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Grange has changed!

- Australia's leading magnetite producer
- Australians largest iron ore pellet producer
- Solid customer base
- Long life assets
- Producer and projects
- Low sovereign risk
- Extensive magnetite technical and operational expertise
Australia’s leading magnetite producer

Operations
Production Profile
Ownership
Customers

Map showing locations of Southdown Project, Bukit Iram, Savage River, and Savage River Mine.
Grange Resources - Ownership

- Shagang: 47.2%
- RGL: 13.8%
- Pacific Minerals: 8.3%
- Other existing Grange shareholders: 23.0%
- Stemcor

Aim to become ASX 200 listed
Port Latta – Pellet Plant producing 2.4Mtpa of pellets

Slurry Pipeline to Port Latta (83km)

Savage River – open pit mine and concentrator producing 2.5Mtpa of concentrate
Customers - Solid and long term

• **Shagang**
  - China's largest private steel mill, 22mt p/a
  - Grange’s largest shareholder
  - Savage River LOM contracts
    - 1.3 mt pellet until 2012
    - 2.1 mt pellet until 2023
  - Southdown LOM contracts
    - 56% of all production
  - Benchmark price

• **Bluescope**
  - 800,000 tpa until 2012

• **Stemcor**
  - Grange shareholder
  - 80,000t conc per annum
Savage River operations - 2008

<table>
<thead>
<tr>
<th>Category</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Concentrate Production</td>
<td>A record 2.49 million tonnes</td>
</tr>
<tr>
<td>Pellet Production</td>
<td>A record 2.38 million tonnes</td>
</tr>
<tr>
<td>Revenue</td>
<td>A record A$256m</td>
</tr>
<tr>
<td>Mining Fleet</td>
<td>New truck and shovel fleet</td>
</tr>
<tr>
<td>Maintenance facility</td>
<td>Built “in pit” for mobile fleet maintenance</td>
</tr>
</tbody>
</table>
## Savage River operations – March Quarter

<table>
<thead>
<tr>
<th></th>
<th>2009 March Quarter</th>
<th>2008 March Quarter</th>
</tr>
</thead>
<tbody>
<tr>
<td>BCM mined</td>
<td>4,883,000</td>
<td>3,594,000</td>
</tr>
<tr>
<td>Ore BCM mined</td>
<td>237,000</td>
<td>175,000</td>
</tr>
<tr>
<td>Concentrate produced</td>
<td>514,000</td>
<td>573,000</td>
</tr>
<tr>
<td>Pellets produced</td>
<td>462,000</td>
<td>602,000</td>
</tr>
<tr>
<td>Pellets shipped</td>
<td>650,000</td>
<td>529,000</td>
</tr>
<tr>
<td>Pellet stockpile</td>
<td>105,000</td>
<td>213,000</td>
</tr>
<tr>
<td>Concentrate stockpile</td>
<td>59,000</td>
<td>27,000</td>
</tr>
<tr>
<td>Cash cost US$/t pellet</td>
<td>$68.25 per tonne</td>
<td>$62.62 per tonne</td>
</tr>
</tbody>
</table>
1. 6.6Mtpa mining and concentrating operations for 30 years

2. 100km slurry pipeline to Albany Port

3. Concentrate shipped

4. Pellet Plant producing 6.8Mtpa direct reduction and blast furnace pellets
Southdown Infrastructure – Port of Albany
Grange Resources – production growth prospects

Kt

Southdown

Savage River

Grange Resources - Summary

- Australia's leading magnetite producer
- Australians largest iron ore pellet producer
- High grade quality products
- Consistent cash margins
- Solid customer and revenue base
- Long life assets
- Low sovereign risk
- Extensive magnetite technical and operational expertise
- New Investment opportunity- producer and projects
Grange has changed......

Australia’s leading magnetite producer
Jiangsu Shagang

**Ownership**
Private, Assets A$20 Billion

**Location**
Jiangsu province, China

**Products**
Heavy plate, hot strip coil, stainless hot rolled plate, cold rolled plate, high-speed wire rod, rebar coil and special steel bar

**Production**
Over 23 Mtpa of pig iron, 27 Mtpa of steel products

**Ore Suppliers**
Rio, BHP, FMG, Vale, Grange Resources

**Employees**
26,500
Shagang’s Investment in Grange

- Significant increase to iron ore resources/reserves in Australia
- Combining Operations with Development project
- Southdown Project– 7Mt per annum, high grade pellets, long life
- Safe location, minimal sovereign risk
- Leveraging off Savage River magnetite expertise and Grange management experience
- Public Company Listing, base for expansion