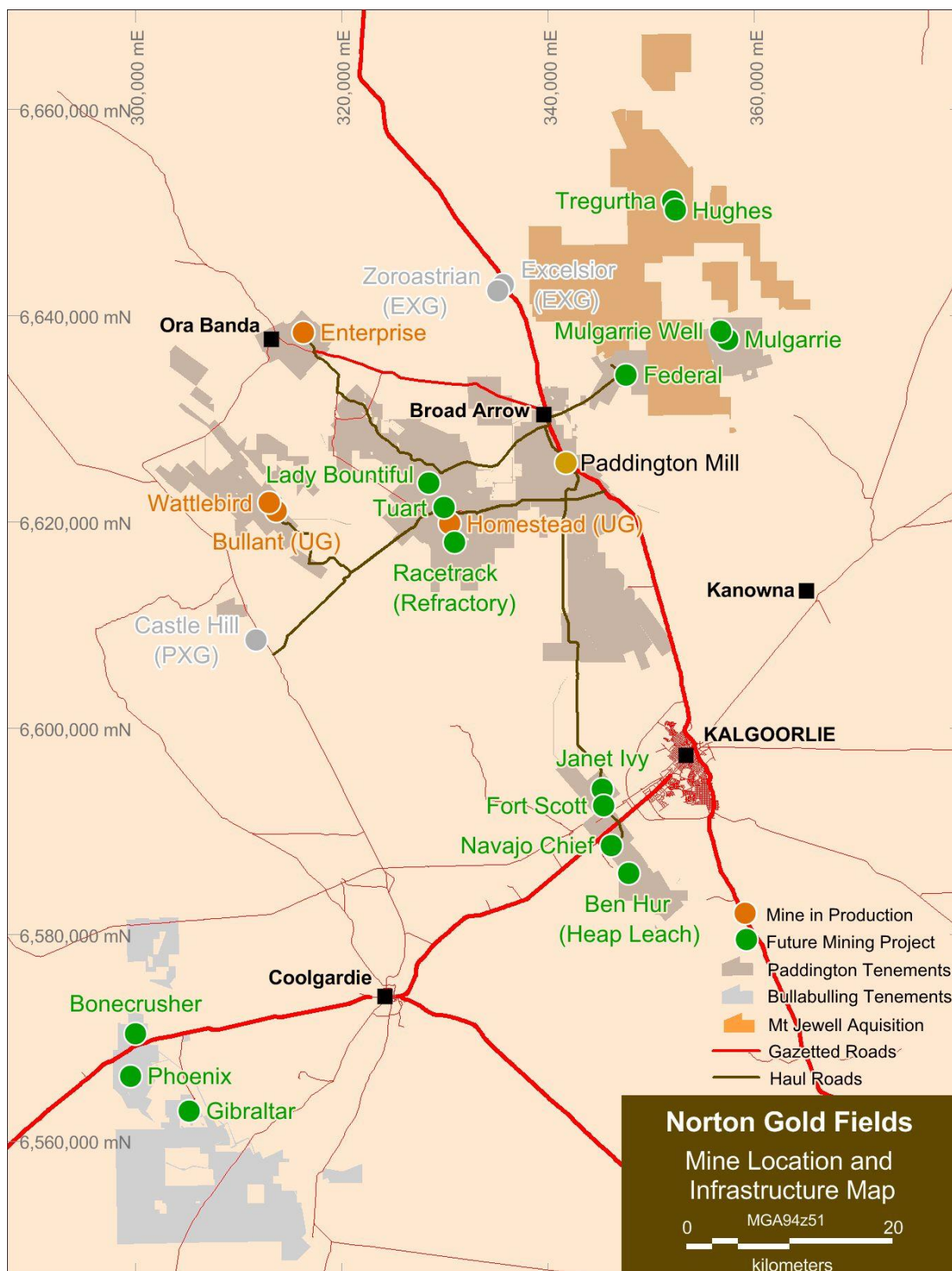
Level 36, Exchange Plaza
2 The Esplanade, Perth WA 6000
Australia
Tel +61 (0) 8 9263 9700
Fax +61 (0) 8 9263 9777

Postal Address

PO Box 5762
St Georges Terrace
PERTH WA 6831
Australia
www.nortongoldfields.com.au

Share Registry

Link Market Services
Level 15, 324 Queen Street
Brisbane QLD 4000
Tel 1300 554 474 (within Australia)
Tel +61 1300 554 474 (overseas)
Please direct shareholding
enquiries to the share registry



Norton Gold Fields location map showing tenements, current and future mining projects and road network