

5 July 2010

Australian Securities Exchange Limited
Company Announcements Office
20 Bridge Street
SYDNEY NSW 2000

COMPANY ANNOUNCEMENT

**IRON MOUNTAIN MINING LIMITED ENTERS INTO DEED OF VARIATION
TO MT RICHARDSON OPTION AGREEMENT WITH
CLIFFS ASIA PACIFIC IRON ORE PTY LTD**

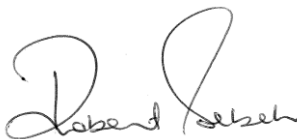
Iron Mountain Mining Limited ("Iron Mountain", ASX: IRM) announces that it has entered into a Deed of Variation to its Option to Purchase Agreement with Cliffs Asia Pacific Iron Ore Pty Ltd ("Cliffs") in relation to its Mt Richardson tenements E29/571-I and E77/1267 ("Option Agreement").

The effect of the Deed of Variation is to vary the timing for payment of the additional royalty payments, which are calculated by reference to the indicated or measured mineral resource as defined on the company's Mt Richardson tenements, from the date of completion by Cliffs of any exercise of its option under the Option Agreement to 1 January 2011 and each anniversary of that date.

Iron Mountain has by the Deed of Variation also extended the time period for Cliffs to exercise its option under the Option Agreement to 31 July 2010.

In view of these amendments to the Option Agreement, Iron Mountain and Cliffs have also acknowledged and agreed in the Deed of Variation that Cliffs has not exercised its option under the Option Agreement. This is the case notwithstanding Iron Mountain's previous announcement on 31 May 2010.

Both Iron Mountain and Cliffs otherwise by the Deed of Variation affirm the terms of the Option Agreement.



Robert Sebek
Managing Director

5 July 2010

The information within this report as it relates to geology and mineral resources was compiled by Mr Robert Sebek. Mr Sebek is a Member of the Australian Institute of Mining and Metallurgy. Mr. Sebek has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code". Mr Sebek is employed by Iron Mountain Mining Limited and consents to the inclusion in the report of the matters based on information in the form and context which it appears.

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