

Date: 10th September 2015

ASX Code: JRV

NEW TEST WORK FOR THE SYERSTON/ FLEMINGTON SCANDIUM RESOURCE (EL7805, NSW)

The Company owns 100% of a World Class Scandium Resource at the above location. Under the 2012 JORC Code the resource has been independently classified as being mostly in the “Measured” category but with some resource in the “Indicated” category. Full details of these matters have already been released to Shareholders, via ASX, in the usual way.

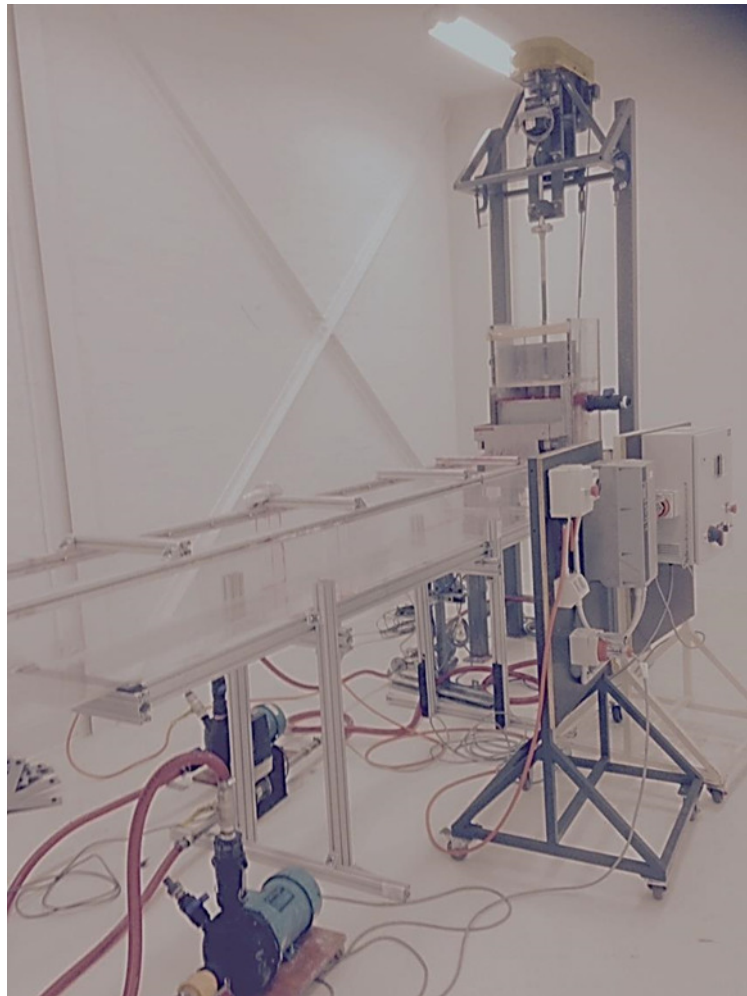
Mineralised laterites are difficult to treat effectively. The Syerston Resource, despite extraordinary Scandium grades, is typical. The obvious and much used route, High Pressure Acid Leach (HPAL), was tested by the Company, with some success and the results were released to shareholders previously. However, we do not favour this approach, for reasons that it is not in Shareholders’ interests to disclose.

The Company has also been working on a totally new treatment concept. Based on preliminary bench scale tests, we believe that the new concept is the correct approach for Jervois. As a consequence, the Company is now negotiating a Two Stage work programme with CSIRO. Stage One will be completed by end 2015. Assuming favourable outcomes, following further optimisation and Process scaling up, Stage Two will follow in early 2016 and will become part of a Full Feasibility Study, due for completion by 30 June 2016. This work can now be funded internally, following the recent pro – rata Issue. CSIRO is well equipped to carry out the necessary, large scale tests right here in Melbourne. The Company will provide sufficient tonnes of representative, mineralised, sample for these tests.

Shareholders should be aware that despite much publicity worldwide, over predicted, future demand for Scandium in both oxide and metallic form, actual usage is still tiny - perhaps reaching 10 to 15 tonnes per annum. In these circumstances, the use of the word ‘Bankable’, attached to a Feasibility Study, does not seem appropriate without ‘take or pay’ buyers for Scandium in some form. The Company remains optimistic on the ultimate potential for Scandium, production.



Top-stirred leach tank with a capacity to generate up to 2500L leach liquor. CSIRO has also a large filter press to carry out the solid-liquid separation.



Pilot-scale solvent extraction rig of CSIRO with 30L/min PLS treatment capacity.

By order of the Board

Roger Fairlam
Company Secretary