

Nevada Iron Ltd

ACN 123 043 987



ASX RELEASE

8 August 2012

SHAREHOLDER APPROVAL FOR GRANT OF 5,000,000 OPTIONS TO BE RE-OBTAINED

On 8 June 2012 a total of 5,000,000 options, each exercisable at \$0.50 and expiring 30 March 2015, were granted to the Company's Directors, or their nominee(s), as detailed below:

Name	Position	Number of Options
Mick McMullen	Chairman	1,250,000
Max Nind	Managing Director	1,250,000
Tom Duckworth	Director	1,000,000
Lou Jelenich	Director	750,000
Andrew Brice	Director	750,000

ASX Listing Rules

ASX Listing Rule 10.11 provides that a company may not issue securities to a related party without obtaining prior shareholder approval. Directors are related parties for the purposes of the ASX Listing Rules.

ASX Listing Rule 10.13.3 provides that the date by which the company shall issue the securities must not be more than 1 month after the date of the meeting.

Background

On 26 March 2012, shareholder approval was obtained for the grant of the 5,000,000 options to the Directors in accordance with ASX Listing Rule 10.11.

The 5,000,000 options were granted on 8 June 2012, such date being later than 1 month after the date of the meeting.

On 7 August 2012, ASX advised the Company that as a consequence of the breach of ASX Listing Rule 10.13.3 that shareholder approval for the grant of the 5,000,000 options is to be re-obtained at the Company's next general meeting.

ASX further advised as follows:

- that a holding lock be applied to the options (confirmation of the holding lock has been provided to ASX);
- if shareholder approval is not re-obtained at the next general meeting then the options are to be cancelled within 5 business days of that meeting;
- the options are not to be exercised unless and until shareholder approval for their issue has been re-obtained at the next general meeting; and
- as soon as reasonably practical, the Company is to make this ASX announcement.

Michael Higginson
Company Secretary