

ASX ANNOUNCEMENT

29th May 2013



TAWANA
RESOURCES NL

CORPORATE DIRECTORY

Len Kolff
Managing Director

Julian Babarczy
Non-Executive Director

Matthew Bowles
Non-Executive Director

Winton Willesee /Aaron Finlay
Joint Company Secretary

FAST FACTS

Issued Shares: 927m
Market Cap: \$5.6m
Cash (Q1 2013): \$1.25m

ASX CODE: TAW

COMPANY HIGHLIGHTS

- New Iron ore Discovery – Liberia, West Africa. >500Mt Exploration target*
- Experienced Board and Management

Mofe Creek Iron Ore Project, Liberia

- High grade +40 to +60% Fe; 65 km prospective strike
- 20km to coast, adjacent to rail alignment 65km to port
- 25km along strike from +50 Mt historic Bomi Hills DSO mine

Sinoe Gold Project, Liberia

- Highly prospective Birimian gold structures on Dugbe shear
- Along strike from 3.8Moz Dugbe gold project

Rakana JV (6.7%), South Africa

- Meletse Iron Ore and Avontuur Manganese JV managed by Aquila Resources

CONTACT DETAILS

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Iron Mineralisation extended & Metallurgical Test-Work Underway Mofe Creek Iron Ore Project Liberia, West Africa

- Results from Metallurgical test-work expected in coming weeks
- Iron formation footprint extended to 2000m x 400m at Koehnko South target
- Broad iron mineralisation in hand auger sampling across 400m at Gofolo North-East target
- Exceptionally coarse grained +45% Fe itabirite outcrops defined over 3km strike length at Zaway target; scale and grade potential similar to Gofolo Main target (40-75Mt exploration target*¹)
- Euroz Securities Limited Perth appointed as corporate adviser to assist with a Strategic Review of funding options following substantial interest from senior iron mining and investment companies

Tawana Resources NL (ASX: TAW) is pleased to announce the extension of mineralization at the Koehnko South target for an additional 2km strike, broad ~400m wide mineralized hand-auger sections at Gofolo NE and over 3km strike length of coarse grained and high-grade itabirite outcrops on the Zaway targets at the Company's 100% owned Mofe Creek project in Liberia, West Africa.

Managing Director Len Kolff said 'these new target areas continue to deliver grade and scale potential through ongoing hand-auger and mapping projects'.

He also said 'Mofe Creek represents an exciting new iron ore discovery in Liberia with maiden drill intersections of 40m at 50% Fe and low contaminants from surface, which is only 20km from the coast'.

Footnote 1 refer to ASX release 18/03/2013



www.tawana.com.au



Ongoing Hand-Auger and Mapping Continue to Deliver

Ongoing hand-auger and field mapping programmes continue to deliver encouraging results at the Mofe Creek Iron Ore Project. An additional 378 hand auger holes have been completed over the project area for a total of 680 auger holes. Average hole depth is 1.4m with a maximum hole depth of 5.2m. All end of hole material within iron formation was sent to SGS Laboratories in Monrovia for XRF multi-element geochemical assay.

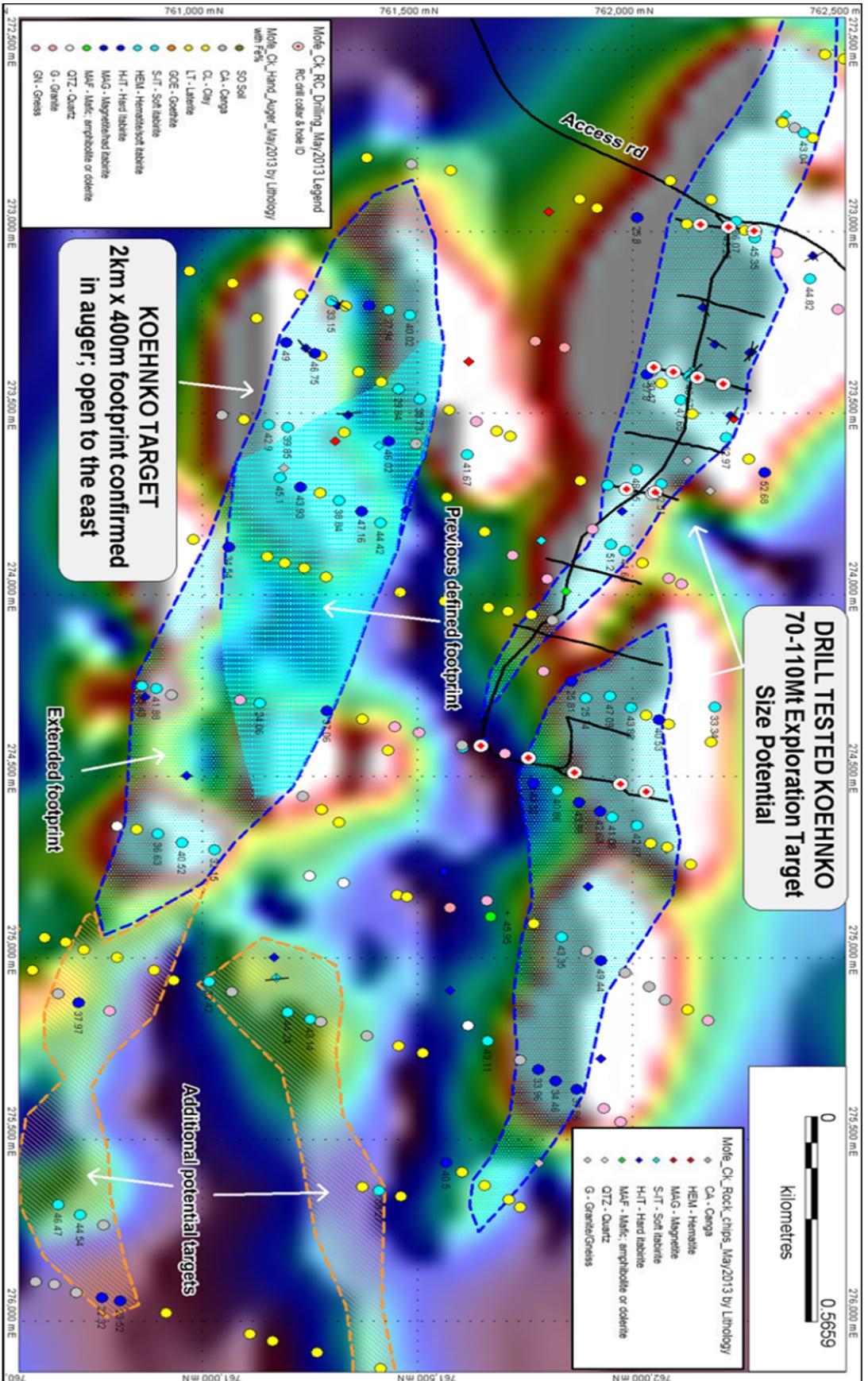


Hand auger drilling underway (left); recovered sample (right)

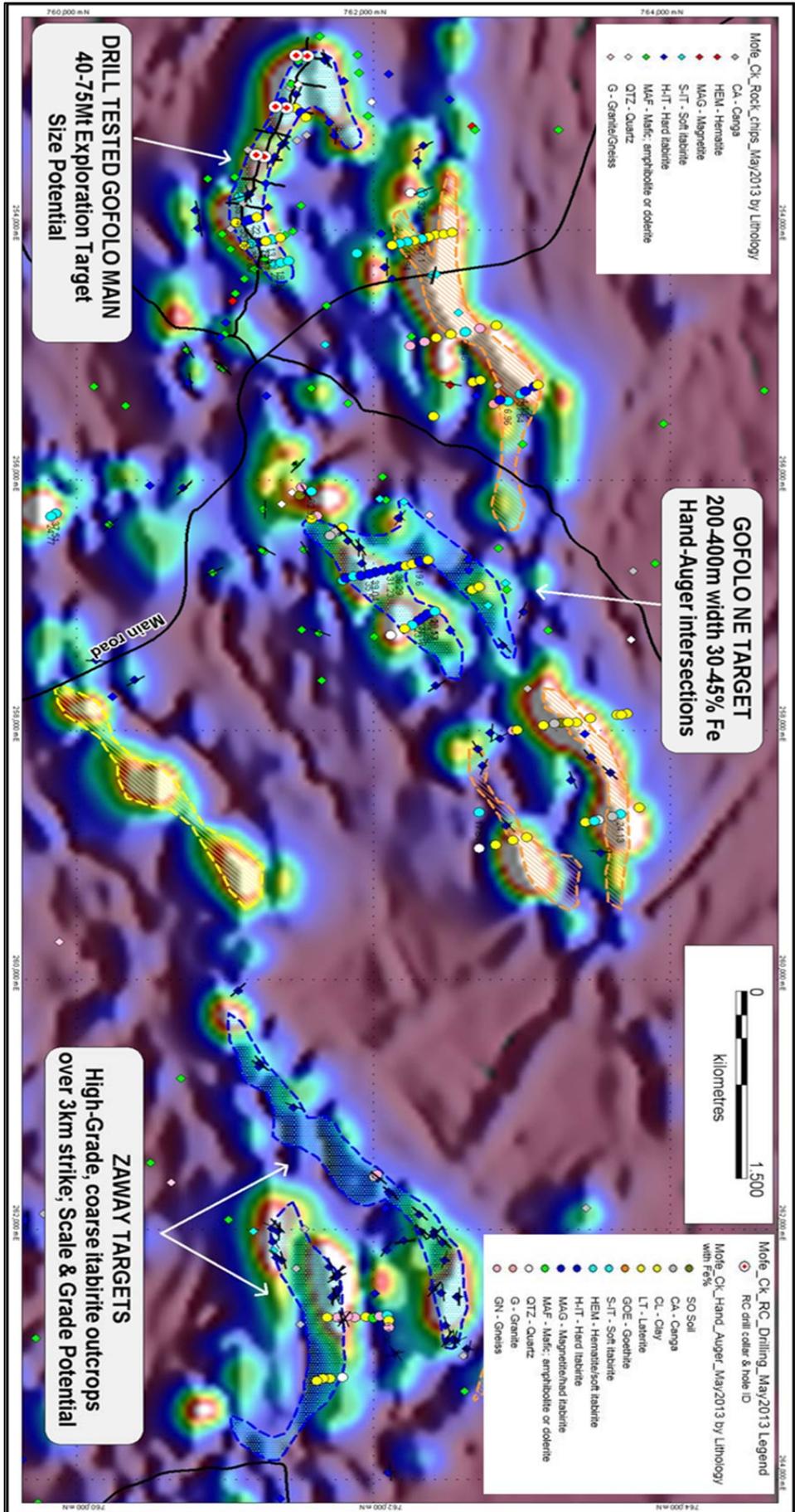
In addition to hand auger drilling, ongoing mapping and low cost geological field work utilizing our in-house local team has continued. Additional mineralization has been defined at the Koehnko South target over a 2km x 400m footprint in hand-auger drilling and similar in scale potential as the 70-110Mt exploration target size* of Koehnko, potentially expanding the Exploration target size potential. Total strike length defined at the Koehnko target (including Koehnko South) is now >8km and open to the east and contains significant reported RC intersections such as 34m @ 43% Fe including 8m @ 53.5% Fe from surface as announced on 12th March 2013.



Standing on drill pad KRC003 at Koehnko looking south towards Kohenko South target; hill in background.



Expanded and extended iron formation footprint defined at Koehnko South (underlying image - ANSIG aeromagnetics)



Gofolo-Zaway targets cluster area; blue = high-priority target areas, orange = medium priority target areas (underlying image ANSIG aeromagnetics)



Further mineralisation has been defined at the Gofolo and Zaway target cluster; both within 4km strike of Gofolo Main with a reported exploration target size potential* of 40-75Mt. Auger drilling has intersected broad 400m widths of iron formation from surface at Gofolo NE and mapping has confirmed over 3km strike length of high-grade, coarse grained itabirite very similar to that drilled at Gofolo Main (40m @ 50% Fe including 14m at 58% Fe from surface).



Coarse grained, high-grade itabirite outcrops at Zaway target

Metallurgical Test-Work Programme Underway

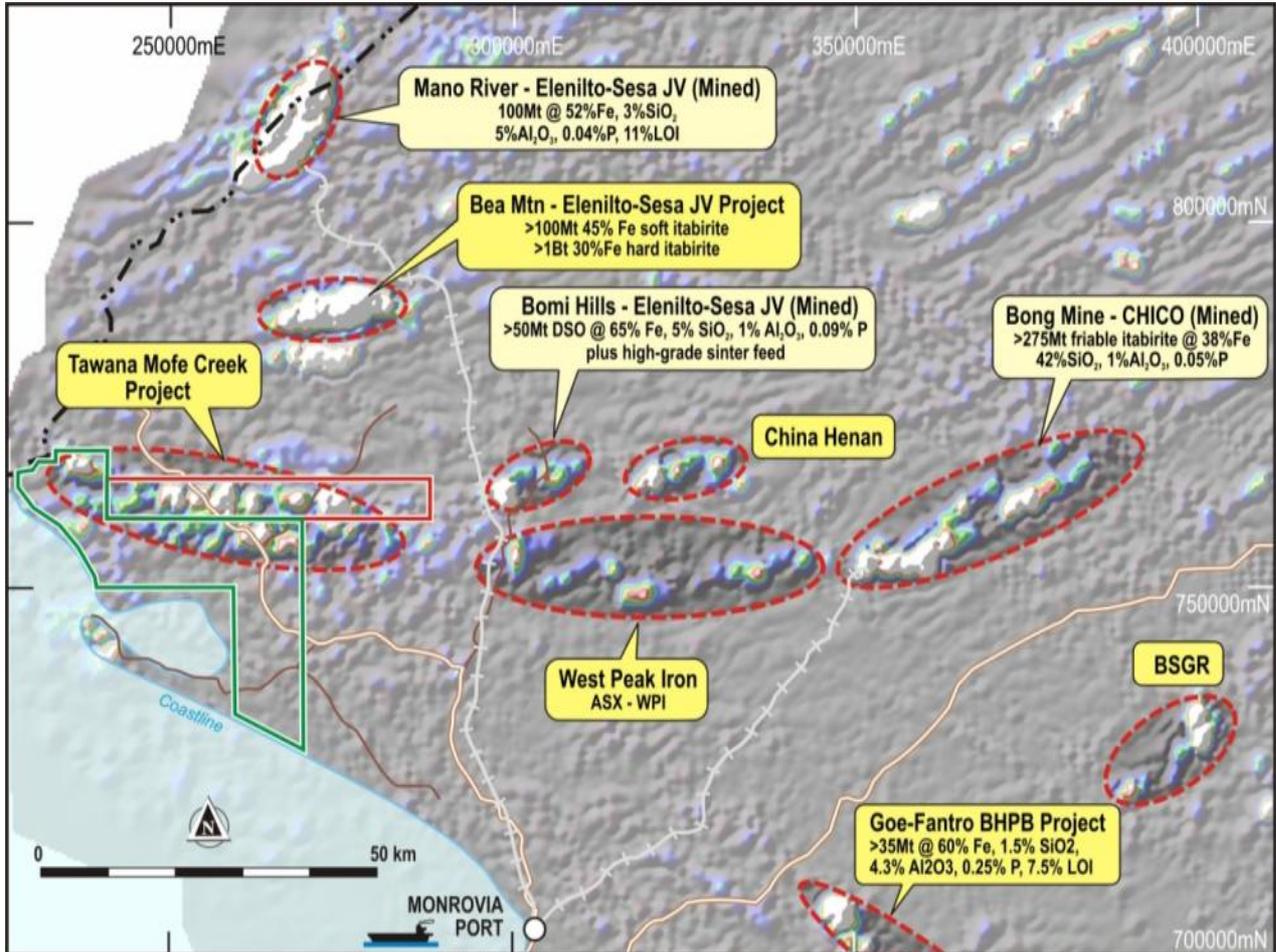
Approximately 80kg of representative RC drill cuttings have been received by ALS Iron Ore Centre for metallurgical test-work in Perth, Western Australia. A comprehensive programme designed for magnetite and hematite mineralisation has been designed including sizing, dense liquid separation, DTR and XRD/optical microscopy characterisation test-work. Results are expected within 5 weeks and should be announced shortly thereafter.

Euroz Securities Appointed as Independent Corporate Advisor

The Company recently announced it has commenced a Strategic Review to evaluate funding options for the development of the Mofe Creek Project and has appointed Euroz Securities as a corporate advisor to this process. Multiple site visits and detailed due diligence has commenced by a number of high quality and well-funded iron mining and resource investment groups. The Company will keep investors informed of any material developments during this process.



Highly Prospective District Geology

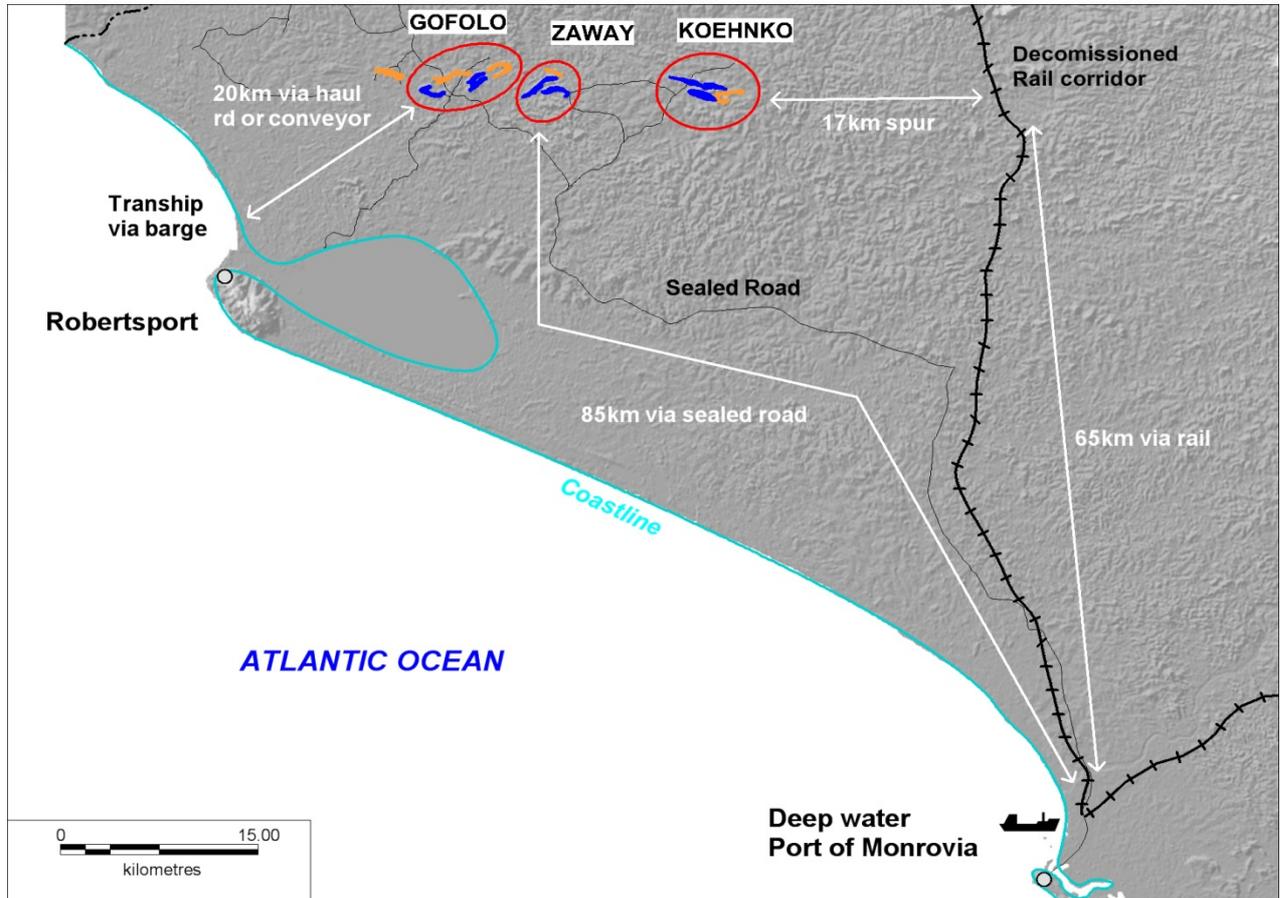


Historic 'Western Cluster' iron ore province and associated deposits and infrastructure over regional aeromagnetics image.

The Mofe Creek Project is located within one of Liberia's historic premier iron ore mining districts. The project is 10km along strike from the abandoned Bomi Hills mine (>50Mt DSO @ 65% Fe plus SF), 80km along strike from the historic Bong Mine (>275Mt @ 38% Fe), 45km from the Mano River mine (100Mt @ 52% Fe) and 20km from the Bea Mountain resource (>100Mt @ 45% Fe).

Infrastructure and Access

The Project is exceptionally well located being approximately 20km from the coast for potential haul-road trucking or conveyor of product to the coast and transhipment via barge to deeper water for on shipment. Other possible infrastructure solutions exist; road or rail to the deep water port of Monrovia via a 100km sealed road from the central licence area or a 65km decommissioned standard-gauge iron ore railway alignment[†] from the Bomi Hills mine to the port of Monrovia; 17km east from the easternmost magnetic anomaly.



Infrastructure scenarios and relative distances.

For further information please contact:

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*Note: Exploration Target Size Potential is based on geological observation and interpretation from limited drilling, mapping, rock chip sampling and aeromagnetics. The tonnage potentials defined are not JORC compliant and are speculative at this stage.

*Footnote: the railway alignment falls under the Western Cluster project currently joint ventured with Sesa Goa; India's largest producer and exporter of iron ore in the private sector.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Lennard Kolff van Oosterwijk, who is a Member of the Australian Institute of Geoscientists included in a list promulgated by the ASX from time to time. Lennard Kolff van Oosterwijk is a full-time employee of the company and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Lennard Kolff van Oosterwijk consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.