

HIGHLIGHTS DURING THE DECEMBER QUARTER

1. Institutional placement and capital raising

Ironbark raised \$11.52 million before costs. This funding ensures that Ironbark has a strong cash balance to support the development of the Citronen Project in 2011.

2. Resource Upgrade for Citronen

Ironbark released an expanded resource for the Citronen project with the current resource now in excess of 11.8 billion pounds (lb) of zinc and lead (Zn+Pb). Drilling during 2010 focused on infill drilling as part of the feasibility study and resulted in an increase of 13% to the overall contained metal content.

3. Ironbark Engineering Update

Ironbark continued toward completing the Feasibility Study. The study is largely on schedule and budget however a delay in the delivery of the resource has resulted in an overall delay.

4. Mestersvig Project Extension

After field exploration in 2010, Ironbark applied for a further 461km² around its Mestersvig project area in eastern Greenland. The additional tenure covers high grade lead and zinc mineralisation drilled at the "Sortebjerg "Black Mountain" Base Metals Prospect" as well as tin mineralisation identified in other parts of the tenure.

Ironbark Zinc Limited (Ironbark) is pleased to report to its shareholders the progress from the Citronen Base Metal Project (Citronen). Ironbark remains focused on developing Citronen to become a major base metal producer. The Company remains well funded and well placed to progress the development of Citronen.

1. Capital Raising RBS Morgans

Ironbark completed an \$11.52 million Share Placement before capital raising costs in November, via the placement to institutional and sophisticated investors of 48,000,000 ordinary shares at an issue price of \$0.24 per share.

The placement was closed oversubscribed was issued in one tranche under Ironbark's 15% placement capacity. RBS Morgans acted as Lead Manager to the capital raising. The additional funds will be used to continue development work on the company's flagship Citronen Lead Zinc project in Greenland and for working capital.

2. Resource Upgrade for Citronen

Ironbark announced an upgraded resource in December. Key points of this resource upgrade were;

- Large resource category upgrade with majority of mineralization now in the Measured and Indicated category which was previously mostly classified under the Inferred category.
- Increase in contained metal at equivalent grade in global resource with a 13% increase in contained zinc and lead at +4% zinc (Zn) + lead (Pb) grade to now 11.8 billion pounds (lb) of Zn+Pb using 2% Zn cutoff.
- Esrum and Beach mineralization joined with open-ended mineralization within Level 3 sulphide horizon extending continuously in excess of 3,500 metres based on current drilling.
- Recent spectacular intercepts reported within 2010 exploration drilling at Valley and XX-Zone are not included in resource figures yet as drilling density not sufficient to be classified under JORC but represent high priority drilling targets for 2011.
- Upward pressure on exploration target of 302-347Mt @ 4.4-5.0% Zn+Pb based on exploration success.

The contained metal reported at Citronen for the global resource (2% Zn cutoff) has increased by 13% to 11.8 billion pounds of zinc and lead (Zn+Pb). This primarily due to increases in the tonnage of material which forms the Level 3 sulphide horizons subsequent to increased geological information allowing Beach and Esrum Zones to be joined.

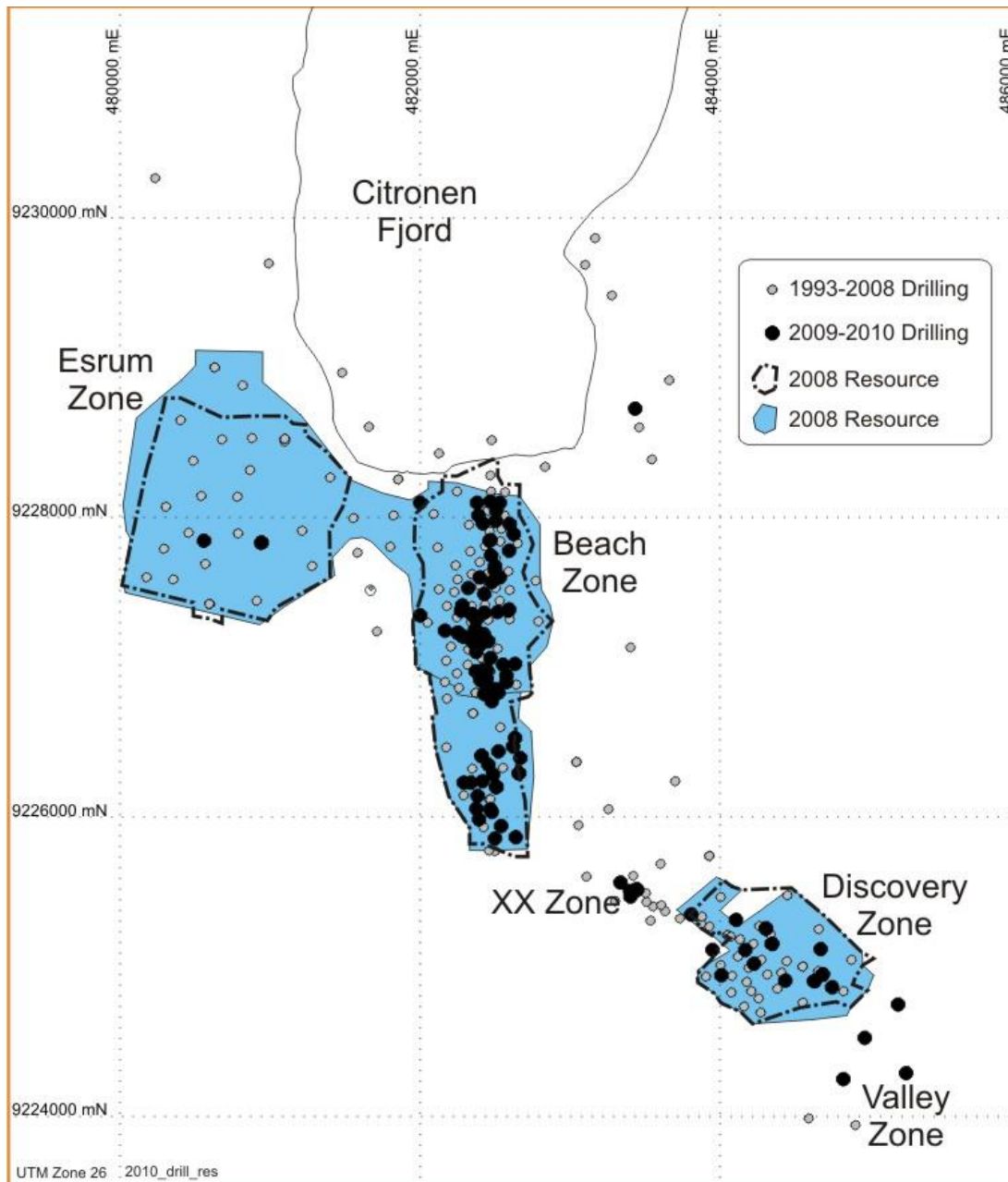


Figure 1: Drill collar location and resource outline plan. Variations between 2008 and 2010 Resource estimates illustrated.

As a result of high productivity on site by the drilling team during 2010, a small amount of unplanned extensional/ exploration drilling was able to be undertaken with available field personnel.

This drilling was successful in defining spectacular structurally controlled, high-grade mineralization at the XX Zone such as CF10-249: **16m @ 20.8% Zn** and CF10-271A: **21m @ 14.4% Zn including 7m @ 22.3% Zn**. The XX Zone is interpreted to be a continuation of the Discovery Zone mineralization. Due to the pre-planned completion of field work in September, Ironbark was not able to be follow up with sufficient drill density to allow classification under the JORC code. Ironbark considers follow up drilling in 2011 to be a priority for several exploration targets at Citronen.

In January 2010 Ironbark released an exploration target for the Citronen Deposit of 302-347Mt @ 4.4-5.0% Zn+Pb. Ironbark views the success of the limited drilling outside defined resource areas (approximately 5% of total drilling in 2009/10 was not infill drilling) as strong support for the prospectively of the Citronen area and reaffirms its existing target resource with upward pressure on target.

3. Ironbark Engineering Update

Ironbark has concluded the resource estimate, process design and key project engineering aspects within the ongoing feasibility study for its 100% owned Citronen base metal project in Greenland, these being critical components of the Feasibility Study. Final mine optimisation and financial modelling is currently being conducted. The estimated time frame for delivery of these components and delivery of the complete study is estimated to be Q1 2011.

The release of the study has been delayed by a number of factors including a delayed resource estimate and changes in the mining schedule. The updated resource estimate was delayed as a result of the late delivery of the final survey results.

The results to date confirm the relevance of the Citronen project as a large scale and long life mining operation that is situated within the stability of a first world Government regime.

4. Mestersvig Project Expansion

Ironbark is pleased to announce that a tenement application adjacent to the wholly owned Mestersvig Licence, containing the Lead-Zinc (Pb-Zn) Blyklippen Mine, has been lodged with the Greenland Bureau of Minerals and Petroleum (BMP). The area applied for (Application Number 2011/28) covers 461sq km of ground which includes the Sortebjerg "Black Mountain" Base Metals Prospect (Figure 2).

The Black Mountain prospect is one of several vein systems found at the southern end of the fault structure that also hosts the Blyklippen Lead-Zinc Mine within Ironbark's Mestersvig Project. Numerous pods and lenses of lead and zinc mineralisation, in the form of galena and sphalerite, are found within outcropping quartz veins located throughout the project area.

Ironbark has recently received the data relating to 16 diamond drill holes that were drilled under the outcropping mineralisation at Black Mountain in 1952 confirming the continuation of mineralisation at depth, with best results included in Table 1;

Table 1: Significant Results from Diamond Drilling at the Black Mountain Prospect

Hole_Number	From (m)	To (m)	Interval (m)	Zinc %	Lead %
BH_1	40	45.17	5.17	16.26	2.29
<i>including</i>	<i>41.38</i>	<i>45.17</i>	<i>3.79</i>	<i>20.61</i>	<i>3.05</i>
BH_2	122.75	124.3	1.55	12.30	n/a
BH_3	13.15	14.2	1.05	7.13	n/a
BH_3	52.83	55.8	2.97	8.23	1.29
BH_10	40.2	41.75	1.55	14.11	5.69
BH_12	46.15	49.25	3.1	13.04	10.09

* n/a = lead not assayed (silver, copper and gold were not assayed)

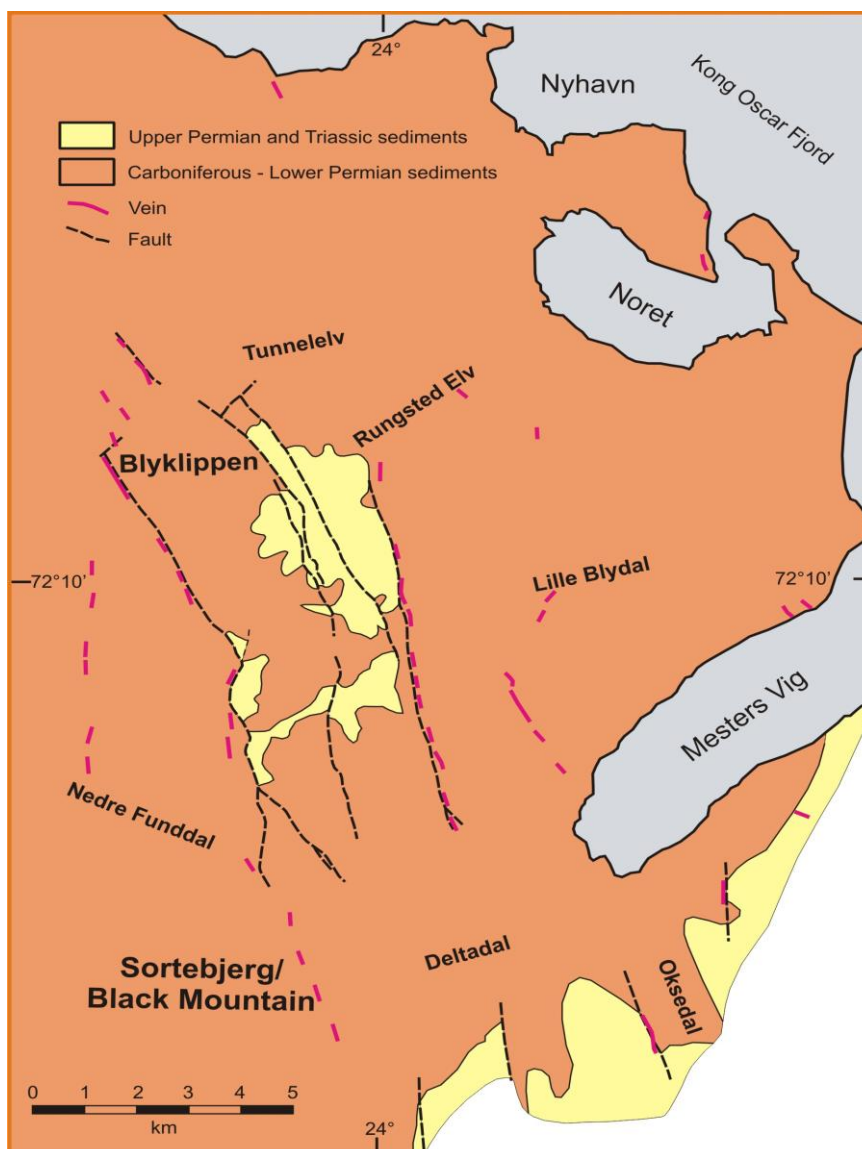


Figure 2: Geological Plan showing the location of the Sortebjerg/Black Mountain vein system at the southern end of the fault hosting the Blyklippen Mineralisation.

Helicopter supported field work conducted by Ironbark geologists in August 2010 located the drill holes and collected rock chip samples from the mineralised veins (Figure 3). Four rock chip samples were submitted for assay and returned indicative values in excess of 78% Lead and 168ppm Silver (Table 2) from intervals along the strike of the vein shown in Figure 3. The rock chips were selected to confirm high-grade lead mineralisation within the broader mineralised vein system and weighed from 1.1kg to 4.8kg.



Figure 3: Aerial view of the mineralised vein at Black Corner.

The mapped mineralisation at Black Mountain and numerous other areas represent outstanding exploration targets that will be evaluated for drilling in 2011. The Black Mountain drilling is open to further mineralisation and makes an ideal high grade walk up-drill target.

Table 2: Rock Chip Sample Results from the August 2010 Field Work.

Sample	Lead (%)	Silver (g/t)
SBJ01	81	232
SBJ02	78	247
SBJ03	87	234
SBJ03	82	168

The Blyklippen Zinc Mine was operated from 1956 to 1962 and yielded production of 544,600 tonnes for a recovered grade of 9.9% zinc and 9.3% lead. The mining town and wharf are still located at Nyhavn, approximately 8km north east of the Blyklippen Mine.

An excellent summary of the project has been prepared by GEUS (Geological Survey of Denmark and Greenland) and can be viewed on the Ironbark website.

5. About Citronen

Ironbark Zinc Limited is a well funded Company listed on the Australian Securities Exchange (ASX: IBG) and is focused on the development of the wholly owned Citronen Zinc-Lead Project in Greenland.

Ironbark seeks to build shareholder value through exploration and development of its projects and also seeks to actively expand the project base controlled by Ironbark. The management and board of Ironbark have extensive technical and corporate experience in the minerals sector.

Ironbark's key focus is the wholly owned Citronen base metal deposit in Northern Greenland that currently hosts in excess of 11.8 billion pounds of zinc and lead. The current JORC compliant resource for Citronen is detailed as follows:

Resource Category	Mt	Zn %	Pb %	Zn+Pb%
Measured	33.2	3.8	0.5	4.2
Indicated	52.2	3.7	0.5	4.2
Inferred	47.2	3.3	0.4	3.7
Total	132.6	3.6	0.5	4.0

2.0% Zn cutoff Global resource Ordinary Kriging

including a higher grade resource of:

Resource Category	Mt	Zn %	Pb %	Zn+Pb%
Measured	15.0	5.8	0.5	6.3
Indicated	19.3	5.1	0.6	5.7
Inferred	25.5	5.3	0.5	5.8
Total	59.9	5.3	0.5	5.9

3.0% Zn cutoff Medium Grade resource Inverse Distance Squared

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr A Byass, B.Sc Hons (Geol), B.Econ, FSEG, MAIG an employee of Ironbark Zinc Limited. Mr Byass has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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. Mr Byass consents to the inclusion in the report of the matters based on this information in the form and context in which it appear.