

BC IRON DECLARES 30 CENTS PER SHARE FULLY FRANKED FINAL DIVIDEND

The Board of BC Iron Limited (“**BC Iron**”) (ASX:BCI) is pleased to announce that it has resolved to pay a final dividend on ordinary shares for the full year ended 30 June 2013.

The total amount of the final dividend is approximately \$37 million which represents a fully franked final dividend of 30.0 cents per share. Combined with the interim dividend of 5.0 cents per share paid in March 2013, this equates to a **dividend payout ratio of 60% on underlying net profit after tax** for the 2013 financial year.

Important dates with respect to the final dividend are:

Ex-dividend date	3 September 2013 (date shares begin trading ex-dividend)
Record date	9 September 2013 (holders of shares at this date are eligible to receive the dividend)
Payment date	24 September 2013

Payment of Dividends

In order to facilitate the payment of this and future dividends, BC Iron encourages its shareholders to contact our share registry, Computershare Investor Services Pty Limited (“**Computershare**”) and provide direct credit details for your nominated bank account.

The direct credit payment method provides a number of benefits to shareholders. There will be no delay in waiting for a cheque to be delivered in the mail – your funds should be deposited on the date of payment of the dividend and will be cleared and available for your immediate use. As well as enhanced convenience for shareholders, direct credit dividend payments also minimise the potential for fraud and reduce the processing costs for BC Iron.

If you have any queries regarding the above information or your shareholding in general, please contact Computershare Investor Services:

Phone: Australia: 1300 850 505
International: +61 3 9415 4000
Mail: GPO Box 2975
MELBOURNE VIC 3001
Internet: www.computershare.com; or
www.investorcentre.com/contact

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FOR FURTHER INFORMATION:

ANTHEA BIRD
COMPANY SECRETARY
BC IRON LIMITED
TELEPHONE: +61 8 6311 3400

About BC Iron Limited

BC Iron is an iron ore development and mining company with key assets in the Pilbara region of Western Australia. The Company's core focus is the Nullagine Iron Ore Project ("NJV"), an unincorporated 75:25 joint venture with Fortescue Metals Group Limited. The NJV uses Fortescue's infrastructure at Christmas Creek, 50km south of the Nullagine mine, to rail its ore to Port Hedland from where it is shipped directly to customers overseas.

BC Iron has had outstanding success since listing in December 2006. Iron ore exports commenced in February 2011 and since then, as at August 2013 the NJV has exported approximately 9.4M wmt of iron ore. Since April 2013, the NJV has been operating at a nameplate production rate of 6Mtpa.

In August 2012, BC Iron entered into an Iron Ore Strategic Alliance with Cleveland Mining to acquire and co-develop new iron ore projects in Brazil. Under the terms of this 50:50 Joint Venture, BC Iron acquired an equity stake in Cleveland Mining. The Company is now set to move into the next phase of development through measured consideration of business development opportunities.

KEY STATISTICS – 30 June 2013

Shares on Issue:	123.3 million	
Cash & equivalents:	\$138.5 million	
Board:	Tony Kiernan	Chairman and Non-Executive Director
	Morgan Ball	Managing Director
	Andy Haslam	Non-Executive Director
	Malcolm McComas	Non-Executive Director
	Terry Ransted	Non-Executive Director
	Mike Young	Non-Executive Director
	Anthea Bird	Company Secretary
	Linda Edge	Company Secretary
Major Shareholders:	Consolidated Minerals	23.1%
	Henghou Industries	6.6%
	Tribeca Investments	5.5%

Website: www.bciron.com.au