



Havilah Resources Limited plans to sequentially develop its portfolio of gold, copper, iron, cobalt, tin and other mineral resources in South Australia. Our vision is to become a new mining force, delivering value to our shareholders, partners and the community.

171 million Ordinary Shares -- 33 million Listed Options -- 8 million Unlisted Options

ASX and Media Release: 24 November 2016

ASX Code: HAV



PORTIA GOLD MINE EXTENDED

Havilah Resources Limited (“Havilah” or “Company”) is pleased to announce that it has signed a Memorandum of Understanding (“MOU”) with its mining partner Consolidated Mining and Civil Pty Ltd (“CMC”) for mining of the southern extension of the Portia gold deposit near Broken Hill under the same 50:50 revenue sharing arrangement as previously. This will expand the Portia open pit a further 120 metres to the south of its present position and will capture a significant additional volume of both high grade and medium grade gold mineralisation that has been outlined by recent drilling. This development will extend the Portia mine life by a further 12 months.

CMC has now largely completed mining according to the original open pit design that commenced in April 2015, and within its original estimated time frame. During this time approximately 320,000 tonnes of ore material has been delivered to surface in accordance with original estimates. Appreciable ore stockpiles are available that will continue to be processed until at least February 2017, based on current throughput rates.

Over recent months Havilah has been working closely with the South Australian Department of State Development (DSD) to secure approvals for the extension so that mining can continue without interruption. This has entailed submission of an extensively revised PEPR (Program for Environmental Protection and Rehabilitation) document that incorporates redesign of the overburden waste dump and tailings storage facility to accommodate the additional overburden and processed ore that will be generated by the mining expansion.

Havilah plans to maintain an active drilling program with two drilling rigs currently operating at the southern end of the open pit with the aim of further extending the Portia gold resource (see picture above).



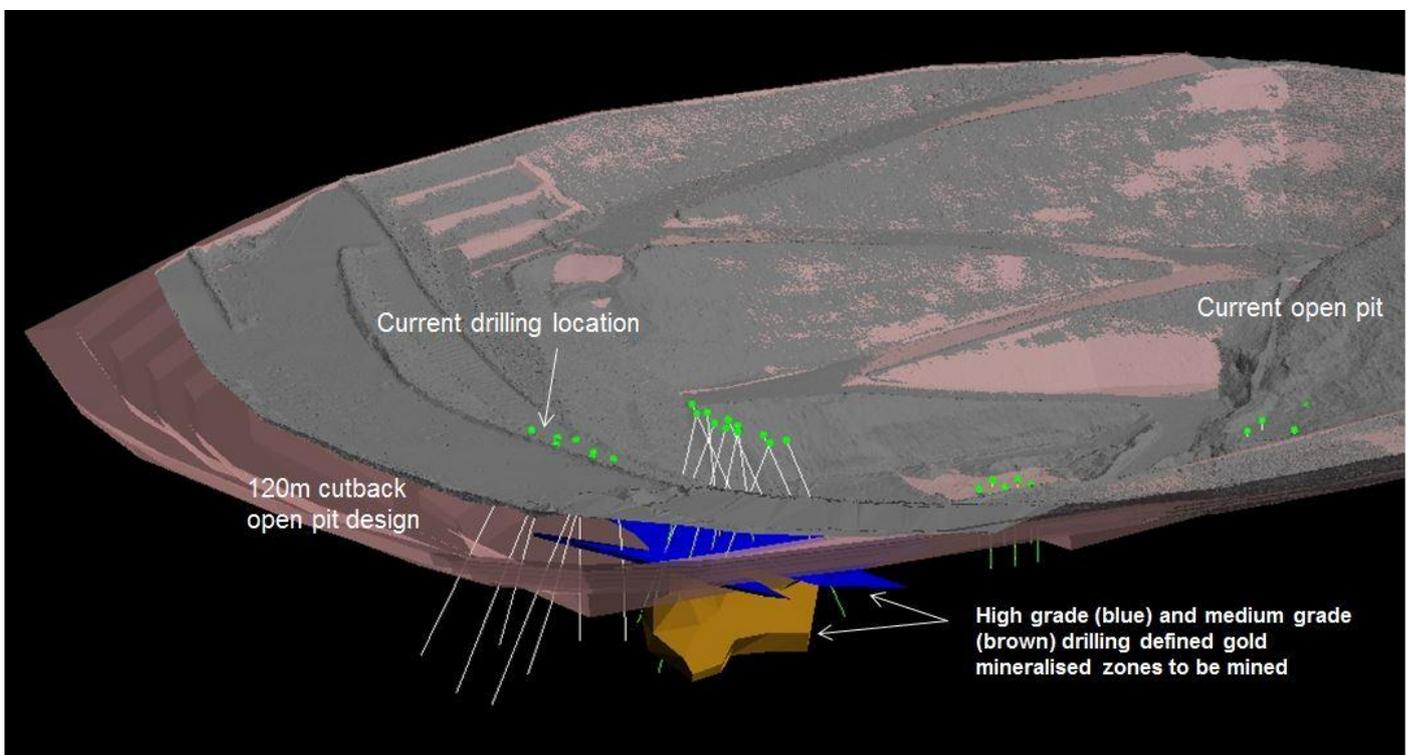
Havilah Managing Director, Dr Chris Giles, commented:

“We are very pleased to announce this extension of the Portia Gold Mine, which will result in continuing gold production for at least another twelve months.

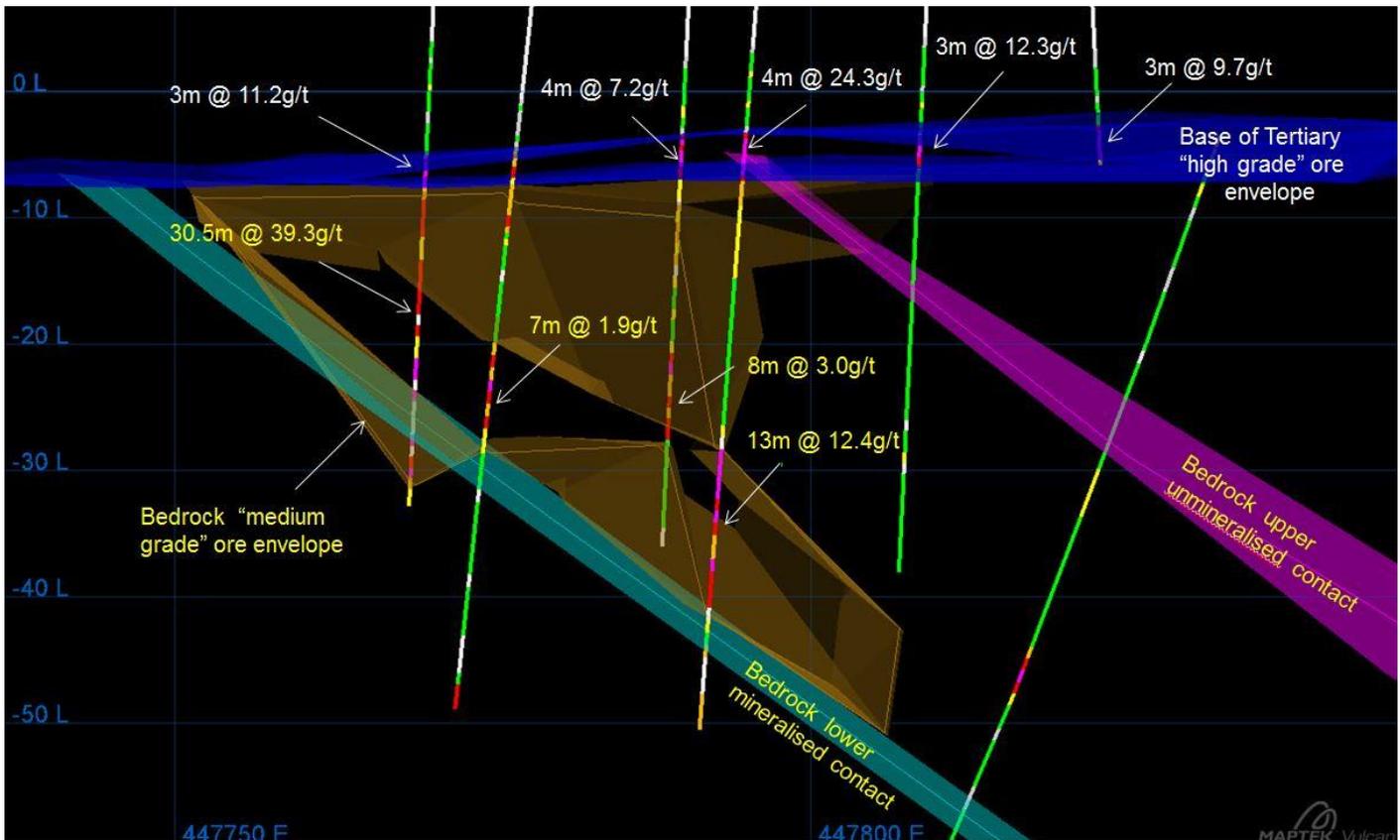
“Our joint hard-won mining experience at Portia combined with the infrastructure support now in place means that we have de-risked this second stage of the project to a large degree.

“We are hopeful that our ongoing drilling will outline additional economic gold mineralisation that will allow continued expansion of Portia going forward.

“Our recent pit floor drilling shows we are also in the fortunate position of having significant amounts of gold bearing saprolite material immediately below the current open pit floor that was not included in the original resource” he said.



Shape of the planned 120 metre cutback open pit (pink) versus the current open pit (grey) with the gold mineralised zones to be mined represented by the blue and brown envelopes. Although no JORC resources have been published for these ore envelopes, internal resource estimates are adequate for planning purposes, given the extensive mining experience and knowledge gained at Portia over the last two years.



Cross section through a portion of the Portia southern extension zone, giving an indication of the tenor of the gold mineralisation in recent drillholes. All results reported here are composites from hand washed drill chip samples. The drilling defined ore envelopes for the base of Tertiary layer gold mineralisation (blue shape) and the underlying bedrock fracture controlled gold mineralisation (brown shape) are shown.

Bedrock as used here refers to mostly weathered and oxidised free digging metamorphosed sedimentary rocks of Broken Hill age (circa 1.6 billion years old). Where completely weathered the bedrock is often referred to as "saprolite".

Cautionary Statement

This announcement contains certain statements which may constitute "forward-looking statements". Such statements are only predictions and are subject to inherent risks and uncertainties which could cause actual values, performance or achievements to differ materially from those expressed, implied or projected in any forward looking statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and investors are cautioned not to put undue reliance on forward-looking statements due to the inherent uncertainty therein.

Competent Persons Statement

The information in this announcement that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on data and information compiled by geologist, Dr Chris Giles, a Competent Person who is a member of The Australian Institute of Geoscientists. Dr. Giles is Managing 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.

For further information visit www.havilah-resources.com.au

Contact: Dr Chris Giles, Managing Director, on (08) 8338-9292 or email: info@havilah-resources.com.au