

Entitlement Offer

Securing the Pathways to Production

Investor Road Show
June 2013

Iron
Road
limited



Disclaimer



Forward-Looking Statements

This presentation contains forward looking statements concerning the projects owned by Iron Road Ltd. Statements concerning mining reserves and resources may also be deemed to be forward looking statements in that they involve estimates based on specific assumptions. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward looking statements are based on management's beliefs, opinions and estimates as of the dates the forward looking statements are made and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments. Data and amounts shown in this presentation relating to capital costs, operating costs and project timelines are internally generated best estimates only. All such information and data is currently under review as part of Iron Road Ltd's ongoing development and project studies. Accordingly, Iron Road Ltd cannot guarantee the accuracy and/or completeness of the figures or data included in the presentation until the project studies are completed.

Investment advice

Any reliance on this presentation is expressly disclaimed to the extent permitted by law. The information in this presentation is not investment or financial product advice. This presentation does not purport to contain all the information that you may require to evaluate a possible application for new shares in Iron Road Ltd and does not take into account the investment objectives, financial situation or needs of you or any particular investor. You should conduct your own independent review, investigation and analysis of Iron Road Ltd. You should obtain any professional advice you require to evaluate the merits and risks of an investment in Iron Road Ltd before making any investment decision based on your investment objectives.

Information about Iron Road Ltd

The information included in this presentation provides information about Iron Road Ltd's activities current as at 13 June 2013. It is information in a summary form and does not purport to be complete. It should be read in conjunction with Iron Road's other periodic and continuous disclosure announcements to ASX available at www.asx.com.au.

Competent Person's Statements

The information in this presentation that relates to Resources estimated for the Boo-Loo prospect is based on and accurately reflects information compiled by Mr Ian MacFarlane, Coffey Mining, who is a consultant and advisor to Iron Road Ltd and a Fellow of the Australasian Institute of Mining and Metallurgy. Mr MacFarlane has sufficient experience relevant to the style of mineralisation and the type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Coffey Mining consents to the inclusion in this presentation of the matters based on his information in the form and context in which it appears.

The information in this presentation that relates to Resources estimated for the Murphy South-Rob Roy prospect is based on and accurately reflects information compiled by Ms Heather Pearce, who is a full time employee of Iron Road Ltd. This estimation was peer reviewed by Dr Isobel Clark of Xstract Mining Consultants. Dr Clark has sufficient experience relevant to the style of mineralisation and the type of deposits under consideration and to the activity which she is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Xstract Mining Consultants consents to the inclusion in this presentation of the matters based on the information in the form and context in which it appears.

Exploration Targets

It is common practice for a company to comment on and discuss its exploration in terms of target size, grade and type. The potential quantity and grade of an exploration target is conceptual in nature since there has been insufficient work completed to define the prospects as anything beyond an exploration target. It is uncertain if further exploration will result in the determination of a Mineral Resource, in cases other than the Boo-Loo and Murphy South-Rob Roy prospects.

Entitlement Offer Overview

Iron Road is undertaking a 1:1 non-renounceable entitlement offer to raise approximately \$50.7 million (after expenses), at \$0.18 per share (“Entitlement Offer”)

- Entitlement Offer positions Iron Road to successfully transition to project financing and development and provides funds to:
 - **Central Eyre Iron Project:** complete Definitive Feasibility Study, acquire land and continue with regulatory approvals for flagship 20Mtpa CEIP development
 - **Gawler Iron Project:** undertake feasibility studies for 1-2Mtpa Gawler project to provide early sustaining cash flows
- Fully underwritten by funds advised by the Sentient Group, Iron Road’s long term supporters
- CIBC Australia Ltd and Blue Ocean Equities Pty Limited appointed as Joint Shortfall Managers to manage allocation of the shortfall

Details of the Offer

Structure

- 1 for 1 non-renounceable Entitlement Offer to eligible shareholders raising approximately \$50.7 million after expenses
- Issue of approximately 291 million shares

Price

- Offer price of \$0.18 per New Share represents:
- 21.1% discount to 60 day VWAP to last trading day prior to announcement of the Entitlement Offer
- 15.9% discount to 20 day VWAP to last trading day prior to announcement of the Entitlement Offer
- No discount to the closing price on the last trading day prior to announcement of the Entitlement Offer (\$0.18)

Use of proceeds

- Completion of DFS for Central Eyre Iron Project
- Opportune land purchases to support Central Eyre Iron Project
- Undertake Feasibility Study on Gawler Iron Project

Underwriters

- Fully underwritten by Iron Road's long term supporters, and major shareholders, Sentient Global Resources Fund III, L.P. and Sentient Global Resources Fund IV, L.P.
- CIBC and Blue Ocean Equities engaged to jointly manage shortfall

Record date

- **7PM AEST** Friday, 21 June 2013

Use of Funds (after expenses)



Entitlement Offer total	\$50.7 million
Central Eyre Iron Project	
DFS mining and processing studies	\$8.0 million
Infrastructure studies, including rail, port, water and power requirements	\$13.0 million
Marketing, other minor studies and study management	\$4.5 million
Environmental studies and regulatory approvals	\$5.5 million
Gawler Iron Project	
Gawler feasibility studies (post scoping study)	\$6.0 million
Gawler regulatory approvals	\$2.0 million
Corporate	
Overheads and working capital to June 2014	\$4.0 million
Opportune land purchases and if necessary, can be utilised for overheads and working capital post June 2014	\$7.7 million

Timeline



Announcement of the Entitlement Offer	Thursday, 13 June 2013
Ex-date	Monday, 17 June 2013
Record Date (7pm AEST)	Friday, 21 June 2013
Despatch of Offer booklet and Entitlement and Acceptance Forms	Tuesday, 25 June 2013
Entitlement Offer opens	Tuesday, 25 June 2013
Entitlement Offer closes (5pm AEST)	Tuesday, 16 July 2013
Deferred settlement trading on ASX commences	Wednesday, 17 July 2013
Shortfall bookbuild closes	Friday, 19 July 2013
Settlement of Entitlement Offer and Shortfall bookbuild	Tuesday, 23 July 2013
Issue of New Shares under Entitlement Offer, Shortfall Facility and Shortfall Bookbuild	Wednesday, 24 July 2013
New Shares commence normal settlement trading on ASX	Thursday, 25 July 2013
Issue of New Shares to Underwriters	Tuesday, 30 July 2013

Investment Highlights

CEIP Globally significant project

- Within top 20 magnetite projects worldwide
- Largest (Measured+Indicated) magnetite resource in Australia

Robust resource base

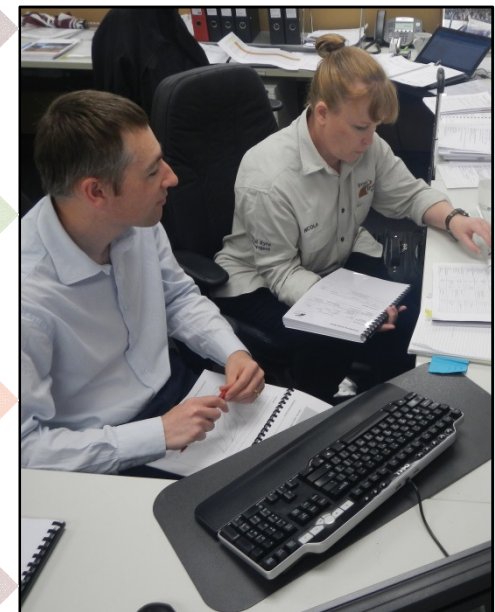
- CEIP Resource stands at 3.7 billion tonnes at 16% iron*
- Exploration target at CEIP of 2.8-5.7Bt of magnetite gneiss at a grade of 18-25% iron*

Premium quality product

- Testwork indicates consistent, premium quality product
- Distinctive mineralogy lends itself to simple processing

Clear pathways to production

- Funding provided for studies at both projects
- CEIP long life project consistently delivering on expectations
- Potential for Gawler to provide early sustaining cashflow
- Well established team to deliver projects



*Full Resource outlined at Appendix, Exploration Target notes at page 2

Iron Ore Market

Iron
Road
limited



The World Needs More Iron Ore



Demand to 2020

- China continues to grow – rate slowing but expected to be positive for the rest of the decade
- Consumption off high base, even modest growth will generate large incremental volume
- Chinese growth, with gradual global recovery anticipated to drive incremental demand

China is expected to produce around 1 billion tonnes of steel per year by 2025, up from 735 million tonnes currently

Beyond 2020

- We see Chinese consumption slowing but global demand continuing to gradually grow
- If this occurs, supply expected to better balance demand
- We expect additional supply of large volumes to become progressively more challenging

Our current expectations

- World iron ore production needs to almost double in next 20/25 years to meet expected demand
- Anticipated declining Chinese iron ore production would require seaborne trade to increase at a faster rate

Magnetite Operations

- Have become the 'black sheep' of the Australian iron ore industry
- Reputation impugned by DSO incumbents and failures of project management, not necessarily quality or size of deposit
- Not all ores are created equal – WA's difficult to process banded iron formations are not necessarily representative of the sector
- DSO quality continues to fall – product quality gaps continue to widen and will only increase
- Magnetite operations with long and successful history in North America, Sweden, China, Russia, Ukraine...
- Magnetite more energy efficient, less carbon intensive in the steel making process
- Increasing market need for magnetite producers

Magnetite concentrate remains a consistent premium product as DSO grades decline

Operations

Iron
Road
limited



Central Eyre Iron Project

- Definitive Feasibility Study examining long life, 20Mtpa low technical risk operation
- Very large Mineral Resources likely sufficient to support +25 years operation, plant and infrastructure funding requirements
- Premium product for a growing market
 - Typical sinter feed quality is reducing over the long term
 - Iron Road will provide consistent high quality concentrate to the sinter market
- Building a significant infrastructure business with large catchment area

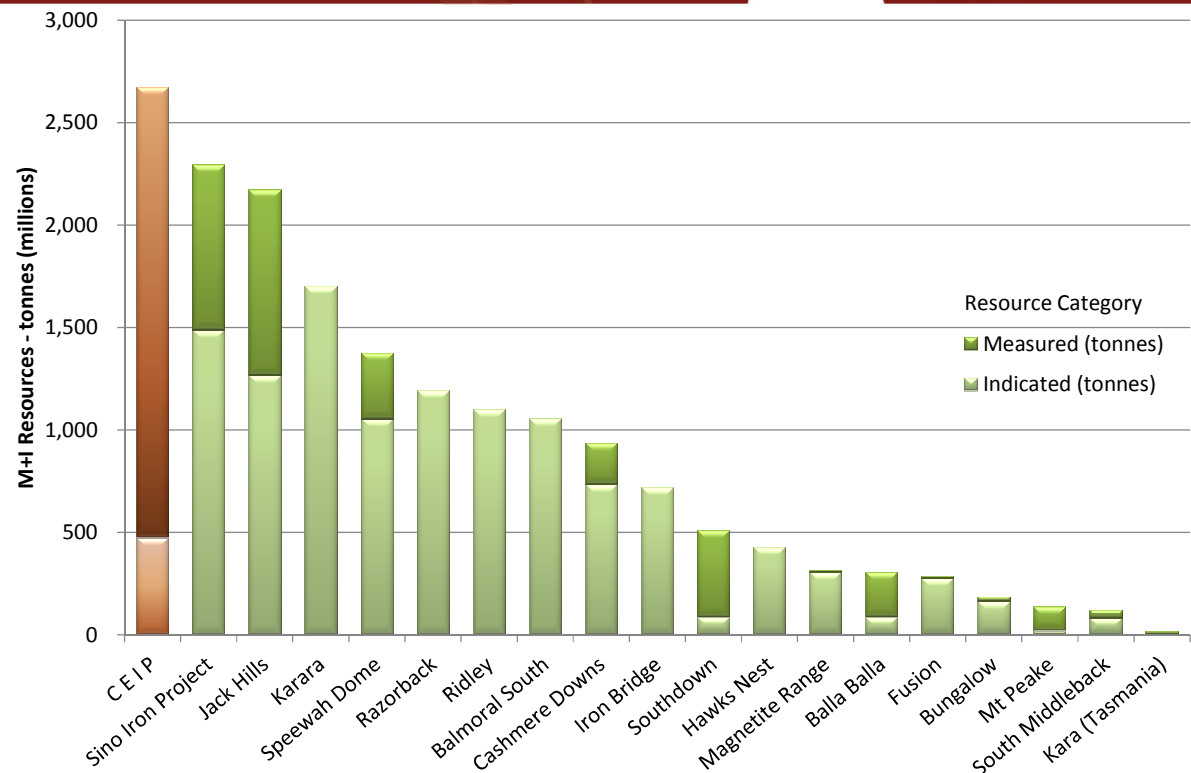


For illustrative purposes only

Large scale long life project

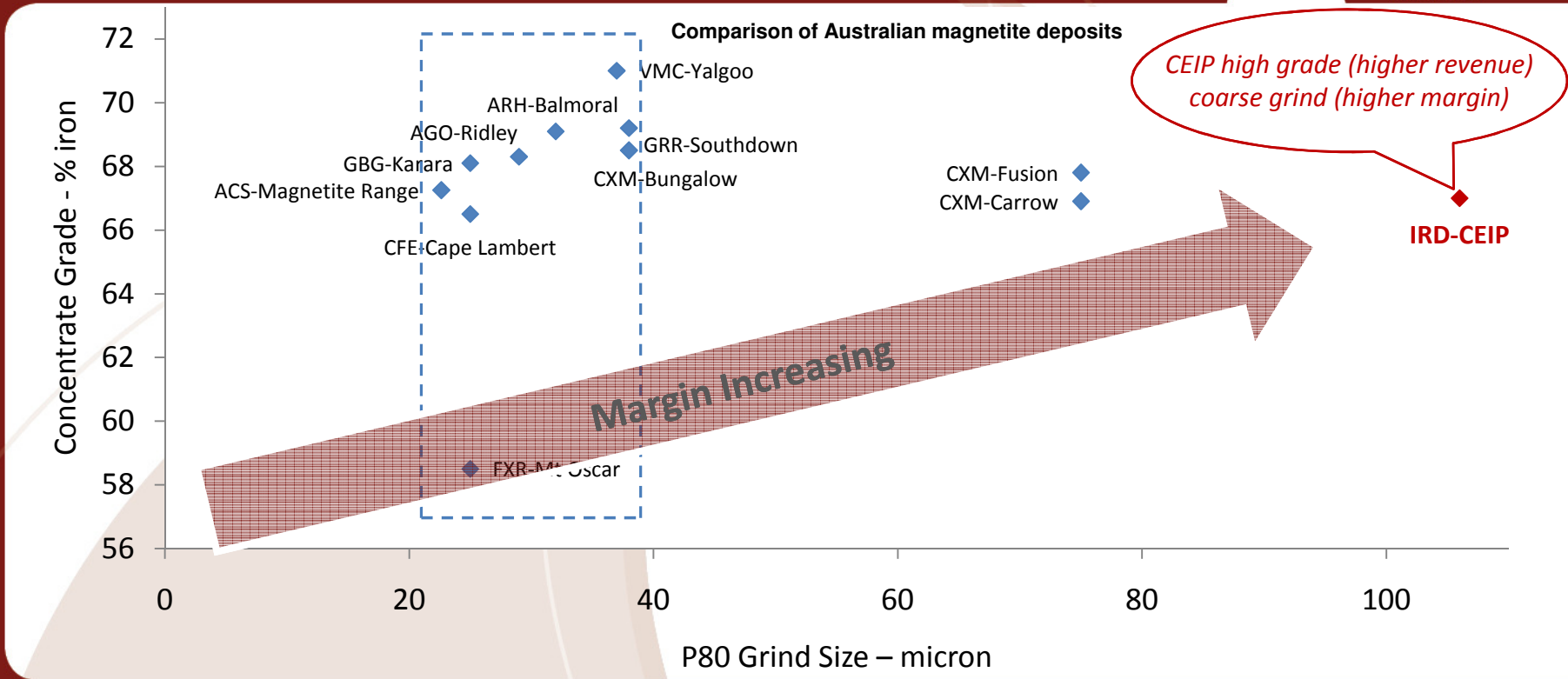
Largest Measured+Indicated magnetite Mineral Resource in Australia, underpins long life operation:

- Mineral Resource 3.7 billion tonnes @ 16% Fe*
- Exploration Target of 2.8-5.8 billion tonnes @ 18-25% Fe* reported in 2009
- Ultimate Mineral Resource is expected to be at the upper end of the target range



*Full Resource outlined at Appendix, Exploration Target notes at page 2

Premium Grades, Lower Processing Costs



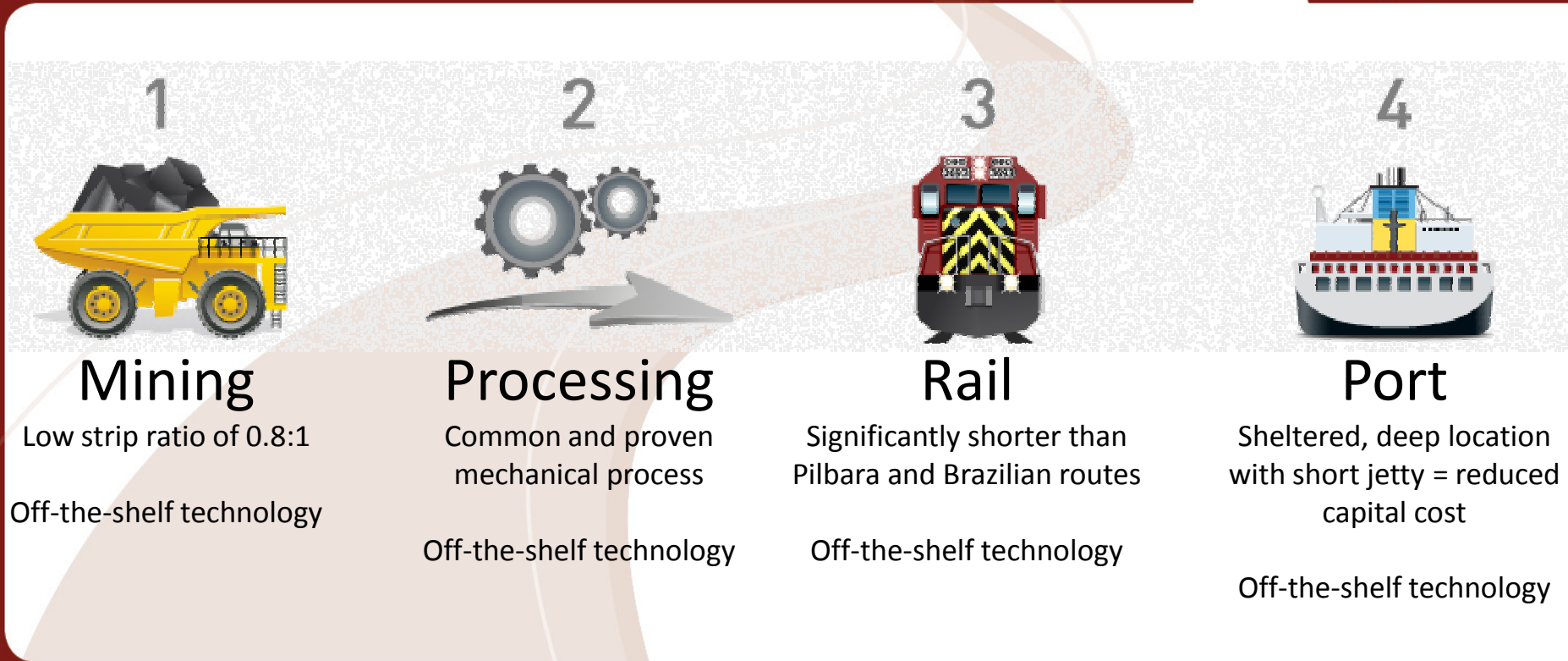
CISRI Test Work Shows Excellent Results



- Bulk test programme at the prestigious China Iron & Steel Research Institute Group (CISRI), Beijing
- Concentrate performs well in both **sintering** and **pelletising**
- Product readily substituted for Brazilian Fines, Pilbara Fines or Chinese domestic concentrates
- Replacement of Pilbara Fines lowered fuel level required for sintering
- Substitute also for pellet plant feed highlights versatility
- Results confirm suitability for Chinese steel mills



Economic and Competitive Advantages



Deep Water Port

- Cape Hardy offers sheltered, deep water with no dredging or breakwater required
- 1.6km modular jetty/wharf structure
- 30Mtpa capacity at commissioning
- Handymax, Panamax and Capesize capable
- 1100ha land secured, potential third party access
- Easy and cost effective expansion options
- Will be the first Capesize port in South Australia



Cape Hardy visualisation

Gawler Iron Project

Potential for small 1-2Mtpa development that may provide early sustaining cash flows

- Iron Road 90%
- Average in situ grades ~25% iron, with higher grade zones of ~36% iron
- Initial metallurgical study of several composite samples indicates excellent beneficiation
 - 67-71% Fe (p80 @ 106 μ m)
- Resource definition and metallurgical drilling completed
- Scoping study underway

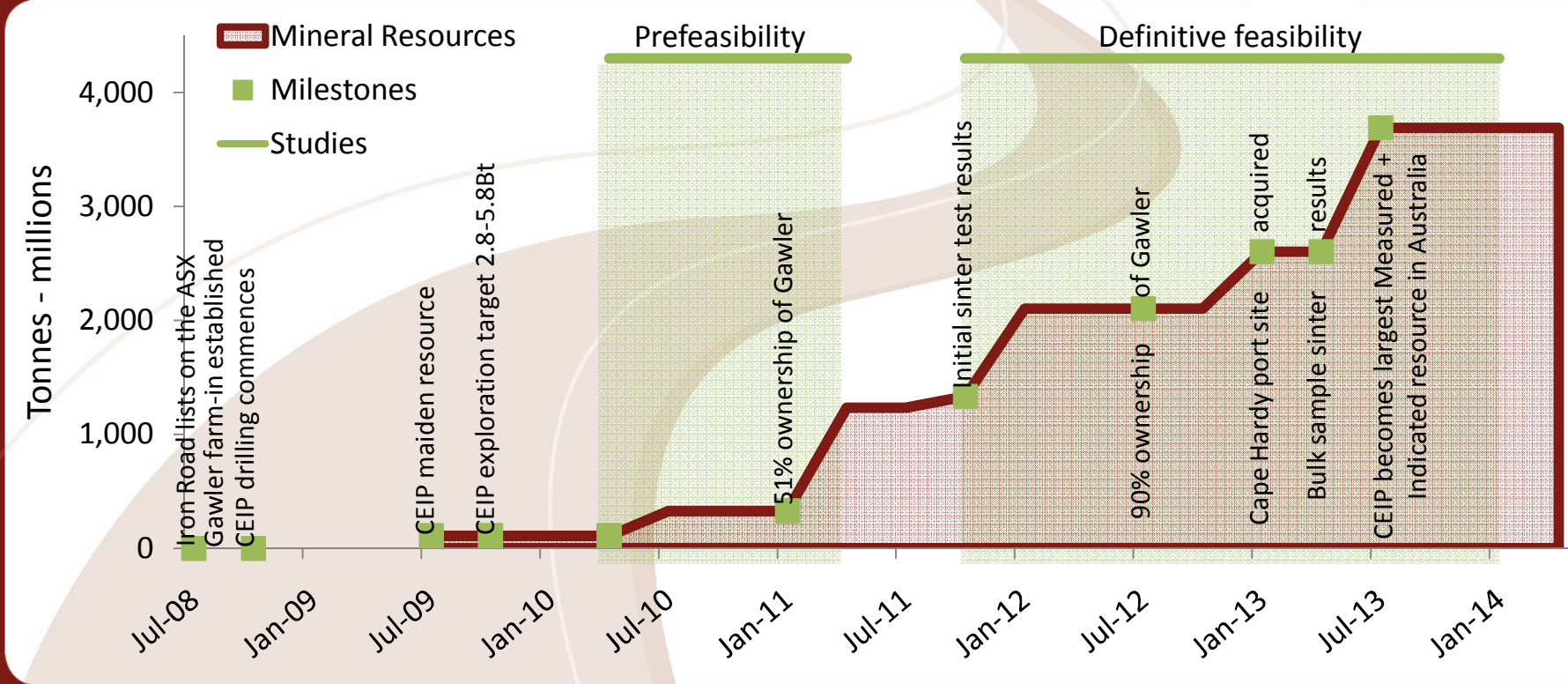


Gawler Conceptual Plant Layout

- Modular plant layout, designed for rail transport
- ~25km from Trans-Australian rail with connection to bulk ports
- Dry process flow sheet, reducing costs
- Tests indicate high quality iron concentrate with similar characteristics to CEIP



Timeline and CEIP Mineral Resource



The Future for Iron Road



Feasibility Study funding secured

- Feasibility studies for both projects funded
- Provides Iron Road robust platform from which to engage with potential project partners and finance providers

Central Eyre

- Largest Measured+Indicated magnetite Mineral Resource in Australia
- Advanced Definitive Feasibility Study, due at the end of 2013
- Long life, low technical/processing risk

Gawler

- Potential shorter term development to provide early cash flow
- Scoping study in progress, resource and metallurgical drilling complete

Market acceptance

- Bulk sample test work confirms target use and end user benefits
- Favourable feedback from steel mills

Strategically positioned

- Strong government support at all levels
- Port site of national significance secured
- Tests indicate premium quality, consistent product



On the Road to Production

Subscribe to alerts online
www.ironroadlimited.com.au





Appendices



CEIP Resource Statement



CEIP Global Mineral Resource						
Location	Classification	Tonnes (Mt)	Fe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)
Murphy South/Rob Roy	Measured	2,222	15.69	53.70	12.84	0.08
	Indicated	474	15.6	53.7	12.8	0.08
	Inferred	667	16	53	12	0.08
Boo-Loo	Inferred	328	17	52	12	0.09
Total		3,691	16	53	13	0.08

The Murphy South/Rob Roy mineral resource estimate was carried out following the guidelines of the JORC Code (2004) by Iron Road Ltd and peer reviewed by Xstract Mining Consultants (Rob Roy). The Boo-Loo mineral resource estimate was carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd.

CEIP Indicative Concentrate Specification – 106 micron (p80)			
Iron (Fe)	Silica (SiO ₂)	Alumina (Al ₂ O ₃)	Phosphorous (P)
67%	3.3%	1.9%	0.005%

Risk Factors



You should be aware that there are risks associated with an investment in Iron Road. These can be categorised as specific risks (that is, matters that relate directly to Iron Road's business) and general risks (those that relate to the business in general). Some of these risks can be mitigated by the use of safeguards and appropriate controls. However, many are outside the control of Iron Road and cannot be mitigated.

For a description of the risks associated with an investment in Iron Road please see the "Entitlement Offer Booklet" lodged with the ASX on 13 June 2013.