

1 September 2014

The Manager
Company Announcements Office
Australian Securities Exchange

Dear Sir/Madam,

RESULTS PRESENTATION FOR FULL-YEAR ENDED 30 JUNE 2014

Following is a presentation on BC Iron Limited's 2014 annual results which will be given at investor briefings from 1 to 4 September 2014.

Yours faithfully



ANTHEA BIRD
COMPANY SECRETARY



BC IRON
LIMITED

FY14 Financial Results Presentation

Morgan Ball (MD) and Chris Hunt (CFO)



ASX:BCI

1 Sep '14

ATTRACTIVE INVESTMENT PROPOSITION



- ✓ **Scale & liquidity:** Mid-cap iron ore producer, with increasing scale and liquidity. S&P/ASX 200 member
- ✓ **TSR focus:** Outperformed peers on TSR basis since Jul-12
- ✓ **Capital management:** Robust balance sheet, conservative gearing, strong record of paying dividends
- ✓ **At target production:** 5.8-6.2Mtpa at NJV for FY15
- ✓ **Quality product:** '*Bonnie Fines*' a highly sought-after DSO sinter feed and attractively priced relative to Fe grade
- ✓ **Strong partnerships:** End-to-end infrastructure and marketing solution with supportive JV partner, Fortescue
- ✓ **Growth options:** Transaction with Iron Ore Holdings to provide portfolio of advanced development assets



2014 Financial Year Review



FY14 KEY METRICS



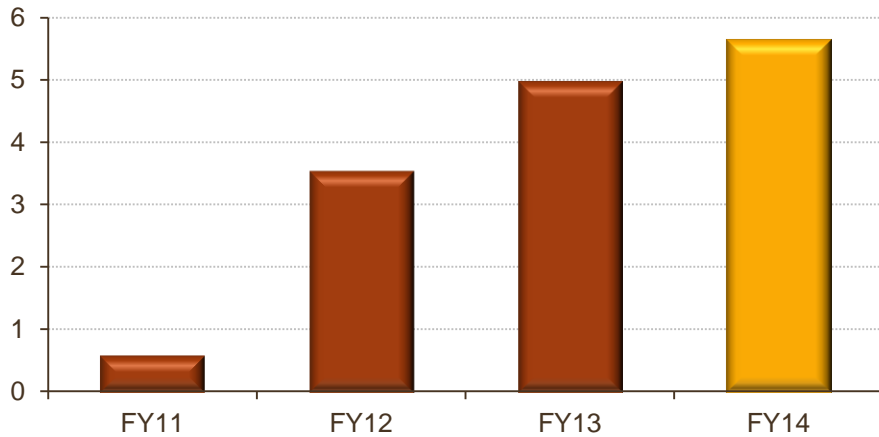
Item	FY14	FY13	Variance
NJV sales (M wmt)	5.79	5.00	16%
BCI share of sales (M wmt)	4.30	3.14	37%
BCI average realised CFR price (\$US/dmt)	106	112	(5%)
NJV C1 cash operating costs (\$/wmt)	52	49	6%
Revenue (\$M)	471.4	328.3	44%
EBITDA (\$M)	152.3	111.7	36%
NPAT (\$M)	73.6	48.8	51%
Underlying NPAT (\$M)	79.2	71.4	11%
Net operating cash flow (\$M)	147.5	87.2	69%
Cash balance (\$M)	158.9	138.5	15%
Debt outstanding (\$M)	52.2	103.3	(49%)
Dividend per share (cps)	32.0	35.0	
Earnings per share* (cps)	59.4	39.6	
Return on equity* (%)	31.3%	22.5%	

Note: * means calculated on statutory NPAT.

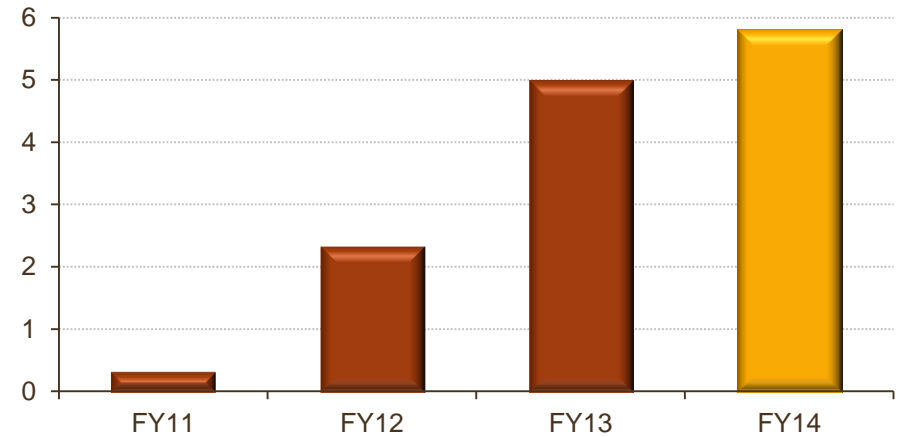
NJV OPERATIONAL PERFORMANCE



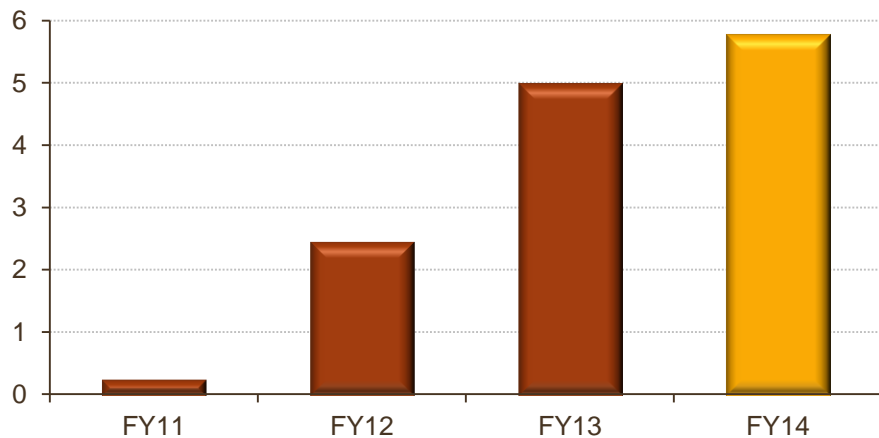
Ore Mined (M dmt)



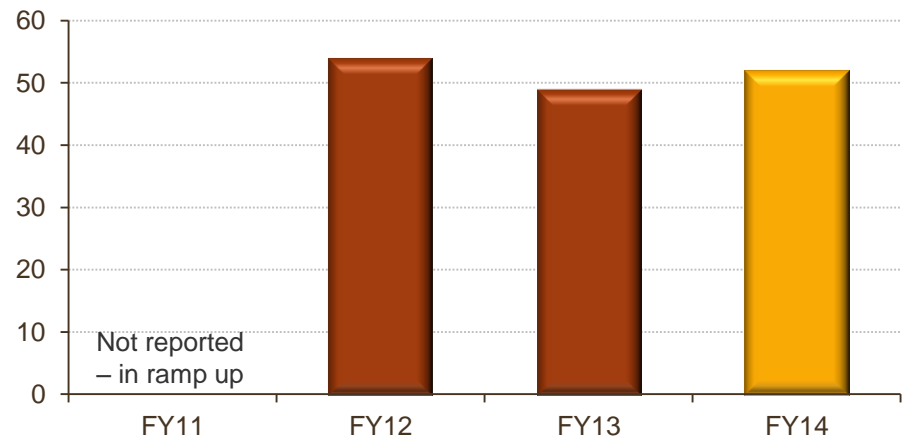
Ore Processed (M wmt)



Ore Shipped (M wmt)



C1 Cash Costs (\$/wmt)

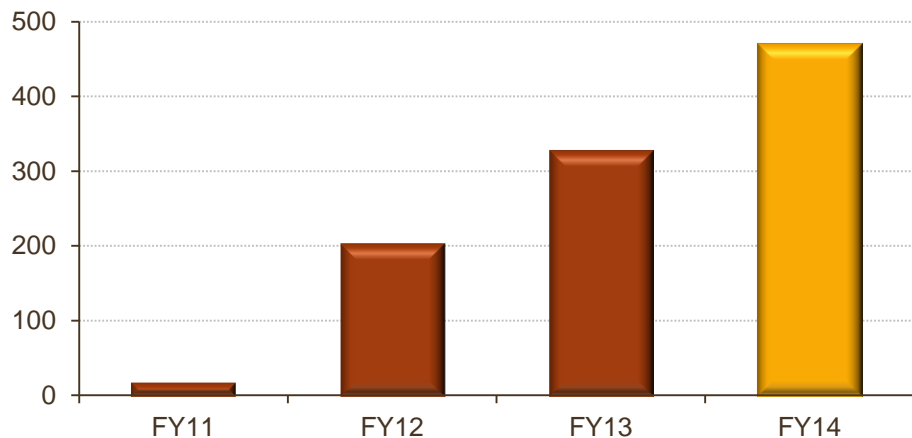


Note: C1 cash costs exclude royalties, marketing and corporate costs.

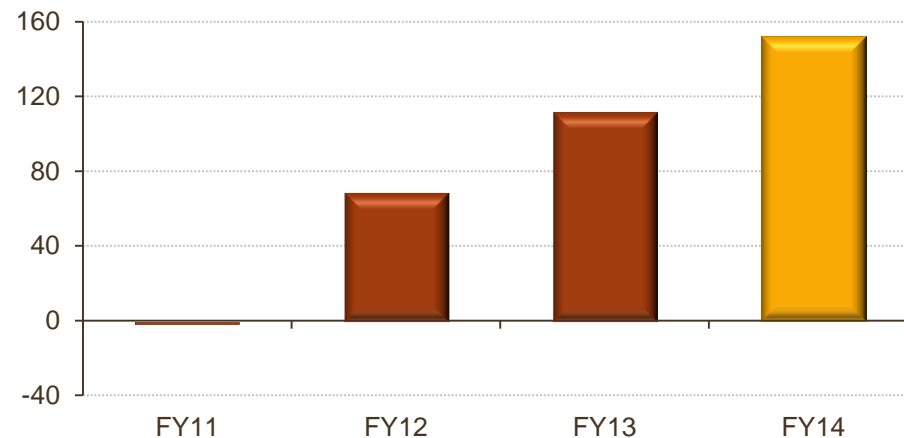
BCI FINANCIAL PERFORMANCE



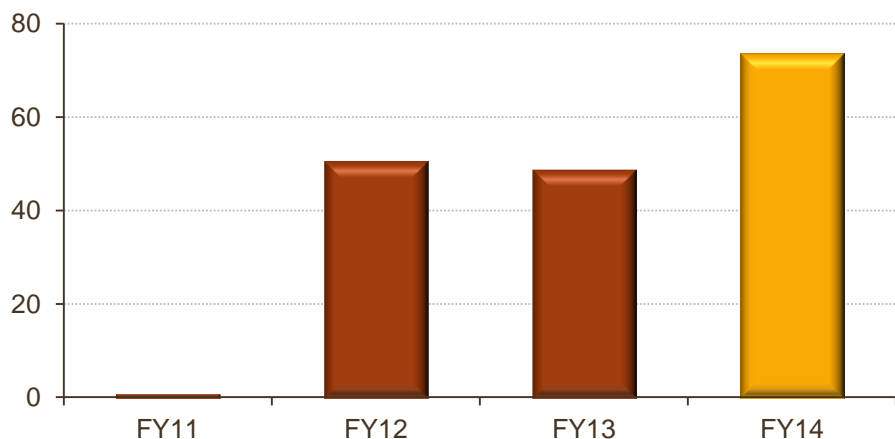
Revenue (\$M)



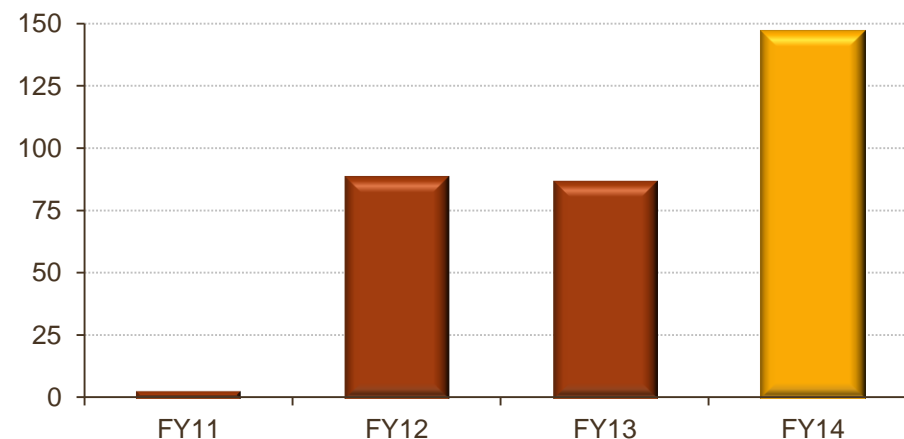
EBITDA (\$M)



NPAT (\$M)



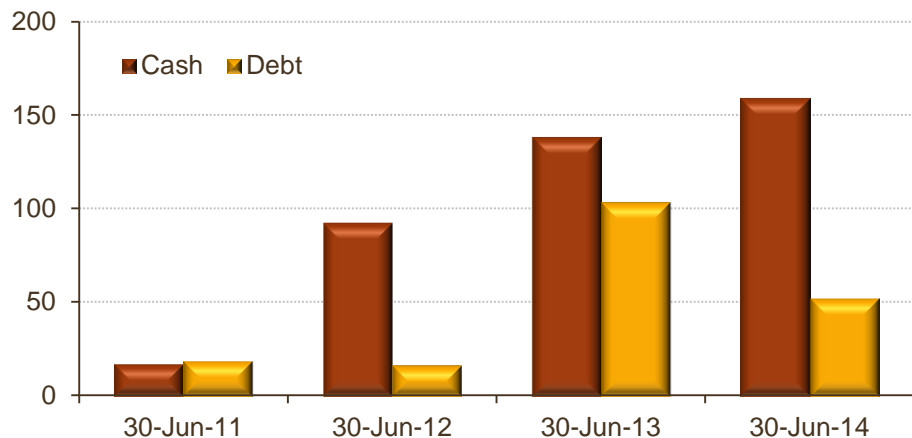
Operating Cash Flow (\$M)



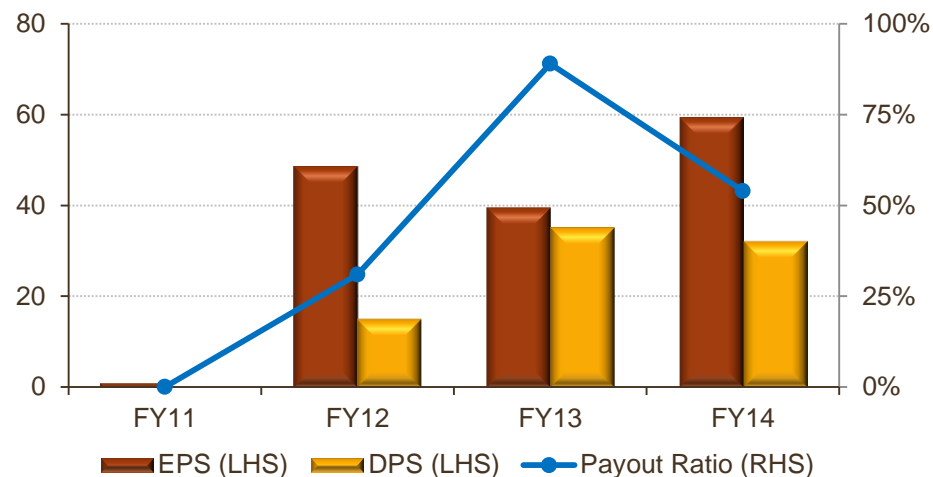
BCI FINANCIAL PERFORMANCE



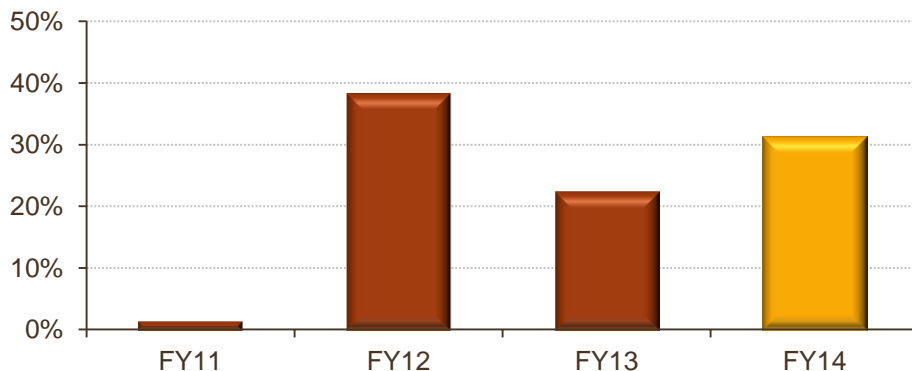
Cash and Debt (\$M)



EPS and DPS (cps) / Payout Ratio (% NPAT)



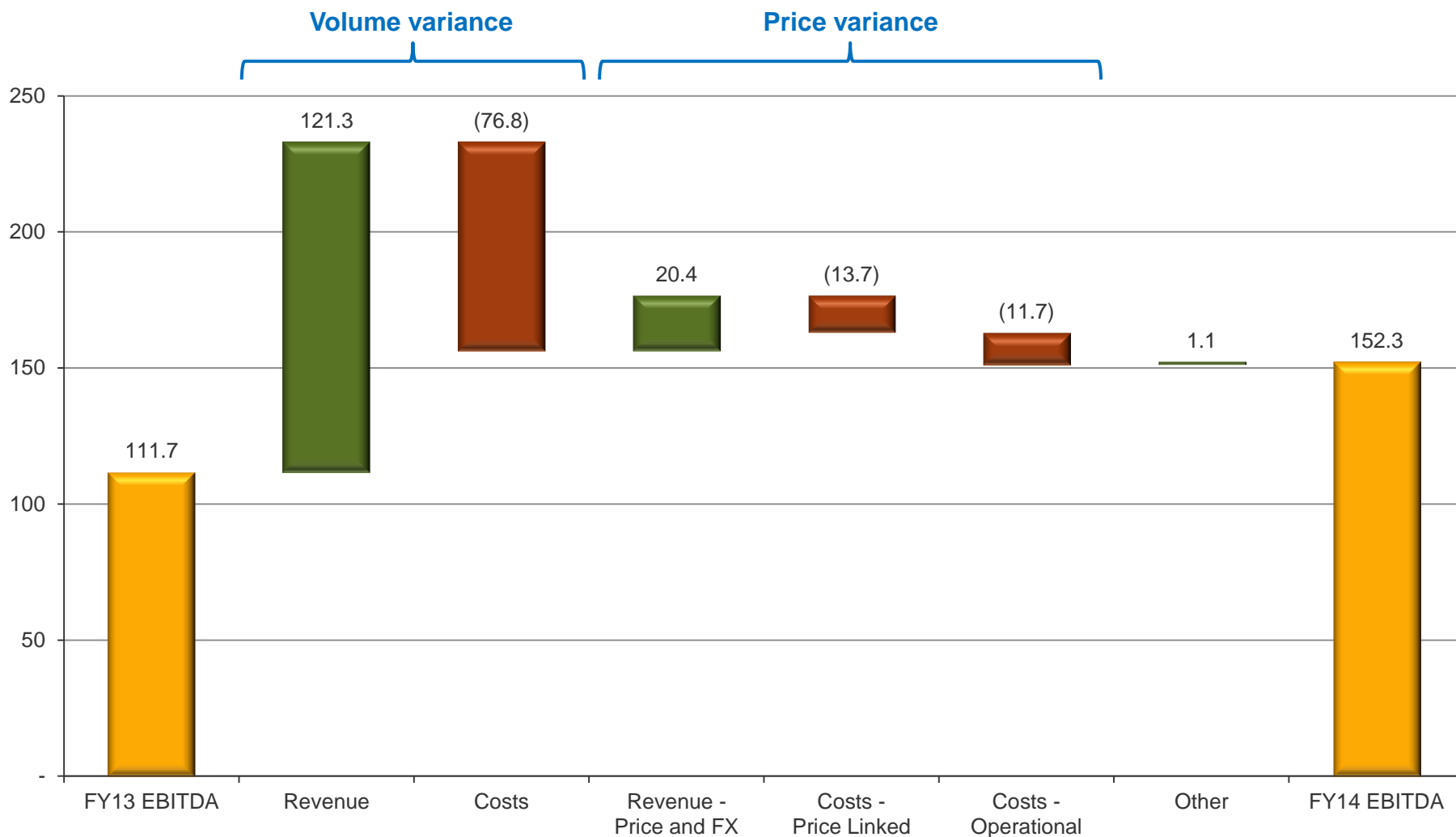
Return on Equity (%)



Note: Return on equity is calculated as statutory NPAT for the period divided by shareholders' equity at end of period. EPS calculated as statutory NPAT for the period divided by shares outstanding at end of period.

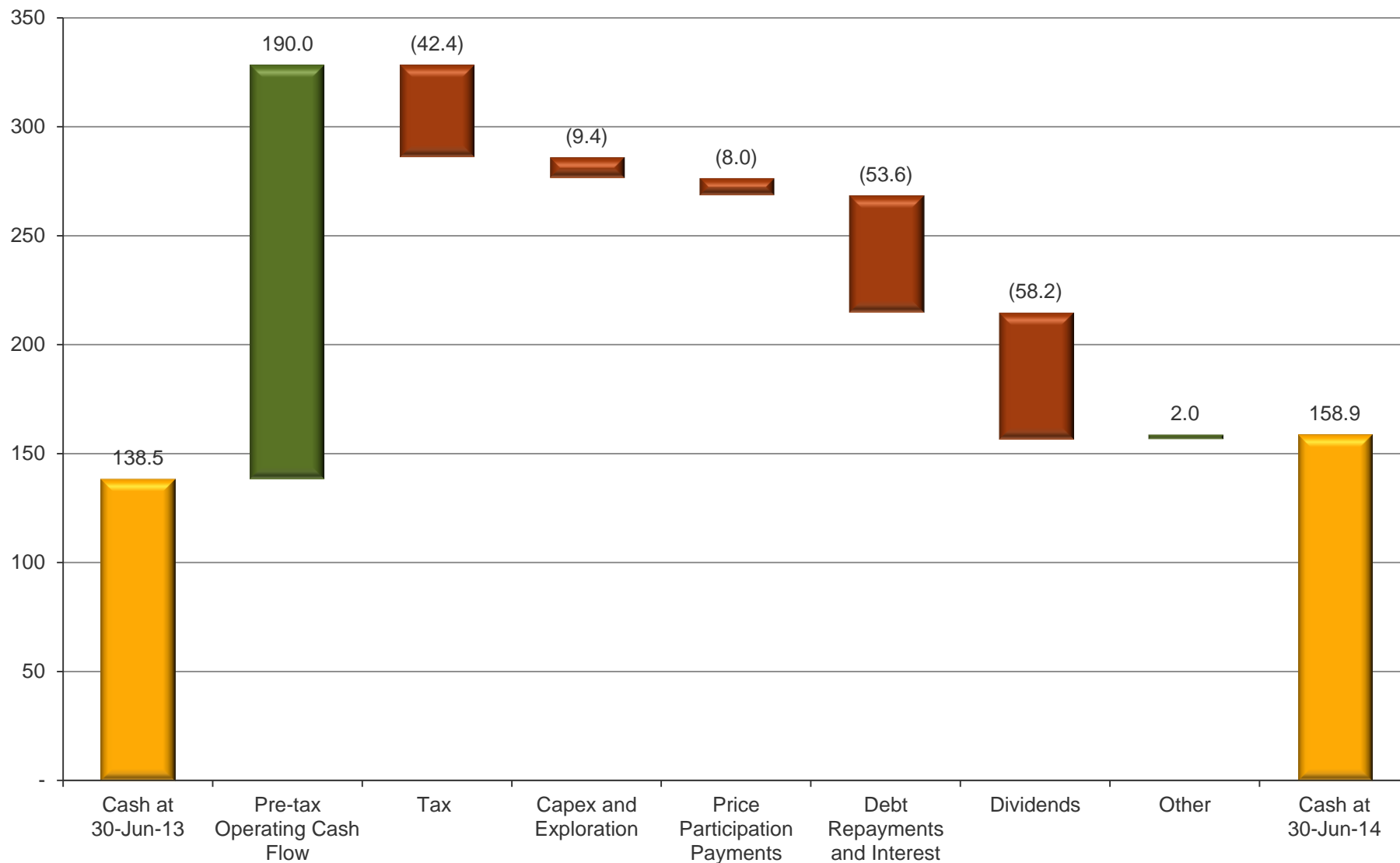


EBITDA VARIANCE



Note: "Costs - Price Linked" include the price effect of royalties, marketing and freight. "Costs - Operational" include the price effect of operating costs and site overheads. "Other" includes corporate overheads.

CASH BALANCE MOVEMENT



FY15 GUIDANCE

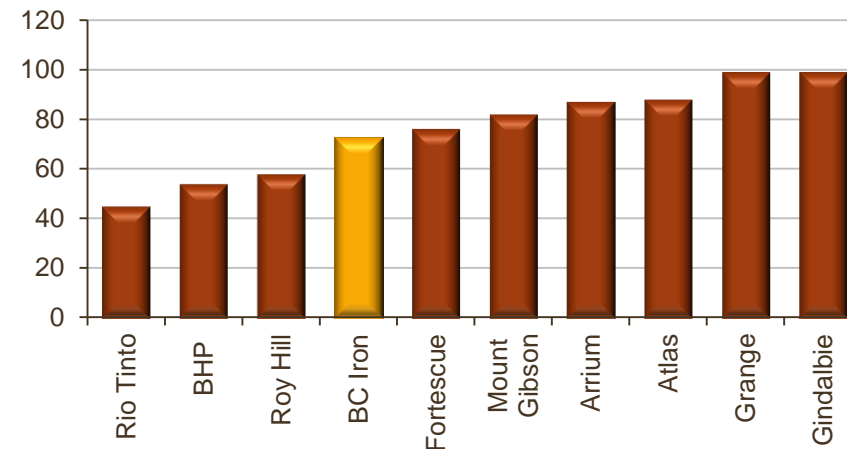
FY15 guidance

- NJV sales guidance of 5.8-6.2M wmt
- NJV C1 cash costs of \$49-53/wmt (FOB)
- BCI total cash costs of \$60-68/wmt (FOB)
- NJV capex of \$30-35M (BCI share of \$23-26M)
- Other non-NJV capex of \$3-5M

Total cash costs are C1 cash costs plus royalties, marketing and corporate costs.

Refer to ASX announcement on 21 August for update on current operations.

Breakeven Price Curve (62% Fe, CFR China Basis)



Source: UBS, as at 16-Jul-14





Corporate Overview

CORPORATE OVERVIEW



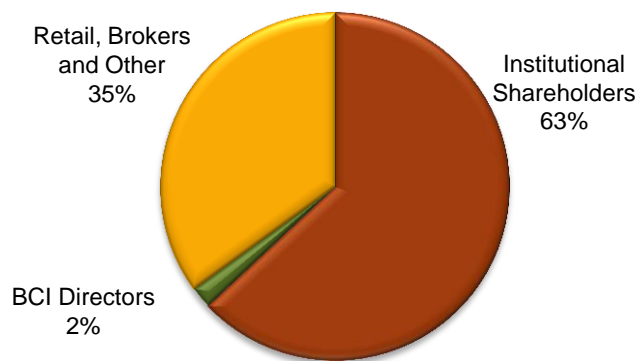
Capital Structure

Ordinary Shares	124.3m
Share Price (at 29-Aug-14)	\$2.79
Market Capitalisation	\$347m
Cash (at 30-Jun-14)	\$159m
Debt (at 30-Jun-14)	\$52m
Enterprise Value	\$240m
Options / Performance Rights	0.7m

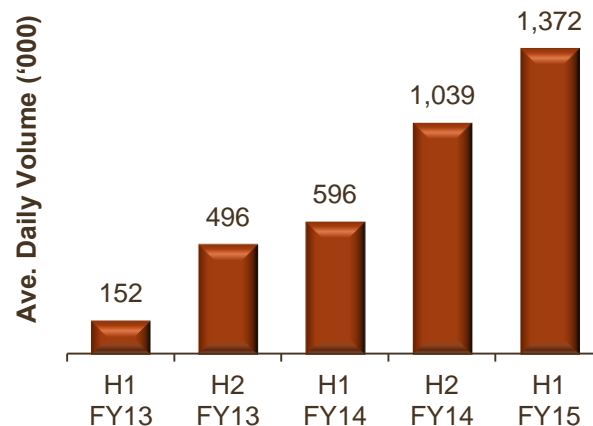
Share Price and Volume



Shareholder Breakdown (as at 31-Jul-14)



Enhanced Liquidity (excl. block trades)

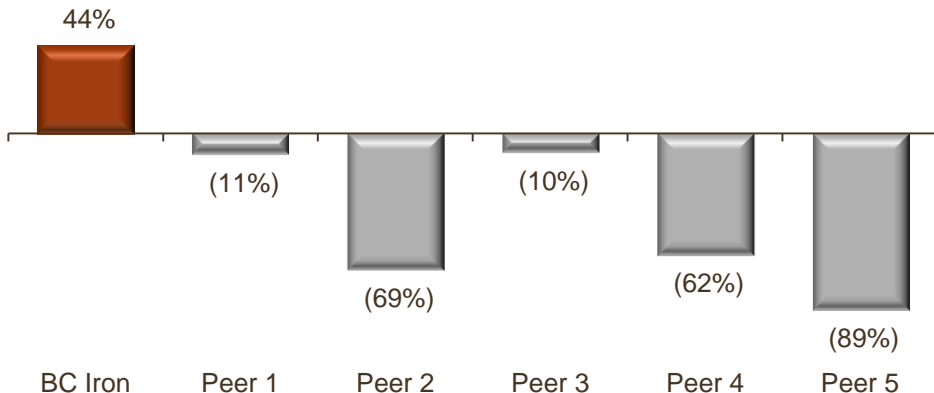


Research Coverage

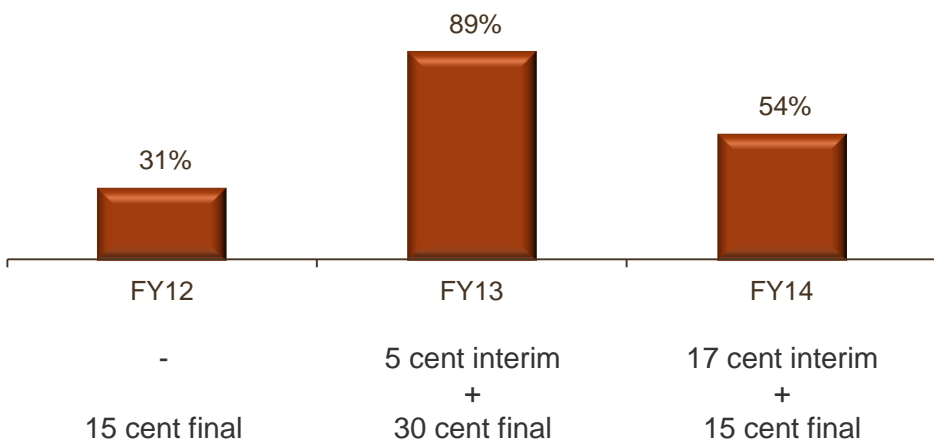


TSR AND DIVIDENDS

Total Shareholder Return – 1 Jul 12 to Current



Historical Payout Ratio (% Statutory NPAT)



Why has BC Iron outperformed its peers?

- Quality project with low capital intensity
- Continued strong operational performance
- Strong management and appropriate capital structure
- Attractive payout ratio of fully franked dividends





Nullagine Joint Venture Overview



NULLAGINE JOINT VENTURE (NJV)



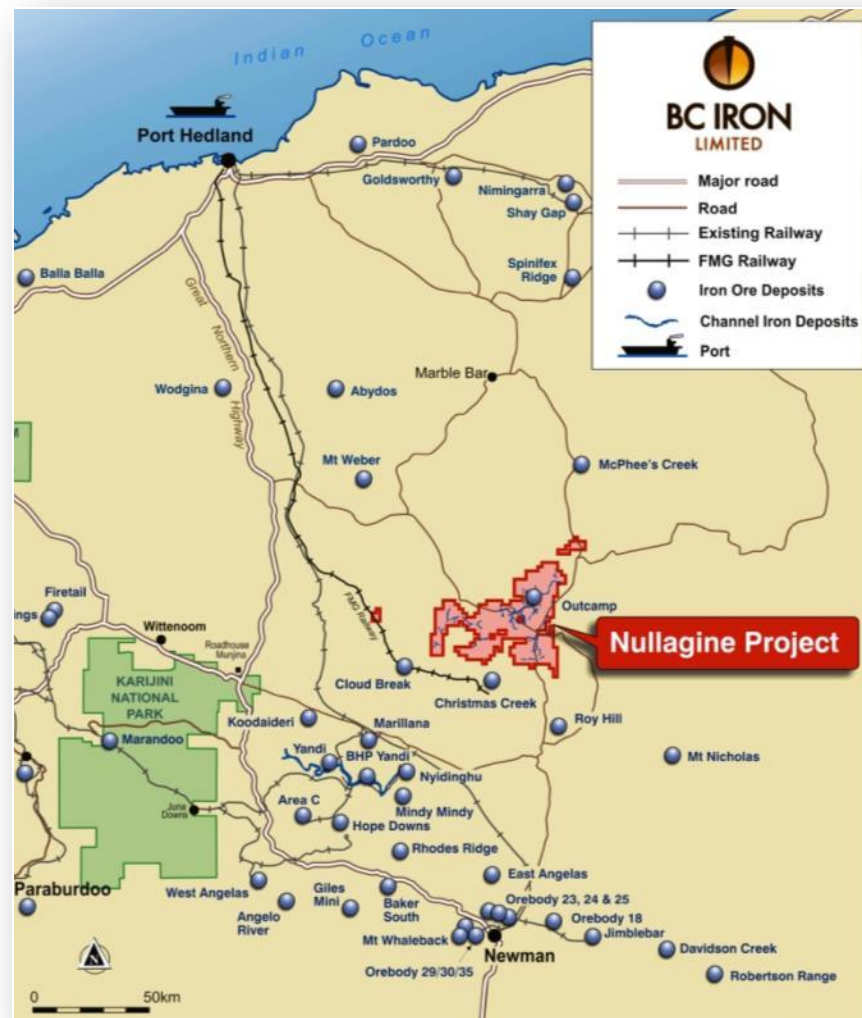
A producing DSO project with access to world-class infrastructure.

- Located ~55km north of FMG's Christmas Creek
- Unincorporated joint venture – 75% BCI, 25% FMG
 - ❖ *BC Iron is the Operator and Manager of the NJV*
 - ❖ *FMG provides rail & port services (through TPI) and marketing services*
- Operating at steady-state rate of 6Mtpa
- Fully contracted operation with low capital intensity

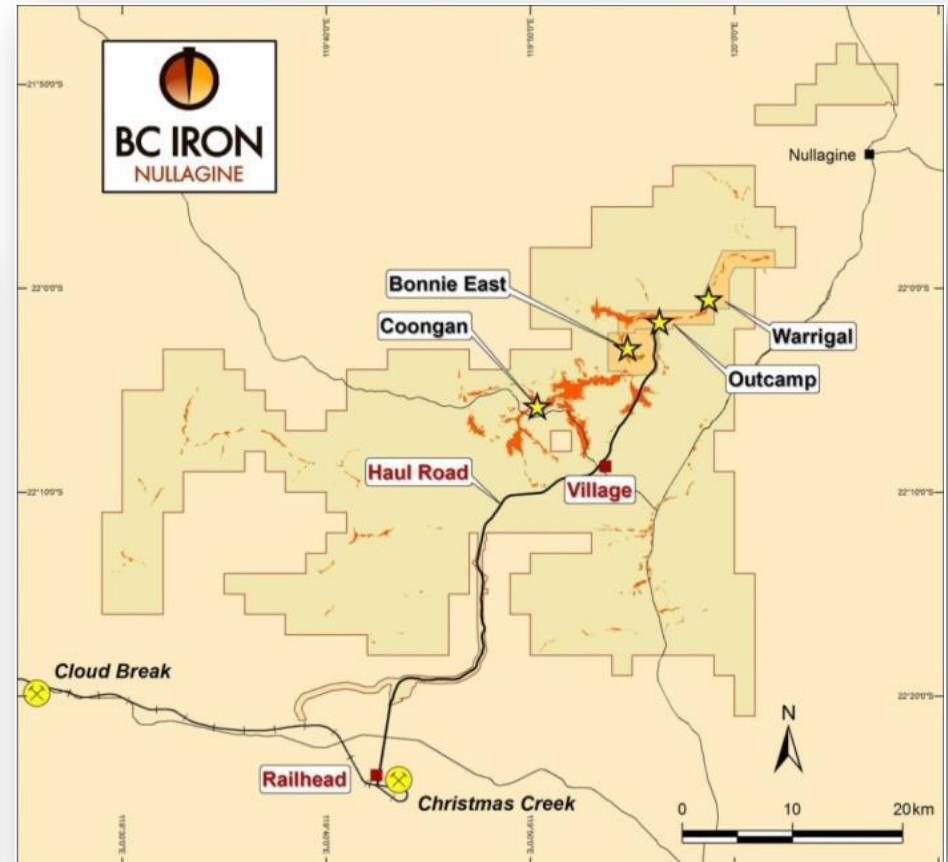
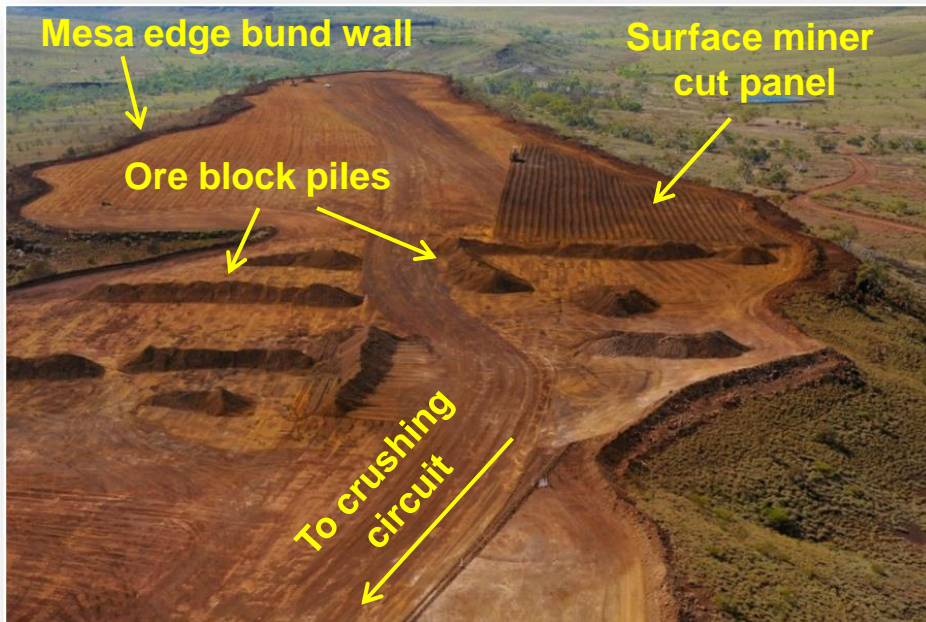
Reserves and Resources as at 30 June 2014

	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
CID Resource	105.9	53.1	60.4	4.2	5.4	0.020	0.015	12.1
DSO Resource	38.8	57.1	64.7	2.2	3.1	0.015	0.012	11.8
DSO Reserve	27.7	56.8	64.7	2.0	3.1	0.015	0.011	12.1
BSO Reserve	3.9	54.2	62.1	2.9	4.4	0.016	0.012	12.8
DSO Stockpiles	0.5	55.6	-	3.0	4.1	-	-	-

Note: refer to NJV Ore Reserves and Mineral Resources announcement on ASX dated 27 August 2014.



- Contract mining by WATPAC, utilising Vermeer and Wirtgen surface miners
 - ❖ *Reduced mining dilution*
 - ❖ *Provides primary crushing*



- Mine plan comprises four major deposits – currently mining at Outcamp and Warrigal
- Current mine life of ~6 years, with remaining LOM strip ratio of 1.6:1

Processing (WATPAC & Exact)



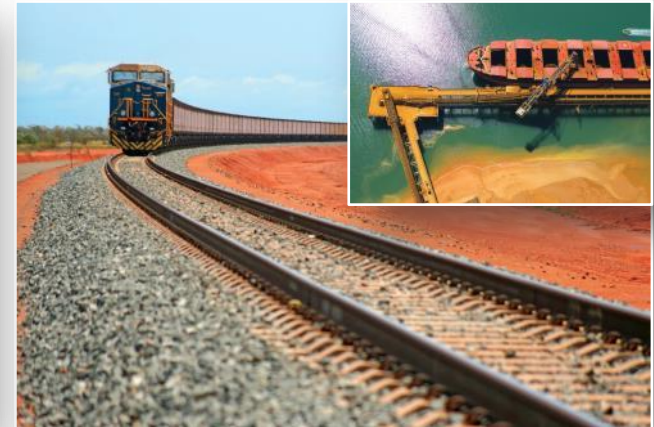
- Simple crushing & screening process
- Two crushing hubs established
 - ❖ MOC (Outcamp)
 - ❖ Warrigal
- Building stockpile 'safety net'

Road Haulage (Toll & Roadtrim)



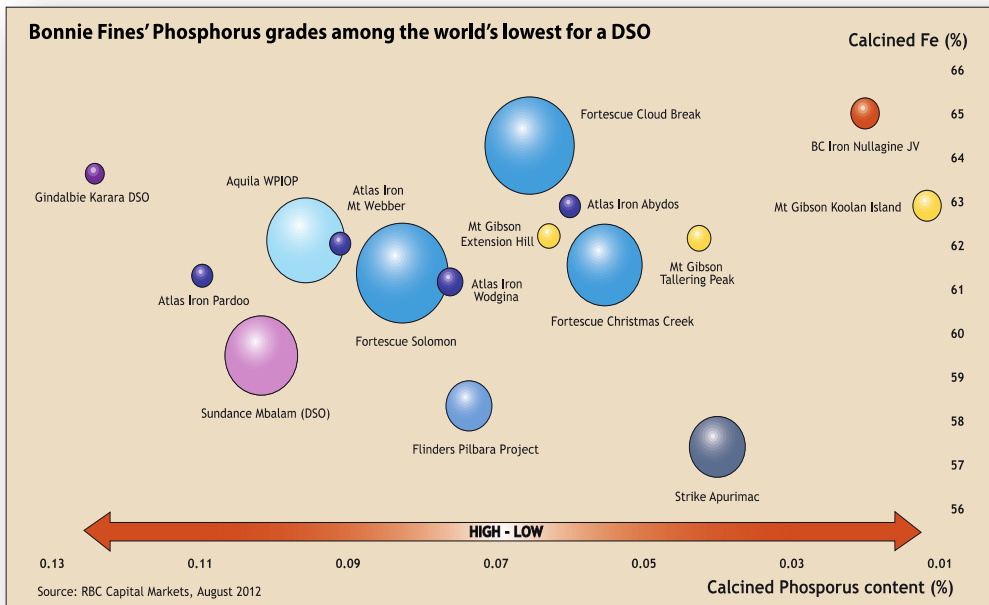
- Ore trucked via private sealed road to dedicated stockyard at Christmas Creek railhead
- Toll – 8 PowerTrans units (now with 5 trailers for 400t payload)
- Roadtrim – 4 Kenworth prime movers with Howard and Porter trailers (175t payload)

Rail and Port Services (FMG/TPI)



- World class rail and port
- Access to Capesize vessels up to 250,000wmt
- Dedicated NJV stockyards at railhead and port
- NJV capacity of 6Mtpa

- Highly sought after pisolite sinter blend
- Improves sintering productivity at the steel mill
- High calcined Fe, due to high loss on ignition
- Low impurities and low moisture
- Used at 20-30% level in some sinter blends



BCI Share of Bonnie Fines

~3.2Mtpa til 2018
~4.5Mtpa thereafter



Uncommitted ore

Historically sold at prices aligned with Platts CFR62 price (on dmtu basis).
Currently attracting discounts

~1.3Mtpa til 2018
Nil thereafter



Henghou commitment

Sold at pre-agreed discount to Platts CFR62 price (on dmtu basis)

Iron Ore Holdings Takeover Offer



TRANSACTION DETAILS



Structure	<ul style="list-style-type: none">➤ Recommended off-market takeover for 100% of IOH shares➤ 0.44 new BC Iron shares plus \$0.10 cash for each IOH share➤ BC Iron will enter into private treaty arrangements with IOH option holders to acquire all of their options
Recommendation	<ul style="list-style-type: none">➤ Offer is unanimously recommended by the Board of IOH, in the absence of a superior proposal➤ IOH Directors intend to accept or procure acceptance of the Offer in respect of IOH shares they control
ACE Intentions	<ul style="list-style-type: none">➤ Australian Capital Equity (ACE) intends to accept the offer within 14 business days of it opening, in the absence of a superior proposal
Relative Ownership	<ul style="list-style-type: none">➤ BC Iron current shareholders will own approximately 63.4% of the combined entity➤ IOH security holders will own approximately 36.6% of the combined entity<ul style="list-style-type: none">❖ ACE will own 19.0% of the combined entity
Offer Conditions	<ul style="list-style-type: none">➤ 90% minimum acceptance condition➤ Consent of Pilbara Ports Authority to change of control in IOH➤ No Material Adverse Change➤ Platts 62% Fe CFR China iron ore price converted to AUD does not close below A\$90/dmt on any 20 consecutive days on which Platts publishes an assessment➤ S&P/ASX200 does not close 10% or more below the level on announcement day for 5 consecutive trading days➤ Other customary conditions

BC Iron to strengthen its Pilbara portfolio with acquisition of IOH.

1 Enhanced asset portfolio	<ul style="list-style-type: none"> ➤ Creates a leading mid-cap iron ore company with an attractive and complementary portfolio of production and development assets in the Pilbara, the world's best iron ore address ➤ Delivers a multi-decade growth path for all shareholders
2 Substantial Reserve & Resource base	<ul style="list-style-type: none"> ➤ Combined DSO / CID Ore Reserves of 292.7 Mt at 57.9% Fe¹ (BCI: 23.7 Mt, IOH: 269.0 Mt) (equity) ➤ Combined DSO / CID Mineral Resources of 621.7 Mt at 56.8% Fe² (BCI: 79.4 Mt, IOH: 542.3Mt) (equity) ➤ Combined total magnetite Mineral Resources of 1,106.0 Mt at 30.4% Fe³ (equity)
3 Iron Valley – imminent, low-risk cash flows	<ul style="list-style-type: none"> ➤ Near-to-production mine expected to start generating meaningful, low risk cash flows from production in current quarter, via 20 year mine gate sale agreement with Mineral Resources Limited (MIN) ➤ IOH remains owner of tenement and project Resources & Reserves
4 Buckland – advanced, long-life development project	<ul style="list-style-type: none"> ➤ Advanced development project with Feasibility Study (FS) completed in June 2014 ➤ Long life (15 years at 8 Mtpa), low capital intensity (~A\$93 / annual tonne)⁴, low LOM strip ratio (1:1) and comparable cash operating costs to BC Iron's existing operations (~A\$44/wmt over LOM)⁵
5 Independent infrastructure creates optionality	<ul style="list-style-type: none"> ➤ Opportunity to control an independent infrastructure solution in the West Pilbara via proposed private haul road and 20 Mtpa port at Cape Preston East ➤ Creates opportunities for additional income streams from third party tonnes (not included in FS)
6 Enhanced funding position	<ul style="list-style-type: none"> ➤ Existing operating cash flows from Nullagine and Iron Valley, and a strong balance sheet with unaudited pro forma cash as at 30 June 2014 of A\$190 million⁶ and debt of A\$54 million ➤ Increased scale and capability to fund development of the Buckland project
7 High quality Board & management, and supportive shareholder	<ul style="list-style-type: none"> ➤ Combination of BC Iron's successful team with key members from IOH to create a proven Board and management team with a track record of value creation and paying dividends ➤ Supportive major shareholders with strong links into BC Iron's key markets

Notes:

1. See slide 24 for further detail
2. See slide 24 for further detail
3. See slide 24 for further detail

4. Based on upfront capital costs of A\$744 million and 8 Mtpa operation (as per IOH Feasibility Study announcement on 4 June 2014)
5. Calculated based on Feasibility Study LOM C1 opex estimate of A\$48.40/dmt and LOM moisture of 9%
6. Comprised of BC Iron & IOH cash as at 30 June 2014, less A\$16 million paid to IOH shareholders (i.e. A\$0.10 per IOH share) under the Offer and A\$4 million in transaction costs (excludes stamp duty, which will be payable on the transaction, but the quantum and timing of this is not yet known).

COMBINED GROUP PILBARA ASSETS



Cape Preston East Port

Tenure	20 year lease
Status	Feasibility complete
Capacity	20 Mtpa

Maitland River

Ownership	100%
Status	Exploration/Concept Study
Resources ¹	1,106Mt @ 30.4% Fe

Mardie

Buckland Project

Bungaroo South

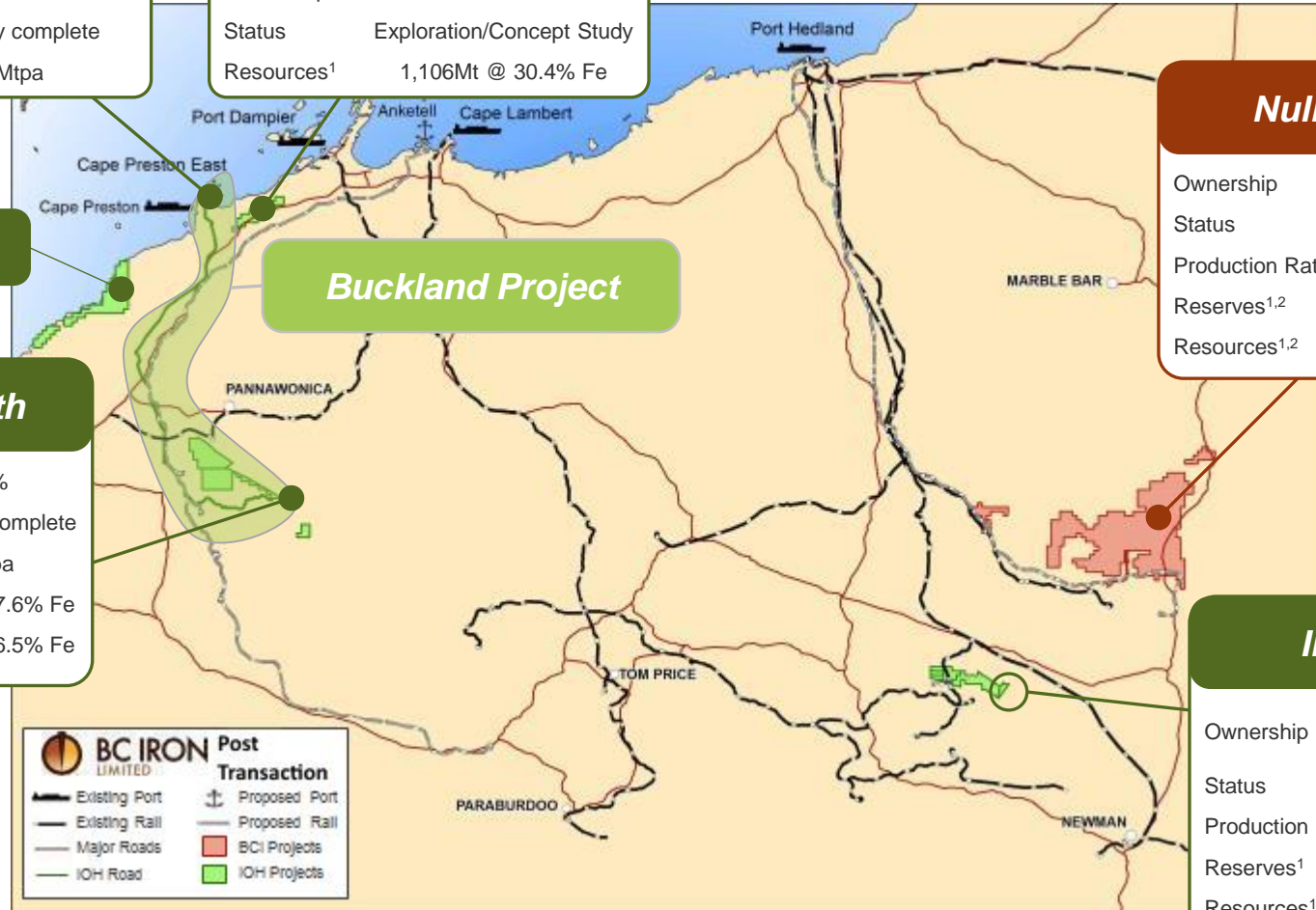
Ownership	100%
Status	Feasibility complete
Production Rate	8 Mtpa
Reserves ¹	134Mt @ 57.6% Fe
Resources ¹	283Mt @ 56.5% Fe

Nullagine JV

Ownership	75%
Status	Operating
Production Rate	6 Mtpa
Reserves ^{1,2}	32Mt @ 56.5% Fe
Resources ^{1,2}	106Mt @ 53.1% Fe

Iron Valley

Ownership	Mine gate sale with MIN
Status	Commissioning
Production Rate	~5 Mtpa
Reserves ¹	135Mt @ 58.5% Fe
Resources ¹	259Mt @ 58.3% Fe



BC IRON LIMITED Post Transaction

Existing Port	Proposed Port
Existing Rail	Proposed Rail
Major Roads	BCI Projects
IOH Road	IOH Projects

Notes:

1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to appendices for further detail.
2. Shown on a 100% basis. Reserves include DSO Reserves and BSO Reserves, but exclude DSO stockpiles of 0.5Mt at 55.6% Fe.

BENEFITS TO SHAREHOLDERS



The Boards of BC Iron and IOH believe the transaction delivers significant benefits to both sets of shareholders.

Benefits for IOH Shareholders

- ✓ Immediate and material value uplift through attractive premiums relative to recent trading (see next slide)
- ✓ Exposure to a successful, dividend paying iron ore miner with existing operations with low operating costs and a high quality product
- ✓ Participation in future growth of combined entity, with an attractive portfolio of production and development assets located in the Pilbara region
- ✓ Strengthened balance sheet and improved capability to fund development of Buckland
- ✓ Access to BC Iron's experienced management team, with a track record of delivering value to shareholders
- ✓ Increased liquidity and scale of combined entity
- ✓ Scrip-for-scrip rollover relief potentially available on the scrip component of the transaction

Benefits for BC Iron Shareholders

- ✓ Secures long-term future in the Pilbara and creates a multi-decade growth path
- ✓ Significantly increases BC Iron's Ore Reserves and Mineral Resources, and provides growth options beyond the existing mine life of NJV
- ✓ Diversifies BC Iron's asset base
- ✓ Delivers BC Iron a presence in the West Pilbara, including an asset with an independent infrastructure solution
- ✓ Imminent, low risk cash flows from Iron Valley under existing mine gate sale agreement with MRL
- ✓ Access to key members of the IOH management team, who have proven themselves adept at generating value from assets over the past three years
- ✓ Transaction synergies
- ✓ New, supportive major shareholder

COMBINED GROUP OVERVIEW



Capital Structure

Ordinary Shares	196.2m
Share Price (at 29-Aug-14)	\$2.79
Market Capitalisation	\$547m
Cash (at 30-Jun-14) ¹	\$190m
Debt (at 30-Jun-14)	\$52m
Enterprise Value	\$410m
Options / Performance Rights	0.7m

Board

Tony Kiernan
Non-Executive Chairman

Andy Haslam
Non-Executive Director

Brian O'Donnell
Non-Executive Director

Alwyn Vorster
Non-Executive Director

Mike Young
Non-Executive Director

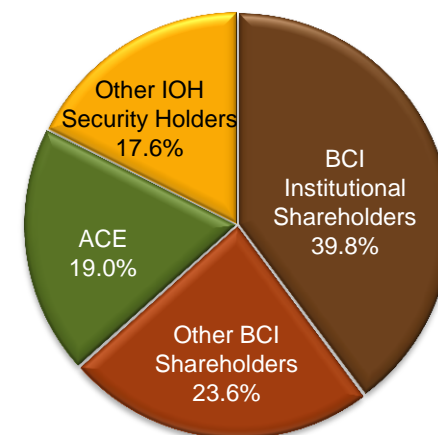
Morgan Ball
Managing Director & CEO

Malcolm McComas
Non-Executive Director

Terry Ransted
Non-Executive Director

Peter Wilshaw
Non-Executive Director

Shareholder Breakdown



Reserves (Equity Basis)²

Project	Tonnes (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Nullagine ³	23.7	56.8	64.7	3.1	2.0	0.02	12.1
Buckland	134.3	57.6	62.6	6.5	2.4	0.15	8.0
Iron Valley	134.7	58.5	63.0	4.9	3.2	0.17	7.2
Total	292.7	57.9	63.0	5.5	2.7	0.15	8.0

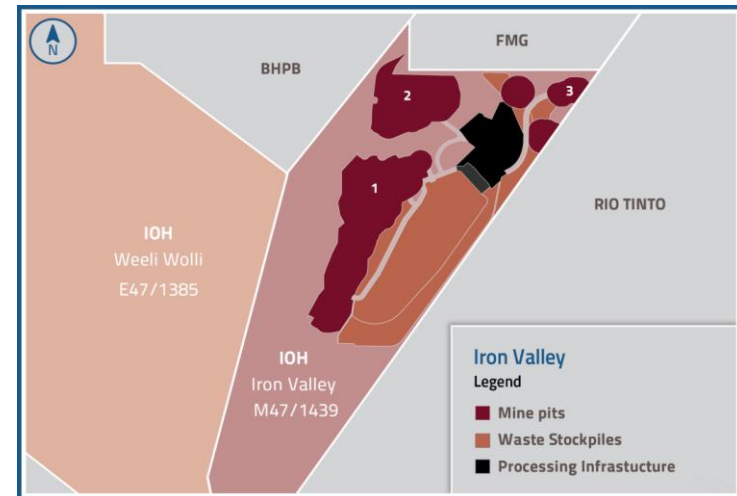
Resources (Equity Basis)²

Project	Tonnes (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Nullagine	79.4	53.1	60.4	5.4	4.2	0.02	12.1
Buckland	283.2	56.5	61.4	7.8	2.6	0.15	8.0
Iron Valley	259.1	58.3	62.7	5.4	3.2	0.17	6.9
Sub-total	621.7	56.8	61.8	6.5	3.1	0.14	8.1
Maitland ⁴	1,106.0	30.4	30.8	44.0	2.3	0.06	1.2

1. Comprised of BC Iron & IOH cash as at 30 June 2014, less A\$16 million paid to IOH shareholders (i.e. A\$0.10 per IOH share) under the Offer and A\$4 million in transaction costs (excludes stamp duty, which will be payable on the transaction, but the quantum and timing of this is not yet known).
2. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to Appendices for relevant detail.
3. Includes DSO Reserves and BSO Reserves, but excludes DSO stockpiles of 0.4Mt at 55.6% Fe (equity basis).
4. Beneficiable feed ore (BFO) that requires beneficiation.

Near production mine expected to generate meaningful, low risk cash flows.

- Mine gate sale agreement with Mineral Resources Limited (MIN)
 - ❖ IOH to retain tenement ownership and statutory obligations (incl. government royalties)
 - ❖ MIN to develop and operate mine at MIN's cost
 - ❖ MIN to purchase minimum annual tonnage at mine gate
 - ❖ Term of agreements is lesser of 20 years or 200Mt product purchased by MIN
- Ore Reserve of 134.7 Mt at 58.5% Fe¹
- Mineral Resource of 259.1 Mt at 58.3% Fe¹
- Construction 90% complete (August 2014)
- Bulk sample produced (June 2014)
- First shipments expected in 3Q CY14, with first revenue later in 2H CY14
- Ramp-up expected to ~5Mtpa in FY15, installed infrastructure for 6Mtpa



Iron Valley – Mine Layout



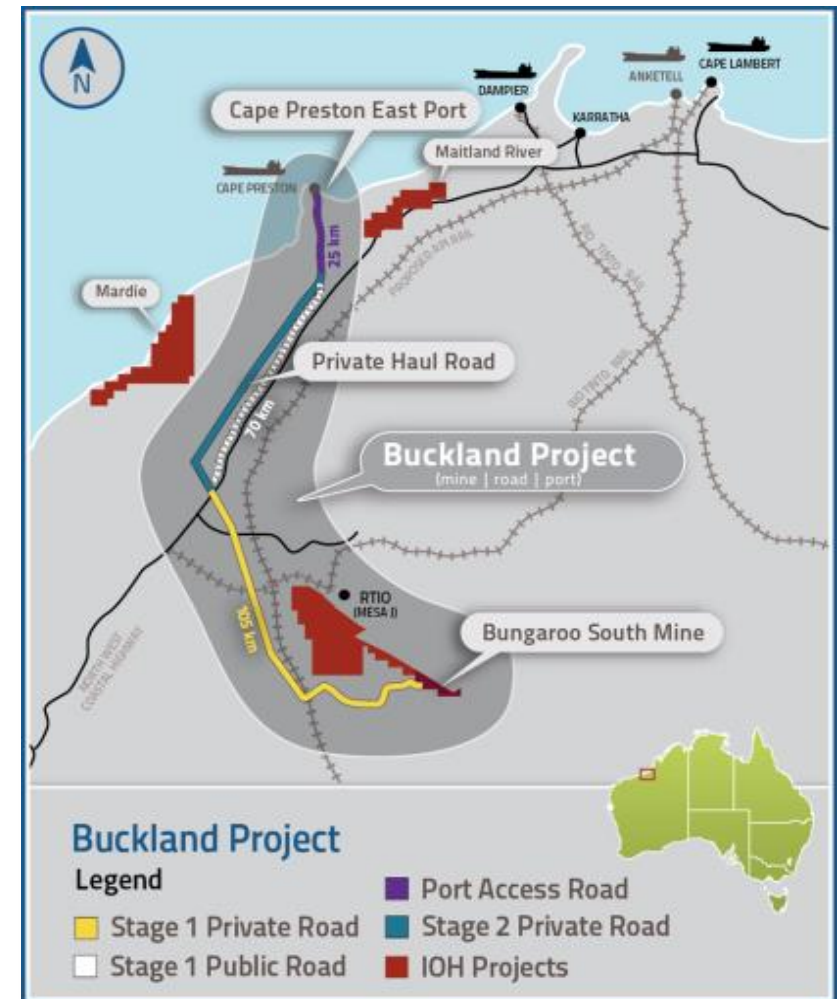
Iron Valley Commissioning – August 2014

1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to appendices for relevant detail.

BUCKLAND PROJECT

A potential mine with an independent infrastructure solution.

- Wholly owned project located in the West Pilbara region
- Ore Reserve of 134.3 Mt at 57.6% Fe¹
- Mineral Resource of 283.2 Mt at 56.5% Fe¹
- Potential 8 Mtpa operation for 15 years at 1:1 strip ratio
- Life of mine product grade of ~58% Fe
- Haulage via private / public roads initially utilising 115t trucks, moving to entirely private roads and 200t trucks by year 3
- Transshipping solution at the proposed Cape Preston East Port
- Feasibility study completed in June 2014
- Low capital intensity of A\$93 per annual tonne²
- Comparable C1 cash costs (FOB) to Nullagine
- All major permits and approvals received



1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to appendices for relevant detail.

2. Based on Feasibility Study initial capex of A\$744m (real 2014\$).

INDICATIVE TIMETABLE



Milestone	Indicative Date
Transaction announcement	Monday, 11 August (Completed)
Lodge Bidder's Statement	Friday, 22 August (Completed)
Despatch Bidder's Statement	Monday, 25 August (Completed)
Offer opens	Monday, 25 August (Completed)
Declare dividend	Wednesday, 27 August (Completed)
Lodge Target's Statement	Thursday, 28 August (Completed)
Record date for dividend	Wednesday, 3 September
ACE acceptance (in the absence of a superior offer)	Friday, 12 September
Offer closes	Tuesday, 30 September

Appendices



NJV RESERVES & RESOURCES



CID Mineral Resource at 30 June 2014 (BC Iron 75%, FMG 25%)

Classification	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Measured	21.2	54	61.7	3.4	4.3	0.014	0.012	12.5
Indicated	38.1	53.8	61.7	3.3	4.5	0.017	0.012	12.7
Inferred	46.7	52.1	58.8	5.4	6.6	0.024	0.018	11.3
Total CID	105.9	53.1	60.4	4.2	5.4	0.02	0.015	12.1

DSO Mineral Resource at 30 June 2014 (BC Iron 75%, FMG 25%)

Classification	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Measured	12.9	57.2	64.8	2.2	2.9	0.013	0.011	11.8
Indicated	19.1	57.0	64.9	2.0	2.9	0.014	0.011	12.1
Inferred	6.8	57.0	64.1	2.6	3.9	0.023	0.014	11.1
Total DSO	38.8	57.1	64.7	2.2	3.1	0.015	0.012	11.8

DSO Ore Reserve at 30 June 2014 (BC Iron 75%, FMG 25%)

Classification	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Proved	8.4	57.6	65.3	1.8	2.6	0.012	0.012	11.9
Probable	19.3	56.5	64.4	2.1	3.3	0.016	0.011	12.3
Total	27.7	56.8	64.7	2	3.1	0.015	0.011	12.1

BSO Probable Ore Reserve at 30 June 2014 (BC Iron 75%, FMG 25%)

	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Feed Material	9.7	51.5	59.2	3.8	5.8	0.018	0.012	13.0
Beneficiated Product	3.9	54.2	62.1	2.9	4.4	0.016	0.012	12.8

DSO Stockpile Inventory at 30 June 2014 (BC Iron 75%, FMG 25%)

	Mt	Fe%	Al ₂ O ₃ %	SiO ₂ %
Total	0.52	55.6	3.0	4.1

Note:
 CID Resources are inclusive of DSO Resources, which are in turn inclusive of DSO Reserves. CID Resources are also inclusive of a portion of the BSO Reserve (feed material) that doesn't sit within existing low grade stockpiles. CID stands for "channel iron deposit". BSO stands for "beneficiated shipping ore". Total may not sum due to rounding

IOH RESERVES

Buckland Project Ore Reserve at 30 June 2014

Project	Deposit	JORC Ore Reserve	Cut-off (% Fe)	Tonnes ^B (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)	
Buckland	Bungaroo South	Proved	54	23.2	58.3	62.9	5.8	2.9	0.15	7.4	
		Probable		106.7	57.5	62.6	6.6	2.3	0.15	8.1	
	Dragon	Proved		-	-	-	-	-	-	-	-
		Probable		4.4	57.1	62.3	6.5	2.8	0.14	8.4	
	Subtotal	Proved		23.2	58.3	62.9	5.8	2.9	0.15	7.4	
		Probable		111.1	57.5	62.6	6.6	2.3	0.15	8.1	
Total				134.3	57.6	62.6	6.5	2.4	0.15	8.0	

IOH Total Ore Reserves at 30 June 2014

Project	Deposit	JORC Ore Reserve	Cut-off (% Fe)	Tonnes ^B (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)	
Iron Valley	Iron Valley ^A	Proved	-	-	-	-	-	-	-	-	
		Probable	53	134.7	58.5	63.0	4.9	3.2	0.17	7.2	
Buckland	Bungaroo South	Proved	54	23.2	58.3	62.9	5.8	2.9	0.15	7.4	
		Probable		106.7	57.5	62.6	6.6	2.3	0.15	8.1	
	Dragon	Proved		-	-	-	-	-	-	-	-
		Probable		4.4	57.1	62.3	6.5	2.8	0.14	8.4	
Total				269.0	58.1	62.8	5.7	2.8	0.16	7.6	

Notes:

A. Reported in 2012 in accordance with JORC Code 2004 edition.

B. Tonnages are dry metric tonnes and have been rounded, hence small differences may be present in totals.

IOH Total Mineral Resource at 30 June 2014

Location	Type	Project	Deposit	JORC Class	Cut-off (%Fe)	Tonnes ^B (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Central Pilbara	DSO ^C	Iron Valley ^A	Iron Valley	Indicated	50	216.3	58.4	63.0	5.1	3.1	0.18	7.2
				Inferred	50	42.8	57.9	61.1	7.0	3.9	0.14	5.2
Western Pilbara		Bungaroo South	Measured	50	30.9	57.4	62.1	6.7	3.0	0.15	7.6	
			Indicated	50	214.9	56.6	61.6	7.8	2.4	0.15	8.1	
		Dragon	Indicated	50	9.1	55.8	60.9	8.1	3.1	0.14	8.3	
			Inferred	50	3.4	54.7	59.4	10.2	3.0	0.13	7.9	
		Rabbit	Indicated	50	5.9	55.0	58.9	10.3	3.4	0.13	6.6	
			Inferred	50	1.3	53.7	58.1	11.2	3.3	0.08	7.5	
		Rooster	Indicated	50	5.2	55.8	60.2	7.2	4.6	0.08	7.3	
			Inferred	50	5.4	52.1	56.8	9.6	6.3	0.06	8.3	
		Snake	Inferred	50	7.1	57.0	62.6	5.8	2.8	0.15	9.0	
		Sub Total	Measured	50	30.9	57.4	62.1	6.7	3.0	0.15	7.6	
Indicated			50	451.4	57.4	62.2	6.5	2.8	0.16	7.7		
Inferred			50	60.0	57.0	60.7	7.3	3.9	0.13	6.1		
Total						542.3	57.4	62.0	6.6	2.9	0.16	7.5
Coastal Pilbara	BFO ^D	Maitland	Maitland River ^A	Inferred	26	1,106.0 ^E	30.4	30.8	44.0	2.3	0.06	1.2

Notes:

- This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported. All other resources classified and reported in accordance with JORC Code 2012 edition.
- Tonnages are dry metric tonnes and have been rounded, hence small differences may be present in the totals.
- DSO ("Direct Shipping Ore") is considered to be ore types which do not require significant beneficiation (upgrading) before it is usable feedstock in the sinter or iron making processes.
- BFO ("Beneficiable Feed Ore") is comprised of ore types which require significant beneficiation (upgrading) before it is usable as feedstock on the sinter or iron making processes.
- Indicative Davis Tube Recovery (grind size, P80 25µ) test work produced a magnetite concentrate with weight yields ranging from 13-28%.

IMPORTANT NOTICES



BC Iron Ore Reserves and Mineral Resources Disclosures

The information in this announcement is extracted from the ASX announcement entitled NJV Ore Reserves and Mineral Resources dated 3 March 2014 and is available to view on <http://www.bciron.com.au/investors/asx-announcements/2014.html>. BC Iron confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimate in the original market announcement continue to apply and have not materially changed. BC Iron confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcement.

IOH Ore Reserves and Mineral Resources Disclosures

The information in this announcement that relates to Mineral Resources and Ore Reserves at the Buckland Project is extracted from the ASX Announcement titled "Buckland Project – Updated Ore Reserve" (dated 4 June 2014). This announcement is available to view at www.ironoreholdings.com. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

In respect of the Iron Valley and Maitland River deposits the information in this announcement that relates to Mineral Resources estimates has been compiled by Mr Lynn Widenbar, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Widenbar is a full time employee of Widenbar and Associates and produced the Mineral Resource Estimates based on data and geological information supplied by IOH. Mr Widenbar has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves. Mr Widenbar consents to the inclusion in this announcement of the matters based on his information in the form and context that the information appears. It has been not been updated to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

The information in this announcement that relates to Ore Reserve estimations for the Iron Valley Deposit is based on information compiled by Mr Alan G. Cooper, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Cooper is a full time employee of Snowden Mining Industry Consultants Pty Ltd. Mr Cooper has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Cooper consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears. It has been not been updated to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

IMPORTANT NOTICES



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Past performance information given in this document is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance.

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