

SCANDINAVIAN RESOURCES LTD

Exploring the Scandinavian Shield

ASX Announcement / Media Release

17 May 2010

Fast Facts

ASX Code: SCR

Capital Structure

Shares on issue: 62.5m

Options on issue: 65.0m (ex 20c – 25c)

Market cap: \$10.6m (undiluted)

Financial Position

Cash: \$6m

Board of Directors

Damian Hicks Chairman

Olof Forslund Technical Director

Ian Gregory Director & Company Secretary

Paul Thomas Non-executive Director

Primary Projects

Sweden

Kiruna Iron

Swampy Mountain Iron-copper-gold & PGE

Norway

Lake Embrace Copper-lead-zinc

Project Pipeline

Commodities

Manganese

Gold

Copper

Copper-gold

Appointment of Paul Thomas as Non-Executive Director

Scandinavian Resources Ltd (ASX:SCR) is pleased to announce the appointment of Mr. Paul Thomas as a non-executive director.

Mr Thomas originally graduated as a Metallurgist from the Western Australian School of Mines and has subsequently attained various other regulatory and technical qualifications in mining, processing, management and finance. These include a Diploma in Open Cut and Underground Mining, a Diploma of Business and a Graduate Diploma of Applied Finance and Investment.

His extensive development and operational experience comes after being in the mining industry for 25 years, most of which has been in Management and Executives roles within Australian listed gold and base metal mining companies.

He was appointed Managing Director of S&P/ASX Top 200 Company OM Holdings Limited's subsidiary OM Manganese in March 2007 heading up the Australian Operations and forming part of the Senior Executive Management Team of the OM Holdings Group before becoming the OMH Group's Chief Development Officer in March 2010.

He is a Member of the Australian Institute of Company Directors and a Senior Associate of the Financial Services Institute of Australasia.

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Scandinavian Resource Limited Summary

By way of introduction Scandinavian Resources':

- strategy is to 'incubate' a highly prospective portfolio of iron, manganese, gold, PGE and base metals projects in Scandinavia (primarily Sweden and Norway).
- cornerstone investor is S&P/ASX Top 200 company, OM Holdings Ltd (ASX:OMH).
- Technical Director Mr. Olof Forslund was previously Regional Manager of the Geological Survey of Sweden's Mineral Resources Information Office in Malå, Sweden.
- is the 11th largest landholder (by area) of minerals exploration projects in Sweden and one of the largest landholders in the world class Kiruna IOCG District.
- exploration projects are the Kiruna iron Project (Kiruna District, Sweden), Lake Embrace copper-lead-zinc-silver Project (Nordland District, Norway) and Swampy Mountain iron-copper-gold plus PGE Project (Skellefte District, Sweden).
- flagship Kiruna Iron Project is 30km from the 2Bt Kiruna iron mine (owned by LKAB) – the world's largest and most modern underground iron mine.
- 'pipeline' of projects cover manganese, gold, copper-gold and lead-zinc prospects in Sweden and Norway.
- Raised AUD6.7 through an Initial Public Offering and was granted admission to the ASX in April 2010

Please visit www.scandinavianresources.com for a detailed summary of the Company's projects.

Contacts:

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