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BC Iron secures infrastructure deal with The Fortescue Metals Group Ltd

BC Iron Ltd (ASX: BCI) is pleased to announce it has reached an agreement in principle with The Fortescue Metals Group Ltd for the provision of rail haulage and port services for BC Iron's Nullagine Iron Ore Project.

The agreement provides for an initial production target of 3 million tonnes per annum escalating to 5 million tonnes per annum when port and rail facilities are expanded.

Final details are being discussed with the market being advised accordingly.

"We are pleased that FMG and BC Iron were able to follow on from the intent of the Memorandum of Understanding signed in 2007." BC Iron managing director Mike Young said.

"Whilst final details are being worked out, this deal will overcome the critical barriers to production caused by lack of open access to rail and port facilities," he said.

- ENDS -

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**On behalf of:
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