

Warramboos Stage II Drilling Completion

Iron Road Limited (Iron Road, ASX:IRD, IRDO) is pleased to announce that Stage II drilling at the Company's wholly owned Warramboos Iron Project is now complete. RC chips and diamond drill cores are currently in various stages of preparation and processing for XRF assay, Davis Tube Recovery and metallurgical test work.

Highlights

- Thirty-five holes totalling over 7,000m for Stage II drilling programme complete.
- Assay (XRF) results from 7 RC drill holes at Collins confirm the potential of this area for magnetite.
- Twenty-eight RC and diamond drill holes at the Boo-Loo project area demonstrate excellent continuity of magnetite mineralisation along strike and down dip.
- Final processing of field samples in preparation for a JORC compliant inferred Resource estimate report targeting 60-80Mt* magnetite.



Figure 1

Diamond drilling at the Boo-Loo project area

The Stage II drilling programme at the Warramboos Iron Project is now complete. This programme was planned to complete holes at Collins not finished during Stage I drilling and to investigate in detail an area of high potential identified at Boo-Loo. The key objective at Boo-Loo is to demonstrate continuity of magnetite mineralisation in preparation for the calculation of a JORC compliant Resource estimate report.

Iron Road Managing Director, Mr Andrew Stocks, said that the continued development of Warramboos was delivering significant shareholder value.

"I am very pleased for Iron Road to potentially emerge with a significant iron resource in the Eyre Peninsula, so soon after commencing work at the project," said Mr Stocks.

"We anticipate new sources of iron ore, such as the Eyre Peninsula, to make a meaningful contribution to the seaborne iron ore market in the coming years. As we continue to develop Warramboos, we are well placed to take advantage of future supply demand as an independent company on the Eyre Peninsula."

During the Stage II programme 1,042m of drilling was achieved at Collins and 6,168m at Boo-Loo. At Collins XRF assay results confirm the potential of this area for magnetite (see update 14 April 2009). Sixteen of the 28 RC drill holes at Boo-Loo have diamond tails with an additional large diameter diamond hole drilled specifically for metallurgical test work (Fig. 2). Diamond drill core allows for detailed structural, geotechnical and mineralogical information to be captured, which is generally not possible with RC chips.

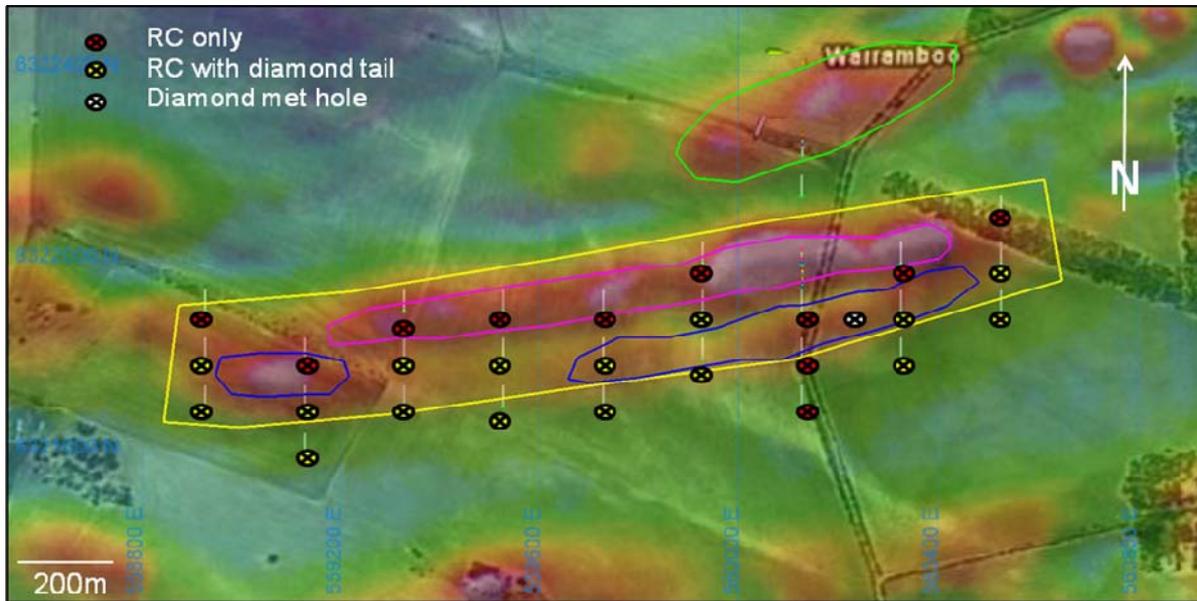


Figure 2 RC and diamond drilling at the Boo-Loo project area

Pattern drilling at Boo-Loo confirms excellent continuity of magnetite mineralisation along strike and down dip. Drill hole depths vary from 120m to 396m with mineralisation open at depth. A JORC compliant Resource estimate report will be compiled by Coffey Mining. An inferred Resource target of 60-80Mt* magnetite is envisaged.

ProMet will be overseeing metallurgical testing that includes dry magnetic separation test work.

The Stage II drilling programme forms part of a planned initial three stage programme with a view to establishing a long-life +5Mtpa magnetite concentrate export operation. Test work from the Stage I drilling programme indicates that a high quality concentrate may be produced from Warrambo grading ~70.3% iron with low impurities.

The 'Warrambo cluster' currently under investigation forms only part of the Warrambo Iron Project. Further magnetic anomalies occur to the south at the 'Kopi' and 'Hambidge' clusters.

***JORC – Exploration Targets**

It is common practice for a Company to comment on and discuss its exploration in terms of target size and type. The information in this update relating to exploration targets should not be misunderstood or misconstrued as an estimate of Mineral Resources or Ore Reserves. Hence the terms Resource(s) or Reserve(s) have not been used in this context. Any potential quantity and grade is conceptual in nature, since there has been insufficient work completed to define them beyond exploration targets and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

-ENDS-

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About Iron Road

Iron Road was established to capitalise on the growing global demand for iron ore. The Company has a strong project portfolio comprised of an advanced stage exploration project with excellent infrastructure nearby, complimented by early stage projects.

Iron Road's principal project is the Warrambo Iron Project in South Australia (Figure 3). Early test work indicates that a high quality iron concentrate may be produced grading approximately 70.3% iron. This project is complemented by early stage projects prospective for iron ore mineralisation in Western Australia (Windarling, Murchison) and South Australia (West Gawler).

The Company has a distinguished Board and management team that are multi-disciplinary and experienced in the areas of exploration, project development, mining and finance.

The information in this report relating to Exploration Results is based on information compiled by Mr Malcolm Castle who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Castle is a consultant to the Company. Mr Castle 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 Castle consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

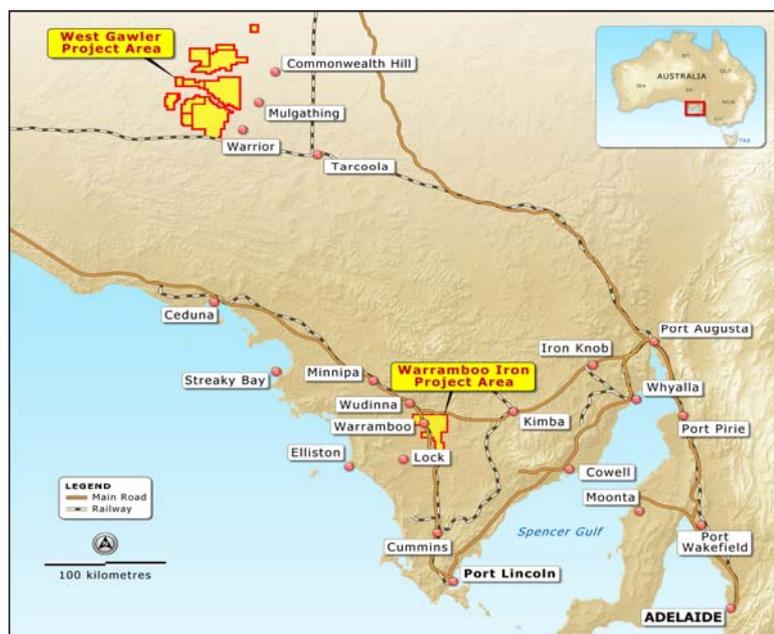


Figure 3- South Australian project areas