



7th July 2017

Market Announcements Platform
Australian Securities Exchange

COURT APPLICATION FOR CLEANSING NOTICES

Spectrum Rare Earths Limited (**The Company**) advises that the Cleansing Notices issued on 7 March and 28 April 2017 (**Cleansing Notices**) relating to the issue of ordinary shares on 3 March and 28 April 2017 (**Shares**) were defective, because the Company had been suspended for more than five days in May 2016.

The Company confirms that it lodged a Cleansing Prospectus (**Prospectus**) on 30 May 2017 to rectify the issue associated with the defective Cleansing Notices and has filed an application with the Federal Court of Australia seeking declaratory relief and ancillary orders relating to the issue of securities and the subsequent offer for sale or sale by some of the subscribers of those securities.

The first hearing of this application is listed for 28 July 2017 and the Company will continue to advise the market accordingly.

G R Boden
Company Secretary