



Option expiry notice – expiring 30 June 2017

Atlas Iron Limited (**Atlas**) (ASX: AGO) advises that it has been granted a waiver from ASX Listing Rule 6.24 to the extent necessary to permit Atlas to not send notices required by paragraph 6.1 of Appendix 6A in relation to the 1,744,762,043 quoted options that it issued under its prospectus dated 11 June 2015 and which are exercisable at \$0.075 each, expiring on 30 June 2017 (**Prospectus Options**).

Accordingly, option expiry notices will not be sent to option holders.

The options may be exercised wholly or in part by completing the enclosed "Application Form on Exercise of Listed Options Expiring 30 June 2017" and delivering it together with payment of \$0.075 for each option, to be received by 5:00pm (Perth time) on 30 June 2017 to:

Computershare Investor Services Pty Limited
GPO Box D182
PERTH WA 6840

Payments must be in Australian currency only, and cheques must be made payable to Atlas Iron Limited and crossed "Not Negotiable". There is no obligation on option holders to exercise their options.

In accordance with the ASX Listing Rules and the conditions of the waiver granted by ASX, Atlas provides the following information:

1. The number of options to which this notice applies is 1,744,762,043.
2. On exercise, each option entitles the holder to receive 1 fully paid ordinary share in Atlas. If all options were exercised, 1,744,762,043 fully paid ordinary shares would be issued.
3. The exercise price for each option is \$0.075.
4. The due date for payment of the exercise price is 5:00pm (Perth time) on 30 June 2017.
5. If payment is not received by 5:00pm (Perth time) on 30 June 2017, the options will lapse and all rights under the options will cease.
6. Official quotation of the options by ASX will cease on 26 June 2017.
7. The market price of fully paid ordinary shares in Atlas on 30 May 2017 (being the last trading day prior to the date of this notice) was **\$0.014**.
8. During the three months immediately preceding the date of this notice, the highest market price of fully paid ordinary shares in Atlas was **\$0.037** on **3 March 2017**, and the lowest market price was **\$0.012** on **8 May 2017**.

9. Exercise of the options is not underwritten.

Investor Enquiries:

Atlas Iron Limited

Company Secretary +61 8 6228 8000

Media Enquiries:

Read Corporate +61 8 9388 1474

Paul Armstrong +61 421 619 084

Important Notice

This ASX Announcement does not constitute an offer to acquire or sell or a solicitation of an offer to sell or purchase any securities in any jurisdiction. In particular, this ASX Announcement does not constitute an offer, solicitation or sale to any U.S. person or in the United States or any state or jurisdiction in which such an offer, tender offer, solicitation or sale would be unlawful. The securities referred to herein have not been and will not be registered under the United States Securities Act of 1933, as amended (the "Securities Act"), and neither such securities nor any interest or participation therein may not be offered, or sold, pledged or otherwise transferred, directly or indirectly, in the United States or to any U.S. person absent registration or an available exemption from, or a transaction not subject to, registration under the United States Securities Act of 1933.



Registered name and address

To the Directors, Atlas Iron Limited.

ordinary shares in the capital of the Company.

I/we request that you allot me that number of shares and I/we agree to accept that number of shares on the terms below and the Constitution of the Company, and I/we authorise you to place my/our name on the register.

I/We authorise you to act in accordance with my/our instructions set out above.

Individual or County holder: _____

Account holder's

Day/Date Month Year

Note: when signed under Power of Attorney, the attorney states that they have not received a notice of revocation. Computershare Investor Services Pty Limited needs to sight a certified copy of the Power of Attorney.

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Cheques shall be in Australian currency made payable to Atlas Iron Limited and crossed "Not Negotiable". The application for shares on exercise of the options with the appropriate remittance should be lodged at the Company's Registry, Computershare Investor Services Pty Limited, GPO Box D182, Perth WA 6840.