

24 March 2015

The Manager
Company Announcements Office
Australian Securities Exchange

Dear Sir/Madam,

PRESENTATION ON BC IRON LTD (ASX:BCI)

Following is a presentation on BC Iron Limited which will be given by Managing Director Morgan Ball at the Mines & Money Conference in Hong Kong on 24 March 2015.

Yours faithfully



HAYLEY MCNAMARA
COMPANY SECRETARY

For personal use only



BC IRON
LIMITED

Mines and Money Presentation

Morgan Ball – Managing Director



ASX:BCI
24 Mar '15

DISCLAIMER



This document has been prepared by BC Iron Limited ("BC Iron") to provide an update regarding the companies to investors.

Past performance

Past performance information given in this document is given for illustrative purposes only and should not be relied upon as (and is not) an indication of future performance.

Forward-looking statements

This document contains "forward-looking" statements or projections based on current expectations. Forward looking words such as, "expect", "anticipate", "should", "could", "may", "predict", "plan", "will", "believe", "forecast", "estimate", "target" and other similar expressions are intended to identify forward-looking statements within the meaning of securities laws of applicable jurisdictions. Indications of, and guidance on, future earnings and financial position and performance are also forward-looking statements.

Forward-looking statements include, among other things, statements regarding targets, estimates and assumptions in respect of iron production and prices, operating costs and results, capital expenditures, mineral reserves and mineral resources and anticipated grades and recovery rates. Forward-looking statements, opinions and estimates provided in this document are based on estimates and assumptions related to future business, economic, market, political, social and other conditions that, while considered reasonable by BC Iron, are inherently subject to significant uncertainties and contingencies. Many known and unknown factors could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such factors include, but are not limited to: operating and development risks, counterparty risks, iron ore price risk and a number of other risks and also include unanticipated and unusual events, many of which are beyond the companies' ability to control or predict.

No representation or warranty is made as to the accuracy, correctness, completeness, adequacy or reliability of any statements, estimates, opinions or other information contained in this presentation. The forward-looking statements only speak as at the date of this document and, other than as required by law and the ASX Listing Rules, BC Iron disclaims any intent, obligation or duty to update any forward looking statements, whether as a result of new information or developments, future events, results or otherwise.

To the maximum extent permitted by law, each of BC Iron and its respective directors, officers, employees, agents and contractors disclaim all liability and responsibility for any direct or indirect loss or damage which may be suffered by any person (including because of fault or negligence or otherwise) through use or reliance on anything contained in or omitted from this document.

Not financial product advice

This document is for information purposes only and is not financial product or investment advice nor a recommendation to acquire BC Iron shares. The information in this presentation is in summary form only and is not necessarily complete. It has been prepared without taking into account the objectives, financial situation or needs of individuals and is not intended to be relied upon as advice to investors or potential investors. Before making an investment decision, investors or prospective investors should consider the appropriateness of the information having regard to their own objectives, financial situation and needs and seek legal and taxation advice appropriate to their jurisdiction.

Nothing in this presentation should be construed as either an offer to sell or solicitation of an offer to buy or sell BC Iron securities in any jurisdiction.

ATTRACTIVE INVESTMENT PROPOSITION



✓ **Cost focus:** Achieving success in reducing operating costs

✓ **At target production:** NJV operating at 6Mtpa run-rate and Iron Valley operating at initial 4-6Mtpa run-rate

✓ **Quality product:** '*Bonnie Fines*' a highly sought-after DSO sinter feed and attractively priced relative to Fe grade

✓ **Growth options:** Large Mineral Resource base across an attractive mix of operating / development projects and longer term projects and royalties

✓ **Strong partnerships:** Productive working relationships with Fortescue (NJV) and Mineral Resources (Iron Valley)

✓ **Balance sheet:** Strong cash position and declining debt

✓ **Upside potential:** Strongly leveraged to a recovery in Australian dollar iron ore prices.



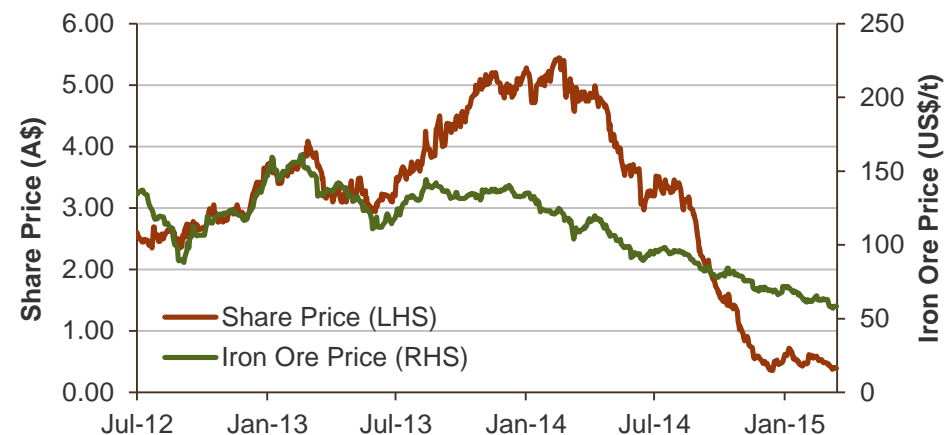
CORPORATE OVERVIEW



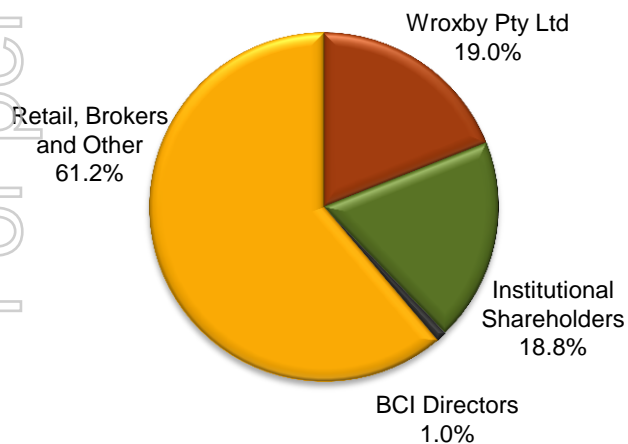
Capital Structure

Ordinary Shares	196.2m
Share Price (at 16-Mar-15)	\$0.39
Market Capitalisation	\$77m
Cash (at 31-Dec-14)	\$110m
Debt (at 31-Dec-14)	\$43m
Enterprise Value	\$10m
Options / Performance Rights	0.7m

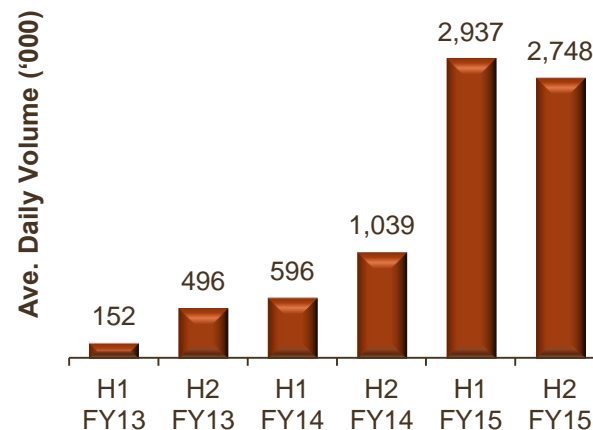
Share Price vs Iron Ore Price



Shareholder Breakdown (as at 28-Feb-15)



Enhanced Liquidity (excl. block trades)



Research Coverage



BC IRON KEY ASSETS



Cape Preston East Port

Tenure	20 year lease
Status	Updating feasibility study
Capacity	20Mtpa

Maitland River

Mardie

Bungaroo South

Ownership	100%
Status	Updating feasibility study
Production Rate	TBD
Reserves ¹	134Mt @ 57.6% Fe
Resources ¹	283Mt @ 56.5% Fe

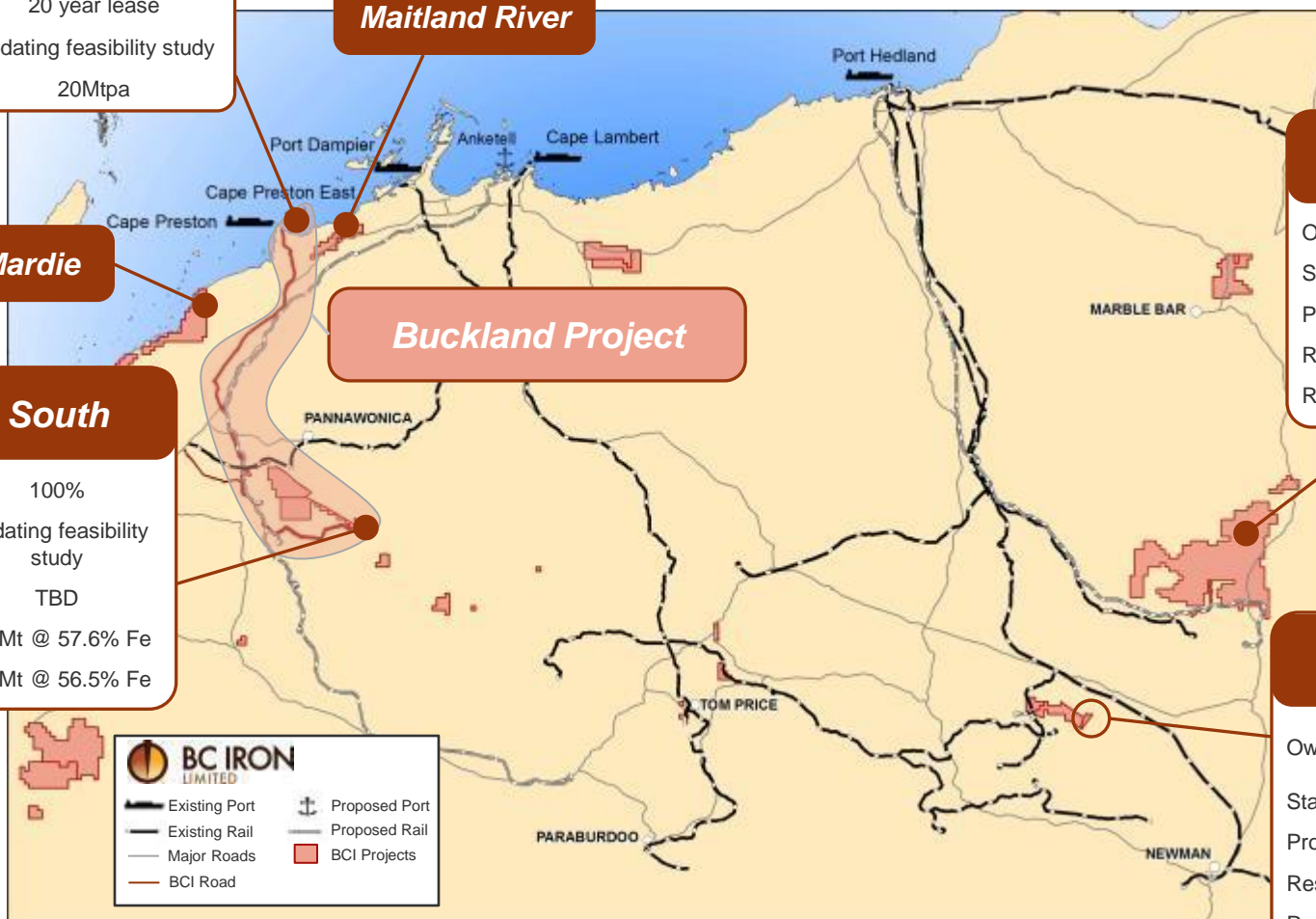
Buckland Project

Nullagine JV

Ownership	75%
Status	Operating
Production Rate	6Mtpa
Reserves ^{1,2}	29Mt @ 56.5% Fe
Resources ^{1,2}	97Mt @ 52.9% Fe

Iron Valley

Ownership	Mine gate sale with MIN
Status	Production
Production Rate	~5Mtpa
Reserves ¹	135Mt @ 58.5% Fe
Resources ¹	259Mt @ 58.3% Fe



Notes:

1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to appendices for further detail.
2. Shown on a 100% basis. Reserves include DSO Reserves and BSO Reserves, but exclude DSO stockpiles of 0.5Mt at 54.6% Fe.

BC IRON RESERVES / RESOURCES



Reserves (Equity Basis)¹

Project	Tonnes (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Nullagine ²	21.6	56.5	64.1	3.2	2.2	0.02	12.0
Buckland	134.3	57.6	62.6	6.5	2.4	0.15	8.0
Iron Valley	134.7	58.5	63.0	4.9	3.2	0.17	7.2
Total	290.6	57.9	62.9	5.5	2.8	0.15	7.9

Resources (Equity Basis)¹

Project	Tonnes (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Nullagine	73.0	52.9	60.1	5.5	4.4	0.02	11.8
Buckland	283.3	56.5	61.4	7.8	2.7	0.14	8.1
Iron Valley	259.1	58.3	62.7	5.4	3.2	0.17	6.9
Sub-total	615.4	56.8	61.8	6.5	3.1	0.14	8.0
Maitland ³	1,106.0	30.4	30.8	44.0	2.3	0.06	1.2

1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to Appendices for relevant detail.
2. Includes DSO Reserves and BSO Reserves, but excludes DSO stockpiles of 0.4Mt at 54.6% Fe (equity basis).
3. Beneficiable feed ore (BFO) that requires beneficiation.

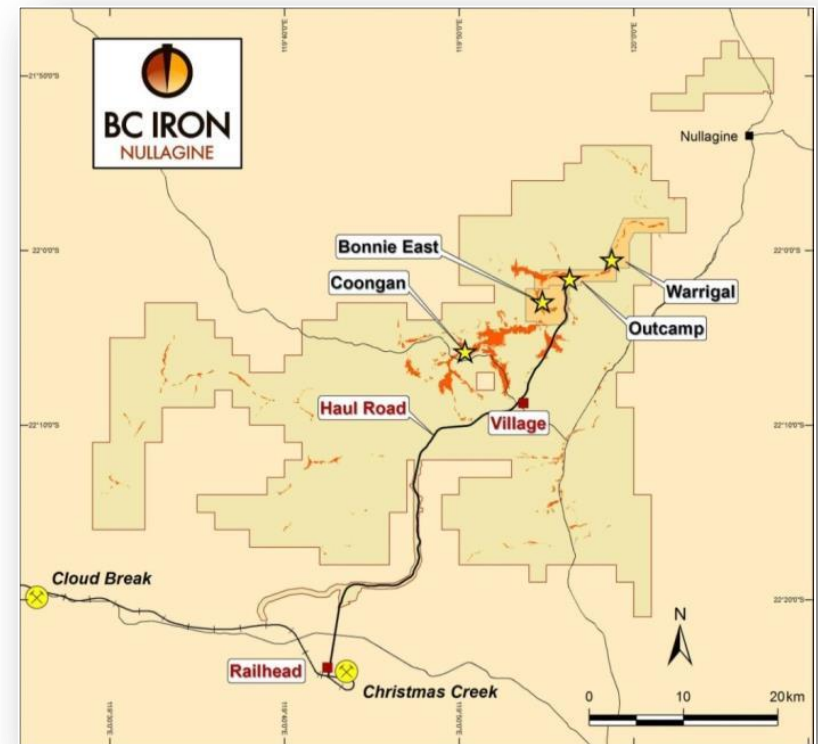


NJV – OVERVIEW



A producing mine with access to world-class infrastructure.

- Located ~55km north of FMG's Christmas Creek
- Unincorporated joint venture – 75% BCI, 25% FMG
 - ❖ *BC Iron is the manager of the NJV*
 - ❖ *FMG provides rail & port and marketing services*
- Capacity to export 6Mtpa – FY15 guidance of 5.2-5.6Mt
- C1 cost guidance of A\$47-51/wmt (FOB) for Dec-14 to Jun-15
 - ❖ *Targeting further sustainable cost savings*
- Current mine life of ~5 years, with average remaining LOM strip ratio of 1.5:1



Reserves and Resources as at 31 Dec 2014

	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
CID Resource	97.4	52.9	60.1	4.4	5.5	0.020	0.015	11.8
DSO Resource	35.2	57.1	64.6	2.2	3.1	0.016	0.012	11.6
DSO Reserve	23.6	57.0	64.7	2.0	2.9	0.015	0.011	11.8
BSO Reserve	5.1	53.8	61.5	3.0	4.4	0.018	0.010	11.8
DSO Stockpiles	0.5	54.6	-	2.8	4.2	-	-	-

Note: refer to NJV Ore Reserves and Mineral Resources announcement on ASX dated 24 February 2015.

NJV – OPERATIONS



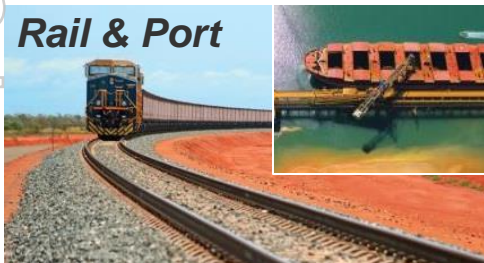
- Contract mining utilising Vermeer and Wirtgen surface miners
- Mine plan has four areas – currently mining at Outcamp and Warrigal
- Mine life of ~5 years, with average remaining LOM strip ratio of 1.5:1



- Dry crushing & screening process
- Two crushing hubs; MOC (Outcamp) and Warrigal
- Building stockpile 'safety net'



- Ore trucked 60km via private sealed road to dedicated stockyard at Christmas Creek railhead
- 8 PowerTrans units – dual powered with 5 trailers and 400t payload



- World class rail and port, and access to Capesize vessels
- Dedicated NJV stockyards at railhead and port
- NJV capacity of 6Mtpa

NJV – COST REDUCTIONS

Targeting a 15-25% reduction in Nullagine mine site costs¹ during 2H CY14 and CY15.

Achieved to Date

- Sustainable cost savings of \$2-3/wmt achieved in 2H CY14 through:
 - ❖ *Termination of a higher cost haulage contracts and prudent management of remaining contractors*
 - ❖ *Significant insourcing of consultancy work*
 - ❖ *Headcount reduction of 15-20% of direct employees at site and head office*

2015 Initiatives

- Tender of Warrigal hub contract – expect to deliver \$2-3/wmt across Warrigal tonnes
- Reassessment of main mining, crushing and screening contract in 2H CY15 – expect to at least translate the Warrigal hub saving across all tonnes
- Reassessment of road haulage contract in 2H CY15
- Ongoing mine plan assessment – push out higher strip ratio mesas through mine plan optimisation and Warrigal exploration

Non-controllable cost benefits

- Foreign exchange rates – 15% depreciation in last 6 months to 0.76 currently
- Freight rates – 50% decline in last 6 months to US\$4.50/wmt currently
- Diesel costs – Nearly 50% decline in oil price in last 6 months

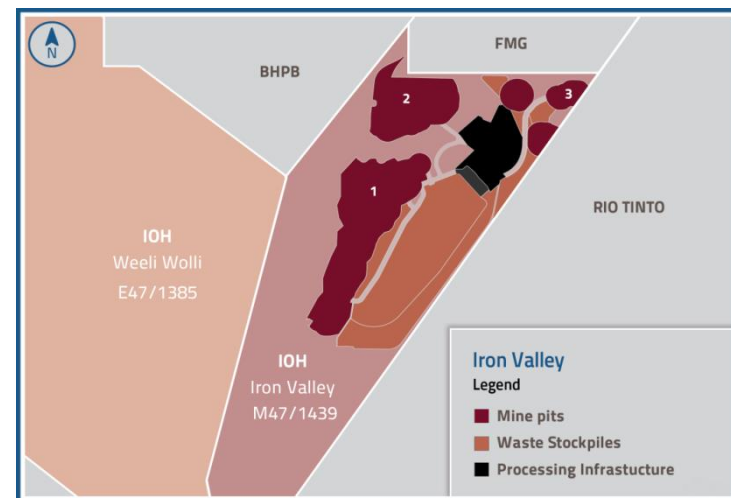
1. Nullagine mine site costs include mining, crushing and screening, road haulage and site admin costs.

IRON VALLEY – OVERVIEW



Operating mine that is generating cash flows via iron ore sale agreement with MIN.

- Iron ore sale agreement with Mineral Resources Limited (MIN)
 - ❖ *BC Iron retains tenement ownership and statutory obligations (incl. government royalties)*
 - ❖ *MIN operates the mine at MIN's cost*
 - ❖ *MIN buys ore from BCI at a price linked to MIN's FOB price*
 - ❖ *Term is lesser of 20 years or 200Mt purchased by MIN*
- Ore Reserve of 134.7 Mt at 58.5% Fe¹ and Mineral Resource of 259.1 Mt at 58.3% Fe¹
- Currently being operated as a DSO, truck haulage operation
 - ❖ *0.79M dmt shipped during Dec-14 quarter*
 - ❖ *BCI annual EBITDA guidance of \$2-24m, based on production of 3-5Mtpa and FOB received prices of A\$70-110/dmt*
- MIN evaluating potential for beneficiation and construction of a bulk ore transport system (BOTS) to Port Hedland
 - ❖ *Agreement contemplates these initiatives and provides for upside to BC Iron*



Iron Valley – Mine Layout



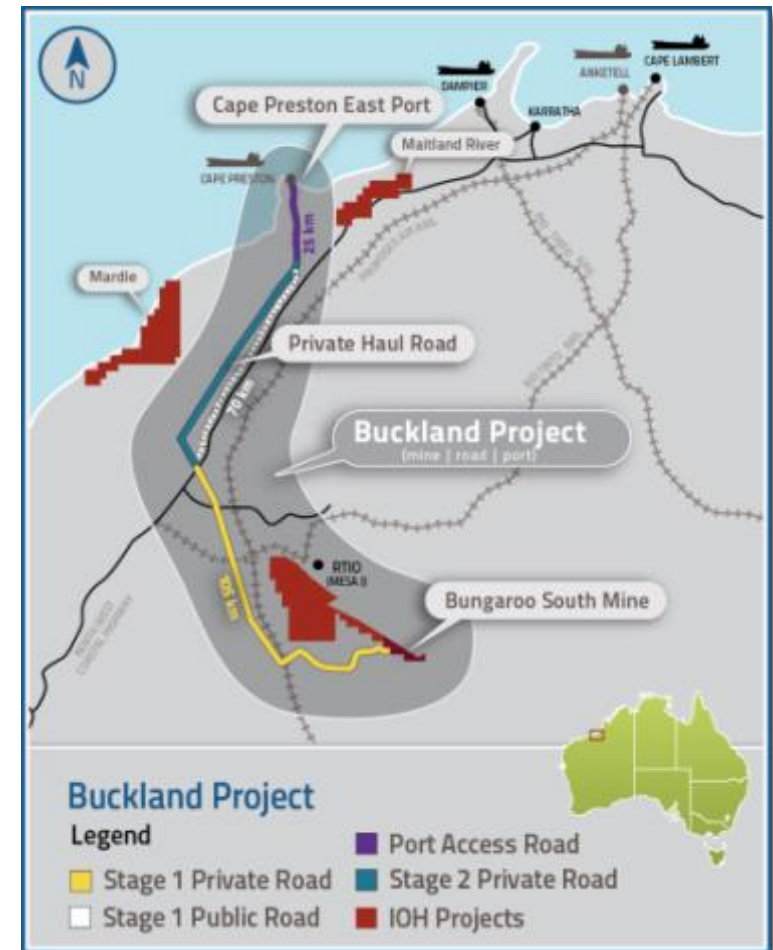
Iron Valley Commissioning – August 2014

1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to appendices for relevant detail.

BUCKLAND – OVERVIEW

Development project with an independent infrastructure solution.

- Wholly owned project located in the West Pilbara region
- Ore Reserve of 134.3 Mt at 57.6% Fe¹ and Mineral Resource of 283.2 Mt at 56.5% Fe¹
- Feasibility study completed by IOH in June 2014
 - ❖ *Potential 8Mtpa operation for 15 years at 1:1 strip ratio*
 - ❖ *Life of mine product grade of ~58% Fe*
 - ❖ *Independent infrastructure solution – road haulage via private/public then entirely private roads to proposed 20Mtpa transshipment port at Cape Preston East Port*
- All major permits and approvals received
- Current activities include:
 - ❖ *Reviewing and updating feasibility study in light of current market conditions*
 - ❖ *Discussions with potential stakeholders*
 - ❖ *Progressing further approvals*



1. Mineral Resources and Ore Reserves are prepared in accordance with JORC guidelines. Refer to appendices for relevant detail.

BUCKLAND – STRATEGY

Consider all mine / infrastructure / financing options and determine the optimal development and financing path for Buckland.

Mine development options

- Develop mine as per feasibility study (i.e. 8Mtpa operation)
- Smaller scale, lower capital start-up operation
- JV / acquire other projects in the region

Infrastructure options

- Independent solution as per feasibility study – road to transshipment port at Cape Preston East, with potential for 3rd party tonnes
- Proposed third party solutions, e.g. Aurizon's rail to Anketell Port and MIN's BOTS
- Other solutions or combinations of above

Financing options

- JV over all or part of Buckland (mine / road / port or combination thereof)
- Project finance / debt capital markets
- Equity capital markets

BC IRON OUTLOOK RECAP



NJV

- Operating at 6Mtpa run-rate
- FY15 sales guidance of 5.2-5.6M wmt (100% basis)
- C1 cash costs of \$47-51/wmt (FOB) for the Dec-14 to Jun-15 period
- Further sustainable cost reductions targeted – at least \$2-3/wmt in 2015

Iron Valley

- Currently being operated by MIN as a DSO, truck haulage operation
- MIN evaluating beneficiation and alternative transport solution (BOTS) to enhance Iron Valley economics
- Agreement with MIN contemplates these initiatives and provides for upside to BC Iron

Buckland

- Development project with potential mine life in excess of 15 years
- Consider all mine / infrastructure / financing options to determine optimal development and financing path
- Continue to progress Cape Preston East towards development readiness

APPENDICES



NJV RESERVES & RESOURCES



CID Mineral Resource at 31 December 2014 (BC Iron 75%, FMG 25%)

Classification	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Measured	14.8	53.6	61.2	3.9	4.5	0.014	0.012	12.4
Indicated	34.6	54.1	61.6	3.2	4.4	0.018	0.012	12.1
Inferred	48.0	51.9	58.6	5.5	6.7	0.023	0.019	11.4
Total CID	97.4	52.9	60.1	4.4	5.5	0.020	0.015	11.8

DSO Mineral Resource at 31 December 2014 (BC Iron 75%, FMG 25%)

Classification	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Measured	8.1	57.2	64.8	2.4	2.8	0.013	0.011	11.7
Indicated	21.4	57.0	64.6	2.0	3.0	0.016	0.011	11.8
Inferred	5.7	56.9	64.0	2.7	3.9	0.021	0.015	11.1
Total DSO	35.2	57.1	64.6	2.2	3.1	0.016	0.012	11.6

DSO Ore Reserve at 31 December 2014 (BC Iron 75%, FMG 25%)

Classification	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Proved	4.6	57.7	65.5	2.0	2.3	0.011	0.012	11.9
Probable	19.0	56.9	64.5	2.0	3.1	0.015	0.011	11.8
Total	23.6	57.0	64.7	2.0	2.9	0.015	0.011	11.8

BSO Probable Ore Reserve at 31 December 2014 (BC Iron 75%, FMG 25%)

	Mt	Fe%	CaFe%	Al ₂ O ₃ %	SiO ₂ %	P%	S%	LOI
Feed Material	12.9	50.9	58.3	3.9	5.9	0.020	0.011	12.7
Beneficiated Product	5.1	53.8	61.5	3.0	4.4	0.018	0.010	12.5

DSO Stockpile Inventory at 31 December 2014 (BC Iron 75%, FMG 25%)

	Mt	Fe%	Al ₂ O ₃ %	SiO ₂ %
Total	0.54	54.6	2.8	4.2

Note:

CID Resources are inclusive of DSO Resources, which are in turn inclusive of DSO Reserves. CID Resources are also inclusive of a portion of the BSO Reserve (feed material) that doesn't sit within existing low grade stockpiles. CID stands for "channel iron deposit". BSO stands for "beneficiated shipping ore". Total may not sum due to rounding

BUCKLAND AND IRON VALLEY RESERVES

Buckland Project Ore Reserve at 30 June 2014

Project	Deposit	JORC Ore Reserve	Cut-off (% Fe)	Tonnes ^B (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Buckland	Bungaroo South	Proved	54	23.2	58.3	62.9	5.8	2.9	0.15	7.4
		Probable		106.7	57.5	62.6	6.6	2.3	0.15	8.1
	Dragon	Proved		-	-	-	-	-	-	-
		Probable		4.4	57.1	62.3	6.5	2.8	0.14	8.4
	Subtotal	Proved		23.2	58.3	62.9	5.8	2.9	0.15	7.4
		Probable		111.1	57.5	62.6	6.6	2.3	0.15	8.1
Total				134.3	57.6	62.6	6.5	2.4	0.15	8.0

Total Ore Reserves at 30 June 2014

Project	Deposit	JORC Ore Reserve	Cut-off (% Fe)	Tonnes ^B (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)
Iron Valley	Iron Valley ^A	Proved	-	-	-	-	-	-	-	-
		Probable	53	134.7	58.5	63.0	4.9	3.2	0.17	7.2
Buckland	Bungaroo South	Proved	54	23.2	58.3	62.9	5.8	2.9	0.15	7.4
		Probable		106.7	57.5	62.6	6.6	2.3	0.15	8.1
	Dragon	Proved		-	-	-	-	-	-	-
		Probable		4.4	57.1	62.3	6.5	2.8	0.14	8.4
Total				269.0	58.1	62.8	5.7	2.8	0.16	7.6

Notes:

A. Reported in 2012 in accordance with JORC Code 2004 edition.

B. Tonnages are dry metric tonnes and have been rounded, hence small differences may be present in totals.

BUCKLAND, IRON VALLEY AND MAITLAND RESOURCES



IOH Projects Total Mineral Resource at 30 June 2014

Location	Type	Project	Deposit	JORC Class	Cut-off (%Fe)	Tonnes ^B (Mt)	Fe (%)	CaFe (%)	SiO ₂ (%)	Al ₂ O ₃ (%)	P (%)	LOI (%)	
Central Pilbara	DSO ^C	Iron Valley ^A	Iron Valley	Indicated	50	216.3	58.4	63.0	5.1	3.1	0.18	7.2	
				Inferred	50	42.8	57.9	61.1	7.0	3.9	0.14	5.2	
Western Pilbara		Buckland	Bungaroo South	Measured	50	30.9	57.4	62.1	6.7	3.0	0.15	7.6	
				Indicated	50	214.9	56.6	61.6	7.8	2.4	0.15	8.1	
			Dragon	Indicated	50	9.1	55.8	60.9	8.1	3.1	0.14	8.3	
				Inferred	50	3.4	54.7	59.4	10.2	3.0	0.13	7.9	
			Rabbit	Indicated	50	5.9	55.0	58.9	10.3	3.4	0.13	6.6	
				Inferred	50	1.3	53.7	58.1	11.2	3.3	0.08	7.5	
			Rooster	Indicated	50	5.2	55.8	60.2	7.2	4.6	0.08	7.3	
				Inferred	50	5.4	52.1	56.8	9.6	6.3	0.06	8.3	
			Snake	Inferred	50	7.1	57.0	62.6	5.8	2.8	0.15	9.0	
			Sub Total	Measured				50	30.9	57.4	62.1	6.7	3.0
Indicated				50	451.4	57.4	62.2	6.5	2.8	0.16	7.7		
Inferred				50	60.0	57.0	60.7	7.3	3.9	0.13	6.1		
Total						542.3	57.4	62.0	6.6	2.9	0.16	7.5	
Coastal Pilbara	BFO ^D	Maitland	Maitland River ^A	Inferred	26	1,106.0 ^E	30.4	30.8	44.0	2.3	0.06	1.2	

Notes:

- This information was prepared and first disclosed under the JORC Code 2004. It has not been updated since to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported. All other resources classified and reported in accordance with JORC Code 2012 edition.
- Tonnages are dry metric tonnes and have been rounded, hence small differences may be present in the totals.
- DSO ("Direct Shipping Ore") is considered to be ore types which do not require significant beneficiation (upgrading) before it is usable feedstock in the sinter or iron making processes.
- BFO ("Beneficiable Feed Ore") is comprised of ore types which require significant beneficiation (upgrading) before it is usable as feedstock on the sinter or iron making processes.
- Indicative Davis Tube Recovery (grind size, P80 25µ) test work produced a magnetite concentrate with weight yields ranging from 13-28%.

IMPORTANT NOTICES



Ore Reserves and Mineral Resources Disclosures

The information in this announcement that relates to Mineral Resources and Ore Reserves at the Nullagine Joint Venture is extracted from the ASX announcement entitled NJV Ore Reserves and Mineral Resources dated 24 February 2015 and is available to view on <http://www.bciron.com.au/investors/asx-announcements/2015.html>. BC Iron confirms that it is not aware of any new information or data that materially affects the information included in the original market announcement and, in the case of estimates of Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimate in the original market announcement continue to apply and have not materially changed. BC Iron confirms that the form and context in which the Competent Persons' findings are presented have not been materially modified from the original market announcement.

The information in this announcement that relates to Mineral Resources and Ore Reserves at the Buckland Project is extracted from the Iron Ore Holdings Limited ASX Announcement titled "Buckland Project – Updated Ore Reserve" (dated 4 June 2014). This announcement is available to view at <http://www.bciron.com.au/investors/asx-announcements/ioh-archive.html>. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcements.

In respect of the Iron Valley and Maitland River deposits the information in this announcement that relates to Mineral Resources estimates has been compiled by Mr Lynn Widenbar, who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Widenbar is a full time employee of Widenbar and Associates and produced the Mineral Resource Estimates based on data and geological information supplied by IOH. Mr Widenbar has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Minerals Resources and Ore Reserves. Mr Widenbar consents to the inclusion in this announcement of the matters based on his information in the form and context that the information appears. It has been not been updated to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

The information in this announcement that relates to Ore Reserve estimations for the Iron Valley Deposit is based on information compiled by Mr Alan G. Cooper, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Cooper was a full time employee of Snowden Mining Industry Consultants Pty Ltd. Mr Cooper has sufficient experience which is relevant to the style of mineralisation and type of deposit 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 Cooper consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears. It has been not been updated to comply with JORC Code 2012 on the basis that the information has not materially changed since it was last reported.

For personal use only



BC IRON
LIMITED

Level 1, 15 Rheola Street
West Perth, WA, Australia
Phone : +61 8 6311 3400
Email : info@bciron.com.au
Website : www.bciron.com.au