

6th March 2015

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Grant of ASX Waiver and Completion of \$910,000 Placement

- **ASX has Granted the Company a Waiver under ASX LR 14.7 for the Immediate issue of the 65 Million Shares placed to China Bauxite Trading & Investments (CBTI) as announced earlier this week.**
- **CBTI is headed by a former China Non-Ferrous Metal Corporation Executive**
- **As a result of this placement CBTIC will be the second largest shareholder in QBL**
- **The Placement has been made pursuant to the shareholder approval as received at the recent AGM**
- **The Share Placement was initiated by CBTI**
- **The funds raised will primarily be used for funding of the development of South Johnstone Bauxite Project**

Queensland Bauxite Limited (ASX:QBL, the "Company" or "Queensland Bauxite") is pleased to advise that it has received an ASX Waiver to enable the immediate completion of the recently announced \$910,000 placement to CBTI. As announced earlier this week, the Company had accepted an investment of A\$910,000 via a placement of 65,000,000 ordinary shares at \$0.014 per share and a further 5 million options exercisable at 3c per share expiring 28 February 2018 to China Bauxite Trading & Investments ("CBTI").

The placement is being made at \$0.014 per share which is the same price as the current non-renounceable issue of one (1) (Share) for every (4) four Shares held by shareholders at an issue price of \$0.014 per share with one (1) free attaching option exercisable at 10c per share for every two shares subscribed for under the offer.

The placement is being made pursuant to shareholder approval received at the Company's recent AGM under Listing Rule 7.1 for the Company to issue up to an additional 65M Shares. The issue of the shares has taken place today in accordance with the now granted ASX waiver under LR 14.7 to allow the shares to be issued under the Resolution as approved by shareholders at the AGM.

The conditions of the waiver are that 1) The Placement Shares are issued no later than today 6 March 2015 and

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otherwise on the same terms as approved by shareholders on 25 November 2014.

2) The issue price of the shares cannot be set any lower than 80% of the lowest average market price of the Company's shares during any period of 5 consecutive days on which sales of the Company's shares were recorded during the period between 25 November 2014 and 25 February 2015; and

3) The terms of the waiver are released to the market immediately.

The Company has been approached by a number of groups for investment in QBL including CBTI and the Directors decided that given the background of CBTI's key executives and their extensive contacts and experience in Chinese state owned enterprises it could play a key role in assisting QBL to negotiate and finalise off take agreements with end users.

The funds raised will primarily be used for the continued expansion and development of the South Johnstone Bauxite Project.

The directors are excited at the opportunities that the association with CBTI will bring to the Company and welcome CBTI's investment as a sign of the undervalued nature of QBL's shares at present as well as CBTI's offer to assist with off take discussions and negotiations.

About China Bauxite Trading & Investments Company

CBTI was founded by Mr. Yongjin Li who graduated from the University of Science and Technology in 1983 and spent 15 years working for China Non Ferrous Metal Corporation (CNNC), the former parent company of CHINALCO, CNMC, JNMC, Minmetals and many other Chinese non-ferrous majors.

Mr. Li spent 15 years working for CNNC and was a Project Manager in charge of importing and exporting of non-ferrous metal for their alumina refineries.

Subsequently, Mr. Li held the position of marketing manager with Sino Metal, which is CNNC's subsidiary in Sydney for four years.

Mr. Li has extensive experience working with Chinese State-owned companies and private sector alumina enterprises and bridging the divide between Australian mineral companies and Chinese end users.



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About Queensland Bauxite

Queensland Bauxite Ltd is an Australian listed company focused on the exploration and development of its bauxite tenements in Queensland and New South Wales. The Company's lead project is the South Johnstone Bauxite Deposit in northern Queensland which has rail running through the project area and is approximately 15-24 kilometres from the nearest deep water port. The Company intends to become a bauxite producer with a focus on commencing production at South Johnstone as early as possible.

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