



HANNANS REWARD
Exploring for Gold and Base Metals

ASX Announcement / Media Release
19 May 2010

QVR Nickel Project

Fast Facts

ASX Code: HNR

Capital Structure

Shares on issue: 131.1m

Options on issue: 6m (ex 20c – 80c)

Market cap: \$26 m

Cash & Equities: \$21 m

Financial Position

Cash on hand: \$5m (March '10)

Value of ASX Listed

Equity Positions: \$16 m

Board of Directors

Richard Scallan Chairman

Damian Hicks Managing Director

William Hicks Non-Executive Director

Jonathan Murray Non-Executive Director

Major Shareholdings

Atlas Iron Ltd 8.13 m FPO

Projects (Western Australia)

Forrestania Nickel & Gold

QVR Nickel

Lake Johnston Nickel & Gold

Jigalong Manganese

- QVR Nickel Project one of three prospective, well located nickel sulphide projects in the Hannans portfolio (refer attached location map)
- Ground based electromagnetic (EM) survey to commence shortly at 100% owned QVR project
- EM survey designed to follow up airborne EM (VTEM) anomalies generated by Hannans during 2008
- 2008 EM anomalies coincident with geochemical anomalies generated by previous explorers during 2005
- Subject to outcome of ground EM survey and field verification of historical sampling, drill testing of nickel targets will commence

Western Australian minerals exploration company Hannans Reward Ltd (ASX: HNR) will recommence nickel sulphide exploration at its 100% owned Queen Victoria Rocks project located 30km west of Coolgardie in the Goldfields region of Western Australia.

Hannans' Managing Director Damian Hicks said, "Hannans has a suite of three excellent nickel sulphide projects, being Queen Victoria Rocks, Lake Johnston and Forrestania. The minerals prospectivity for each project is very good and they are well located in terms of access and infrastructure. This means that exploration can take place cost effectively. We also have a highly competent team of exploration geoscientists to advance these projects as fast as practicable in a systematic manner.

At QVR the high quality work completed by our previous joint venture partners has now been reviewed. In our view a number of very interesting nickel targets remain to be tested, particularly on the northern side of highway where previous shallow RAB drilling is reported as intersecting anomalous Ni, Cu and PGE values. We're going to work up those targets during the next few months in parallel with the exploration activities currently in progress at Forrestania.

Subject to positive outcomes from the EM surveys and field verification, it's reasonable to expect drill testing of nickel targets at QVR to recommence early next Quarter."

Hannans Reward Limited Summary

Hannans Reward Ltd has developed a suite of prospective exploration projects within Australia covering nickel, gold and manganese. The Company's flagship exploration project is the Forrestania nickel and gold project located in the world class Forrestania nickel belt. Hannans has joint ventures with St Barbara Ltd and Triton Gold Ltd. Hannans holds 8.13 million shares in Atlas Iron Ltd. Hannans' shareholders are exposed to share price appreciation through exploration success at the following projects:

- Forrestania – nickel and gold project 7km north of Western Area's Flying Fox nickel mine
- Lake Johnston – nickel and gold project located 25km south east of Norilsk's Maggie Hays nickel mine and 100kms west of Norseman
- Jigalong – gold, base metals and manganese project located 150km east of Newman, WA
- Queen Victoria Rocks - nickel and gold project located 30km south-west of Coolgardie, WA
- Sunday – gold joint venture with Triton Gold Ltd, 10kms east of Leonora, WA

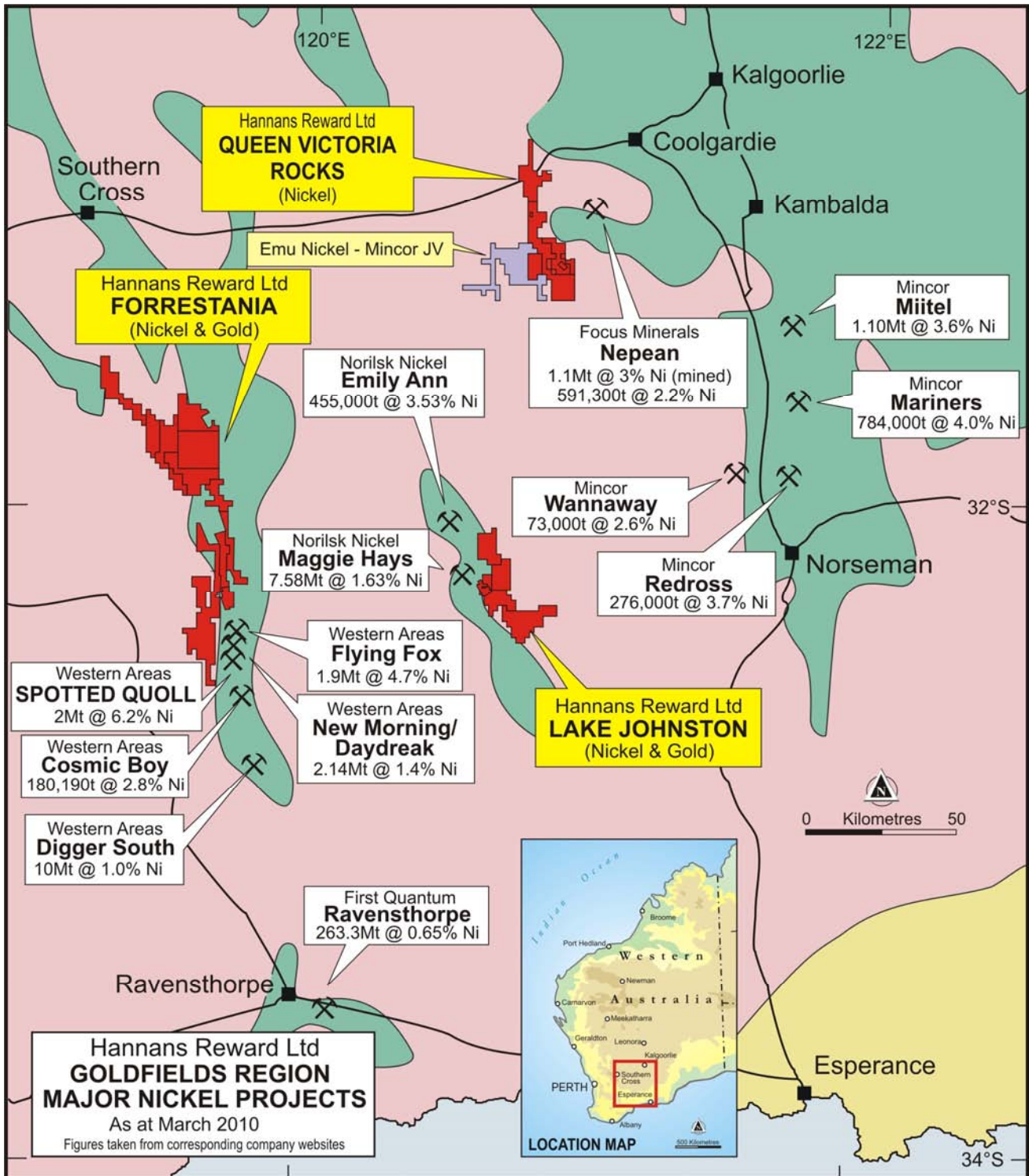
Competent Persons Statement

The information in this document that relates to exploration results is based on information compiled by Mrs. Amanda Arrowsmith, Exploration Manager, Hannans Reward Ltd who is a Member of the Australian Institute of Mining. Mrs. Arrowsmith is a full-time employee of Hannans Reward Ltd. Mrs Arrowsmith has sufficient experience, which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which has been undertaken to qualify as a Competent Person as defined by the 2004 edition of the "Australian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mrs Arrowsmith consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

For further information please contact:

Damian Hicks
Managing Director
Hannans Reward
Tel: 9324 3388

Karen Oswald
Professional Public Relations
Tel: 9388 0944
Mobile: 0423 602 353



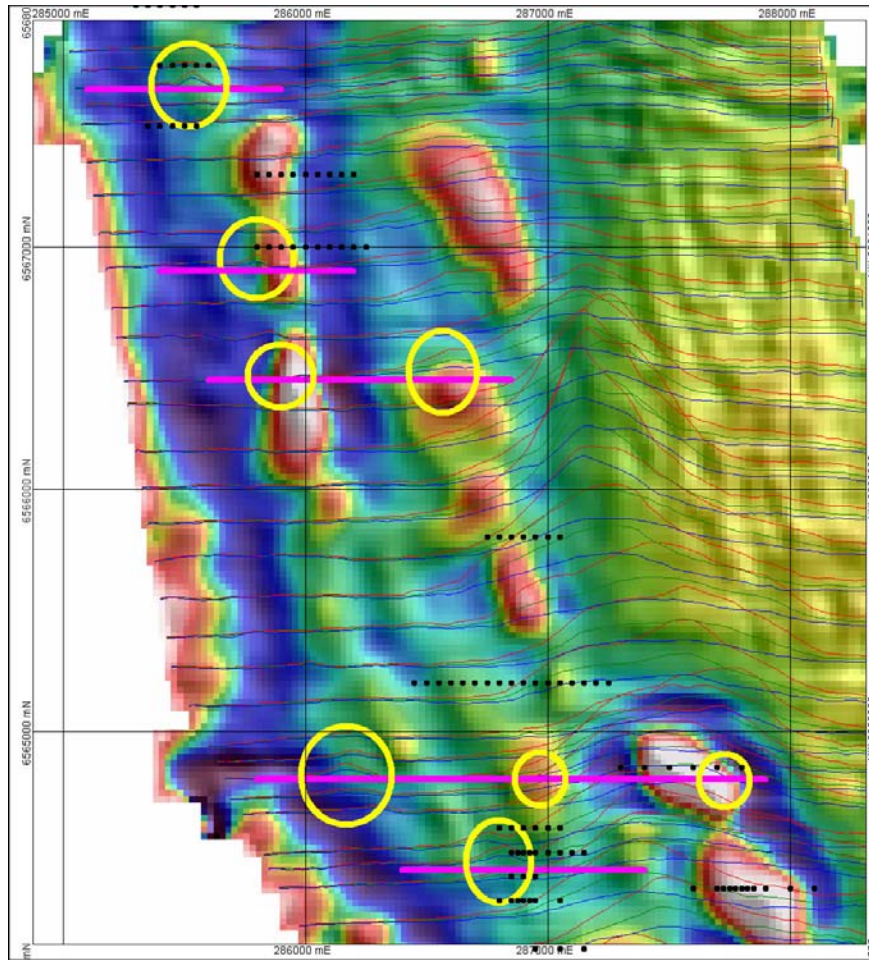


Figure 1 Proposed moving loop EM (yellow circles) on magnetic image and VTEM profiles



Figure 2 Proposed moving loop EM (yellow circles) on Google Earth image