



18 December 2012

The Companies Officer
Australian Stock Exchange
Exchange Plaza
2 The Esplanade
Perth WA 6000

Dear Sir

Completion of Sale of 25% Interest in Nullagine Iron Ore Joint Venture

Fortescue Metals Group Ltd (ASX: FMG, Fortescue) has today received the total net proceeds of A\$190 million from BC Iron Ltd (ASX: BCI) in relation to the sale of a 25% interest in the Nullagine Iron Ore Joint Venture ("NJV").

Effective from 1 January 2013, Fortescue will hold a 25% interest in the NJV and the capacity available to the NJV on Fortescue's rail and port infrastructure will be 6 Mtpa.

Fortescue Chief Executive Officer Nev Power said he looked forward to continuing to build upon the strong relationship we have established with BC Iron over the years.

Yours sincerely
Fortescue Metals Group Ltd

Mark Thomas
Company Secretary

Media Contacts:

Yvonne Ball
0417 937 904
yball@fmgl.com.au