

Not for Release in the United States



15 March 2012

The Companies Officer
ASX Limited
2 The Esplanade
Perth WA 6000

Dear Sir

Re: Fortescue Raises US\$2.0 billion of Senior Unsecured Notes

Fortescue Metals Group Limited (Fortescue) (ASX: FMG) has today priced its previously announced US\$1.0 billion offering of Senior Unsecured Notes. The offering, which was upsized to US\$2.0 billion, is expected to settle on or about 19 March 2012, subject to customary closing conditions. The net proceeds from this offering will be used in connection with the 155Mtpa Expansion and the acquisition of related mobile mining equipment.

The US\$2.0 billion of Senior Unsecured Notes are in two tranches, with terms and conditions consistent with the existing Senior Unsecured Notes previously issued by the company. Details are provided below;

	Tranche 1	Tranche 2
Principal Amount:	US\$1,000 million	US\$1,000 million
Interest Rate	6.00 % per annum	6.875 % per annum
Term:	5 years with a non-call period of 3 years	10 years with a non-call period of 5 years
Guarantors	Fortescue and each of its existing and future direct and indirect restricted subsidiaries	
Ranking of Notes	Pari passu with all existing and future senior unsecured indebtedness	

Yours sincerely
Fortescue Metals Group

Mark Thomas
Company Secretary

The New Force in Iron Ore
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