



INDEPENDENCE GROUP

**GROWING A GREAT COMPANY BY
MINERAL DISCOVERIES & MINE DEVELOPMENT**

INVESTOR UPDATE
June 2010

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 200 Code: IGO
113.7M shares & 1.2M staff options
Market Cap. (10/6/10): A\$516M
Daily turnover (6 month average) – 406,323

Substantial shareholders:

JP Morgan	11.3M shares
Orion	7.1M shares
NAB	6.8M shares

Aus Inst : 43%, OS Inst : 15%, Aus dom : 42%
57 Institutions in top 100

Financials:

March 10 NPAT:	A\$9.1M (unaudited)
Cash & Net Receivables:	A\$152.3M
Debt:	Nil
2008/9 Dividend:	2c interim + 3c final



INDEPENDENCE GROUP BOARD & SENIOR MANAGEMENT

BOARD



Non Executive Chairman
Managing Director
Executive Director & CFO
Non Executive Director
Non Executive Director
Non Executive Director

Oscar Aamodt (63)
Chris Bonwick (50)
Kelly Ross (48)
Rod Marston (66)
John Christie (71)
Peter Bilbe (59)

Finance
Geologist
Accountant
Geologist
Accountant
Mining Engineer

SENIOR MANAGEMENT

Brett Hartmann
Dave Johnson
Tim Kennedy
Brett Keillor
Mike Neubauer
Paull Parker
Drew Totterdell

Long Mine Manager
Chief Geophysicist
Exploration Manager
Chief Geologist – Gold
Group Mining Engineer
Chief Geologist – Nickel
Business Development/Finance



INDEPENDENCE OVERVIEW - ASSETS

LONG NICKEL MINE

✓ Production

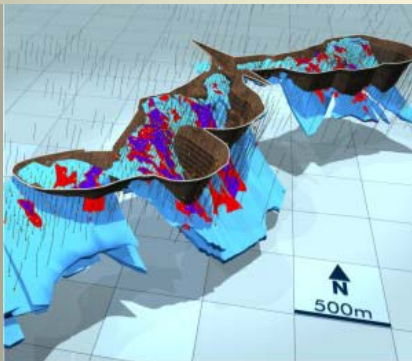


Jul 09-Mar 10 Cash Costs (C1+C2 payable): A\$4.44/lb Ni
Jul 09-Mar 10 Revenue: A\$9.74/lb Ni
Jun 09 Resources: 93,900t Ni @ 5.6% Ni
Jun 09 Reserves: 51,800t Ni @ 3.9% Ni

*Extending mine life – New Moran discovery
Jun 2009 resource: 456,000 t @ 7.1% Ni (32,400 t Ni)*

TROPICANA

✓ Near Term Growth



Initial Open Cut Resource: 30% of 5.01M oz
Open Cut Reserve: 45Mt @ 2.3g/t Au
(3.3M oz Au)

Significant underground & regional potential

REGIONAL EXPLORATION

✓ Growth



7 high quality Ni, Au and Cu-Pb-Zn exploration projects.
292,000 sample Australian geochemical database.

Unique exploration targeting & technology



IGO HISTORY AND SHARE PRICE

Monthly Average Share Price to 10.06.10





LONG NICKEL MINE

IGO'S CURRENT CASH PRODUCING ASSET

2002 Purchase price = A\$15M IGO Profit to date = A\$268M
Australia's lowest cost nickel sulphide mine



1979-1999
WMC Production:
203,184t Ni

2002-2010
IGO Production:
61,762t Ni



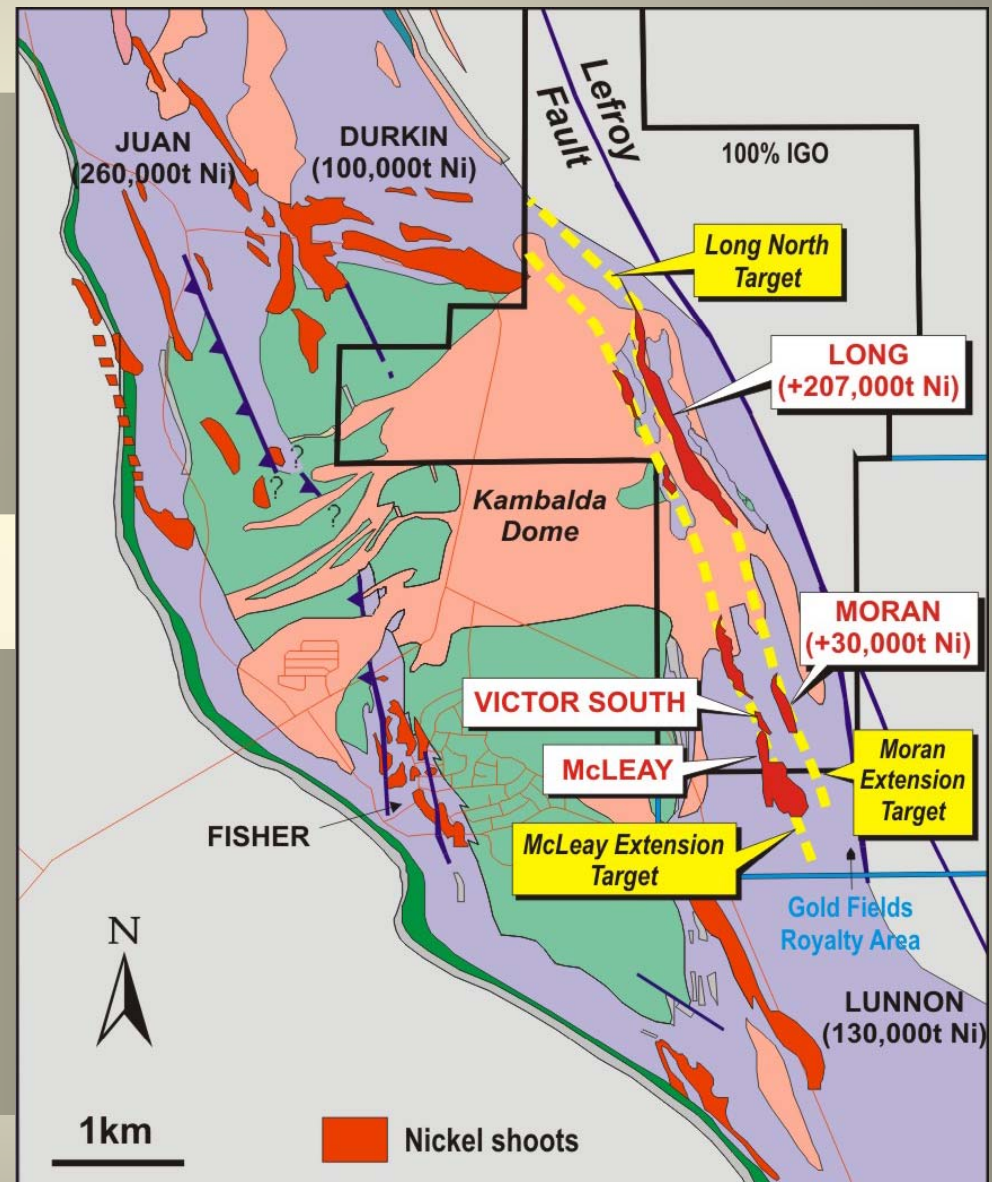
LONG NICKEL MINE – IGO 100%

HISTORY

- IGO Starting Reserve = 26,800 Ni t
- IGO Production to date = 61,762 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.
- Australia's lowest nickel cash costs
- New Reserves to increase mine life.





PRODUCTION FORECAST & HEDGING

	2009/10 Budget	2009/10 Jul 09 – Mar 10
• Production	8,000-8,400 Ni t	6,268 Ni t
• Grade	4.0% Ni	4.21% Ni
• Cash Costs (payable)	A\$4.20-4.40/lb Ni*	A\$4.44/lb Ni*

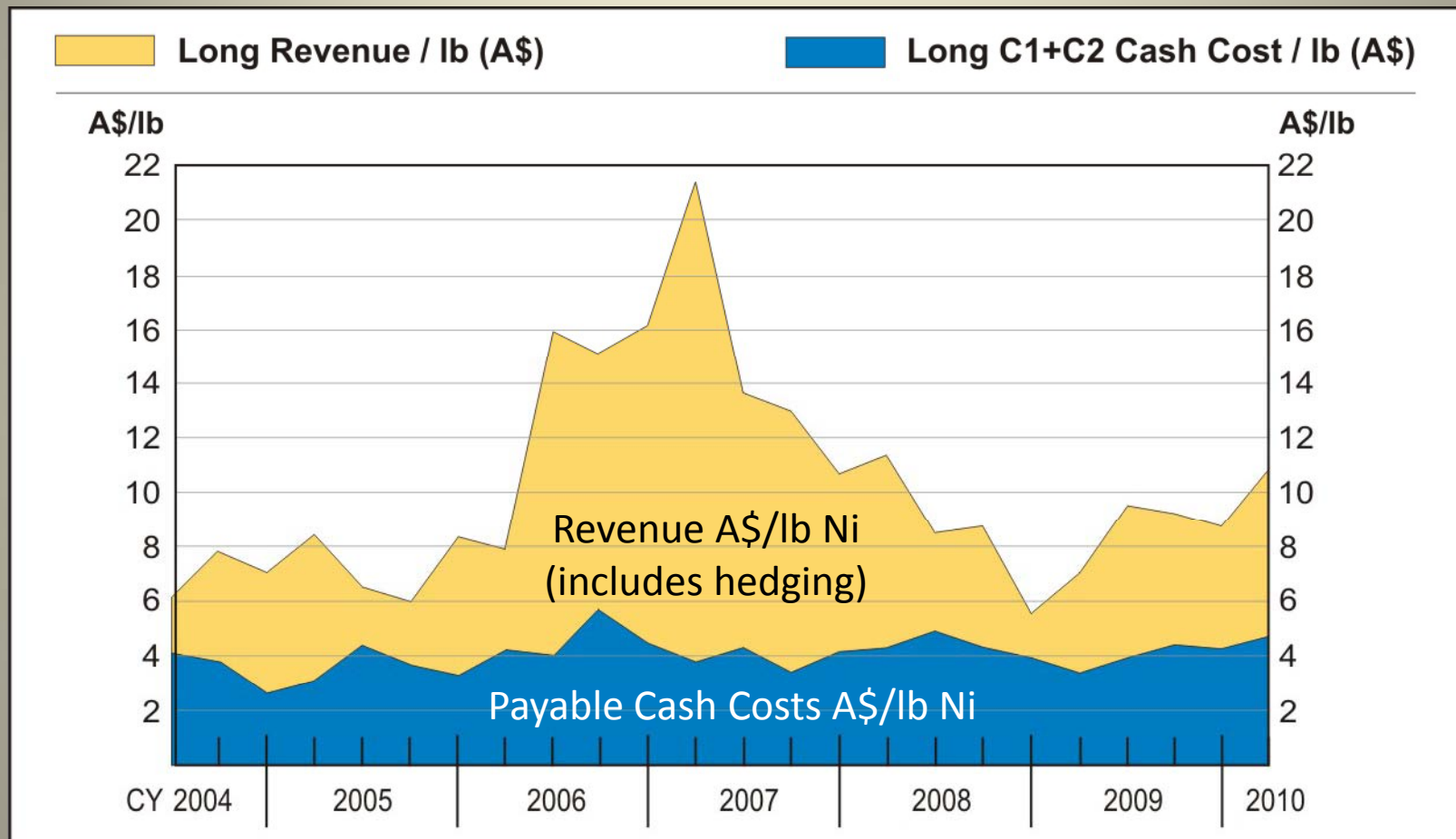
* Includes nickel royalty

- Hedging
 - 3,000 Ni t @ A\$19,013/t**
Delivered @ 200Ni t/month from Apr 2010 – June 2011
 - 2,160 Ni t @ A\$21,898/t**
Delivered @ 180Ni t/month from July 2011 – June 2012
 - 1,200 Ni t @ A\$28,660/t**
Delivered @ 100Ni t/month from July 2012 – June 2013
-
- 6,360 Ni t @ A\$21,813/t Total Hedging**



QUARTERLY CASH COSTS & REVENUE

High operating margins



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.
- Exclusive to IGO.



Down hole TEM probe

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



Underground Down hole TEM surveying

- More accurate drill targeting, reduced discovery and ore definition costs.



LONG MINE NICKEL DEPOSITS & TARGETS

LONGITUDINAL PROJECTION

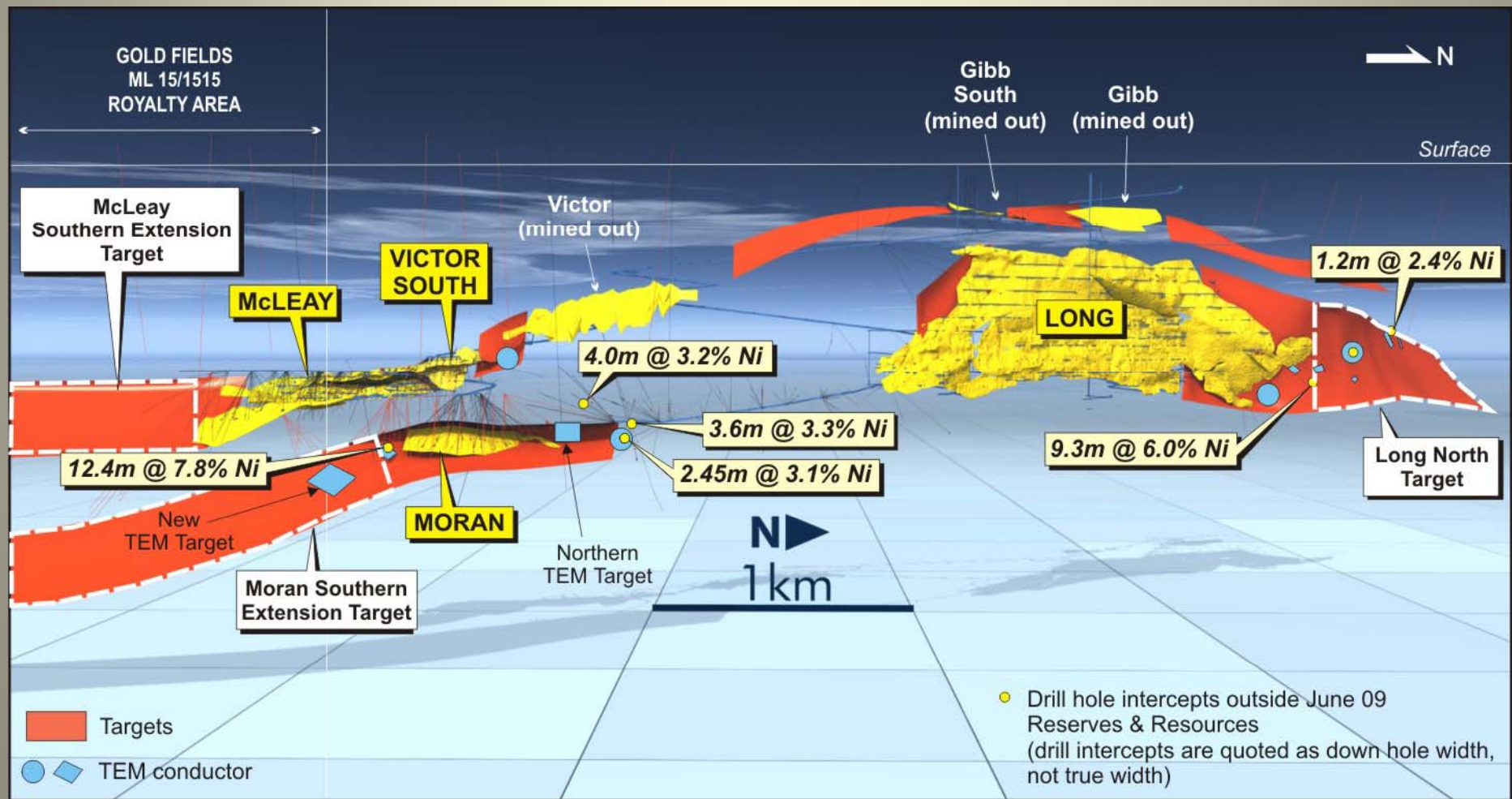
June 2009 Mineral Resource*:

1,685,000t @ 5.6% Ni (93,900t Ni)

June 2009 Ore Reserve:

1,327,000t @ 3.9% Ni (51,800t Ni)

* Resources are inclusive of Reserves

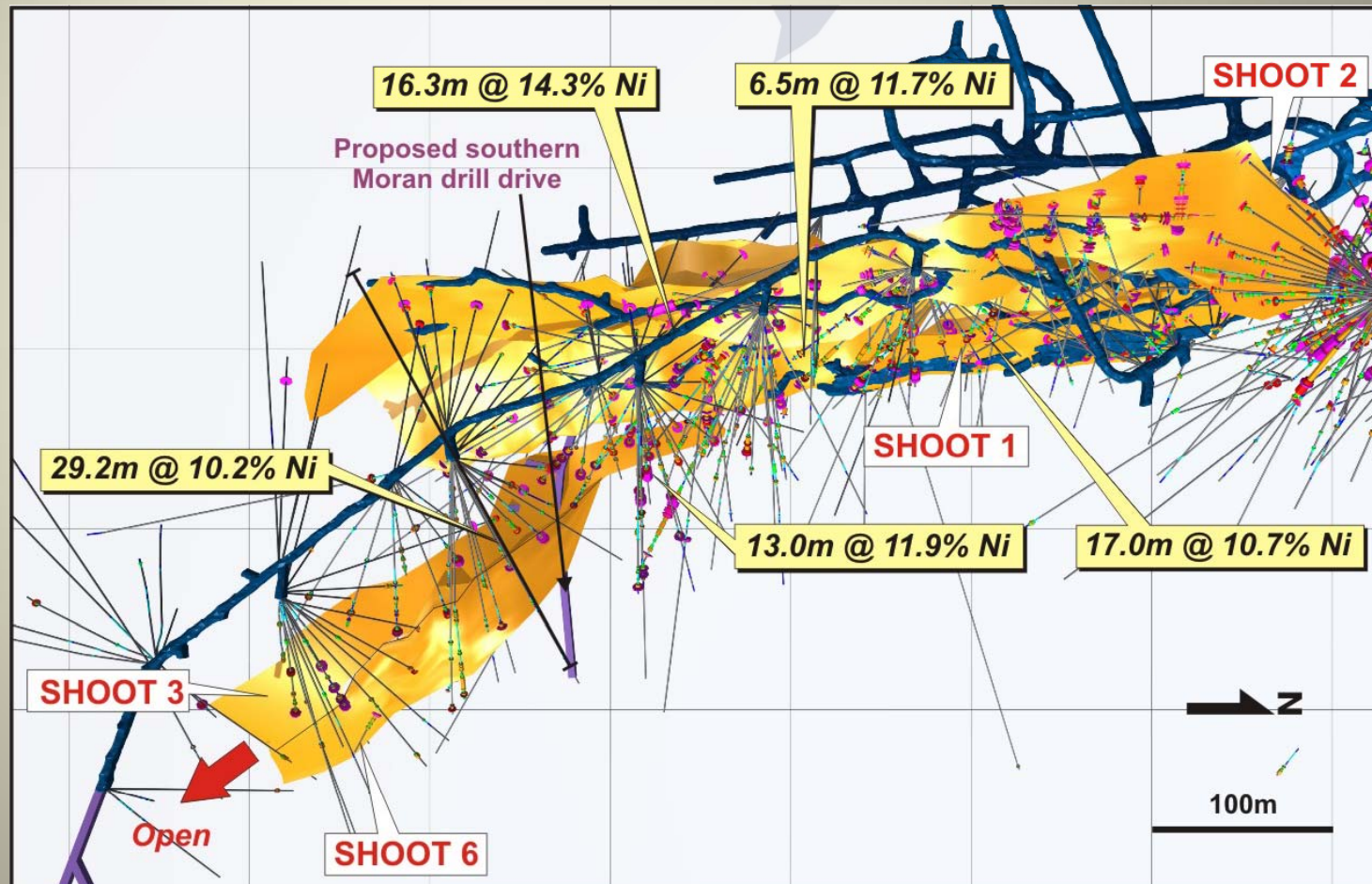




McLEAY NICKEL DEPOSIT

June 2009 Mineral Resource*: 496,000t @ 5.8% Ni (28,900t Ni)
June 2009 Ore Reserve: 346,000t @ 3.8% Ni (13,100t Ni)

* Resources are inclusive of Reserves



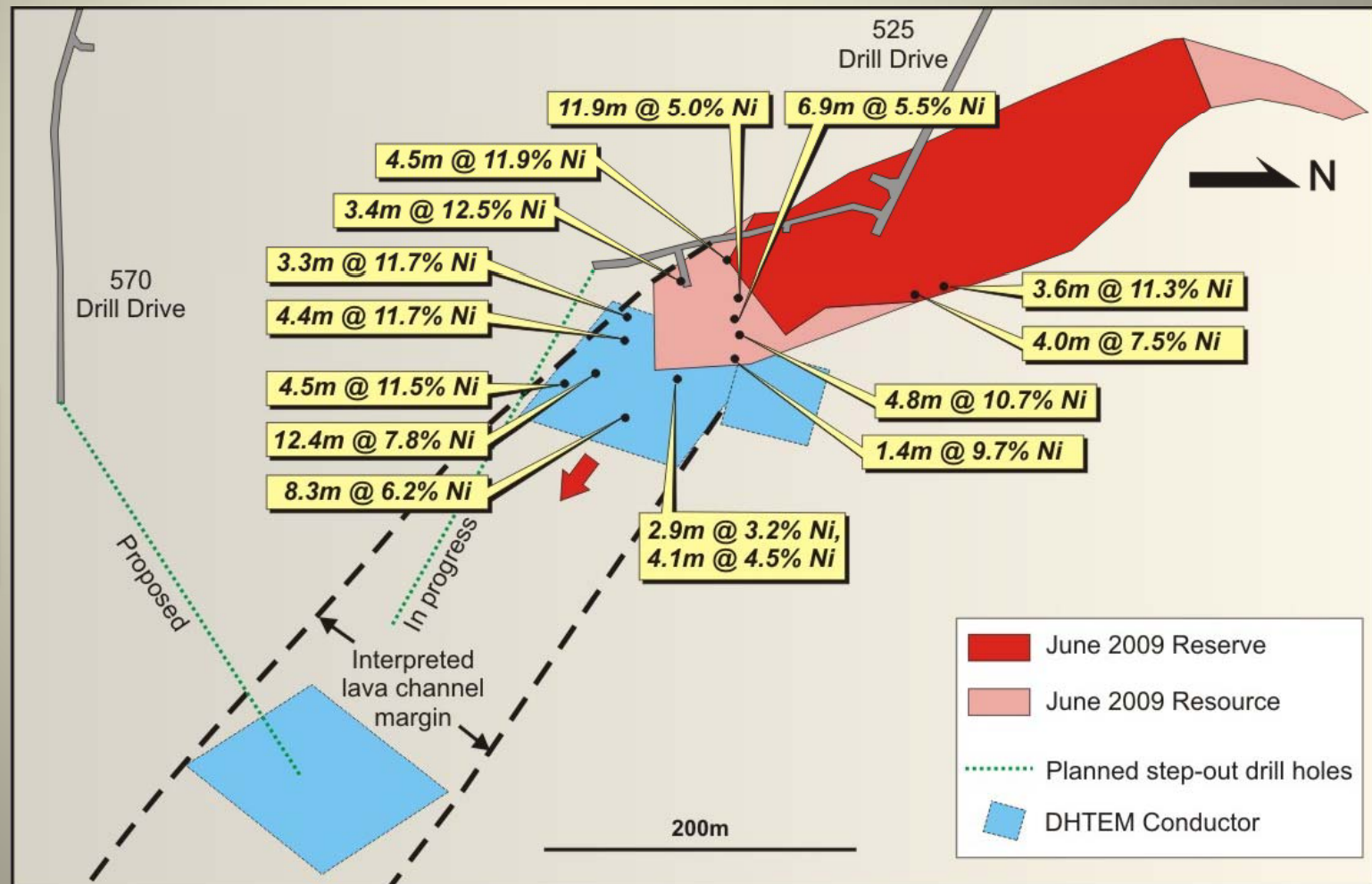
McLeay deposit
is open to the
south-east.



MORAN NICKEL DEPOSIT

June 2009 Mineral Resource*: 456,000t @ 7.1% Ni (32,400t Ni)
June 2009 Ore Reserve: 640,000t @ 4.1% Ni (26,300t Ni)

* Resources are inclusive of Reserves

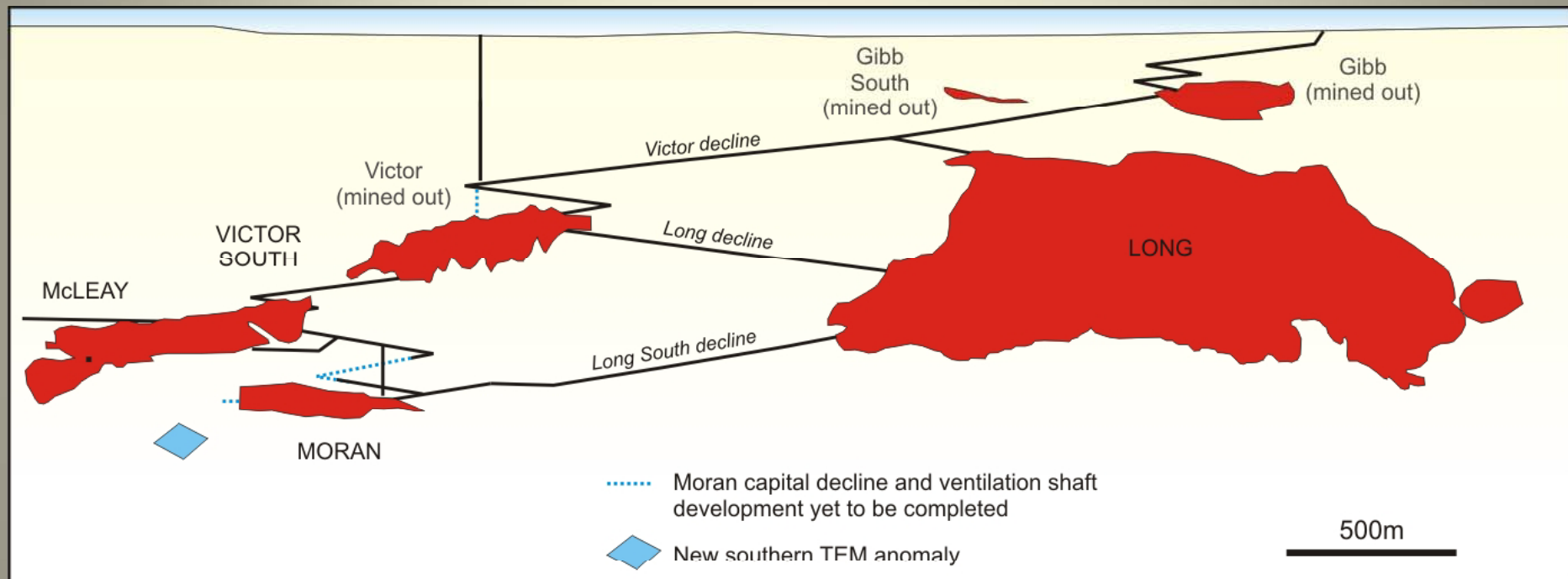


Moran deposit is open to the south-east.



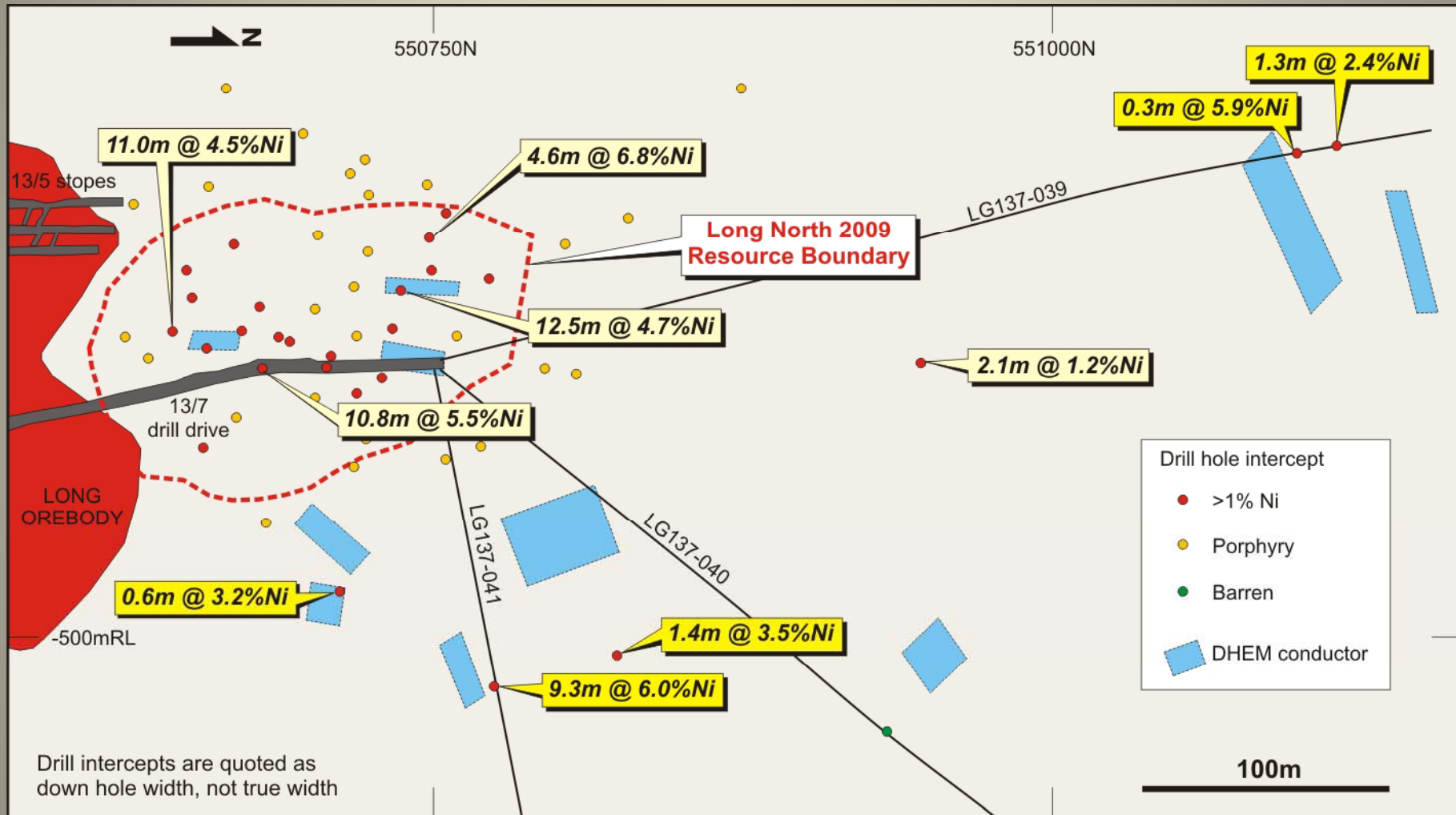
MORAN DEVELOPMENT

Pre-existing development has enabled Moran to be developed rapidly





LONG NORTH LONG-SECTION

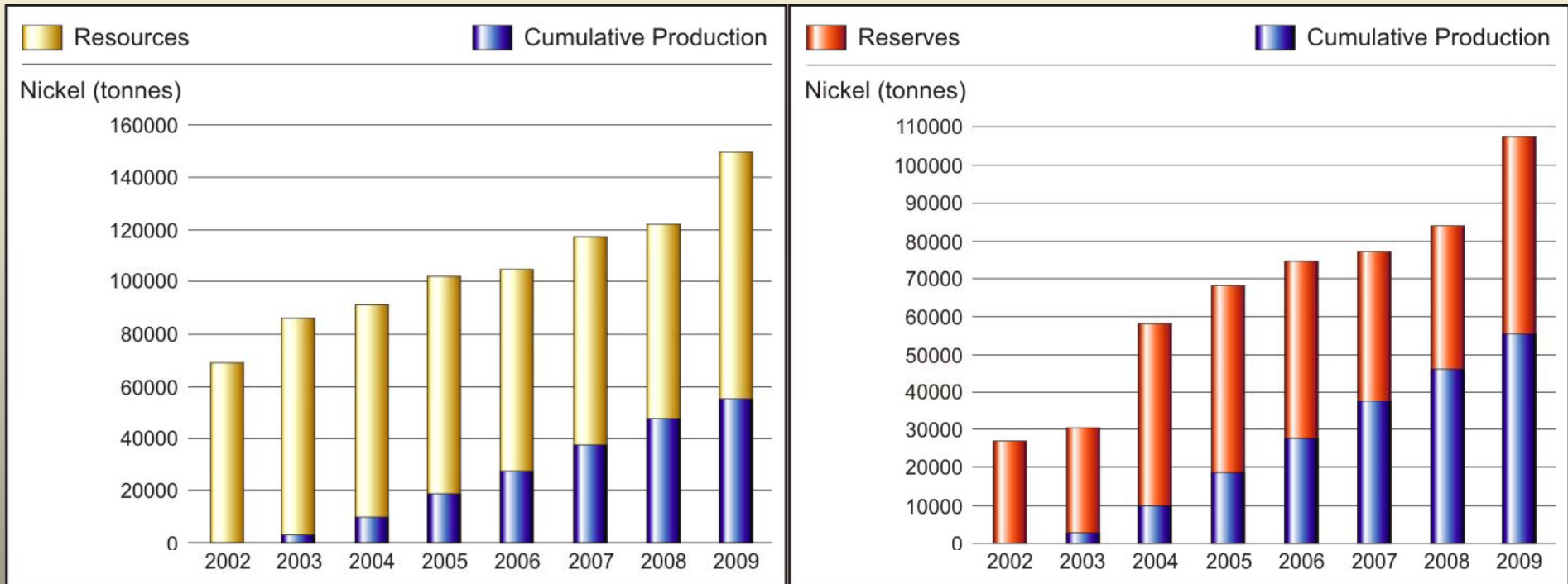




LONG MINE RESOURCES & RESERVES

**JUNE 2009
LARGEST EVER RESOURCE**

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



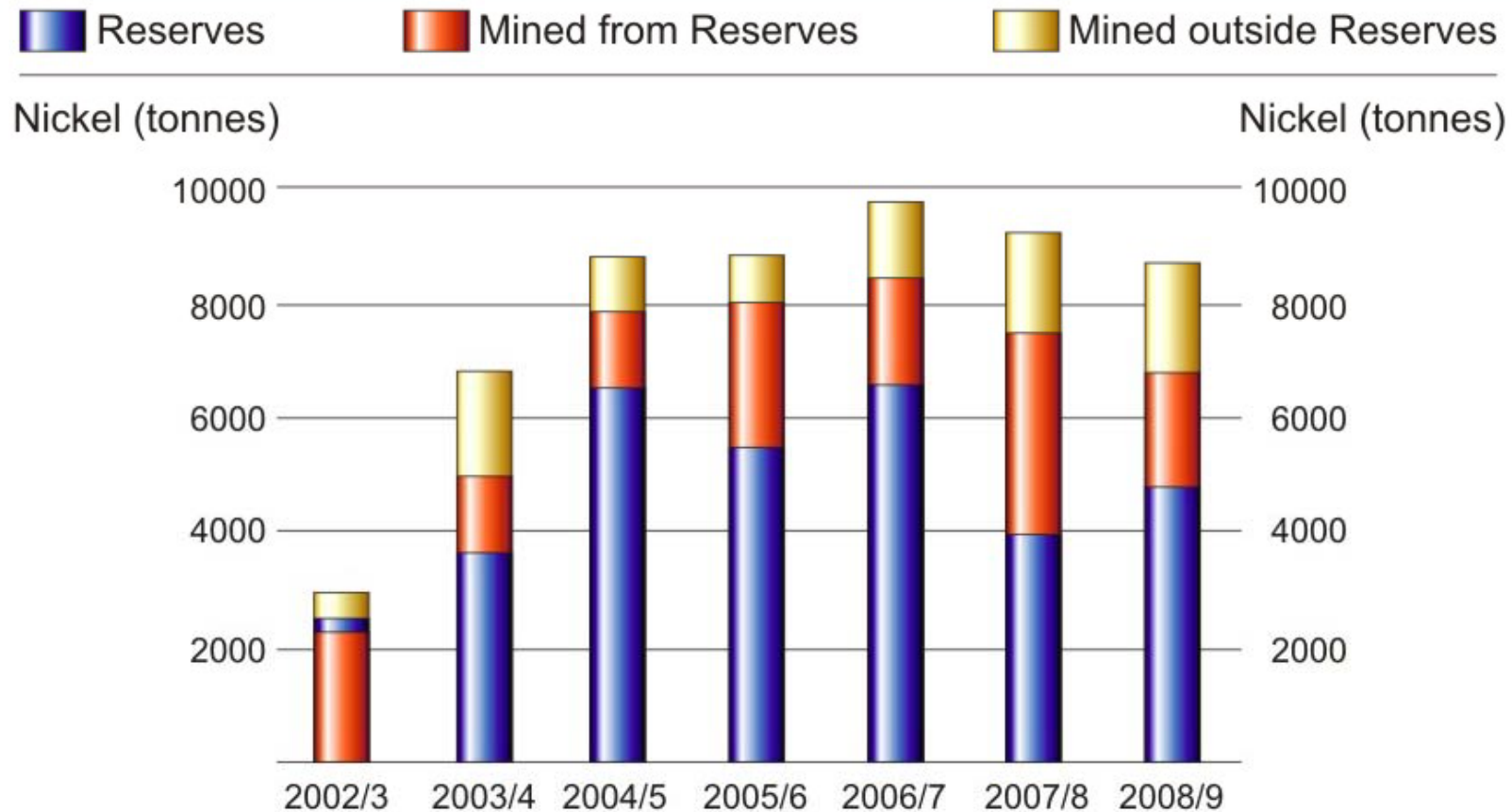
Continuing to Grow Resources & Reserves



LONG MINE COMPLEX PRODUCTION / ORE RESERVE COMPARISON

2002-9 PRODUCTION SUMMARY

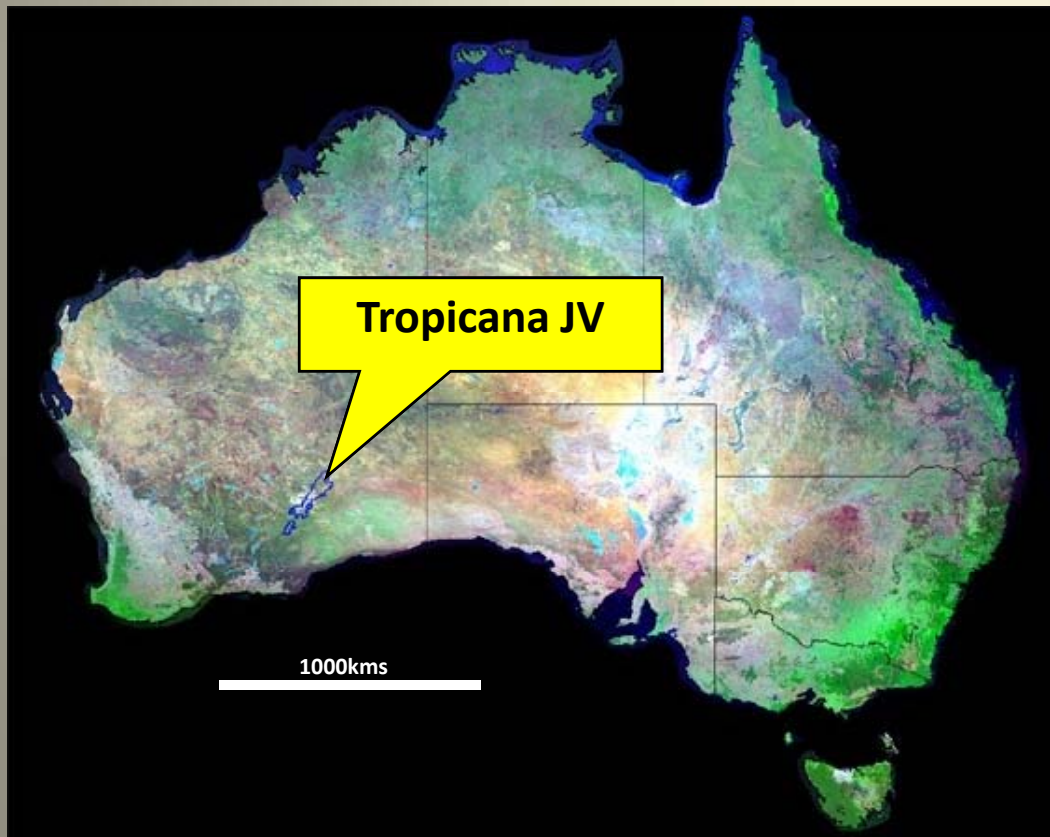
Initial Ore Reserve Estimate:	33,894 Ni t
Mined from Ore Reserve:	46,176 Ni t
Mined outside Ore Reserve:	9,319 Ni t
TOTAL:	55,495 Ni t





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

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

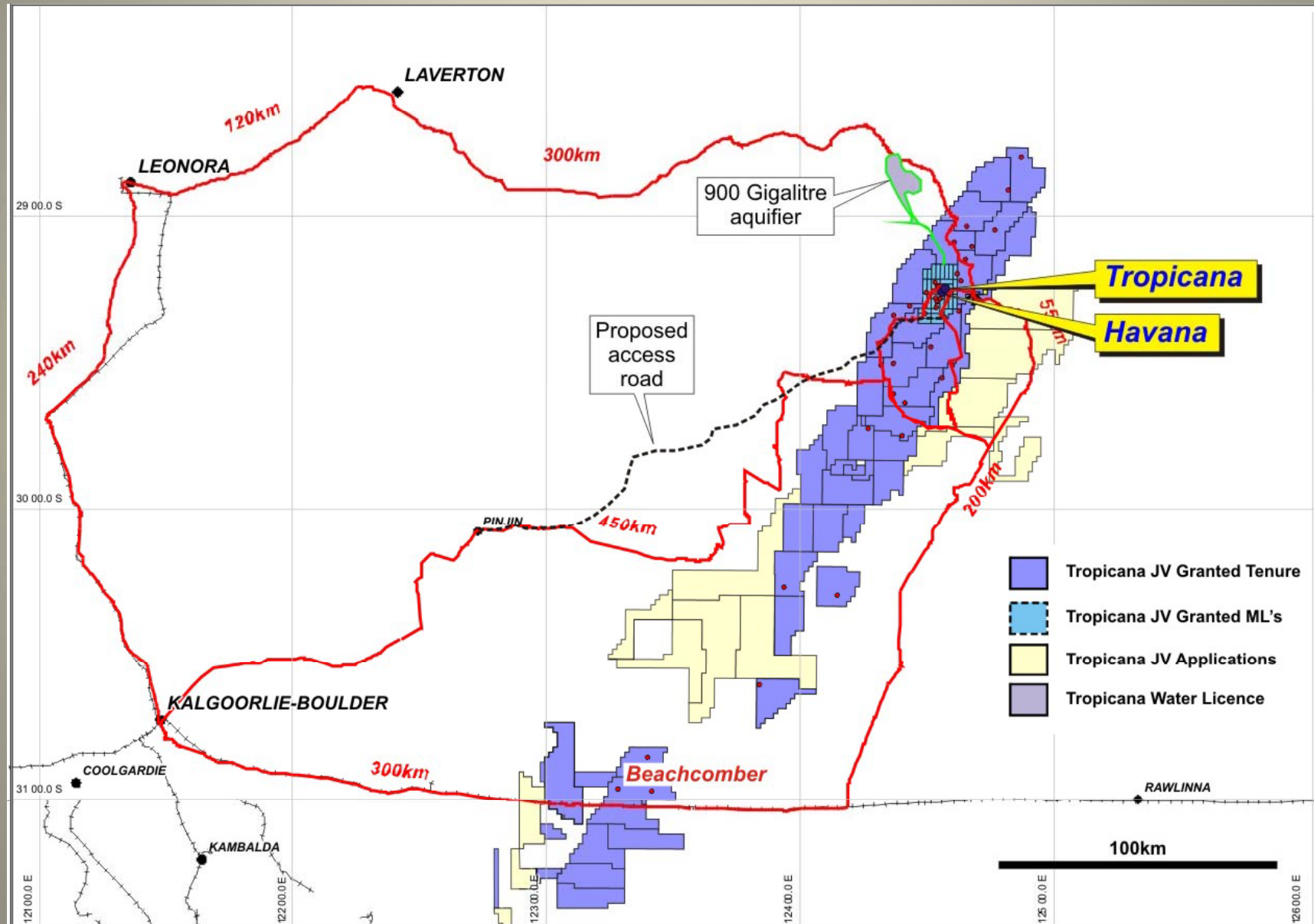


“New Gold Province under sand”





TROPICANA JV TENEMENTS

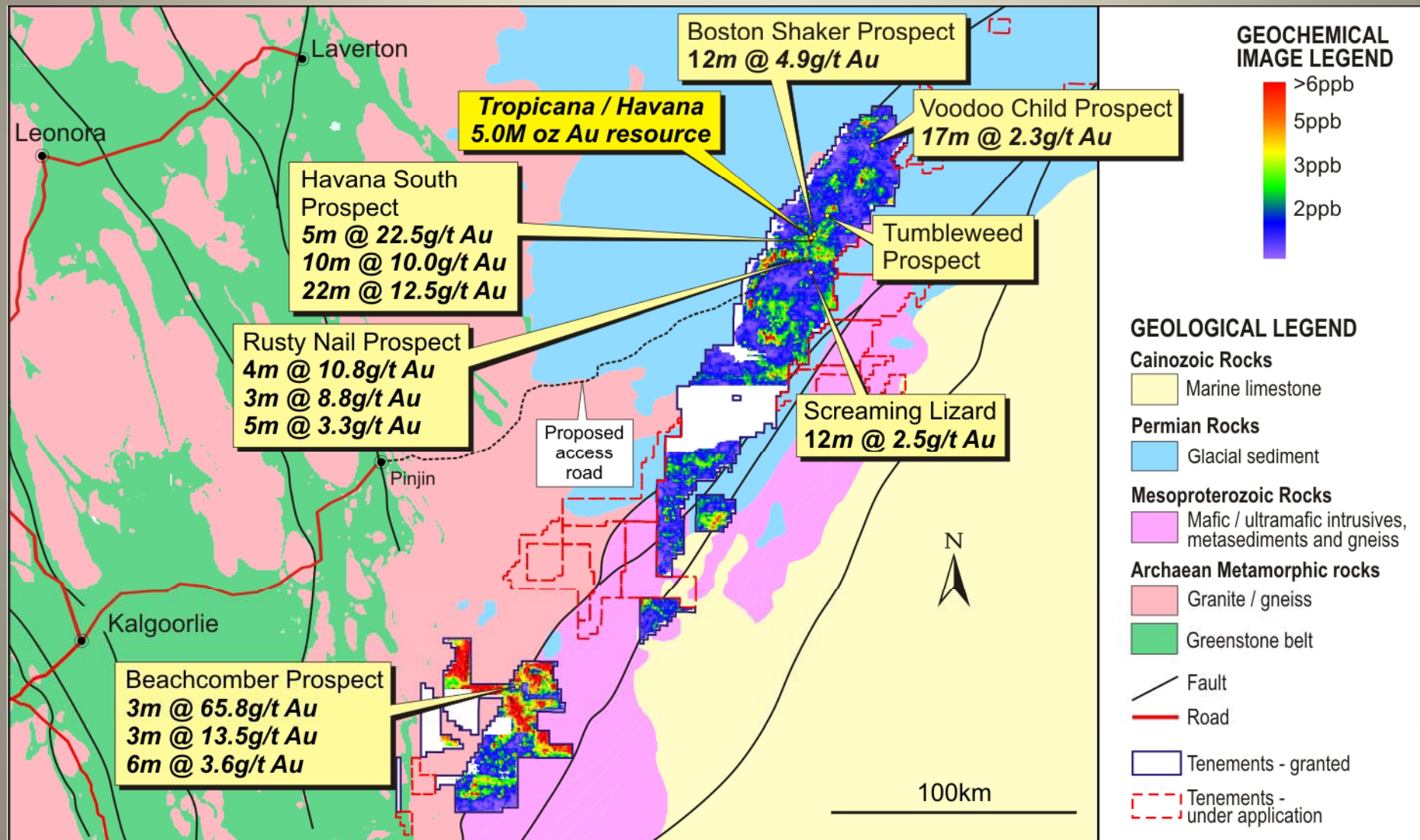




TROPICANA JV

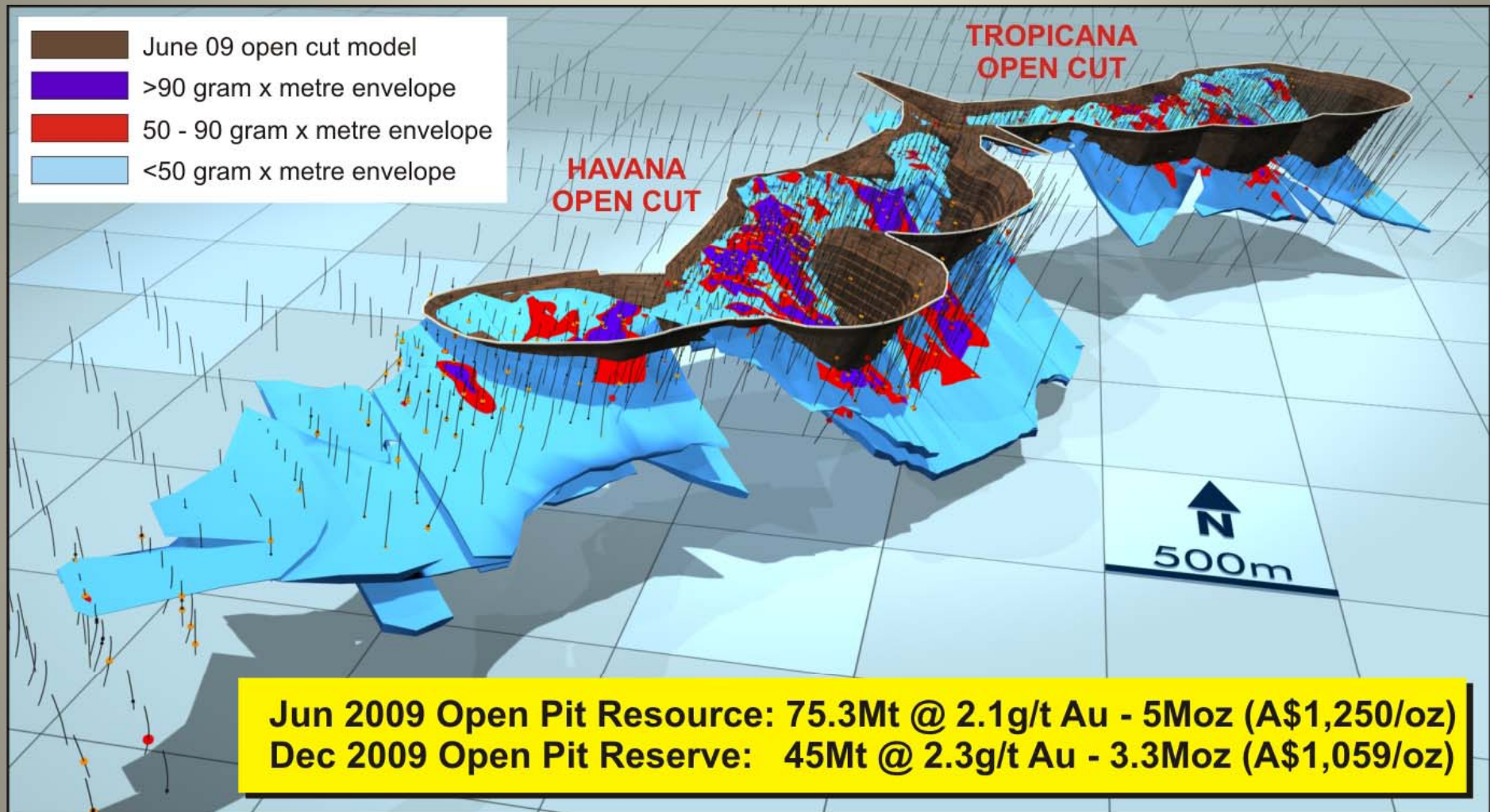
SIGNIFICANT DISCOVERIES TO DATE

JV tenure – 330km strike length & 13,000km² area





TROPICANA JV PRE-FEASIBILITY RESOURCE & RESERVE

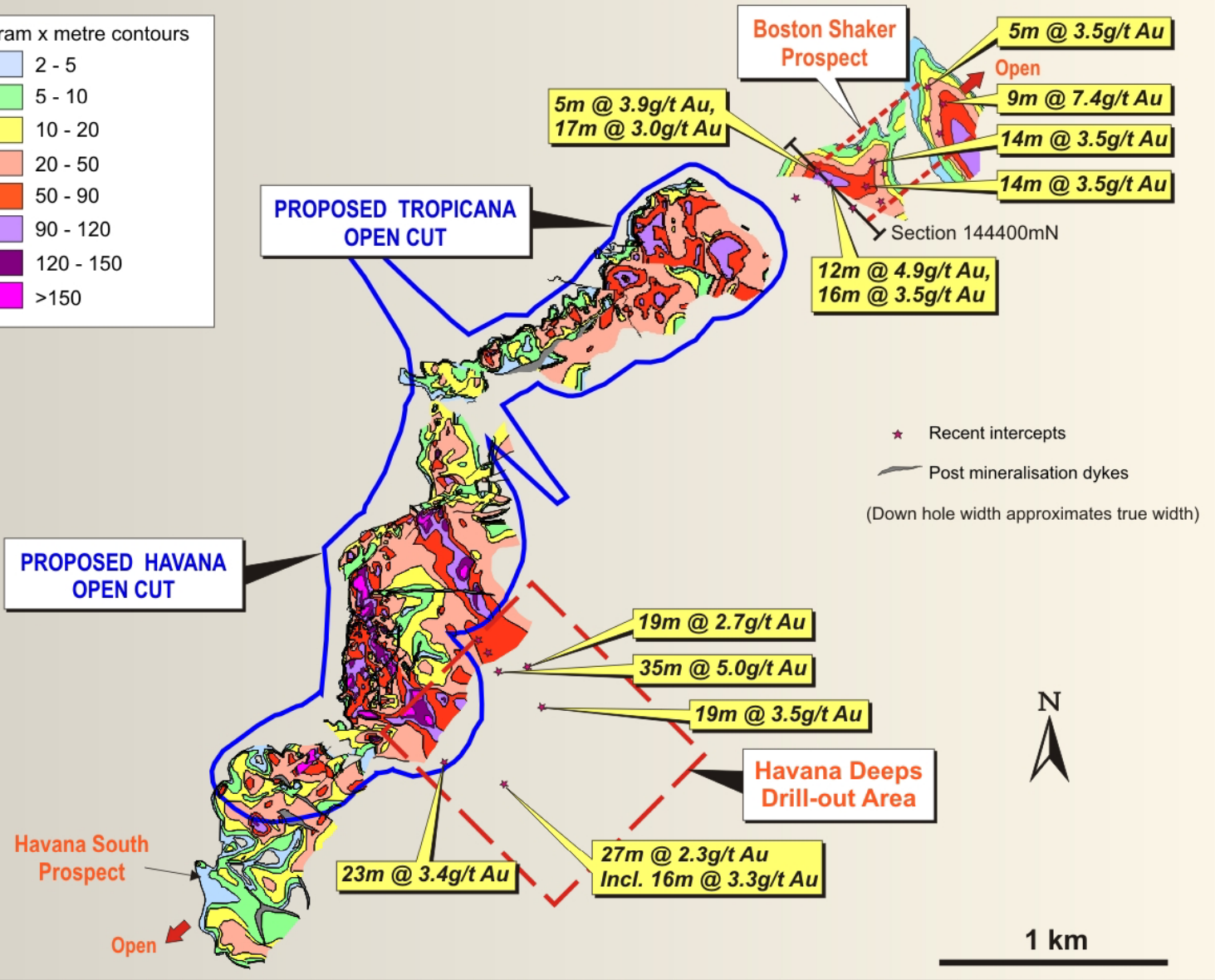




TROPICANA JV - NEW INTERCEPTS OUTSIDE JUN 09 OPEN CUT DESIGN

Gram x metre contours

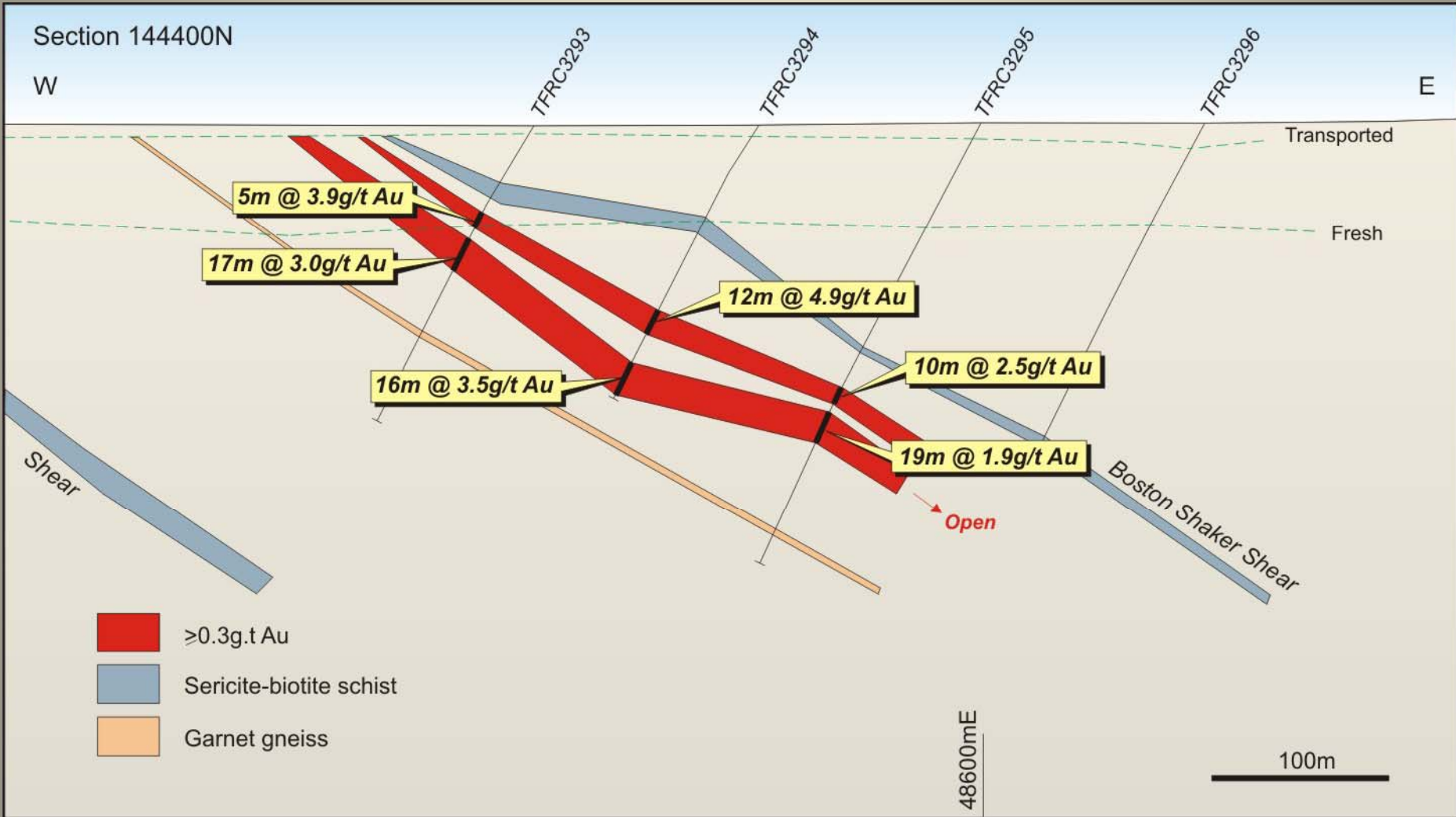
2 - 5
5 - 10
10 - 20
20 - 50
50 - 90
90 - 120
120 - 150
>150



Tropicana gold system still growing along-strike and down-dip.



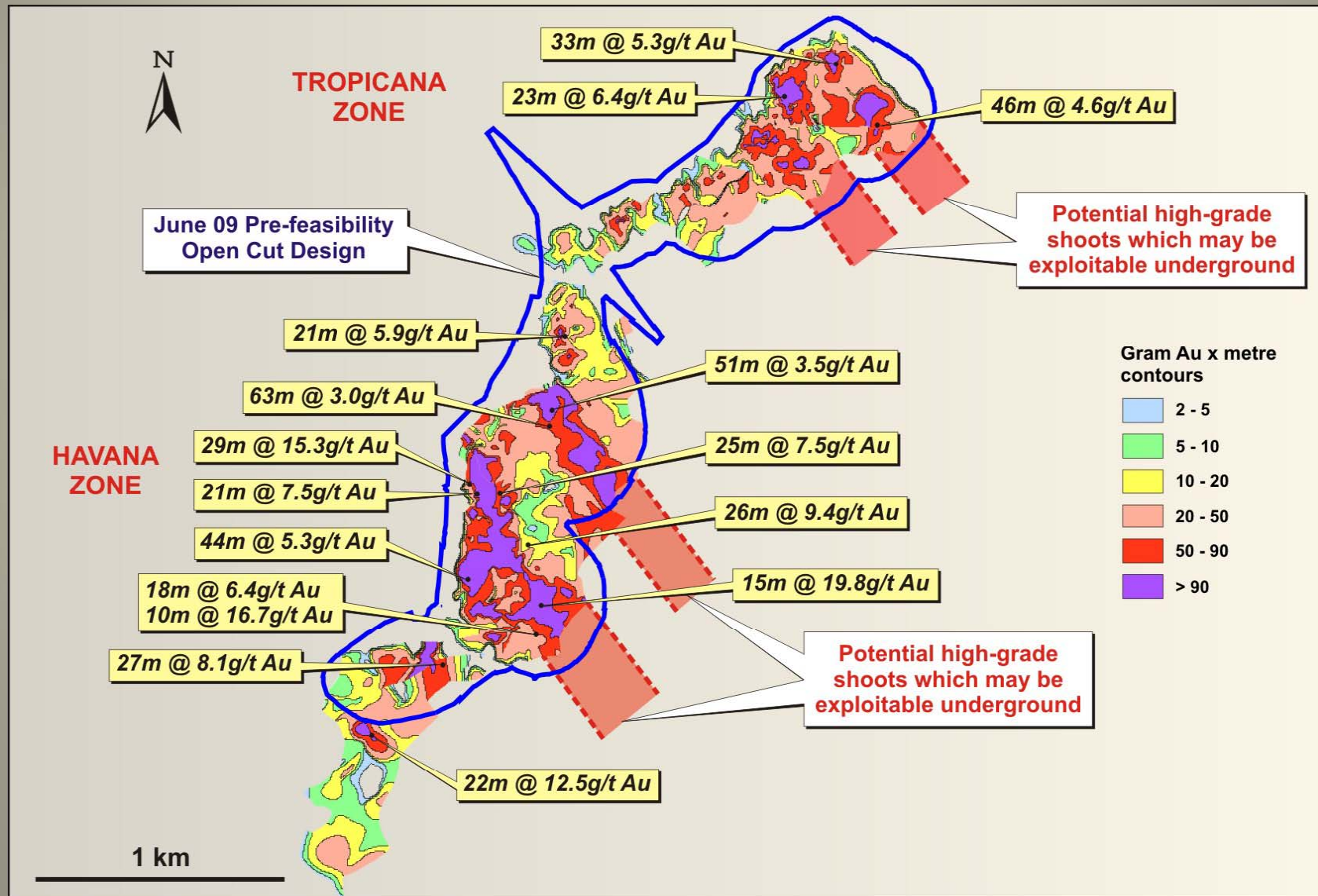
TROPICANA JV BOSTON SHAKER CROSS-SECTION





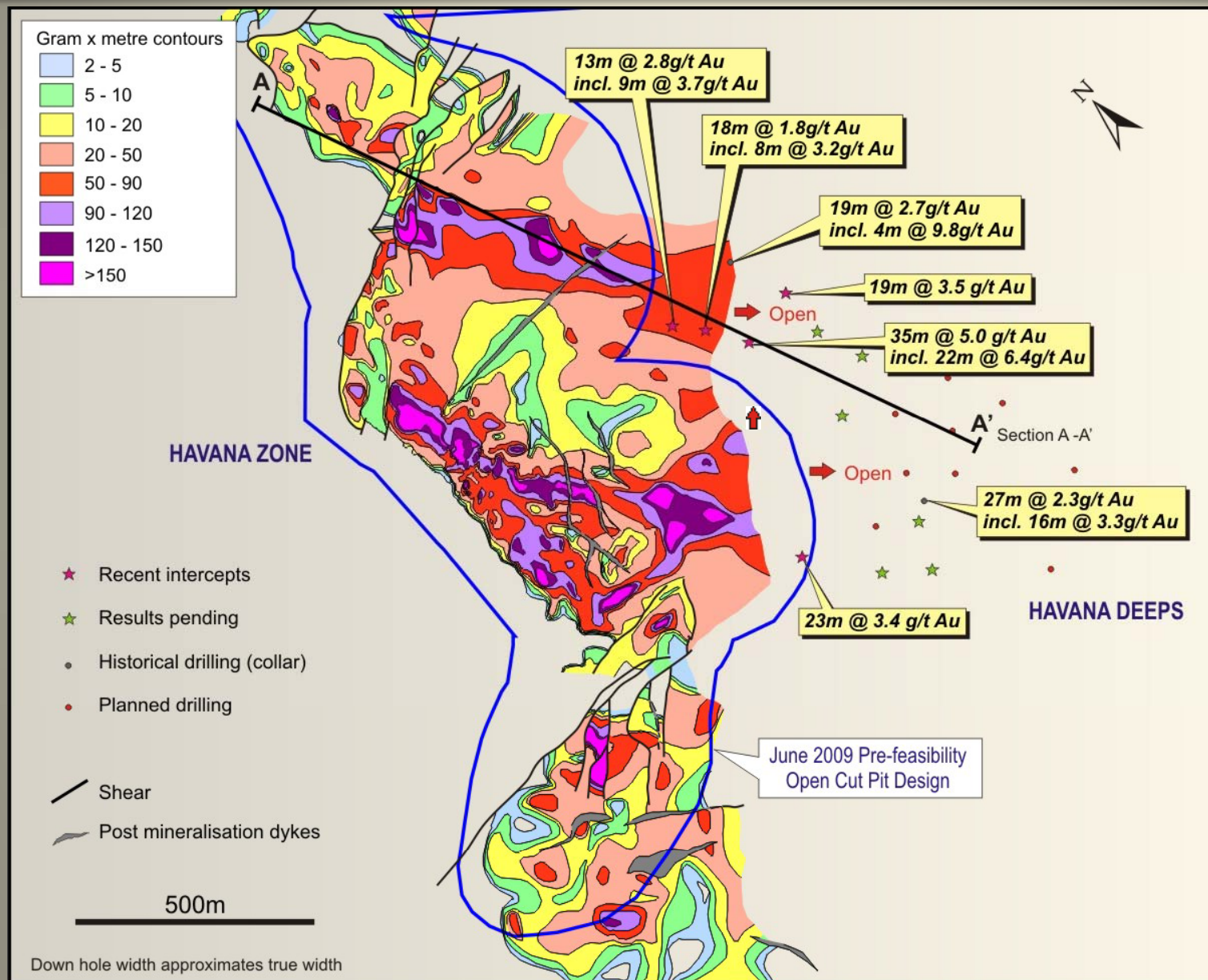
TROPICANA JV UNDERGROUND POTENTIAL

High-grade, true width in-pit gold intercepts suggest underground potential





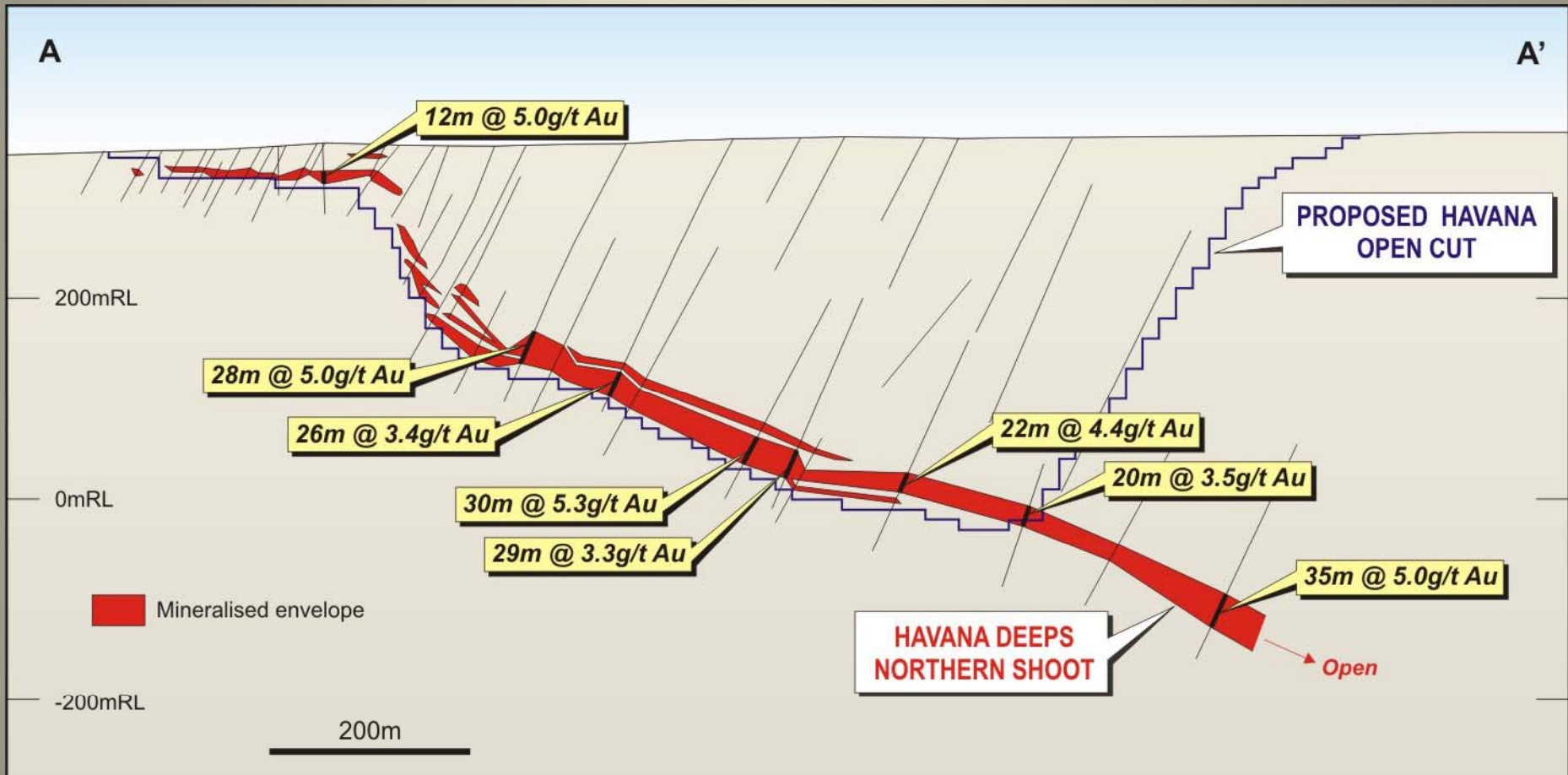
TROPICANA JV - HAVANA DEEPS



Havana Deeps high-grade shoots open down plunge.



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 2009

Mining Reserve: 45 Mt @ 2.3g/t Au (3.3 M oz Au)
(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\$500-540M includes 15% contingency)

Metallurgy: Free milling - 92% recovery

Gold Production: 330,000 - 410,000 oz Au pa (recovered) over 8-10 years

Water: 900 Gigalitre aquifer located

Indicative Timetable:

- BFS Completion: September/October 2010
 - Decision to proceed: November 2010
 - Road commencement: First quarter 2011
 - First gold pour: First half 2013
-



REGIONAL EXPLORATION STRATEGY

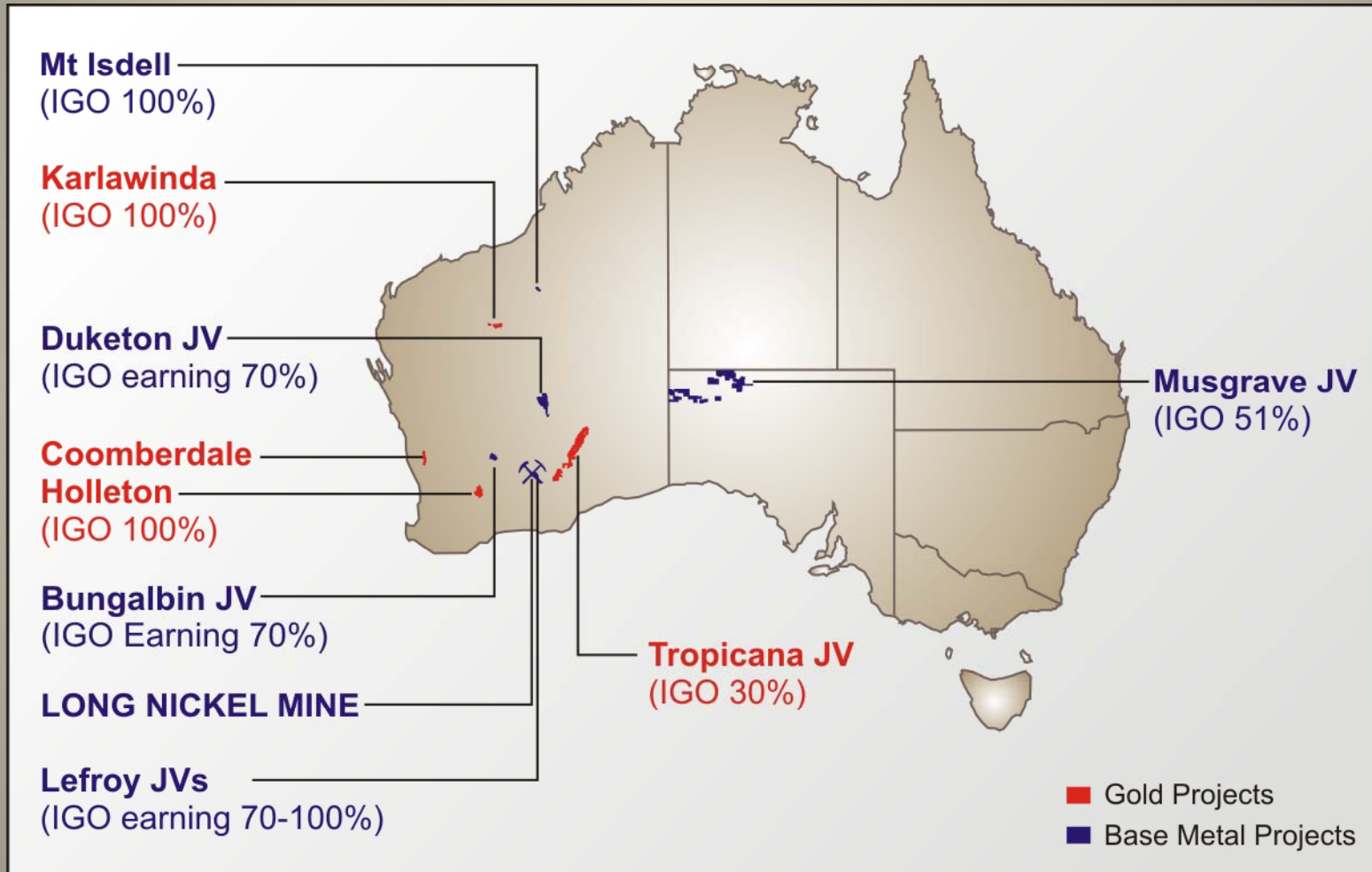
Discovering new, high profit mines by -

- **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**



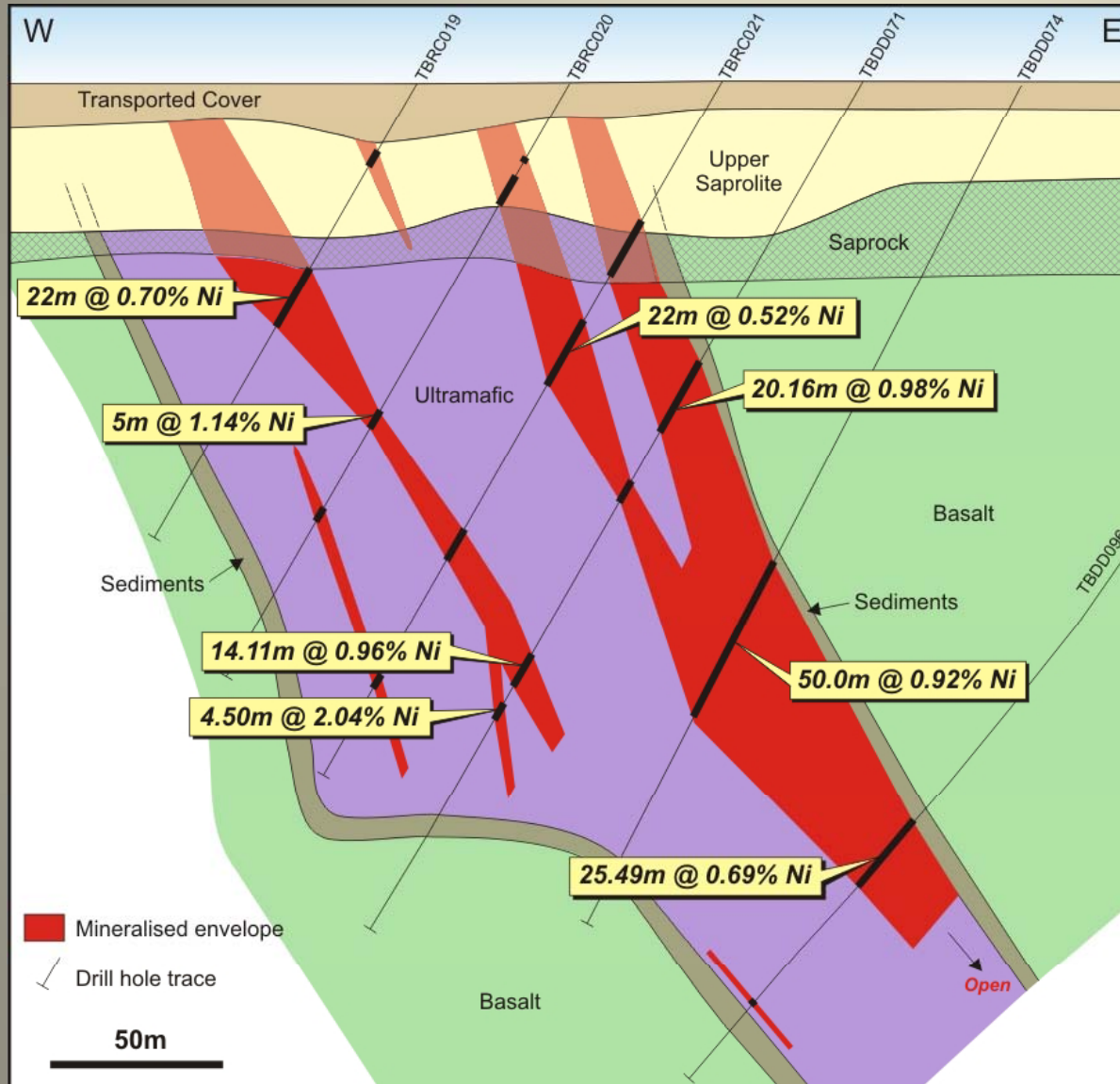


IGO GOLD & BASE METAL EXPLORATION PROJECTS





DUKETON JV – C2 PROSPECT (IGO earning 70%)



C2 Prospect cross-section showing disseminated nickel sulphide system





DUKETON JV – ROSIE PROSPECT DRILL CORE (IGO earning 70%)

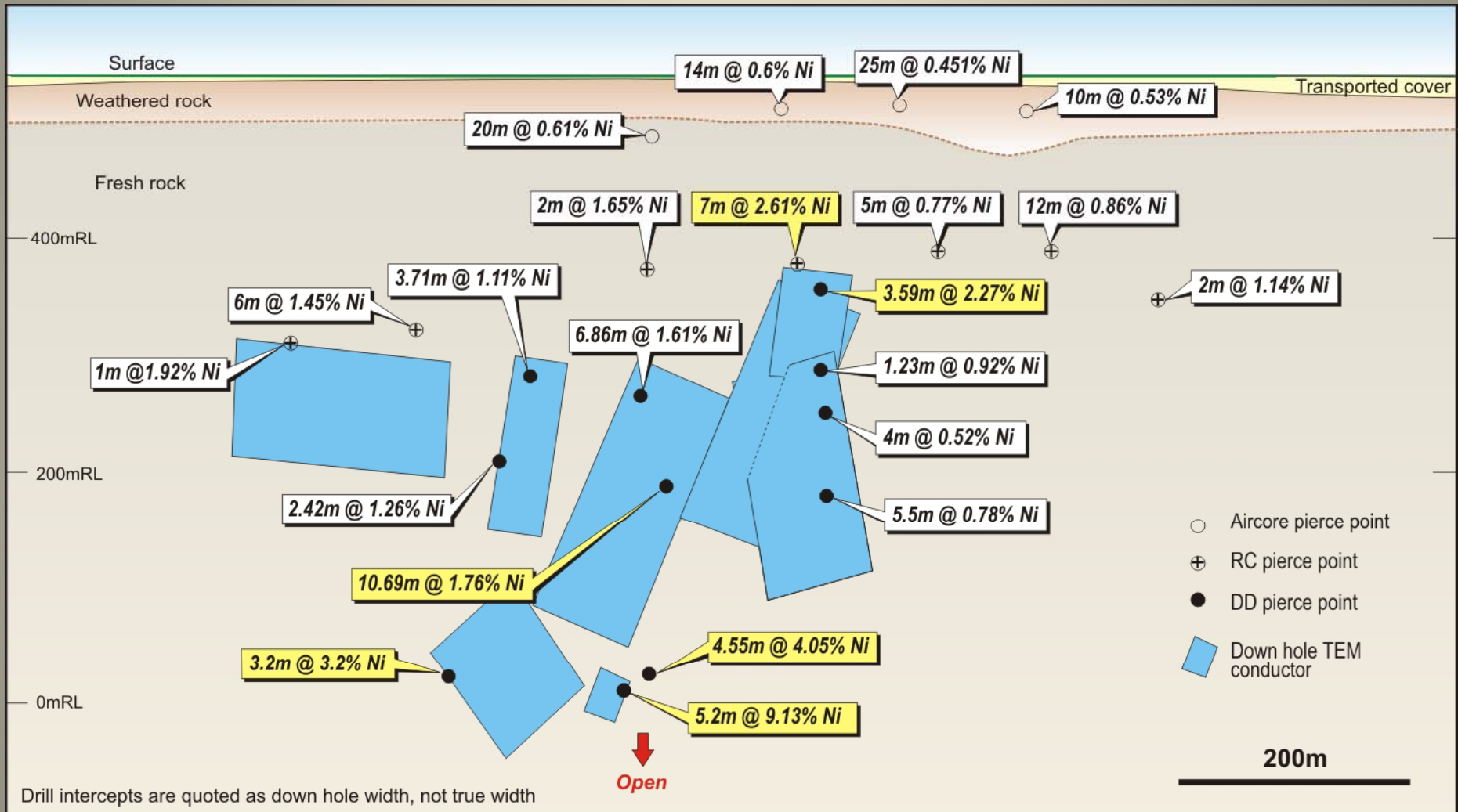


**Rosie Prospect
massive nickel sulphides
assaying:
5.2m @ 9.13% Ni,
1.09% Cu,
0.21% Co,
7.09g/t PGE's
(2.20g/t Pt, 1.74g/t Pd,
1.79g/t Ru & 0.82g/t Rh)**



DUKETON JV - ROSIE PROSPECT

LONGITUDINAL PROJECTION (IGO earning 70%)

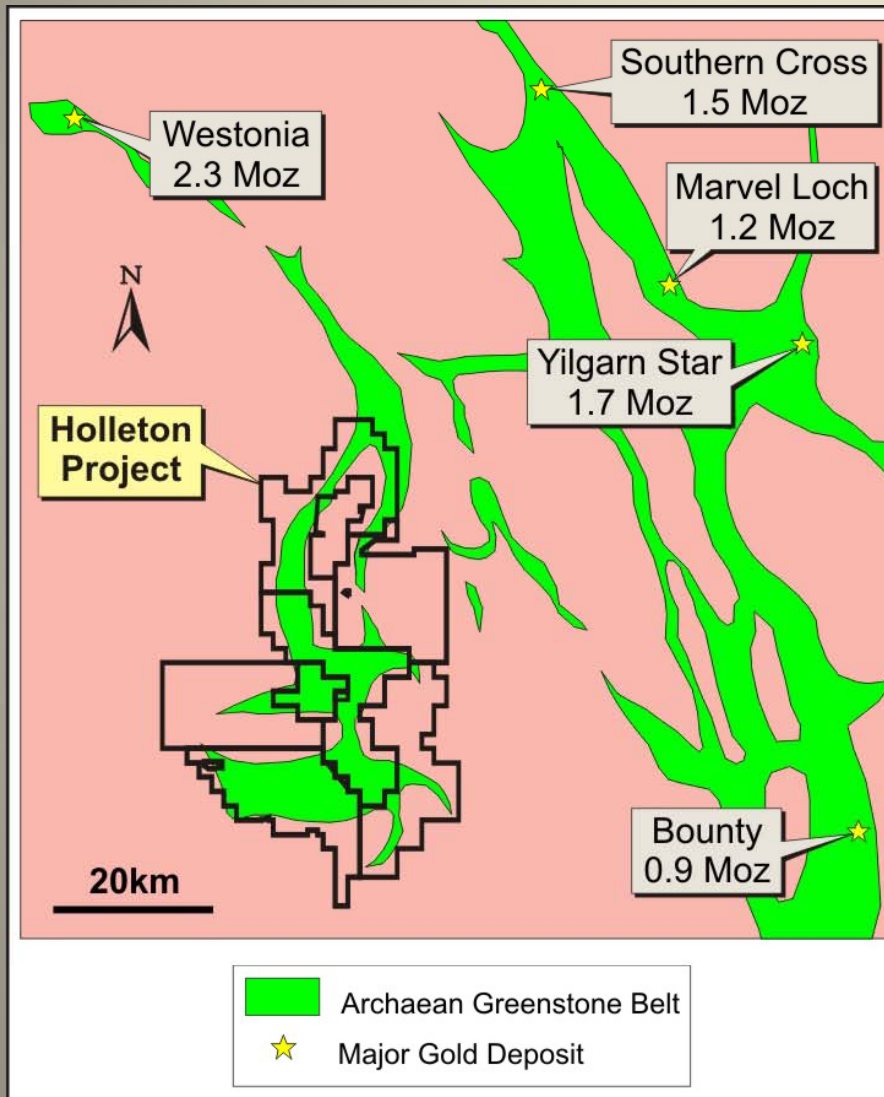




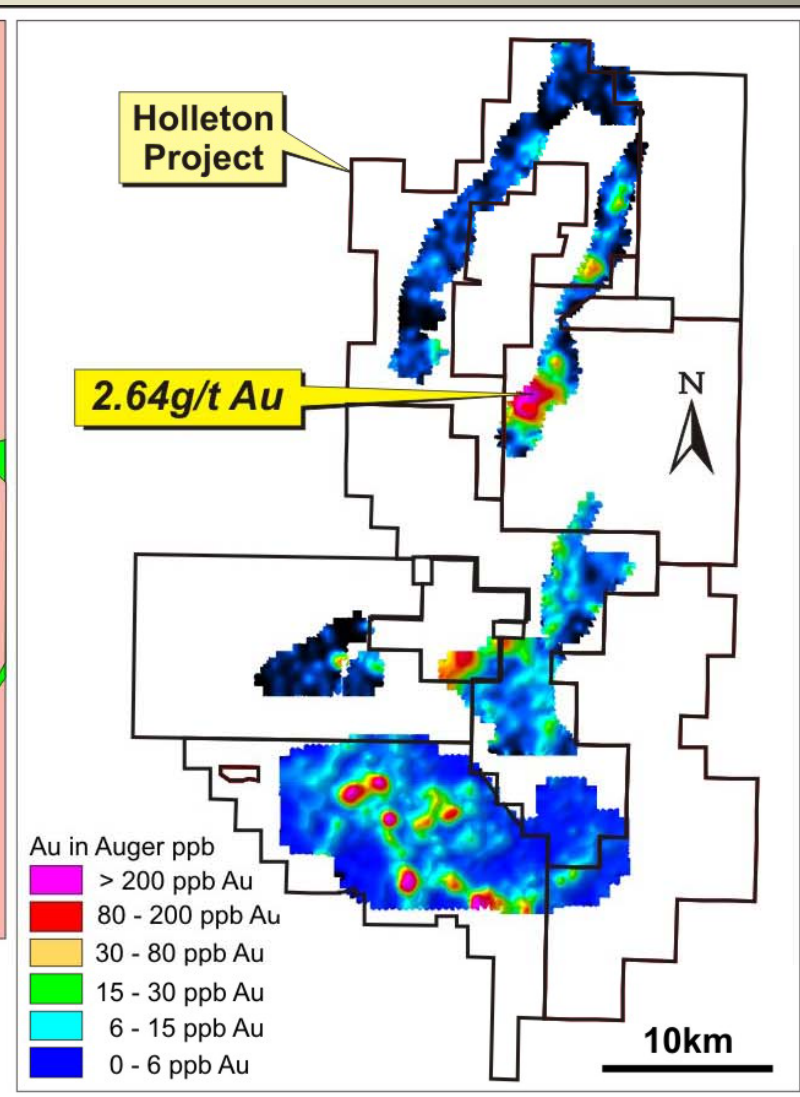
HOLLETON GOLD PROJECT (IGO 100%)

NEW GOLD SYSTEMS DISCOVERED

REGIONAL GEOLOGY



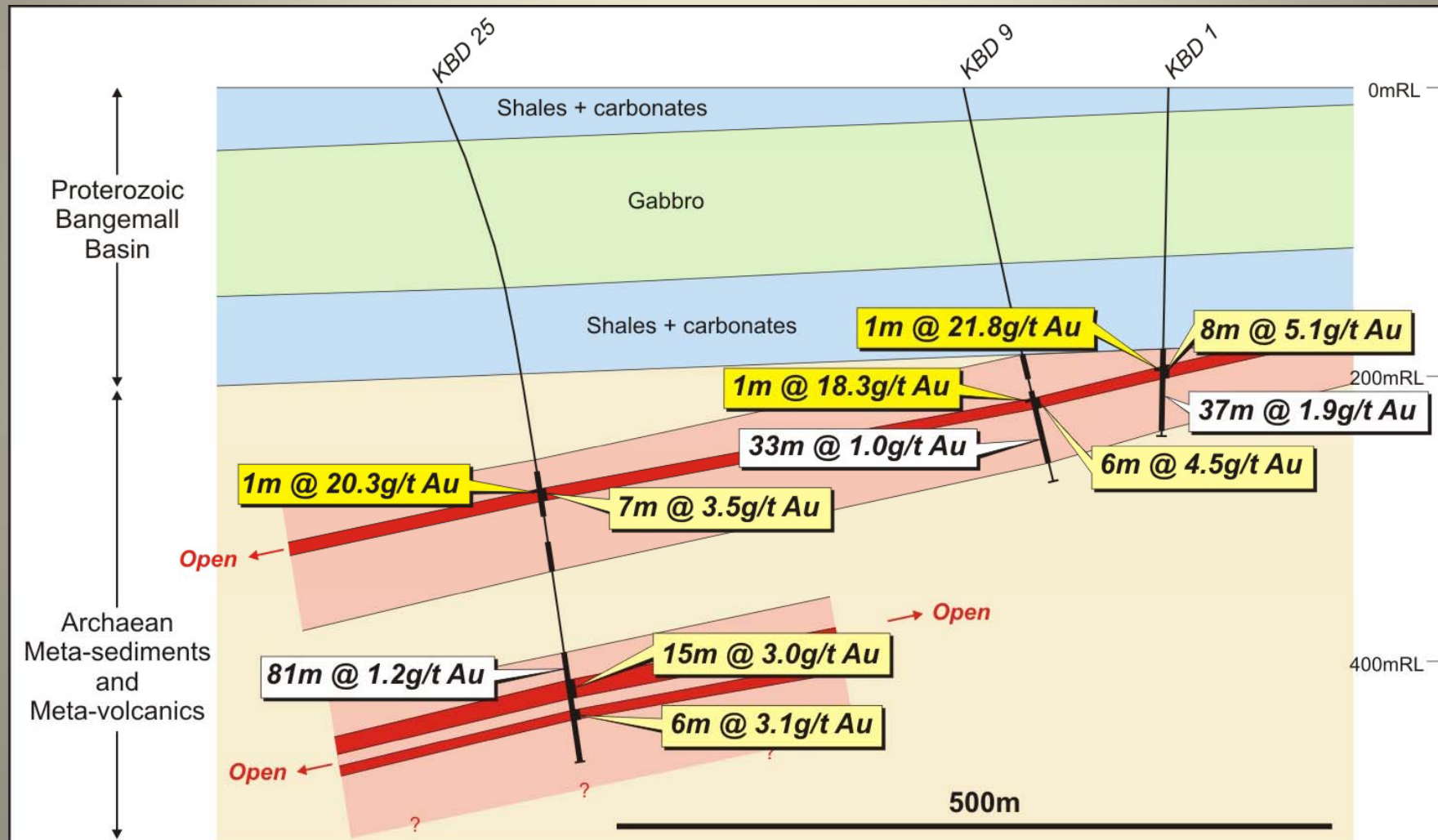
GOLD GEOCHEMISTRY





KARLAWINDA - FRANCO PAN PROSPECT CROSS-SECTION

Very large gold system

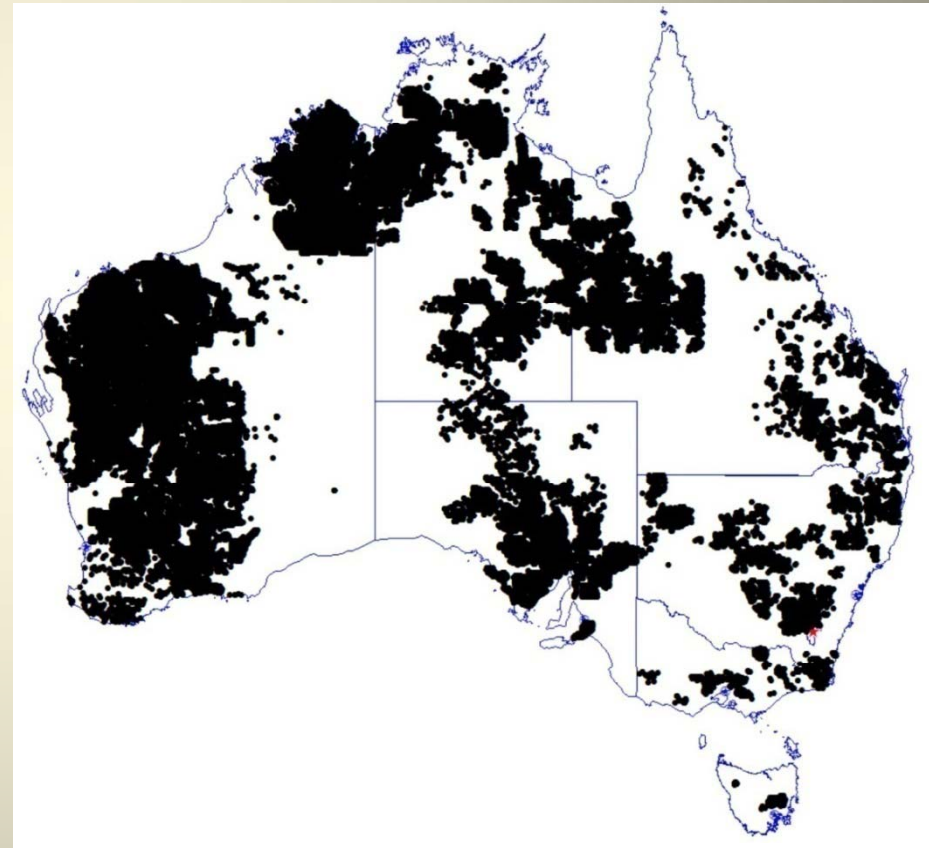




PROJECT GENERATION DE BEERS DATABASE (IGO 100%)

100% IGO – NO BUY-BACK OR ROYALTIES

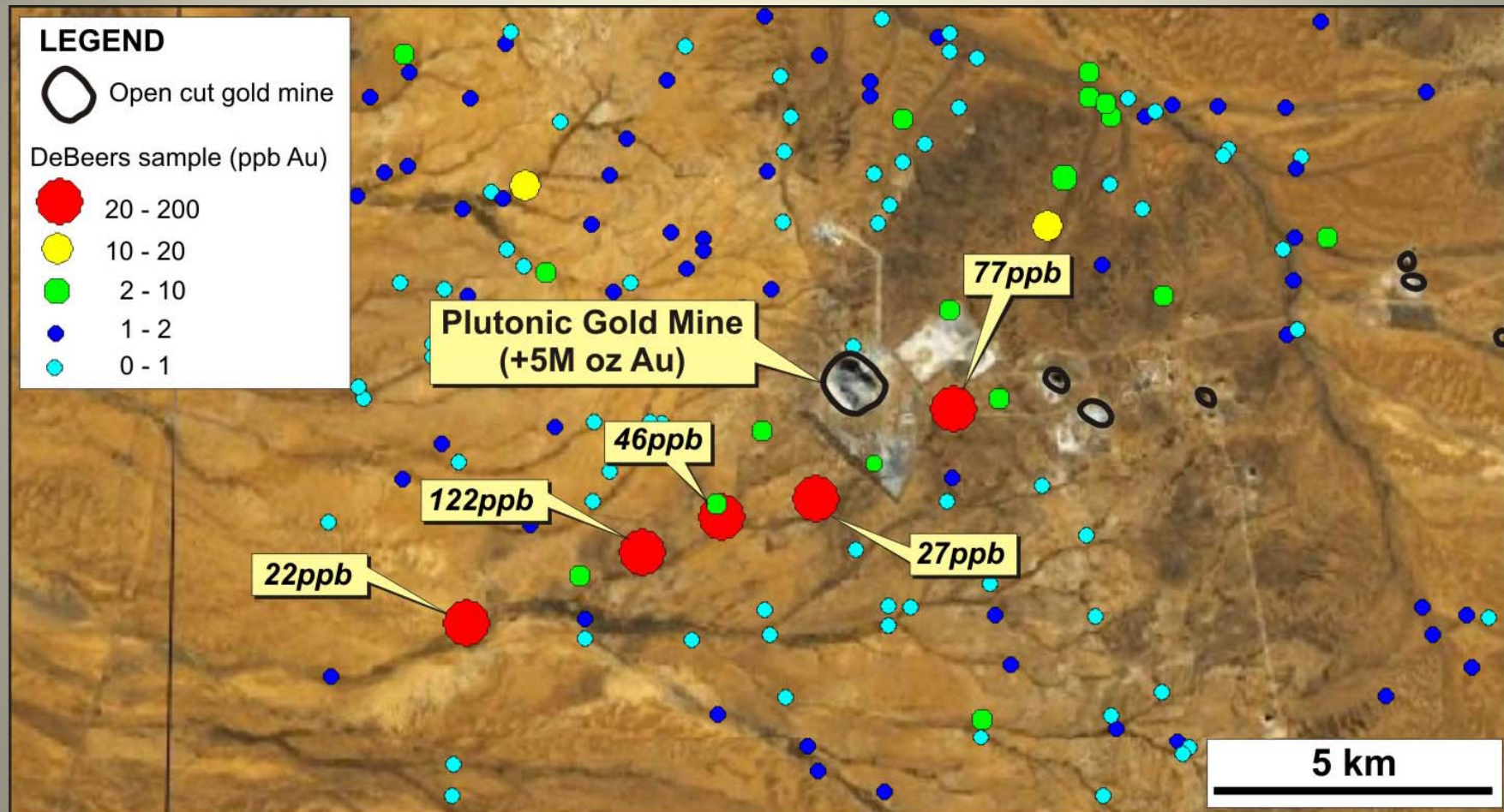
- 103,000 analysed geochemical samples.
- 189,000 unanalysed geochemical samples.
- 2,278 samples reporting visible gold.
- 2,025 geophysical surveys.
- IGO analysing samples for 57 elements including Ni, Cu, Pb, Zn, Au, Ag, Pt, Pd, Ur, rare earths, Sn, Li, K etc.
- Long term exploration asset to find new Australian mineral camps.





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)





2010 GROUP DEVELOPMENT & EXPLORATION FOCUS

LONG NICKEL MINE
Budget: A\$18M*

Complete Moran Development
Moran, McLeay and Long North extension drilling
Strategic study aiming to increase nickel production

TROPICANA JV
Budget: A\$11M*
(IGO share)

Finalise feasibility study and funding
Boston Shaker extension and in-fill drilling
Havana Deeps drill-out
Exploration drilling to test satellite gold anomalies
Continued regional exploration

**REGIONAL
EXPLORATION**
Budget: A\$8M*

Duketon JV – Rosie NiS Prospect drill-out
Karlawinda – Oxide drill-out
Holletin – First pass drilling
DeBeers Database – On-going analysis and target follow-up

CORPORATE
Budget: A\$2M*

Musgrave Float
Continuing Acquisition Evaluation

* Subject to Board approval and may vary depending on results



INDEPENDENCE CORPORATE GOALS

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

Focus on:

Low cash costs

Mine longevity

Innovative exploration

Strong balance sheet



IGO CONTACT DETAILS

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Managing Director – Chris Bonwick

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Western Australia 6951

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Facsimile: +61 8 9479 1877

Email: contact@igo.com.au

Website: www.igo.com.au

ASX Code: IGO





COMPETENT PERSON STATEMENT

Note: The information in this presentation that relates to Exploration Results, Mineral Resources or Ore Reserves 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.



LONG NICKEL MINE 2009 RESOURCES AND RESERVES

RESOURCES					RESERVES				
Undiluted at 1% Ni Cut-off ^{1,2}					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	112,000	4.6	5,200
	Sub-Total	305,000	3.2	10,100					
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 AND RESERVES

June 2009 Open Pit Resources

	Tonnes (Mt)	Grade (g/t) ¹	Contained Gold (Moz) 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

December 2009 Open Pit Reserves

	Tonnes (Mt)	Grade (g/t) ³	Contained Gold (Moz) ⁴
Proved	22	2.4	1.7
Probable	23	2.1	1.6
TOTAL	45	2.3	3.3

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

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

3 Cut-off: 0.7g/t Au oxide ore, 0.8g/t Au fresh ore.

4 A\$1,058/oz optimisation (US\$900/oz gold price, 0.85 A\$/US\$ exchange rate).

5 See previous slide for JORC required competent person sign-off.