

# HANNANS

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ASX & MEDIA ANNOUNCEMENT

## DRILL TESTING OF COPPER-GOLD TARGETS COMMENCES, SÄRKSJÖN PROJECT, SWEDEN

By Amanda Arrowsmith, Exploration Manager



- Diamond drilling of four holes (total 1,200m) testing a highly prospective copper-gold target has commenced
- Drilling aims to test coincident high grade copper-gold results from outcrop (42.5g/t Au, 45.2g/t Ag, 1.35% Cu, 4.17% Pb and 4.18% Zn SARI0005 and 46.1g/t Au, 30.6g/t Ag, 0.71% Cu, 3.64% Pb and 4.51% Zn - SARI0006) and geophysical (IP and EM) anomalies<sup>1</sup>

Hannans Reward Ltd ASX: HNR (Hannans) has commenced a 1,200 metre diamond drilling program at its 100% owned Särksjön copper-gold project located 800km northwest of Stockholm, Sweden. The Särksjön Project is located approximately 120km west of Vilhelmina, in the Swedish Caledonides which hosts multiple base metal mineral deposits and mines.

Hannans has been developing the Särksjön copper-gold project since 2010 and has now commenced a diamond drilling program designed to test the highly prospective copper-gold target. Drilling is expected to continue for up to three weeks with assay results anticipated within four weeks of the drilling being completed.

In 1965 four diamond drillholes were completed testing the anomalous outcrop at Särksjön. The holes were all shallow and were not assayed for gold at the time. One of the holes is still kept in archive at the Geological Survey of Sweden (SGU) core archive facility in Malå, Sweden. In 2010 high grade gold and poly-metallic mineralisation was identified by Hannans from outcrop sampling (refer Table 2 below). In 2011 Hannans completed a geophysical survey (fixed loop transient electromagnetic survey) and an IP survey (induced polarization) at Särksjön both of which returned conductive anomalies. In February 2012 Hannans re-logged, sampled and assayed the 1965 drillhole (LEI65003) in the SGU facility. Assay results confirmed the high grade gold and poly-metallic mineralisation from outcrop sampling. The best intercept from hole LEI65003 was:

§ 7.09m @ 2.54g/t Au from 10.81m

- Inc. 0.34m @ 28.1g/t Au, 14.2g/t Ag, 1.5% Pb, 2.15% Zn and 0.35% Cu (K585816)
- Inc. 0.1m @ 21.6g/t Au, 25.9g/t Ag, 2.12% Pb, 3.17% Zn and 0.89% Cu (K585818)

<sup>1</sup> Previously announced to ASX; refer Table 2

Hole ID	Northing (RT90)	Easting (RT90)	RL	Azimuth	Dip	Total Depth (m)
LEI65001	7203629	1428144	800	034	-60	9.52
LEI65002	7203636	1428149	800	-	-90	6.09
LEI65003	7203616	1428136	800	034	-60	21.24
LEI65004	7203611	1428144	800	034	-60	12.03

Table 1: Collar information for historic drillholes at Särksjön



Image 1: Outcropping quartz-sericite schist hosting gold and poly-metallic mineralisation at Särksjön

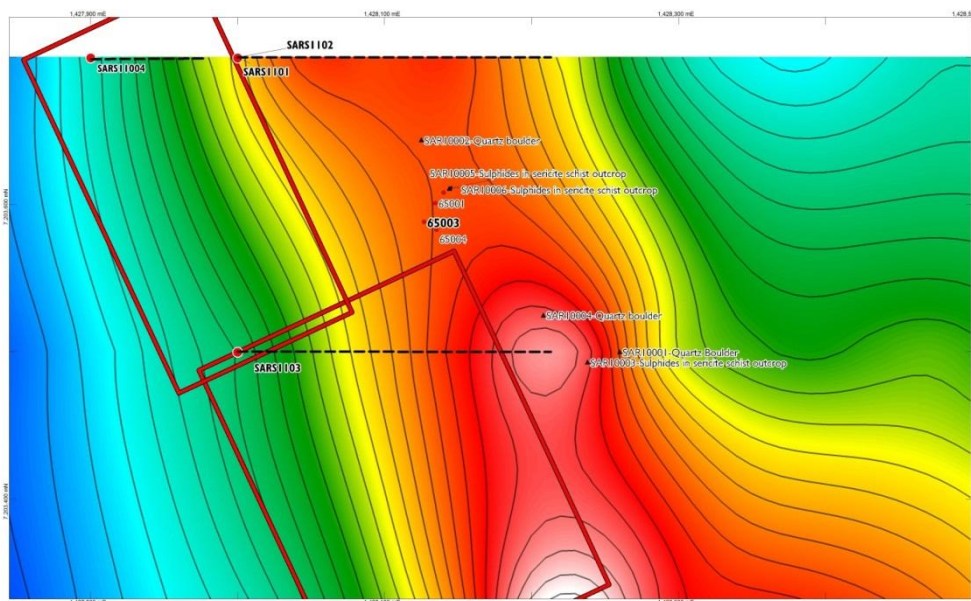


Image 2: IP conductivity depth slice at 100m, EM anomaly plates and location of four planned diamond drillholes at Särksjön

Hannans acquired Scandinavian Resources Ltd through an off-market takeover in the 1st half of 2012. The integration of Hannans and Scandinavian is still in progress therefore historical Scandinavian ASX releases (refer Table 2 below) can be viewed at [scandinavianresources.com](http://scandinavianresources.com).

The results reported in this ASX release were previously released to ASX by Scandinavian Resources Ltd as follows:

Date	Title/Subject
11 <sup>th</sup> October 2010	High Grade Gold
21 <sup>st</sup> October 2011	IP Survey Confirms Conductor
5 <sup>th</sup> March 2012	Positive Results from Re-Assaying Historic Drill Core

**Table 2:** Previously released Scandinavian Resources Ltd ASX announcements

### Competent Persons Statement

The information in this document that relates to exploration results is based on information compiled by Ms Amanda Scott, Exploration Manager, Hannans Reward Ltd, who is a Member of the Australian Institute of Mining and Metallurgy. Ms Scott is a full-time employee of Hannans Reward Ltd. Ms Scott 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". Ms Scott consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.