ASX Release **2nd July 2014**

CLARIFICATION ON YALBRA DRILLING PROGRAM UPDATE

Buxton Resources Limited (ASX: BUX & BUXO) refers to the ASX announcement titled "Drilling Program Update – Yalbra Graphite Project" released on 2 July 2014 where it makes the following statement:

The Yalbra Main Zone contains an Inferred resource estimate to JORC Code reporting standards of 2.27 million tonnes @ 20.1% TGC (ASX announcement 25th February 2014). This is the highest reported grade graphite resource in Australia.

The following statement applies:

Competent Persons Statement

Buxton confirms that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

For further information regarding Buxton Resources Limited please contact:

Anthony Maslin

Managing Director

amaslin@buxtonresources.com.au