

CENTRAL EYRE IRON PROJECT

Stage VIII Drilling Programme Commences

Iron Road Limited (Iron Road, ASX: IRD) is pleased to announce that the Stage VIII drilling programme has commenced at the Central Eyre Iron Project (CEIP).

Highlights

- Stage VIII mineral resource expansion drilling programme comprises 10 vertical diamond drill holes situated on the southern extremity of Murphy South.
- Drilling utilising four diamond rigs commenced, with 5,800m planned.
- Drilling programme designed to delineate and test the down-dip extension of the Murphy South orebody across 1,600m strike length.
- Stage VIII has an exploration target of 300-400Mt magnetite gneiss at an estimated grade of 16-18% iron¹.
- A definitive feasibility study is underway examining production of high-grade concentrate of about 67% iron at a relatively coarse size distribution of -106µm (80% passing).

Summary

The Department for Manufacturing, Innovation, Trade, Resources and Energy (DMITRE) approved a programme of 10 vertical diamond drill holes comprising the Stage VIII drilling programme at Murphy South (Figure 1).

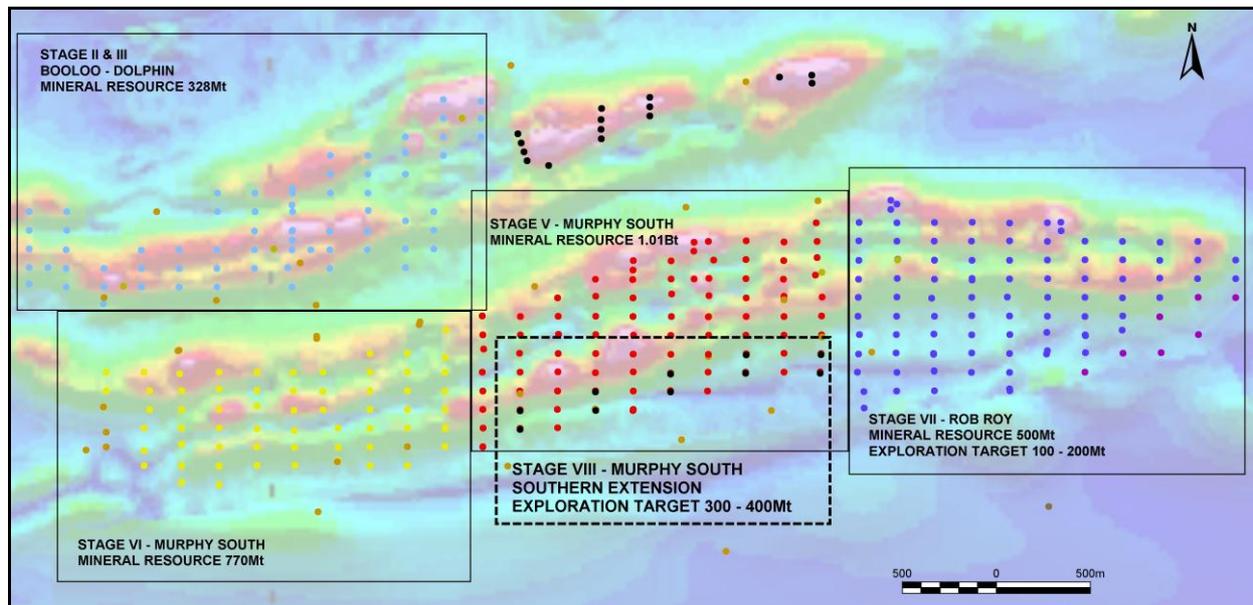


Figure 1 – Plan view of CEIP Boo-Loo - Dolphin, Murphy South and Rob Roy drilling programmes. Murphy South Stage VIII target area is situated immediately south of the Murphy South Stage V drilling programme.

¹ The potential quantity and grade of an exploration target is conceptual in nature since there has been insufficient work completed to define the prospects as anything beyond exploration target. It is uncertain if further exploration will result in the determination of a Mineral Resource, in cases other than the Boo-Loo and Murphy South prospect.

Drilling of this programme commenced on the completion of the Stage VII resource expansion drilling at the Rob Roy area, situated to the east and adjacent to Murphy South (Figure 1). The first part of the mineral resource estimate for Rob Roy was announced on 23rd November 2012 resulting in a global mineral resource estimate upgrade to 2.6Bt at 16% iron². The second part of the drilling conducted at Rob Roy targeted the eastern extremity of the area and the mineral resource upgrade from here will be included with the estimate for the current Stage VIII programme at Murphy South.

Individual diamond holes at Stage VIII range from 500m-700m in depth, with drilling on a 400m x 100m grid. The drilling programme will explore the down dip extension of the Murphy South orebody over an area approximately 200m wide x 1600m long (Figure 2). The Stage VIII exploration target is 300-400Mt magnetite gneiss at an estimated grade of 16-18% iron³.

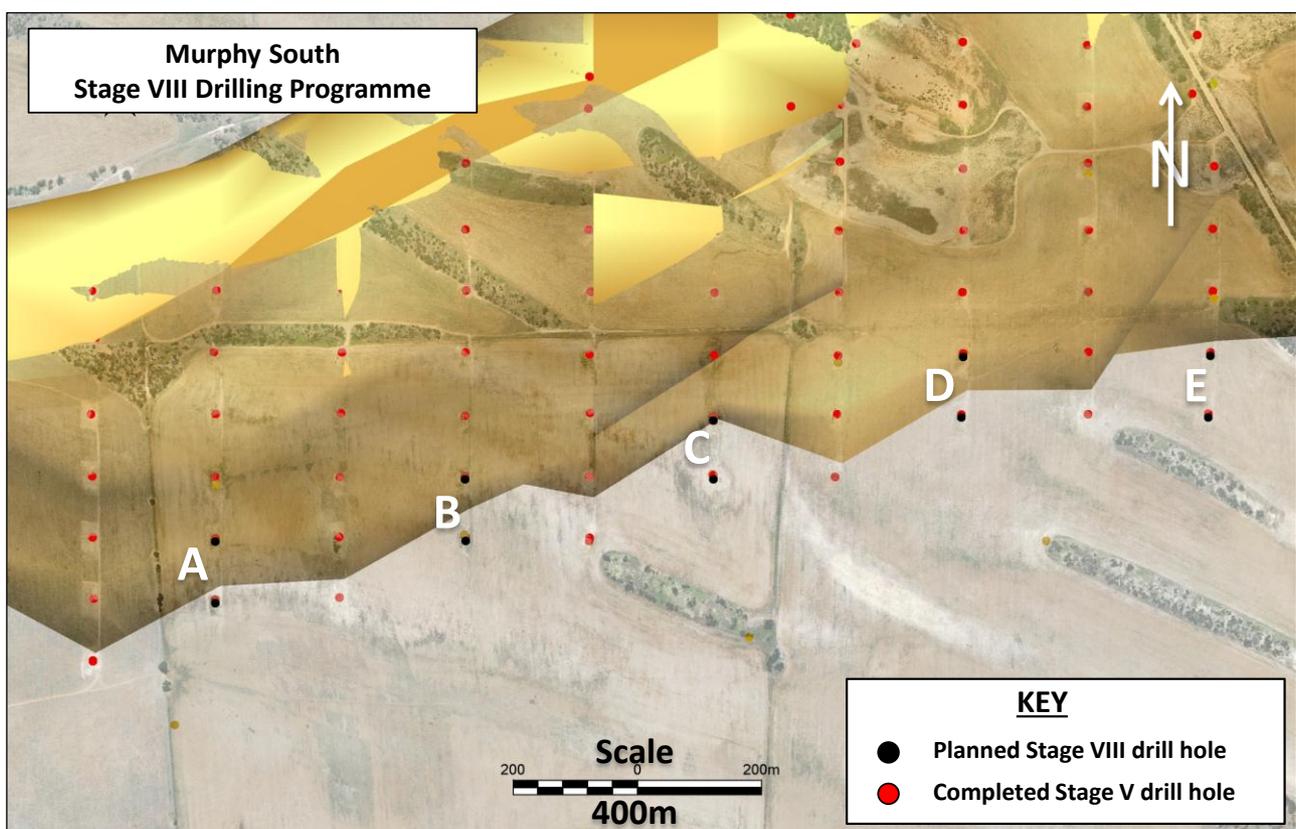


Figure 2 – Plan view of CEIP Murphy South Stage VIII target area, south of the previously completed Murphy South Stage V drilling programme. Sections A to E shown with collars in black. Brown and yellow colours outline the solids model of the orebody.

² Refer to Mineral Resource Estimate at page 5

³ The potential quantity and grade of an exploration target is conceptual in nature since there has been insufficient work completed to define the prospects as anything beyond exploration target. It is uncertain if further exploration will result in the determination of a Mineral Resource, in cases other than the Boo-Loo and Murphy South prospect.

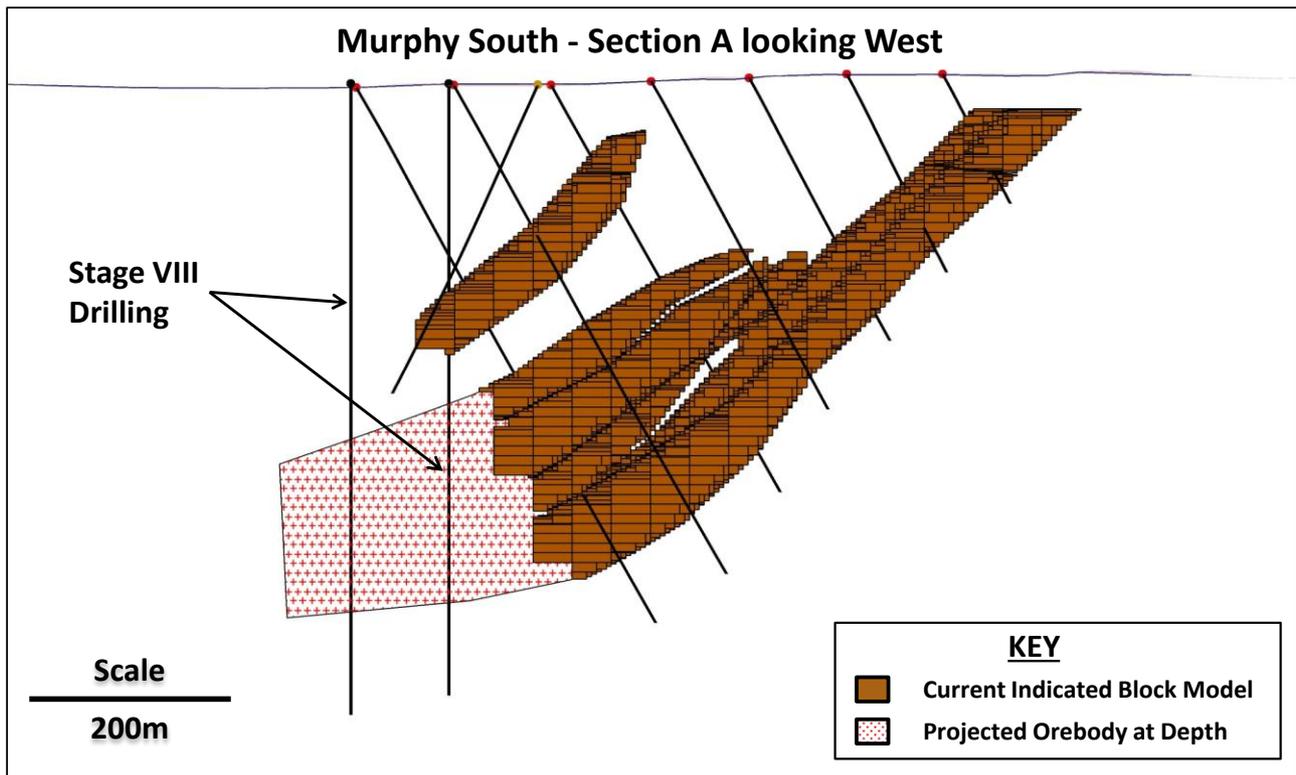


Figure 3 – Representative Section A (563140mE) across the Stage VIII Murphy South drilling programme indicating the targeted down dip mineralization (hatched).

The definitive feasibility study currently underway envisages producing 20 million tonnes per annum of premium value, 67% iron concentrate for a minimum 30 year mine life. It is Iron Road’s intention to ultimately delineate source material for 1 billion tonnes of 67% iron concentrate, providing the flexibility to extend the life and implement expansion options over time for the benefit of Iron Road shareholders, the communities of the Eyre Peninsula and the state of South Australia.

– ENDS –

For further information, please contact:

Andrew Stocks

Shane Murphy

Managing Director

Iron Road Limited

Tel: +61 8 9200 6020

Mob: +61 (0)403 226 748

Email: astocks@ironroadlimited.com.au

FTI Consulting

Tel: +61 8 9485 8888

Mob: +61 (0)420 945 291

Email: shane.murphy@fticonsulting.com

Or visit www.ironroadlimited.com.au

Iron Road's principal project is the Central Eyre Iron Project (CEIP) in South Australia. A prefeasibility study has demonstrated the viability of a mining and beneficiation operation initially producing 12.4Mtpa of premium iron concentrate for export. A definitive feasibility study is currently assessing production of 20Mtpa of iron concentrates.

Metallurgical test work indicates that a coarse-grained, high grade, blast furnace quality concentrate may be produced at a grind size of -106µm grading 67% iron with low impurities.

** It is common practice for a company to comment on and discuss its exploration in terms of target size, grade and type. The potential quantity and grade of an exploration target is conceptual in nature since there has been insufficient work completed to define the prospects as anything beyond exploration target. It is uncertain if further exploration will result in the determination of a Mineral Resource, in cases other than the Boo-Loo, Dolphin and Murphy South/Rob Roy prospect.*



The information in this report that relates to Exploration Results and exploration targets at Murphy South and Rob Roy is based on and accurately reflects information compiled by Mr Larry Ingle who is a fulltime employee of Iron Road Limited and a Member of the Australasian Institute of Mining and Metallurgy. Mr Ingle has sufficient experience relevant to the style of mineralisation and 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 Ingle 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 global exploration targets at the Central Eyre Iron Project is based on and accurately reflects information compiled by Mr Albert Thamm, Coffey Mining, who is a consultant and advisor to Iron Road Limited and a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Thamm 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”. Coffey 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 and Murphy South is based on and accurately reflects information compiled by Mr Ian MacFarlane, Coffey Mining, who is a consultant and advisor to Iron Road Limited and a Fellow of the Australasian Institute of Mining and Metallurgy. 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”. Coffey Mining 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 Rob Roy is based on and accurately reflects information compiled by Ms Heather Pearce, who is a full time employee of Iron Road Limited. This estimation was peer review by Dr Isobel Clark of 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”. Xstract Mining Consultants consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.

Attachment 1 – Mineral Resource Estimates

| Murphy South / Rob Roy Mineral Resource Estimate | | | | | | | |
|--|-----------------------------|--------------|-----------|----------------------|------------------------------------|-------------|------------|
| Resource Classification | Oxidation | Tonnes (Mt) | Fe (%) | SiO ₂ (%) | Al ₂ O ₃ (%) | P (%) | LOI (%) |
| Inferred | Fresh | 1042 | 16 | 54 | 13 | 0.08 | 0.4 |
| | Transitional | 32 | 16 | 51 | 14 | 0.05 | 5.5 |
| | Oxide | 87 | 16 | 51 | 14 | 0.05 | 5.8 |
| <i>Total Inferred</i> | | 1,161 | 16 | 53 | 13 | 0.08 | 0.9 |
| Indicated | Fresh | 1,108 | 16.0 | 53.2 | 12.9 | 0.08 | 0.4 |
| <i>Total Indicated</i> | | 1,108 | 16.0 | 53.2 | 12.9 | 0.08 | 0.4 |
| Total | Murphy South/Rob Roy | 2,269 | 16 | 53 | 13 | 0.08 | 0.7 |

The Murphy South/Rob Roy mineral resource estimate was carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd (Murphy South and Boo-Loo) and Iron Road Limited and peer reviewed by Xstract Mining Consultants (Rob Roy).

| Boo-Loo Mineral Resource Estimate | | | | | | | |
|-----------------------------------|--------------|-------------|-----------|----------------------|------------------------------------|-------------|------------|
| Resource Classification | Oxidation | Tonnes (Mt) | Fe (%) | SiO ₂ (%) | Al ₂ O ₃ (%) | P (%) | LOI (%) |
| Inferred | Fresh | 277 | 17 | 52 | 12 | 0.01 | 0.5 |
| | Transitional | 13 | 17 | 52 | 12 | 0.09 | 10.7 |
| | Oxide | 38 | 17 | 52 | 12 | 0.09 | 10.8 |
| Total | | 328 | 17 | 52 | 12 | 0.09 | 2.1 |

The mineral resource estimates were carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd.

| CEIP Global Mineral Resource | | | | | | | |
|------------------------------|----------------|--------------|-----------|----------------------|------------------------------------|-------------|------------|
| Location | Classification | Tonnes (Mt) | Fe (%) | SiO ₂ (%) | Al ₂ O ₃ (%) | P (%) | LOI (%) |
| Murphy South/Rob Roy | Indicated | 1,108 | 16.0 | 53.2 | 12.9 | 0.08 | 0.4 |
| | Inferred | 1,160 | 16 | 53 | 13 | 0.08 | 0.7 |
| Boo-Loo | Inferred | 328 | 17 | 52 | 11 | 0.09 | 2.1 |
| Total | | 2,597 | 16 | 53 | 13 | 0.08 | 0.7 |

The Murphy South/Rob Roy and Boo-Loo mineral resource estimate was carried out following the guidelines of the JORC Code (2004) by Coffey Mining Ltd (Murphy South and Boo-Loo) and Iron Road Limited and peer reviewed by Xstract Mining Consultants (Rob Roy).