



13 July 2010

ASX Release

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

SETTLEMENT OF MT RICHARDSON OPTION AGREEMENT

Iron Mountain Mining Ltd (“Iron Mountain”, **ASX: IRM**) is pleased to announce that Cliffs Asia Pacific Iron Ore Pty Ltd (“Cliffs”) has exercised its option to purchase Iron Mountain’s Mt Richardson tenements E29/571-I and E77/1267 and settlement of Cliffs’ purchase of the tenements has been completed.

At settlement today, Cliffs made a payment of AUD \$6,000,000 (excluding GST) to Iron Mountain which represents the balance of the consideration payable under the Option Agreement.

In addition, a royalty of 2% on average/tonne FOB sales value of iron ore product that departs the Mt Richardson tenements will be payable to Iron Mountain as well as a one off payment of AUD \$0.50 per dry metric tonne on tonnages in excess of independently evaluated Indicated or Measured Resources of 10,000,000 tonnes.

Robert Sebek
Managing Director

The information within this report as it relates to geology and mineral resources was compiled by Mr Robert Sebek. Mr Sebek is a Member of the Australian Institute of Mining and Metallurgy. Mr. Sebek has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration 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, the JORC Code”. Mr Sebek is employed by Iron Mountain Mining Ltd and consents to the inclusion in the report of the matters based on information in the form and context which it appears.

Level 7 | 231 Adelaide Terrace | Perth | Western Australia | 6000

PO Box 3235 | 256 Adelaide Terrace | Perth | Western Australia | 6832

t +61 (8) 9225 6475 f +61 (8) 9225 6474 e info@ironmountainmining.com.au www ironmountainmining.com.au