

## Gawler Iron Project Stage II Drilling Programme Underway

**Iron Road Limited** (Iron Road, ASX: IRD) is pleased to announce that the Stage II diamond drilling programme at the Gawler Iron Project has commenced. This programme is designed to gather geological and metallurgical data from several iron ore prospects discovered during the Stage I drilling programme.

### Highlights

- Stage II drilling programme comprises 26 diamond drill holes for 3,000m with individual holes up to 200m depth.
- Drilling programme will test six iron ore prospects identified from geophysical studies and previous Stage I RC drilling; including a new target at George Hill Extended.
- Stage I RC drilling programme completed during 2010 demonstrated significant intersections of magnetite gneiss / banded iron formation (BIF) within the Achaean Mulgathing Complex, northwest Gawler Craton.
- The Boomer prospect contains significant high-grade magnetite zones, including 17m @ 40.6% Fe, 20m @ 39.0% Fe, 42m @ 40.8% Fe and 31m @ 42.6% Fe.
- The results of a pilot metallurgical study completed during September 2010 indicates excellent beneficiation characteristics with average iron content of magnetite concentrates in the range 69-70% iron with 1.1-2.0% SiO<sub>2</sub>, 0.6-1.4% Al<sub>2</sub>O<sub>3</sub> and 0.00% P (P100 @ 75µm).

Iron Road is seeking to develop the Gawler Iron Project, utilising an exploration model similar to the style of mineralisation found at the Archaean K Deposit at Kooyanobbing in Western Australia. The Gawler Iron Project is at an earlier stage than the flagship Central Eyre Iron Project and represents potential for the second stage of production for Iron Road, after the initial development of the CEIP.

### Drilling Programme

The project area is located approximately 25km north of the standard gauge Trans Australian Railway that connects to the Central Australia Railway at Tarcoola and ultimately a number of ports. The drilling programme is situated within the southern block of EL4014 Mulgathing, centred around Mt Christie and to the south of Dominion's Challenger Mine (Figure 1).

Six priority prospects have been identified from Stage I RC drilling as targets, supplemented by the analysis of high resolution magnetic and gravity data (Figure 2).



**Figure 1- Location of drilling  
at the Gawler Iron Project**

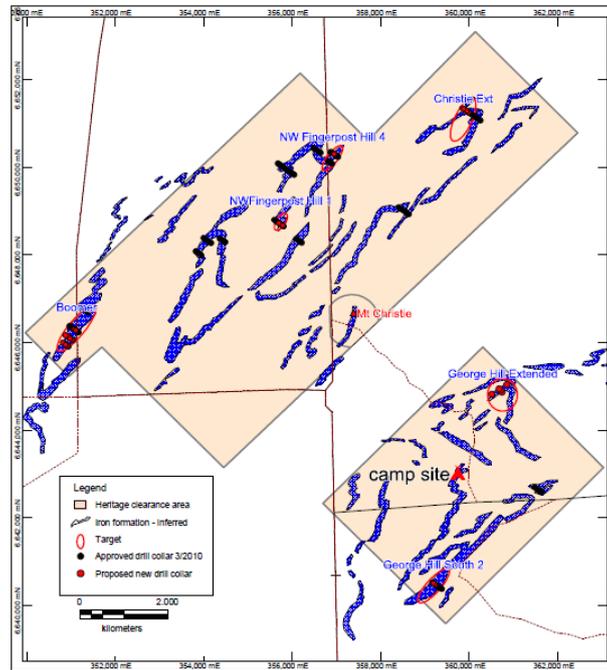


Figure 2- Stage II diamond drilling programme targets

**For further information, please contact:**

Andrew Stocks  
 Managing Director  
 Iron Road Limited  
 Tel: +61 8 9200 6020  
 Mob: +61 (0)403 226 748  
 Email: [astocks@ironroadlimited.com.au](mailto:astocks@ironroadlimited.com.au)

Shane Murphy  
 FTI Consulting  
 Tel: +61 8 9386 1233  
 Mob: +61 (0)420 945 291  
 Email: [shane.murphy@fticonsulting.com](mailto:shane.murphy@fticonsulting.com)

Or visit [www.ironroadlimited.com.au](http://www.ironroadlimited.com.au)

Iron Road has an existing farm-in agreement with tenement holder Dominion Mining to earn up to 90% interest in the iron ore rights at West Gawler, with the objective of expanding its footprint in the potential iron ore province.

Iron Road's principal project is the Central Eyre Iron Project (CEIP), South Australia (Figure 3). This project is complemented by an early stage project prospective for iron ore mineralisation at West Gawler.

*The information in this report that relates to Exploration Results is based on and accurately reflects information compiled by Mr Larry Ingle who is a fulltime employee of Iron Road Limited and a Member of the Australasian Institute of Mining and Metallurgy. Mr Ingle has sufficient experience relevant to the style of mineralisation and 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". Mr Ingle consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

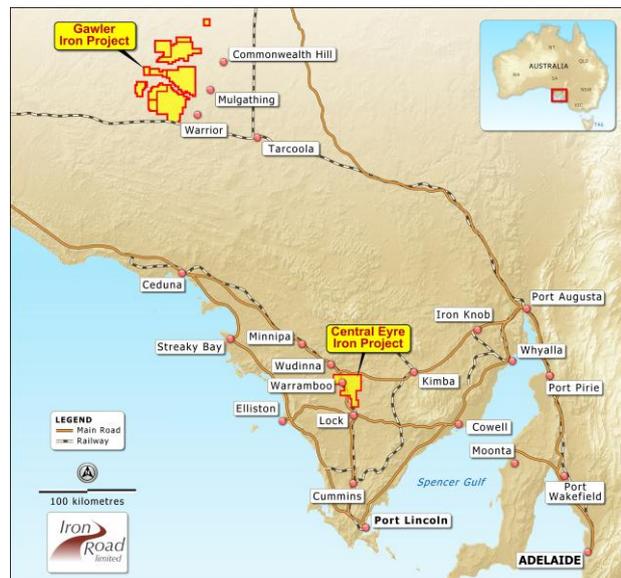


Figure 3 – South Australia project location map