Northern Energy Corporation Limited

ASX Announcement

11 February 2011

NORTHERN ENERGY ADVISES SHAREHOLDERS TO TAKE NO ACTION IN RELATION TO NEW HOPE'S FURTHER REVISED OFFER

Northern Energy Corporation Limited (ASX: NEC) ("Northern Energy") has received a variation to the takeover Offer from New Hope Corporation (ASX: NHC). The variation increases NHC's Offer to $1.85 for all the outstanding shares in NEC it does not already own, 10 cents per share above its revised Offer of 31 January 2011 of $1.75 per share.

The Offer has been declared 'unconditional' and 'best and final' and will close on 25 February 2011.

NEC also notes that NHC have indicated that they hold a relevant interest in some 5.03% of NEC shares.

The Board, together with its advisers, remains actively engaged in identifying possible alternatives and is in discussions with interested parties. While no binding offer has been received to date, Directors will continue to update shareholders on developments.

The Board notes that the further Revised Offer remains below the Independent Expert Valuation range and undervalues the assets of the Company. The Board advises Northern Energy shareholders to **TAKE NO ACTION** in relation to New Hope's final offer and will continue to keep shareholders informed.

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