



Haoma Mining NL

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Company Announcements Office
Australian Stock Exchange
Level 45, South Tower, Rialto
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MELBOURNE, VIC 3000

October 31, 2011

Dear Sir,

ACTIVITIES REPORT FOR THE QUARTER ENDED SEPTEMBER 30, 2011 – HIGHLIGHTS

- **Group Consolidated Result** – Haoma Mining’s unaudited consolidated financial result for the three months ended September 30, 2011 was a before tax loss of \$2.03 million after interest of \$1.07 million, depreciation and amortisation of \$0.03 million and group exploration, development and test work expenditure of \$0.95 million.

- **Bamboo Creek and Mt Webber Gold Test Work** –

Fine gold was extracted from a 10.42 kg parcel of **Bamboo Creek Tailings** using the **Refined Elazac Extraction Method**. The fine gold produced equates to a recovered **Bamboo Creek Tailings grade of 30.03 g/t**.

The latest Bamboo Creek Tailings result (based on fine gold recovered) was a significantly higher ‘**recovered**’ **gold grade**’ (30.03 g/t) than the ‘**calculated**’ **gold grade** of 3.8 g/t reported to Haoma shareholders on September 29, 2011.

A repeat **Mt Webber** gold assay based on a 10kg sample from RC drill hole RCDW029 (over approximately 20 meters) **returned a gold grade of 71.5g/t**. This result **confirmed the previous result (62.3 g/t)** which was released to shareholders on September 29, 2011.

The Mt Webber gold assays reported clearly show the Daltons/Mt Webber tenements have potential for a significant quantity of gold and the area is more highly prospective for gold than previously believed.

- **Daltons Mt Webber Iron Ore Joint Venture (E45/2186, E45/2187, E45/2921, E45/2922)** - Haoma Mining has a 25% interest in the Daltons Mt Webber Iron Ore Joint Venture with Atlas Iron Limited 75%. **Daltons Iron Ore Joint Venture at Mt Webber now has an Ore Reserve of 22.8 Mt at 58.3% Fe, Haoma Mining’s 25% interest is 5.7 million tonnes.**

Daltons JV Mt Webber DSO Reserves Table (Probable) - As at 30 June 2011										
Location	Ore Type	Reserve Classification	Tonnes (Kt)	Fe (%)	SiO₂ (%)	Al₂O₃ (%)	P (%)	S (%)	LOI (%)	CaFe (%)
Daltons JV	Bedded	Probable	22,809*	58.3	5.9	1.6	0.09	0.02	8.2	63.6

Note: Ore Reserves defined at a 50% Fe cut-off grade.

* Reserves are subject to Joint Venture interests in the ratio AGO 75% : HAO 25%, Haoma’s interest equates to 5,702 Kt

The previous mineral resource estimate announced on September 8, 2010 has been reinterpreted by Atlas Iron. The lower and northern inferred zones have been removed from the revised resource estimate. The resource has decreased from 35.1Mt at 57.2% Fe to 23.4Mt at 58.3% Fe in order to convert it to a DSO Reserve.

- **The 2011 Annual General Meeting** of Haoma Mining NL will be held at ‘Morgans At 401’, 401 Collins Street Melbourne at 9.30am on Wednesday November 30, 2011.

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CONTENTS

1. Group Consolidated Result to September 30, 2011
2. Operations at Bamboo Creek and Normay, Western Australia.
3. Exploration Activities in Western Australia.
4. Exploration Activities in Queensland.

1. GROUP CONSOLIDATED RESULT TO SEPTEMBER 30, 2011

Haoma Mining NL Consolidated Profit & Loss	2010/11 1st Qtr (\$m)	2010/11 Full Year (\$m)	2011/12 1st Qtr (\$m)	2011/12 3 Months (\$m)
Operating Revenue				
Sale of Gold	-	-	-	-
Recovery of Exploration Costs	-	0.50	-	-
Royalties	0.02	0.07	0.02	0.02
Retail Sales & Misc.	0.06	0.16	0.05	0.05
Finance Revenue	-	0.18	0.08	0.08
Licence Fee	-	0.14	0.01	0.01
Operating Revenue	0.08	1.05	0.11	0.11
Operating profit before interest, depreciation, amortisation, exploration & development costs:	(0.22)	0.08	0.02	0.02
Interest	(0.85)	(3.75)	(1.07)	(1.07)
Depreciation & amortization	(0.09)	(0.48)	(0.03)	(0.03)
Exploration, development & test work	(0.77)	(3.06)	(0.95)	(0.95)
Operating (loss) before tax	(1.93)	(7.21)	(2.03)	(2.03)

Bamboo Creek Processing				
Gold Production (ozs)	14	71	-	-
Gold sold (ozs)	14	71	-	-
Av. Selling price (\$/oz)	1,202	1,289	-	-
Bamboo Creek silver prod'n				
Silver Production (ozs)	2	24	-	-

1.1 Haoma's Group Consolidated Result

Haoma Mining's unaudited consolidated financial result for the three months ended September 30, 2011 was a before tax loss of \$2.03 million after interest of \$1.07 million, depreciation and amortisation of \$0.03 million and group exploration, development and test work expenditure of \$0.95 million.

1.2 Funding of Group Operations

Since February 2007, funding for the Company's operations has been provided by Haoma's major shareholder, Leaveland Pty Ltd. Leaveland has confirmed that until further notice it will fund the company's cash flow requirements while the Bamboo Creek Processing Plant remains on care and maintenance.

At September 30, 2011 the principal debt to Leaveland was \$36.01 million. Haoma has approved payment of interest to Leaveland at the 30 day commercial bill rate plus a facility margin of 4%. Interest on the debt will accrue until such time as the company is in a position to commence interest payments. Interest accrued for the 3 months to September 30, 2011 was \$1.06 million. Total interest accrued and unpaid to September 30, 2011 is \$12.849 million.

1.3 Forward Gold Sale Contracts: No future gold production is sold forward.

2. OPERATIONS AT BAMBOO CREEK, WESTERN AUSTRALIA

Gold in the Mt Webber Iron Ore Deposit, and Extracting fine gold from processing Bamboo Creek Tailings

(Up-date on Haoma June 30, 2011 Quarterly Report & September 2&29, 2011 Reports):

- A repeat **Mt Webber** gold assay based on a 10kg sample from RC drill hole RCDW029 (over approximately 20 meters) **returned a gold grade of 71.5g/t**. This result **confirmed the previous gold assay result (62.3 g/t)** which was released to shareholders on September 29, 2011 <http://www.haoma.com.au/2011/HaomaASXSept29-2011.pdf>; see 3b in Table 1 below. Hole **RCDW029** location is, East 739160, North 7617447, Dip -60/90.

RC drill hole **RCDW029** is approximately 290m to the North East of the previous Mt Webber drill hole sample which was a combined sample from diamond drill holes **RDDW002** (location East 738955.19, North 7617235.26, Dip/Azim -90/0) & **RDDW003** (location East 739163.67, North 7617445.42, Dip/Azim -90/0).

The September/October gold assay results from Mt Webber drill hole samples (about 290m apart) confirm there is potential for a significant quantity of gold at Mt Webber, and

- **Fine gold was extracted from a 10.42 kg parcel of Bamboo Creek Tailings using the Refined Elazac Extraction Method. The fine gold produced equates to a recovered Bamboo Creek Tailings grade of 30.03 g/t.**

The latest **Bamboo Creek Tailings** result (based on fine gold recovered) was a significantly higher ‘**recovered**’ gold grade’ (30.03 g/t) than the ‘**calculated**’ gold grade of 3.8 g/t reported to Haoma shareholders on September 29, 2011
<http://www.haoma.com.au/2011/HaomaASXSept29-2011.pdf>

2.1 Significant Haoma results from processing bulk ore samples of Mt Webber drill core using the Refined Elazac Assay Method (Elazac Method)

A repeat **Mt Webber** gold assay based on a 10kg sample from RC drill hole RCDW029 (over approximately 20 meters) **returned a gold grade of 71.5g/t**. This result **confirmed the previous gold assay result of 62.3 g/t**.

The latest Mt Webber bulk ore sample result confirms **significantly more gold can be measured in Mt Webber ore than indicated by traditional assay methods**. i.e. the gold assay grades measured for bulk ore samples tested using the Elazac Method obtain ‘calculated’ gold ‘Head grades’ significantly higher than gold grades measured by traditional assay methods (Fire Assay, ICP or Aqua Regia).

The Mt Webber September/October drill hole results (about 290m apart) clearly show the Mt Webber tenement has the potential to contain a significant quantity of gold; and Daltons/Mt Webber area is more highly prospective for gold than previously believed.

In December 2008 Haoma first reported a significant gold assay grade for a Daltons/Soansville drill core sample, see first line in Table 1 below. (Also see Appendix 2 in June 2011 Quarterly Report, reported July 31, 2011.)

During the September 2011 Quarter Mt Webber bulk ore tests were conducted at the Bamboo Creek Laboratory and independent laboratories including ALS Perth and University of Melbourne.

Sample sizes used for the bulk ore tests ranged were up to 90kg.

The Mt Webber assay results reported in Table 1 below were initially included in Haoma's June 30, 2011 Quarterly Report. The report has been updated to advise shareholders that the Mt Webber high gold assay grades (75+ g/t, 31+ g/t, 80+ g/t & 62.3g/t) in Table 1 below have been repeated and similar high grades measured.

Table 1:

Area Sampled	Sample Description	Gold Assay by Traditional Method	'Calculated' Gold Head Grade using Refined Elazac Assay Method ^[1]	
				g/t
1. Daltons/Soansville: Reported December 2008	17 drill chip samples, over 21.8 metres from 3 drill holes	0.059g/t	Leached Trial Grade	0.176
			Tail Grade 'Calculated' Gold	76.09
			Head Grade	> 76.0
2. Daltons/Mt Webber May-July 2011 (Samples from diamond drill hole RDDW002 location East 738955.19, North 7617235.26, Dip/Azim -90/0 & RDDW003 location East 739163.67, North 7617445.42, Dip/Azim -90/0)	Sample sizes, 20-90 kg	0.08 g/t	Bamboo Creek Lab	4.5 5.0 17.0 75+
			Independent Lab	4.5 7.5 31+
			ALS	80+
3. Daltons/Mt Webber Sept./Oct. 2011 (Sample from approximately 20 meters of RC drill hole RCDW029; location East 739160, North 7617447, Dip/Azim -60/90)	Sample size: 3a: 1.835 kg 3b: 10kg	0.08 g/t	Independent Lab Independent Lab	62.3 71.3

Note: Table 1 above includes the previously reported (July 31, 2011) high-grade gold results obtained from Daltons/Mt Webber samples. On September 2, 2011 shareholder were advised that repeat gold assays obtained similar high gold grades as indicated by '+'.

The Mt Webber tenements are subject to an iron ore Joint Venture between Haoma and Giralia/Atlas (25% Haoma, 75% Giralia/Atlas). **Haoma is entitled to 100% of the gold, silver, tin and tantalum.**

^[1] The information & data in this report as it relates to Metallurgical Results is based on information compiled by Mr Peter Cole who is an expert in regard to this type of metallurgical test work. The results relate to testing the effectiveness of a new method of assaying for gold and other mineral content (the Refined Elazac Assay Method) and a new method for extraction of gold and other minerals from ore (the Refined Elazac Extraction Method). These methods are together referred to as the Elazac Process. The information reported relates solely to the ongoing test work in relation to bringing the Elazac Process to commercial realisation. Mr Cole has worked in the mining industry for over 30 years and has been associated with the development of the Elazac Process over a long period (approximately 15 years). Mr Cole is one of only a few persons with sufficient relevant knowledge and experience to report results in relation to test work on the Refined Elazac Assay Method and Refined Elazac Extraction Method. Mr. Cole has consented to the inclusion in this release of the information and data in the form and context in which it appears.

Table 2 below shows there is a large number of tonnes of ore available from the Daltons/Mt Webber tenements.

Table 2:

Atlas Mining (AGO) and Haoma Mining (HAO) Mt Webber Iron Ore Reserves

	Atlas	Haoma	Total
Mt Webber reserves	17.107mt	5.702mt	22.809mt

2.2 Bamboo Creek Plant bulk ore tests using the Refined Elazac Extraction Method

The latest test on Bamboo Creek Tailings using the Refined Elazac *Extraction* Method extracted fine gold from a 10.42 kg parcel of Bamboo Creek Tailings. **The fine gold produced equates to a Bamboo Creek Tailings grade of 30.03 g/t^[1].**

The test was conducted by Independent Consultants and facilities. The residual from the bulk test of Bamboo Creek Tailings is being assayed by an Independent Laboratory. The Consultants expect the residual assay results to show there is still more gold that can be commercially recovered once the process is optimised.

Confirmation of the latest important result will be conducted over the next 4 weeks.

These repeat results are expected to extract commercial quantities of fine gold from larger samples of Bamboo Creek tailings.

Shareholders will be advised of the repeat results as soon as the quantities of fine gold are known.

During the December Quarter the Bamboo Creek Plant will be further modified and operating permits applied for. The Bamboo Creek Plant will then be re-commissioned.

The latest Bamboo Creek Tailings result (**based on fine gold recovered**) was a significantly higher **‘recovered’ gold grade** (30.03 g/t) than the **‘calculated’ gold grade** of 3.8 g/t reported to Haoma shareholders on September 29, 2011

<http://www.haoma.com.au/2011/HaomaASXSept29-2011.pdf>.

Significant Elazac gold assay results for Bamboo Creek Tailings were first reported in **Haoma’s Quarterly Activities Reports of June 30, 2010 & September 30, 2010** and **Haoma’s 2010 Annual Report**. (See Appendix 1)

In addition shareholders were advised in [Haoma’s June 11, 2011 ASX release](http://www.haoma.com.au/2011/Haoma_ASX_03_Jun_11.pdf) (www.haoma.com.au/2011/Haoma_ASX_03_Jun_11.pdf) that tests using the **Refined Elazac Extraction Method** showed the gold measured by the **Refined Elazac Assay Method** could be recovered.

^[1] The information & data in this report as it relates to Metallurgical Results is based on information compiled by Mr Peter Cole who is an expert in regard to this type of metallurgical test work. The results relate to testing the effectiveness of a new method of assaying for gold and other mineral content (the Refined Elazac Assay Method) and a new method for extraction of gold and other minerals from ore (the Refined Elazac *Extraction* Method). These methods are together referred to as the Elazac Process. The information reported relates solely to the ongoing test work in relation to bringing the Elazac Process to commercial realisation. Mr Cole has worked in the mining industry for over 30 years and has been associated with the development of the Elazac Process over a long period (approximately 15 years). Mr Cole is one of only a few persons with sufficient relevant knowledge and experience to report results in relation to test work on the Refined Elazac Assay Method and Refined Elazac *Extraction* Method. Mr. Cole has consented to the inclusion in this release of the information and data in the form and context in which it appears.

Haoma has previously reported that there are approximately one million tonnes of Bamboo Creek Tailings and a million tonnes of mined ore ready to be processed through the Bamboo Creek Plant. In addition there are many millions of tonnes of lower grade gold bearing ore in the Bamboo Creek Valley. (See Figures 1 and 2 below)



Figure 1:
Bamboo Creek Tailings Dam



Figure 2:
**Bamboo Creek Plant, Bamboo Creek Valley and
Bamboo Creek Range (on right) which contains gold ore bodies**

3. EXPLORATION AND EVALUATION ACTIVITIES IN WESTERN AUSTRALIA

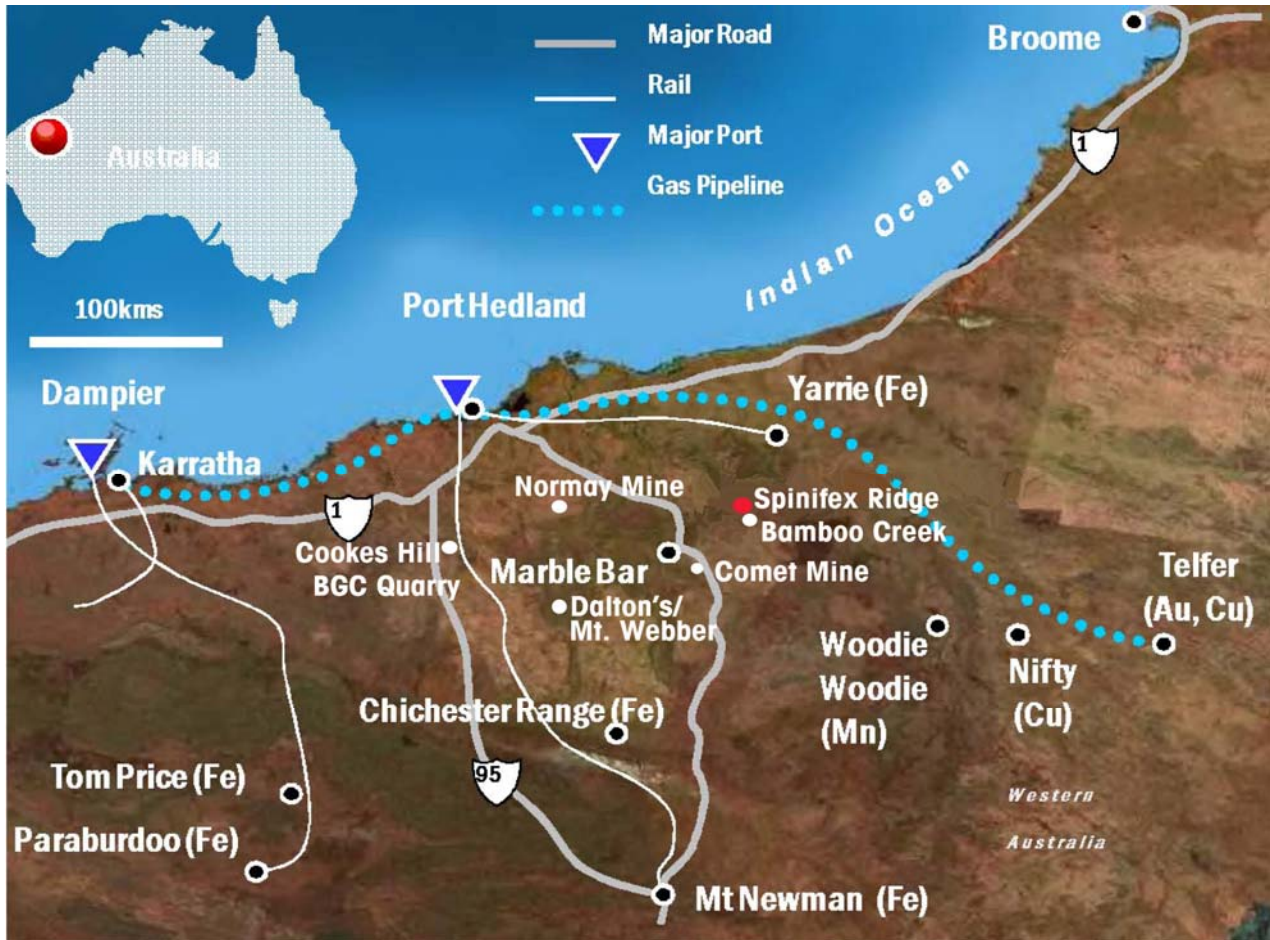


Figure 3: Pilbara Area Project Location Map

Source: Moly Mines Ltd (Now included in Moly Mines' map are locations of Bamboo Creek, Normay Mine, Cookes Hill BGC Quarry, Daltons/Mt Webber and the Comet Mine)

3.1 Daltons Joint Venture with Giralia Resources Pty Ltd (subsidiary of Atlas Iron Limited Group) - Haoma Mining 25%, Giralia 75% (E45/2186, E45/2187, E45/2921, E45/2922) (Includes 100% Haoma M45/780, M45/847, P45/2292 – 2298)

Haoma Mining has a 25% interest in the Daltons Mt Webber Iron Ore Joint Venture with Atlas Iron Limited's wholly owned subsidiary, Giralia Resources Pty Ltd 75%.

The Daltons Joint Venture covers four tenements located approximately 150 kilometres south of Port Hedland and only 20 to 30 kilometres east of the BHP Billiton and FMG rail lines in the Pilbara region of Western Australia. **Haoma retains rights to 100% of the gold/silver and tin/tantalum mineralisation.**

The current Joint Venture Heads of Agreement between Giralia and Haoma enables either party to take their own iron ore from Mt Webber although there is as yet no Mining Agreement or Mining Lease approval. The Giralia-Haoma Joint Venture Exploration Agreement which is still in draft form foreshadows a separate Joint Venture Mining Agreement.

On August 19, 2011, Haoma advised shareholders that Atlas Iron Limited had released an update to its DSO Reserves and Resources for its North Pilbara Projects. That release included an upgrade of the Daltons Iron Ore Joint Venture at Mt Webber to ore reserve category (Haoma 25%, Atlas Iron 75%).

Daltons Iron Ore Joint Venture at Mt Webber now has an Ore Reserve of 22.8 Mt at 58.3% Fe, Haoma Mining's 25% interest is 5.7 million tonnes (see Table 3).

Table 3: Daltons JV Mt Webber DSO Reserves Table (Probable) - As at 30 June 2011										
Location	Ore Type	Reserve Classification	Tonnes (Kt)	Fe (%)	SiO₂ (%)	Al₂O₃ (%)	P (%)	S (%)	LOI (%)	CaFe (%)
Daltons JV	Bedded	Probable	22,809*	58.3	5.9	1.6	0.09	0.02	8.2	63.6

Note: Ore Reserves defined at a 50% Fe cut-off grade.

* Reserves are subject to Joint Venture interests in the ratio AGO 75% : HAO 25%, Haoma's interest equates to 5,702 Kt

The previous mineral resource estimate announced on September 8, 2010 has been reinterpreted by Atlas Iron. The lower and northern inferred zones have been removed from the revised resource estimate. The resource has decreased from 35.1Mt at 57.2% Fe to 23.4Mt at 58.3% Fe in order to convert it to a DSO Reserve (see Table 4).

Table 4: Daltons JV Mt Webber Resource >50% Fe (Atlas Revised Resource)									
	Resource Classification	Kt	Fe	SiO₂	Al₂O₃	P	S	LOI	CaFe
			(%)	(%)	(%)	(%)	(%)	(%)	(%)
Daltons JV	Measured								
	Indicated	23,075	58.3	5.9	1.6	0.09	0.02	8.2	63.5
	Inferred	385	57.1	8.5	1.1	0.04	0.09	6.9	61.3
Total	All Resources	23,460	58.3	6.0	1.5	0.09	0.02	8.2	63.5

Note: Reported at a >50% Fe cut off, further details are included in Attachment 1.

The lower and northern inferred zones have been removed from the revised resource estimate. These zones were included in previous Mineral Resource estimates.

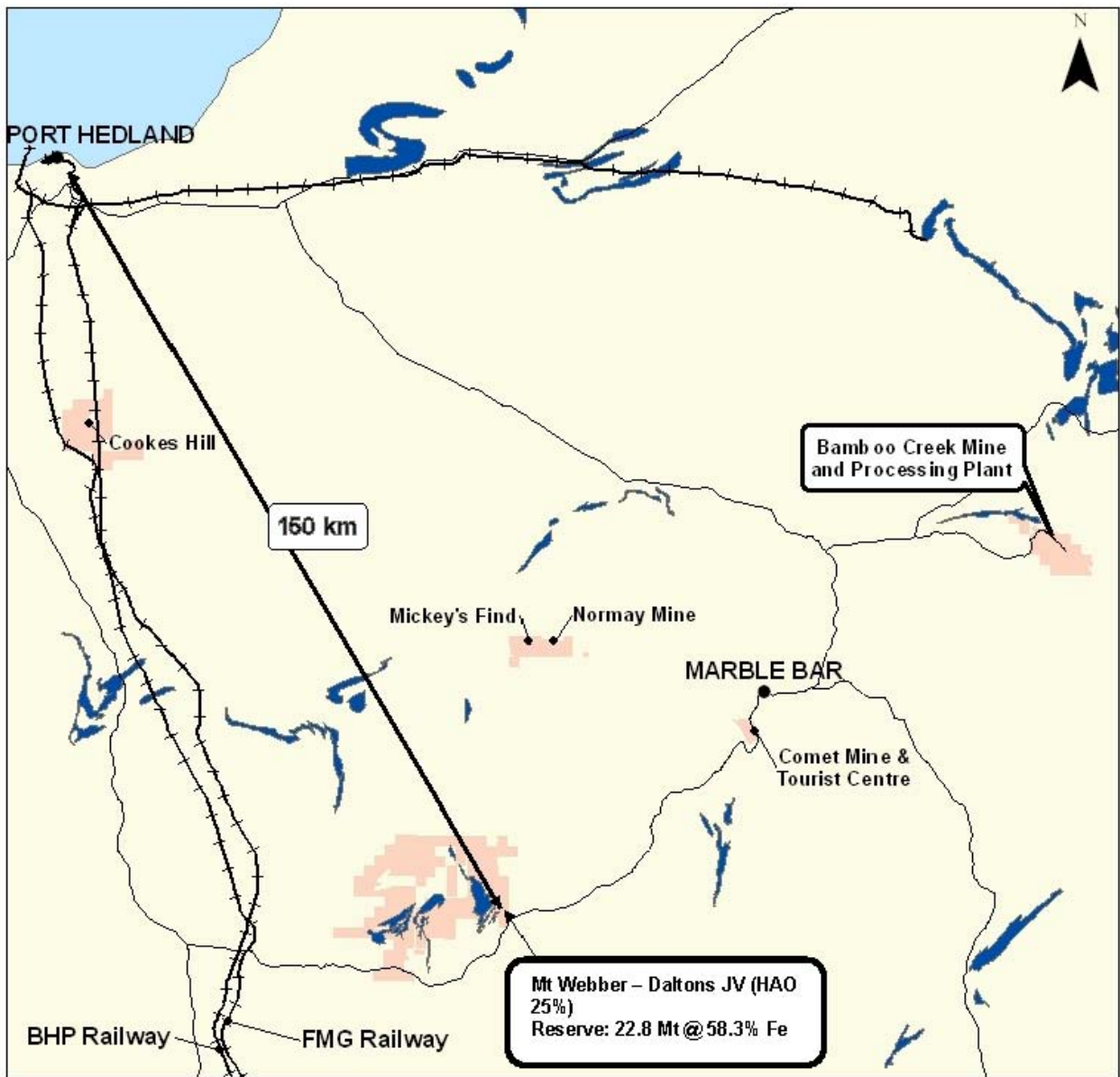


Figure 4: Location of Daltons/Mt Webber JV - Mt Webber Iron Ore Project
 Map includes location of Haoma's Bamboo Creek Processing Plant, North Pole Area (including Mickey's Find and Normay Mine), Cookes Hill and the Comet Mine and Tourist Centre.

4. EXPLORATION ACTIVITIES IN THE RAVENSWOOD DISTRICT - QUEENSLAND

Haoma has many tenements in Queensland. They contain gold, silver and copper bearing ore.

During the Quarter, activities primarily focused on completion and interpretation of sampling and reconnaissance surveys instigated in the previous Quarter.

4.1 Podosky's (EPM/8771, ML10315)¹

At the Podosky's ML10315 and surrounding EPM8771, all samples previously collected have been assayed and results received. Several significant results were returned and are shown in Table 5 below. The results may indicate an along strike extension to the Podosky's mineralization.

Table 5: Rock Chip Sampling at ML10315

Sample Id	Easting	Northing	Au g/t	Ag g/t	As ppm	Cu ppm	Pb ppm	Zn ppm
R7464	477258	7777980	0.53	1	28	44	349	240
R7465	476985	7778024	6.85	4	296	275	1520	3890
R7466	476975	7778023	1.09	5	641	173	822	934

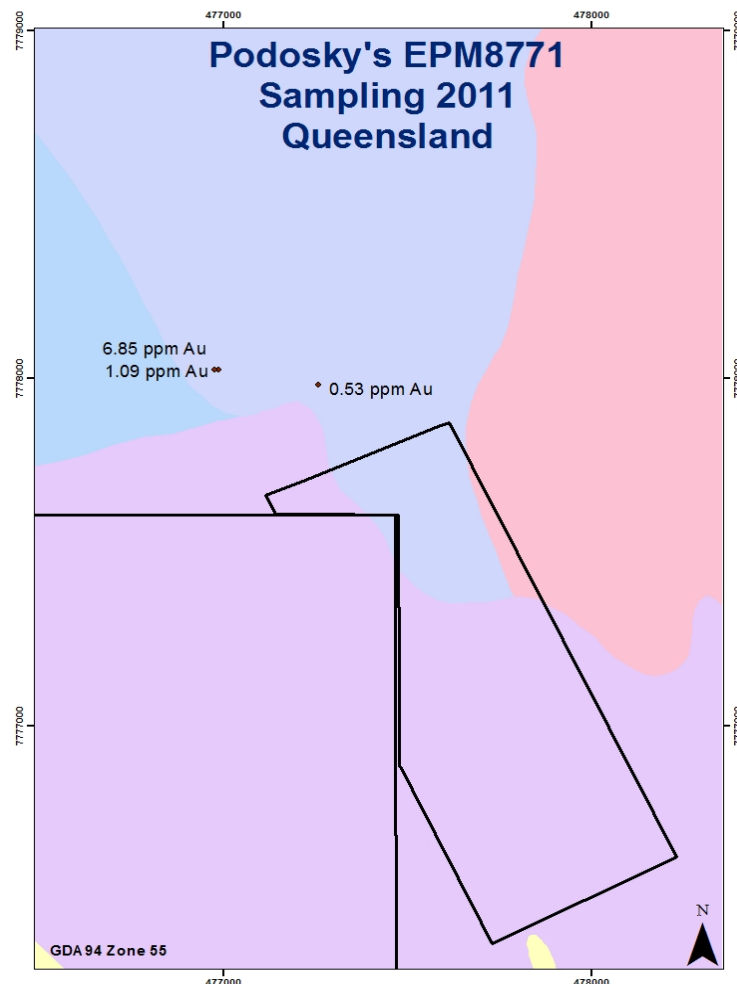


Figure 5: Podosky's Sampling 2011 (EPM8771)

¹ The exploration assay results reported in Section 4 of this report were prepared in October 2011 by Ms Sandra McKenzie (BSci, MAusIMM), who is a competent person under the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (JORC Code) as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ms McKenzie has sufficient experience which is relevant to the type of exploration methods and analysis which are reported. Ms McKenzie has consented to the presentation of this information in the form and context in which it appears.

4.2 Waterloo (ML 1529)

A new work program for the Waterloo tenement has been prepared. It is anticipated that soil sampling on the western portion of the tenement will be completed during the December Quarter of 2011 as well as further rock chip sampling to the north of the Waterloo deposit.

4.3 Wellington Springs

A reconnaissance survey to the south of the Wellington Springs deposit has returned several encouraging anomalous results including 2.22% copper and 1.33% lead, significant results from this sampling campaign can be seen in the Table 6 below.

Table 6:

Sample Id	Easting	Northing	Au g/t	Ag g/t	As ppm	Cu ppm	Pb ppm	Zn ppm	Location Comment
Q2011-210	471656	7773904	8.26	4.8	55	1600	1090	270	Old diggings south of Wellington Springs Creek
Q2011-211	471658	7773900	0.59	2.3	27	6720	567	345	Old Diggings 4m from Q2011-210
Q2011-212	471666	7773873	30.30	22.1	49	2.22%	1.33%	1280	Second separate set of old diggings

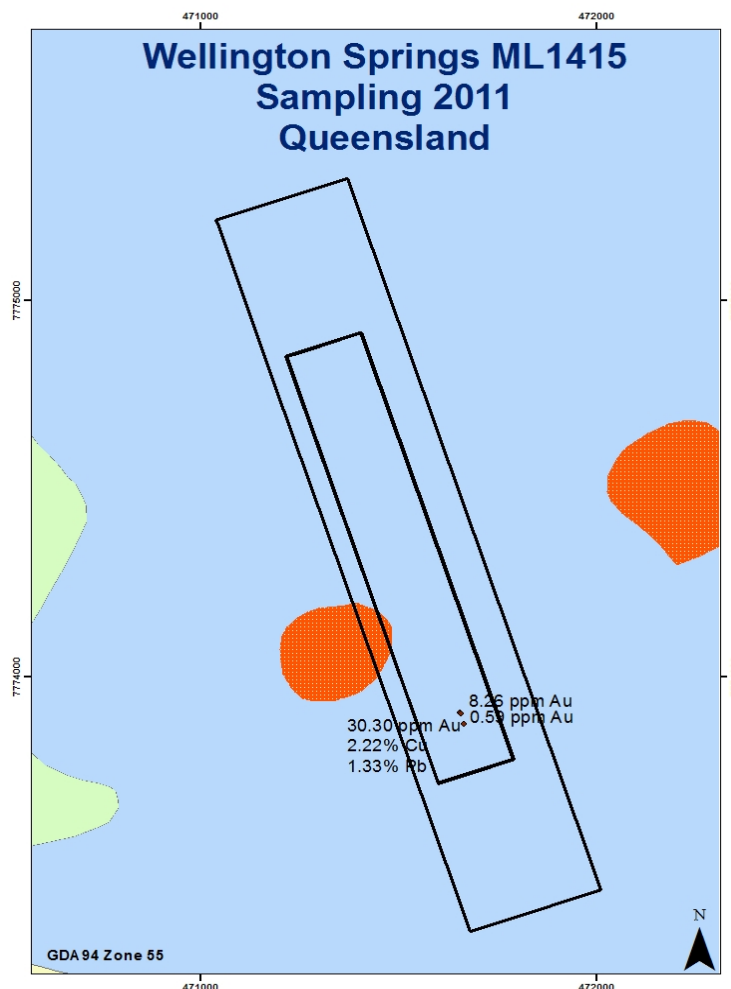


Figure 6: Wellington Springs's Sampling 2011 (ML/1415)

4.4 Budgerie (ML/1325)

Soil and rock chip sampling at ML/1325 has been completed. The rock chips collected during this program have returned encouraging results. Significant rock chip results are included in Table 7 below.

Table 7: Rock Chip Sampling at ML/1325

Sample Id	Easting	Northing	Au g/t	Ag g/t	As ppm	Cu ppm	Pb Ppm	Zn ppm	Comment
R7478	494793	7783052	2.31	1	2	29	560	927	
R7479	494795	7783049	3.80	2	2	123	1670	1460	
R7482	494823	7782883	0.54	1	4	7	32	13	
R7483	494920	7782887	4.42	4	6	116	65	1030	
R7485	494918	7782906	6.39	10	9	190	109	298	
R7487	495289	7782759	1.32	13	9	12	48	13	
R7495	494846	7783215	1.21	2	13	18	817	183	Qtz/sericite reef in mouth of Banana Creek 1.5-2m wide
R7499	494840	7783195	0.90	-1	5	10	193	83	Qtz/sericite reef in mouth of Banana Creek 1.5-2m wide
Q2011-201	494801	7783270	1.34	2	6	41	100	59	Old diggings float

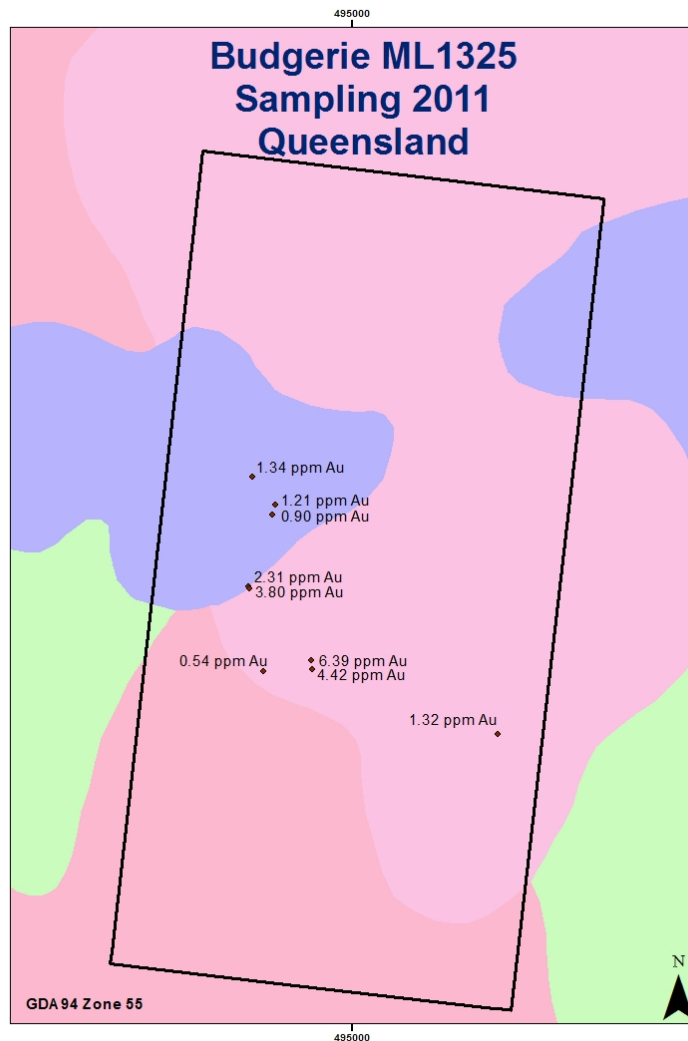


Figure 7: Budgerie Sampling 2011 (ML/1325)

4.5 **Burdekin (EPM/14297)**

Reconnaissance work at the Warrawee Prospect indentified only one viable access track to the western side of the proposed soil sampling grid. Access to the majority (approximately 90%) of the soil sampling grid was only possible on foot due to rough and undulating terrain. Soil sampling was further restricted due to wet soil following on from rain storms. Attempts to complete investigation of the sampling grid will be rescheduled.

A rock chip sampling programme at the nearby **3 Sisters Prospect** was completed. Assay results have been received. No significant results were indentified.

5. **ANNUAL GENERAL MEETING**

The 2011 Annual General Meeting of Haoma Mining NL will be held at 'Morgans At 401', 401 Collins Street Melbourne at 9.30am on Wednesday November 30, 2011.

All shareholders are encouraged to attend. Further information may be obtained from the Company Secretary, Jim Wallace on 03 92245142 or by email to haoma@roymorgan.com.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Gary Morgan', with a long horizontal flourish extending to the right.

Gary C Morgan
CHAIRMAN