

6 September 2016

## UPDATE IN RELATION TO SIERRA RUTILE LIMITED TRANSACTION

Iluka Resources Limited ("**Iluka**") provides Iluka shareholders with this update regarding recent developments in relation to the proposed transaction with Sierra Rutile Limited ("**SRL**") (the "**Merger**").

### **SRL Shareholder Meeting**

Iluka notes the announcement dated 1 September 2016 by SRL that the resolutions required to approve the Merger were passed by the requisite majority of SRL shareholders.

### **German Antitrust Clearance**

As previously disclosed, the Merger is conditional on prior clearance of the German Antitrust Authority. On 5 September 2016, the German Antitrust Authority advised Iluka and SRL that it had decided to refer the Merger to a "Phase 2" review of the Merger, which can take up to 3 months. In accordance with the provisions of the Merger Implementation Agreement dated 31 July 2016 (the "**MIA**"), Iluka and SRL now have 5 business days to agree how to proceed in respect of the Phase 2 review. As referred to in the SRL Shareholder Circular dated 9 August 2016, if the parties are unable to reach agreement on how to proceed in respect of the Phase 2 review, either party may terminate the MIA.

Iluka will further provide further information to shareholders as soon as practicable.

### **Investment market and media inquiries:**

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