

ASX Release

7 July 2011

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Issued Capital:

186.75 million shares

ASX Symbol: HAR

Exploration Update

- **Final approvals obtained at the flagship Selenge iron ore project and drilling contracts signed.**
 - **Four priority targets identified.**
 - **Drilling to commence within three weeks.**
- **Initial scout drilling completed at Tumurtei Khudag and Sumber projects.**
 - **Iron mineralisation discovered in magnetite skarn at Tumurtei Khudag.**
- **Magnetic survey completed over entire Shavdal project licence area.**

Selenge Project – Drill Program Approved

Haranga Resources Limited (“**Haranga**”) has received final exploration and environmental approvals from the local government in Selenge province in advance of its maiden drill program at the flagship Selenge project. Drilling contracts have been signed.

Recently completed geological mapping and reconnaissance over the Selenge Project has confirmed the presence of skarn related iron mineralisation occurring over significant widths in outcrop, subcrop and trenching at four primary exploration targets.

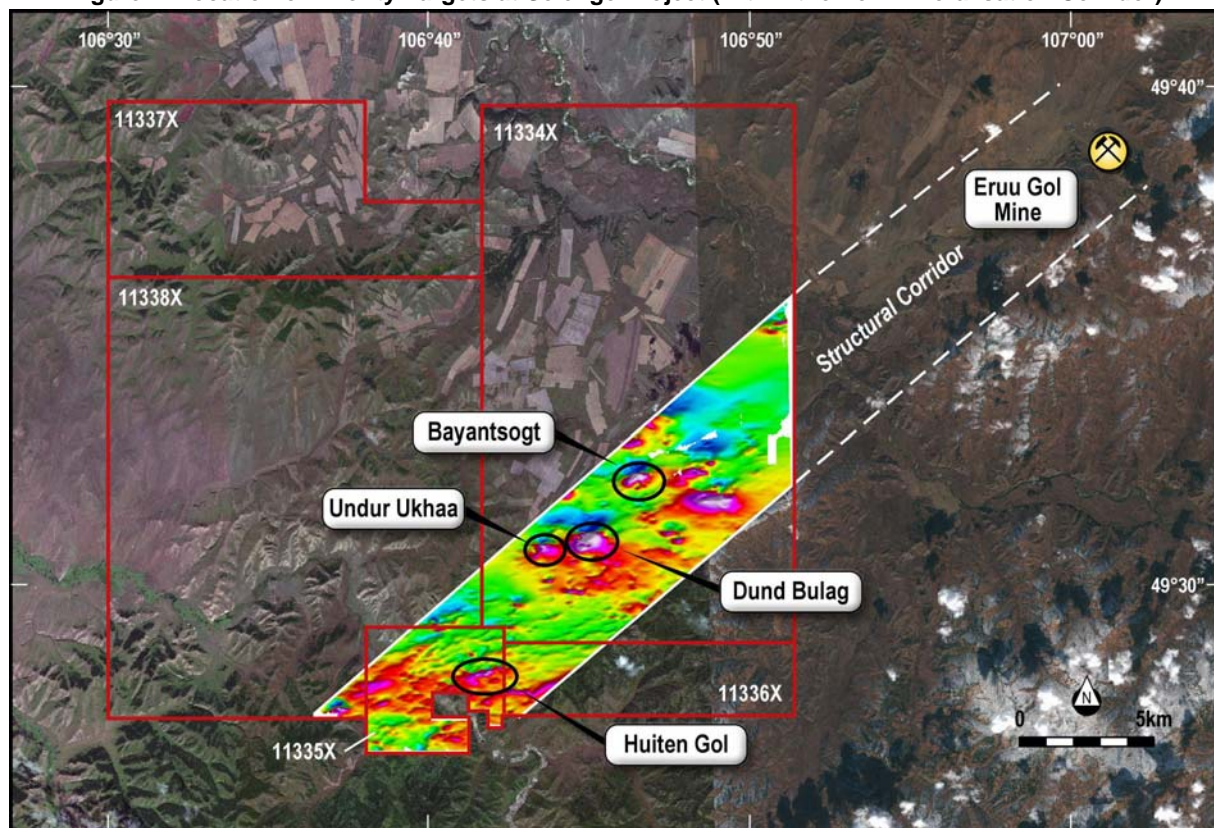


The initial drill program will focus on the Bayantsogt prospect where two separate lodes of iron mineralisation of up to 25m in width were exposed during earlier trenching and drilling. Previous exploration conducted at Bayantsogt (*refer to the Haranga Prospectus*) supports that the mineralisation continues to a depth of 110m and has returned average grades of between 30% to 39% Fe.

The drill program at Selenge will employ a combination of diamond and reverse circulation (RC) drilling. Preparation of drill pads has begun at Bayantsogt and the initial program of diamond drilling is expected to commence in late July.

After Bayantsogt it is planned to expand the drilling to the Huiten Gol prospect, where previous drilling and trenching has also intersected significant iron mineralisation, the Undur Ukhaa prospect and the large Dund Bulag prospect. All of the targets lie within a well defined structural corridor in Selenge province that contains three of the largest known iron ore deposits in Mongolia, including the 304Mt deposit currently being mined at nearby Eruu Gol (see Figure 1). Drilling will commence with one diamond rig, shortly followed by a second diamond rig, with RC drilling to commence later in the season.

Figure 1: Location of Priority Targets at Selenge Project (within the Iron Mineralisation Corridor)



Selenge Project - Bayantsogt Prospect



Previous trenching at Bayantsogt exposed at least two lodges of skarn mineralisation and returned highly encouraging grades and thicknesses including **25 metres at 35.5% Fe** (Trench 8).



Drilling completed to date has been minimal and has focused on one section line across the trenched occurrences. Drilled intersections included **25 metres at 31.6% Fe** (DH-4) and **28 metres at 30.5% Fe** (DH-5). Mineralisation remains open in all directions and at depth.

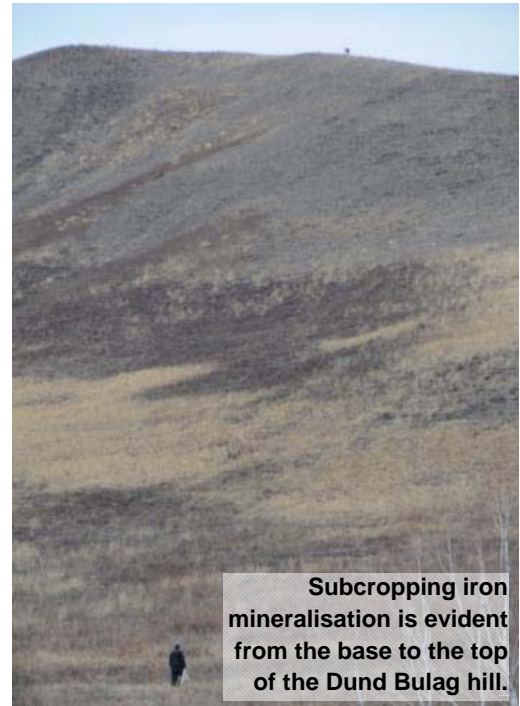
Selenge Project - Dund Bulag Prospect

Dund Bulag lies 2.5km southwest of Bayantsogt. Recent reconnaissance has identified extensive skarn alteration and iron mineralisation over a significant portion of the hill that dominates the spatial extent of an extensive magnetic anomaly that comprises the Dund Bulag Prospect.

The recently completed magnetic survey at Selenge defined the high order extensive magnetic anomaly at Bund Dulag which covers an area approximately 1.2km by 600m.

Skarn related iron mineralisation has been observed in subcrop and outcrop over a complete traverse of the hill from the bottom to the top.

Drilling and trenching is planned to ascertain the extent, widths and grades of the iron mineralisation observed at Dund Bulag.



Selenge Project - Undur Ukhaa Prospect

The Undur Ukhaa prospect is located just 1km west of Dund Bulag and may be a related anomaly. It appears to be a smaller analogue of Dund Bulag with skarn related iron mineralisation again observed in subcrop and outcrop over the hill that is spatially associated with the magnetic anomaly.

Drilling is planned to test the extent, widths and grades at Undur Ukhaa itself and, depending on results at both Dund Bulag and Undur Ukhaa, to test whether iron mineralisation extends underground between the two anomalies.

Selenge Project - Huiten Gol Prospect

The Huiten Gol prospect is located a further 6km southwest of Dund Bulag and Undur Ukhaa and is also associated with a magnetic geophysical anomaly. Outcropping iron mineralisation (8 to 12 metres in width) is located near the top of the hill that is coincident with the anomaly, and previous drilling and trenching in the area has returned encouraging results, including:

- 14 metres at 40.6% Fe from 25 metres from Drill Hole 1 (DH-1)
- 13 metres at 39.4% Fe (Trench 1)

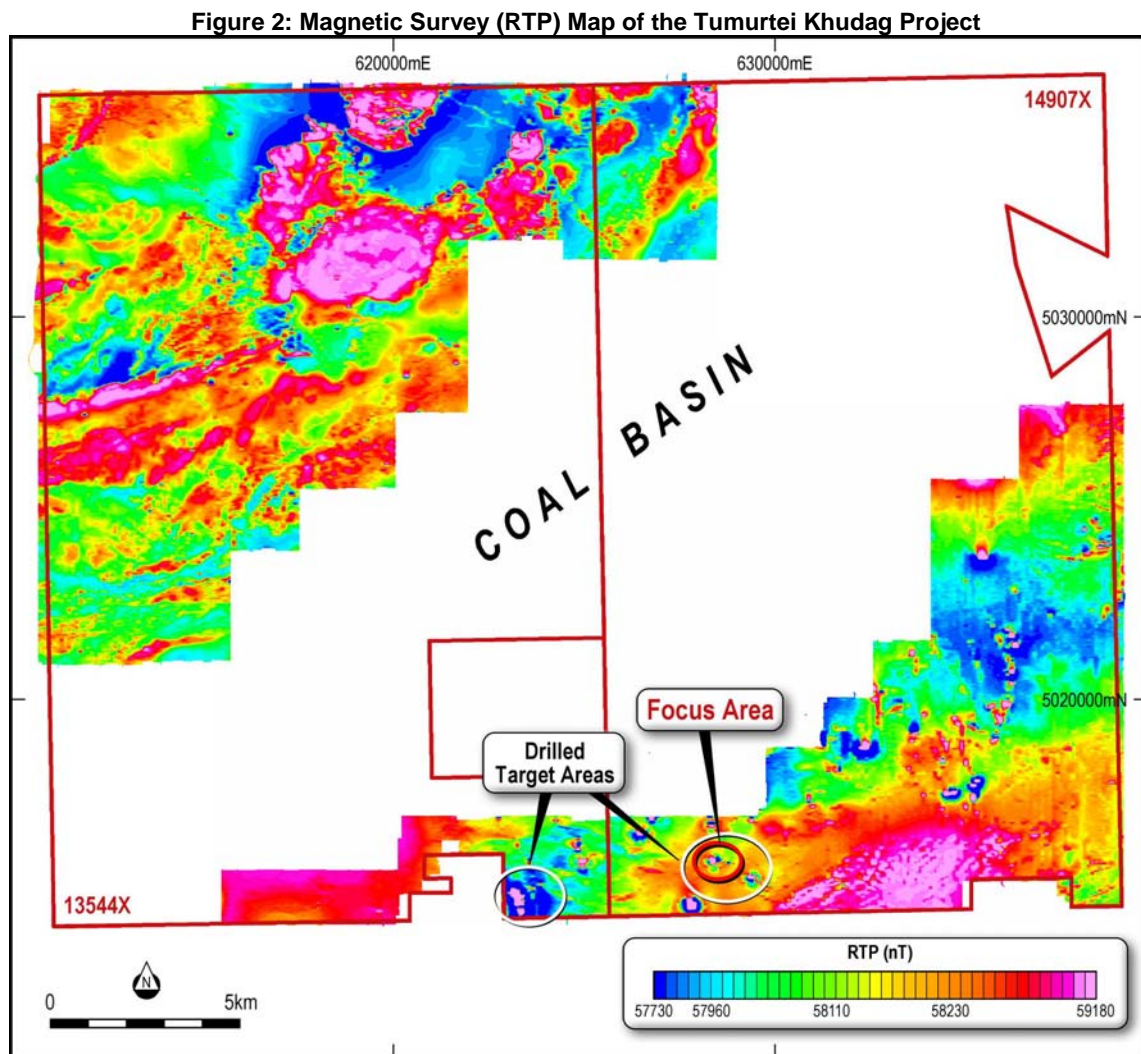
Further drilling has been planned by Haranga to test the extent of mineralisation and to confirm the drilled intersection.

The geological mapping and reconnaissance combined with the recently completed magnetic survey support the Company's view that the Selenge project area has the potential to host significant iron mineralisation, with the project remaining a high priority for the Company due to:

- a) The significant size of the magnetic anomalies;
- b) The previous trenching and drill results showing iron ore of economic grade within the project area;
- c) The large iron ore developments in a similar geological setting within the area; and
- d) The excellent location of this project in terms of access to rail infrastructure.

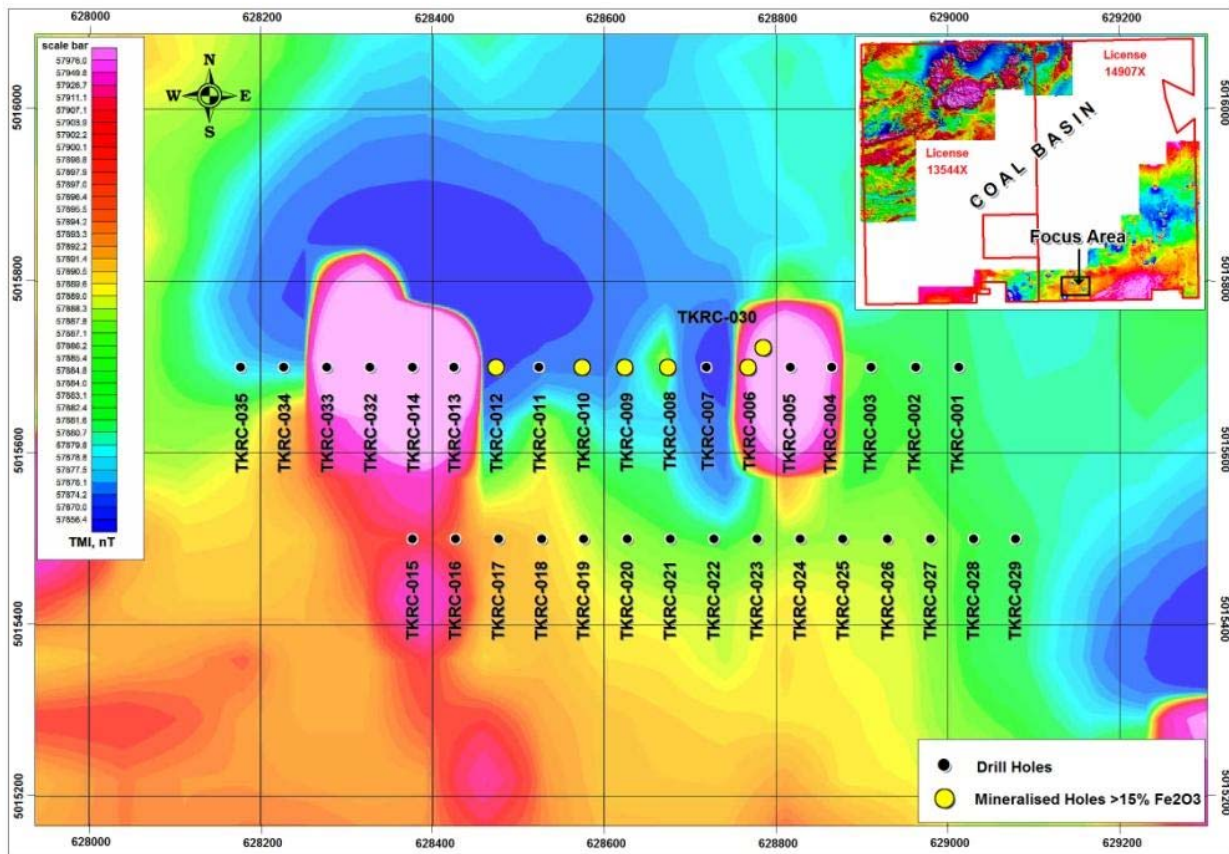
Tumurtei Khudag Project – Scout Drill Results

A first pass RC drilling program has been completed at the Company's Tumurtei Khudag iron ore project in the middle Gobi region of Mongolia. The 47 hole program comprised 3,790m of drilling that targeted three areas of magnetic anomalism near the southern boundary of licence 14907X as shown the magnetic survey image in Figure 2 (from a recently completed magnetic survey of the entire project area).



The main area of focus for the drilling program was a region of magnetic anomalism coincident with previously identified high grade iron outcrops at surface. Two drill fences, comprising 34 holes, were drilled in this Focus Area, to a depth of 80m. A plan map of the drilling in the Focus Area is shown in Figure 3.

Figure 3: Plan Map of Tumurtei Khudag Scout Drilling Focus Area



Six drill holes completed within the Focus Area intersected significant iron mineralisation, defined as an intersection of at least two metres in width analysing over 15% Fe_2O_3 . These intersections are reported in Table 1.

A further 13 drill holes were completed to test nearby identified magnetic anomalies. These holes did not intersect any significant iron mineralisation.

This first pass drilling program has confirmed the existence of iron mineralisation underneath weathered outcrops of skarn related magnetite occurrences. Haranga is encouraged by this positive result from the scout program. Further drilling is warranted to test the extent of iron mineralisation within the Focus Area along strike and at depth. The confirmation of skarn related iron mineralisation gives further confidence to test the larger and more intense anomalies that have recently been identified from the full magnetic survey of this large project area (shown in Figure 2).

Table 1: Mineralised Intersections at Tumurtei Khudag
(Cutoff = 15% Fe₂O₃, maximum allowable internal waste of 2m)

Hole	mE (UTM)	mN (UTM)	Dip	Az	Depth (m)	From (m)	To (m)	Interval (m)	Fe ₂ O ₃ (%)
TKRC-006	628768	5015700	-60	90	80	0	4	4	17.9
TKRC-008	628675	5015700	-60	90	80	16	18	2	15.0
TKRC-009 and and	628625	5015700	-60	90	80	0	4	4	16.0
						10	12	2	17.6
						22	30	8	18.1
TKRC-010	628575	5015700	-60	90	80	28	32	4	30.5
TKRC-012 and	628475	5015700	-60	90	80	26	28	2	16.2
						32	42	10	16.5
TKRC-030 and	628786	5015723	-60	210	80	6	8	2	16.5
						14	18	4	23.7

Sumber Project – Scout Drilling Completed

A first pass RC drill program was completed at the Company's Sumber iron ore project in the south Gobi region of Mongolia.



The drill program tested three separate magnetic anomalies for their iron ore potential and two areas considered prospective for manganese on the Sumber project licence.

The laboratory analysis results revealed that no significant iron mineralisation was intersected during the drilling conducted thus far at Sumber. The analysis results for the holes drilled to test the manganese occurrences have yet to be received by the Company.

Shavdal Project – Full Magnetic Survey Completed

As indicated in the Haranga Resources March Quarterly Report, a full magnetic survey of the Shavdal iron ore project licence area has now been completed. This survey was conducted to assess the potential for extensions to the mineralised zones intersected in the Company's first pass drill program in February 2011 and to explore for other magnetite skarns on the licence area.

The Company currently awaits the fully processed results of this survey.

Dr Robert Wrixon
Managing Director
Haranga Resources Limited

The information in this report that relates to Exploration Results is based on information compiled by Mr Kell Nielsen, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Nielsen 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'. Mr Nielsen is an Executive Director of Haranga Resources Limited and consents to the inclusion in this report of the matters based on his information, and information presented to him, in the form and context in which it appears.

Project Locations:

Haranga Resources currently manages and holds majority ownership in five Mongolian iron ore projects as shown in the map below.

