

AUSTPAC RESOURCES N.L.

ACN 002 264 057

Level 3
62 Pitt Street
SYDNEY NSW 2000
GPO Box 5297
SYDNEY NSW 2001

Telephone: (+61 2) 9252 2599
Facsimile: (+61 2) 9252 8299
Email: apgtio2@ozemail.com.au
www.austpacresources.com

13 November 2014

The Manager Company Announcements Australian Stock Exchange Limited Exchange Centre Level 6 20 Bridge Street SYDNEY NSW 2000

Dear Sir/Madam

RE: AUSTPAC RESOURCES N.L. ANNUAL GENERAL MEETING TO BE HELD ON 13 NOVEMBER 2014 MANAGING DIRECTORS PRESENTATION

We are pleased to provide the presentation of the Managing Director to the Annual General Meeting of Austpac Resources N.L. to be held on 13 November 2014.

Yours faithfully			

N.J. Gaston

<u>Company Secretary</u>

enc



Annual General Meeting13 November 2014

Presentation by M.J. Turbott Managing Director



Disdeimer

This presentation is provided to you for information purposes only and should not be construed as and shall not form part of an offer or solicitation to buy or sell any securities or derivatives. It should not be considered as an offer or invitation to subscribe for or purchase any securities in Austpac Resources NL or as an inducement to make an offer or invitation with respect to those securities. No agreement to subscribe for securities in Austpac Resources NL will be entered into on the basis of this presentation.

To the maximum extent permitted by applicable laws, Austpac Resources NL makes no representation and can give no assurance, guarantee or warranty, express or implied, as to, and take no responsibility and assume no responsibility for, the authenticity, validity, accuracy, suitability or completeness of, or any errors in or omission, from any information, statement or opinion contained in this presentation.

Certain statements may be made herein that use the words "estimate", "project", "intend", "expect", "believe" and similar expressions intended to identify forward-looking statements. These forward-looking statements involve known and unknown risks and uncertainties which could cause the actual results, performance or achievements of the Company to be materially different from those which may be expressed or implied by such statements, including, among others, risks or uncertainties associated with the development of the Company's technology, the ability of the Company to protect its proprietary technology, the market for the Company's products, government regulation, changes in tax and other laws, changes in competition and the loss of key personnel. For additional information regarding these and other risks and uncertainties associated with the Company's business, reference is made to the Company's reports filed from time to time with the Australian Securities and Investments Commission and ASX.



Rewastle Iron Recovery Plant (NIRP)

- The NIRP will use Austpac's unique acid regeneration & iron reduction processes to commercially recycle iron oxide waste (mill scale & furnace dusts) and spent pickle liquor
- > The NIRP project commenced in mid-2011 and has proceeded in stages:
 - > 2011-2012 Kronos funding (\$12.5 million; shares & licence)
 - > 2013 Austpac funded (\$7.5 million; sale of EL 4521 Victoria)
 - > 2014 Austpac funded (\$2.5 million; shares)
- **▶** Project construction is 86% complete
- > At full production the Plant will produce
 - $> \sim 18,000$ tpa saleable iron (iron chips or briquettes)
 - $> \sim$ 18,000 tpa strong (25%w/w) hydrochloric acid

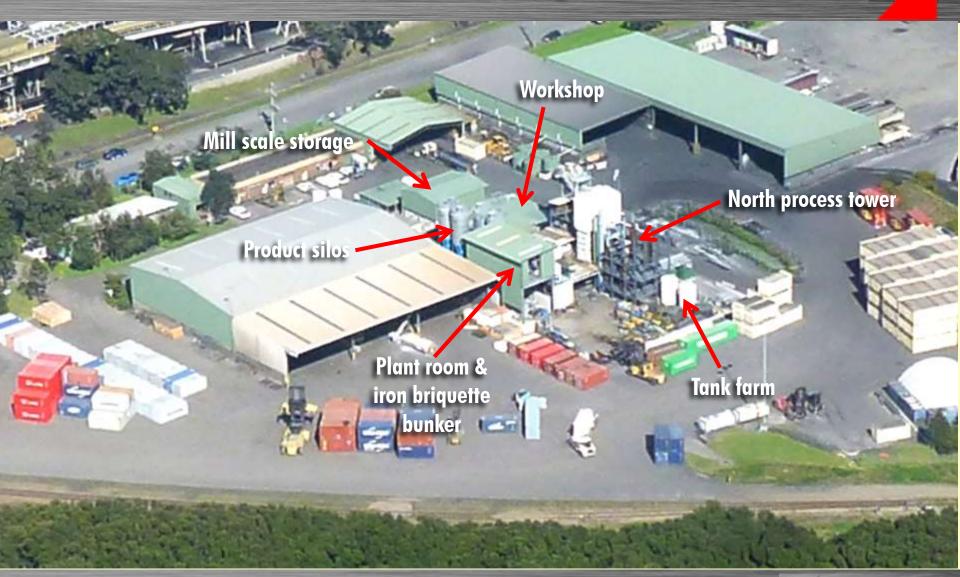


Newcastle Iron Recovery Plant (NIRP)



Austpac's Plant

Rewastle Iron Recovery Plant (NIRP)



AUSTPAC

Rewastle Iron Recovery Plant (NIRP)

PROJECT EXPENDITURE

Capital Expenditure (to June 2013)	\$15.5 million	
Capital Expenditure (July 2013 to June 2014)	\$ 2.5 million	
Total to June 2014	\$18.0 million	
Capital required to complete construction &	\$ 3.8 million	
installation of equipment		
Total Capital for NIRP	\$21.8 million	
Commissioning	\$ 3.0 million	
Total project to commence operations	\$24.8 million	

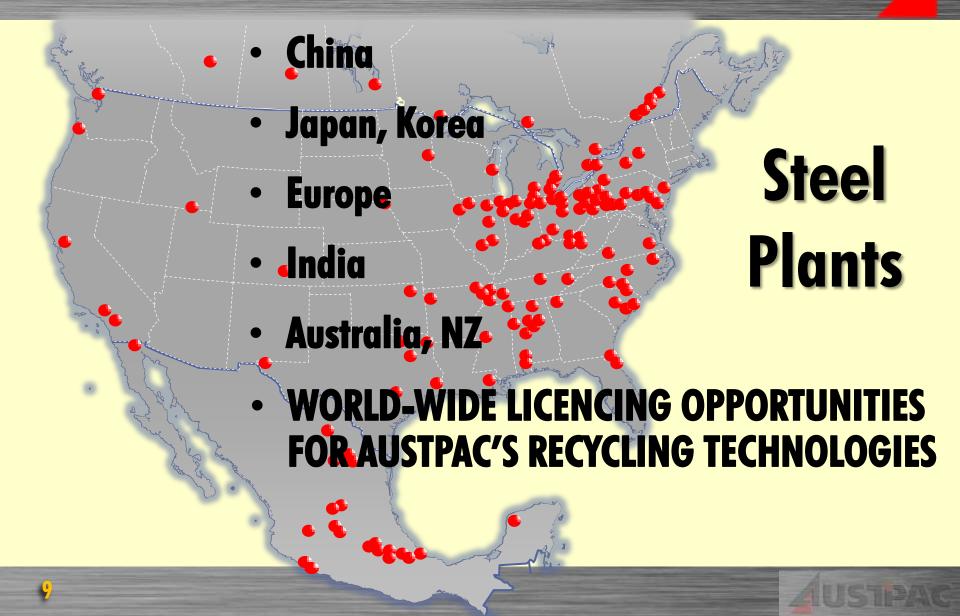
Newcastle Iron Recovery Plant (NIRP)

Corporate developments during 2014

- ➤ Austpac agreed to undertake a bulk trial of furnace dusts from BlueScope Steel's Port Kembla steel mill as part of commissioning; BlueScope has an option to licence the technology for use in their plants (NSW, Vic, NZ)
- ➤ Negotiations for funding to complete the NIRP now well-advanced with a major international company involved in the steel industry
 - > Includes construction and commissioning costs
 - > Includes an alliance to maximise NIRP profitability
 - > Aims to identify opportunities for Austpac's technologies around the world
- Cost containment program (including salaries and overheads) implemented in October 2014

Newcastle Iron Recovery Plant (NIRP)

- Project timing
 - > Assemble experienced project management team
 - **➤** Complete construction 6 months
 - Commissioning 3 months
 Includes 1,000 tonne trial of BlueScope's furnace dusts
- > NIRP will commence production in 2015
- Operations at NIRP will demonstrate the commercial viability of Austpac's technologies to the world steel industry



Liulure Opportunities - Steel Waste

- ➤ In 2013 North America produced ~120MT crude steel
- \succ Total World in 2013 \sim 1,600MT crude steel (China \sim 820MT)
- ➤ All steel furnaces produce dusts; in North America over 4MT of dust requires treatment each year
- > Governments penalise dumping; pressure to recover metals from dust with benign technology (e.g. Austpac)
- > Austpac's objectives:
 - > Obtain significant cash flows from technology licences and production royalties from steel mills around the world
 - ➤ Develop cooperative ventures for build-own-operate steel waste recycling plants; Austpac provides technology, joint venture partner provides capital



AUSTPAC'S FOCUS FOR 2015

4

COMPLETION OF CONSTRUCTION, EQUIPMENT INSTALLATION, COMMISSIONING AND COMMENCEMENT OF COMMERCIAL OPERATIONS AT THE NEWCASTLE IRON RECOVERY PLANT



