



17 February 2016

Grange Resources Limited
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Potential Asset Impairment

Grange Resources Limited (“Grange” or the “Company”) advises that it has substantially completed its financial statements and its review of the carrying value of all assets as at 31 December 2015.

As detailed in Grange’s Financial Report for the half year ended 30 June 2015, the valuation of Grange’s assets is sensitive to changes in physical, cost and economic assumptions. The assessment of carrying values is nearing completion. While no decision has yet been made in relation to the precise quantum of the impairment, the Board considers it likely that its review will indicate a non-cash impairment of the carrying value of Savage River assets of between A\$220 million and A\$250 million after tax. The impairment is due to lower than forecast iron ore prices arising from the continuing downward pressure the iron ore market is experiencing. While an impairment charge will reduce the book values of assets, it is non-cash and does not affect the Company’s cash position or operations.

The carrying value review is expected to be completed prior to the Company’s scheduled release of its financial results for the twelve months ended 31 December 2015 on 29 February 2016.

For further information, contact:

Dr Michelle Li
Chairperson
Grange Resources Limited

ENDS