

INDEPENDENCE GROUP NL

BofAML 2018 Global Metals, Mining & Steel Conference

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ASX:IGO / ADR:IIDY

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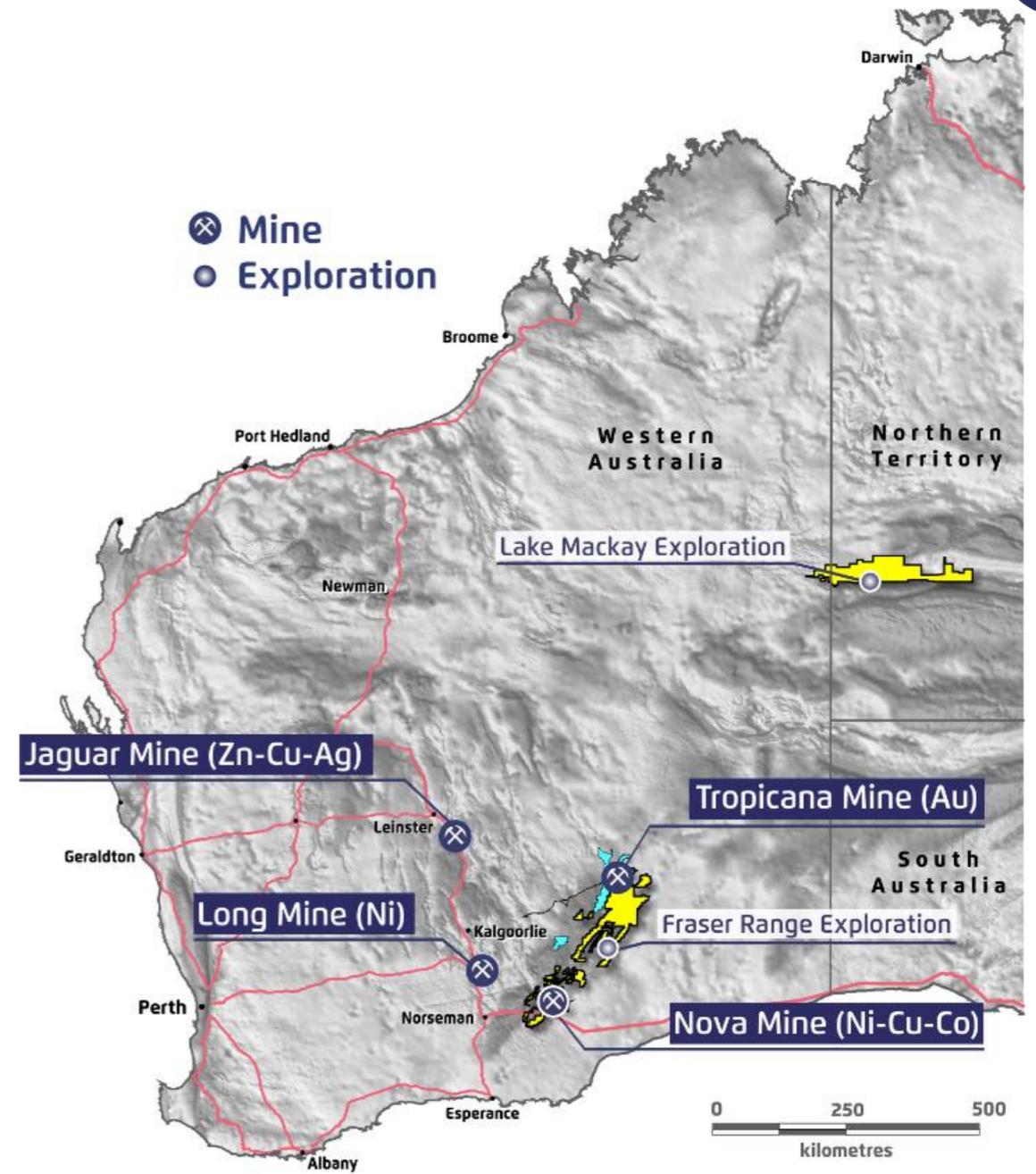
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- Any references to IGO Mineral Resource and Ore Reserve estimates should be read in conjunction with IGO’s 2017 Mineral Resource and Ore Reserve announcement dated 23 October 2017 and lodged with the ASX, which is available on the IGO website.
- All 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.

A West Australian base metals company focused on discovery and delivery

ASX	IGO
Base	Perth, West Australia
Market Cap⁽¹⁾	A\$3 Billion
Cash⁽²⁾	A\$70M
Debt⁽²⁾	A\$143M
Revolver⁽¹⁾	A\$200M (undrawn)
Dividend Policy	>30% NPAT



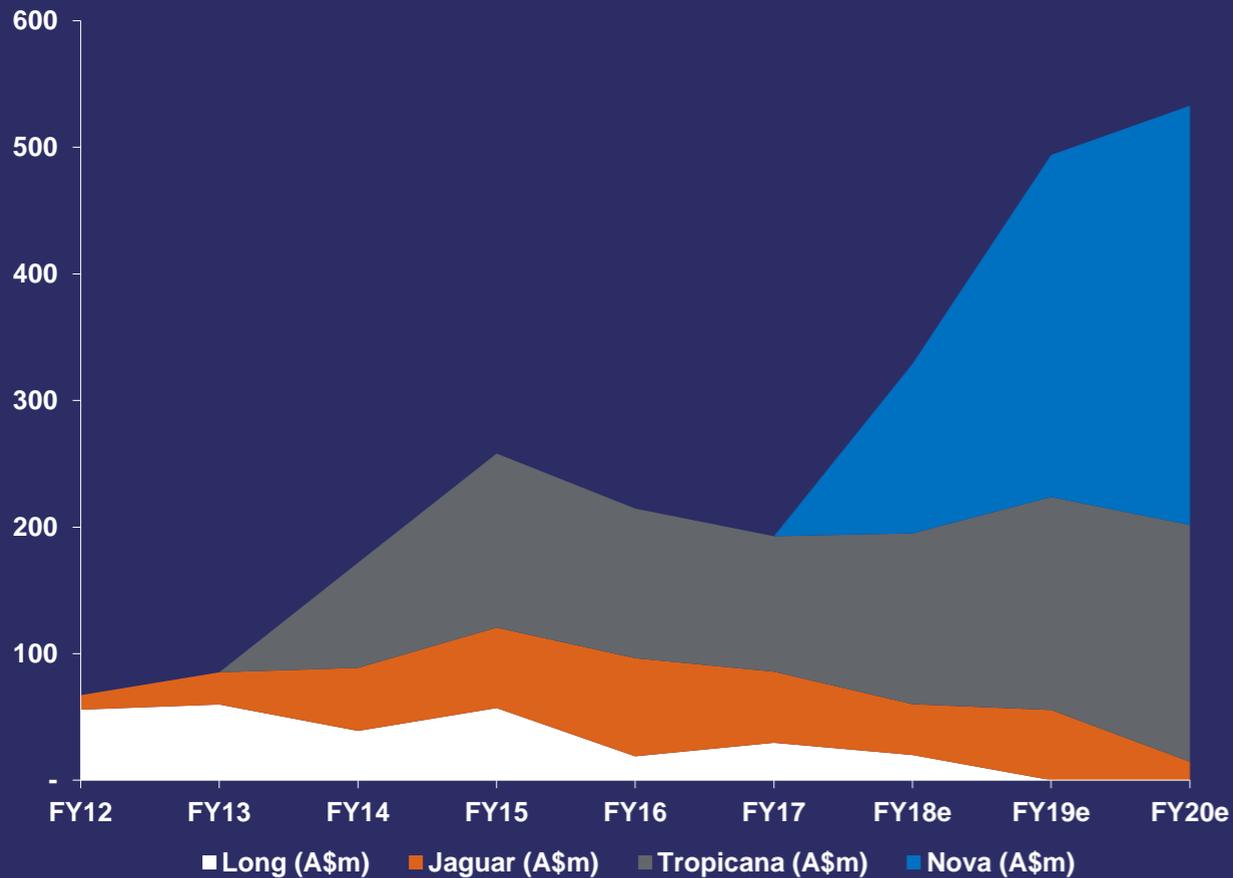
1) As at market close 11 May 2018

Focus on quality and long life assets which deliver great financial outcomes

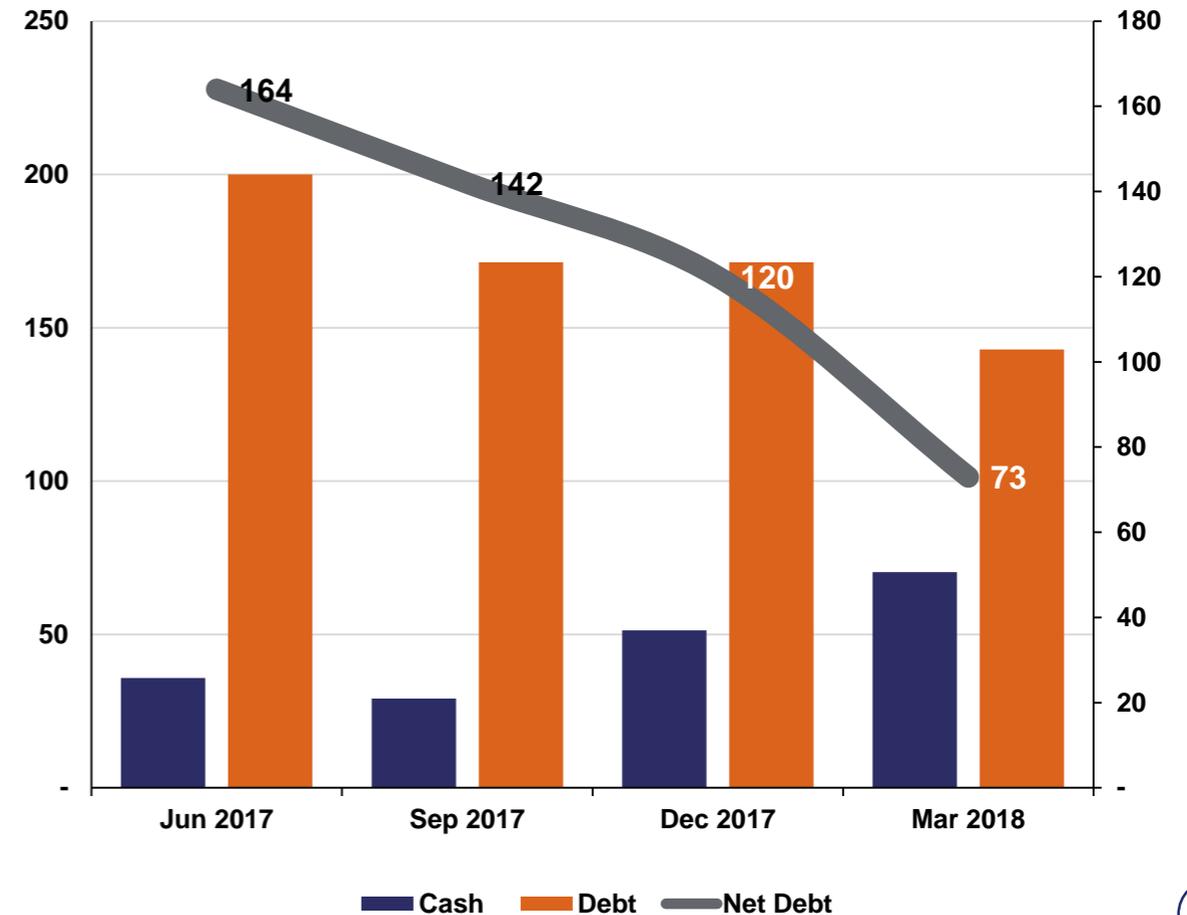


Expect to be net cash in the September 2018 Quarter

IGO EBITDA Profile (A\$m)⁽¹⁾



IGO Net Debt Profile (A\$m)



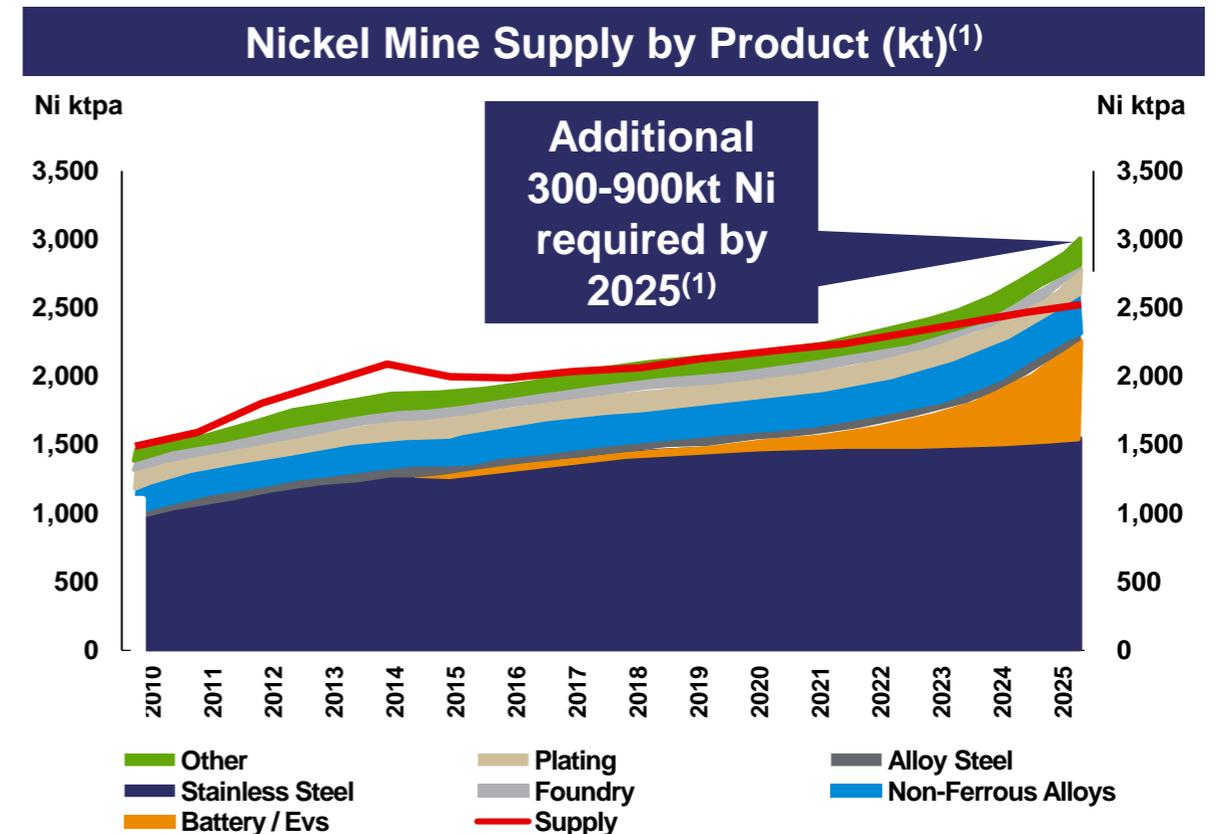
1) Macquarie Research – 8 May 2018

Solidifying IGO's position as a world-class base metals producer aligned to the growing EV mega trend

- Nova
- Nova and Fraser Range exploration
- DeBeers Database

Nickel to be a big winner from EV demand disruption

- 2018E supply deficit of 167kt⁽²⁾



1) Source: UBS Research dated 1 Nov 2017 Nickel: Electric Vehicle Demand Refinements

2) Source: UBS Research dated 18 Jan 2018: Battery Raw Material Update

Nova

- Tier one Ni-Cu-Co asset
- Delivers scale, low cost, long mine life & exploration upside
- Successful commercial production since 1 July 2017
 - Achieved nameplate capacity of 1.5Mtpa
 - Nickel grade consistently increasing
 - Metallurgical recoveries performing in line with or better than design



LME Nickel Versus Nickel Sulphate (US\$/t)^(1,2)



Downstream processing potential

- Produce nickel and cobalt sulphates for EV batteries
- Metallurgical testwork commenced in the March 2018 Quarter
- Targeting PFS completion around end-CY18
- Delivers potential for higher payability, premium price and higher concentrator recoveries

1) Source: Asian Metals

2) Nickel Sulphate price converted to per unit of nickel

A\$30M commitment to discovery at Nova and the Fraser Range in FY18

- Understanding potential extensions of the Nova intrusive
- Systematic exploration over 14,300km² of consolidated tenure in the Fraser Range
- Actively looking for commodities aligned with EV battery thematic
 - DeBeers Database provides a competitive advantage



Tropicana

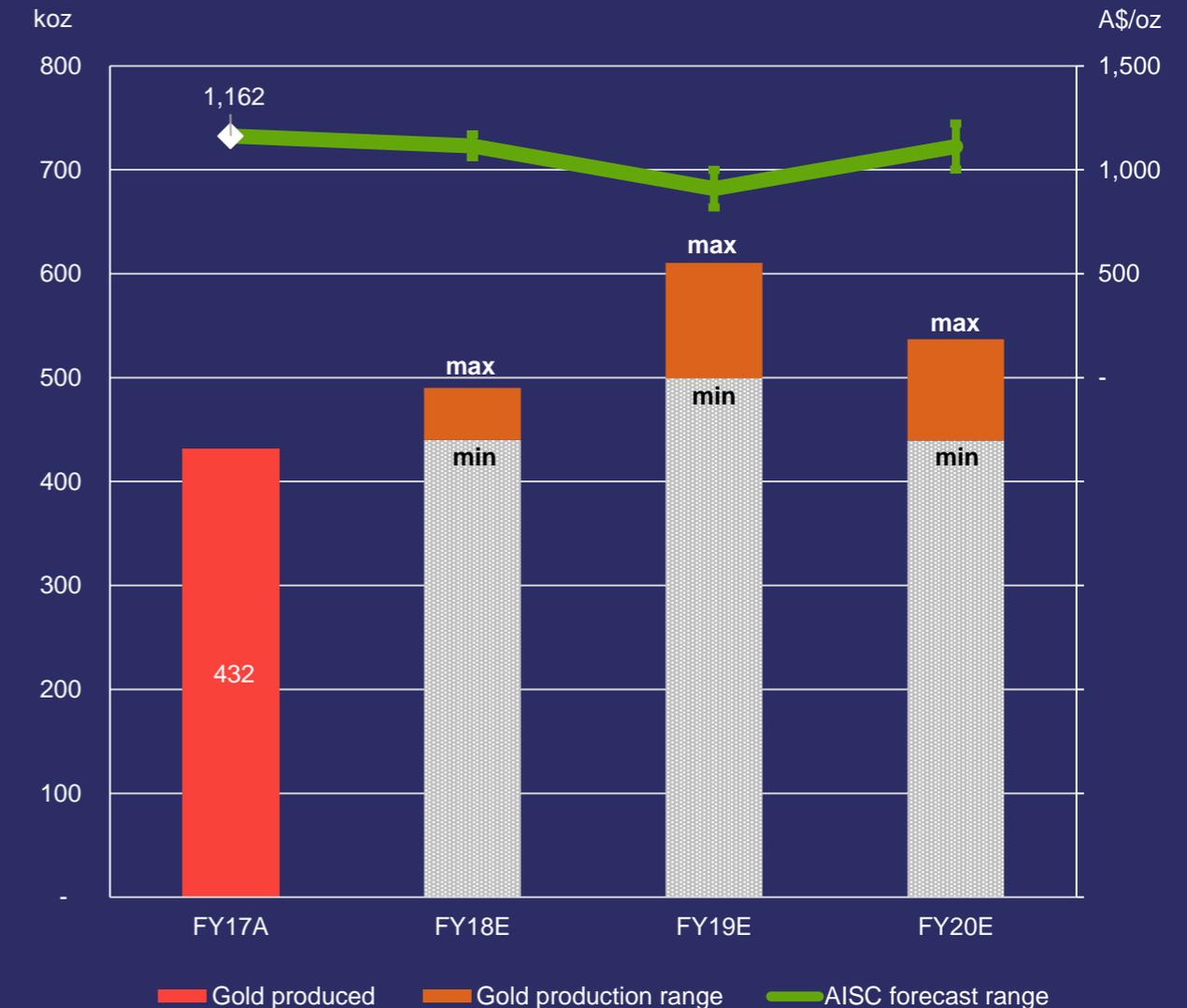
- Tier one gold asset in Joint Venture with AngloGold Ashanti
- 465,000oz gold production (100%) at \$1,115/oz AISC⁽¹⁾
- Higher free cash flow FY18 – 20
 - Driven by higher gold production from grade streaming
- Additional ball mill delivers lift in scale and gold recovery
- Underground potential being advanced

1) Mid-point of FY18 guidance range

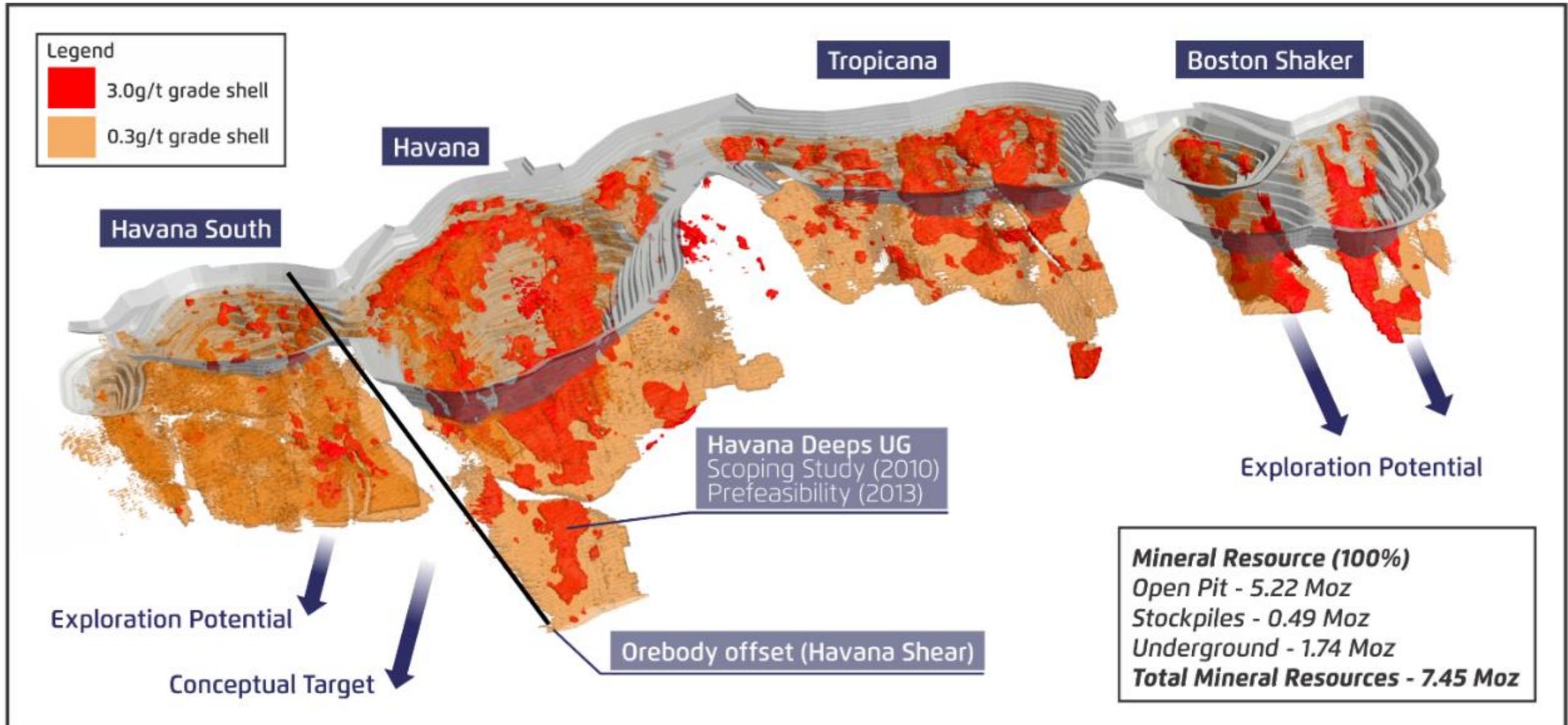
2) Refer to ASX release dated 7 Dec 2017: Tropicana JV Commits to Long Island and Increased Milling Capacity



Directional Production and AISC⁽²⁾



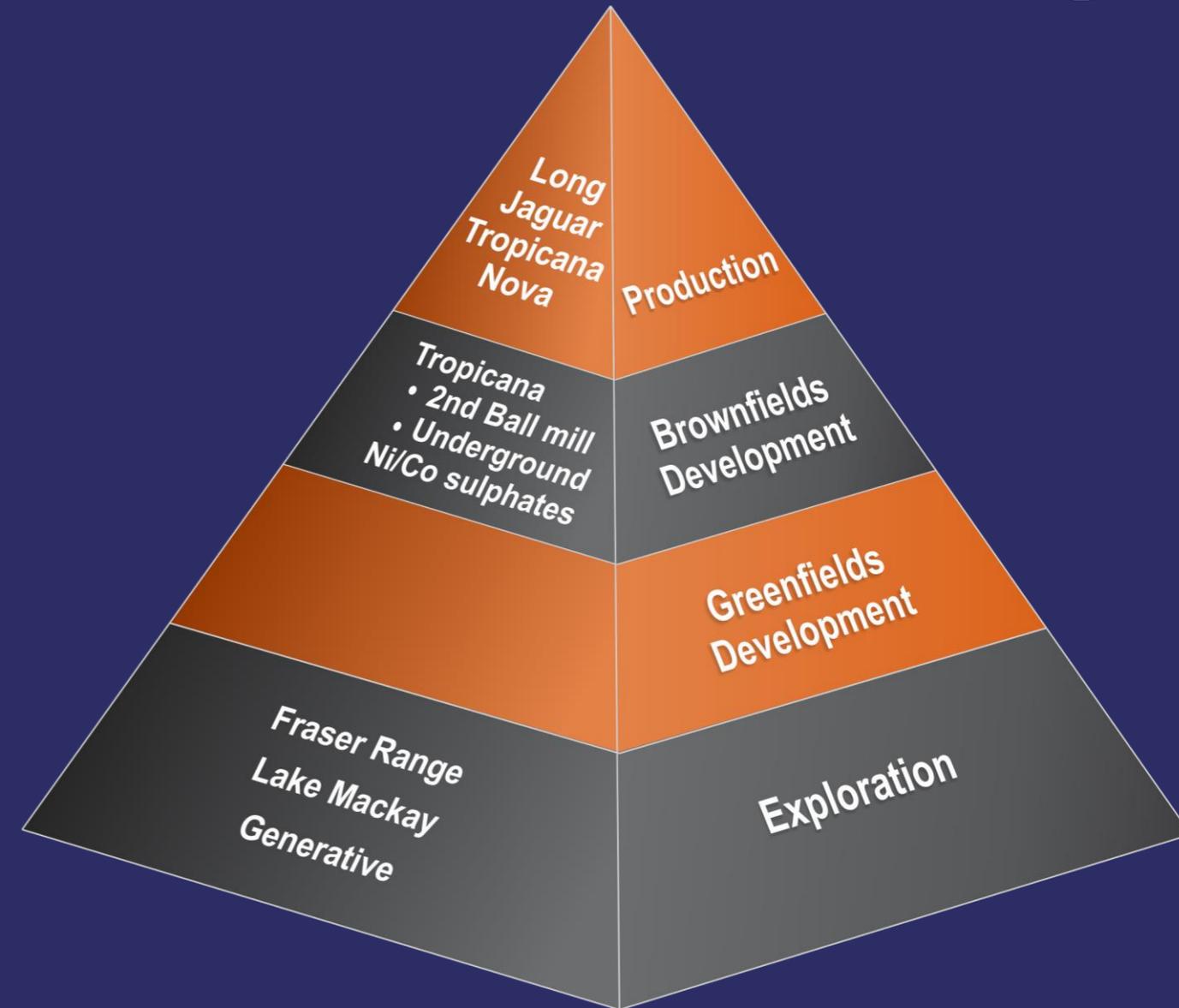
Tropicana – 5km strike of mineralisation



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

Capital Allocation & Growth

- **Balance growth & yield**
 - Dividend yield since 2005
 - Minimum 30% of NPAT
- **Invest to grow business on a sustainable basis**
 - **Brownfields development to sustain/grow production near term**
 - **Opportunistic and accretive M&A to deliver medium term growth**
 - **Exploration to grow business in long term**



Summary

- Focus on quality, long life assets aligned to EV mega trend
- Strong balance sheet with outlook for strong cash flow generation potential
- Potential to unlock additional value:
 - Discovery focus at Nova and Fraser Range
 - Downstream processing to supply nickel sulphate to the EV battery market





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