



HANNANS REWARD

Exploring for Gold and Base Metals

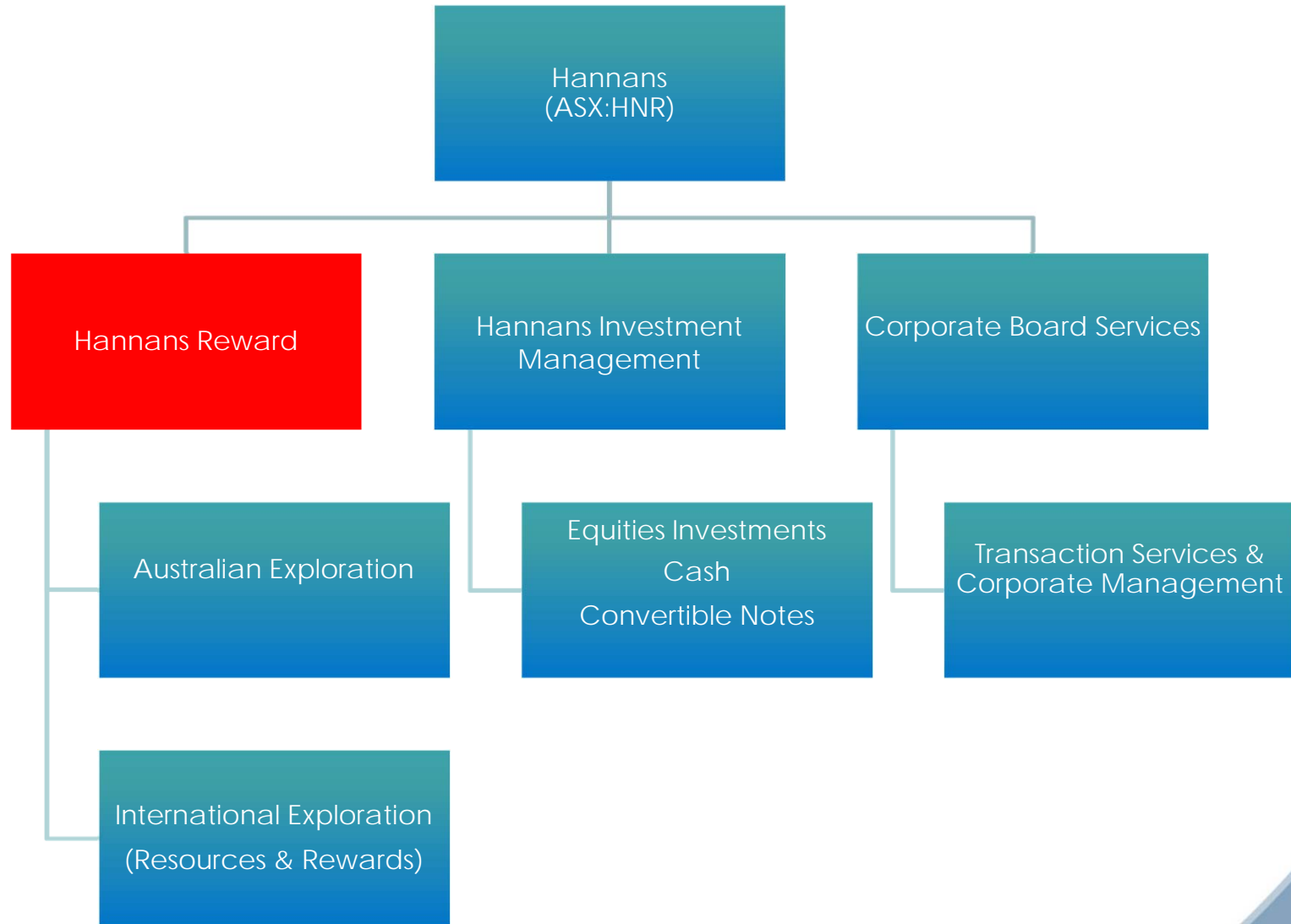
Hannans Reward Ltd (ASX:HNR)

ASSOCIATION OF MINING
AND EXPLORATION COMPANIES



28 June 2011

Hannans Group Structure



The Charges Against Big Nickel (Extract)*

FNArena News - June 23 2011

By Richard (Rick) Mills

Conclusion

Unlike gold there is no "emotional" component to the value of nickel. It isn't hoarded in safes, given as wedding presents, or dangled around women's necks. Instead you find it in buildings, cars, trains and bridges. China is the leading consumer of nickel and is competing for supplies with recovering US industrial demand, as well as India, Russia and Brazil.

The global automotive industry is using more and more nickel for electric and hybrid vehicles. Mining companies have shifted exploration efforts to more challenging locations like the Arabian Peninsula, east-central Africa, and the Subarctic because of a lack of discovery of new sulfide deposits in traditional mining camps. The largest nickel producing companies, Norilsk, Vale and Xstrata don't actually provide a lot of leverage to nickel as they are diversified miners - meaning they also produce iron, manganese, bauxite, aluminium, copper, coal, cobalt, potash, platinum-group metals, gold and silver.

Pure nickel exploration plays aren't common. Are there one or two junior nickel plays on your radar screen? If not maybe there should be.

Richard (Rick) Mills

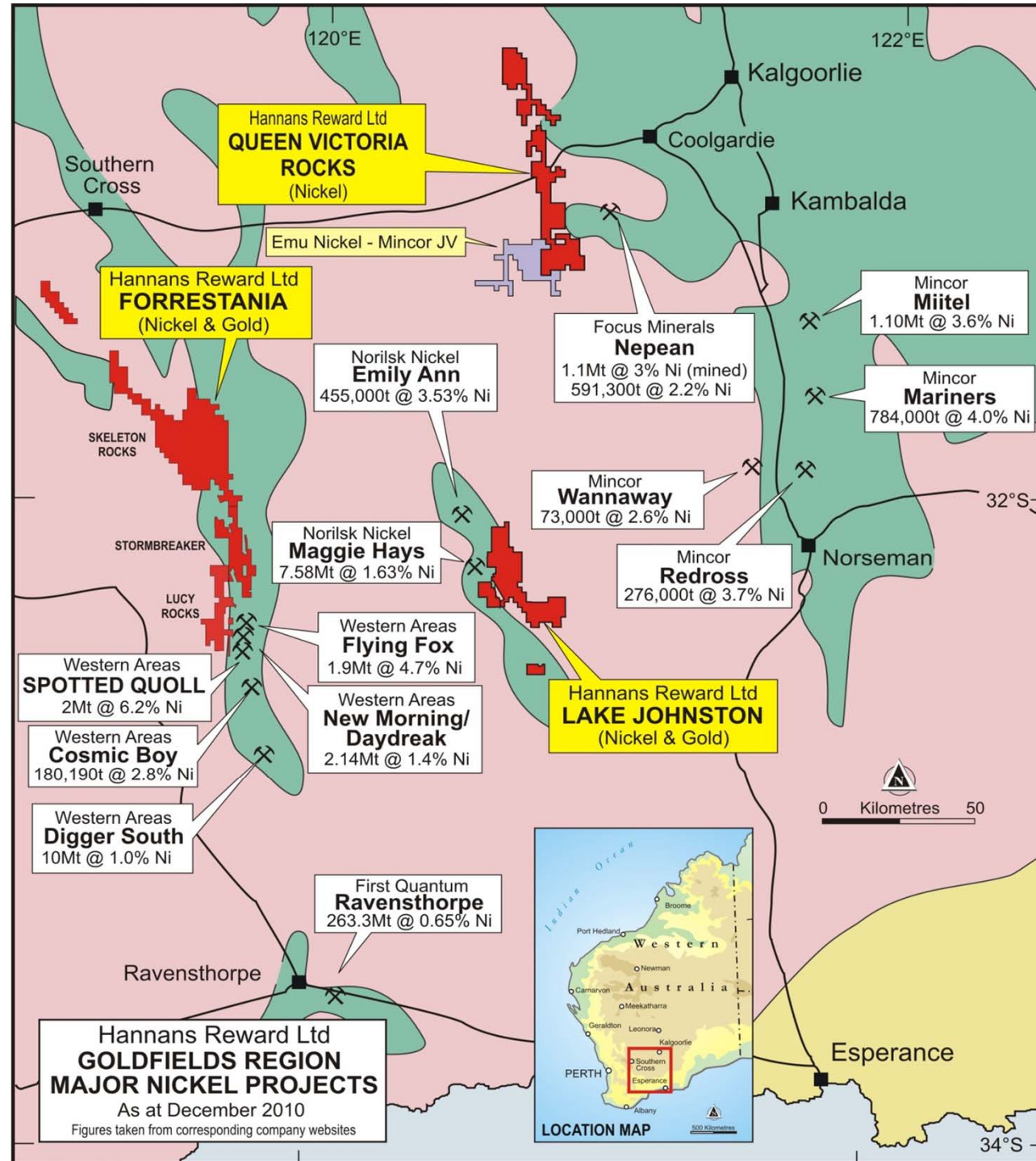
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* A full copy of this very interesting article is available at www.hannansreward.com

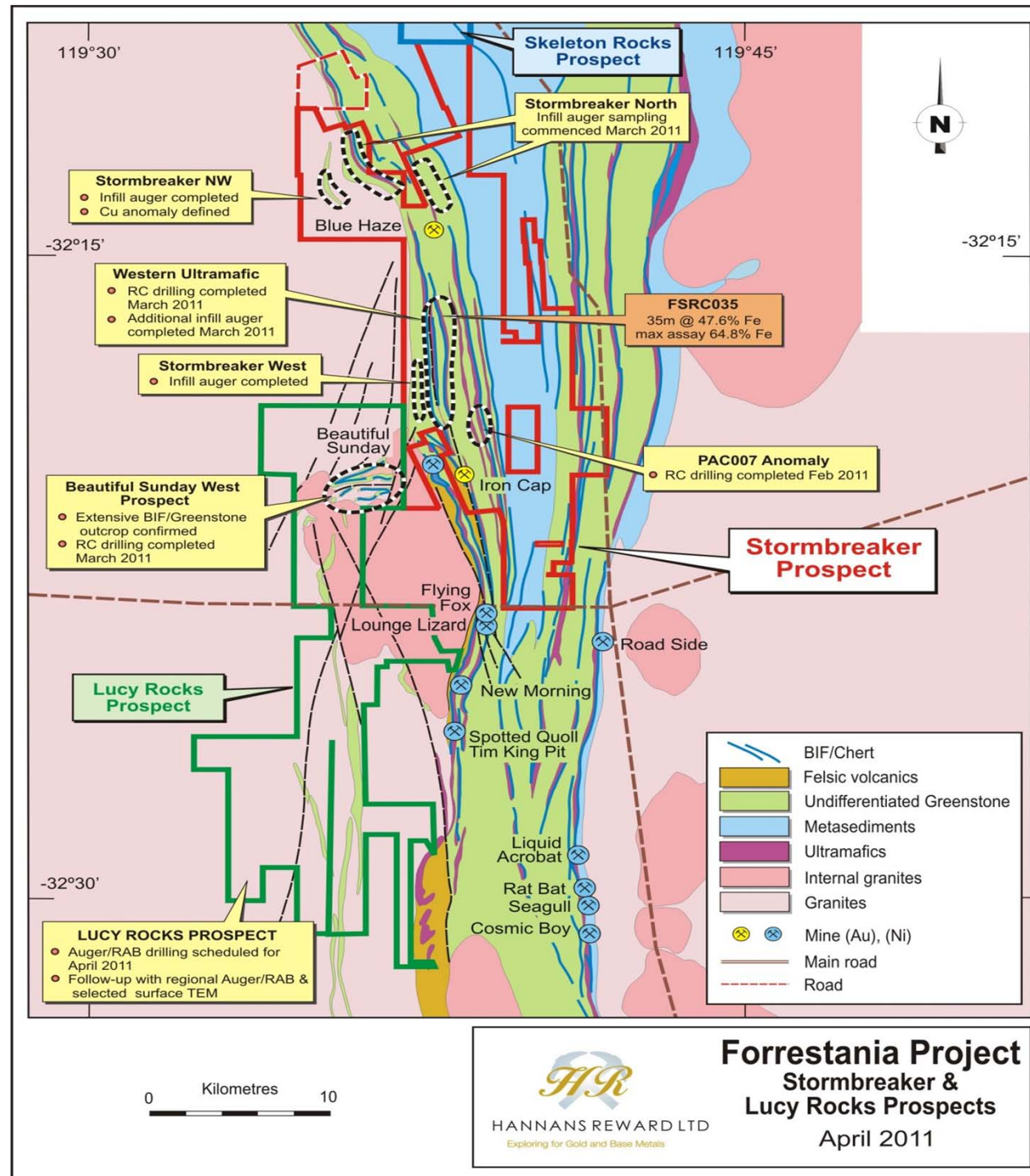
Nickel and Gold exploration in the Goldfields Region of Western Australia

Three major 'belt positions



Exploring the northern extension of the rock units that host operating world class (grade is king) nickel mines

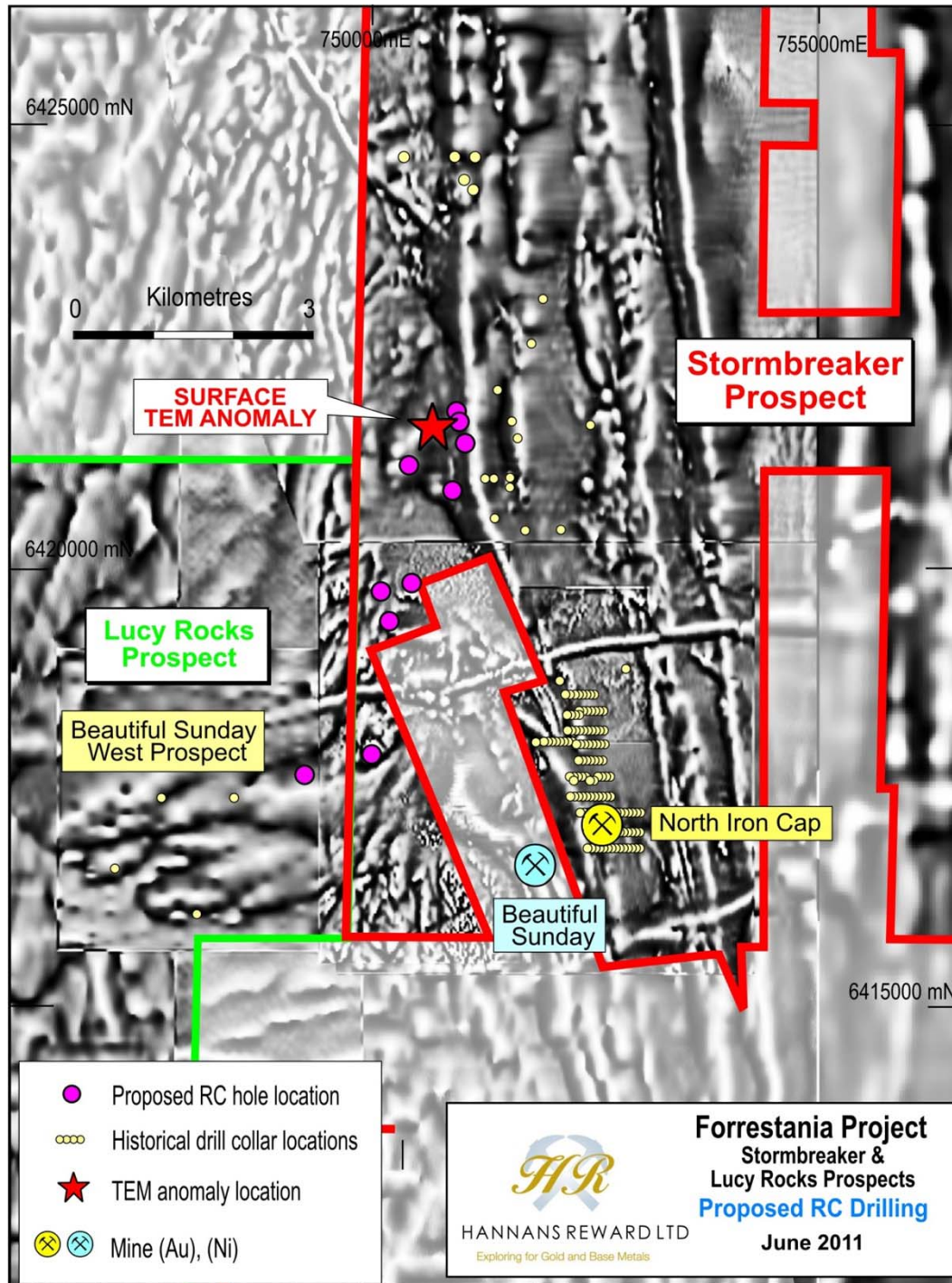
Nickel price USD22,250/t



Multiple phases of geology, geophysics and geochemistry

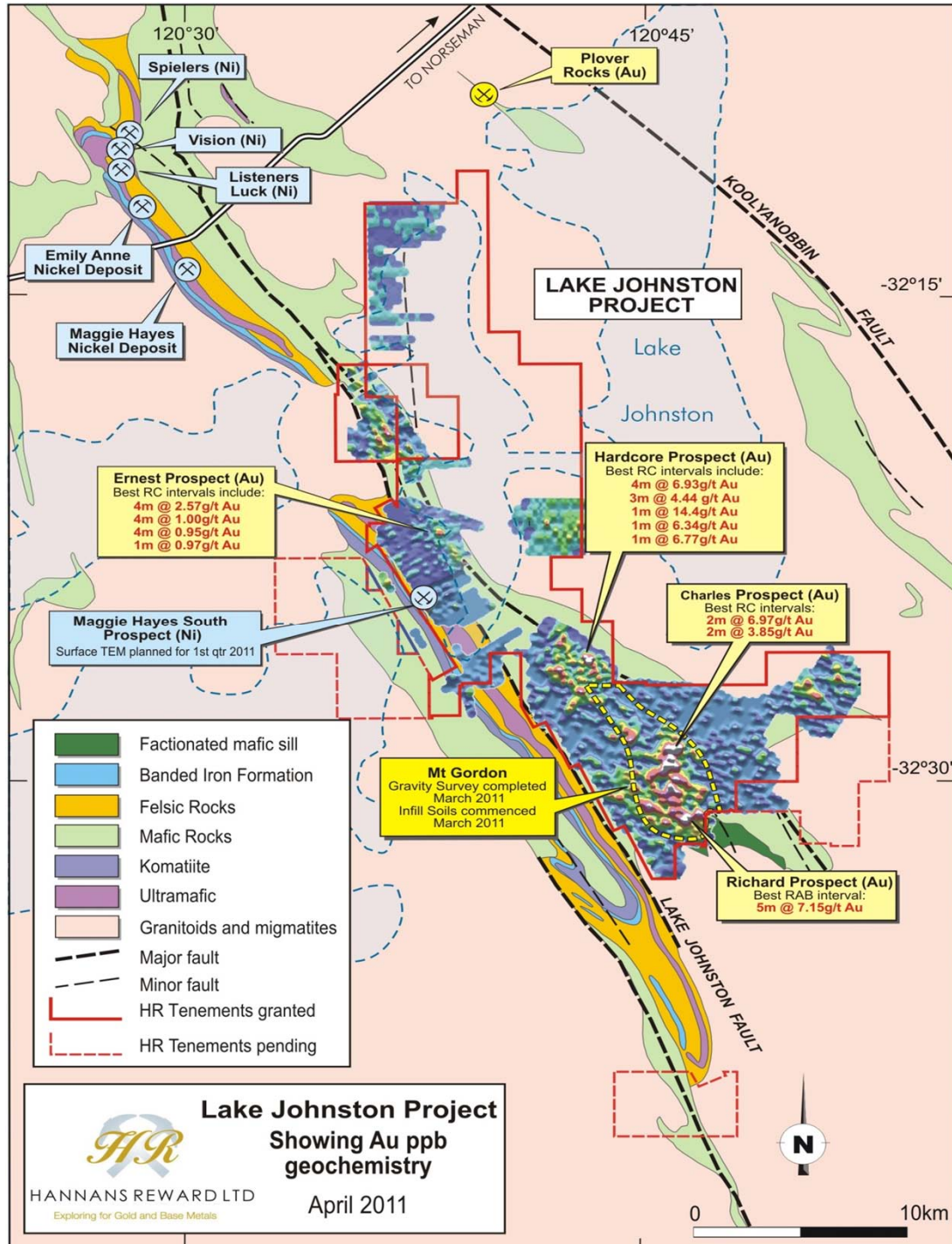
RC drilling in progress at Lucy Rocks

RC drill collar positions for next round of nickel sulphide drilling at Stormbreaker



Major focus is gold

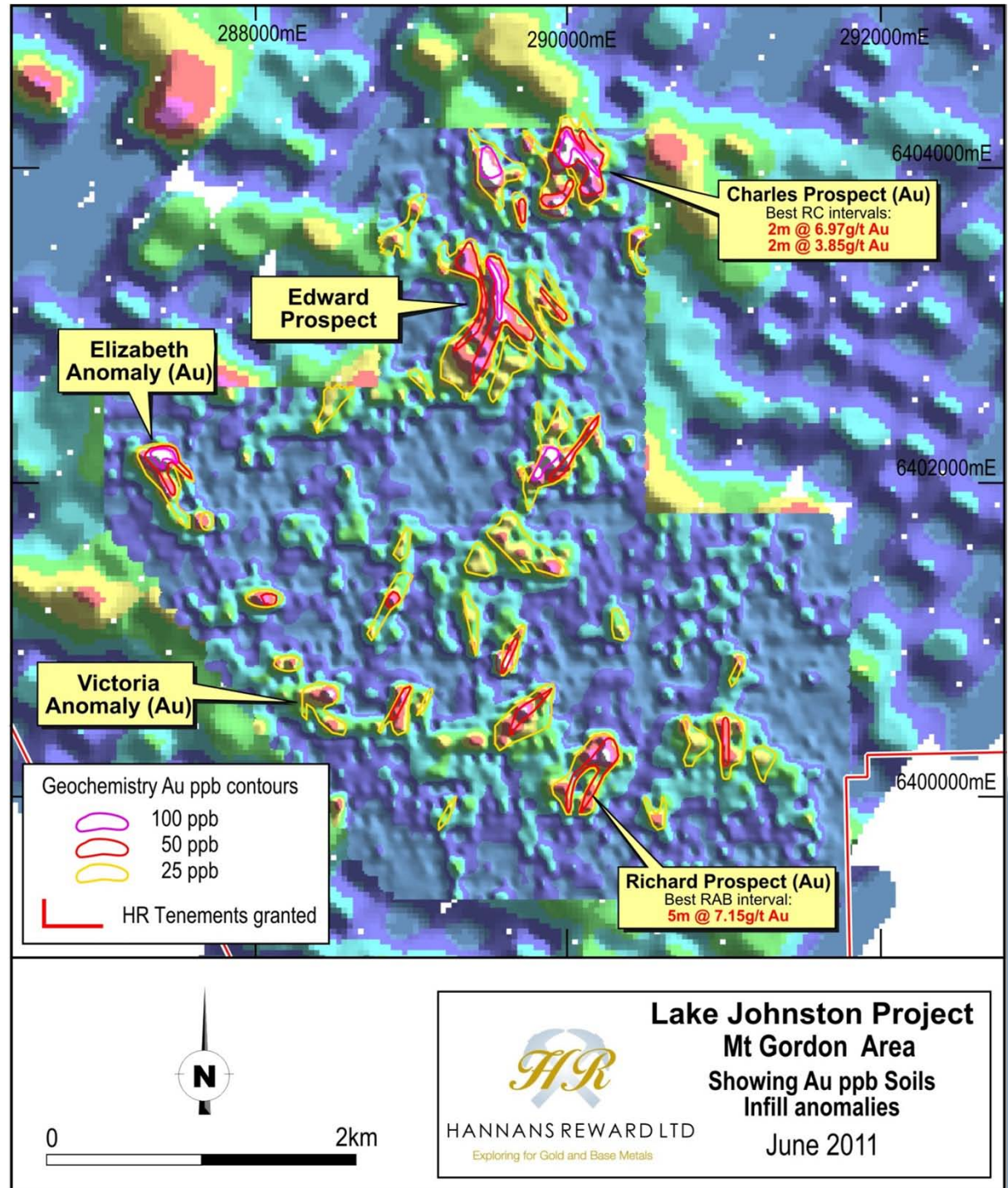
Significant amount of geochemistry, geology and geophysics completed by HNR at Mt Gordon....highly encouraging gold and nickel anomalies received **



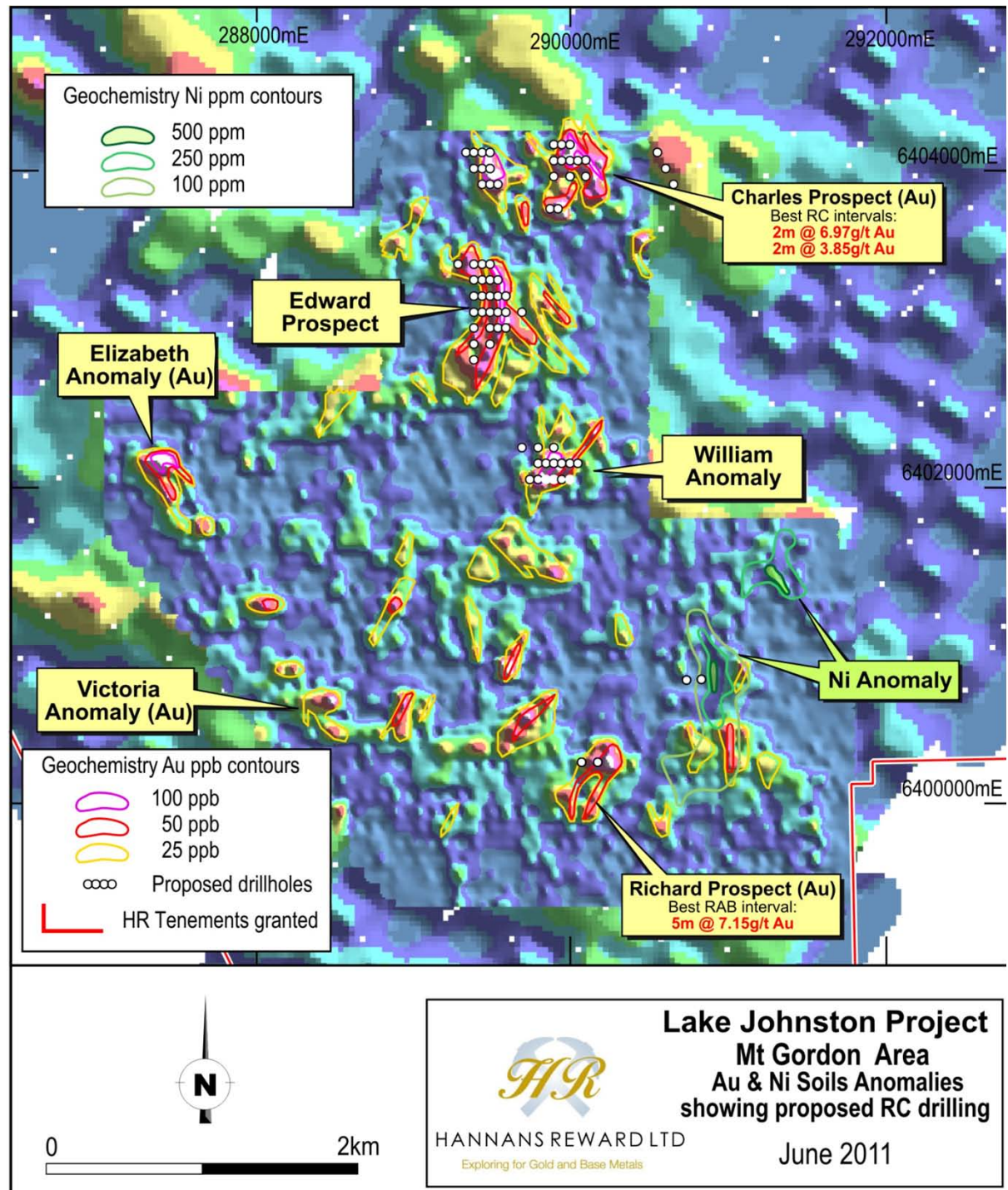
** Significant gold-in-soil results define high priority gold targets

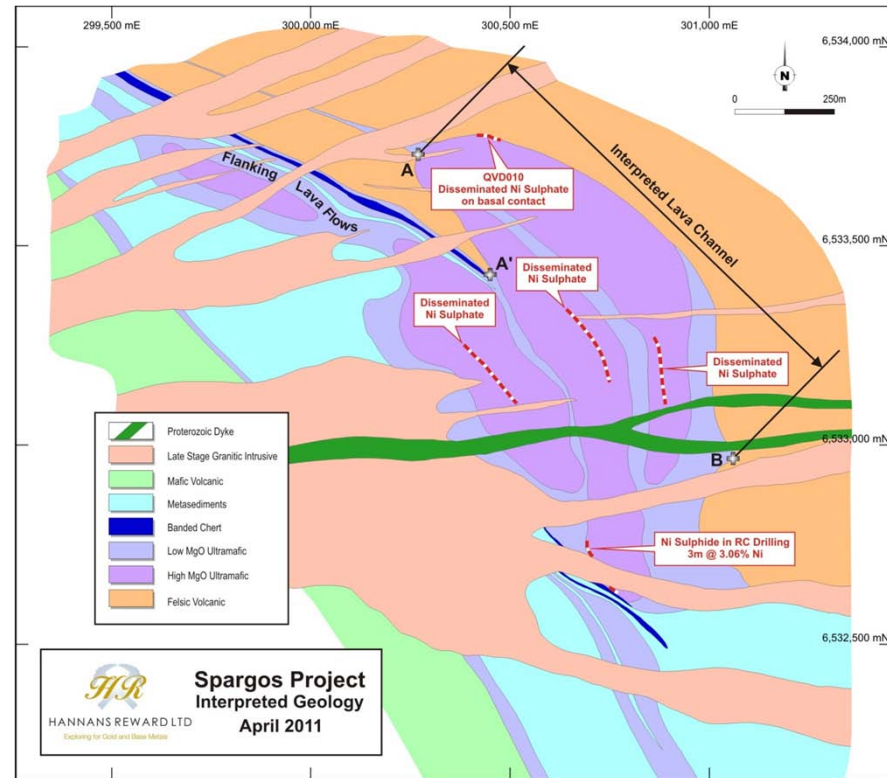
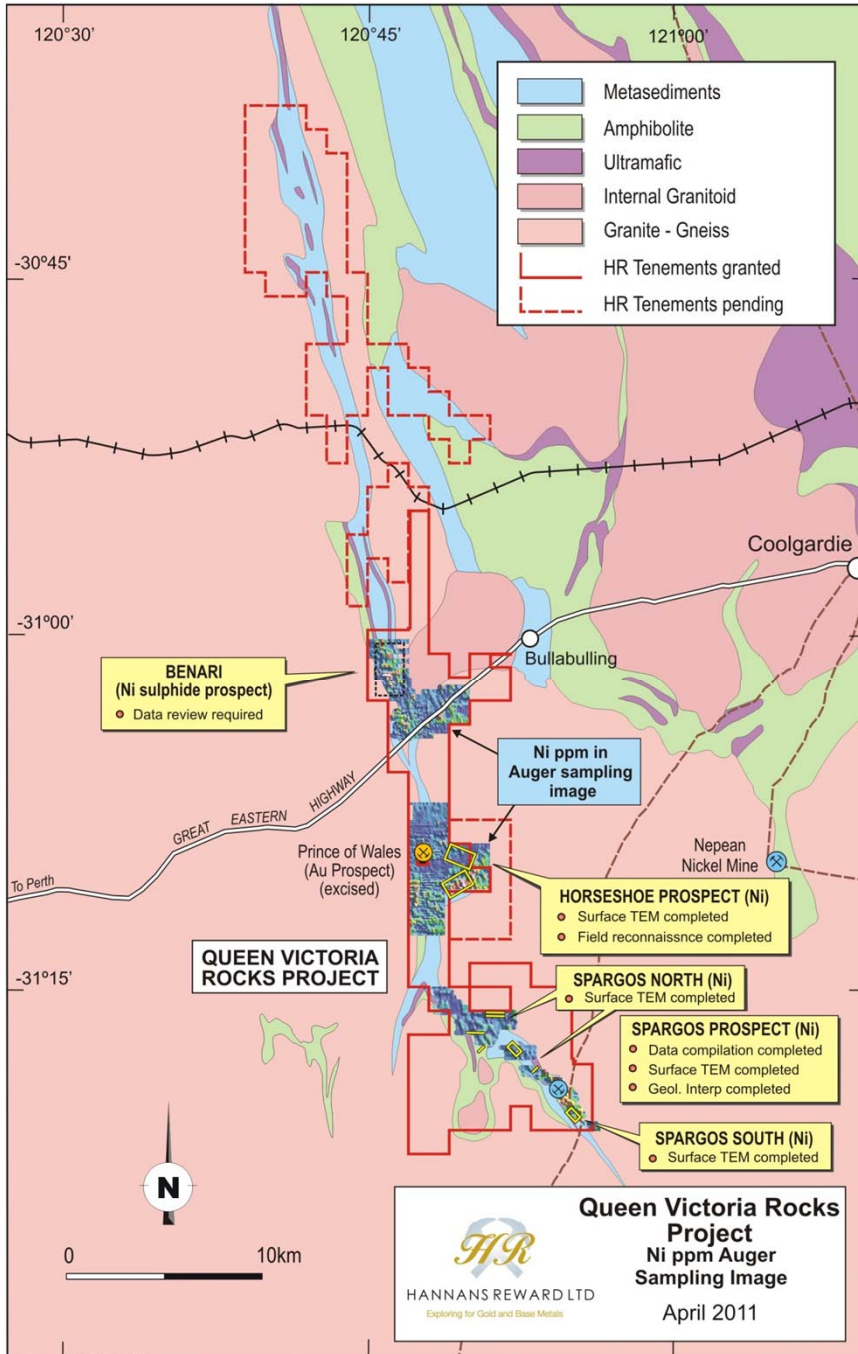
Aiming for 'ore-grade' gold intercepts in RC drilling over meaningful widths

Detailed LJ gold ASX release planned on completion of interpretation



RC drill collar positions for next round of gold and nickel sulphide drilling – scheduled to follow Forrestania: Skeleton Rocks RC drilling





The basal contact at the Spargos Prospect at QVR remains to be tested



Errawarra

Iron and Manganese

Photo by Tom Lyons

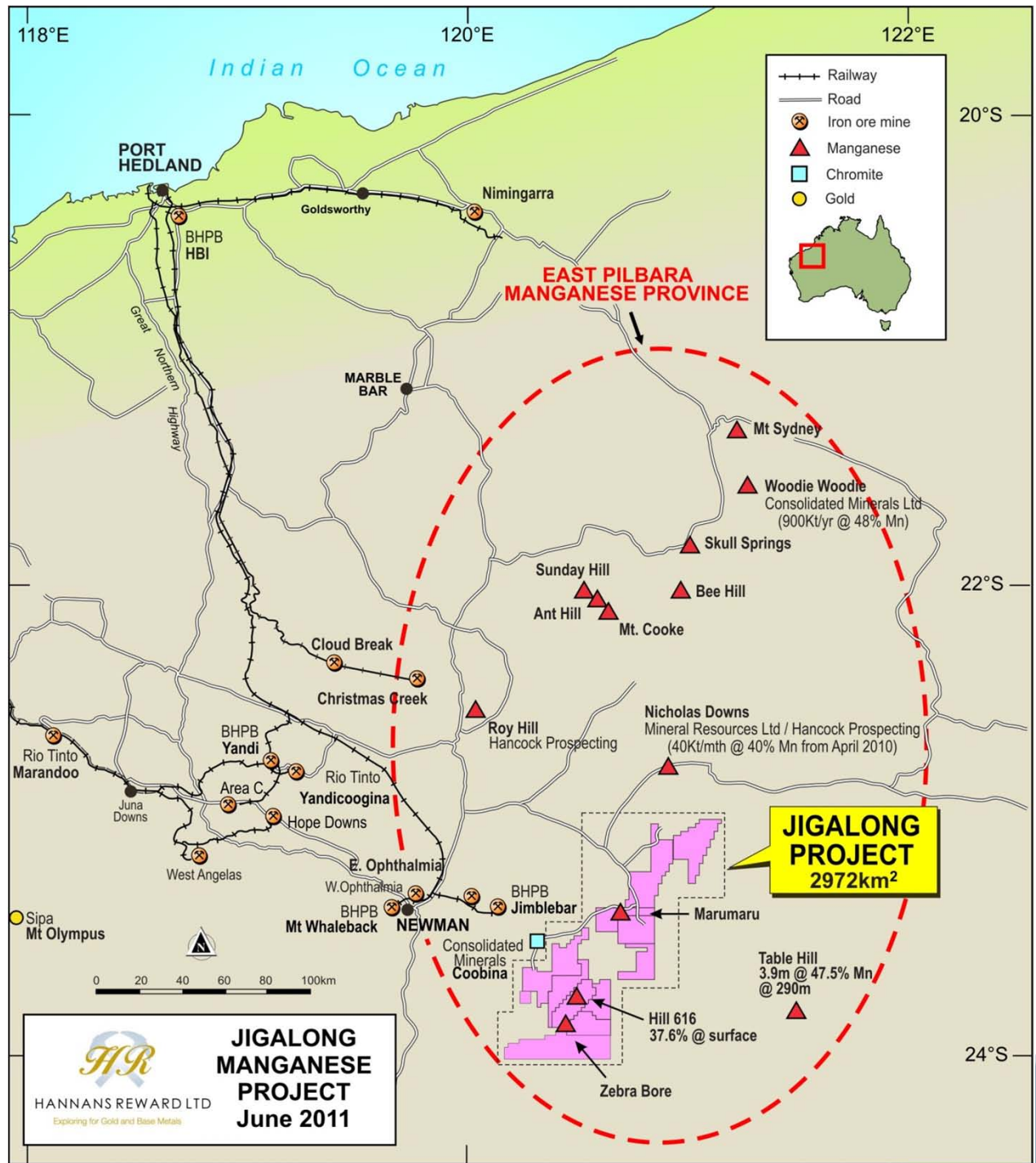
Errawarra

Iron and Manganese

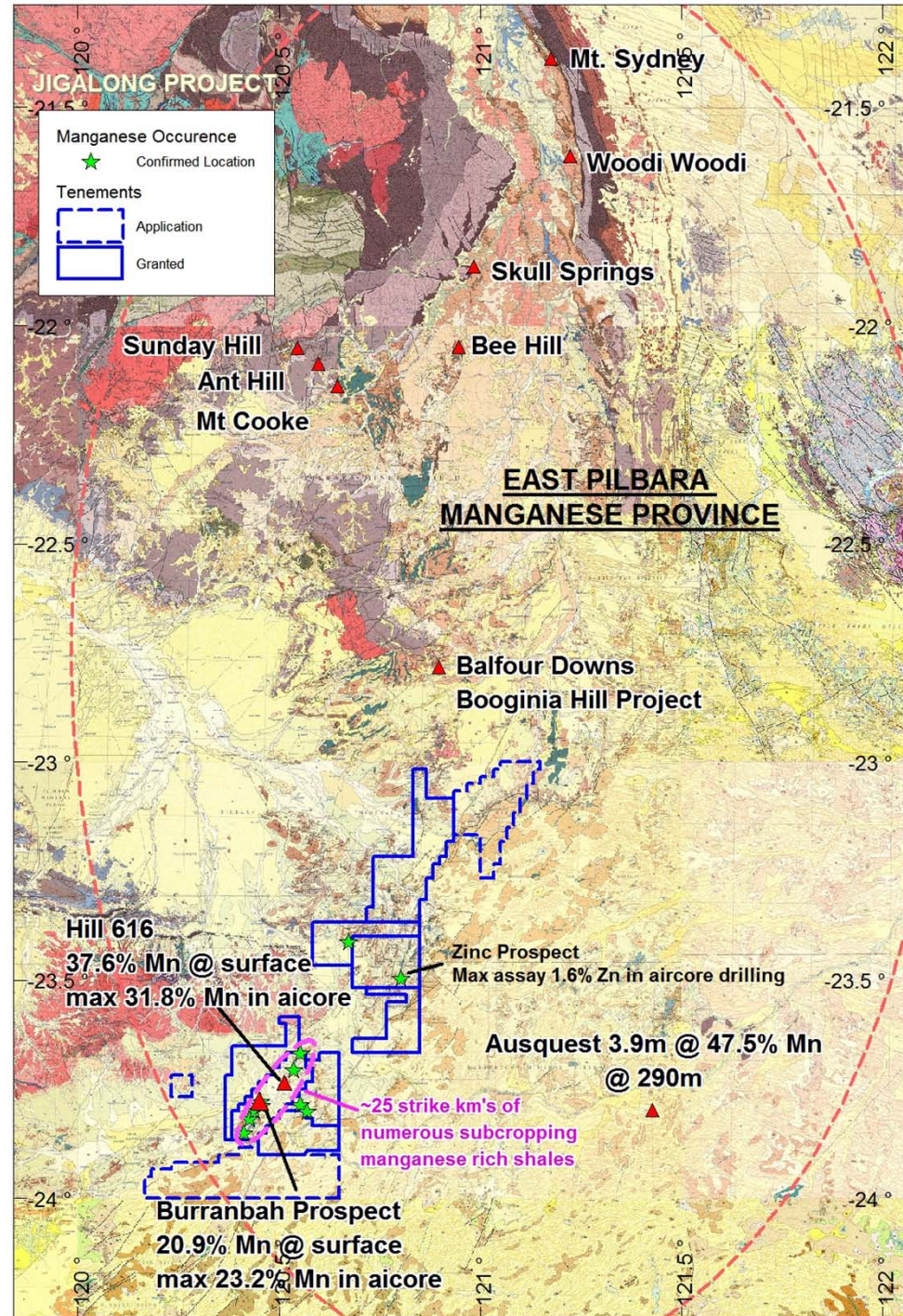
- Hannans to develop new independent iron and manganese company, proposed to be called Errawarra
- Foundation asset to be the 3,000km² Jigalong Manganese Project in the South East Pilbara region of Western Australia adjacent to Atlas Iron Ltd and FerrAus Ltd iron projects
- Hannans to provide Newco with funding to implement its strategy
- Hannans shareholders as at 24 June 2011 to own 100% of new company
- Hannans to maintain 100% ownership of its precious & base metals projects, investment portfolio and convertible notes valued at approximately \$25 million
- Subject to achieving critical scale Newco to likely raise additional capital through an Initial Public Offering on the ASX, TSX or AIM
- Shareholder meeting scheduled for early August 2011

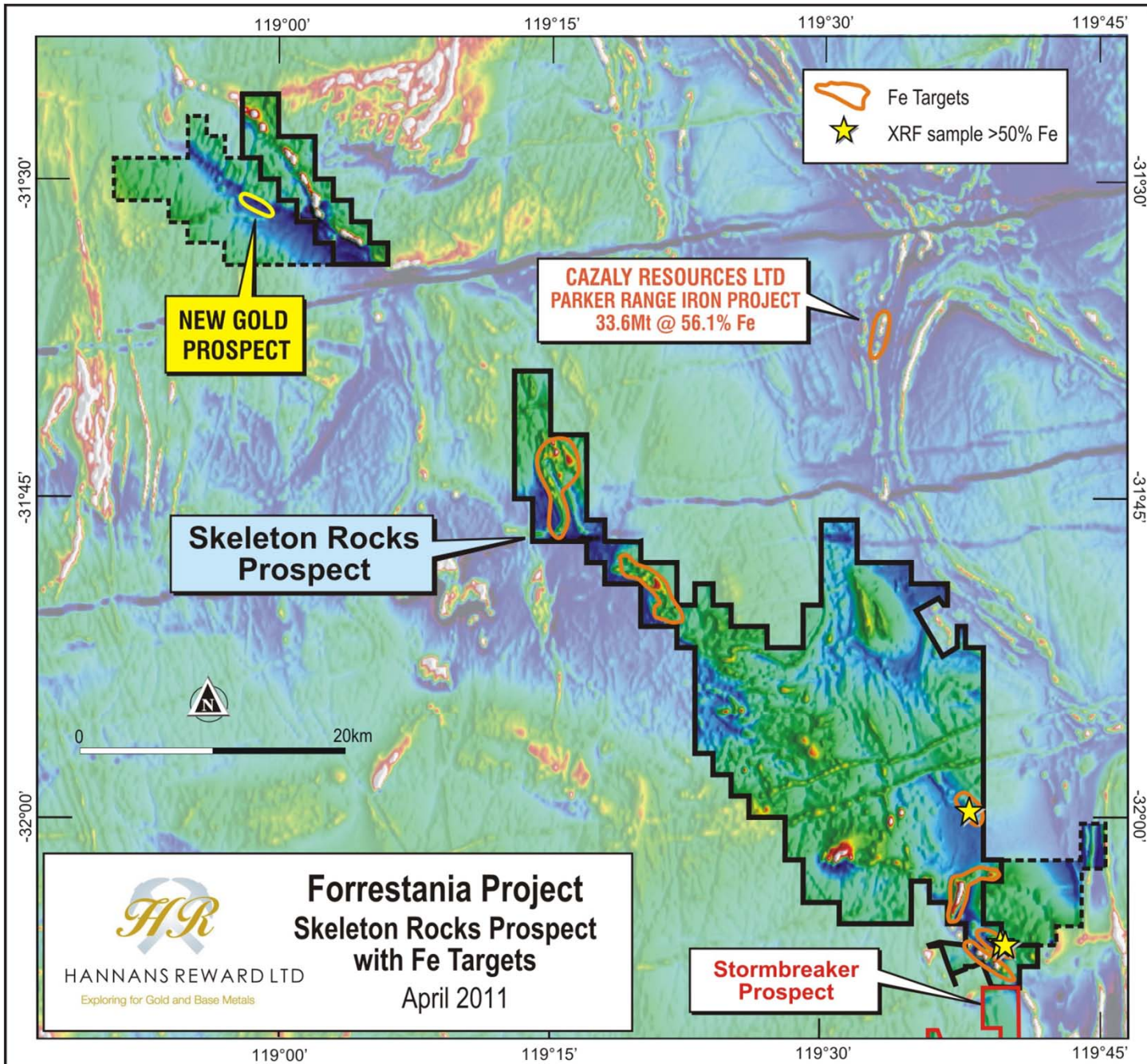
Consolidation...Who's Next ?

Iron & Manganese Cross Shareholdings & Common Project Interests	
<p>Atlas Iron (Fe) – Pilbara</p> <ul style="list-style-type: none"> Warwick Resources (Fe) – Pilbara Aurox Resources (Fe) – Pilbara Giralia Resources (Fe) – Pilbara FerrAus (Fe & Mn) – Pilbara Shaw River Resources (Mn) – Pilbara 	<p>OM Holdings (Mn) – Northern Territory</p> <ul style="list-style-type: none"> Shaw River Resources (Mn) – Pilbara Northern Iron (Fe) – Norway Scandinavian Resources (Fe) – Sweden Joint owner of Tshipi with Jupiter Mines (Mn) – Sth Africa IronClad (Fe) – South Australia Archer (Mn) – South Australia Monax (Mn) – South Australia
<p>Wah Nam (Fe) – Pilbara</p> <ul style="list-style-type: none"> Brockman Resources (Fe) – Pilbara FerrAus (Fe) – Pilbara 	<p>Consolidated Minerals (Mn) – Pilbara</p> <ul style="list-style-type: none"> BC Iron (Fe) OM Holdings (Mn) Joint owner of Mindy Mindy with FMG (Fe)
<p>Mineral Resources (Fe & Mn) – Pilbara & Yilgarn</p> <ul style="list-style-type: none"> Mesa Minerals (Mn) – Pilbara Auvex Resources (Mn) – Pilbara Polaris (Fe) – Yilgarn 	<p>Jupiter Mines (Fe & Mn) – Sith Africa, Pilbara & Yilgarn</p> <ul style="list-style-type: none"> Joint owner of Tshipi with OM Holdings (Mn) – Sth Africa
<p>Existing Pilbara Players – BHPB, RIO Tinto, FMG , Aquila, Hancock Prospecting ?</p>	<p>New Entrants – South Americans, Chinese, Indians, Russians ? Companies diversifying from magnetite in Mid West to Hematite in the Pilbara ?</p>



RC and diamond drilling planned for next Quarter to identify a manganese resource – Scheduled for September 2011

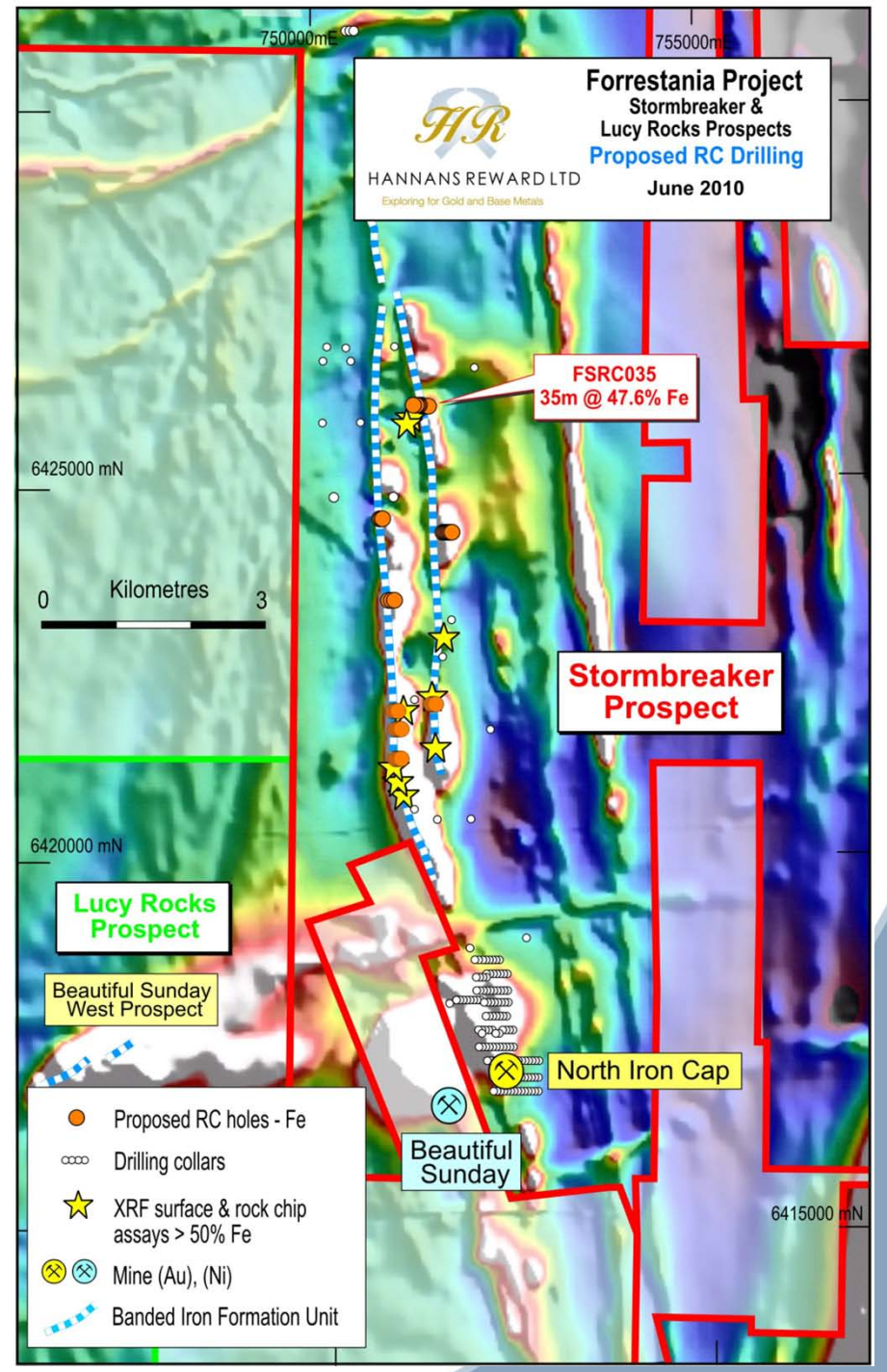




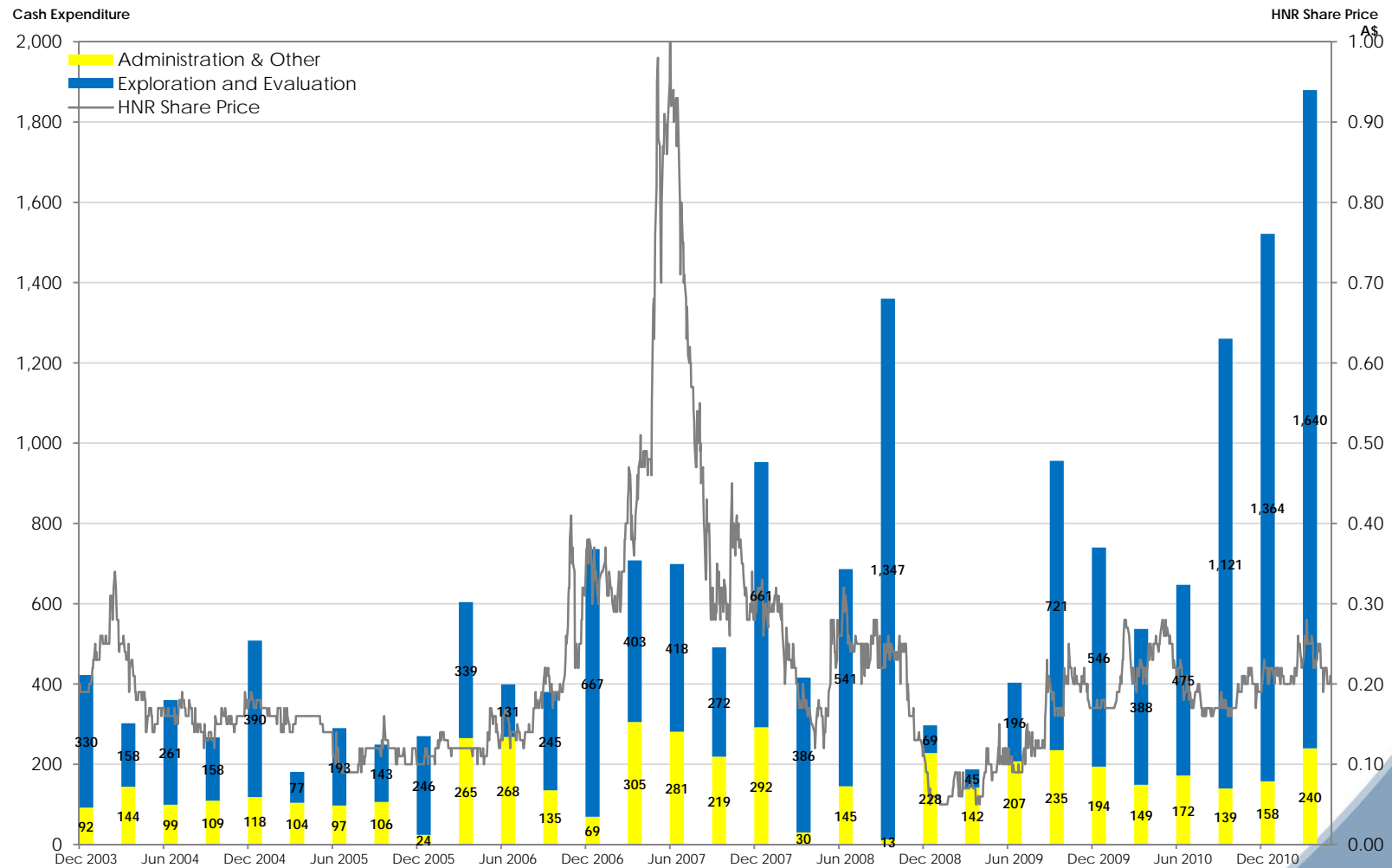
Iron Targets – Hematite

RC drilling intercepts by HNR include:
4m @ 63.1% Fe from 36m
5m @ 62% Fe from 47m
2m @ 61.6% Fe from 55m all from
within interval of 35m @ 47.6% Fe

Environmental studies in progress to
gain approvals for next RC drilling
program – scheduled to follow Lake
Johnston gold drilling



Hannans Cash Expenditure & Share Price (All Quarters since ASX Listing)



Exploration Manager

Mr Don Huntly, Geologist

Mr Huntly holds a Masters Degree in Science (Ore Deposit Geology and Evaluation) from the University of Western Australia, a Bachelor of Applied Science (Geology) and is a full member of Australian Institute of Geoscientists (MAIG) as well as a Registered Professional Geoscientist (RPGeo). Mr Huntly is an experienced geologist having held senior exploration positions with major companies including Xstrata Nickel Australasia, Jubilee Mines NL, Goldfields of South Africa (Agnew Gold Operation) and WMC Resources Ltd (Leinster Nickel operation). Mr Huntly played a major role in the discovery of the Sinclair Nickel Deposit owned by Xstrata. He is a member of the Australian Institute of Geoscientists and is a Registered Professional Geoscientist.

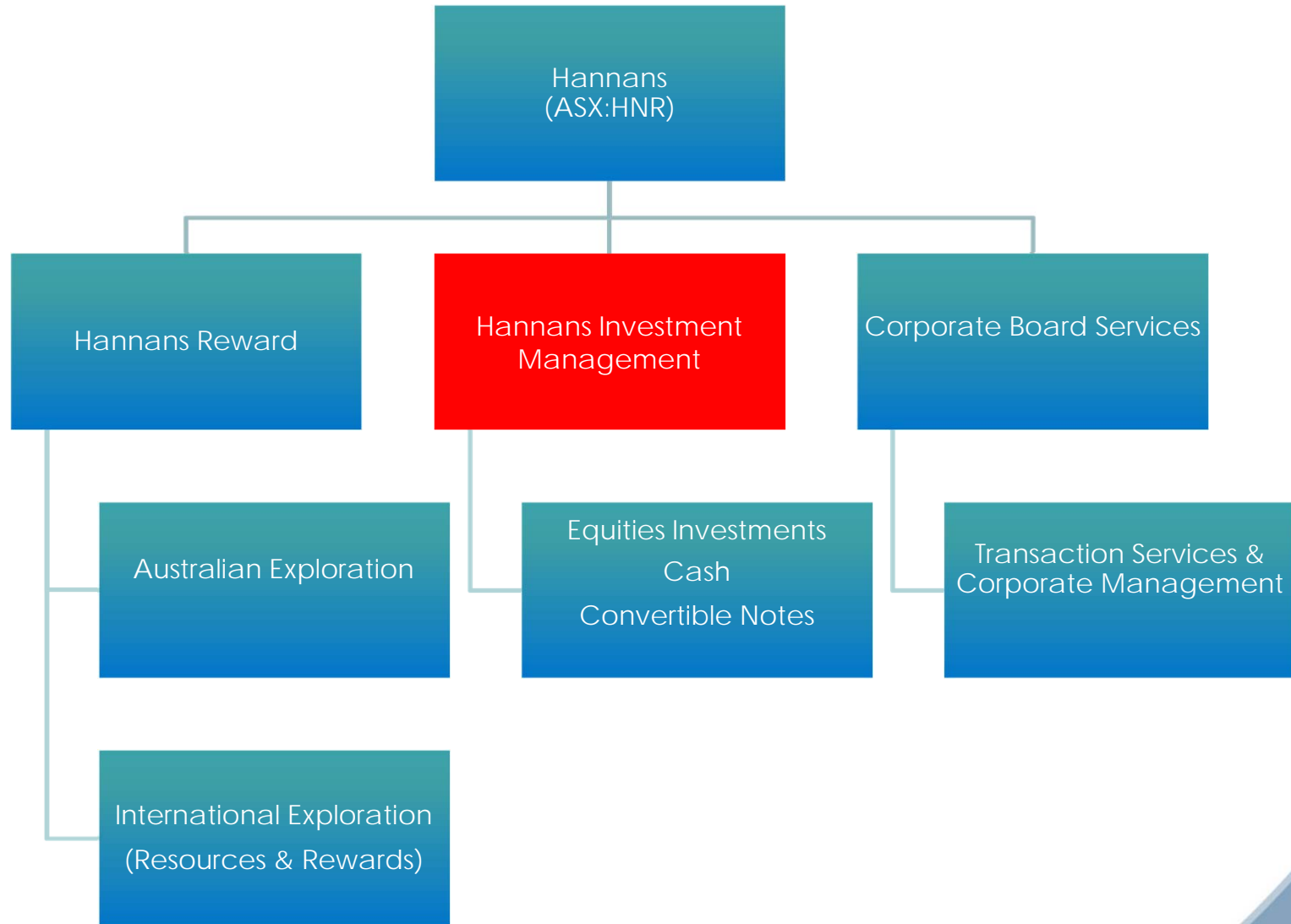


Competent Persons Statement

The information in this document that relates to exploration results is based on information compiled by Mr Donald Huntly, Exploration Manager who is a Full Member of the Australian Institute of Geoscientists and a Registered Professional Geoscientist. Mr Huntly is a full-time employee with Hannans Reward Ltd. Mr Huntly has sufficient experience, which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined by the 2004 edition of the "Australian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Huntly consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Contact: +61 8 9324 3388

Hannans Group Structure

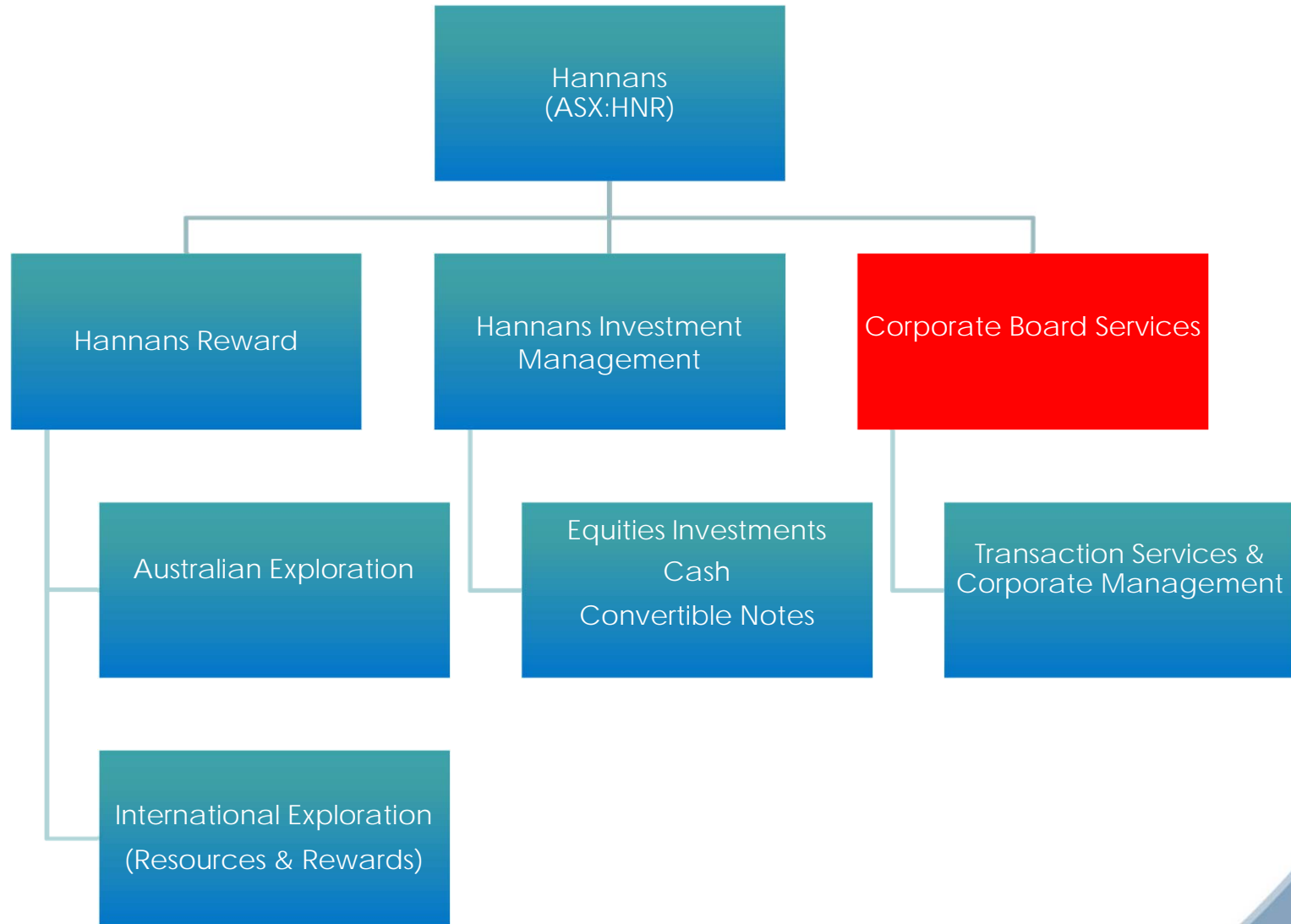


Hannans Investment Management

Valuation of Equities				
Company	Type	Number	Price	Value
AGO	FPO	6,401,334	\$3.36	\$21,508,482
SCR	FPO	1,835,001	\$0.35	\$642,250
Other	FPO	20,000	\$0.17	\$3,400
	FPO	125,000	\$0.20	\$25,000
				\$22,179,132
Convertible Notes	Amount	Conversion Price	Interest Rate	
SCR	\$2.5m	\$0.33	12.5% pa	
SCR	\$1.25m	\$0.66	12.5% pa	\$3,750,000
				\$25,929,132
Hannans Reward Ltd Capital Structure				
Type	Number	Expiry		
FPO	131,648,715			
Options (ex. 80c)	2,250,000	30-Jun-11		
Options (ex. 20c)	2,000,000	31-Jul-11		
Options (ex. 80c)	1,000,000	30-Jun-12		
Options (ex. 40c)	100,000	30-Jun-12		
Options (ex. 80c)	1,000,000	30-Jun-13		
Options (ex. 20c)	300,000	20-Jul-13		
Options (ex. 75c)	300,000	20-Jul-13		
Options (ex. 100c)	300,000	20-Jul-13		
Fully diluted FPO	133,948,715			
HNR market capitalisation at \$0.16				\$21,063,794



Hannans Group Structure





Transaction Services & Corporate Management

- Wholly owned business unit of Hannans
- CBS revenue reduces Hannans' fixed costs
- CBS offers Hannans shareholders opportunities to access new offerings (e.g. Scandinavian Resources Ltd, Naraccota Resources Ltd, Lithex Ltd)
- CBS utilises expertise of Hannans corporate team to provide transaction services and corporate management services to listed and unlisted private and public companies
- Authorised Representative of AFSL holder – in progress
- Call +61 8 9324 3388

CORPORATE BOARD SERVICES

Clients



HANNANS REWARD



KIRUNA IRON AB

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HANNANS REWARD

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