



CORPORATE PRESENTATION

**Emerging Iron Ore
Producer**

Broker Briefing Webinar

12 August 2021



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Corporate Snapshot

FEL is an emerging ASX-listed commodity play with an experienced Board and Management team.

Company Overview

- Fe Limited (FEL) is an Australian mineral exploration company with interests in various projects and tenements prospective for iron ore, copper and gold, all located in Australia
 - The company is focused on the development and operation of its iron ore assets
- Its key projects and interests include –
 - **Wiluna West JWD Deposit:** producing high grade DSO hematite project (WA)
 - **Yarram Iron Ore Project:** Advanced, iron ore project (NT)
 - **Bryah Basin Joint Venture Projects:** Free Carried exploration JV's at Forrest Project, Morck Well Project, Alchemy Projects

Capitalisation Table as at 10 August 2021		
Share price	[A\$/sh]	0.074
Share count	[#m]	755
Options	[#m]	86
Market Capitalisation	[A\$m]	56
Net Debt / (Cash) (as at 30 June 21)	[A\$m]	(6)
Enterprise Value	[A\$m]	50

Board of Directors & Management

Tony Sage – Executive Chairman
Mark Hancock – Executive Director
Nicholas Sage – Non-Executive Director

Jeremy Sinclair – Projects Director
Eric Kiely – Manager Studies
Matthew Ramsden – General Manager Operations

Ownership

Dempsey Resources Pty Ltd (subsidiary of Cyclone Metals Ltd)	19.35%
Gold Valley Iron Ore Pty Ltd	7.11%
HSBC Custody Nominees (Australia) Limited	4.45%
Top 20	59.68%
Directors	3.20%

Investment Thesis

Rapid iron ore project development & production into strong market provides attractive cash flow potential.

Thesis: FEL's investment proposition is predicated on near-term, high grade, premium product iron ore projects and exposure to strategic metals.

Leverage

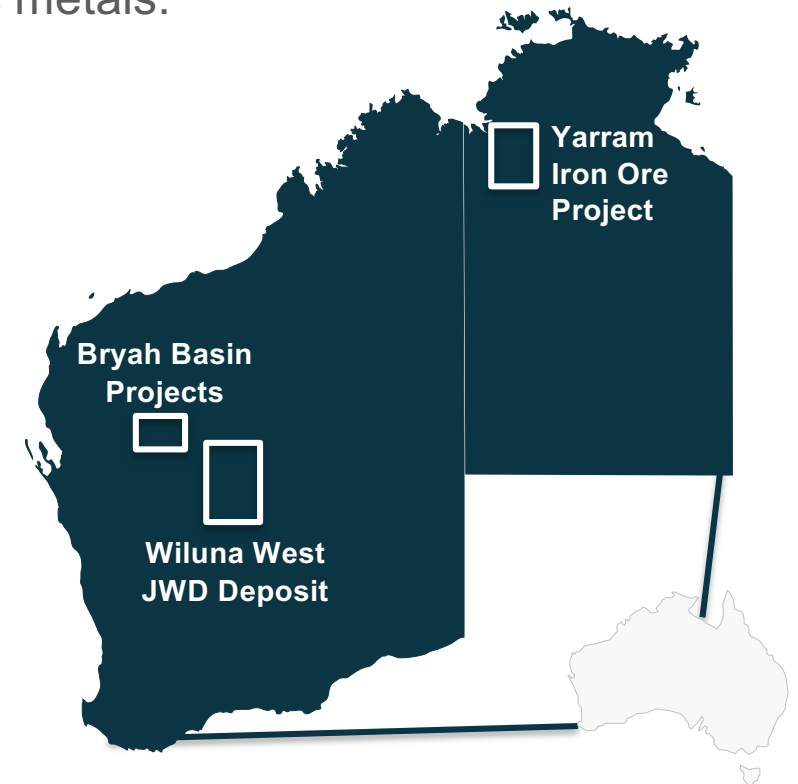
- ✓ Experienced team
- ✓ Key partnerships with contractors
- ✓ Steel industry connections

Early Cash Flows

- ✓ Low initial capital
- ✓ Near-term production underway

Projects

- ✓ Advanced approvals
- ✓ High grade resources
- ✓ Exposure to strategic metals
- ✓ Building a commodity pipeline



Wiluna West JWD Deposit

Operating mine producing high grade, low impurity iron ore.

Ownership

- FEL has a 60% interest (including operatorship) in the Iron Ore Mining Rights Agreement over the Wiluna West JWD deposit (**JWD Project**)
- Acquisition consideration is payable to tenement owner GWR Group on a staged basis.
- Stage 1 - Right to extract up to 300kt, already paid for, with mining underway
- Stage 2 - up to further 2.7Mt can be extracted - requires payment of option fee of A\$4.25m by Jan 22
- Stage 3 - Option to continue to mine any remaining economically recoverable JWD tonnes subject to payment of a A\$3.50/t fee

Project Overview

- Low capex, direct-shipping iron ore development project which will produce a high-grade (resource average ~63.7%), low impurity iron ore, with approximately 65% of the material presenting as high-value lump ore

Resource

- 10.7Mt @ 63.7% Fe using a 55% Fe cut off
- All exploration and resource definition completed along with metallurgical test work program



High grade ore exposed in JWD pit

JWD Project – Project Overview

Low initial capital cost, fast track production

Development

- Mine development completed in less than 4 months, for capital cost of less than \$4m
- Utilising contractors for performance of mining, crushing and screening and haulage to port to minimise upfront establishment costs
- Leveraging off existing infrastructure such as office facilities (GWR), accommodation (SO4), port facilities (MGX) via innovative contracting arrangements to further reduce development capital

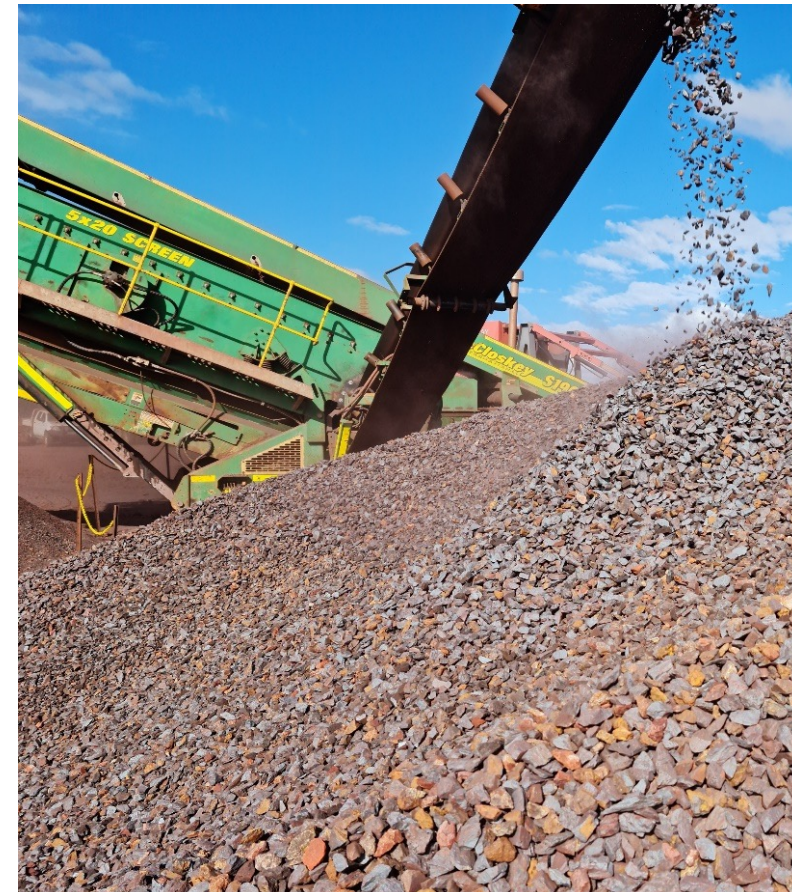


JWD Project – Project Overview

Operations underway

Operations

- Mining Contractor Big Yellow mobilised to site in May and commenced mining in June
- Crushing and Screening contractor Rocktivity mobilised to site in July and commenced processing that month
- Lead haulage contractor Campbell Transport mobilised to site in July, with first product trucked to port in that month
- Agreement in place with Mid West Port Authority for 800,000tpa of throughput via Geraldton Port, with potential to ship additional tonnage as haulage capacity becomes available
- Grade reconciling well to predictions, with assays of current port stockpile confirming the high grade nature of the JWD lump product, **with iron content in excess of 64%**



Crushed material at JWD

JWD Project – Project Overview continued

Sales and Marketing

Sales

- Sales contract entered for life of mine with leading global trading house Glencore. Contract is agency style arrangement where the parties work collaboratively to identify the optimal end users
- Prepayment of US\$7.5m received from Glencore to assist in funding working capital during the ramp up phase, repayable over the first six (6) ships or six (6) months, whichever is the earlier
- Hedging program commenced to give price protection while retaining upside via zero cost collars on the first three (3) ships at average floor price of US\$153 and average ceiling price of US\$199 based on 62% fines benchmark price

Products

Key attractive qualities:

- High Fe content
- Low impurities
- Low Fines in Lump ratio
- Low moisture reducing transport cost

These characteristics should assist it in achieving premium pricing once it is established in the market

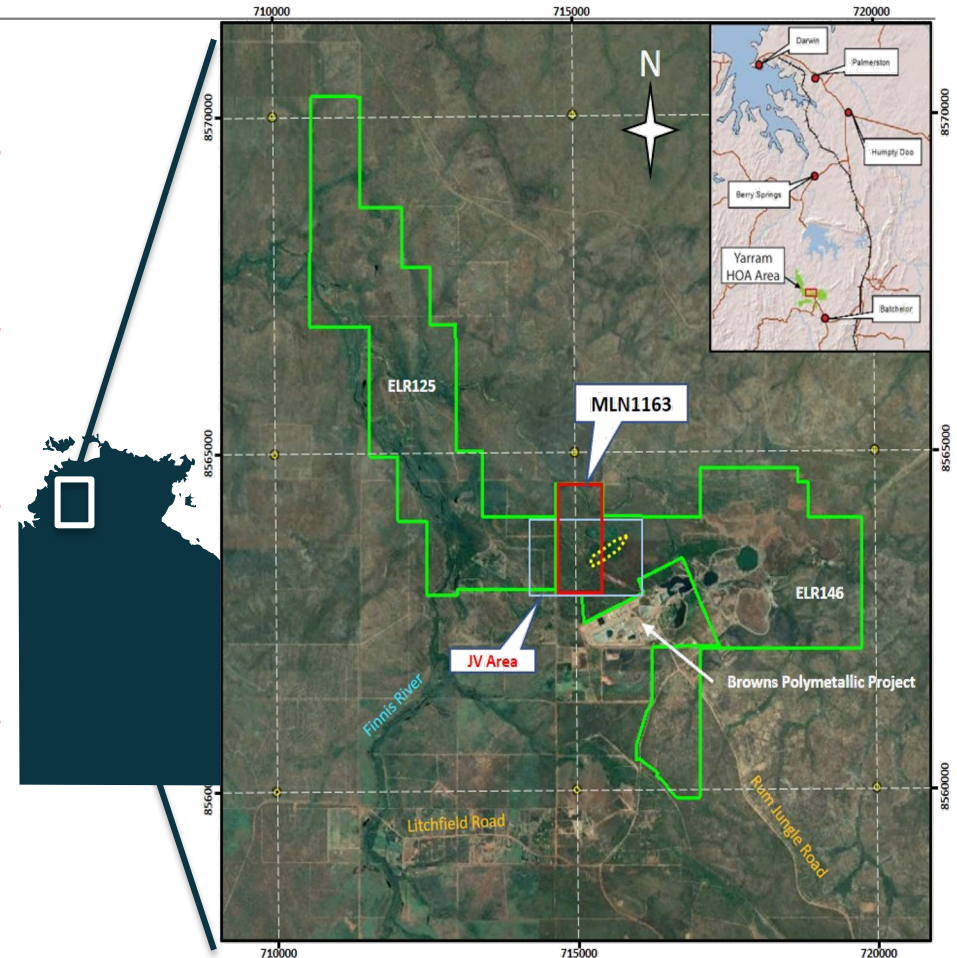


JWD lump stockpile at Geraldton port

Yarram Iron Ore Project

FEL operate and hold a 50% interest in the Yarram Iron Ore JV.

Ownership	<ul style="list-style-type: none"> FEL holds a 50% interest (including operatorship) in the Yarram Iron Ore Project (Yarram),
Project Overview	<ul style="list-style-type: none"> Yarram has been the subject of significant historical exploration including a 2014 drilling campaign which confirmed the presence of high grade iron ore mineralisation.
Location / Infrastructure	<ul style="list-style-type: none"> Yarram is partially located on an existing mining lease on freehold land located ~110km from Darwin Port in the Northern Territory and adjacent to existing underutilized mining infrastructure
Resource	<ul style="list-style-type: none"> Based on the 2014 drilling information, FEL has determined an exploration target of 4Mt to 6Mt with a grade range of 60% - 62% Fe. Government approval was received in July 2021 to conduct further drilling, which is planned for Q4 2021
Historical Drill Intercepts	<ul style="list-style-type: none"> 108m @ 65.6% Fe, 2.3% SiO₂, 1.8% Al₂O₃, 0.037% P from 18m in hole RJRC0119 65m @ 66.4% Fe, 2.0% SiO₂, 1.5% Al₂O₃, 0.022% P from 13m in hole RJRC069 (hole finished in 65.9% Fe) 35m @ 62.9% Fe, 4.3% SiO₂, 1.6% Al₂O₃, 0.045% P from 23m in hole RJRC0106

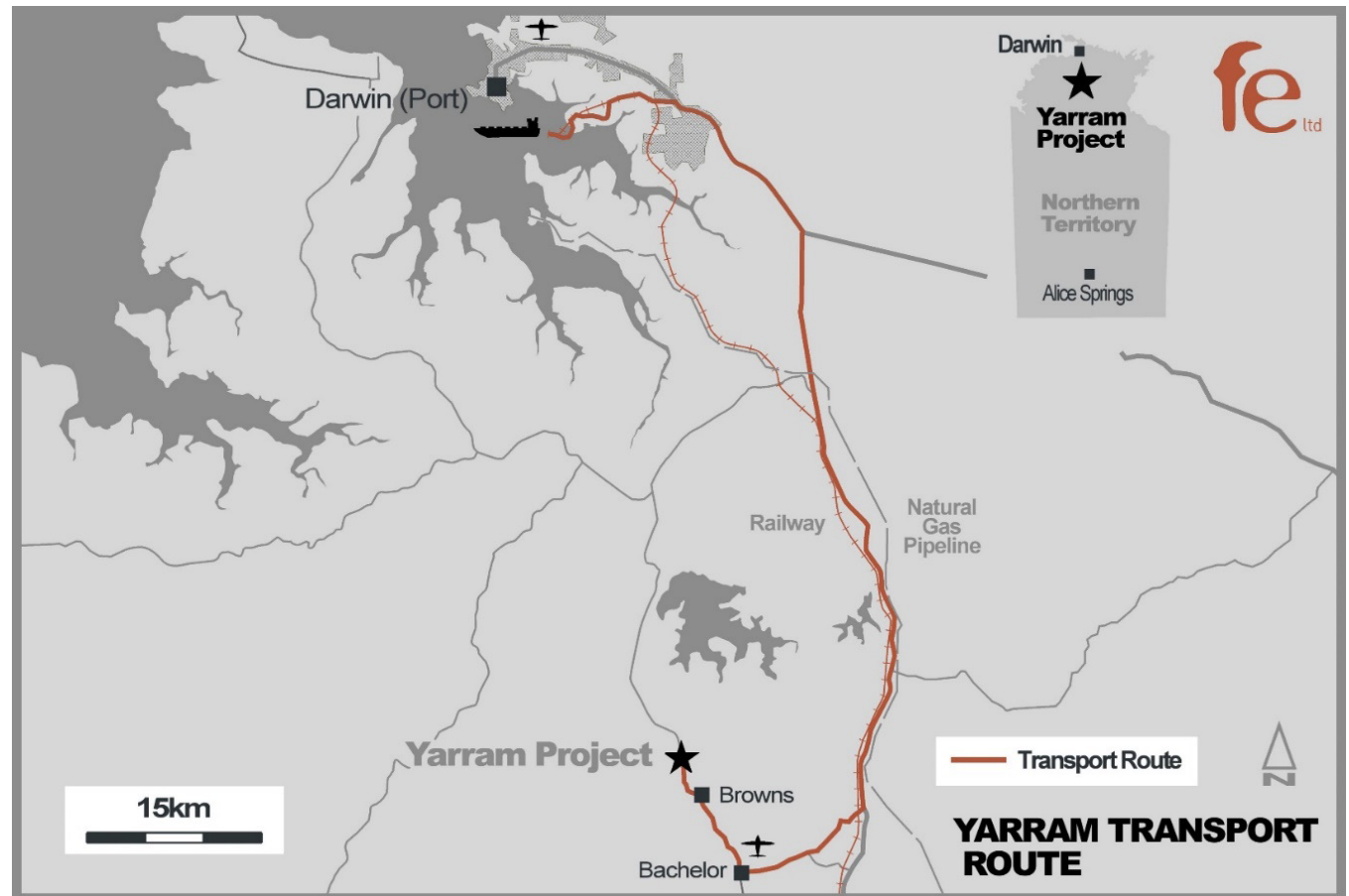


Yarram – Transport Logistics are favourable

Yarram is located ~110km from the port in Darwin, which currently has export capacity available

Logistics solution is attractive

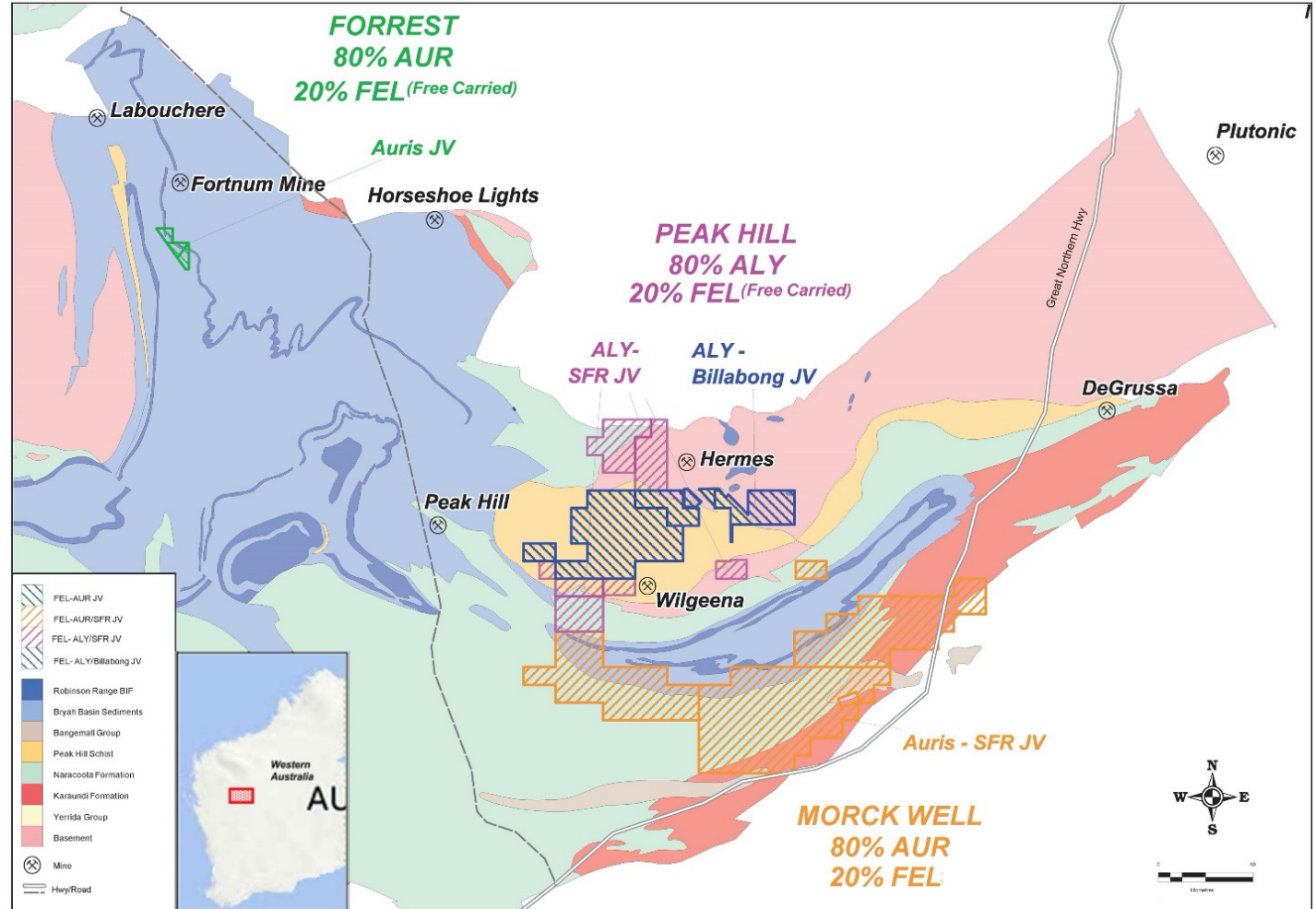
- **Road Haulage:** Yarram's close proximity to the Darwin port will result in a low product transport cost in comparison to other currently operating DSO iron ore mines that utilise road trains for product transport to port.
- **Port:** The port facility in Darwin is equipped for bulk exports, having exported iron ore at various times in its history. The port currently has export capacity available.
- **Sea Freight:** A key advantage to the Yarram project is sea freight cost from Darwin into Asia markets that will benefit from shorter sailing distances compared with exports from the Pilbara



Bryah Basin JV Projects

Comments

- Tenements proximal to: Sandfire Resources NL (ASX: SFR), Doolgunna Project; and DeGrussa copper-gold mine, and other gold and copper prospects
- Exploration & prospecting licences within Auris Minerals Ltd (ASX: AUR): Forrest Project; and Morck Well Project
- Morck Well Project Tenements covering an area of 600 km² in the highly prospective region



FEL free carried to decision to mine

Next Steps

1

JWD – First shipment and further ramp up production

2

YARRAM – Resource and Exploration drilling to facilitate resource estimation, continue stakeholder consultation, mine design and government approvals.

3

BRYAH BASIN JV – Non-operational interests continue to be actively explored by well credentialed operators.

4

PORTFOLIO – Build project pipeline: review other near production assets to leverage off the skill set within in the company

Appendix

fe ltd

Attributions

Competent Persons Statement

The information in this presentation that relates to Exploration Results is based on information compiled by Mr Olaf Frederickson. Mr Frederickson is a Member of The Australasian Institute of Mining and Metallurgy (AusIMM) and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are 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 (the "JORC Code"). Mr Frederickson is a consultant to Fe Ltd and consents to the inclusion in the report of the Exploration Results in the form and context in which they appear.

JORC Statement

JWD February 2013 Mineral Resource										
Resource Category	Above % Fe	Mbcm	Mt	Fe %	SiO ₂ %	Al ₂ O ₃ %	S %	P %	LOI %	P80 mm
Measured	55	1.8	6.4	64.07	2.63	1.51	0.028	0.034	3.07	1.50
	58	1.7	6.3	64.16	2.58	1.49	0.028	0.034	3.06	1.50
	60	1.7	6.2	64.29	2.47	1.44	0.029	0.033	3.01	1.50
	65	0.6	2.3	66.19	1.85	1.12	0.009	0.023	1.60	1.31
Indicated	55	0.2	0.9	63.61	2.76	1.33	0.056	0.030	3.57	1.54
	58	0.2	0.8	63.87	2.46	1.27	0.057	0.030	3.59	1.55
	60	0.2	0.8	64.03	2.23	1.25	0.058	0.031	3.62	1.57
	65	0.1	0.3	66.40	1.57	1.01	0.007	0.021	1.50	1.44
Inferred	55	0.9	3.4	63.13	3.23	1.58	0.044	0.029	3.38	1.49
	58	0.9	3.2	63.54	2.83	1.45	0.046	0.029	3.38	1.51
	60	0.8	3.0	63.82	2.51	1.38	0.047	0.029	3.39	1.53
	65	0.2	0.8	66.32	1.61	1.01	0.007	0.020	1.51	1.49
Total	55	2.9	10.7	63.74	2.83	1.52	0.036	0.032	3.21	1.50
	58	2.8	10.4	63.94	2.64	1.46	0.036	0.032	3.20	1.51
	60	2.7	10.0	64.13	2.47	1.41	0.037	0.032	3.17	1.51
	65	0.8	3.3	66.24	1.77	1.09	0.009	0.022	1.57	1.36



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