

ASX RELEASE

23 February 2017

ASX: ARU

Not for release or distribution in the United States

Section 708A(5)(e) Notice

Arafura Resources Limited (ASX: ARU, "Arafura" or the "Company") advises that further to the Company's announcement on 20 February 2017, the Company has today issued 53,100,588 new ordinary shares ("**Placement Shares**") and accordingly, provides the following notice.

In accordance with section 708A(6) of the *Corporations Act 2001* (Cth) ("**Act**") the Company confirms that:

1. The Placement Shares are part of the class of ordinary shares quoted on the Australian Securities Exchange.
2. This notice is given under section 708A(5)(e) of the Act.
3. The Company issued the Placement Shares without disclosure to investors under Part 6D.2 of the Act.
4. As at the date of this notice:
 - a. the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company; and
 - b. the Company has complied with section 674 of the Act.
5. As at the date of this notice, there is no excluded information of the type referred to in sections 708A(7) and 708A(8) of the Act.

– ENDS –

For further information, contact:

Peter Sherrington
CFO & Company Secretary
T: +61 8 6210 7666

**AN EMERGING
RARE EARTHS
PRODUCER
FOR USERS
WORLDWIDE**

ARAFURA RESOURCES LIMITED

arafura@arultd.com www.arafuraresources.com.au ABN 22 080 933 455

PERTH: Level 3/263 Adelaide Tce, Perth WA 6000 | PO Box 5773, St Georges Tce, Perth WA 6831 T: +618 6210 7666 F: +618 9221 7966
DARWIN: 18 Menmuir St, Winnellie NT 0820 | PO Box 37220, Winnellie NT 0821 T: +618 8947 5588 F: +618 8947 5599