

3 July 2017

PORT OF THEVENARD OUTAGE

Iluka Resources Limited (Iluka) advises that shipping of heavy mineral concentrate (HMC) from the Port of Thevenard (the Port), South Australia, has been suspended.

Iluka ships HMC from the Jacinth-Ambrosia mine to its mineral separation plants in Narngulu, Western Australia and Hamilton, Victoria through the Port.

Flinders Ports (owner of the Port) has informed Iluka that it has a safety concern surrounding the structural integrity of sections of the jetty that support a conveyor system utilised by the operator of the Port (Viterra) for loading. It is not clear when loading activities at the Port will be resumed.

Iluka is currently investigating alternative avenues of transport for the Jacinth-Ambrosia HMC, through one of the other ports in the region.

The disruption is unlikely to have an impact on production guidance for 2017. Further, given Iluka's sufficient inventory of zircon (as finished product), no impact on sales volumes for 2017 is expected.

Investment market and media inquiries:

Adele Stratton

General Manager Finance, Investor Relations and Corporate Affairs

Phone: + 61 (0) 8 9360 4631

Mobile: +61 (0) 415 999 005

Email: adele.stratton@iluka.com