



INDEPENDENCE GROUP NL

Delivering Shareholder Wealth by Mining & Exploration Success

Investor Update

February 2008

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

Capital Structure

116.0M shares & 2.7M staff options
26 Institutions with >0.5M shares

Jul-Dec 07

NPAT: \$35.6M (unaudited)
EPS: \$0.30 / share (unaudited)
Dividend: 6c div. + 6c special div.

Long Nickel Mine

Cash costs: A\$3.75/lb Ni
Production Target: +9,000t Ni p.a.
Resources: 79,300t Ni @ 5.1% Ni
Reserves: 39,600t Ni @ 3.6% Ni
Significant potential to extend mine life

Tropicana JV

Resource: 30% of 4.05M oz open cut
Significant underground & regional potential

Regional Exploration

17 high quality Ni, Au and Cu-Pb-Zn
exploration projects.
Unique exploration targeting & technology.



CORPORATE OVERVIEW

◆ ASX Code:	IGO (S&P / ASX 200)
◆ Share Price:	A\$7.88 (1.02.08)
◆ Fully paid shares:	116.0M
◆ Unlisted Options:	2.7M
◆ Market Capitalisation (undiluted):	A\$911M
◆ Cash & Receivables net creditors:	A\$161M (31.12.07)
◆ Daily turnover (6 month average):	765,826
◆ Debt:	A\$1M (31.12.07)



THE BOARD OF INDEPENDENCE GROUP

Rod Marston (64)

Chris Bonwick (48)

Kelly Ross (45)

John Christie (69)

Oscar Aamodt (61)

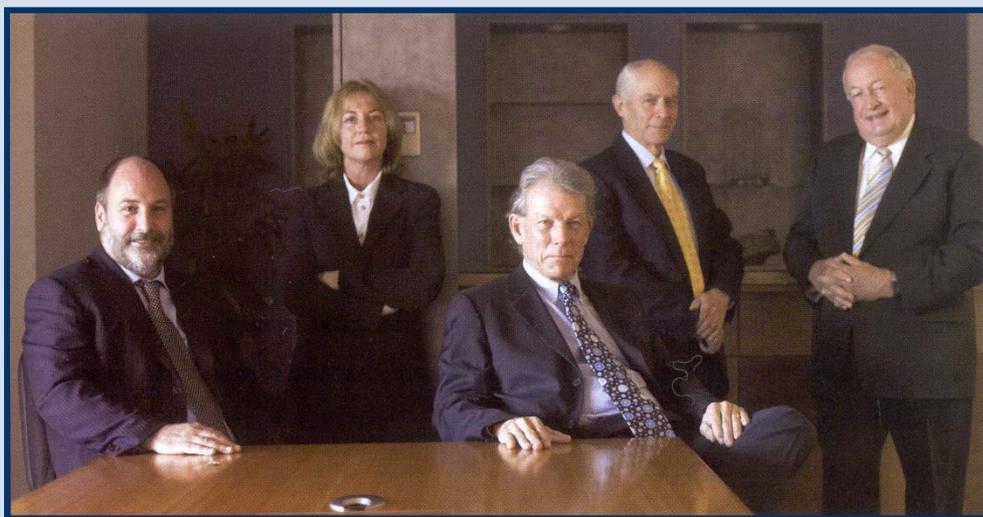
Non Executive Chairman

Managing Director

Executive Director & CFO

Non Executive Director

Non Executive Director



**Over 140 years
experience in
junior, mid-cap &
multinational mining
companies**



IGO TOP 50 SHAREHOLDERS

Total issued capital - 116.0M Ordinary share & 2.7M staff options
Top 50 - 71.2% of issued capital at 2.11.2007

Country	Institutions Share %	Institutions >0.5 M shares	Private Investors >0.5 M shares
Australia	32%	15	9
North America	7%	7	
UK	4%	2	
Europe	3%	1	
New Zealand	2%		1
Asia	1%	2	
TOTAL	49%	26	10

Directors & Staff own 7% of IGO



TOP TEN SHAREHOLDERS

Ordinary Shares as at 5.02.08

National Nominees	15.6M	13.4%
JP Morgan Nominees	12.0M	10.4%
HSBC Custody Nominees	11.8M	10.1%
Citicorp Nominees	9.1M	7.8%
ANZ Nominees	7.4M	6.4%
Forty Traders Limited	3.3M	2.9%
Cogent Nominees	3.3M	2.8%
RBC Dexia Investor Services	2.8M	2.4%
Yarandi Investments	2.3M	2.0%
K Schiller	2.0M	1.7%
	69.6M	59.9%

Substantial shareholders: Barclays - 7.81M shares (6.4%)
Orion - 7.49M shares (6.4%)
JP Morgan - 7.10M shares (6.1%)



FINANCIALS

	1st Half 2008 FY*	2007 FY
Total revenue	\$88M	\$226M
EBITDA	\$62M	\$161M
Profit before tax	\$55M	\$151M
Net profit after tax	\$36M	\$105M
Operation cash flow before tax	\$186M	\$186M
Diluted earnings per share	30c	90c
Dividend payment per share	12c	13c

*** Subject to audit**



IGO CASH & INVESTMENTS

Cash & Receivables net of creditors (7.02.08) \$161M

Company	Share Number	Share Price*	Share Value*
Matrix Metals Limited	128.9M	8.5c	\$11M
Southstar Diamonds	50%	Unlisted	Unlisted
TOTAL			\$172M

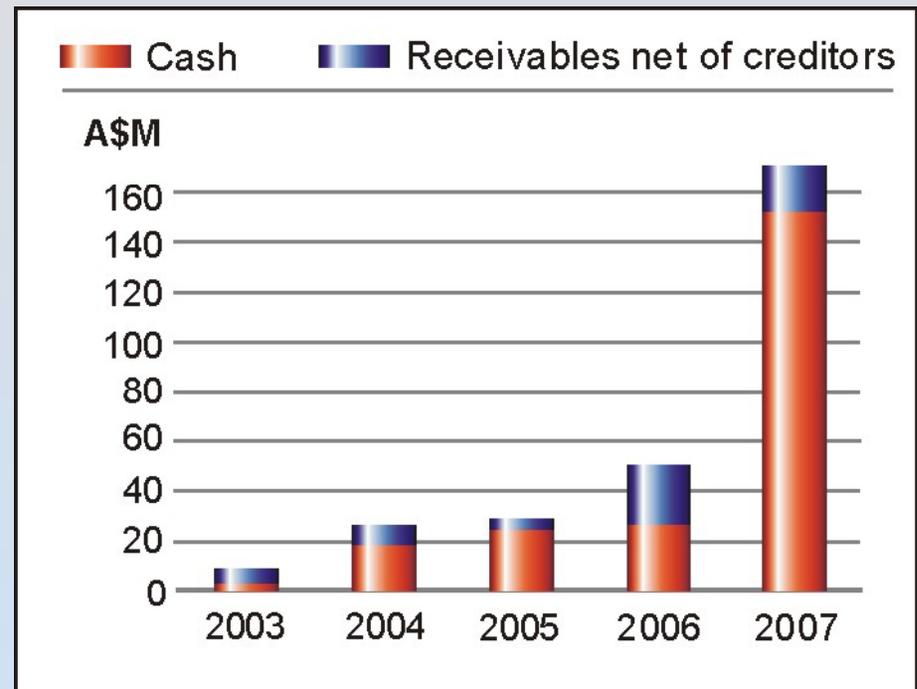
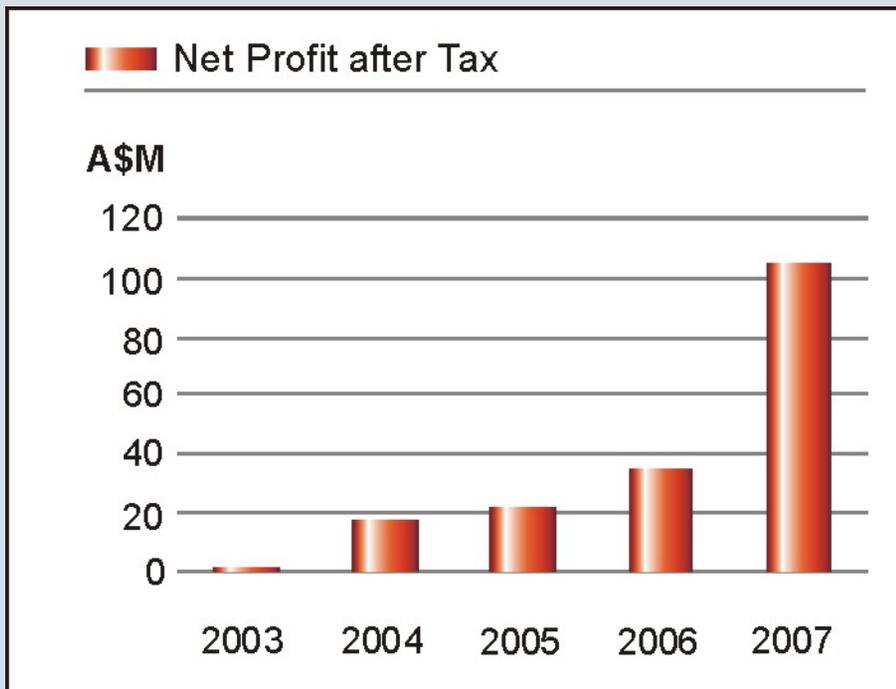
***As at 7.02.08**



IGO FINANCIAL YEAR STATISTICS

Net Profit after Tax

Cash & Net Receivables

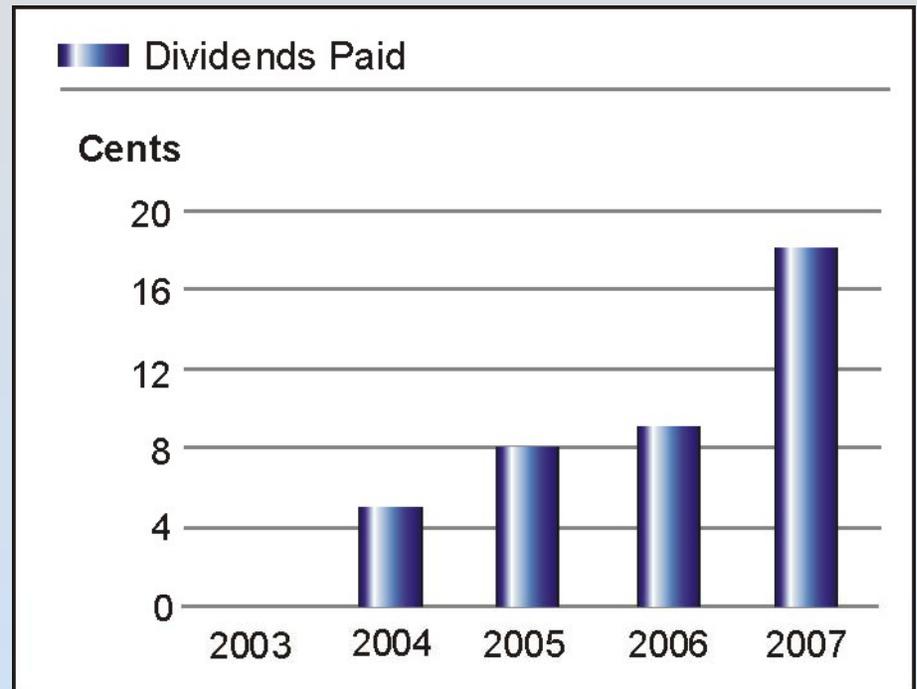
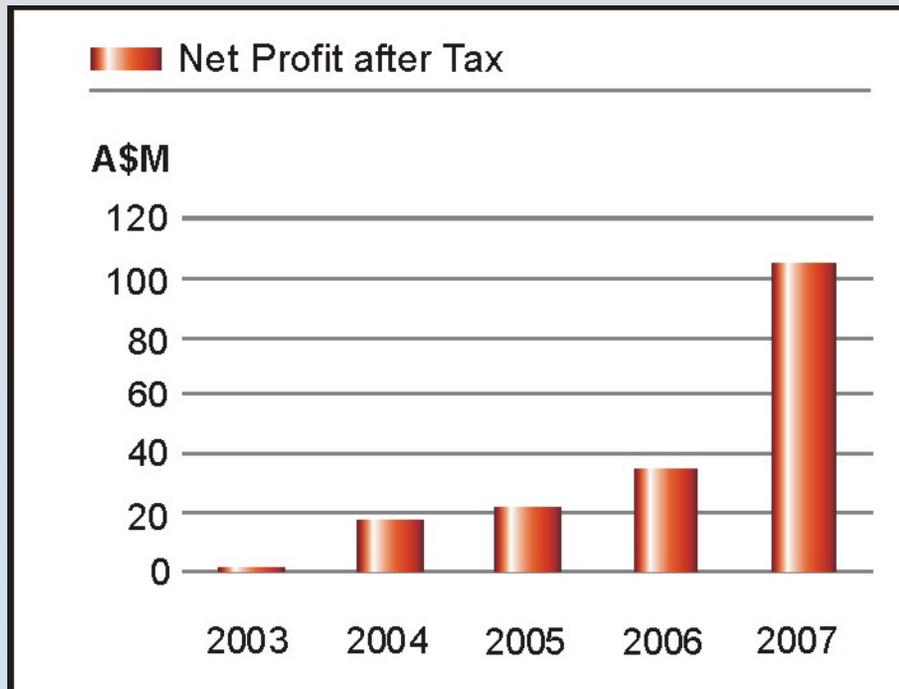




IGO FINANCIAL YEAR STATISTICS

Earning per Share

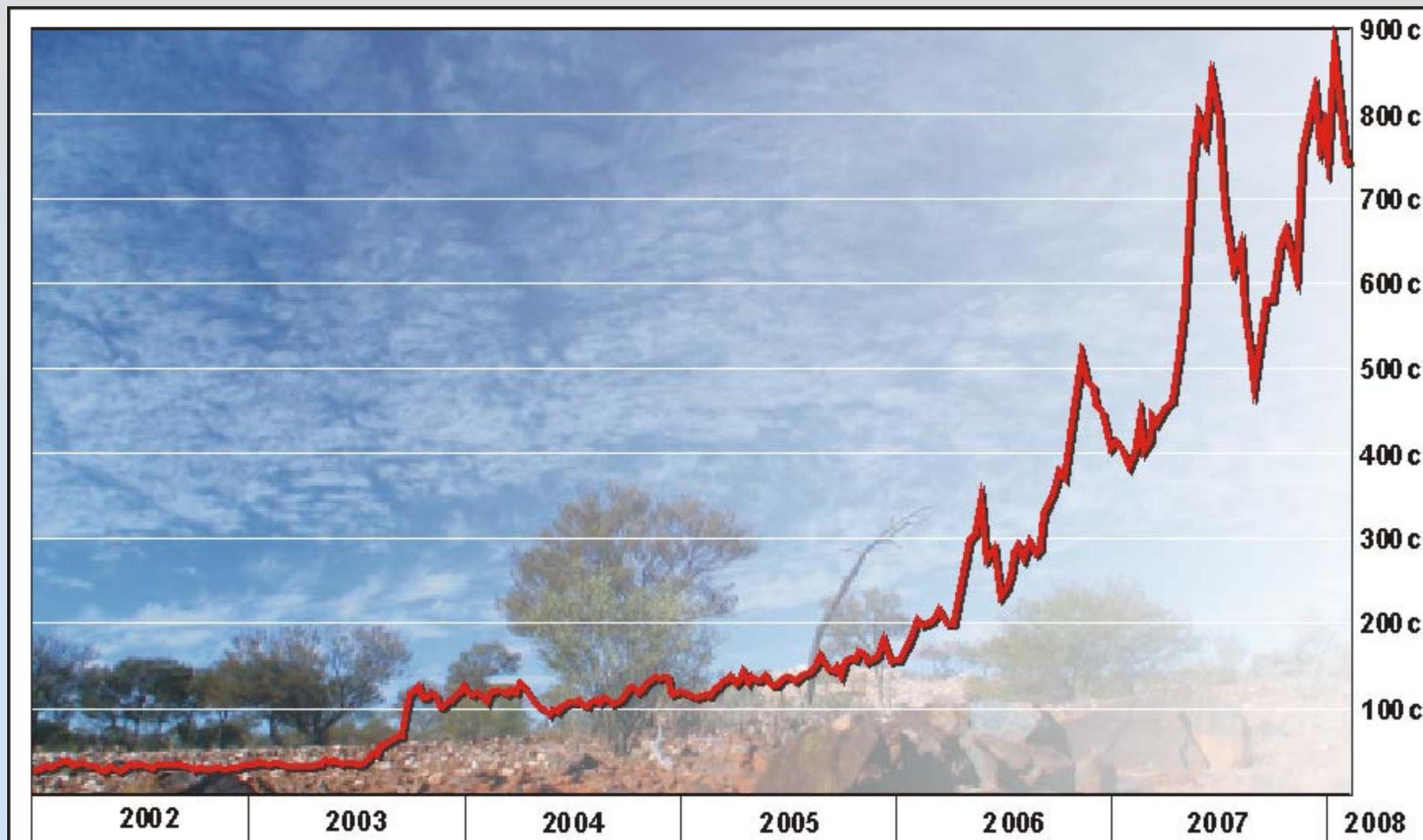
Fully Franked Dividends





IGO SHARE PRICE TO 01.02.08

Weekly Average





INDEPENDENCE GROUP NL

LONG NICKEL MINE
IGO'S CURRENT CASH PRODUCING ASSET
Purchase price = A\$15M



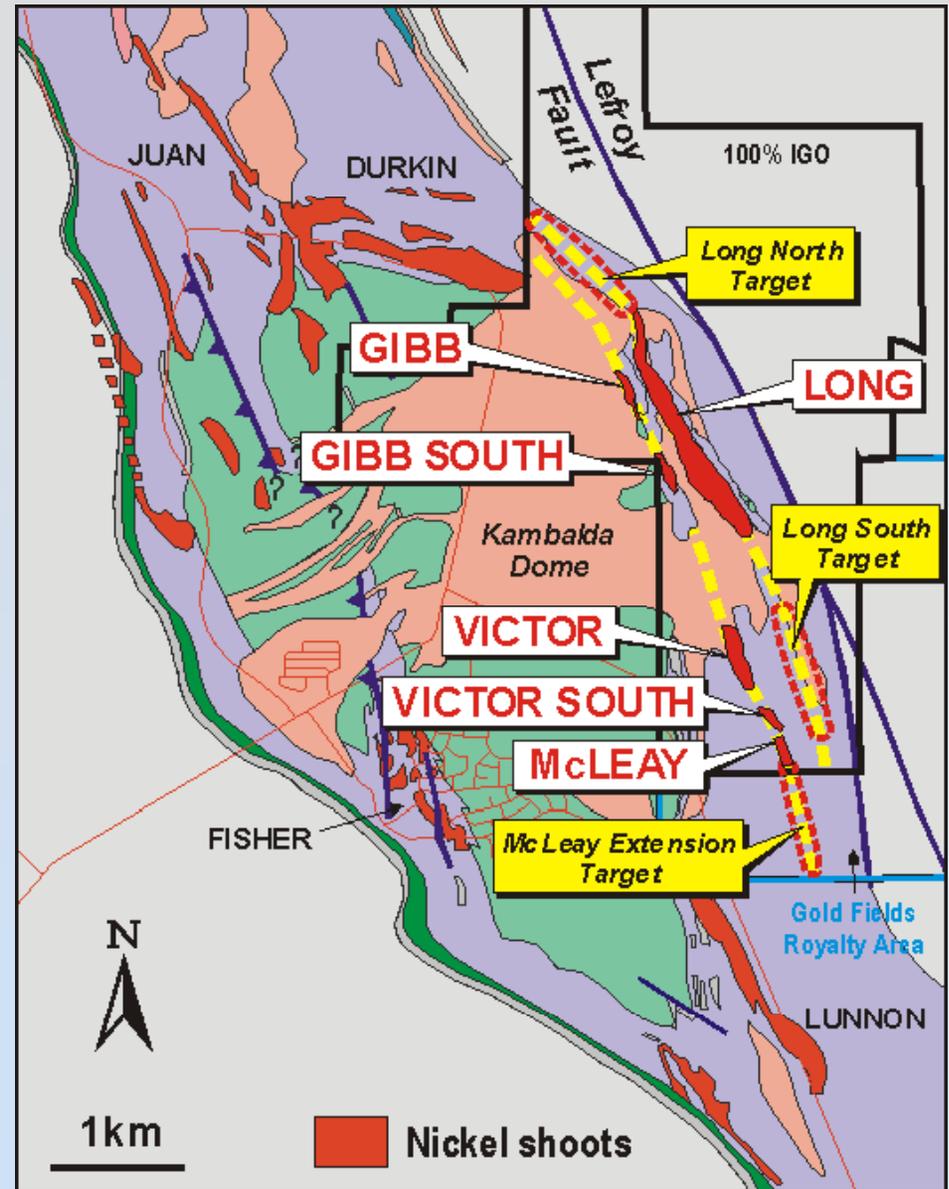
LONG NICKEL MINE (IGO 100%)

HISTORY:

- ◆ Starting Reserve = 26,800Ni t
- ◆ Production to Dec07 = 42,600Ni t
- ◆ June 2007 Resource = 79,300Ni t
- ◆ June 2007 Reserves = 39,600Ni t

GOALS:

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





LONG MINE PERSONNEL

- ◆ Owner operator with 118 salaried employees & 40 full time contractors.
- ◆ Only 3 LTI's since commencement.
- ◆ Very experienced team.
- ◆ Productivity bonus.





2006/7 PRODUCTION

	1 st Half 2007/8	2006/7
◆ Production	5,181 Ni t	9,825 Ni t
◆ Grade	3.83% Ni	3.69% Ni
◆ Cash Costs (payable)	A\$3.75/lb Ni	A\$4.35/lb Ni
◆ Revenue	A\$12.0/lb Ni	A\$18.75/lb Ni
◆ Cash & Net Receivables	A\$161M	A\$165M
◆ Profit	A\$36M*	A\$105M
◆ Debt	A\$1M	A\$2M

*Unaudited



2007/8 PRODUCTION BUDGET

	2007/8 Budget	1st Half 2007/8
◆ Production	8,800-9,000 Ni t	5,181 Ni t
◆ Grade	3.8% Ni	3.8% Ni
◆ Cash Costs (payable)	A\$4.50-4.65/lb Ni	A\$3.75/lb Ni

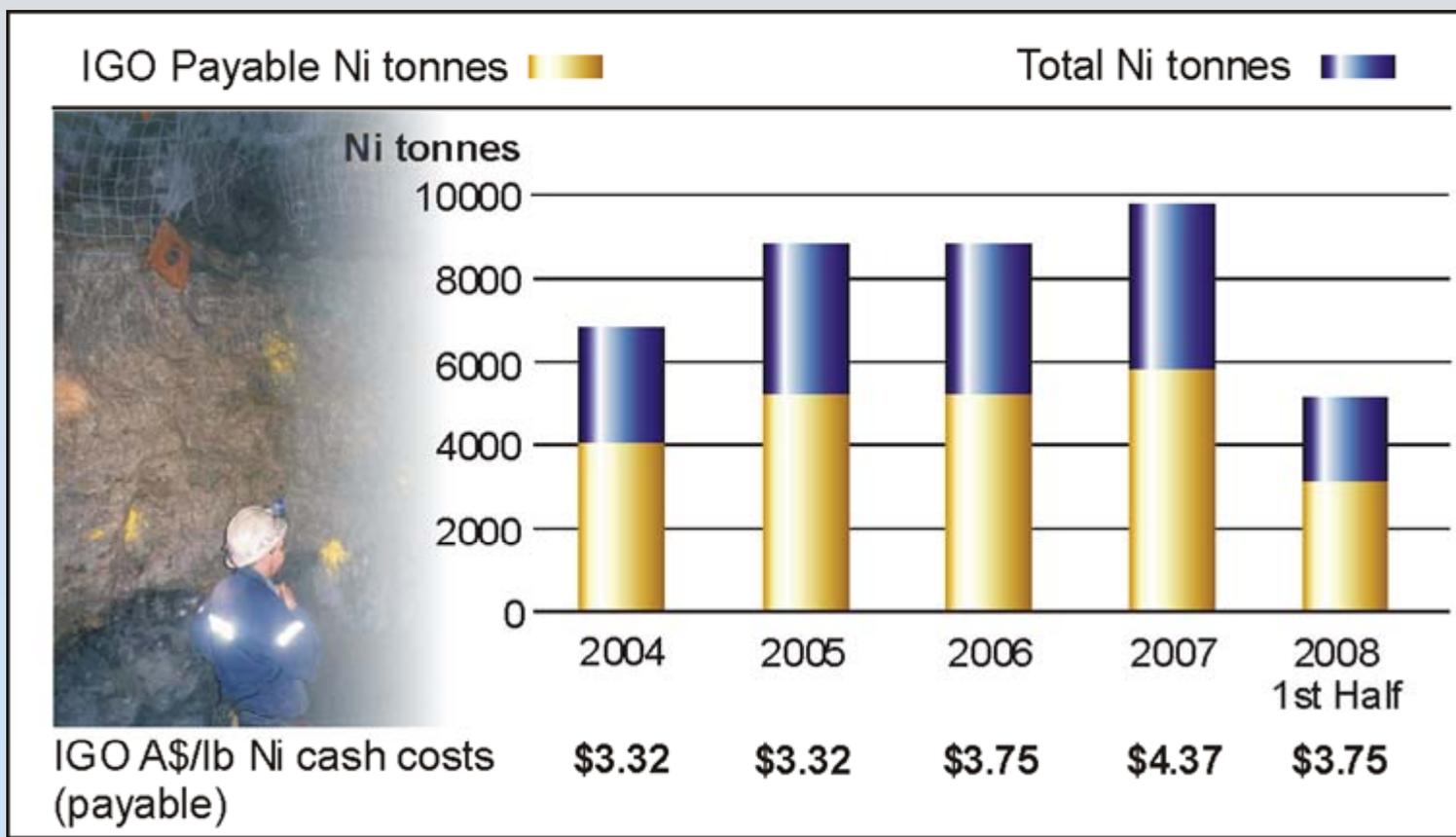


**1st Half
2007/8
\$35.6M
NPAT
(unaudited)**



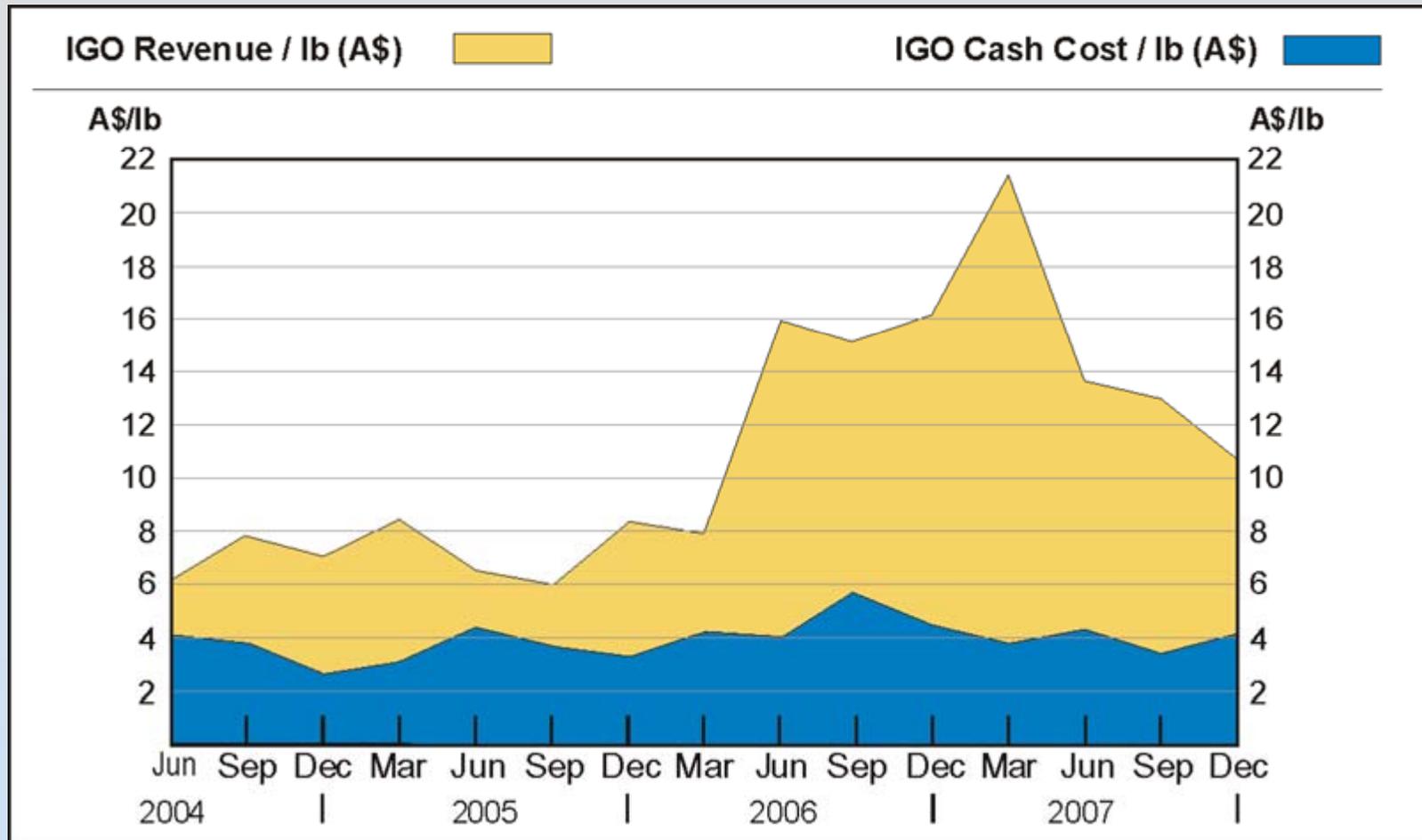
PRODUCTION TO JUNE 07

Operator	Period	tonnes	% Ni	Ni tonnes
WMC	1979-1999	5.43 million	3.7	203,184
IGO	Oct 02 – Jun 07	1.1 million	3.9	42,620





QUARTERLY CASH COSTS & REVENUE





LONG MINE & RESERVES LONGITUDINAL PROJECTION

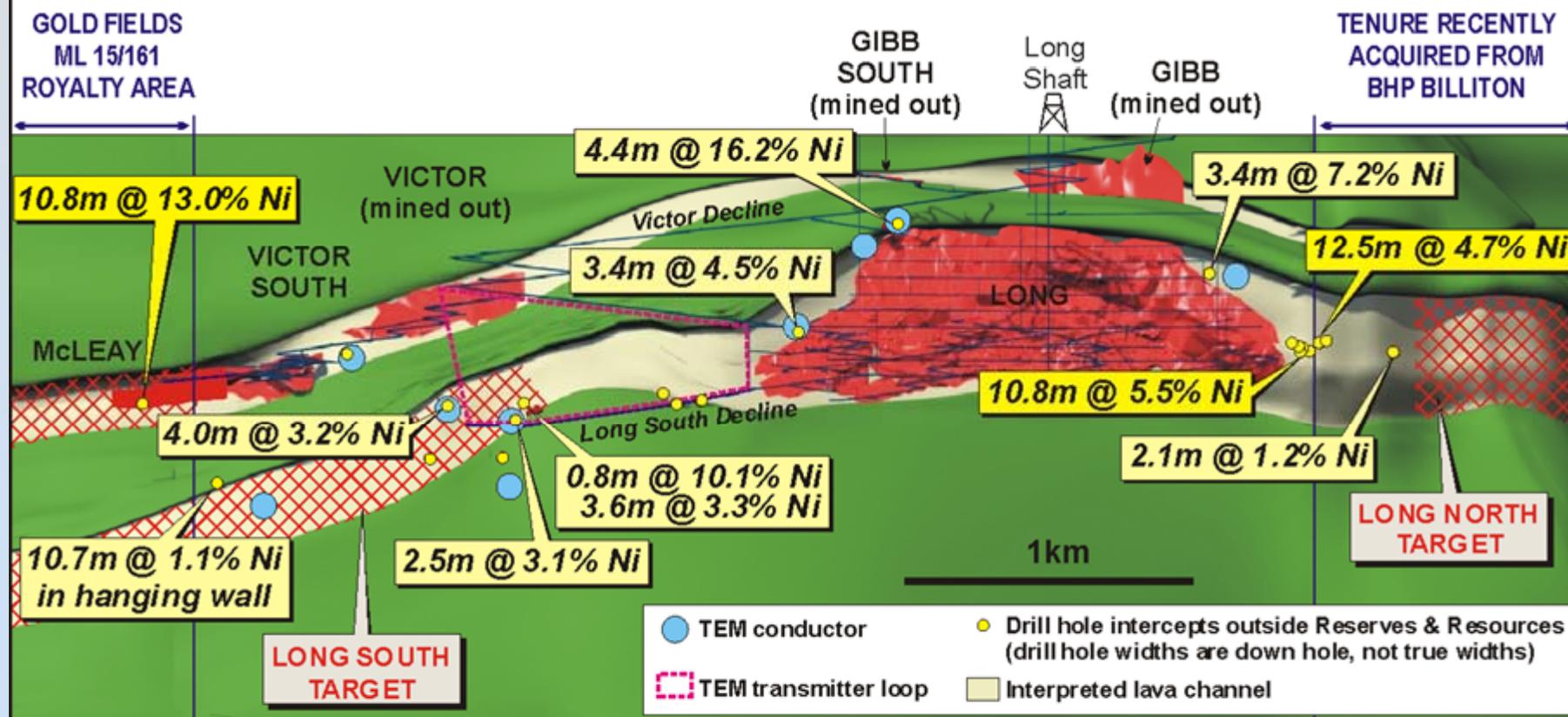
June 2007 Mineral Resources

LONG	621,000t @ 4.8% Ni (35,700t Ni)
VICTOR SOUTH	396,000t @ 3.7% Ni (14,700t Ni)
McLEAY	528,000t @ 5.4% Ni (28,600t Ni)
TOTAL	1,552,000t @ 5.1% Ni (79,300t Ni)

June 2007 Ore Reserves

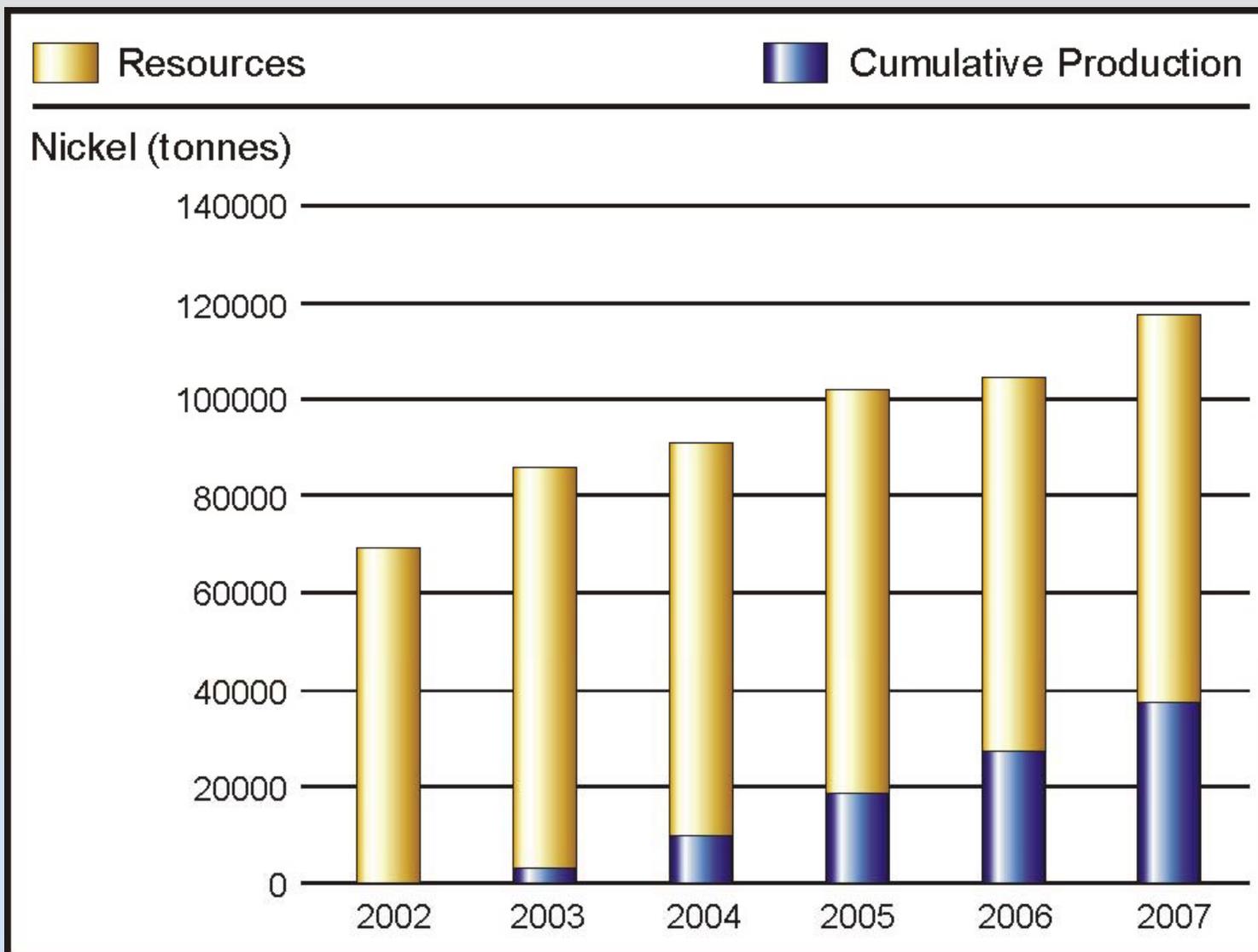
LONG	469,000t @ 3.4% Ni (16,000t Ni)
VICTOR SOUTH	289,000t @ 3.5% Ni (10,200t Ni)
McLEAY	336,000t @ 3.9% Ni (13,100t Ni)
TOTAL	1,101,000t @ 3.6% Ni (39,600t Ni)*

* Includes broken ore stocks



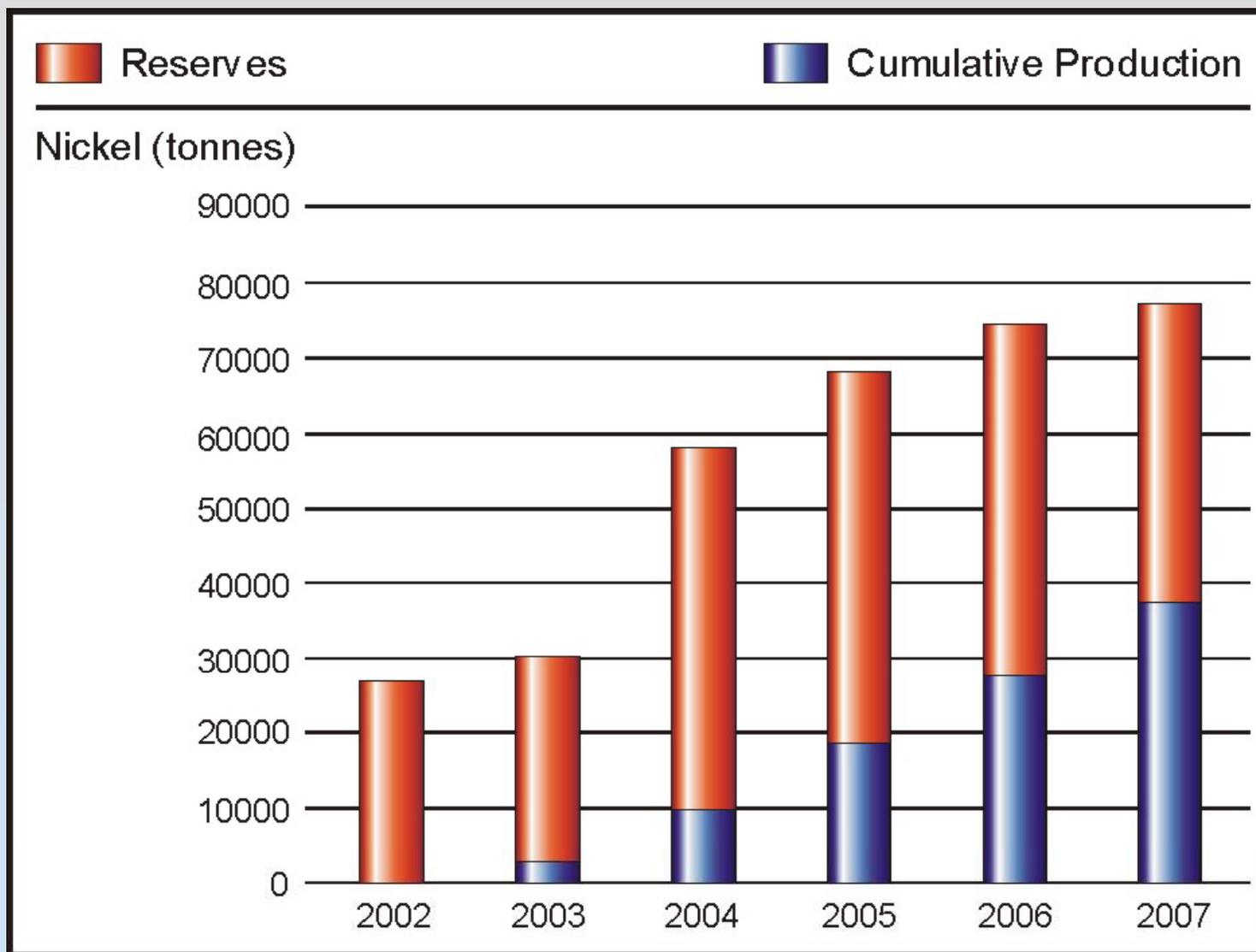


LONG MINE ACCUMULATED RESOURCE & PRODUCTION





LONG MINE ACCUMULATED RESERVE & PRODUCTION





LONG MINE PRODUCTION STATS

1st Half 2007/8

Ore Reserve Est.	2,425 Ni t
Ore Reserve Actual	4,777 Ni t
Outside Reserve Actual	405 Ni t
TOTAL	5,181 Ni t

OCT 2002 – DEC 2008 IGO PRODUCTION

Ore Reserve Est.	27,347 Ni t
Ore Reserve Actual	36,597 Ni t
Outside Reserve Actual	6,040 Ni t
TOTAL	42,637 Ni t



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

- ◆ 100m search radius.
- ◆ 3D visualisation of massive NiS targets.

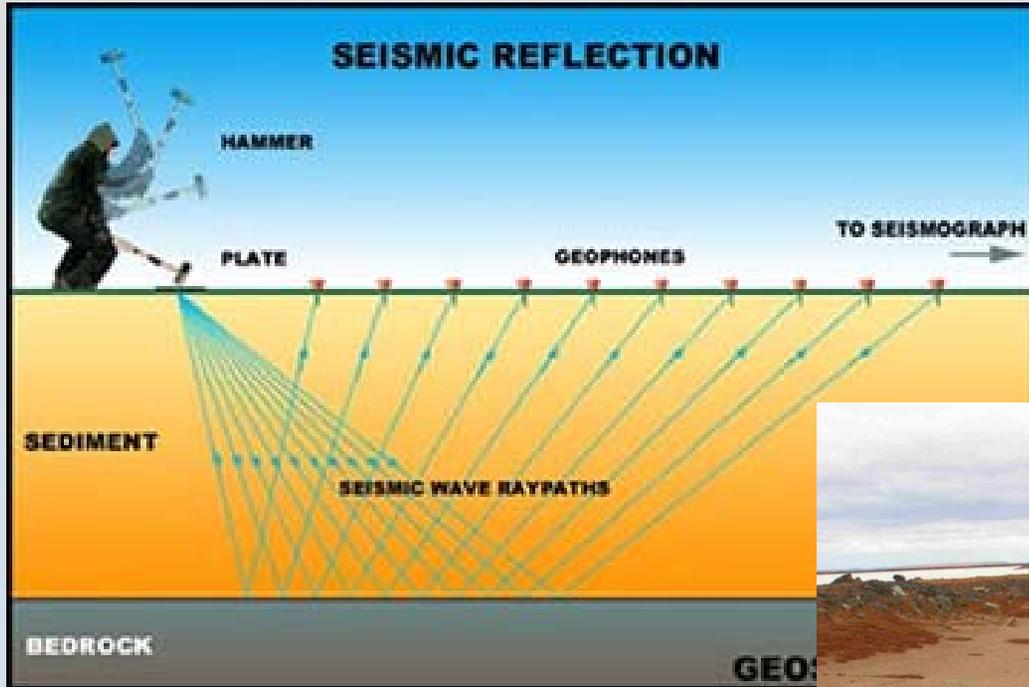


3 component underground TEM system

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

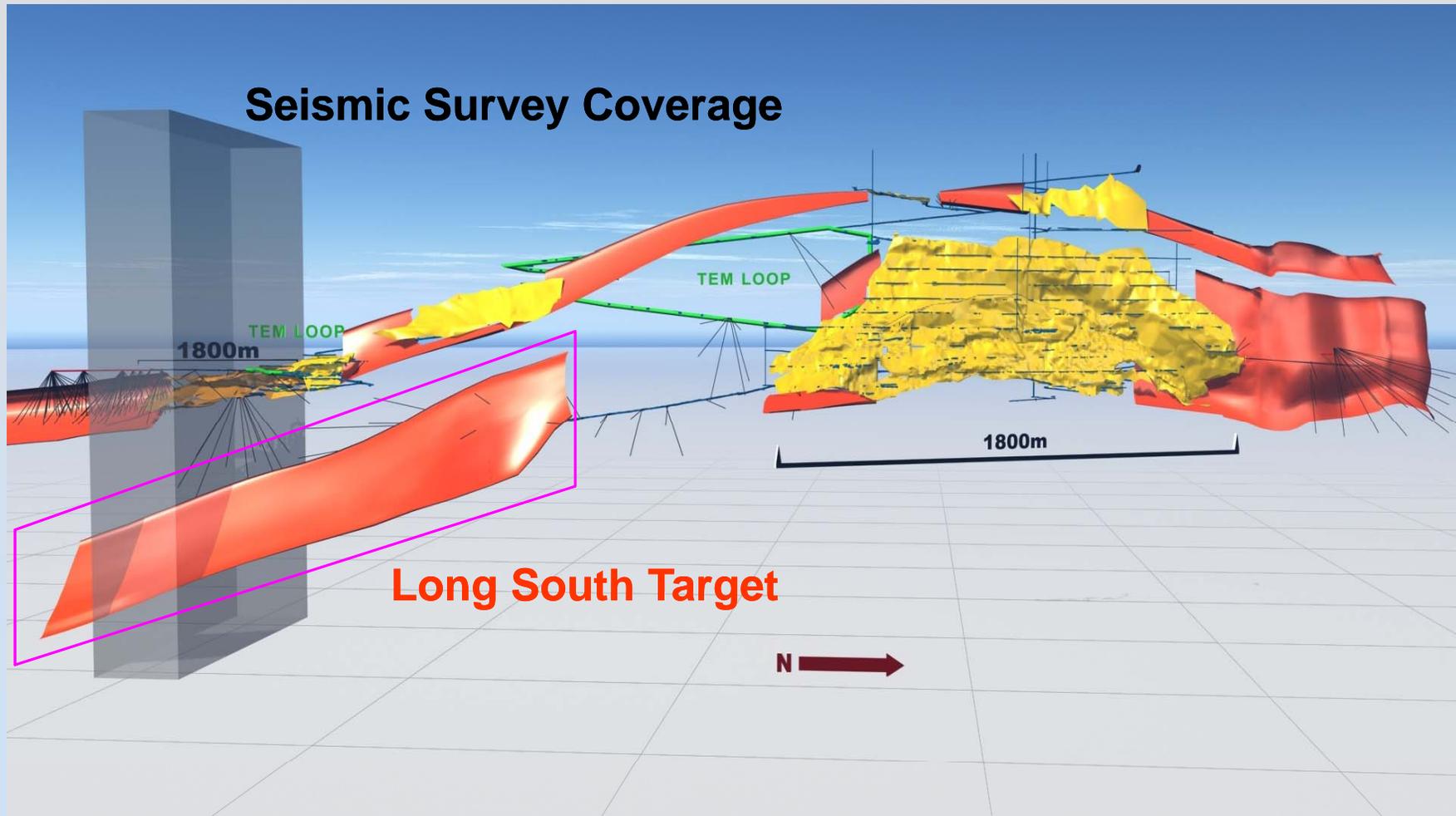


MINE GEOPHYSICS SEISMIC REFLECTION



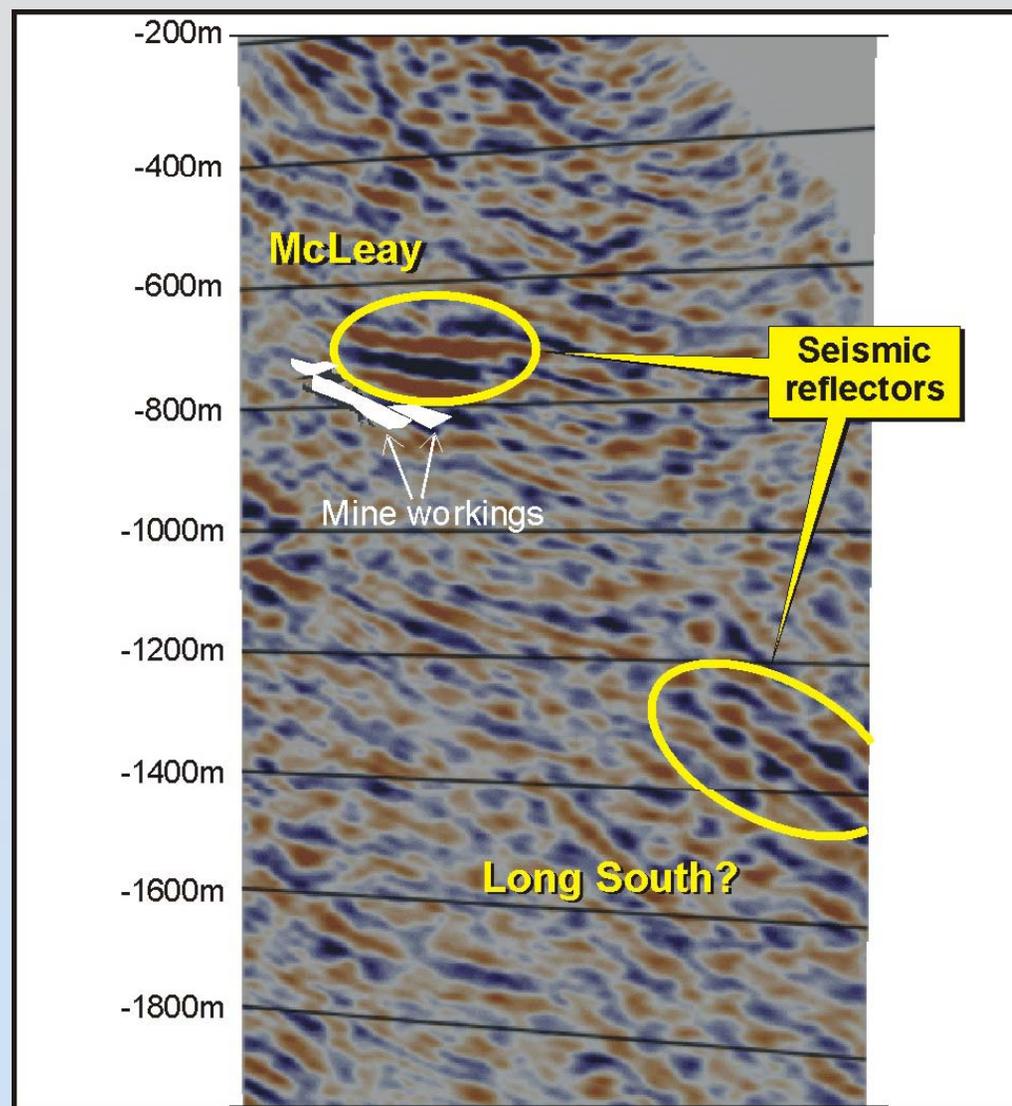


LONG SOUTH SEISMIC SURVEY





MCLEAY AND LONG SOUTH SEISMIC SECTION



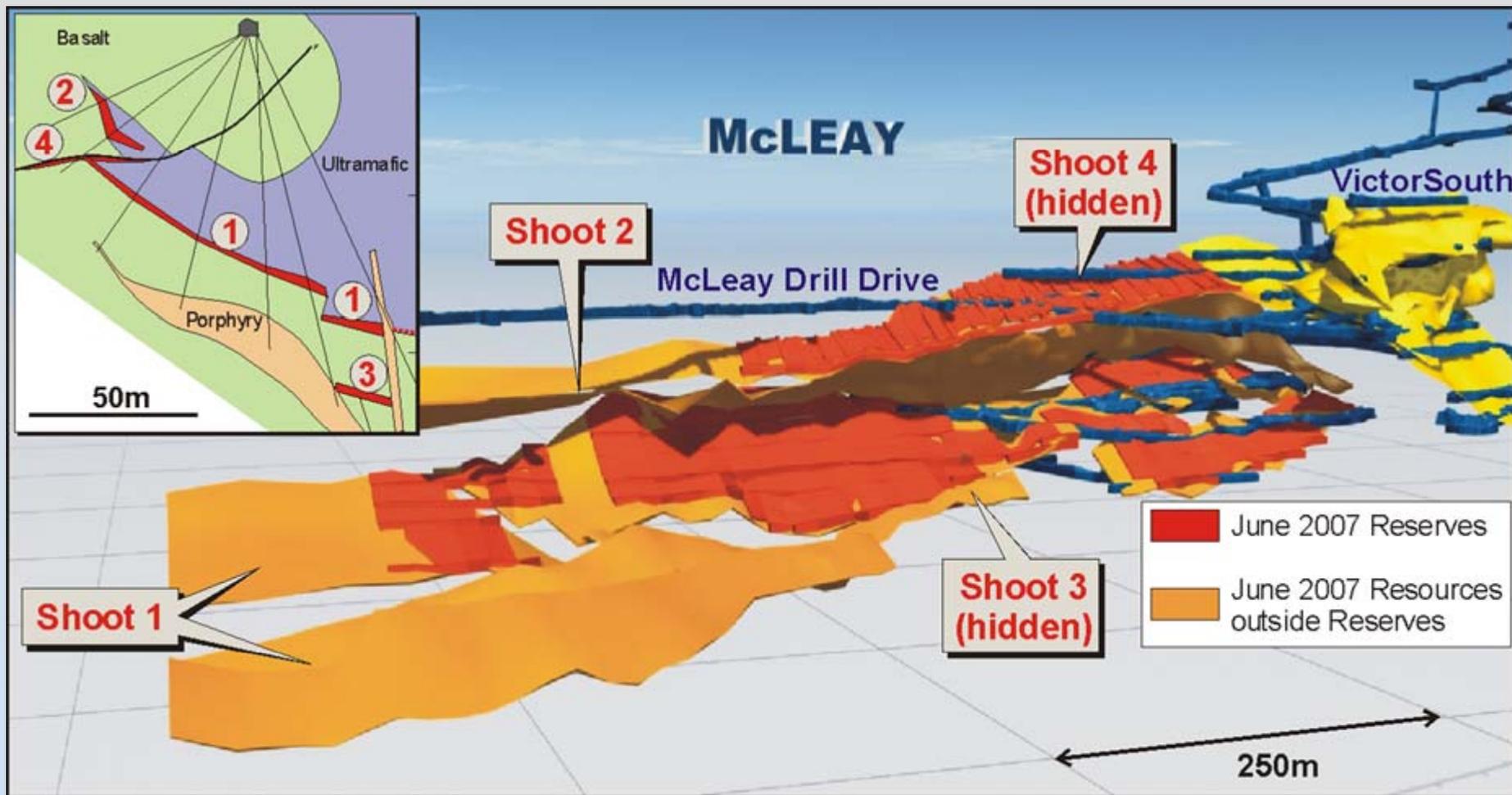


LONG FLY THROUGH



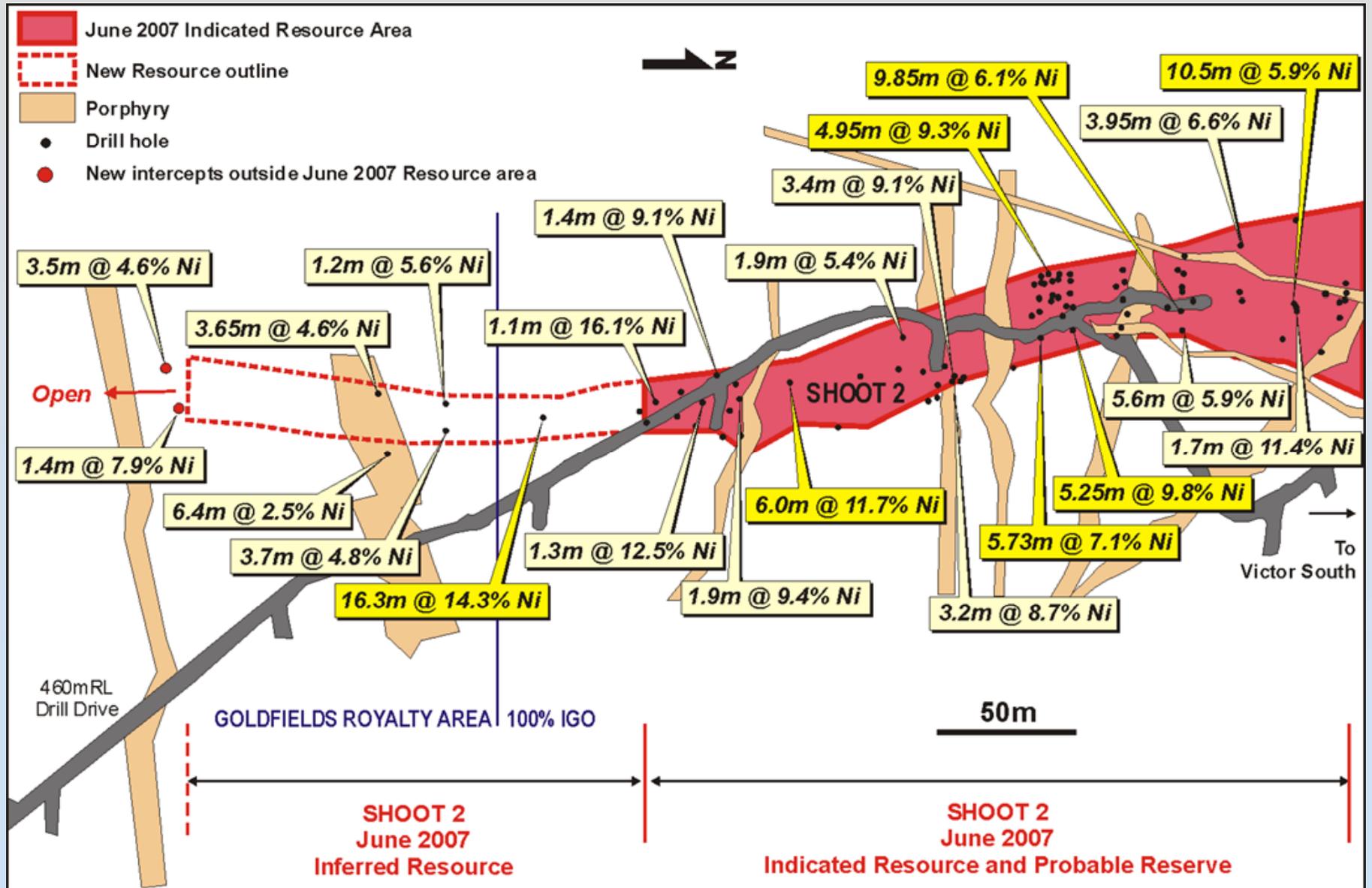


McLEAY 3D MODEL SHOWING NICKEL SHOOTS



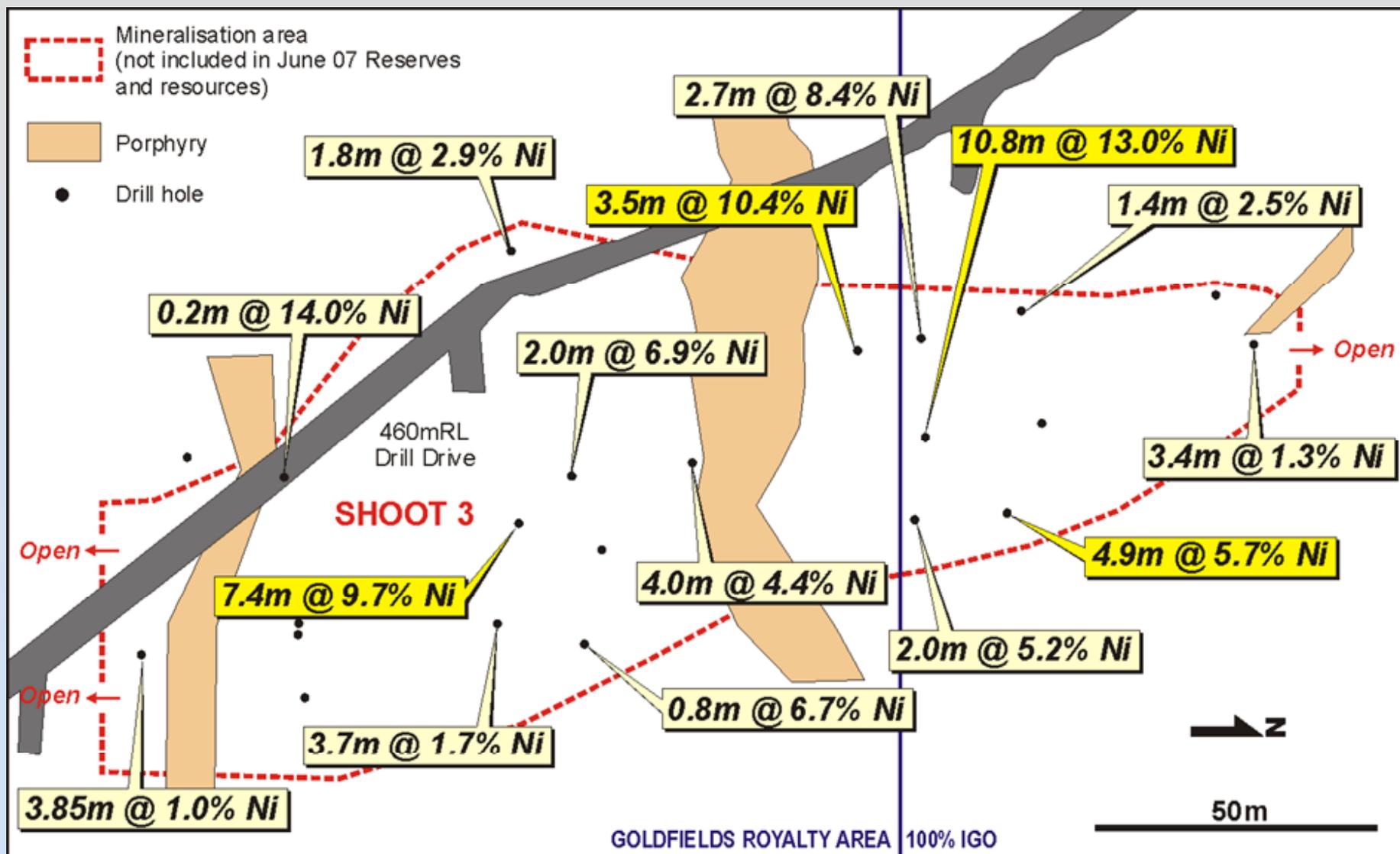


McLEAY SHOOT 2 – INTERCEPTS, RESOURCE BOUNDARIES & DRILL DRIVE LOCATION



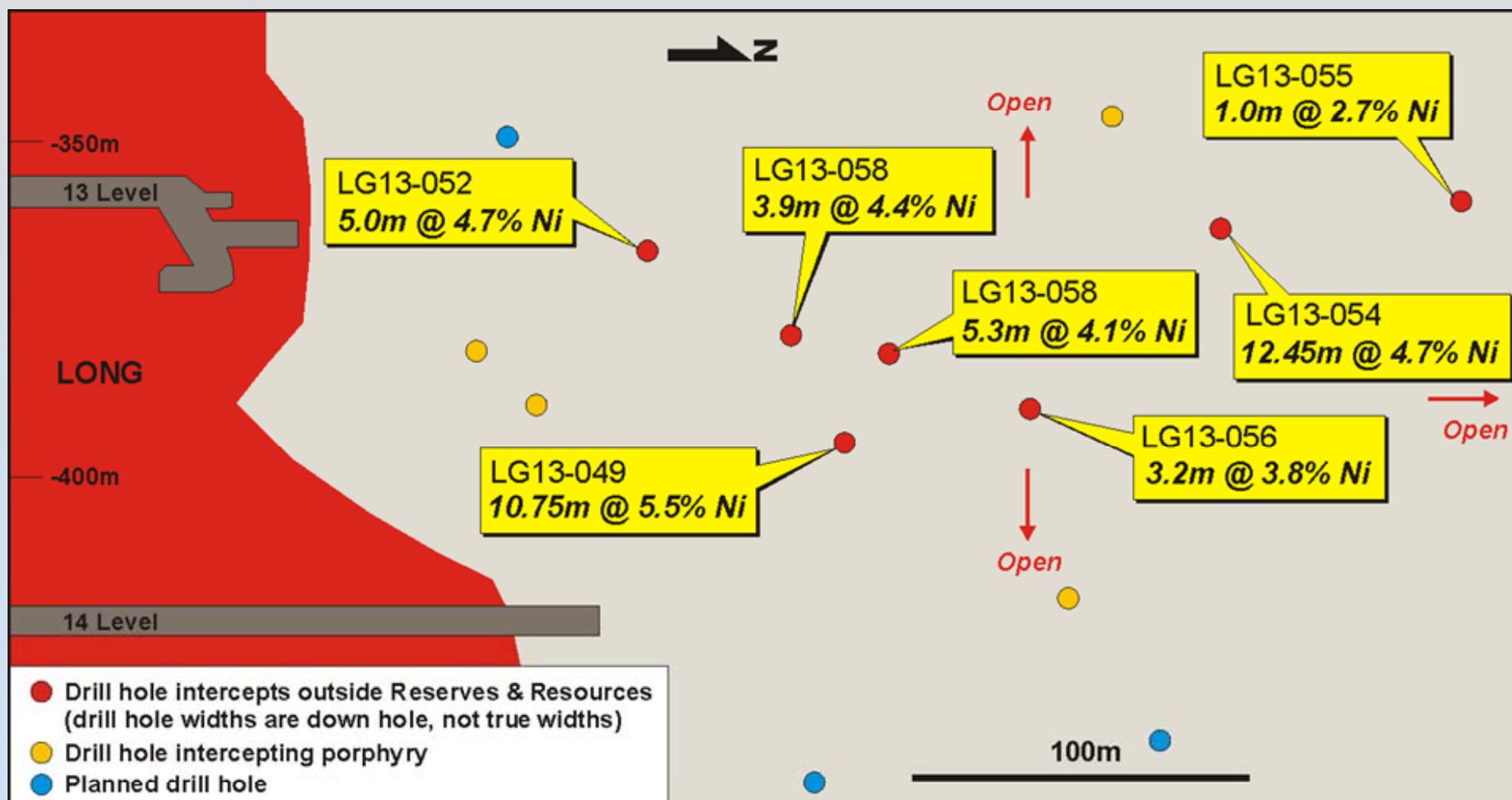


McLEAY SHOOT 3 - INTERCEPTS, SHOOT BOUNDARY & DRILL DRIVE LOCATION





LONG NORTH SIGNIFICANT NICKEL INTERCEPTS





REGIONAL EXPLORATION STRATEGY

Discovering new, high profit mines by -

- ◆ **Technical Innovation**
 - **Geophysical tools to see “under cover”**
 - **New targeting techniques**
 - **Database licensing and evaluation**

- ◆ **Unlocking value in established and emerging belts**
 - **Examples: Wiluna, Ravensthorpe, Duketon**

- ◆ **First mover advantage in “frontier” belts**
 - **Establish major land position**
 - **Examples: Tropicana, Dalwallinu, Coomberdale, Storbodsund**

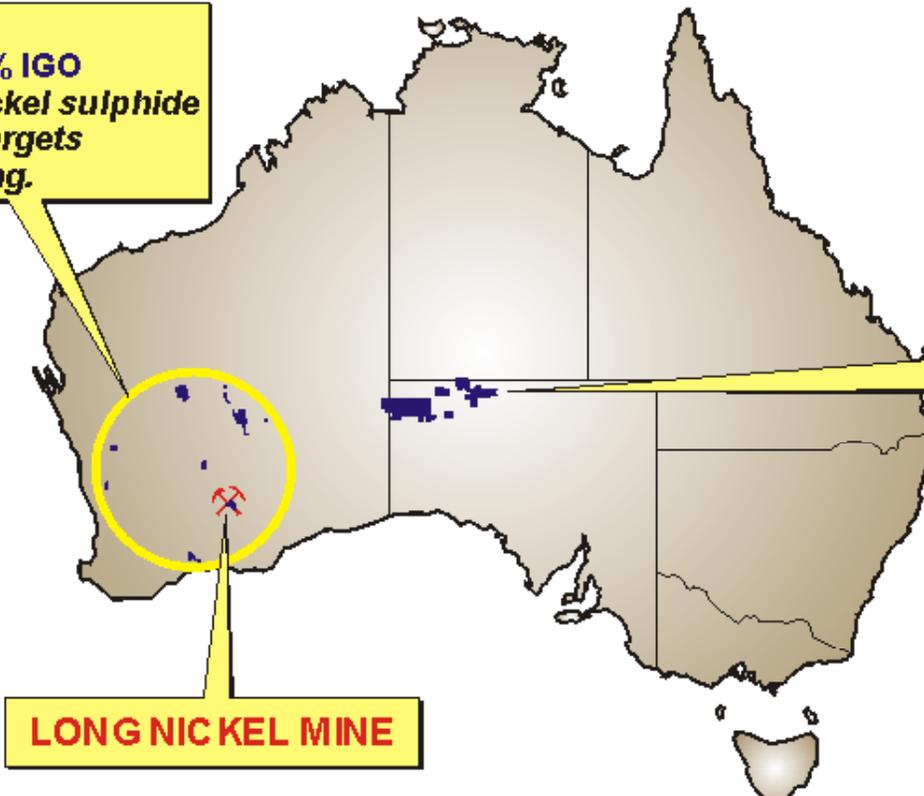
- ◆ **Strong in-house geophysical capability**
 - **Industry leaders**
 - **Data integrity**
 - **Rapid evaluation**

- ◆ **Small, well resourced, highly motivated exploration team**



IGO NICKEL EXPLORATION PROJECTS

10 Nickel Projects
Options, JV's or 100% IGO
Exploring for new nickel sulphide camps. Numerous targets defined for drill testing.



BHPB - Goldsearch - IGO
Musgrave JV
(BHPB earning 65%)
NEW NICKEL PROVINCE?

LONG NICKEL MINE



EXPLORATION GEOPHYSICS



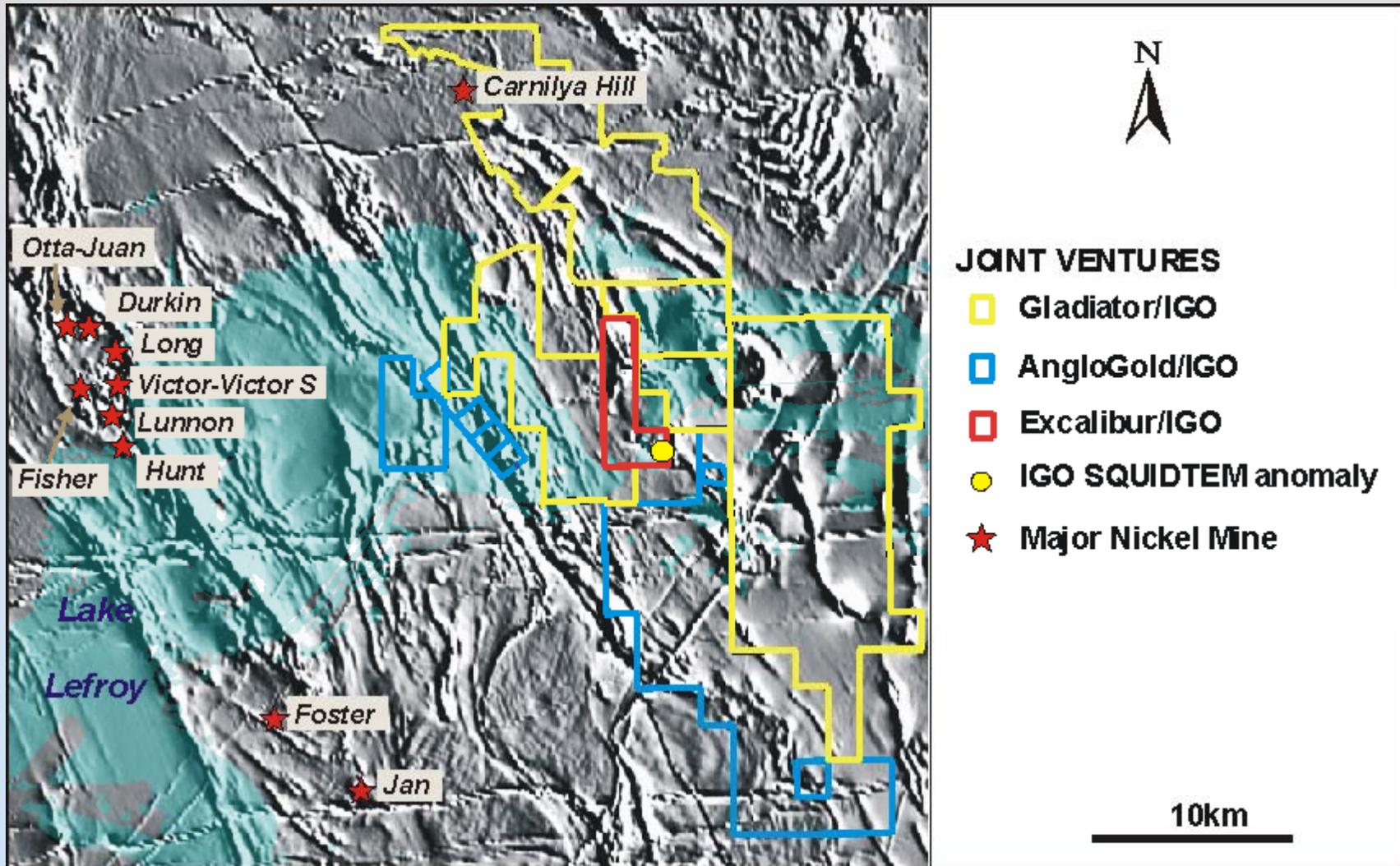
High powered TEM transmitter truck
*developed in conjunction
with Curtin University*



Squid TEM sensor
Photo courtesy of Anglo American

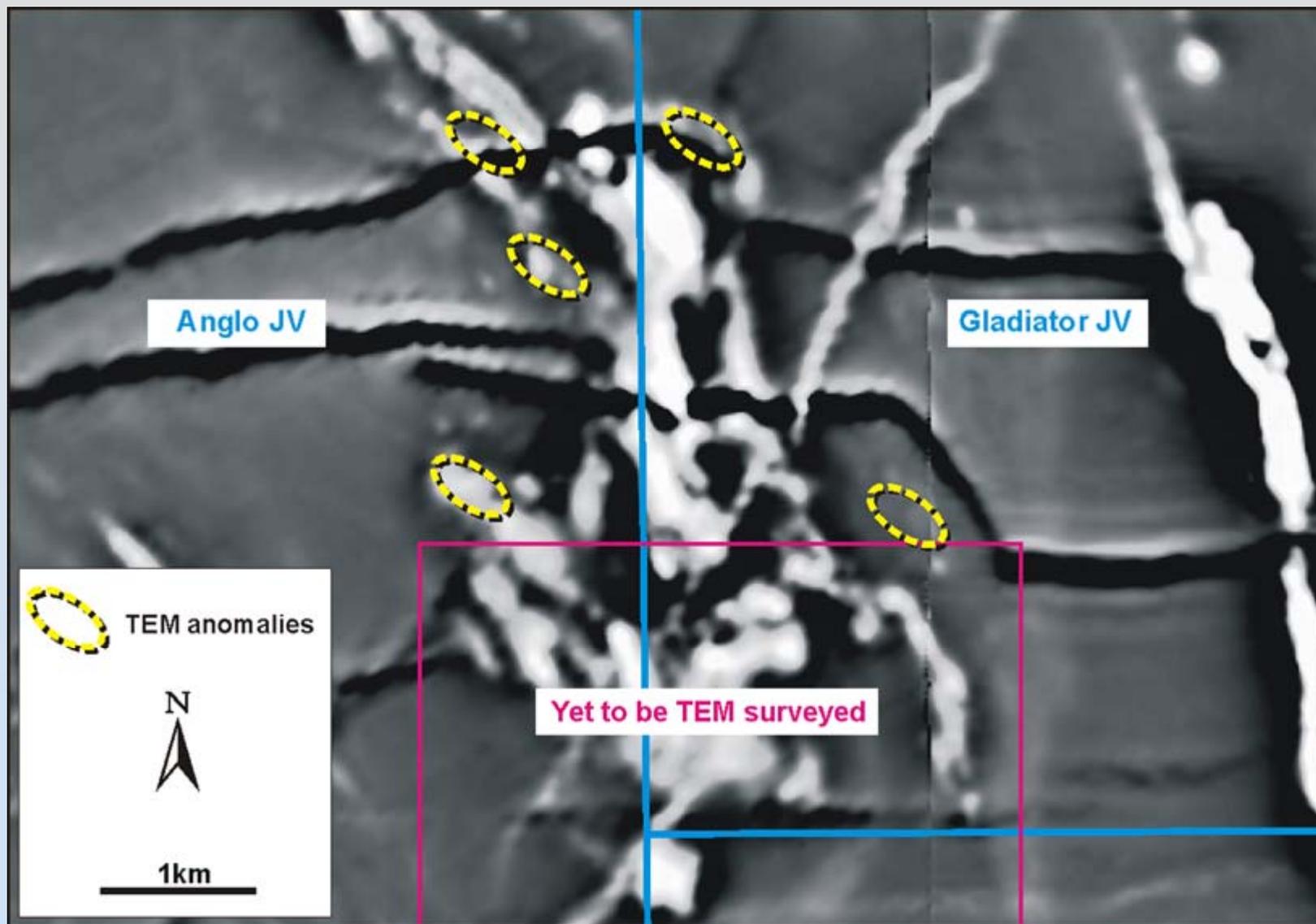


LAKE LEFROY JOINT VENTURES



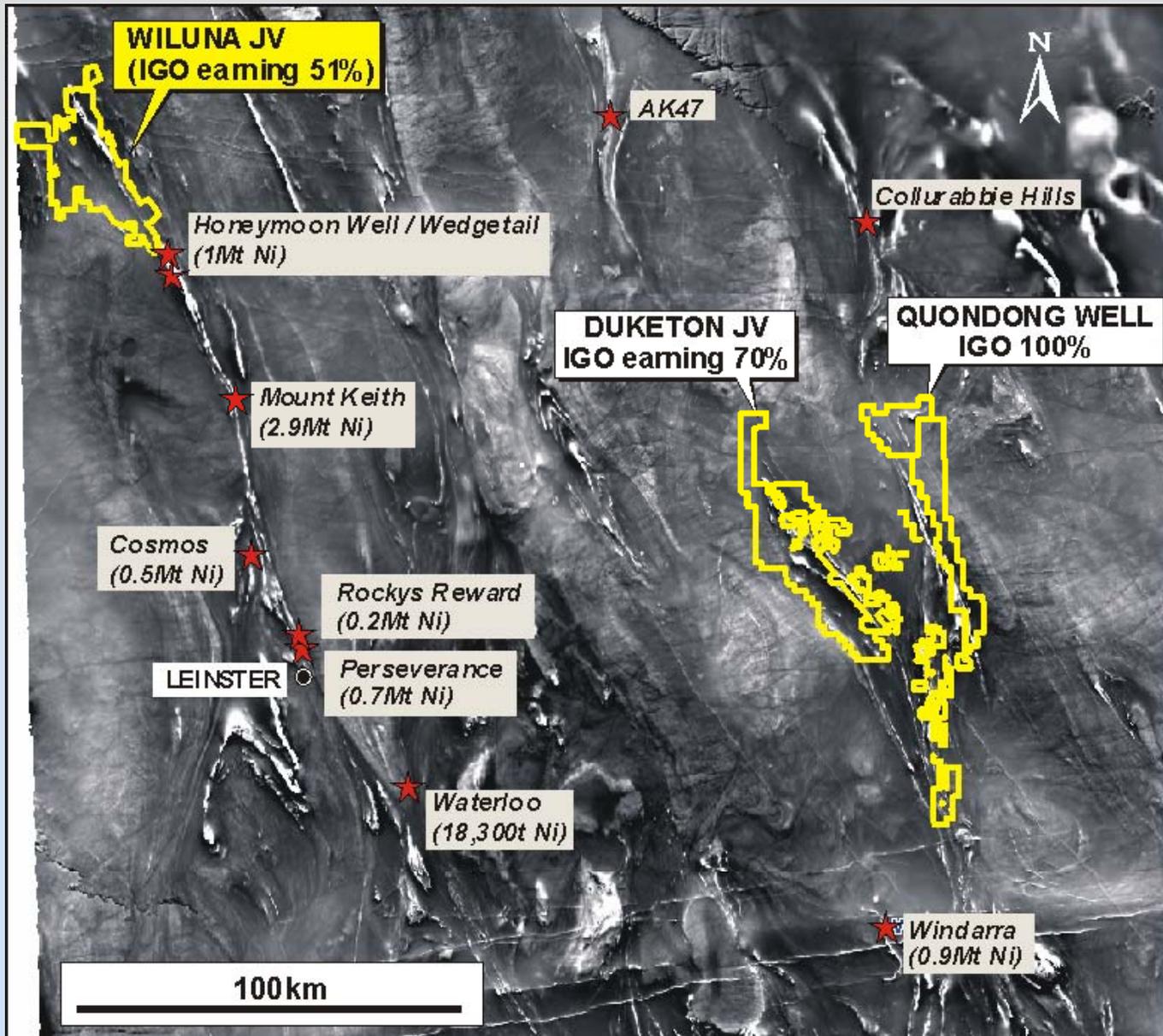


LAKE LEFROY JOINT VENTURES



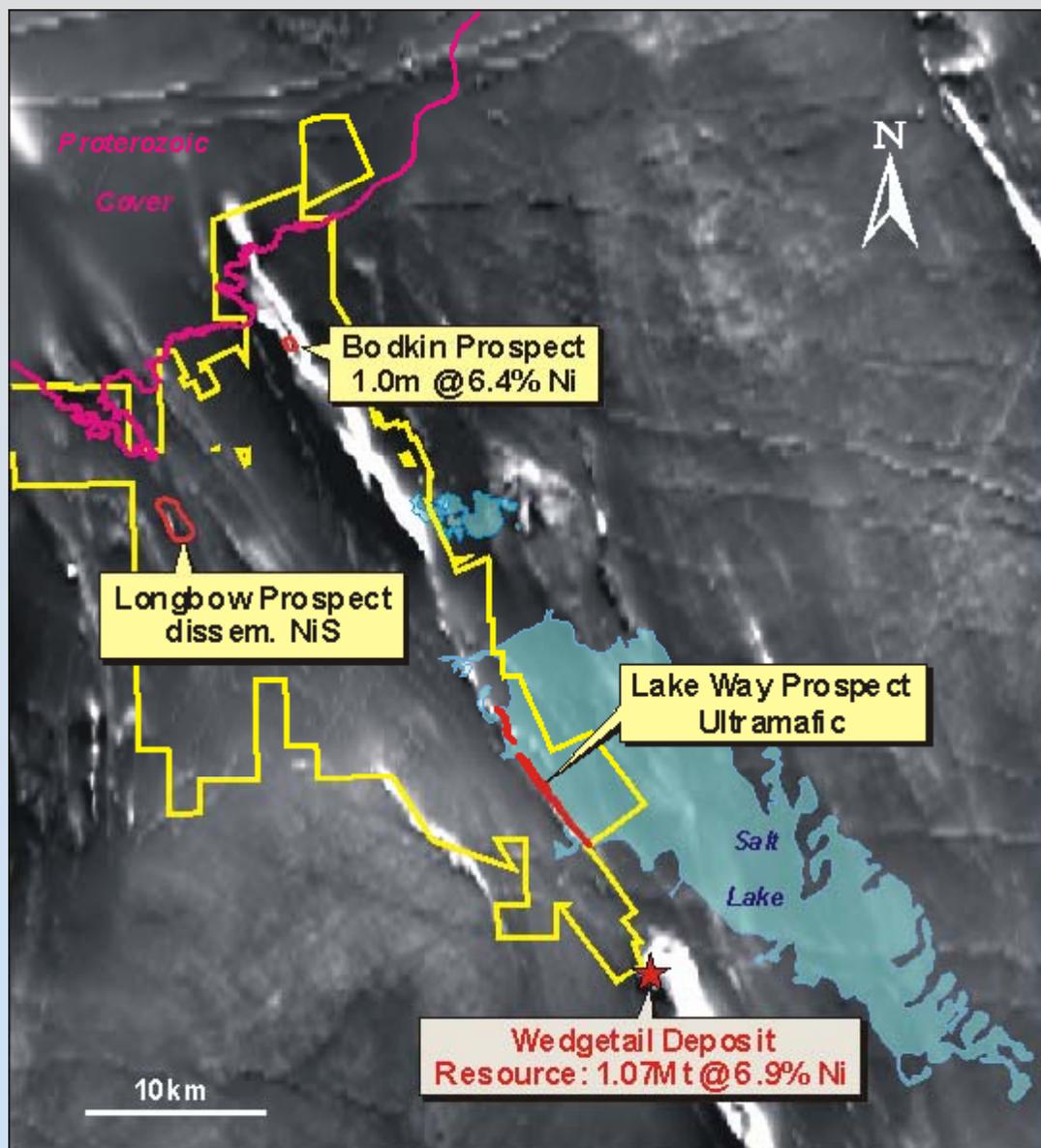


NORTH-EASTERN GOLDFIELDS NICKEL PROJECTS





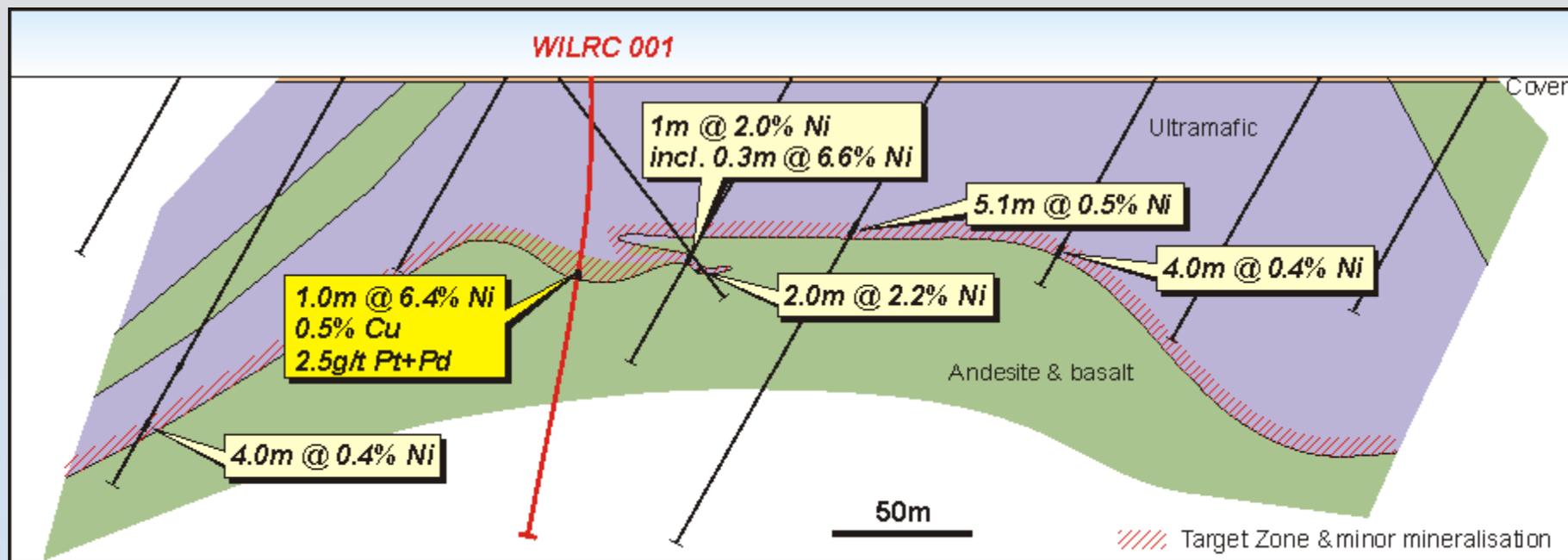
WILUNA JV (IGO earning 51-70%)



JV Partner: Oxiana

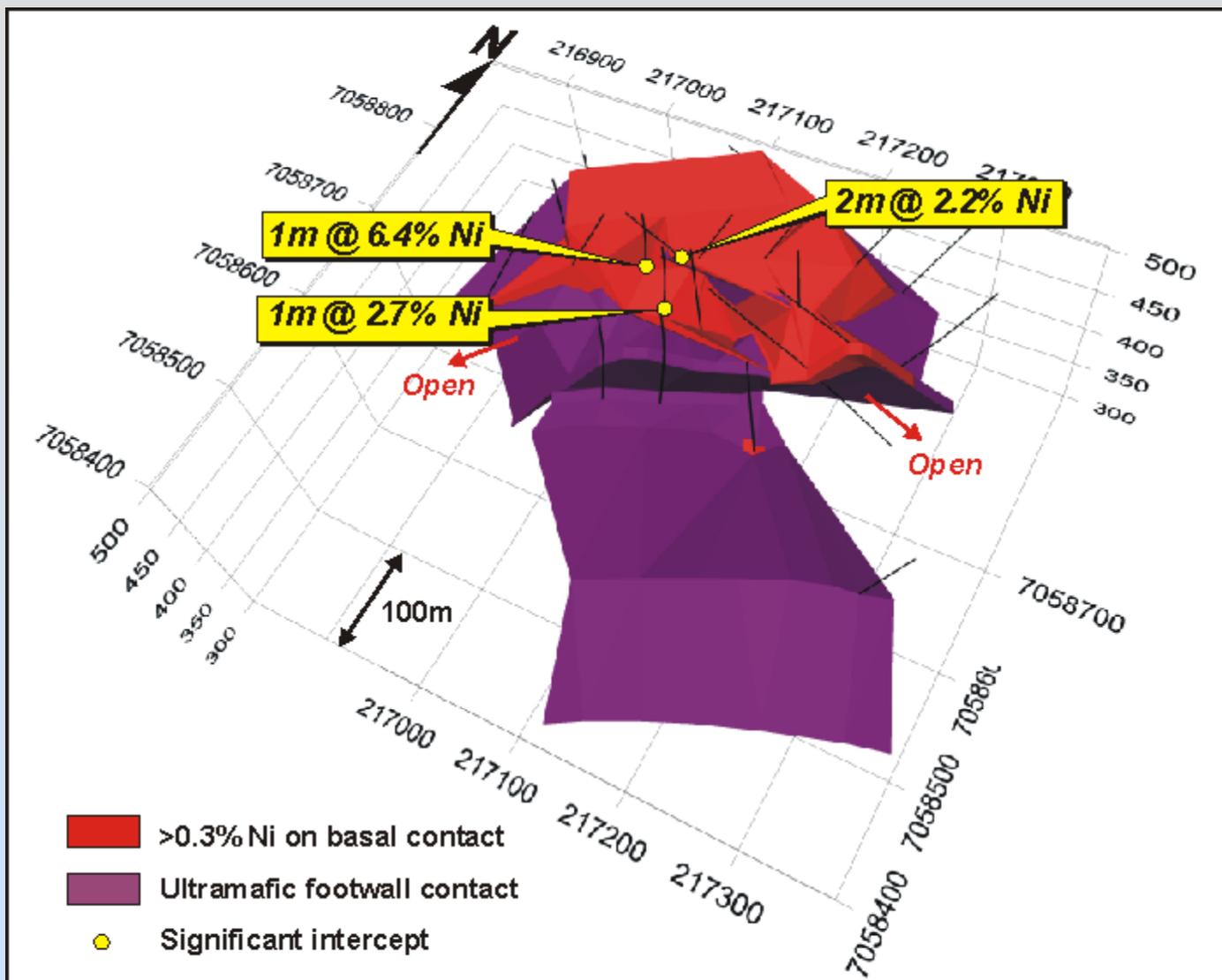


BODKIN CROSS-SECTION



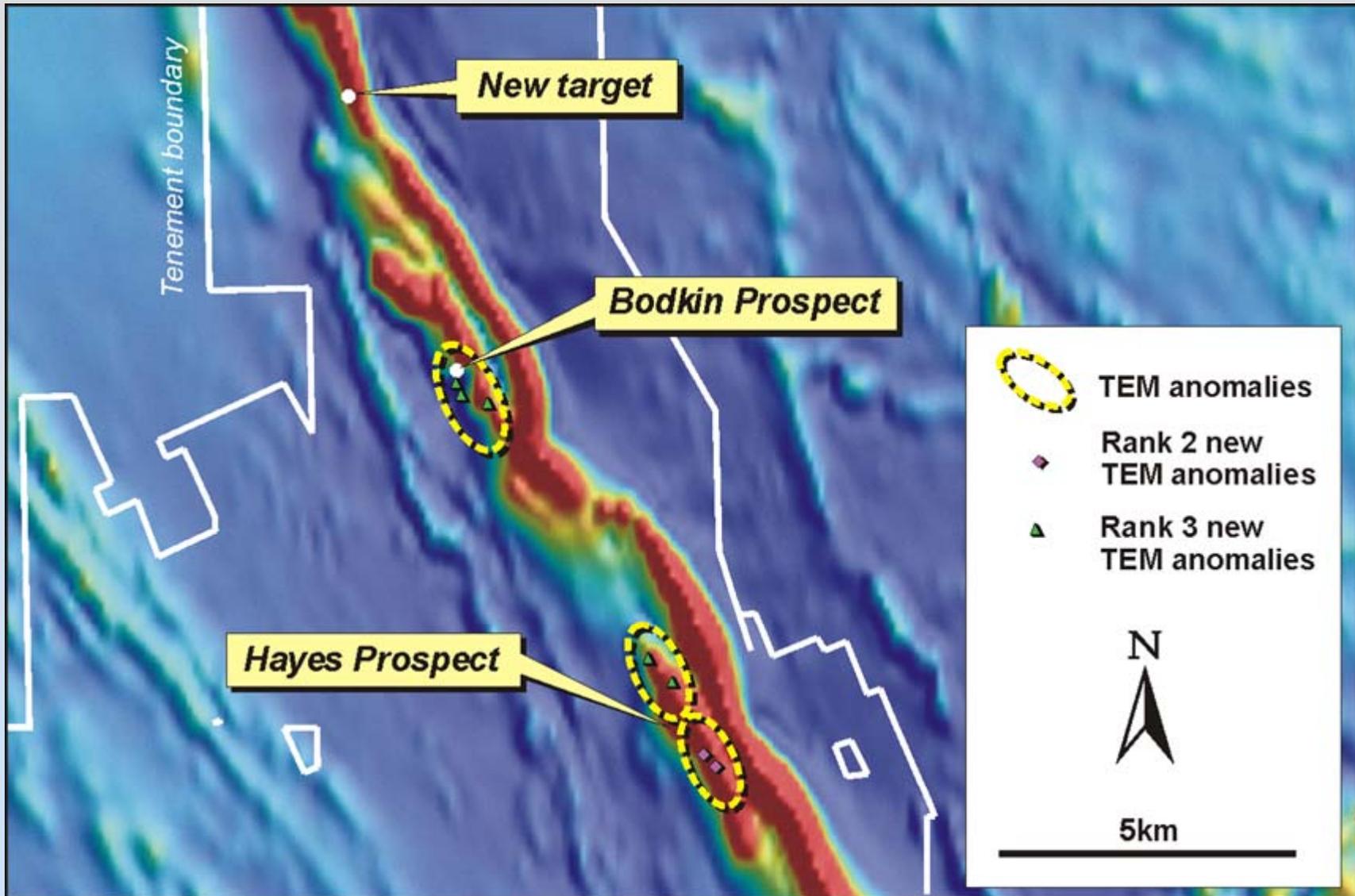


WILUNA JV – BODKIN PROSPECT (IGO earning 51-70%)



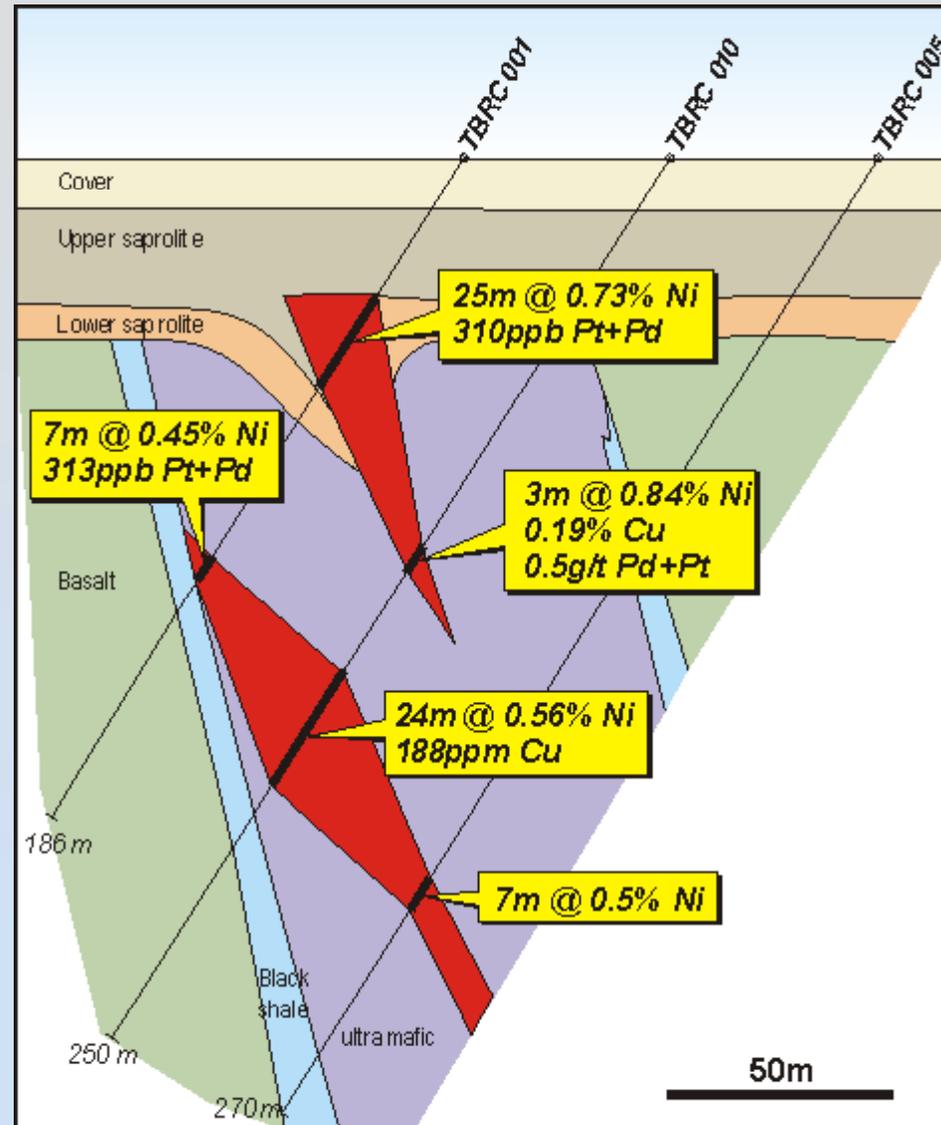


BODKIN REGIONAL TEM ANOMALIES





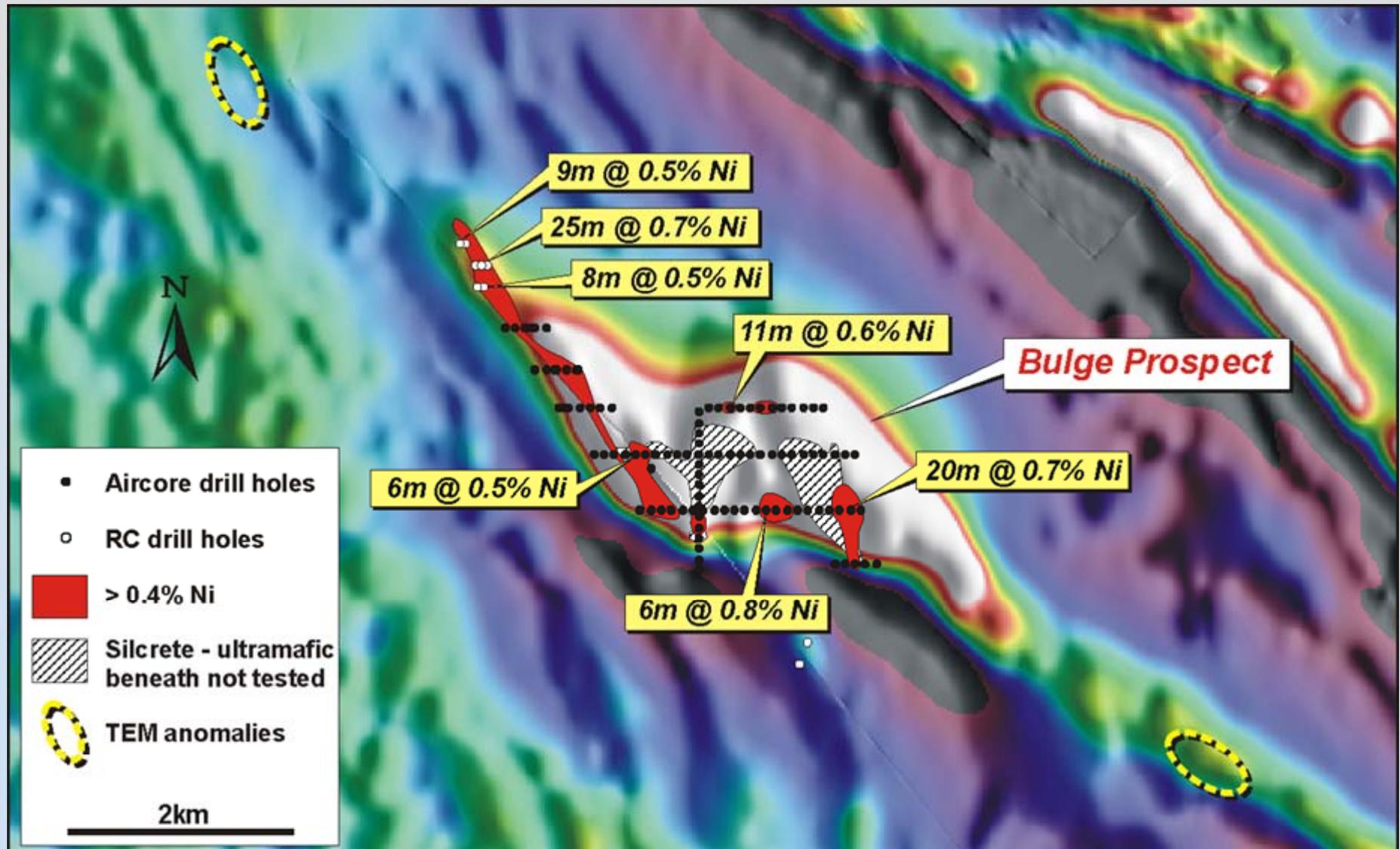
DUKETON JV – BULGE NICKEL PROSPECT (IGO earning 70%)



JV Partner: South Boulder

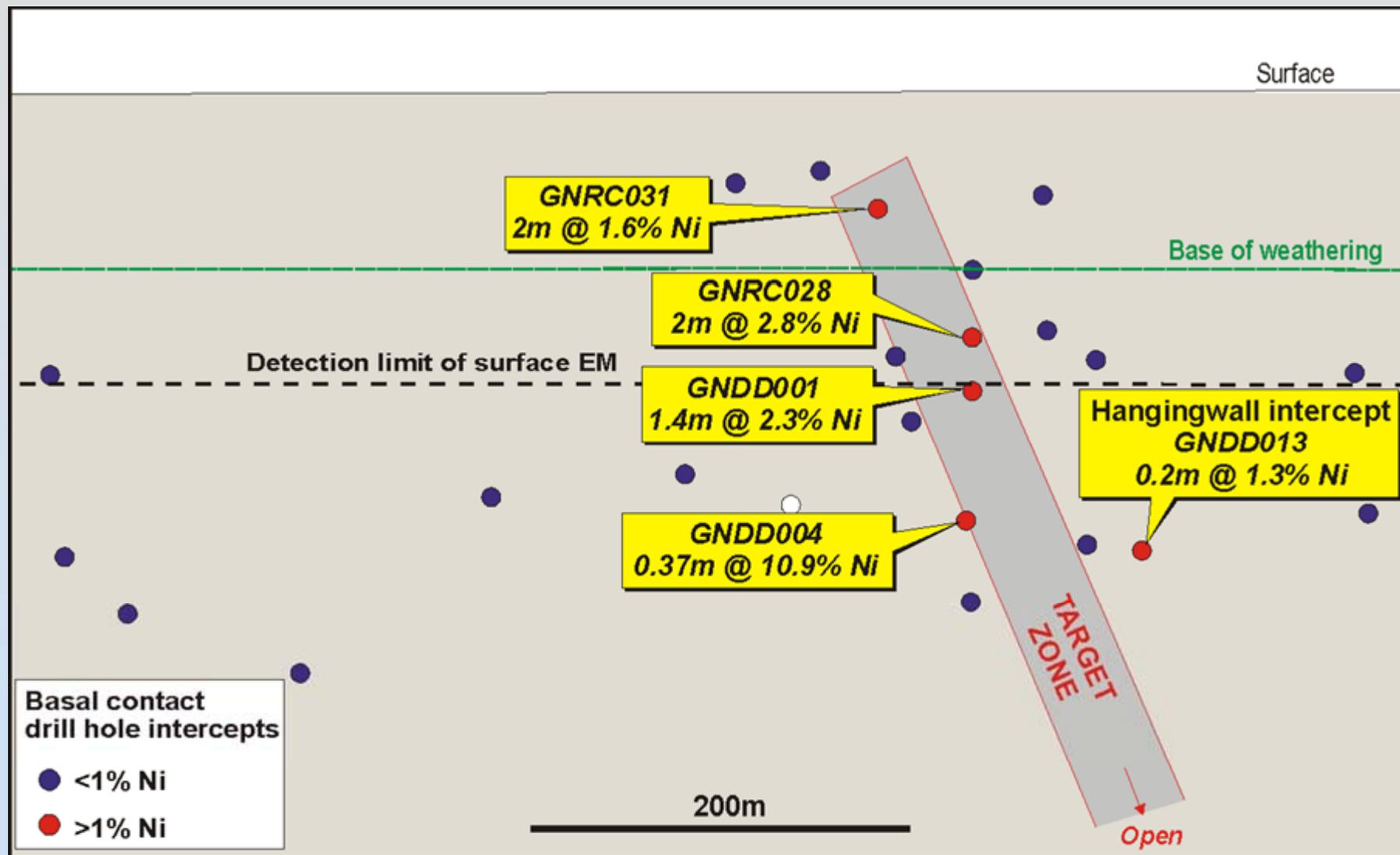


DUKETON JV – BULGE PROSPECT NICKEL GEOCHEM ANOMALIES



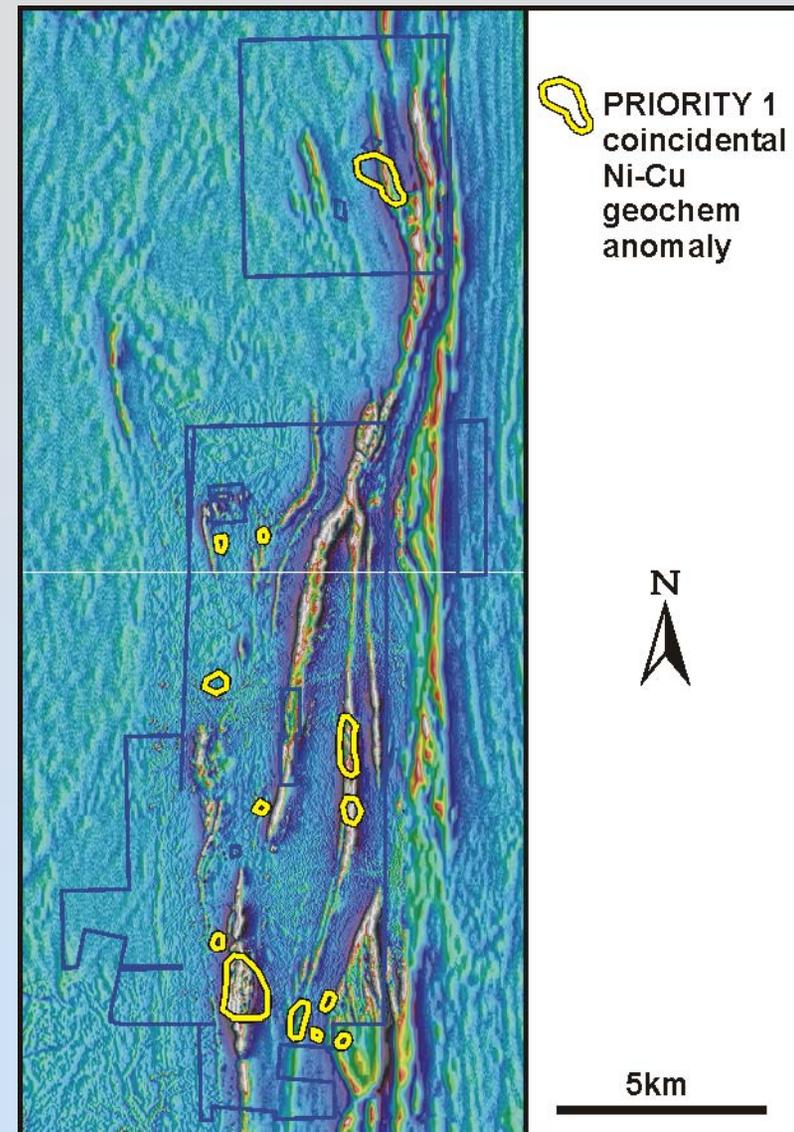
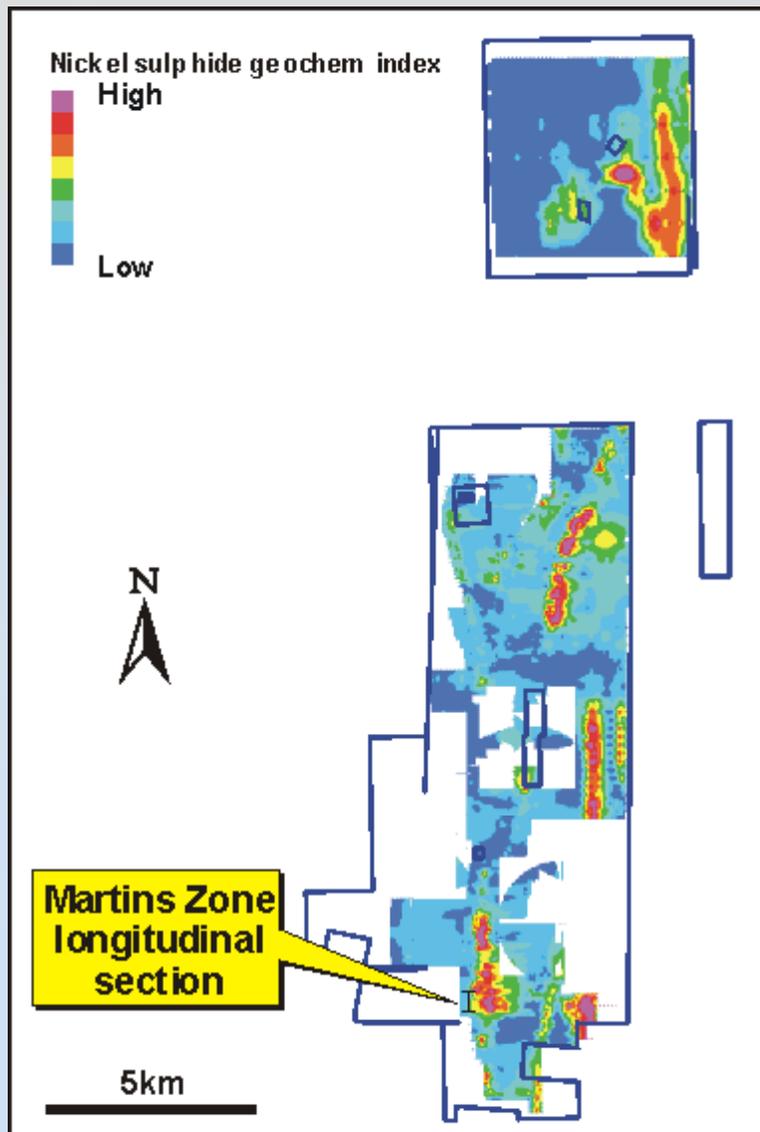


RIVERINA JV – MARTINS ZONE LONGITUDINAL PROJECTION



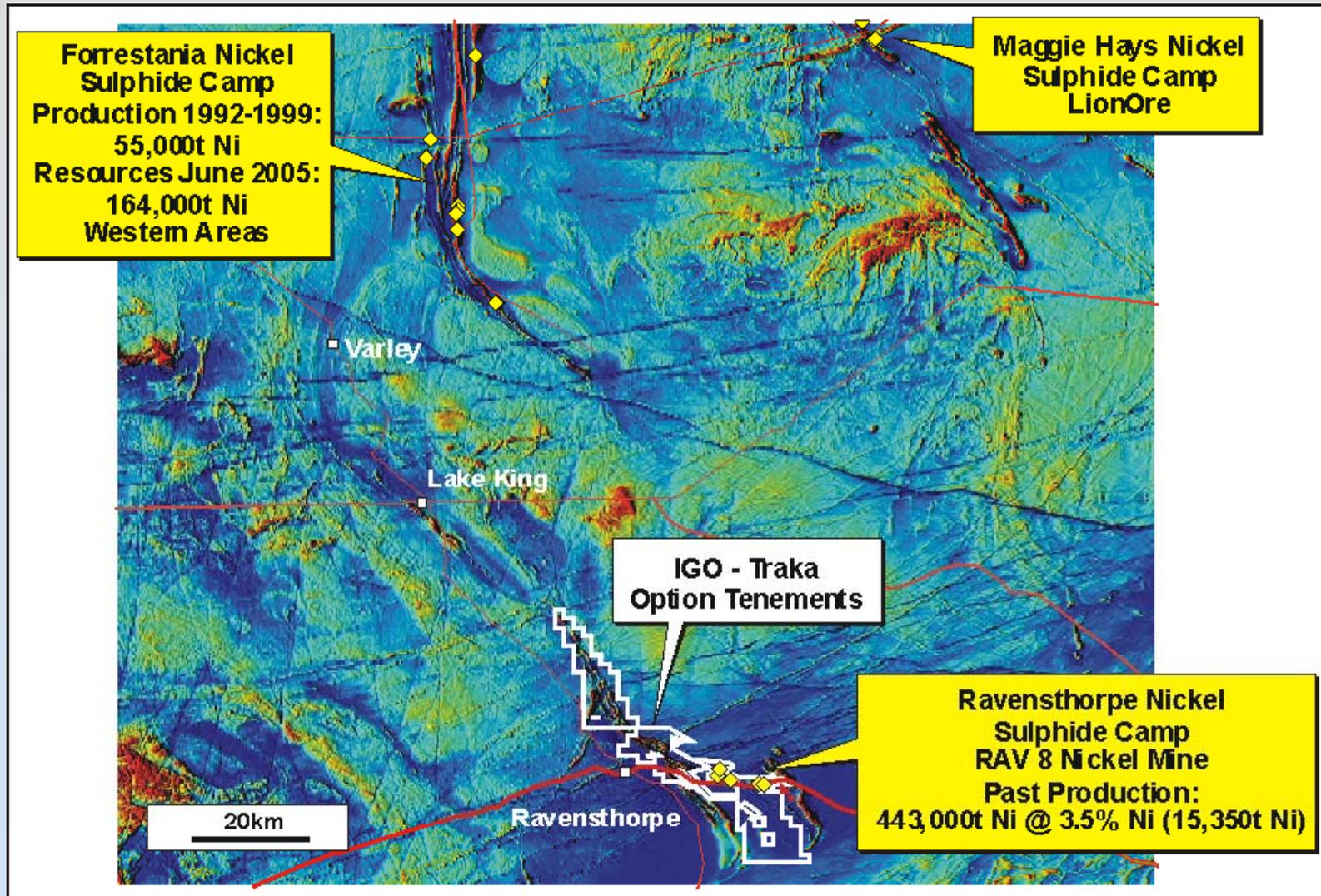


RIVERINA JV – Ni-Cu GEOCHEM ANOMALIES & ANOMALIES OVER AEROMAGNETICS





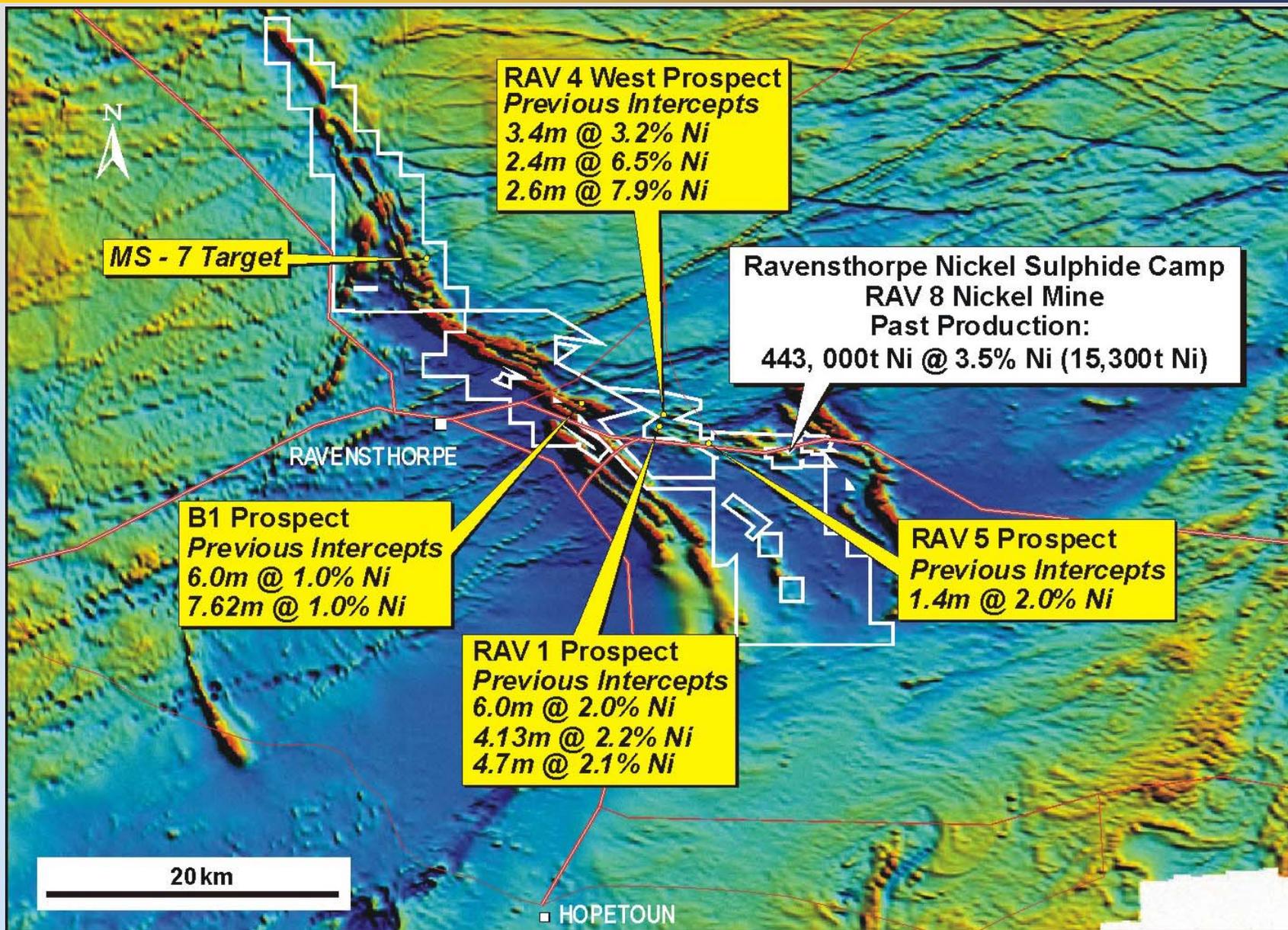
RAVENSTHORPE JV (IGO earning 51-70%) REGION AIR MAGNETICS



JV Partner: Traka



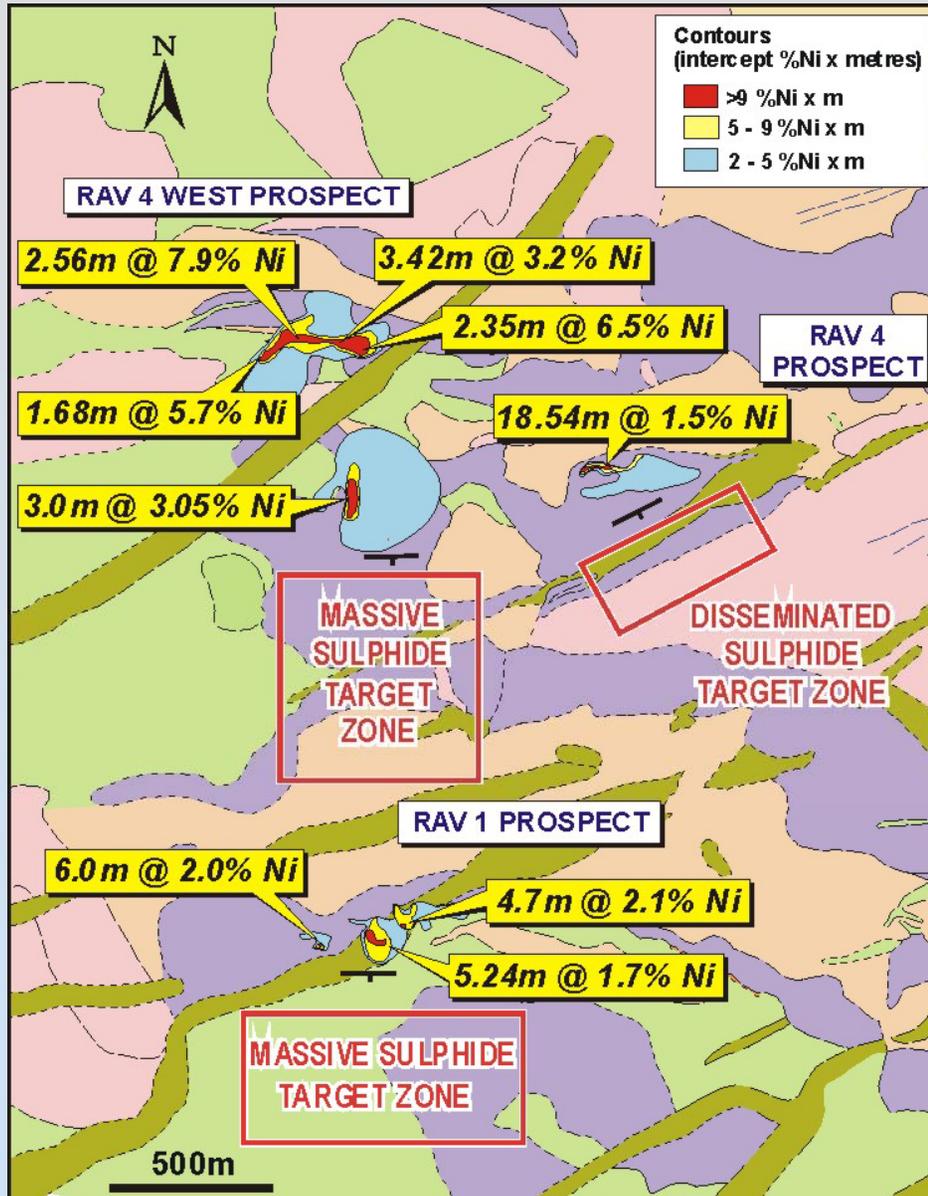
RAVENSTHORPE JV TENEMENTS, PROSPECTS AND INTERCEPTS



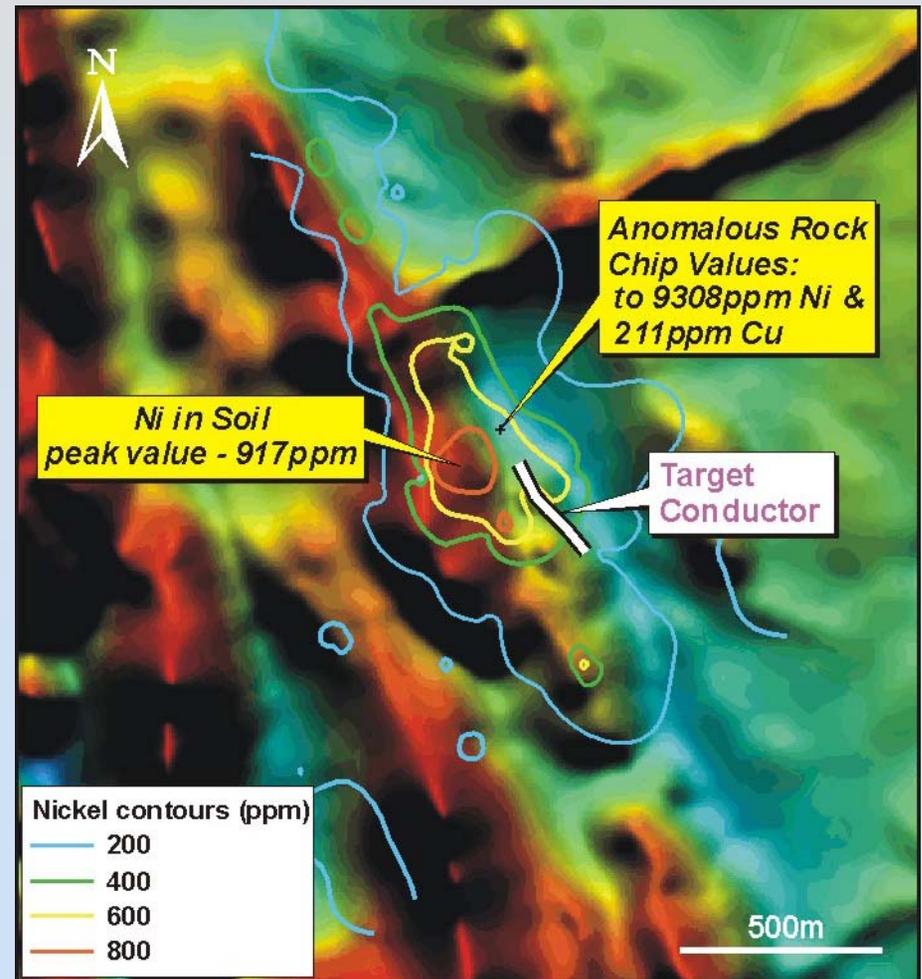


RAVENSTHORPE JV NICKEL PROSPECTS

RAV 1, 4 & 4 WEST PROSPECTS

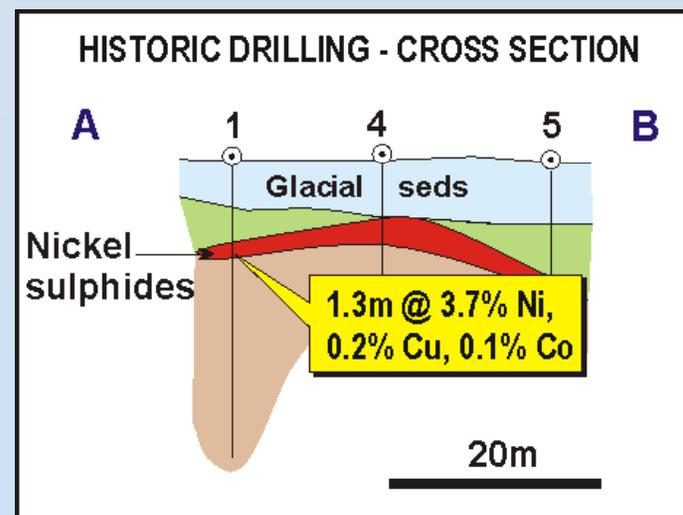
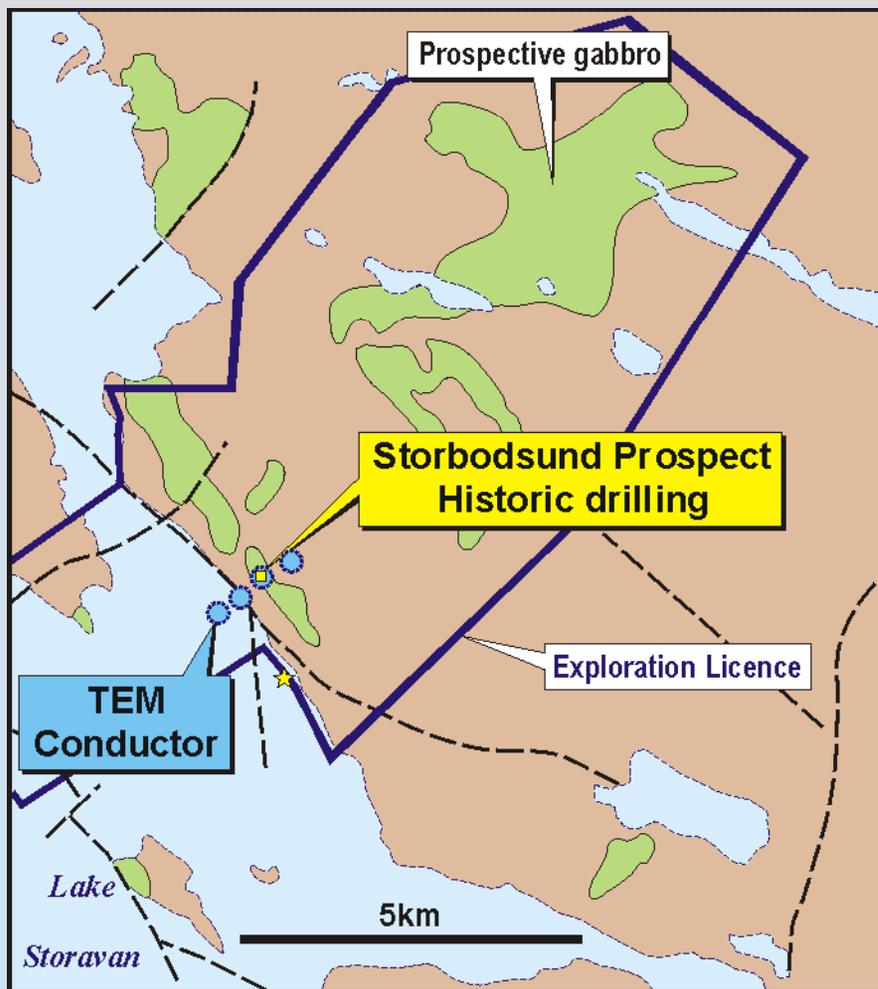


MS 7 PROSPECT





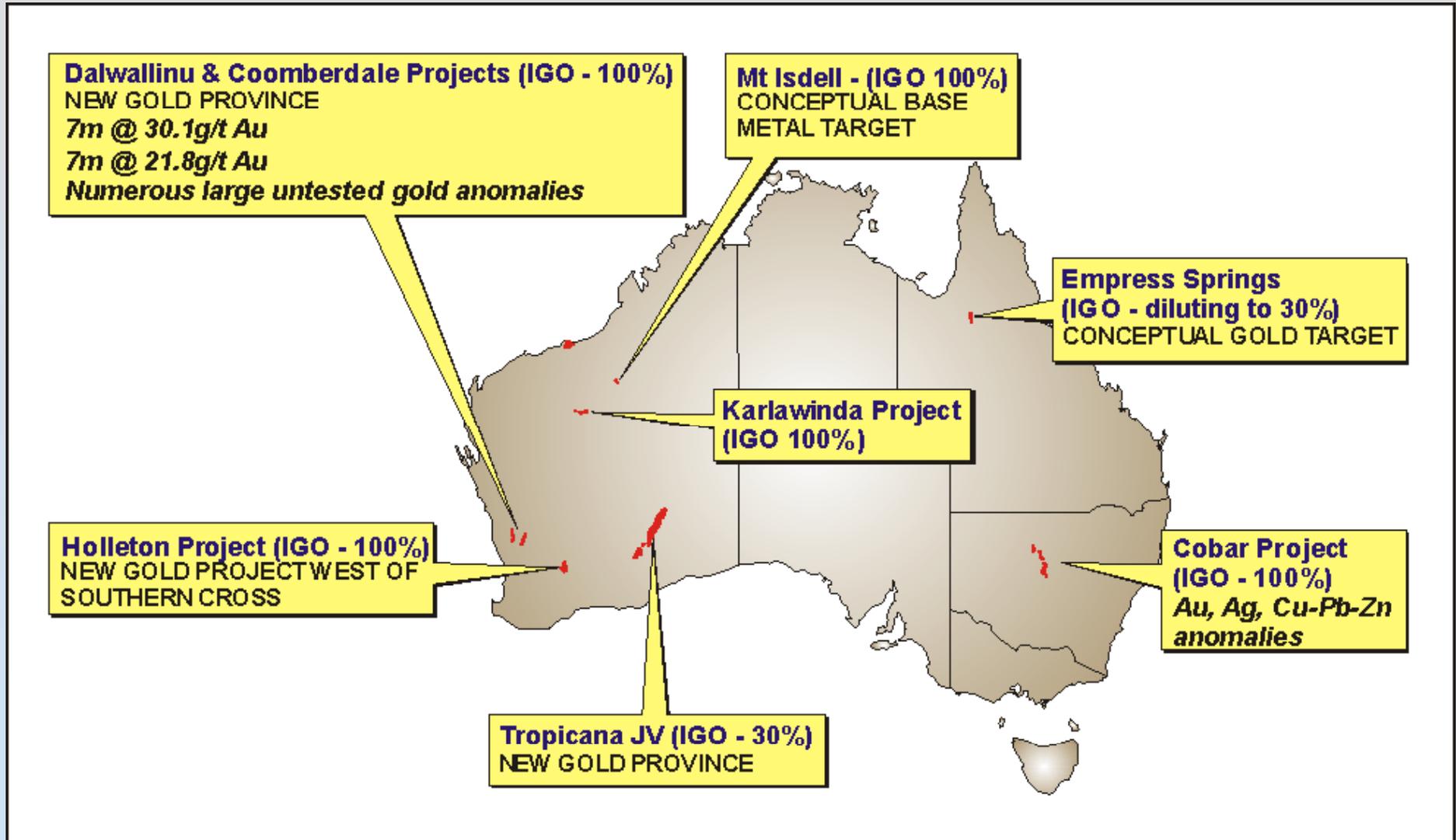
STORBODSUND NICKEL JV (IGO earning 70%)



JV Partner: Mawson Resources

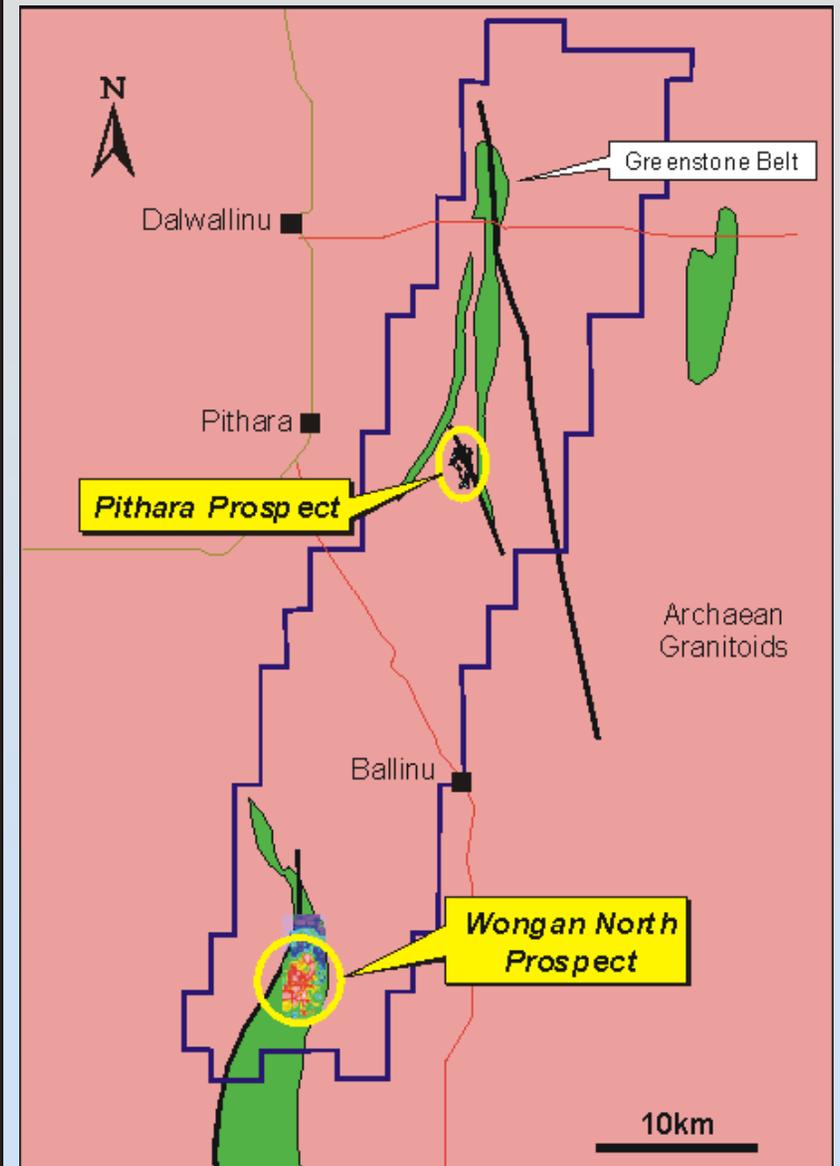
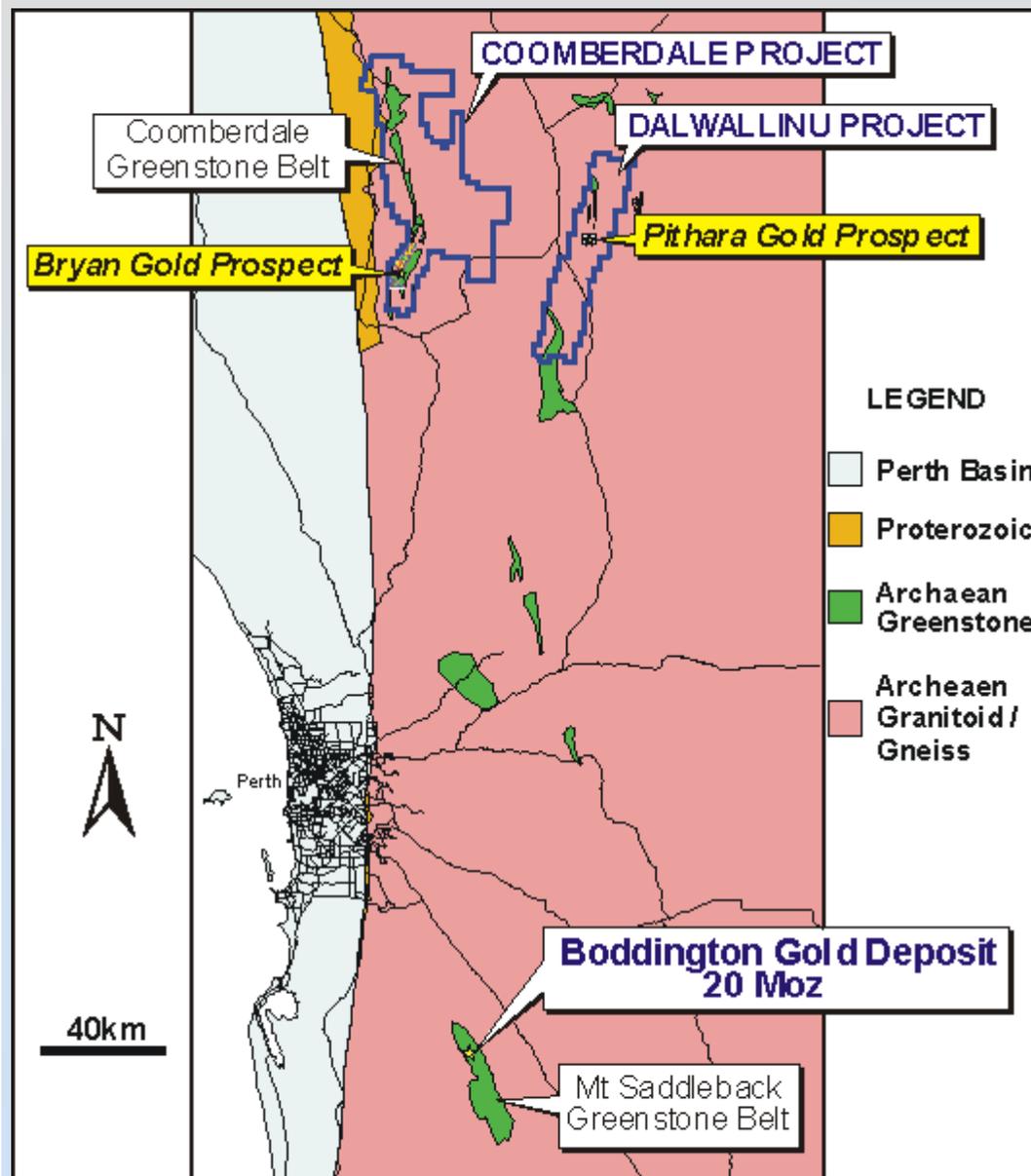


IGO GOLD EXPLORATION PROJECTS



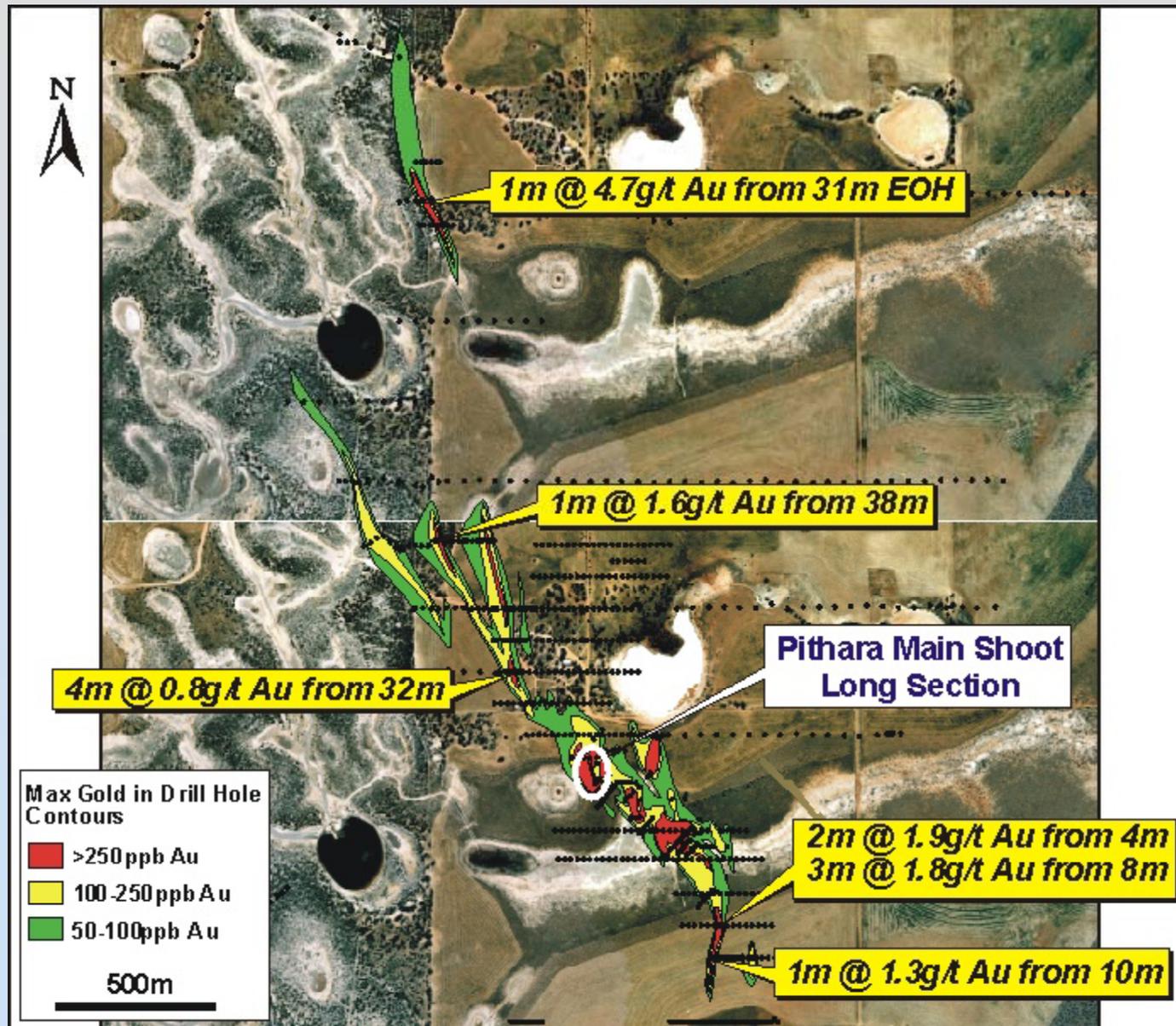


DALWALLINU (IGO 100%) PROJECT LOCATIONS



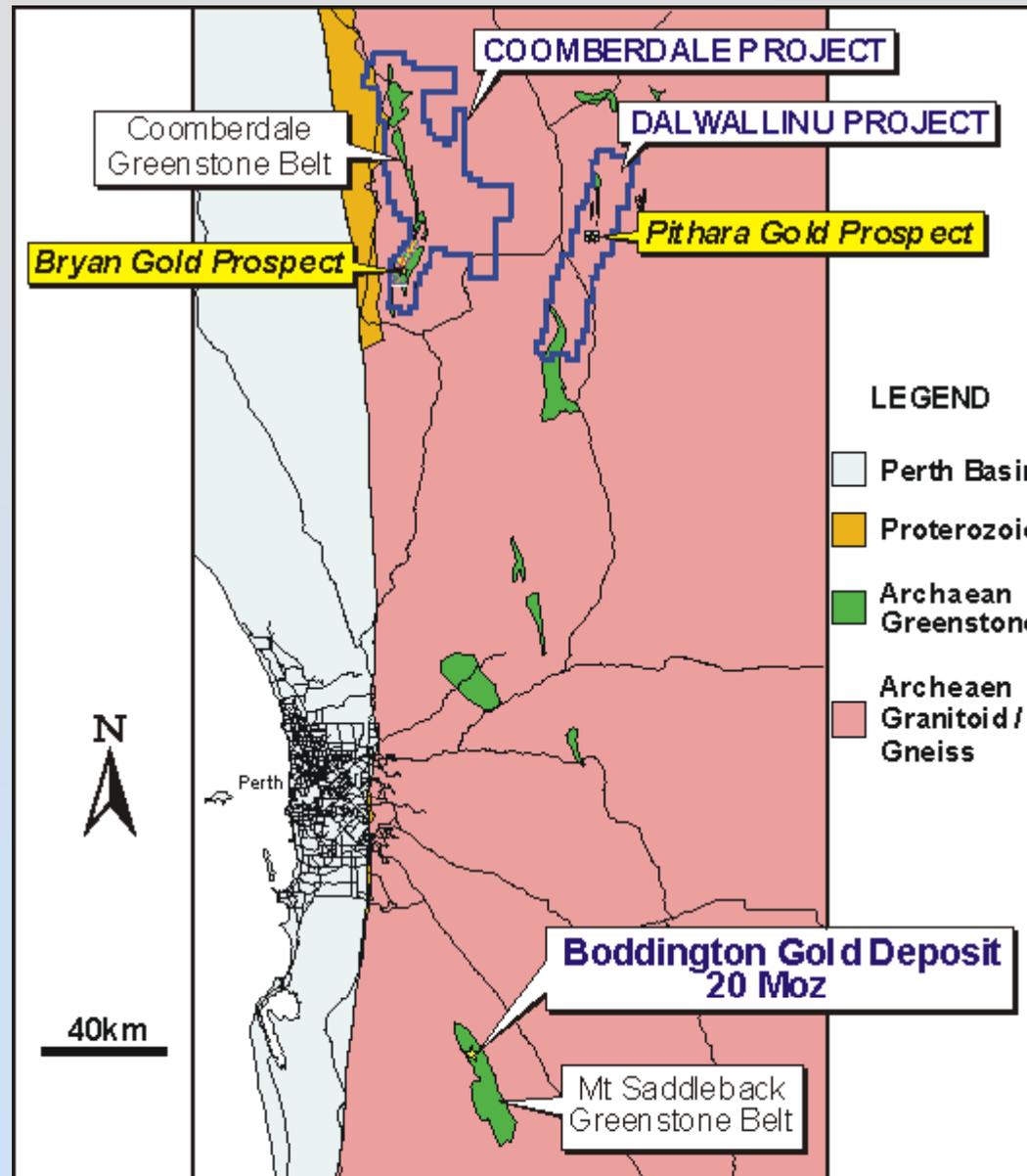


DALWALLINU PROJECT (IGO 100%) PITHARA PROSPECT GOLD ANOMALIES



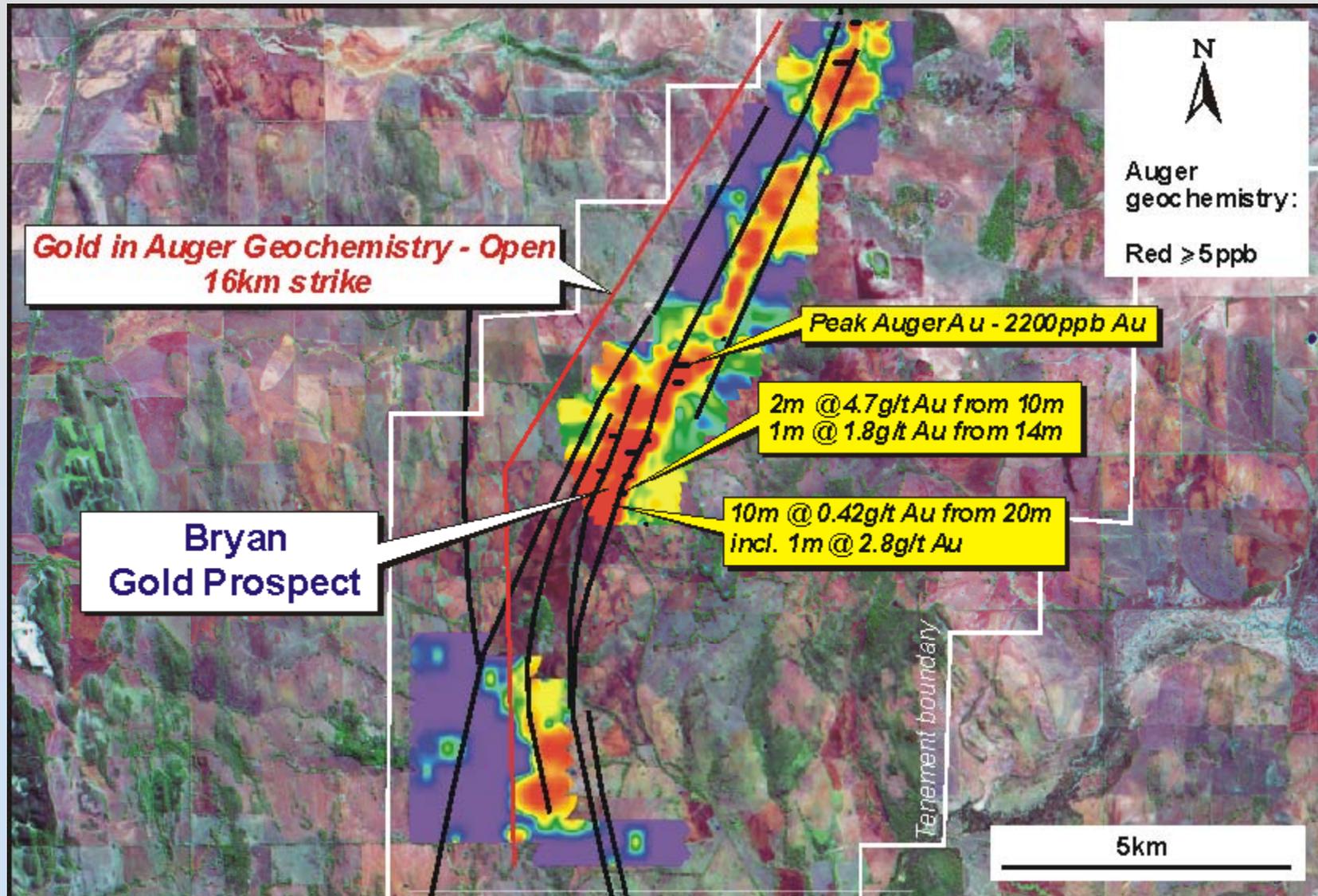


COOMBERDALE LOCATION



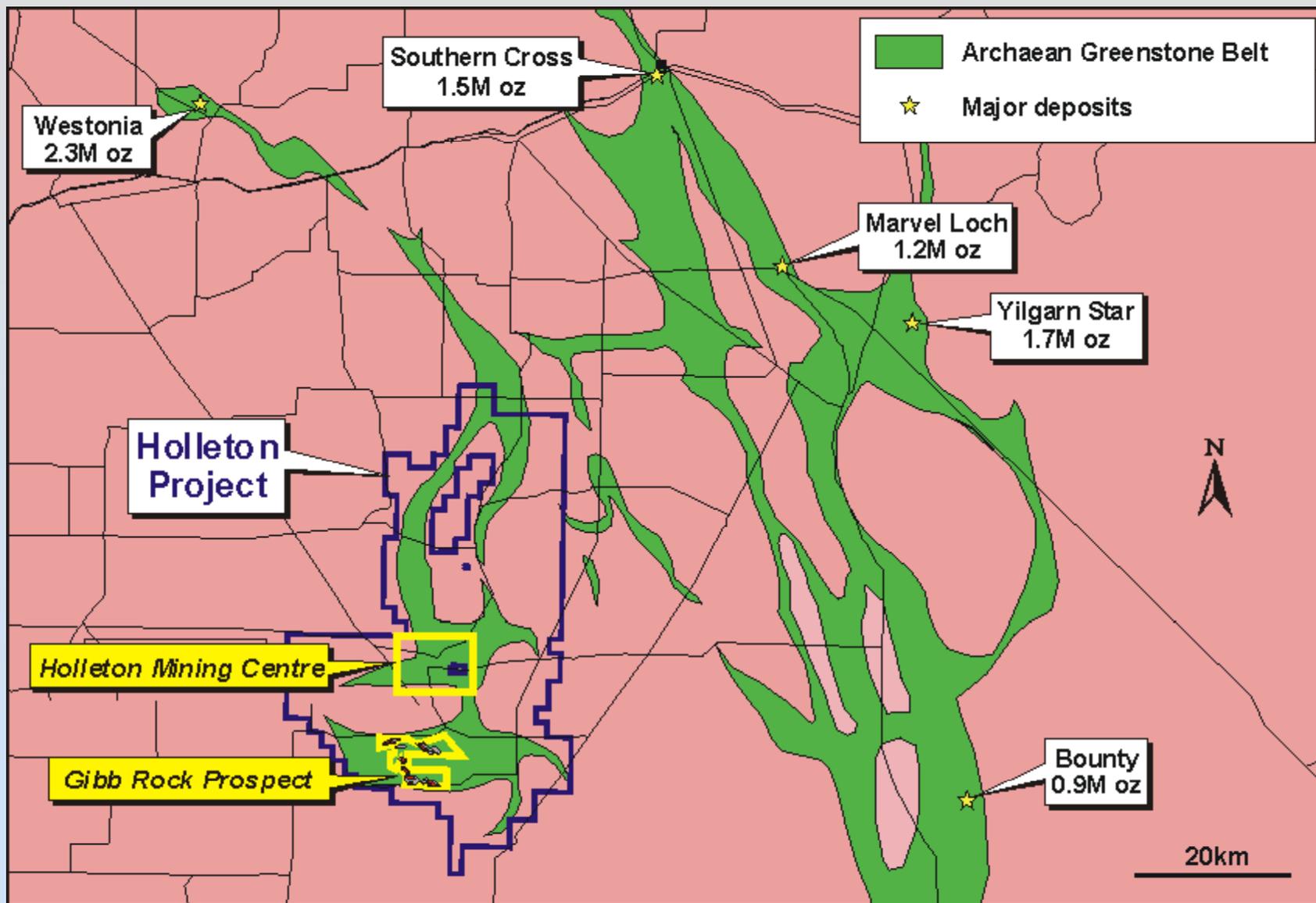


COOMBERDALE PROJECT (IGO 100%) GOLD ANOMALIES AND INTERCEPTS



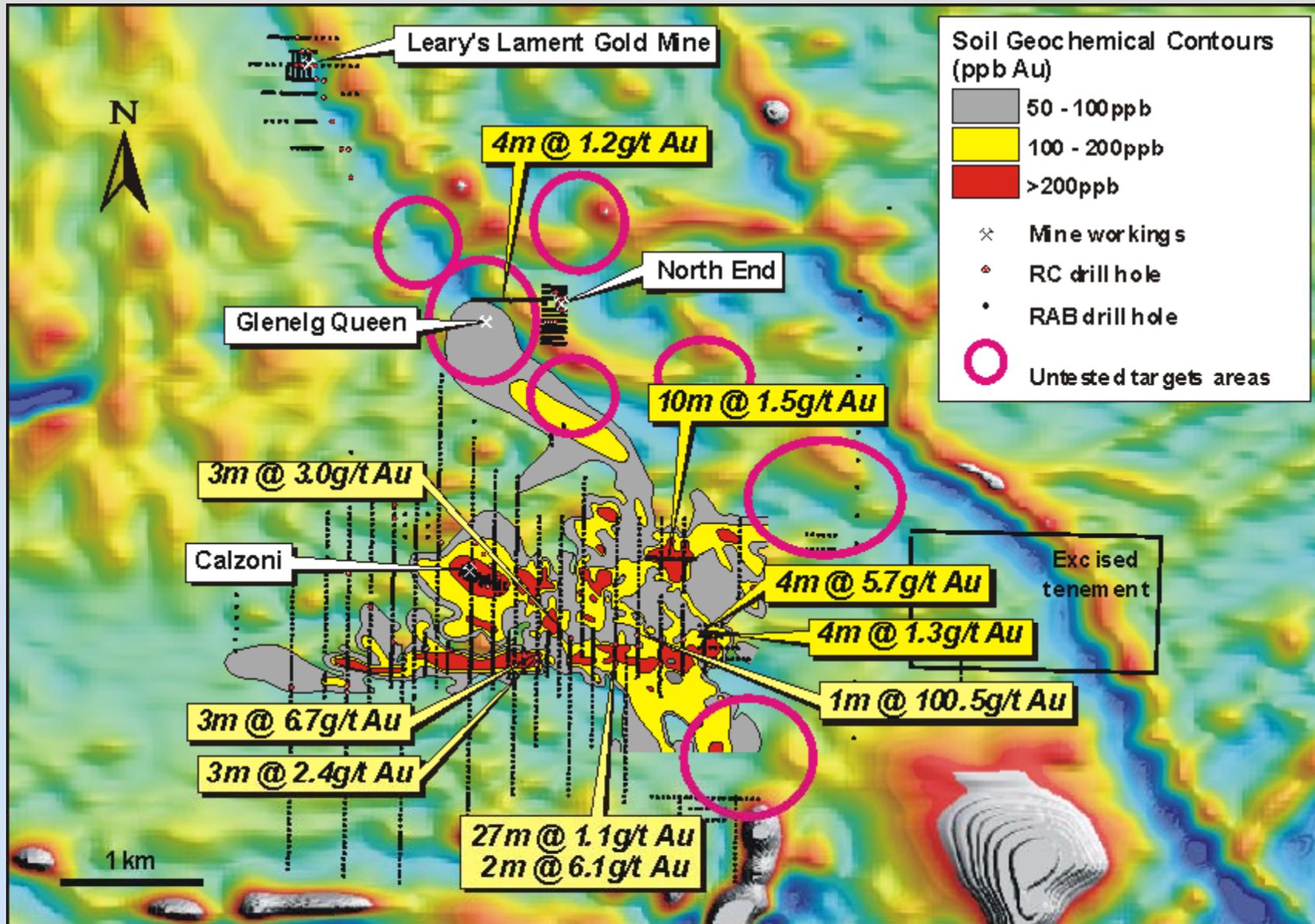


HOLLETON PROJECT (IGO 90-100%) REGIONAL GEOLOGY



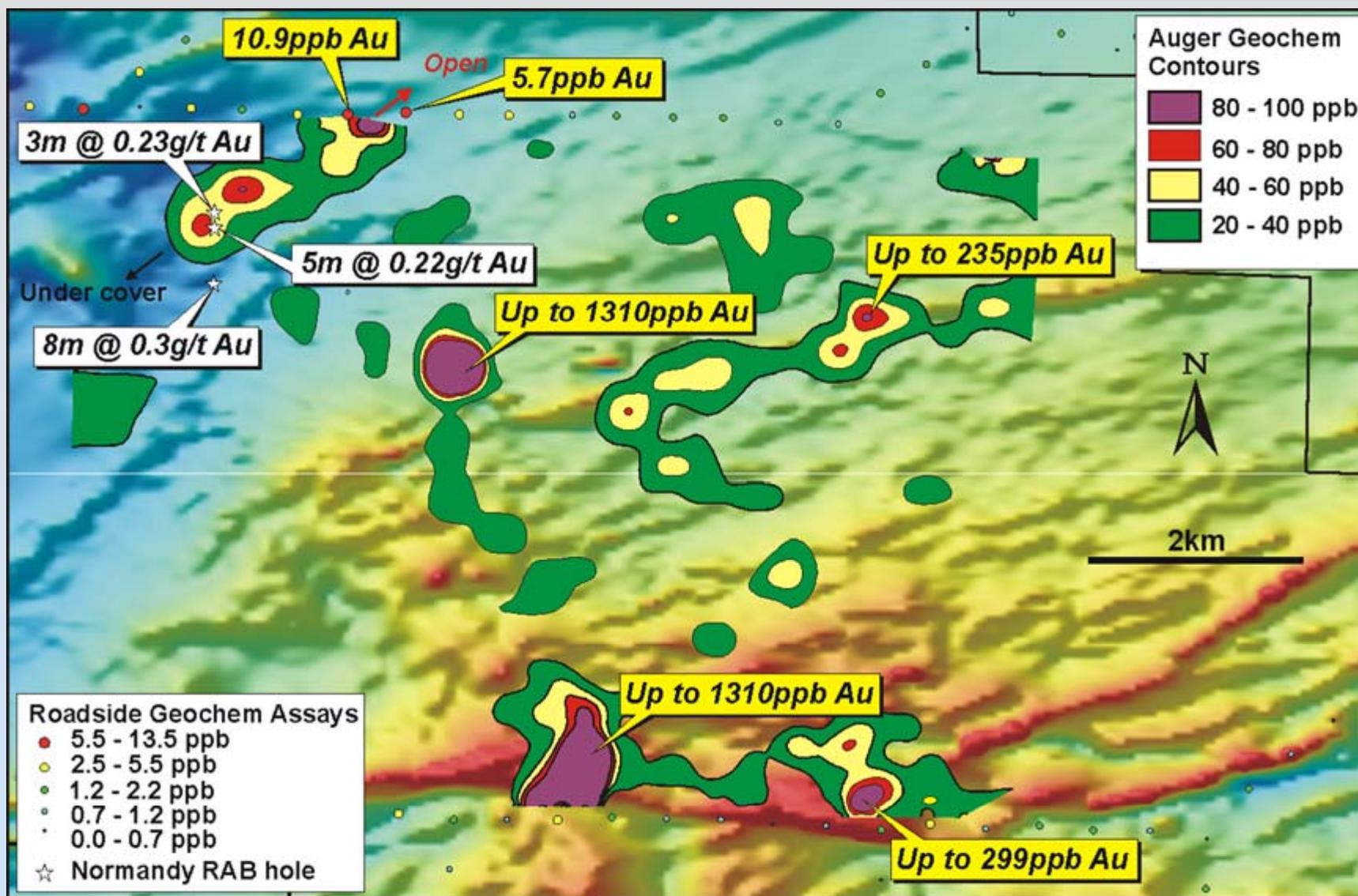


HOLLETON PROJECT (IGO 90-100%) HOLLETON MINING CENTRE Au ANOMALIES



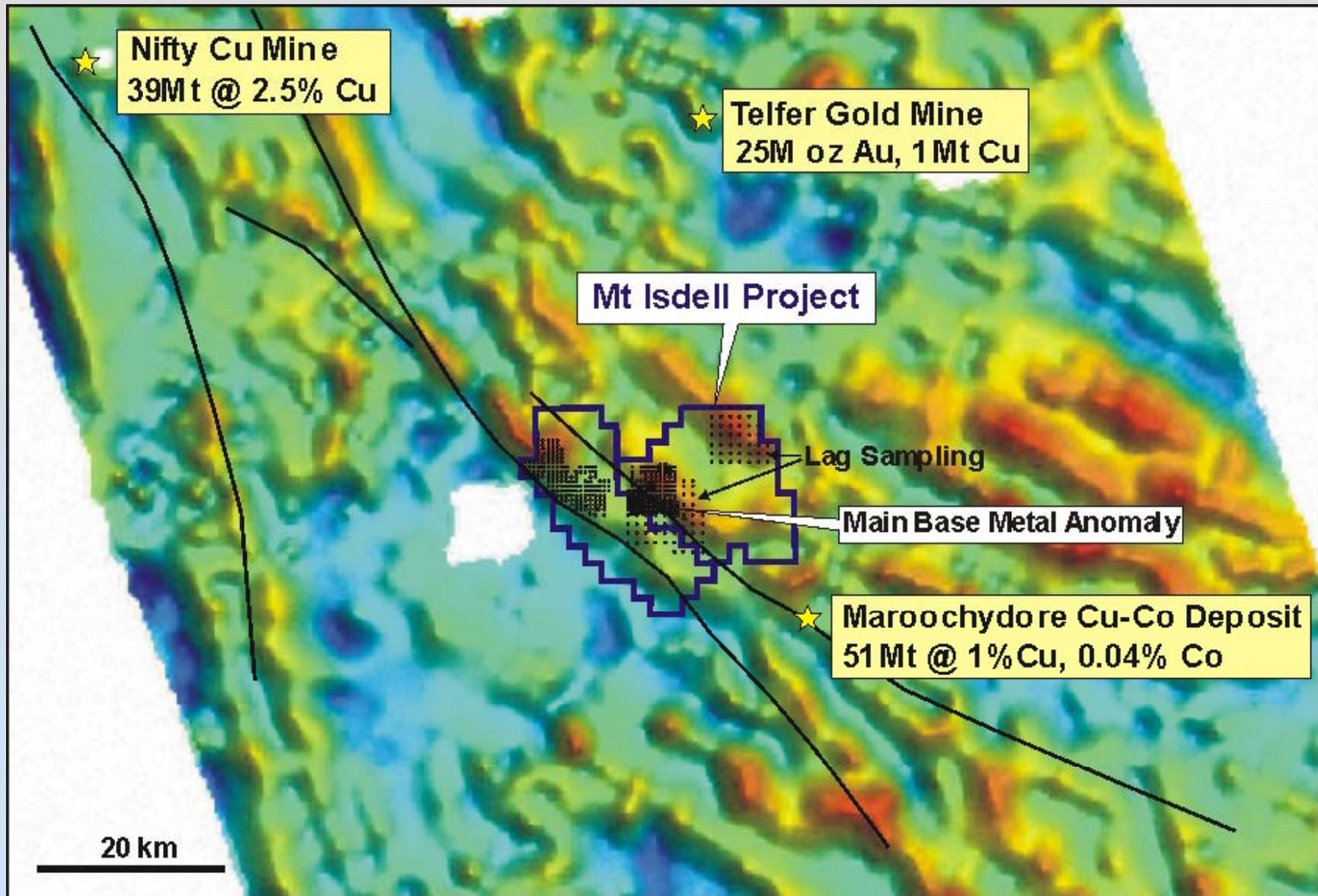


HOLLETON PROJECT (IGO 100%) GIBB ROCK Au ANOMALIES



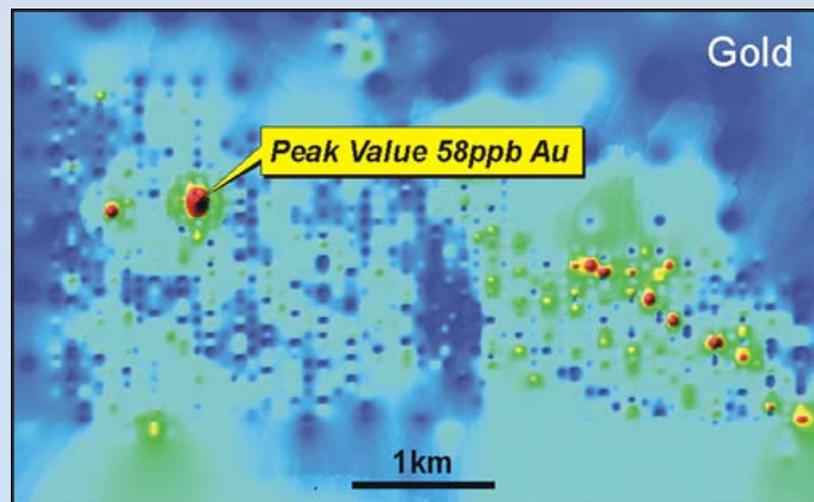
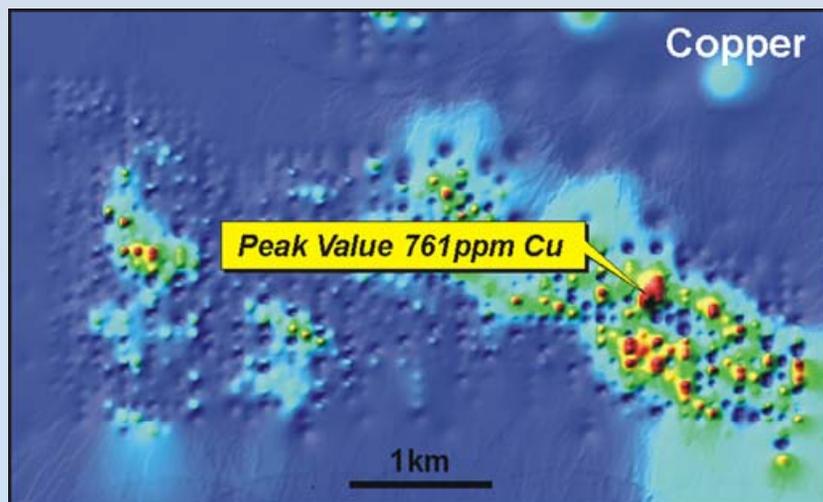
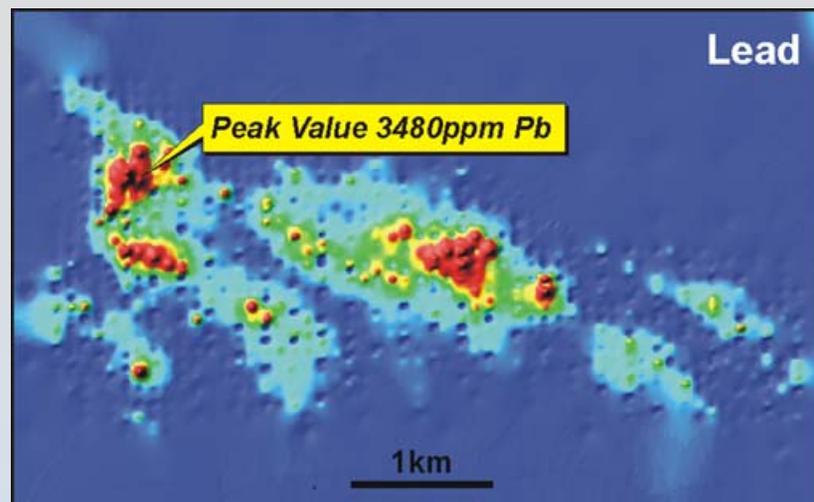
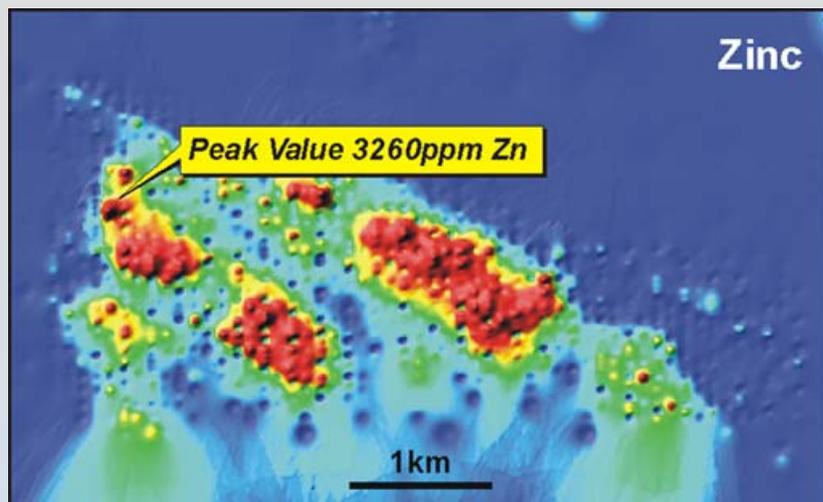


MT ISDELL (IGO 100%) PROJECT AREA OVER GRAVITY IMAGE



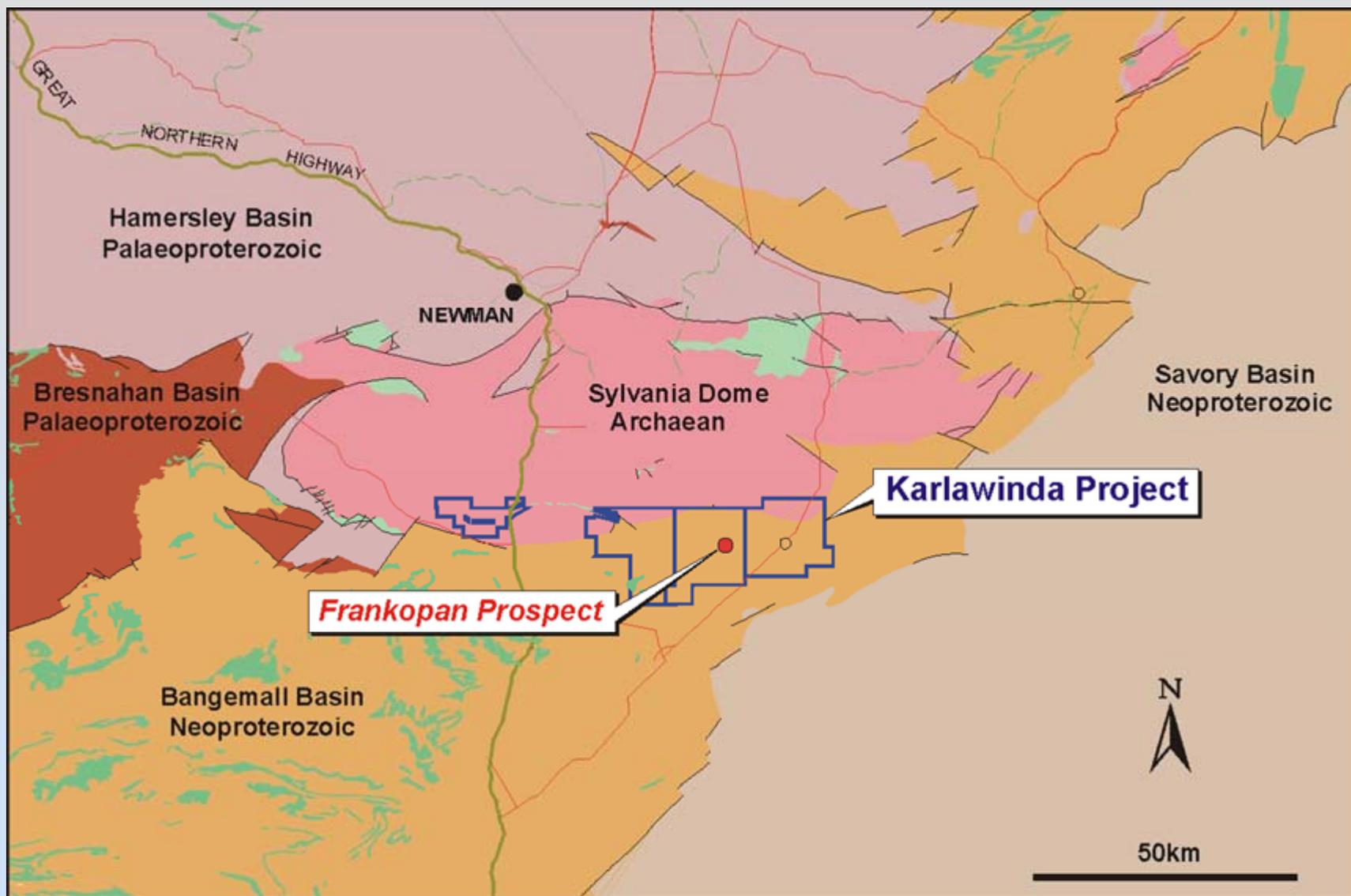


MT ISDELL – LAG GEOCHEM IMAGES



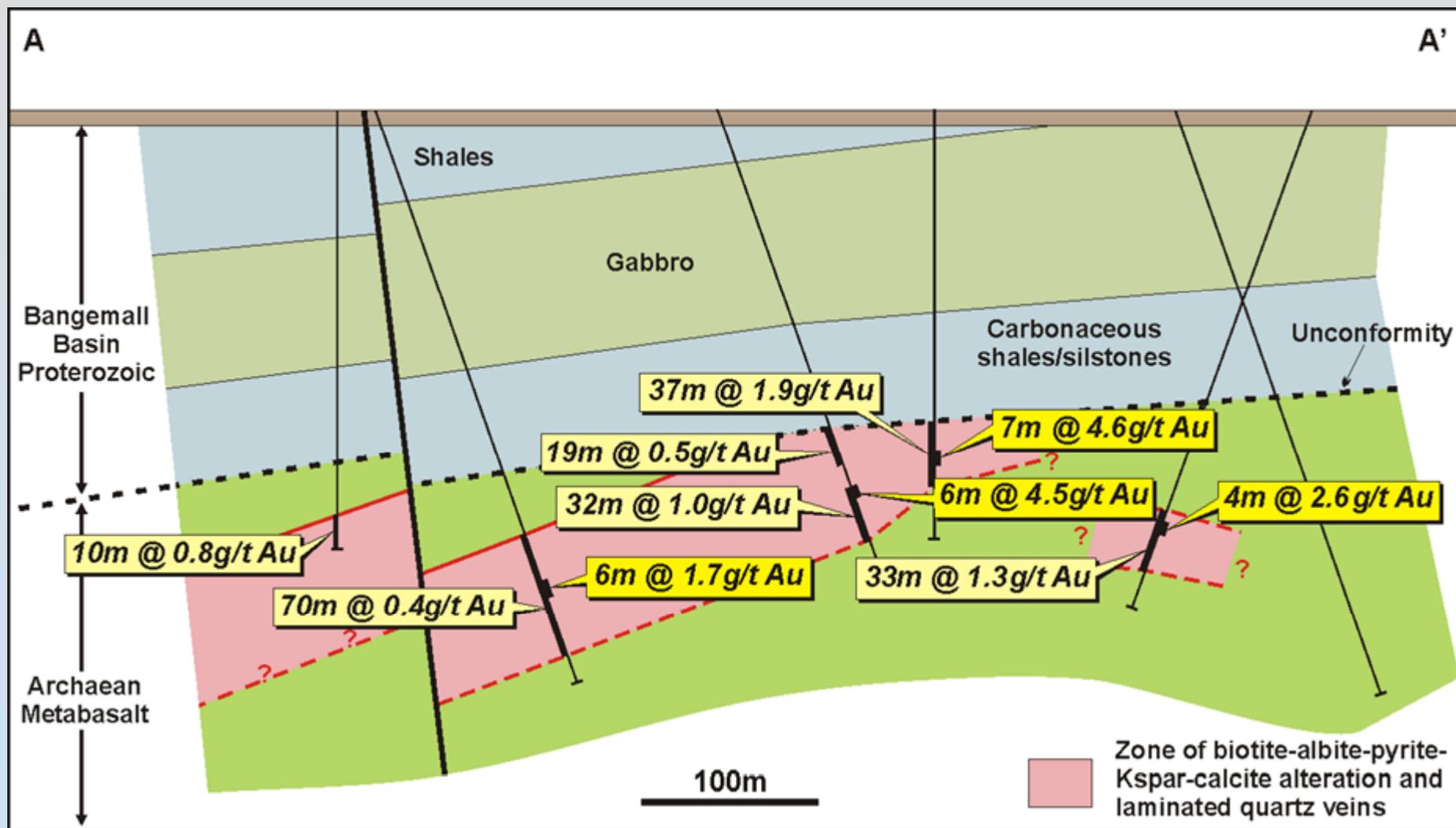


KARLAWINDA (IGO – 100%)





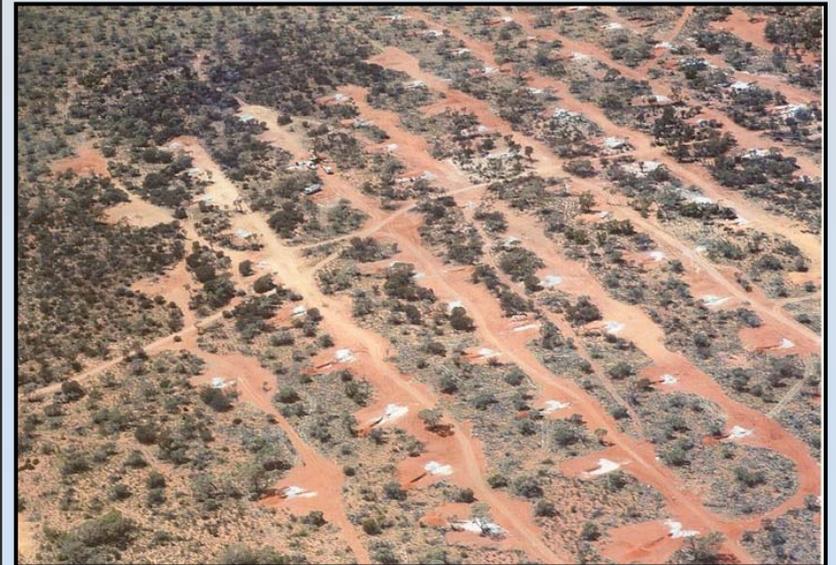
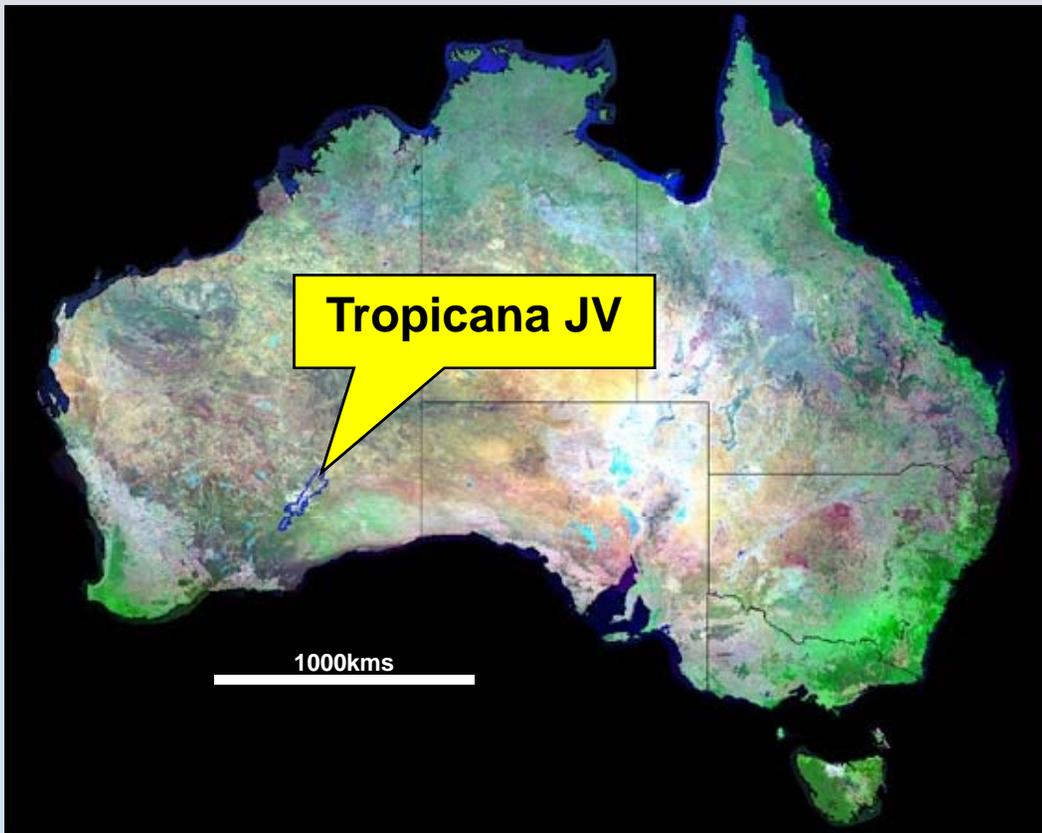
KARLAWINDA (IGO - 100%)





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

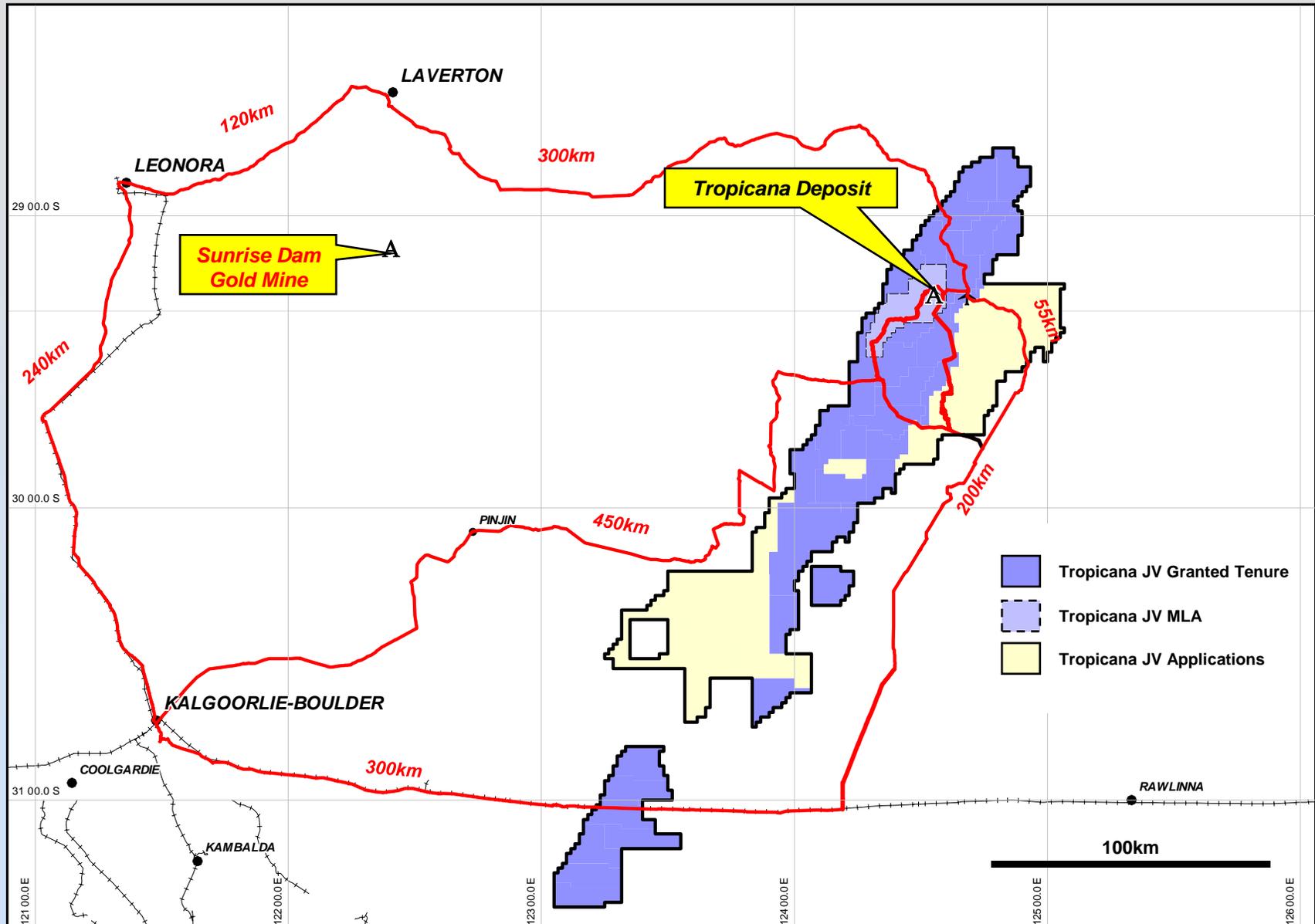
AngloGold Ashanti – 70% (Manager)
Independence Group – 30% free-carried to
completion of Pre-feasibility Study



“New Gold Province under sand”

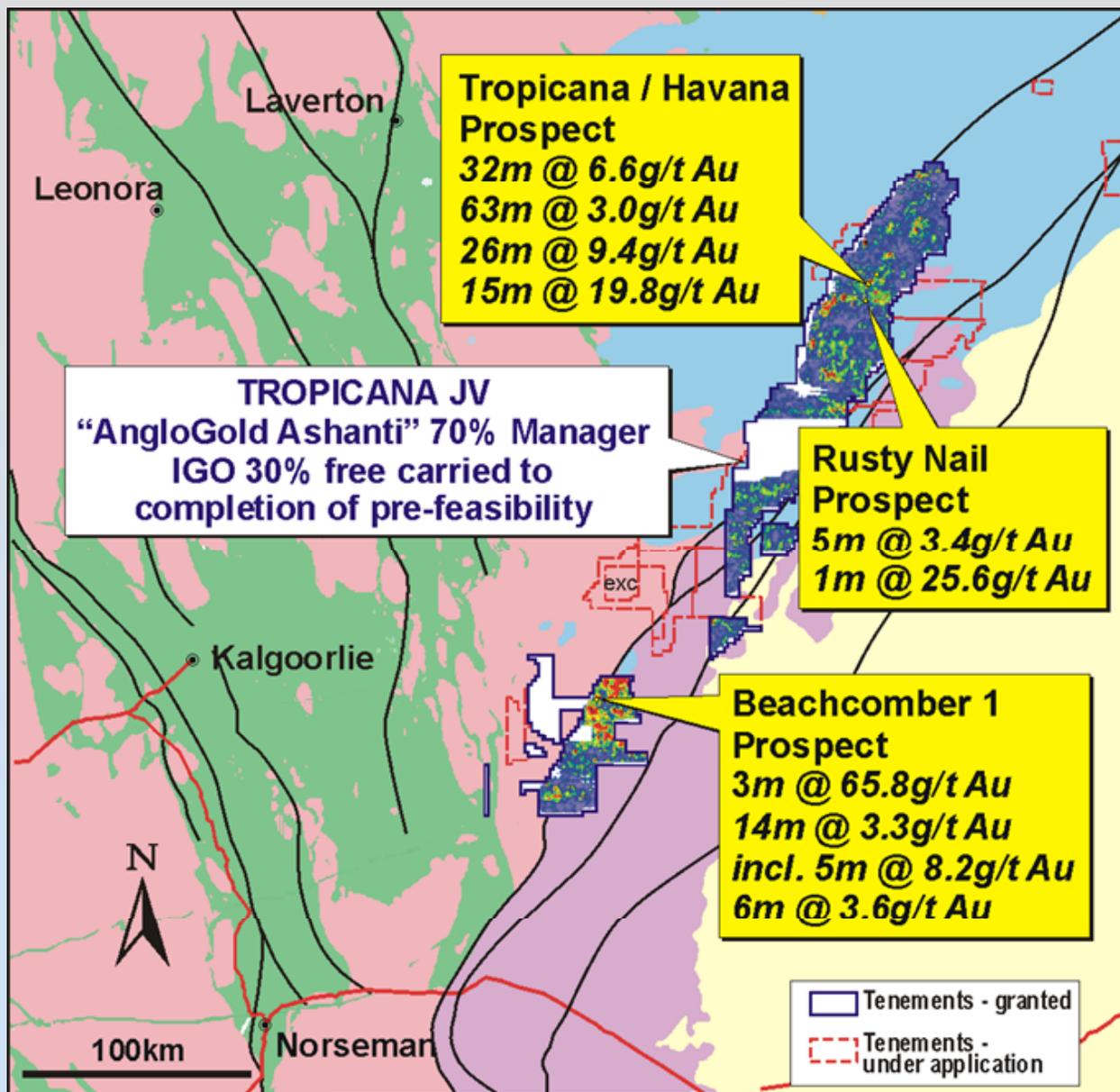


TROPICANA JV TENEMENTS





TROPICANA JV SIGNIFICANT DISCOVERIES TO DATE





TOPICANA MINERALISATION STYLE

	Yilgarn Greenstone	Tropicana Deposit
Host rocks	Greenstone belt rocks	Felsic gneiss
Structure	Shearing and brecciation commonly present	Shearing and brecciation absent
Alteration	Cb/Sr/Py +/- Aspy	Bi/Sr/Py
Veining	Quartz veining common	Quartz veining absent





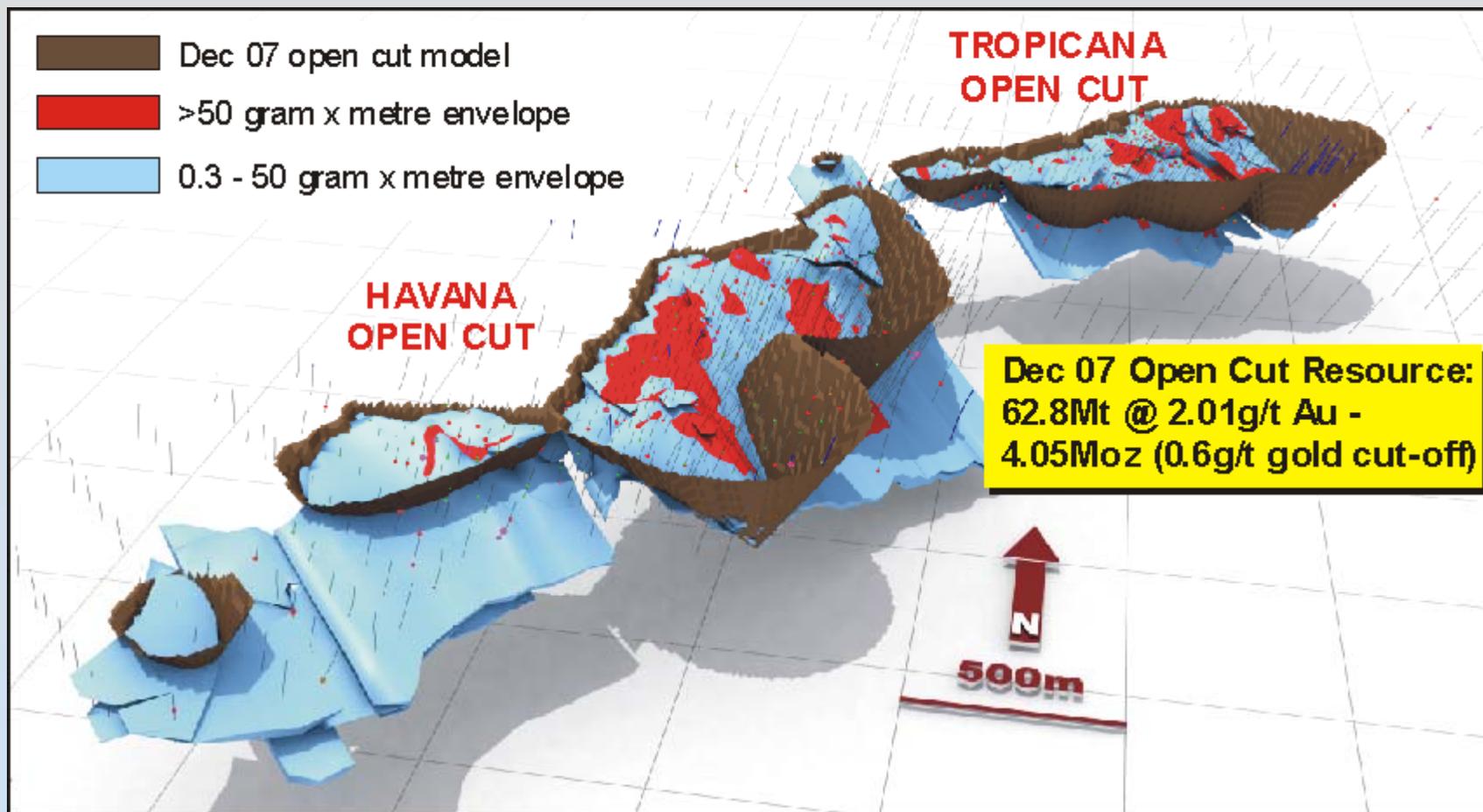
TROPICANA FLY THROUGH



TROPICANA JV

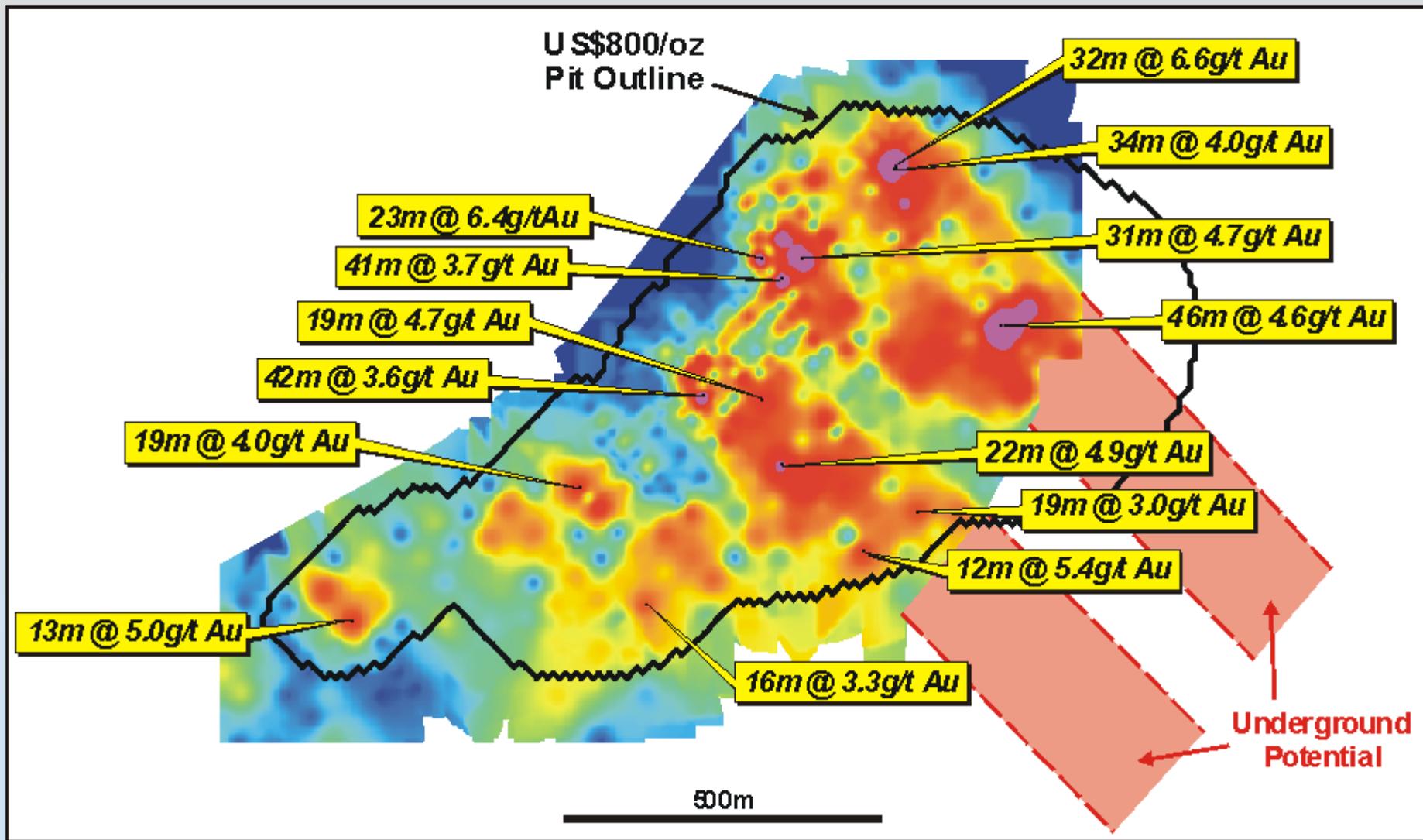


TROPICANA JV - HAVANA ZONE SIGNIFICANT DRILL HOLE RESULTS





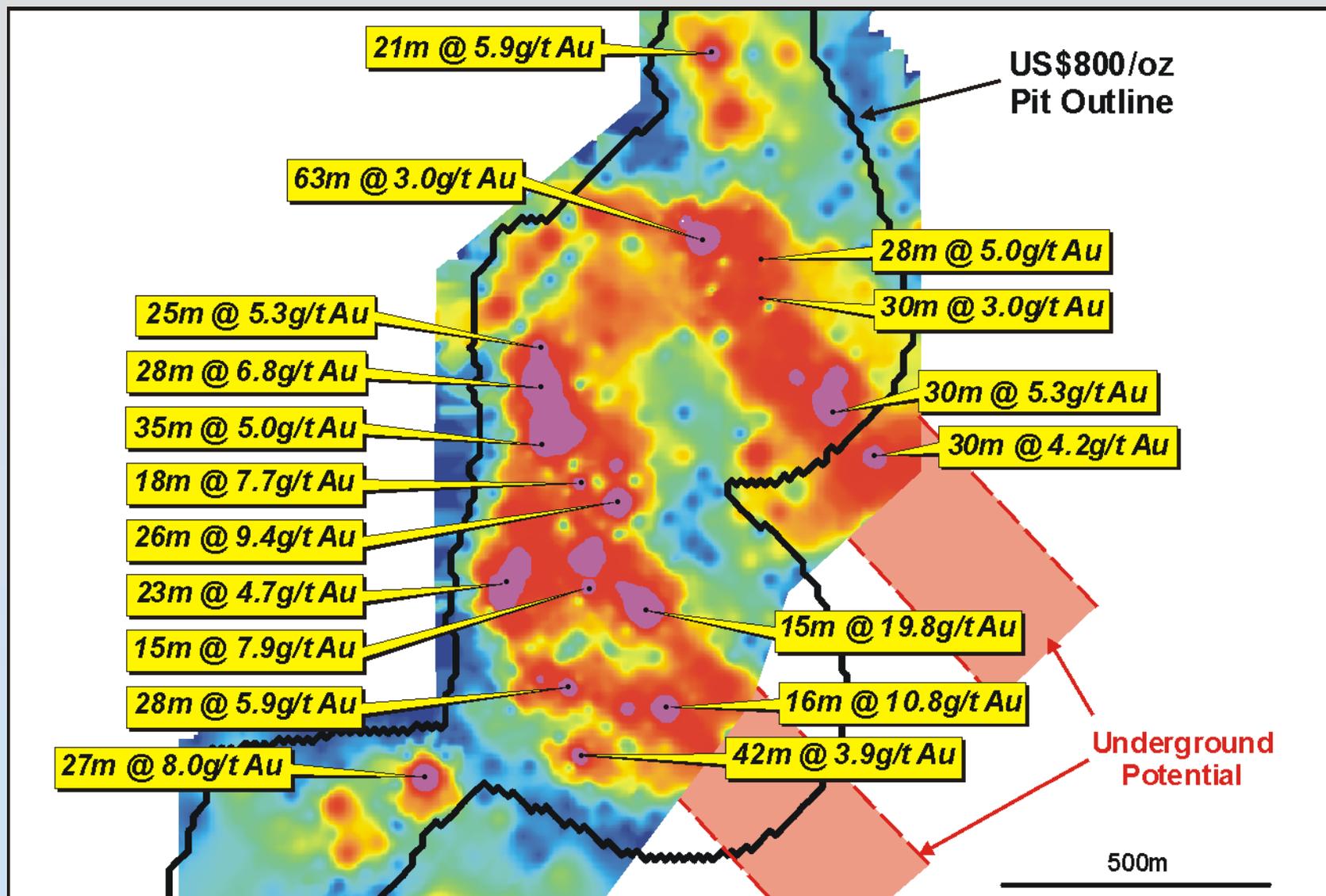
TROPICANA JV G X M GOLD CONTOURS





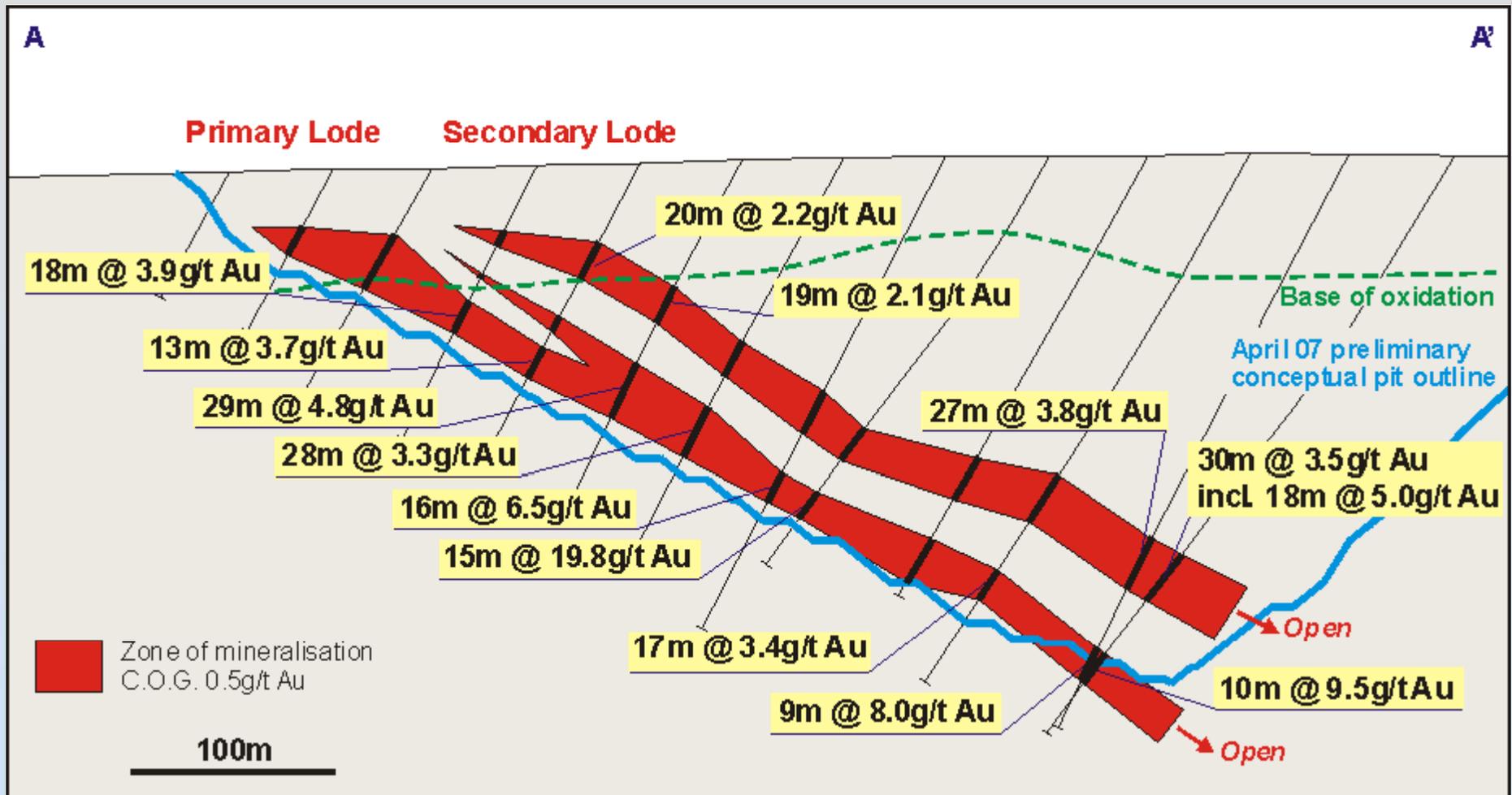
HAVANA JV

G X M GOLD CONTOURS



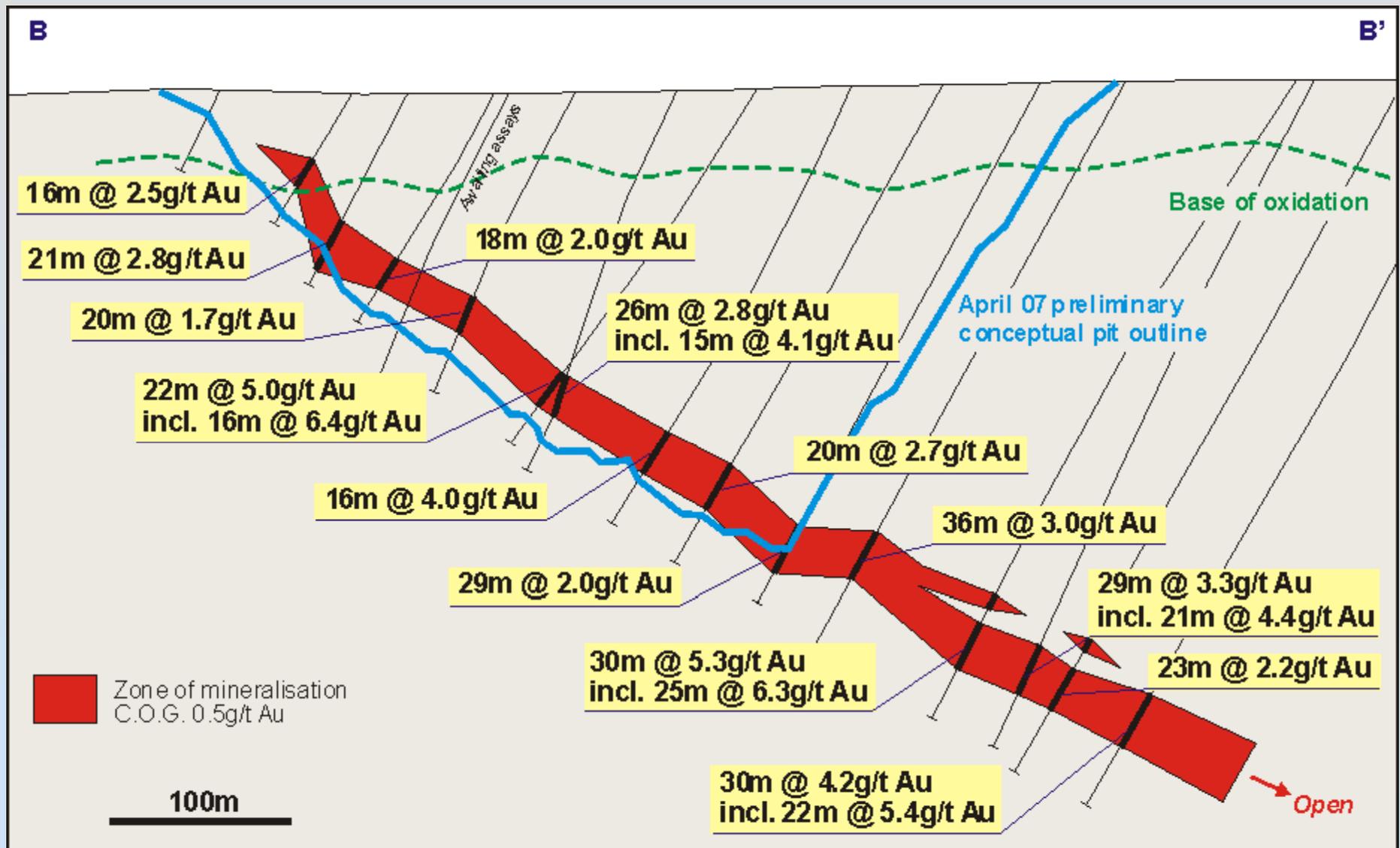


TROPICANA JV - HAVANA ZONE SIGNIFICANT DRILL HOLE RESULTS



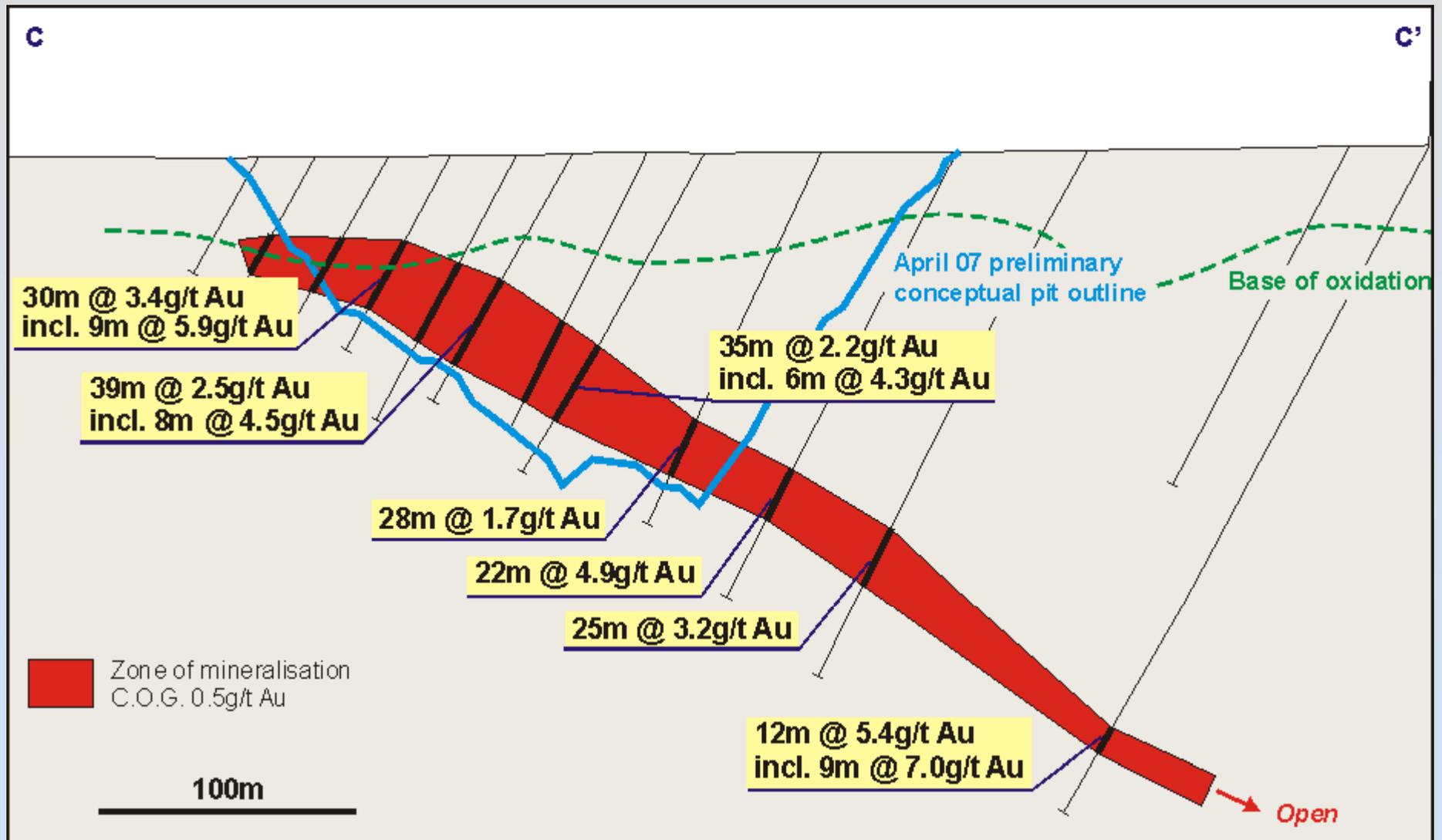


TROPICANA JV – TROPICANA ZONE SIGNIFICANT DRILL HOLE RESULTS



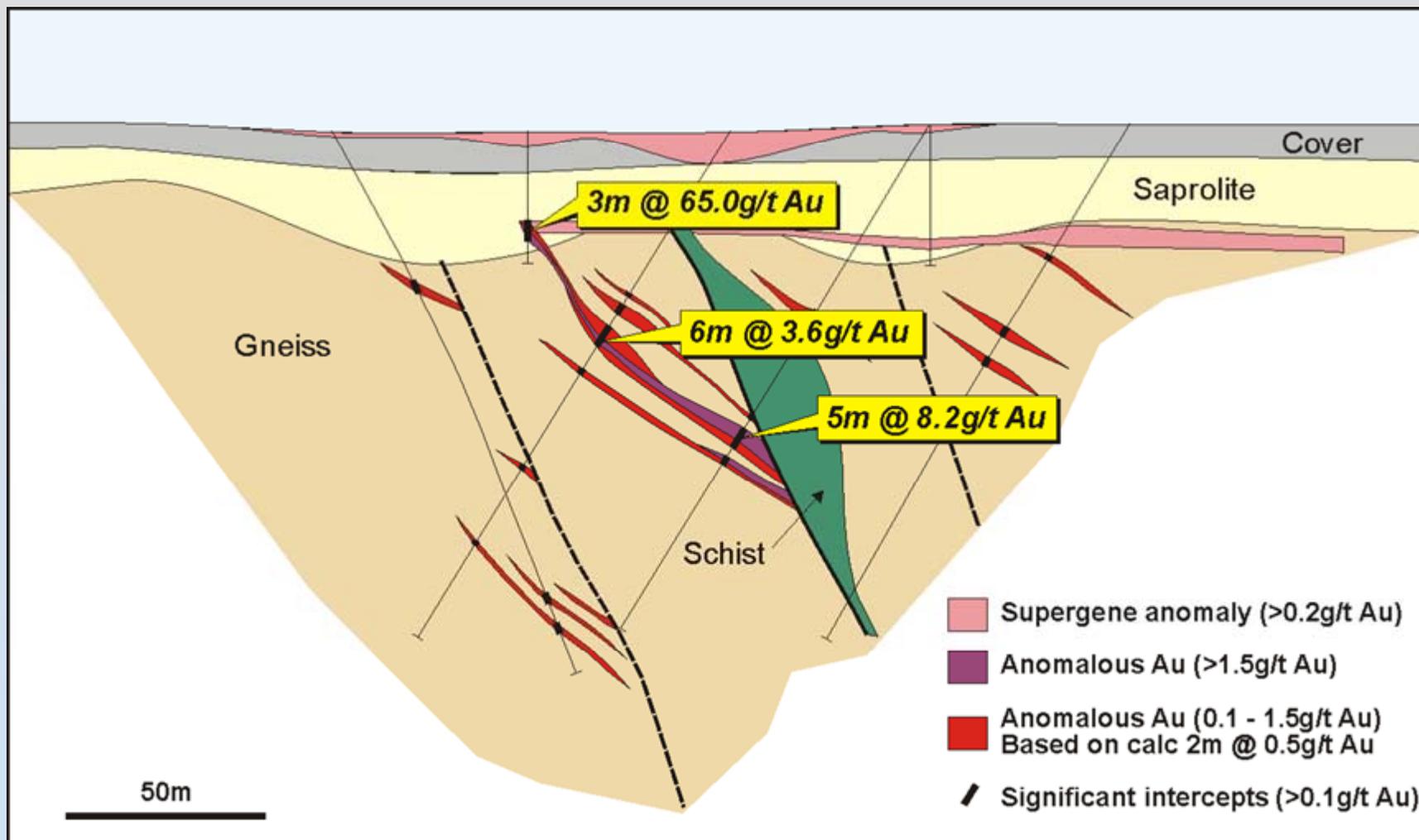


TROPICANA JV - TROPICANA ZONE SIGNIFICANT DRILL HOLE RESULTS





TROPICANA JV BEACHCOMBER CROSS-SECTION





TROPICANA PRE-FEASIBILITY STATUS

Open-cut Resource:	62.8M t @ 2.0g/t (4.05M oz)
Open-cut Size:	Target – 10 years @ 350,000oz/y
Drilling:	25m x 25m Reserves in-fill drilling and testing high-grade down plunge potential in progress
Pit Design:	2 open cuts
Mill:	4-6.5Mt p/a
Metallurgy:	Free milling – 91% recovery
Water:	Large aquifer discovered
Flora & Fauna:	No major issues envisaged
Ethnographic:	No major issues envisaged
Tenure:	Mining leases granted



INDEPENDENCE CORPORATE GOALS

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

Focus on:

- ◆ **Low cash cost assets**
- ◆ **Mine longevity**
- ◆ **Innovative exploration**
- ◆ **Strong balance sheet**



IGO LOOKING FORWARD

Long Nickel Mine IGO 100%

*Assuming production at 9,000t Ni pa.
Production could increase if new large discovery made*



Tropicana Gold Project IGO 30%



Future Growth:

- New discoveries at Long, Tropicana and regional exploration portfolio.
- Mergers / acquisitions.
- Floats / JV's.

Resources:

- Experienced and talented team.
- Large cash reserve.
- Low production costs.
- Excellent exploration upside.