

11th November 2014

Update Regarding Release of Resource Upgrade

The directors of QBL wish to inform shareholders and the market, that the process of preparing the report relating to the upgrading of the resource underpinning the scoping study is still ongoing.

Further positive results from the project have been received over the past week and are being incorporated within the model and being prepared in accordance with the requirements and expectations of the JORC 2012 and the ASX Listing Rules.

Once the release is finalised and approved for release, the Company will resume trading. This process may yet take another few days.

The directors look forward to providing this important release as soon as possible.

A handwritten signature in blue ink, appearing to read "Sholom D Feldman".

Sholom D Feldman
Executive Director / Company Secretary

67 Penkivil St
Bondi NSW 2026
Ph +61 2 9291 9000
Fax +61 2 9291 9099
Email sfeldman@queenslandbauxite.com.au
ABN 18 124 873 507

www.queenslandbauxite.com.au