

Company Announcement Office
ASX Limited

PROPOSED ISSUE OF OPTIONS

Director Options

The Board of Iron Road Limited intends to issue incentive options to its recently appointed Non - Executive Director Mr Jerry Ellis. These options will be subject to shareholder approval at the Company's next shareholder meeting.

The details of the proposed issue are as follows:

500,000 options to acquire shares at \$1.00 cents per share expiring 5 years from date of issue.

Employee Options

The Board of Iron Road Limited also intends to issue 300,000 options to employees under the terms of the Company's Employee Share Option Plan.

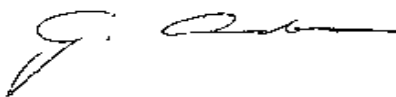
The details of the proposed issue are as follows:

Tranche	Number of Options	Exercise Hurdle	Exercise Price
1	100,000	Publication of a JORC compliant resource of at least 2 Billion tonnes of iron ore	\$1.00
2	100,000	Completion of definitive feasibility study	\$1.25
3	100,000	Share price remaining at or above \$1.75 for at least 30 days	\$1.50

The term of these options will be 5 years from date of issue.

Yours sincerely,

IRON ROAD LIMITED



Graham Anderson
Company Secretary