



HAVILAH RESOURCES NL
ABN 39 077 435 520



Activities Update

Havilah Resources (ASX:HAV)

Havilah Resources NL aims to become a significant new producer of iron ore, copper, gold, cobalt and molybdenum from its 100% owned SA mineral projects:

Kalkaroo: 62.5Mt 0.52% Cu
0.48g/t Au Measured resource

Mutooroo: 13.1Mt 1.48%Cu,
0.14%Co Meas+Indic+Inferred res

North Portia: 11.3Mt 0.89%Cu,
0.64g/tAu, 500ppmMo Ind+Inf res

Portia: 720,000t 2.9g/t Au Inferred
resource

Maldorky: 147Mt 30.1% Fe (18%
Fe cutoff) Indicated resource
Excellent potential to expand
known resources in all cases.

MMG Exploration spending \$12m
over 5 years exploring for IOCG
and sedimentary hosted Pb-Zn
deposits on Havilah's tenements

Issued Capital

100 million ordinary shares
20.495 million listed options
2.425 million unlisted options

Contact

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Havilah Resources ("Havilah") has continued to advance its various activities during the last two months, as summarized below. Field work has resumed after the New Year break, with exploration drilling now underway at the promising Eurinilla Dome copper-gold project.

Strategic Review

Havilah has progressed the strategic review foreshadowed in the ASX announcement of 9 December 2011. A key outcome is that Havilah will proceed to a formal sale process for the Kalkaroo copper-gold deposit with the aim of generating a more immediate cash return for shareholders and to provide funding for other development projects. Standard Chartered Bank has been appointed as corporate advisor to manage the sale process and to provide ongoing corporate advice.

Kalkaroo Resource Update

One of the outcomes of recent drilling at Kalkaroo has been discovery of economic gold grades within 28 metres of the surface at West Kalkaroo plus long gold intersections in the saprolite zone (eg KKRC388 60m of 2.23 grams/t Au from 66-126m (end of hole)). As the result of this drilling and further metallurgical test work on the above gold mineralisation, the Kalkaroo



resource and mining plan has been re-modelled. The revised mining plan has been optimized for updated metal prices for copper (US \$6,000 /t) and gold (US \$1,600 / oz), and as a result is able to capture substantially more copper and gold than earlier mining plans. Havilah's consultants are presently finalizing the work, following which a revised resource and mining plan will be released.

Portia MARP

After many drafts and considerable revisions suggested by DMITRE (formerly PIRSA), a complete version of the Portia mining and rehabilitation program (MARP) was submitted to DMITRE in early January. To date no feedback has been received by Havilah on the status of the MARP proposal. Approval of the MARP is required before DMITRE will provide an operating permit for the mine.

Maldorky Iron Ore Project

Metallurgical results received during the period confirm that, based on a range of industry standard comminution measurement criteria, the Maldorky iron ore is classified as "soft". All parameters lie in the lowest quartile for crushing and grinding resistance. As a result, the predicted power consumption for crushing and grinding lies in the lowest 12% of all deposits in the commercial SAG Mill Comminution (SMC) test database.

Considerable progress has been made on compilation of the Maldorky mining lease proposal (MLP), which is the key document required by DMITRE in support of the mining lease application over the Maldorky deposit.

MMG Exploration Venture

MMG have commenced an aeromagnetic survey over the entire exploration block north of the Barrier Highway (excluding Kalkaroo EL), comprising over 100,000 line km on a 50m line spacing and 30-40m flying height. This survey is expected to finish in April 2012. Combined with various ground geophysical surveys, this will aid MMG in targeting its exploration drilling for major basemetal deposits in the region. MMG plans to commence a program of drilling, including two thousand metres of diamond drilling of specific basemetal targets in the second half of the year, subject to receipt of all approvals for this work.

Iron Ore Exploration Farm-in

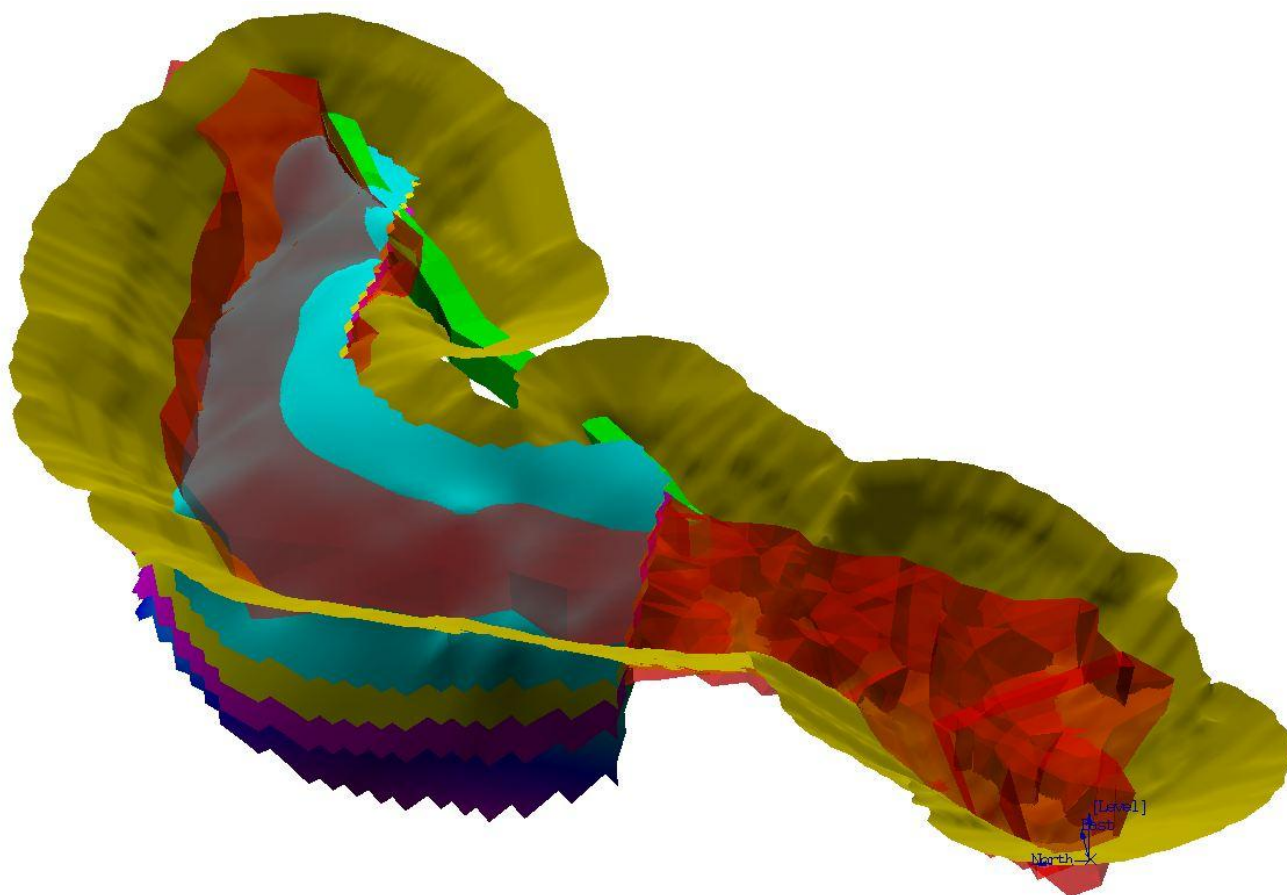
Havilah has signed a binding undertaking on the terms for a farm-in with Exco Resources Limited and Polymetals Mining Limited for the exploration of EL 4200 for iron ore. This EL lies immediately east of Havilah's EL 3895, and is believed to have similar iron ore potential to Maldorky. Under the terms of the farm-in, Havilah will earn the right to a 75% interest in any ML granted over an iron ore deposit it discovers by expending \$1.2m on exploration prior to 31 December 2013. The area was the site of BHP's quarries to supply flux to the Broken Hill smelters in the late 1800's. Havilah expects to mobilise its drilling equipment and drilling crew to the area within the next two weeks.

For further information visit the Company website www.havilah-resources.com.au or contact :

Dr Bob Johnson, Chairman, on (08) 83389292 or email : info@havilah-resources.com.au

Competent Persons Statement

The information in this report has been prepared by geologists Dr Bob Johnson, who is a member of the Australasian Institute of Mining and Metallurgy, and Dr Chris Giles who is a member of The Australian Institute of Geoscientists. Drs Johnson and Giles are employed by the Company on consulting contracts. They have sufficient experience which is relevant to the style of mineralization and type of deposit under consideration to qualify as Competent Persons as defined in the JORC Code 2004. Drs Johnson and Giles consent to the release of the information compiled in this report in the form and context in which it appears.



Oblique 3D view of a preliminary revised and expanded optimised open pit design for Kalkaroo applying metal prices of US\$6,000/t copper and US\$1,600/oz gold. This open pit design is able to capture appreciably more of the known Kalkaroo copper-gold resource (coloured in red).