



ASX/MEDIA ANNOUNCEMENT
3 July 2008

Normal Electricity Pricing; BMM Bidders Statement in July

Key points

- ▷ Re-instated power supply agreement returns pricing to normal
- ▷ June power costs based on normal contract terms
- ▷ Impact of power supply interruption to Norton is limited to lost production over 10 days of approximately 3,500 ounces
- ▷ Norton agrees not to pursue claim for lost production
- ▷ Bidders Statement for **Bellamel** merger due for release late July.

Norton Gold Fields Limited (**(Norton) (ASX code: NGF)**) today announced a re-instatement of the original Electricity Supply Agreement with its power supplier Alinta that returns **all** power pricing to pre-interruption levels. This means that the incremental costs identified in Norton's announcement of 16 June 2008 will not be incurred.

Norton has agreed to release Alinta from any claims for lost production resulting from its purported Force Majeure. Given the cost and time-loss associated with litigation, Norton believes this agreement represents the best outcome for shareholders.

On the date of announcement of the Bellamel merger (29 May 2008) Norton indicated an early release of the Bidders Statement. The directors of Norton have decided to allow some time for the uncertainty regarding electricity and general market turbulence to abate and accordingly to release the Bidders Statement by 29 July 2008.

About Norton Gold Fields

Norton Gold Fields Limited is Australia's fourth largest ASX-listed Australian gold producer. It also has active gold, copper, and coal exploration projects.

Norton recently made an all-share offer to acquire Bellamel Mining Limited which, if accepted, will add 1.68 Moz of gold to the Paddington Resources, and further extend the life of the Paddington Mine. Bellamel also has the potential to develop a 40-50,000 oz per year gold heap leach operation. Additionally, the Bellamel properties are highly prospective for underground development.

Further strategic acquisitions of new resource projects are planned in order to build a major diversified mining group.

The Company operates the Paddington Gold Mine near Kalgoorlie in Western Australia and is planning to develop the Mount Morgan Gold Project in Queensland. Paddington has a 4.8M oz resource and a 3 Mtpa CIP plant capable of producing more than 150,000 oz of gold per year. With the planned addition of underground operations in FY2010, production is expected to lift to 250,000 oz per year.

Norton plans to augment this with up to 50,000 oz of gold annually from a tailings re-treatment operation at Mount Morgan.

For further information

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Competent Person Statement

The Mineral Resource statement, with the exception of the Mt Pleasant Mineral Resource estimate, has been compiled by Mr Ian Copeland who is a Member of the Australasian Institute of Mining and Metallurgy, and qualifies as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Ian Copeland is a full time staff member of Norton Goldfields and consents to the inclusion in the release of the matters based on the information in the form and context in which it appears.

The Mt Pleasant Mineral Resource estimate, with the exception of the Homestead Mineral Resource estimate, has been compiled with the consent of Mr David Williams, who is a Member of the Australasian Institute of Mining and Metallurgy, and qualifies as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr David Williams is a full time staff member of CSA Australia Pty Ltd and consents to the inclusion in the release of the matters based on the information in the form and context in which it appears. The Homestead Mineral Resource estimate was compiled with the consent of Mr Ian Copeland.

The Mineral Resource estimate is tabulated inclusive of Ore Reserves. Cut-off grades used to estimate the Mineral Resource vary by deposit, ranging from 0.7g/t Au up to 1.0g/t Au. Note rounding errors may occur in the tabulation of the Mineral Resource estimate.

Measured Resources are 0.65Mt at 1.7 g/t for 35,000 oz, Indicated Resources are 41.66Mt at 2.0 g/t for 2,720,000 oz and Inferred Resources of 29.64Mt at 2.2 g/t for 2,070,000 oz. Proven Reserves are 0.12Mt at 1.2 g/t for 4,700 oz, and Probable Reserves are 17.74Mt at 1.8 g/t for 1,007,700oz.