



Mount Gibson Iron Limited

ABN 87 008 670 817



Level 1, 2 Kings Park Road
West Perth 6005, Western Australia
PO Box 55, West Perth WA 6872
Telephone: 61-8-9426-7500
Facsimile: 61-8-9485 2305
E-mail: admin@mtgibsoniron.com.au

VIA: WWW.ASXONLINE.COM

ASX ANNOUNCEMENT

ASX Code : MGX

6 July 2017

Mount Gibson terminates offtake agreement

Mount Gibson Iron Limited ("**Mount Gibson**") advises that it has formally terminated an offtake agreement entered into with Sinogiant Steel Holdings Group Limited ("**Sinogiant**") on 24 November 2016, relating to approximately one quarter of the first year's planned production from the Company's Iron Hill mine in Western Australia. The termination follows Sinogiant's failure to comply with a fundamental term under the offtake agreement. Mount Gibson has reserved its rights to pursue Sinogiant for any resulting losses.

Consistent with Mount Gibson's rights, the Company is now free to place all production previously committed to Sinogiant with alternative customers.

Mount Gibson Chief Executive Officer Mr Jim Beyer said "Mount Gibson continues to sell Iron Hill material into the market and expects to place all production from Iron Hill with customers as it becomes available".

For further information:

Jim Beyer
Chief Executive Officer
Mount Gibson Iron Limited
+61-8-9426-7500

John Phaceas
External Relations Advisor
Empeiros Advisory
+61-(0)-411-449-621

www.mtgibsoniron.com.au