

**Australia China Business Council Seminar  
“Bi-lateral Cooperation in Resources and Infrastructure in WA”  
Powerpoint Presentation**

Aquila Resources Limited is pleased to attach a copy of the powerpoint presentation which is to be delivered by Aquila’s Chairman, Tony Poli, this morning, at the Australia China Business Council seminar entitled “Bi-lateral Cooperation in Resources and Infrastructure in WA” being held at the Grand Hyatt Beijing, China.

**Tony Poli**  
**Executive Chairman**

For further information regarding this announcement, please contact Tony Poli.

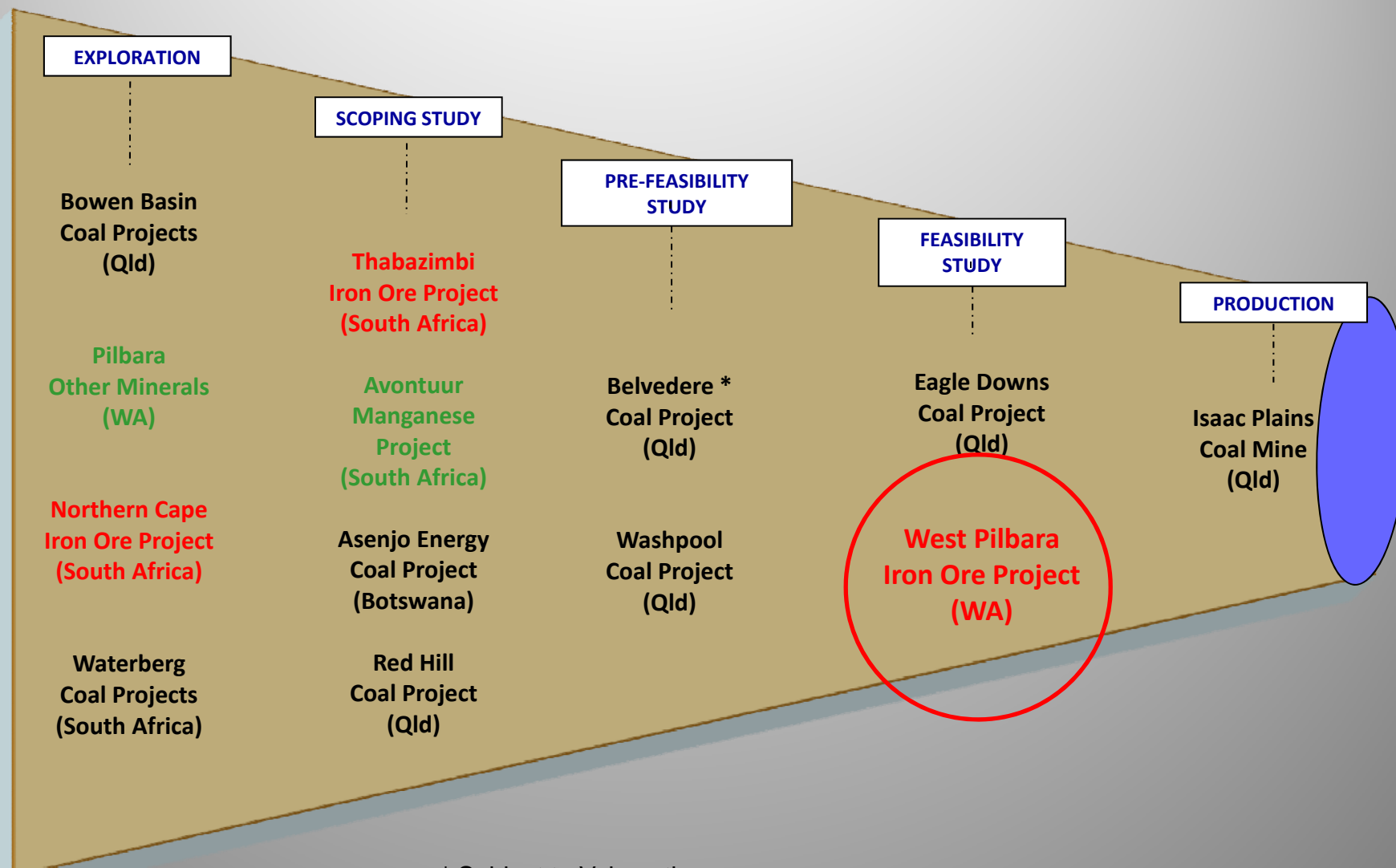
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# **AQUILA RESOURCES LIMITED**

## **ACBC Conference**

**Beijing**  
**23 July 2009**

# Aquila's Project Pipeline

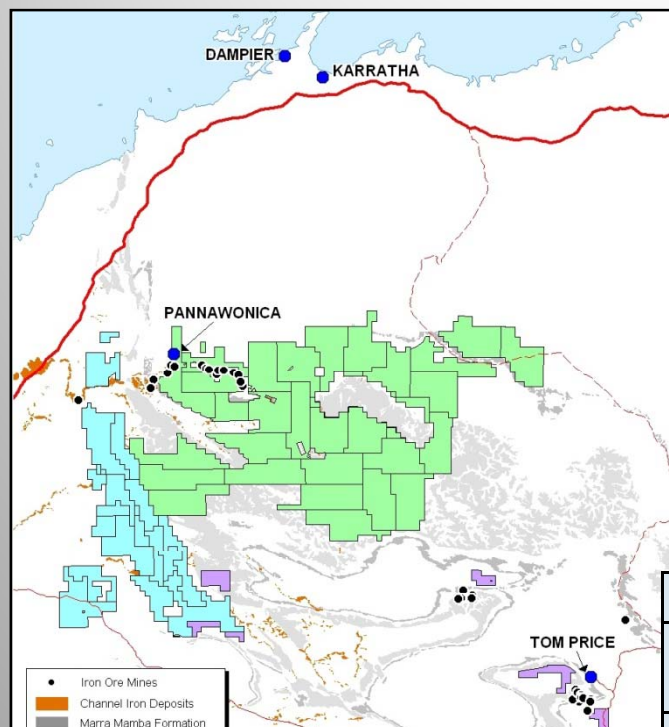


\* Subject to Vale option

# Aquila – Looking Forward

COMMODITY / PROJECT	CAPACITY	AQUILA'S SHARE
<b>IRON ORE</b>		
- West Pilbara Iron Ore	30.0 Mtpa	12.0 Mtpa
- Thabazimbi (South Africa)	2.5 Mtpa	1.9 Mtpa
<b>Total</b>	<b>32.5 Mtpa</b>	<b>13.9 Mtpa</b>
<b>COAL (Queensland)</b>		
- Isaac Plains	2.8 Mtpa	1.4 Mtpa
- Eagle Downs	7.0 Mtpa	3.5 Mtpa
- Washpool	1.6 Mtpa	1.6 Mtpa
<b>Total</b>	<b>11.4 Mtpa</b>	<b>6.5 Mtpa</b>
<b>MANGANESE (South Africa)</b>		
- Avontuur	1.0 Mtpa	0.74 Mtpa

# West Pilbara Iron Ore Project



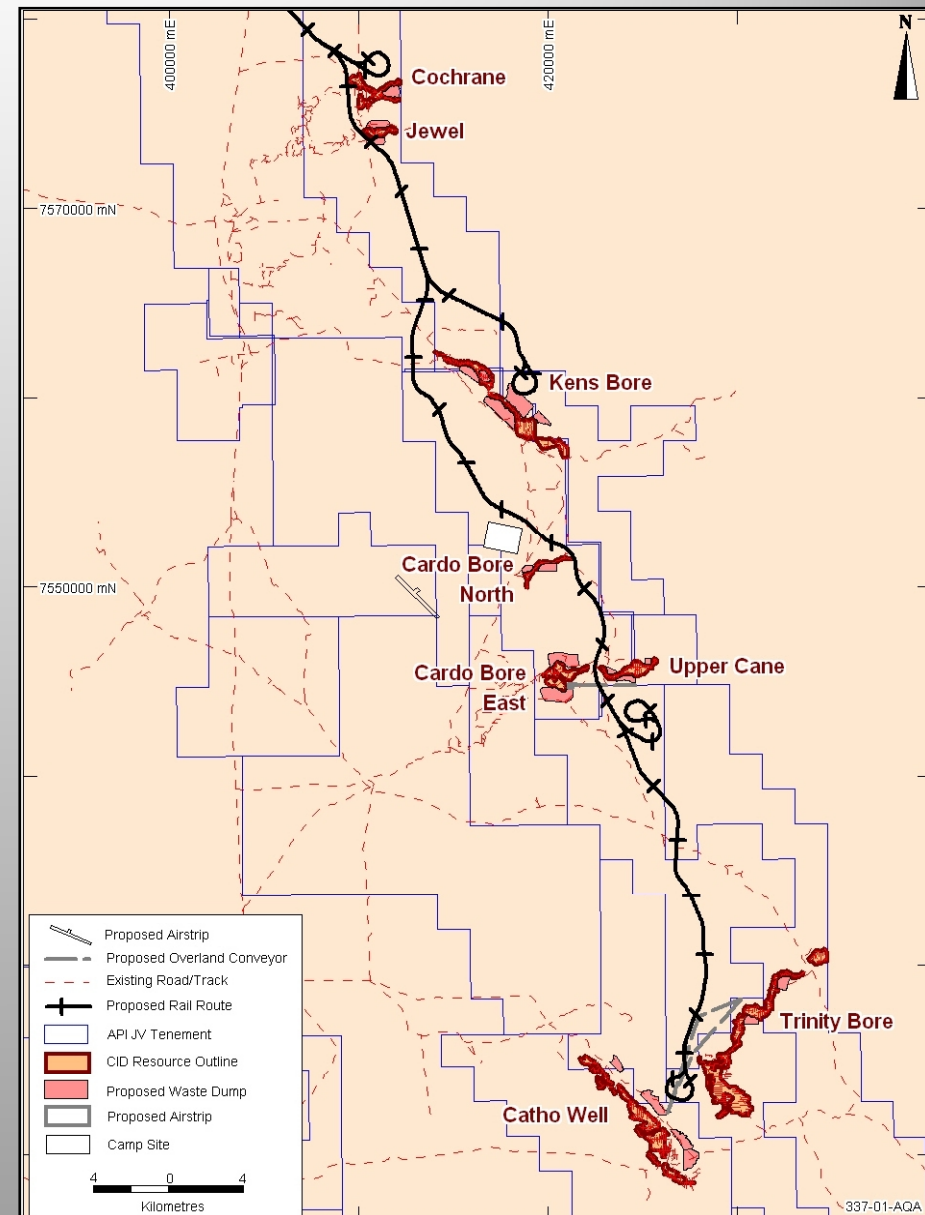
- Aquila has, through its 50% API JV, assembled an iron ore footprint of around 9,500km<sup>2</sup> of tenements in the Pilbara
- Focus has been on the western portion
- JORC<sup>(1)</sup> Resources of **649 million tonnes** have been identified

	Channel Iron Deposit Resources					
Classification	Tonnes Mt	Fe %	SiO <sub>2</sub> %	Al <sub>2</sub> O <sub>3</sub> %	P %	LOI %
Measured	74.9	57.56	5.62	3.34	0.085	8.14
Indicated	328.5	56.47	5.27	3.71	0.060	8.51
Inferred	182.3	56.23	6.12	3.70	0.062	9.08
<b>Total</b>	<b>585.7</b>	<b>56.54</b>	<b>6.08</b>	<b>3.62</b>	<b>0.066</b>	<b>8.78</b>

	Bedded Iron Deposit Resources					
Classification	Tonnes Mt	Fe %	SiO <sub>2</sub> %	Al <sub>2</sub> O <sub>3</sub> %	P %	LOI %
Indicated	19.8	61.24	3.66	2.66	0.128	5.69
Inferred	43.1	61.38	3.82	2.44	0.123	5.56
<b>Total</b>	<b>62.9</b>	<b>61.33</b>	<b>3.77</b>	<b>2.51</b>	<b>0.125</b>	<b>5.60</b>

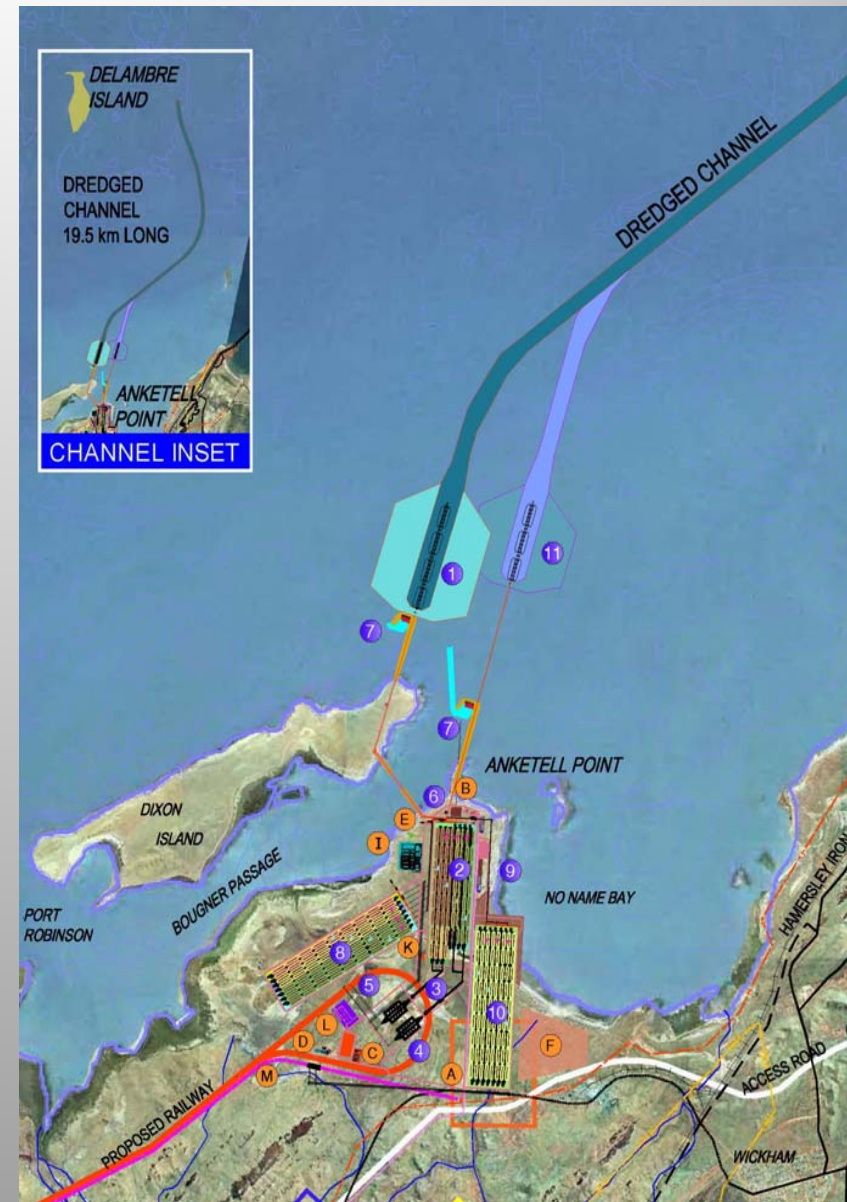
# West Pilbara Iron Ore – Stage 1

- Stage 1 of the Project is based on a mine producing at least **30Mtpa** from the Channel Iron deposits
- Pre-Feasibility Study estimate of capital expenditure was **A\$4.1B**
- Pre-Feasibility Study operating cost was estimated at **A\$20** (including royalties)
- Order of Magnitude study for additional **8-10Mtpa** of Bedded Iron from the Hardey deposit
- Sinter test work continuing with CISRI in Beijing with highly positive results to date
- Memoranda of Understanding signed with 10 Chinese, Japanese and Korean steel mills for testing of ore (several more pending)



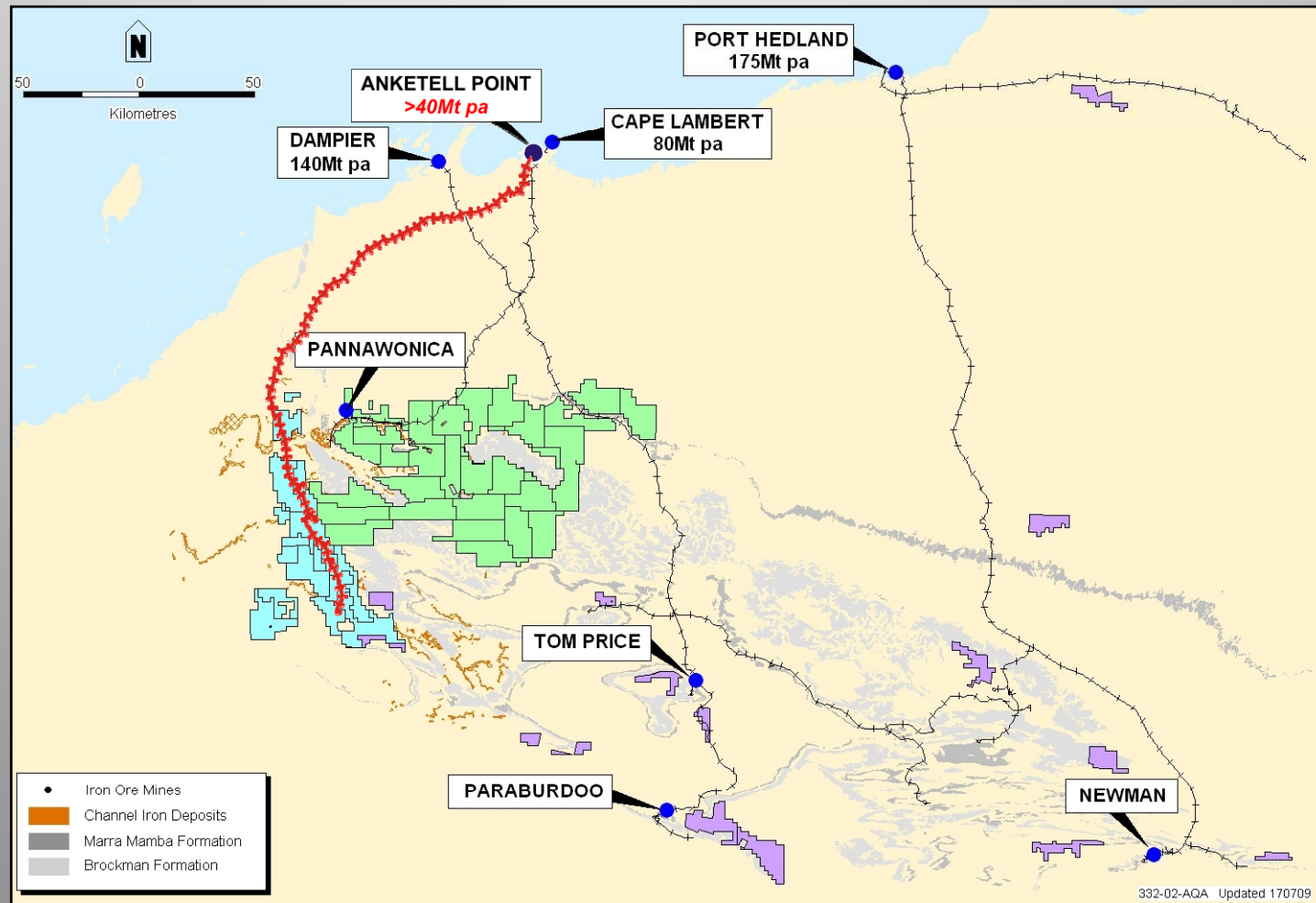
# West Pilbara Iron Ore – Stage 1 DFS

- Environmental Reviews are to be submitted early 2010
- Discussions sought with 3rd parties interested in sharing rail and port facilities in the West Pilbara
- Definitive Feasibility Study is expected to be completed by mid 2010
- Government approvals are expected by mid 2011
- Construction is expected to commence in mid 2011 after all approvals
- Production is expected to commence in mid 2013



# Western Australia's Pilbara Region

- Cooperation Agreement signed with FMG to study joint port development at Anketell Point
- Potential for up to 350Mtpa port capacity unlocking the resources of the Pilbara



# Cooperative Development

- Resource development in Western Australia is only possible with rail and port infrastructure development
- Customers and producers need to work together to provide the appropriate environment for investment
- Desirable for Federal and State Governments to underwrite those parts of new infrastructure that provide future growth opportunities



# *THANK YOU*

<sup>(1)</sup> The information in presentation that relates to the Trinity Bore, Kumina Creek and Robe Exit Mineral Resources is based on information compiled by Mr Stuart H Tuckey. The information in this presentation that relates to the Catho Well, Catho Well North, Cardo Bore East, Cardo Bore North, Cochrane, Jewel, Kens Bore, Upper Cane and Hardey Mineral Resources is based on information compiled by Mr Stuart H Tuckey, Dr Sia Khosrowshahi and Mr Jani Kalla who are members of the Australian Institute of Mining and Metallurgy. Mr Tuckey is full-time employee of the API Management Pty Ltd. Dr Khosrowshahi and Mr Kalla are employees of Golder Associates Pty Ltd. Messers Tuckey, Khosrowshahi and Kalla have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Tuckey, Dr Khosrowshahi and Mr Kalla consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.