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SIMEC Due Diligence Extended on Havilah's Iron Ore Projects

HIGHLIGHTS

- **SIMEC Mining (an affiliate of the GFG Alliance) exclusivity period extended until the end of January 2019.**
- **Upon payment of \$1 million, the exclusivity period may be further extended until the end of March 2019.**
- **Extension to facilitate completion of a diamond drilling program to obtain more core samples for additional metallurgical test work.**

Havilah Resources Limited (Havilah) is pleased to announce that it has reached agreement with SIMEC Mining, an affiliate of the GFG Alliance, to extend the period of exclusivity to complete its due diligence on Havilah's Maldorky and Grants iron ore projects until the end of January 2019. This can be extended further to the end of March 2019 by payment of \$1 million to Havilah.

The joint objective of this due diligence and extension of the exclusivity is to determine the future development and commercialisation potential of Havilah's iron ore projects. The due diligence work program, funded solely by SIMEC Mining, has thus far included comprehensive metallurgical studies and logistical and infrastructure studies by external consultants and percussion drilling leading to the newly discovered Grants Iron Ore Basin deposit.

The study has recently been expanded to include three diamond drillholes, expected to be completed in January 2019, to obtain further metallurgical core samples from both the Maldorky deposit and the Grants Iron Ore Basin discovery. This is in addition to drillcore from three of Havilah's 2011 diamond drillholes that has already been provided to SIMEC Mining for its metallurgical studies.

Any commercialisation agreement with SIMEC Mining regarding the iron ore projects would be subject to the results of the current due diligence studies and finalisation of a mutually acceptable deal structure and commercial terms (there is no formal partnership in place at this time). The \$1 million payment for an extension beyond the end of January 2019 will be deducted from any amount payable by SIMEC Mining to Havilah under any transaction that may be concluded between the parties within calendar year 2019.

Commenting on the extension of the exclusivity period with SIMEC Mining, CEO, Mr Walter Richards said: "We are encouraged by the results of the work funded so far by SIMEC Mining.

"The outcome of the recent drilling program resulting in discovery of the Grants Iron Ore Basin deposit is one of the highlights of 2018.

"While our primary focus remains the [Copper Growth Strategy - Enhanced by Cobalt](#), it remains Havilah's objective to realise value from its multi-commodity portfolio which includes the iron ore projects," he said.

For further information visit www.havilah-resources.com.au

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