

Australian Competition Tribunal Ruling

FerrAus Limited (ASX: FRS) notes the Australian Competition Tribunal's decision of last week not to declare the Mt Newman and Hamersley railway lines.

FerrAus believes that for these railway lines, the ruling allows the railway owners to now focus on their obligations to provide ore haulage services under their respective State Rail Agreements.

It has always been FerrAus' preference to negotiate an ore haulage agreement with one of the owners of railway line infrastructure in the Pilbara, on the basis that this is a more efficient arrangement which enhances overall railway capacity.

FerrAus also welcomes the Western Australian Premier's actions to level the playing field for royalties and the support on a competitive environment based on the sensible sharing of railway infrastructure in the Pilbara.

*** ENDS ***

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FerrAus Limited

Directors:	John Nyvlt	Chairman
	Mike Amundsen	Managing Director and Chief Executive Officer
	Joe Singer	Non-Executive Director
	Guoping Liu	Non-Executive Director
	Jim Wall	Non-Executive Director
	Rob Greenslade	Non-Executive Director

Issued Ordinary Shares:	202,695,137
Performance Shares (Class B):	7,500,000
Options	<u>7,525,000</u>
	217,720,137

Market Capitalisation: A\$161 million
(Share Price: A\$0.795 as at 2 July 2010)

Total Iron Ore Resource = 297.2 Million Tonnes*

* 297.2 million tonnes (32.9 million tonnes – Measured; 112.3 million tonnes – Indicated; 152 million tonnes - Inferred).
Resource estimates are in accordance with AusIMM JORC Code 2004 reported in ASX announcement 16/6/2010

Cash: A\$17.2 million (as at 31 March 2010)