

Halo Intersects up to 4 m of 3.8% Copper and 12.6% Zinc

Publisher: ProActive Investors

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January 25, 2010

Good news all round for Canadian Venture and Frankfurt listed **Halo Resource Ltd (TSX.V: HLO, Frankfurt: HRL)**. In what could be an excellent beginning for 2010, the first assays from the pre-Christmas drill programme at the company's Lost Lake Deposit has confirmed continuity of the deposit and high grade intervals. Halo owns or has an interest in the Sherridon VMS copper-zinc property in Manitoba and the West Red Lake and Duport gold properties in Ontario.

Assays have returned up to 4 m of 3.8% Copper and 12.6% Zinc at Lost deposit. The Lost mineralization includes an inferred resource of 2.07 million tonnes, grading 0.9% copper and 2.7% zinc (using a copper price of \$2.50/lb, zinc price of \$0.90/lb and an NSR cut-off of \$20 for open-pit mining). Lynda Bloom, President and CEO stated that all of the holes intersected mineralization within 10 meters of the anticipated location with several of the intersections showing better than expected results.

Halo's corporate strategy is to review, acquire, explore and develop mineral properties of merit in Canada with the greatest potential for value creation. Much of its current focus is on Sherridon Copper-Zinc Project which comprises five deposits including the Lost Lake and Cold Lake deposits. Halo intends to develop a mineable resource at the Sherridon VMS project.

In an important development, Halo has signed an Option Agreement with Hudson Bay Mining and Smelting Co., Limited ("HudBay"), a subsidiary of HudBay Minerals Inc. (TSX: HBM). The agreement allows HudBay to earn up to a 67.5% joint venture interest in a 1.1 sq. km. area of the 200 sq. km. Sherridon VMS project. The agreement is expected to help Halo's ambitions to develop a mineable resource at Sherridon.

The agreement requires HudBay to make a cash payment of \$800,000 to Halo and spend a minimum of \$1.35 million at Sherridon. Upon earning a 51% interest, Halo and HudBay will form a joint venture, with HudBay as the operator. HudBay can increase its 51% joint venture interest to 60% by funding and completing a feasibility study within four years and paying \$2 million in cash to Halo. HudBay can further increase its interest to 67.5% by paying \$2.5 million to Halo prior to commencement of commercial production.

Given the recent drill results and the agreement with HudBay, Halo's aspirations to develop a mineable resource at Sherridon certainly appear to be attainable. Halo also has undertaken considerable development activities at West Red Lake and Duport gold properties and has plans to advance those two projects as well. The Company has a joint venture interest in the Duport Property, and is the operator for several contiguous joint venture properties in West Red Lake covering 45 sq. km.

About Halo Resources Ltd.

Halo is a Canadian-based resource company focused on the acquisition of near production base and precious base metal deposits. The Company's focus is the 200 sq. km. Sherridon VMS Property, a combination of mature and grassroots volcanogenic massive sulphide (VMS) copper, zinc and gold exploration opportunities. A 2008 NI43-101 compliant copper zinc resource, for four of the known deposits in the district, was completed in less than 18 months, with exploration activity ongoing.