

ASX Release

4 October 2011

Southern Crown Resources Limited

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Directors / Officers:

Bruce Fulton
Robin "Jock" Harmer
Rhod Grivas
Mark Papendieck
David Reeves
Adrian Hill

Issued Shares and Options:

Shares: 35 million
Listed options: 10 million
Unlisted options: 6 million

ASX Codes: *SWR, SWRO*

NKOMBWA PROJECT UPDATE

Southern Crown Resources Limited ("Southern Crown") through its acquisition of Rare Earth International ("REI") secured the rights to earn up to 75% of the Nkombwa Rare Earths Project in Zambia through a joint venture agreement with African Consolidated Resources plc ("ACR"). The Nkombwa Project prospecting licence is held through a subsidiary of ACR.

ACR has received information that the portion of its licence covering the Nkombwa Project may have been excised to another party without its knowledge or consent. As a result, Southern Crown has suspended exploration on the Nkombwa Project until this matter is resolved.

ACR has stated that it believes it has strong legal grounds for the excision to be cancelled and is seeking full rectification of its right with the assistance of the Zambian Mines Department. Southern Crown has re-engaged the Zambian lawyer who was involved in the REI acquisition due diligence to provide independent legal advice.

Southern Crown will continue to provide updates on this matter as and when further information becomes available.

For further information please contact:

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About Southern Crown Resources Limited

Southern Crown Resources Limited, named after a prominent arc constellation in the Southern Hemisphere, listed on the ASX on 2nd December 2010 with the purpose of acquiring, exploring and developing mineral deposits.

In early June 2011 the Company completed the acquisition of Rare Earth International which holds the Nkombwa and Xiluvo projects located in Zambia and Mozambique respectively. Southern Crown immediately commenced exploration on these projects.

Both Nkombwa and Xiluvo are large rare earth enriched carbonatite complexes. Historical core drilling at Nkombwa has identified intercepts of mineralised carbonatite returning high grades between 5 - 8% TREO. Sampling at Xiluvo has highlighted enriched soils up to 3.2% TREO at shallow depths between 1 - 8m.

The Company continues to evaluate additional mineral projects considered likely to add value to shareholders.

The Board of Directors has a strong mix of technical, financial and corporate skills to successfully explore the Company's existing projects as well as source and develop further acquisition opportunities globally.

Competent Person's Statement

The information in this report that relates to Exploration Results, Mineral Resources and/or Ore Reserves is based on information provided by Dr R.E. "Jock" Harmer, PrSciNat, FGSSA an employee of Southern Crown Resources Limited. Dr Harmer has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity they are 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.