



7 February 2011

Australian Stock Exchange Limited
Company Announcements
Level 10, 20 Bond Street
SYDNEY NSW 2000

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TROPICANA JV SIGNIFICANT NEW GOLD INTERCEPTS INCLUDING 25m @ 14.5 g/t GOLD AT THE BOSTON SHAKER DEPOSIT

- New true width BOSTON SHAKER intercepts include:

BSD 032	-	25m @ 14.5 g/t Au from 277m
BSD 041	-	25m @ 5.0 g/t Au from 232m
BSD040	-	14m @ 4.1 g/t Au from 270m

Independence Group NL (IGO) is pleased to announce further significant drilling results from the Tropicana JV (IGO 30%, AngloGold Ashanti 70% - Manager) as part of the Boston Shaker and Havana Deeps drill outs.

Both Boston Shaker and Havana Deeps have the potential to add significant value to the Tropicana Gold Project. The Project was approved by IGO and AngloGold Ashanti in November 2010.

Significant mineralisation associated with the greater Tropicana/Havana gold system has now been intersected over a 5km strike length, with further drilling planned to determine whether the system continues along strike beyond the fault-terminated northern boundary of Boston Shaker. RC results from Hat Trick (e.g. 2m @ 6.8 g/t Au) located 1.5km directly north east of Boston Shaker released in the December 2010 Quarterly Report, provide encouragement that the Havana-Tropicana-Boston Shaker system continues to the north. Similarly intercepts at Crouching Tiger (e.g. 11m @ 5.3 g/t Au) south of the Havana open pit indicate that the system continues to the south.

BOSTON SHAKER

Drilling of the Boston Shaker discovery, located approximately 360m north-east of the Tropicana deposit, has now been completed on a 50m x 50m grid with 25m x 50m selected infill drilling to support a resource estimation and initial pit optimisation. Mineralisation has been defined over a 700m strike length and remains open down dip.

The maiden Mineral Resource for Boston Shaker was released in IGO's December 2010 Quarterly Report as follows:

Open Pit Inferred Resource: 6.1Mt @ 2.5 g/t gold (480,000 oz contained gold)

Recently received assay results not included in the abovementioned Resource continue to confirm continuity of mineralisation within the currently defined system and extend higher grade zones down dip (**Figure 2**). Of particular significance are the thick high grade intercepts in the northern Boston Shaker lode in BSD032 (**25m @ 14.5 g/t Au** from 277m) and southern Boston Shaker lode in BSD041 (**25m @ 5.0 g/t Au** from 232m) which indicate that high grade shoots in both lodes may be strengthening with depth. The high grade intercept in BSD032 includes a 1 meter intercept from 290-291m grading 271 g/t Au including abundant visible gold (**Figure 1**).

A full list of significant Boston Shaker results received since the December 2010 Quarterly Report is included in Table 1.



Figure 1: Visible Gold in Biotite and Pyrite Altered Feldspar Rich Gneiss at 290.8m in BSD 032 (Core Diameter Approximately 45mm)

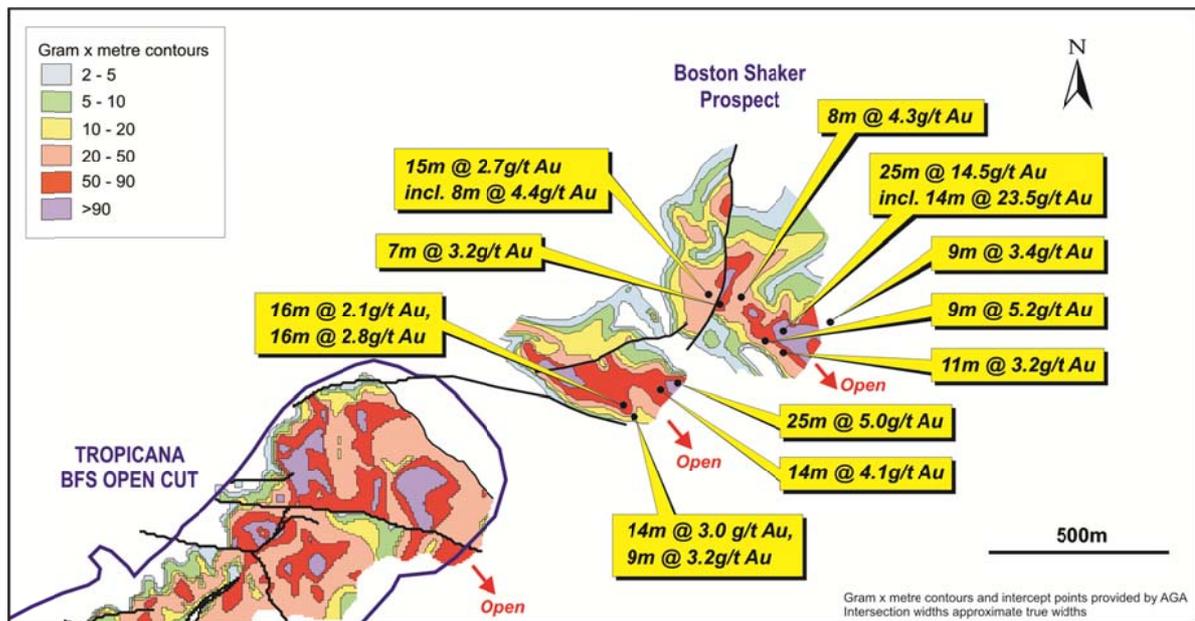


Figure 2: Boston Shaker Prospect Grade (Au) x Thickness Contours and Significant Intercepts Received Subsequent to the December 2010 Quarterly Report

**Table 1: Significant New Boston Shaker RC and Diamond Drilling Results
(Down-Hole Widths Approximate True Widths)**

Hole No.	Easting (m)	Northing (m)	RL (m)	Azi (degr)	Dip (degr)	Total Depth (m)	From (m)	To (m)	Width (m)	g/t Au
Boston Shaker RC										
BSRC310	6764048	652035	344	319	-60	120	81	96	15	2.7
						<i>Incl.</i>	86	94	8	4.4
BSRC311	6764010	652074	344	319	-60	150	117	124	7	3.2
BSRC312	6764016	652143	344.	321.	-61	180	154	162	8	4.3
Boston Shaker Diamond										
BSD026	6763846	652440	353	328	-62	409	364	373	9	3.4
BSD032	6763852	652301	353	323	-60	334	277	302	25	14.5
						<i>Incl.</i>	288	302	14	23.5
BSD033	6763854	652230	352	324	-62	304	238	247	9	5.2
BSD034	6763782	652302	353	326	-59	349	298	309	11	3.2
BSD036W1	6763676	651842	349	321	-60	300	226	242	16	2.1
							247	263	16	2.8
BSD039	6763639	651880	343	321	-63	321	255	269	14	3.0
							282	291	9	3.2
BSD040	6763709	651950	344	320	-62	343	270	284	14	4.1
BSD041	6763745	651985	344	324	-63	325	232	257	25	5.0

BACKGROUND

Independence Group NL (IGO) has a 30% contributing interest in the Tropicana Joint Venture managed by AngloGold Ashanti. The Tropicana JV comprises approximately 15,000km² of prospective tenure covering a strike length of over 350km.

The Tropicana project was generated by IGO and joint ventured to AngloGold Ashanti on 30 January 2002. The first major discovery within this extensive tenement package is the Tropicana deposit, comprised of the Tropicana and Havana Zones, on which a Bankable Feasibility Study was completed in November 2010. The boards of both IGO and AngloGold Ashanti have subsequently approved development of the Project. Key Project parameters are outlined below.

- **Approved project to produce 3.45Moz (1.04Moz – IGO share) over a 10year life** at A\$710- A\$730/oz cash cost (real), including royalties
- **Open Pit Proven and Probable Reserves:**
 - 48Mt @ 2.2 g/t Au – 3.4 Moz gold
- **Open Pit Mining Inventory (including Inferred category):**
 - 59Mt @ 2.0 g/t Au for 3.8 Moz gold
- **Expected production first 3 years: 470,000–490,000 oz pa**
 - IGO share 141,000–147,000 oz pa
 - A\$580-A\$600/oz cash cost including royalties
- **Estimated capital and working capital: A\$690-A\$740M (real);**
 - Estimated maximum cash draw down: A\$195-A\$200M (IGO 30% share)
- **Estimated payback: 2.2 years**
 - at gold price of \$A1,300/oz
 - USD:AUD at parity
 - US\$85/barrel oil
- **Fresh ore milling rate: 5.8Mt pa**
- **Road construction commencement: Early June 2011 Quarter**

- **Anticipated first gold production: December 2013 Quarter**
- **Additional Upside: Boston Shaker Open Pit, potential Havana underground gold mine and numerous regional exploration targets**



**Christopher Bonwick
MANAGING DIRECTOR
INDEPENDENCE GROUP**

Sign Off: The information in this report that relates to Exploration Results and Ore Reserves is based on information compiled by Christopher M Bonwick who is a full-time employee of the Company and is a member of the Australasian Institute of Mining and Metallurgy. Christopher Bonwick has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Christopher Bonwick consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward-Looking Statements: This document may include forward-looking statements. Forward-looking statements include, but are not limited to, statements concerning Independence Group NL's planned exploration program and other statements that are not historical facts. When used in this document, the words such as "could," "plan," "estimate," "expect," "intend," "may," "potential," "should," and similar expressions are forward-looking statements. Although Independence Group NL believes that its expectations reflected in these forward-looking statements are reasonable, such statements involve risks and uncertainties and no assurance can be given that actual results will be consistent with these forward-looking statements.

BOARD OF DIRECTORS

Oscar Aamodt	Non-Executive Chairman
Chris Bonwick	Managing Director
Kelly Ross	Executive Director
Rod Marston	Non-Executive Director
John Christie	Non-Executive Director
Peter Bilbe	Non-Executive Director

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STOCK EXCHANGE LISTING

Australian Stock Exchange
ASX Code: IGO

CAPITAL STRUCTURE

Ordinary Shares	138,777,305
Unlisted Options	
Expiry Date 30 June 2011	837,500

SUBSTANTIAL SHAREHOLDER NOTICES

JF Capital Partners	10.24%
Orion Asset Management	6.24%
UBS	6.18%
National Australia Bank	5.10%

**TROPICANA JV JANUARY 2011
RESOURCE CLASSIFICATION**

MINERAL RESOURCE	CLASSIFICATION	TONNES (M)	GOLD (T)	GRADE (g/t Au)	OUNCES (M)
Open Pit	Measured	25.8	56.1	2.2	1.80
	Indicated	28.8	58.7	2.0	1.89
	Inferred	10.5	15.0	1.4	0.48
Open Pit – Tropicana & Havana		65.1	129.8	2.0	4.17
Boston Shaker	Measured	0.0	0.0	0.0	0.00
	Indicated	0.0	0.0	0.0	0.00
	Inferred	6.1	14.9	2.5	0.48
Open Pit - Boston Shaker		6.1	14.9	2.5	0.48
Underground	Measured	0.0	0.0	0.0	0.00
	Indicated	0.0	0.0	0.0	0.00
	Inferred	5.3	19.5	3.7	0.63
Underground – Havana Deeps		5.3	19.5	3.7	0.63
Total Tropicana	Measured	25.8	56.1	2.2	1.80
	Indicated	28.8	58.7	2.0	1.89
	Inferred	21.9	49.4	2.3	1.59
Total Project Resource		76.5	164.2	2.2	5.28

The Tropicana, Havana and Boston Shaker Open Pit Mineral Resources have been estimated using the geostatistical technique of Uniform Conditioning. Tropicana and Havana South Mineral Resources have been reported above a cut-off grade of 0.5 g/t for Oxide and Transitional material and 0.6 g/t for Fresh Material, within a US\$1,025/oz optimisation shell at a A\$/US\$ exchange rate of 0.80 (A\$1,281/oz). The resource estimate is based on contract mining costs whereas the previous resource estimate used estimated owner-operator costs. The Havana portion of the Open Pit Mineral Resource has been reported within the BFS Pit Design, with the Havana Deeps Underground Mineral Resource reported externally to the Pit Design. Boston Shaker Mineral Resources have been reported above a break-even cut-off grade of 0.5g/t for Oxide and Transitional material and 0.6 g/t for Fresh material, within a US\$1,100/oz optimisation shell at a A\$/US\$ exchange rate of 0.84 (A\$1,309/oz). The Havana Deeps Underground Resource has been estimated using the geostatistical technique of Direct-Block Conditional Simulation. The Havana Deeps Underground Mineral Resource is reported externally to the Havana BFS Pit Design, at a cut-off grade of 2.8 g/t Au.

**TROPICANA JV NOVEMBER 2010 BFS
RESERVE CLASSIFICATION**

CLASSIFICATION	TONNES (M)	GRADE (g/t Au)	CONTAINED GOLD (T)	CONTAINED GOLD (Moz)
Proved	24	2.3	55	1.8
Probable	24	2.1	50	1.6
TOTAL	48	2.2	105	3.4

The Proved and Probable Ore Reserve have been reported on a 100% basis using “contract mining” costs above break-even cut-off grade of 0.6g/t gold for oxide (Transported, Saprolite) and Sap-Rock (also referred to as Transition) materials and 0.7g/t gold for Fresh material at a nominated gold price of US\$880/oz, oil price of US\$85/barrel and an exchange rate of 0.80 AUD:USD (equivalent to A\$1,100/oz) as specified in the Tropicana Gold Project Feasibility Study Charter (2009).