

HANNANS

14 November 2019

Ground EM Surveys at Forrestania

- ∅ **Hannans 100% owned Forrestania Nickel Project (FNP) is located along strike from two world class operating nickel mines**
- ∅ **FNP has potential to host a nickel deposit similar in size and grade to the Spotted Quoll nickel mine**
- ∅ **Ground electromagnetic (EM) surveys to commence this week and continue throughout November 2019**
- ∅ **Reverse circulation (RC) drill testing of discrete nickel targets scheduled to commence in December 2019 – Department of Mines, Industry Regulation and Safety (DMIRS) approvals received**

Hannans Ltd (ASX:HNR) advises shareholders that ground EM surveys will commence this week at the Company's 100% owned Forrestania Nickel Project ("FNP"), located approximately 120km south of Southern Cross and 80km east of Hyden, in the Goldfields region of Western Australia¹. The Forrestania Nickel Project is located along strike from two world class operating nickel mines.

Hannans believes the nickel commodity market is moving into a high price environment² and that the Company has the ground, technical team and shareholder support to make the first major nickel sulphide discovery at Forrestania in the last 13 years.

Consulting firm Newexco Exploration³ are responsible for planning and executing exploration at the FNP, which is to be conducted in phases during the next twelve months. Importantly geoscientists at Newexco played major roles in the discovery of the Flying Fox (T0-T7) and Spotted Quoll nickel sulphide mines and therefore understand what's required to make a nickel discovery at Forrestania.

Twelve separate areas proximal to the Western Ultramafic Belt (WUB) and the Mid-Western Ultramafic Belt (MWUB) have been selected for the first round of EM surveys in November 2019⁴. The surveys have been designed to:

1. Refine existing EM anomalies identified in historical geophysical surveys;
2. Extend historical geophysical surveys to ensure geophysical coverage of historic EM and geochemical anomalies; and
3. Provide EM coverage over geochemical anomalies that have not previously been covered with geophysical surveys

prior to drill testing targets in December 2019.

The final number of surveys completed during the month will be dependent on access, weather conditions and external factors. Interpretation of the surveys will be ongoing throughout the program and final interpretations anticipated to be completed within 7-10 days of the program ending.

¹ Refer Figure 1 on Page 2

² Refer 5 Year Nickel Spot Chart and 5 Year LME Nickel Warehouse Stocks Level Chart on Page 4

³ www.newexco.com.au

⁴ Refer Figure 2 on Page 3

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Figure 1: Regional location map showing major nickel mines and nickel deposits. Hannans Forrestania Nickel Project shaded in red.

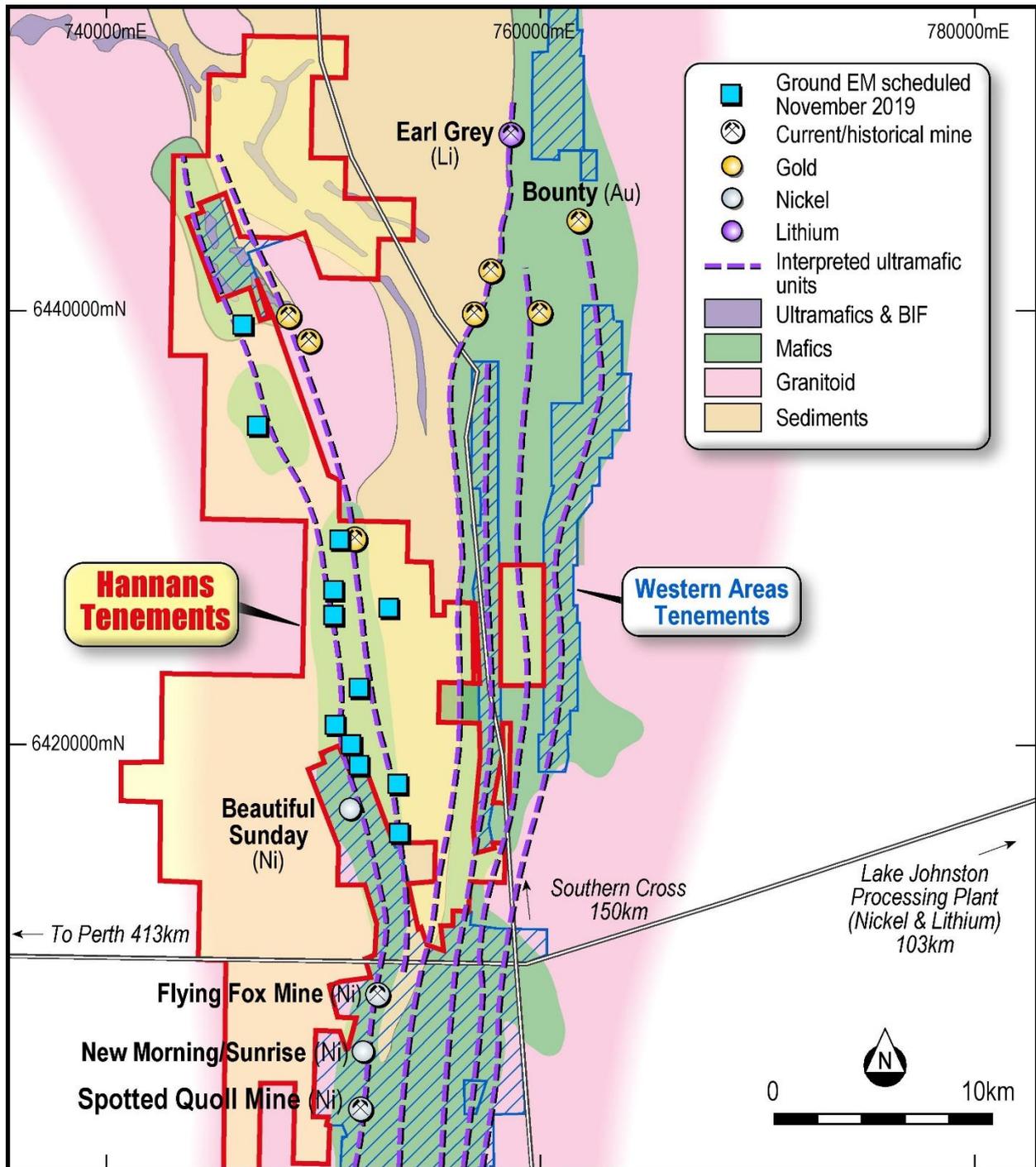


Figure 2: Tenement map showing Hannans' Forrestania Nickel Project. Hannans tenements outlined in red. The areas to be covered by EM are highlighted by the blue squares. From west to east the broken lines represent the Western, Mid-Western, Takashi, Central, Mid-Eastern and Eastern Ultramafic Belts. The world class Flying Fox nickel sulphide mine owned by Western Areas Ltd is in the foreground. Image looking North. Distance from Flying Fox to Earl Grey is ~38kms.



Chart 1: The Nickel price has increased by more than 60% since December 2018.
 Source: www.kitco.com

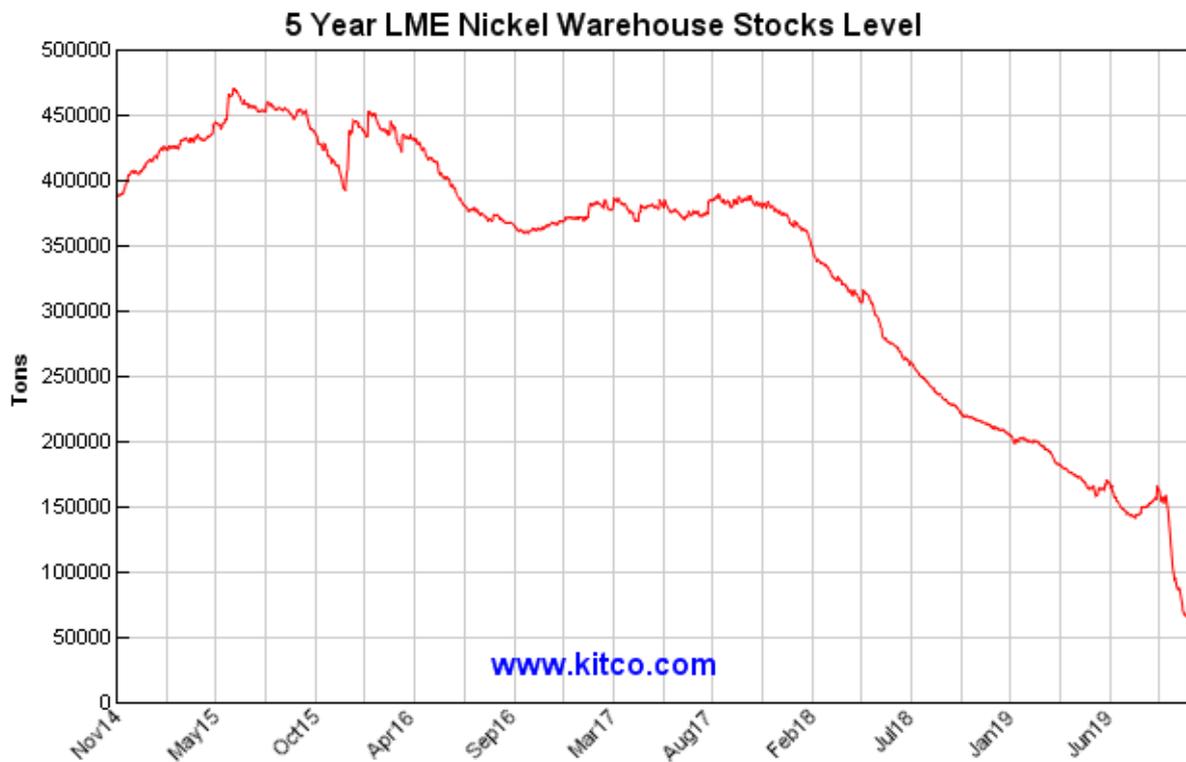


Chart 2: Nickel warehouse stock levels have fallen to their lowest levels in more than 5 years.
 Source: www.kitco.com

Competent Person

The information in this document that relates to exploration results at Forrestania is based on information compiled by Adrian Black, a Competent Person who is a Member of the AIG (1364). Adrian Black is a consultant to Hannans Ltd and its subsidiary companies. Adrian Black 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 in the 2012 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code).