NORTHERN IRON LIMITED
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NORTHERN IRON

12 December 2007

Mr Nicholas Ong
Senior Adviser, Issuers (Perth)
ASX Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Dear Nicholas

Northern Iron Limited

Please find set out below information relating to the Company's listing on ASX.

1) The basis of allocation of ordinary shares pursuant to the Prospectus and the procedures by which applicants can determine their precise allocations.

A total of 65 million shares were offered for subscription, and the Final Price to be paid by Successful Applicants under both the Institutional and Retail Offers has been set at $2.15 per share following the Institutional Bookbuild.

Northern Iron shares are expected to commence trading on ASX on Thursday, 13 December 2007 at 10 am Perth time, initially on a deferred settlement basis, under the ASX code of "NFE". Deferred settlement trading will continue until despatch of CHESS holding statements, which is expected to occur on 18 December 2007.

Valid applications by Broker Firm Applicants have been accepted in full, subject to the size of each Broker's overall firm allocation. Broker Firm Applicants should confirm their allocations with their advisor.

Valid applications under the Priority Offer have been accepted in full. Applicants under the Priority Offer should confirm their allocations by telephoning the Northern Iron Offer Information Line on 1300 557 010.

Valid applications, as determined by the Lead Manager and Northern Iron, under the Public Offer for $5,000 have been accepted in full. Those valid applications in excess of $5,000 have been allocated the first $5,000 in full plus 75% of the application above $5,000 up to a maximum allocation of $30,000.

Applications received after the close of the Offer, or Applications accompanied by cheques that were subsequently dishonoured, have not been allocated any Northern Iron shares.

Successful Institutional Applicants have been advised of their allocations by the Lead Manager – Macquarie Equity Capital Markets Limited.

All Applicants are responsible for determining and confirming the number of shares allocated to them prior to selling any shares. Applicants who sell Northern Iron shares before receiving their allotment confirmation do so at their own risk.

2) The Final Price and the total number of ordinary shares to be allotted to applicants.

The Final Price as defined in the Prospectus was set at $2.15.

The allocation of shares under the offer is split as follows:

(a)	The Broker Firm Offer:	17,442,302
(b)	The Public Offer:	407,638
(c)	The Priority Offer:	3,567,534
(d)	The Institutional Offer:	43,582,526

3) The dates specified by ASX for the despatch of the following:

In relation to all holdings on the CHESS sub-register, a notice from the Company under ASTC Settlement Rule 8.91: 18 December 2007

In relation to all other holdings, issuer sponsored holding statements: 18 December 2007

Any refund money: 18 December 2007

4) A distribution schedule of the numbers of holders in each class of security to be quoted in the form contained in Appendix 1A, paragraph 48 (or if the final schedule if not available, an indicative schedule).

An indicative schedule is attached.

5) A statement setting out the names of the 20 largest holders of each class of securities to be quoted, including the number and percentage of each class of securities held by those holders (or if the final statement if not available, an indicative statement).

An indicative schedule is attached.

6) Confirmation of completion of an agreement dated 19 October 2007 between the Company and Tschudi Mining AS for the acquisition of the issued share capital of Sydvaranger Gruve AS

The agreement dated 19 October 2007 between the Company and Tschudi Mining AS for the acquisition of the issued share capital of Sydvaranger Gruve AS has been completed.

7) An updated pro-forma balance sheet based on actual funds raised under the Prospectus.

Please find attached.

8) The full terms and conditions of the unlisted options.

Please find attached.

9) A statement setting out the number of securities subject to escrow and the escrow period applied to those securities.

99,891,795 ordinary shares fully paid classified by ASX as restricted securities and to be held in escrow for a period of 24 months from commencement of official quotation.

2,000,000 options exercisable at a 40% premium to the Final Price with a term of 30 months from the date of admission of the Company to the official list, classified by ASX as restricted securities and to be held in escrow for a period of 24 months from commencement of official quotation.

750,000 options exercisable at the Final Price with a term of 36 months from the date of admission of the Company to the official list, classified by ASX as restricted securities and to be held in escrow for a period of 24 months from commencement of official quotation.

750,000 options exercisable at a 40% premium to the Final Price with a term of 36 months from the date of admission of the Company to the official list classified by ASX as restricted securities and to be held in escrow for a period of 24 months from commencement of official quotation.

10) A statement setting out the number of securities subject to voluntary escrow and the escrow period applied to those securities.

The 85 million shares held by Tschudi Mining AS are the subject of a Voluntary Escrow Agreement from the date on which the Share Sale and Purchase Agreement in executed until the earliest of:

a) four years after the "Closing Date" as defined in the Share Sale and Purchase Agreement

b) the date on which all requisite approvals and permits to recommission the Sydvaranger Iron Project to production of approximately 2.9 million tonnes per annum of iron concentrate are obtained pursuant to Clause 9A.1 of the Share Sale and Purchase Agreement: or

c) the date on which the put option under Clause 9A of the Share Sale and Purchase Agreement is exercised.

Yours sincerely

Robert Anderson
Company Secretary