



INDEPENDENCE GROUP NL

“Growing a Great Company”

Annual General Meeting

25 November 2009

Chris Bonwick
Managing Director



FORWARD LOOKING STATEMENTS

Certain oral and written statements contained or incorporated by reference in this presentation, including information as to the future financial or operating performance of the Company and its projects, constitute forward-looking statements. All statement, other than statements of historical fact, are forward-looking statements. The words “believe”, “expect”, “anticipate”, “contemplate”, “target”, “plan”, “intend”, “continue”, “budget”, “estimate”, “may”, “will”, “schedule” and similar expressions identify forward-looking statements.

Forward-looking statements include, among other things, statements regarding targets, estimates and assumptions in respect of nickel, gold or other metal production and prices, operating costs and results, capital expenditures, mineral reserves and mineral resources and anticipated grades and recovery rates. Forward-looking statements are necessarily based upon a number of estimates and assumptions related to future business, economic, market, political, social and other conditions that, while considered reasonable by the Company, are inherently subject to significant uncertainties and contingencies. Many known and unknown factors could cause actual events or results to differ materially from estimated or anticipated events or results reflected in such forward-looking statements. Such factors include, but are not limited to: competition; mineral prices; ability to meet additional funding requirements; exploration, development and operating risks; uninsurable risks; uncertainties inherent in ore reserve and resource estimates; dependence on third party smelting facilities; environmental regulation and liability; currency risks; effects of inflation on results of operations; factors relating to title to properties; native title and aboriginal heritage issues; dependence on key personnel; and share price volatility and also include unanticipated and unusual events, many of which are beyond the Company’s ability to control or predict.

The Company disclaims any intent or obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise. All forward-looking statement made in this presentation are qualified by the foregoing cautionary statements. Investors are cautioned that forward-looking statements are not guarantees of future performance and, accordingly, not to put undue reliance on such statements.



INDEPENDENCE OVERVIEW - CORPORATE

Capital Structure:

ASX Code: IGO

113.7M shares & 1.2M staff options

Market Cap. (23/11/09): \$508M

Daily turnover (6 month average): 504,748

Substantial shareholders:

JP Morgan - 9.9M shares (8.8%)

Orion - 7.1M shares (6.2%)

NAB - 6.8M shares (6.0%)

Financials:

FY 09 NPAT: \$16.1M

Dividend: 2c interim + 3c final

Cash & Net Receivables: \$141M

Debt: Nil excluding environmental bonds



INDEPENDENCE OVERVIEW - ASSETS

Long Nickel Mine

2008/9 Cash Costs (C1+C2 payable): A\$3.85/lb Ni

2008/9 Revenue: A\$8.04/lb Ni

June 2009 Resources: 93,900t Ni @ 5.6% Ni

June 2009 Reserves: 51,800t Ni @ 3.9% Ni

Extending mine life – New Moran discovery

Jun 2009 resource: 456,000 t @ 7.1% Ni (32,400 t Ni)

Tropicana JV

Initial Open Cut Resource: 30% of 5.01M oz

Open Cut Mining Inventory: 56Mt @ 2g/t Au (3.6M oz Au)

(US\$900/oz Au, AUD: USD 0.85, Oil US\$103/barrel & 15% discount rate assumptions)

Significant along strike, underground & regional potential

Regional Exploration

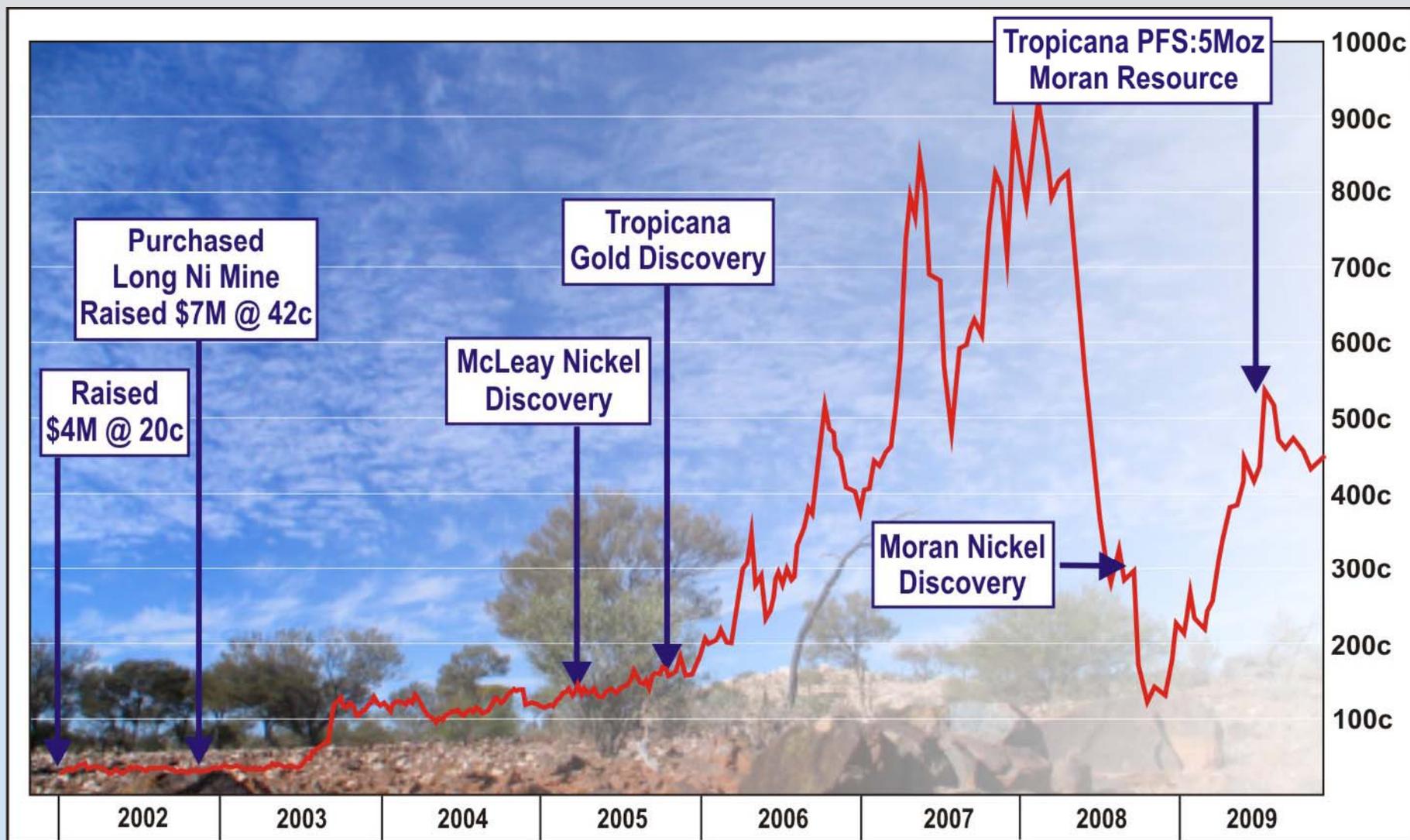
8 high quality Ni, Au and Cu-Pb-Zn exploration projects.

Unique exploration targeting & technology



IGO HISTORY AND SHARE PRICE

Monthly Average Share Price to 23.11.09





INDEPENDENCE GROUP NL

LONG NICKEL MINE

IGO's CURRENT CASH PRODUCING ASSET

Purchase price = A\$15M

IGO Profit to date = \$247M



1979-1999

WMC Production:
203,184t Ni

Oct 02 - Sep 09

IGO Production:
57,482t Ni



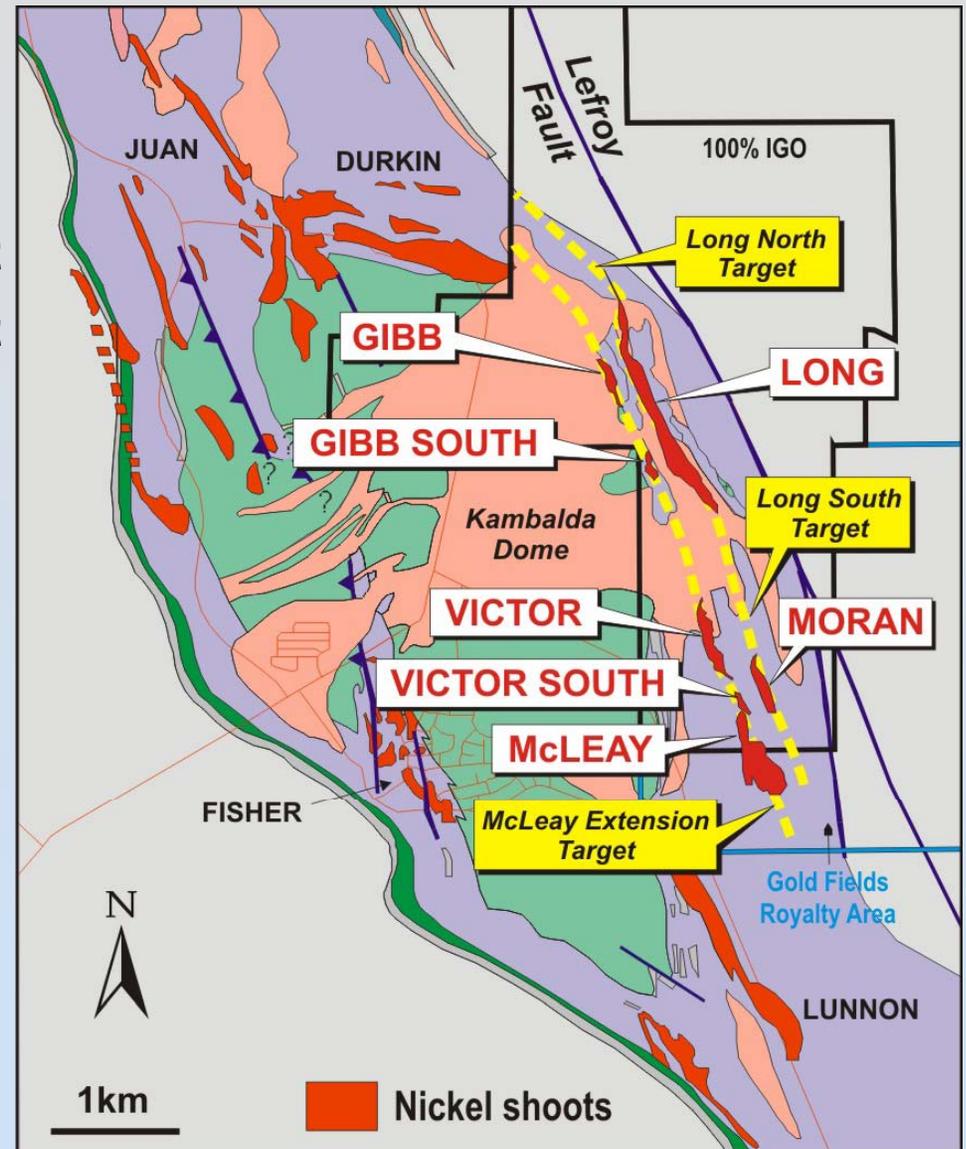
LONG NICKEL MINE (IGO 100%)

HISTORY:

- ◆ Starting Reserve = 26,800 Ni t
- ◆ Production to Jun 09 = 55,495 Ni t
- ◆ June 2009 Resource = 93,900 Ni t
- ◆ June 2009 Reserves = 51,800 Ni t

GOALS:

- ◆ Sustainable 9,000t Ni pa in bottom 3rd of world-wide nickel production cash costs.
- ◆ New Reserves to increase mine life.





PRODUCTION FORECAST & HEDGING

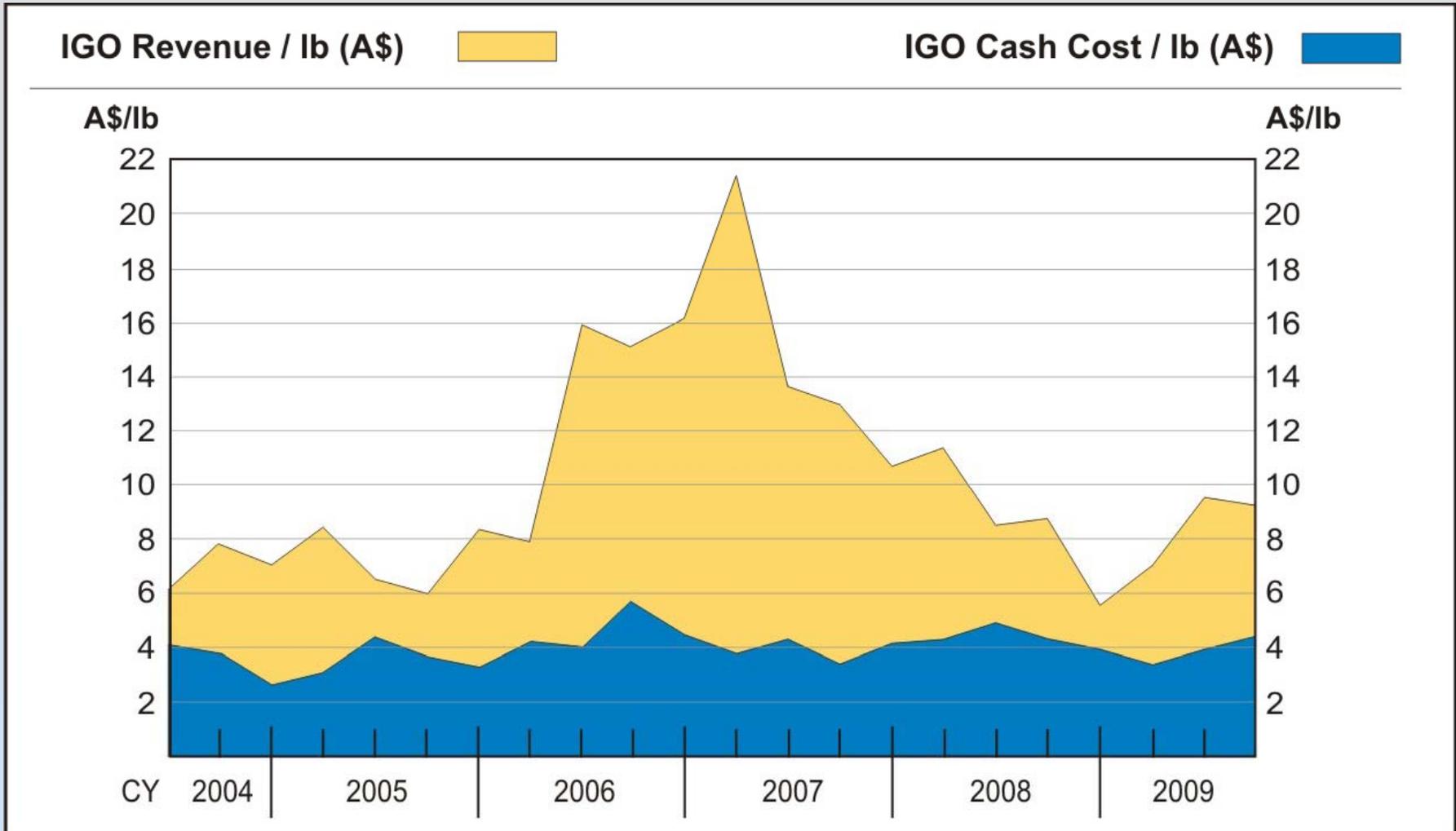
	FY 2008/9 Guidance	2008/9 Actual
■ Production	8,400 - 8,800 Ni t	8,779 Ni t
■ Grade	3.6% Ni	4.0% Ni
■ Cash Costs (payable)	A\$4.50 - 4.65/lb Ni	A\$3.85/lb Ni

FY 2009/10 Guidance

■ Production	8,000 - 8,400 Ni t
■ Grade	4.0% Ni
■ Cash Costs (payable)	A\$4.20 - 4.40/lb Ni
◆ Hedging	4,800 Ni t @ A\$19,013 / t Delivered @ 200Ni t / month from July 09 to June 11



QUARTERLY CASH COSTS & REVENUE



Relatively consistent cash costs



MINE GEOPHYSICS - TEM EQUIPMENT



High powered TEM transmitter

- 10 x more powerful than current systems.
- Doubles search radius detection up to 200m.
- Cleaner data.
- More accurate targeting.



Down hole TEM probe

- 200m search radius.
- 3D visualisation of massive NiS targets.



3 component underground TEM system

- Locates blind massive NiS remnants 10-50m from stopes.

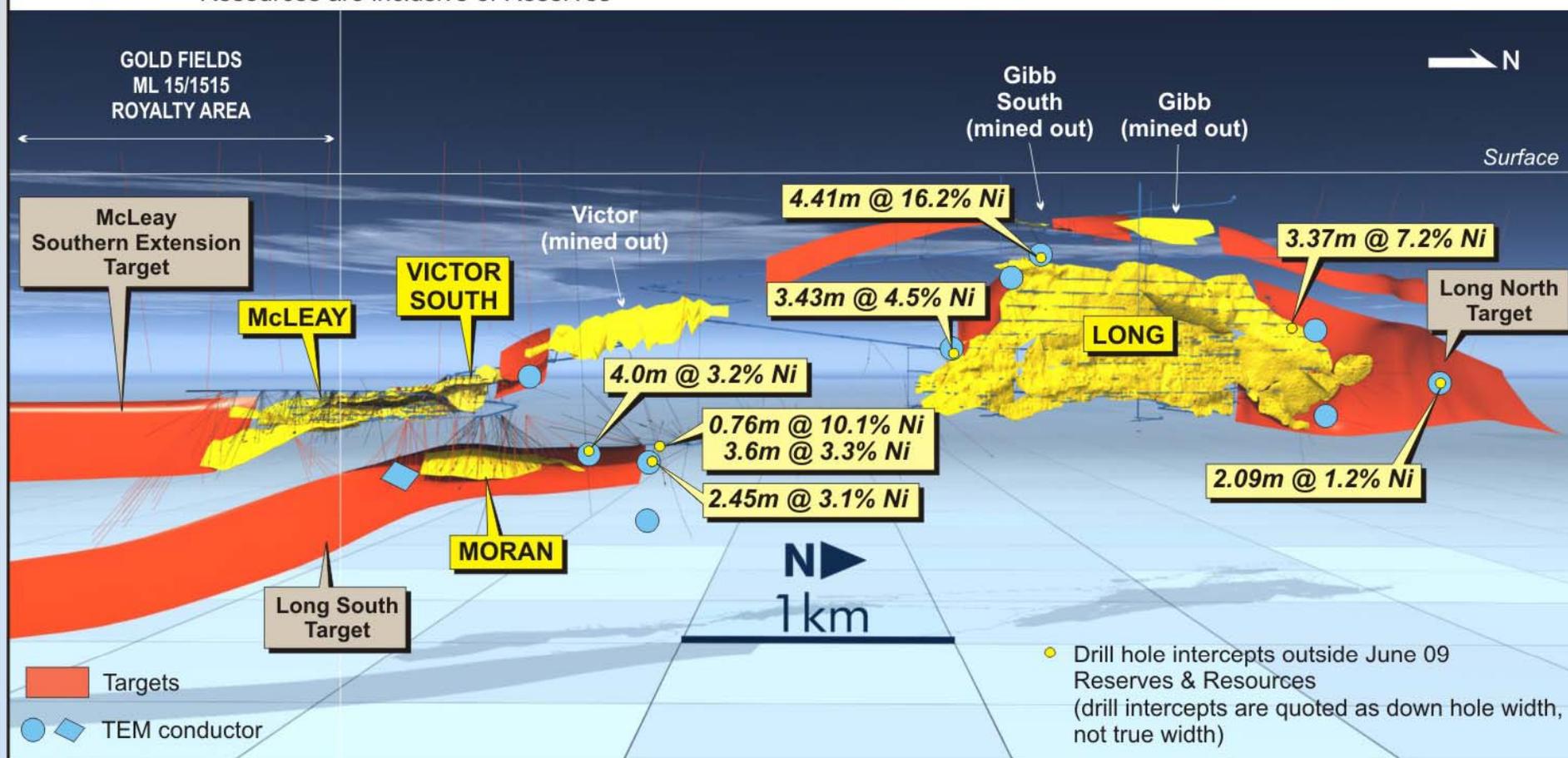


LONG MINE NICKEL DEPOSITS & TARGETS LONGITUDINAL PROJECTION

June 2009 Mineral Resources*: 1,685,000t @ 5.6% Ni (93,900t Ni)

June 2009 Ore Reserves: 1,327,000t @ 3.9% Ni (51,800t Ni)

* Resources are inclusive of Reserves



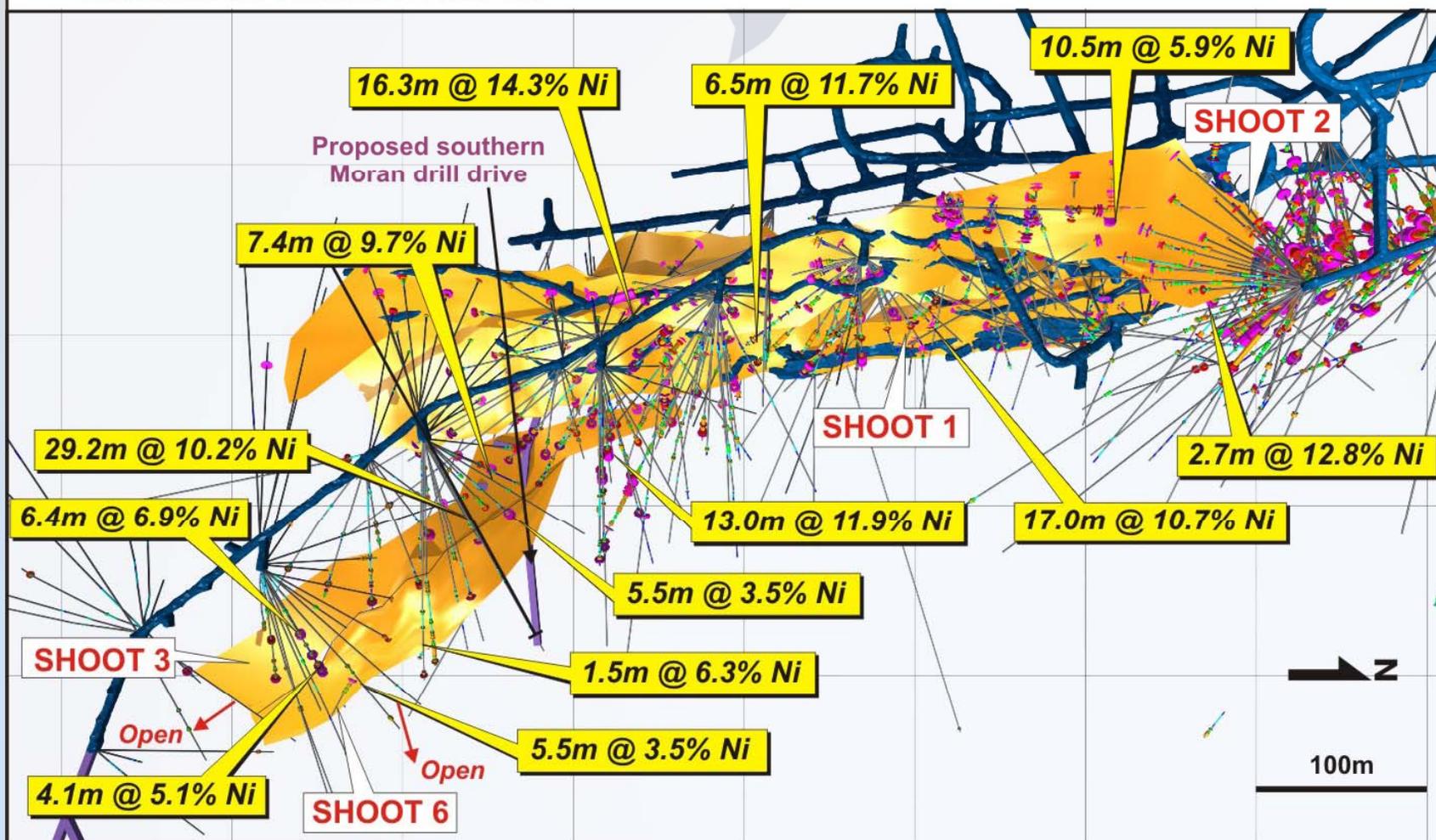


McLEAY NICKEL DEPOSIT

June 2009 Mineral Resources*: 496,000t @ 5.8% Ni (28,900t Ni)

June 2009 Ore Reserves: 346,000t @ 3.8% Ni (13,100t Ni)

* Resources are inclusive of Reserves



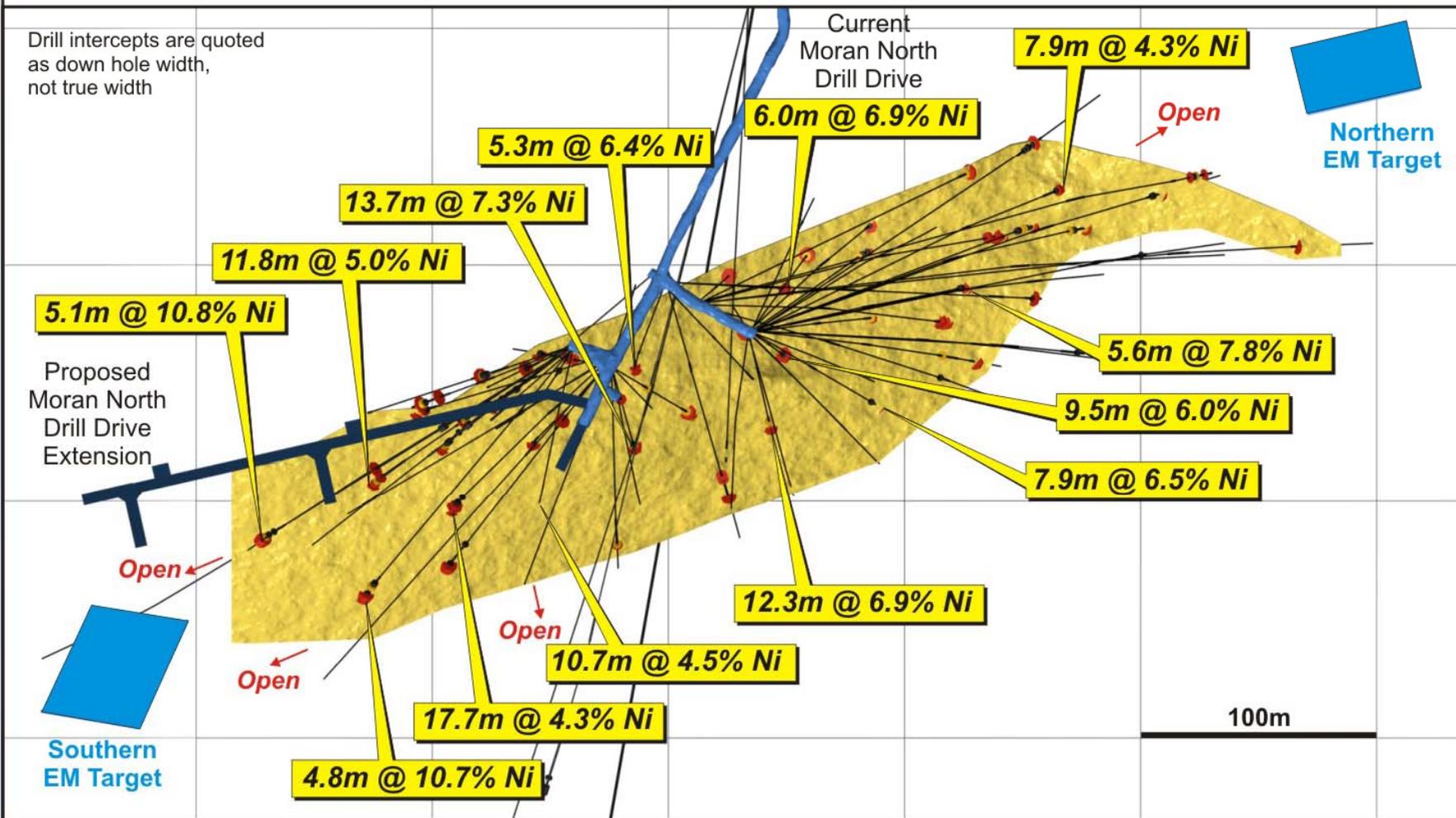


MORAN NICKEL DEPOSIT

June 2009 Mineral Resources*: 456,000t @ 7.1% Ni (32,400t Ni)

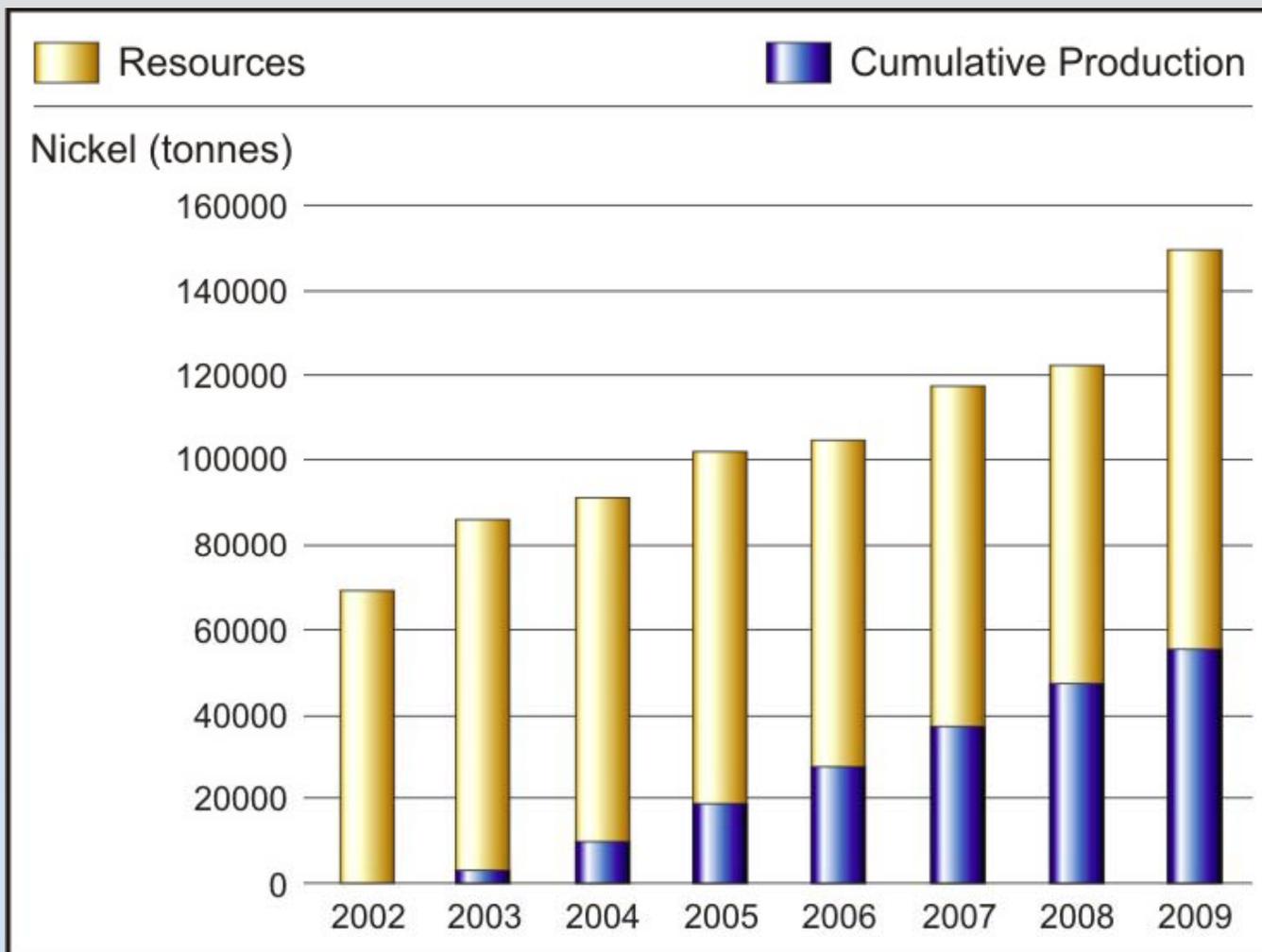
June 2009 Ore Reserves: 640,000t @ 4.1% Ni (26,300t Ni)

* Resources are inclusive of Reserves





LONG MINE RESOURCES JUNE 2009 – IGO's LARGEST EVER RESOURCE

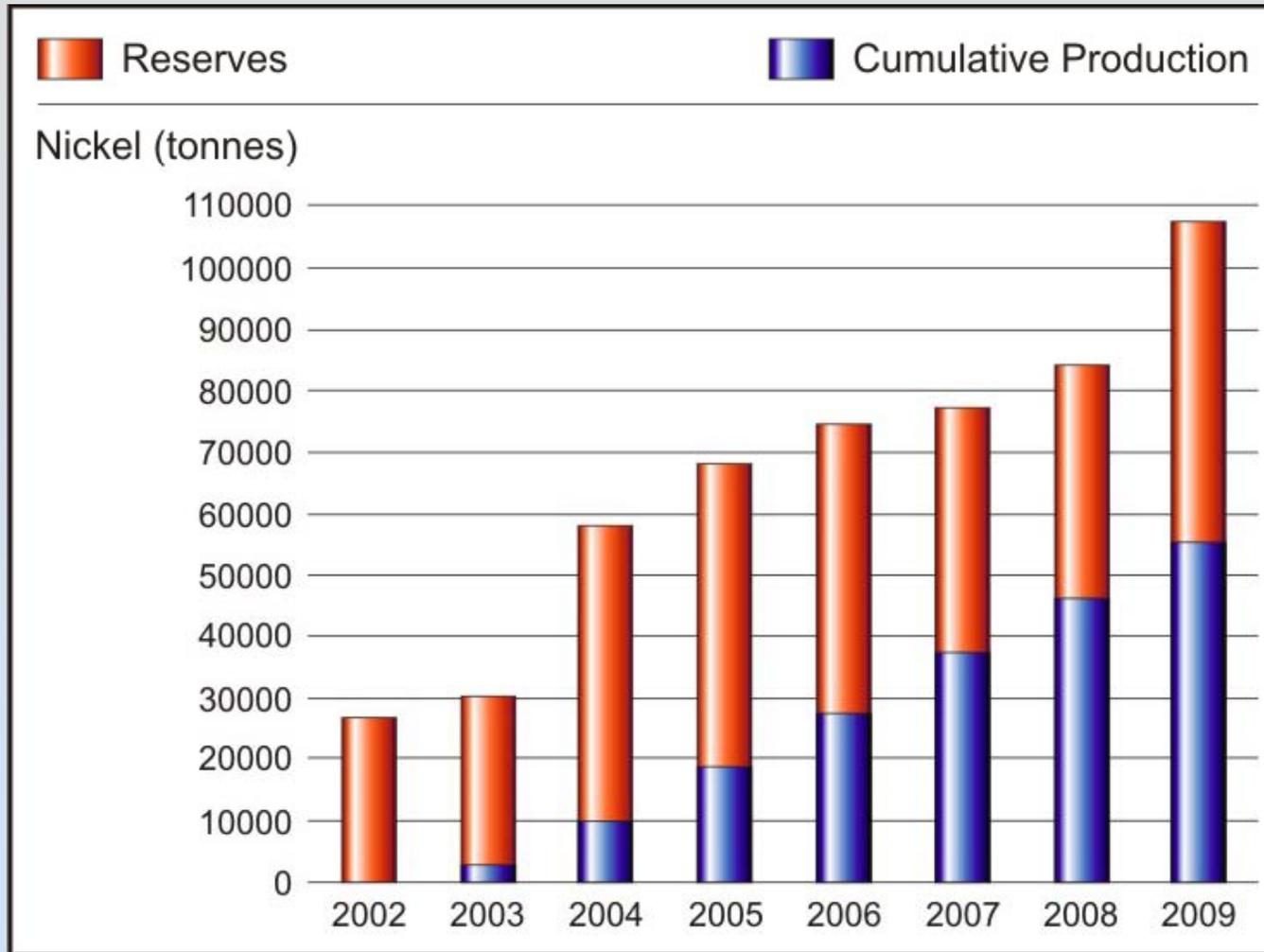


Continuing to Grow Resources & Reserves



LONG MINE RESERVES

MINE LIFE EXTENDED TO 2015 @ 9,000 Ni t/pa



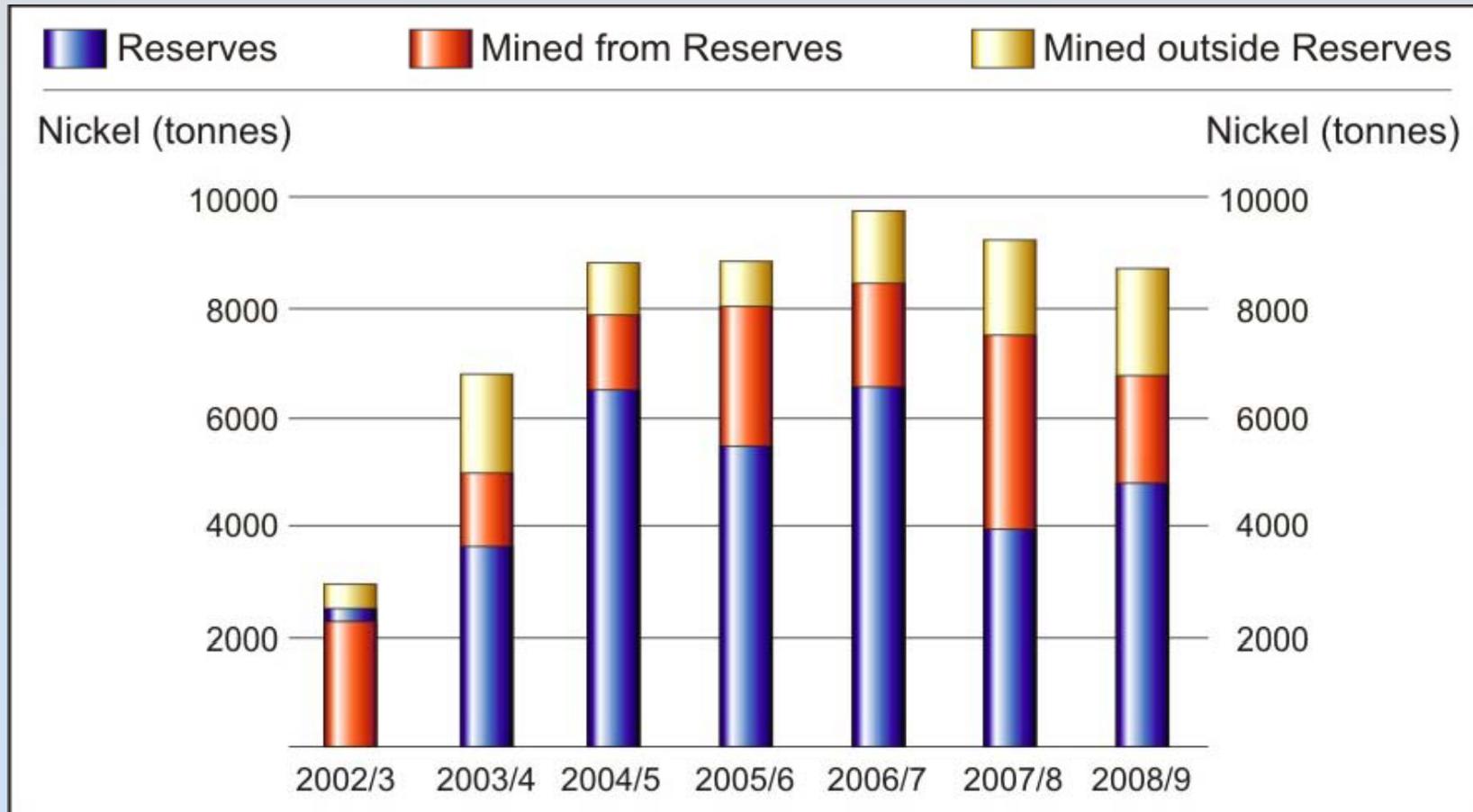
Continuing to Grow Resources & Reserves



LONG MINE COMPLEX PRODUCTION / ORE RESERVE COMPARISON

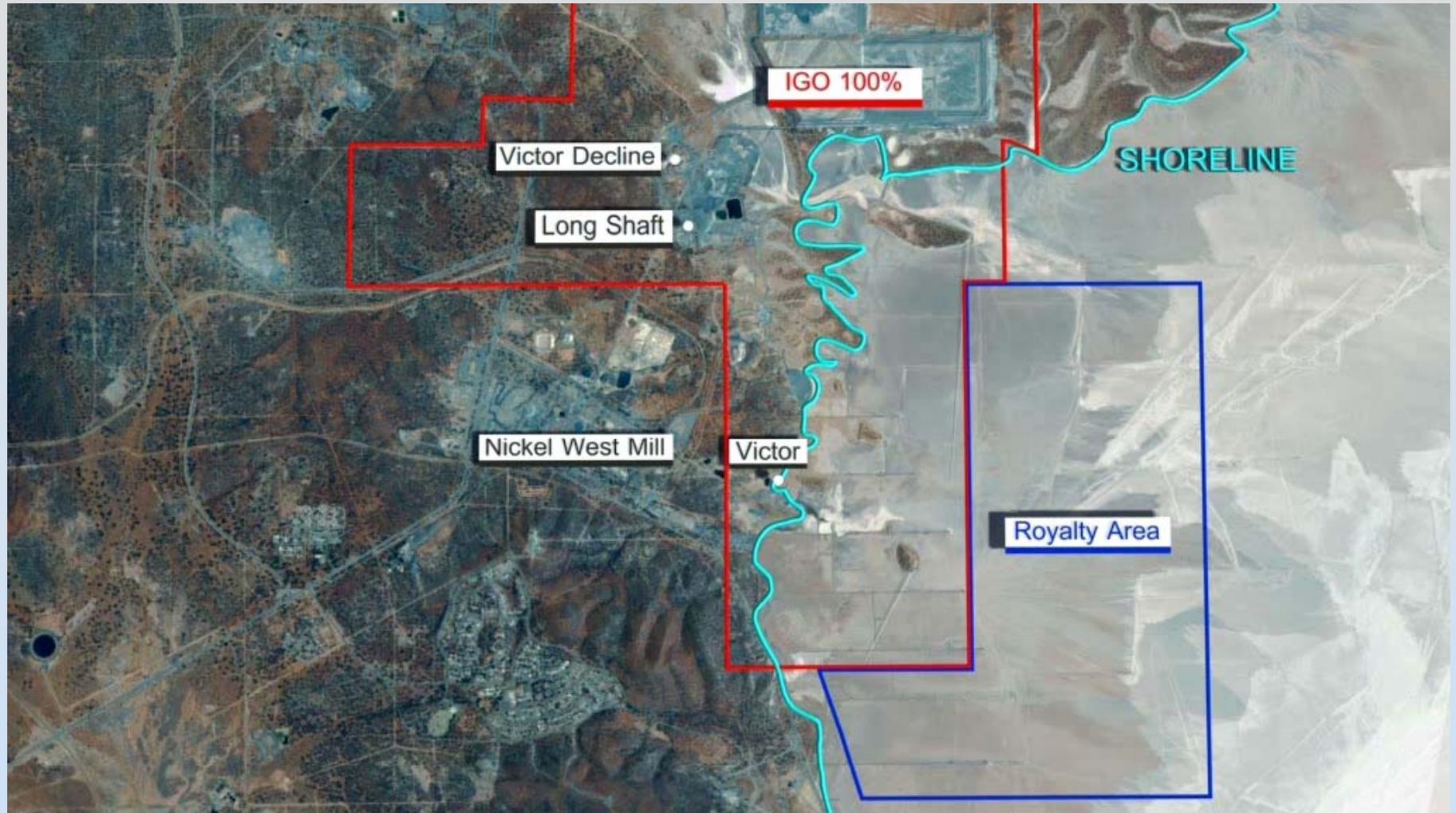
2002-9 PRODUCTION SUMMARY

Initial Ore Reserve Estimate:	33,894 Ni t
Mined from Ore Reserve:	46,176 Ni t
Mined outside Ore Reserve:	9,319 Ni t
TOTAL:	55,495 Ni t





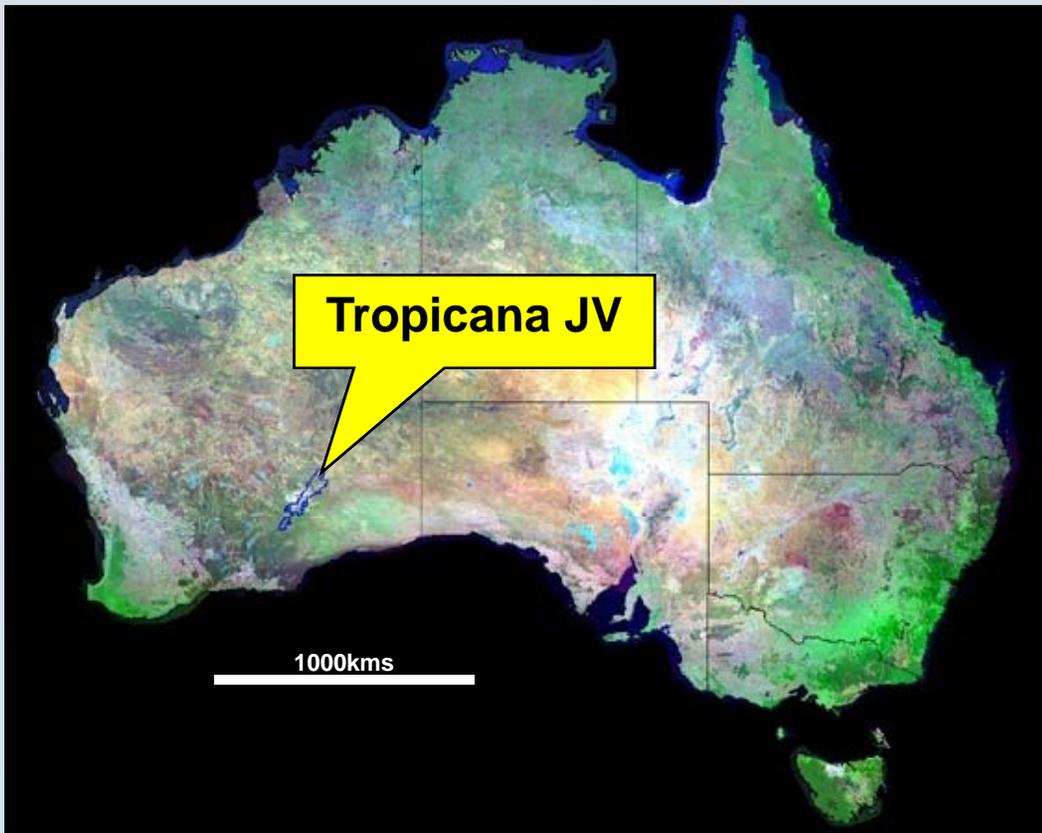
LONG FLY THROUGH





TROPICANA JV - NEW GOLD PROVINCE IGO'S SECOND POTENTIAL CASH GENERATOR

AngloGold Ashanti – 70% (Manager)
Independence Group – 30%

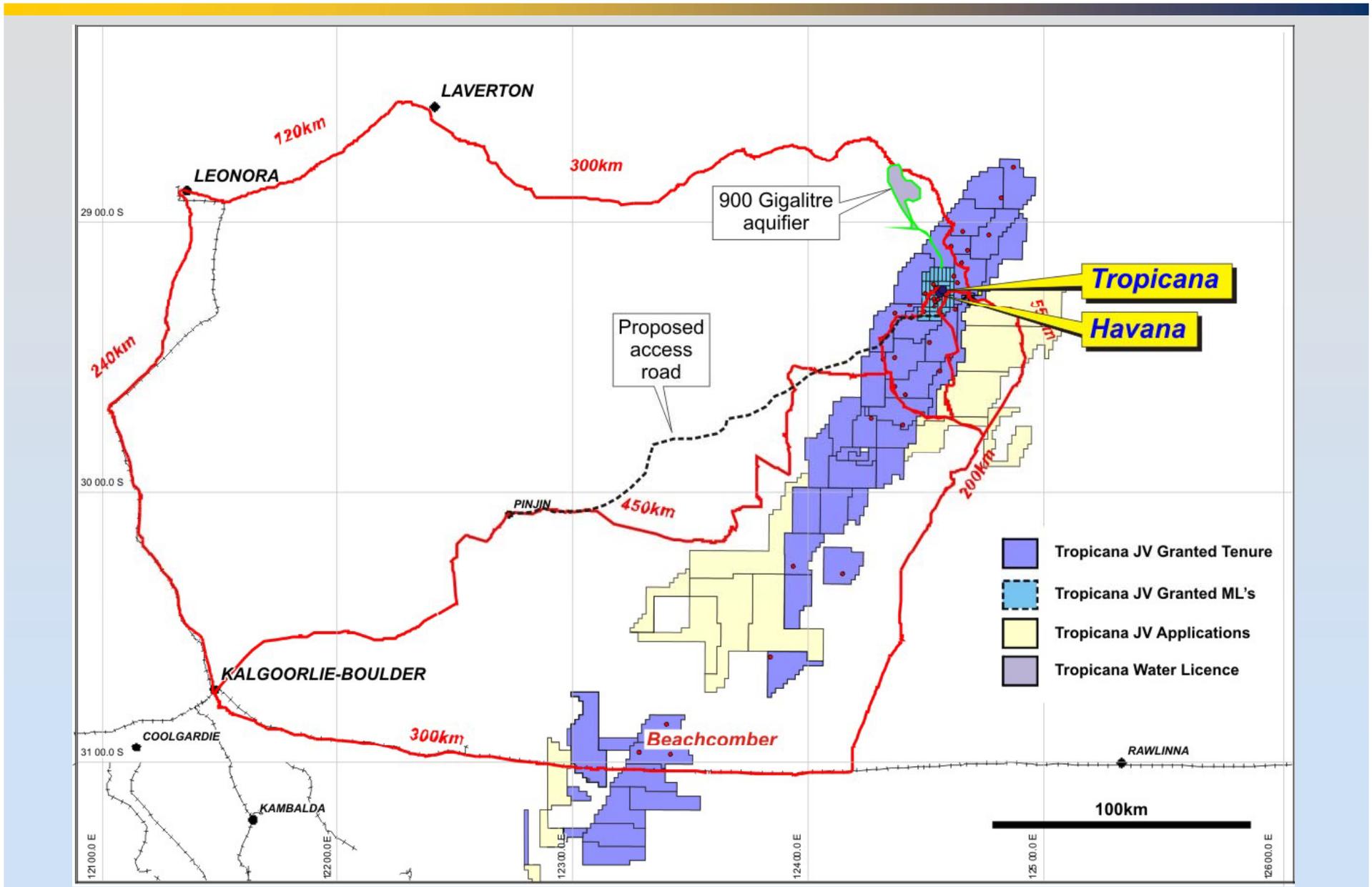


“New Gold Province under sand”



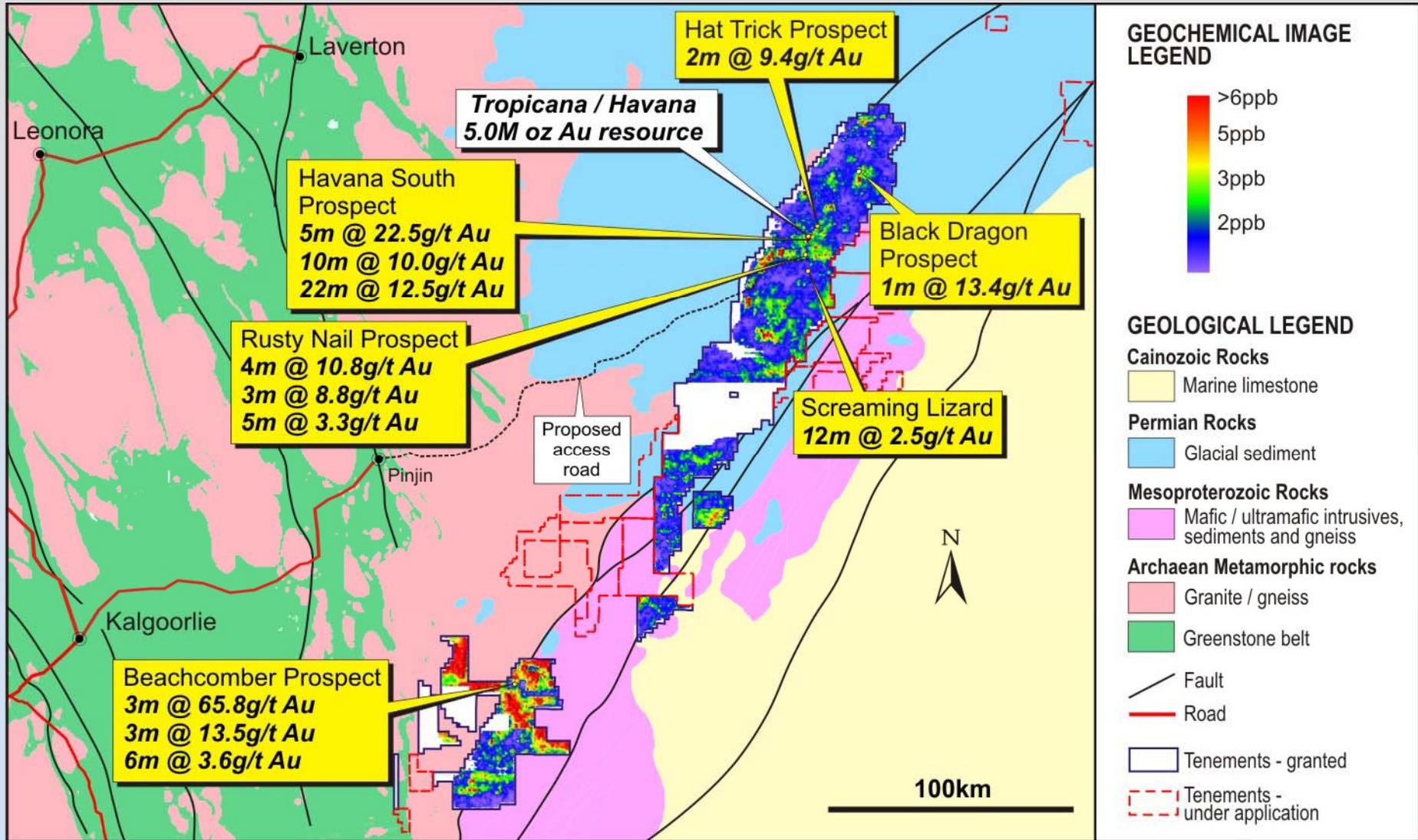


TROPICANA JV TENEMENTS



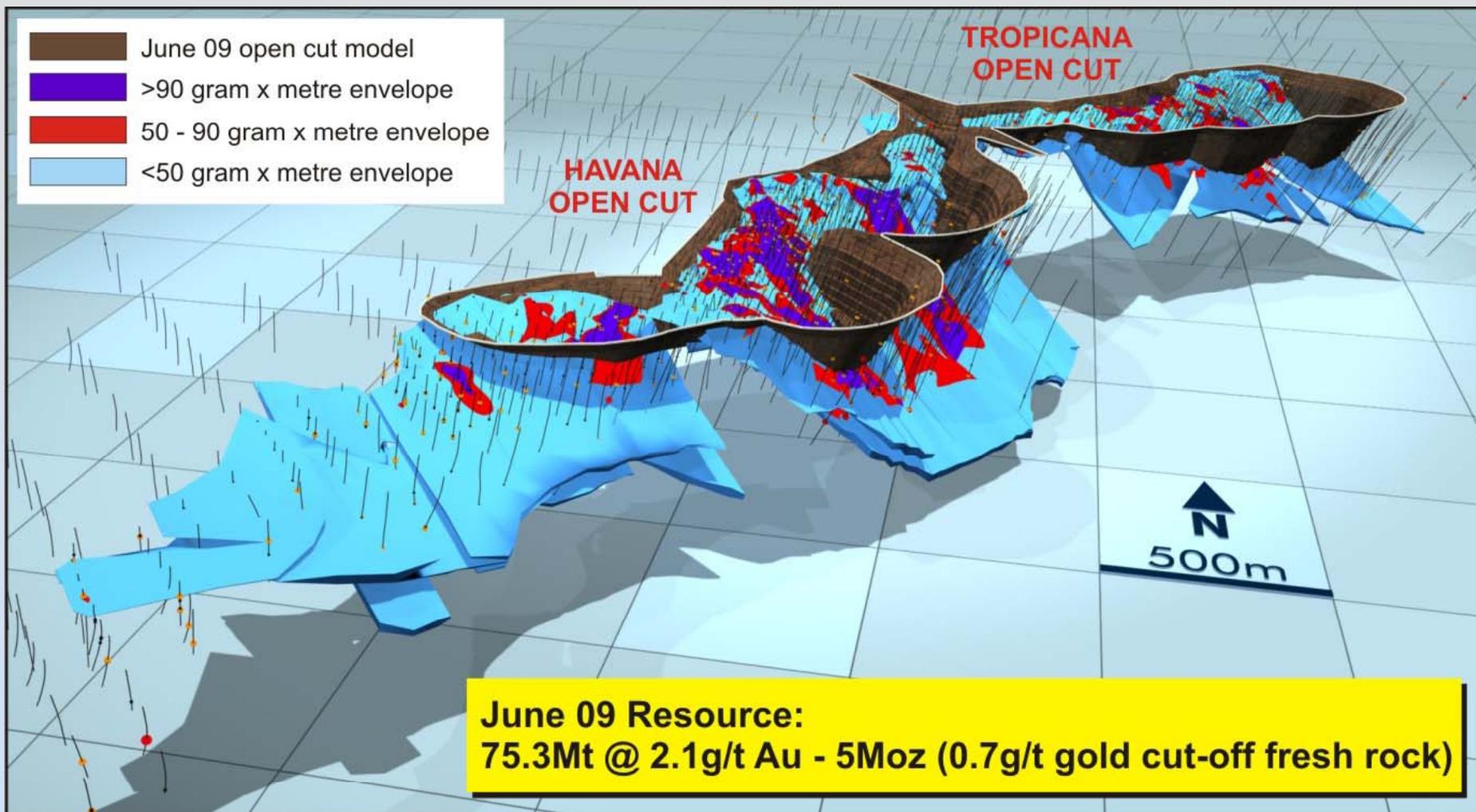


TROPICANA JV SIGNIFICANT DISCOVERIES TO DATE





TROPICANA JV JUN 09 GLOBAL RESOURCE



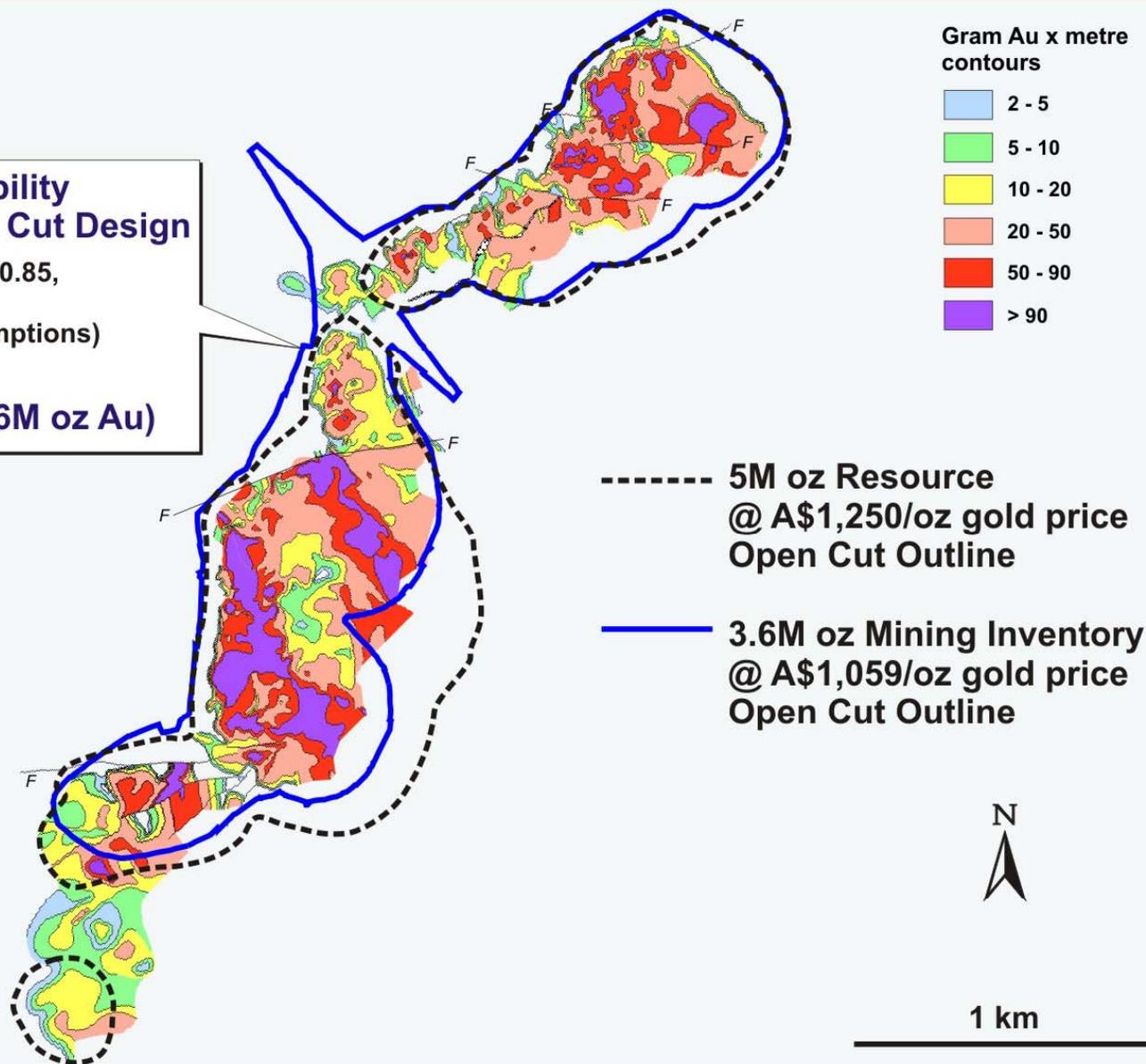


TROPICANA JV – JUN 09 PRE-FEASIBILITY OPEN CUT DESIGN

June 2009 Pre-feasibility A\$1,059/oz Au Open Cut Design

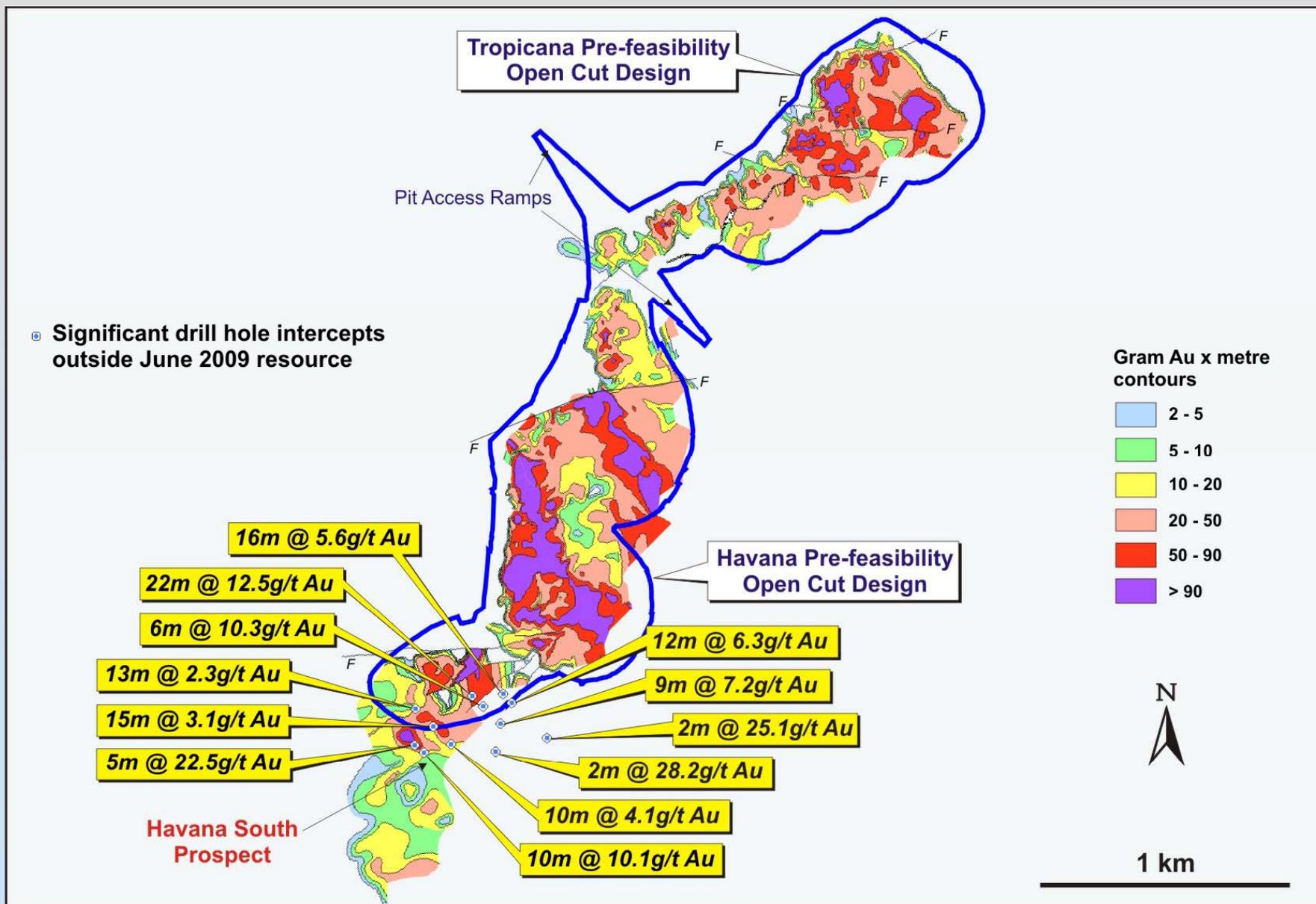
(US\$900/oz Au, AUD: USD 0.85,
US\$103/barrel oil
& 15% discount rate assumptions)

**Mining Inventory:
56Mt @ 2.0g/t Au (3.6M oz Au)**



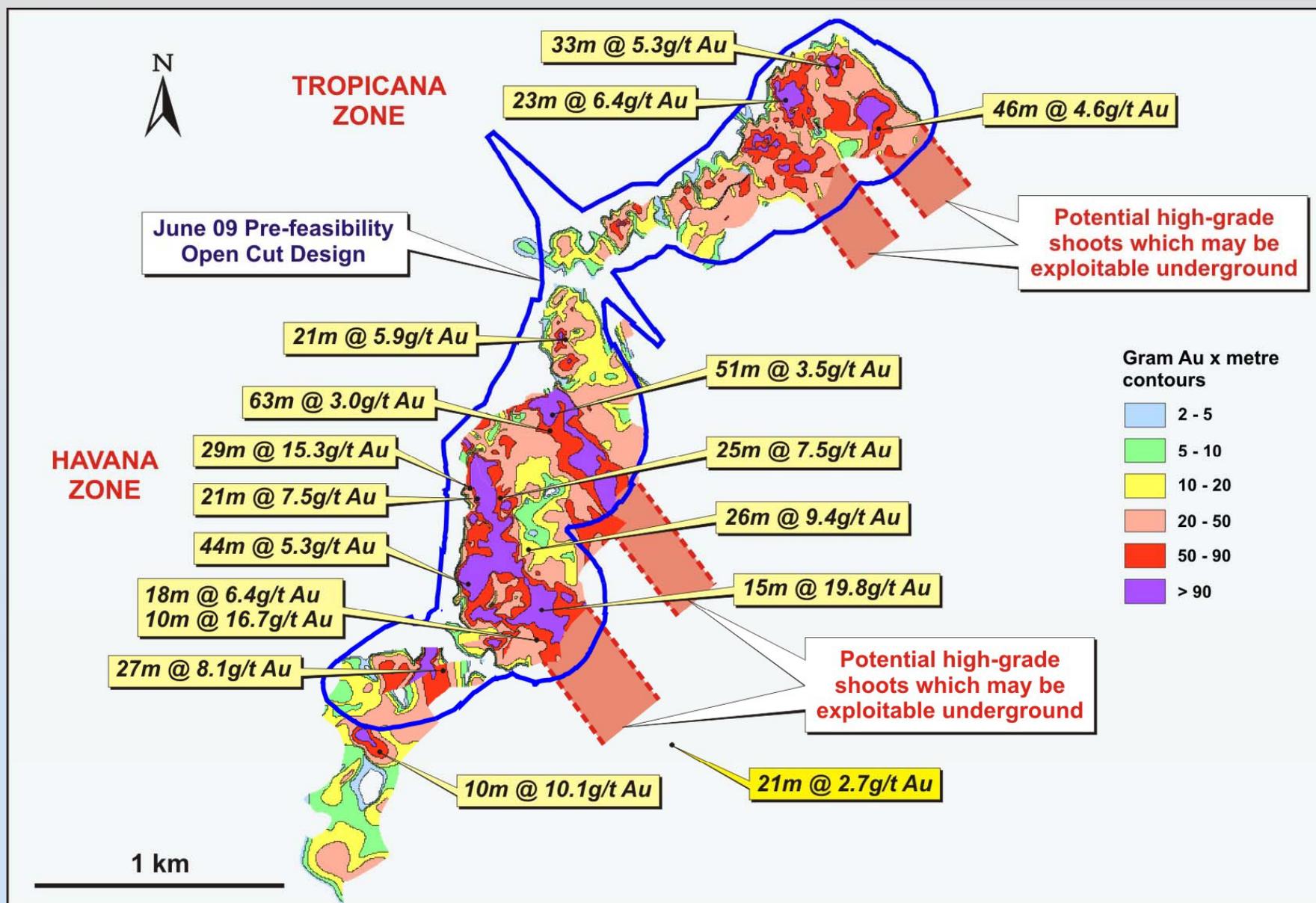


TROPICANA JV - NEW INTERCEPTS OUTSIDE JUN 09 OPEN CUT DESIGN



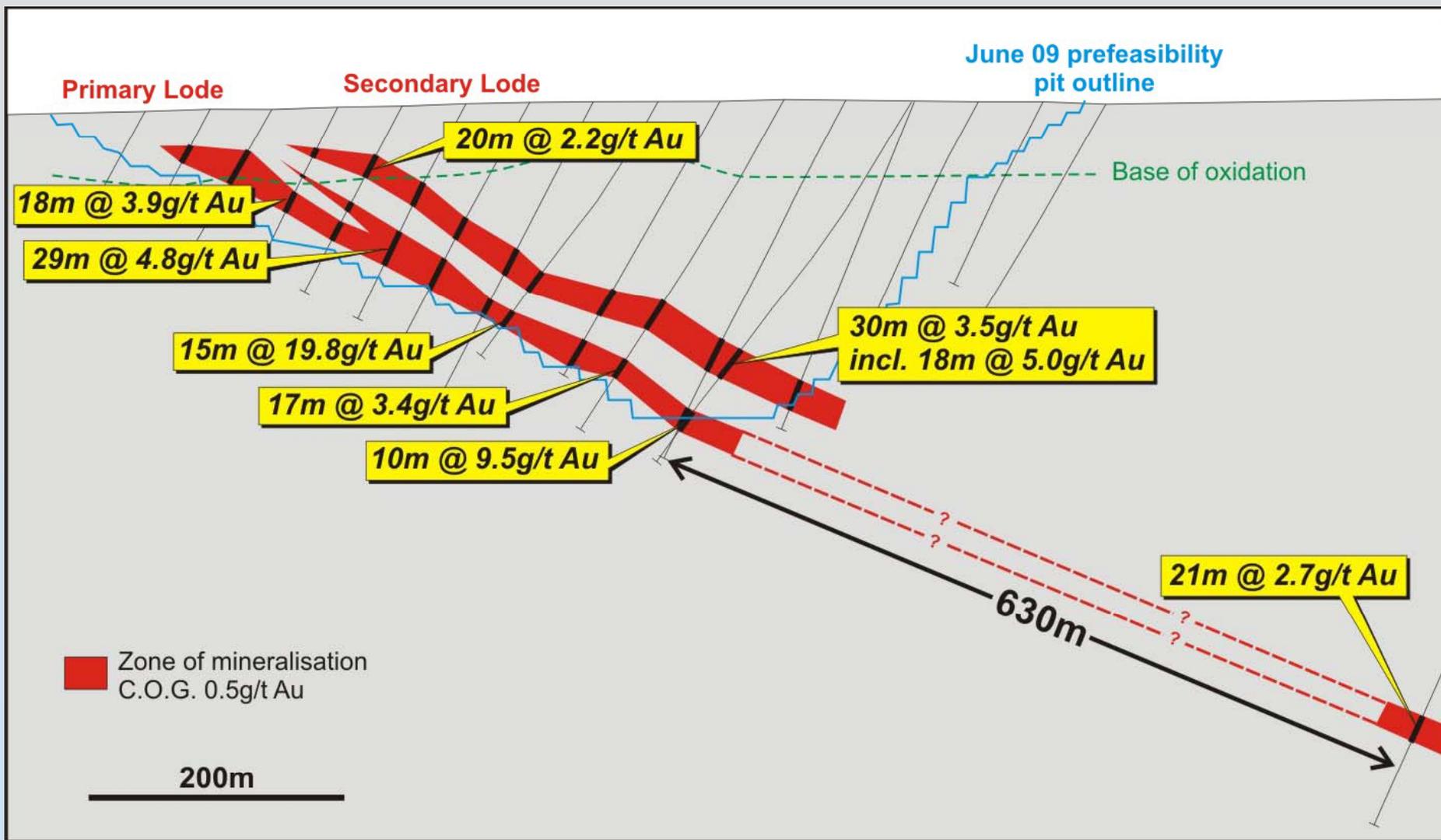


TROPICANA JV UNDERGROUND POTENTIAL





TROPICANA JV HAVANA DEEPS CROSS-SECTION



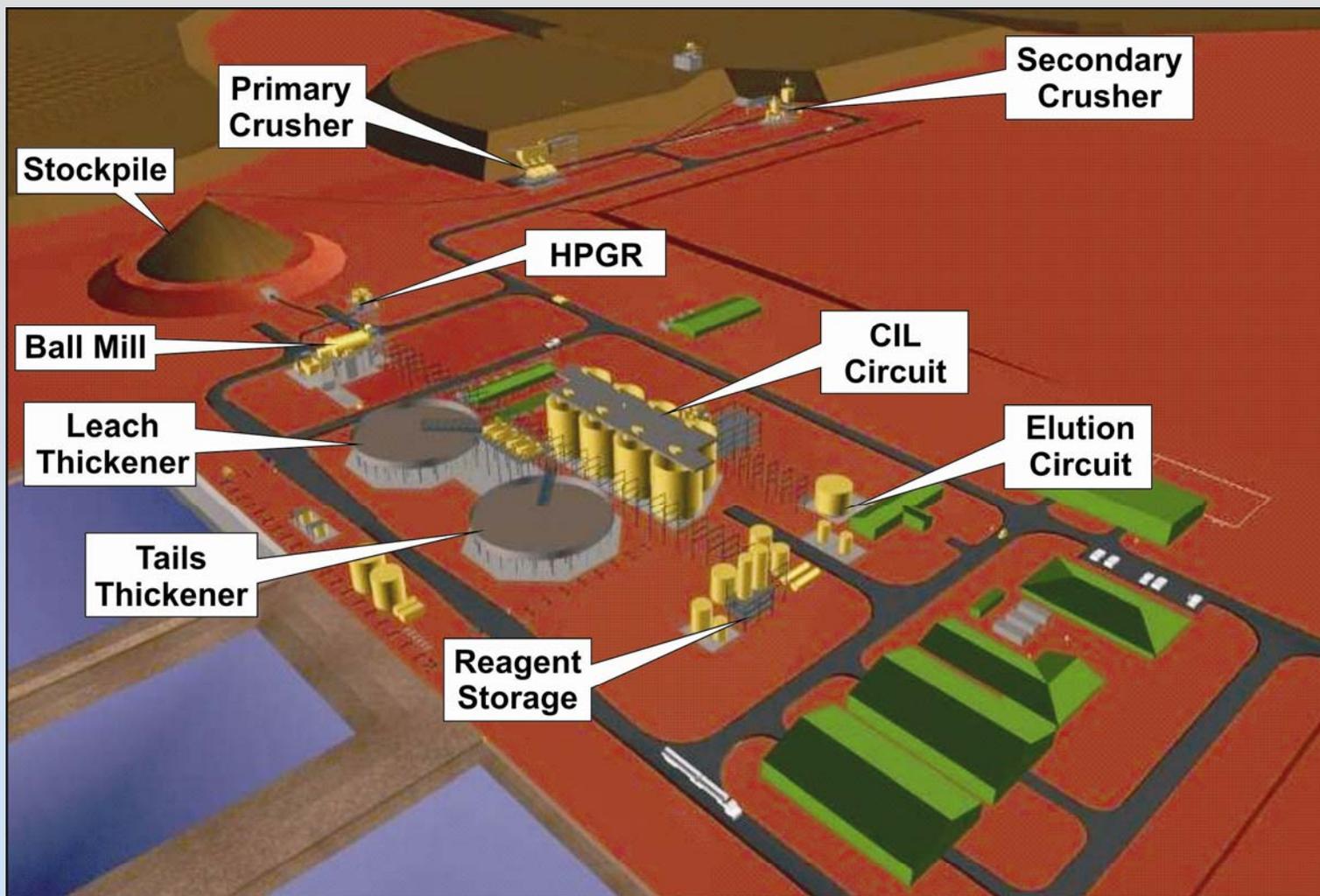


TROPICANA JV PRE-FEASIBILITY OUTCOME

Open-cut Resource:	75.3 Mt @ 2.07g/t Au (5.01 M oz Au) at June 09
Mining Inventory:	56 Mt @ 2.0g/t Au (3.6 M oz Au, 6.2:1 SR) (US\$900/oz Au, AUD: USD 0.85, US\$103/barrel oil & 15% discount rate assumptions)
Mill:	6 Mt p/a (plant & infrastructure capital A\$500-540 M includes 15% contingency)
Metallurgy:	Free milling - 92% recovery
Gold Production:	330,000 - 410,000 oz Au pa (recovered) over 8-10 years
Cash Costs:	Owner operator option – diesel A\$590-610/oz Au Contract mining option – diesel A\$690-710/oz Au
Water:	900 Gigalitre aquifer located
BFS Completion:	Second half 2010



TROPICANA JV PROPOSED PLANT LAYOUT





TROPICANA JV FLY THROUGH



ANGLOGOLD ASHANTI



INDEPENDENCE GROUP



REGIONAL EXPLORATION STRATEGY

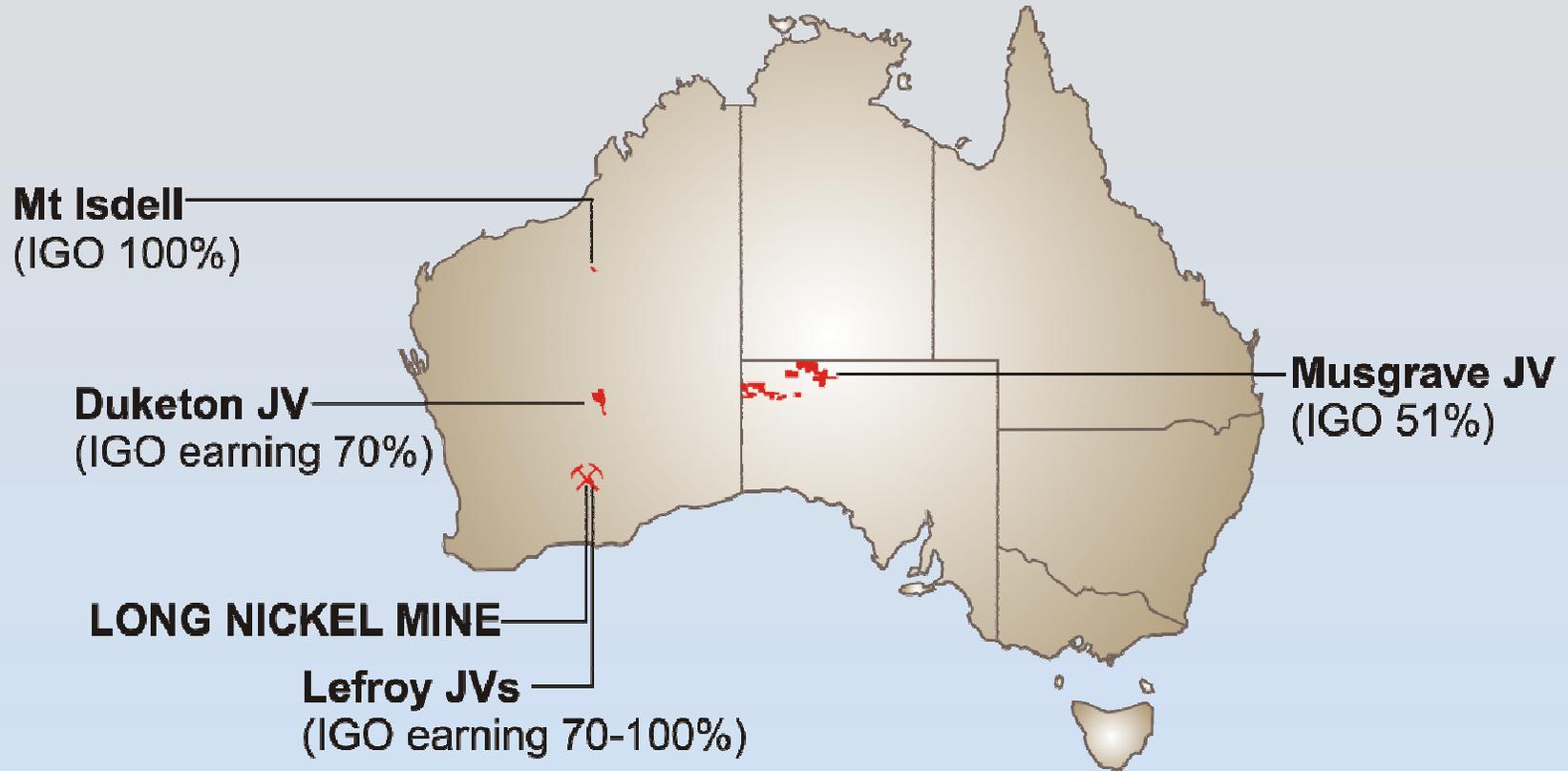
Discovering new, high profit mines by -

- **Technical Innovation**
 - **Geophysical tools to see “under cover”**
 - **New targeting techniques**
 - **Exclusive access to new data bases**
- **Unlocking value in established and emerging belts**
- **First mover advantage in “frontier” belts**
 - **Eg. Tropicana**
- **Strong in-house geophysical capability**
- **Small, well resourced, highly motivated exploration team**
- **Use of undervalued large company databases now owned by IGO**



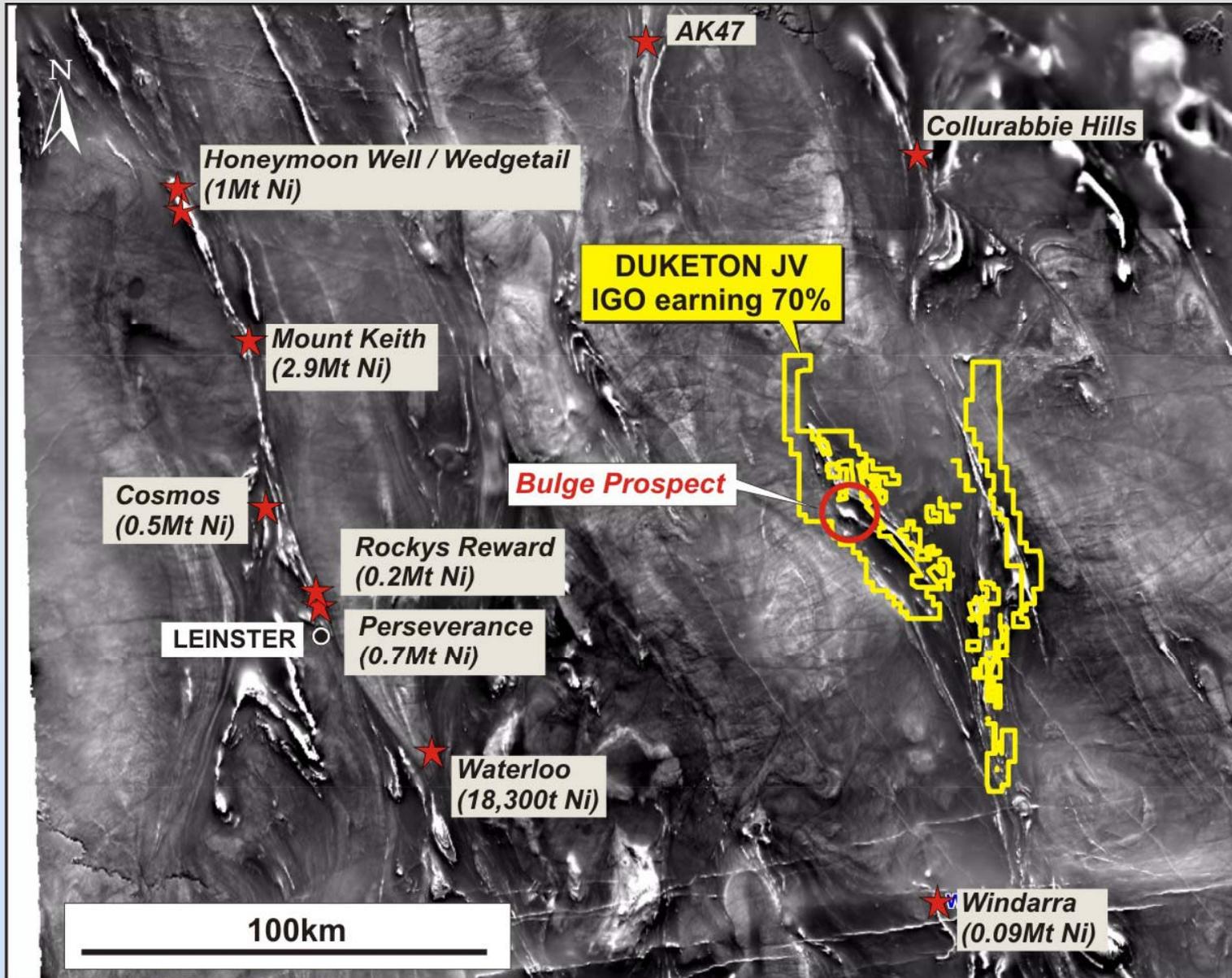


IGO BASE METAL EXPLORATION PROJECTS



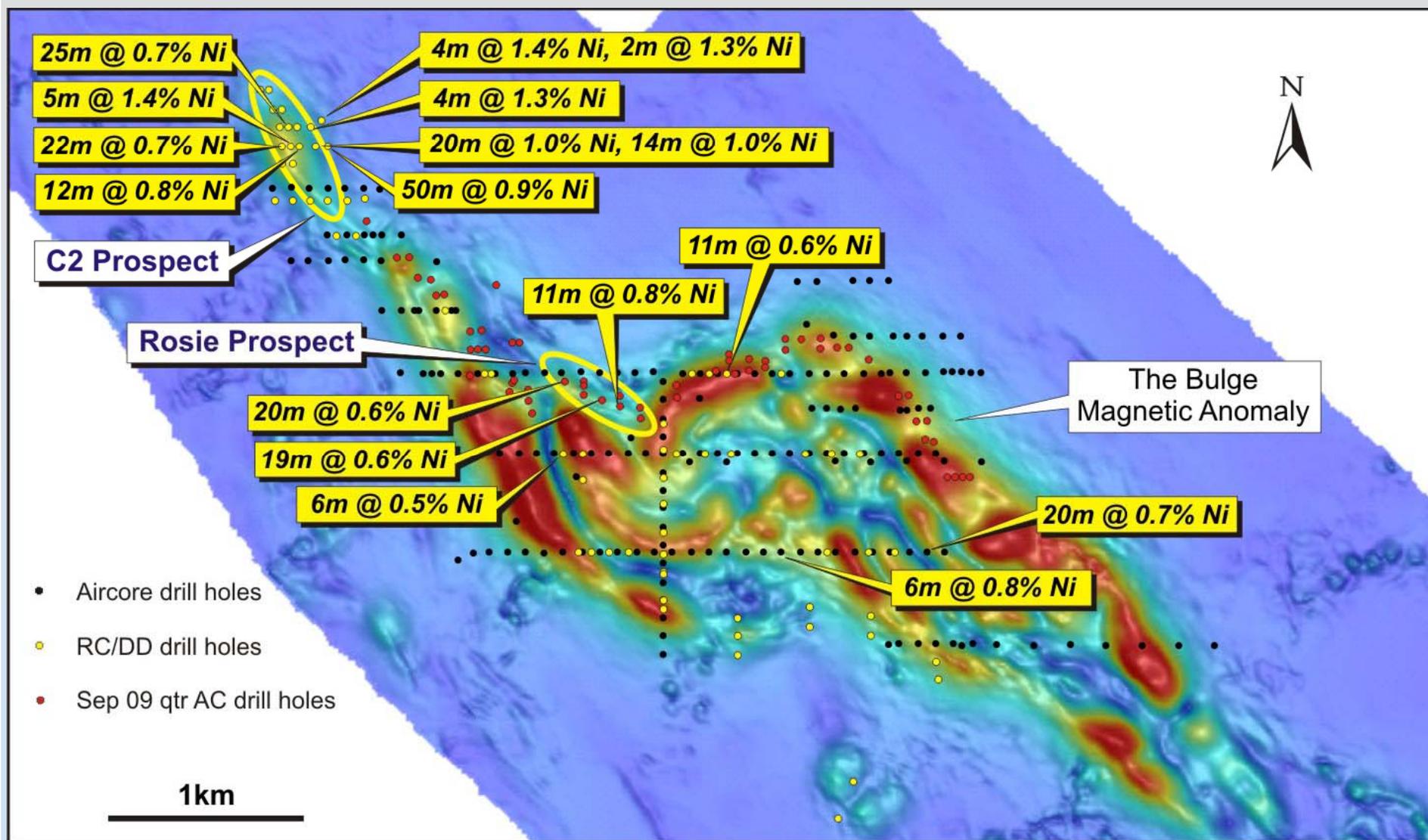


DUKETON JV LOCATION



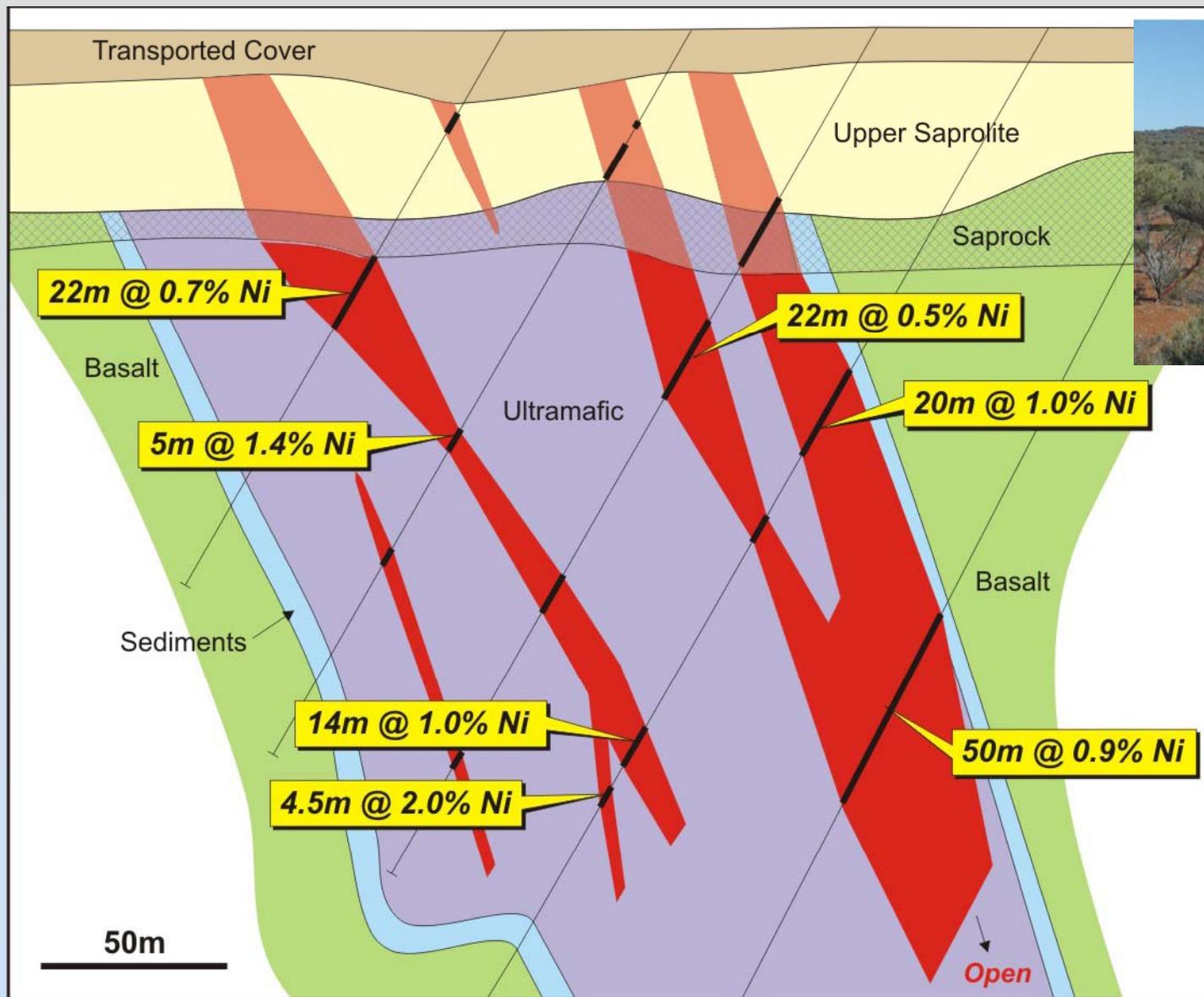


DUKETON JV – BULGE PROSPECT NICKEL DRILL INTERCEPTS





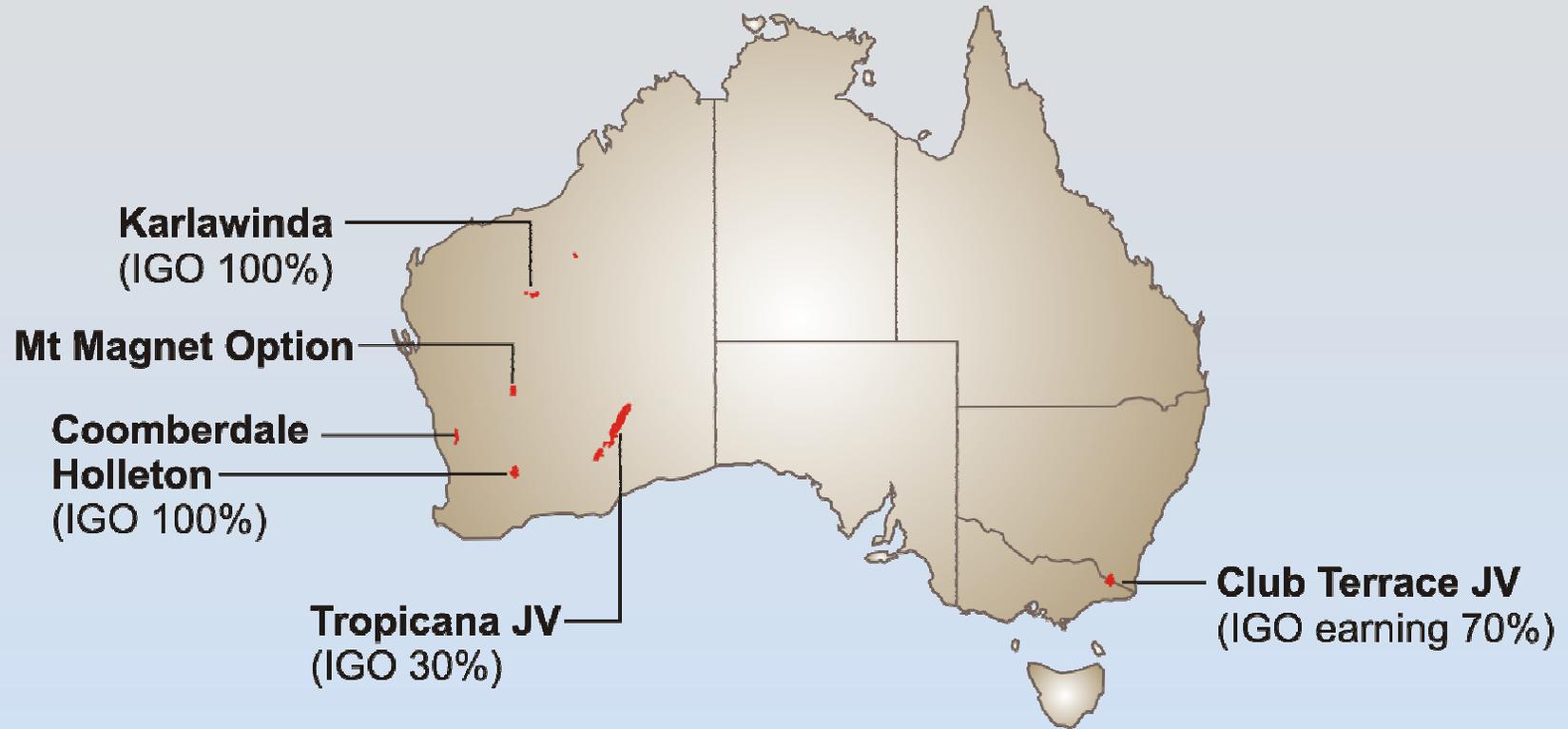
DUKETON JV – BULGE NICKEL PROSPECT (IGO earning 70%)



JV Partner:
South Boulder

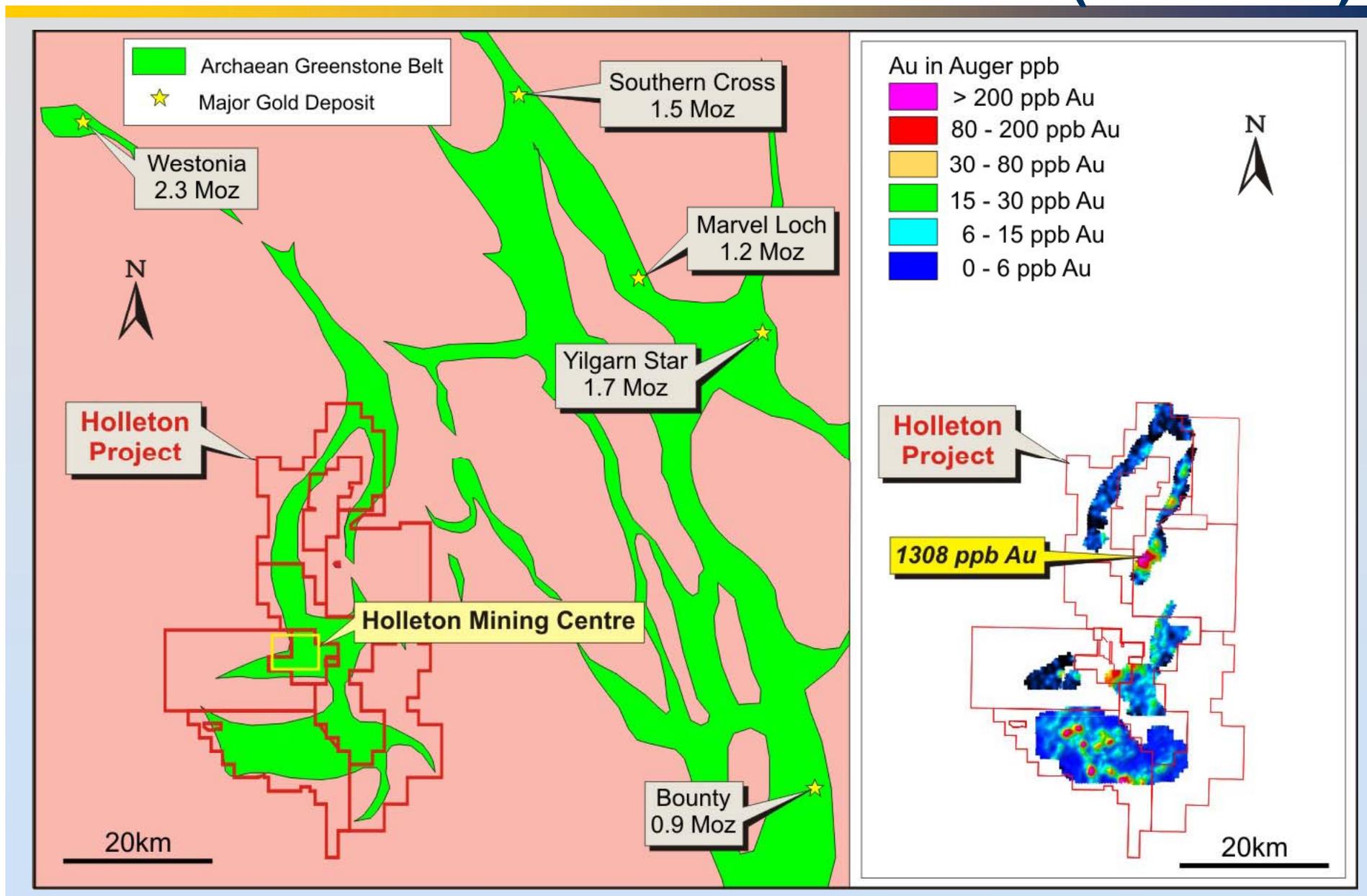


IGO GOLD EXPLORATION PROJECTS



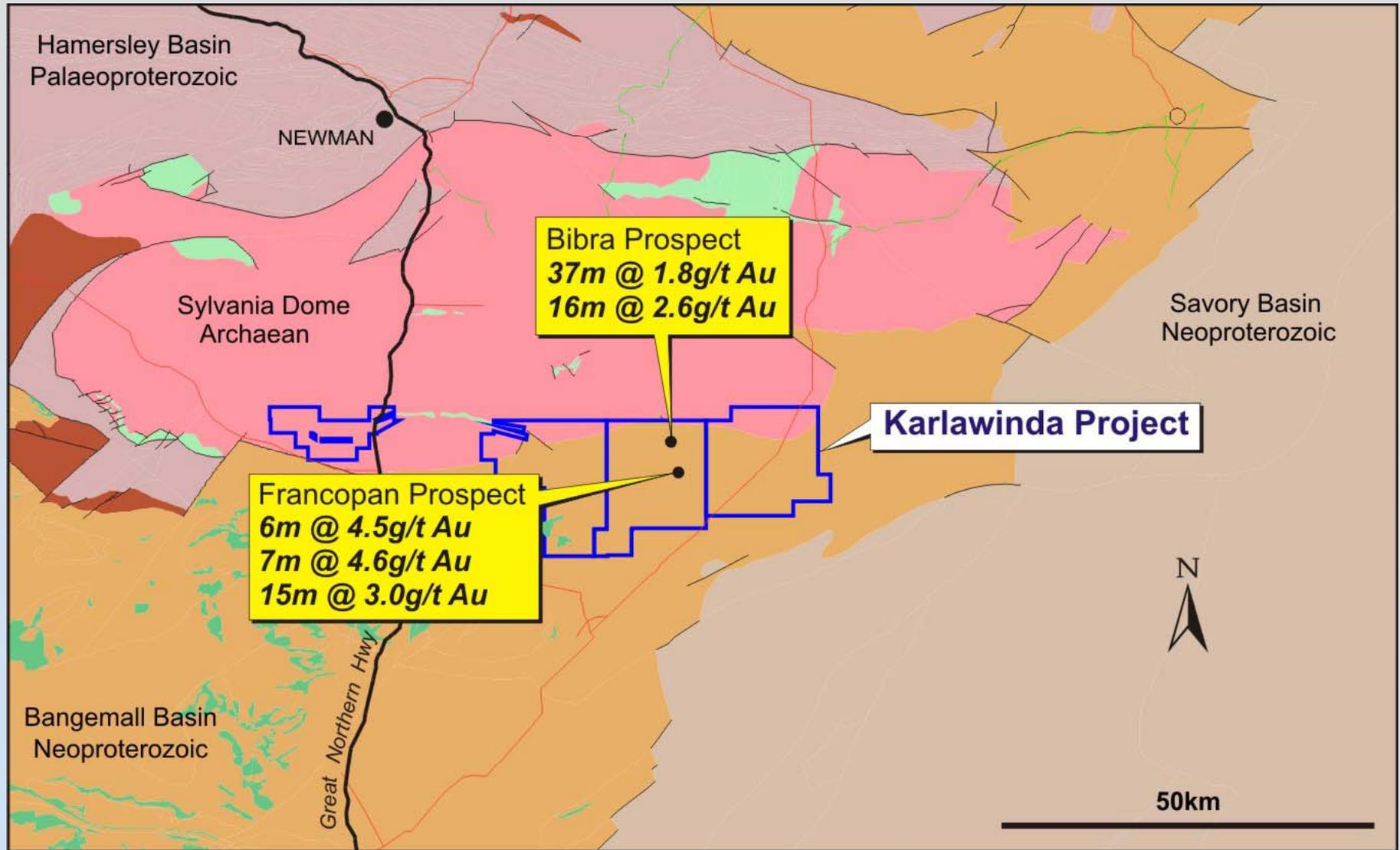


HOLLETON GOLD PROJECT (IGO 100%)



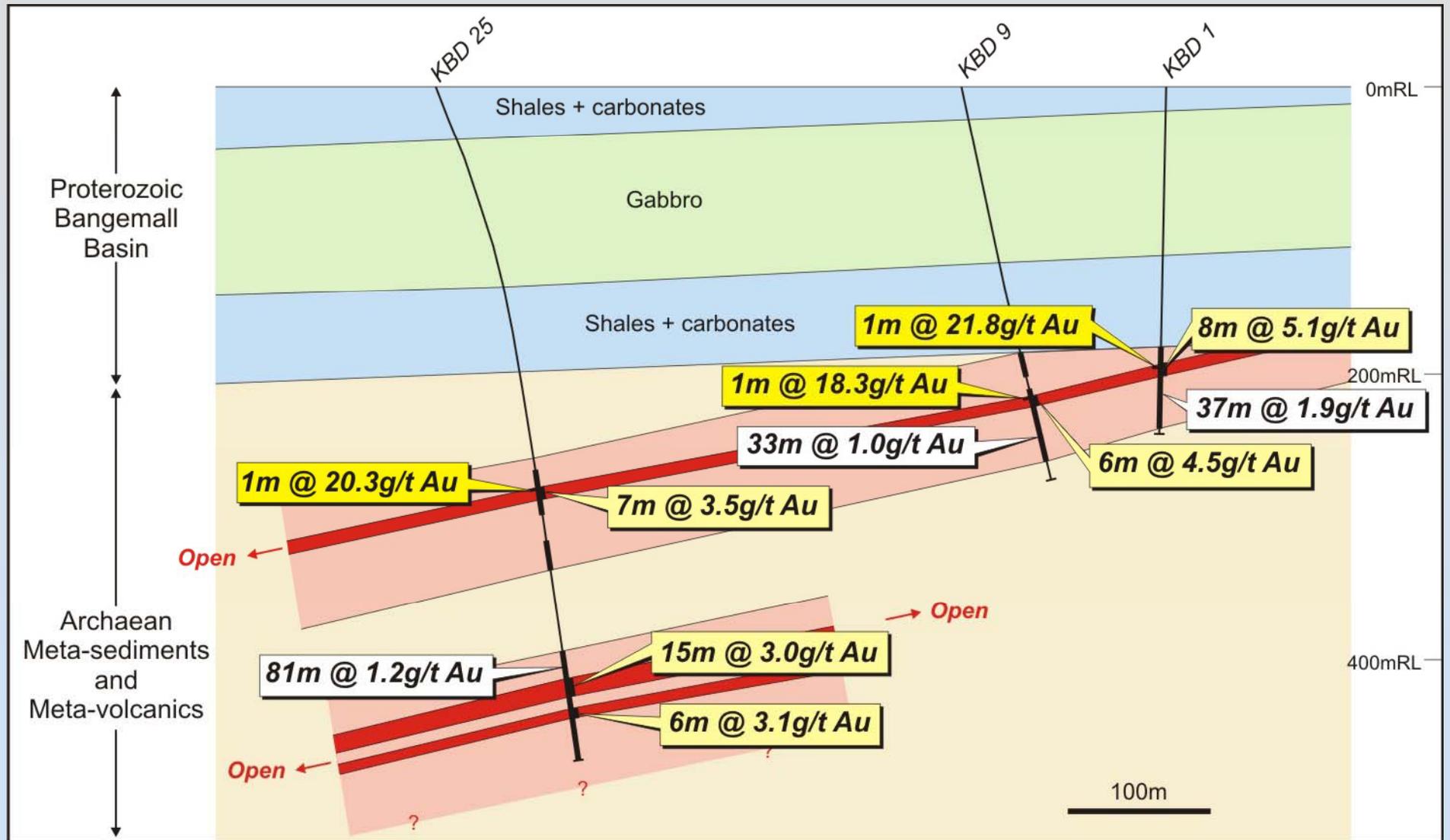


KARLAWINDA PROJECT (IGO – 100%)



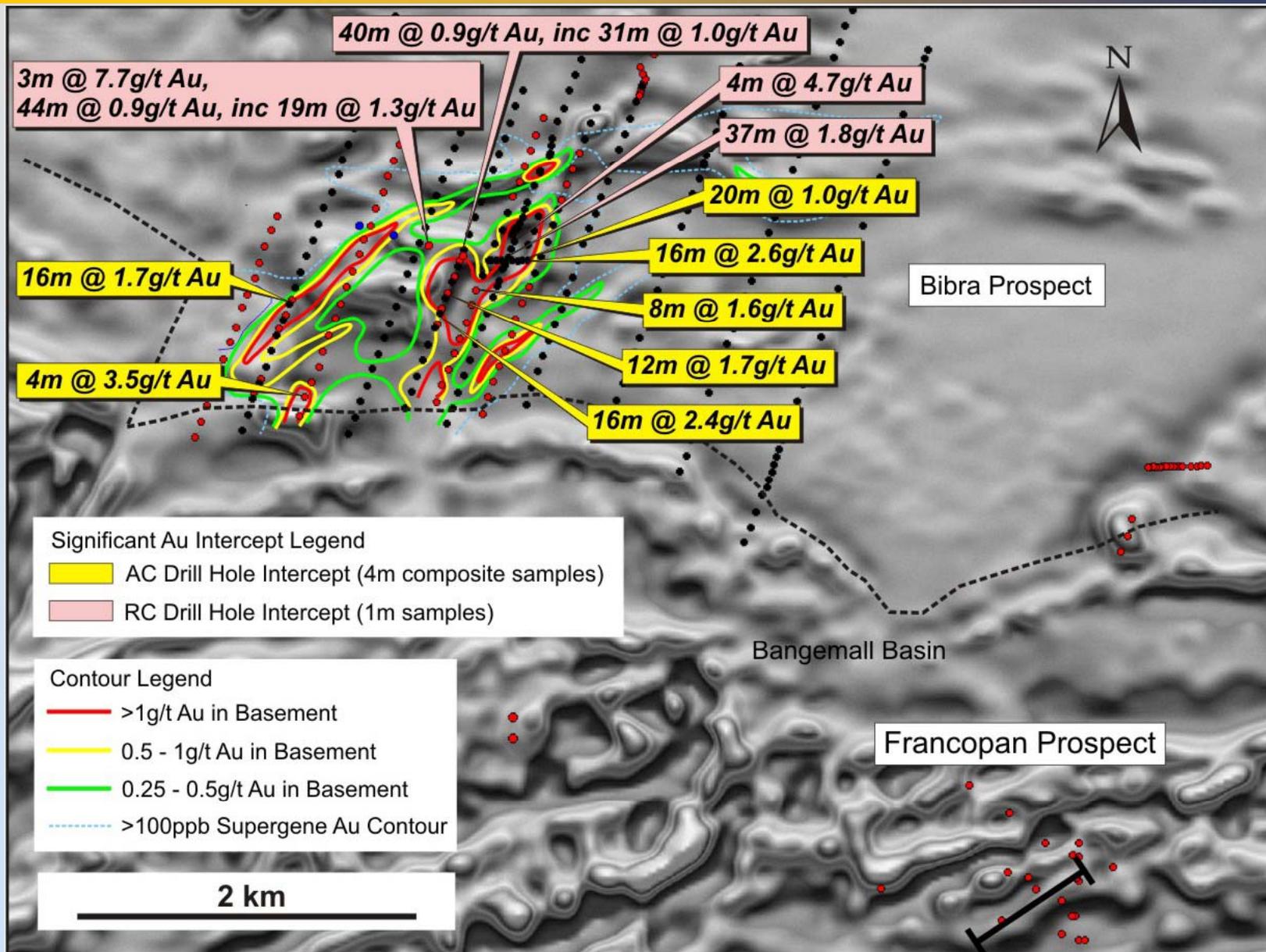


KARLAWINDA - FRANCO PAN PROSPECT CROSS-SECTION





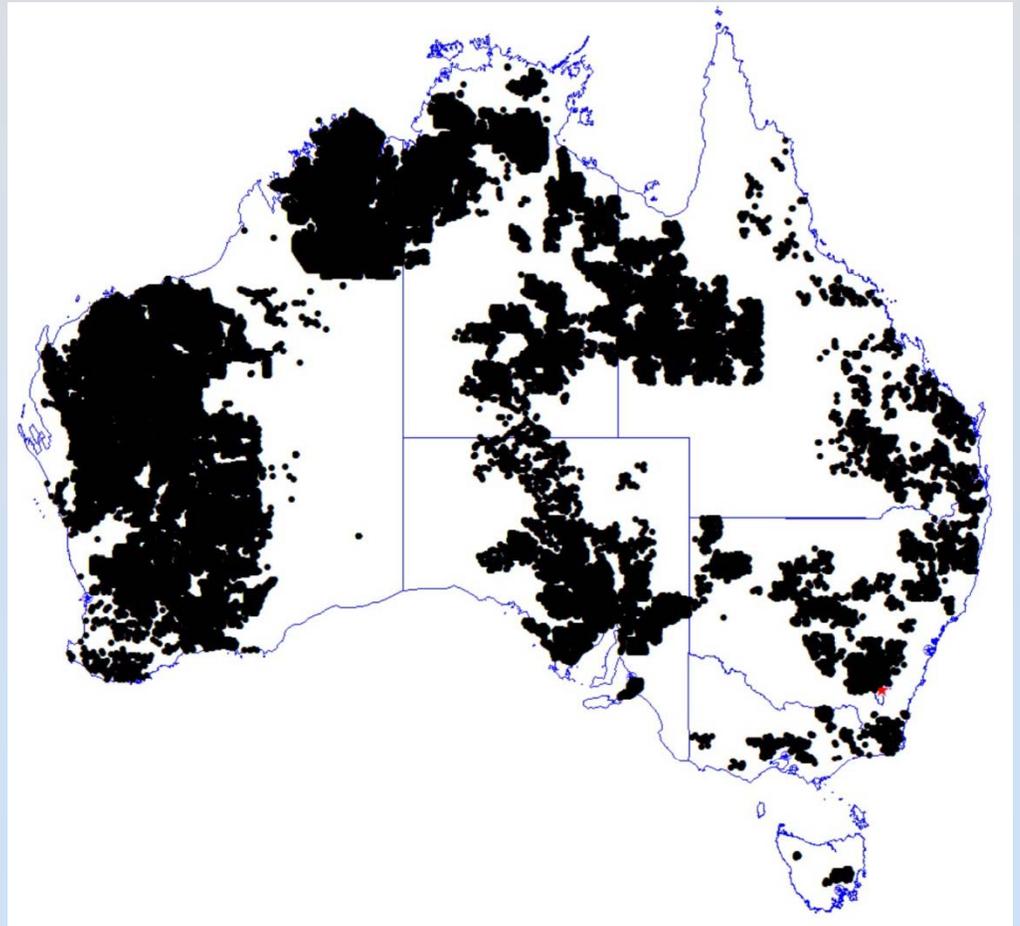
KARLAWINDA – WEST BIBRA PROSPECT





PROJECT GENERATION DE BEERS DATABASE (IGO 100%)

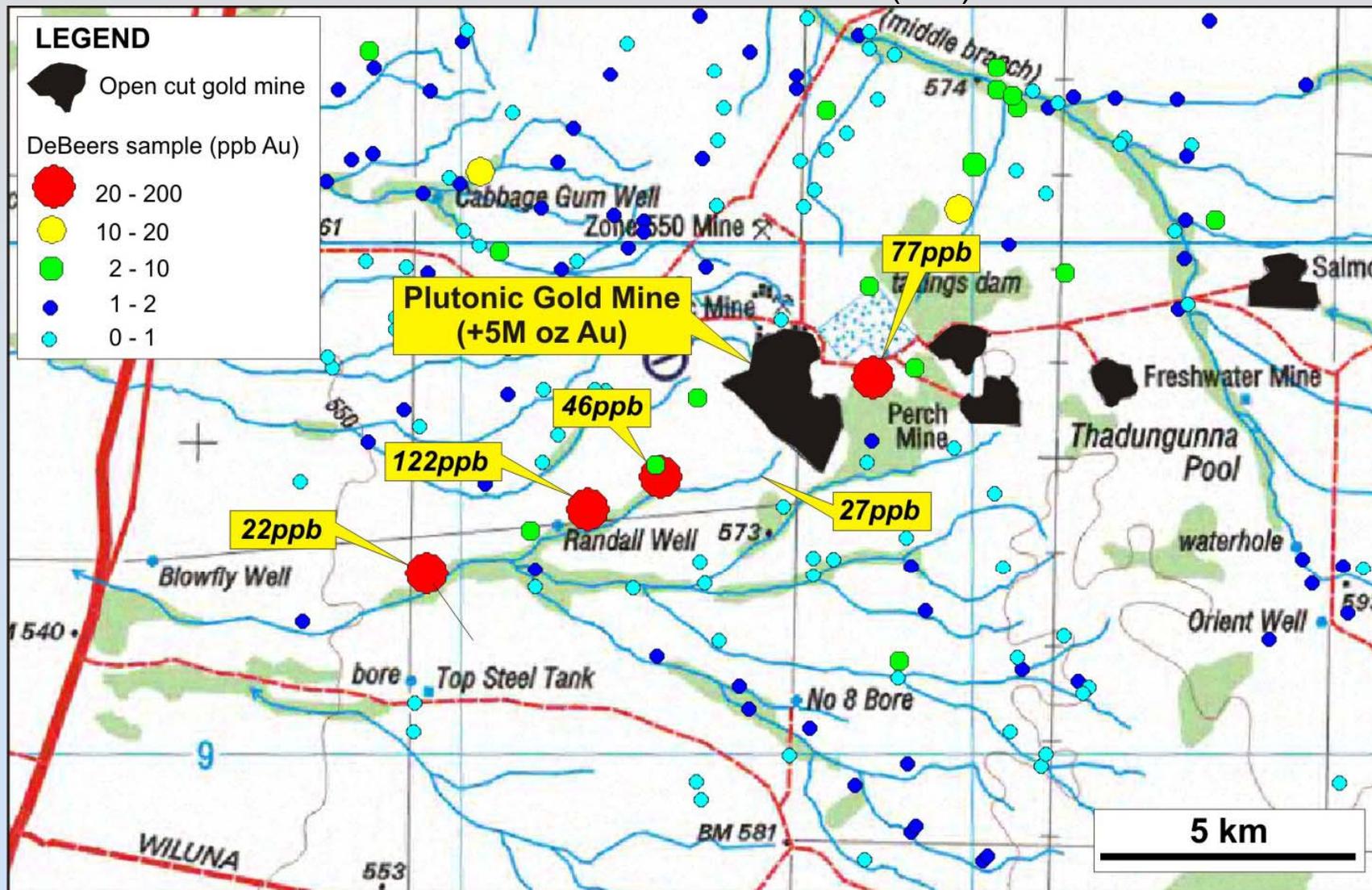
- 103,000 geochemical samples analysed.
- 189,000 geochemical samples unanalysed.
- 2,278 samples reporting visible gold.
- 2,025 geophysical surveys.
- Estimated cost to replicate data base >\$A500M.
- No buy-back or royalties.





PROJECT GENERATION DE BEERS DATABASE (IGO 100%)

IGO 2009 gold analysis of De Beers samples collected before the discovery of the Plutonic Gold Mine (WA)





INDEPENDENCE CORPORATE GOALS

To improve shareholder returns by becoming a highly profitable, multi commodity Australian mining company

Focus on:

- **Low cash costs**
- **Mine longevity**
- **Innovative exploration**
- **Strong balance sheet**



COMPETENT PERSON STATEMENT

Note: The information in this presentation that relates to Exploration Results, Mineral Resources or Ore Reserves (apart from the Tropicana mineral resources) is based on information compiled by Mr 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.

Sign Off: The information in this presentation that relates to Tropicana Mineral Resources is based on information compiled by Mark Kent, who is a full-time employee of AngloGold Ashanti Limited, and a member of the AusIMM. Mark Kent has sufficient experience relative to the type and style of mineral deposit under consideration and to the activity which has been undertaken, to qualify as a Competent Person (or Recognised Mining Professional) as defined in the 2004 Edition of the JORC Code. Mark Kent consents to the release of the resource based on the information in the form and context in which it appears.



LONG NICKEL MINE 2009 RESOURCES AND RESERVES

RESOURCES Undiluted at 1% Ni Cut-off ^{1,2}					RESERVES Mining at Economic Ni Cut-off ^{1,2}					
		Tonnes	Ni %	Ni Tonnes			Tonnes	Ni %	Ni Tonnes	
LONG	Measured	64,000	6.4	4,100	LONG	Proven	70,000	3.5	2,500	
	Indicated	298,000	5.2	15,500		Probable	155,000	2.9	4,500	
	Inferred	61,000	4.4	2,700						
	Sub-Total	423,000	5.3	22,300		Sub-Total	225,000	3.1	7,000	
MORAN	Measured	-	-	-	MORAN	Proven	-	-	-	
	Indicated	401,000	6.9	27,800		Probable	640,000	4.1	26,300	
	Inferred	55,000	8.4	4,600						
	Sub-Total	456,000	7.1	32,400		Sub-Total	640,000	4.1	26,300	
VICTOR SOUTH	Measured	-	-	-	VICTOR SOUTH	Probable	112,000	4.6	5,200	
	Indicated	305,000	3.2	10,100						
	Inferred	-	-	-						
	Sub-Total	305,000	3.2	10,100		Sub-Total	112,000	4.6	5,200	
McLEAY	Measured	118,000	6.8	8,000	McLEAY	Proven	170,000	3.7	6,400	
	Indicated	217,000	5.6	12,100		Probable	176,000	3.8	6,700	
	Inferred	162,000	5.4	8,800						
	Sub-Total	497,000	5.8	28,900		Sub-Total	346,000	3.8	13,100	
BROKEN STOCKS	Measured	4,000	5	200	BROKEN STOCKS	Proven	4,000	5	200	
	Sub-Total	4,000	5	200		Sub-Total	4,000	5	200	
TOTAL		1,685,000	5.6	93,900	TOTAL		1,327,000	3.9	51,800	

Reserves are included in resources

Notes:

- 1 The cut-off grade used for the Victor South resource is 0.6% Ni.
- 2 Ore tonnes have been rounded to the nearest thousand tonnes and nickel tonnes have been rounded to the nearest hundred tonnes.



TROPICANA JV RESOURCES

TROPICANA JV June 2009

OPEN PIT RESOURCES

	Million Tonnes	g/t Au ¹	Million Ounces ²
Measured	24.2	2.3	1.79
Indicated	39.8	2.0	2.58
Inferred	11.3	1.8	0.64
TOTAL	75.3	2.1	5.01

Notes:

1 Cut-offs: 0.6g/t Au oxide ore, 0.7g/t Au fresh ore.

2 A\$1,250/oz Au optimisation.