

ASX RELEASE

30 March 2017

ASX: ARU



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

SUCCESSFUL SHARE PURCHASE PLAN CLOSED

- ▲ SPP Strongly supported by shareholders with applications in excess of \$2.5m received
- ▲ Funds to be utilised in the continuation of pilot plant programs for the Nolans project

Arafura Resources Limited (ASX: ARU, “Arafura” or the “Company”) is pleased to announce that at the discretion of the Board, the Share Purchase Plan (“SPP”) dated 20 February 2017, has now been closed.

The Company would like to thank the shareholders who participated in the SPP which has raised in excess of \$2.5m. The funds raised from the SPP will be utilised in the operation of the Company’s pilot plant for the Nolans Project and when combined with existing cash reserves places the Company in an excellent position to advance the Nolans project work streams.

It is anticipated that the Allotment of the Shares under the SPP will occur on Thursday 6 April 2017 and the SPP shares will commence trading on the ASX on Monday 10 April 2017.

As outlined in the SPP offer, the issue price of the new Shares will be the lesser of \$0.077 or 80% of the volume weighted average market price (“VWAMP”) of the Shares calculated over the last five trading days before the allotment date. The final day of the SPP 5 day VWAMP calculation period is anticipated to be Wednesday 5 April 2017, the Company will announce the SPP issue price the following day. The indicative timetable for the completion of the SPP is shown in the table below.

| Event | Date |
|--|-------------------------------|
| SPP Closed | 30 March 2017 |
| SPP 5 day VWAMP Calculation Period | 30 March 2017 to 5 April 2017 |
| Allotment of SPP shares and announcement of SPP issue price. | 6 April 2017 |
| SPP shares commence trading on ASX | 10 April 2017 |

- ENDS -

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