

## UPDATE ON TAKEOVER OFFER FOR IRON ORE HOLDINGS LIMITED

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BC Iron Limited (ASX:BCI) ("BC Iron") provides the following updates in relation to its off-market takeover offer ("Offer") for Iron Ore Holdings Limited ("IOH").

### Extension of Offer

Including all acceptances received up to and including 19 September 2014, BC Iron's voting power in IOH now stands at 72.5%.

In order to give those IOH shareholders that have not yet accepted the Offer adequate time to do so, BC Iron advises that it intends to extend the closing date of the Offer from the current date of 5.00pm (Australian Western Standard Time) on Tuesday, 30 September 2014, until 5.00pm (Australian Western Standard Time) on Tuesday, 14 October 2014 (unless further extended or withdrawn).

In relation to this extension, a formal notice of variation has been lodged with ASIC and served on IOH, and has also been sent to IOH shareholders. A copy of the notice, along with a copy of a letter sent to shareholders accompanying the notice, is attached to this announcement.

### Offer Final

BC Iron is offering IOH shareholders consideration of 0.44 BCI shares and \$0.10 in cash for each IOH share. BC Iron now declares this Offer final, and will not increase the Offer.

IOH shareholders that have not yet accepted the Offer should do so without delay. BC Iron notes that the directors of IOH continue to unanimously recommend that IOH shareholders accept the Offer, in the absence of a superior proposal.

If you require a new acceptance form, or have any queries in relation to the Offer or how to accept it, please contact BC Iron's Offer Information Line on 1800 237 687 (within Australia) or +61 1800 237 687 (outside Australia).

**- ENDS -**

#### FOR FURTHER INFORMATION:

**MORGAN BALL**  
MANAGING DIRECTOR  
BC IRON LIMITED  
TELEPHONE: +61 8 6311 3400

#### MEDIA ENQUIRIES:

**DAVID TASKER / JAMES HARRIS**  
PROFESSIONAL PUBLIC RELATIONS  
TELEPHONE: +61 8 9388 0944

## 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, 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 April 2013, the NJV has been operating at a nameplate production rate of 6Mtpa. BC Iron was added to the S&P/ASX 200 Index in December 2013.

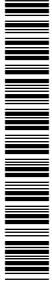
## KEY STATISTICS

|                                |                         |                                     |
|--------------------------------|-------------------------|-------------------------------------|
| <b>Shares on Issue:</b>        | 124.3 million           |                                     |
| <b>Cash &amp; Equivalents:</b> | \$158.9 million         | as at 30 June 2014                  |
| <b>Board:</b>                  | 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              |
|                                | Peter Wilshaw           | Non-Executive Director              |
|                                | Mike Young              | Non-Executive Director              |
|                                | Anthea Bird             | Company Secretary                   |
|                                | Linda Edge              | Company Secretary                   |
| <b>Major Shareholders:</b>     | National Australia Bank | 5.8%                                |
|                                | BlackRock Group         | 5.0%                                |

Website: [www.bcion.com.au](http://www.bcion.com.au)



ABN 21 120 646 924



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FLAT 123  
123 SAMPLE STREET  
THE SAMPLE HILL  
SAMPLE ESTATE  
SAMPLEVILLE VIC 3030

22 September 2014

Dear Shareholder

## BC Iron extends its offer for IOH

BC Iron Limited (**BC Iron**) has extended the offer period under its recommended off-market takeover offer for all the ordinary shares in Iron Ore Holdings Ltd (**IOH**).

The offer is now scheduled to close at **5.00pm (Australian Western Standard Time) on 14 October 2014 (unless further extended or withdrawn)**.

A formal notice of variation required by the *Corporations Act 2001* (Cth) is enclosed.

BC Iron has also declared its offer of 0.44 BC Iron shares and \$0.10 cash for each IOH share to be final. BC Iron will not increase the offer.

If you have already accepted the offer, you need not take any action. If you have not, the board of BC Iron encourages you to accept the offer without delay.

The directors of IOH unanimously recommend that IOH shareholders accept the offer in the absence of a superior proposal.

If you require a new acceptance form, or have any queries in relation to the offer or how to accept it, please contact BC Iron's Offer Information Line on 1800 237 687 (within Australia) or +61 1800 237 687 (outside Australia).

Yours faithfully

A handwritten signature in black ink that reads "Morgan Ball".

**Morgan Ball**  
Director  
BC Iron Limited

*A copy of this notice was lodged with ASIC on 22 September 2014. ASIC takes no responsibility for the contents of this notice.*

**BC Iron Limited**  
**Takeover offer for Iron Ore Holdings Ltd**

## Notice of variation - Extension of offer period

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To: Australian Securities and Investments Commission (**ASIC**)  
ASX Limited  
Iron Ore Holdings Ltd ABN 17 107 492 517 (**IOH**)  
Each person to whom offers were made under the takeover bid referred to in this notice

BC Iron Limited ABN 21 120 646 924 (**BC Iron**) gives notice that its takeover offers for all of the ordinary shares in IOH contained in its bidder's statement dated 22 August 2014 (**Bidder's Statement**) are varied by extending the period during which the offer will remain open so that the offer will now close at 5.00pm (Australian Western Standard Time) on 14 October 2014 (unless further extended or withdrawn).

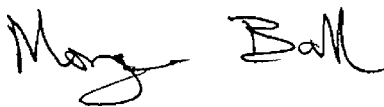
Accordingly, the new date for the purposes of giving notice of status of defeating conditions will be 6 October 2014.

As at the date of this notice:

- the condition to the offers in section 12.8(g) (Assignment of port leases and licences) of the Bidder's Statement has been fulfilled, as stated in BC Iron's notice dated 8 September 2014; and
- none of the other defeating conditions to the offers have been freed or, so far as BC Iron is aware, have been fulfilled and, accordingly, the offers remain subject to those conditions.

**DATED: 22 September 2014**

Signed for and on behalf of  
**BC Iron Limited**  
by



**Morgan Ball**  
Director