



ABN 17 107 492 517

SHARE REGISTRY

Security Transfer Registrars Pty Ltd

All Correspondence to: PO BOX 535, APPLECROSS WA 6953

Tel (08) 9315 2333 Fax (08) 9315 2233

EMAIL: registrar@securitytransfer.com.au

19 April 2011

Dear Option Holder

**OPTIONS TO ACQUIRE IRON ORE HOLDINGS LIMITED SHARES EXPIRING ON 30 APRIL 2011-
AMENDED EXERCISE PRICE**

We are writing to you as a registered holder of 30 April 2011 options in Iron Ore Holdings Limited to advise you of the amended exercise price of the options and to remind you that the options will expire at 5:00pm (WST) on 30 April 2011.

As a result of the renounceable pro rata offer of two (2) new Shares for every eleven (11) Shares held, each at an issue price of \$1.60, the Company advises that the exercise price of your options has reduced to \$0.975.

Your option holding may be exercised in whole or in part by payment of \$0.975 for each option by no later than 30 April 2011. If payment is not received by 5:00pm (WST) on 30 April 2011 the options will lapse and all rights under the options will cease at that time.

A personalised "Notice of Exercise of Options" form is on the reverse of this notice setting out the number of options you hold and the amount payable.

If you are not paying by BPAY and you wish to exercise your options then you must complete your "Notice of Exercise of Options" form on the reverse of this notice and forward it together with payment of \$0.975 per option exercised to be received no later than 5:00pm (WST) on **30 April 2011** to the Company's share registry, being:

Security Transfer Registrars Pty Ltd

PO Box 535

APPLECROSS WA 6953

OR

770 Canning Highway

APPLECROSS WA 6153

Cheques should be made payable to "IRON ORE HOLDINGS LIMITED" in Australian dollars only and should be crossed "Not negotiable". If you have any further questions please do not hesitate to contact our Registry on telephone (08) 9315 2333, facsimile (08) 9315 2233, or e-mail registrar@securitytransfer.com.au.

If paying via BPAY, you should be aware that your own financial institution may implement earlier cut off times with regards to electronic payment and it is your responsibility to ensure that funds are submitted through BPAY by the 30 April 2011. If you elect to pay via BPAY, you must follow the instructions for BPAY set out in the "Notice of Exercise of Options" form and you will not need to return the "Notice of Exercise of Options" form.

Yours faithfully

**SIMON ROBERTSON
COMPANY SECRETARY**

Level 1, 1 Altona Street, West Perth, WA 6005

PO Box 1761, West Perth, WA 6872

T +61 8 9483 2000 F +61 8 9321 0322

www.ironoreholdings.com

NOTICE OF EXERCISE OF OPTIONS

THIS DOCUMENT IS IMPORTANT. IF YOU ARE IN DOUBT AS TO HOW TO DEAL WITH IT, PLEASE CONTACT YOUR STOCK BROKER OR LICENSED PROFESSIONAL ADVISOR.

REGISTERED OFFICE:
LEVEL 1
1 ALTONA STREET
WEST PERTH WA 6005
AUSTRALIA

IRON ORE HOLDINGS LIMITED

ABN: 17 107 492 517

SHARE REGISTRY:
Security Transfer Registrars Pty Ltd
All Correspondence to:
PO BOX 535,
APPLECROSS WA 6953 AUSTRALIA
770 Canning Highway,
APPLECROSS WA 6153 AUSTRALIA
T: +61 8 9315 2333 F: +61 8 9315 2233
E: registrar@securitytransfer.com.au
W: www.securitytransfer.com.au

ASX Code: IOHO
Holder Number:
Number of Options:
Amount Payable:

NOTICE OF EXERCISE OF OPTIONS EXPIRING 30 APRIL 2011 @ \$0.975 EACH

I/We the above named being the registered holder of Options hereby exercise such Options to subscribe for:

NUMBER OF NEW ORDINARY FULLY PAID SHARES
AMOUNT ENCLOSED @ \$0.975 PER SHARE

I/We hereby authorise you to place my/our name(s) on the register of members in respect of the number of New Shares allotted to me/us, and I/we agree to accept such Shares subject to the Rules of the Constitution of the Company.

My/Our contact details in case of enquiries are:

NAME TELEPHONE NUMBER

EMAIL ADDRESS

PAYMENT INFORMATION



Biller Code: 159483
Ref:



CHEQUE/MONEY ORDER

BPAY® this payment via internet or phone banking.
Your BPAY® reference number is unique to this offer and is not to be used for any other offer.
Applicants should be aware of their financial institution's cut-off time (the time payment must be made to be processed overnight) and ensure payment is processed by their financial institution on or before the day prior to the closing date of the offer.

All cheques (expressed in Australian currency) are to be made payable to IRON ORE HOLDINGS LIMITED and crossed "Not Negotiable".
Do not forward cash as receipts will not be issued.
Sufficient cleared funds should be held in your account as your acceptance may be rejected if your cheque is dishonoured.
Cheques or bank drafts drawn on overseas banks in Australian or any foreign currency will NOT be accepted. Any such cheques will be returned and the acceptance deemed to be invalid.

Individual or Securityholder 1
Securityholder 2
Securityholder 3
Sole Director & Company Secretary
Director/Company Secretary
Director

REGISTRY DATE STAMP
E & O.E.