INDEPENDENCE GROUP NL

Annual General Meeting

Investor Update

19th November 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 - CORPORATE

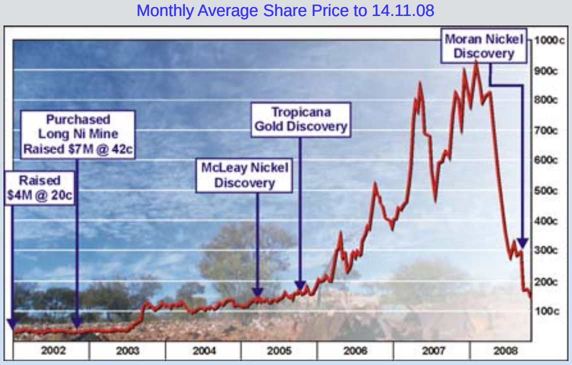
Capital Structure:	113M shares & 1.7M staff options 27 Institutions with >0.5M shares Directors & staff – 7% Daily turnover (6 month average) – 856,528
Substantial shareholders:	JP Morgan - 11.5M shares (10.1%) Barclays - 8.5M shares (6.9%) Orion - 7.5M shares (6.4%) NAB - 6.8M shares (6.1%)
Financials:	NPAT: $51.5M EPS: $0.44 / share (diluted) Dividend: Dec 07 – 12c final, Apr 08 - 5c interim
Sep 08 Financials:	Cash & Net Receivables: $127.5M

INDEPENDENCE OVERVIEW - ASSETS

Long Nickel Mine	2007/8 Cash Costs: A$4.12/lb Ni 2007/8 Production: 9,275t Ni June 2007 Resources: 79,300t Ni @ 5.3% Ni June 2007 Reserves: 39,600t Ni @ 3.6% Ni *Extending mine life*
Tropicana JV	Initial Open Cut Resource: 30% of 4.05M oz *Significant 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 14.11.08



FINANCIALS

	2007/8
Total revenue	$149M
Profit before tax (unaudited)	$74M
Net profit after tax (unaudited)	$51M
Cash & net receivables	$150M
Diluted earnings per share	44c
Dividend payment per share	17c

INDEPENDENCE GROUP NL

LONG NICKEL MINE
IGO'S CURRENT CASH PRODUCING ASSET

Purchase price = A$15M **IGO Profit to date = $233.8M**

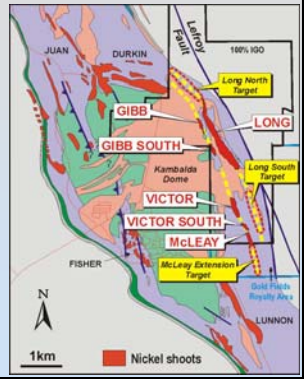
1979-1999
WMC Production:
203,184t Ni

2002-2008
IGO Production:
46,516t Ni

LONG NICKEL MINE (IGO 100%)

HISTORY:
- Starting Reserve = 26,800Ni t
- Production to Jun08 = 46,516Ni t
- June 2008 Resource = 75,800Ni t
- June 2008 Reserves = 37,200Ni 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.



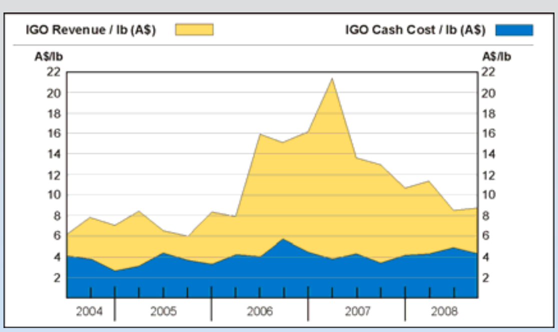
LONG MINE PERSONNEL

- Owner operator with 126 salaried employees & 35 full time contractors.
- Only 6 LTI's since commencement.
- Very experienced team.
- Productivity bonus.

PRODUCTION FORECAST & HEDGING

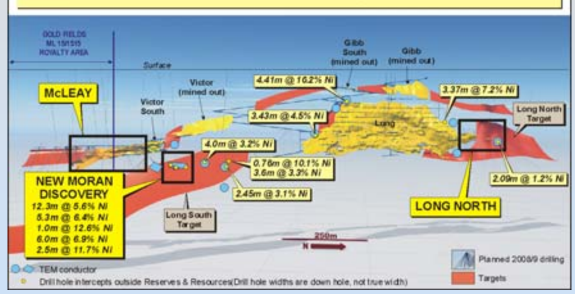
	2007/8 Budget	2007/8 Actual
Production	8,800-9,000 Ni t	9,275 Ni t
Grade	3.8% Ni	3.6% Ni
Cash Costs (payable)	A$4.50-4.65/lb Ni	A$4.12/lb Ni
	2008/9 Budget	
Production	8,400-8,800 Ni t	
Grade	3.6% Ni	
Cash Costs (payable)	A$4.50-4.65/lb Ni	
Hedging	1,800 Ni t @ $18,489 / t Delivered @ 200Ni t / month to June 09	

QUARTERLY CASH COSTS & REVENUE

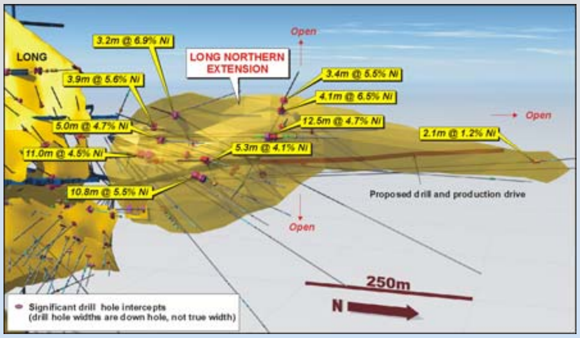


LONG MINE RESOURCES & RESERVES LONGITUDINAL PROJECTION

June 2008 Mineral Resources:	1,420,000t @ 5.3% Ni (75,800t Ni)
June 2008 Ore Reserves:	1,085,000t @ 3.4% Ni (37,200t Ni)



LONG NORTH - SIGNIFICANT NICKEL INTERCEPTS OUTSIDE RESERVES



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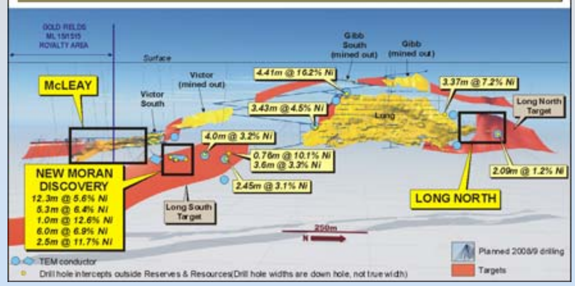
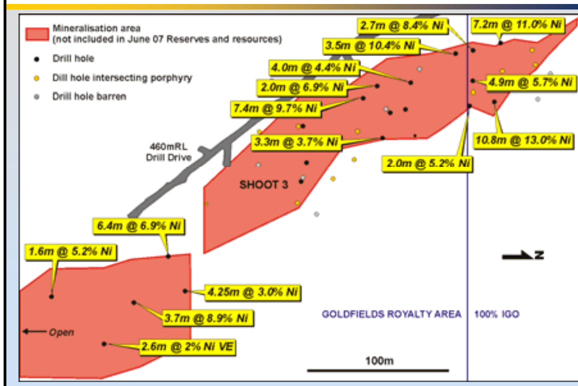


McLEAY SHOOT 3 – SIGNIFICANT NICKEL INTERCEPTS OUTSIDE RESERVES



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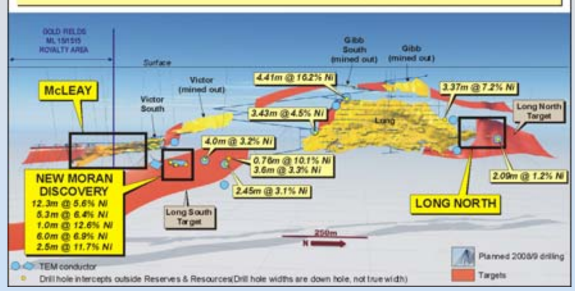
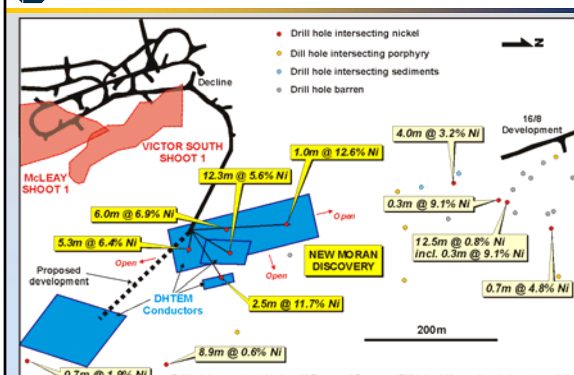


LONG SOUTH TEM CONDUCTORS & SIGNIFICANT INTERCEPTS OUTSIDE RESERVES



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.

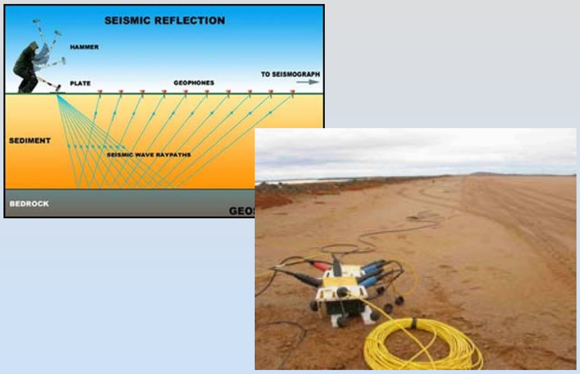
Down hole TEM probe

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

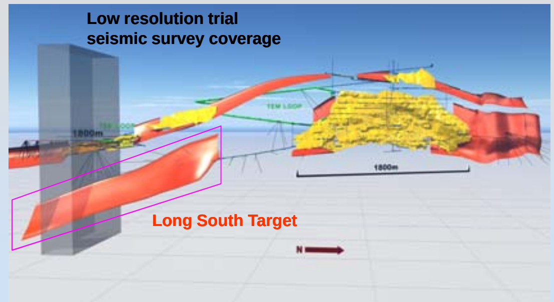
3 component underground TEM system

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

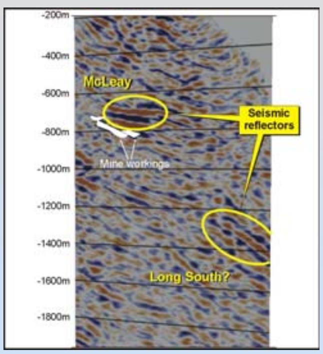
MINE GEOPHYSICS SEISMIC REFLECTION



LONG SOUTH SEISMIC SURVEY



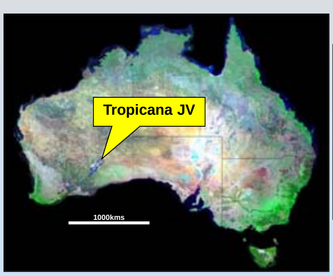
MCLEAY AND LONG SOUTH SEISMIC SECTION



LONG FLY THROUGH

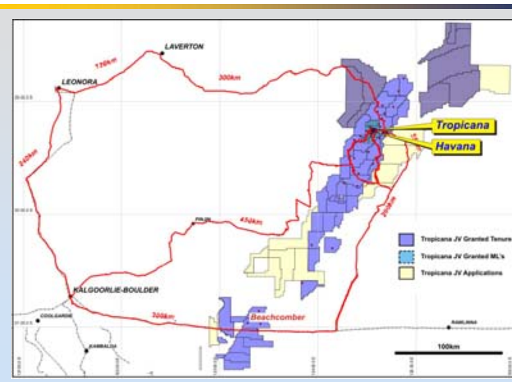
TROPICANA JV - NEW GOLD PROVINCE IGO'S SECOND CASH GENERATOR

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

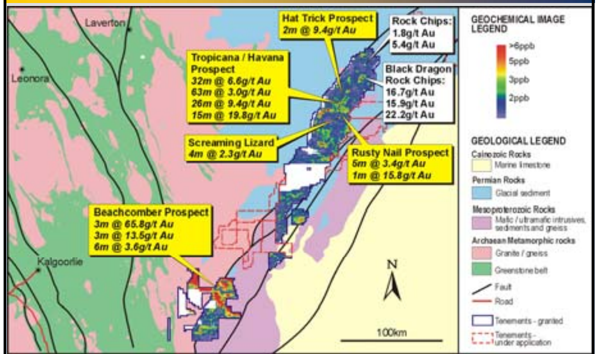


"New Gold Province under sand"

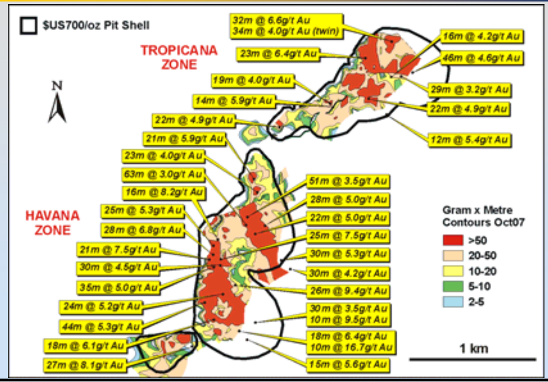
TROPICANA JV TENEMENTS



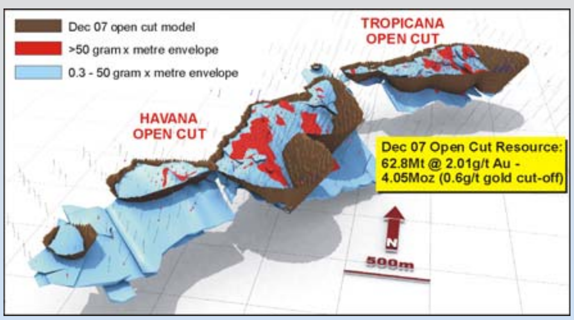
TROPICANA JV
SIGNIFICANT DISCOVERIES TO DATE



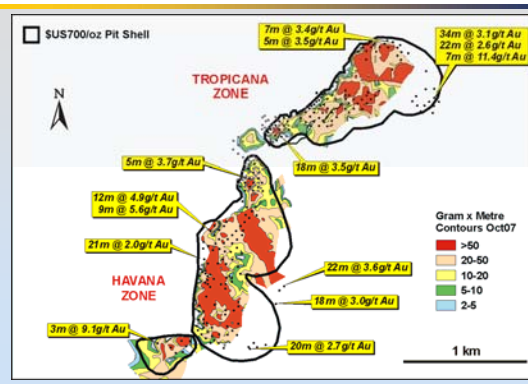
TROPICANA & HAVANA
SIGNIFICANT INTERCEPTS



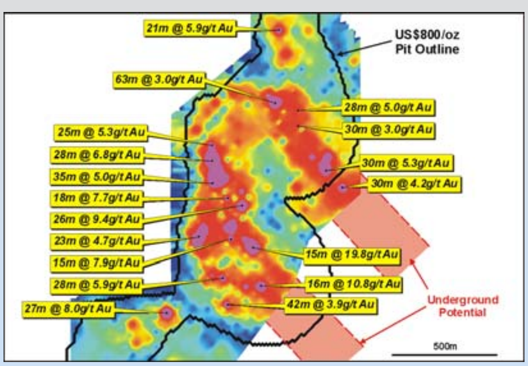
TROPICANA & HAVANA
PROPOSED OPEN CUTS



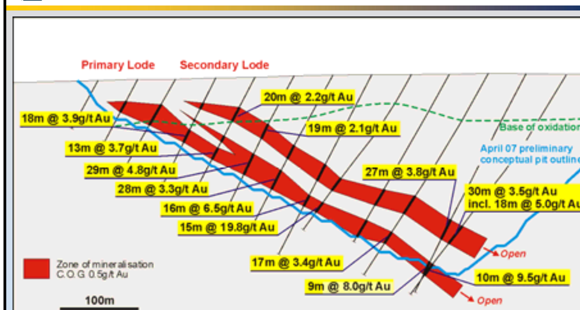
TROPICANA JV - NEW INTERCEPTS
OUTSIDE DEC 07 RESOURCE MODEL



TROPICANA JV - HAVANA ZONE
G X M GOLD CONTOURS



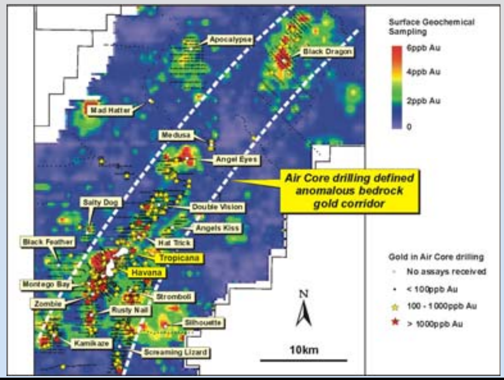
TROPICANA JV - HAVANA ZONE
SIGNIFICANT DRILL HOLE RESULTS



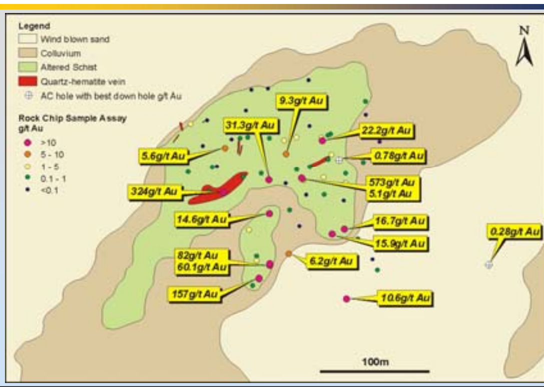
TROPICANA PRE-FEASIBILITY STATUS

Open-cut Resource:	62.8M t @ 2.0g/t Au (4.05M oz Au) at Dec 07
Open-cut Size:	Target – 10 years @ +300,000oz/y
Drilling:	25m x 25m Reserves in-fill drilling and testing high-grade down plunge potential in progress
Pit Design:	2 main open cuts
Mill:	3.5 – 7.5Mt 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

TROPICANA JV – 45KM GOLD CORRIDOR



TROPICANA JV – BLACK DRAGON PROSPECT ROCK CHIPS



TROPICANA FLY THROUGH

ANGLOGOLD ASHANTI

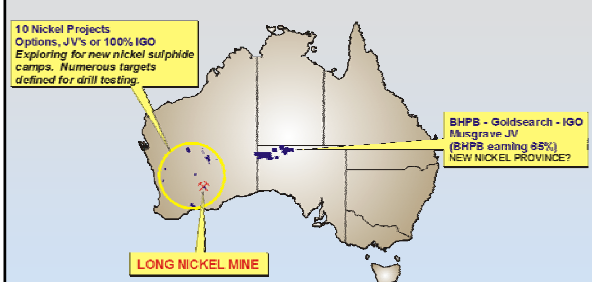
INDEPENDENCE GROUP

REGIONAL EXPLORATION STRATEGY

Discovering new, high profit mines by -

- Technical Innovation
  - Geophysical tools to see "under cover"
  - New targeting techniques
  - 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

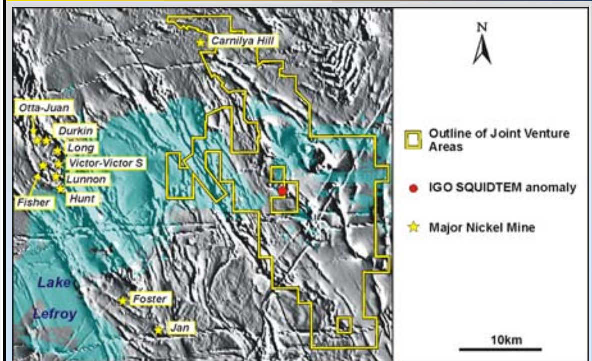


EXPLORATION GEOPHYSICS

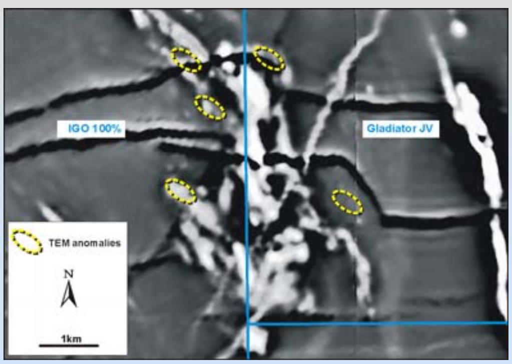
High powered TEM transmitter truck
developed in conjunction with Curtin University

Squid TEM sensor
Photo courtesy of Anglo American

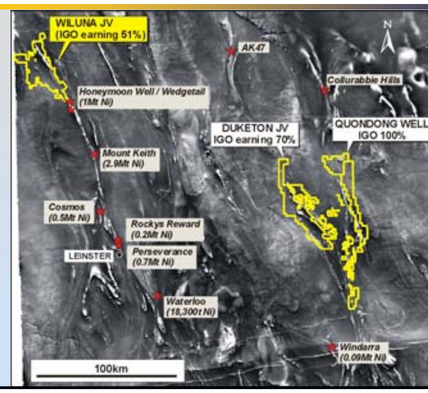
LAKE LEFROY JOINT VENTURES



LAKE LEFROY JOINT VENTURE TEM ANOMALIES OVER MAGNETICS



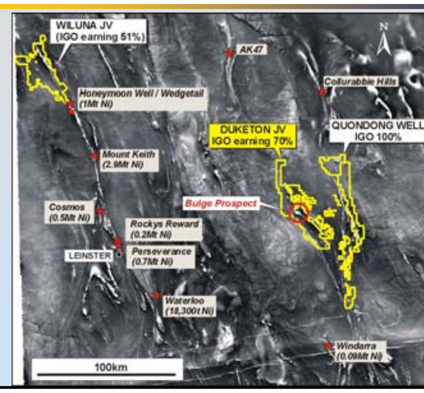
NORTH-EASTERN GOLDFIELDS NICKEL PROJECTS



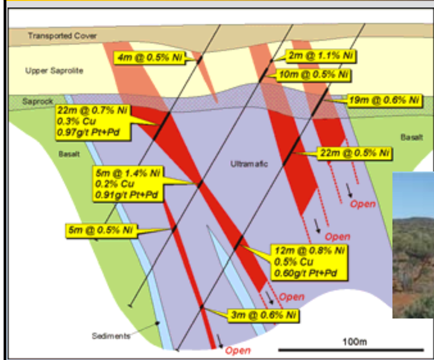
WILUNA JV (IGO earning 51-70%)

JV Partner: OZ

NORTH-EASTERN GOLDFIELDS NICKEL PROJECTS

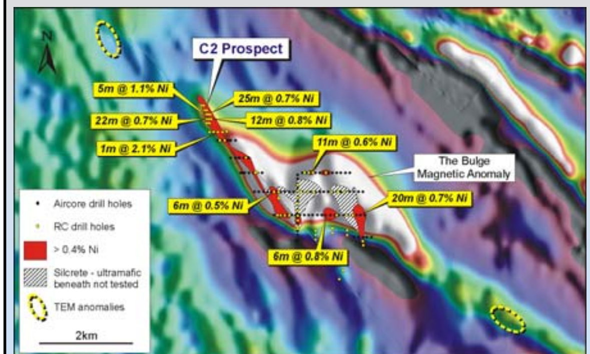


DUKETON JV – BULGE NICKEL PROSPECT (IGO earning 70%)

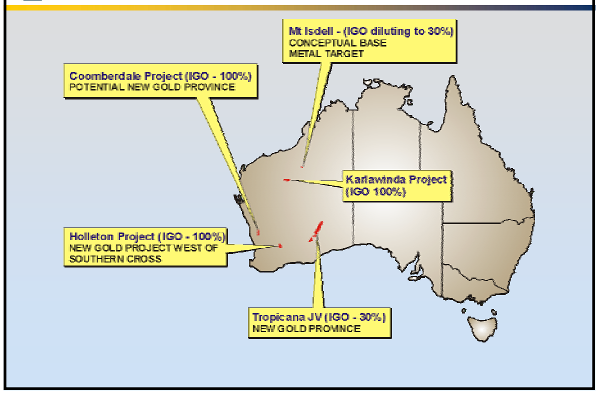


JV Partner:
South Boulder

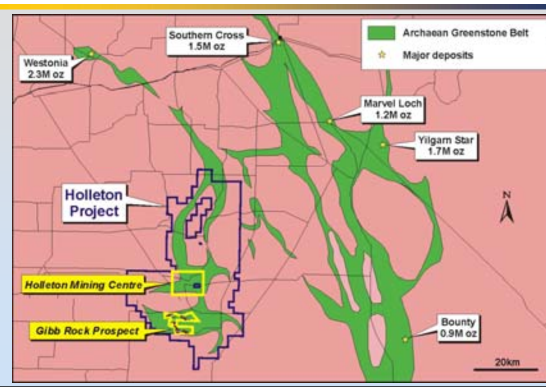
DUKETON JV – BULGE PROSPECT NICKEL GEOCHEM ANOMALIES



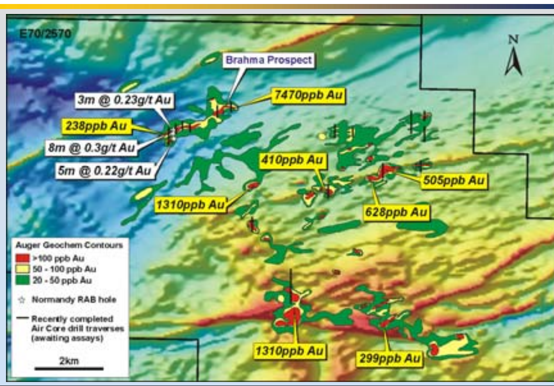
IGO GOLD EXPLORATION PROJECTS



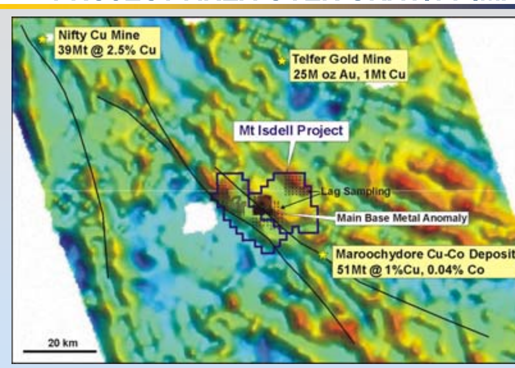
HOLLETON PROJECT (IGO 90-100%) REGIONAL GEOLOGY



HOLLETON PROJECT (IGO 100%) GIBB ROCK Au ANOMALIES

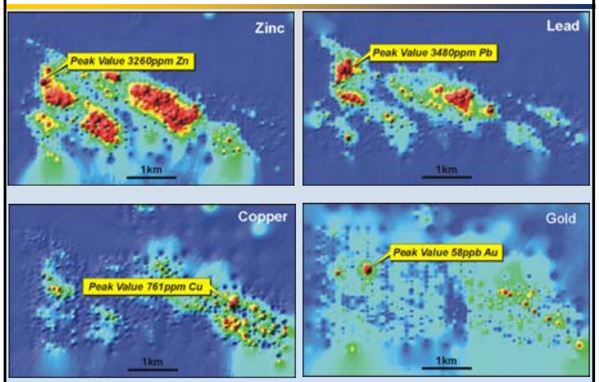


MT ISDELL (IGO diluting to 49%) PROJECT AREA OVER GRAVITY IMAGE

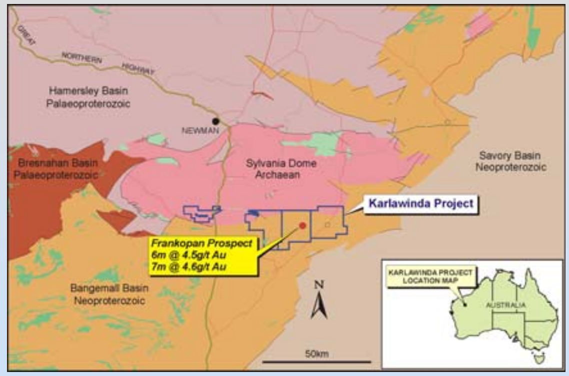


JV Partner: Teck Cominco

MT ISDELL – LAG GEOCHEM IMAGES



KARLAWINDA (IGO – 100%)



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**

RESOURCE & RESERVE COMPETENT PERSON STATEMENT

Note: The information in this report 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.