



Chairman's Address: Annual General Meeting 2010

Peter Wade, Executive Chairman



Mineral Resources Limited

ABN 33 118 549 910 | ACN 118 549 910

18 November 2010

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About Mineral Resources



Service Provider



Process Minerals

Minerals and base metals processing, logistics, ship loading & marketing



Crushing Services

Australia's largest specialist BOO crushing, screening and processing contractor



PIHA

Pipeline, services, site infrastructure, contractor and polyethylene fittings manufacturer

Minerals Producer



Polaris Metals

Specialist Iron Ore resources company



Mesa Minerals

(64% owned)
Specialist manganese and technology company

2010 highlights



Commercial

- Record annual revenue and profit
- MRL elevated to ASX 200 index
- Successful completion of Polaris acquisition
- Successful acquisition of 64% of Mesa Minerals

Operational

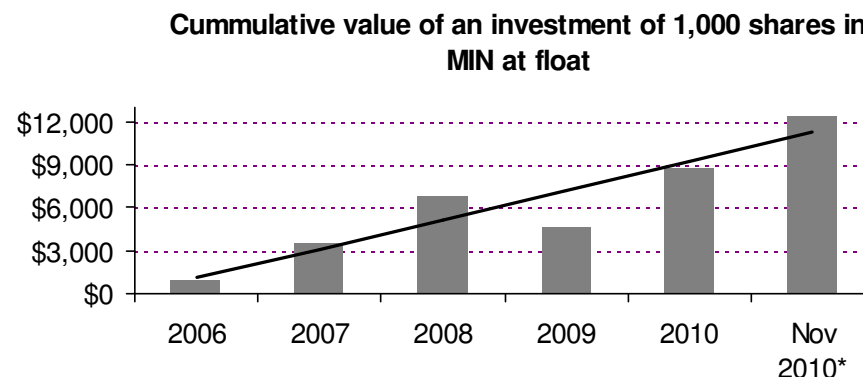
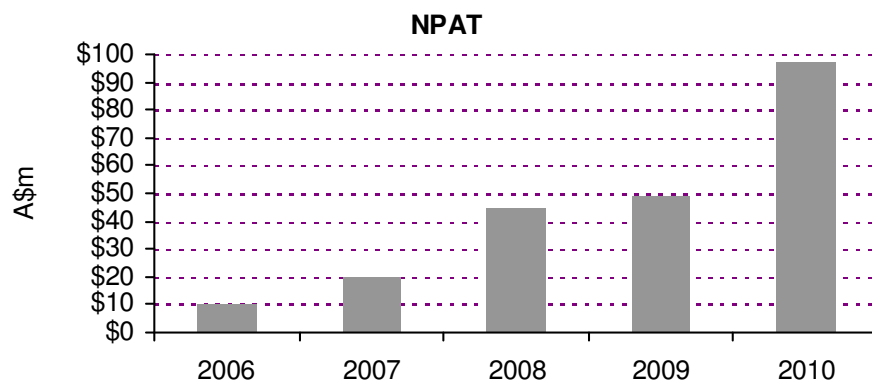
- Exported 1.3 million tonnes of manganese & iron ore
- Awarded FMG 25mtpa crushing contract at Christmas Creek
- First shipment of iron ore from Utah Point
- Commencement of operations at Nicholas Downs
- Awarded Rio Tinto Supplier Excellence Award
- Retained all BOO contracts
- PIHA strong performance

Financial highlights 2010

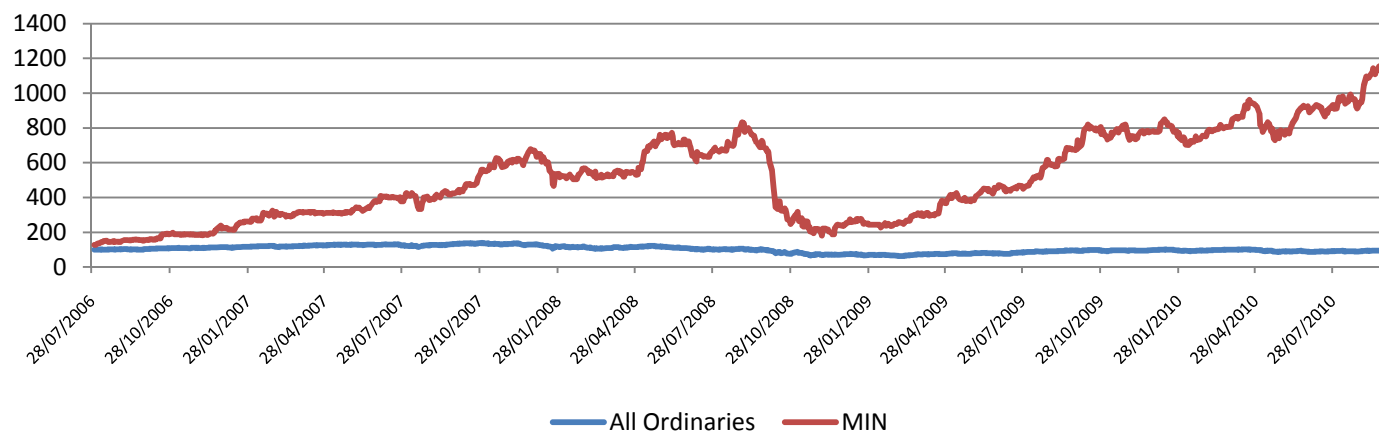


- Revenue increase by 21.4% to \$322.5 million
- Headline net profit after tax of \$97.2 million, an improvement of 119.4%
- Normalised net profit after tax (before one off tax adjustment) of \$62.5 million, an improvement of 26%
- Final fully franked dividend of 13.6 cents (payable 18/11/10), bringing the full dividend to 20.0 cents per share
- Net cash positive balance sheet
- Strong operational cash flow to finance future capital growth plans

Strong shareholder returns



MRL has out-performed market since listing in 2006 (index)



Balance sheet strength to fund growth



\$AUD millions	Jun 10	Jun 09
Total Assets	844.8	288.9
Total Liabilities	(359.1)	(144.0)
Net Assets	485.7	144.8
Net Cash Position	88.2	(11.6)
Funds Employed	397.5	156.4
EPS (cents)	58.3	35.8

Cash in bank, internal cash flow, monetisation of iron ore stockpile to fund capital requirements in 2010/11 of approx \$200m	
Debt : Equity	Net cash positive
Interest Cover (times) [EBIT / Interest]	31.1 times

Mergers & acquisitions



Polaris Metals

Profile:

- 6,000km² of iron ore tenements
- 42 mt Fe JORC measured
- 440 - 565 mt Fe exploration target

Plans:

- Stage 1 - export approx 4mtpa of iron ore from Carina operation commencing FY2011
- Drilling programme to expand JORC reserves

Progress:

- Awaiting port access approval Fremantle Port Authority

Mesa Minerals

Profile:

- 50% JV Ant Hill & Sunday Hill manganese tenements
- Manganese processing technology
- 300 ktpa export capacity at Utah Point

Plans:

- Commence manganese export operations
- Continue commercial evaluation of technology assets

Progress:

- Integrating operations into MRL group

The information in this table accurately reflects information prepared by competent persons (as defined by the Australasian Code for Reporting of Mineral Resources and Ore Reserves). It is compiled by Mr. B Morey, an employee of the Company who is a Member of The Australasian Institute of Mining and Metallurgy with the requisite experience in the field of activity in which he is reporting. Mr. Morey has sufficient experience which is relevant to the style of mineralisation and the 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". He consents to the inclusion in the table of the matters based on his information in the form and context in which it appears. The potential quantity and grade of iron deposits reported is conceptual in nature and there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource

Increased commodity output by 100%



Commodity	2010 actual volume (tonnes)	2009 actual volume (tonnes)
Iron Ore	875,000	375,000
Manganese	428,000	275,000
TOTAL	1,303,000	650,000

Christmas Creek plant



First shipment from Utah Point



Exploration & Production



Carina camp



Peak Hill manganese

BOO Contracts



CSI Overall Winner Rio Tinto Iron Ore Supplier Recognition Program

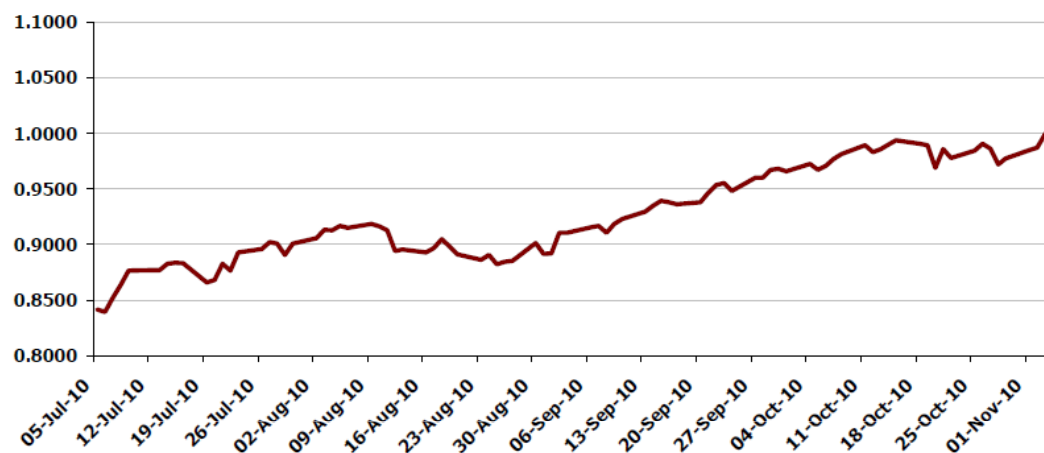




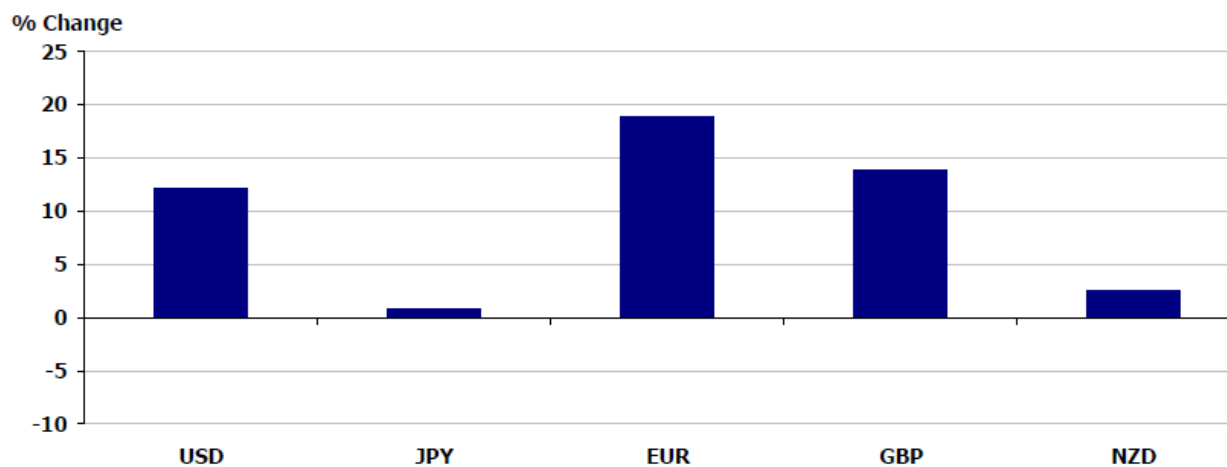
Economic & market conditions - currency

Source: Oakvale Capital, Financial markets report, 10 November 2010

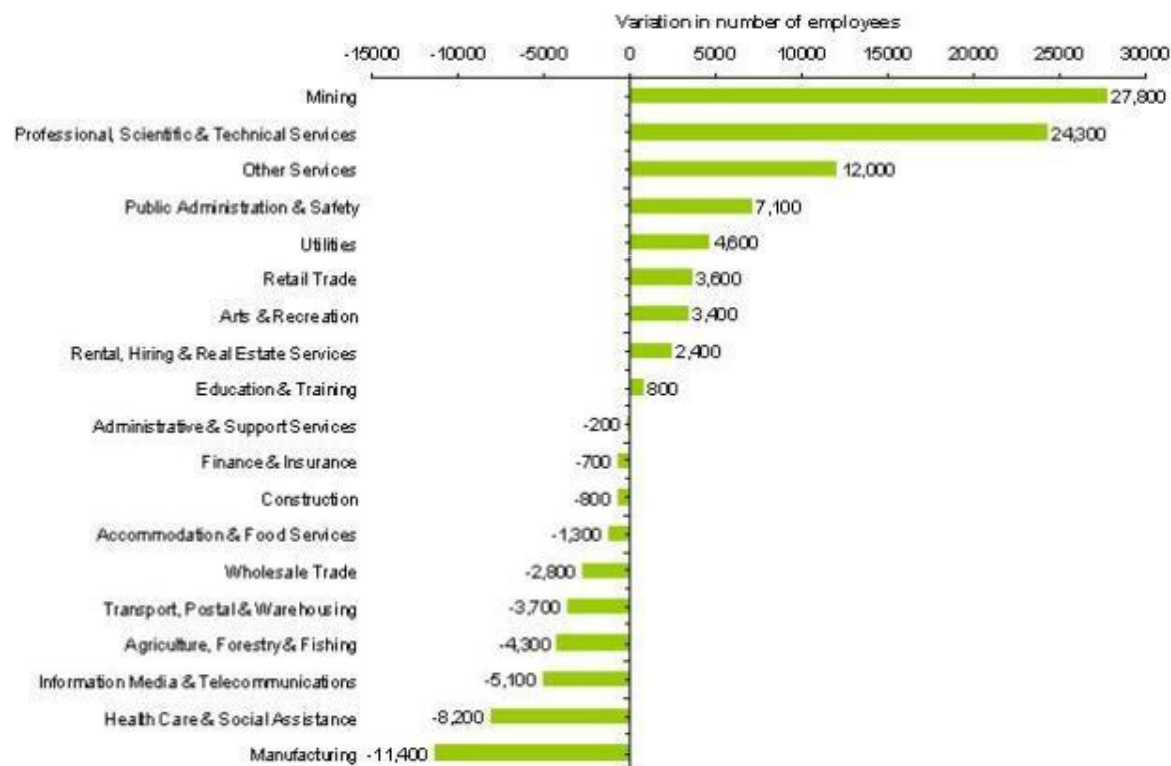
Daily AUD/USD



A\$ vs Major Currencies, Last 12 Months

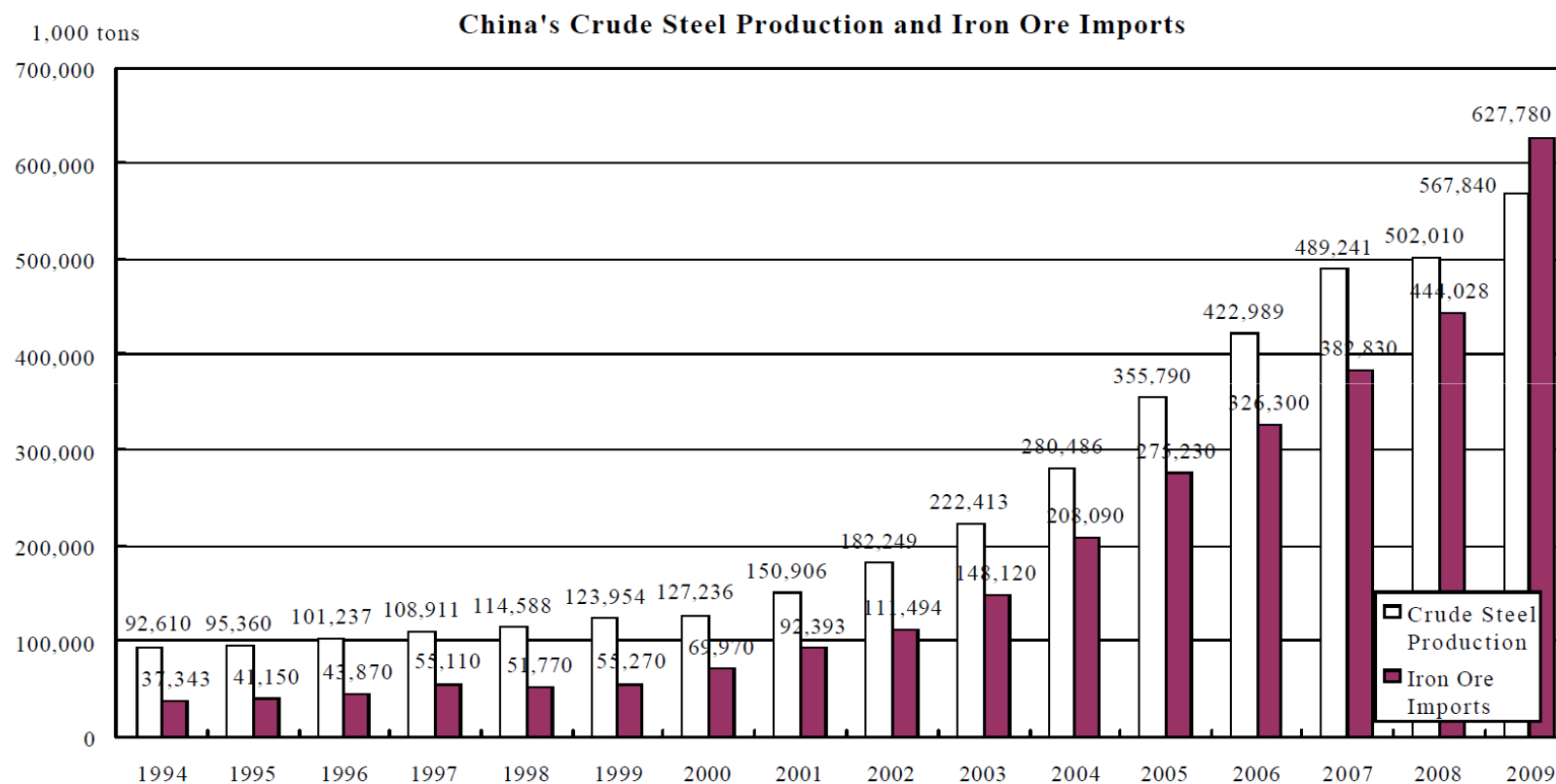


Change in the number of employed persons by industry, August 2009 compared to August 2010



Source: ABS Cat. 6291.0.55.003, August 2010

Economic & market conditions - demand



Source: The TEX Report Vol42 No 10088 10 November 2010

2011 operational targets



- Commence operations:
 - Christmas Creek 25mtpa crushing plant
 - Poondano iron ore
 - Carina iron ore
 - Mt Marion lithium
 - Mesa manganese
- Ramp up operations:
 - Nicholas Downs manganese to 600,000 tpa
- Retain all existing BOO crushing contracts
- Develop BOO infrastructure contracts
- Export:
 - minimum 3.5 million tonnes of manganese & iron ore
- Utilise mini-cape vessels from Utah Point

2011 commercial targets



- Achieve record annual revenue and profit
- Further strengthen balance sheet
- Fully funded capex from cash balance
- Maintain net cash positive position
- Maintain 50% dividend policy

Outlook & Market Guidance



The business outlook for MRL for the FY2011 is extremely positive with

- Global commodity demand and pricing continuing to be strong albeit impacted by the strong AUD
- Client progress towards production growth on target to expand MRL pipeline of contract crushing and infrastructure project opportunities
- Access to port infrastructure at Utah Point committed and first exports of iron ore completed
- Drilling program at Yilgarn and Poondano tenements initiated to better define JORC reserves for mining operations
- Internal operating cashflow available to fully fund all capital spend requirements
- BOO installed crushing capacity to be increased by more than 50% with completion of Christmas Creek plant
- Substantial overseas contract opportunities for PIHA pipelining operations

Outlook & Market Guidance



- MRL performance over the initial 4 months allows management to forecast strong growth in annual performance with projected:
 - Strong increases in crushing volumes
 - Substantial increases in iron ore export volumes
 - Stockpiled manganese tonnes to be exported through Utah Point
 - Increased PIHA contract activity

- The Board of MRL will provide a detailed market update in conjunction with the release of the half yearly result in February 2011 but is pleased to announce that ***“MRL is on target to achieve a record revenue and profit outcome for FY2011”***.

Questions





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