

FINANCING UPDATE

Hazelwood Resources Limited (ASX: HAZ) (**Hazelwood** or the **Company**) wishes to provide an update on the Company's current voluntary suspension from trading (**Suspension**) and proposed financing.

As announced on 2 March 2015, the Company and Siderian Resources Capital Limited (**Siderian**) agreed to extend the early repayment date of the Siderian Debt Facility by the Company to 31 March 2015.

The Company and Siderian have now agreed to further extend the early repayment date of the Siderian Debt Facility by the Company, to 10 April 2015 (**Repayment Date**), on the same terms and conditions as set out in the announcement on 2 March 2015.

The Company is currently advancing plans to repay the existing Siderian Debt Facility by the Repayment Date and to raise additional working capital.

The Company anticipates being in a position to announce further details of the proposed financing and capital raising plans by mid-April 2015 and will make an announcement of details immediately once the plans are resolved.

This recapitalisation of the business will underpin Hazelwood's ability to execute its Change Management Plan introduced by Hazelwood's new Executive Chairman, Mark Warren, aimed at driving the Company to profitability and provide a pipeline of further growth opportunities. The details of the Change Management Plan were announced to the ASX on 30 October 2014.

On the basis that re-instatement of trading in the Company's securities is likely to be materially prejudicial to its ability to successfully complete the financing which is critical to the Company's continued financial viability, trading in the Company's securities will remain suspended until the Company finalises its funding plans, likely to be by mid-April. The Company is unaware of any reason why its securities should not be suspended. The Company is not aware of any other information necessary to inform the market about the suspension.

In the event of any queries, please contact Hazelwood's Executive Chairman, Mark Warren, on (08) 9320 5220 or email info@hazelwood.com.au.