

1 May 2015



SYRAH RECEIVES ENVIRONMENTAL LICENSE FOR BALAMA GRAPHITE PROJECT

INTRODUCTION

Syrah Resources Limited (ASX: SYR, Syrah or the Company) is very pleased to announce that it has received its Environmental License for the Balama Graphite Project from the Ministry of Land, Environmental and Rural Development (MITADER) in Mozambique.

Highlights:

- **Environmental License approved by Mozambican Government**
- **Approvals now received for the Balama Graphite Project include:**
 - **Mining Concession granted in December 2013 for a period of 25 years (renewable for a further 25 year period)**
 - **Water License granted**
 - **Environmental License granted**
- **Land Access License (DUAT) expected shortly**

ENVIRONMENTAL LICENSE

Syrah has received from the Ministry of Land, Environmental and Rural Development (MITADER) its Environmental License for the Balama Project.

LAND ACCESS (DUAT) LICENSE

Following the granting of the Environmental license, Syrah has also received notification from the Ministry of Agriculture and Rural Development (MADER) that its Land Access (DUAT) License is currently being reviewed for the Balama Project. Under Mozambican Law, the proposed DUAT grants the titleholder the right of land use for a maximum period of 50 years, which can be renewed for an additional 50 years.

Syrah Managing Director Tolga Kumova commented:

"We have been working proactively with all stakeholders including the Mozambique Government to achieve this significant milestone. The awarding of the Environmental License is the culmination of 2 years of community consultation, base line studies and environmental impact assessments. This license will ensure that the Balama Graphite Project will adhere to and be operated at the highest environmental standards.

We would like to acknowledge the efforts of the staff within the Ministry of Land, Environmental and Rural Development for their efforts in reviewing and supporting Syrah's Environmental License application. With the land access license currently being reviewed Syrah expects all key approvals to be in place shortly. These approvals will allow Syrah to rapidly move towards the financing and construction of the Balama Graphite Project."

Tolga Kumova

Managing Director

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About Syrah Resources

Syrah Resources (ASX code: SYR) is an Australian resource company that is rapidly progressing its flagship Balama Graphite and Vanadium Project in Mozambique to production. The Project currently hosts one of the largest graphite and vanadium resources in the world with an Australasian Joint Ore Reserves Committee (JORC) compliant resource of 1.15 Bt at 10.2% total graphitic carbon (TGC) and 0.23% V₂O₅. Balama is a 106 km² granted mining licence located within the Cabo Delgado province in the district of Namuno in northern Mozambique. The Project is approximately 260 km by road west of Pemba and is accessible by a sealed, main road, running directly from Pemba Airport. The Port of Nacala is approximately 460 km by road south east of the Project and is the deepest port in Southern Africa.