

HUDSON REPORTS ADDITIONAL HIGH GRADE ASSAYS AT GREENLAND RARE EARTH PROJECT

Vancouver, BC - **HUDSON RESOURCES INC.** (the "Company") – (TSX Venture Exchange "HUD"; OTCQX "HUDRF") is pleased to announce the 2011 Phase Two drill results for the Sarfartoq rare earth element project in Greenland. Phase Two drilling included 4,888m of infill and step out drilling at the ST1 Zone where the Company has outlined a 43-101 compliant inferred resource of 14.1Mt at 1.5% TREO. An additional 1,858m of exploratory drilling was also completed peripheral to ST1. A further 1,450m of drilling was completed in the ST19 area located approximately 9km southeast of ST1. Complete drill results are presented in Table 3 below. In total 16,514m over 71 holes were drilled this year. In addition, a 5 tonne metallurgical sample was collected from surface.

2011 Phase Two Highlights:

- Fourteen holes at the ST1 Zone intercepted high-grade intervals assaying from 2.07% TREO to 6.49% TREO – averaging 3.6% TREO over 10.5 m. In total, the 2011 drill program had 19 high-grade intercepts (minimum 10m) averaging 13m of 3.3% TREO.
- The highest grade intercept to date of 6.5% TREO over 8m was drilled at the north end of the ST1 Zone - well outside of the current resource model.
- Wide zones of mineralization at ST1 include 60m of 2.7%, 74m of 2.2% and 66m of 2.0% TREO.
- An ST19 intercept of 56 m of 2.76 % TREO including 14.0 m of 3.53% TREO.
- New high-grade system discovered 900m to the north east of the ST1 Zone in hole SAR11-50 with 14.0 m of 3.3% TREO including 4.0 m of 7.2% TREO.

Table 1: 2011 Phase Two High-Grade Intercepts at the ST1 Zone

Hole ID	From (m)	To (m)	Intersection ¹ (m)	TREO	Nd2O3/TREO
SAR11-36	192.0	198.0	6.0	2.84%	14.5%
SAR11-37	304.0	316.0	12.0	3.11%	19.8%
SAR11-38	198.0	202.0	4.0	4.28%	14.7%
SAR11-40	36.0	48.0	12.0	2.82%	16.9%
SAR11-42	150.0	158.0	8.0	3.36%	16.5%
SAR11-44	52.0	62.0	10.0	2.68%	16.0%
	72.0	82.0	10.0	2.70%	16.5%
SAR11-45	28.0	44.0	16.0	2.91%	17.3%
	70.0	84.0	14.0	4.76%	14.9%
SAR11-56	158.0	166.0	8.0	3.85%	14.4%
SAR11-58	254.0	276.0	22.0	3.95%	15.8%
SAR11-62	134.0	142.0	8.0	4.91%	14.2%
SAR11-64	192.0	198.0	6.0	3.72%	16.3%
SAR11-66	154.0	166.0	12.0	3.68%	15.0%
SAR11-69 ²	152.0	164.0	12.0	2.07%	26.8%
SAR11-71	134.0	142.0	8.0	6.49%	13.7%

Note 1. The 2011 drill holes at ST1 were generally drilled at an azimuth of 310 degrees and a dip of between 45 and 65 degrees. As a result, true widths for holes SAR11-36 – 42 and SAR11-64 are estimated to be 95% to 80% of reported intersections, respectively. An estimate of the true width of the other holes can not be determined until the resource has been updated.

Note 2. This intersection was added due to the very high proportion of neodymium in the sample.

James Tuer, Hudson's President, stated, "We are very pleased with the results from our 2011 Phase Two drill program. We have now demonstrated that the mineralization extends to the northeast and have intersected some of our highest grade material as we move in that direction. A step out hole almost a kilometer north of ST1 intercepted some of our highest grade material to date and confirms the exploration potential of this largely untested Sarfartoq carbonatite. Now that all of our 2011 drill results are in we will be working towards preparing an updated resource model in the coming months. Based on this years results, we expect to be able to move resources from the inferred to indicated category and increase the overall grade of the resource".

The Preliminary Economic Assessment (PEA), which is being carried out by Wardrop, a Tetra Tech Company, is now expected to be completed in the next two weeks. Metallurgical test-work is ongoing at Hazen Research in Colorado and the Saskatchewan Research Council in Saskatoon. The metallurgical studies are being conducted under the direction of John Goode, P.Eng. John has extensive experience in the rare earth industry in North America and China.

The distribution of individual rare earth oxides as a percentage of the total rare earth oxides from the Phase Two results are documented in Table 2. The results for the ST1 Zone are consistent with previous assay results and demonstrate a high proportion of neodymium oxide to total rare earth oxides. Note that the gross amount of neodymium oxide is approximately the same at each location which is important since Hudson currently anticipates developing the resource primarily as a neodymium mine. Neodymium prices remain robust with neodymium oxide currently quoted at US\$240/kg, FOB China, and at US\$145/kg, within China, according to www.metal-pages.com.

Table 2: Distribution of Rare Earths in Phase Two Samples

Area	Average Width	TREO	La2O3	Ce2O3	Pr2O3	Nd2O3	Sm2O3	Eu2O3
ST1-CARB	31	1.7%	23.3%	50.0%	5.4%	17.6%	1.7%	0.4%
ST1-E-CARB	7	2.1%	28.2%	49.3%	4.8%	14.3%	1.4%	0.3%
ST19-CARB	15	3.0%	33.1%	48.2%	4.1%	11.8%	1.1%	0.2%
Area		Gd2O3	Tb2O3	Dy2O3	Y2O3	Other	Total	
ST1-CARB		0.9%	0.1%	0.2%	0.4%	0.0%	100.0%	
ST1-E-CARB		0.9%	0.1%	0.2%	0.4%	0.0%	100.0%	
ST19-CARB		0.7%	0.1%	0.2%	0.5%	0.1%	100.0%	

Note: "CARB" refers to carbonatite the Company has identified as likely to be mineralized based on lithology.

Table 3: Complete 2011 Phase Two Drill Results

Hole ID	Area	Easting	Northing	Elevation (m)	Depth (m)	Azimuth (°)	Dip (°)
SAR11-36	ST-1	485368	7378442	657	214	310	-70
SAR11-37	ST-1	485160	7378155	643	360	310	-65
SAR11-38	ST-1	485368	7378442	657	269	310	-75
SAR11-39	ST-1	485091	7378223	635	262	310	-70
SAR11-40	ST-1	485188	7378340	647	192	310	-50
SAR11-41	ST-1	485091	7378223	635	192	310	-45
SAR11-42	ST-1	485217	7378372	646	189	310	-45
SAR11-43	ST-1	485139	7378314	642	252	310	-50
SAR11-44	ST-1	485217	7378372	646	116	120	-60
SAR11-45	ST-1	485217	7378372	646	153	120	-80
SAR11-46	ST-1 east	485331	7378675	667	207	180	-55
SAR11-47	ST-1 east	485745	7378835	671	214	180	-55
SAR11-48	ST-1 east	485735	7378857	675	246	315	-55
SAR11-49	ST-1 east	485331	7378675	667	240	0	-55
SAR11-50	ST-1 east	486258	7378784	682	244	315	-55

Hole ID	Area	Easting	Northing	Elevation (m)	Depth (m)	Azimuth (°)	Dip (°)
SAR11-51	ST-1 east	485098	7378702	688	311	90	-60
SAR11-52	ST-1 east	485921	7378567	676	259	315	-55
SAR11-53	ST-1	485324	7378541	603	76	130	-45
SAR11-54	ST-1	485324	7378541	603	256	130	-55
SAR11-55	ST-1 south	485760	7378252	676	137	220	-45
SAR11-56	ST-1	485324	7378541	603	207	130	-70
SAR11-57	ST-19E	489119	7370340	590	143	150	-75
SAR11-58	ST-1	485222	7378369	646	311	44	-49
SAR11-59	ST-19E	489119	7370340	590	198	0	-90
SAR11-60	ST-19E	489119	7370340	590	217	15	-82
SAR11-61	ST-19E	489320	7370398	589	238	224	-50
SAR11-62	ST-1	485252	7378419	646	166	130	-75
SAR11-63	ST-19E	489012	7370290	524	210	10	-50
SAR11-64	ST-1	485361	7378381	687	229	315	-63
SAR11-65	ST-19 Gorge	488101	7370498	553	299	215	-80
SAR11-66	ST-1	485322	7378452	647	174	225	-85
SAR11-67	ST-19 Gorge	488008	7370552	556	232	250	-75
SAR11-68A	ST-1	485568	7378397	677	18	310	-45
SAR11-68	ST-1	485568	7378397	677	366	310	-50
SAR11-69	ST-1	484980	7378285	550	372	179	-54
SAR11-70	ST-1	485044	7377993	626	314	310	-73
SAR11-71	ST-1	485377	7378547	611	214	57	-80

Hole ID	Area	From (m)	To (m)	Intersection (m)	TREO	Nd2O3/TREO
SAR11-36	ST-1	192.0	198.0	6.0	2.84%	14.5%
SAR11-37	ST-1	260.0	326.0	66.0	1.96%	19.5%
		incl. 272.0	286.0	14.0	2.54%	16.4%
		incl. 302.0	318.0	16.0	2.88%	19.5%
		incl. 304.0	316.0	12.0	3.11%	19.8%
SAR11-38	ST-1	140.0	146.0	6.0	2.00%	15.7%
		and 192.0	204.0	12.0	1.97%	15.5%
		incl. 198.0	202.0	4.0	4.28%	14.7%
SAR11-39	ST-1	148.0	204.0	56.0	1.51%	23.0%
		incl. 154.0	180.0	26.0	1.73%	21.9%
		and 232.0	252.0	20.0	1.00%	23.6%
SAR11-40	ST-1	18.0	48.0	30.0	1.67%	17.8%
		incl. 36.0	48.0	12.0	2.82%	16.9%
SAR11-41	ST-1	90.0	104.0	14.0	1.53%	22.2%
		and 124.0	134.0	10.0	0.89%	27.8%
SAR11-42	ST-1	5.7	28.0	22.3	1.09%	17.0%
		and 150.0	164.0	14.0	2.61%	16.9%
		incl. 150.0	158.0	8.0	3.36%	16.5%
SAR11-43	ST-1	28.0	46.0	18.0	1.86%	17.7%
		and 60.0	80.0	20.0	1.34%	21.7%
		and 148.0	188.0	40.0	0.77%	25.1%
SAR11-44	ST-1	28.0	92.0	64.0	1.44%	16.7%
		incl. 52.0	62.0	10.0	2.68%	16.0%

Hole ID	Area		From (m)	To (m)	Intersection (m)	TREO	Nd2O3/TREO
		incl.	72.0	82.0	10.0	2.70%	16.5%
SAR11-45	ST-1		16.0	90.0	74.0	2.15%	17.5%
		incl.	28.0	44.0	16.0	2.91%	17.3%
		incl. incl.	36.0	44.0	8.0	4.04%	15.4%
		incl.	66.0	86.0	20.0	4.15%	15.4%
		incl.	70.0	84.0	14.0	4.76%	14.9%
SAR11-46	ST-1 east		148.0	154.0	6.0	2.32%	15.5%
		and	190.0	194.0	4.0	3.33%	14.9%
SAR11-47	ST-1 east		103.0	109.0	6.0	1.62%	14.3%
SAR11-48	ST-1 east		106.0	121.0	15.0	1.23%	15.9%
SAR11-49	ST-1 east		16.0	22.0	6.0	1.32%	15.8%
		and	40.0	44.0	4.0	1.55%	16.8%
SAR11-50	ST-1 east		206.0	220.0	14.0	3.26%	13.0%
		incl.	206.0	210.0	4.0	7.15%	12.3%
		incl.	216.0	218.0	2.0	5.90%	12.0%
SAR11-51	ST-1 east		282.0	286.0	4.0	1.74%	18.5%
SAR11-52	ST-1 east		203.7	204.9	1.2	5.46%	13.9%
SAR11-53	ST-1		No Significant intersections over 2m				
SAR11-54	ST-1		48.0	58.0	10.0	1.04%	17.0%
		and	166.0	178.0	12.0	1.06%	18.5%
SAR11-55	ST-1 south		No Significant intersections over 2m				
SAR11-56	ST-1		148.0	166.0	18.0	2.08%	15.4%
		incl.	158.0	166.0	8.0	3.85%	14.4%
SAR11-57	ST-19E		32.0	54.0	22.0	3.04%	12.6%
		incl.	32.0	46.0	14.0	3.62%	11.8%
SAR11-58	ST-1		30.0	132.0	102.0	0.87%	16.6%
		incl.	104.0	110.0	6.0	1.85%	16.5%
		incl.	126.0	132.0	6.0	1.66%	15.5%
		and	232.0	292.0	60.0	2.65%	16.3%
		incl.	252.0	288.0	36.0	3.53%	16.0%
		incl. incl.	254.0	276.0	22.0	3.95%	15.8%
SAR11-59	ST-19E		46.0	50.0	4.0	4.90%	11.3%
		and	76.0	132.0	56.0	2.76%	12.5%
		incl.	82.0	104.0	22.0	3.74%	10.5%
		and	108.0	122.0	14.0	3.53%	11.9%
SAR11-60	ST-19E		54.0	58.0	4.0	2.20%	11.3%
SAR11-61	ST-19E		Not Sampled				
SAR11-62	ST-1		60.0	144.0	84.0	1.69%	17.3%
		incl.	102.0	112.0	10.0	2.21%	19.0%
		incl.	130.0	144.0	14.0	4.04%	15.0%
		incl. incl.	134.0	142.0	8.0	4.91%	14.2%
SAR11-63	ST-19E		No Significant intersections over 2m				
SAR11-64	ST-1		172.0	214.0	42.0	1.58%	17.2%
		incl.	192.0	198.0	6.0	3.72%	16.3%
SAR11-65	ST-19 Gorge		272.0	274.0	2.0	3.56%	12.9%
SAR11-66	ST-1		144.0	170.0	26.0	2.34%	15.8%
		incl.	154.0	166.0	12.0	3.68%	15.0%

Hole ID	Area	From (m)	To (m)	Intersection (m)	TREO	Nd2O3/TREO
SAR11-67	ST-19 Gorge	16.5	18.5	2.0	4.56%	13.9%
SAR11-68A	ST-1	Not Sampled				
SAR11-68	ST-1	316.0	320.0	4.0	1.65%	15.7%
SAR11-69	ST-1	136.0	182.0	46.0	1.37%	24.4%
	incl.	152.0	164.0	12.0	2.07%	26.8%
	and	258.0	268.0	10.0	1.65%	20.3%
	and	350.0	360.0	10.0	2.04%	19.5%
SAR11-70	ST-1	No Significant intersections over 2m - Hole terminated prior to targeted mineralization				
SAR11-71	ST-1	128.0	144.0	16.0	3.96%	14.3%
	incl.	134.0	142.0	8.0	6.49%	13.7%

Note: All measurements are in metres. Elevation is height above sea level. All elements reported by Actlabs are in parts per million (ppm) and have been converted to % oxide. Total Rare Earth Oxides (TREO) refers to the elements lanthanum through lutetium plus yttrium expressed as oxides in the form REE₂O₃

Drill core was logged and sampled in the field and split core was shipped to Ancaster Ontario for processing at Activation Laboratories Ltd. (Actlabs). A strict QA/QC program was followed, which includes the use of elemental standards, duplicates and blanks. In cases where the entire hole was not sampled, only significant drill intersections of carbonate mineralization were sampled. Core was split in the field with half of the core being sent to Actlabs and the remaining half stored on-site for future reference. All samples were analyzed using lithium borate fusion, acid dissolution and ICP-MS analysis.

The Sarfartoq REE project is located within 20 km of tidewater and only 60 km from Greenland's international airport. The project is owned 100% by Hudson. The Company is currently well financed with approximately \$13 million in working capital.

The ST1 Zone at Sarfartoq represents one of the industry's highest ratios of neodymium and praseodymium to TREO, totaling 25%, based on the inferred resource. The ST1 Zone contains over 40 million kilograms of neodymium oxide which is the key component in permanent magnets and the fastest growth sector of the rare earths industry.

Dr. Michael Druecker is a qualified person as defined by National Instrument 43-101 and reviewed the preparation of the scientific and technical information in this press release in respect of the Sarfartoq REE Project.

ON BEHALF OF THE BOARD OF DIRECTORS

"James Tuer"

James Tuer, President

For further information:

James Tuer, President

Ph: 604-628-5002 or 604-688-3415

tuer@hudsonresources.ca

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