



28 November, 2013

ASX Announcement

Entitlement Issue Closure and Notice of Shortfall

Ferrowest Limited ("Ferrowest" or "the Company") advises that the pro-rata non-renounceable entitlement issue pursuant to the Short Form Prospectus dated 29 October 2013, closed on 26 November 2013 ("the Offer").

The Offer to eligible shareholders was for one (1) new convertible note for every 75,000 shares held on the record date, at a face value of \$500.00 each.

Convertible notes validly applied for under the Offer and the number of shortfall convertible notes is summarised below:

	Number	Subscription Amount at \$500 per convertible note
Total convertible notes offered to eligible shareholders	3,330	\$1,665,000
Convertible notes validly applied for under the Offer	678	\$339,000
Shortfall available to be placed at discretion of Directors	2,652	\$1,326,000

The Company is naturally disappointed with the result, with 83% of the funds coming from the Company's directors, executives and the Company's major shareholder. The support of those shareholders that did participate, in these difficult economic times for junior resource companies, is greatly appreciated by the Board.

"Twice during 2013, the Company has given first opportunity to shareholders but when only small amounts of funds are secured, it becomes an inefficient way of operating the Company. We have good projects and it is vital for shareholder value that they are pursued as quickly as possible," said Brett Manning, Managing Director. ***"The Board will consider how best to achieve this, given the reduced amount raised and will keep the market appraised of any resulting developments."***

The Company will also continue to seek opportunities to place the Shortfall from the Offer.

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