

Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity:	Atlas Iron Limited
ACN	110 396 168

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	David Nathan Flanagan
Date of last notice	27 July 2015

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Direct or indirect interest	Direct and Indirect
Nature of indirect interest (including registered holder) Note: Provide details of the circumstances giving rise to the relevant interest.	Indirect 1. Trustee for the Flanagan Family trust 2. Spouse 3. Superannuation Fund
Date of change	6 July 2016
No. of securities held prior to change	6,840,000 ordinary shares. 4,000,000 listed options (ASX Code: AGOO). 20,911,333 unlisted options exercisable for nil cash consideration on or before 13 November 2020, subject to satisfaction of the vesting conditions.
Class	Ordinary shares
Number disposed	Nil
Number acquired	20,911,333 ordinary shares
Value/Consideration Note: If consideration is non-cash, provide details and estimated valuation	Nil (exercise of Unlisted zero priced ESOP options and resulting conversion into ordinary shares)
No. of securities held after change	27,751,333 ordinary shares. 4,000,000 listed options (ASX Code: AGOO).
Nature of change	Issue of shares on exercise of zero priced ESOP options that were issued under the Atlas Iron Limited Option Plan pursuant to the shareholder approval given on 28 October 2015.

+ See chapter 19 for defined terms.

Appendix 3Y Change of Director's Interest Notice

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	N/A
Nature of interest	N/A
Name of registered holder (if issued securities)	N/A
Date of change	N/A
No. and class of securities to which interest related prior to change <small>Note: Details are only required for a contract in relation to which the interest has changed</small>	N/A
Interest acquired	N/A
Interest disposed	N/A
Value/Consideration <small>Note: If consideration is non-cash, provide details and an estimated valuation</small>	N/A
Interest after change	N/A

Part 3 – ⁺Closed period

Were the interests in the securities or contracts detailed above traded during a ⁺closed period where prior written clearance was required?	N/A (exercise of Unlisted zero priced ESOP options and resulting conversion into ordinary shares)
If so, was prior written clearance provided to allow the trade to proceed during this period?	N/A
If prior written clearance was provided, on what date was this provided?	N/A

⁺ See chapter 19 for defined terms.