

ASX ANNOUNCEMENT**28 April 2014**

ASX Market Announcements Office
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

By electronic lodgement**McAleese to double iron ore haulage at Mt Webber mine**

McAleese Limited (ASX: MCS) (**McAleese Group**) today announced that its wholly owned subsidiary, McAleese Resources Pty Ltd (**McAleese Resources**), will double its road haulage for the Atlas Iron Limited (ASX: AGO) (**Atlas**) Mt Webber mine under the terms of its existing four year agreement.

As previously announced on 18 December 2013, McAleese Resources will commence haulage of 3mtpa for the Mt Webber mine in mid 2014, and will now increase its haulage capacity to meet the 6mtpa requirement by January 2015.

The Mt Webber haulage agreement is McAleese Resources' fifth road haulage contract with Atlas.

McAleese Group Managing Director and CEO, Mark Rowsthorn, commented, "We are extremely pleased to be awarded this additional 3 million tonnes for Mt Webber and are looking forward to delivering safe and efficient services to our long term and valued customer, Atlas."

The additional 3mtpa represents in excess of \$220 million in additional revenue over the life of the agreement. McAleese Group will invest ~\$30 million in operating equipment and supporting infrastructure during the second half of this calendar year.

"We have expanded our Port Hedland facility and are continuing to grow our operational capacity in the Pilbara," Mr Rowsthorn added.

Mt Webber is located approximately 230 kilometres from Port Hedland's Utah Point port facility. Haulage for Mt Webber is due to commence in mid 2014 with ore shipments expected to commence from the June quarter of 2014.

Ends**McAleese Group Communications and Investor Relations:**

0477020337

investors@mcaleesegroup.com.auwww.mcaleese.com.au