

10 April 2012

Final \$21M payment successfully completes the Mineral Resources Limited transaction

Highlights

- Final payment of \$21 million received from Mineral Resources Limited for the Lamb Creek and Yandicoogina Creek satellite tenements.
- This payment represents the final step of the transaction announced in October 2011.
- It is the third transaction successfully initiated, executed and completed by the IOH team in the past seven months.
- IOH now has a cash position of more than \$120 million.

Iron Ore Holdings Limited (IOH) is pleased to announce that it has received \$21 million in cleared funds for the sale of the Lamb Creek and Yandicoogina Creek satellite tenements to Mineral Resources Limited (ASX:MIN).

The sale of these tenements together with the Phil's Creek tenement, in the Central Pilbara region of Western Australia, formed the transaction with Process Minerals International (PMI), a wholly owned subsidiary of Mineral Resources Limited.

When the transaction was originally announced on 13 October 2011, PMI paid a \$5 million deposit with the remaining \$37 million to be paid in two stages when the Phil's Creek Mining Proposal was approved by the Department of Mines and Petroleum. Following that approval, IOH received a \$16 million payment from PMI for the transfer of the Phil's Creek tenement on 6 March 2012.

The remaining payment of \$21 million for the Lamb Creek and Yandicoogina Creek tenements was then required within 30 days.

Managing Director, Alwyn Vorster, indicated that this is the third transaction that has been successfully initiated, executed and completed by the IOH team in the past seven months, the others being the divestment of Koodaideri South tenement to Rio Tinto and the acquisition of the Mardie coastal tenement in the West Pilbara.

"The completion of this transaction reinforces IOH's transactional abilities and takes the IOH cash balance above the \$120 million mark, which is more than 40 per cent of our current market capitalisation.

"IOH will now focus its development activities on the Western Pilbara, with a pre-feasibility study of the Bungaroo South project and the ongoing exploration programs at Maitland River, Western Satellite deposits and Mt Dempster which will deliver resource announcements during CY2012.

"In addition to this technical program, IOH is also continuing to actively consider other resource investment opportunities in Australia and offshore," Mr Vorster said.

ENDS

Corporate Profile (as at 30 March 2012)

Iron Ore Holdings Ltd (ASX: IOH) owns and manages a portfolio of hematite and magnetite iron ore tenements and projects within its Central, Western and Coastal hubs in the Pilbara region of Western Australia. The Company's projects are all strategically located within close proximity to existing and planned infrastructure. IOH has a stable share register as well as an experienced Board and senior management team.

Ordinary Shares on Issue: 163,072,808

Board of Directors:

Hon Richard Court AC	Non-Executive Chairman
Alwyn Vorster	Managing Director
Mal Randall	Non-Executive Director
Brian O'Donnell	Non-Executive Director
Ryan Stokes	Non-Executive Director

Company Secretary:

Simon Robertson

Executive Team:

Alwyn Vorster	Managing Director
Christian Johnstone	Chief Financial Officer
Brett Hazelden	GM Project Development
Zen Davison	GM Business Development
Manohar Ghorpade	Chief Geologist

Registered Office:

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Share Registry:

Security Transfer Registrars Pty Limited.
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www.securitytransfer.com.au

Major Shareholders:

Wroxby Pty Ltd	52.1 per cent
Sumisho Iron	4.3 per cent