

27 August 2019

Dear Shareholder,

PARTICIPATION IN PRO-RATA NON-RENOUNCEABLE ENTITLEMENT ISSUE

As announced to ASX on 23 August 2019, Haranga Resources Limited ('**Haranga**' or '**the Company**') is undertaking a pro-rata non-renounceable entitlement issue of approximately 14,239,897 fully paid ordinary shares in the capital of Haranga ('**Shares**') to raise approximately \$427,196 ('**Entitlement Issue**'). The price of Shares under the Entitlement Issue is \$0.03 each ('**Issue Price**').

The Shares will be offered on the basis of two (2) new Shares for every three (3) Shares held as at 5pm (EST) on 29 August 2019 ('**Record Date**') and allotted under the Entitlement Issue ('**Offer**'). The Shares offered under the Entitlement Issue will rank equally with the Shares already on issue.

The Offer is being made to all shareholders of the Company ('**Shareholders**') named on its register of members at the Record Date, whose registered address is in Australia and New Zealand.

The Company lodged a prospectus in relation to the Entitlement Issue ('**Prospectus**') with the Australian Securities & Investments Commission and the ASX on 23 August 2019. A copy of the Prospectus will be despatched to Shareholders on 3 September 2019 and will outline the Entitlement Issue in detail.

Key Dates

The proposed timetable for the Entitlement Issue is as follows:

Lodgement of Prospectus with the ASIC	23 August 2019
Lodgement of Prospectus & Appendix 3B with ASX	23 August 2019
Notice sent to Shareholders	27 August 2019
Ex date	28 August 2019
Record Date for determining Entitlements	29 August 2019
Prospectus sent out to Shareholders & Company announces this has been completed	3 September 2019
Closing Date*	12 September 2019
ASX notified of under subscriptions	17 September 2019
Issue date/Shares entered into Shareholders' security holdings	19 September 2019

**The Directors may extend the Closing Date by giving at least 3 Business Days notice to ASX prior to the Closing Date. As such the date the Shares are expected to be issued may vary.*

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.	Expenses of the Offer	\$50,000	13
2.	Corporate, administration and operation costs	\$150,000	35
3.	Identification of new projects and associated due diligence	\$150,000	35
4.	General working capital	\$77,196	17
	Total	\$427,196	100

The above table is a statement of current intentions as of the date of the Prospectus. As with any budget, intervening events

and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way funds are applied on this basis.

The effect of the Offer on the capital structure of the Company, assuming the Offer is fully subscribed is set out below:

	Number
Shares currently on issue	21,359,846
Shares offered pursuant to the Offer	14, 239,897
Total Shares on issue after completion of the Offer	35,599,743

In calculating entitlements under the Entitlement Issue, fractions will be rounded up to the nearest whole number.

Applicants

The Entitlement Issue is made to Shareholders with registered addresses in Australia and New Zealand only.

Your acceptance of the Offer must be made on the Entitlement and Acceptance Form accompanying this Prospectus. Your acceptance must not exceed your Entitlement as shown on that form. If it does, your acceptance will be deemed to be for the maximum Entitlement.

You may participate in the Offer by:

- (a) taking up all of your entitlement;
- (b) taking up all of your entitlement and applying for additional Shares under the Shortfall Offer;
- (c) taking up a proportion of your entitlement and allowing the balance to lapse; or
- (d) allowing all or part of your entitlement to lapse.

If you wish to accept all or part of your Entitlement:

- (a) complete the Entitlement and Acceptance Form and attach your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for all or part of the amount indicated on the Entitlement and Acceptance Form; or
- (b) pay the appropriate application monies for all or part of your Entitlement through the BPay® facility described in the Prospectus and the Entitlement and Acceptance Form. If you make your payment by BPay®, you do not need to return the Entitlement and Acceptance Form.

Any entitlement not taken up pursuant to the Offer will form the Shortfall Offer. The Shortfall Offer is a separate offer made pursuant to the Prospectus. The issue price of any Shares offered pursuant to the Shortfall Offer will be \$0.03 each.

Eligible Shareholders who wish to subscribe for Shares above their entitlement are invited to apply for additional Shares under the Shortfall Offer by completing the appropriate section on their Entitlement and Acceptance Form or by making payment for such Shares using the Bpay® facility described in the Prospectus.

Shortfall Shares will only be issued if the Offer is undersubscribed, to the extent necessary to make up any shortfall in subscriptions and will be at the discretion of the Board in conjunction with the Underwriter.

Ineligible Shareholders

The Offer is being made to all Shareholders named on its register of members at the Record Date, whose registered address is in Australia and New Zealand. Overseas Shareholders should contact the Company with any queries.

Full details of the Entitlement Issue will be contained in the Prospectus that will be mailed to all Shareholders who are registered on the Record Date. Shareholders eligible to participate should read the Prospectus carefully.

Should you have any queries in relation to the Entitlement Issue, please do not hesitate to contact the Company on (+61 1300 660 448).

Yours sincerely

Nerida Schmidt
Company Secretary
HARANGA RESOURCES LIMITED