

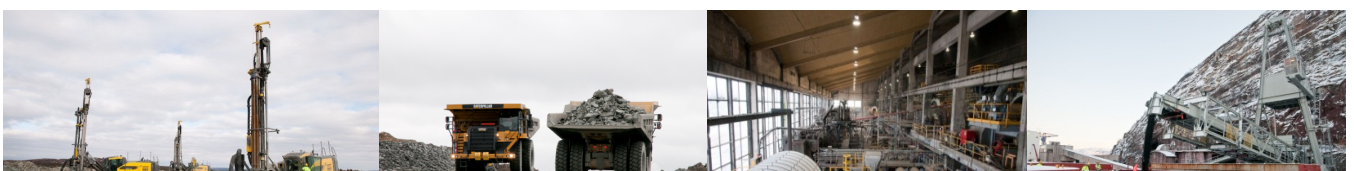


## **NORTHERN IRON LIMITED (ASX: "NFE")**

### **Quarterly Activities Report: Period ended 30 June 2015**

#### **Key Points**

- **Mine Production of 3.8 million tonnes mined, up 12% on the previous quarter.**
  - Mining operations continue to focus on minimising cost with advancement of lower strip ratio pits in the short term whilst maintaining the integrity of the life of mine plan and ore delivery to the concentrator. A strip ratio of 1.82 was achieved for the quarter, an increase over the March quarter strip ratio of 1.19.
- **Concentrate production of 484 dry kt, down 3% on the previous quarter, and concentrate sales of 420 dry kt, down 24% on the previous quarter.**
  - Concentrate produced was in line with the previous quarter result despite the planned maintenance downtime for a semi-annual reline of the primary mill.
  - Timing of shipments resulted in concentrate sales of 420 dry kt for the quarter, down 24% on the previous quarter, however finished production in silo at the end of the quarter amounted to 110 dry kt, an increase of 39% over the previous quarter.
- **A quarterly C1 unit cash operating cost of USD 58 / dmt, in line with the previous quarter.**
  - C1 unit cash operating costs remained stable at USD 58 / dmt for the quarter, in line with the March quarter result despite the additional costs incurred during the quarter associated with the semi-annual primary mill reline maintenance.
  - During the quarter the Company continued to pursue further cost improvements with the termination of certain major contracts and insourcing of activities.
- **Unaudited EBITDA loss of USD 8.6 million.**
  - The further decline in iron ore market prices quarter-on-quarter of approximately 7% resulted in an average realised price for the quarter USD 44 / dmt FOB Kirkenes and an EBITDA loss of approximately USD 8.6 million.
- **Restructuring of sales contract, debt facilities and continued deferral of debt service obligations.**
  - The Company continued to receive support from its financiers with agreements reached on the continuation of deferring debt service obligations through to 31 October 2015.
  - Furthermore, an agreement with the Company's main offtake customer was reached for the period 1 July to 31 October 2015, where sales will be at a fixed price of approximately USD 54 / dmt FOB Kirkenes, based on normal production quality specifications. After this period, the parties have agreed to terminate the long term contractual arrangements without further obligations and consider new arrangements for the future.



**Corporate**
**Treasury and Finance**

During the quarter, the Company continued efforts to improve the financial position in order for the Group's operations to continue as a going concern. Supportive measures were agreed in respect of short-term financing arrangements, including conditional waivers on loan and lease obligations. Further, an agreement was achieved with the Company's main offtake partner to apply improved and amended pricing terms for the period 1 July through to 31 October whilst also adjusting payment terms to improve liquidity.

The continued low market price environment for iron ore has negatively impacted the Company's working capital position. A continuation of prices below the cost of production will require the Company to relentlessly pursue and progress options to secure additional debt and/or equity funding to support the business going forward, whilst continuing to implement cost improvement initiatives across the operations.

The group cash balance at the end of the quarter was USD 6.9 million (Mar 2015: USD 13.4 million) which consisted of USD 5.3 million of unrestricted cash, and restricted supplier guarantees of USD 1.7 million.

At the end of the quarter, the Company held the following cash balances in a combination of AUD, EUR, NOK, CHF and USD as presented in Table 1.

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	AUD	EUR	NOK	CHF	USD
Amount (USD'000)	49	4	3,304	52	3,465
% Total	0.71%	0.05%	48.07%	0.75%	50.42%
Rate: USD to	1.30	0.89	7.86	0.93	1.00

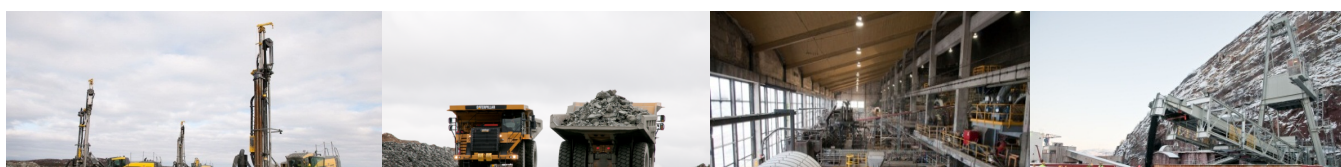
**Table 1**

At the beginning of July 2015, the Company reached agreements with DNB and Innovasjon Norge for continued support during the period 1 July through 31 October 2015. The supportive measures include the extension of waivers on servicing debt facility obligations and associated covenants. The Company also accepted an offer from the Tschudi Group for a deferral of payment obligations associated with its port lease, office rental and land leases for the six months July through December 2015. The costs deferred during this period will only become payable after 2 years.

**Sales and Marketing**

Concentrate sales of 420,000 dry metric tonnes (dmt) across 6 vessels to Tata Steel were achieved during the quarter. Finished inventory stocks at the end of the quarter were approximately 110 kt, versus a balance of 46 kt at the end of the March quarter.

During the period the average sales price realised for concentrate sales was USD 44 / dmt FOB Kirkenes, being 12% lower than the USD 49 / dmt achieved in the previous quarter. The reduction in realised prices is driven by the significant decline in the market price of iron ore of approximately 7% quarter-on-quarter. Table 2 shows a summary of the quarterly sales performance.



	Unit	Sep Qtr	Dec Qtr	Mar Qtr	Jun Qtr
Platts 62% Fe CFR price	USD/dmt	90	74	62	<b>58</b>
Kirkenes FOB avg price	USD/dmt	67	56	49	<b>44</b>
Sales of iron ore concentrate	Dmt	638,000	552,000	550,000	<b>420,000</b>

**Table 2**

In July 2015, the Company reached an agreement with its main off-take partner for a contract amendment covering the 1 July to 31 October 2015 period, after which the parties have an agreement to terminate the existing long term contractual arrangements without further obligations, but consider in good faith new arrangements for the future. During the period until 31 October, sales will be at a fixed price which is expected to deliver a FOB Kirkenes price of approximately USD 54 / dmt based on usual production specifications.

### Mining

During the quarter, total mine production of 3,815 kt represented a 12% increase over the previous quarter. Table 3 contains a summary of mining activity for the quarter compared to prior periods.

	Sep Qtr	Dec Qtr	Mar Qtr	Jun Qtr	Qtr Variance (from Mar Q)	Qtr Variance (% from Mar)
Ore Tonnes (kt)	1,621	1,447	1,552	<b>1,351</b>	-201	-13%
Waste Tonnes (kt)	2,779	1,583	1,850	<b>2,463</b>	613	33%
Total Tonnes (kt)	4,400	3,030	3,402	<b>3,815</b>	412	12%

**Table 3**

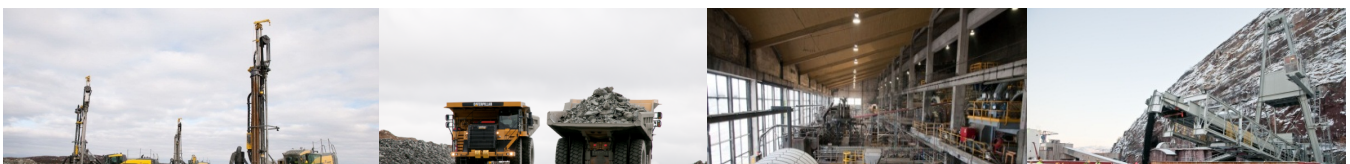
Mining activities are currently focused around supplying ore from the Bjørnevatn, Fisketind and Bjørnefjell pits. This is then blended to secure sustainable quality of ore feed to the Primary Mill.

Current production is sourced from both mining reserves and inferred resources. The actual ore tonnages mined versus those predicted from the Mineral Reserve and Resource models are shown in Tables 4 and 5 respectively.

	Actual Ore Mined (kt)	Reserve Model Estimate (kt)	Variance (kt)	Variance (%)
Bjørnevatn	639	617*	22	3
Fisketind East	270	299*	-30	-10
Total	909	917*	-8	-1

**Table 4**

\* Total Mineral Reserves includes floor stocks carried over from previous quarter minus the floor stocks left at the end of current quarter and represents the theoretical ore tonnage extracted from the pit.



	<b>Actual Ore Mined (kt)</b>	<b>Resource Model Estimate (kt)</b>	<b>Variance (kt)</b>	<b>Variance (%)</b>
Bjørnefjell	392	399*	-7	-2%
Total	392	399*	-7	-2%

**Table 5**

\* Total Mineral Resources includes floor stocks carried over from previous quarter minus the floor stocks left at the end of current quarter and represents the theoretical ore tonnage extracted from the pit.

Current production comes from declared mineral reserves as well as from mineral resources not yet subjected to the detailed studies required to declare them as reserves (e.g. the indicated and inferred resources in the Bjørnefjell deposit and inferred resources in the Bjørnevatn saddle).

Mining in the Bjørnevatn pit has been focused on the -72 and -86 RL. The Bjørnevatn pit displayed 3% positive ore tonnage reconciliation for the quarter

The Fisketind East pit displayed -10% ore tonnage reconciliation for the quarter. The principal reason for this negative variance is that there has been clean-up activities north of the Fisketind East pit. The Reserve model has been cut by an elevation model resulting from an Aerial Survey. It is known that there is a slight discrepancy between the Aerial Survey results and the actual topography, and that the Aerial elevation model tends to overestimate the elevation. This has a negative effect on the Model to Mine reconciliation. In addition to that, approximately 15 kt of high Sulphur ore that has previously been left in a ramp down to 166 RL, has now been mined out and treated as waste.

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Mining in Bjørnefjell has been focused on pit development and removal of topography. A total of 392 kt ore has been mined, mainly from the western ore horizon throughout the quarter.

Table 6 below gives a comparison of the forecasted average ore grade for the quarter exiting the pits; compared to the average feed grade into the plant, following primary crushing and upgrading through the cobbing plant.

	<b>March Q1 Fe<sub>total</sub></b>	<b>June Q2 Fe<sub>total</sub></b>
Ore Mined (% Fe)	31.8	32.9
Ore Milled (% Fe)	31.9	32.3

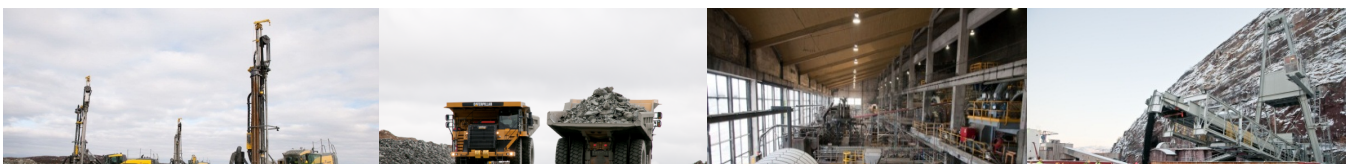
**Table 6**




Figure 1 - View of Bjørnevatn looking south from King's Lookout (June 2015)

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## Processing

### Production

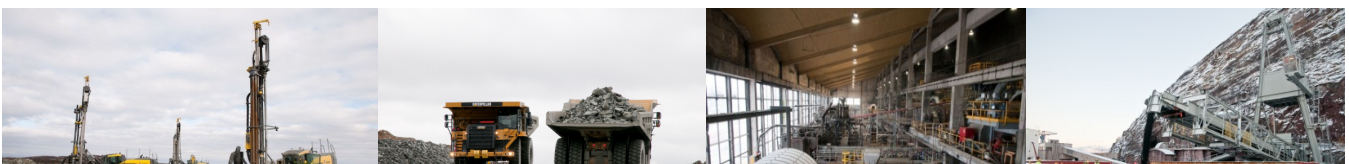
Production results from the processing facilities are outlined in Table 7 below.

	Sep Qtr	Dec Qtr	Mar Qtr	Jun Qtr	Qtr Variance (tonnes)	Qtr Variance (%)
Crushed (kt)	1,569	1,593	1,442	<b>1,402</b>	-41	-3%
Milled (kt)	1,454	1,402	1,298	<b>1,281</b>	-17	-1%
Concentrate Produced (kt)	600	563	501	<b>483</b>	-17	-3%
Concentrate Shipped (kt) (dry metric tonnes)	638	552	550	<b>420</b>	-130	-24%

Table 7

Milled ore volume was in line with the prior quarter despite reduced availability due to the semi-annual planned maintenance shut to reline the primary mill. As a result, concentrate produced was slightly below that of the prior quarter. Generally however, concentrate production over the first half of the year remains below the performance of the prior year, attributable to lower ore feed grades.

### Quality



Product quality for the quarter was within the expected 2015 specifications. Table 8 summarises concentrate quality for the last four quarters, and compares the actual grade with the Company's published shipping specification for 2015.

	Iron	Silica	Alumina	Phos	Sulphur	Mn
Sep'14 Qtr Actual (%)	67.9	4.9	0.2	0.01	0.03	0.05
Dec'14 Qtr Actual (%)	67.7	5.2	0.2	0.01	0.03	0.05
Mar'15 Qtr Actual (%)	67.8	4.9	0.2	0.01	0.03	0.04
Jun'15 Qtr Actual (%)	67.9	4.9	0.2	0.01	0.04	0.07
<b>2015 Specification (%)</b>	<b>68.0</b>	<b>5.0</b>	<b>0.2</b>	<b>0.01</b>	<b>0.03</b>	<b>0.07</b>

**Table 8**

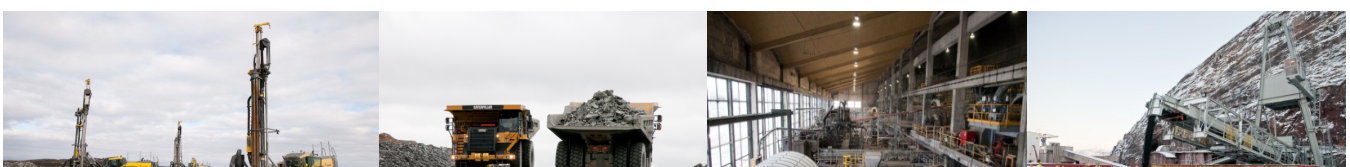
### Operational Financial Performance

Realised sales prices declined by approximately 12% quarter-on-quarter to an average price of USD 44 / dmt FOB Kirkenes, attributable to the continued fall in the iron ore market price of approximately 7% quarter-on-quarter. Despite lower volume of concentrate production in the June quarter compared to previous quarters, a unit cash operating cost (C1) of approximately USD 58 / dmt was achieved, being in line with the prior quarter notwithstanding higher costs in the quarter associated with the planned primary mill reline and a slightly higher stripping ratio.

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The improving trend in cost performance over the last 12 months of approximately 20%, combined with the ongoing implementation of further cost reduction measures around insourcing of operational activities, provides encouragement that further improvements can be realised. The commitment of the entire workforce towards the goal of improved cost performance has been underpinned and demonstrated by all employees and directors over the last 9 months having accepted reduced salaries and wages. The weakening of the NOK compared to the USD continues to favourably impact the C1 unit cash operating cost.

Sustaining capital expenditure remains at a minimum, with total expenditure of approximately USD 0.2 million across the quarter. The continued disciplined approach toward cost and capital control remains an area of crucial significance for the Company.



**Program for next quarter**

The Company continues to put its efforts and focus on:

- *Continuing to preserve cash and progress options to secure financial support through actively working with current stakeholders and potential new financiers to restructure and improve the working capital and overall operating position of the Company for the longer term and ensure the operations remains a going concern.*
- *Continuing to implement cost improvement initiatives to drive lower unit operating costs.*
- *Maintain plant reliability and milling rates to achieve maximum concentrate production whilst optimising the mine plan to minimise stripping requirements whilst maintaining the integrity of the life of mine plan and ore delivery to the concentrator.*

*For and on behalf of the Board.*



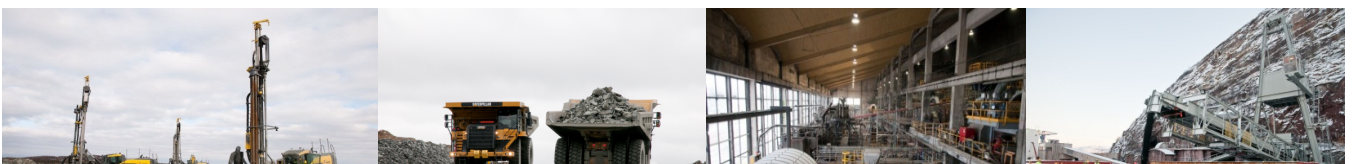
Antony Beckmand  
Managing Director / CEO

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**Note:**

*The information in this report that relates to Mineral Resources and Ore Reserves is based on information compiled by Thomas Lindholm, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Thomas Lindholm is employed full time by GeoVistaAB. Thomas Lindholm has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Thomas Lindholm consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

***This report contains some references to forward looking assumptions, estimates and outcomes. These are uncertain by nature and no assurance can be given by Northern Iron Limited that its expectations, estimates and forecast outcomes will be achieved.***



# Appendix 5B

## Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

<b>NORTHERN IRON LIMITED</b>
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ABN

<b>71 125 264 575</b>
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Quarter ended ("current quarter")

<b>30 JUNE 2015</b>
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### Consolidated statement of cash flows

	Current quarter \$US'000	Year to date (6 months) \$US'000
<b>Cash flows related to operating activities</b>		
1.1 Receipts from product sales and related debtors	31,062	66,309
1.2 Payments for (a) exploration & evaluation	-	-
(b) development	-	-
(c) production	(40,033)	(76,215)
(d) administration	(2,892)	(6,478)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	1	2
1.5 Interest and other costs of finance paid	(378)	(444)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
<b>Net Operating Cash Flows</b>	<b>(12,240)</b>	<b>(16,826)</b>
<b>Cash flows related to investing activities</b>		
1.8 Payment for purchases of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	(629)
1.9 Proceeds from sale of: (a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other – security deposits (paid) / returned	3,332	(606)
<b>Net investing cash flows</b>	<b>3,332</b>	<b>(1,235)</b>
1.13 Total operating and investing cash flows (carried forward)	(8,908)	(18,061)

+ See chapter 19 for defined terms.



**Appendix 5B****Mining exploration entity and oil and gas exploration entity quarterly report**

1.13	Total operating and investing cash flows (brought forward)	(8,908)	(18,061)
	<b>Cash flows related to financing activities</b>		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	12,338	23,739
1.17	Repayment of borrowings	(6,812)	(6,812)
1.18	Dividends paid	-	-
1.19	Other – share cancellations / refunds	-	-
	<b>Net financing cash flows</b>	<b>5,526</b>	<b>16,927</b>
	<b>Net increase (decrease) in cash held</b>	<b>(3,382)</b>	<b>(1,134)</b>
1.20	Cash at beginning of quarter/year to date	7,872	6,618
1.21	Exchange rate adjustments to item 1.20	160	(834)
1.22	<b>Cash at end of quarter</b>	<b>4,650</b>	<b>4,650</b>

**Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities**

		Current quarter \$US'000
1.23	Aggregate amount of payments to the parties included in item 1.2	690
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Line 1.23 includes US\$105,223 for directors fees, and US\$584,569 for transactions with related parties of Sydvaranger Gruve AS, representing a leasing agreement for handling, storage and loading of iron ore concentrate, and administrative services.

**Non-cash financing and investing activities**

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Liabilities have increased by US\$382,633 due to deferred income as a result of a customer offtake agreement.

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

### Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$US'000	Amount used \$US'000
3.1 Loan facilities	81,684	81,684
3.2 Credit standby arrangements	-	-

### Estimated cash outflows for next quarter

	\$US'000
4.1 Exploration and evaluation	-
4.2 Development	-
4.3 Production	(27,577)
4.4 Administration	(2,537)
<b>Total</b>	<b>(30,114)</b>

### Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$US'000	Previous quarter \$US'000
5.1 Cash on hand and at bank	4,650	7,872
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
<b>Total: cash at end of quarter (item 1.22)</b>	<b>4,650</b>	<b>7,872</b>

### Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1	Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed			
6.2	Interests in mining tenements and petroleum tenements acquired or increased			

### Issued and quoted securities at end of current quarter

+ See chapter 19 for defined terms.

**Appendix 5B****Mining exploration entity and oil and gas exploration entity quarterly report**


Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 <b>Preference +securities</b> (description)				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 <b>+Ordinary securities</b>	484,405,314	484,405,314		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5 <b>+Convertible debt securities</b> (description)				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 <b>Options</b> (description and conversion factor)			<i>Exercise price</i>	<i>Expiry date</i>
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 <b>Debentures</b> (totals only)				
7.12 <b>Unsecured notes</b> (totals only)				
7.13 <b>Performance rights</b> (totals only)	1,100,000 Various performance conditions and hurdle prices	nil		

**Compliance statement**

+ See chapter 19 for defined terms.

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does /does not\* (*delete one*) give a true and fair view of the matters disclosed.

Sign here:  ..... Date: 31 July 2015  
(Director/Company secretary)

Print name: ALEX NEULING

## Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.
- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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**NORTHERN IRON LIMITED 30 JUNE 2015 QUARTERLY REPORT  
APPENDIX CONTAINING ASX Listing Rule 5.3.3 INFORMATION**

**1) Schedule of mining tenements held at the end of the quarter:**

Tenement Name	Tenement Number	Tenement Type	Area (m <sup>2</sup> )	Grant Date	Registered Holder
Andehatten	FU -1/2009-FB	Claim	62,500	22/08/2001	Sydvaranger Gruve AS
Annahatten	G.UTV. 6/2011	Claim	175,000	18/03/2009	Sydvaranger Gruve AS
Annahatten N	0784/2009-FB	Preclaim	250,000	3/03/2010	Sydvaranger Gruve AS
Annahatten Ø	0783/2009-FB	Preclaim	175,000	3/03/2010	Sydvaranger Gruve AS
Bjørnefjell	G.UTV.0006-1/2013	Claim	910,000	2/12/2013	Sydvaranger Gruve AS
Bjørnefjell 6	0023/2009-FB	Preclaim	280,000	18/03/2009	Sydvaranger Gruve AS
Bjørnevann 10	785/2008-FB	Preclaim	80,000	22/10/2008	Sydvaranger Gruve AS
Bjørnevann 11	786/2008-FB	Preclaim	190,000	22/10/2008	Sydvaranger Gruve AS
Bjørnevann 12	0015/2009-FB	Preclaim	225,000	18/03/2009	Sydvaranger Gruve AS
Bjørnevann 13	0016/2009-FB	Preclaim	180,000	18/03/2009	Sydvaranger Gruve AS
Bjørnevann 14	0017/2009-FB	Preclaim	245,000	18/03/2009	Sydvaranger Gruve AS
Bjørnevann 15	0018/2009-FB	Preclaim	280,000	18/03/2009	Sydvaranger Gruve AS
Bjørnevann 16	0019/2009-FB	Preclaim	245,000	18/03/2009	Sydvaranger Gruve AS
Bjørnevann 7	3311/2007-FB	Preclaim	297,600	7/10/2007	Sydvaranger Gruve AS
Bjørnevann 8	3312/2007-FB	Preclaim	240,000	7/10/2007	Sydvaranger Gruve AS
Bjørnevann 9	3313/2007-FB	Preclaim	225,000	7/10/2007	Sydvaranger Gruve AS
Bjørnevatn 1	1664/2006-FB	Preclaim	300,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 100	1672/2006-FB	Preclaim	250,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 101	1673/2006-FB	Preclaim	280,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 17	0798/2009-FB	Preclaim	200,000	3/03/2010	Sydvaranger Gruve AS
Bjørnevatn 18	0799/2009-FB	Preclaim	50,000	3/03/2010	Sydvaranger Gruve AS
Bjørnevatn 19	0800/2009-FB	Preclaim	150,000	3/03/2010	Sydvaranger Gruve AS
Bjørnevatn 2	1665/2006-FB	Preclaim	300,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 20	0801/2009-FB	Preclaim	300,000	3/03/2010	Sydvaranger Gruve AS
Bjørnevatn 3	1666/2006-FB	Preclaim	300,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 4	1667/2006-FB	Preclaim	250,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 5	1668/2006-FB	Preclaim	250,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn 6	1669/2006-FB	Preclaim	250,000	19/01/2007	Sydvaranger Gruve AS
Bjørnevatn Ø	NU 11/1974	Claim	56,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn Ø	NU 12/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn Ø	NU 13/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn Ø	NU 14/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn Ø	NU 15/1974	Claim	81,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 1/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 10/1974	Claim	56000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 2/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 3/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 4/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 5/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 6/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 7/1974	Claim	84000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 8/1974	Claim	84000	6/12/2002	Sydvaranger Gruve AS
Bjørnevatn V	NU 9/1974	Claim	84000	6/12/2002	Sydvaranger Gruve AS
Boris Gleb 1	0687/2001-FB	Preclaim	117,500	22/08/2001	Sydvaranger Gruve AS
Boris Gleb 1	FU -8/2009-FB	Claim	182,500	23/08/2001	Sydvaranger Gruve AS
Boris Gleb 2	0688/2001-FB	Preclaim	163,150	24/08/2001	Sydvaranger Gruve AS
Boris Gleb 2	FU -9/2009-FB	Claim	136,850	25/08/2001	Sydvaranger Gruve AS
Boris Gleb 3	FU -10/2009-FB	Preclaim	49,000	26/08/2001	Sydvaranger Gruve AS
Boris Gleb 3	0689/2001-FB	Claim	191,000	27/08/2001	Sydvaranger Gruve AS
Brattli 1	3138/2007-FB	Preclaim	140,000	7/10/2007	Sydvaranger Gruve AS
Brattli 2	3139/2007-FB	Preclaim	120,000	7/10/2007	Sydvaranger Gruve AS
Brattli 3	0771/2009-FB	Preclaim	32,400	3/03/2010	Sydvaranger Gruve AS
Brattli 4	0772/2009-FB	Preclaim	60,000	3/03/2010	Sydvaranger Gruve AS
Fisketd. S/Jernt. N	FU -4/2009-FB	Claim	45,000	22/08/2001	Sydvaranger Gruve AS

Tenement Name	Tenement Number	Tenement Type	Area (m <sup>2</sup> )	Grant Date	Registered Holder
Fisketind	NU 31/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Fisketind	NU 32/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Fisketind	NU 33/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Fisketind	NU 34/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Fisketind	NU 35/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Fisketind 1	0785/2009-FB	Preclaim	200,000	3/03/2010	Sydvaranger Gruve AS
Fisketind 10	0790/2009-FB	Preclaim	250,000	3/03/2010	Sydvaranger Gruve AS
Fisketind 11	0791/2009-FB	Preclaim	175,000	3/03/2010	Sydvaranger Gruve AS
Fisketind 3	0028/2009-FB	Preclaim	102,400	2/04/2009	Sydvaranger Gruve AS
Fisketind 4	0029/2009-FB	Preclaim	235,000	19/01/2007	Sydvaranger Gruve AS
Fisketind 5	0030/2009-FB	Preclaim	9,900	2/04/2009	Sydvaranger Gruve AS
Fisketind 6	0786/2009-FB	Preclaim	280,000	2/04/2009	Sydvaranger Gruve AS
Fisketind 7	0787/2009-FB	Preclaim	35,100	3/03/2010	Sydvaranger Gruve AS
Fisketind 8	0788/2009-FB	Preclaim	240,000	3/03/2010	Sydvaranger Gruve AS
Fisketind 9	0789/2009-FB	Preclaim	138,000	3/03/2010	Sydvaranger Gruve AS
Fisketind Syd 2	1662/2006-FB	Preclaim	300,000	3/03/2010	Sydvaranger Gruve AS
Grunntjern	NU 40/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Grunntjern	NU 41/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Grunntjern	NU 42/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Grunntjern	NU 43/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Grunntjern	NU 44/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Grunntjern	NU 45/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Grunntjern 1	0794/2009-FB	Preclaim	220,000	3/03/2010	Sydvaranger Gruve AS
Grunntjern 2	0795/2009-FB	Preclaim	299,750	3/03/2010	Sydvaranger Gruve AS
Hyttemalmen	NU 81/1974	Claim	56,000	6/12/2002	Sydvaranger Gruve AS
Hyttemalmen	NU 82/1974	Claim	56,000	6/12/2002	Sydvaranger Gruve AS
Jernhatten	NU 77/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Jernhatten	NU 78/1974	Claim	140,000	6/12/2002	Sydvaranger Gruve AS
Jerntoppen 1	787/2008-FB	Preclaim	250,000	22/10/2008	Sydvaranger Gruve AS
Jerntoppen 2	0766/2009-FB	Preclaim	25,000	3/03/2010	Sydvaranger Gruve AS
Jerntoppen 3	0781/2009-FB	Preclaim	100,000	3/03/2010	Sydvaranger Gruve AS
Jerntoppen 4	0782/2009-FB	Preclaim	120,000	3/03/2010	Sydvaranger Gruve AS
Kjellmannsåsen	LU 101/1903	Claim	lengdeutmål	6/12/2002	Sydvaranger Gruve AS
Kjellmannsåsen	LU 102/1903	Claim	lengdeutmål	6/12/2002	Sydvaranger Gruve AS
Kjellmannsåsen	LU 105/1903	Claim	lengdeutmål	6/12/2002	Sydvaranger Gruve AS
Kjellmannsåsen	LU 106/1903	Claim	lengdeutmål	6/12/2002	Sydvaranger Gruve AS
Kjellmannsåsen 1	1658/2006-FB	Preclaim	250000	19/01/2007	Sydvaranger Gruve AS
Kjellmannsåsen 2	1659/2006-FB	Preclaim	250000	19/01/2007	Sydvaranger Gruve AS
Kjellmannsåsen 3	1660/2006-FB	Preclaim	250000	19/01/2007	Sydvaranger Gruve AS
Kjellmannsåsen 4	1661/2006-FB	Preclaim	250000	19/01/2007	Sydvaranger Gruve AS
Kjellmannsåsen 5	3135/2007-FB	Preclaim	78,750	7/10/2007	Sydvaranger Gruve AS
Kjellmannsåsen 6	3136/2007-FB	Preclaim	275,000	7/10/2007	Sydvaranger Gruve AS
Kjellmannsåsen 7	3137/2007-FB	Preclaim	200,000	7/10/2007	Sydvaranger Gruve AS
Mattilamalmen 1	FU -6/2009-FB	Preclaim	88,150	22/08/2001	Sydvaranger Gruve AS
Mattilamalmen 1	0685/2001-FB	Claim	104,350	23/08/2001	Sydvaranger Gruve AS
Mattilamalmen 2	0686/2001-FB	Preclaim	280,000	22/08/2001	Sydvaranger Gruve AS
Ørnåsen	FU -5/2009-FB	Claim	252,000	22/08/2001	Sydvaranger Gruve AS
Ørnåsen 1	0779/2009-FB	Preclaim	90,000	3/03/2010	Sydvaranger Gruve AS
Ørnåsen 2	0780/2009-FB	Preclaim	250,000	3/03/2010	Sydvaranger Gruve AS
Ørnevann	NU 63/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Ørnevann	NU 64/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Ørnevann	NU 65/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Ørnevann	NU 66/1974	Claim	84,000	6/12/2002	Sydvaranger Gruve AS
Ørnevannet 1	0773/2009-FB	Preclaim	230,000	3/03/2010	Sydvaranger Gruve AS
Ørnevannet 2	0774/2009-FB	Preclaim	297,000	3/03/2010	Sydvaranger Gruve AS
Ørnevannet 3	0775/2009-FB	Preclaim	261,000	3/03/2010	Sydvaranger Gruve AS
Ørnevannet 4	0776/2009-FB	Preclaim	299,750	3/03/2010	Sydvaranger Gruve AS
Reitan 3	3298/2007-FB	Preclaim	145,000	7/10/2007	Sydvaranger Gruve AS
Reitan 4	3299/2007-FB	Preclaim	266,000	7/10/2007	Sydvaranger Gruve AS
Reitan 5	3300/2007-FB	Preclaim	266,000	7/10/2007	Sydvaranger Gruve AS
Reitan 6	3301/2007-FB	Preclaim	280,000	7/10/2007	Sydvaranger Gruve AS

Tenement Name	Tenement Number	Tenement Type	Area (m <sup>2</sup> )	Grant Date	Registered Holder
Reitan 7	3302/2007-FB	Preclaim	175,000	7/10/2007	Sydvaranger Gruve AS
Reitan 8	3303/2007-FB	Preclaim	250,000	7/10/2007	Sydvaranger Gruve AS
Reitanmalmen 1	FU -2/2009-FB	Claim	150,000	22/08/2001	Sydvaranger Gruve AS
Reitanmalmen 2	FU -3/2009-FB	Claim	137,500	22/08/2001	Sydvaranger Gruve AS
Søstervann	NU 46/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Søstervann	NU 47/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Søstervann	NU 48/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Søstervann	NU 49/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Søstervatn 1	0796/2009-FB	Preclaim	247,500	3/03/2010	Sydvaranger Gruve AS
Søstervatn 2	0797/2009-FB	Preclaim	247,500	3/03/2010	Sydvaranger Gruve AS
Teltbukt 1	0777/2009-FB	Preclaim	240,000	3/03/2010	Sydvaranger Gruve AS
Teltbukt 2	0778/2009-FB	Preclaim	200,000	3/03/2010	Sydvaranger Gruve AS
Teltbuktmalmen	FU-7/2009-FB	Claim	6,615	22/08/2001	Sydvaranger Gruve AS
Tverrdalen	NU 24/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen	NU 25/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen	NU 26/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen	NU 27/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen	NU 28/1974	Claim	112,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen	NU 29/1974	Claim	168,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen	NU 30/1974	Claim	168,000	6/12/2002	Sydvaranger Gruve AS
Tverrdalen 1	0792/2009-FB	Preclaim	299,750	3/03/2010	Sydvaranger Gruve AS
Tverrdalen 2	0793/2009-FB	Preclaim	299,750	3/03/2010	Sydvaranger Gruve AS
Vakkeråsen 1	0690/2001-FB	Preclaim	160,000	22/08/2001	Sydvaranger Gruve AS
Vakkeråsen 2	0691/2001-FB	Preclaim	240,000	22/08/2001	Sydvaranger Gruve AS
Vakkeråsen 3	0692/2001-FB	Preclaim	240,000	22/08/2001	Sydvaranger Gruve AS
Vakkeråsen 4	0693/2001-FB	Preclaim	175,000	22/08/2001	Sydvaranger Gruve AS
Vakkeråsen 5	3304/2007-FB	Preclaim	90,000	7/10/2007	Sydvaranger Gruve AS
Vakkeråsen 6	3305/2007-FB	Preclaim	90,000	7/10/2007	Sydvaranger Gruve AS
Vakkeråsen 7	3306/2007-FB	Preclaim	150,000	7/10/2007	Sydvaranger Gruve AS
Vakkeråsen 8	3307/2007-FB	Preclaim	150,000	7/10/2007	Sydvaranger Gruve AS
Vakkeråsen 9	3308/2007-FB	Preclaim	120,000	7/10/2007	Sydvaranger Gruve AS
Varrevann 1	0694/2001-FB	Preclaim	250,000	22/08/2001	Sydvaranger Gruve AS
Varrevann 2	0695/2001-FB	Preclaim	250,000	22/08/2001	Sydvaranger Gruve AS
Varrevann 3	0696/2001-FB	Preclaim	250,000	22/08/2001	Sydvaranger Gruve AS
Varrevann 4	0697/2001-FB	Preclaim	60,000	22/08/2001	Sydvaranger Gruve AS
Varrevann 5	3296/2007-FB	Preclaim	170,000	7/10/2007	Sydvaranger Gruve AS
Varrevann 6	3297/2007-FB	Preclaim	280,000	7/10/2007	Sydvaranger Gruve AS

**2) Mining tenements acquired and disposed of during the quarter**

N/a

**3) The beneficial percentage interests held in farm-in or farm-out agreements at the end of the quarter.**

N/a

**4) The beneficial percentage interests in farm-in or farm-out agreements acquired or disposed of during the quarter.**

N/a