

29 October 2010

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

Dear Sir

Continuation of Voluntary Suspension

Scandinavian Resources Ltd (Company) advises that its securities will remain in voluntary suspension as the current negotiations relating to its Kiruna iron project, referred to in the Company's request for a trading halt dated 19 October 2010, are still continuing.

The Company expects to release an announcement and resume trading on or before 5 November 2010

Yours faithfully



Ian Gregory
Director

EXPLORING THE SCANDINAVIAN SHIELD

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