

4 May 2016



The Companies Officer
Australian Stock Exchange Ltd
Level 40, Central Park
152-158 St Georges Terrace
Perth WA 6000

Dear Sir/Madam

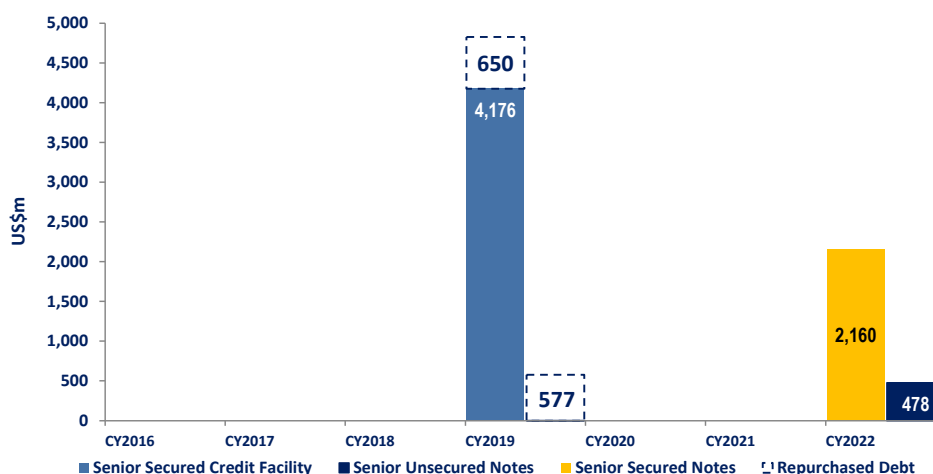
Fortescue announces US\$650 million repayment of 2019 Term Loan

Fortescue Metals Group (ASX: FMG, Fortescue) has issued a US\$650 million repayment notice for the 2019 Senior Secured Term Loan ("Term Loan"). This is in addition to the repayment of US\$577 million Senior Unsecured Notes ("Notes") initiated last week.

The US\$650 million Term Loan repayment will be made at par from accumulated cash on Monday May 16, 2016, generating interest savings of US\$28 million per annum.

Fortescue Chief Executive Officer, Nev Power said, "We are committed to ongoing debt reduction and have accelerated the repayment of the Term Loan and Notes on the back of strong cash flows from sustainable operational efficiencies and cost reductions."

Fortescue's pro forma debt maturity profile after repayment of the Term Loan and the Notes is set out in the chart below:



Fortescue Chief Financial Officer, Stephen Pearce said, "This US\$650 million, in conjunction with last week's US\$577 million, brings Fortescue's total FY16 debt repayments to US\$2.3 billion. This has generated annual interest savings of US\$164 million.

Our ongoing strategy of cash accumulation for debt repayment, together with consideration of alternative re-financing options, will further strengthen our balance sheet and maximise shareholder value."

Fortescue Metals Group Limited
ABN 57 002 594 872
Level 2, 87 Adelaide Terrace
East Perth, Western Australia 6004

PO Box 6915
East Perth, Western Australia
P +61 8 6218 8888
E fmgj@fmgj.com.au

www.fmgj.com.au
@FortescueNews

Yours sincerely
Fortescue Metals Group Ltd

Ian Wells
Company Secretary

Media contact:
Luke Forrestal
E: mediarelations@fmgl.com.au
M: +61 411 479 144

Investor Relations contact:
Stuart Gale
E: investorrelations@fmgl.com.au
P: +61 8 6218 8888

For personal use only