



MGX

12 March 2014

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Investments in shares in MGX is considered highly speculative.

MGX at a glance



Member S&P/ASX-200

Market cap \$880 million

*@ \$0.805/share , 10/3/2014. 1,090.6m shares on issue

Dividends paid since Sept 2011

\$130m

On track for record FY14 ore sales

9.0 to 9.5 Mt

Record ore sales and revenue in H1 2014

5.1Mt ore, \$509.5m

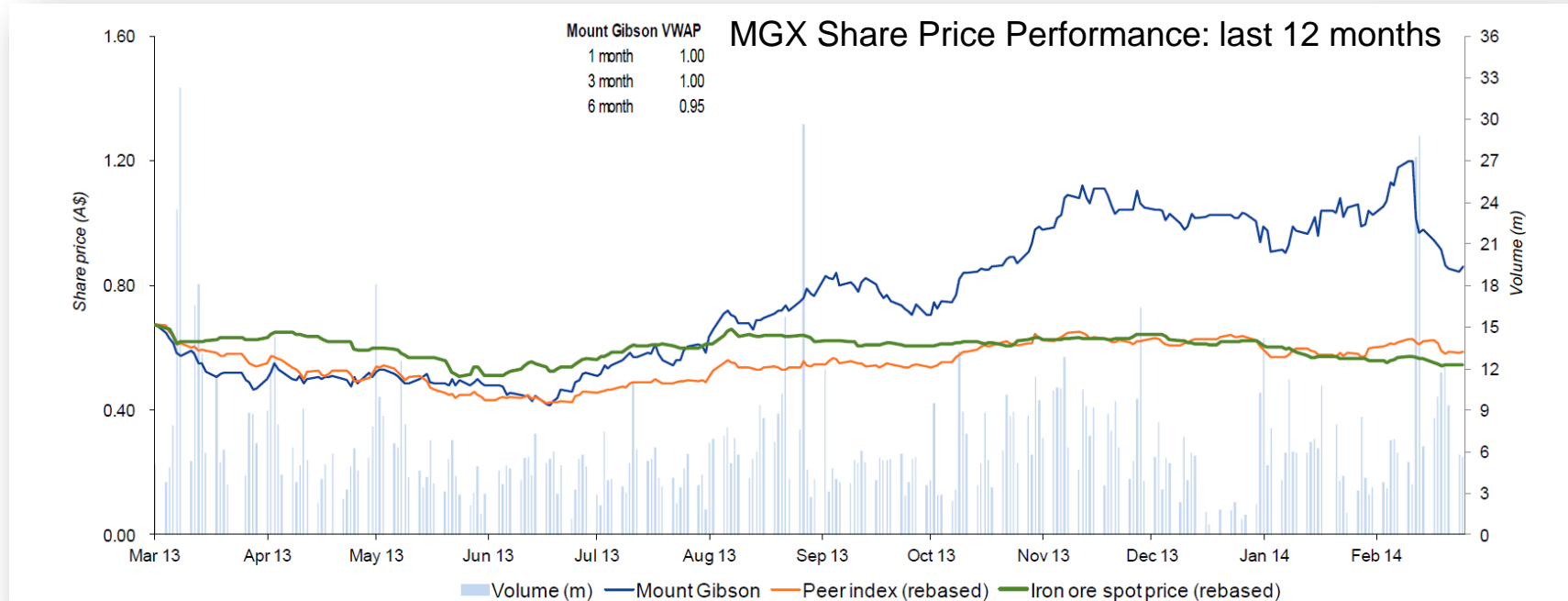
H1 2014 net profit after tax doubled

\$78.3m, up 111%

Financially strong

\$484m cash, minimal debt*

Cash increased by \$108m since 30 June.



Business overview



Koolan Island Mine

- Premium DSO lump and fines
- Ramping up to 4 Mtpa by end 2014
- Long life asset with life extension potential
- Simple logistics

Mid West Region

Talling Peak, Extension Hill & Geraldton Port facilities

Talling Peak

- Mine life extended to mid 2014
- Targeting ~2.5 Mt DSO sales in FY2014

Extension Hill

- Low cost 3 Mtpa operation
- High potential near mine and regional exploration targets

Upgrades to Geraldton port and rail infrastructure have doubled MGX export capacity from the Mid West to 6Mtpa

Maximising value – a simple strategy



Leverage off
existing asset
base to extract
maximum value

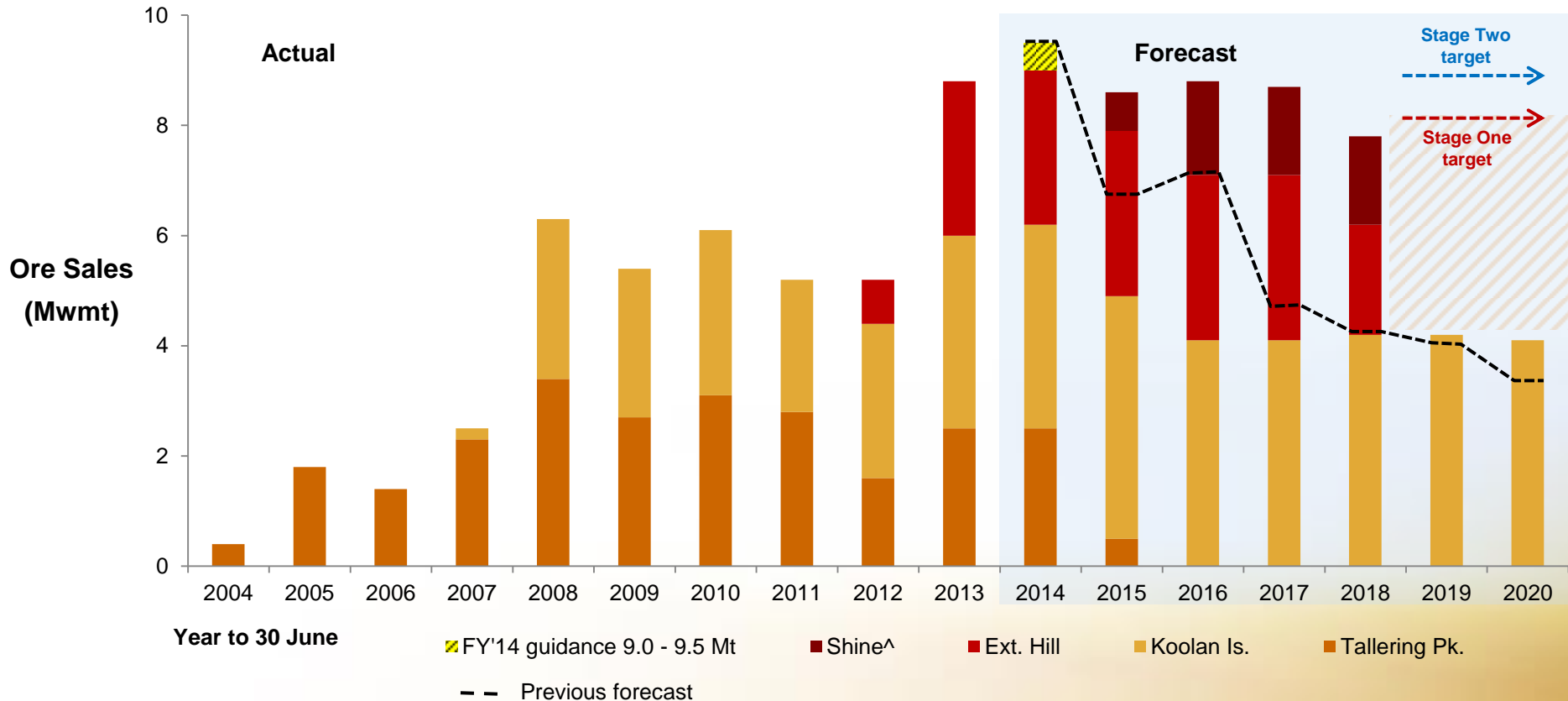
- Cost reduction and elimination of waste
- Operational optimisation and business improvement
- Extension of production profile:
 - Optimise resources and reserves inventory
 - Brownfields exploration
 - Expand footprint within operational halo
 - Leverage off existing operations, logistics footprint, and customer relationships
- Capitalise on balance sheet strength to secure value creation opportunities



Focused on adding to the sales profile



Ore sales history and current indicative outlook*

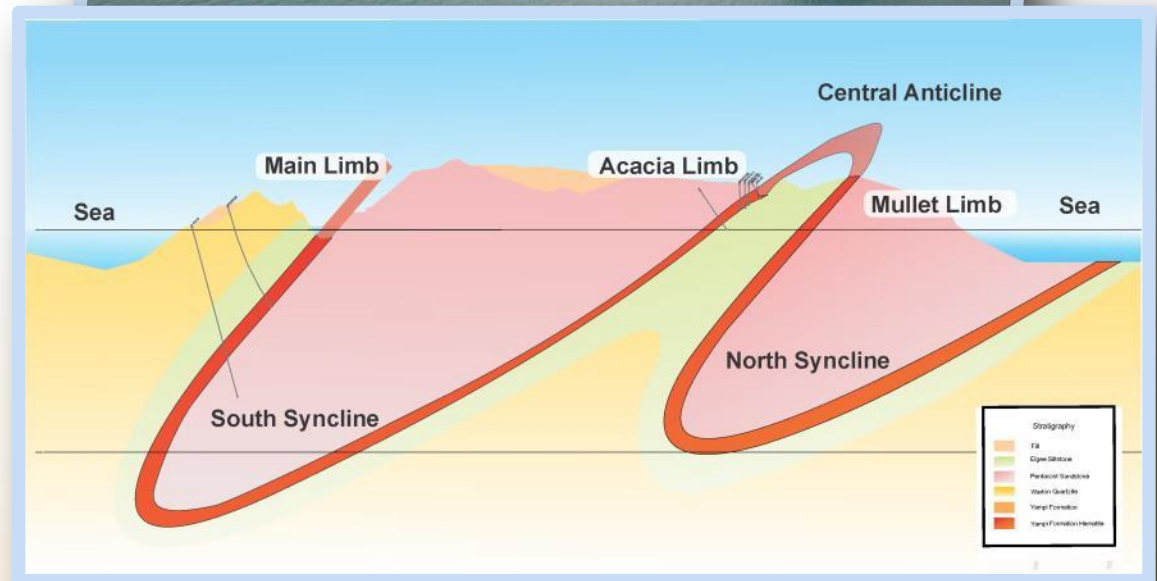


* Forecast ore sales shown are indicative only, and include all iron ore products. Actual future sales remain subject to future mine performance, continuous optimisation, exploration success and general market factors. ^Shine sales remain dependent on a decision to proceed, and reflect current Ore Reserves only. Refer ASX release 7 March 2014 for Shine project details and indicative schedule and Slides 19 and 20 for MGX Ore Reserves information.

Koolan Island – a quality asset with upside



- Long life asset: +7 years
 - Ore reserves 30Mt @ 64% Fe*
 - Mineral Resources of 68.5Mt @63% Fe*
- High-quality iron ore products
- Simple logistics - dedicated shiploader and no road or rail
- Optimised ramp up to 4Mtpa - reducing unit mining costs and increasing productivity
- Value-add opportunities:
 - Resource: reserve conversion potential
 - West End targets
 - Koolan South mainland exploration



*as at 30 June 2013. Refer Slide 19.

Koolan Island – a quality asset with upside



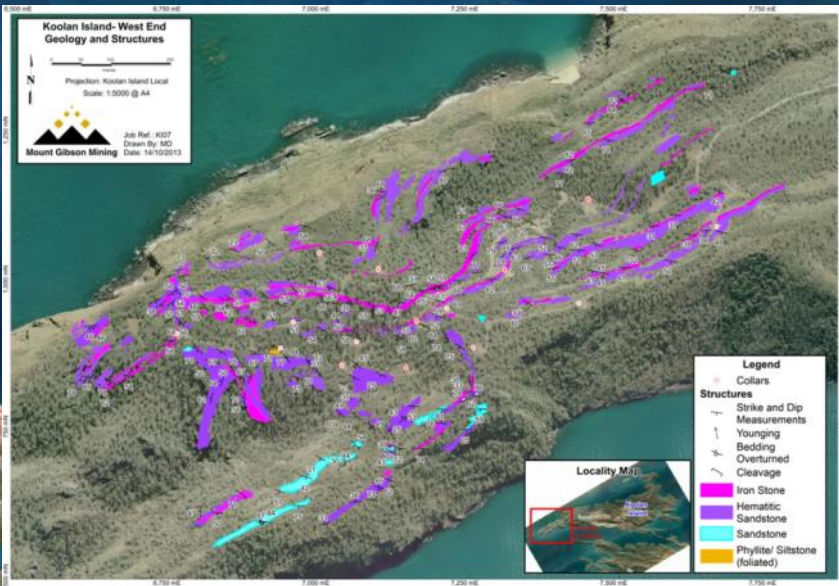
West End
exploration
targets



Acacia East
deposit



Main Pit



MGX Mid West – established infrastructure and high potential to grow resources



- Established infrastructure footprint gives MGX a competitive edge
- Extension Hill region shaping as a potential resources hub
- Shine Hematite Project – targeting mining by end CY2014
- Positive results from initial RC drilling at Extension Hill South
- Positive initial drilling from Plateau Prospect at Fields Find Project
- 2nd round drilling planned at both projects



Geraldton Port – a key asset



Extension Hill – a low cost growth platform



- Simple low-cost operation
- Established road, rail and port solutions
- +3 years life at 3Mtpa
- High potential near-mine exploration targets with known mineralisation
- Potential processing hub for regional opportunities

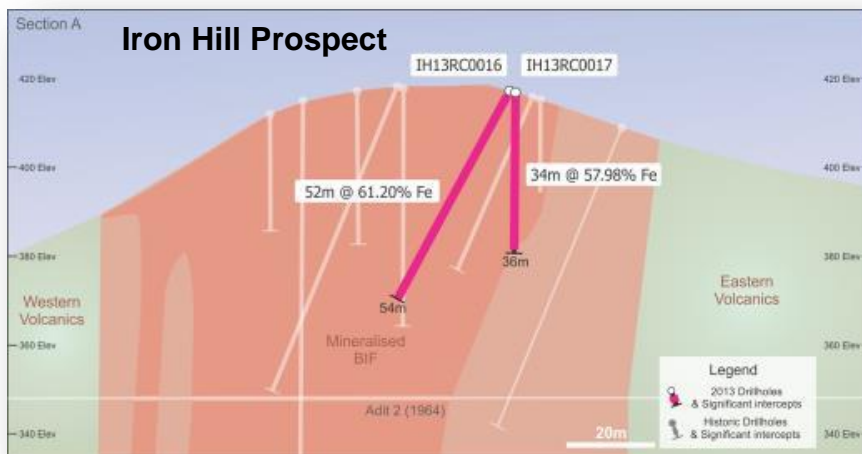
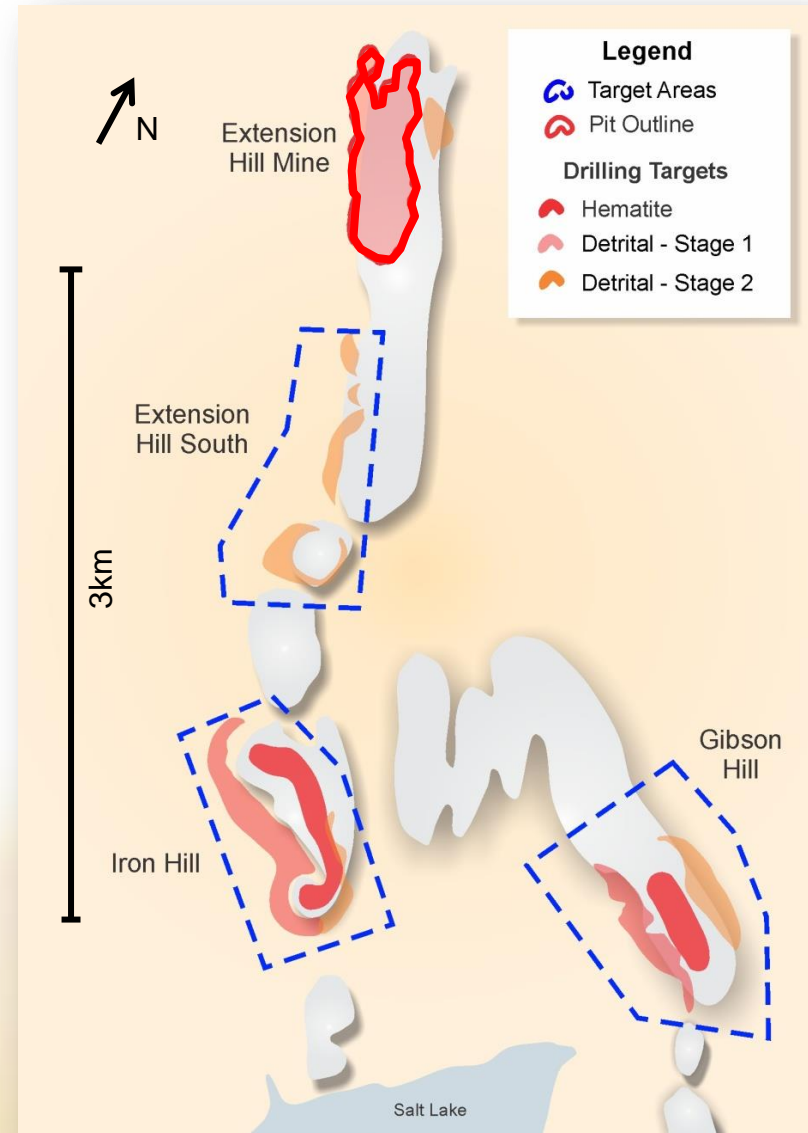


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Extension Hill South – high potential target



- **Multiple known hematite targets** located 1-3km from crusher
- **Iron Hill Prospect Exploration Target of 5-7 Mt @ 58-61% Fe.** The potential quantity and grade of this Exploration Target is conceptual in nature and there has been insufficient exploration to estimate a Mineral Resource. It is uncertain if further exploration will result in a Mineral Resource.*
- **Significant intercepts in 15 of 16 holes targeting primary Iron Hill hematite, including:**
 - 22m @ 63.8% Fe from 18m downhole
 - 53m @ 61.8% Fe from surface
 - 52m @ 61.20% Fe from 2m
 - 49m @ 61.4% Fe from 5m
- **2nd round drilling planned mid 2014** subject to approvals



Shine – a quality near-term opportunity



- Purchase completed 7 March 2014*
- Hematite Mineral Resource of **7.8 Mt @ 59.0% Fe**
- Ore Reserves of **5.6Mt @ 59.3% Fe**
- Advanced approvals/permitting
- Indicative ore production target of **1.6 Mtpa**
- Indicative **\$9-11m** development cost (<**\$7/t** installed capacity)
- Indicative total cash operating cost of ~\$75/t, before royalties
- Significant optimisation opportunities
- Close to existing MGX/3rd party infrastructure
- Mining targeted by end CY 2014



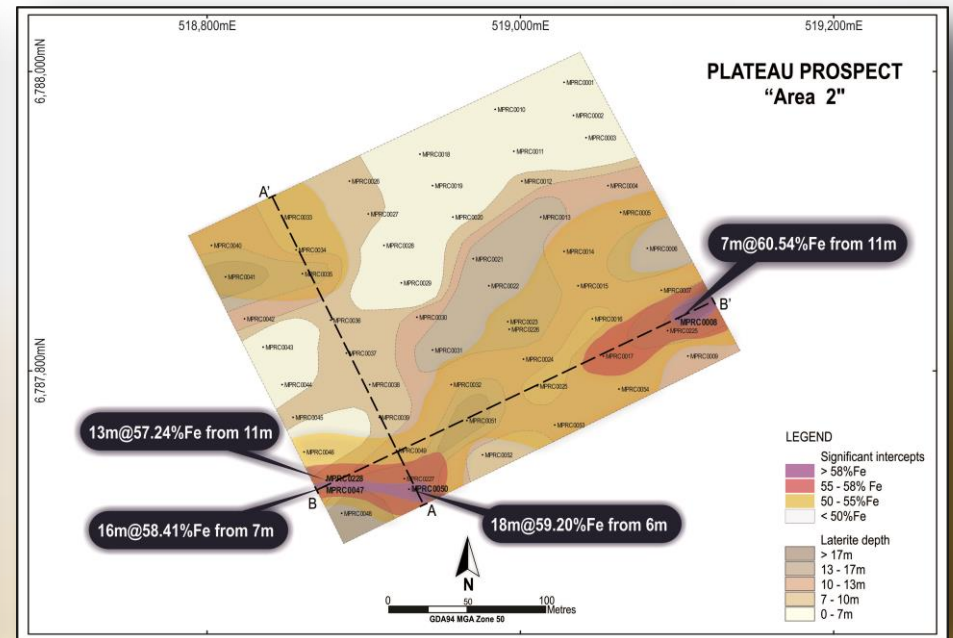
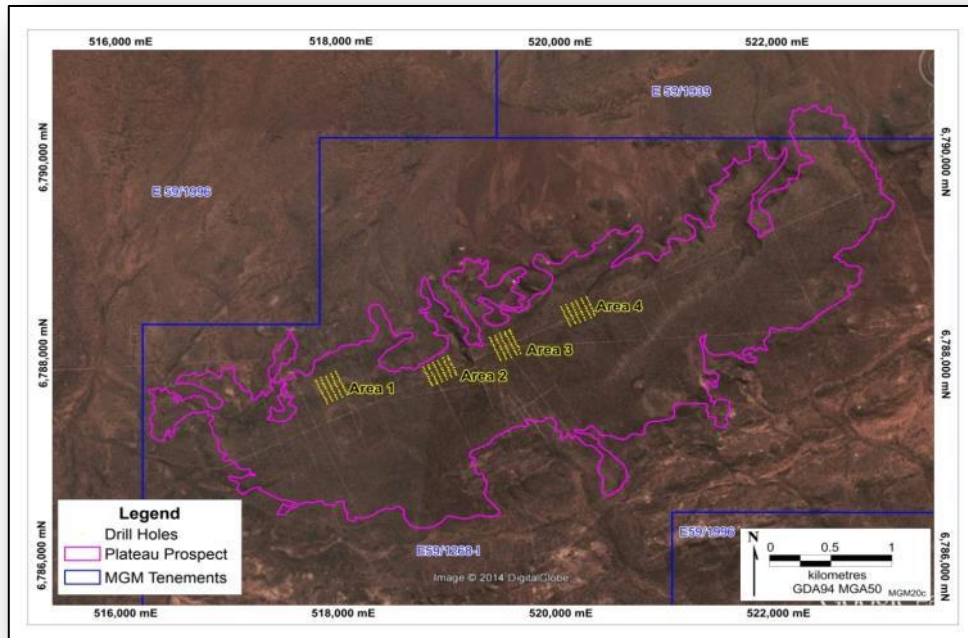
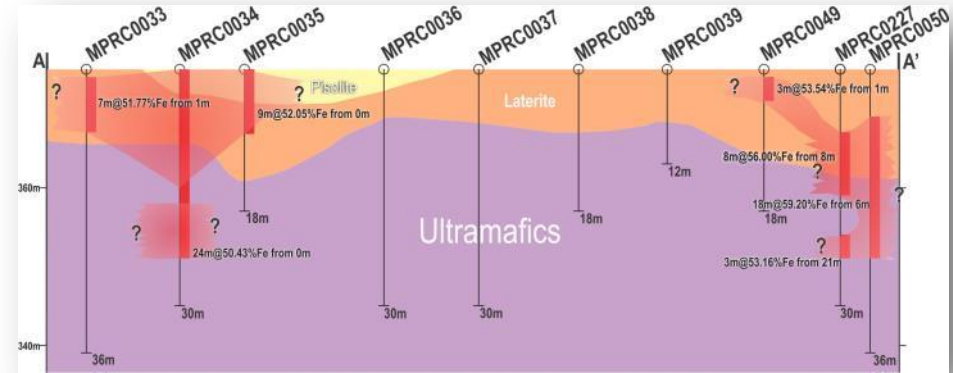
**Refer ASX announcement 7 March 2014 for project details, and Slide 20 for resource and reserve information. Acquisition cost \$12m plus price participation royalty. Royalty includes \$3m non-refundable pre-payment of royalty obligations, payable on commencement of ore sales.*

Plateau Prospect, Fields Find



- Unconventional setting - iron-enriched laterite over ultra-mafic basement
- 228 hole RC program completed November 2013*
- 114 significant intersections +50% Fe, including:
 - 18m @ 59.2% Fe, 16m @ 58.4% Fe, 7m @ 60.5% Fe
- Only 5% of 10sqkm prospect area drilled to date
- 2nd round drilling planned March/April 2014

* Refer ASX announcement 21 Jan 2014



Tallering Peak – an example of value-add



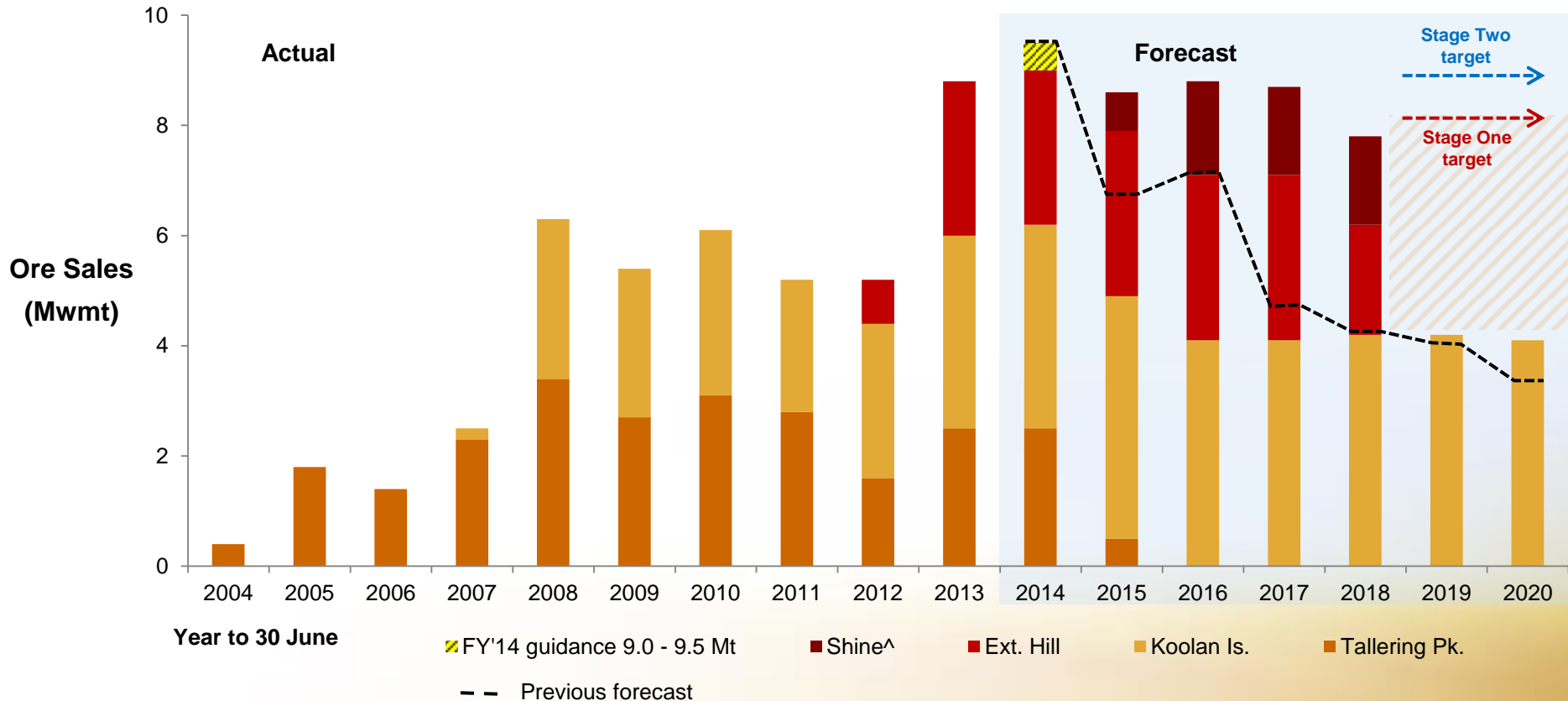
- T6 pit life extended to Feb 2014
- T1 satellite defined, permitted and developed within 18 months
- T1 ore production commenced in September 2013
- Mining operations extended to mid 2014 – a year later than planned
- On track for 2.5 Mt total ore sales of in FY2014
- Stockpile sales of ~700kt in FY2014, final sales in Sept Qtr 2014
- Stockpile sales generate strong cash margins at current prices



Focused on adding to the sales profile



Ore sales history and current indicative outlook*



* Forecast ore sales shown are indicative only, and include all iron ore products. Actual future sales remain subject to future mine performance, continuous optimisation, exploration success and general market factors. ^Shine sales remain dependent on a decision to proceed, and reflect current Ore Reserves only. Refer ASX release 7 March 2014 for Shine project details and indicative schedule and Slides 19 and 20 for MGX Ore Reserves information.

Summary



- An established mid-cap iron ore producer
- On track to sell a record 9.0 - 9.5 million tonnes in FY2014
- Strong operating cashflows and balance sheet
- Established transport infrastructure and long term customer contracts
- Exploration upside and disciplined value-focused growth strategy is delivering
- Experienced management team with demonstrated capacity to:
 - Optimise and drive operations to extract maximum value
 - Reduce costs and eliminate inefficiencies
 - Bring on new deposits in quick time



Thank You



MGX

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Supplementary information

Mineral Resources and Ore Reserves at 30 June 2013

Koolan Island					
	Tonnes millions	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %
Mineral Resources above 50% Fe					
Measured	8.4	59.7	12.72	1.14	0.02
Indicated	44.6	64.5	6.21	0.77	0.01
Inferred	15.4	60.7	12.15	0.60	0.01
Total	68.5	63.0	8.35	0.78	0.01
Ore Reserves, above 50% Fe					
Proved	4.2	59.5	14.18	0.37	0.01
Probable	26.0	64.8	5.70	0.82	0.01
Total	30.2	64.0	6.89	0.76	0.01
Extension Hill					
	Tonnes millions	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %
Mineral Resources above 50% Fe					
Measured	10.5	58.0	6.50	2.24	0.06
Indicated	4.1	58.1	9.06	1.61	0.07
Inferred	0.3	52.9	10.71	5.46	0.05
Total	14.8	57.9	7.28	2.12	0.06
Ore Reserves, above 50% Fe					
Proved	9.7	58.1	6.54	2.18	0.06
Probable	3.1	58.9	8.92	1.23	0.06
Total	12.8	58.3	7.12	1.96	0.06
Tallering Peak					
	Tonnes millions	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %
Mineral Resources above 50% Fe					
Measured	2.0	60.0	5.53	3.27	0.04
Indicated	3.1	57.9	10.12	2.40	0.05
Inferred	0.3	54.7	15.56	2.99	0.05
Total	5.4	58.5	8.72	2.76	0.04
Ore Reserves, above 50% Fe					
Proved	0.5	59.8	6.39	2.91	0.05
Probable	1.6	58.1	10.93	1.88	0.04
Total	2.1	58.5	9.81	2.14	0.04
NOTE: Discrepancies may appear due to rounding. Mineral Resources are reported inclusive of Ore Reserves.					

Total Group Mineral Resources and Ore Reserves at 30 June 2013

Total Group Mineral Resources and Ore Reserves at 30 June 2013					
(above 50% Fe)	Tonnes millions	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %
Mineral Resources	88.6	61.9	8.19	1.12	0.02
Ore Reserves	45.2	62.1	7.09	1.16	0.03
NOTE: Discrepancies may appear due to rounding. Mineral Resources are reported inclusive of Ore Reserves.					

Attributions

The information in this report that relates to Exploration Targets and Exploration Results is based on information compiled by Gregory Hudson, who is a member of the Australian Institute of Geoscientists. Gregory Hudson is an employee of Mount Gibson Iron Limited group, and has sufficient experience relevant to the styles of mineralisation and type of deposit under consideration and to the activity he is undertaking, to qualify as a Competent Person as defined in the December 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Gregory Hudson has consented to the inclusion of the matters in this report based on his information in the form and context in which it appears.

The information in this report relating to Mineral Resources is based on information compiled by Elizabeth Haren, who is a member and Chartered Professional of the Australasian Institute of Mining and Metallurgy. Elizabeth Haren has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Elizabeth Haren consents to the inclusion in the report of the matters based on her information in the form and context in which it appears. Elizabeth Haren was a full-time employee of, and is a consultant to Mount Gibson Mining Limited.

The information in this report relating to Ore Reserves is based on information compiled by Weifeng Li, who is a member of the Australasian Institute of Mining and Metallurgy. Weifeng Li has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Weifeng Li consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Weifeng Li is a consultant to Mount Gibson Mining Limited.

Refer ASX release 21 October 2013 for full details of Mineral Resources and Ore Reserves.

Supplementary information

Shine Hematite Mineral Resources

Resource Category	Tonnes (Mt)	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %	LOI %
Measured	2.65	59.7	7.58	2.18	0.085	4.18
Indicated	4.17	58.7	9.14	1.72	0.078	4.06
Inferred	0.95	58.0	9.80	1.51	0.079	4.68
Total	7.8	59.0	8.69	1.85	0.080	4.18
55% Fe cut-off applied . Discrepancies may appear due to rounding.						

Shine Ore Reserves

Classification	Tonnes (Mt)	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %	LOI %
Proved	2.2	60.0	6.88	2.33	0.080	4.32
Probable	3.4	58.9	8.92	1.79	0.077	4.10
Total	5.6	59.3	8.12	2.00	0.079	4.19
55% Fe cut-off applied. Discrepancies may appear due to rounding.						

Competent Persons Statement

Shine Mineral Resource

The information in this report that relates to Shine Mineral Resources is based on information compiled by John Graindorge, who is a Chartered Professional and Member of the Australasian Institute of Mining and Metallurgy (MAusIMM). John Graindorge is a full-time employee of Snowden Mining Industry Consultants Pty Ltd and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. John Graindorge consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Shine Ore Reserves

The information in this report that relates to the Shine Ore Reserves and Production Targets is based on information compiled by Steve O'Dea, who is a member of the Australasian Institute of Mining and Metallurgy (MAusIMM). Steve O'Dea is a full-time employee of Coffey Mining Pty Ltd and has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Steve O'Dea consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

Refer ASX release 7 March 2014 for further information relating to the Shine Hematite Mineral Resource and Ore Reserves.