

ASX:KRE

3 October 2011

Kimberley Rare Earths Limited

ABN 20 147 678 779

Directors

Ian Macpherson – Chairman & NED
Allan Trench – NED
Gerry Kaczmarek – NED
Peter Rowe – NED

Management

Tim Dobson – CEO
Geoff Collis – GM- Exploration
Darren Crawte – Company Secretary

Principal Place of Business

Suite 1, 83 Havelock St
West Perth WA 6005
Telephone: +61 8 9486 4326
Facsimile: +61 8 9486 4327

Registered Office

C/- MGI Perth
Level 7, The Quadrant
1 William St, Perth WA 6000
Telephone: +61 8 9463 2463
Facsimile: +61 8 9463 2499

Website

www.kimberleyrareearths.com.au

Capital Structure

125.6m shares
6.0m 25c, 2014 unlisted options
2.5m 30c, 2014 unlisted options

For further information, please
contact

TIM DOBSON

Chief Executive Officer

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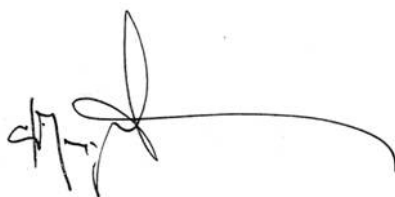
APPOINTMENT OF MANAGING DIRECTOR

KRE is pleased to announce that Tim Dobson has accepted an invitation by the directors of the Company to join the Board in the capacity of Managing Director, effective 1 October 2011. He will join the four existing non-executive directors of the Company, thereby increasing the size of the Board to five directors.

Mr Dobson commenced with KRE in the role of Chief Executive Officer on 27 June 2011. Since that time, KRE has established a team and premises in West Perth and has set about implementing the strategy outlined in the Company's April 2011 IPO Prospectus, including the commencement of resource development at the Cummins Range rare earths project in Western Australia, and the securing of a second rare earths project in Mozambique.

Mr Dobson will be engaged as Managing Director of the Company on the same terms as disclosed to the market at the time of his appointment as Chief Executive Officer of the Company on 19 May 2011.

The directors of KRE welcome Tim to the Board and look forward to working with him in his new capacity.



Ian Macpherson
Chairman
Kimberley Rare Earths Ltd

About Kimberley Rare Earths

Kimberley Rare Earths Limited listed on the Australian Securities Exchange (ASX:KRE) on 18 May 2011, having raised \$18.2m under an oversubscribed Initial Public Offering.

KRE is a specialist rare earths company and holds a 25% interest in the Cummins Range Project in Western Australia. KRE has the right to earn up to 80% of the project by funding exploration and development through to delivery of a bankable feasibility study. KRE's first target is to spend \$10m within four years to increase its interest to 55%. The Cummins Range project comprises 1 granted exploration license (80/2232) in the East Kimberley within which is contained a JORC compliant Inferred Resource of 4.17 Mt at 1.72% TREO (total rare earth oxide), 11.0% P₂O₅ and 187 ppm U₃O₈ (using a 1% TREO cut off). The Cummins Range project is one of only a few Australian rare earths projects with a Resource reported under the JORC Code.

KRE has also signed a Heads of Agreement to earn up to a 90% interest in a pegmatite-hosted rare earth project in Mozambique with significant exploration potential, including for xenotime-hosted yttrium, dysprosium and erbium.

