

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

# MARKET RELEASE

27 May 2010

**Scandinavian Resources Limited****TRADING HALT**

The securities of Scandinavian Resources Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Monday, 31 May 2010 or when the announcement is released to the market.

Security Code:       SCR  
                          SCRO

Jill Hewitt  
**Adviser Issuers (Perth)**

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**SCANDINAVIAN RESOURCES LTD**  
Exploring the Scandinavian Shield

27 May 2010

Mr Wade Baggott  
ASX Limited  
Level 8, Exchange Plaza  
2 The Esplanade  
PERTH WA 6000

**Urgent**  
**By Facsimile**

Dear Sir

**Trading Halt Request**

Scandinavian Resources Ltd ("Scandinavian Resources" or the "Company") requests a trading halt in its securities pending release of an announcement regarding an expansion of its exploration activities in the Kiruna District, northern Sweden.

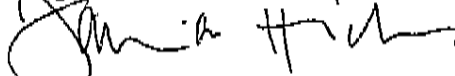
By way of background, Scandinavian Resources is one of the largest exploration permit holders by area in the Kiruna District where its Kiruna Iron Project is located 30 kilometres south-west of the world-class 2BI iron mine owned by Luossavaara-Kiirunavaara AB (LKAB).

The Company has today finalised a joint venture into additional exploration permits in the Kiruna District and will now prepare an application to the ASX for a waiver of Listing Rule 5.6 in relation to the reporting of foreign historical estimates on the new joint venture permits.

Subject to the timing and outcome of the ASX waiver application, Scandinavian Resources anticipates being in a position to make an announcement regarding the joint venture and the foreign historical estimates prior to the open of trading on Friday, 4 June 2010.

We are not aware of any reason why the trading halt should not be granted.

Regards,



Damian Hicks  
Chairman