



**MAKING A
DIFFERENCE**

INDEPENDENCE GROUP NL 2018 AGM PRESENTATION

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Managing Director and CEO
23 November 2018

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- There are a number of risks specific to IGO and of a general nature which may affect the future operating and financial performance of IGO and the value of an investment in IGO including and not limited to economic conditions, stock market fluctuations, commodity demand and price movements, access to infrastructure, timing of environmental approvals, regulatory risks, operational risks, reliance on key personnel, reserve and resource estimations, native title and title risks, foreign currency fluctuations and mining development, construction and commissioning risk. The production guidance in this presentation is subject to risks specific to IGO and of a general nature which may affect the future operating and financial performance of IGO.
- Any references to IGO Mineral Resource and Ore Reserve estimates should be read in conjunction with IGO's 2018 Mineral Resource and Ore Reserve announcement dated 26 July 2018 and lodged with the ASX for which Competent Person's consents were obtained, which is available on the IGO website. The Competent Person's consents remain in place for subsequent releases by the Company of the same information in the same form and context, until the consent is withdrawn or replaced by a subsequent report and accompanying consent.
- The information in this presentation that relates to Exploration Results is extracted from the ASX announcements released 25 October 2018 entitled "Lake Mackay JV – IGO meet 70% Earn-in Expenditure" and 3 August 2018 entitled "Tropicana Site Visit" and for which Competent Person's consents were obtained. The Competent Person's consents remain in place for subsequent releases by the Company of the same information in the same form and context, until the consent is withdrawn or replaced by a subsequent report and accompanying consent.
- The Company confirms that it is not aware of any new information or data that materially affects the information included in the original ASX announcements released on 26 July 2018 and 3 August 2018 and, in the case of estimates or Mineral Resources or Ore Reserves, that all material assumptions and technical parameters underpinning the estimates in the original ASX announcement continue to apply and have not materially changed. The Company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original ASX announcement.
- All currency amounts in Australian Dollars unless otherwise noted.
- Net Debt is outstanding debt less cash balances and Net Cash is cash balance less outstanding debt.
- Cash Costs are reported inclusive of Royalties and after by-product credits on per unit of payable metal basis, unless otherwise stated.
- IGO reports All-in Sustaining Costs (AISC) per ounce of gold for its 30% interest in the Tropicana Gold Mine using the World Gold Council guidelines for AISC. The World Gold Council guidelines publication was released via press release on 27 June 2013 and is available from the World Gold Council's website.
- Underlying EBITDA is a non-IFRS measure and comprises net profit or loss after tax, adjusted to exclude tax expense, finance costs, interest income, asset impairments, gain on sale of subsidiary, redundancy and restructuring costs, depreciation and amortisation, and once-off transaction costs.
- Free Cash Flow comprises Net Cash Flow from Operating Activities and Net Cash Flow from Investing Activities. Underlying adjustments exclude acquisition costs, proceeds from investment sales and payments for investments.

Our Winning Aspiration is to be a globally relevant supplier of metals that are critical for clean energy and future generations



Globally relevant supplier of metals that are critical to energy storage and renewable energy



Vertically integrated to produce battery grade chemicals and cathode precursors



Quality products desired by end users made safely, ethically, sustainably and reliably



Proactively green by using renewables, energy storage and EV mining equipment to reduce carbon footprint

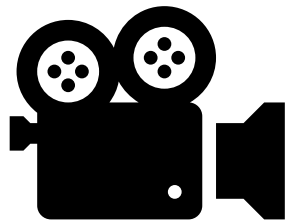


Delivered by people who are bold, passionate, fearless and fun – a smarter, kinder, more innovative team



**MAKING A
DIFFERENCE**

IGO.COM.AU



<http://www.igo.com.au/irm/content/making-a-difference.aspx>

Focus on high quality, long life assets that deliver great financial outcomes

ASX	IGO
Base	Perth, WA
Market Cap⁽¹⁾	A\$2.3 billion
Cash⁽²⁾	A\$176M
Debt⁽²⁾	A\$114M
Dividend Policy	>30% underlying NPAT

1) As at market close 22 Nov 2018

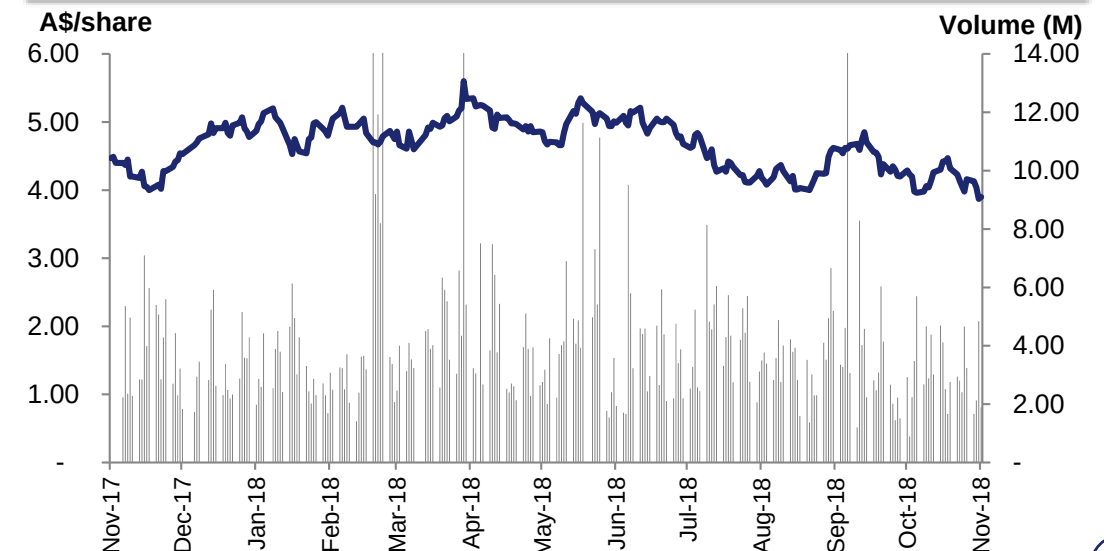
2) As at 30 Sep 2018

3) As at 27 Sep 2018

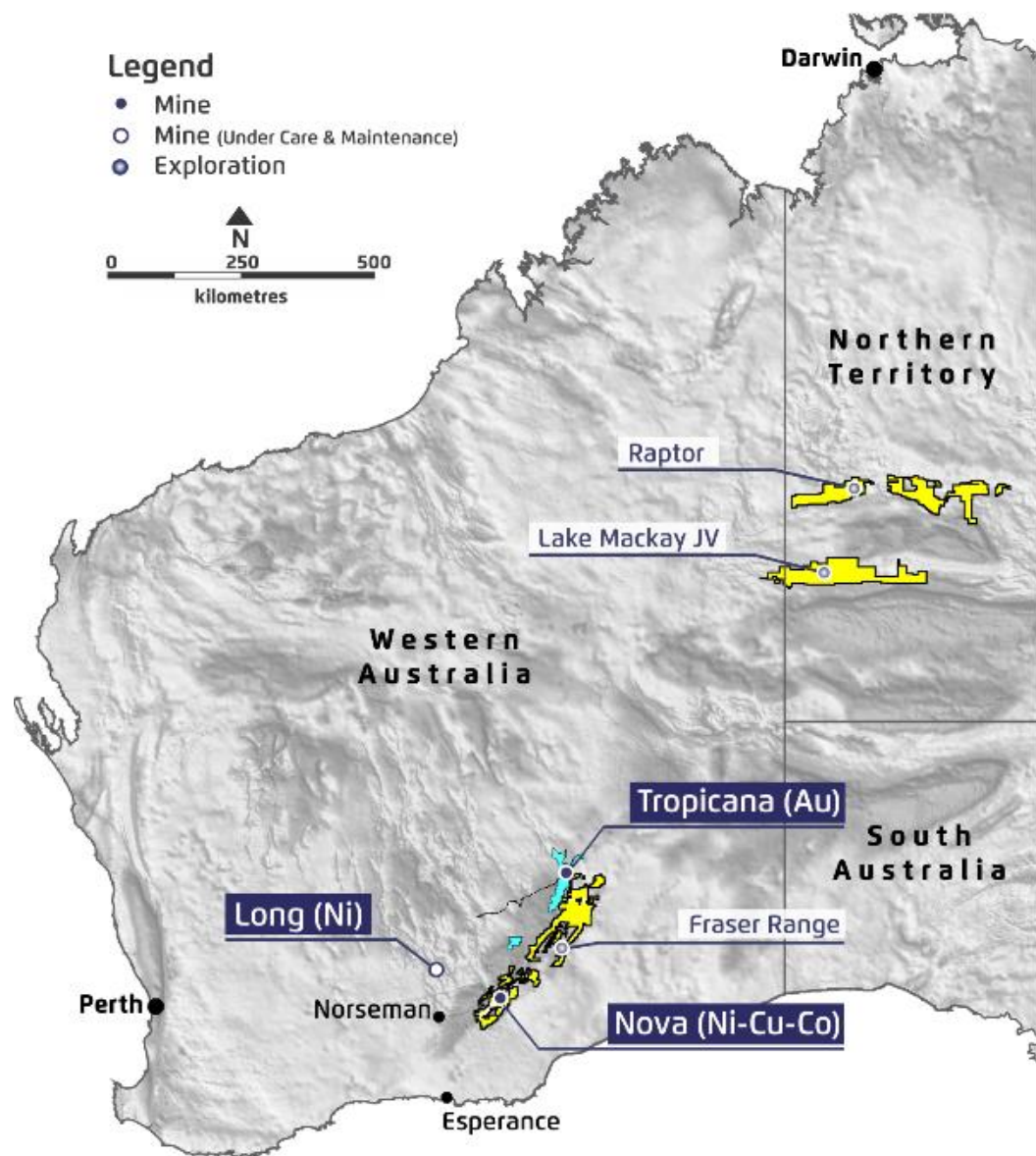
Share Ownership

Substantial Holders⁽¹⁾		Institutional Ownership⁽³⁾	
Mark Creasy	15%	Australia	70%
FIL	9%	USA	22%
T Rowe Price	8%	Europe	5%
CBA	6%	ROW	3%
Ausbil	5%		

Share Price Performance⁽¹⁾



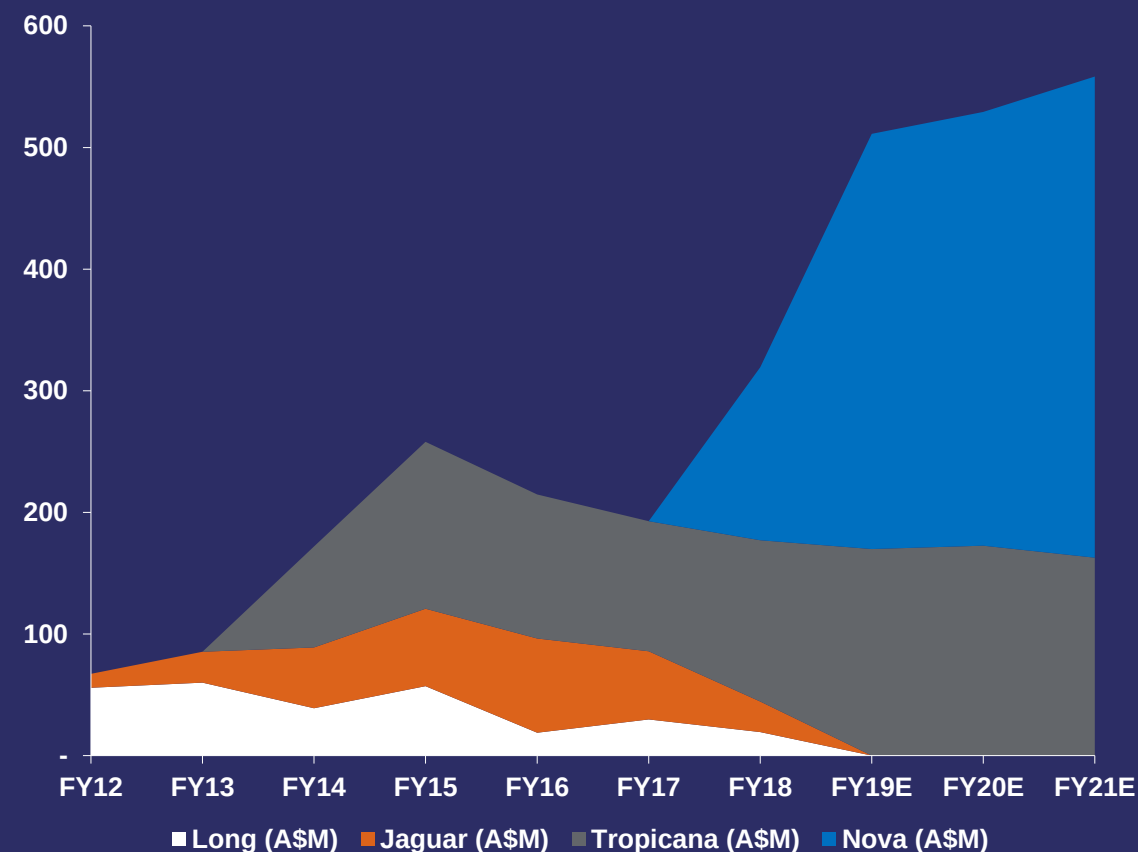
A Streamlined Portfolio



Strategic focus on minerals critical to energy storage and electric vehicles



IGO EBITDA Profile (A\$M)⁽¹⁾



1) Macquarie Research – 29 Aug 2018

FY18 Results



FY18 highlights:

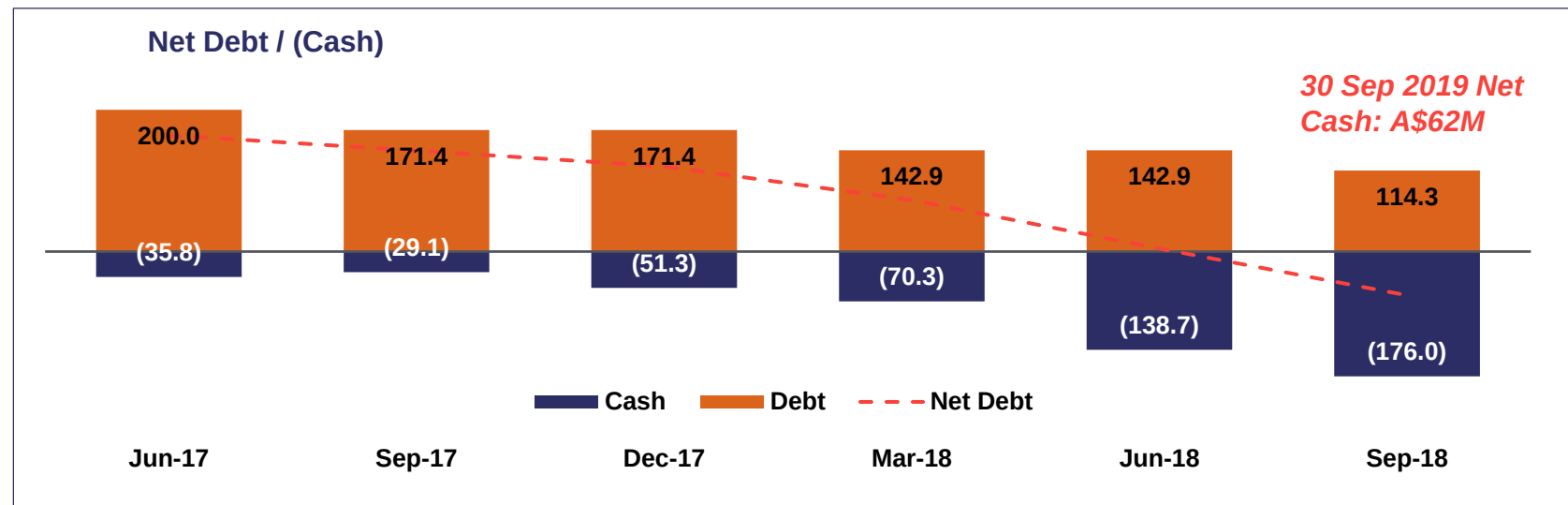
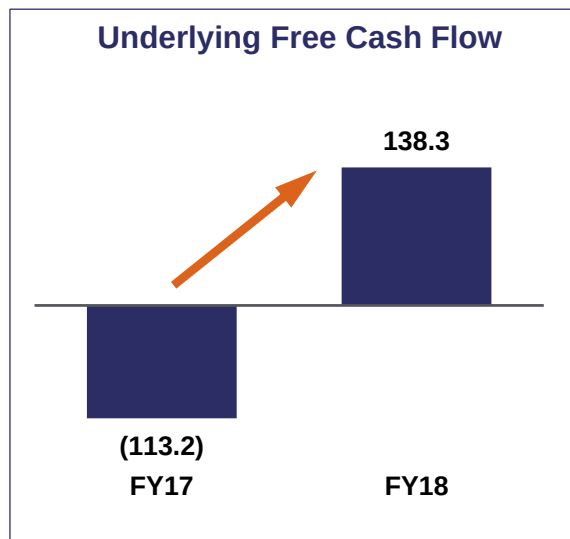
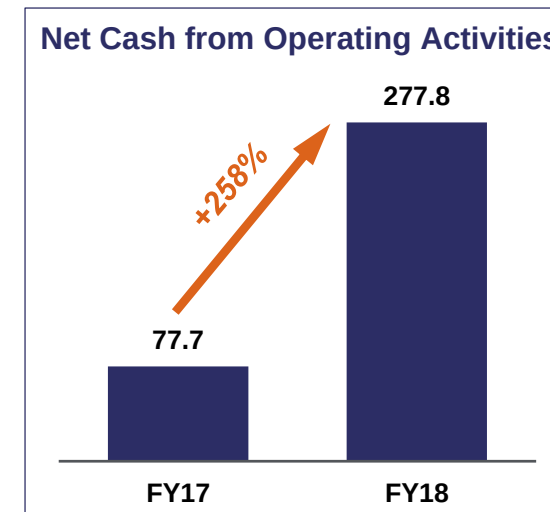
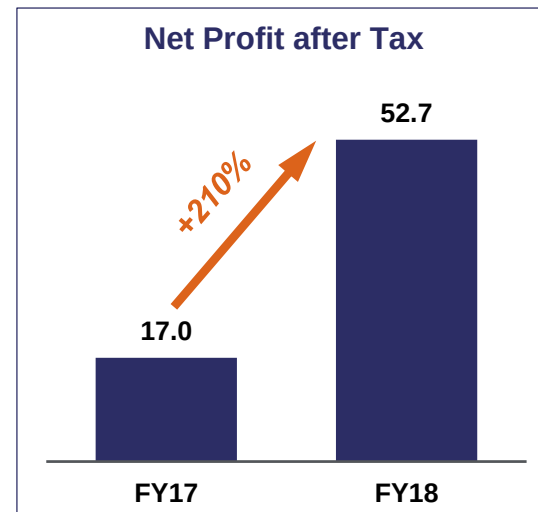
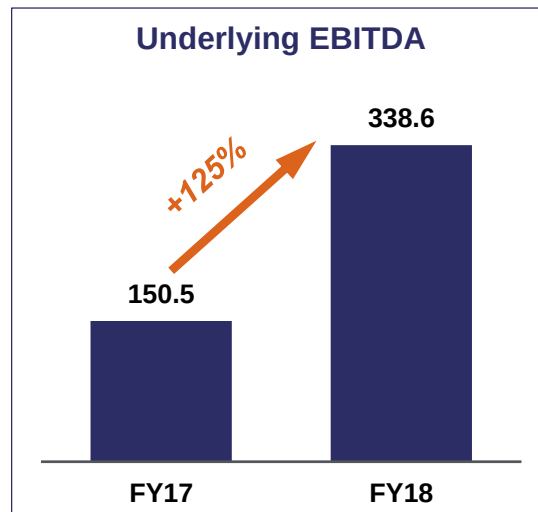
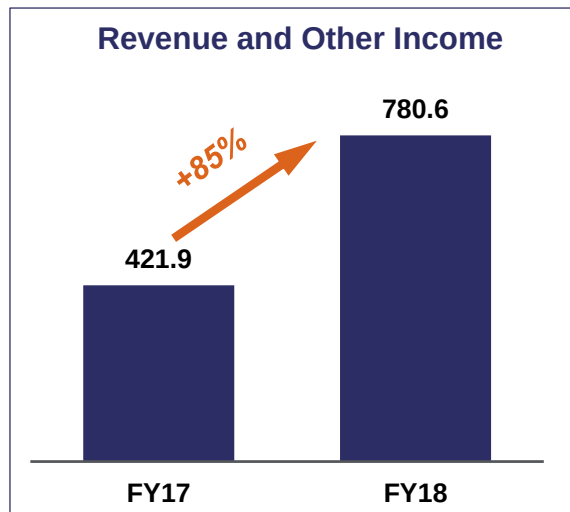
- Record revenue and EBITDA
- Completed first full year of commercial production at Nova
- Tropicana and Long production better than mid-point of guidance
- Exploration portfolio strengthened and non-core assets divested
- Net debt reduced from A\$164M to A\$4M during FY18
- Final fully franked dividend of 2c/share declared for FY18 for total FY18 dividends of 3c/share



Significantly Improved Financial Results in FY18



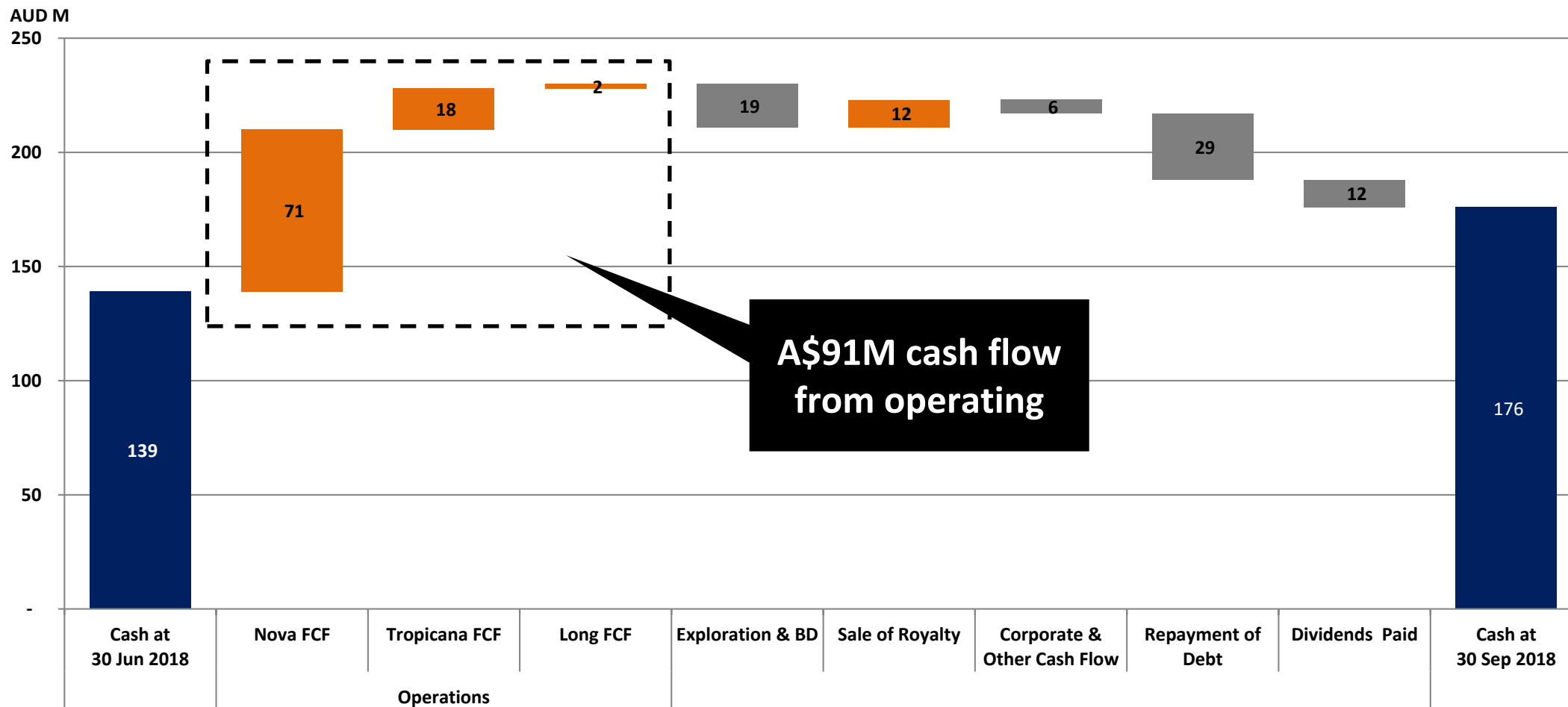
Driven by first full year of commercial production at Nova and a strong year for Tropicana



1Q19 Cash Flow Reconciliation



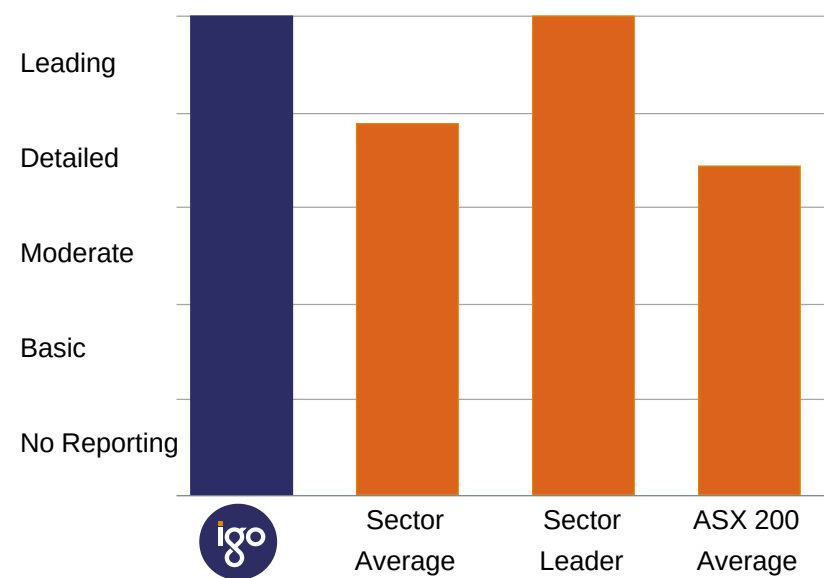
27% increase in cash on hand whilst retiring debt and disciplined payment of dividends





Safety & Sustainability

2018 ACSI Rating of ASX200 Sustainability Reporting⁽⁵⁾

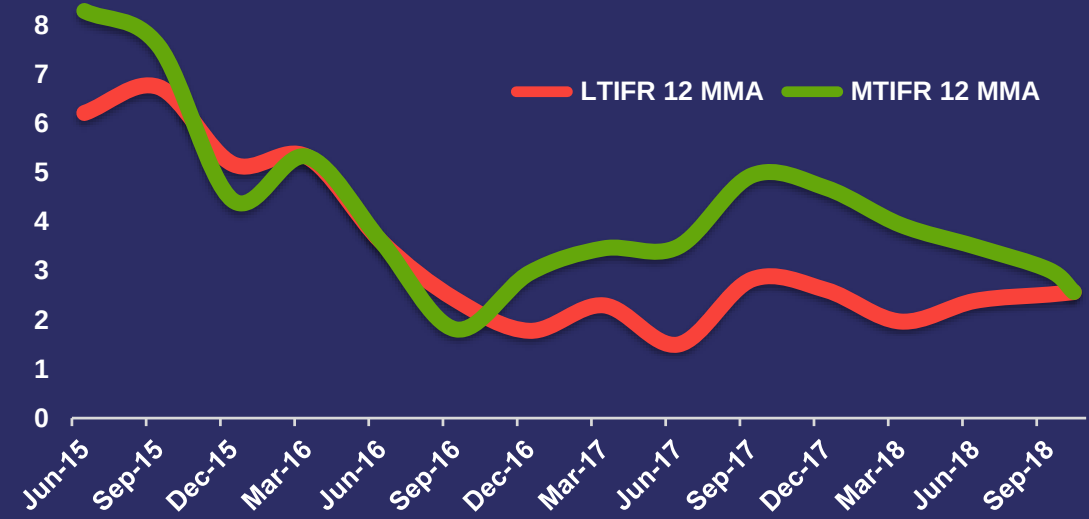


“Leading” rating each of the last three years

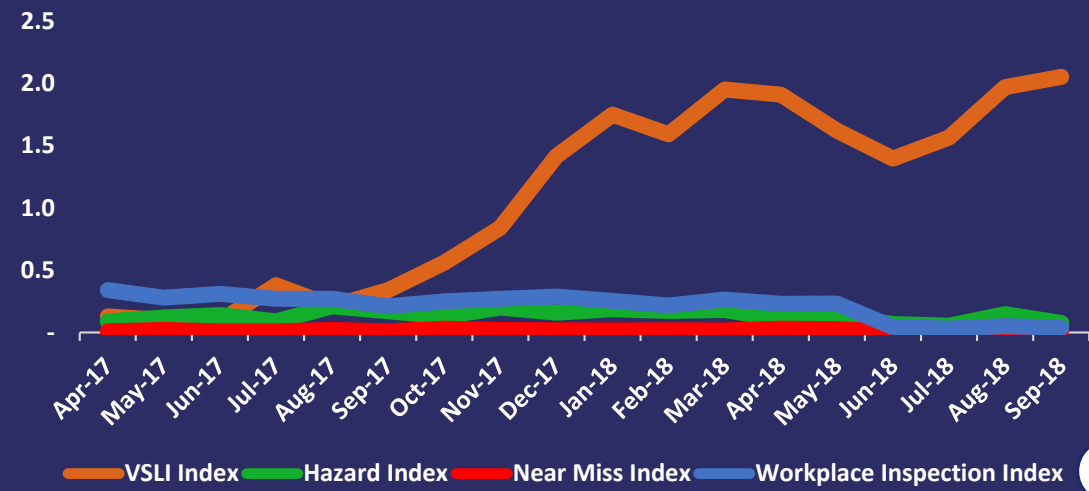
1) 12 month moving average MTIFR – Medically Treated Injury Frequency Rate: calculated as the number of medically treated injuries x 1,000,000 divided by the total number of hours worked
2) 12 month moving average LTIFR – Lost Time Injury Frequency Rate: calculated as the number of Lost Time injuries x 1,000,000 divided by the total number of hours worked
3) VSLI: Visual Safety Leadership Interaction
4) Jun-18 LTIFR rate has increased from 1.96 to 2.39 as a result of the reclassification of a single injury from the June 2018 Quarter
5) Australian Council of Superannuation Investors (ACSI)



Key Lag Safety Metrics^(1,2,4)



Key Lead Safety Metrics⁽³⁾





MAKING A DIFFERENCE

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SHARED VALUE





Part of the *IGO Difference* is our focus on people

- Strong sense of purpose
- Empowered people who are owners of the business
- Focus on doing what is right – because we care
- Collectively we are making a difference

Creating a strong culture, the IGO Way

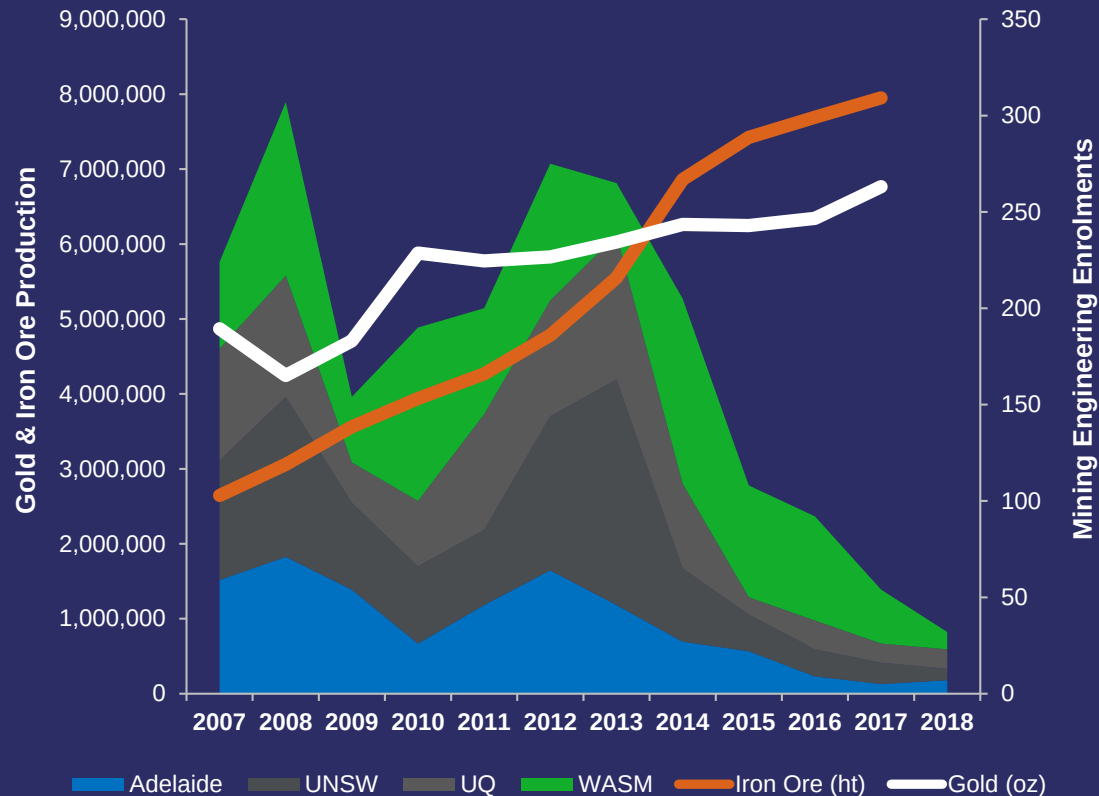
- Strong employee engagement
- Health and wellbeing programs
- Paid parental leave
- Flexible working arrangements
- Graduate and vacation programs
- WA Mining Club scholarships



“I believe diversity in the working environment is important as it introduces different ways of thinking, promotes creativity and brings people together with different skill sets and talents.”

Matilda O'Connor, Graduate Exploration Geologist

Mining Activity Vs Mining Engineering Enrolments^(1,2)



We need more mining people

- Several years of rhetoric perpetuated a myth that the mining boom had busted
- 81% decline in mining engineering graduates between 2017 to 2020⁽¹⁾
- Mining engineer graduates lag the economic cycle by four years
- IGO/Curtin Scholarship Endowment

1) Minerals Council of Australia

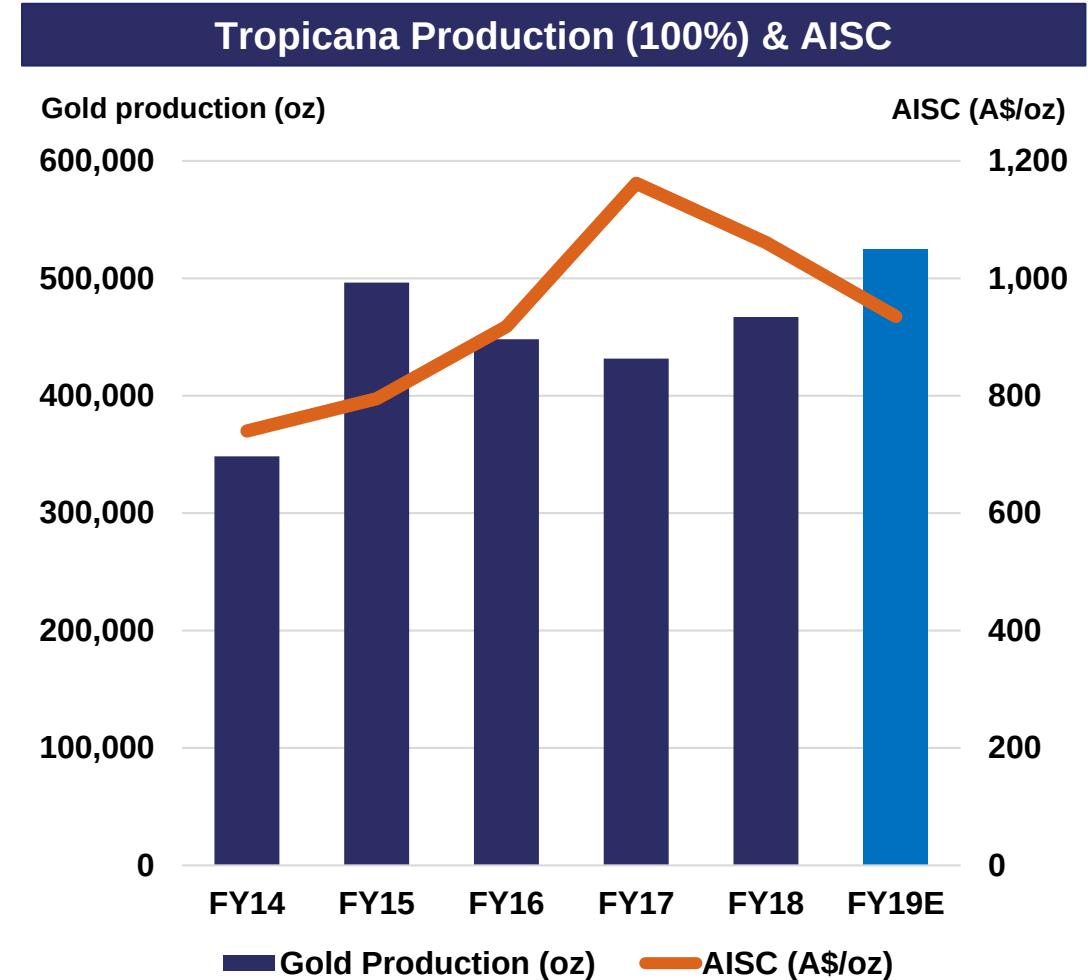
2) WA Department of Mines, Industry Regulation and Safety

Tropicana



Tropicana

- 30% IGO & 70% AngloGold Ashanti (managers)
- Higher gold production and lower costs expected in FY19
- 8.0 Mtpa processing rate achieved in 1Q19
- 10 year mine life remaining
- Progress projects in 2Q19:
 - Complete underground prefeasibility study
 - Complete and commission second ball mill



1) Refer to IGO annual reports for FY14 to FY18

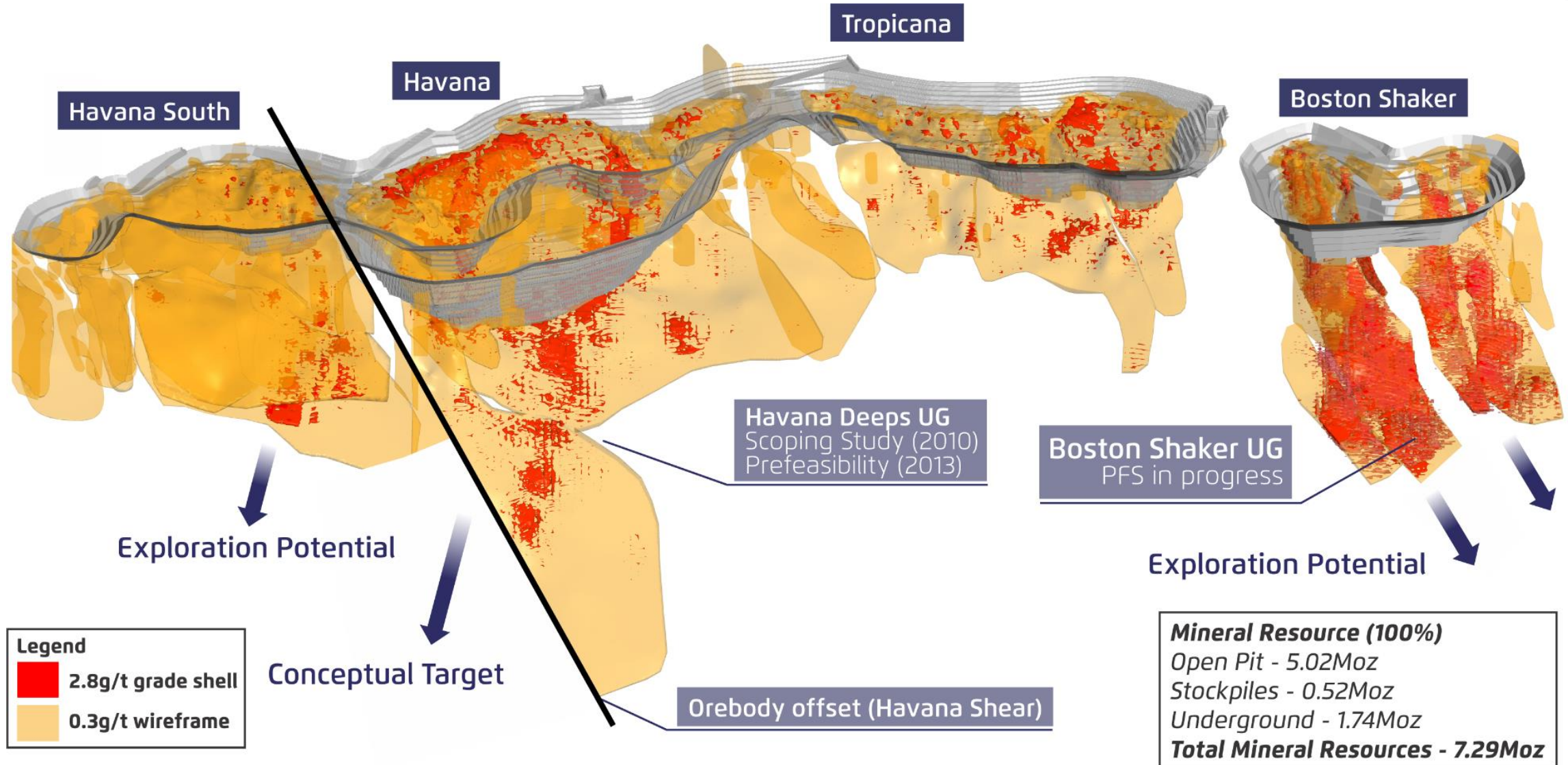
2) FY19E is the midpoint of guidance for FY19. Refer ASX Release dated 29 July 2018 – Guidance Range of 500,000 to 550,000oz gold production at AISC of A\$890/oz to A\$980/oz gold sold



Tropicana value drivers

- **Additional ball mill delivers higher throughput rate and improved gold recovery**
 - Commissioning by end CY18
- **Boston Shaker Underground Pre-feasibility study nearing completion**
 - Market release in 2Q19
- **Further underground potential at Havana and Havana South**
- **Regional exploration along 160km of strike on 3,000km² of JV tenements**

Tropicana – 5km strike of mineralisation



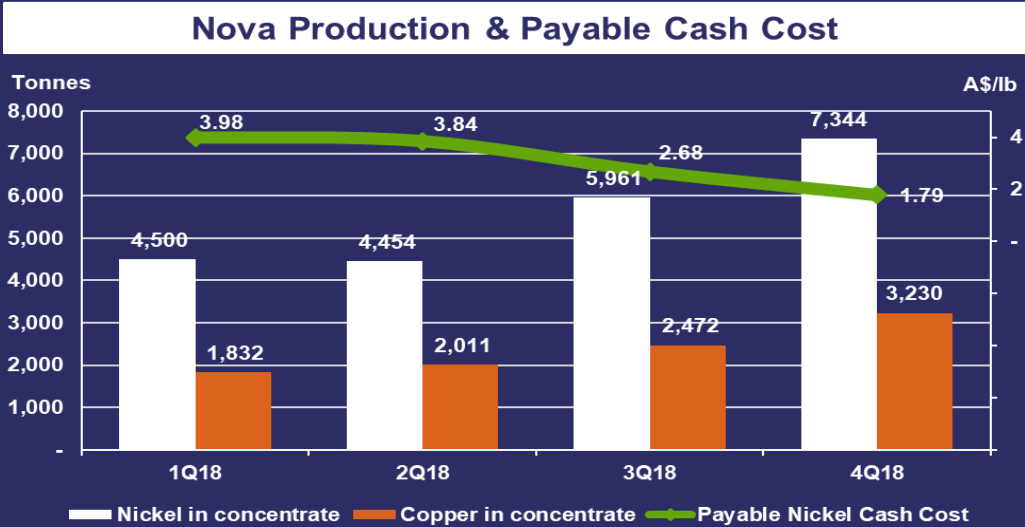
Nova



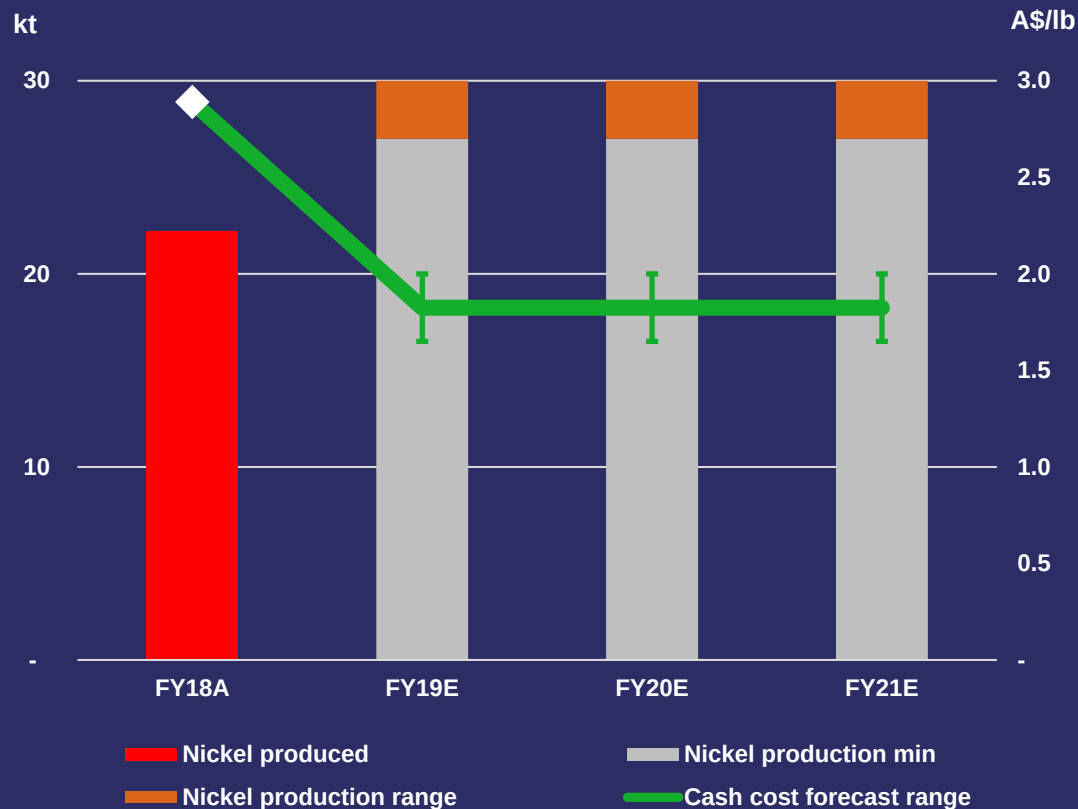


Nova de-risked

- Successful first year of commercial production with 1.5Mtpa nameplate capacity exceeded
- Nova – Bollinger grade control completed
- Underground capital development expected to be completed in FY19



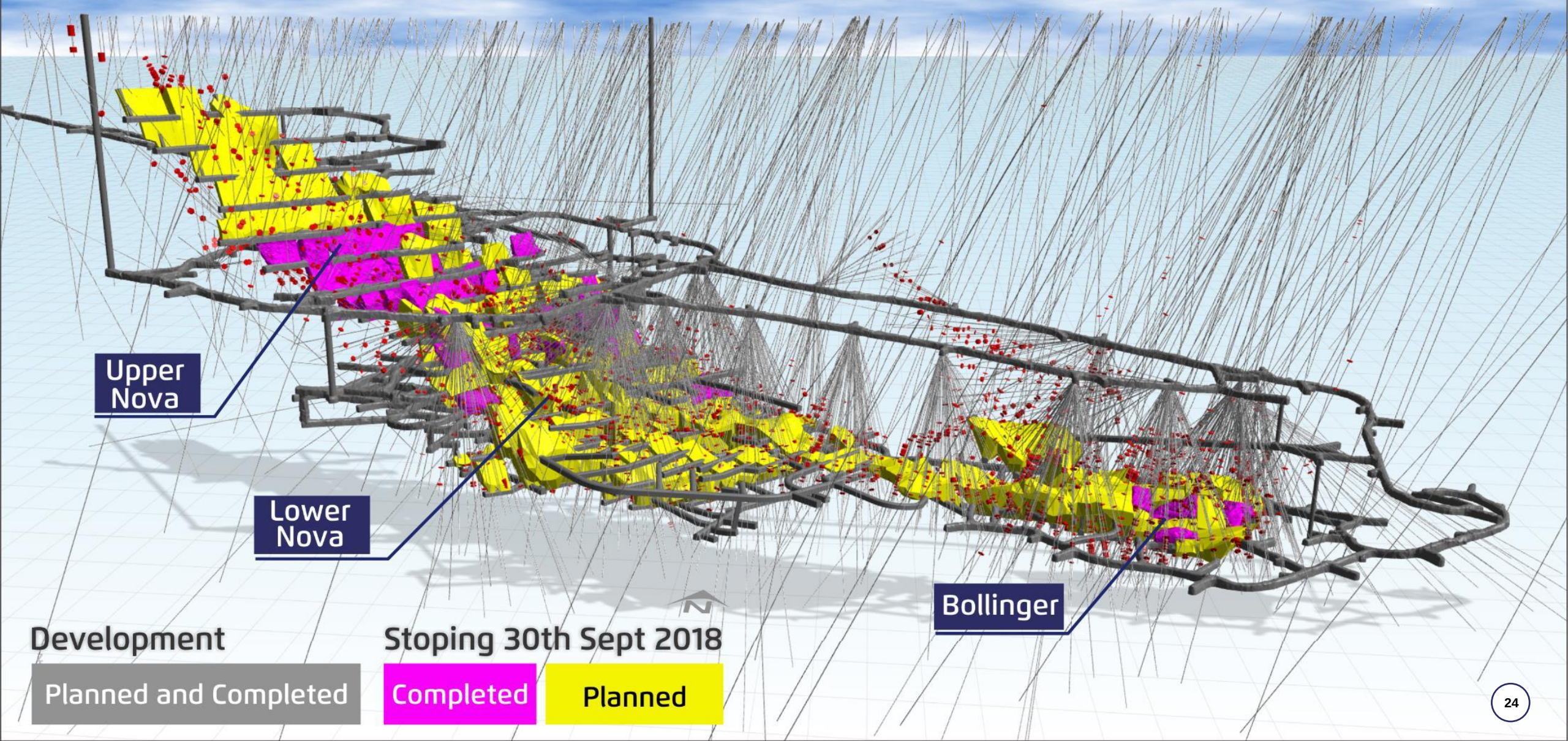
Directional Production and Cash Costs



Strong outlook for Nova

- Consistent and higher production rate expected next three years
- Main driver is higher grade stopes in core of Nova and Bollinger
- Assumes:
 - 1.5Mtpa mining/processing rate
 - 89% nickel recovery and 85% copper recovery
 - Commodity price for by-product credits of A\$4.08/lb for copper and A\$50/lb for cobalt

Nova Underground Mine Design & Drilling



Upper
Nova

Lower
Nova

Bollinger

Development

Stoping 30th Sept 2018

Planned and Completed

Completed

Planned

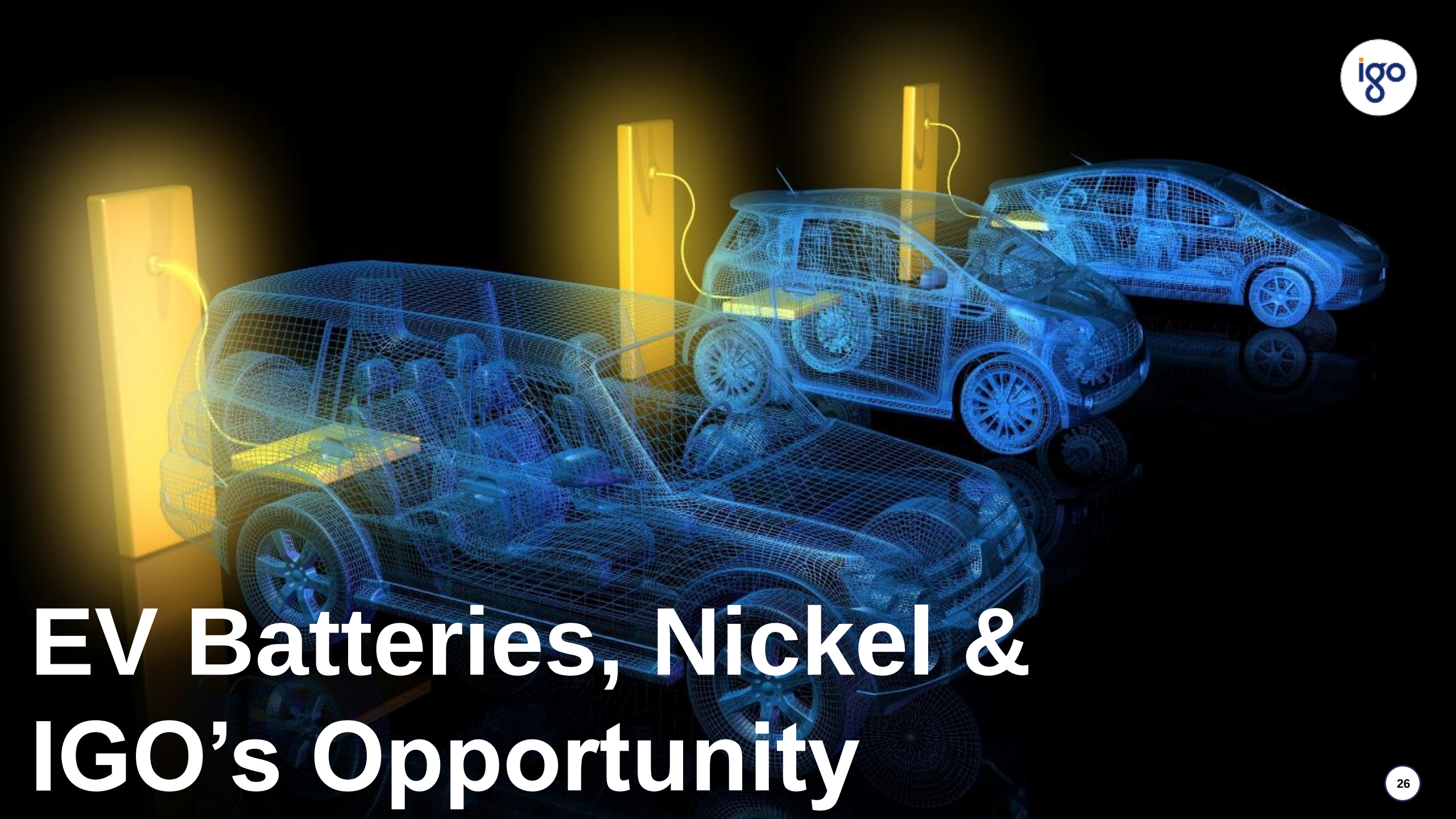


Zenith Energy to build 12.5GWh solar farm at Nova

- First fully integrated commercial hybrid diesel/solar PV facility in Australia
- Includes state-of-the-art PV modules, single axis tracking and control systems
- First power expected September 2019 quarter
- Breakeven at diesel price of A\$0.65/L⁽²⁾

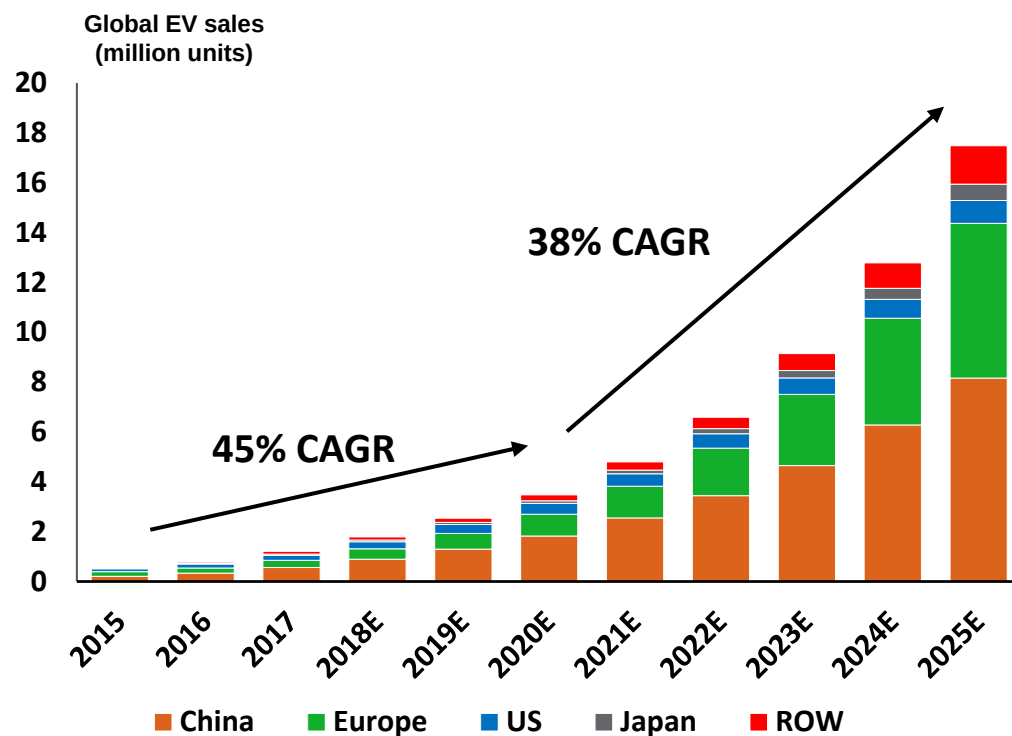
1) Photo showing Arctech Solar Arctracker Pro application in Namibia

2) A\$0.65/L breakeven diesel price is inclusive of A\$0.41/L fuel tax credit

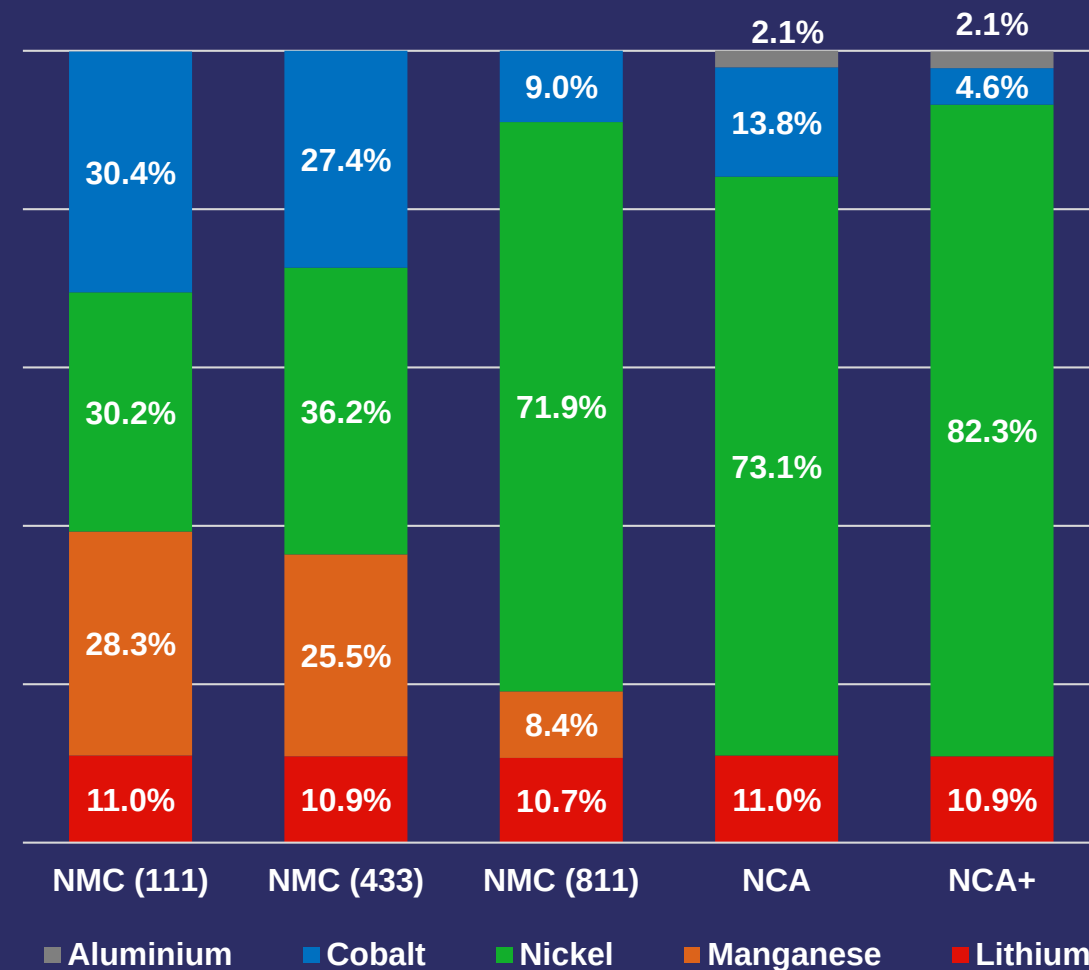
A futuristic illustration of three electric vehicles (EVs) shown as blue wireframe models. They are parked at yellow charging stations with glowing orange cables. The scene is set against a dark background with a reflective surface.

EV Batteries, Nickel & IGO's Opportunity

Trend to Increased EV Penetration & Vehicle Numbers⁽¹⁾



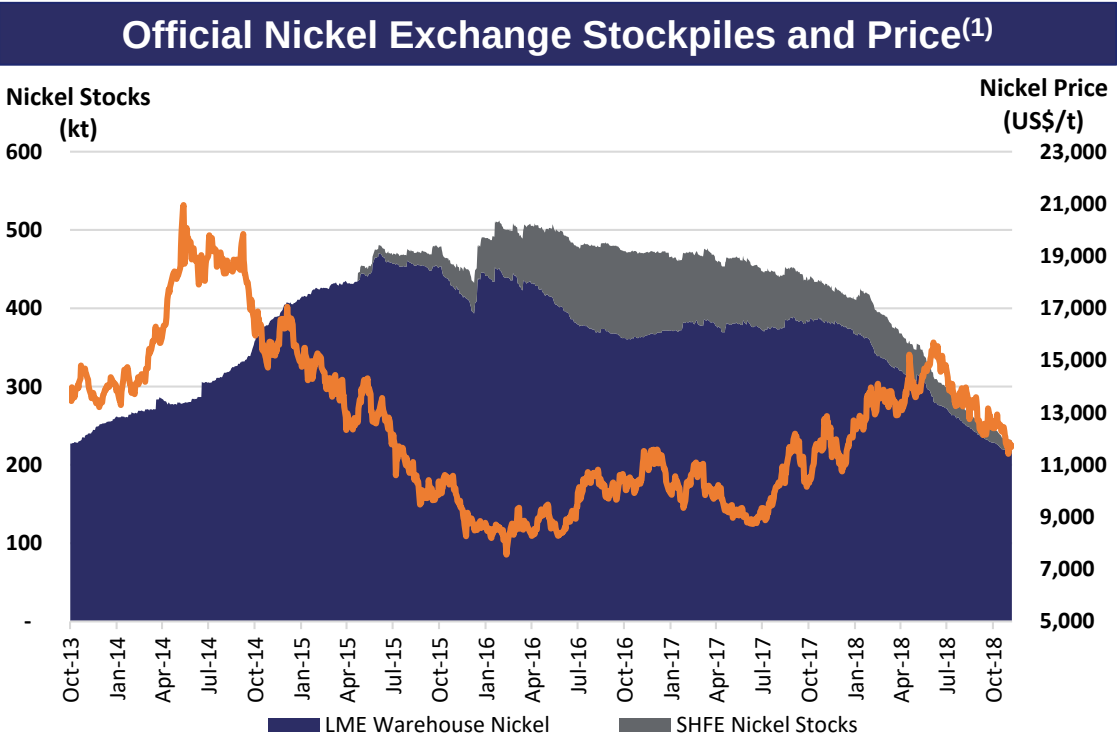
Trend to More Nickel in Cathodes



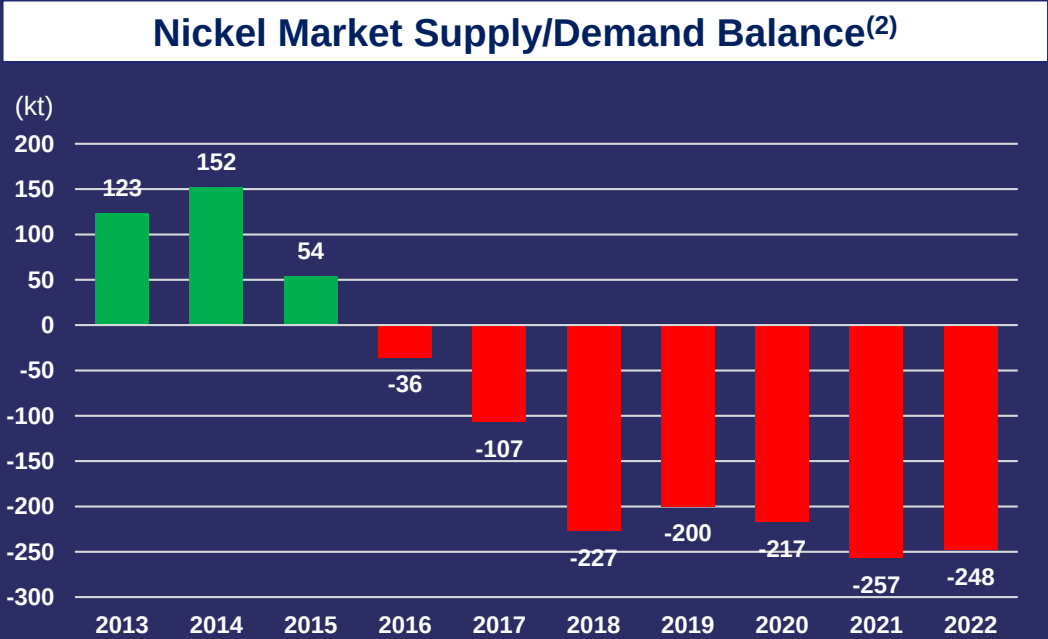
1) UBS Research, November 2018

2) CAGR means Compound Annual Growth Rate

Decreasing stockpiles and stainless steel demand growth to maintain market supply deficit

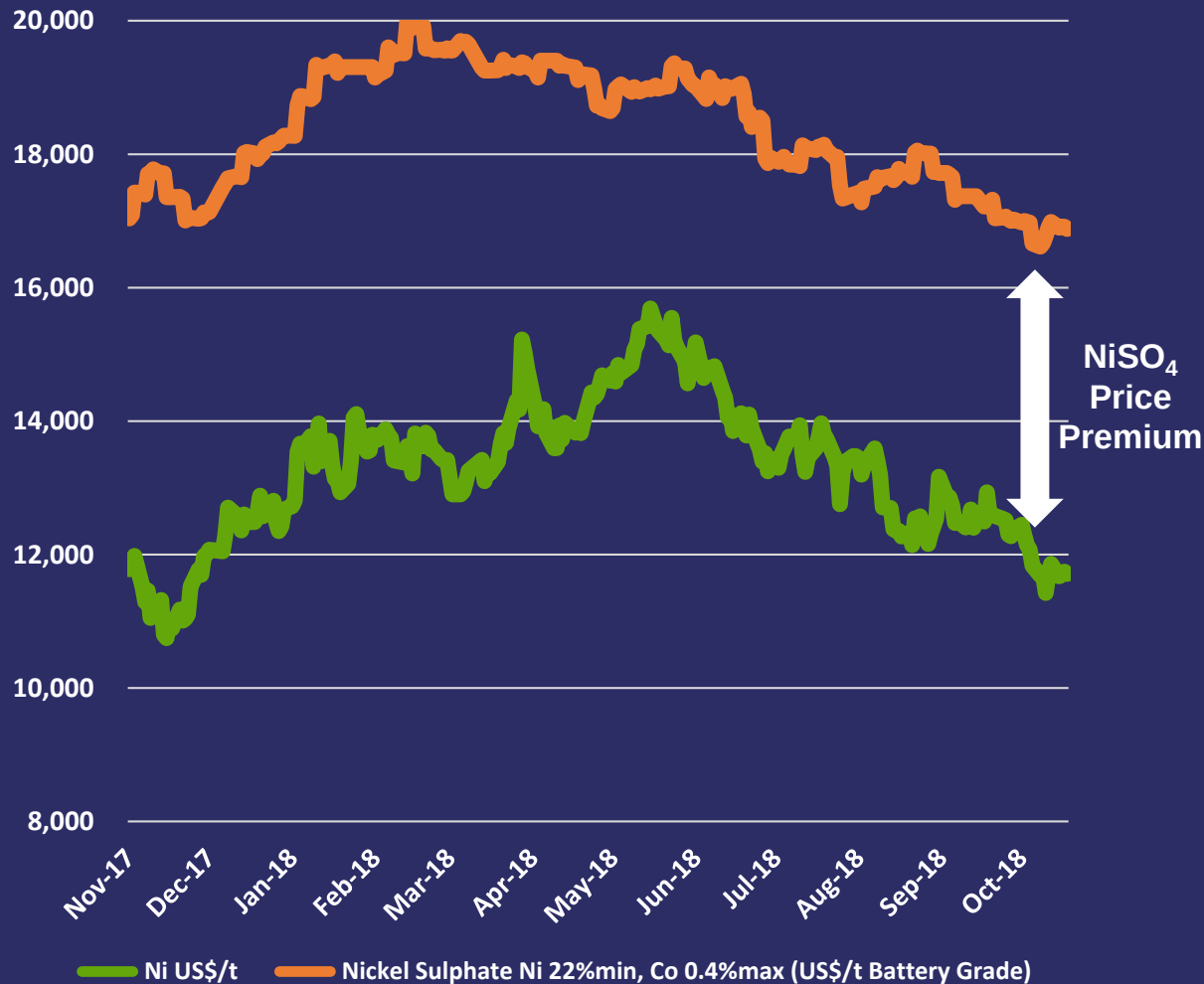


Nickel to be a big winner from EV battery demand disruption with 300-900kt of additional nickel required by 2025⁽³⁾



1) Source: Bloomberg
 2) Source: UBS Research 22 Nov 2018: UBS Global I/O: What does EV Battery Tear-Down imply for battery raw materials
 3) Source: UBS Research 28 Jun 2018: UBS Global I/O: Miner's Price Review, Still Got It

LME Nickel Versus Nickel Sulphate (US\$/t)^(1,2)



Downstream processing potential at IGO

- Produce nickel and cobalt sulphates for EV batteries
- Delivers potential for higher payability, premium price and higher concentrator recoveries
- Broadens exposure to wider range of investors

1) Source: Asian Metals

2) Nickel Sulphate price converted to per unit of nickel



Nickel sulphate hexahydrate crystals produced from Nova nickel concentrate

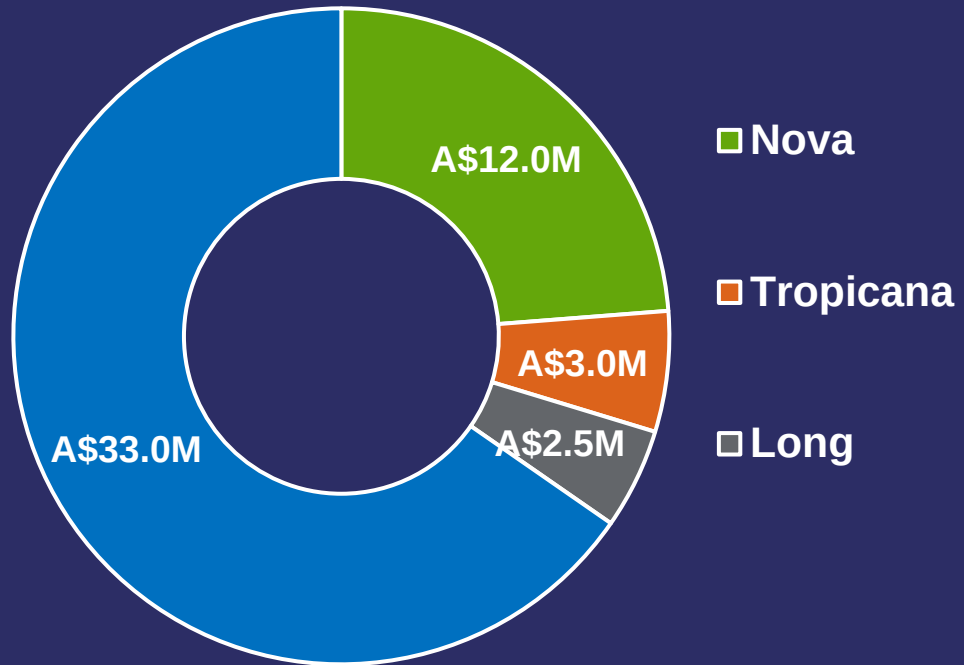
- Demonstrated technical feasibility of process route
- Test work validated and improved upon previous metallurgical assumptions indicating potential for lower capex & opex
- Prefeasibility underway

1) Photographs to the LHS are of the 1.6kg of nickel sulphate hexahydrate crystals produced in the metallurgical testwork. Photography by Karel Osten, Wood Plc

Discovery

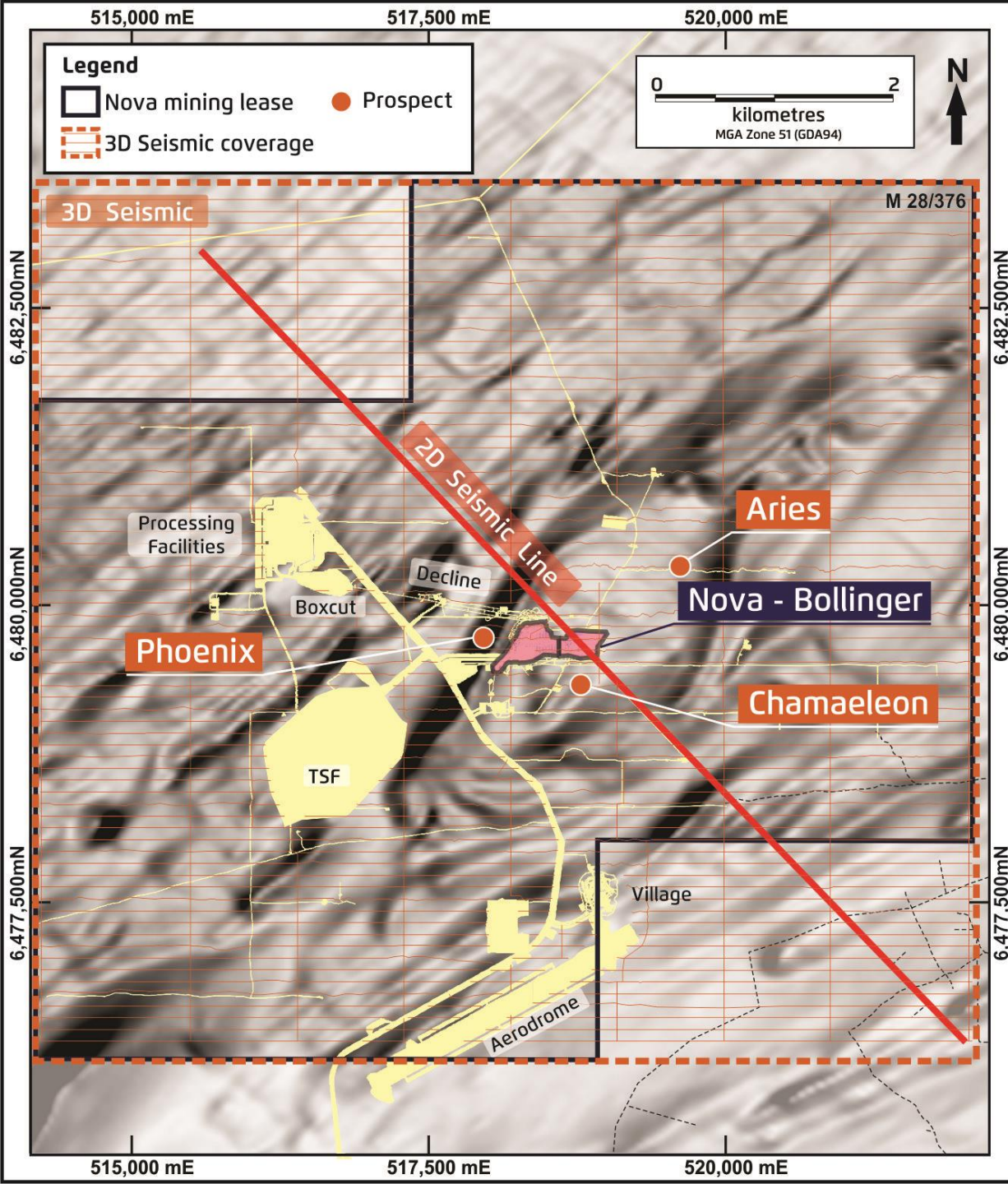


A\$51M committed to discovery in FY19



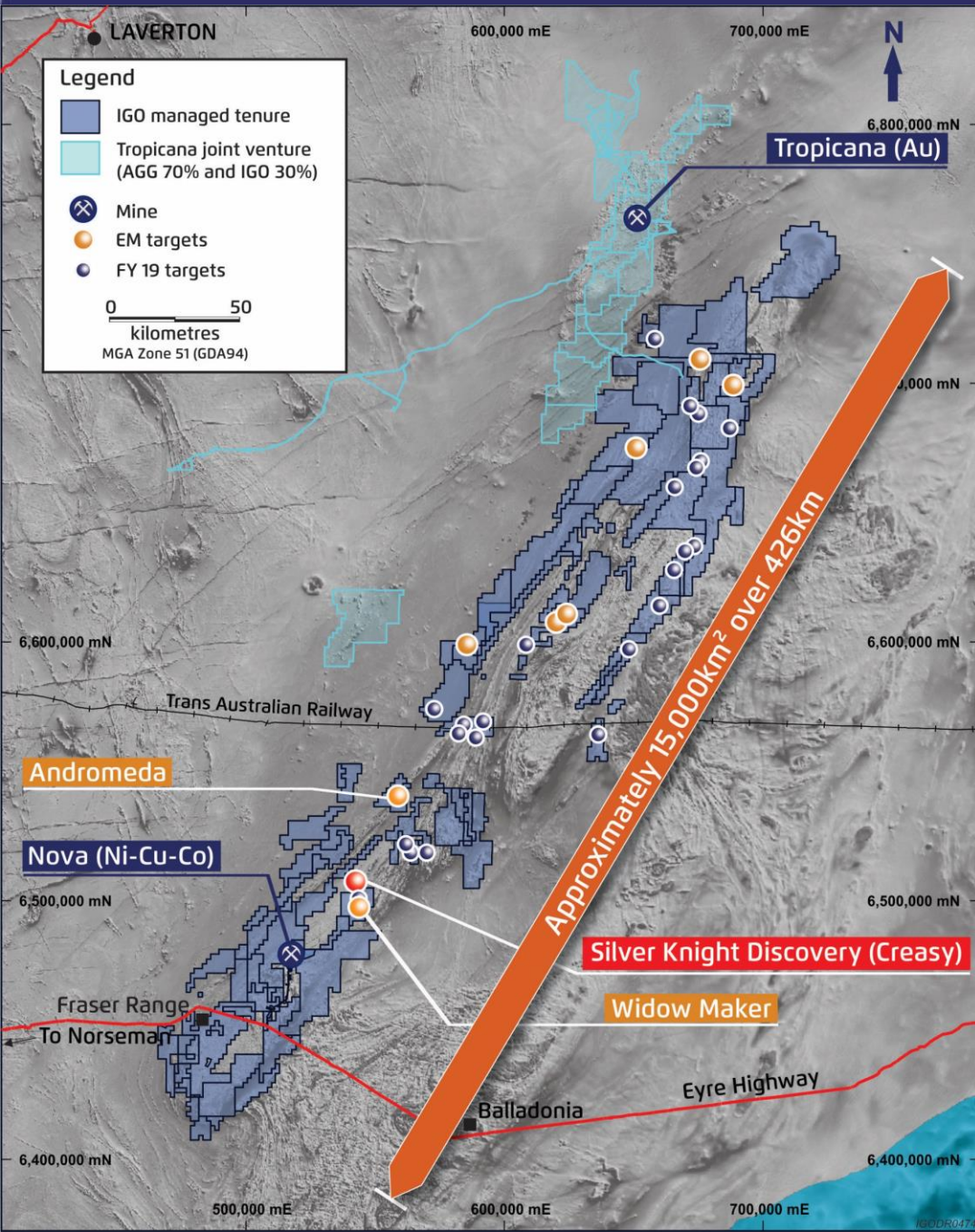
Best in Class exploration and discovery capability





A\$12M commitment on Nova Mine Lease in FY19 to unlock brownfields discovery

- Leveraged multiple geophysical platforms
- Largest hard rock 3D seismic survey in Australia
- Now drill testing first seismic targets with two drill rigs onsite

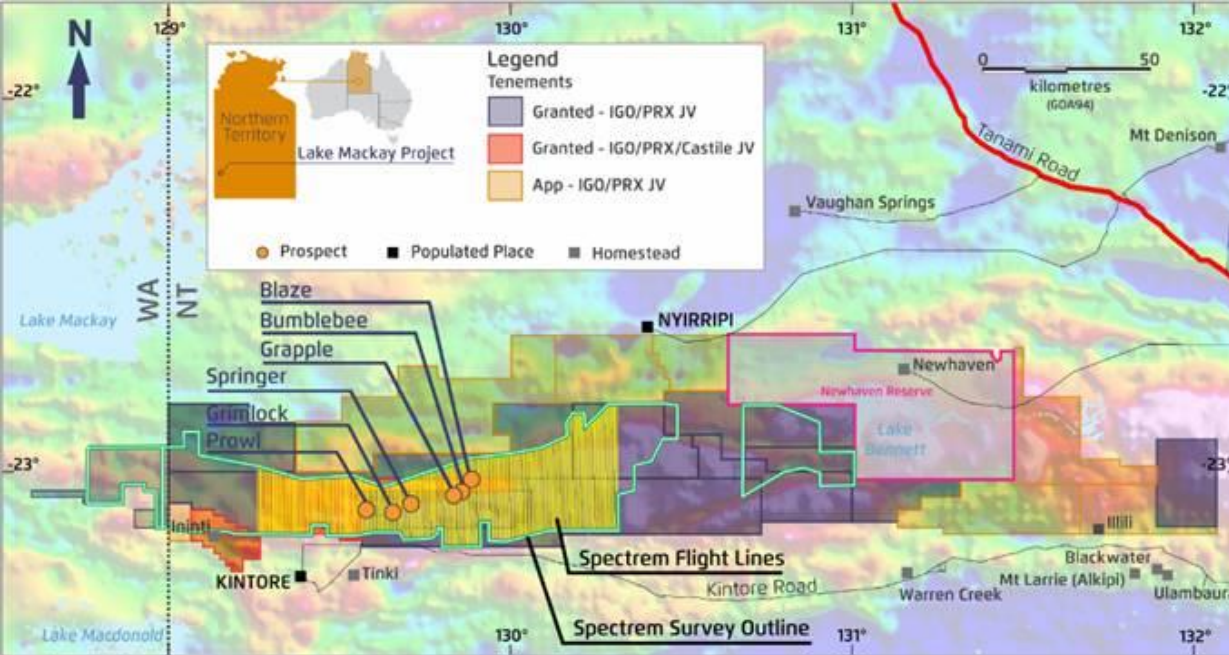


Systematic exploration over ~15,000km² of consolidated tenure

- Multiple EM platforms
- Bedrock geochem using Aircore
- Gravity survey & mapping
- Follow up RC/DDH

Testing numerous targets

- Technical success at Andromeda with Cu-Zn-Au-Ag discovery
- Good potential at Widow Maker (south of Creasy Silver Knight discovery)



Lake Mackay is a 12,800km² belt scale greenfields exploration project for IGO

- Polymetallic intersections in drilling at Grapple & Bumblebee
- Rock chip samples from Grimlock prospect confirm results with up to 2.5% Co, 1.1% Ni, 46.4% Mn⁽¹⁾
- Spectrem airborne EM survey commenced



1) Refer to PRX ASX release dated 26 Jul 2018: Lake Mackay JV: Exploration Update

Concluding Remarks

- Two low cost assets of scale and long mine life
- Strong free cash flow delivering strong and strengthening balance sheet
- Strong team passionate about making a difference
- Positioned for transformational organic growth:
 - Underground at Tropicana
 - Nickel sulphate downstream
 - Exploration & Discovery



The background of the entire image is a photograph of an industrial facility, likely a refinery or chemical plant, at night. The facility is brightly lit with numerous yellow and white lights, creating a stark contrast with the dark sky. In the foreground, several tall, dark trees with intricate branch structures are silhouetted against the light from the industrial site. The overall mood is industrial and powerful.

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STRENGTH TO STRENGTH**
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