



30 January 2012

ASX Limited
Level 8, Exchange Plaza
2 The Esplanade
Perth WA 6000

HIGHFIELD RESOURCES LIMITED – UPDATED USE OF FUNDS

The Company intends to apply funds raised from the Offer, together with existing cash reserves, over the first two years following admission of the Company to the official list of ASX as follows:

Funds available	Full subscription (\$4,000,000)
Existing cash reserves	400,125
Funds raised from the Offer	4,000,000
Total	4,400,125
Allocation of funds	
Exploration costs	3,125,000
Expenses of issue	390,808
Administration costs and working capital	884,317
Total	4,400,125

The above table is a statement of the Company's intentions as per the Prospectus dated 5 December 2011. As with any budget, intervening events (including exploration success or failure) and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way funds are applied on this basis.

Yours Faithfully

A handwritten signature in black ink, appearing to read "A. Bertolatti".

AARON BERTOLATTI
Company Secretary
HIGHFIELD RESOURCES LIMITED