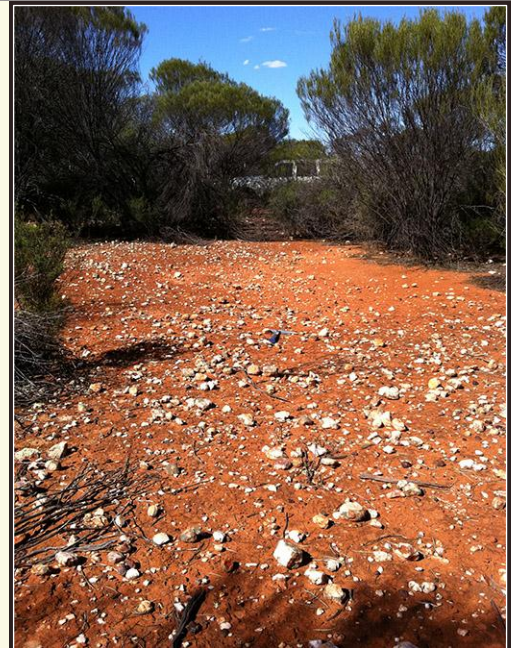
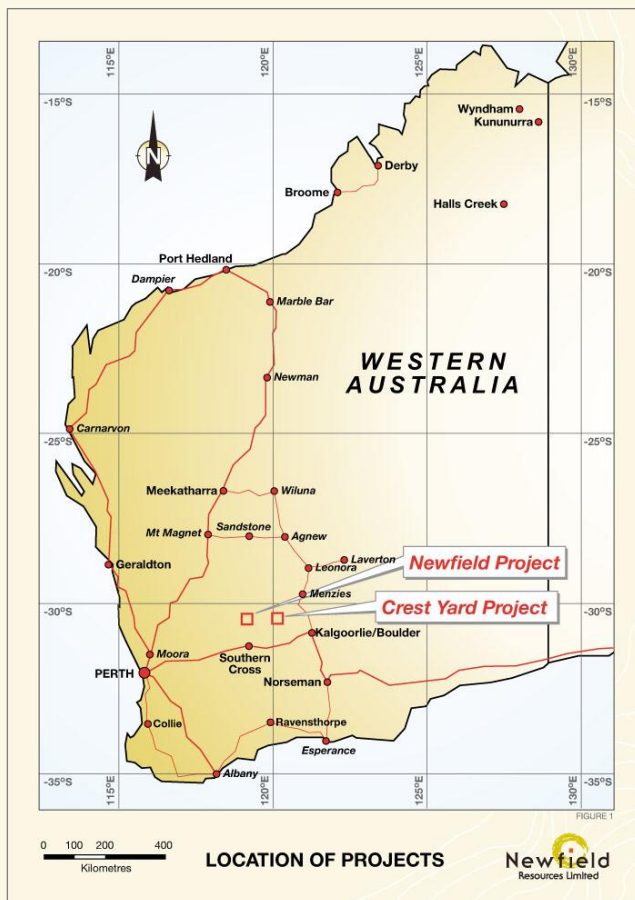


Quarterly Report for the Period Ending 30 September 2012 **ASX Code: NWF**

Highlights

- Results received from first phase diamond drilling program at the Newfield Project.
- Newfield Central main vein intersected in two out of the three holes drilled.
- Detailed airborne magnetic survey highlights prospective structures at the Crest Yard Gold Project
- Auger drilling program defines several gold anomalies at the Crest Yard Gold Project.



ASX Release: 17 October 2012

ACN 153 219 848

DIRECTORS

Mr Anthony Ho
 (Executive Director)

Mr Murray Kornweibel
 (Non-Executive Director)

Ms Sanny Nanang
 (Non-Executive Director)

Mr Giap Ch'ng Ooi
 (Non-Executive Director)

CAPITAL STRUCTURE

Shares on Issue: 96.75M
 Options on Issue: 30M

Newfield Resources Limited (ASX: NWF) is pleased to present shareholders with the company's Quarterly Activities Report for the period ending 30 September 2012.

The company has maintained an active exploration program during the quarter with the completion of the first phase drilling program at the Newfield Project and the completion of an auger drilling program at the Crest Yard Gold Project.

1. NEWFIELD GOLD PROJECT (NEWFIELD 100%)

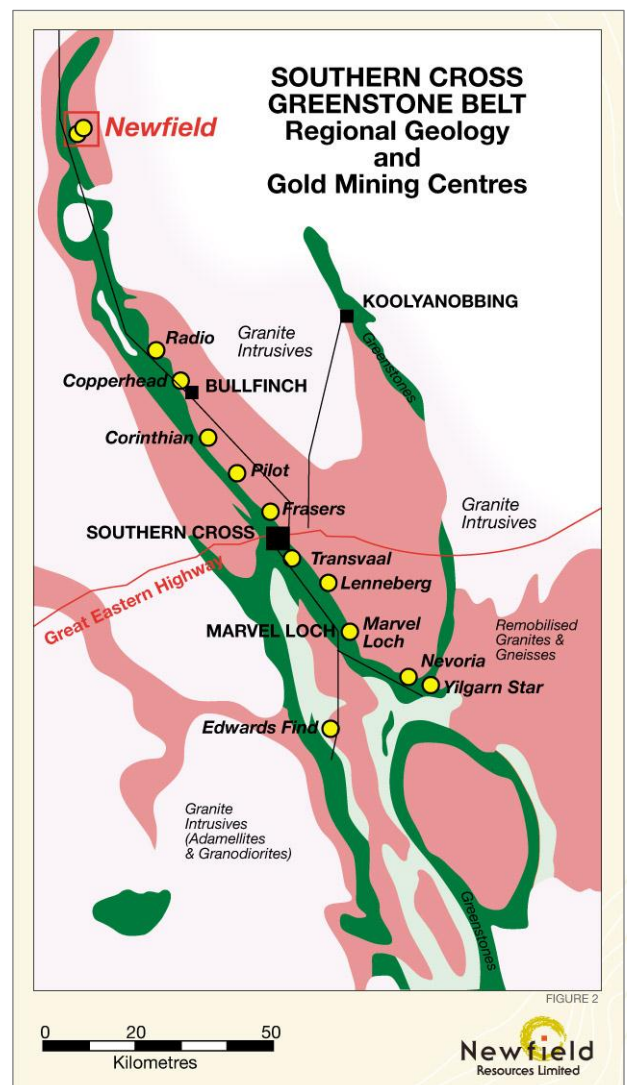
The Newfield Project comprises two granted mining leases and one granted prospecting licence. The project is centred approximately 60km NNW of Bullfinch, in the Yilgarn Mineral Field (Figure 2.).

The project covers the historical Newfield (also known as Carterton) Mining Centre, which is located at the northern end of the highly endowed Southern Cross greenstone belt. Historical, pre 1940, gold production for the Carterton group was 8,552 oz from 8,700t of ore at an average grade of 30.5 g/t Au, with production mainly coming from the Newfield Central workings.

During the quarter the first phase diamond drilling program at the Newfield Project was undertaken. The drilling program, comprising three diamond holes, was designed to test the Newfield Central Lode at approximately 225m vertical depth below surface (approximately 50m beneath the deepest developed level in the existing mine). A long section showing the approximate pierce points of the diamond drill holes is presented in Figure 3.

Holes NWDD001 and NWDD002 both intersected the interpreted down dip continuation of Newfield Central Fault Zone beneath the historical mine. Geologically the Newfield Central Fault Zone was similar in style to that observed in the Newfield Central Gold Mine and is characterised by a three to four metre down hole interval of strongly foliated, variably quartz veined silica-biotite altered mafic amphibolite.

Sectional interpretation of NWDD001 showed that the Newfield Central Fault Zone has apparently locally flattened in dip with depth, whilst sectional interpretation of NWDD002 shows that the Newfield Central Fault Zone has been locally disrupted by late stage granitic dykes.



NWDD003, which was drilled on the northern periphery of the interpreted position of the Newfield Central Lode intersected narrow zones of weak shearing and alteration in the interpreted position of the Newfield Central Fault Zone.

Drill hole summaries and results are presented in Table 1.

The diamond drilling program has demonstrated that the Newfield Central Main Vein persists beneath the Newfield Central Mine but is weakly mineralised in holes drilled to date. The Newfield Central Fault Zone, which hosts the vein, appears locally to flatten in dip and is structurally disrupted by late intrusive granitic dykes. This variation in dip of the structure may account for the variation in gold grade within the main vein at the depth drill tested in the current program.

Future exploration will concentrate on prioritising remaining targets within the project area with an emphasis on testing for near surface mineralisation within the strike extensions of Newfield Central Fault Zone and within the Newfield East Prospect Area.

Table 1. Newfield Project – Diamond Drilling Summary and Significant Results

| Drill Hole | Northing | Easting | Dip/ Azimuth | Total Depth | From (m) | To (m) | Interval (m) | Gold (g/t) | Comments |
|------------|----------|---------|-----------------|----------------|-----------------------|--------|-----------------|---------------|--|
| NWDD001 | 6624820 | 681685 | -60/270 | 260.60m | 229.60 | 230.60 | 1.0 | 0.44 | 229.00m – 232.20m Strongly foliated, biotite-silica altered, quartz veined zone (Interpreted Newfield Central Fault Zone). Main laminated quartz vein 231.40m – 231.80m. |
| | | | | | 231.40 | 232.20 | 0.8 | 0.74 | |
| NWDD002 | 6624780 | 681680 | -60/270 | 269.10m | No significant assays | | | | 257.70m – 262.00m Strongly foliated biotite-silica altered, quartz veined zone (Interpreted Newfield Central Fault Zone). Main laminated quartz vein 258.90m – 259.60m |
| NWDD003 | 6624860 | 681683 | -60/270 | 270.40m | No significant assays | | | | Narrow zones of foliation and weak alteration in interpreted position of the Newfield Central Fault Zone |

Datum: AMG84, Zone 50. Note: Intersections are calculated with a 0.20g/t Au lower cut, no upper cut and maximum of 2m internal dilution. Reverse circulation (RC) pre-collar samples were collected as 4m composite samples from 1m split samples. Core samples from the diamond drilling were taken as half NQ2 core and sampled to geological boundaries where appropriate. All samples were analysed for gold by Intertek Genalysis Laboratory Services via a 50g Lead Collection Fire Assay with an AAS Finish (FA50/AA). (Detection Limit – 5ppb Au)

LONGSECTION OF NEWFIELD CENTRAL LODGE Showing Location of Proposed Diamond Drilling

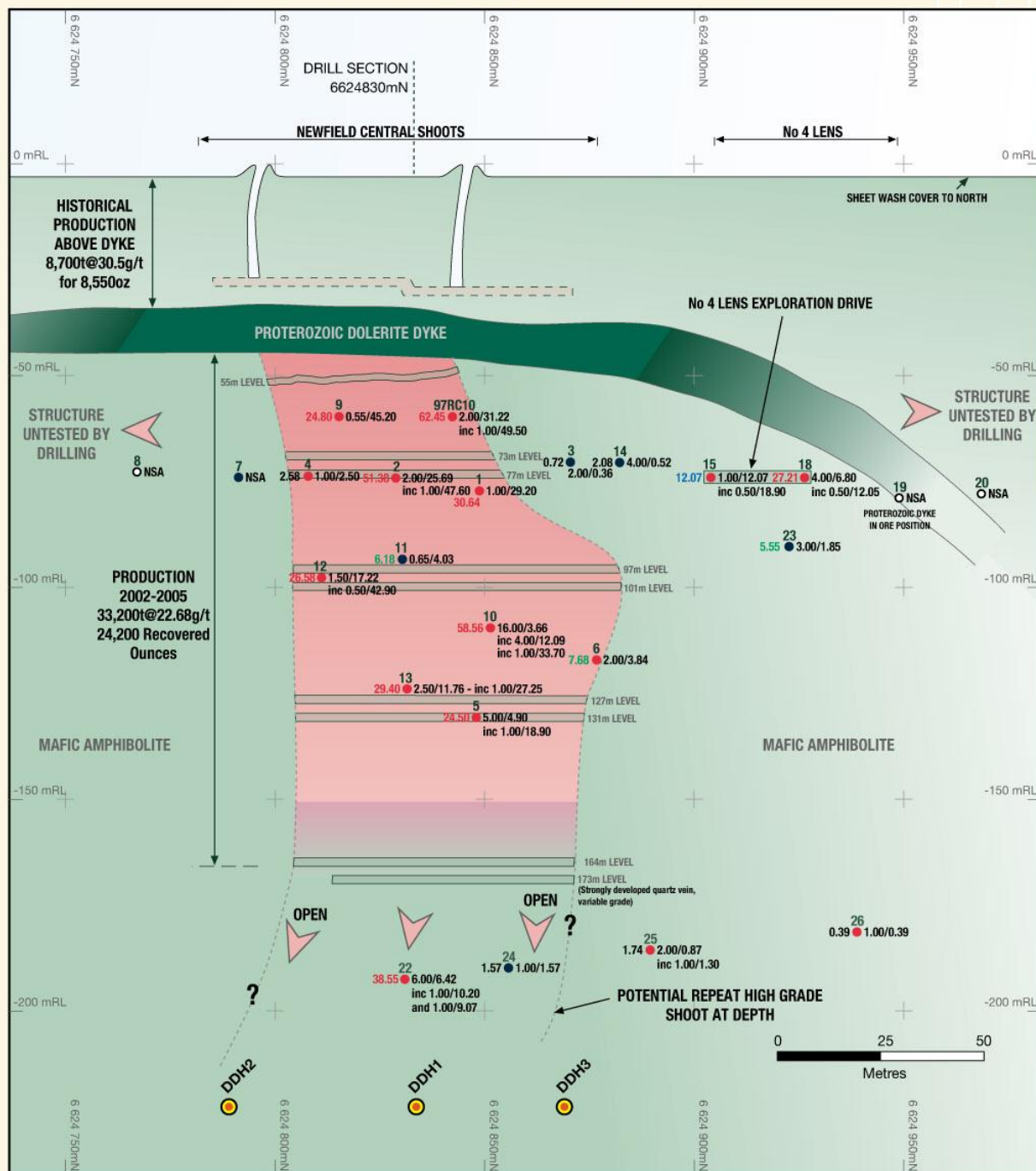
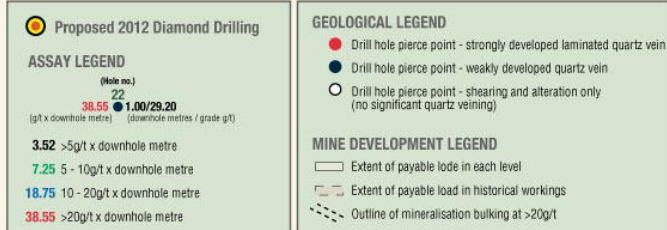


FIGURE 3



2. CREST YARD GOLD PROJECT (NEWFIELD 70%, OPTION TO PURCHASE 100%)

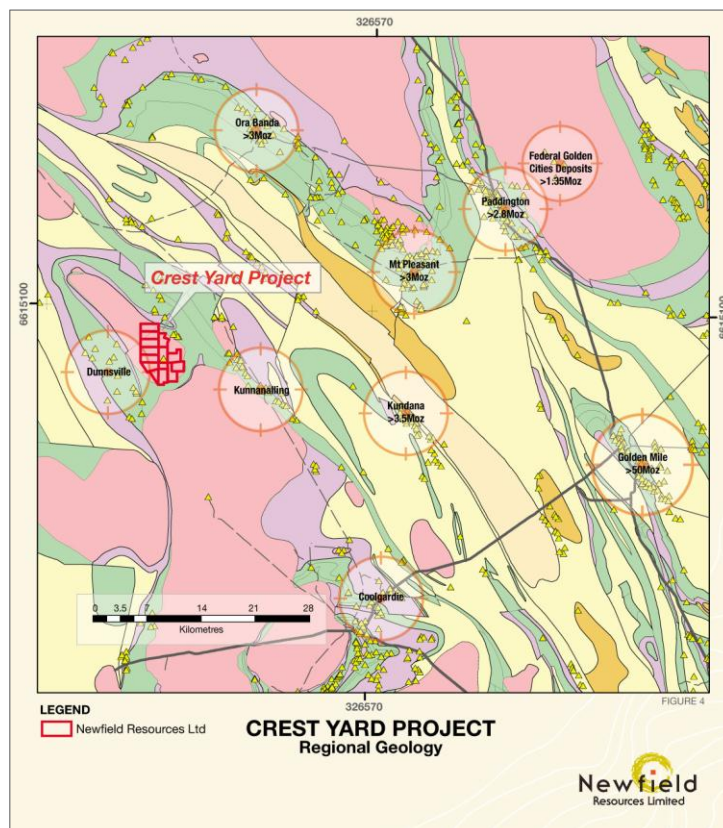
The Crest Yard Gold Project, covers 2,455 Ha, centred between the historical gold mining centres of Kintore and Dunnsville, located approximately 60km northwest of Kalgoorlie, Western Australia (Figure 4).

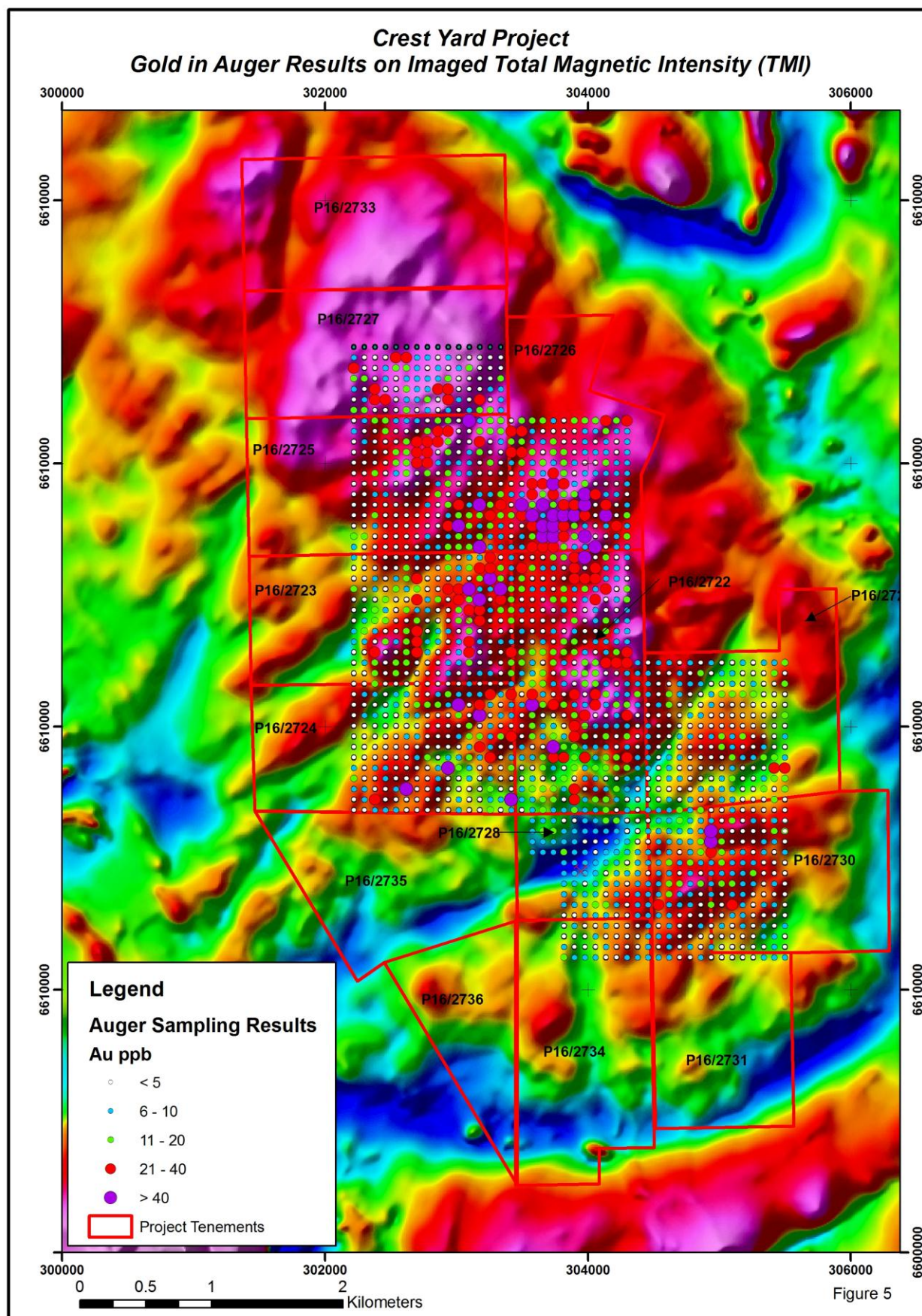
During the quarter assay results from a detailed auger drilling program over the Crest Yard Gold Project defined several robust gold anomalies coincident with interpreted NE and NW trending structures within the central portion of the project area.

The most extensive gold in auger anomaly is located in the north western portion of the sampled area and measures in excess of 2km in strike and 500m in width at a greater than 20ppb Au threshold. Several additional gold anomalies have been outlined to the south of the main anomaly with individual peak gold assays of up to 165 ppb.

The processed and imaged data from a detailed airborne magnetic and radiometric survey flown over the project was also been received. The processed data shows a well defined NNW trending structural corridor which separates a relatively strongly magnetic phase of the Doyles Dam Granodiorite in the NE from a relatively weakly magnetic phase of the Doyles Dam Granodiorite in the SW. A series of later NE trending faults are also evident in the dataset, several of which appear to be coincident with zones of demagnetism. The defined auger gold anomalies are broadly coincident with a series of interpreted NE and NW structures and represent high priority gold targets. (Figure 5)

The forward work program will involve ranking of the defined targets and planning of an aircore drilling program to test the defined targets.





COMPETENT PERSON STATEMENT

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Bryan Alexander who is a member of the Australasian Institute of Mining and Metallurgy. Mr Alexander is a director of Archaeon Exploration Services Pty Ltd, whom provide geological consulting services to Newfield Resources Limited. Mr Alexander has sufficient experience which is relevant to the style of the mineralisation and type of deposit under consideration and to the activity which he 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". Mr Alexander consents to the inclusion in this ASX Release of this information in the form and context in which it appears.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001, 01/06/10, 17/12/10

Name of entity

Newfield Resources Limited

ABN

84 118 522 124

Quarter ended ("current quarter")

30 September 2012

Consolidated statement of cash flows

Cash flows related to operating activities

- 1.1 Receipts from product sales and related debtors
- 1.2 Payments for
 - (a) exploration and evaluation
 - (b) development
 - (c) production
 - (d) administration
- 1.3 Dividends received
- 1.4 Interest and other items of a similar nature received
- 1.5 Interest and other costs of finance paid
- 1.6 Income taxes paid
- 1.7 Other

| Current quarter \$A'000 | Year to date (3 months) \$A'000 |
|----------------------------|---------------------------------------|
| - | - |
| (267) | (267) |
| - | - |
| - | - |
| (113) | (113) |
| - | - |
| 10 | 10 |
| - | - |
| - | - |
| - | - |
| (370) | (370) |

Net Operating Cash Flows

Cash flows related to investing activities

- 1.8 Payment for purchases of:
 - (a) prospects
 - (b) equity investments
 - (c) other fixed assets
- 1.9 Proceeds from sale of:
 - (a) prospects
 - (b) equity investments
 - (c) other fixed assets
- 1.10 Loans to other entities
- 1.11 Loans repaid by other entities
- 1.12 Other

| | |
|---|---|
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |
| - | - |

Net investing cash flows

- 1.13 Total operating and investing cash flows (carried forward)

| | |
|--------------|--------------|
| - | - |
| (370) | (370) |

Appendix 5B
Mining exploration entity quarterly report

| | | | |
|------|--|--------------|--------------|
| 1.13 | Total operating and investing cash flows (brought forward) | (370) | (370) |
| | Cash flows related to financing activities | | |
| 1.14 | Proceeds from issues of shares, options, etc. | - | - |
| 1.15 | Proceeds from sale of forfeited shares | - | - |
| 1.16 | Proceeds from borrowings | - | - |
| 1.17 | Repayment of borrowings | - | - |
| 1.18 | Dividends paid | - | - |
| 1.19 | Other | 21 | 21 |
| | Net financing cash flows | 21 | 21 |
| | Net increase (decrease) in cash held | (349) | (349) |
| 1.20 | Cash at beginning of quarter/year to date | 3,093 | 3,093 |
| 1.21 | Exchange rate adjustments to item 1.20 | - | - |
| 1.22 | Cash at end of quarter | 2,744 | 2,744 |

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

| | | |
|------|--|----------------------------|
| | | Current quarter \$A'000 |
| 1.23 | Aggregate amount of payments to the parties included in item 1.2 | (63) |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | - |
| 1.25 | Explanation necessary for an understanding of the transactions | |
| | Directors' remuneration | (33) |
| | Professional services | (30) |

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

| |
|------------|
| Nil |
|------------|

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

| |
|------------|
| N/A |
|------------|

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity quarterly report

Financing facilities available

Add notes as necessary for an understanding of the position.

| | Amount available \$A'000 | Amount used \$A'000 |
|---------------------------------|-----------------------------|------------------------|
| 3.1 Loan facilities | - | - |
| 3.2 Credit standby arrangements | - | - |

Estimated cash outflows for next quarter

| | \$A'000 |
|--------------------------------|--------------|
| 4.1 Exploration and evaluation | (200) |
| 4.2 Development | - |
| 4.3 Production | - |
| 4.4 Administration | (100) |
| Total | (300) |

Reconciliation of cash

| Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows. | Current quarter \$A'000 | Previous quarter \$A'000 |
|---|----------------------------|-----------------------------|
| 5.1 Cash on hand and at bank | 238 | 593 |
| 5.2 Deposits at call | 2,506 | 2,500 |
| 5.3 Bank overdraft | - | - |
| 5.4 Other | - | - |
| Total: cash at end of quarter (item 1.22) | 2,744 | 3,093 |

Changes in interests in mining tenements

| | Tenement reference | Nature of interest (note (2)) | Interest at beginning of quarter | Interest at end of quarter |
|---|-----------------------|----------------------------------|--|----------------------------------|
| 6.1 Interests in mining tenements relinquished, reduced or lapsed | - | | | |
| 6.2 Interests in mining tenements acquired or increased | - | | | |

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity quarterly report

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

| | Total number | Number quoted | Issue price per security (see note 3) (cents) | Amount paid up per security (see note 3) (cents) |
|---|--------------|---------------|---|--|
| 7.1 Preference securities (description) | - | - | | |
| 7.2 Changes during quarter: (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions | - | - | | |
| 7.3 +Ordinary securities | 96,750,001 | 19,000,000 | | |
| 7.4 Changes during quarter: (a) Increases through issues (b) Decreases through returns of capital, buy-backs | - | - | | |
| 7.5 +Convertible debt securities (description) | - | - | - | - |
| 7.6 Changes during quarter: (a) Increases through issues (b) Decreases through securities matured, converted | - | - | | |
| 7.7 Options (description and conversion factor) | 30,000,000 | - | Exercise price \$0.25 | Expiry date 15 June 2015 |
| 7.8 Issued during quarter | - | - | | |
| 7.9 Exercised during quarter | - | - | | |
| 7.10 Expired during quarter | - | - | | |
| 7.11 Debentures (totals only) | - | - | | |
| 7.12 Unsecured notes (totals only) | - | - | | |

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:

(Company Secretary)

Date: **17 October 2012**

Print name:

Kim Hogg

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities:** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

+ See chapter 19 for defined terms.