



ASX ANNOUNCEMENT/MEDIA RELEASE

23 December 2010

Share placement and Share purchase plan

Golden West Resources Limited is pleased to announce that pursuant to the approval obtained at its 2010 AGM it has received applications for a placement of 25 million shares at 80 cents per share to raise gross proceeds of \$20 million from investors entitled to receive offers pursuant to Section 708 of the *Corporations Act*.

No related parties or associates of related parties of the Company participated in the placement.

The Company expects to complete the placement in late December 2010 or early January 2011.

The funds raised pursuant to the placement will be used for working capital purposes and expenditure in respect to the Company's Wiluna West Iron Ore Project.

As foreshadowed in the Company's Annual Report, the Company will also be undertaking a Share Purchase Plan to allow all shareholders the opportunity to acquire up to \$15,000 worth of shares in the Company at 80 cents per share, the same price as the current placement and the previous above market placement completed in July.

All shareholders of the Company as at 22 December 2010 (being the business day prior to the release of this announcement) will be entitled to participate in the Share Purchase Plan.

As a consequence of the up coming Christmas period it is anticipated that the Offer Document for the Share Purchase Plan will be distributed to shareholders entitled to participate in early January 2011.

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Please direct enquiries to:

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