

Scoping Study Clarification

Kibaran Resources Limited (ASX: KNL) (“Company”) refers to the results of the scoping Study (“Study”) on the 100%-owned Epanko deposit in Tanzania as announced to ASX on 11 July 2013.

The purpose of the Study was to assess the potential viability of options for the potential development of a graphite mining and processing operation in the Mahenge District of Tanzania, which is still subject to feasibility analysis and further exploration and may not occur. The Study results at this stage are not sufficient to define economic viability.

The 11 July announcement, included a capital cost estimate for a potential tonne per annum through put Processing Plant (“Statement”). The company has been informed that the Statement may be construed as a production target and forecast financial information derived from it implying economic viability. This was not the Company’s intention. Accordingly the Company retracts this Statement. The Company consequently cautions investors against using this Statement as a basis for investment decisions about securities in the Company.

The results of the Study provide the Company with sufficient confidence to continue exploration, including an infill drilling program, to ascertain whether the Epanko deposit Inferred Mineral Resource estimate can be upgraded to an Indicated Mineral Resource estimate. If this occurs the Company will be in a position to advance the project to a Pre-feasibility study. The pre-feasibility study would focus on mine planning, metallurgical testwork, pilot plant testwork, processing optimisation and both operating and capital costs. However, the Company refers investors again to the various cautionary remarks and clarifying statements in its announcement of 11 July 2013, including to the effect that the Epanko deposit mineral resource is currently inadequate to determine or imply economic viability or to be used as the basis of potential financial or production forecasts from the Study.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Andrew Spinks, who is a Member of The Australasian Institute of Mining and Metallurgy included in a list promulgated by the ASX from time to time. Andrew Spinks is a director of Kibaran Resources Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves”. Andrew Spinks consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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