

10th February 2015

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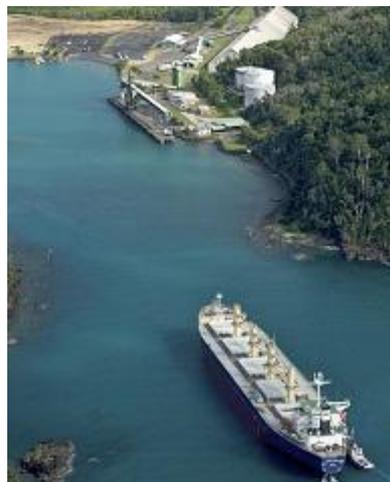
Queensland Bauxite Signs Heads of Agreement with Port Authority

Highlights

- Heads of Agreement signed with Ports North for Mourilyan Port
- Mourilyan Port located within 16-25kms by road of South Johnstone Project
- Confirmed port capacity available of a minimum initial 800,000 tonnes of product per annum

Queensland Bauxite Limited (ASX:QBL, the "Company" or "Queensland Bauxite") is pleased to advise that it has signed a Heads of Agreement ("HOA") with Far North Queensland Ports Corporation Limited ("Ports North").

The HOA gives a commitment of port capacity for product that is expected to be produced and exported from the South Johnstone Project ("South Johnstone" or "the Project") and confirms the availability of significant initial port capacity.



Aerial view of Port of Mourilyan

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The Port of Mourilyan is located 15-24km west, by road, of the South Johnston mine site and has excellent road connections.

Queensland Bauxite Executive Chairperson, Pnina Feldman commented:

“Logistics and in particular port capacity are key to our commercialisation strategy, especially to markets in Asia. This HOA is an important and necessary step in confirming our commercial path to market and gives us further confidence in our ability to execute on our strategy of exporting product to our key seaborne bauxite markets. The Port of Mourilyan is close to our site and provides an excellent logistics solution to develop a profitable mining and export operation in 2015. A second larger operating mining and export scenario will also be evaluated.”



Figure 2: Map Showing significant shipping advantage of Port of Mourilyan: Distances to Asia

The Heads of Agreement confirms the parties will work together to finalise a commercial agreement for the utilisation of port infrastructure and the development of the designated Stock Pile Facility and associated tenure over the site and a Port Operations and Access Agreement Lease Agreement to commence on completion of development of the Facility and prior to commencement of operations at the port.

Importantly, the facilities will allow for the shipment of a minimum initial 800,000 tonnes of product each year from 2015.

About Ports North

Ports North is a Queensland State Government Owned Corporation. Ports North have ownership and control of the Port of Mourilyan in Far North Queensland (the Port), including freehold landholdings designated as Strategic Port Land, including both developed and vacant land.

Pnina Feldman
Executive Chairperson

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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 16-25 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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