

ASX RELEASE – 18 NOVEMBER 2010

Company Announcements Platform  
ASX Ltd

## COMPLETION OF PLACEMENT TRANCHE 1

As announced on 11 November 2010, Australian iron ore company **BC Iron Limited (ASX: BCI)** ("**BC Iron**") has received firm commitments for 8 million shares at \$2.30 per share to raise gross proceeds of \$18.4 million ("**Placement**").

BC Iron advises that it has now allotted and issued to clients of Argonaut Securities Pty Ltd, Tranche 1 of the Placement being 4 million fully paid ordinary shares at \$2.30 ("**Tranche 1 Shares**") to raise gross proceeds of \$9.2 million.

Tranche 2 of the Placement, being the issue of a further 4 million shares at \$2.30 is to be completed subject to shareholder approval at the Extraordinary General Meeting to be held on Friday, 17 December 2010.

An Appendix 3B in respect of the Tranche 1 Shares issued will be lodged later today. The Company expects that holding statements will be despatched to shareholders by the end of the month.

### Notification under s.708A(5)(e) of the Corporations Act 2001

For the purposes of s.708A(5)(e) of the Corporations Act 2001 ("**Act**") BC Iron notifies:

1. The Tranche 1 Shares were issued without disclosure to investors under Part 6D.2 of the Act;
2. As at the date of this notice, BC Iron has complied with the provisions of Chapter 2M of the Act as they apply to BC Iron and with s.674 of the Act; and
3. As at the date of this notice, there is no excluded information for the purposes of s.708A(7) & (8) of the Act in relation to BC Iron.

Yours faithfully,



Morgan Ball  
**Company Secretary**