

ASX ANNOUNCEMENT

3 April 2014

CAPITAL RAISING SUSPENDED

Spectrum Rare Earths Limited provides the following information to end the voluntary suspension from trading of its securities.

Mineralogical Results

After commencement of the planned capital raising for which a trading halt was called on 28th March, significant mineralogical results were received by the Company. These results are the subject of a separate announcement which follows immediately.

The Company plans to commence a drilling programme in mid-April to further evaluate the prospects for which this mineralogical work was undertaken.

Capital Raising

In order to allow the market to absorb and understand these results, the Company has suspended its capital raising activities.

For further information please contact:

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Spectrum Rare Earths Limited

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Spectrum Rare Earths Limited holds approximately 15,000km² of prospective land package across 47 (27 under application) tenements making it one of the biggest ground holders in the Northern Territory of Australia. The business holds multiple consolidated project areas across several key geological and metallogenic terrains, affording it some opportunity to diversify exploration into many commodities. Spectrum's main focus is its Skyfall Heavy and Magnetic End Use Rare Earth District where it retains approximately 3,000km² of tenements. The Rare Earth District is located approximately 5 hours' drive south of Darwin.

The information in this report that relates to exploration targets and exploration results is based on information compiled by Ian Bamborough, a Competent Person who is a Member of The Australian Institute of Geoscientists. Ian Bamborough is a fulltime employee and Director of Spectrum Rare Earths Limited, in addition to being a shareholder in the Company. Ian Bamborough has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Ian Bamborough consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

<u>Registered Office</u>	<u>Main Office</u>	<u>Company Management</u>
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