

IRON ROAD CENTRAL EYRE IRON PROJECT EXCEEDS TWO BILLION TONNES

Iron Road Limited (Iron Road, ASX: IRD) is pleased to announce a resource upgrade at the Central Eyre Iron Project (CEIP), with the Mineral Resources increasing in size from 1.33Bt to 2.10Bt. The upgrade comes as part of an ongoing Mineral Resource expansion programme at the Murphy South deposit.

Highlights

- Iron Road delivers cumulative upgrade to South Australia's largest iron ore Mineral Resource, following drilling to expand the resource model for further mining study purposes.
- **Increase in the global Mineral Resources at Central Eyre Iron Project from 1.33Bt to 2.10Bt, with 1.11Bt in the indicated category.**
- Upgrade delivered as part of ongoing Mineral Resource expansion drilling at Murphy South.
- Stage VI expansion drilling adds 770Mt to the existing 1.01Bt Mineral Resource estimate (compiled in accordance with the JORC Code) report for Murphy South for a total of 1.78 billion tonnes, with corresponding significant increase in project value.
- Stage VI Mineral Resource estimate of 770Mt @ 16.1% iron compares favourably to the previously disclosed exploration target for the programme of 500-800Mt magnetite gneiss with a grade of 16-18% iron¹.
- Stage VII drilling programme at Rob Roy (Murphy South eastern extension) is currently in progress with an exploration target across the 11 traverses of 400-700Mt magnetite gneiss with an estimated grade of 16-18% iron¹.
- At the Hambidge prospect an exploration target of 800Mt-1,000Mt magnetite gneiss with a grade of 15-18% iron has been estimated¹.
- Focus is now on delivering the Definitive Feasibility Study currently underway and securing long term funding for the project.

CEIP Global Mineral Resource Estimate							
Location	Classification	Tonnes (Mt)	Fe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Murphy South	Indicated	1,108	16.0	53.2	12.9	0.08	0.4
	Inferred	668	16.4	52.7	12.8	0.08	1.3
Boo-Loo	Inferred	328	17.3	52.4	11.5	0.09	2.1
Total		2,104	16.2	52.9	12.7	0.08	1.0

The Mineral Resource estimates were carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd.

¹ 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 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 prospect.

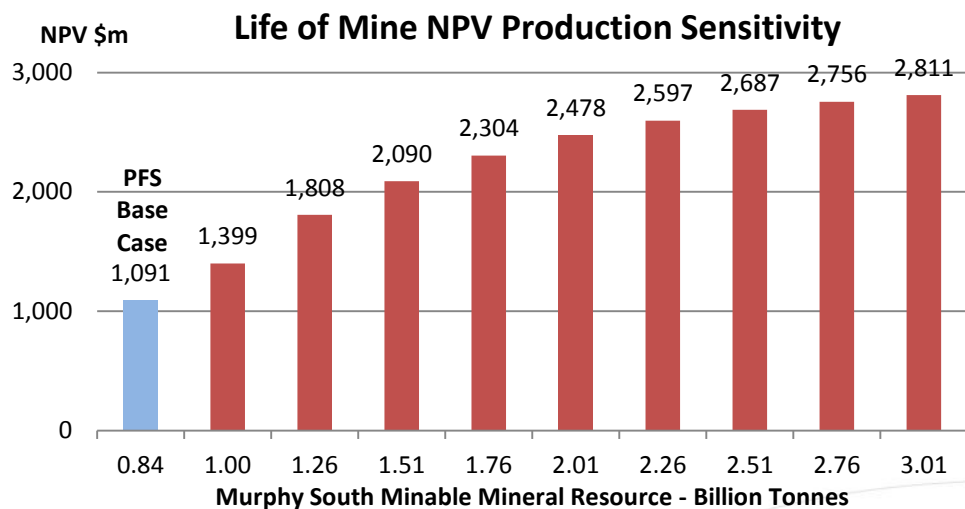
The Mineral Resource estimate was calculated by Coffey Mining and is summarised in the table below. Full details can be found in Attachment 2.

Murphy South Mineral Resource Estimate							
Resource Classification	Oxidation	Tonnes (Mt)	Fe (%)	SiO₂ (%)	Al₂O₃ (%)	P (%)	LOI (%)
Inferred	Fresh	550	16.4	53.2	12.5	0.09	0.4
	Transitional	32	16.3	50.7	14.0	0.05	5.5
	Oxide	87	16.4	50.5	14.4	0.05	5.8
<i>Total Inferred</i>		668	16.4	52.7	12.8	0.08	1.3
Indicated	Fresh	1,108	16.0	53.2	12.9	0.08	0.4
<i>Total Indicated</i>		1,108	16.0	53.2	12.9	0.08	0.4
Total Murphy South		1,776	16.1	53.0	12.8	0.08	0.8

The Murphy South Mineral Resource estimate was carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd (refer attachment 2).

With the establishment of over two billion tonnes in Mineral Resources at CEIP, Iron Road continues to demonstrate the necessary size and scale of resource to underpin the capital required for a potential long life initial 12.4Mtpa high grade iron concentrate export operation and the development of associated export infrastructure.

The Mineral Resource upgrade at Murphy South significantly increases project value, as noted in the Prefeasibility Study completed in June 2011 and illustrated below.



Prefeasibility test work demonstrated that a high quality concentrate grading 67% iron may be produced at Murphy South using a coarse grind size of -106µm. This product is suited as a high grade blast furnace sinter feed with low impurities.

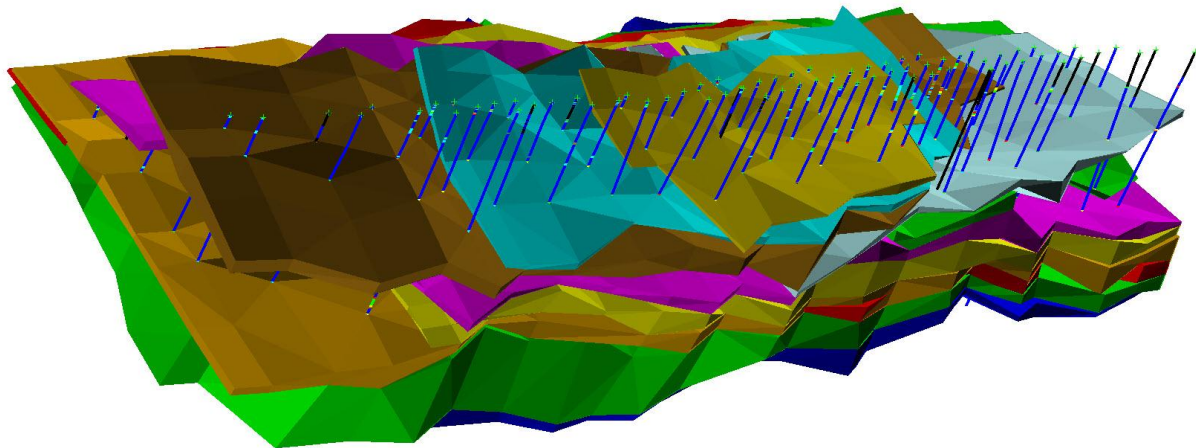


Figure 1 **Murphy South solids model viewed from the South West**

Iron Road Managing Director, Mr Andrew Stocks, said that the CEIP had now more than established the necessary size to underpin a large scale, long life project.

“The amount of iron resource at CEIP is now more than sufficient to underpin a long life project – having adequate resources is now a resolved challenge for the project,” said Mr Stocks.

“We will continue to add Resources from ongoing drilling programmes, but the key tasks ahead for the company are now delivering the Definitive Feasibility Study (DFS) currently underway, as well securing long term funding for the project,” said Mr Stocks.

-ENDS-

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Iron Road's principal project is the Central Eye Iron Project, South Australia (Figure 2). The wholly owned Central Eye Iron Project is a collection of three iron occurrences – Warrambo, Kopi & Hambidge (Figure 3).

The information in this report that relates to Exploration Results and exploration targets 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.

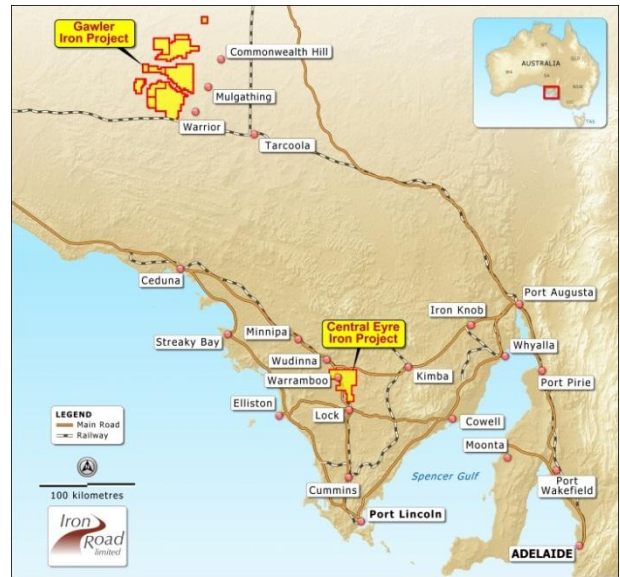


Figure 2 South Australia project location map

The information in this report that relates to Mineral Resources is based on and accurately reflects information compiled by Mr Iain Macfarlane, Coffey Mining, who is a consultant and advisor to Iron Road Limited and a Member 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". Mr Macfarlane consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

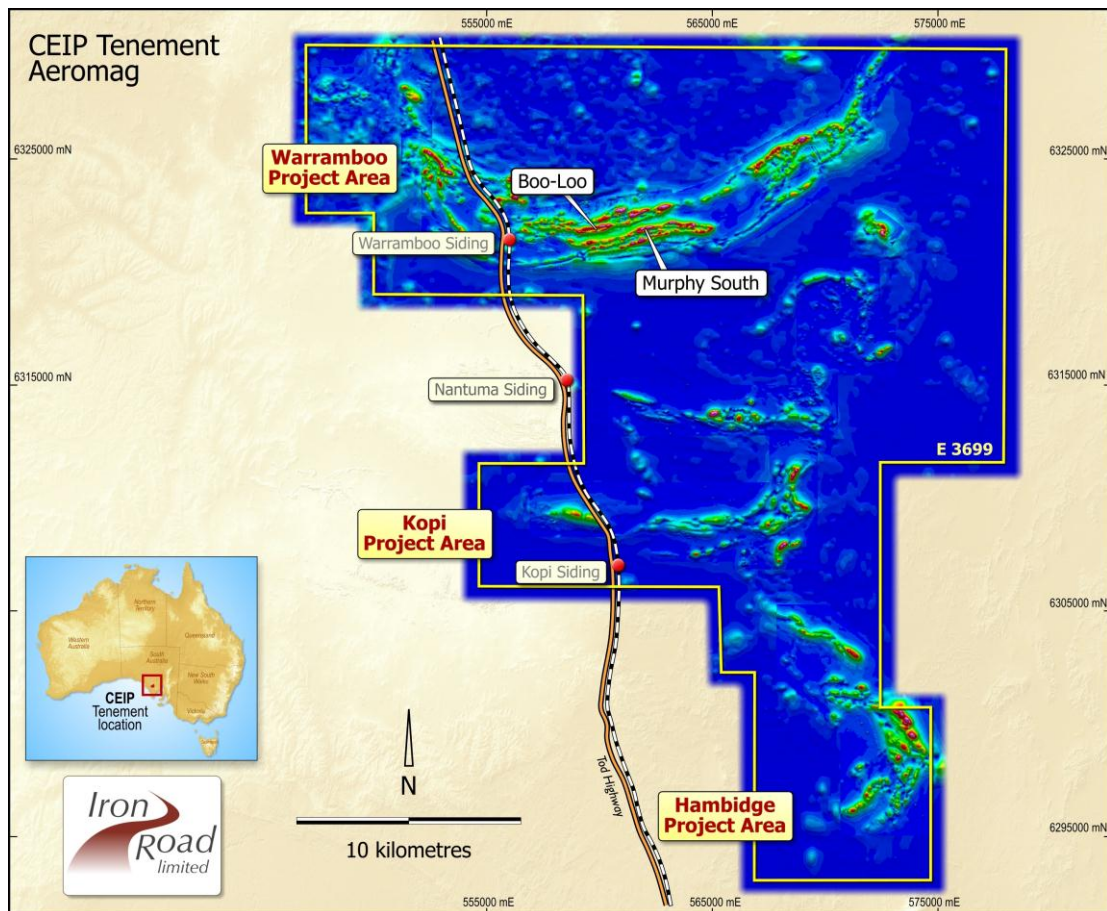


Figure 3 CEIP tenement and project locations

Attachment 1 – Mineral Resource Estimates

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The Mineral Resource estimates were carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd.

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Inferred	Fresh	550	16.4	53.2	12.5	0.09	0.4
	Transitional	32	16.3	50.7	14.0	0.05	5.5
	Oxide	87	16.4	50.5	14.4	0.05	5.8
<i>Total Inferred</i>		668	16.6	52.7	12.8	0.08	1.3
Indicated	Fresh	1,108	16.0	53.2	12.9	0.08	0.4
<i>Total Indicated</i>		1,108	16.0	53.2	12.9	0.08	0.4
Total Murphy South		1,776	16.1	53.0	12.8	0.08	0.8

The Murphy South Mineral Resource estimate was carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd (refer attachment 2).

Boo-Loo Mineral Resource Estimate							
Resource Classification	Oxidation	Tonnes (Mt)	Fe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Inferred	Fresh	277	17.3	52.5	11.5	0.01	0.5
	Transitional	13	17.0	52.4	11.6	0.09	10.7
	Oxide	38	17.2	52.1	11.6	0.09	10.8
Total		328	17.3	52.4	11.5	0.09	2.1

The Mineral Resource estimates were carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd.