

INDEPENDENCE GROUP NL

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Australian Nickel Conference

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- There are a number of risks specific to IGO and of a general nature which may affect the future operating and financial performance of IGO and the value of an investment in IGO including and not limited to economic conditions, stock market fluctuations, commodity demand and price movements, access to infrastructure, timing of environmental approvals, regulatory risks, operational risks, reliance on key personnel, reserve and resource estimations, native title and title risks, foreign currency fluctuations and mining development, construction and commissioning risk. The production guidance in this presentation is subject to risks specific to IGO and of a general nature which may affect the future operating and financial performance of IGO.
- Any references to IGO Mineral Resource and Ore Reserve estimates, except the Nova Ore Reserve should be read in conjunction with IGO’s 2016 Mineral Resource and Ore Reserve announcement dated 14 October 2016 and lodged with the ASX, which are available on the IGO website.
- All currency amounts in **Australian Dollars** unless otherwise noted.
- Cash Costs are reported inclusive of Royalties and after by-product credits on per unit of payable metal basis, unless otherwise stated
- IGO reports All-in Sustaining Costs (AISC) per ounce of gold for its 30% interest in the Tropicana Gold Mine using the World Gold Council guidelines for AISC. The World Gold Council guidelines publication was released via press release on 27th June 2013 and is available from the World Gold Council’s website.
- Underlying EBITDA is a non-IFRS measure and comprises net profit or loss after tax, adjusted to exclude tax expense, finance costs, interest income, asset impairments, depreciation and amortisation, and once-off transaction costs.
- Underlying NPAT comprises net profit (loss) after tax adjusted for; post tax effect of acquisition and integration costs, and impairments.

Investment highlights

Australian diversified mining company (ASX:IGO)



QUALITY DIVERSIFIED ASSETS

- Three operating mines in Western Australia
- Diversified portfolio with exposure to gold, nickel, zinc, copper, cobalt and silver
- Focus on high-margin assets that deliver cash flow thru the commodity price cycle

LEADING GROWTH PORTFOLIO

- Commissioning the world-class Nova nickel, copper and cobalt Project
- Process plant expansion completed at Tropicana Gold Mine
- Unlocking step change to Tropicana through resource extension drilling and Long Island Study
- Controlling ground position in three emerging belt scale exploration opportunities

STRONG AND CONSISTENT OPERATIONAL PERFORMANCE

- Focus on operational excellence to optimise and maximise our assets
- Track record of delivery and value creation
- Proven and experienced management team and Board – with disciplined approach

IGO assets

Consistent high-margin production with platform for growth



DISCOVERY

- Generative exploration to deliver organic growth
 - Albany Fraser/ Tropicana
 - Lake Mackay
 - Bryah Basin
- Brownfields exploration to deliver scale and mine life extensions

PROJECT DEVELOPMENT

- Commissioning of the world-class Nova Ni-Cu-Co Project
- Tropicana Long Island Study – likely to deliver material step-change to the Tropicana Gold Mine

OPERATIONS

- Tropicana (Au)
- Long (Ni)
- Jaguar (Zn- Cu)

A leading Australian growth platform

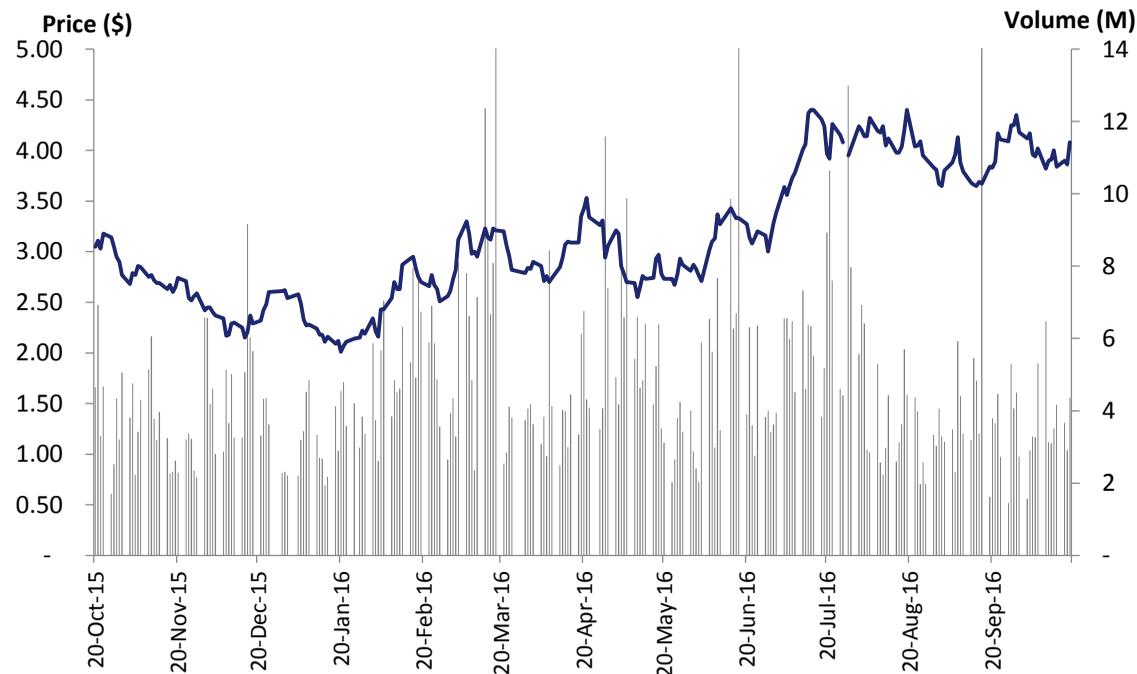
Market profile

Strong domestic institutional support + growing international profile



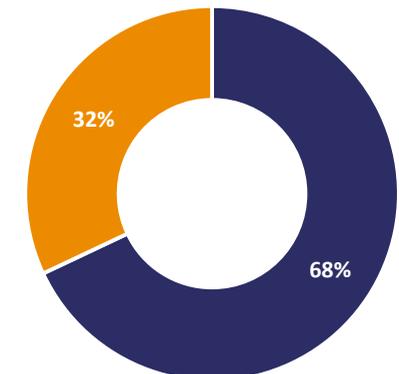
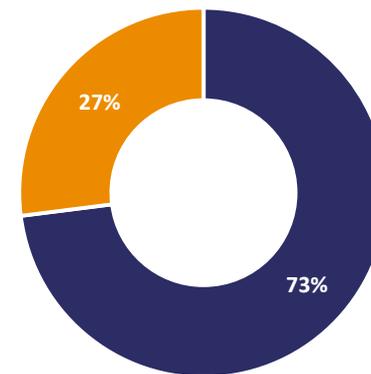
Corporate Structure

- Shares on issue: 587M
- Share price 52 Week Range:
 - Low A\$1.98 20 January 2016
 - High A\$4.49 14 July 2016
- Share price: A\$4.08⁽¹⁾
- Average Daily Volume: 4.6M per day over 3 months



Share Ownership

- Substantial Holders⁽²⁾
 - Mark Creasy 17%
 - Van Eck 12%
 - FIL Limited 10%
 - Australian Super 6%
 - Ausbil 5%
- Institutional Ownership⁽²⁾
 - Australia 69%
 - USA & Canada 19%
 - UK & Europe 3%
 - Rest 9%



■ Instos ■ Retail & Other

■ Domestic Instos ■ International Instos

1) As at market close 19 October 2016

2) As at 19 September 2016

Balance sheet and funding

Strong balance sheet with pro-forma net cash of A\$50M



Pro-forma cash of A\$325M⁽²⁾

Debt drawn of A\$271M⁽¹⁾

A\$279M undrawn debt facilities⁽¹⁾



Nova Plant construction complete⁽³⁾



Nova Ore commissioning underway⁽³⁾



Tropicana mill expansion to 7.5Mtpa

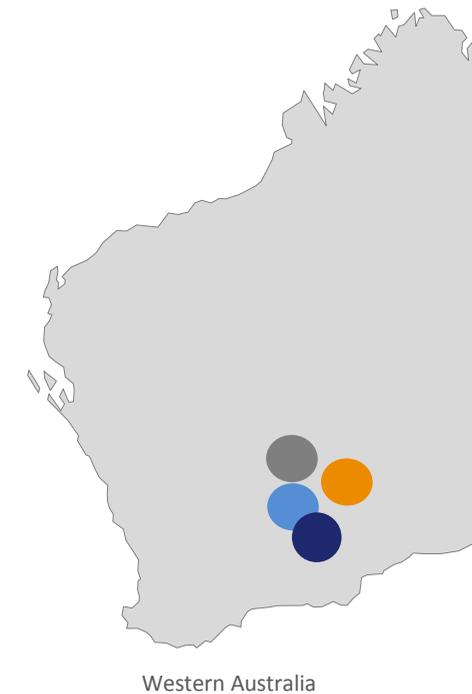
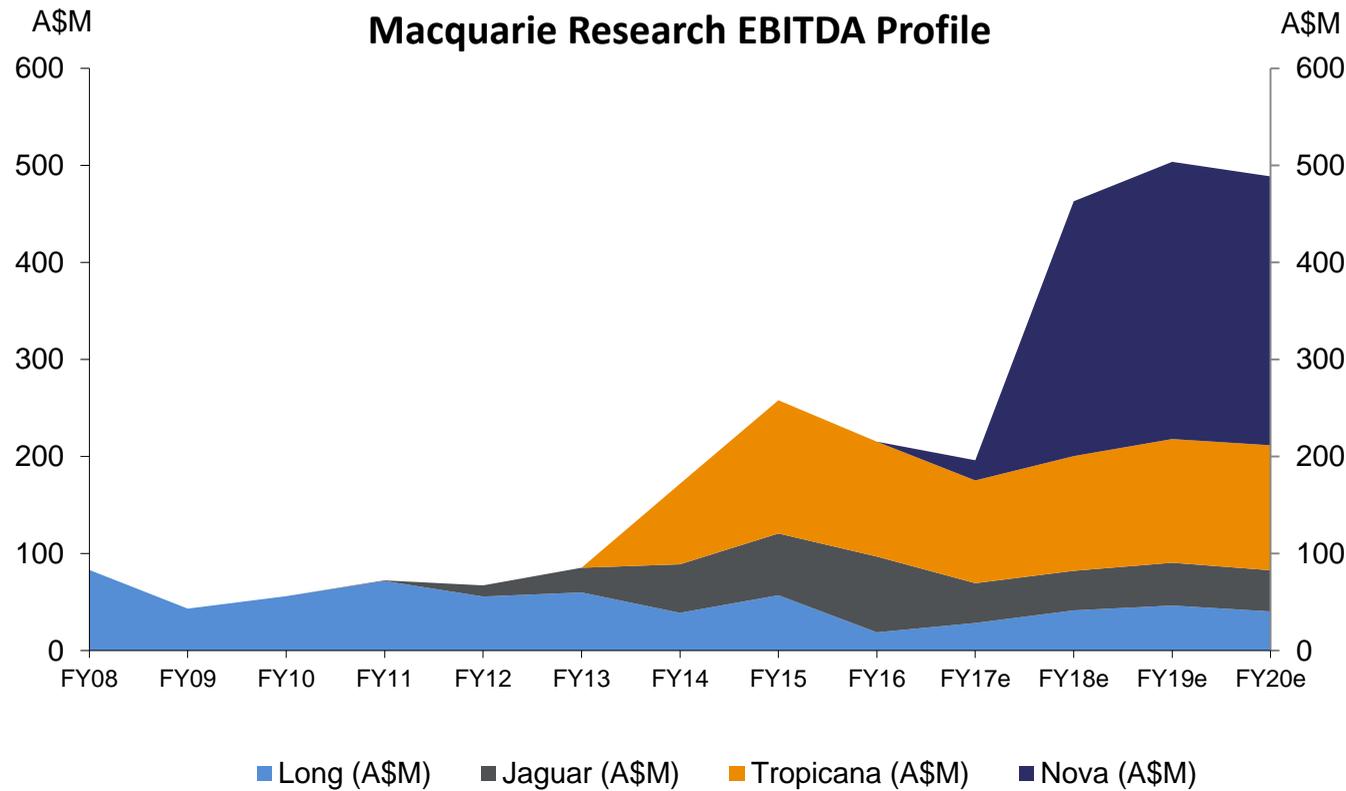
1) Refer ASX release 27 July 2016 – June 2016 Quarter Results Presentation

2) Comprises \$46M at 30 June 2016 (see ASX release 27 July 2016 – June 2016 Quarter Results Presentation) and A\$274M raised from Institutional Placement and Share Purchase Plan (see ASX releases dated 28 July 2016 and 26 August 2016)

3) For further information see ASX release 17 October 2016 Ore Commissioning commences ahead of schedule at Nova Project

IGO portfolio on a page

Strong platform of growth



Realising Value Through

- Development of the world class Nova Project
- Optimising Nova and reducing operating risks
- Tropicana process plant expansion to lift throughput rate +21%

- Tropicana Long Island Study to provide potential for a step change reduction in mining costs
- Committed to exploring a portfolio of brownfields and greenfields exploration projects
- Exploring belt scale opportunities for tier one assets

1) Source Data: Macquarie Research

Nova Project

World class Ni-Cu-Co project



Overview	IGO 100% magmatic Ni – Cu 1.5Mtpa underground mine Process plant complete Ore commissioning underway	
Resource 30 June 2016⁽¹⁾	325,000t Ni, 134,000t Cu	
Reserve 30 June 2016⁽¹⁾	275,000t Ni, 112,000t Cu	
Production Guidance FY17	9,000 to 10,000t Ni, 3,900 to 4,400t Cu	
Operating Cost Guidance FY17	A\$4.00 to 4.50/lb	
Initial Capital Remaining	A\$140 to 150M (including working capital) ⁽²⁾	
Capital Guidance FY17	Sustaining A\$3 to 5M	Development A\$22 to 25M
Exploration Budget Guidance FY17	A\$3.5 to 4.5M	

Key developments and potential

- IGO has delivered 51% improvement in NPV since acquisition⁽³⁾
- Acceleration of Bollinger development
- Process plant commissioning underway
- Significant near mine and regional exploration potential



1) Resources shown are inclusive of Reserves. For further information on Mineral Resources and Ore Reserves refer to ASX release dated 14 October 2016
 2) As at 30 June 2016
 3) For further information see ASX release 21 July 2016 Accelerated Bollinger Decline at Nova Project

Nova Project



Ore commissioning commenced four weeks ahead of schedule

- Preliminary operating guidance for Nova provided through to FY19
- Additional opportunities exist to improve mining production and processing rates
- These further enhancements will be pursued following commissioning and ramp up

	Units	FY17 ⁽¹⁾	FY18	FY19
Nickel Production	tonnes	9,000 to 10,000	27,000 to 30,000	27,000 to 30,000
Copper Production	tonnes	3,900 to 4,400	12,000 to 13,000	12,000 to 13,000
Cobalt Production	tonnes	280 to 320	900 to 1,000	900 to 1,000
Cash costs (real) ⁽²⁾	A\$/lb Ni	4.00 to 4.50	1.50 to 2.00	1.50 to 2.00
Remaining Initial Capital Cost ⁽³⁾	A\$M	140 to 150	0	0
Sustaining Capex	A\$M	3 to 5	25 to 30 ⁽⁴⁾	5 to 7 ⁽⁴⁾
Development Capex	A\$M	22 to 25		
Exploration expenditure	A\$M	3.5 to 4.5		



Flotation at Nova 14 October 2016

1) FY17 excludes production achieved during commissioning

2) Cash costs includes C1 cash costs + royalty per pound of payable nickel (after by-product credits)

3) Remaining Initial Capital Costs includes the key capital activities (outstanding from the \$443M Project Capital Costs) outlined in the company's 28 June 2016 release titled "First Ore Mine in Development at Nova" including but not limited to capital on, the power station, plant piping/electrical, past plant and decline development. The amount also includes capital required for the Bollinger Decline as outlined in this ASX release

4) Sustaining capex includes Development capex

Note: for further information on Nova production guidance see ASX release 21 July 2016 Accelerated Bollinger Decline at Nova Project and also refer to Important notices and disclaimer

Nova Project

Significant value unlocked with improved mining flexibility

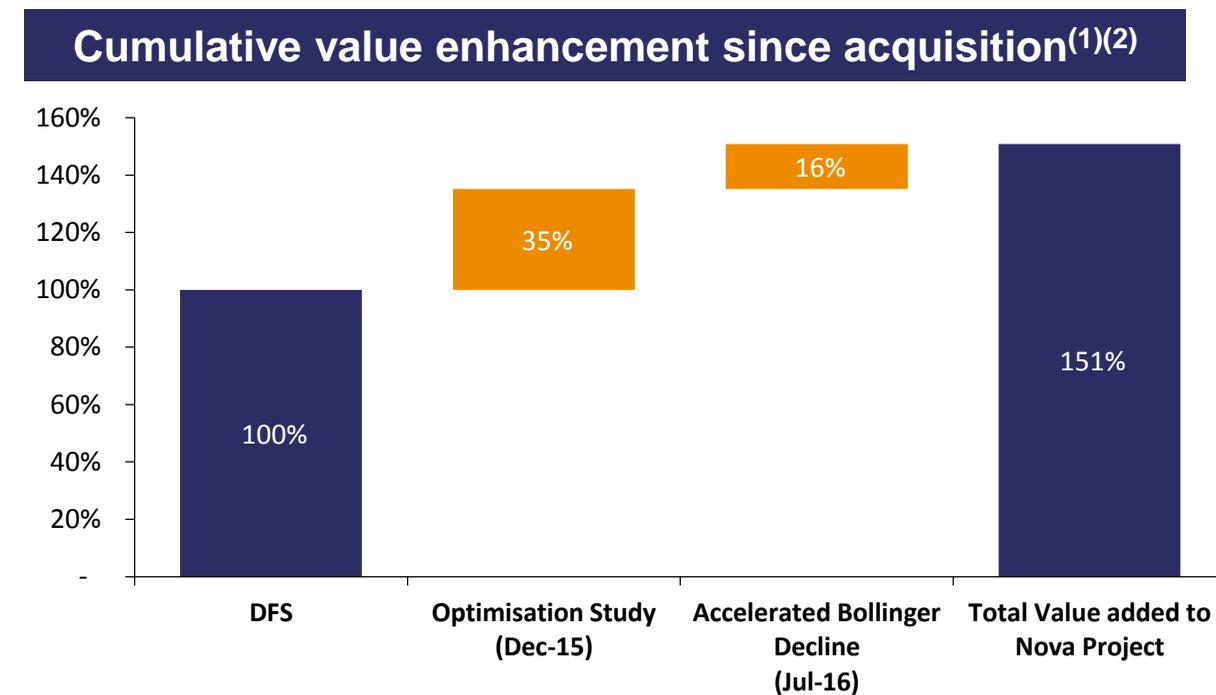
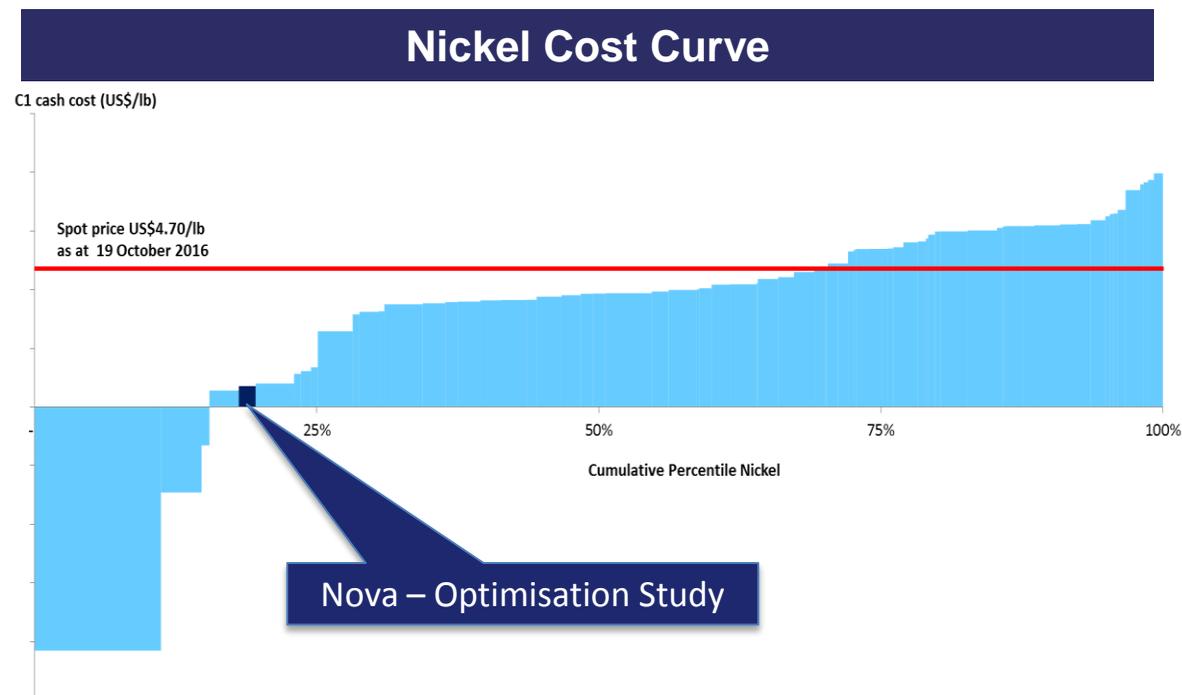


Further value unlocked at Nova through

- Optimisation Study, December 2015⁽¹⁾
- Accelerated Development of Bollinger, July 2016⁽²⁾

A cumulative 51% increase in NPV relative to the DFS unlocked through:

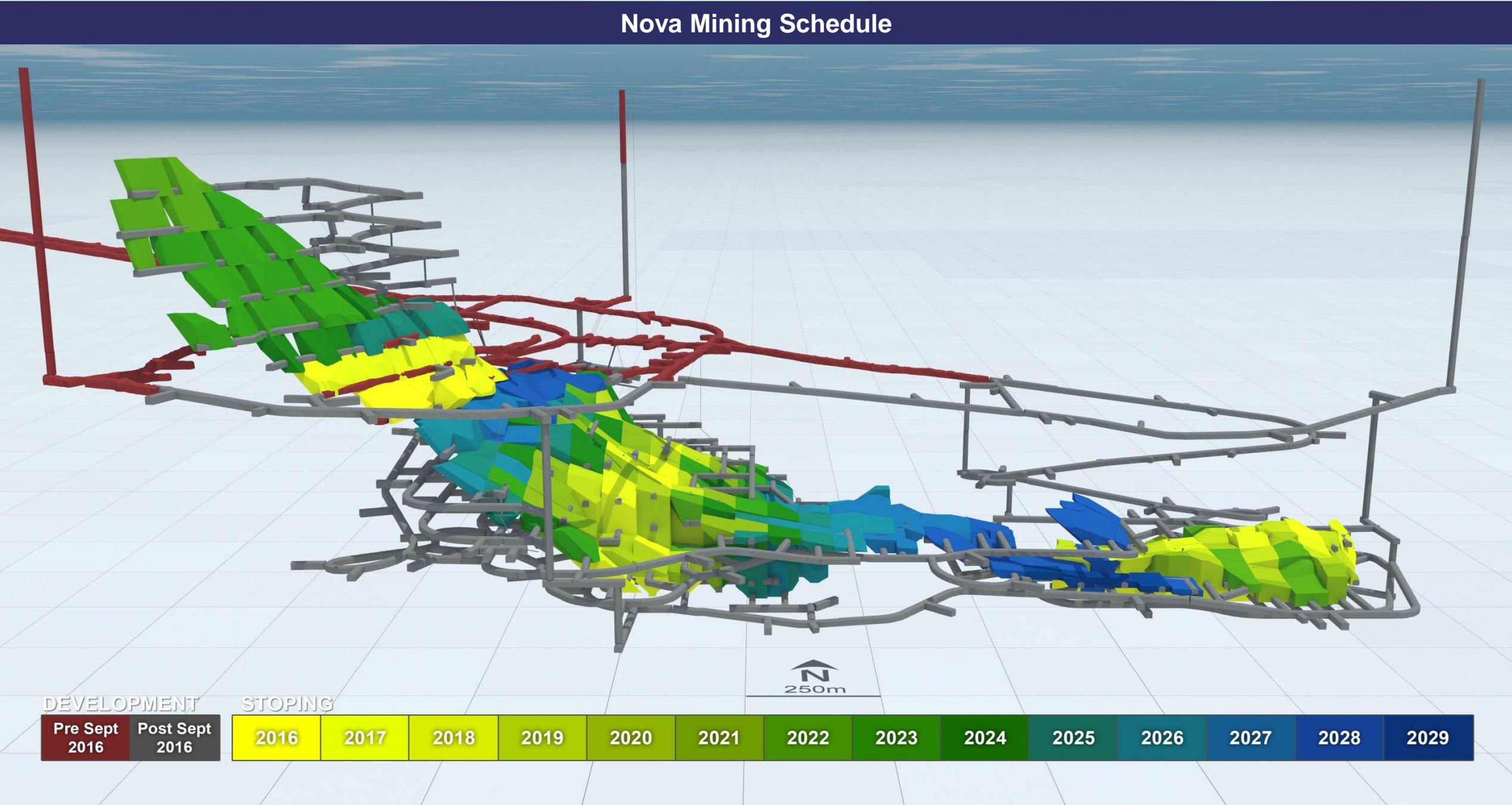
- Improved mining schedule and sequencing to prioritise higher-value ore early in the mine life
- Accelerated ramp-up to fill the processing plant earlier
- Capturing current contracted rates and forecast operating cost structure



1) For further information see ASX release 14 December 2015, Nova Project Optimisation Study
 2) For further information see ASX release 21 July 2016, Accelerated Bollinger Decline at Nova Project

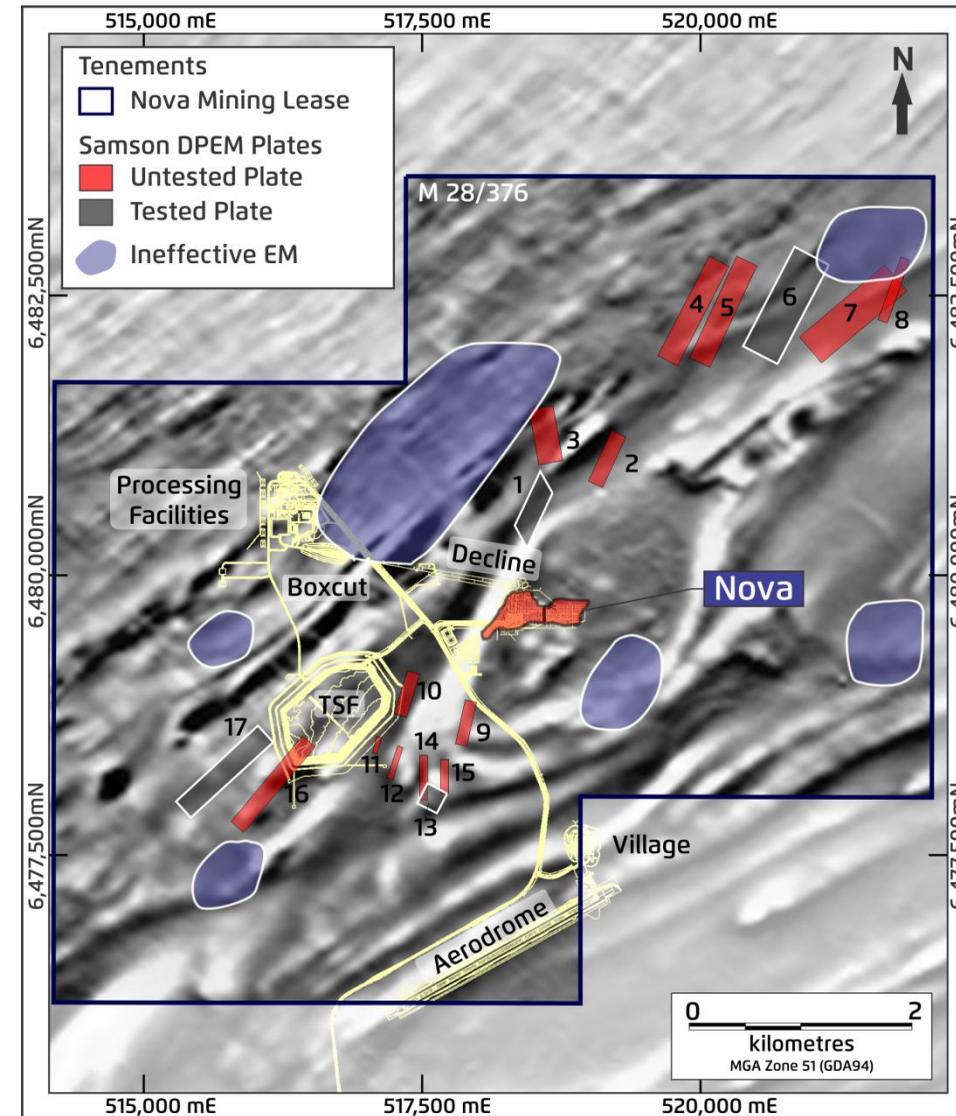
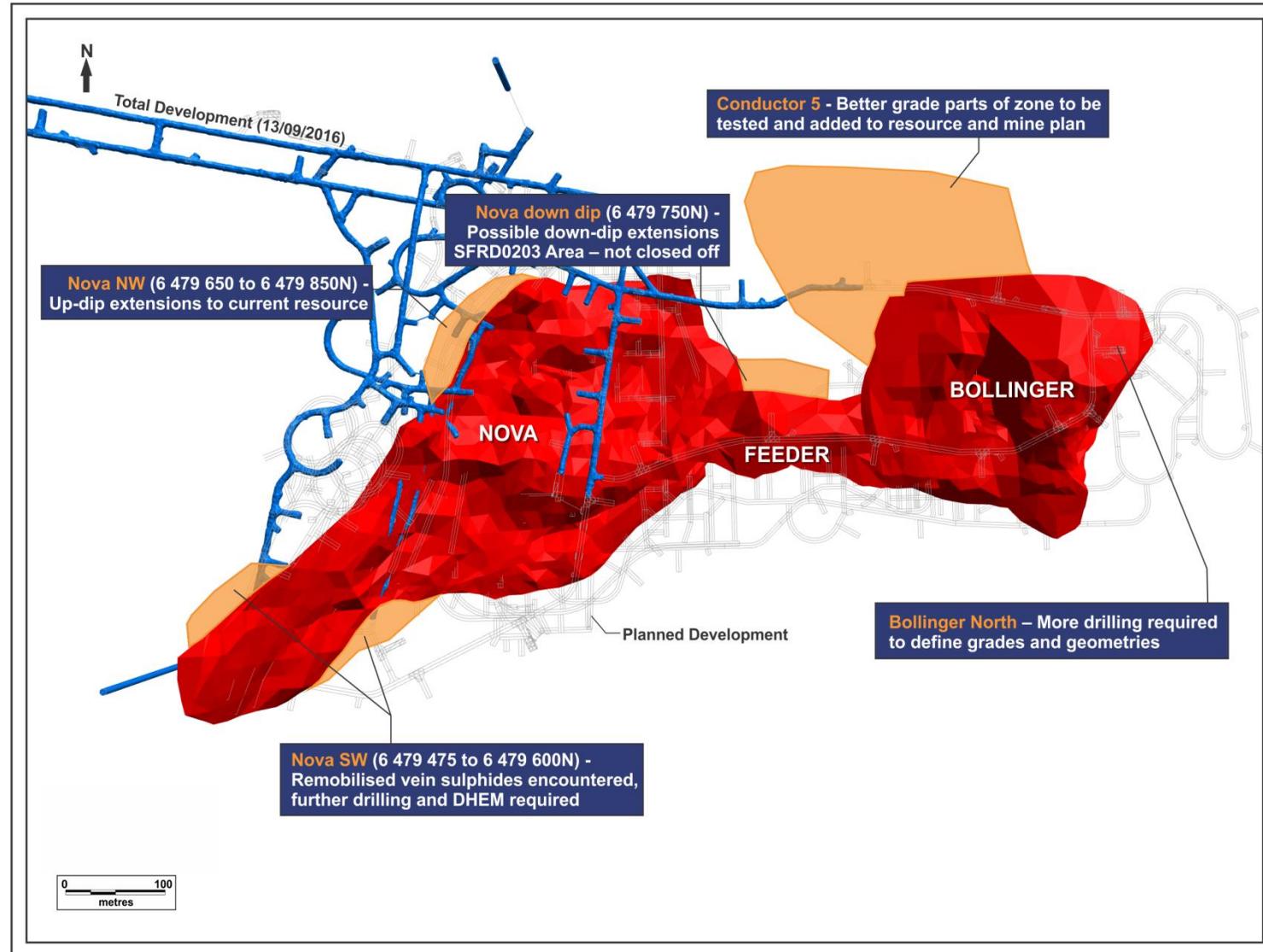
Nova Project

Accelerated development of the Bollinger Decline



Nova Project

In mine and brownfields exploration opportunities



- Areas identified and prioritised for in mine exploration
- Potential to extend known Mineral Resources

- Untested geophysical targets
- Some areas require additional work to define targets

Long Mine

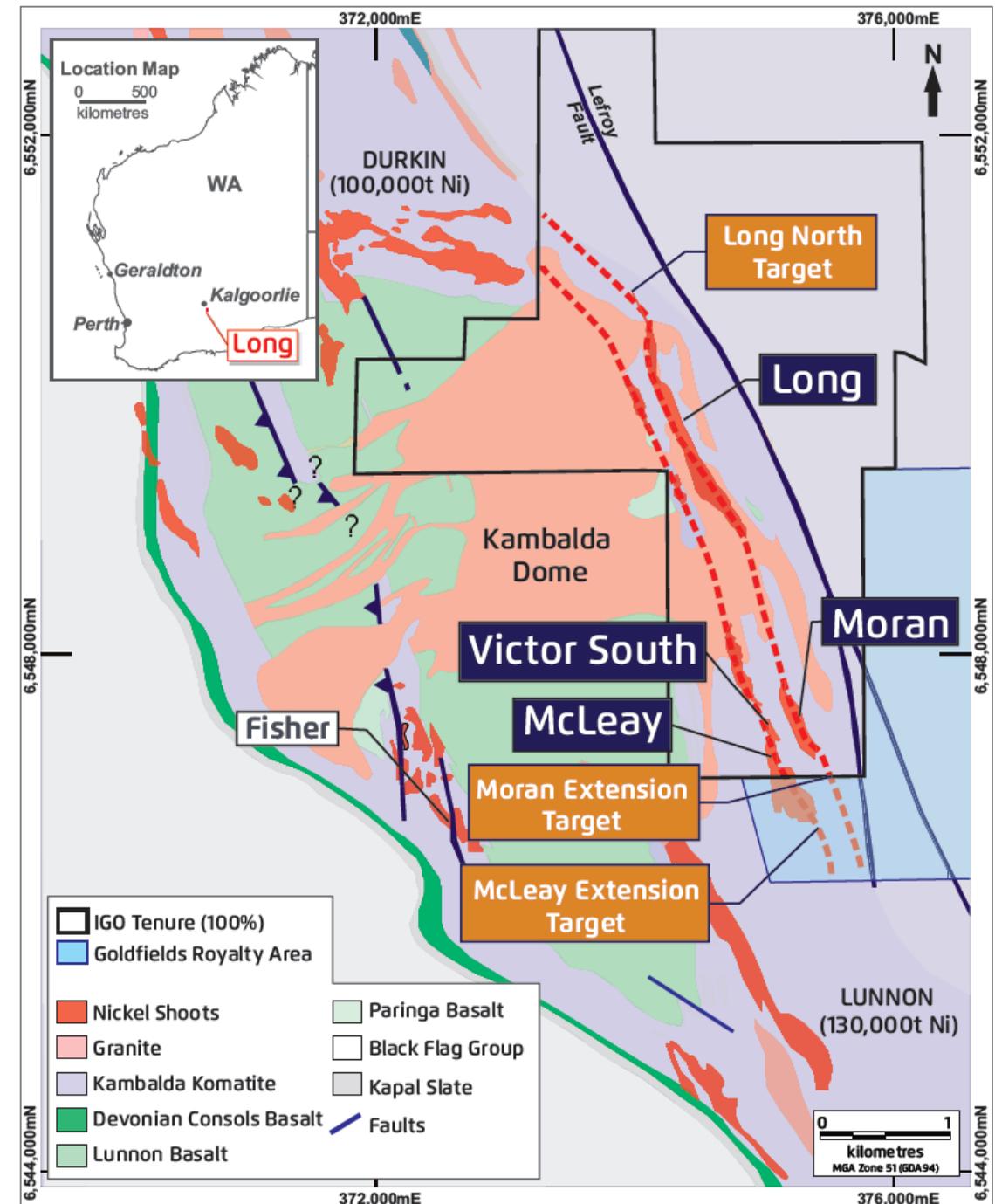


High grade underground nickel on the Kambalda dome

Overview	IGO 100% high-margin underground nickel Average grade project to date of 3.8% Ni Consistent low cost producer
Resource 30 June 2016⁽¹⁾ Reserve 30 June 2016⁽¹⁾	66,000t Ni 14,000t Ni
Production Guidance FY17	7,400 to 8,200t Ni
Operating cost Guidance FY17	A\$3.50 to 3.90/lb
Capital Guidance FY17	A\$1M
Exploration Budget Guidance FY17	A\$2 to 3M

Key developments and potential

- Operations focused on open stope mining delivering better productivity and lower costs
- High margin mine
- Recommended in-mine exploration



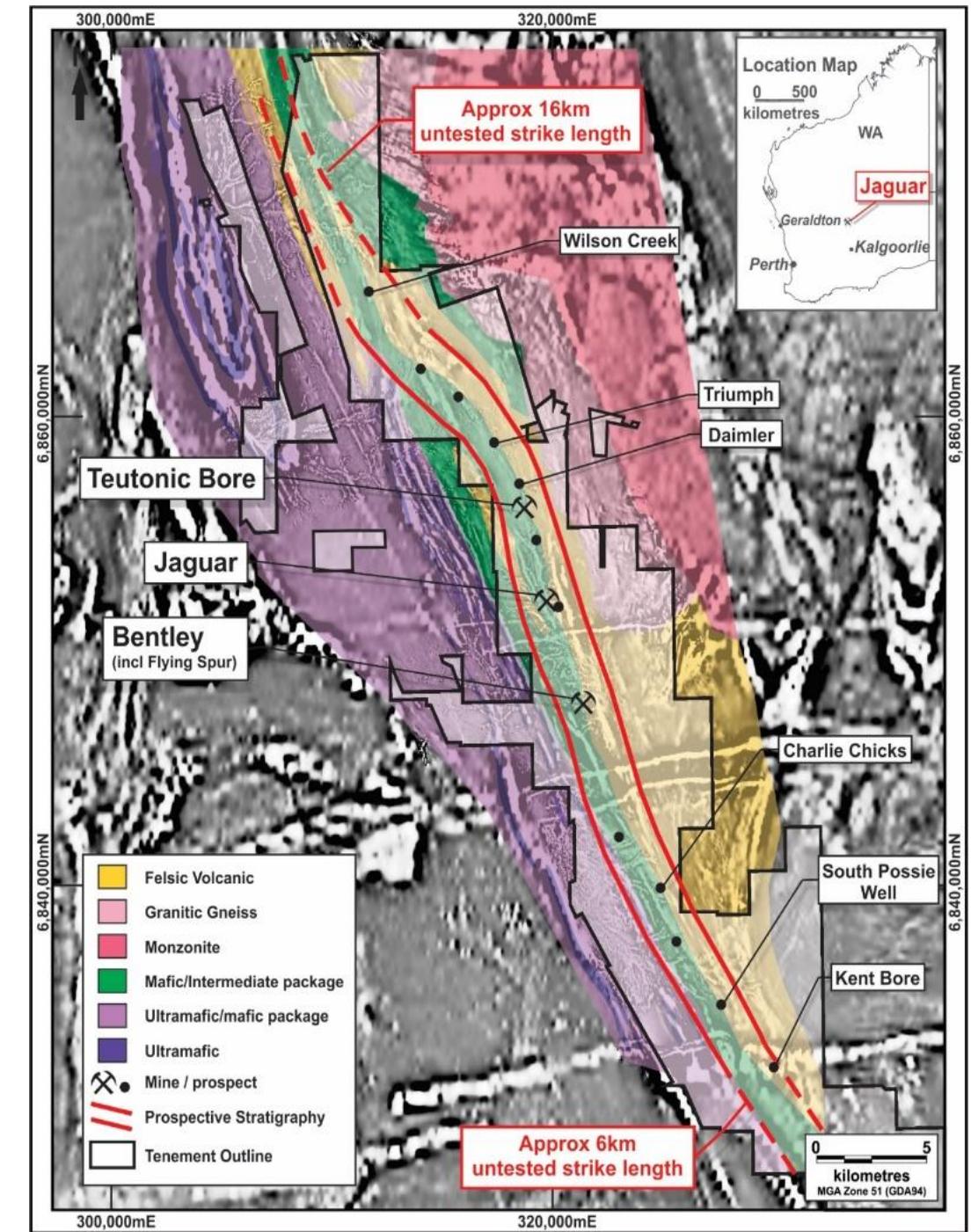
1) Resources shown are inclusive of Reserves, For further information on Mineral Resources and Ore Reserves refer to ASX release dated 14 October 2016

Jaguar Mine

VMS Corridor with cluster of orebodies



Overview	IGO 100% High grade Underground Cu – Zn VMS	
Resource 30 June 2016⁽¹⁾	51,000t Cu, 256,000t Zn & 13.1Moz Ag	
Reserve 30 June 2016⁽¹⁾	16,000t Cu, 137,000t Zn & 6.7Moz Ag	
Production Guidance FY17	39,000 to 43,000t Zn in concentrate 4,600 to 5,100t Cu in concentrate	
Operating cost Guidance FY17	Payable Cash cost A\$0.70 to 0.80/lb Zn	
Capital Guidance FY17	Sustaining A\$8 to 9M	Development A\$12 to 13M
Exploration Budget Guidance FY17	A\$3 to 4M	



Key developments and potential

- Record mining and milling rates since project inception achieved in FY16
- Bentley Mineral Resources open down plunge
- Opportunities to extend and test new areas of prospective stratigraphy identified

1) Resources shown are inclusive of Reserves, For further information on Mineral Resources and Ore Reserves refer to ASX release dated 14 October 2016

Tropicana Gold Mine

One of Australia's leading open-pit gold mines



Overview	JV IGO 30% with AngloGold Ashanti 70%		
	Open pit with potential for expansion		
	7+ years current LOM		
Resource 30 June 2016⁽¹⁾	7.5Moz (100%)	2.2Moz (30%)	
Reserve 30 June 201⁽¹⁾	2.4Moz (100%)	0.7Moz (30%)	
Production Guidance FY17	(100%) 390 to 430koz pa	(30%) 117 to 129koz pa	
Operating cost Guidance FY17	Cash cost A\$850 to 950/oz	All-in Sustaining cost A\$1,150 to 1,250/oz	
Capital Guidance FY17	Sustaining A\$2 to 3M	Improvement A\$2 to 3M	Waste Stripping A\$29 to 36M
Exploration Budget Guidance FY17	A\$6 to 8M (30%)		

Key developments and potential

- Converted to gas power generation in January 2016
- Plant expansion nearing completion from 5.8Mtpa to 7.5 Mtpa processing rates
- Resource drilling identifying significant extensions to mineralisation
- Long Island Study targeted at delivering material step-change opportunities⁽²⁾

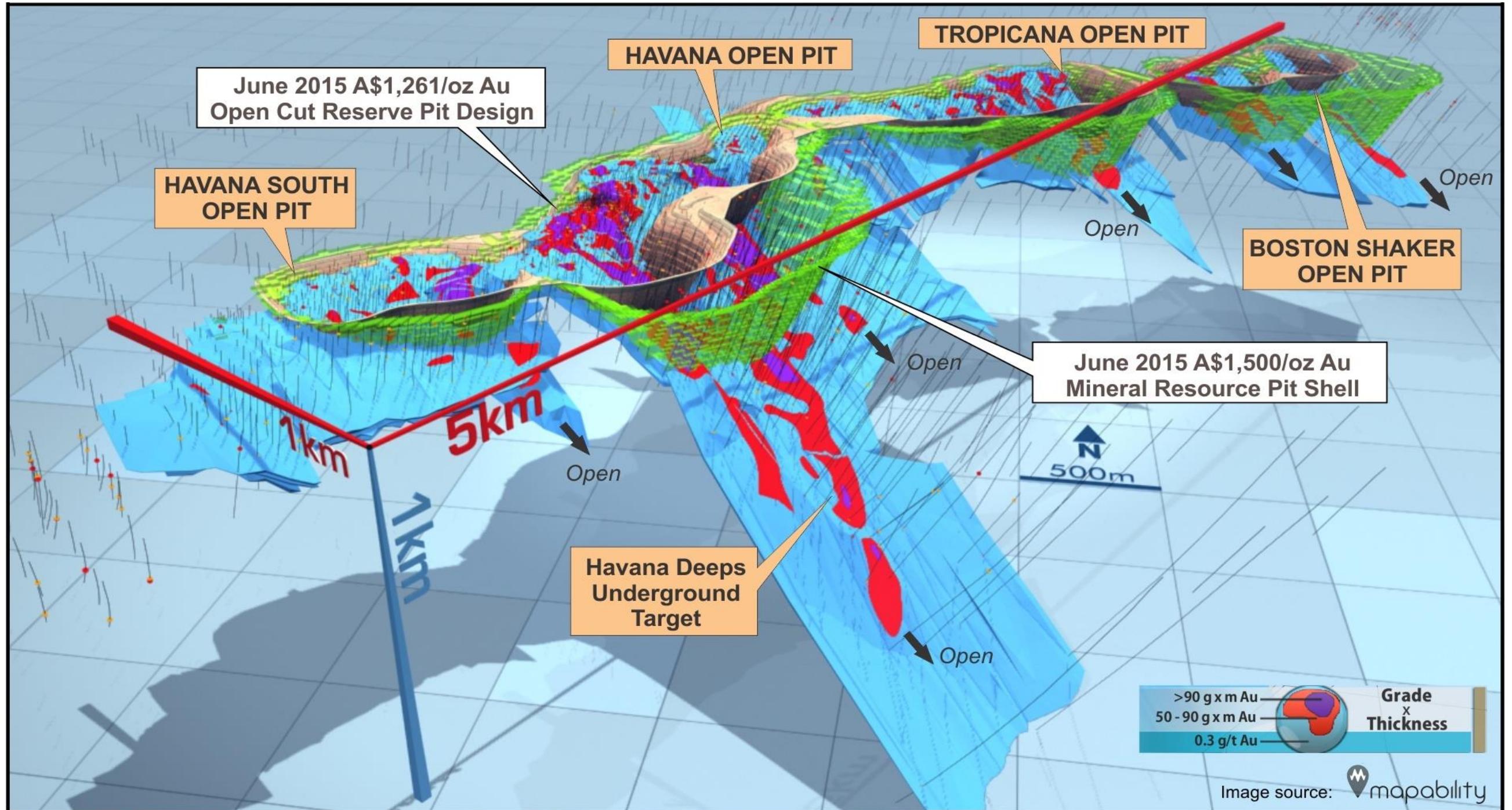
1) Resources shown are inclusive of Reserves, For further information on Mineral Resources and Ore Reserves refer to ASX release dated 14 October 2016

2) For further information see ASX release 25 July 2016 – Tropicana – Delineation of new high-grade shoot



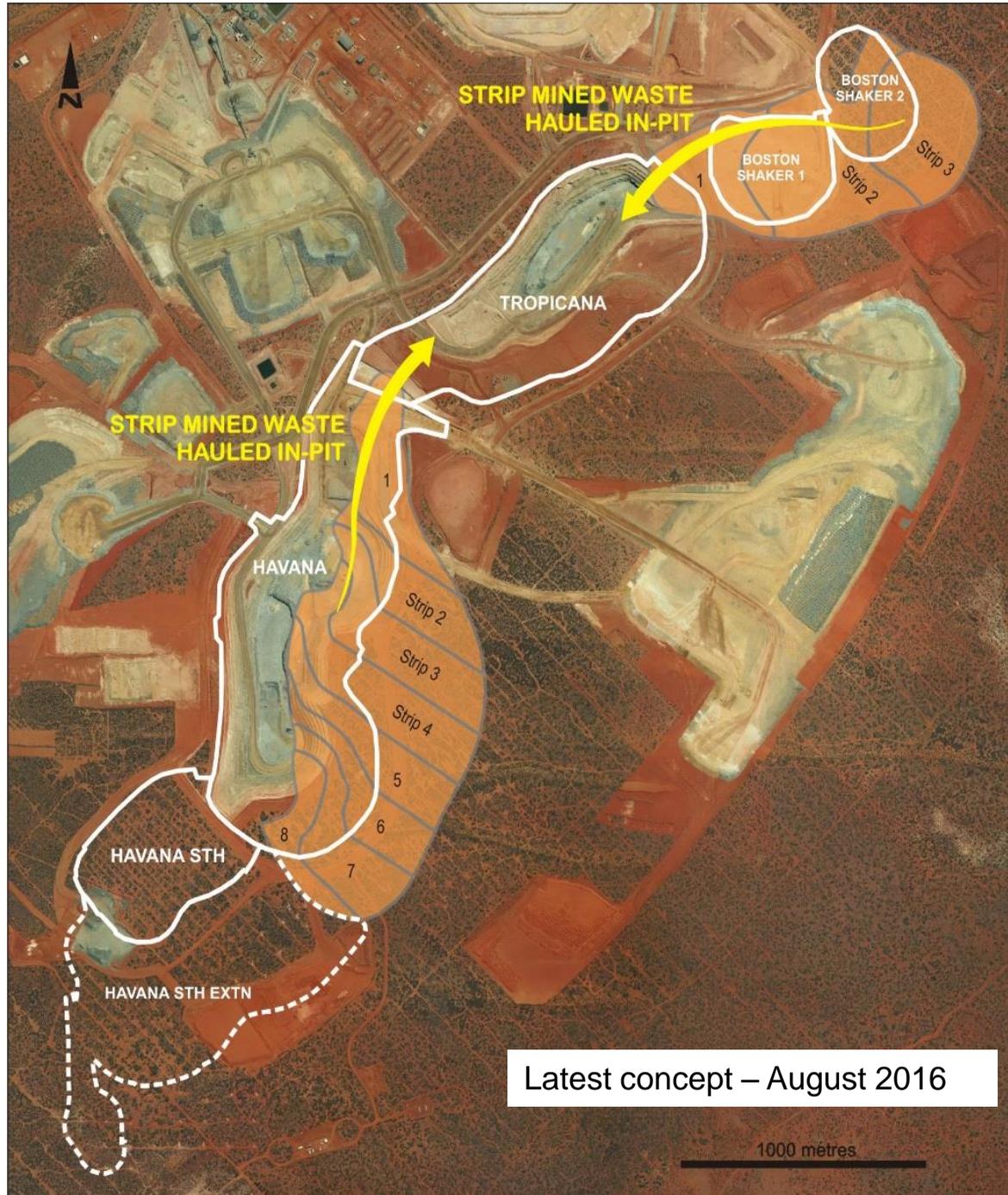
Tropicana pits

Four contiguous pits extending over a five kilometre strike



Tropicana near mine exploration

Long Island Study mining concept

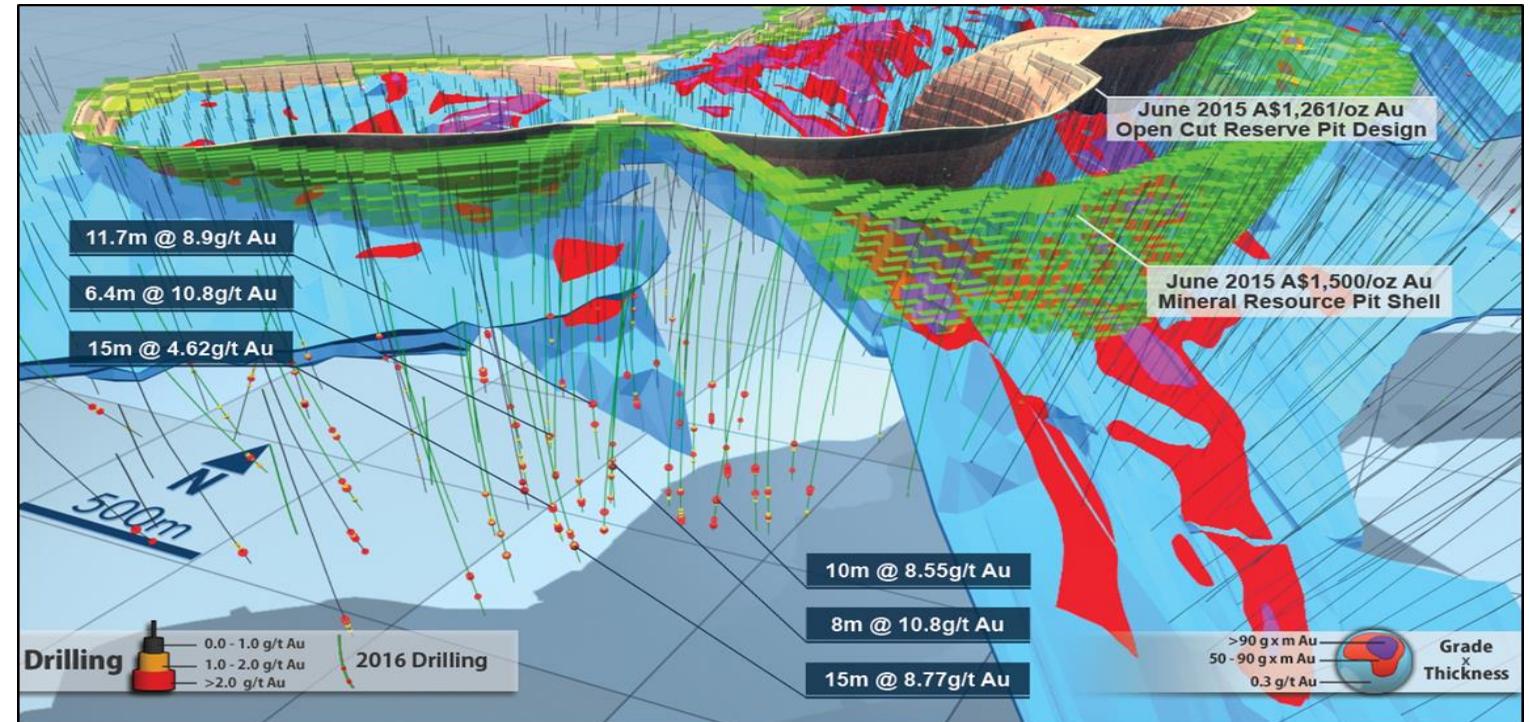


100km drilling completed beneath existing pits

- Positive results at Boston Shaker, Havana and Havana South
- New high grade shoot at Havana South

Long Island study targeting step change to mine life

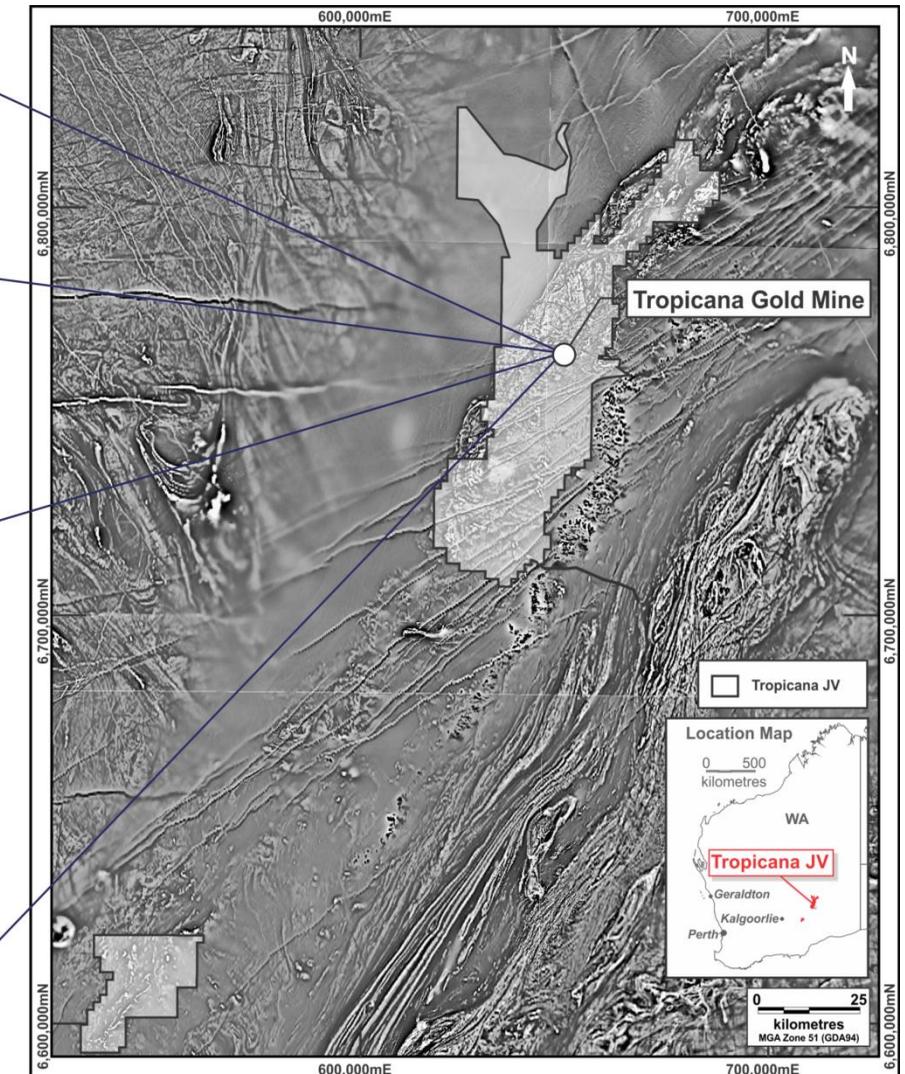
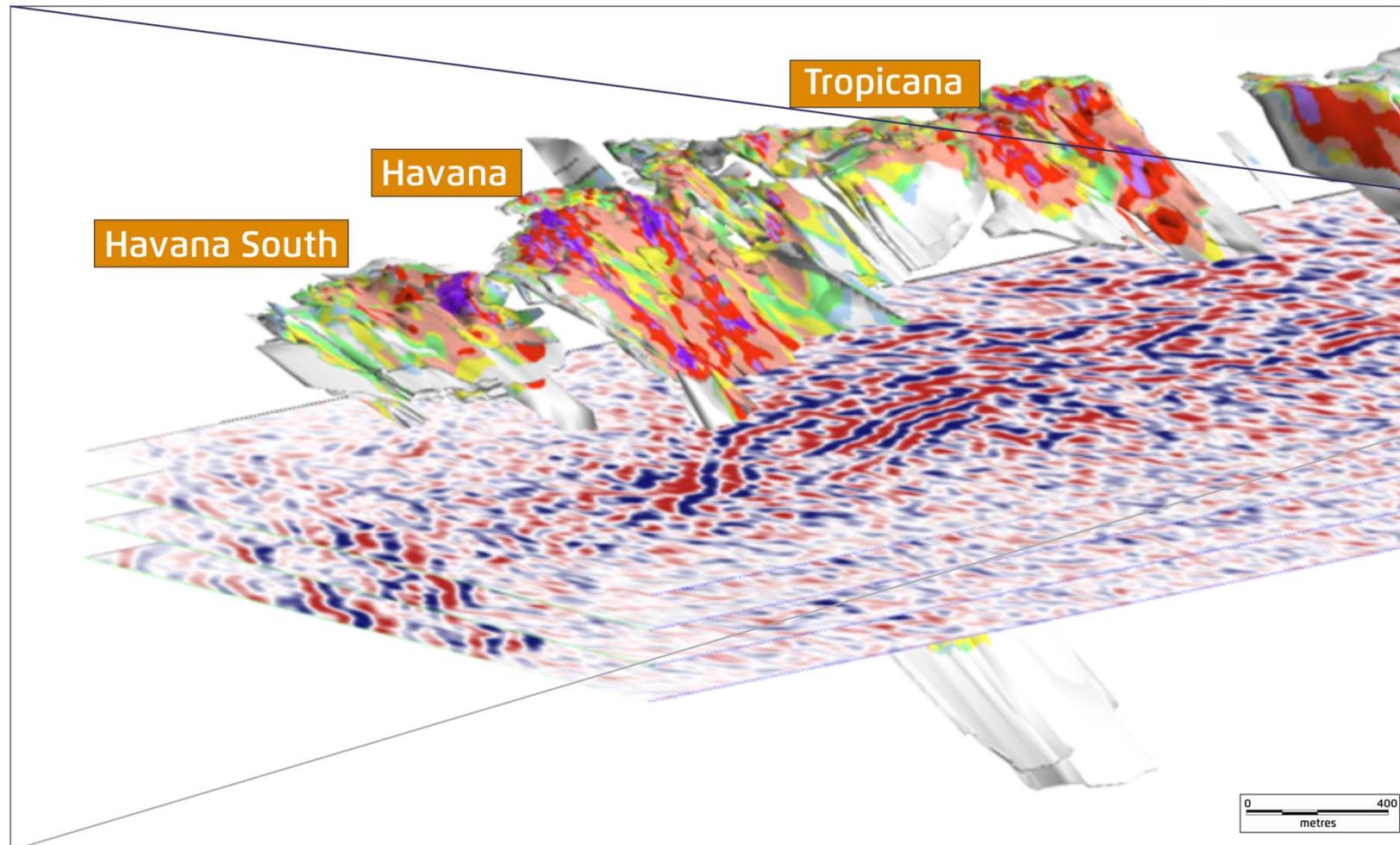
- Based on strip mining and in-pit dumping of waste
- Ore Reserve and Technical Study to be completed end-CY16
- Expect to be self funding through operating cash flow



Tropicana regional exploration

Leveraging knowledge from operations

- Tropicana hosts a unique style of mineralisation
- Using innovative exploration and knowledge transfer from mine geology
- Improved understanding on the mineralisation controls
- JV committed to realising the full exploration potential



Exploration

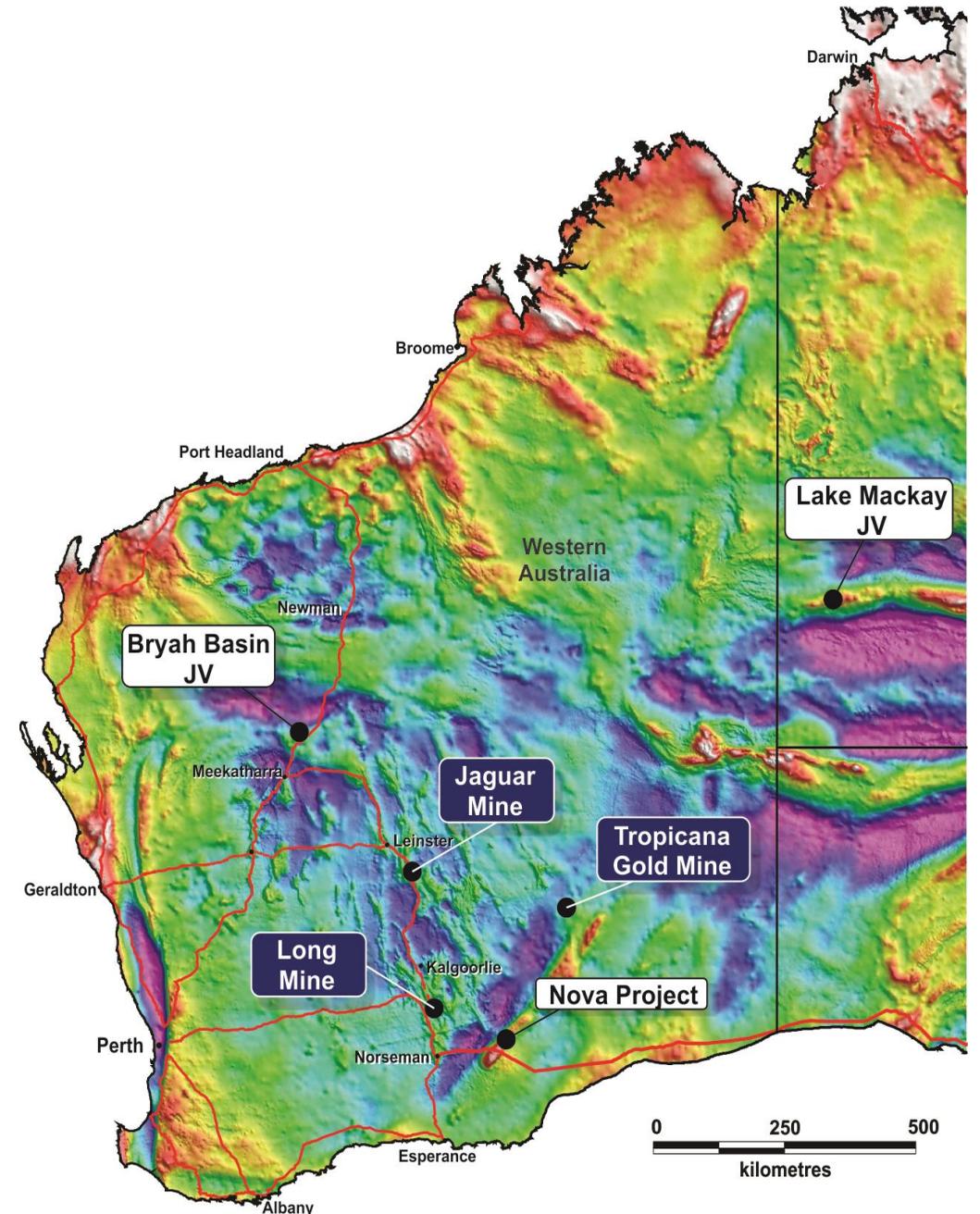
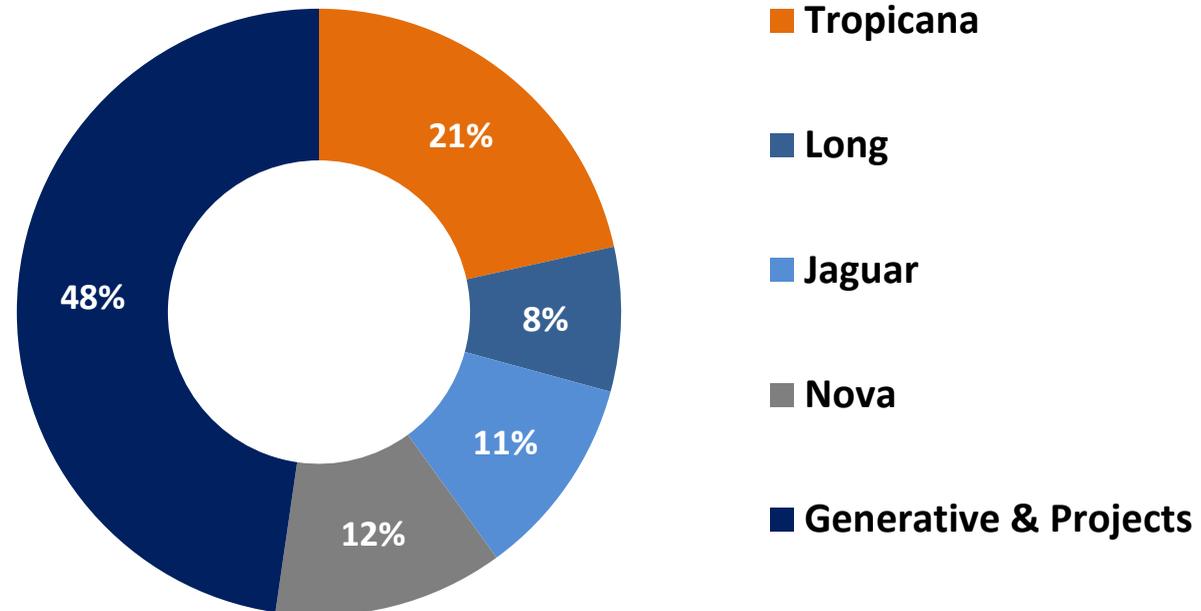


IGO remains committed to delivering growth through exploration

A\$33M exploration budgeted across portfolio

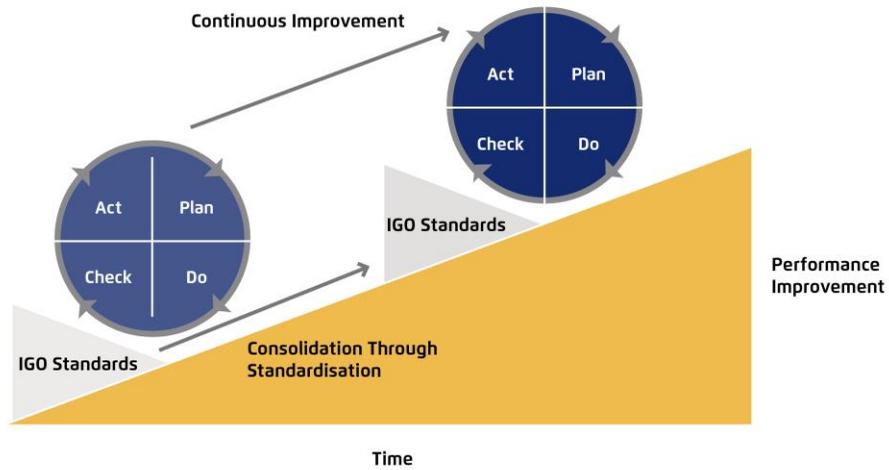
- Targeting provinces that can deliver multiple gold and base metals projects
- Increasing focus on generative and greenfields projects

FY17 Exploration Budget



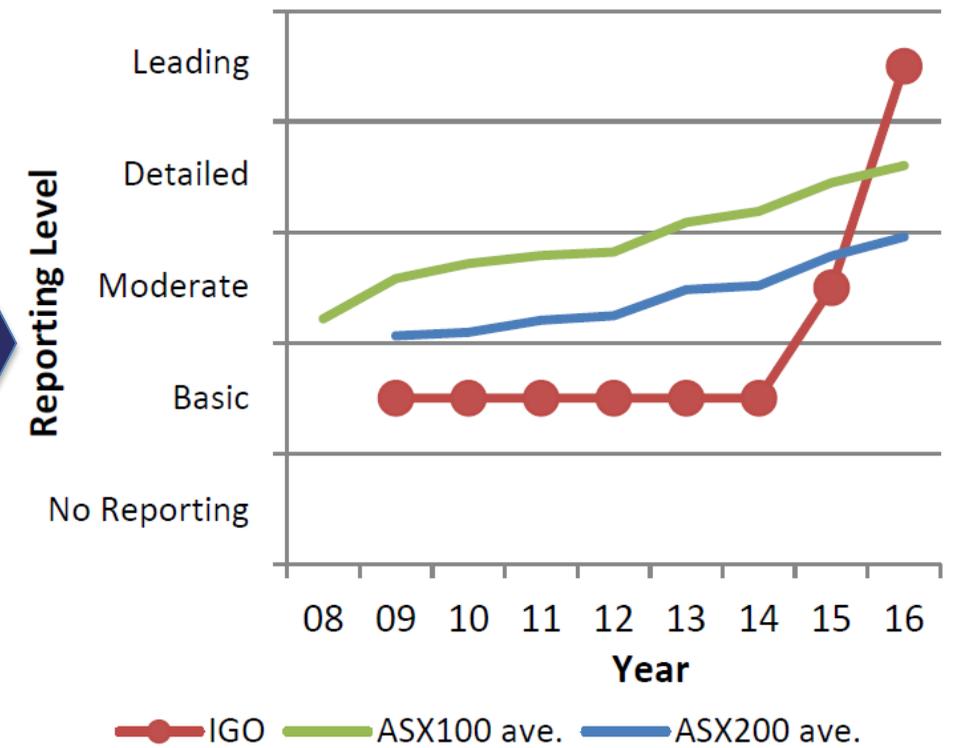
Sustainability

Continued strengthening and improvement across the business



ACSI Assessment of IGO's Sustainability Reporting

IGO reporting level over time



IGO Summary

Diversified mining company delivering cash flow and growth

QUALITY
DIVERSIFIED
ASSETS

LEADING
GROWTH
PORTFOLIO

STRONG AND
CONSISTENT
OPERATIONAL
PERFORMANCE

Outlook and catalysts for value recognition

- Tropicana processing capacity to reach 7.0 – 7.5Mtpa
- Long Island Study results throughout H1 FY17
- Nova ore commissioning and first concentrate production
- Access drilling positions to commence in mine exploration around the Nova orebody
- Commitment to explore a portfolio of brownfields and greenfields exploration projects