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## DECEMBER 2009 QUARTERLY REPORT

29 January 2010

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### ATLAS IRON LIMITED

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### About Atlas Iron Limited

- Atlas is a rapidly growing iron ore miner and explorer in the Pilbara of Western Australia.
- Atlas commenced the export of iron ore from Pardoo in December 2008, and is on target to grow production at Pardoo to 2.4Mtpa by mid 2010.
- With targeted production at Wodgina, Abydos and Mt Webber, Atlas is targeting a production rate of 6Mtpa of DSO from late 2010, and 12Mtpa by 2012.
- Atlas has merged with Warwick Resources, establishing a platform for further production growth from the South East Pilbara.

### HIGHLIGHTS FOR THE QUARTER

- 1,082,912 tonnes shipped since December 2008.
- 1,020,758 tonnes shipped in the 2009 calendar year.
- 195,930 ore tonnes mined for the quarter.
- 326,422 ore tonnes processed for the quarter.
- 331,530 tonnes shipped for the quarter (Sept Qtr 316,452 tonnes).
- New Pardoo crushing and screening plant fully operational.
- Construction commenced at the Wodgina DSO Project.
- 304 exploration and resource definition holes drilled for 14,054 metres.
- Merger with Warwick Resources completed in December 2009.
- \$146 million of cash on hand at 31 December 2009.
- Ridley Magnetite partner identification process: Proposals from a number of significant international entities received. Atlas is targeting completion of a binding agreement in the current quarter.

### Subsequent to the end of the December Quarter

- Resources increased by 230% year on year to 186.6 million tonnes at 56.6% Fe.
- Revised exploration target range for all projects to 430 to 750Mt at between 57% and 60% Fe.
- Wodgina Reserves increased 120% to 20.9Mt at 57.7%Fe.
- 167,423 tonnes shipped in January 2010.
- Wodgina mining operations tendering process nearing completion.
- Two long-term off-take agreements for 1.1Mtpa signed with medium-sized Chinese steel mills for Wodgina DSO.

## INTRODUCTION

Atlas Iron Limited (Atlas or the Company) is exporting iron ore through the port of Port Hedland and actively exploring for Direct Shipping Ore (DSO) in the Pilbara of Western Australia. With a growing number of high quality iron ore projects and one of the largest exploration landholdings in the Pilbara, the Company has the resources to underpin rapid expansion plans in the North Pilbara over the next three years. In the longer term Atlas is seeking to expand its operations into the Newman area, through the recently completed merger with Warwick Resources Limited.

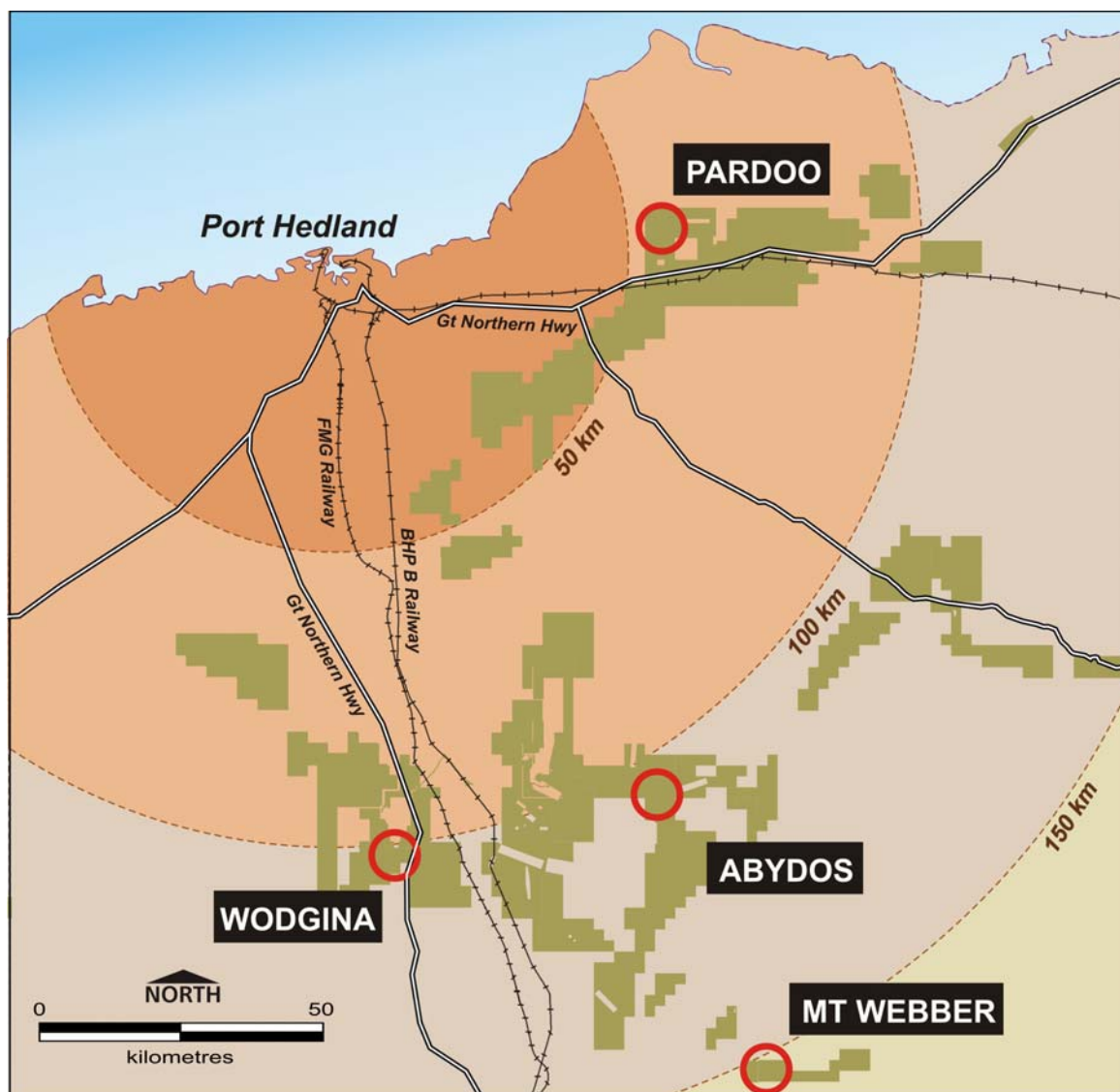


Figure 1: Northern Pilbara Projects Location Plan

While exporting iron ore from the Pardoo mine (Atlas' first mine development), Atlas is also active in feasibility assessment, new acquisitions, target generation and grass roots exploration. Ongoing project definition through acquisition, exploration and feasibility studies

has delivered a strong project pipeline. Atlas is targeting production rates of 12 million tonnes per annum of Direct Shipping Ore (DSO) by 2012.

As the Company demonstrates its capacity to discover, assess and develop, it is well positioned to advance a number of projects concurrently, with the intention to both expand the Company's production base and extend mine life.

## PARDOO PROJECT

Atlas' Pardoo Project is located 75 kilometres by road from the Public Access Port of Port Hedland, in the Pilbara of Western Australia. Mining, processing and direct shipping iron ore exports are now in progress, with Atlas having shipped 1.2 million tonnes from mine commencement to the end of January 2010. Production at Pardoo is anticipated to reach an annualised rate of 2.4Mt, concurrent with the commissioning of the Utah Point port facility in the third quarter of 2010, with an ultimate target of 3Mtpa mine production capacity.

### *Pardoo DSO Mine Development and Production*

Mine production during the quarter was primarily derived from the Bobby, Alice East and West pits, with pit development progressing at South Limb. During the month of December the Company shipped its one millionth ore tonne from Pardoo, and achieved its one million tonnes shipped target for the 2009 calendar year.

Table 1 below outlines the December 2009 quarter production in comparison to the previous quarter (September 2009).

Table 1: Pardoo Mine Production				
	December Quarter 09 (t)	September Quarter 09 (t)	Variance Quarter (t)	Variance Quarter (%)
Ore Tonnes Mined	195,930	383,161	-187,231	-49%
Ore Tonnes Processed	326,422	293,838	+32,584	+11%
Ore Tonnes Shipped (Dry)	317,606	300,326	+17,280	+6%
Table 2: Pardoo Inventory				
	December Quarter 09 (t)	September Quarter 09 (t)	Variance Quarter (t)	Variance Quarter (%)
Run of Mine Ore Stocks	29,099	130,509	-101,410	-78%
Final Product Stocks - Site	13,689	58,315	-44,626	-77%
Final Product Stocks - Port	130,371	134,994	-4,823	-4%

Atlas has achieved its 2009 calendar year ore tonnes processed and shipped targets of 1Mt as well a 1Mtpa production rate for the Pardoo mine. With the recently installed and commissioned crushing and screening plant, and construction of the Pardoo mine camp facility nearing completion, the Company is well positioned to expand its production rate towards a

target rate of 2.4Mtpa at Pardoo upon commissioning of the Utah Point port facility in Port Hedland.

The new crushing and screening facility at Pardoo is now fully commissioned and operating at its interim rated capacity of 1.2 Mtpa. As a result of the new plant installation, Atlas will realise a substantial saving in crushing and screening costs, in addition to having additional plant capacity to support the Company's mine expansion objectives.

Construction of the Pardoo mine camp is nearing completion. Subsequent to the end of the December quarter, the camp facilities were being commissioned, with the first rooms available from mid-January 2010. The new camp will support the continued expansion of mine production, providing capacity of 75 rooms to support continuous shift operations on site.

As illustrated in Table 2, there was an overall drawdown on inventory, particularly run-of-mine (ROM) ore stocks, as a result of the focus on waste development within the pits during the quarter, the suspension of the incumbent mining contractor in early December and cyclone related site evacuation. Late in the month of December, Mining and Civil Australia (MACA) were mobilised to site to recommence mining operations. It was known that replacing the incumbent mining contractor would result in a short term cost penalty, but at the same time comparably greater long term benefits for the Company.

These factors have adversely impacted Atlas' operating cost performance for the quarter. Operating performance will improve following the completion of MACA's mobilisation and more significantly once fixed costs can be spread over further tonnes following the ramp up of production, which will occur, concurrent with the availability of Utah.

Iron ore sales reached the targeted level of 1 million WMT for the 2009 calendar year, with 1,020,758 WMT (970,793 DMT) shipped for the 2009 calendar year and 1,082,912 WMT shipped since December 2008.

The demand for product from Atlas' customers has been strong as evidenced by the two long-term off-take agreements with medium-sized Chinese steel mills announced on 22 January 2010, reflecting the general high demand for Australian iron ore. Spot prices are currently approximately 80% above the benchmark prices agreed by major iron producers for markets outside China. This differential between spot and benchmark prices has resulted in the "mutual fairness" adjustment, whereby cargo pricing is set between prevailing spot and benchmark prices, being applied for the January 2010 cargo.

Net Australian dollar revenue has also been impacted during the quarter by the continued strength of the Australian dollar versus the USD dollar.

During the quarter Atlas entered short dated forward exchange contracts totalling US\$12.4 million at an average rate of USD 89.59 cents, with settlement having occurred during January. As at the date of this report a further two forwards have been entered for US\$9 million at an average rate of USD89.4 cents.

### ***Pardoo DSO Resource Development***

Resource Development activity recommenced at Pardoo in mid-November 2009, with one RC and one diamond rig working on resource definition drilling in line with the Pardoo expansion project. 115 RC and two diamond holes were completed to the end of December 2009, for a total of 3,817m. Drilling initially focused on the Alice deposits – Alice West, Alice East and Alice Extension – before moving on to Chloe and Olivia.

The resource development team is expected to remain active at Pardoo through to the end of June 2010.

## WODGINA DSO PROJECT

The Wodgina DSO Project is located approximately 100 kilometres south of Port Hedland and immediately adjacent to the existing Wodgina Tantalum mine, owned by Talison Minerals.

### *Resource Development*

During the December Quarter 187 RC holes were drilled at Wodgina for a total of 10,237m. The Anson deposit again received the most attention, with an additional 74 holes drilled to complete the 20m by 20m infill work. Extensional holes were also drilled at Electra (74 holes), and infill drilling continued at Dragon to bring the average drill spacing down to 20m by 20m.

During December the drilling data completed over the course of the year was reinterpreted and used in a new resource model for the Anson, Dragon and Constellation deposits. The additional data density allowed approximately 25Mt of resource to be classified in the measured and indicated categories, allowing it to be included in updated reserve estimations. During the estimation process the Anson deposit increased marginally in volume as a result of additional mineralisation identified in drilling around the fringes of the ore body. The overall tonnage dropped slightly due to a reduction in the average in-situ density. This is a conservative model, and the Company remains confident that any error in tonnes in the final reconciliation will be to the positive.

### *Mine Development*

Based on the Wodgina Feasibility Study outcomes announced on 31 July 2009 and Atlas' decision to develop and execute the Wodgina DSO Project as its next mine, project development has commenced at Wodgina. Atlas has exercised its right to access the existing Wodgina Mine Infrastructure under its arrangement with Talison Minerals, the owner of the Wodgina Tantalum Mine. In so doing, the Company has established a platform to rapidly progress towards the export of iron ore from the Wodgina Project at a low capital cost. The Company is on track to commence exports from Wodgina concurrent with the commissioning of the Utah Point port facility in Port Hedland, which is planned for early in the third quarter 2010.

Project execution at the Wodgina DSO Project is now well advanced. The upgrade to the intersection of the mine access road with the Great Northern Highway is scheduled for completion in January 2010, and CSI Pty Ltd has commenced the required modifications to the existing crushing and screening plant to facilitate iron ore sampling and final product stacking. Bulk earthworks to establish run-of-mine and final product stockyards are well advanced.

The tendering process for both the Wodgina mining, and haulage contracts, are nearing completion, with award of these key contracts likely in the first quarter of 2010. The crushing and screening contract is facilitated through the existing relationship between Talison Minerals and CSI Pty Ltd.

Consistent with the timing of delivery of the Utah Point port facility, mining is expected to commence at Wodgina during the second quarter of 2010.

In January 2010, the Company announced it had entered into two new long term off-take agreements with medium-sized Chinese steel mills covering a total of 1.1 million tonnes per annum of Atlas DSO product. These two off-take agreements represent approximately 30% of the increased production that will occur upon commencement of the 100%-owned Wodgina DSO Project and cover the period to 31 March 2013. Atlas' marketing team has received numerous expressions of interest for the remaining tonnes and will look to finalise further agreements in coming months.



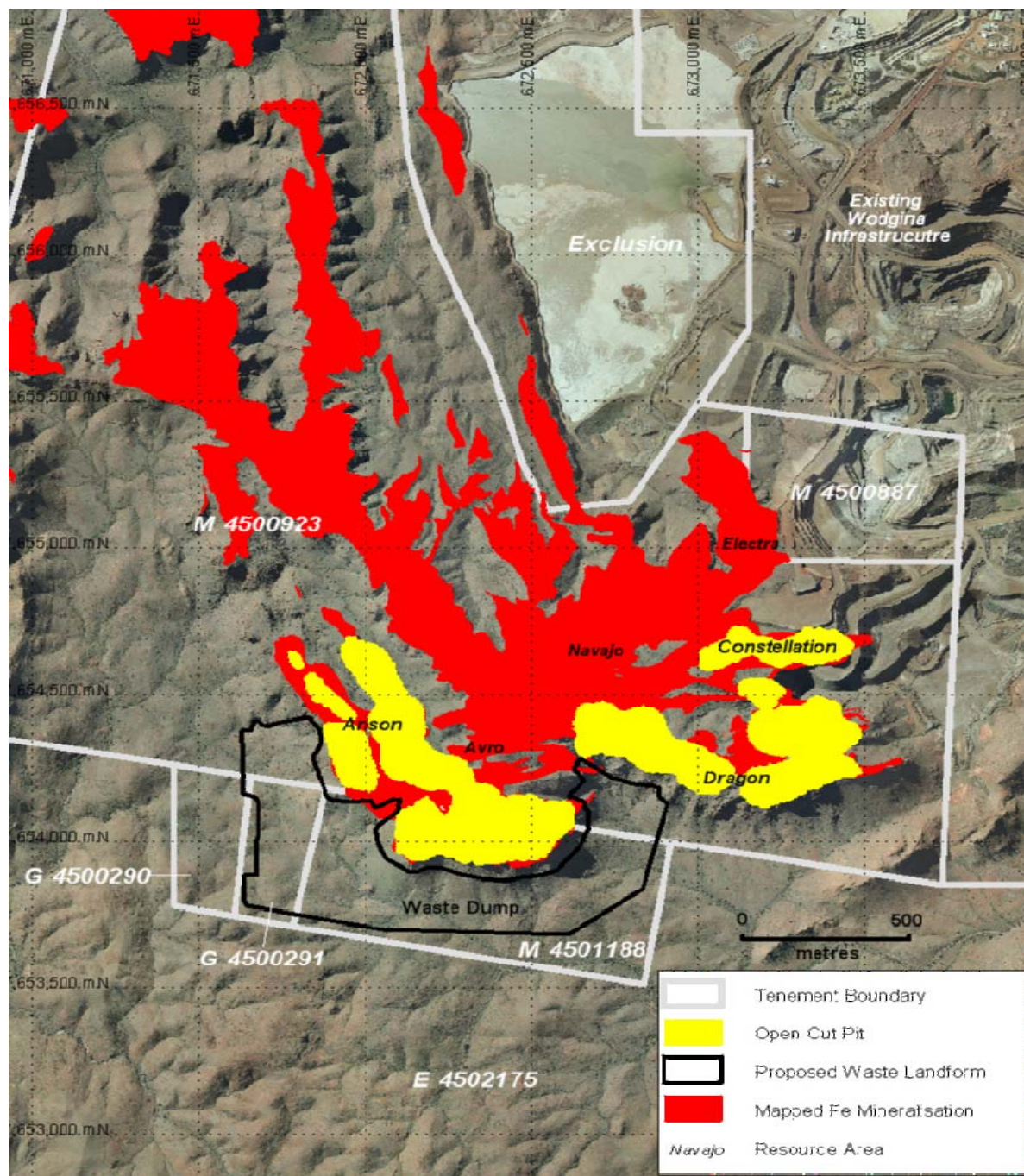


Figure 2: Wodgina Project Initial Mine Development Layout

### Wodgina Reserves

In January 2010, Atlas announced a 120% increase in the Wodgina Reserves to 20.9Mt at 57.7%Fe, as a result of additional infill and exploration drilling in the second half of 2009.

The revised Wodgina Reserves are detailed in the following table.

Wodgina DSO Reserve Table (Proven and Probable) – January 2009										
Deposit	Ore Type	Reserve Classification	Kt	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	P (%)	S (%)	LOI (%)	CaFe (%)
Anson	Bedded	Proven	7,926	58.5	5.0	1.5	0.10	0.03	8.9	64.3
		Probable	5,515	56.6	7.3	1.9	0.08	0.04	8.9	62.1
Constellation	Bedded	Probable	1,321	57.3	5.1	2.2	0.03	0.13	9.2	63.1
Dragon	Bedded	Probable	6,109	57.7	6.0	1.5	0.06	0.09	8.5	63.0
Grand Total			20,871	57.7	5.9	1.6	0.08	0.05	8.8	63.3

Optimisation and design studies at Wodgina contributing to this Reserve statement have resulted in overall strip ratios (waste:ore tonnes) of approximately 1.5:1.



Figure 3 Newly constructed tripping stacker conveyor and stockyard at Wodgina

## ABYDOS DIRECT SHIPPING ORE (DSO) PROJECT

The Abydos Project is located 100 kilometres south of the Public Access Port of Port Hedland in the Pilbara of Western Australia. Similar to Pardoo, the project area contains potential for hosting significant bedded supergene iron ore deposits (BID) and channel infill deposits (CID). The project area contains prospective Archaean banded iron formation host rocks abutting BHP-Billiton State Agreement tenements, known to host iron ore mineralisation.

### *Resource Development*

No drilling was completed at Abydos during the December quarter.



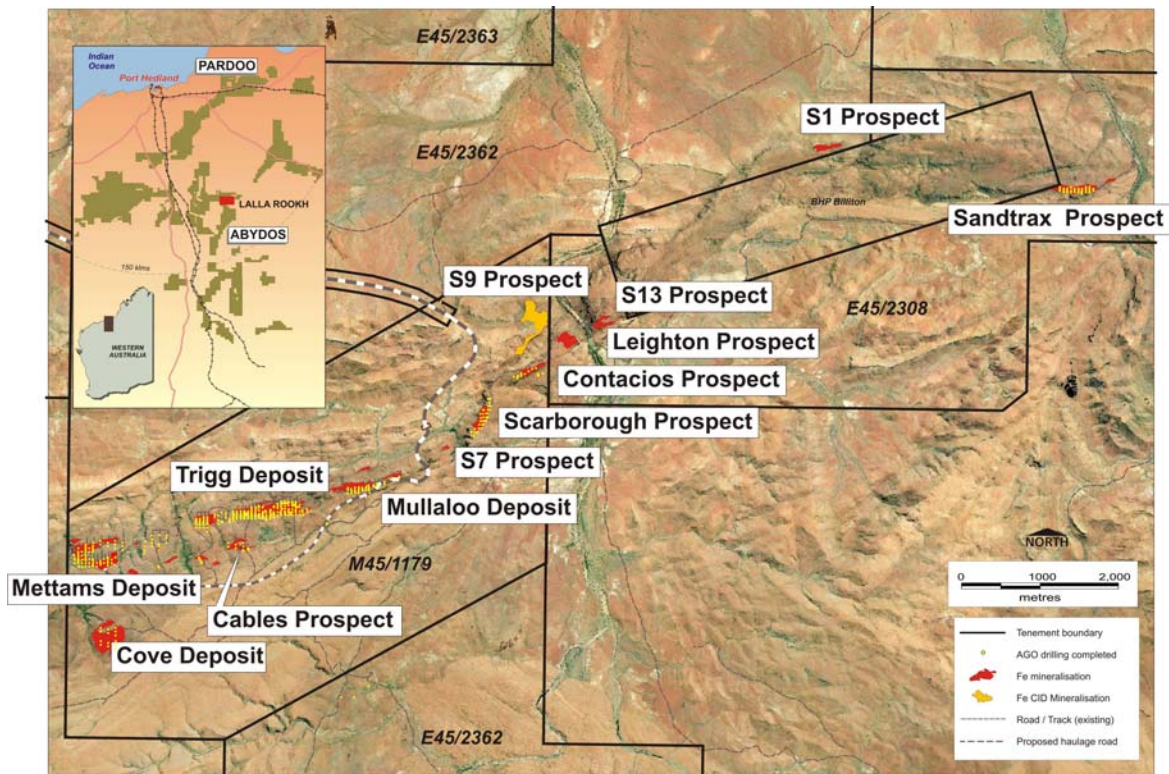


Figure 4: Abydos deposit & prospect locations

### **Mine Development**

Together with the Wodgina and Pardoo DSO Projects, the Abydos DSO project will contribute to the Company's objective of growing production to 9Mtpa by 2011.

All studies contributing to the proposed Abydos mines approvals process are either completed or nearing completion. Upon completion of the aforementioned surveys and studies, the data will then be compiled for inclusion within the 'Environmental and Social Impact Assessment' that will form the basis for the ongoing project approvals in line with government requirements.

### **MT WEBBER DSO PROJECT**

The Mt Webber DSO project is located approximately 150km southeast of Port Hedland, 40km east of the FMG railway line and adjacent to the Woodstock to Marble Bar road. The project is the fourth of Atlas' main Pilbara DSO project areas, along with Pardoo, Wodgina and Abydos, which are expected to underpin the Company's expansion through to 2012.

During the quarter Altura Mining Limited (former Haddington Resources Limited) announced that it had decided to exercise its right to clawback a 30% interest in the Mt Webber DSO Project in accordance with the original acquisition agreement with Atlas. Pursuant to the Agreement, in December 2009, Altura Mining paid Atlas \$8.8 million in consideration for the 30% interest in the Mt Webber Iron Ore Project, equal to four times the exploration expenditure incurred by Atlas. Atlas and Altura Mining are currently working to finalise these arrangements.



## Exploration

No drilling was completed at Mt Webber during the December quarter. A diamond drilling program, originally scheduled for November 2009, has been postponed to the second quarter of 2010 as a result of competing drilling priorities at Pardoo.

Following completion of exploration RC drilling at Mt Webber in the September 2009 quarter, an updated resource of 43.7Mt at 57.4% Fe was announced to the market in mid October 2009. This consists of inferred resources at the Ibanez, Fender and Gibson deposits, as depicted on the plan below.

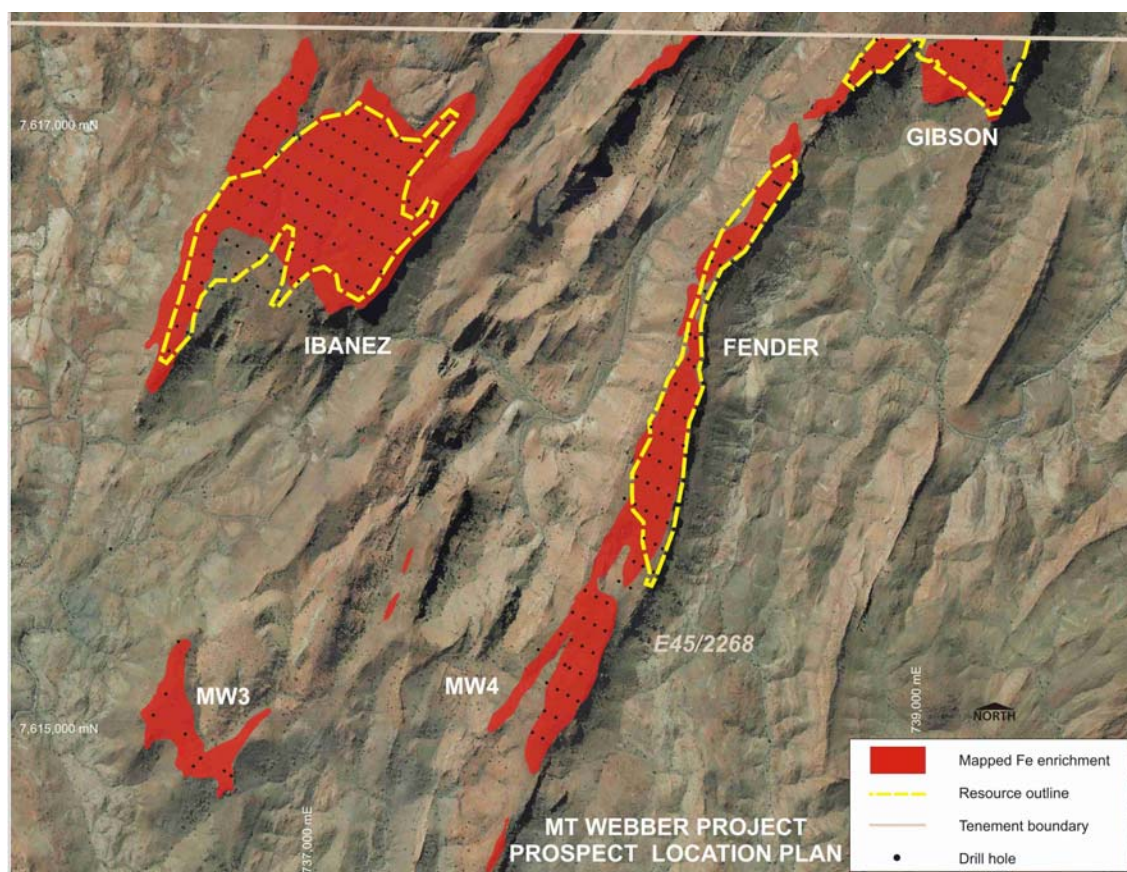


Figure 5: Mt Webber resource outlines and RC drilling, October 2009

## DSO RESOURCES

As announced separately on 21 January 2010, the Company's DSO resource inventory has grown to 186.6Mt at 56.6% Fe. This equates to a 230% increase year-on-year, resulting from the growth in the Company's resource base at Wodgina and Mt Webber, plus the additional resource tonnes added as a result of the recent merger with Warwick Resources.

The Company's exploration focus remains centred around a combination of new discoveries in areas which will potentially deliver the most strategic value, as well as conversion of existing inferred resources to measured and indicated categories.

Atlas Iron Limited Resource Table - January 2010									
Project Area	Resource Classification	Kt	Fe (%)	SiO <sub>2</sub> (%)	Al <sub>2</sub> O <sub>3</sub> (%)	P (%)	S (%)	LOI (%)	CaFe (%)
Total	Measured	10,290	58.0	5.5	1.7	0.11	0.03	8.9	63.7
	Indicated	40,641	56.9	7.1	1.8	0.08	0.04	8.7	62.3
	Inferred	135,674	56.4	7.0	2.9	0.07	0.03	8.5	61.7
Grand Total		186,605	56.6	6.9	2.6	0.07	0.03	8.5	61.9

Table 3: DSO resource summary table

Note: CaFe% is calcined Fe calculated by Atlas using the following formula:  $(\text{Fe\%} / (100 - \text{LOI\%})) * 100$ .

Based on work completed to date by Atlas and Warwick Resources, the Company now has a revised exploration target range for all its projects of 430 to 750 million tonnes at between 57 and 60% Fe. This target range is inclusive of the current resource figure quoted in Table 1 above.

## RIDLEY MAGNETITE PROJECT

Atlas completed the Preliminary Feasibility Study (PFS) for the Ridley Magnetite Project on 14 April 2009. The completion of the PFS marked the culmination of two years work in diamond drilling, resource modelling, metallurgical test work, process development and mine planning managed by Atlas.

During the quarter Atlas has received proposals from a number of significant international entities in response to its Ridley partner identification process. The Company is working through these proposals with the interested parties to determine the preferred partner and is targeting completion of a binding agreement in the current quarter.

## PILBARA INFRASTRUCTURE DEVELOPMENTS

### *Port Hedland Port Authority – Utah Berth Facility*

As previously advised, Atlas has secured an additional 3Mtpa allocation through the Utah Point facility until February 2012, taking the total Utah Point allocation to 6Mtpa in the period 2010 to 2012. Construction of the berth continued during the quarter however, Atlas has been advised by the Port Hedland Port Authority of delays to construction, resulting in commissioning of the new ship loader now expected to be early in the third quarter of 2010. Consequently Atlas has delayed the commencement of mining at its Wodgina DSO Project by approximately six weeks.

### *North West Iron Ore Alliance*

Atlas Iron is a founding member of the North West Iron Ore Alliance (NWIOA), a group of independent iron ore producers and explorers progressing projects in the Pilbara of Western Australia.

The NWIOA is progressing the development of its South West Creek port and stock handling facility, with pre feasibility works nearing completion.

## **CORPORATE**

At the end of the December 2009 quarter Atlas Iron Limited had 446,882,786 shares on issue. The top 20 shareholders hold approximately 60.75% of the issued capital. Since the end of the quarter report the Company has issued 7,500 shares pursuant to the exercise of unlisted options.

As at 31 December 2009, the Company had \$146 million of cash on hand.

Since the last quarterly report the Company has issued 47,217,265 shares. The shares were issued as follows:

- Issue pursuant to the merger with Warwick Resources Limited: 41,744,547 shares.
- Exercise of options: 5,402,500 shares; and
- Issue to settle option agreement: 70,218 shares.

## ***SHAW RIVER RESOURCES LIMITED***

At the date of this report Atlas holds a 45.46% interest in Shaw River Resources Limited (Shaw) (ASX Code: SRR). Shaw holds non iron ore mineral rights over the majority of Atlas' Pilbara tenements. For further details on Shaw River's activities, please refer to Shaw River's Quarterly Reports or its website ([www.shawriver.com.au](http://www.shawriver.com.au)).

## ***WARWICK RESOURCES LIMITED***

In December 2009 Atlas completed the merger with Warwick Resources Limited (ASX Code: WRK) (Warwick) by way of Schemes of Arrangement with Warwick's shareholders and option holders. Atlas issued 41,744,547 shares to Warwick shareholders and option holders pursuant to the merger.

Atlas welcomes Warwick shareholders to its register. As a result of the merger, in addition to the targeted 12Mtpa production profile from Atlas' existing North Pilbara DSO projects, Atlas will be targeting additional production of 14Mtpa from Atlas' and Warwick's South East Pilbara projects by 2014. Achieving this targeted DSO production rate of 26Mtpa will also be conditional on project related feasibility studies, environmental permitting, infrastructure access agreements and timely project construction.

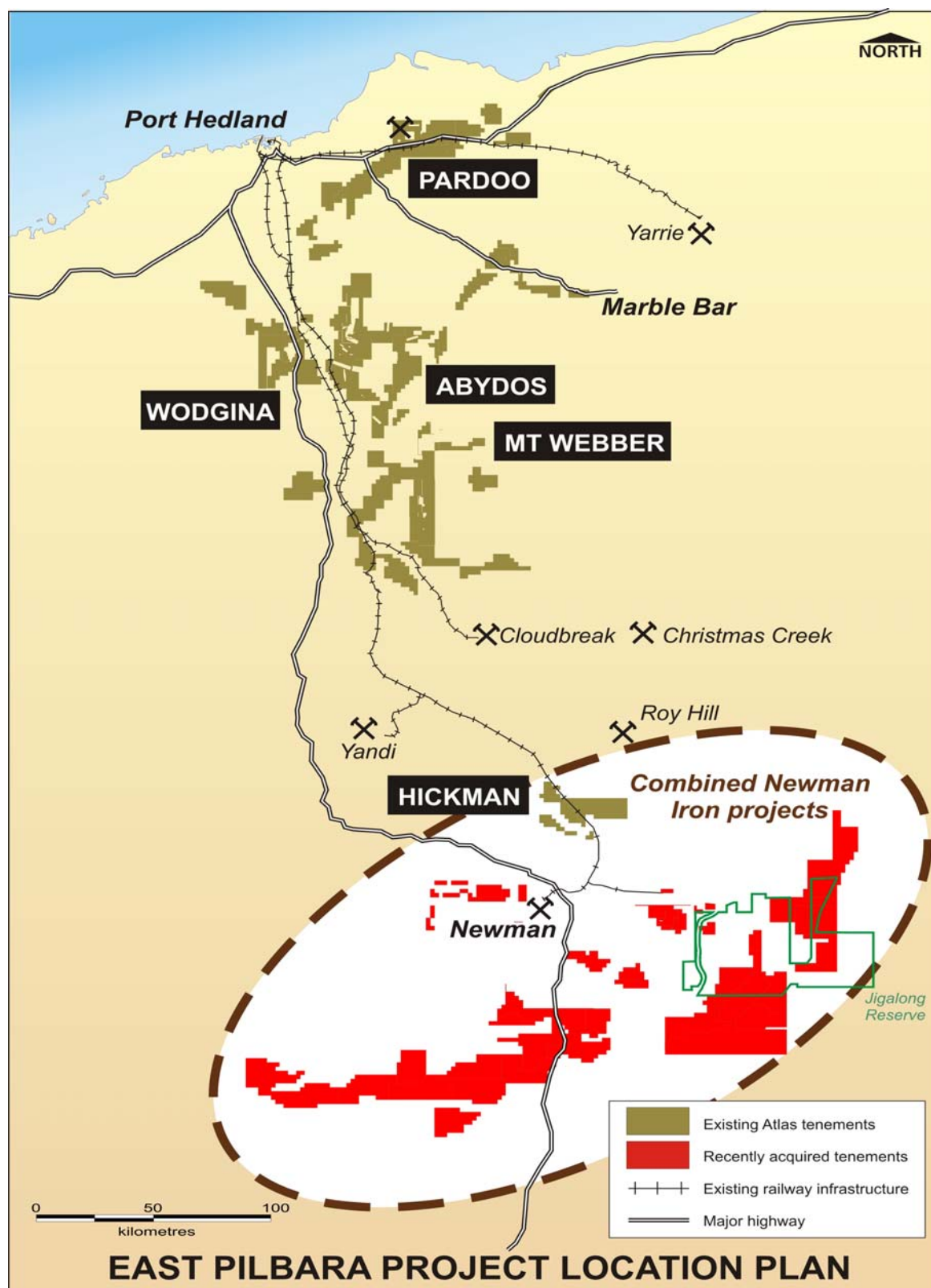


Figure 6: East Project Location Plan



## **PLANNED WORK MARCH 2010 QUARTER**

### **Wodgina:**

- Continue infill drilling, first-pass exploration at Wodgina North and continue to advance iron ore marketing.
- Complete construction at the Wodgina DSO Project in preparation for the commencement of mining.
- Receive environmental approval for the Wodgina DSO Project.

### **Abydos:**

- Ongoing resource conversion for inclusion in end-of-year reserves, continue environmental permitting work.

### **Mt Webber**

- Preparation for diamond drilling for bulk density and metallurgical test work.

### **Pardoo:**

- Complete camp construction, mine development and expansion of mine production targeting 2.4Mtpa by mid 2010.

### **Mid West:**

- Reconnaissance mapping of new exploration areas.

### **Ridley:**

- Completion of proposal evaluation and signing of binding agreement.

**COMPETENT PERSONS AND JORC COMPLIANCE STATEMENTS*****Atlas Iron Limited – Statement on Global Exploration Target***

Atlas has reported a total resource inventory of 186.6 million tonnes at 56.6% Fe consisting of resources at Pardoo, Abydos, Turner River, Mt Webber, Wodgina, Weld Range, Jimblebar Range, Western Creek and Caramulla South. While the Company intends to do further exploration on its tenements and remains optimistic it will report additional resources and reserves in the future, any discussion in relation to targets, resources, reserves or 'ore' over and above the resource of 186.6 million tonnes at 56.6% Fe is only conceptual in nature. There has been insufficient exploration to define a Mineral Resource over and above the resource of 186.6 million tonnes at 56.6% Fe, and it is uncertain if further exploration will result in the determination of a Mineral Resource over and above the resource of 186.6 million tonnes at 56.6% Fe.

***Geological Data, Interpretation and Resource Estimation – Mt Webber***

The information in this report that relates to mineral resource results is based on information compiled by Mr Shane Tomlinson & Mr Chris Allen. Shane Tomlinson is a member of the Australian Institute of Geoscientists and Chris Allen is a member of the Australasian Institute of Mining and Metallurgy. Shane Tomlinson is a full time employee of Atlas Iron Limited and Chris Allen is a full time employee of CSA Global Pty Ltd. Shane Tomlinson & Chris Allen have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken 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'. Shane Tomlinson and Chris Allen consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Alice, Clare, Hubert, Glenda, and Connie Resources***

The information in this report that relates to mineral resource results is based on information compiled by Mr Tony Cormack & Mr Richard Gaze who are members of the Australasian Institute of Mining and Metallurgy. Tony Cormack is a full time employee of Atlas Iron Limited and Richard Gaze is a full time employee of Golder Associates Pty Ltd. Tony Cormack & Richard Gaze have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken 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'. Tony Cormack and Richard Gaze consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Bobby, Floyd, Emma, Olivia, Avalon Point, Mettams, Mullaloo, and Trigg Resources***

The information in this report that relates to mineral resource results is based on information compiled by Mr Tony Cormack & Mr David Williams who are members of the Australasian Institute of Mining and Metallurgy. Tony Cormack is a full time employee of Atlas Iron Limited and David Williams is a full time employee of CSA Global Pty Ltd. Tony Cormack & David Williams have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken 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'. Tony Cormack and David Williams consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – South Limb and Dean Resources***

The information in this report that relates to mineral resource results is based on information compiled by Mr Tony Cormack & Mr Malcolm Titley who are members of the Australasian Institute of Mining and Metallurgy. Tony Cormack is a full time employee of Atlas Iron Limited and Malcolm Titley is a full time employee of CSA Global Pty Ltd. Tony Cormack & Malcolm Titley have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken 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'. Tony Cormack and Malcolm Titley consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Mt Dove***

The information in this report that relates to mineral resource results is based on information compiled by Mr Tony Cormack who is a member of the Australasian Institute of Mining and Metallurgy. Tony Cormack is a full time employee of Atlas Iron Limited. Tony Cormack has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken 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'. Tony Cormack consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Wodgina***

The information in this report that relates to mineral resource results is based on information compiled by Mr Steve Warner who is a member of the Australasian Institute of Mining and Metallurgy. Steve Warner is a full time employee of BM Geological Services. Steve Warner has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken 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'. Steve Warner consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Alice Extension***

The information in this report that relates to mineral resource results is based on information compiled by Mr Simon Gobbett who is a member of the Australasian Institute of Mining and Metallurgy. Simon Gobbett is a full time employee of Atlas Iron Limited. Simon Gobbett has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken 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'. Simon Gobbett consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Western Creek, Jimblebar Range and Caramulla South***

The information in this website that relates to mineral resource results for Western Creek, Jimblebar Range and Caramulla South is based on information compiled by Mr Bruce McQuitty and Mr Chris De-Vitry, who are both members of the Australasian Institute of Geoscientists. Mr McQuitty is a full-time employee of Warwick Resources Ltd and Mr De-Vitry is a full-time employee of Quantitative Group. Mr McQuitty and Mr De-Vitry have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they have undertaken to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McQuitty and Mr De-Vitry consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Geological Data, Interpretation and Resource Estimation – Weld Range***

The information in this report that relates to mineral resource results is based on information compiled by Mr Shane Tomlinson, who is a member of the Australian Institute of Geoscientists. Shane Tomlinson is a full time employee of Atlas Iron Limited. Shane Tomlinson has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he has undertaken 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'. Shane Tomlinson consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

***Reserve Estimation***

The information in this report that relates to reserve estimations is based on information compiled by Mr Ken Brinsden, who is a member of the Australasian Institute of Mining and Metallurgy. Ken Brinsden is a full time employee of Atlas Iron Limited. Ken Brinsden 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'. Ken Brinsden consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

***Dollars***

Means Australian dollars.