Important Notice

The purpose of this presentation is to provide general information about Fortescue Metals Group Limited (“Fortescue”). It is not recommended that any person makes any investment decision in relation to Fortescue based on this presentation. This presentation contains certain statements which may constitute “forward-looking statements”. Such statements are only predictions and are subject to inherent risks and uncertainties which could cause actual values, results, performance or achievements to differ materially from those expressed, implied or projected in any forward-looking statements.

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Additional Information

This presentation should be read in conjunction with the Annual Financial Report at 30 June 2015 together with any announcements made by Fortescue in accordance with its continuous disclosure obligations arising under the Corporations Act 2001.

Any references to reserve and resources estimations should be read in conjunction with Fortescue’s Ore Reserves and Mineral Resources statement for its Hematite and Magnetite projects at 30 June 2015 as released to the Australian Securities Exchange on 21 August 2015. Fortescue confirms in the subsequent public report that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and, in the case of estimates of mineral resources or ore reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.

All amounts within this presentation are stated in United States Dollars consistent with the Functional Currency of Fortescue Metals Group Limited. Tables contained within this presentation may contain immaterial rounding differences.
Fortescue’s world class assets

Pilbara
Western Australia

Core supplier to Asia’s growth
Key themes

Sustainable performance

Expansions complete

Cashflow supports balance sheet

Continuous improvement focus

Established product suite

Costs

Product

Mine life
Our Vision: The safest, lowest cost, most profitable iron ore producer

Safety  Family  Integrity  Determination
Enthusiasm  Set yourself stretch targets  Empowerment  Generating ideas  Frugality
Safety is at the heart of Fortescue’s values

My brothers’ / sisters’ keeper

- **Safety Priorities**
  1. Look after yourself
  2. Look after your mates

- **Engagement** active participation

- **Empowerment** to make decisions

- **Encouragement** to speak up

- **Leadership** strong and visible
Through development of assets, efficiencies, productivity and costs saving

1. **Solomon** operations
2. **Blending** strategy 58% Fe
3. **Processing**, wet plants + de-sands
4. Operational **efficiencies**
5. Fx and fuel **decreases**

Exit FY16 at **$15**
Moving down the global cost curve

China's Iron Ore Supply CFR Costs *including royalties & ocean freight*

Source: Metalytics
More than US$4.1bn of debt repaid to date

US$2.6bn cash on hand at 30 September 2015
Accelerated debt reduction

Repaying debt in advance of maturity

• Purchase debt below par:
  
  **On-market:** gain **US$68m**
  and interest savings **US$33m pa**

  **Tender offer:** launched for
  **US$750m** of 2019 and 2022 Notes

• On track for **targeted 40%** gearing ratio
Port stocks stable, currently at 87mt

Iron ore supply in balance...sentiment driving price

Source: Bloomberg and Umetal
China’s long term growth remains strong

- Steel **demand above 800mtpa**
- **Competitive** and rising steel exports - One Belt One Road
- **300 million** people to **urbanise**
- Growth **maintained** 6-7%
Core supplier to Asia

Well established 18% market share of imported iron ore to China

- **Low impurity** 58% Fe average
- High **value in use**
- Large diverse **customer base**
- **Reliable consistent** delivery
- **Proximity** to high growth region
Development and Resources
Consistent long term success

- Proven world class team
- 750mt+ new iron ore tonnes FY16
  Western Hub 740mt
  Near mine exploration
- Low cost exploration projects
- Developing future growth options
Resource portfolio supports asset base

Largest Pilbara tenement footprint

<table>
<thead>
<tr>
<th>Year</th>
<th>Chichester Hub</th>
<th>Chichester Other</th>
<th>Solomon Hub</th>
<th>Western Hub</th>
<th>Nyidinghu</th>
<th>Magnetite</th>
</tr>
</thead>
<tbody>
<tr>
<td>2008</td>
<td>1,715</td>
<td>695</td>
<td>1,230</td>
<td>2,266</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2009</td>
<td>2,224</td>
<td>695</td>
<td>2,143</td>
<td>2,227</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2010</td>
<td>2,860</td>
<td>695</td>
<td>2,123</td>
<td>1,230</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2011</td>
<td>1,032</td>
<td>624</td>
<td>2,550</td>
<td>2,455</td>
<td>695</td>
<td>2,465</td>
</tr>
<tr>
<td>2012</td>
<td>3,070</td>
<td>624</td>
<td>3,070</td>
<td>3,237</td>
<td>695</td>
<td>3,222</td>
</tr>
<tr>
<td>2013</td>
<td>2,013</td>
<td>624</td>
<td>3,504</td>
<td>5,205</td>
<td>695</td>
<td>4,877</td>
</tr>
<tr>
<td>2014</td>
<td>695</td>
<td>695</td>
<td>4,804</td>
<td>3,326</td>
<td>303</td>
<td>4,793</td>
</tr>
<tr>
<td>2015</td>
<td>2,463</td>
<td>491</td>
<td>4,793</td>
<td>3,280</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Supporting our local community
Ending Aboriginal disparity in the Pilbara

Creating opportunities through training, employment and business opportunity

1,000
Aboriginal employees

13%
Aboriginal people in Fortescue workforce

A$1.8bn
Contracts to Aboriginal companies and JVs

VTEC
Roebourne I South Hedland
Focused strategy
The new force in iron ore

Reliable efficient delivery

Sustainable low cost producer

World class assets + people

165mt Production rate

Unique culture drives performance
Business of Meeting
To receive and consider the financial report, the reports of the Directors and the auditors of the Company and its controlled entities for the year ended 30 June 2015.

Further Information
Mr Stephen Pearce, Fortescue’s CFO and Mr Nick Henry from PwC, the Company’s auditor, are present to answer any questions.

Please note:
There is no requirement for a resolution in relation to these reports.
Resolution 1

Adoption of Remuneration Report

To consider and, if thought fit, to pass the following resolution as an advisory resolution:

“That the Remuneration Report for the Company and its controlled entities for the year ended 30 June 2015 be approved and adopted.”

Further Information

• This resolution is advisory only
• The Chairman will vote undirected proxies for Resolution 1
• Voting restrictions apply to key management personnel and their closely related parties.
• The Board recommend that Shareholders vote for Resolution 1
• The Remuneration Report can be found at pages 143 to 162 of the 2015 Annual Report
To consider and, if thought fit, to pass the following resolution as an advisory resolution:

“That the Remuneration Report for the Company and its controlled entities for the year ended 30 June 2015 be approved and adopted.”

Proxy Results

<table>
<thead>
<tr>
<th>FOR</th>
<th>AGAINST</th>
<th>OPEN TO CHAIR</th>
<th>OPEN TO OTHER</th>
</tr>
</thead>
<tbody>
<tr>
<td>988,330,414</td>
<td>239,673,502</td>
<td>8,694,224</td>
<td>494,984</td>
</tr>
<tr>
<td>(79.89%)</td>
<td>(19.37%)</td>
<td>(0.70%)</td>
<td>(0.04%)</td>
</tr>
</tbody>
</table>
Resolution 2

Re-election of Mr Cao Huiquan

To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That Mr Cao Huiquan be re-elected as a Director of the Company.”

Further Information

• Mr Huiquan, who has an interest in the Resolution, makes no recommendation
• The remaining Directors recommend that Shareholders vote for Resolution 2
• The Chairman will vote undirected proxies for Resolution 2
• Details of the experience and qualifications of Mr Huiquan are set out at page 8 of the Explanatory Statement of the Notice of Meeting
To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That Mr Cao Huiquan be re-elected as a Director of the Company.”

Proxy Results

<table>
<thead>
<tr>
<th>FOR</th>
<th>AGAINST</th>
<th>OPEN TO CHAIR</th>
<th>OPEN TO OTHER</th>
</tr>
</thead>
<tbody>
<tr>
<td>2,319,346,446</td>
<td>97,443,761</td>
<td>8,627,194</td>
<td>497,331</td>
</tr>
<tr>
<td>(95.61%)</td>
<td>(4.02%)</td>
<td>(0.35%)</td>
<td>(0.02%)</td>
</tr>
</tbody>
</table>
Resolution 3

Election of Dr Jean Baderschneider

To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That Dr Jean Baderschneider be elected as a Director of the Company.”

Further Information

- Dr Baderschneider, who has an interest in the Resolution, makes no recommendation
- The remaining Directors recommend that Shareholders vote for Resolution 3
- The Chairman will vote undirected proxies for Resolution 3
- Details of the experience and qualifications of Dr Baderschneider are set out at page 8 of the Explanatory Statement of the Notice of Meeting
Resolution 3

Election of Dr Jean Baderschneider

To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That Dr Jean Baderschneider be elected as a Director of the Company.”

Proxy Results

<table>
<thead>
<tr>
<th>FOR</th>
<th>AGAINST</th>
<th>OPEN TO CHAIR</th>
<th>OPEN TO OTHER</th>
</tr>
</thead>
<tbody>
<tr>
<td>2,420,831,044 (99.55%)</td>
<td>1,719,019 (0.07%)</td>
<td>8,700,957 (0.36%)</td>
<td>497,331 (0.02%)</td>
</tr>
</tbody>
</table>
To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That, for the purposes of Listing Rule 7.2 (Exception 9(b)) and for all other purposes, Shareholders approve the terms of, and authorise the grant of performance rights and issue of shares pursuant to the terms of the performance rights, under the Fortescue Metals Group Ltd Performance Rights Plan.”

Further Information

• Mr Neville Power and Mr Peter Meurs, who have an interest in the Resolution, make no recommendation
• The remaining Directors recommend that Shareholders vote for Resolution 4
• The Chairman will vote undirected proxies for Resolution 4
• Voting restrictions apply to key management personnel and their closely related parties
• Details of the Performance Rights Plan are set out at page 9 of the Explanatory Statement of the Notice of Meeting
Resolution 4

Approval of the Fortescue Metals Group Ltd Performance Rights Plan

To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That, for the purposes of Listing Rule 7.2 (Exception 9(b)) and for all other purposes, Shareholders approve the terms of, and authorise the grant of performance rights and issue of shares pursuant to the terms of the performance rights, under the Fortescue Metals Group Ltd Performance Rights Plan.”

Proxy Results

<table>
<thead>
<tr>
<th>FOR</th>
<th>AGAINST</th>
<th>OPEN TO CHAIR</th>
<th>OPEN TO OTHER</th>
</tr>
</thead>
<tbody>
<tr>
<td>2,256,861,808 (99.28%)</td>
<td>7,362,164 (0.32%)</td>
<td>8,584,564 (0.38%)</td>
<td>492,031 (0.02%)</td>
</tr>
</tbody>
</table>
To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That for the purposes of Listing Rule 10.14 and for all other purposes, Shareholders approve:

a) the grant of up to 8,566,657 performance rights to Mr Neville Power and up to 3,148,248 performance rights to Mr Peter Meurs over a 3 year period under the Fortescue Metals Group Ltd Performance Rights Plan; and

b) the issue, transfer or allocation of, and acquisition by Mr Neville Power and Mr Peter Meurs of, fully paid ordinary shares in respect of those performance rights, in accordance with the terms of the Fortescue Metals Group Ltd Performance Rights Plan and on the basis described in the Explanatory Statement.”

Further Information

- Mr Neville Power and Mr Peter Meurs, who have an interest in the Resolution, make no recommendation
- The remaining Directors recommend that Shareholders vote for Resolution 5
- The Chairman will vote undirected proxies for Resolution 5
- Voting restrictions apply to key management personnel and their closely related parties
- Details of the Performance Rights Plan are set out at page 10 to 14 of the Explanatory Statement of the Notice of Meeting
To consider and, if thought fit, to pass the following resolution as an ordinary resolution:

“That for the purposes of Listing Rule 10.14 and for all other purposes, Shareholders approve:

a) the grant of up to 8,566,657 performance rights to Mr Neville Power and up to 3,148,248 performance rights to Mr Peter Meurs over a 3 year period under the Fortescue Metals Group Ltd Performance Rights Plan; and

b) the issue, transfer or allocation of, and acquisition by Mr Neville Power and Mr Peter Meurs of, fully paid ordinary shares in respect of those performance rights, in accordance with the terms of the Fortescue Metals Group Ltd Performance Rights Plan and on the basis described in the Explanatory Statement.”

Proxy Results

<table>
<thead>
<tr>
<th>FOR</th>
<th>AGAINST</th>
<th>OPEN TO CHAIR</th>
<th>OPEN TO OTHER</th>
</tr>
</thead>
<tbody>
<tr>
<td>2,254,793,034</td>
<td>8,977,210</td>
<td>9,069,215</td>
<td>492,031</td>
</tr>
<tr>
<td>(99.18%)</td>
<td>(0.40%)</td>
<td>(0.40%)</td>
<td>(0.02%)</td>
</tr>
</tbody>
</table>
Chairman’s Address
Fortescue: a world class operating company

Founded in 2003

First ore in 2008

Shipped over 580mt

Best address for iron ore

Simplicity and transparency

Unique culture
Consumer demand for beef is ‘elastic’

As the price of beef falls, demand increases
For iron ore, demand is ‘inelastic’

Lowering price of iron ore does not increase demand

Inelastic demand curve

Minimal change in quantity
Our Iron Ore

TALK IS CHEAP, BUT THE STAKES ARE HIGH FOR AUSTRALIA

"When others are panicking, or others are shutting... We aim to be the last man standing."
Mr. Sam Walsh CEO Rio Tinto

“We’re oversupplying at the moment and we’ll continue to oversupply in the medium term.”
Mr. Jimmy Wilson IO Pres BHPB

“We’ll oversupply in the medium term.”
Mr. Jimmy Wilson IO Pres BHPB

“They are flooding the market and they’re forcing the price down.”
Mr. Colin Barnett WA Premier

Brazil’s Vale says it will begin withdrawing 25 million tonnes of high-cost iron ore supply from the market.

Unions call for senate inquiry into the iron ore industry.

Andrew Forrest calls on BHP and Rio Tinto to stop oversupplying the market.
Commodity prices are telling you that the market doesn’t need the volumes, so why keep adding new volumes to the market?

If you can preserve your commodity price exposure, manage your position in the good part of the cost curve over a very long period of time, then that can be a great result for shareholders.

Evy Hambro, BlackRock Natural Resources, 25 September 2015
Strengthening our relationships in China

Chinese market fundamentals are strong

- Diamond Sponsor of the **Boao Forum** for 7 consecutive years
- Continued success of the **Australia China Senior Business Leaders Forum**
- Launch of **ASA100**
Fortescue success supporting key philanthropic ventures.
Minderoo Foundation

Catalytic Philanthropy

- Walk Free
- GenerationOne
- Measurement
- Sustainability
- Collaboration
- Prevention
- Arts
- Community
- Thrive by Five
- Research
Over AU$222 million committed
230 community organisations supported
15 years of operation

www.minderoo.com.au
End modern slavery in this generation.

- **8.3 million** people mobilised
- Joint Declaration of **Religious Leaders** against Modern Slavery
- **3rd edition** of Global Slavery Index in 2016
- **2,940 people liberated** from slavery

www.walkfreefoundation.org
• **24,000 jobs** filled by Indigenous Australians

• **Creating Parity**: Forrest Review – blueprint to end disadvantage

• VTEC trial on target to fill **5,000 jobs** by March 2016

www.generationone.org.au
Attract the world’s best minds to Western Australia to tackle critical global issues.

- **AU$65 million** committed
- **Scholarships** and **residential hub**
- All five **WA universities**
- Five **scholarships** awarded to date

www.forrestfoundation.org.au
Thrive by Five

Every child should have the opportunity to reach their potential for tomorrow.

- **AU$20 million** from Federal Government to improve service delivery in child care
- **AU$3 million** research **translation** partnership with the Telethon Kids Institute
- Challis model - **500 children** supported every year
Over **AU$20 million** gifted to arts and culture organisations

**AU$1 million** committed to Western Australian Academy for Performing Arts (**WAAPA**)

**Visiting international artists** inspire and enhance

Encourage excellence, vibrancy, collaboration and new talent in the arts across Australia.
Community development in Australia and internationally.

- **230 community organisations** supported through partnerships or grants
- **AU$12 million** in shares gifted to community organisations. Dividends contribute to ongoing operations.
- **Education, anti-trafficking, mentoring, medical research and women and children**