



HAVILAH RESOURCES NL

63 Conyngham Street
Glenside 5065 South Australia
phone 61 8 8338 9292
fax 61 8 8338 9293
email info@havilah-resources.com.au
ABN 39 077 435 520

The Manager
Companies Announcements Office
Australian Stock Exchange Ltd
10th Floor, 20 Bond Street
SYDNEY NSW 2000

1 July 2005

Dear Sir / Madam,

CLARIFICATION - MONAX MINING LIMITED PRIORITY ENTITLEMENT

On the 10th March 2005 Havilah advised that it had reached agreement for the sale of 100% interest in three of its Gawler Craton tenements in exchange for shares in Monax Mining Limited ("Monax") who plan to raise funds to explore these and other projects. The tenements involved are Mattaweara EL 2964, located northwest of Olympic Dam, and EL's 2725 and 3088 on Kangaroo Island. This decision is consistent with Havilah's determination to remain focused on exploration of its highly prospective Curnamona Craton projects.

Under the terms of a formal agreement signed on 24th June 2005, Havilah will be allotted 10% of the issued capital of Monax at the time of listing on the ASX, which is planned to occur within the next two months, subject to market conditions. As part of the transaction, Havilah negotiated a 1:3 priority offer for Havilah shareholders, so that those Havilah shareholders who wish to retain an interest in these properties other than through Havilah's 10% shareholding in Monax, may do so by taking up a priority offer of shares in Monax.

Havilah has been advised by the Directors of Monax that the prospectus for the Initial Public Offer of Monax is at an advanced stage of preparation, and is expected to be lodged with ASIC and ASX within the next two weeks barring any unforeseen developments. Accordingly, Havilah wishes to advise that the record date to determine entitlements to the priority offer of shares in Monax is 15 July 2005, and Havilah shareholdings must be registered by close of business on this date to receive the entitlement.

Monax will be a specialist explorer in the Gawler Craton, which is host to the giant Olympic Dam orebody and the Prominent Hill copper-gold deposit. The directors of Monax are reputable and well experienced in their fields. Monax will therefore be attractive to those investors who wish to gain direct exposure to exploration projects in the Gawler Craton.

Dr K R Johnson
CHAIRMAN