



Fortescue Metals Group Ltd
ACN: 602 594 872
Fortescue House
50 Kings Park Road West Perth
Western Australia 6005
PO Box 910, West Perth, Western Australia 6872

Telephone: + 61 8 9266 0111
Facsimile: + 61 8 9266 0188
Website: www.fmg.com.au

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The Companies Officer
Australian Stock Exchange Ltd.
Exchange Plaza, 2 The Esplanade
Perth, Western Australia 6000

Dear Sir,

PRODUCT QUALITY INFORMATION

Fortescue Metals Group Limited ("**FMG**") advises that it has received new information from BHP Billiton Limited, BHP Billiton Minerals Pty Ltd and Billiton Iron Ore Pty Ltd ("**BHPB**") regarding their specific grades of BHPB product.

FMG has assimilated this information with its own updated fine ore product data where tests have now been run at 1000 degrees centigrade, as opposed to the partial calcination of 371 degrees centigrade, as previously announced.

The updated BHPB grades and comparative FMG and Rio Tinto Limited grades are set out in the updated tables and graphs attached to this announcement. The attached new tables and graphs whilst indicating a clear competitive position enjoyed by BHPB in the global iron ore market, also demonstrates the correlation of FMG's sinter fines product.

FMG has replaced the previous graphs and tables in its corporate presentations with those attached and invites further discussion and comparative analyses from all interested parties. As further information on the comparative grades of products among the iron ore developers of BHPB, FMG and Rio Tinto Limited in the Pilbara becomes available, FMG will be pleased to immediately release this information to the public.

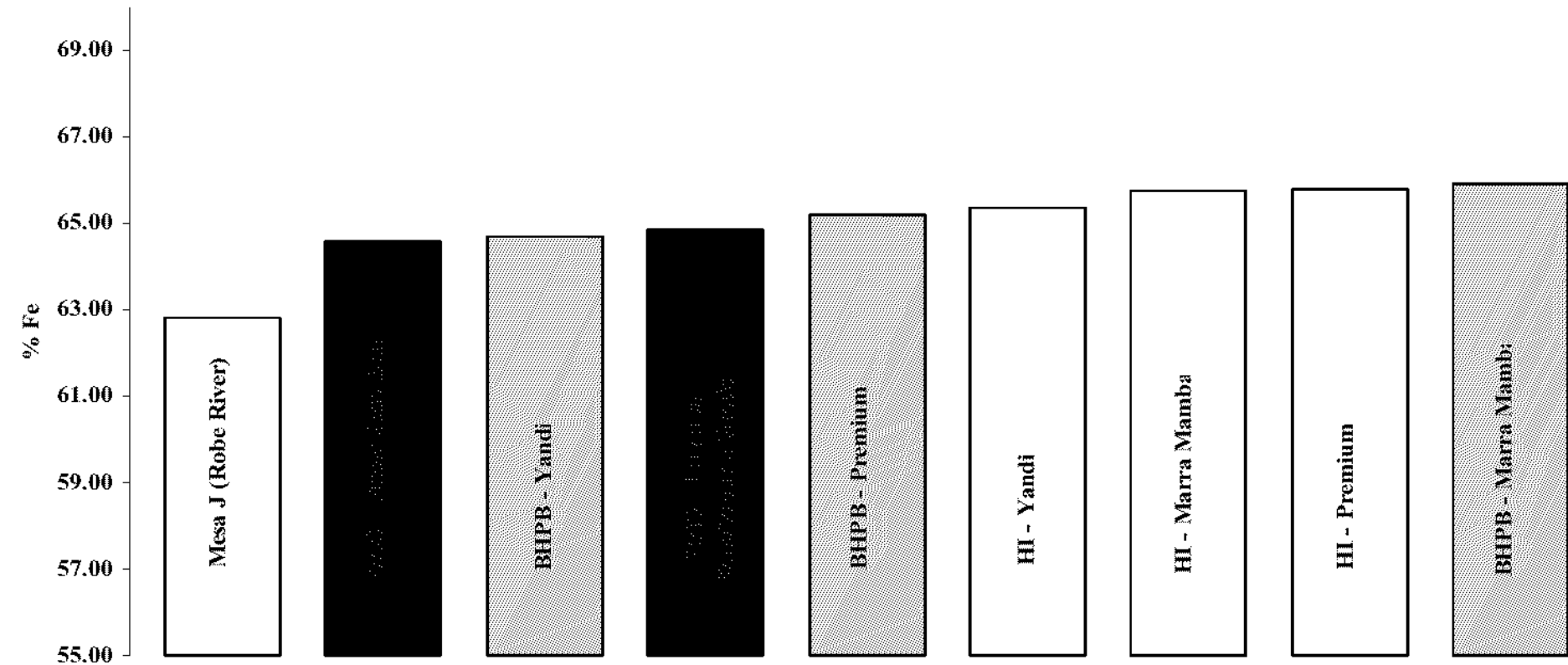
Yours sincerely,

John Clout
Head of Resource Strategy
Fortescue Metals Group Ltd

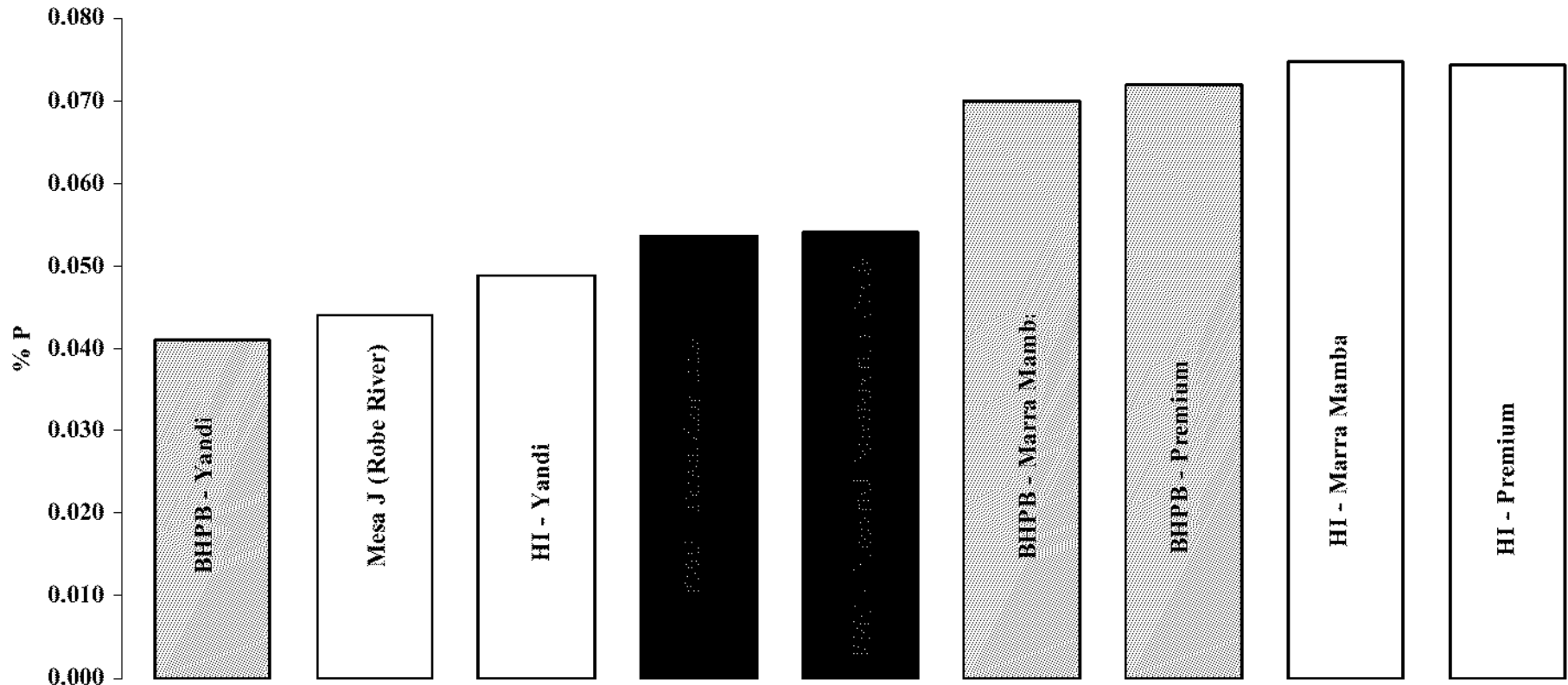
The New Force in Iron Ore



Calcined Fine Iron Ores Iron



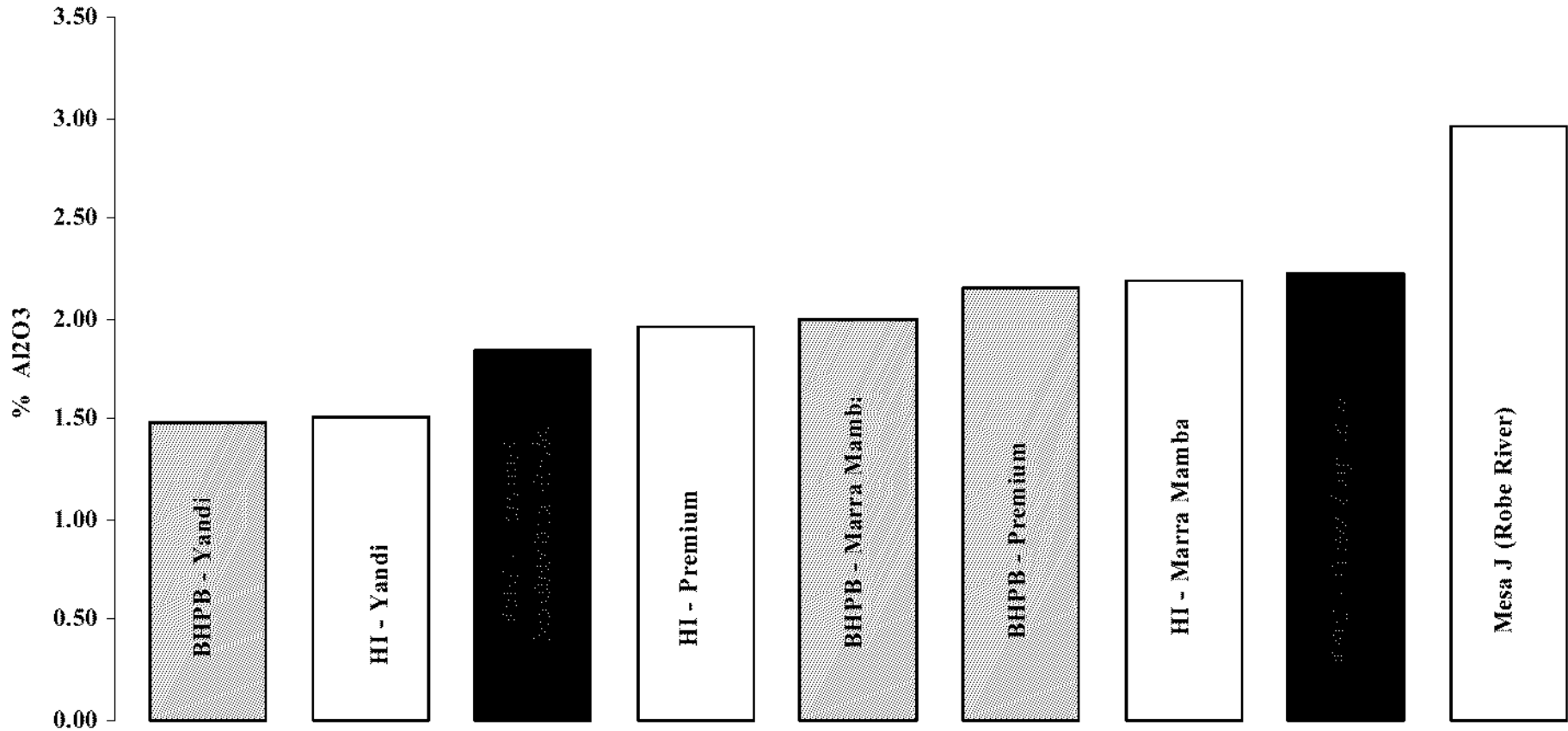
Calcined Fine Iron Ores Phosphorus



The New Force in Iron Ore



Calcined Fine Iron Ores Alumina



The New Force in Iron Ore



Calcined Fine Iron Ores Silica

