

CENTRAL EYRE IRON PROJECT

Stage IX (Gap/Boo-Loo East) Drilling Programme Commences

Iron Road Limited (Iron Road, ASX: IRD) is pleased to announce that the Stage IX (Gap/Boo-Loo East) drilling programme at the Central Eyre Iron Project (CEIP) has commenced. Iron Road is undertaking the follow-on drill campaign with the objective of building a 25+ year mine life at annual output of 24Mtpa at CEIP and to initiate an optimised pit shell design to refine the in-pit crushing and conveying (IPCC) mine plan.

Highlights

- Objective of reviewing the area between Murphy South and Boo-Loo (referred to as the 'Gap') ahead of resource modelling and re-optimisation incorporating IPCC mining method.
- Commencement of building a 25+ year mine life at annual output from CEIP of 24Mtpa of high quality concentrate.
- The Stage IX drilling programme comprises 15 inclined and vertical diamond drill holes situated in the 'Gap' and across the expected eastern extension of the Boo-Loo Prospect.
- Drilling programme utilises two diamond rigs for a total of 6,700m with the deepest holes expected to be in the order of 700m.

Summary

During July 2014 the Department for State Development (DSD) of South Australia approved the EWA application for a programme of 15 inclined and vertical diamond drill holes that comprise the Stage IX (Gap/Boo-Loo East) drilling programme (Figure 1). The drilling programme is now underway.

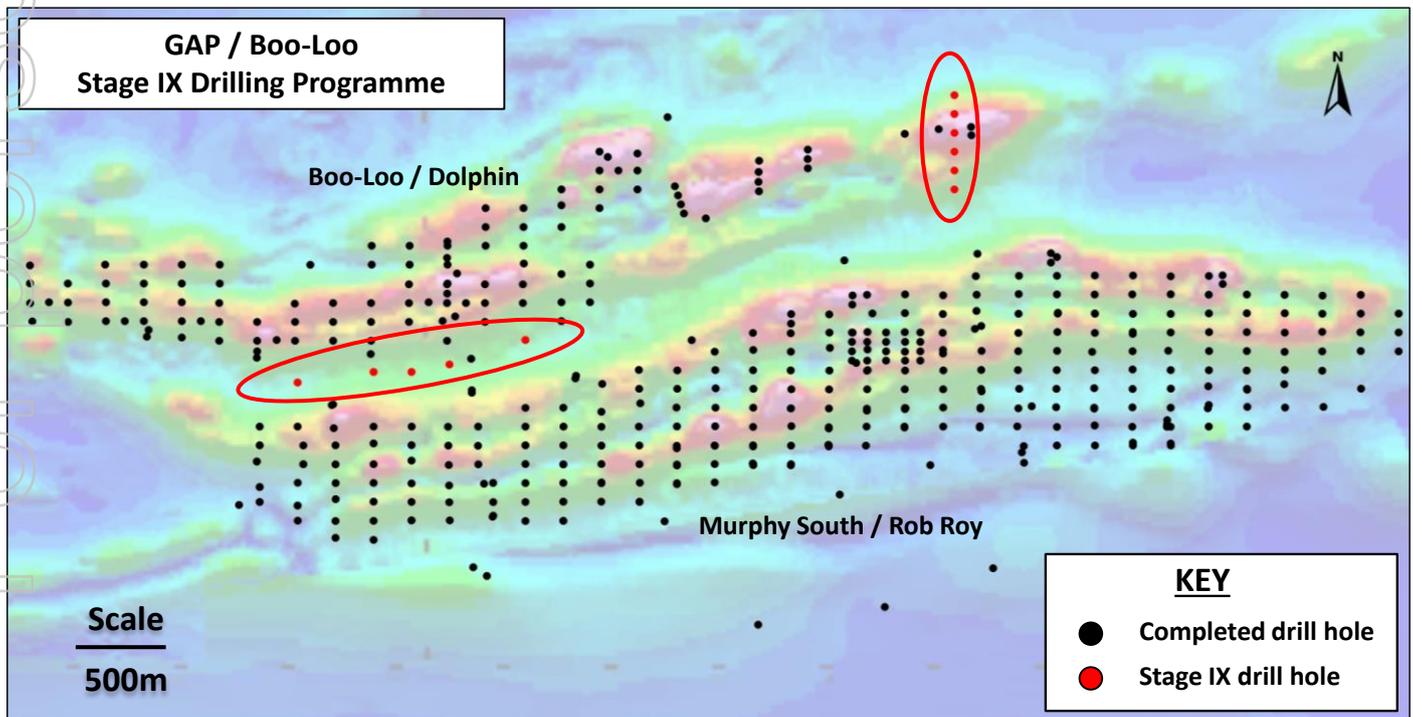


Figure 1 Plan view of CEIP Boo-Loo - Dolphin, Murphy South and Rob Roy drill collars superimposed on aeromagnetic image. Stage IX collars in red.

The Drilling programme is expected to:

- (i) Define the down dip extension of the Boo-Loo mineralisation and its spatial relationship with the Murphy South mineralisation that occurs immediately to the south;
- (ii) Define the extension and nature of the Boo-Loo mineralisation toward the east; and
- (iii) Allow for mineral resource expansion at Boo-Loo.

The Stage IX drilling programme consists of 15 holes, nine of which are to be drilled west to east at approximately 200m intervals with another six holes to be drilled north to south across the eastern extremity of the Boo-Loo magnetic anomaly. In both cases existing drilling allows for high confidence that magnetite mineralisation will be intersected as expected.

The drilling method will comprise Mud Rotary from surface through the weathered cover to the top of the fresh rock. The fresh rock will be drilled NQ2 size in the same way as previously conducted across the CEIP resource definition drilling areas. Drill holes range in depth from 300m-700m.

A section from the GAP drilling is shown in Figure 2, incorporating the known mineralisation for Murphy South, Boo-Loo and the expected mineralisation in the target area.

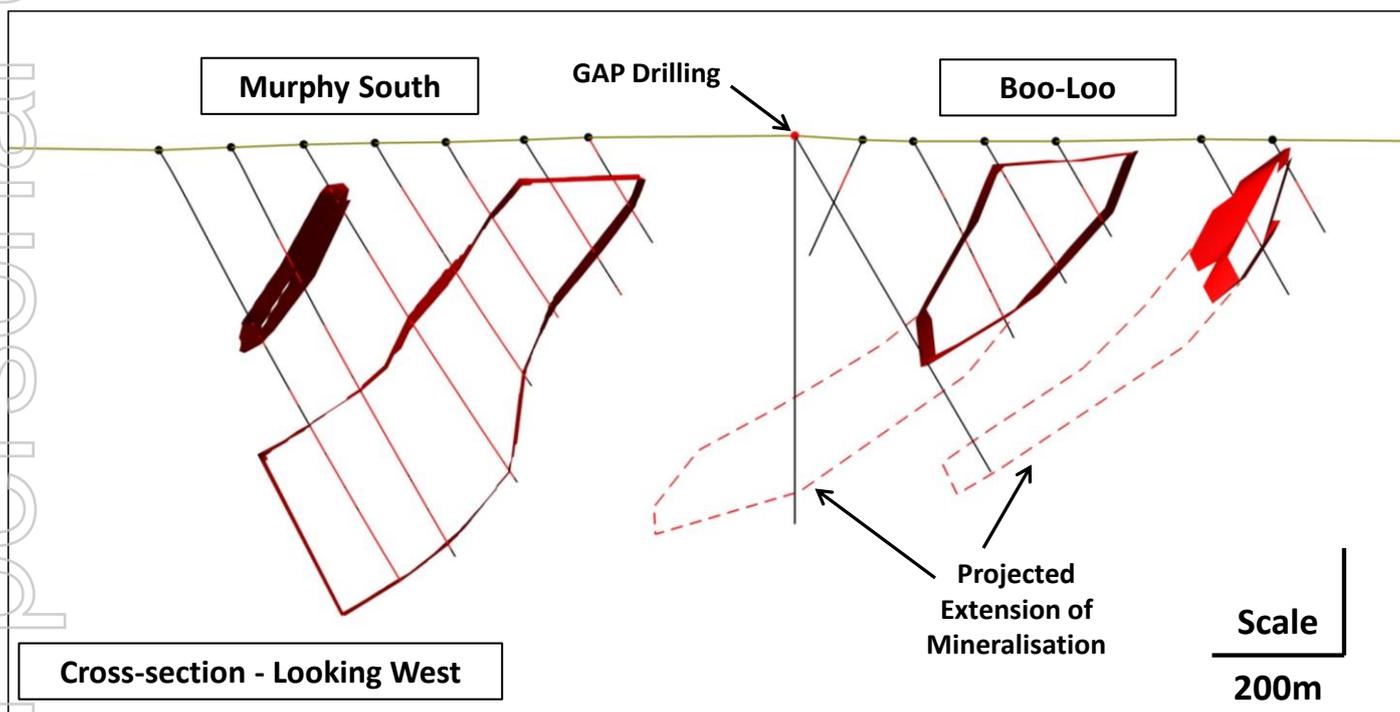


Figure 2- Section 559740E looking west showing Murphy South and Boo-Loo mineralisation. The proposed holes are shown with the expected GAP target delineated by the dashed red lines.

Iron Road released its Definitive Feasibility Study (DFS) for the Central Eyre Iron Project on 26 February 2014 which confirmed an initial 25 year mine life for the 21.5 million tonne per annum mining operation, producing a high quality and low impurity concentrate which will assist steel mills to lessen their pollution. The highly competitive product is expected to become more desirable over time to balance expanding volumes of lower grade ore products.

All material assumptions underpinning the DFS continue to apply and have not materially changed, other than adopting a small number of cost model revisions following independent review, plus updates to external parameters such as forward exchange rates, industry expert price forecasts and quality premiums. The Reserves, Resources and

Exploration Target underpinning an increased nameplate annual production of 24Mtpa remain unchanged at this time and have been prepared by a competent person in accordance with the JORC Codes 2012 and 2004 (there being no material changes since the Resources were last reported under the JORC Code 2004) and are as follows:

Location	Classification	Proportion (%)
MSRR	Proven Ore Reserve	50
MSRR	Probable Ore Reserve	5
MSRR	Measured Resources	7
MSRR	Indicated Resources	6
MSRR/BLD	Inferred Resources ¹	13
CEIP	Exploration target ²	19

Cautionary statements

1. There is a low level of geological confidence associated with Inferred Mineral Resources, and there is no certainty that further exploration work will result in the determination of Indicated Mineral Resources or that the production target itself will be realised.
2. The potential quantity and grade of an Exploration Target is conceptual in nature. There has been insufficient exploration to determine a Mineral Resource, and there is no certainty that further exploration work will result in a determination of further Mineral Resources or that the production target itself will be reached.

The current works supports the DFS confirmation that the CEIP has the potential to generate annual forecast EBITDA of US\$1.4 billion, provide 1950 jobs during the construction phase of the project and approximately 700 long term operations roles. Almost 50 million tonnes of export capacity has been identified for third party suppliers who will have access to the only port in South Australia capable of berthing and loading large Capesize vessels. The project will require a development partnership and positive discussions have been held to date with potential partners.

Subject to securing approvals and finance, Iron Road expects construction on the Central Eyre Iron Project to commence during 2015 and export of its high quality concentrate by 2018.

-ENDS-

Competent Persons' statements

The information in this report that relates to the Exploration Target within the EL4849 is based on and fairly represents information and supporting documentation compiled by Mr Milo Res, a Competent Person who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Res has sufficient experience that is relevant to the style of mineralisation and the type of deposits under consideration and to the activity being undertaking 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". Mr Res consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report that relates to Resources estimated for the Boo-Loo prospect is based on and fairly represents information and supporting documentation compiled by Mr Ian MacFarlane, who is a Fellow of the Australasian Institute of Mining and Metallurgy and an employee of Coffey Mining. 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.

The information in this report that relates to Resources estimated for the Murphy South / Rob Roy (MSRR) prospect is based on and fairly represents information and supporting documentation compiled by Ms Heather Pearce, who is a member of the Australasian Institute of Mining and Metallurgy, and a full time employee of Iron Road Limited. This estimation was peer review by Dr Isobel Clark, who is a member of the Australasian Institute of Mining and Metallurgy and employed by 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". Dr Clark consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

The information in this report that relates to Reserves estimated for Murphy South / Rob Roy (MSRR) is based on and fairly represents information and supporting documentation compiled by Mr Harry Warries, a Fellow of the Australasian Institute of Mining and Metallurgy, and an employee of Coffey Mining. Mr Warries 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 2012 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr Warries consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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Figure 3

Location of the CEIP, showing mine, infrastructure corridor and port.