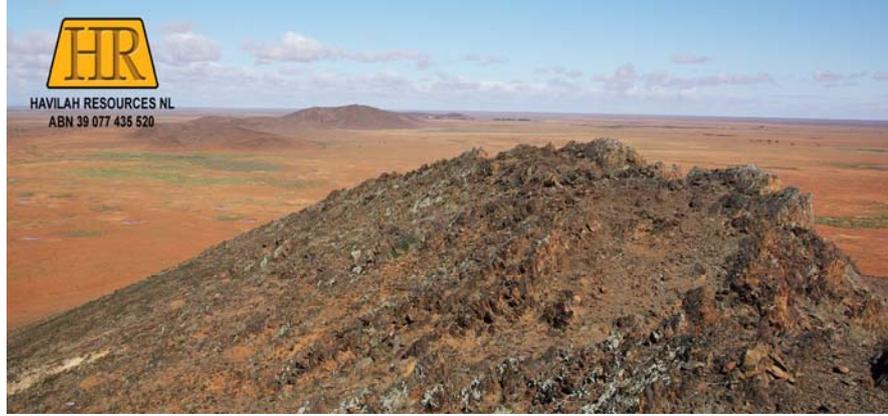


Havilah Resources NL aims to become a significant new producer of iron ore, copper, gold, cobalt, molybdenum and tin from its 100% owned JORC mineral resources in northeastern South Australia.

*156.4 million ordinary shares
36.0 million listed options
5.0 million unlisted options*



MINING SET TO COMMENCE AT NEW S.A. GOLD MINE

HIGHLIGHTS

- **Unconditional bank guarantee for \$1.954 million mining rehabilitation bond lodged with S.A. Department for State Development (DSD).**
 - **DSD notified of intention to commence mining at the Portia gold mine, near Broken Hill.**
 - **Site preparations planned over next month ahead of mining start-up in March.**
-

Havilah Resources NL (**ASX: HAV**) (“Havilah”) is pleased to report that it has lodged an unconditional bank guarantee with the South Australian Department for State Development (DSD) to cover the \$1.954 million mining rehabilitation bond, relating to the new Portia gold mine, north-west of Broken Hill.

This bank guarantee is backed via a facility provided by Broken Hill-based mining contractor, Consolidated Mining & Civil Pty Ltd (“CMC”), which fulfils one of the key conditions precedent in the Portia mining and funding agreement between CMC and Havilah.

These milestone developments have in turn allowed Havilah to provide the required statutory notification to DSD of its intention to commence mining at Portia with effect from 10 February 2015.

Meanwhile, preparatory work by both CMC and Havilah has continued to progress according to plan, with CMC having completed substantial road access upgrading work (see photos). This will be followed over the next few weeks by:

1. Establishment of a 50 person camp and workshop facilities on site.
2. Surveying the mine site and commencement of required siteworks.
3. Installation of dewatering pumps, construction of pipeline corridors and a water storage dam, and commencement of de-watering ahead of mining.
4. Re-establishment of a nearby airstrip.
5. Mobilisation of heavy earthmoving equipment to site.

Commenting on latest progress, Havilah’s Managing Director, Dr Chris Giles, said that the Company’s notification to DSD of its intention to commence mining was an important statutory requirement that was conditional upon provision of the bank guarantee to DSD.

“Since signing the mining agreement CMC and Havilah have been working tirelessly to complete all the documentation required to allow commencement of mining activities.

“At this stage CMC remains on track to commence mining and removal of overburden in mid-March, with a lot of preparatory work continuing at site by both parties in the meantime” he said.

CMC is a well-respected and experienced Broken Hill-based mining and civil contracting company with additional mining contracts currently in place with Cristal Mining and Perilya Limited.

Havilah received full operational approval from the South Australian mining regulator in October, 2014 for the Portia project. The mining plan is based on an optimised open pit design that aims to recover at least 80% of the 67,000 ounce Portia JORC Inferred Resource (comprising 720,000 tonnes @ 2.9 g/t of gravity recoverable gold; refer to ASX announcement dated 26 June 2009). Under the terms of the mining agreement CMC will be responsible for all mining and related costs and will be entitled to 50% of the revenue from the gravity recoverable gold.



Views of the access road upgrading work being carried out by CMC, including construction of detours for wide heavy equipment around the numerous narrow grids and gates.



For further information visit the Company website www.havilah-resources.com.au or contact: Dr Chris Giles, Managing Director, on: info@havilah-resources.com.au

Competent Persons Statement

The information in this announcement that relates to Exploration Targets and Exploration Results and JORC Resources is based on data compiled by geologist, Dr Chris Giles, a Competent Person who is a member of The Australian Institute of Geoscientists. Dr. Giles is a director of the Company and is employed by the Company on a consulting contract. Dr. Giles has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activities being undertaken to qualify as a Competent Person as defined in the 2012 Edition of 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr. Giles consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears. This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was last reported.