

Westgold Resources NL Report

For the Quarter Ended 30 September 2005

INVESTMENT IN NAVARRE RESOURCES

On 16 August 2005 Westgold announced it had reached agreement with Navarre Resources Pty Ltd to earn an interest in two significant gold and base metals projects in Western Australia and the Northern Territory via equity funding of Navarre.

Westgold will subscribe for up to 40% equity in Navarre for \$1.8 million in staged payments. Westgold can increase its equity in Navarre to 51% for a further \$1 million or it can exercise an option to acquire the remaining equity in Navarre for \$3 million in Westgold scrip.

Navarre is an unlisted company which was incorporated for the purpose of acquiring a number of exploration projects from AngloGold Ashanti Limited including extensive portfolios in the Yandal Belt (WA) and Rover Mineral Field (NT). AngloGold will maintain a close association with the projects via a claw back opportunity on any large gold discoveries and through a technical services agreement.

ROVER PROJECT

Navarre Resources 100% (Westgold earning 40% equity in Navarre)

The Central Lands Council has approved the transfer of the two granted exploration licences (ELs 8823 and 8894) from AngloGold to Navarre Resources. Navarre is currently seeking heritage clearances to commence detailed gravity surveys in the areas surrounding the Pb Zn mineralisation at the Explorer 108 prospect and the Cu Au mineralisation at the Explorer 142 prospect. The surveys will be used to develop detailed models of the mineralization at both prospects to assist in the planning of future drilling.

The NT government has given consent for Navarre to negotiate with the Central Lands Council with respect to granting of ELA 24541 which covers the high grade gold and copper mineralisation at the Rover 1 prospect.

YANDAL PROJECT

Navarre Resources 100% (Westgold earning 40% equity in Navarre)

Navarre is currently assessing a number of gold targets within the Yandal Project with the aim of commencing drilling in the short term. Several prospects along major structures containing highly anomalous gold have been highlighted from the AngloGold database. Previous results from some of these areas include 4m @ 9.7g/t Au at the Lake Violet prospect, 8m @ 8.8g/t Au at the Mission prospect and 3.0m @ 6.3g/t Au at the Cable prospect.

DJIBOUTI GOLD PROJECT

The Company has continued its pioneering exploration for epithermal gold deposits in the Republic of Djibouti, north-east Africa.

In the June Quarterly Report, the encouraging results from the first phase of drilling at the Garrabayis Prospect were presented. Deeper drilling to depths of 200-300m and to test for the target fossil boiling zone in which gold may have been deposited is required.

At the Gaggade Prospect, the top of the epithermal system has been removed by erosion and reefs up to 1,300m in length and carrying gold values up to 11 g/t have been discovered. Drill planning is also under way for this shallow target.

Securing a suitable diamond drilling rig at a reasonable price in this relatively undeveloped part of Africa has been proving difficult. The Company is still considering its exploration options for the next phase of the program.

Mention was made in the March Quarterly Report of the definition of additional prospects by imagery studies and that most had been ground inspected and grab sampled. Assays returned during the quarter and, in general, they returned only weak anomalism. Nonetheless, on the basis of the field observations, the Company believes further work is appropriate at four prospects.

Westgold is exploring in Djibouti in joint venture with Green River Geology Co Pty Ltd (GRG) and the Republic of Djibouti.

CORPORATE

SBM/Woss Litigation

In September 2000, the Company issued proceedings against St. Barbara Mines Limited (SBM) and Mr Ron Woss, a former director of St. Barbara, for an amount of approximately \$7.6 million.

The Company lodged an amended Statement of Claim on 2 February 2001 and subsequently both SBM and Woss filed their respective defences to the claim.

The discovery and statement taking process has been completed. The matter has been entered for trial and the Company is seeking a trial date as early as possible.

Other

The Company' Annual General Meeting will be held on Friday, 25 November 2005. A copy of the Notice of Meeting and the Annual Report has been sent out to all shareholders.

Dated this 31st day of October 2005.

Signed on behalf of the Board of Westgold Resources NL.



Michael Atkins
Chairman

Please direct enquiries to:

Andrew Chapman
Telephone: (08) 9326 5700

For further information please refer to the Company's website on www.westgold.com.au.

Competent Person Declaration

The information on mineralisation in this report accurately reflects information prepared by competent persons (as defined by the Australasian Code of Reporting of Identified Mineral Resources and Ore Reserves). It is compiled by AJ Drummond, a Director of the Company, who is a Fellow of The Australian Institute of Mining and Metallurgy with more than requisite experience in the fields of activity in which he is reporting.

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

WESTGOLD RESOURCES NL

ABN

60 009 260 306

Quarter ended ("current quarter")

30 September 2005

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (3 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for (a) exploration and evaluation	(136)	(136)
(b) development	-	-
(c) production	-	-
(d) administration	(226)	(226)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	126	126
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other	6	6
Net Operating Cash Flows	(230)	(230)
Cash flows related to investing activities		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	(525)	(525)
(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	(525)	(525)
1.13 Total operating and investing cash flows (carried forward)	(755)	(755)

1.13	Total operating and investing cash flows (brought forward)	(755)	(755)
	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 (provide details if material)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(755)	(755)
1.20	Cash at beginning of quarter/year to date	9,382	9,382
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	8,627	8,627

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	53
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 fees	53

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	N/A
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

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	100
4.2 Development	-
Total	100

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	2,282	3,119
5.2 Deposits at call	6,345	6,263
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	8,627	9,382

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	-	-	-

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 <i>(description)</i>	Nil			
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	Nil			
7.3 +Ordinary securities	75,244,113	75,244,113		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	-	-		
7.5 +Convertible debt securities <i>(description)</i>	Nil			
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted	Nil			
7.7 Options <i>(description and conversion factor)</i>	All convert at 1 for 1 ordinary share		Exercise Price	Expiry Date
	500,000 1,000,000	Unlisted Unlisted	20 cents 15 cents	31/7/2006 30/11/2007
7.8 Issued during quarter	Nil			
7.9 Exercised during quarter	Nil			
7.10 Expired during quarter	500,000	Unlisted	20 cents	31/07/2005
7.11 Debentures <i>(totals only)</i>	Nil			
7.12 Unsecured notes <i>(totals only)</i>	Nil			

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 4).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here:

(Company secretary)

Date: 31/10/05

Print name: ANDREW CHAPMAN

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 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Accounting 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.