



EASTERN
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Investorium 2013



Eastern Iron – Iron's New Horizon

Disclaimer

The logo for Eastern Iron Limited, featuring the company name in a bold, sans-serif font. To the right of the text is a stylized graphic of a curved line with several small triangles pointing outwards, resembling a fan or a stylized 'E'.

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This release may include forward-looking statements. These forward-looking statements are based on management's expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of Eastern Iron Limited, that could cause actual results to differ materially from such statements. Eastern Iron Limited makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.

The information relating to the terms "iron ore", "exploration target", direct shipping ore", "beneficiation" and "upgrade" should not be misunderstood or misconstrued as an estimate of Mineral Resources and Reserves as defined by the JORC Code (2004) and therefore the terms have not been used in this context. It is uncertain if further exploration or feasibility study will result in the determination of a Mineral Resource or Mining Reserve.

This overview of Eastern Iron does not purport to be all inclusive or to contain all information which its recipients may require in order to make an informed assessment of the Company's prospects. You should conduct your own investigation and perform your own analysis in order to satisfy yourself as to the accuracy and completeness of the information, statements and opinions contained in this presentation and making any investment decision.

The information contained herein is general in nature and does not constitute financial product advice. If necessary, you should seek specific financial advice of your stockbroker prior to making any investment decision. This presentation has been prepared without taking into account the investment objectives, financial situation or particular needs of any investor.

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Greg De Ross, BSc, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Greg De Ross is CEO and a full-time employee of Eastern Iron Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration 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 De Ross consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Overview



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- Eastern Iron Limited has three significant iron projects on the East Coast of Australia
- Strategic focus on low capex, high margin iron ore developments, close to bulk transport/export infrastructure in Australia and overseas
- Present focus on high grade Nowa Nowa magnetite/hematite deposit in VIC
 - **Scoping study will be delivered in November**
 - **Current JORC resource of 11.5Mt @ 49% Fe**
- Currently advancing negotiation with potential strategic partners for large scale QLD magnetite deposits
- Strong Board and Management Team with track record of identifying and developing bulk commodity deposits

Project Portfolio



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Nowa Nowa Project (100%)

- High grade resource: **Inferred 11.5Mt @ 49% Fe** (magnetite/hematite)
- Completed scoping study in 2012 for mining development producing 0.7 Mtpa +62%Fe Fines product
- Low Capex (\$30 million est. from scoping study)
- Eastern Victoria, good project infrastructure, roads, power, port
- Project advanced to Feasibility stage
- Untested targets provide resource upside

Central Queensland Iron Projects – Hawkwood (50% up to 80%) & Eulogie (100%)

- Large magnetite resource close to bulk commodity transport infrastructure – roads, rail and port options.
- Positive results from concept study
- Investigating options for next stage PFS/FS including partner funding

Rapid progress on priority Nowa Nowa Project in 2012

- Feb 2013 – Engenium appointed to complete Feasibility Study
- Nov 2012 – Completion of Scoping Study
- Sept 2012 – Updated resource for Nowa Nowa of 11.5Mt @ 49.8% Fe
- July 2012 – Completion of Entitlements offer to raise ~\$1.27 million
- May 2012 – Appointment of Engenium to commence Nowa Nowa scoping study
- Mar 2012 – Announced preliminary metallurgical results for Nowa Nowa
- Feb 2012 – Maiden JORC resource for Nowa Nowa of 9.47Mt @ 49.1% Fe
- Feb 2012 – Acquired 100% of Nowa Nowa Project

Corporate Overview



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Capital Structure

- 114.6 million shares on issue
- \$2.0 million cash
- PlatSearch NL (ASX:PTS) major shareholder (46%)
- Share price: 6.1c (8 Mar)
- Ev \$5M
- Top 20: 70% of issued shares

Experienced Board and Management

Chairman: Steve Gemell

MD: Greg De Ross

NED's : Greg Jones, Wendy Corbett, Ivo Polovineo, Adrian Critchlow

Nowa Nowa Iron Project

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- Eastern Victoria – good local power, roads, labor, port infrastructure
- 50km² under exploration license
- 100% owned by Eastern Iron
- Existing global inferred resource **11.5Mt @ 49% Fe at a lower cutoff of 40% Fe**
- Multiple deposits; further resource and exploration upside
- Native Title agreement in place
- Unoccupied Crown land – heavily logged State Forest



Nowa Nowa – Prospects

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Six Mile Deposit

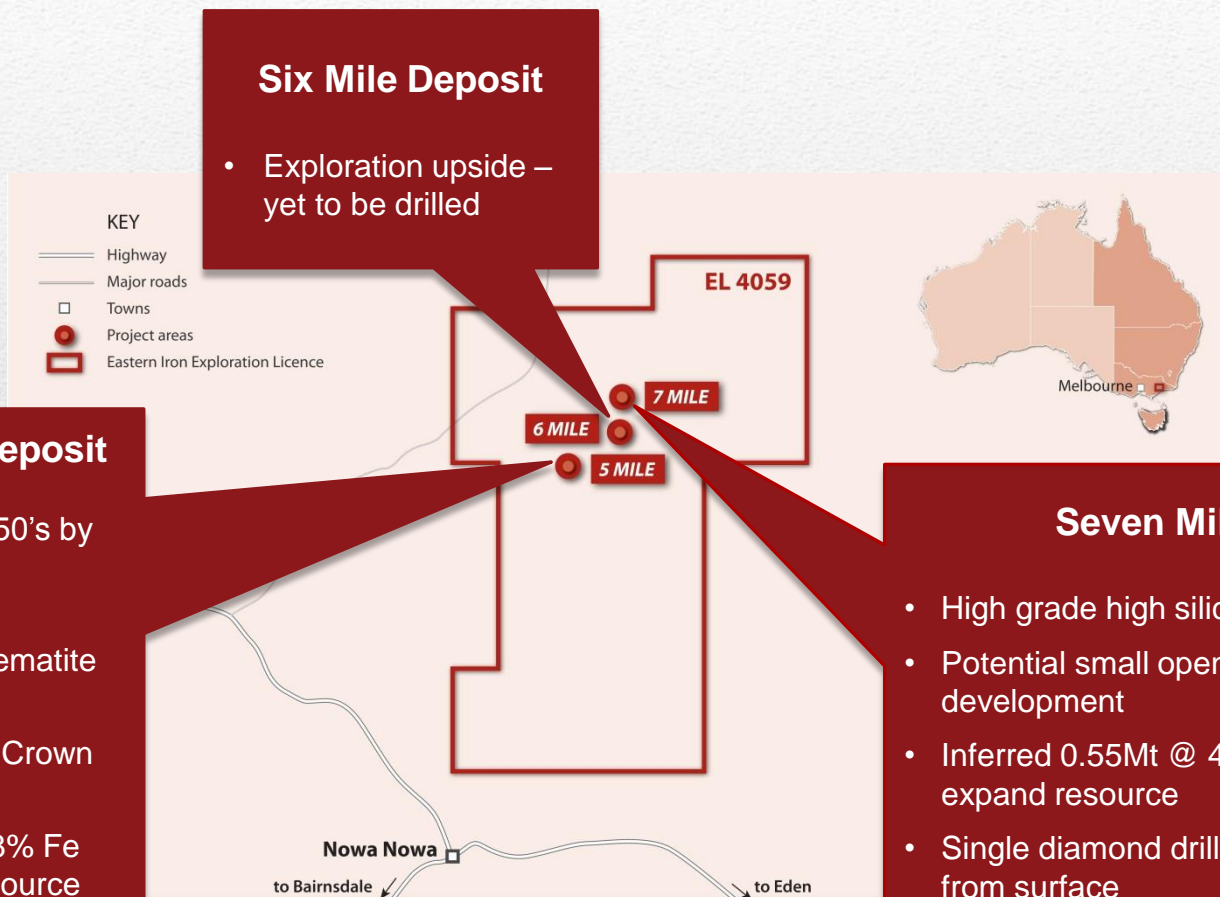
- Exploration upside – yet to be drilled

Five Mile Deposit

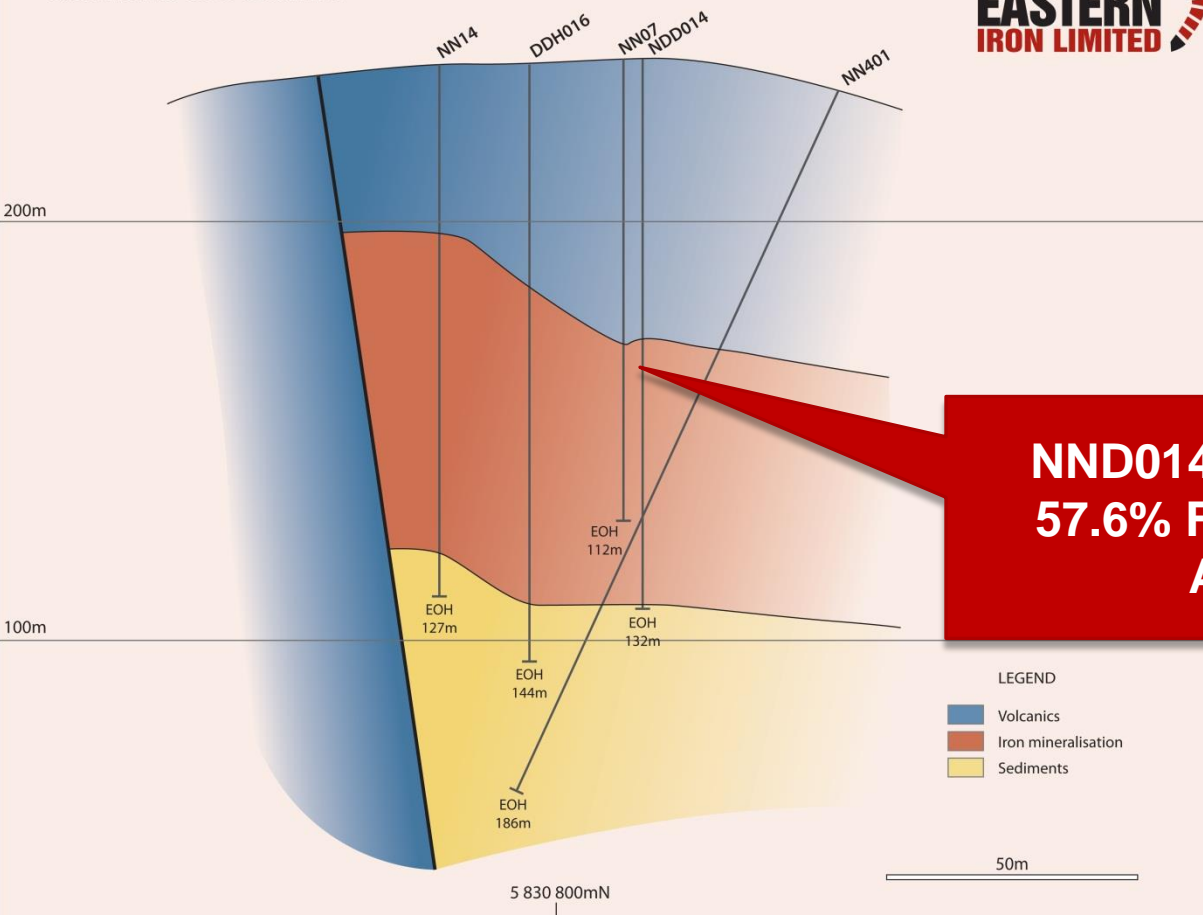
- Drilled in 1950's by Vic Govt.
- Massive magnetite/hematite body
- Unoccupied Crown Land
- 11Mt @ 49.8% Fe Inferred Resource

Seven Mile Deposit

- High grade high silica hematite at surface
- Potential small open cut at start of development
- Inferred 0.55Mt @ 48.3% Fe – potential to expand resource
- Single diamond drillhole 71.4m @ 46.3% Fe from surface



FIVE MILE PROSPECT Section 5 830 800mN



Massive replacement
magnetite mineralisation

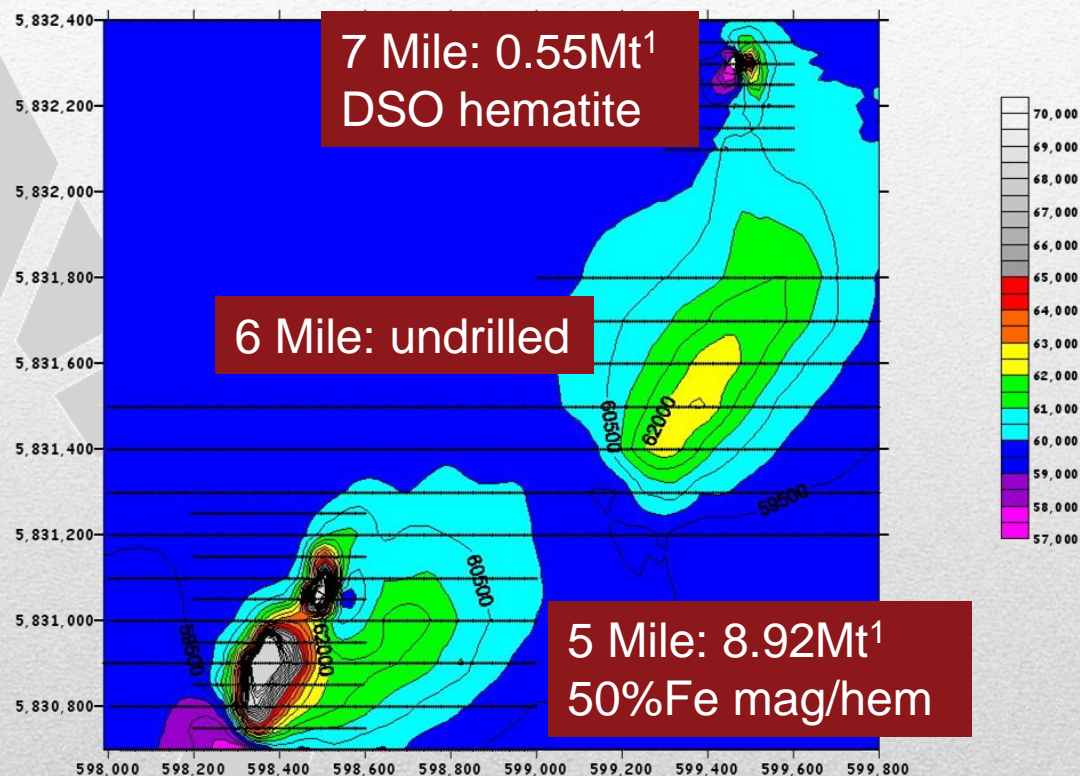
Ore body horizontal
approx 70m thick

**NND014 62.9m from 67.7m @
57.6% Fe, 9.78% SiO₂, 1.77%
Al₂O₃, 0.03% P**

Recent drilling results
confirm historical drilling

Nowa Nowa – Additional Resource Potential

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- Multiple bodies of massive magnetite
- Exploration and resource upside potential:
 - Extensions to Five Mile
 - Undrilled Six Mile

Nowa Nowa TMI contours
5 mile, 6 mile & 7 mile prospects
(MGA94 Zone 55)

¹ Details included in resource announcement by EFE on 10 Feb 2012

Nowa Nowa - Scoping Study Results

Mining

- Open Cut mining 1Mtpa. LOM strip ratio 2.3 (inc overburden)

Processing

- Ore crushed to -1.6mm (not a concentrate!!)
- Wet low intensity magnetic separation (LIMS)
- 0.7Mtpa high grade +62% Fe “fines” product
- Av 66% yield and 75% iron recovery

		Mag. Intens	Crush size mm	Mass Rec%	Fe%	SiO ₂ %	S%	Fe Rec %
Ave.	Wet LIMS	1100G	1.6	66.1	64.2	6.8	0.4	75.6

Nowa Nowa - Scoping Study Results

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Transport

- Product trucked 220km along sealed (Princes) highway to Eden (std. B doubles)
- Product stockpiled and loaded at SEFE Port facility – Two Fold bay
- MOU with SEFE
- Wharf (bulk) loader and wharf (ships to 55,000t)



Nowa Nowa - Scoping Study Results



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Financials

Capital Cost: Total \$32M
inc contingency

Study emphasis on
minimising capex at the
expense of opex

Operating Cost: Total FOB
\$70/t inc \$35 transport and
port costs

	\$M AUD
Mine	3.6
Process Plant	5.0
Transport	2.8
Port storage/shiploading	4.8
Project Infrastructure	5.1
Indirect, owners, Contingency	10.5
Total	31.8

Nowa Nowa - Feasibility Study



Project Manager – Engenium Ltd, WA based project delivery and project engineering

Process Metallurgy – Resource Engineering Pty Ltd

Metallurgical Testwork – ALS Global – AMMTEC

Resource studies – H&S Consultants

Mining Studies – Mc Cracken Mining Serv./ Mining One

Environmental Assessment – Earth Systems Pty Ltd

Nowa Nowa - Feasibility Study

During pre-feasibility stage: Investigate several project enhancements:

- Increase iron recovery – scalping hematite from non magnetic process tail.
 - Tailings 40% by weight hematite
 - Increasing rec to 85% adds +100kt product
 - Simple jigs and spirals
- Reduce transport costs
 - Higher capacity trucks
- Seven Mile development
 - 1Mt possible weight coat production during year 1
- Use of existing stockpile areas at SEFE
 - Potential to reduce capital costs

Nowa Nowa – Activity Outlook

	Jan – Mar13	Apr – Jun13	Jul – Sep13	Oct – Dec13	Jan – Mar13
Feasibility Study <ul style="list-style-type: none">• Large diameter core drilling for metallurgical and market testing• Investigate project enhancements• Firm port arrangements• Investigate off take options• Opex and Capex estimates					
Permitting <ul style="list-style-type: none">• Environmental base line• Cultural Heritage Plan• Project Referral• EES/Permitting					

Targeting project commitment early 2014 and first production late 2014

Nowa Nowa - Summary

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- High grade resource defined by drilling
- Scoping Study indicates robust economics
 - High grade “fines” product
 - Excellent infrastructure with access to bulk port
 - Low impact development in degraded crown land
 - All the elements for a development in place
- Committed to Feasibility Study due for completion in late 2013
- Low capital provides protection from possible volatility in iron ore market
- Target production in 2014

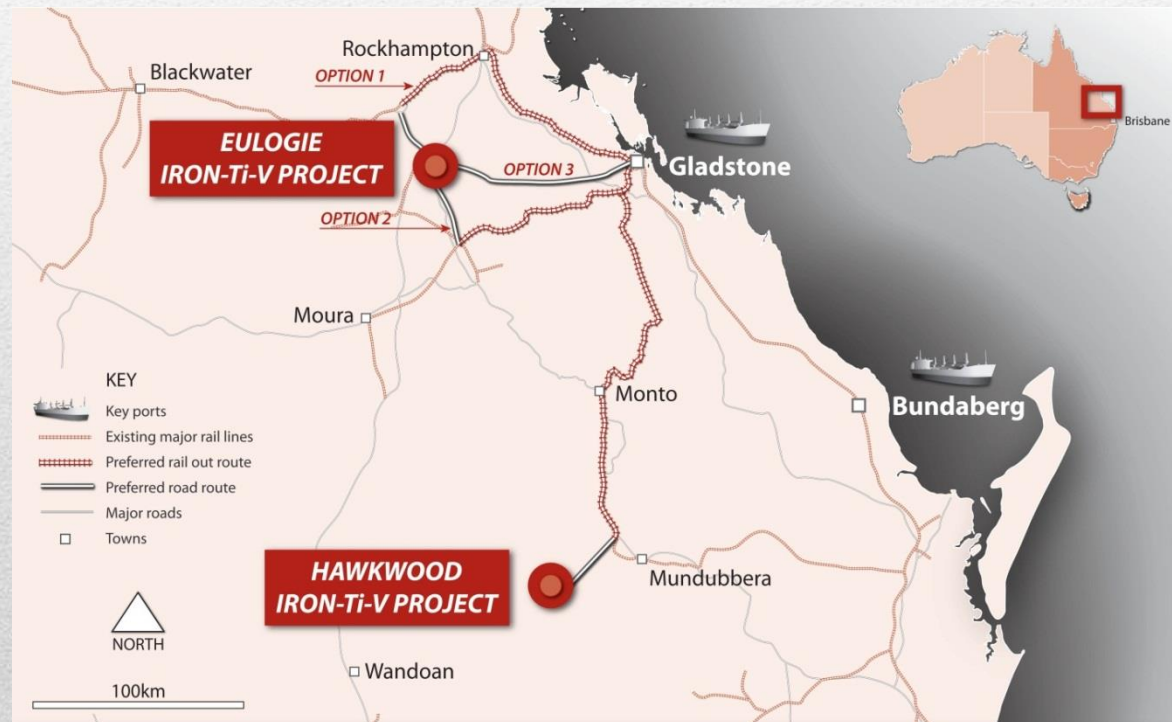


Central Queensland Iron Project

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A unique combination of large iron resources in an area of established infrastructure

- Hawkwood Project (50% earning 80%)
- Eulogie Project (100%)
- Auburn exploration permit (100%)



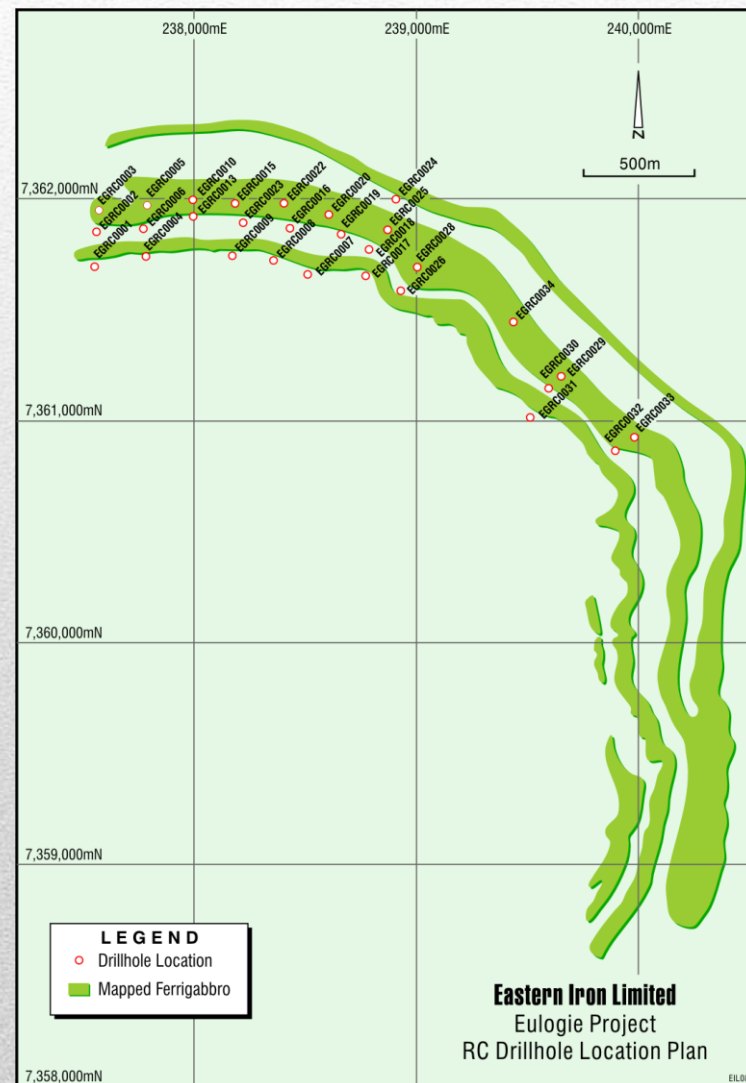
Eulogie Iron – Vanadium Project

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- Completed concept development study.
- Close proximity of existing infrastructure incl. Port and rail (80km west of Gladstone)
- JORC Resource: 465 Mt @ 14.2% Fe, 3.0% TiO₂, 0.097% V
- Vanadiferous Magnetite concentrate product
- Exploration Target Tonnage 500 -1000Mt¹
- Granted Mining Development Lease (MDL) 100% owned by Eastern Iron Limited
- Magnetite Concentrate at 150 micron final grind:

	Assay (%)								
	Fe	SiO ₂	Al ₂ O ₃	TiO ₂	S	P	MnO	MgO	V
DTR Mags	61.45	1.44	3.29	6.81	0.623	0.000	0.29	1.370	0.571

¹ Potential exploration target tonnages and grades in this report are conceptual in nature as there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource. Tonnages and grades are not to be quoted outside this context.



Hawkwood Iron – Vanadium Project

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- Eastern Iron earning 80% (JV with Rugby Mining Ltd, RUG:TVX)
- 4 Exploration licenses totalling 345 km²
- Work completed includes:
 - High resolution airborne magnetic survey
 - RC drilling program (2010, 11)
 - Diamond drilling (2011)
 - Metallurgical testwork (2010)
 - Resource drilling program completed Oct 2011
- Cooperative study into transport options for the North Burnett Region (2011)
- Target tonnage 500-1000Mt¹
- David Tube Testwork results:



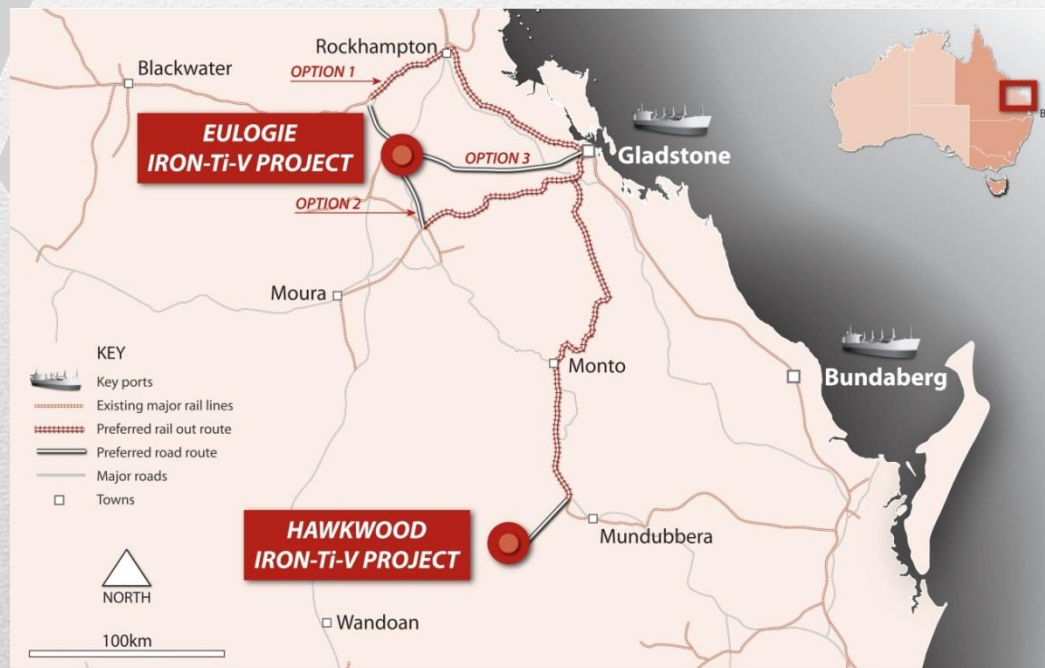
Fe%	V ₂ O ₅ %	TiO ₂	SiO ₂	Al ₂ O ₃ %	P%	S%	DTR%
65.7	0.53	1.7	2.4	1.7	<.001	0.14	17

¹ Potential exploration target tonnages and grades in this report are conceptual in nature as there has been insufficient exploration to define a Mineral Resource and it is uncertain if further exploration will result in the determination of a Mineral Resource. Tonnages and grades are not to be quoted outside this context.

Eulogie/Hawkwood Projects - Infrastructure

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Access to Local Infrastructure Supports Potential Development



Eulogie Project:

Transport options include:

- Option 1 - 50km road to Blackwater rail line 140km to Port.
- Option 2 – 50km road to Moura rail line 100km to Port
- Option 3 - 80km haul road to Port
- Possible low (operating) cost slurry pipeline option (80km).

Hawkwood Project:

- Maryborough line (needs upgrading) 250km to Port

Gladstone Port

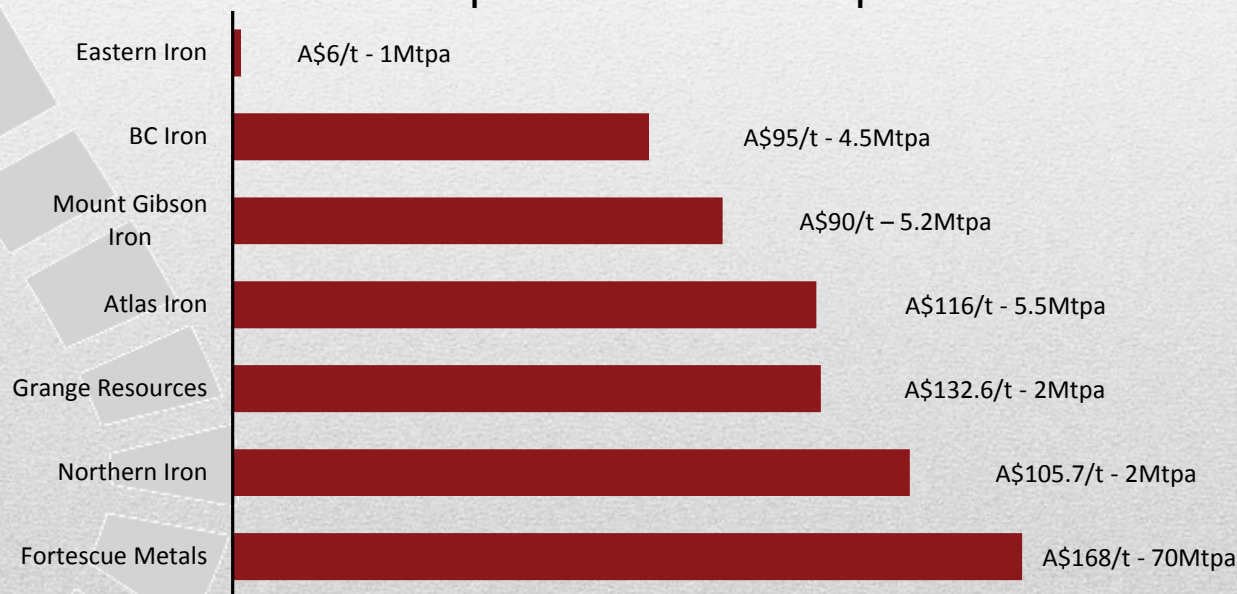
- Potential to access Barney Point wharf and loader +5Mtpa after 2015.

Eastern Iron – Value Proposition

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Eastern Iron poised for a valuation re-rating as the Nowa Nowa Project moves from completion of Feasibility Study, to Production.

Enterprise Value – Iron producers

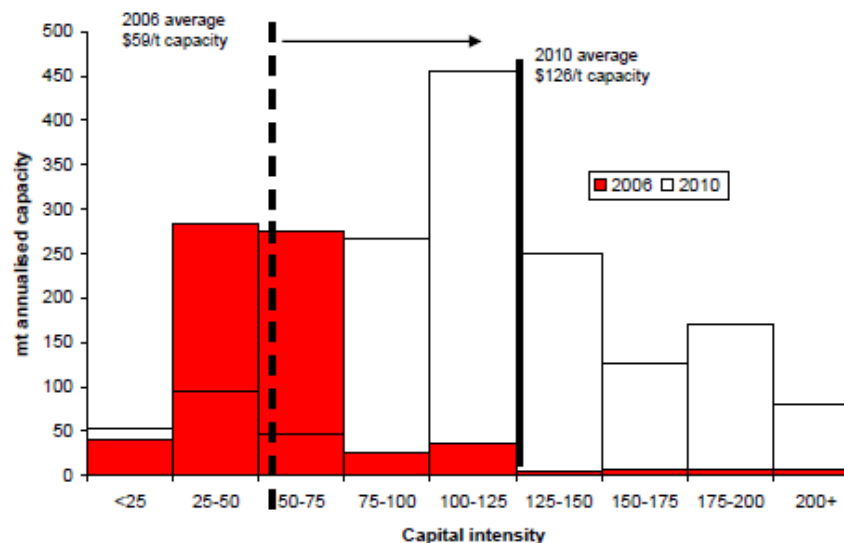


Revenue from Nowa Nowa development equivalent to a 80k oz gold producer, but at much lower capital cost and therefore higher return

Iron Ore Pricing – look for value

- Medium term pricing will be determined by pace of new supply additions (over-estimated?) and the capital and operating costs of new capacity
- Successful new projects will be those with low capital intensity (low capex/tonne of annual production) and low operating cost – high return eg: **Nowa Nowa est \$30-50/ annual tonne**

Capital intensity continues to rise dramatically



Source: Company Data, Macquarie Research, June 2012

Source: Company data, Macquarie Research, September 2012

Recent downturn due to destocking in China

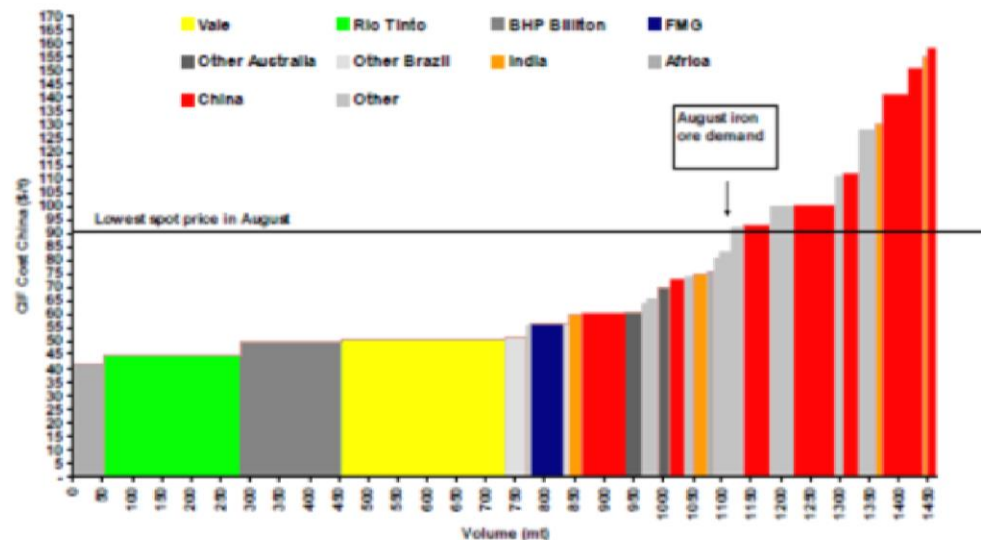
Recent prices below \$90/t were temporary due to Chinese destocking and have rebounded as buyers returned to the market (currently Pilbara Fines \$120-125/t CNF China).

➤ After considering destocking, iron ore purchasing has fallen to a level that supports \$80-\$90/t iron ore prices. As destocking stops, purchasing and prices have to rise.

Iron ore demand (seaborne + China domestic)

mtpa	Jul-12	Aug-12 E
China	910	808
Europe	126	126
Japan	125	125
Korea	64	64
Taiwan	18	18
Total	1242	1138

Supply curve to Chinese market for iron ore fines - 2012



Source Macquarie Research July Sept 2012

Investment Summary

- Eastern Iron is focused on:
 - **Potential for near-term development of Nowa Nowa**
 - **Realising value from its large scale Queensland magnetite projects**
- Recent capital raising – well funded to complete scoping study at Nowa Nowa.
- Potential to complete feasibility study & commencement of production by mid 2014.
- Nowa Nowa – next 6 months
 - Complete Scoping Study
 - Metallurgical drilling and testwork
 - Market testing
 - Agreements on port access
 - Initiate Feasibility study
- Queensland Iron Project - progress discussions for farm out.
- Pursue strategic acquisition opportunities

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