

19 December 2014

Dear Optionholder

HARANGA RESOURCES LIMITED - PRO-RATA NON-RENOUNCEABLE ENTITLEMENT ISSUE

As announced on 8 December 2014 Haranga Resources Limited (ACN 141 128 841) (**Company** or **Haranga**) is undertaking a 1 for 3.26 pro rata non-renounceable entitlement issue (**Entitlement Issue** or **Offer**) of approximately 80,245,399 fully paid ordinary shares (**New Share**) to raise approximately \$1,444,417. The price of New Shares under the Offer is \$0.018 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 17 December 2014.

The Offer is fully underwritten by Golden Rain Holdings Limited (**Underwriter**). The Company must pay the Underwriter an underwriting fee of 5% of the total amount raised pursuant to the Offer. The Company must also reimburse the Underwriter for costs incidental to the Offer up to a maximum of \$25,000.

The funds raised from the Offer are planned to be used in accordance with the table set out below:

Item	Proceeds of the Offer	(\$)	%
1.	Hydro-geology costs relating to the Selenge Project	170,000	11.77
2.	Mining licence fees	185,000	12.81
3.	Other development costs of the Selenge Project	180,000	12.46
4.	Management and consultant costs	250,000	17.31
5.	Administrative and office costs	250,000	17.31
6.	Expenses of the Offer ¹	97,496	6.75
7.	Working capital ²	311,921	31.63
	Total	1,444,417	100%

Notes:

1. This figure is exclusive of GST.
2. Any reimbursement of the Underwriter's costs in connection with the Offer (together with any GST payable to the Underwriter or any other parties in connection with the Offer) will be paid

out of the working capital proceeds.

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5.00pm (WST) on 24 December 2014, whose registered address is in Australia, New Zealand, Mongolia or Hong Kong.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer, the Company will have issued approximately 80,245,399 New Shares resulting in total Shares on issue of approximately 341,845,401.

Optionholders

The terms and conditions of the options you currently hold do not entitle you to participate in the Entitlement Issue unless you exercise your options in time for new shares to be allotted and to be entered on the Company's register of members on or before 5.00pm (WST) on 24 December 2014 (**Record Date**).

To exercise your options and thereby participate in the Entitlement Issue, you will need to deliver the following to the Company at: Level 1, 330 Churchill Avenue, SUBIACO WA 6008.

- (a) A notice of exercise of options (attached to this letter);
- (b) An option certificate (where the options are certificated) or a copy of a holding statement (where the options are uncertificated) in respect of those options to be exercised; and
- (c) Payment for the exercise price in respect of those options to be exercised by way of a cheque made payable to "Haranga Resources Limited".

To ensure that your new shares are allotted prior to the Record Date, the above must be received by Haranga Resources Limited **no later than 4:00PM (WST)**. If received after this date, allotment of new shares prior to the Record Date cannot be assured.

Before deciding whether to exercise any or all of your options, you should read the Prospectus in its entirety.

This notice is important and requires immediate attention. If you have any queries concerning the Entitlement Issue, please contact your financial adviser or Jack James, Haranga's Company Secretary on +61 8 9200 7745.

Yours sincerely

Mr Marshall Cooper
Chairman