

ASX RELEASE: 03 Sept 2015

ASX : TAW

CORPORATE DIRECTORY

Executive Chairman & CEO
Wayne Richards

Executive Director, CFO & Co. Sec.
Michael Naylor

Non- Executive Director
Michael Bohm

**Mofe Creek Iron Ore Project -
Liberia, West Africa**

LIBERIA: Proven Iron Ore Country

LOCATION: Project located 20km
from coast, adjacent to historic
rail alignment, 85km to Port of
Monrovia

LITHOLOGY: High grade +33% Fe
friable itabirite resource of
61.9Mt¹ with ability to produce a
+64 to 68% Fe product

LOGISTICS: Private Haul Road,
Transshipment or Direct ship loading

LEADERSHIP: Proven Executive
Team with 'In-Country' Iron Ore
expertise

Rakana JV (6.7%), South Africa
Meletse Iron Ore and Avontuur
Manganese JV managed by
Baosteel Iron and Steel Group

Key Milestones:

- Scoping Study completion ✓
- Maiden Resource Estimate
announced ✓
- Pre-Feasibility study commenced ✓
- Mineral Development Application
progressing ✓
- Resource Mapping and
prioritization of drilling targets
on both tenements being
assessed ✓
- ESIA - Terms of Reference and
Scoping Report completed ✓

CONTACT DETAILS

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Research and Development Refund Received

Tawana Resources NL (ASX: TAW) (the "Company") is pleased to advise that it has received proceeds of \$379,004 (net of fees) from the Australian Taxation Office in respect of Research and Development (R&D) conducted in the 2014 year.

The R&D Tax Incentive provides a tax rebate to support Australian companies to undertake research and development in Australia. During the year ended 31 December 2014, Tawana incurred eligible R&D expenditure from which the tax rebate was calculated.

Reduced Operating Expenditure Program Implemented:

The Company has diligently continued to reduce corporate and Liberian expenditure (whilst advancing the Project's principal activities) to minimise cash outflow whilst maintaining key personnel.

Key corporate and senior executive officers of the Company (both permanent and contract personnel) have all in turn accepted a 20% salary reduction in a bid to further reduce operating and governance expenditure whilst maximising the Company's healthy cash position.

The Company had a cash balance of circa \$1.6 million (pre R&D refund) as at 30 June 2015 and has no debt.

Executive Chairman & CEO Mr Wayne Richards said "I would personally like to thank staff who have all voluntarily agreed to this salary reduction during these challenging market conditions, and am very appreciative of their commitment to the Project and our fiscal management regime"

For further information, contact:

Wayne Richards

Executive Chairman and Chief Executive Officer

Tel +61 8 9489 2600

¹ The Mineral Resource estimate for the Mofe Creek project of 61.9Mt @ 33% Fe comprises Indicated Mineral Resources of 16.2Mt @35.4% Fe and Inferred Mineral Resources of 45.7Mt @ 32.1% Fe. For more information on the Resource estimate, refer to ASX announcement dated 31 March 2014. Tawana Resources is not aware of any new information or data that materially affects the information included in the said announcement.