

Atlas Iron Limited (ASX:AGO) Atlas agrees to sell Yerecoin Magnetite Project for A\$18 Million

28.12.2011 | [ABN Newswire](#)

08:28 AEST Dec 28, 2011 ABN Newswire (C) 2004-2011 Asia Business News PL. All Rights Reserved.

Sydney, Australia (ABN Newswire) - Atlas Iron Limited [ASX:AGO] is pleased to announce that it has agreed to sell its Yerecoin magnetite project to Cliffs Natural Resources (Cliffs) for A\$18 million cash, with the full amount payable when the deal is completed, being on or before 31 January 2012.

Further payments may be payable based on magnetite and direct shipping ore reserve tonnes as follows:

Within 30 days of a Decision to Mine, Cliffs agrees to immediately pay amounts equal to:

(a) \$0.10 per tonne for each tonne of magnetite exceeding 187 million tonnes proven in a Reserve within the Tenements, or if not proven in Reserve, mined or to be mined as a Resource, up to an additional 200 million tonnes; and

(b) \$0.50 per tonne for each tonne of direct shipping iron ore exceeding 5 million tonnes proven in a Reserve within the Tenements, or if not proven in Reserve, mined or to be mined as a Resource.

'This agreement realises value for Atlas from an asset it inherited through the takeover of Giralia Resources,' Atlas Managing Director David Flanagan said. 'At the same time, the sale agreement enables Atlas to retain some upside in the project.'

Atlas announced last week that it had agreed to sell its Balla Balla magnetite project in Western Australia to Forge Resources for \$40 million plus a royalty.

Atlas team is in ongoing negotiations with potential investors or partners in respect of its Ridley magnetite project in the Pilbara.'

About Yerecoin project

The Yerecoin Project is a magnetite deposit, acquired via Atlas' takeover of Giralia Resources in March 2011. It is located 150km north east of Perth in Western Australia. The Yerecoin project and related tenements are carried at a value of \$48 million in Atlas' books. Based on current accounting advice, it not expected that any value will be attributed to the reserve milestone payments when calculating the value of sale consideration. As a result, an accounting loss will occur on the transaction, which is subject to normal conditions precedent.

About Atlas Iron Limited:

Atlas Iron Limited (ASX:AGO) is mining and exporting from its 100%-owned Pardoo and Wodgina Iron Ore projects, located 75 kilometres and 110km by road from Port Hedland in the Pilbara region of Western Australia. In the 2009/10 financial year Atlas shipped over 1.2 million tonnes of Pardoo Direct Shipping Ore (DSO). Atlas is expanding its production from its Wodgina and Pardoo DSO mines following the commissioning of the Utah Point port facility and is targeting exports at an annualised rate of 6 million tonnes by the end of 2010. When combined with additional export tonnages from its Abydos & Mt Webber DSO Projects, the Company is targeting exports at an annualised rate of 12 million tonnes during 2012.

Source:

Atlas Iron Limited

Contact:

Mark Hancock, Chief Commercial Officer
Ken Brinsden, Chief Development Officer
Tel (08) 9476 7900

Dieser Artikel stammt von [Rohstoff-Welt.de](https://www.rohstoff-welt.de)

Die URL für diesen Artikel lautet:

<https://www.rohstoff-welt.de/news/116858--Atlas-Iron-Limited-ASX-AGO-Atlas-agrees-to-sell-Yerecoin-Magnetite-Project-for-A18-Million.html>

Für den Inhalt des Beitrages ist allein der Autor verantwortlich bzw. die aufgeführte Quelle. Bild- oder Filmrechte liegen beim Autor/Quelle bzw. bei der vom ihm benannten Quelle. Bei Übersetzungen können Fehler nicht ausgeschlossen werden. Der vertretene Standpunkt eines Autors spiegelt generell nicht die Meinung des Webseiten-Betreibers wieder. Mittels der Veröffentlichung will dieser lediglich ein pluralistisches Meinungsbild darstellen. Direkte oder indirekte Aussagen in einem Beitrag stellen keinerlei Aufforderung zum Kauf-/Verkauf von Wertpapieren dar. Wir wehren uns gegen jede Form von Hass, Diskriminierung und Verletzung der Menschenwürde. Beachten Sie bitte auch unsere [AGB/Disclaimer!](#)

Die Reproduktion, Modifikation oder Verwendung der Inhalte ganz oder teilweise ohne schriftliche Genehmigung ist untersagt!
Alle Angaben ohne Gewähr! Copyright © by Rohstoff-Welt.de -1999-2026. Es gelten unsere [AGB](#) und [Datenschutzrichtlinien](#).