

RM Research Report - Retraction of Statements

On 3 September 2018, RM Research Pty Ltd ("RM Research") published a report regarding the Company's Nelly Vanadium Mine and Burraga Copper Project ("Report"). The Report was commissioned by Hardey Resources Ltd ("Hardey", the "Company") (ASX:HDY).

Following discussions with the ASX, Hardey hereby retracts the below statements made in the Report.

Retracted Statements:

Nelly Mine Potential (Page 6)

"Assuming a strike length of approximately 1.1km, an average width of around 3.0 metres, a depth of 15 metres, an SG of 2.65 and grades averaging 0.82% V₂O₅, we arrive at a resource target of around 0.1Mt @ 0.82% V₂O₅. This is a reasonably conservative set out assumptions as ore mineralisation may persist at depth and there may also be parallel structures that are not visible on surface or in the existing workings. The effect of weathering and concentration of oxide minerals near surface may serve to increase grades in the weathering zone, so the persistence of grade at depth requires detailed drilling to resolve this question."

Burraga Copper Project (Page 11)

"A tailings resource of 234Kt @ 1.2% Cu is the focus of a Scoping Study with preliminary metallurgical testing indicating recoveries of around 70% are possible. Together with other slag material, financial metrics appear favourable with a CAPEX of around \$10.8 million and generating a net profit after tax of \$75 million over a 4.4 year mine life."

The Company would like to advise investors that the following historical announcements to the market included the statement above in relation to its Burraga Copper Project:

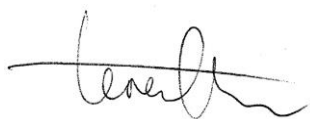
Date	Title	Notes
10 November 2014	Encouraging copper grades from first drilling at Lloyds	Contained in standard project overview
24 November 2014	Copper intercepts from Lloyds continue to impress	Contained in standard project overview
3 December 2014	Metallurgical drilling – abundant chalcopyrite in core	Contained in standard project overview
7 January 2015	Drilling recommences at Burraga	Contained in standard project overview
24 February 2015	Final Lloyds development drilling results	Contained in standard project overview
4 March 2015	Second high grade copper shoot takes shape at Burraga	Contained in standard project overview

23 June 2015 (and republished update)	Burrage copper project resource estimate	Contained in standard project overview
8 October 2015	Burrage copper project metallurgical test-work results	Contained in standard project overview
7 August 2017	Elysium extends copper mineralisation at Burrage	Reference 23 June 2015
2015-present	Hardey Resources website	To be taken down

Hardey advises that the publication of Resource and Production Targets as contained in the above-mentioned statements is contrary to the principles of the JORC Code, on the basis that the Company has not released a Mineral Resource for the Nelly Vanadium or Burrage Projects, and has not completed the necessary studies that would support the release of Resource or Production Targets.

Hardey has informed RM Research of the discussions with ASX and has requested that the report be updated and republished. Hardey understands this has now occurred. Investors should not rely on the retracted information as a basis for an investment decision in relation to Hardey's shares.

For and on behalf of the Board



Terence Clee
Executive Chairman