

ASX Announcement
28 June 2010

Reed commences Public Environmental Review on its Barrambie Vanadium Project in WA

Australian diversified resources company Reed Resources Ltd (**ASX: RDR**) ("**Reed**" or "**the Company**") is pleased to announce that the Public Environmental Review has commenced for its Barrambie Vanadium Project located in the Mid West region of Western Australia, approximately 80km north of Sandstone, Western Australia .

The Barrambie Vanadium Project has moved one step closer towards Ministerial approval with the release by the Environmental Protection Authority ("EPA") of the project's Public Environmental Review document for public comment.

Ministerial approval is the final step in the regulatory process towards developing the Barrambie Vanadium project, which is wholly owned by Reed Resources Ltd. The Company completed a Definitive Feasibility Study in 2009.

Reed has announced in May that it had granted China Non-ferrous Metal Industry's Foreign Engineering and Construction Co. Ltd (NFC) a period of exclusivity to assess the project with the view to entering an engineering procurement and construction contract and obtaining project financing (see ASX announcement 17 May 2010).

Ends

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About Reed Resources Ltd

Reed Resources Ltd is a diversified mining and exploration Company based in Western Australia. It has modest gold production and is expanding and diversifying its production base. Reed Resources has five main projects (all in Western Australia) including;

- **Mount Marion** – High-grade Lithium project located about 40km south of Kalgoorlie in JV with Mineral Resources Ltd.
- **Comet Vale** – High-grade underground gold mine.
- **Barrambie** – Definitive Feasibility Study completed on a Ferrovandium operation to produce 6300t of contained vanadium per annum. Currently in approvals process.
- **Mount Finnerty** – Iron ore JV with Cliffs Natural Resources & Nickel Farm-in with Barranco Resources NL.
- **Bell Rock Range** – Nickel-Copper-PGM Farm-out to Anglo American Exploration.

Website: www.reedresources.com