

Havilah Resources NL aims to become a significant new producer of iron ore, copper, gold, cobalt, molybdenum and tin from its 100% owned JORC mineral resources in northeastern South Australia.

113.7 million ordinary shares

25.2 million listed options

10.4 million unlisted options



New Assays Confirm Grants Iron Ore Discovery

HIGHLIGHTS

- New laboratory assay results confirm long intervals of iron ore mineralisation from surface, including 147m @ 24% iron in drillhole GTRC014 (approximately true thickness).
- Iron ore mineralisation has now been proven to extend over an area of roughly 130Ha in a gently dipping basinal structure approximately 2,250m long x 700m wide and from surface to 175m depth.
- Very favourable open pit mining geometry, with almost no overburden.

Havilah's Chairman, Dr Bob Johnson, said that the new laboratory assay results confirmed that Grants was a significant new iron ore discovery that was very similar to the Maldorky deposit lying 18km to the south.

"It has virtually no overburden and a true thickness from surface of up to 175m in a boat-shaped trough. While the grade is a little lower than Maldorky, it is only 8km from the railway line and we expect the metallurgical recovery process will be common to both deposits."

"Upon receipt of all assay results over the next few weeks, we will construct a complete resource model and commence metallurgical testwork on the iron ore" he said

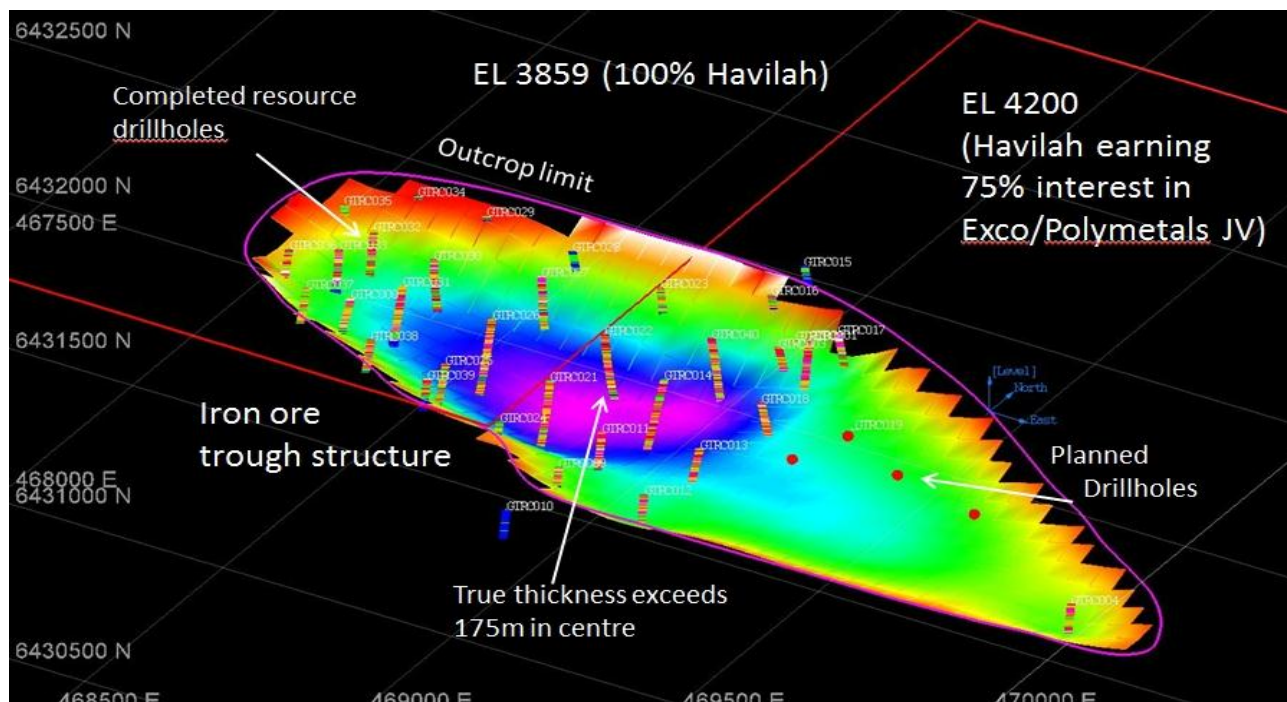
Initial laboratory assay results for Havilah's recent resource drilling at the Grants project confirm previous Niton assays as summarised in the following table for representative holes along a typical cross section.

<u>Drillhole</u>	<u>From (m)</u>	<u>To (m)</u>	<u>Thickness (m)</u>	<u>Niton Iron Reading%</u>	<u>Assay Iron%</u>
GTRC016	0	27	27	14.9	20.3%
GTRC040	0	179	179	18.7	not yet available
GTRC014	3	150	147	17.1	23.9%
GTRC011	0	150	81	21.1	25.1%
GTRC009	0	42	42	19.8	25.7%

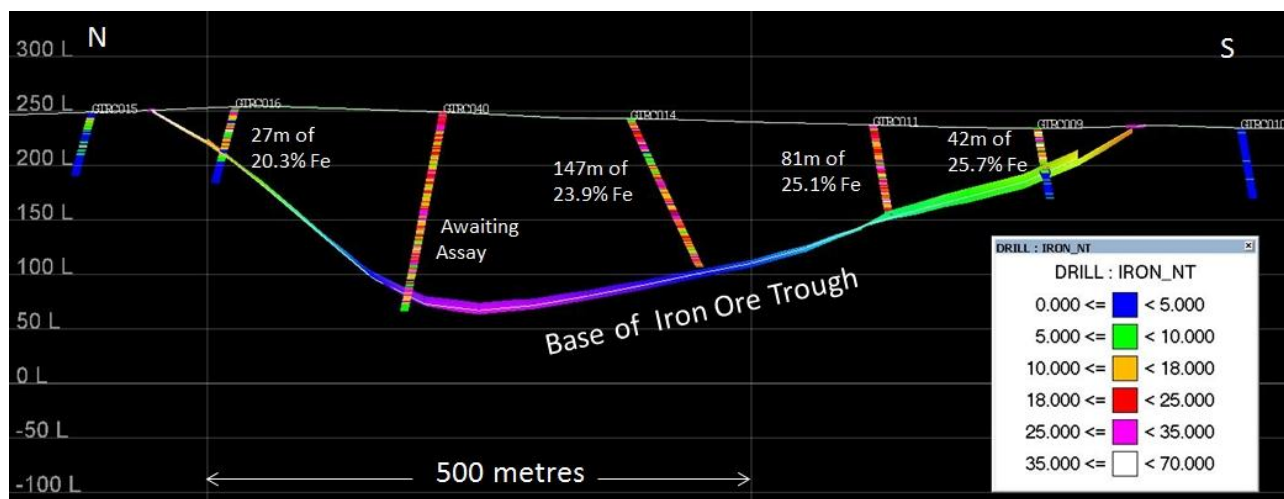
Iron assays range up to 45% Fe and consistently average around 25% Fe over long intervals, which may include internal waste units in some holes. While the Niton assays generally give a good indication of the grade, it is evident from the table that in this case the Niton assays under-call by about 3-5% Fe.

The iron formation, as presently defined by drilling, has an elongate east-west extent of approximately 2,250m while the north-south extent is about 700m. Roughly 35Ha of the deposit is located within Havilah's 100% owned EL 3895 and approximately 94Ha within the adjoining farm-in EL 4200. Remarkably, there is

little or no overburden over the entire area, which makes the deposit very attractive for open pit mining. It is also notable that drillhole GTRC007, lying 2.2 km east of the presently defined deposit, intersected 69m @ 31.7% Fe from 15m to 84m depth, indicating further extensions for follow up drilling at a later date.



Havilah's resource drilling shows that the base of the gently dipping Braemar Iron Formation forms an elongate east-west trough within older basement rocks



Typical north-south cross-section through the Grants iron ore trough, showing the gently dipping host Braemar Iron Formation extending from surface to 175m depth (true thickness) in the central portion.

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

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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.