

INDEPENDENCE GROUP NL

Fourth Quarter 2018 Results Presentation

Record 4Q18 further strengthens balance sheet



27 July 2018

ASX:IGO / ADR:IIDY

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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 should be read in conjunction with IGO's 2018 Mineral Resource and Ore Reserve announcement dated 26 July 2018 and lodged with the ASX, which is available on the IGO website.
- All currency amounts in Australian Dollars unless otherwise noted.
- Net Debt is outstanding debt less cash balances.
- 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 27 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, redundancy and restructuring costs, 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.
- Free Cash Flow comprises Net Cash Flow from Operating Activities and Net Cash Flow from Investing Activities. Underlying adjustments exclude acquisition costs, proceeds from investment sales and payments for investments.

4Q18 Highlights

Record 4Q18 further strengthens balance sheet

- Record revenue and underlying EBITDA for 4Q18 and FY18⁽¹⁾
- Nova nickel production increased 23% QoQ
 - Mining rate of 20% above nameplate achieved
 - Downstream processing and metallurgical testwork progressed
- Tropicana and Long production higher QoQ and both beat mid-point of metal production guidance
- Jaguar divestment completed for total consideration of A\$73M
- Cash balance increased 97% QoQ to A\$139M
 - Net debt of A\$4M
 - Syndicated debt facility agreement renegotiated with future cash savings achieved

1) Unaudited FY18 results

Sustainability

Because we care

- LTIFR of 1.96 (1.97 3Q18) with no lost time injuries recorded for 4Q18
- Long's transition into Care & Maintenance has progressed to plan with completion of various proactive rehabilitation works
- Following the Jaguar sale, together with CopperChem⁽⁵⁾, IGO has informed community stakeholders of the change and transitional arrangements
- No material environmental incidents or community complaints or incidents

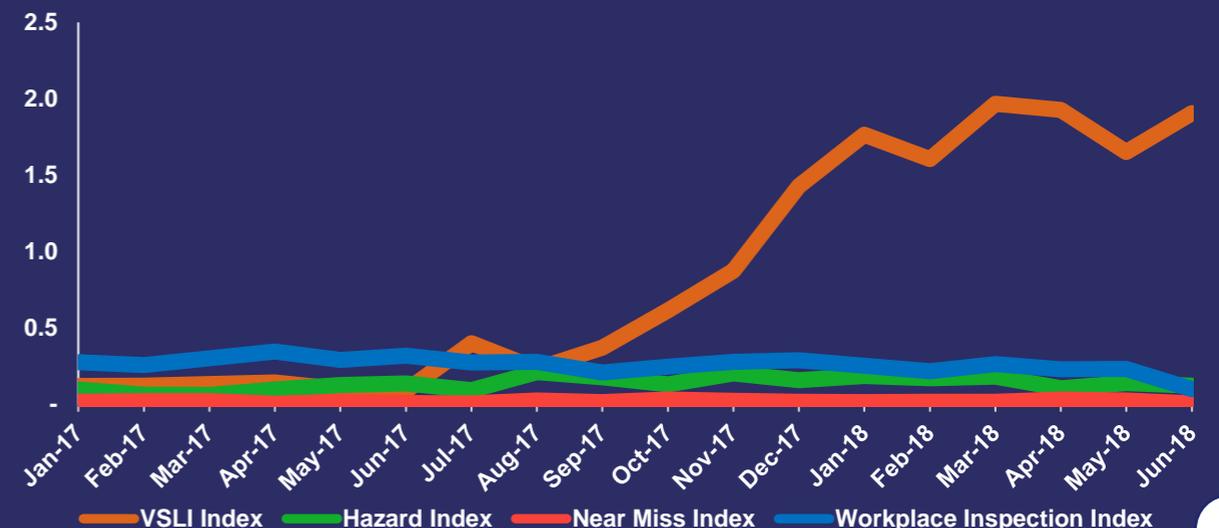
1) 12 month moving average MTIFR – Medically Treated Injury Frequency Rate: calculated as the number of medically treated injuries x 1,000,000 divided by the total number of hours worked
 2) 12 month moving average LTIFR – Lost Time Injury Frequency Rate: calculated as the number of Lost Time injuries x 1,000,000 divided by the total number of hours worked
 3) Sep-17 LTIFR rate has increased from 2.75 to 2.83 as a result of the reclassification of a single injury from 29 Jul 2017
 4) VSLI: Visual Safety Leadership Interaction
 5) CopperChem Pty Limited, a wholly owned subsidiary of Washington H. Soul Pattinson and Company Limited



Key Lag Safety Metrics^(1,2,3)



Key Lead Safety Metrics⁽⁴⁾



Record Financial Results



Revenue and Underlying EBITDA up 33% and 78% respectively

	Units	3Q18	4Q18	FY18 ⁽³⁾	QoQ
Revenue and Other Income	A\$M	182.7	243.1	780.6	33%
Underlying EBITDA ⁽¹⁾	A\$M	73.7	131.5	338.6	78%
Profit After Tax	A\$M	9.2	40.3	52.7	336%
Net Cash from Operating Activities	A\$M	92.3	74.2	277.8	(20%)
Underlying Free Cash Flow ⁽²⁾	A\$M	56.5	41.2	138.3	(27%)
Cash	A\$M	70.3	138.7	138.7	97%
Debt	A\$M	142.9	142.9	142.9	-

Record Revenue and Underlying EBITDA

1) Underlying EBITDA is a non-IFRS measure (refer to Disclaimer page)

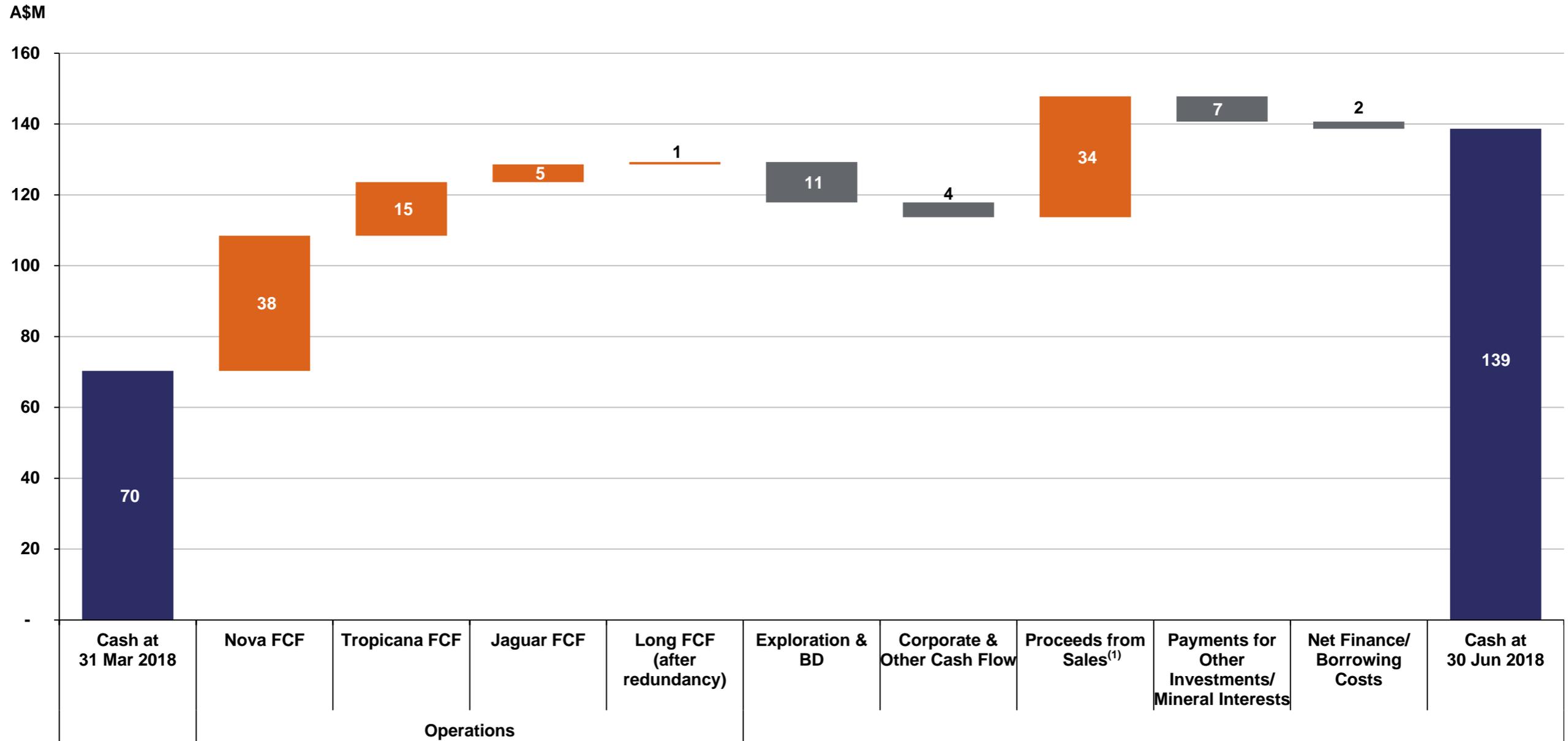
2) Free Cash Flow comprises Net Cash Flow from Operating Activities and Net cash Flow from Investing Activities. Refer to disclaimer page for "Underlying" adjustments

3) Unaudited FY18 results

4Q18 Cash Flow Reconciliation



Total free cash flow from Operations was A\$59M



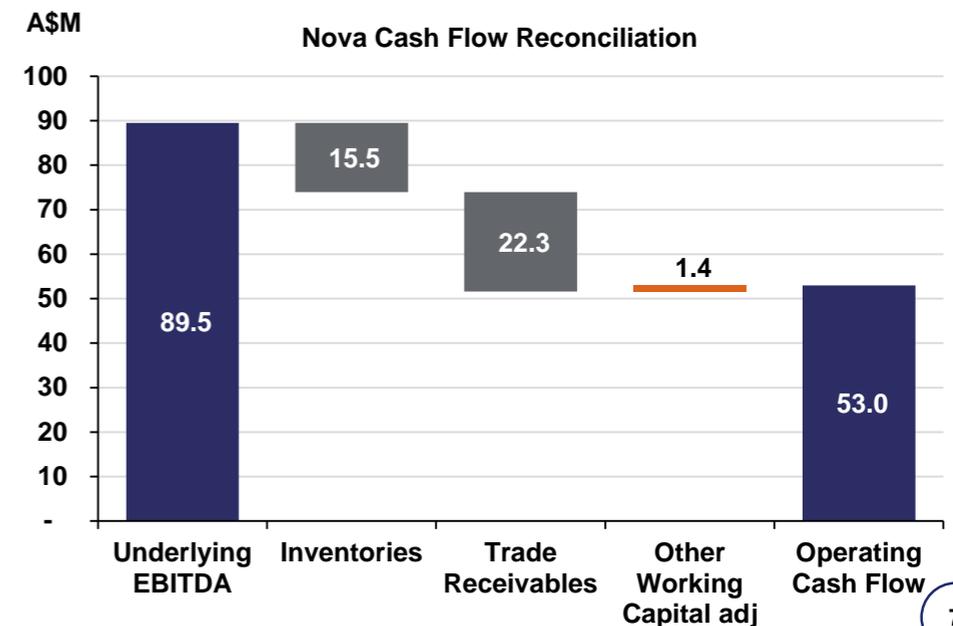
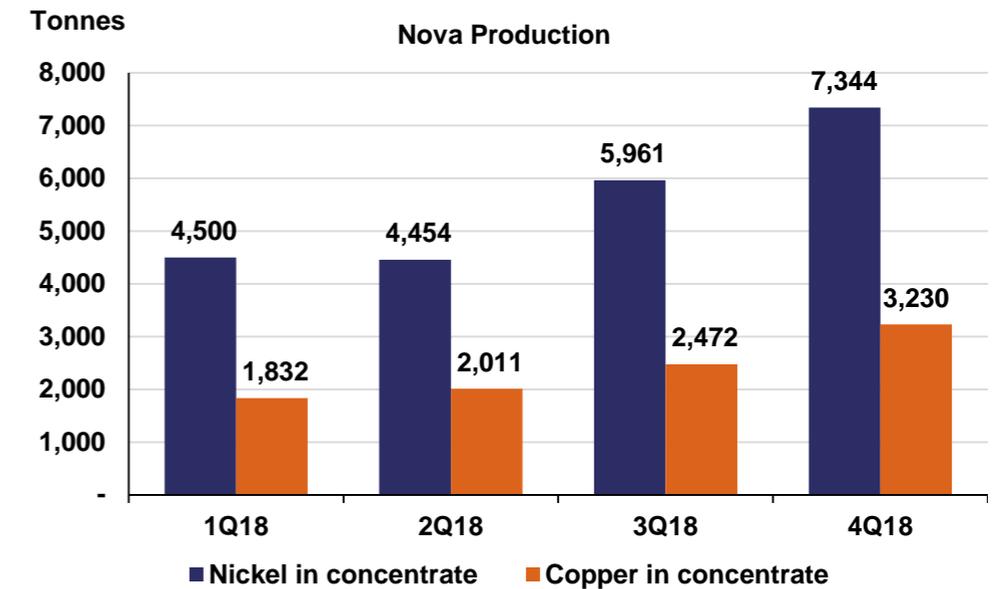
1) Proceeds from sale includes net A\$23.1M arising from the sale of Jaguar and a second instalment payment of A\$11.0M for the sale of the Stockman Project

Record mining rate of 1.8Mtpa, 20% above nameplate, in 4Q18

Metric	Units	3Q18	4Q18	FY18	FY18 Guidance
Nickel in concentrate	t	5,961	7,344	22,258	23,000 – 27,000
Copper in concentrate	t	2,472	3,230	9,545	10,000 – 12,000
Cobalt in concentrate	t	199	251	740	800 – 1,050
Cash cost (payable)	A\$/lb Ni	2.68	1.79	2.78	1.90 – 2.50
Development Capex	A\$M	11.2	12.5	53.9	40 – 44
Sustaining Capex	A\$M	1.6	1.6	5.7	9 – 13
Exploration expenditure	A\$M	2.5	3.1	8.8	8 – 10

4Q18 Drivers & Outlook

- 23% QoQ increase in nickel production
- Higher than nameplate mining rate was achieved for 4Q18 by an improved number of mining fronts during 4Q18, with significant contribution to tonnes and grade from Bollinger
- Processing achieved higher than nameplate rate (1.8Mtpa) for most of 4Q18 but this was curtailed in mid-June by the premature failure of some SAG mill liners
 - Resulted in production loss and under-delivery relative to low end of nickel in concentrate guidance
- Nickel metallurgical recoveries generally performed in-line with modelled recoveries, however copper recoveries were below expectations



FY19 Nova Guidance⁽¹⁾

De-risked by grade control drilling



Metric	Units	FY19 Guidance
Nickel in concentrate	t	27,000 – 30,000
Copper in concentrate	t	11,000 – 12,500
Cobalt in concentrate	t	850 – 950
Cash cost (payable) ⁽²⁾	A\$/lb Ni	1.65 – 2.00
Sustaining/Improvement Capex	A\$M	21 – 24
Development Capex	A\$M	25 – 28

Guidance Notes

- Based on updated Ore Reserves and an improved understanding of the Nova and Bollinger orebodies arising from grade control drilling completed to January 2018
- Improvement capex is expected to address mining and processing plant bottlenecks, including the ability for the above nameplate rate of 1.8Mtpa to be delivered on a continuous basis
- Underground capital development expected to be substantially completed in the first half of the year



1) Refer to ASX release dated 27 Jul 2018: IGO June 2018 Quarterly Report

2) In arriving at cash cost guidance for FY19, Management has made commodity price assumptions for determining payable metal credits as follows: copper A\$4.08/lb and cobalt A\$50/lb



Nova Downstream Processing



Potentially significant value driver for IGO

Nickel sulphate hexahydrate crystals produced from Nova nickel concentrate

- This was produced as part of the pre-feasibility metallurgical testwork completed in collaboration with Wood Mining and Minerals Australia and SGS Australia
- Testwork demonstrates the technical feasibility for the proposed hydrometallurgical process

Results are positive

- Validate and improve upon the previous metallurgical assumptions
- Will likely positively impact capital and operating cost assumptions

Pre-feasibility Study remains on track for completion by December 2018

1) Photographs to the LHS are of the 1.6kg of nickel sulphate hexahydrate crystals produced in the metallurgical testwork. Photography by Karel Osten, Wood Plc

Tropicana

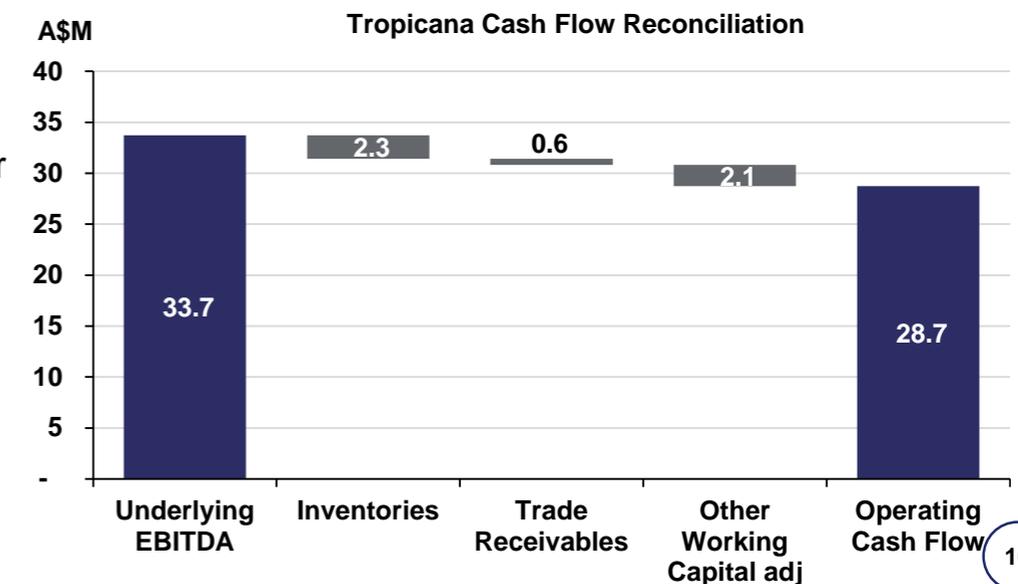
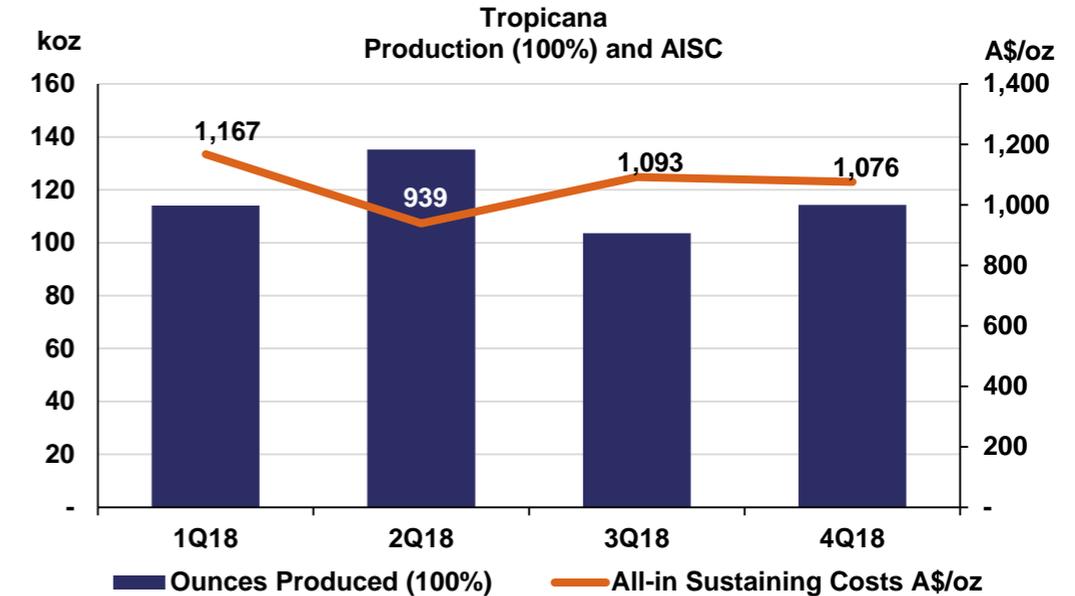
FY18 gold production better than the mid-point of guidance



Metric	Units	3Q18	4Q18	FY18	FY18 Guidance
Gold produced (100%)	koz	103.6	114.3	467.1	440 – 490
Gold Sold (IGO 30%)	koz	31.1	33.2	138.7	132 – 147
Cash cost	A\$/oz	756	749	713	680 – 750
AISC	A\$/oz	1,093	1,076	1,061	1,060 – 1,170
Sustaining/improve capex	A\$M	2.2	3.7	14.3	20 – 24
Capitalised waste stripping	A\$M	10.1	10.4	43.4	44 – 55
Exploration expenditure	A\$M	1.0	1.1	4.7	4 – 5

4Q18 Drivers & Outlook

- Achieved 8.3M bank cubic metres of material mined for 4Q18, comprising of 2.3Mt of ore and 18.8Mt of waste
- Gold production for 4Q18 was higher due to improved mill feed grades at an average grade of 2.04g/t Au, attributed to the grade streaming strategy, as well as marginally higher average metallurgical recovery of 89%
- Resource development drilling continued at Boston Shaker during 4Q18
 - Underground Pre-feasibility Study expected to be completed in 2Q19
- Construction activities for the second 6MW ball mill have commenced and are expected to be completed by December 2018



FY19 Tropicana Guidance⁽¹⁾

Stronger year projected for FY19



Metric	Units	FY19 Guidance
Gold produced (100%)	koz	500 – 550
Gold Sold (IGO 30%)	koz	150 – 165
Cash cost	A\$/oz	635 – 705
AISC	A\$/oz	890 – 980
Sustaining/improvement capex	A\$M	21 – 24
Capitalised waste stripping	A\$M	32 – 36

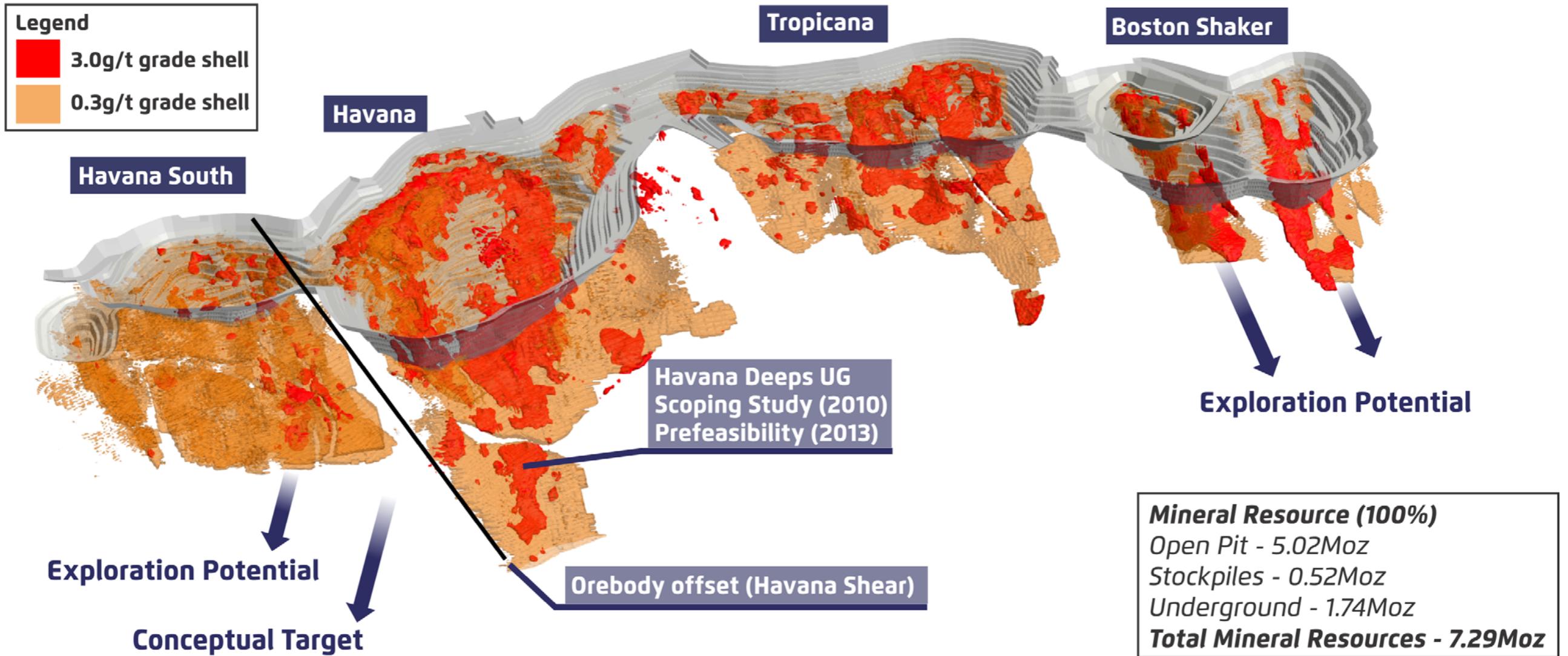
Guidance Notes

- Incorporates continued implementation of the Long Island mining strategy, grade streaming and ongoing process plant improvement projects
- The majority of plant and equipment capex is anticipated to be improvement capex including
 - Completion of the installation and commissioning of the additional 6MW Ball Mill and associated infrastructure
 - Long Island capital expansions
 - Plant improvement capital
 - Boston Shaker Pre-feasibility Study costs



1) Refer to ASX release dated 27 Jul 2018: IGO June 2018 Quarterly Report

Tropicana – 5km strike of mineralisation

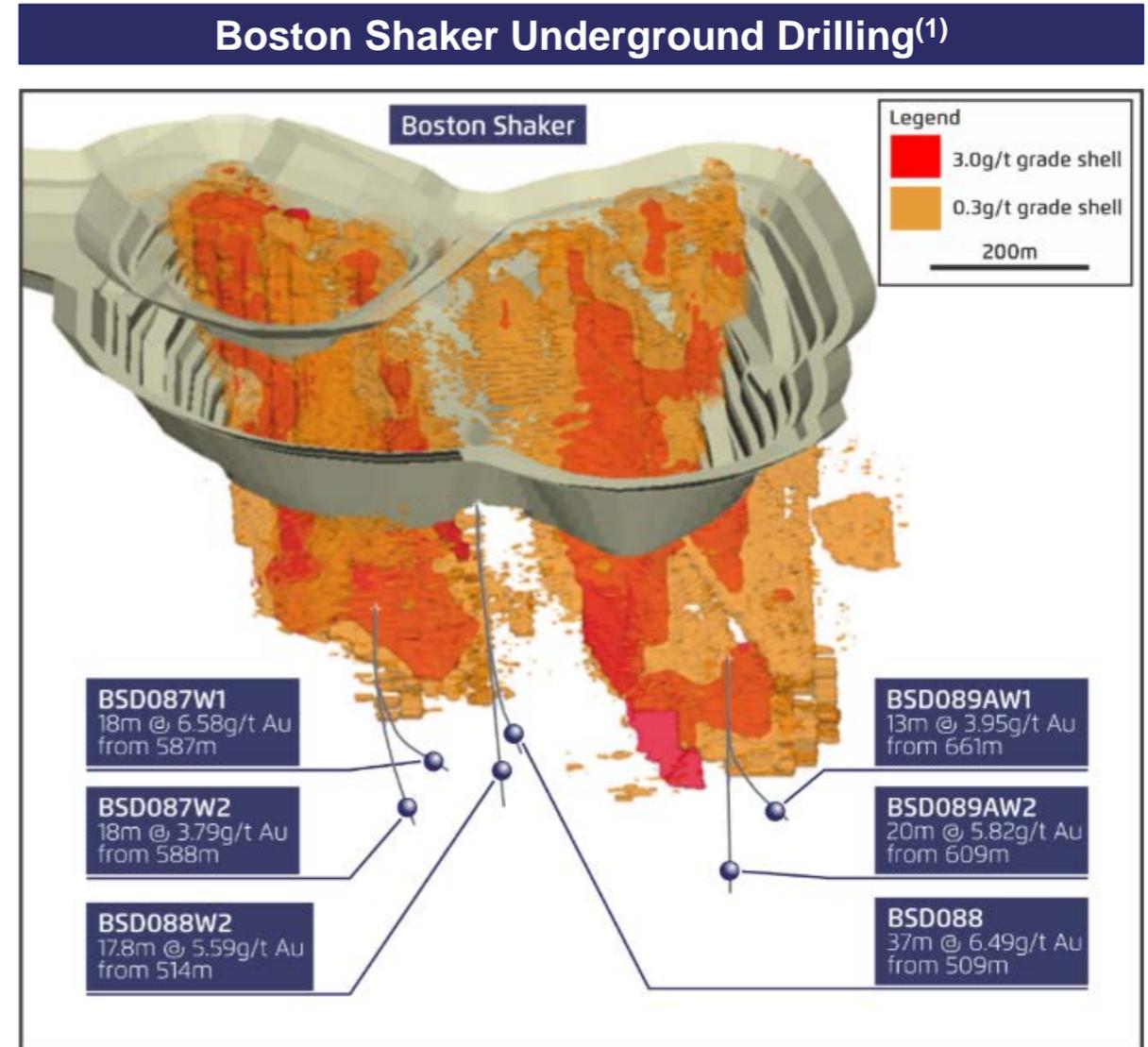


1) Refer to ASX release dated 26 Jul 2018: Annual Update of Exploration Results, Mineral Resources and Ore Reserves

Tropicana – Boston Shaker

Reserve extension opportunities

- Resource development drilling continued at Boston Shaker during 4Q18
 - Total of 1,957m of Diamond core drilling and Reverse Circulation drilling completed
- Resource model update, incorporating all new drilling, will be completed for the Tropicana Resource during 1Q19
- Potential for future underground assessment at Havana and Havana South
- Regional exploration along 160km of strike on ~3,000km² ongoing



1) Refer to ASX release dated 7 Dec 2017: Tropicana JV Commits to Long Island and Increased Milling Capacity

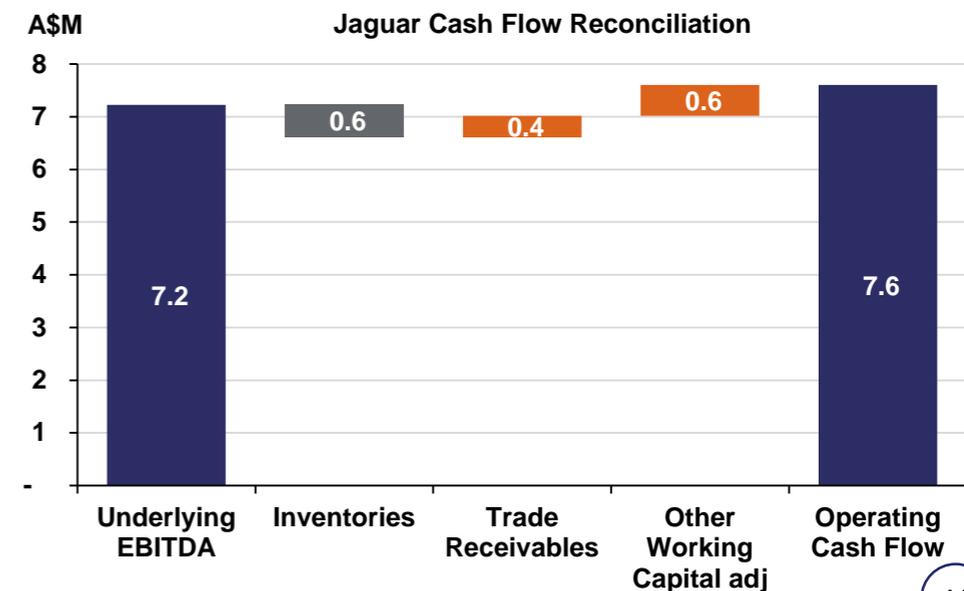
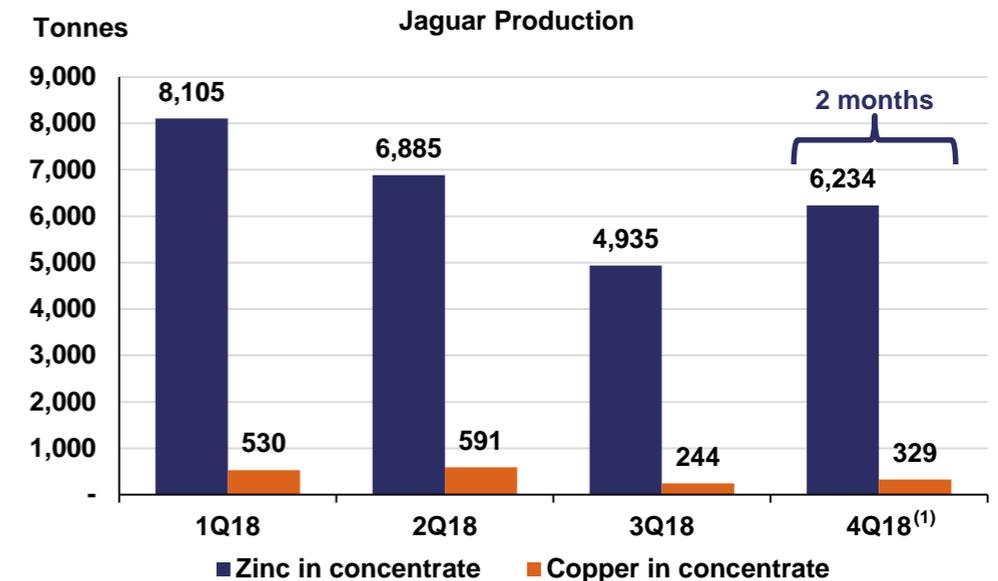
Metric	Units	3Q18	4Q18 ⁽¹⁾	FY18 ⁽¹⁾	FY18 Guidance ⁽²⁾
Zinc in concentrate	t	4,935	6,234	26,159	26,583 – 30,250
Copper in concentrate	t	244	329	1,695	2,383 – 2,750
Cash cost (payable)	A\$/lb Zn	1.88	0.89	1.25	0.85 – 1.05
Sustaining capex	A\$M	1.5	0.8	8.4	7 – 8
Development capex	A\$M	4.3	1.1	11.6	9 – 10
Exploration expenditure	A\$M	0.4	1.8	4.6	3 – 5

4Q18 Drivers

- Ore mined for the period included a record production rate of 50,849t in May 2018
- As planned, higher grade stopes became available in 4Q18, which lead to higher metal production
- Ore processed through the plant prior to sale on 31 May 2018 was 80,180t of ore milled at head grades of 8.53% Zn, 0.59% Cu, 164g/t Ag and 0.55g/t Au
- We take this opportunity to thank the management team, operators and contractors (both past and present) for their contribution to Jaguar and IGO

1) Jaguar production summary is up to 31 May 2018 only

2) Pro-rata FY18 guidance range



Long

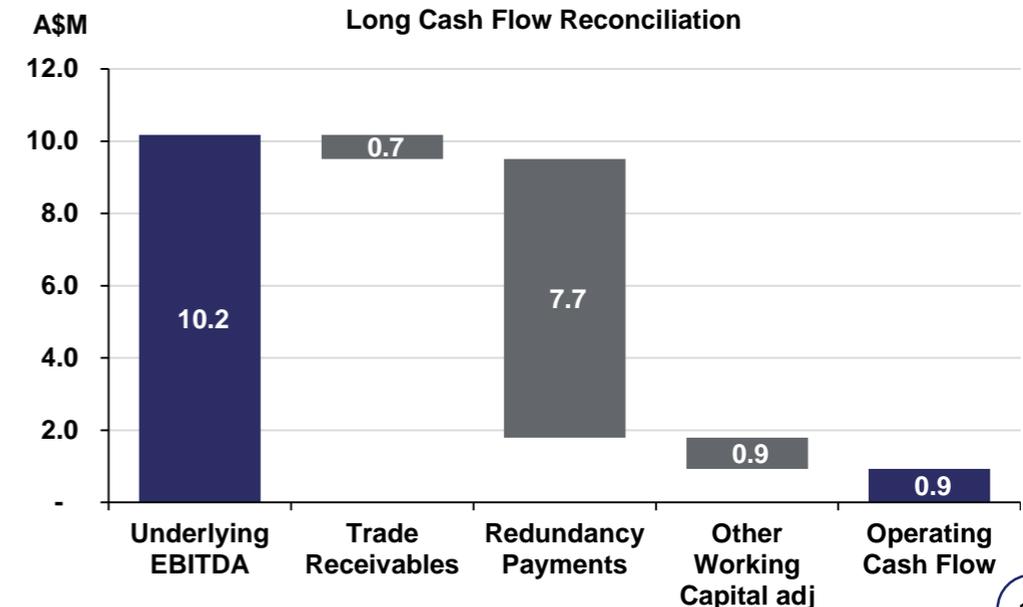
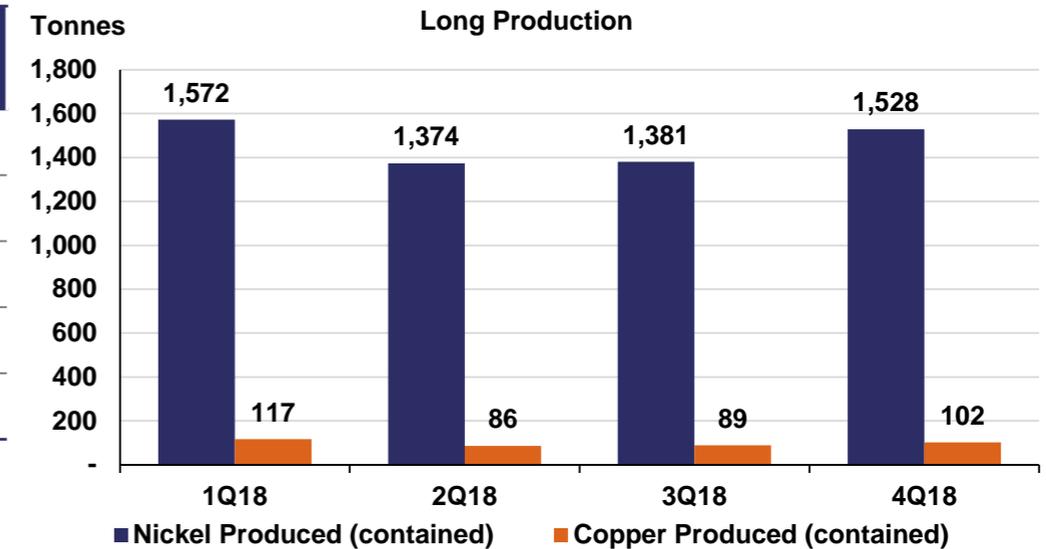


Transitioned to Care & Maintenance in June 2018

Metric	Units	3Q18	4Q18	FY18	FY18 Guidance
Contained nickel produced	t	1,381	1,528	5,855	5,400 – 6,000
Cash cost (payable)	A\$/lb Ni	5.13	4.18	4.87	4.40 – 4.90
Sustaining capex	A\$M	0.0	0.3	0.6	0.5 – 1.0
Development capex	A\$M	0.0	0.0	0.0	0.5 – 1.0
Exploration expenditure	A\$M	0.0	0.0	0.3	1 – 2

4Q18 Drivers & Outlook

- Long transitioned into Care & Maintenance in June 2018
 - Local contractor will manage the site during Care & Maintenance
- Expected to be free cash flow positive in FY19 with working capital receipts more than offsetting Care & Maintenance costs and final redundancy costs
- At Long North, potential extensions to the Gibb and Long deposits were assessed, following analysis of 3Q18 drill holes
 - Results proved that no further work is warranted
- We take this opportunity to thank the management team, operators and contractors (both past and present) for their contribution to Long and IGO



Mineral Resource & Ore Reserve Update^(1,2)

Nova resource & reserve de-risked with grade control drilling



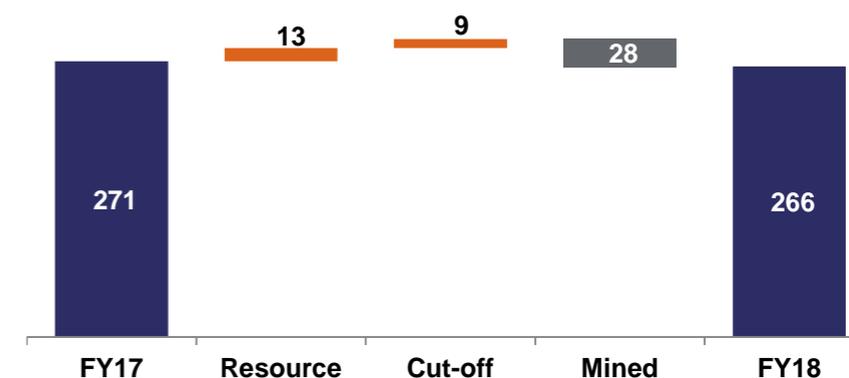
Mineral Resource Estimate as at 30 June 2018

Operation	Tonnes (Mt)	Grade Estimate				In situ Metal Estimates			
		Ni (%)	Cu (%)	Co (%)	Au (g/t)	Ni (kt)	Cu (kt)	Co (kt)	Au (koz)
Nova	13.1	2.0	0.8	0.07	-	268	109	9	-
Long	0.8	4.2	-	-	-	32	-	-	-
TGM (30%)	41.9	-	-	-	1.62	-	-	-	2,187
Total	55.8	<i>Grades for totals are not additive</i>				300	109	9	2,187

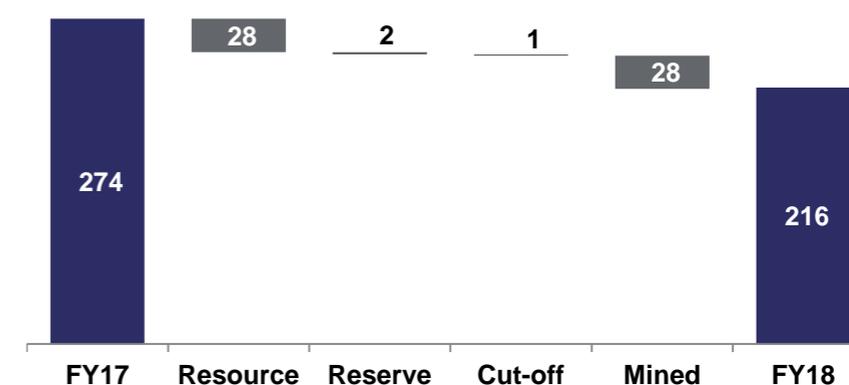
Ore Reserve Estimate as at 30 June 2018

Operation	Tonnes (Mt)	Grade Estimate				In situ Metal Estimates			
		Ni (%)	Cu (%)	Co (%)	Au (g/t)	Ni (kt)	Cu (kt)	Co (kt)	Au (koz)
Nova	11.7	1.86	0.76	0.06	-	216	89	7	-
Long	-	-	-	-	-	-	-	-	-
TGM (30%)	19.5	-	-	-	1.89	-	-	-	1,185
Total	31.2	<i>Grades for totals are not additive</i>				216	89	7	1,185

Nova Mineral Resource Reconciliation (kt Nickel metal)



Nova Ore Reserve Reconciliation (kt Nickel metal)



1) Refer to ASX release dated 26 Jul 2018: Annual Update of Exploration Results, Mineral Resources and Ore Reserves

2) For Tropicana Gold Mine and Long Operation Resource and Reserve reconciliation please refer to ASX release dated 26 Jul 2018: Annual Update of Exploration Results, Mineral Resources and Ore Reserves

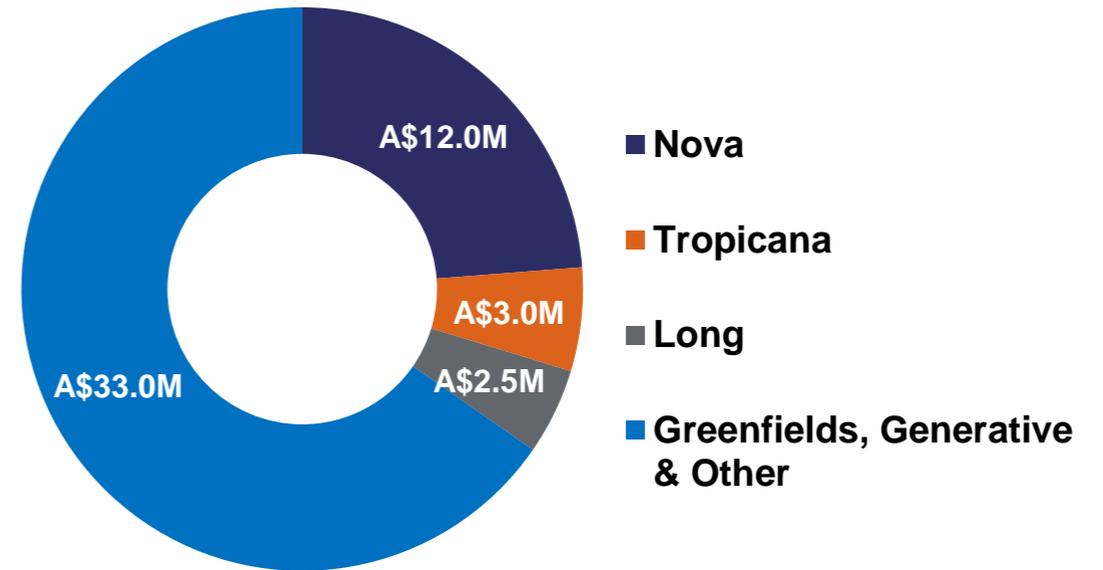


FY19 Exploration Guidance⁽¹⁾



Continuing A\$51M commitment

FY19 Exploration Budget⁽²⁾

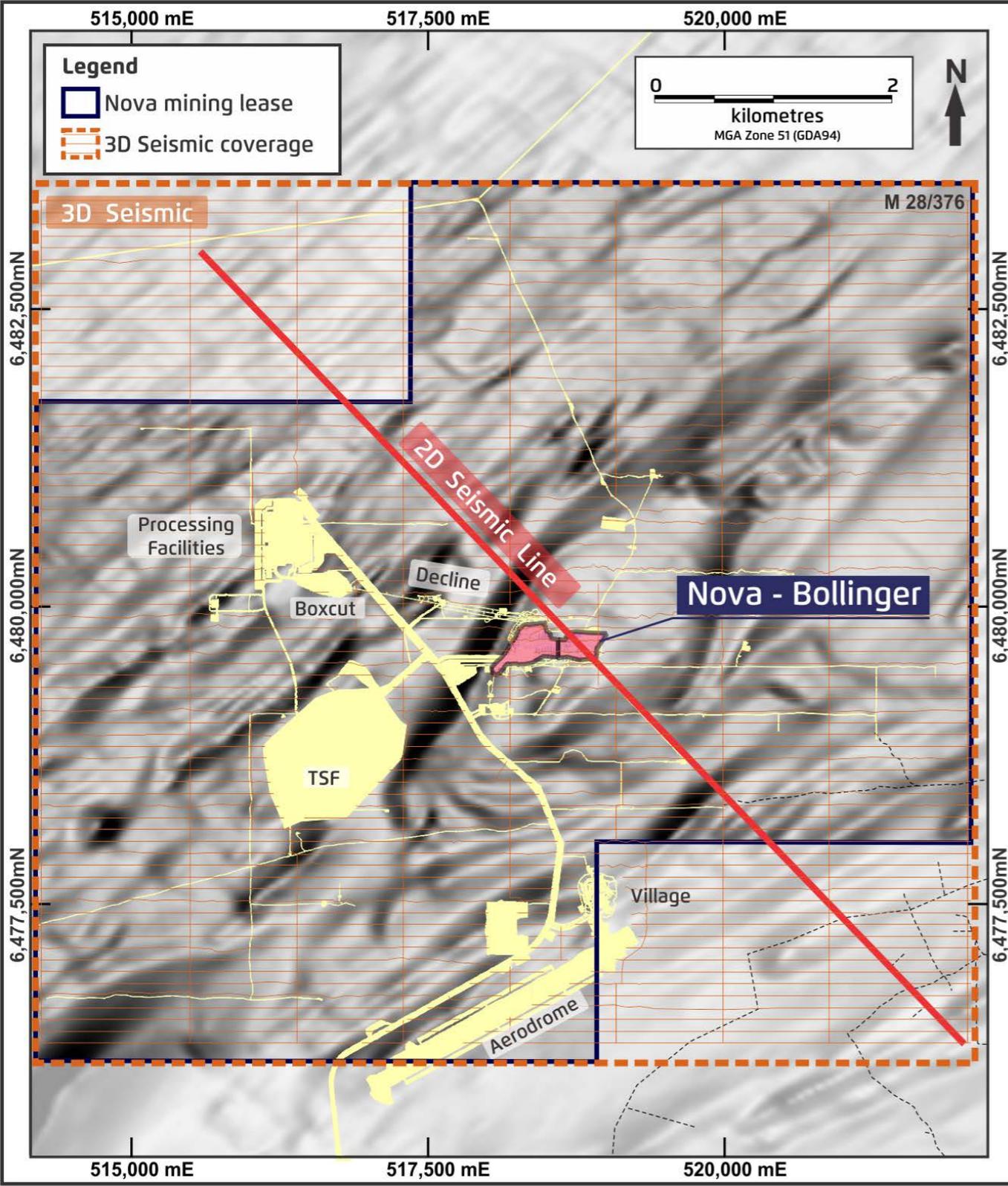


Guidance Notes

- Focus is on discovery at Nova and the Fraser Range with two thirds of our FY19 exploration investment committed to finding a world class Ni-Cu-Co ore deposit
- FY19 programs incorporate significantly more drilling, including 20,000m of planned Diamond drilling at Nova

1) Refer to ASX release dated 27 Jul 2018: IGO June 2018 Quarterly Report

2) Mid-point of FY19 guidance range



Nova Mining Lease Exploration



Leverage 3D seismic program in FY19

58km² 3D seismic survey completed by HiSeis in April 2018

- Processed date expected end of July 2018

Complete reassessment of Nova 'camp scale' geology commenced in 4Q18

- c.31,000m of historic Diamond drill cores were relogged and resampled
- Already identified several "Nova-like" gabbroic intrusives and "orphaned" magmatic sulphide intersections on the Nova mining lease

Field intensive FY19 to test and complement 3D seismic survey findings starting in 1Q19

- Planned 20,000m Diamond drilling program
- Low Temperature SQUID EM survey

Fraser Range Exploration

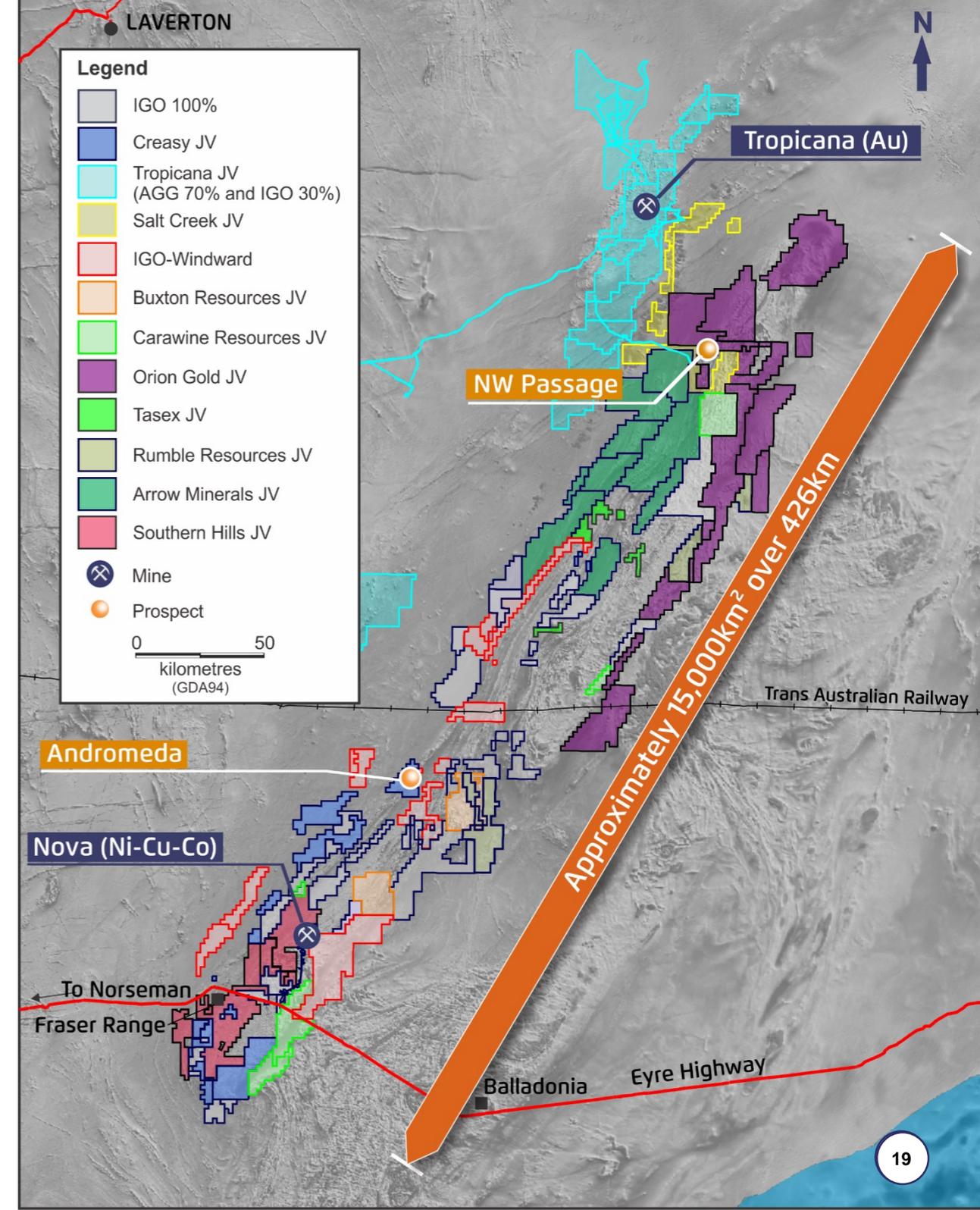
c.15,000km² of tenure consolidated

Completed acquisition of Creasy Southern Hills Tenements in 1Q19

- Highly prospective, under-explored tenure south west of, and adjoining, Nova mining lease

Systematic belt scale exploration activities continued during 4Q18:

- Aircore drilling, Airborne & ground EM surveys and gravity surveys progressed
- Six Diamond drill holes, for c.2,317m, tested EM geophysical targets at Woolly, North Bore, Talbot North and Andromeda (formerly Pygmy)
- Drilling of the EM plate at Andromeda has identified a Zn/Cu VMS – a fourth hole is underway



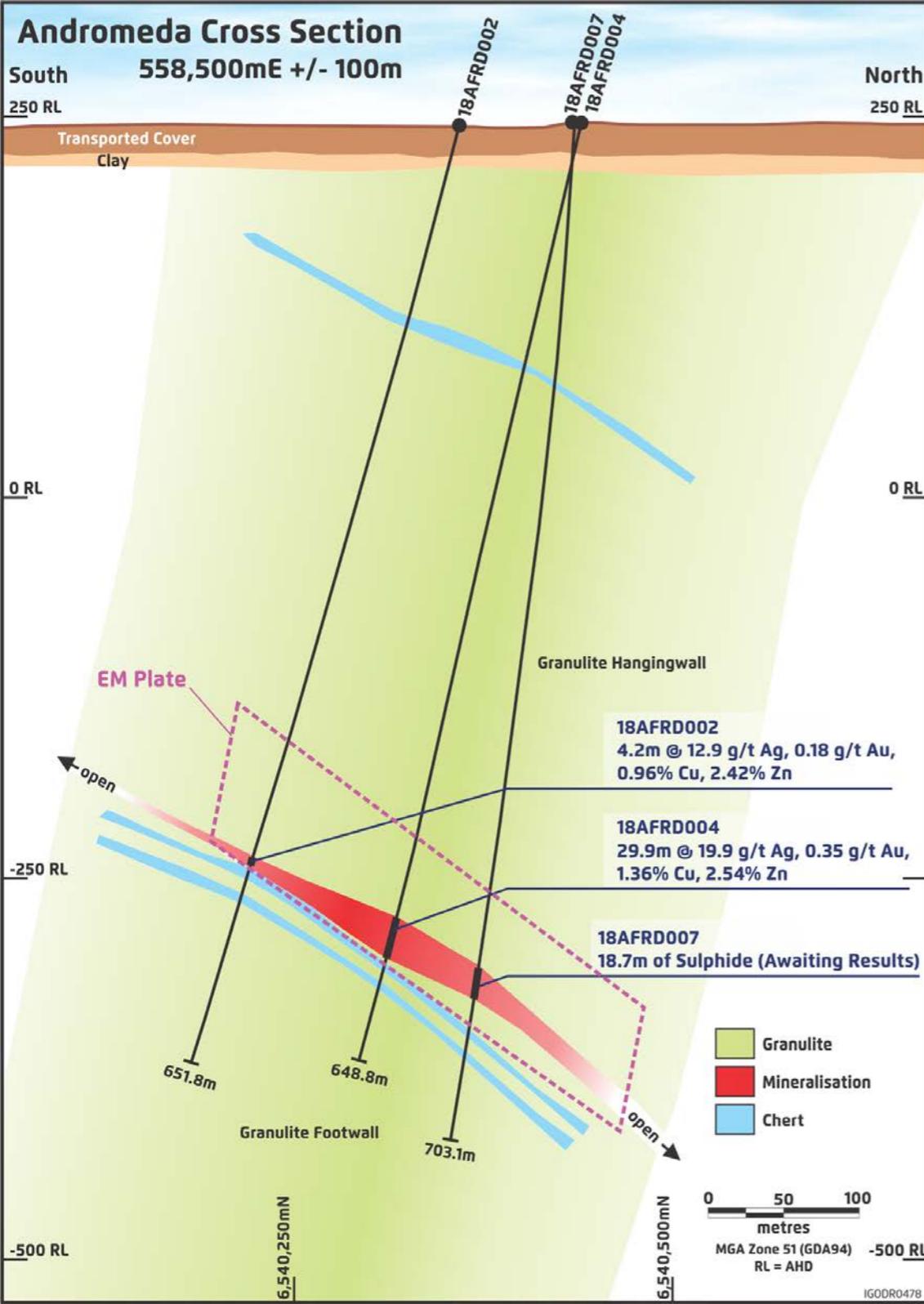
Fraser Range Exploration

Andromeda

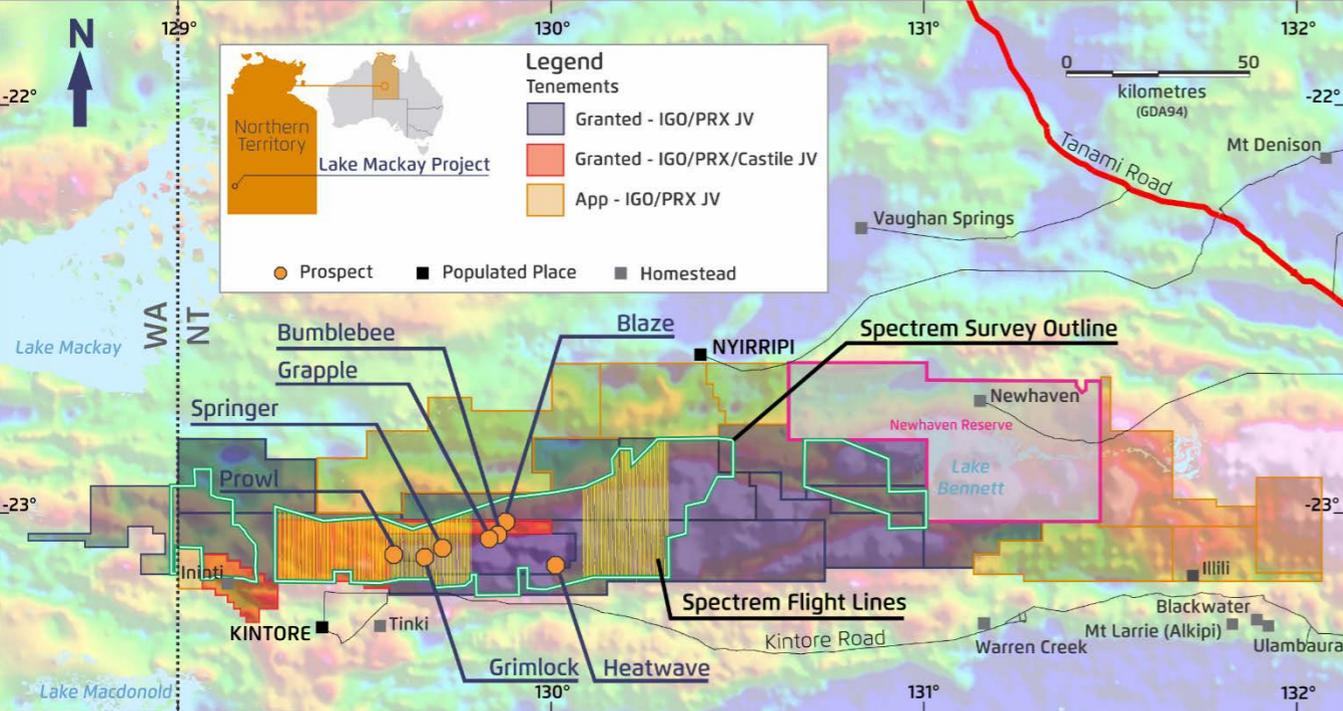
Results from first drilling completed at Andromeda include:

- 18AFRD004: 29.9m grading 1.36% Cu, 2.51% Zn, 19.9g/t Ag, 0.35g/t Au from 548.1m

Assay results from additional drilling are pending and a fourth hole targeting the EM plate is underway



1) Refer to ASX release dated 26 Jul 2018: 2018 Annual Update of Exploration Results, Mineral Resources and Ore Reserves



Lake Mackay Exploration

12,800km² belt scale greenfields project

SpectremAir airborne EM survey underway

- 12,000 line-km survey planned with half the survey completed in 4Q18

Prospect-scale geological mapping and rock chip sampling were completed at various prospects

- Included the Grimlock prospect (previously known as Dufour)
- Ni and Co anomalism associated with Mn-rich 'ironstone duricrust' confirmed
- Results up to 2.5% Co, 1.1% Ni, 46.4% Mn(1)

1) Refer to Prodigy Gold (PRX) ASX release dated 26 Jul 2018: Lake Mackay JV: Exploration Update

Concluding Comments

Record 4Q18 further strengthens balance sheet

- Record revenue and underlying EBITDA for 4Q18 and FY18
- Nova nickel production increased 23% QoQ
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