ASX MEDIA RELEASE

Havilah Resources
A New Mining Force in South Australia

19 April 2018

Kalkaroo Project PFS Update

HIGHLIGHTS

- **Wanbao exclusivity period extended to 30 June 2018.**
- **Havilah to take responsibility for additional PFS work.**
- **Work to date identified several recommendations for further work that has the potential to add value to the project.**

Havilah Resources Limited (**Havilah**) reports that the exclusivity period granted to Wanbao Mining Limited (**Wanbao**) related to the Kalkaroo copper-gold-cobalt project, which expired on 31 March 2018, has been extended to 30 June 2018.

The extension allows for the evaluation process that Havilah commenced with Wanbao in early 2016 to be brought to an orderly conclusion. In return for the grant of an extension, Wanbao is required during the extension period, to make a decision as to whether or not to participate in the Kalkaroo project and to submit an investment proposal to Havilah. If such a proposal is accepted by Havilah it will form the basis of a term sheet to be agreed and executed by both parties prior to 30 June 2018.

Havilah will evaluate any investment proposal from Wanbao on its merits taking into account the state of the market and the relevant commodity price cycles. Other development alternatives and opportunities for the Kalkaroo project will be considered by Havilah after the exclusivity period expires on 30 June 2018.

Wanbao and Havilah have also agreed that Havilah will take responsibility for additional recommended prefeasibility study (**PFS**) work from this point forward. This work can potentially enhance the value of the Kalkaroo project. Further updates on the scope and timeline for this work will be provided once finalized.

Havilah is also in the process of preparing an ore reserve statement for Kalkaroo for release to the market.

Commenting on the extension of the exclusivity period for Wanbao, CEO, Mr Walter Richards said: "We are very grateful for Wanbao's support and commitment to the Kalkaroo copper-gold-cobalt project to date.
"Wanbao has demonstrated its ability and capability as a potential investor in this major project and we are looking forward to receiving its decision and potential investment proposal in the near future.
"At the same time, I am excited about the opportunity for the Havilah team to take control of the PFS and direct the additional work to be performed to ensure the PFS reflects a fair and realistic value for the Kalkaroo project.
"Significant potential additional value has been identified through the PFS work that has been done to date, and that needs to be incorporated into the PFS", he said.

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