



Haoma Mining NL

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December 19, 2018

Dear Haoma Shareholder,

1. Share placement and issue of share options

2. Rare earths exploration

Share placement and issue of share options

At the Haoma Mining Annual General Meeting held on November 29, 2018, shareholders were advised that Haoma's Directors had approved an increase in share capital via placements of shares with new investors to a total of 10 million Haoma Mining shares issued at 30c per share.

On December 13, 2018 a placement of 2,333,000 shares was made to Aldinga Way Pty Ltd at 30c per share. In addition to this placement, Aldinga Way Pty Ltd has been granted share options to acquire a further 1 million shares at 30c per share. The options may be exercised at any time on or before December 31, 2019 (after which time they will expire).

On December 10, 2018 Haoma's Directors approved the issue of 4.3 million options to purchase Haoma Mining shares at 30 cents per share at any time on or before December 31, 2019 (after which time they will expire). The share options were granted to the following persons and may be exercised by each grantee individually or by their nominee.

Option Grantee	Number of options	Exercise price	Expiry date
Michele Levine ⁽¹⁾	1,200,000	\$0.30c/share	31/12/2019
Tim Ingram ⁽²⁾	700,000	\$0.30c/share	31/12/2019
Hugh Morgan	1,000,000	\$0.30c/share	31/12/2019
Peter Cole	700,000	\$0.30c/share	31/12/2019
James Wallace	700,000	\$0.30c/share	31/12/2019

(1) Grant of options approved by Directors Gary Morgan and Tim Ingram. If options exercised the proceeds will be used to repay Haoma's debt to Michele Levine.

(2) Grant of options approved by Directors Gary Morgan and Michele Levine.

Rare earths

Rare earths are crucial to the supply of elements used in modern technologies including medical uses, mobile phone components, electric cars, magnetic power generators, magnetic separators, batteries, etc.

Lynas Corporation is one of the few companies which processes concentrate which produce rare earths outside of China. Much of the concentrates processed by Lynas are sourced from materials mined in Western Australia.

Recent commentary and media reporting has covered the concerns of the Japanese Government and others regarding Lynas Corporation continuing and expanding its rare earth processing facility in Malaysia. Japan obtains around one-third of its rare earths needs from Lynas.

Lynas is having difficulties obtaining approval to operate in Malaysia from the Malaysian Government who has made it clear that Lynas's future licence is contingent on Lynas getting rid of 400,000 tonnes of radioactive waste.

Since Lynas first announced the discovery of rare earths in the Pilbara Haoma has been aware of the value of 'rare earth elements'. For this reason Haoma has over the last few years sought to measure 'rare earth elements' in concentrates recovered from Haoma's Pilbara tenements.

Using XRF and/or SEM Haoma has identified the following 'rare earth elements' in concentrates from its tenements held at Spear Hill (near Mt Webber) and at Bamboo Creek (check assays on concentrates are now being conducted on some samples by ALS Perth):

Scandium or Sc (21)

Yttrium or Y (39)

Lanthanum or La (57)

Cerium or Ce (58)

Praseodymium or Pr (59)

Neodymium or Nd (60)

Holmium or Ho (67)

Erbium or Er (68)

Thulium or Tm (69)

Yours sincerely,



**Gary C Morgan,
Chairman**