

19 December 2014

Dear Shareholder

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.

A copy of the Prospectus is available on ASX's and Haranga's website. Eligible Shareholders will be mailed a Prospectus together with an Entitlement and Acceptance Form no later than 31 December 2014. Your entitlement will be set out on the personalised Entitlement and Acceptance Form accompanying the Prospectus.

For the purposes of calculating each Eligible Shareholders' entitlement, fractions of entitlements have been rounded up to the nearest whole number of New Shares.

Actions required of Eligible Shareholders

There are a number of actions Eligible Shareholders may take:

- You may wish to accept all of your rights to subscribe for New Shares pursuant to the Prospectus (**Entitlement**). To take up all or some of your Entitlements you will need to ensure your application money for the Entitlements you wish to take up is received by Automatic Registry Services (**Share Registry**) by no later than 5.00pm (WST) on 12 January 2015, by completing and returning your Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the amount indicated on the Entitlement and Acceptance Form or making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form.
- You may also wish to accept your full Entitlement as well as additional shares which make up the shortfall to the Offer (**Shortfall Shares**) in which case you should complete the Entitlement and Acceptance Form for your full Entitlement in accordance with the paragraph above and also complete the Shortfall Application Form and attach your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the amount indicated on the Entitlement and Acceptance Form plus any additional amount payable in respect of Shortfall Shares applied for (at \$0.018 per New Share);
- You may wish to accept part of your Entitlement. To take up part of your Entitlement you will need to ensure your application money for the Entitlements you wish to take up is received by the Share Registry by no later than 5.00pm (WST) on 12 January 2015, by completing and returning your Entitlement and Acceptance Form by filling in the number of New Shares you wish to accept in the space provided on the Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the appropriate application monies or making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form (at \$0.018 per New Share).
- You may do nothing. If you choose to do nothing with your Entitlements, while you will continue to hold the same number of Shares, your interest in the Company will be diluted and you will receive no value for your Entitlement.

Key dates for the Offer

Lodgement of Prospectus with the ASIC	17 December 2014
Lodgement of Prospectus & Appendix 3B with ASX	17 December 2014
Notice sent to Shareholders	19 December 2014
Ex date	22 December 2014
Record Date for determining Entitlements	24 December 2014
Prospectus sent out to Shareholders & Company announces this has been completed	31 December 2014
Last day to extend the Closing Date	7 January 2015
Closing Date*	12 January 2015
Shares quoted on a deferred settlement basis	13 January 2015
ASX and Underwriter notified of under subscriptions	13 January 2015
Issue date for New Shares (including Shortfall Shares)	19 January 2015
Quotation of New Shares issued under the Offer (including Shortfall Shares)*	20 January 2015

If you have any queries concerning the Entitlement Issue, or the action you are required to take to subscribe for New Shares, please contact your financial adviser or Jack James, Haranga's Company Secretary, on +61 8 9200 4415.

Yours sincerely

Mr Marshall Cooper
Chairman