



2011 Half Year Result

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- About Mineral Resources
- Highlights
- Operational performance
- Financial performance
- Strategy, issues and outlook

Mineral Resources



Service Provider



Process Minerals

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



Crushing Services

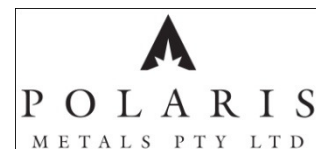
Australia's largest specialist BOO crushing, screening and processing contractor



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

Corporate & operational highlights



- Contracting operations – maintenance of existing contracts with sustainable growth in tonnages
- Execution of growth projects on target
- Substantial work in hand for pipeline business
- Substantial increase in commodity business tonnes and revenue
- HPPL becomes significant shareholder
- Relocated to new office accommodation housing all staff under one roof
- MRL on target for record result for 2011

Update - operational targets 2011



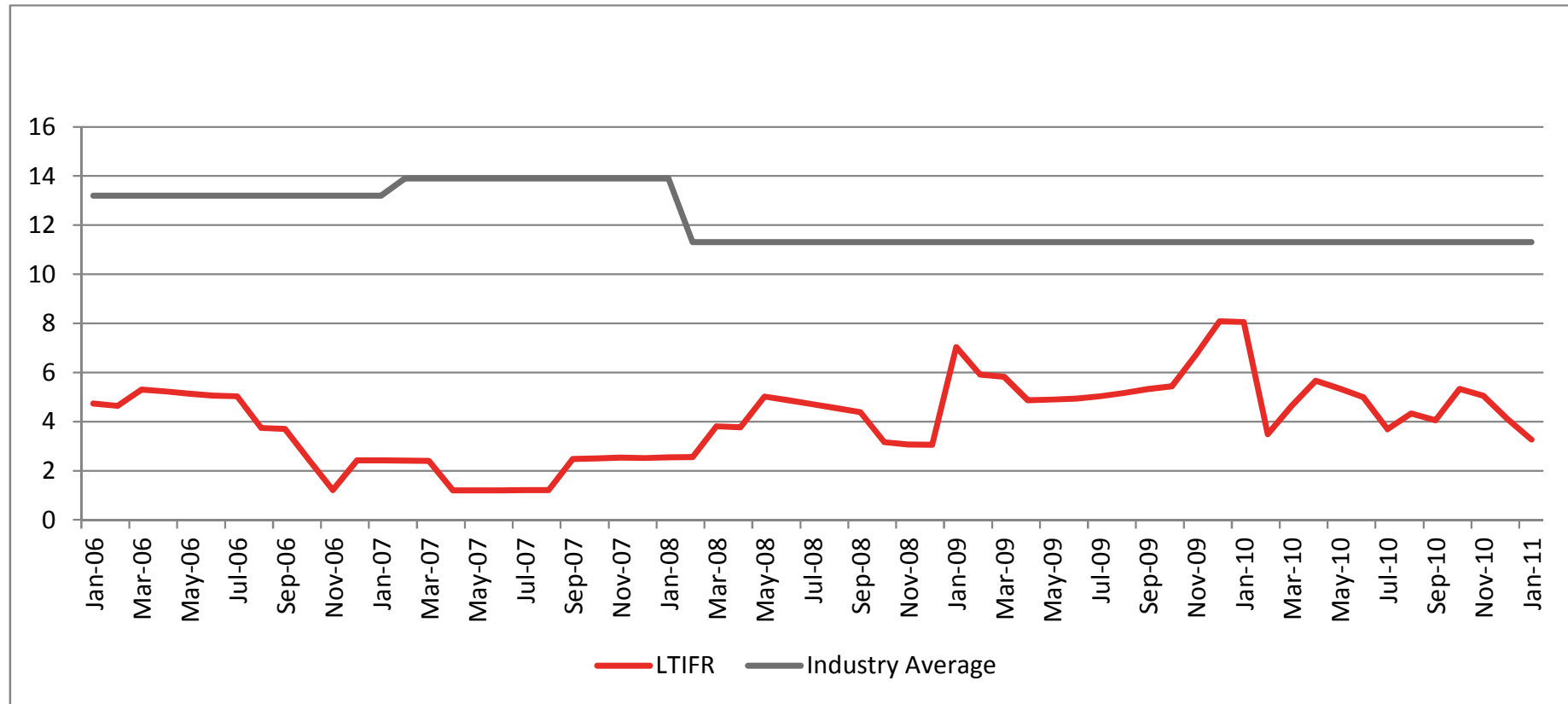
- Commence export of iron ore and manganese through Utah Point berth - completed
- Move towards production at Christmas Creek iron ore operation with BOO crushing contract – on target
- Develop Mt Marion lithium operation – on target
- Production at Carina (YIOP) iron ore – on target
- Ramp-up of Nicholas Downs manganese production - completed
- Utah Point stockyard infrastructure – proposal under review

Financial highlights



- Record half year net profit \$60.6 million, up 121%
- Fully franked interim dividend of 15.0 cents
- DRP to be introduced effective from record date for interim dividend
- Cash balance - \$153 million
 - Net cash position - \$66 million
- NTA per share increased to 313 cents from 239 cents
- CAPEX programme in line with budget expectations
- MRL on target for record result for FY2011

Safety - our number one value



Industry Average Source: Worksafe Mining Services category

Export volumes



Commodity Volume (‘000 tonnes)	<u>Half</u> Year Dec 2010 Actual	<u>Full</u> Year 2009/10 Actual	Increase in annualised rate
Iron Ore	1,301	875	+197%
Manganese	224	428	+5%
TOTAL	1,525	1,303	+134%

Nicholas Downs manganese project



- Ramp-up completed
- Production at 100% of budget
- Infrastructure (roads & storage) operational
- Sales have commenced

HANCOCK PROSPECTING PTY LTD



Christmas Creek BOO contract



- Construction programme within budget, on time and substantially complete
- Dry commissioning commenced
- +19 mtpa state of the art production operation



Carina iron ore project



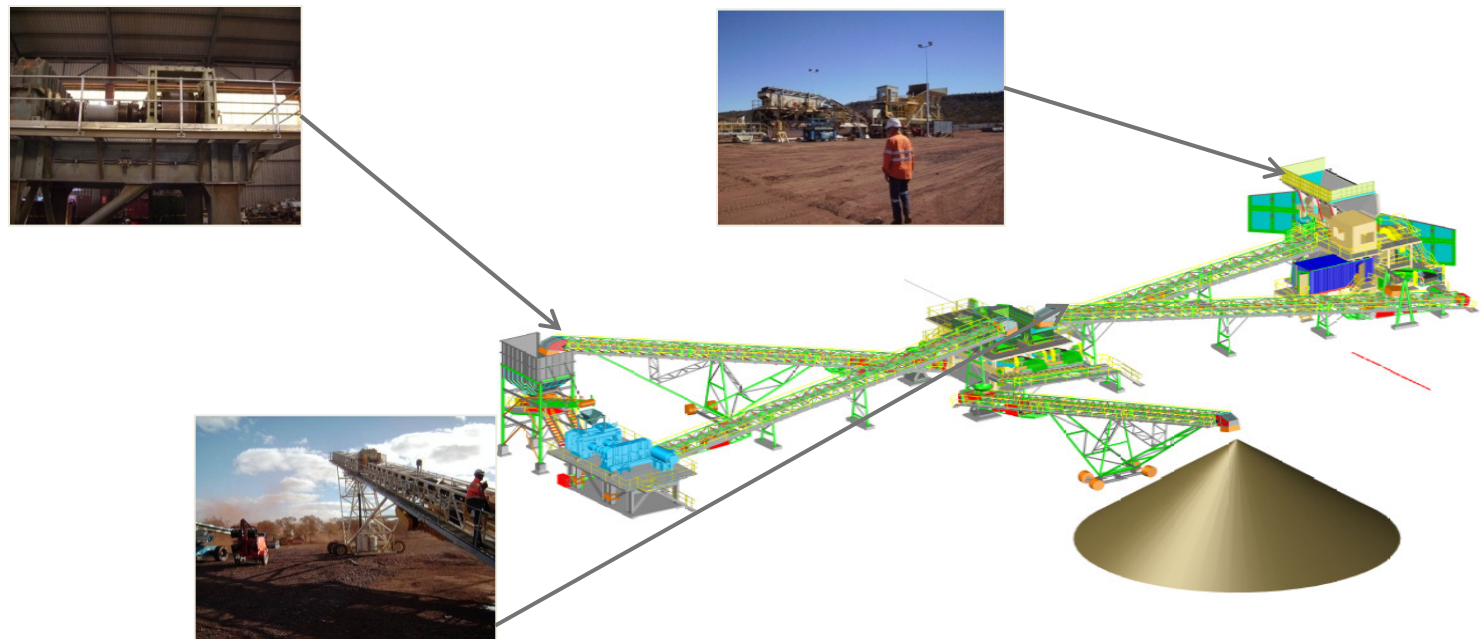
- Environmental and PMP approvals granted
- Management team in place
- Critical long lead items ordered
- Key site construction contracts awarded
- Production target Q3 2011
- Initial target 4mtpa production rate with capacity for expansion



Mt Marion lithium project



- Restructured ownership – MRL 30% equity holder
- Mining approvals granted
- Production scheduled for FY2012
- Valuable by-product potential
- Target market Lithium ion battery production market



Pipeline operations



- Contract lining projects at record levels
- Engaged by major local and international companies for repeat business
- High value contracting opportunities being pursued
- Order book full to 2012



Financial performance

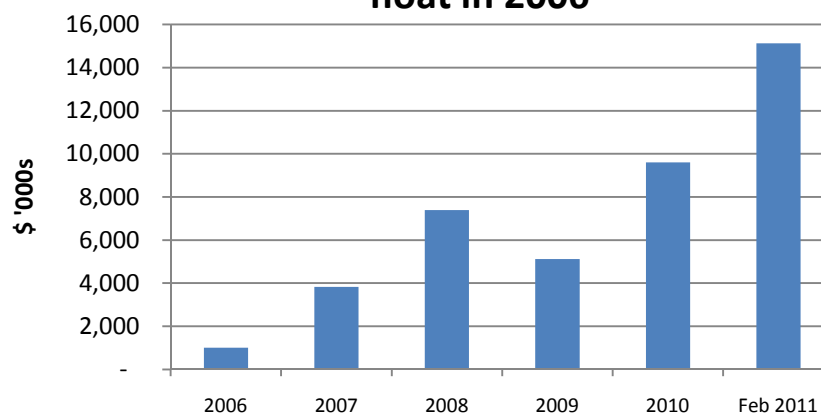


- Revenue \$344.4 million, up 216% on corresponding half
- Record half year result \$60.6 million, up 121% on corresponding half
- Balance sheet enhanced and continues to strengthen
- Internal funding of capex weighted to second half FY2011
- Additional projects may require external funding, depending on size and timing
- 50% dividend distribution policy maintained
- DRP to be introduced in 2011 for interim dividend

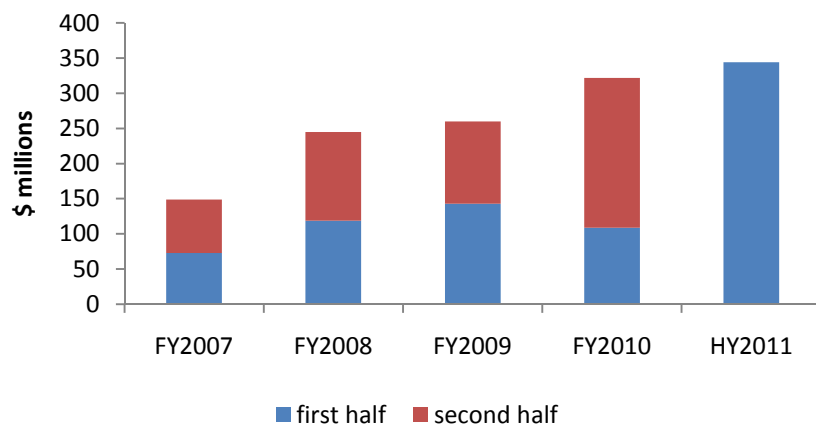
Financial history



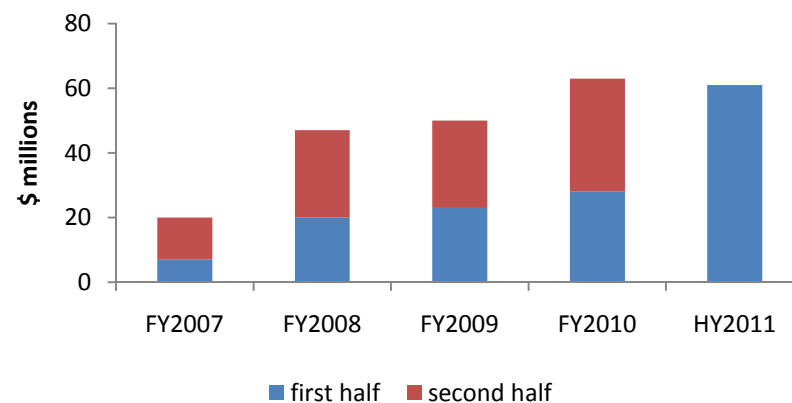
Value of an investment of \$1,000 in MIN on float in 2006



Revenue



NPAT (normalised)



Financial performance



\$AUD millions	HY Dec 10	HY Dec 09	% change
Revenue	344.3	109.1	+216%
NPAT	60.6	27.4	+121%
EPS	36.4	21.4	+70%
Net Assets	568.7	366.8	+55%
Net Cash	66.2	26.5	+150%
Funds Employed	502.5	340.3	+48%
Operational Cash flow	58.7	23.3	+152%

Balance sheet strength



\$AUD millions	Dec 10	Jun 10	Jun 09	Jun 08
Total Assets	881.7	844.8	288.9	223.6
Total Liabilities	(313.0)	(359.1)	(144.0)	(107.6)
Net Assets	568.7	485.7	144.8	116.0
Net Cash Position	66.2	88.2	(11.6)	21.5
Funds Employed	502.5	397.5	156.4	94.5

Recommended fully franked dividend of 15.0 cents for record on 17 March 11 and payable on 7 April 11

Debt : Equity	Net cash positive
Interest Cover (times) [EBIT / Interest]	27.7 times

Operational cash flow



\$AUD millions REVIEW	HY Dec 10	HY Dec 09
EBITDA	100.9	50.1
CAPEX (including funded items)	(79.4)	(26.4)
Net Interest Payments	(0.9)	(1.6)
Income Taxes Paid	(12.2)	(12.5)
Working Capital and Other	(35.6)	(14.8)
Net Operating and Investing cash flow	(27.2)	(5.2)
Financing Cashflow	6.0	42.7
Total Increase in Cash	(21.2)	37.5

- Affirm the strategy

To build a sustainable diversified processing and mineral services and commodities business.

- Provide a safe work environment for our people
- Success in winning and undertaking profitable contracts
- Expand commodities production capacity
- Add value to our customers operations
- Recruit and develop a skilled and committed team
- Maintain an entrepreneurial focus
- Maintain our consistent core values of innovation, integrity, safety, quality and service

- Demand and pricing of iron ore continues to be strong
- Manganese pricing & volumes to recover through second half 2011
- AUD / USD impacts revenue and profit for commodities
- Infrastructure a key element in production growth

- Record half year result for MRL
- Development projects on time and within budget
- Business is well placed for continued organic growth across all operations
- Abundant corporate opportunities
- Balance sheet and cash position in good shape
- Outlook – second half result will exceed first