



Haranga
Resources

QUARTERLY REPORT

For the period ending 31 December 2021

ASX:HAR



Quarter's Highlights

Capital Raising and ASX Listing

- Completed and lodged prospectus to raise up to \$6.5m
- Heavily oversubscribed Initial Public Offering (IPO) raised \$6.5m
- Pre-quotations Disclosures completed post year-end 2021 and trading commenced on 27 January 2022

Exploration

- Received comprehensive Independent Geological Report from Sahara Mining on all Haranga's West African projects
- Completed a 2,000 metres Air Core drilling program on selected gold anomalies at Issia during late 2021. Samples have been sent for assay, with results expected during Q1 2022
- Commenced internal review of geochemical data from Issia Gold Project (Côte d'Ivoire) with preliminary selection of prospects to drill, including an XRF multi-element re-assaying of part of the existing soil sample pulps. XRF assay results will be available during Q1 2022
- Commenced a review of available satellite data, including elevation models, for interpretation of Issia surface regolith
- Conducted a review of historical data from Saraya Uranium Project (Senegal) at Orano office in Paris
- Commenced negotiation with Orano for acquisition of historical data, including drill data base

Corporate

- Appointment of Jean Kaisin as Chief Operating Officer commenced 1 January 2022
Mr Kaisin is an experienced exploration geologist, is fully bilingual (English and French), and based in Senegal. Mr Kaisin has more than 20 years of extensive gold exploration experience in West Africa. Previous engagements include positions with IAMGOLD Corporation, Teranga Gold, Société Minière de la Vallée du Fleuve and other consulting roles. With a background of running large field programs from target generation to drill testing Mr Kaisin is familiar with JORC standards and all modern aspects of exploration including safety practices with strong expertise in regional data interpretation and target definition.
- Applications made to trade on the Frankfurt Stock Exchange (FSE) in Germany
- Application to be submitted to trade on the Over the Counter (OTCQB) market in North America

Initial Public Offering (IPO) and ASX Listing

Haranga lodged a prospectus with the Australian Securities and Investment Commission (ASIC) on 29 October 2021 which proposed raising \$6.5m through the issue of 32.5 million shares with one free attaching Option for every two Shares subscribed for and issued, exercisable at \$0.30 per Option expiring three (3) years from the date of Admission.

The IPO was heavily oversubscribed and the full amount of \$6.5m was raised. The Company completed the Pre-Quotation Disclosure (PQD) requirements in January and was subsequently admitted to the Australian Securities Exchange (ASX) on 25 January 2022 and commenced trading on 27 January 2022.

Exploration

Issia Gold Project - Côte d'Ivoire

An Air Core drilling program of 2,000 metres was conducted at the Issia project in November 2021. This program was carried out after the review of the encouraging geochemical results which had been reported in the Sahara Mining Independent Geological Report (IGR) in October 2021.

The drilling samples have been collected and are being processed at SGS Laboratory in Yamoussoukro, Côte d'Ivoire for assay. These results are expected in Q1 2022.



IDC Drill Rig - Issia Gold Project - Côte d'Ivoire

A review of the geochemistry methodology is being undertaken. Further exploration work will be conducted by sampling termite mounds on the encouraging prospects to further define the anomalies and guide extensions of the drilling program. Auger drilling will also be tested on parts of the regolith to assess the effects of the lateritic horizon on the geochemical survey.



Termite mound sampling - Issia Gold Project - Côte d'Ivoire

Renewal reports were lodged in November and the permit for the Issia Gold Project has been renewed for a further three (3) years.

Saraya Uranium Project – Senegal

During the quarter a review was commenced on the previous work conducted by COGEMA and AREVA on the Saraya uranium licence. These two entities, now merged under the name of Orano, had drilled in excess of 70,000 metres between them in the late 1980's and through to mid-2000's. As reported by Sahara Mining *"The project has good potential to define significant uranium resources by systematic follow up exploration."*¹

In mid-December a Company representative was able to visit the data room established by Orano in their Paris office. This data is now being reviewed with a view to acquiring the database from Orano.

An early exploration effort brought a team of samplers over the known mineralisation to collect 1,366 samples of termite mounds on a 50x50m grid by mid-December. Samples have been transferred to the XRF facility in Dakar and results are expected by February. This work is part of an orientation survey to assess the efficiency of the termite mounds sampling and XRF assaying for Uranium mineralisation and associated elements.

Burkina Faso

Four exploration licences are held in the south-western area of Burkina Faso. The Sahara Mining report stated these were *"typical greenfields gold exploration projects, located in the highly gold endowed Birimian Greenstone belt."*²

As readers will no doubt be aware a coup d'état was launched on 23 January 2022 and Lieutenant Colonel Paul-Henri Sandaogo Damiba was named as President by the military. He studied at a military academy in Paris, obtaining a master's degree in criminal sciences from the Conservatoire National des Arts et Metiers. In June, he published a book titled *West African Armies and Terrorism: Uncertain Responses?* in which he analysed anti-terrorism strategies in the Sahel region and their limits.

The Company has confirmed their in-country manager, Aida Tamboura, is safe and will continue to monitor the situation.

Health, Safety And Covid

Haranga has adopted an early and proactive approach to managing the health and safety of its employees, contractors and consultants. This is particularly important during with the prevalence of the COVID variant Omicron.

The potential for a vehicle-related incident resulting from poor road and weather conditions, or fatigue, was identified as one of the biggest risks to the health and safety of Haranga's West African staff. In response, the Company will be implementing a Journey Management Plan (JMP), to be completed prior to all travel by staff, which will ensure all safety measures are in place.

Work is conducted both in Australia and West Africa, per respective government guidelines, to minimise the likelihood of COVID transmission and infection. The Company has a COVID vaccination policy which complies with relevant government guidelines.

¹ Independent Geological Report Haranga Gold and Uranium Projects, West Africa – page 79

² Independent Geological Report Haranga Gold and Uranium Projects, West Africa – page 8

Outlook for First Quarter 2022 and Beyond

Haranga has an extensive and exciting exploration program planned for 2022. Some of this includes:

Saraya

- Establishment of an exploration camp and commencement of permit scale sampling of 20,000 samples on a 1,000x100 preliminary grid.
- Establishment of a Company owned sample preparation laboratory and pellet press for XRF analyses at reduced costs.
- XRF assaying in Dakar for rapid assaying (200 samples a day).
- Planning for air core and auger drilling orientation survey
- Negotiation for acquiring the Orano historical data
- Engage a Perth based Resource Consultant to model the available drilling data with a view to outlining a JORC 2012 Resource following data validation and follow-up drilling.

Issia

- Review of geochemistry and assay database, assessment of the methodology and planification for a new infill geochemistry campaign.
- Interpretation of results from the 2021 Air Core drilling programme with follow-up drilling planned for early 2022 over identified anomalous results.
- Preparation for the airborne geophysics survey to be conducted in Q2.

Burkina Faso

- Continue to monitor the situation in-country while preparing exploration plans and personnel for initial sample surveys

About Haranga Resources Limited

- Listed on the ASX 27 January 2022 with uranium and gold projects in Senegal, Côte d'Ivoire and Burkina Faso
- Company's flagship projects at Saraya (uranium-Senegal) and Issia (gold - Côte d'Ivoire) are advanced with existing drilling
- Experienced team ready to commence exploration in West Africa

Haranga Resources Limited

Shares on issue	60.1m
Price (@ 28 January 22)	\$0.26
Market Capitalisation (@ 28 January 2022)	\$15.6m
Cash on hand (31 December 2022)	\$6.3m

Board of Directors & Senior Management

Peter Youd	Executive Chairman & CFO
John Davis	Non-Executive Director
Dr Hendrik Schloemann	Non-Executive Director
Nerida Schmidt	Company Secretary
Jean Kaisin	Chief Operating Officer



Appendix 5B

Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

HARANGA RESOURCES LIMITED

ABN

83 141 128 841

Quarter ended ("current quarter")

31 December 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
1. Cash flows from operating activities		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	(17)	(22)
(b) development	-	
(c) production	-	
(d) staff costs	-	(1)
(e) administration and corporate costs	(245)	(461)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (provide details if material)	-	-
1.9 Net cash from / (used in) operating activities	(262)	(483)

2. Cash flows from investing activities		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) exploration & evaluation	-	-

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
	(e) investments	-	-
	(f) other non-current assets	-	-
2.2	Proceeds from the disposal of:		
	(a) entities	-	-
	(b) tenements	-	-
	(c) property, plant and equipment	-	-
	(d) investments	-	-
	(e) other non-current assets	-	-
2.3	Cash flows from loans to other entities	-	-
2.4	Dividends received (see note 3)	-	-
2.5	Other (provide details if material)	-	-
2.6	Net cash from / (used in) investing activities	-	-

3.	Cash flows from financing activities		
3.1	Proceeds from issues of equity securities (excluding convertible debt securities)	-	-
3.2	Proceeds from issue of convertible debt securities	-	-
3.3	Proceeds from exercise of options	-	-
3.4	Transaction costs related to issues of equity securities or convertible debt securities	-	-
3.5	Proceeds from borrowings	100	690
3.6	Repayment of borrowings	(228)	(641)
3.7	Transaction costs related to loans and borrowings	-	-
3.8	Dividends paid	-	-
3.9	Other (provide details if material)		
	Cash advanced for unallocated shares	6,664	6,664
3.10	Net cash from / (used in) financing activities	6,536	6,713

Consolidated statement of cash flows		Current quarter \$A'000	Year to date (12 months) \$A'000
4.	Net increase / (decrease) in cash and cash equivalents for the period		
4.1	Cash and cash equivalents at beginning of period	44	88
4.2	Net cash from / (used in) operating activities (item 1.9 above)	(262)	(483)
4.3	Net cash from / (used in) investing activities (item 2.6 above)	-	-
4.4	Net cash from / (used in) financing activities (item 3.10 above)	6,536	6,713
4.5	Effect of movement in exchange rates on cash held	-	-
4.6	Cash and cash equivalents at end of period	6,317	6,317

5.	Reconciliation of cash and cash equivalents at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	Current quarter \$A'000	Previous quarter \$A'000
5.1	Bank balances	6,317	44
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
5.5	Cash and cash equivalents at end of quarter (should equal item 4.6 above)	6,317	44

6.	Payments to related parties of the entity and their associates	Current quarter \$A'000
6.1	Aggregate amount of payments to related parties and their associates included in item 1	-
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.

7. Financing facilities <i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>	Total facility amount at quarter end \$A'000	Amount drawn at quarter end \$A'000
7.1 Loan facilities	-	-
7.2 Credit standby arrangements	-	-
7.3 Other (please specify)	-	-
7.4 Total financing facilities	-	-
7.5 Unused financing facilities available at quarter end		-
7.6 Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		

8. Estimated cash available for future operating activities	\$A'000
8.1 Net cash from / (used in) operating activities (item 1.9)	(262)
8.2 (Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	-
8.3 Total relevant outgoings (item 8.1 + item 8.2)	(262)
8.4 Cash and cash equivalents at quarter end (item 4.6)	6,317
8.5 Unused finance facilities available at quarter end (item 7.5)	-
8.6 Total available funding (item 8.4 + item 8.5)	6,056
8.7 Estimated quarters of funding available (item 8.6 divided by item 8.3)	23.1
<i>Note: if the entity has reported positive relevant outgoings (i.e., a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8 If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1 Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
Answer: N/A	
8.8.2 Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
Answer: N/A	

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 31 January 2022

Authorised by: By the board
(Name of body or officer authorising release – see note 4)

Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – e.g., Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.