

20 April 2017

KOGI IRON LIMITED

FINALISATION OF GRANTING OF MINING LEASES AND UPDATE ON PROGRESS OF DFS

Kogi Iron Limited (ASX: KFE) ("Kogi", "Kogi Iron" or the "Company") is pleased to announce that final documentation has been received from the Federal Republic of Nigeria, Ministry of Mines and Steel Development; granting two mining leases covering 456 cadastral units over 91.2 square kilometres.

The effective date of grant was 23 February 2017. The leases are valid for a period of 25 years and are renewable. Rental for 12 months has been paid.

Final discussions are in progress with Mintek and Tenova, both South African organisations, to now progress pyrometallurgical testing to satisfy commercial production requirements; and to progress engineering and technical design.

Tenova will also be responsible for preparation of the detailed Definitive Feasibility Study (DFS).

Mining of sufficient tonnage to enable Mintek to progress the metallurgical testwork has been completed and despatch of the required quantities by road and sea to South Africa is being finalised.

Testwork is estimated to take 45 to 60 days after receipt of the mined material. Documentation for DFS purposes may go past June 2017.

Commercial-in-confidence discussions with interested joint venture partners are in progress and subject to strict confidentiality.

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