



ABN 17 107 492 517

ASX Release

21 April 2011

Pro rata Offer Despatch of Documents

The Company is pleased to advise that the following documents in relation to its renounceable pro rata offer of two (2) new Shares for every eleven (11) Shares held, each at an issue price of \$1.60 have been mailed to eligible shareholders today:

- Prospectus dated 4 April 2011;
- Supplementary Prospectus dated 15 April 2011; and
- Entitlement and Acceptance Form

A letter mailed to overseas shareholders, other than shareholders resident in New Zealand, in relation to their Rights under the Offer is attached.

Simon Robertson
Company Secretary

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www.ironoreholdings.com



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Dear Overseas Shareholder

Pro rata Offer

We are pleased to inform you that on 4 April 2011 Iron ore Holdings Limited (**IOH**) lodged a prospectus for a renounceable pro rata offer of 2 (two) shares for every 11 (eleven) shares held an issue price of \$1.60 per share (**Offer**).

The Renounceable Offer will be extended to existing shareholders of IOH with registered addresses in Australia and New Zealand.

In accordance with the ASX Listing Rules, the Offer will not be made to shareholders with registered addresses in your jurisdiction. IOH has decided that it is unreasonable to make offers to shareholders in your jurisdiction having regard to:

- The number of holders in your jurisdiction
- The number and value of securities the holder in your jurisdiction would be offered; and
- The cost of complying with the legal requirements and the requirements of the regulatory authorities in your jurisdiction.

The rights which will not be offered to you will instead be issued to Foster Stockbrokers Pty Ltd (**Nominee**) (a nominee appointed by IOH, with the approval of ASIC under section 615 of the Corporations Act), on the basis that the Nominee will be required to:

- Sell those rights; and
- Liaise with Security Transfer Registrars Pty Ltd (the Company's share registry), who will subsequently distribute to you, your portion of the proceeds of the sale, if any, net of expenses.

Neither the Company nor the Nominee will be subject to any liability for failure to sell the rights or to sell them at a particular price. The contact telephone number for Security Transfer Registrars Pty Ltd is +61 8 9315 2333.

Any rights transferred to the nominee which cannot be sold will be allowed to lapse and will form part of the shortfall.

For your information only, a copy of the prospectus dated 4 April 2011 and a supplementary prospectus dated 15 April 2011 lodged with the Australian Securities and Investments Commission and the ASX can be viewed at the ASX website at www.asx.com.au or the Company's website at www.ironoreholdings.com

For and on behalf of

IRON ORE HOLDINGS LIMITED

A handwritten signature in black ink, appearing to read "S. Robertson".

SIMON ROBERTSON
COMPANY SECRETARY

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