
THIRD QUARTER RESULTS OF FISCAL YEAR END 2019

FEB 14, 2019

PREMIUM PRODUCT, HIGH QUALITY INFRASTRUCTURE,
TIER 1 JURISDICTION

CHAMPION IRON 

FIRST GRADE MINING DEVELOPMENT

TSX: CIA | ASX: CIA

DISCLAIMER

This presentation contains certain forward-looking information and statements within the meaning of applicable securities laws. The use of any of the words "expect", "anticipate", "continue", "estimate", "may", "will", "project", "should", "believe", "plans", "intends", "forecast" and similar expressions are intended to identify forward-looking information or statements. In particular, but without limiting the foregoing, this presentation contains forward-looking information and statements pertaining to Champion Iron Limited including: future development, exploration, acquisition and development activities, infrastructure build-out and related capital expenditures and the timing thereof; the amount and timing of capital projects; operating costs; the total future capital associated with development of reserves and resources. In this presentation, reference is made to the Company's Bloom Lake Iron Mine growth scenario and economic analysis. All information derived therefrom are not estimates or forecasts of metrics that may actually be achieved. Such information reflects internal projections used by management for the purposes of making capital investment decisions and for internal long-range planning and budget preparation. Accordingly, undue reliance should not be placed on same. The recovery, reserve and resources estimates of Champion Iron's reserves and resources provided herein are estimates only and there is no guarantee that the estimated reserves or resources will be recovered. In addition, forward-looking statements or information are based on a number of material factors, expectations or assumptions of Champion Iron which have been used to develop such statements and information but which may prove to be incorrect. Although Champion Iron believes that the expectations reflected in such forward-looking statements or information are reasonable, undue reliance should not be placed on forward-looking statements because Champion Iron can give no assurance that such expectations will prove to be correct. In addition to other factors and assumptions which may be identified herein, assumptions have been made regarding, among other things: the impact of increasing competition; the general stability of the economic and political environment in which Champion Iron operates; the timely receipt of any required regulatory approvals; the ability of Champion Iron to obtain qualified staff, equipment and services in a timely and cost-efficient manner; drilling results; the ability of the operator of the projects in which Champion Iron has an interest in to operate the field in a safe, efficient and effective manner; the ability of Champion Iron to obtain financing on acceptable terms; field production rates and decline rates; the ability to replace and expand oil and natural gas reserves through acquisition, development and exploration; risks associated with the degree of certainty in resource assessments; future commodity prices; currency, exchange and interest rates; and the regulatory framework regarding royalties, taxes and environmental matters in the jurisdictions in which Champion Iron operates. Our objective will be to proactively manage our capital program as it relates to operational success and fluctuating commodity prices with a priority to maintain financial flexibility and achieve our production guidance. Champion Iron will closely monitor the budget and financial situation throughout the year to assess market conditions and will quickly adjust budget levels or pace of development in accordance with commodity prices and available funds from operations. The forward-looking information and statements included in this presentation are not guarantees of future performance and should not be unduly relied upon. Such information and statements; including the assumptions made in respect thereof, involve known and unknown risks, uncertainties and other factors that may cause actual results or events to defer materially from those anticipated in such forward-looking information or statements including, without limitation: changes in commodity prices; the potential for variation in the quality of the Bloom Lake formation; changes in the demand for or supply of Champion Iron's products; unanticipated operating results or production declines; changes in tax or environmental laws, royalty rates or other regulatory matters; changes in development plans of Champion Iron or by third party operators of Champion Iron's properties, increased debt levels or debt service requirements; limited, unfavourable or a lack of access to capital markets; increased costs; a lack of inadequate insurance coverage; the impact of competitors; and certain other risks detailed from time-to-time in Champion Iron's public disclosure documents, (including, without limitation, those risks identified in this presentation and Champion Iron's Annual Information Form). The forward-looking information and statements contained in this presentation speak only as of the date of this presentation, and Champion Iron does not assume any obligation to publicly update or revise any of the included forward-looking statements or information, whether as a result of new information, future events or otherwise, except as may be required by applicable securities laws.

Except as required by law, Champion Iron Limited expressly disclaims any intention and undertakes no obligation to update any forward-looking statements or information as conditions change.

The historical mineral resources mentioned are strictly historical in nature and are non-compliant to National Instrument 43-101 mineral resources and mineral reserves standards, and should therefore not be relied upon. A qualified person has not done sufficient work to upgrade or classify the historical mineral resources as current National Instrument NI-43-101 compliant. **All amounts are in Canadian dollars unless otherwise stated.**

CONFERENCE CALL PARTICIPANTS

CHAMPION IRON 



MICHAEL O'KEEFE
PRESIDENT & CEO



DAVID CATAFORD
COO

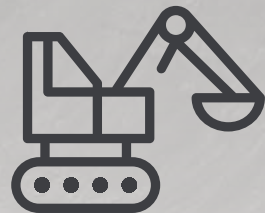


NATACHA GAROUTE
CFO



MICHAEL MARCOTTE
VP INVESTOR RELATIONS

2019 THIRD QUARTER
HIGHLIGHTS



4,883,400 WMT
ORE MINED



1,791,300 WMT
CONCENTRATE PRODUCED



\$49.4/DMT
TOTAL CASH COST



REVENUE \$147.5M
NET INCOME \$31.2M

4,531,400 WMT
ORE MILLED

80.7%
ORE RECOVERY

\$55.5/DMT
ALL-IN SUSTAINING
COST

\$0.05
EPS

HEALTH AND SAFETY

Lost time injury remains below the benchmark for open-pit mine*

QUEBEC IRON ORE + CONTRACTORS							BENCHMARK FOR MINE OPEN-PIT -YEAR 2017- (SOURCE*:APSM)
	Q1	Q2	Oct.	Nov.	Dec.	YTD	
Lost Time Injury Frequency Rate (LTIFR)	2.4	8.02	7.47	6.07	15.34	4.32	4.9
Disability Injury Severity Rate (DISR)	3.2	21.16	44.85	9.1	22.69	12.27	86.5

*APSM: Association paritaire pour la santé et la sécurité au travail du secteur minier <http://aspmine.qc.ca/>

Initiative to further improve safety with immediate implementation of "Take 5"

ITEM	ACTION PLAN
Implementation of the "Take 5" process to increase safety reflexes	<ul style="list-style-type: none">- Training of all employees by June 2019- "Take 5" Program Audit during 2019 to ensure support by HSE group and take maximum advantage of this program rapidly



ENVIRONMENT FOCUS

ELECTRIC BOILER CONVERSION

Reduction of 3,800,000L Fuel oil
10,300 t/yr GHG



-40%

IRON ORE CONVEYOR SYSTEM

Reduction of 3,400,000L of diesel
9,300 t/yr GHG



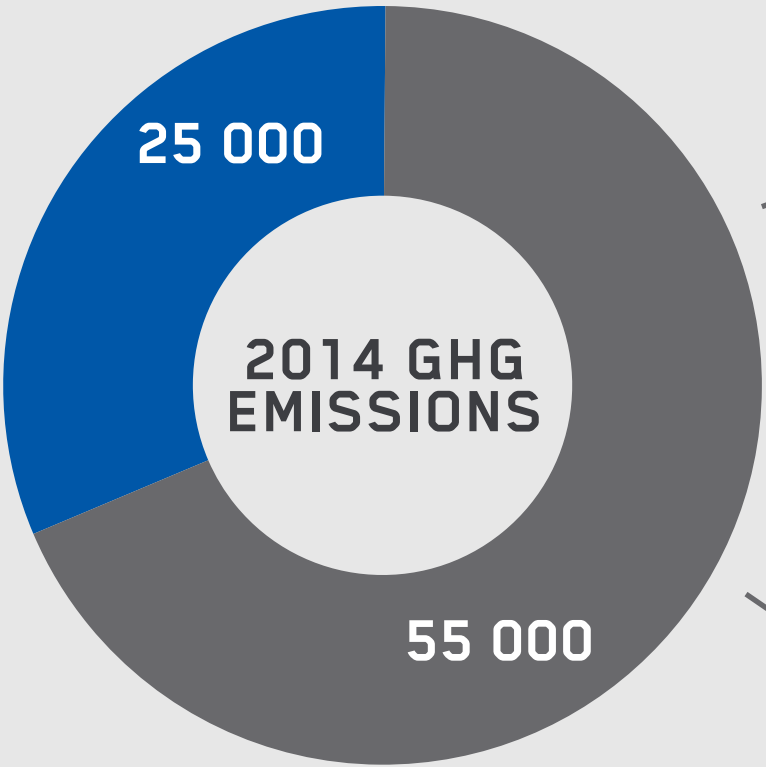
-17%

-25%



TAILINGS PUMPING SYSTEM

Reduction of 4,900,000L of diesel
13,600 t/yr GHG



BLOOM LAKE OPERATIONAL RESULTS

OPERATIONS OVERVIEW

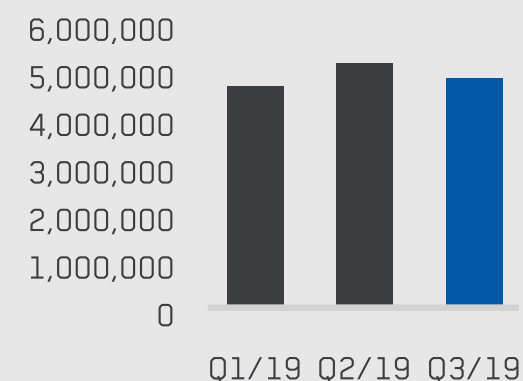
- Record production month of 697,700 wmt in October
- Completed first planned "semi-annual" shutdown

	Q1 2019	Q2 2019	Q3 2019	YTD
Waste mined (wmt)	3,372,900	2,978,400	3,847,100	10,198,400
Ore mined (wmt)	4,647,900	5,204,900	4,883,400	14,736,200
Strip ratio	0.7	0.6	0.8	0.7
Ore milled (wmt)	4,244,000	4,964,200	4,531,400	13,739,600
Head grade (%)	31.1	32.0	32.1	31.8
Recovery (%)	77.1	79.6	80.7	79.2
Fe (%)	66.5	66.6	66.4	66.5
Iron ore concentrate produced (wmt)	1,542,900	1,858,300	1,791,300	5,192,500
Iron ore concentrate sold (dmt)	1,740,400	1,931,700	1,711,500	5,383,600

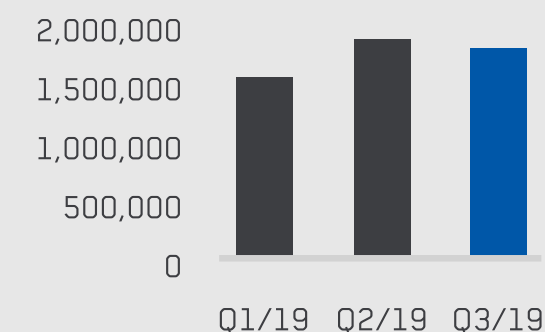
TSX: CIA | ASX: CIA

CHAMPION IRON 

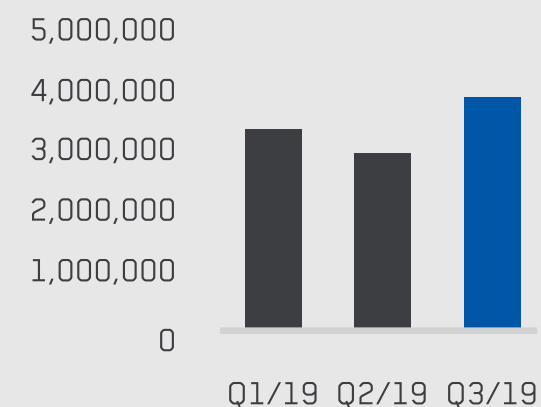
ORE MINED (WMT)



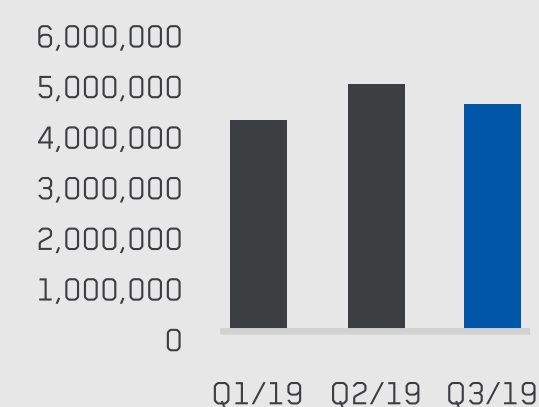
IRON ORE CONCENTRATE PRODUCED (WMT)



WASTE MINED (WMT)

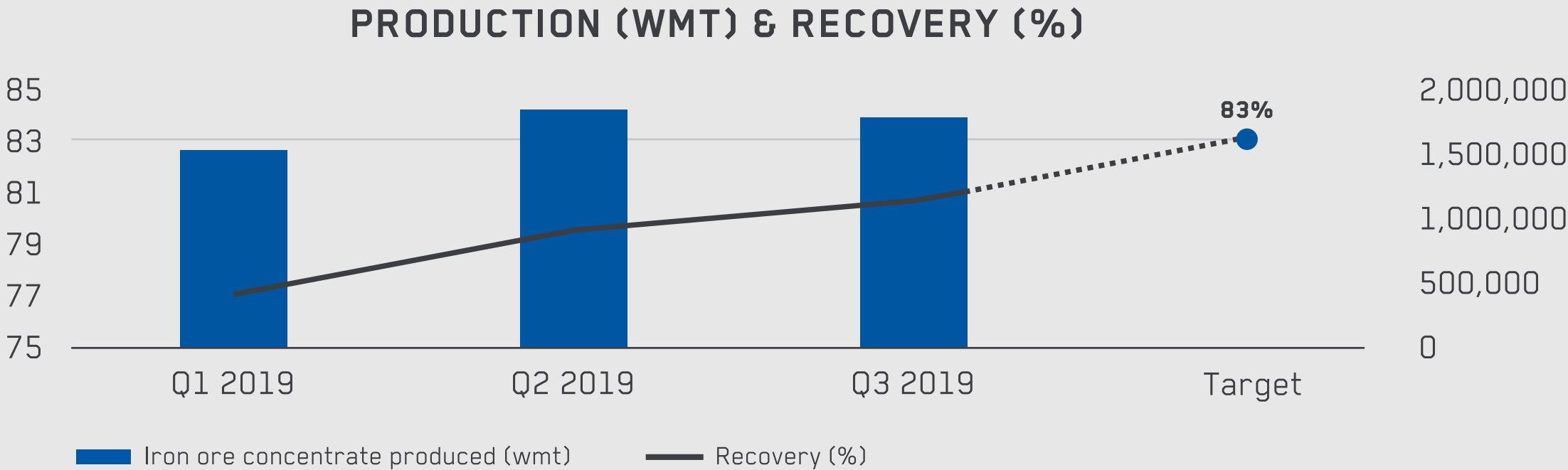


ORE MILLED (WMT)



FOCUS ON QUALITY WITH CONTINUOUS IMPROVEMENT IN ORE RECOVERY

- Product quality remains priority. No contaminant discount on any shipments to date.
- Achieved recovery as high as 86% in the period
- Work programs in place to achieve target recovery of 83%



THIRD QUARTER FINANCIAL RESULTS

THIRD QUARTER FINANCIAL RESULTS

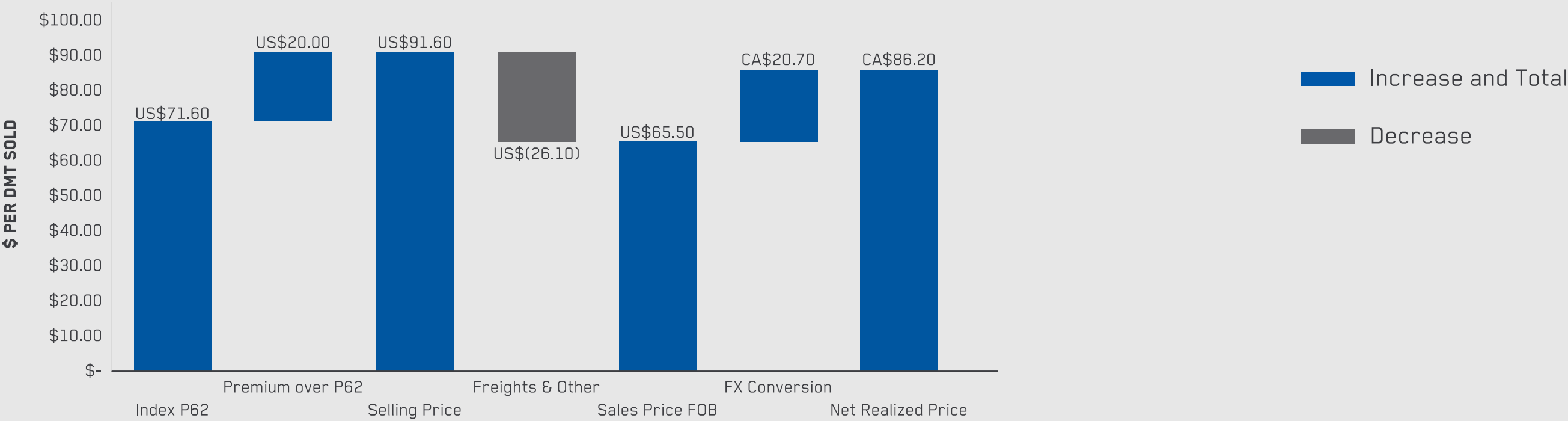
PRODUCTION RESULTS	Q1 2019	Q2 2019	Q3 2019	YTD
Iron ore concentrate produced (wmt)	1,542,900	1,858,300	1,791,300	5,192,500
Iron ore concentrate sold (dmt)	1,740,400	1,931,700	1,711,500	5,383,600
FINANCIAL RESULTS (\$ MILLIONS)	Q1 2019	Q2 2019	Q3 2019	YTD
Revenue	150.7	174.7	147.5	472.9
EBITDA	45.0	81.3	65.4	191.7
Operating profit	40.6	77.2	62.8	180.6
Net profit	20.7	67.5	31.2	119.4
Cash flow from operation	46.7	2.90	89.1	138.7
Earnings (loss) per share - basic	0.03	0.10	0.05	0.18
Avg. realized selling price (per tonne)	86.6	90.4	86.2	87.9
Total cash cost (per tonne)	55.0	45.2	49.4	49.7
All-in sustaining cost (per tonne)	59.9	52.9	55.5	56.0
Cash operating margin (per tonne)	26.7	37.5	30.7	31.9
Cash operating margin (%)	30.8%	41.5%	35.6%	36.3%

In millions except for per share and per tonne metrics

HIGH-GRADE IRON ORE ATTRACTING HIGHER SELLING PRICE

→ Strong premium of nearly 28% for our material over P62 benchmark

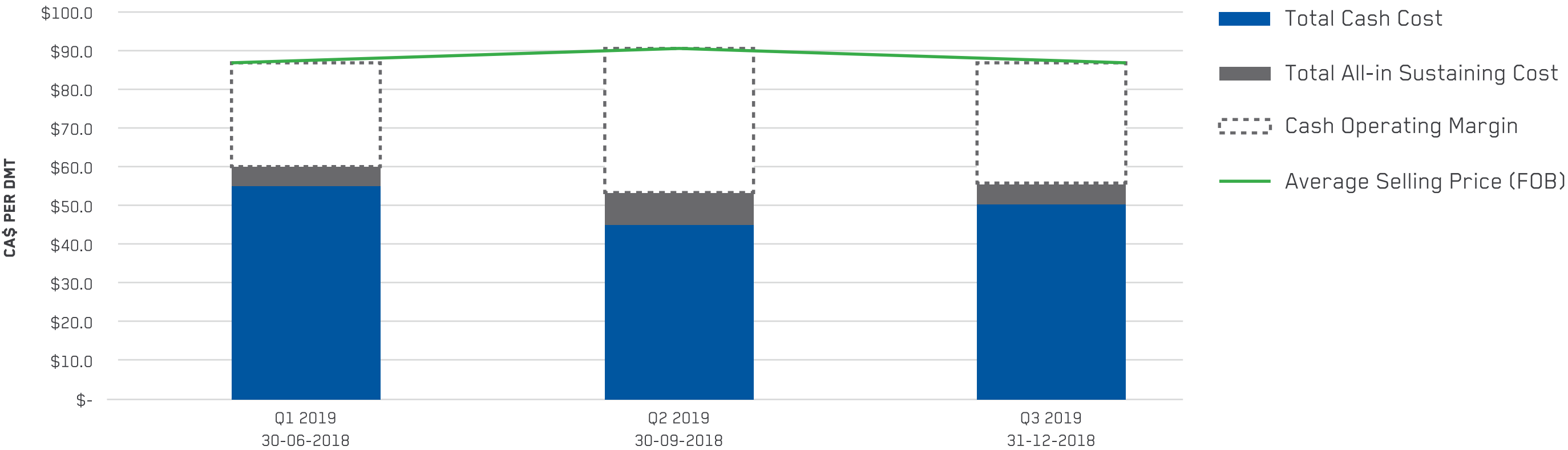
Q3 NET AVERAGE REALIZED SELLING PRICE



CONSISTENT STRONG CASH OPERATING MARGIN

→ Strong cash operating margin contributing to an EBITDA of 41% for the first nine months of operations

CASH OPERATING MARGIN PER TONNE





BALANCE SHEET



\$185.4 MILLION CASH
& SHORT-TERM INVESTMENTS

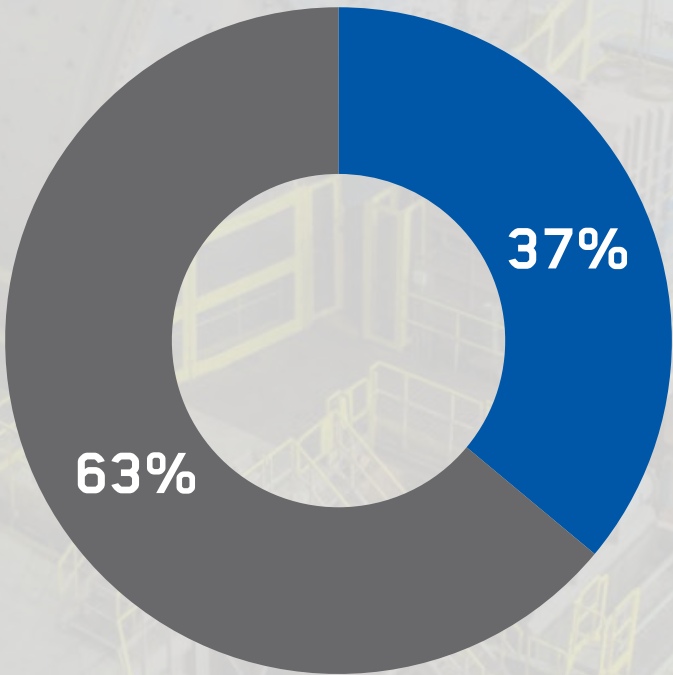


\$316.8 MILLION LONG-TERM DEBT*
(FACE VALUE)

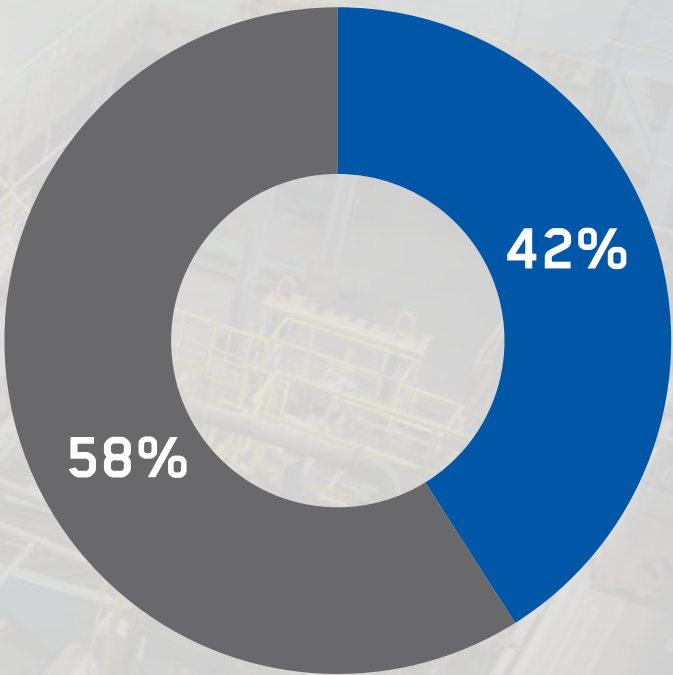
-  Cash & Working Capital
-  Long-Term Debt

*Consistent FX of CA\$0.77

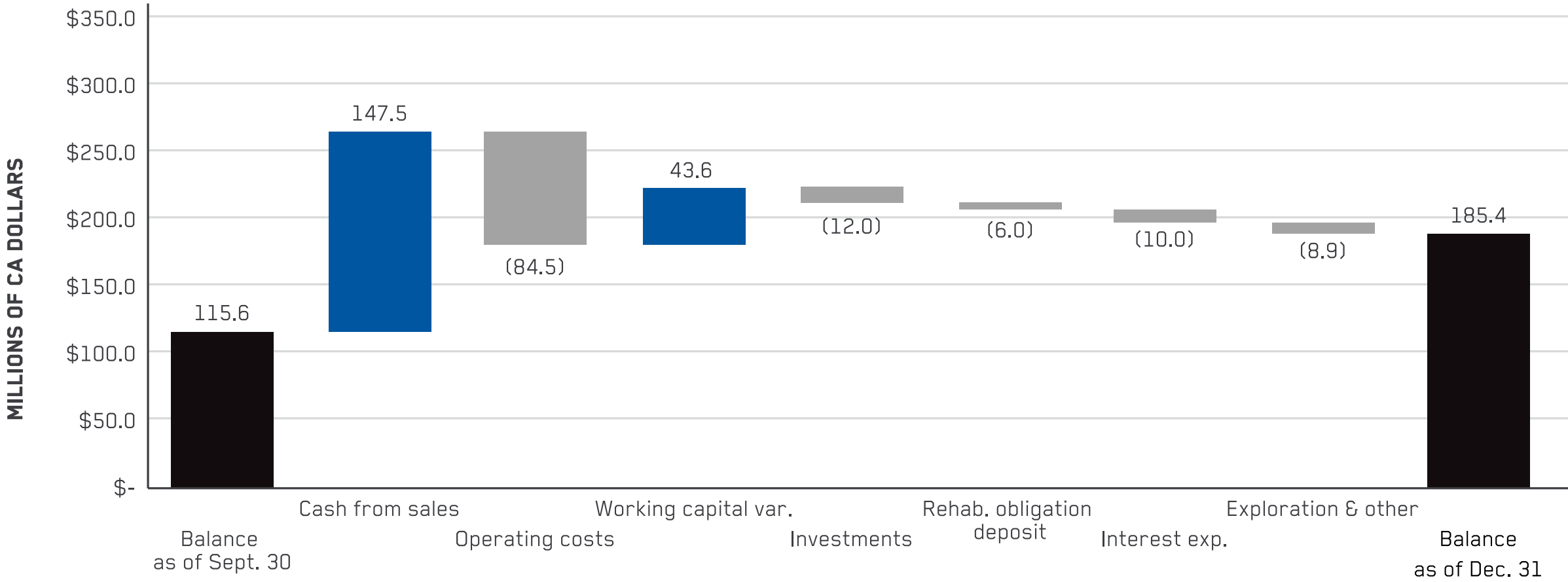
Q2 2019



Q3 2019



THIRD QUARTER STRONG CASH FLOW GENERATION

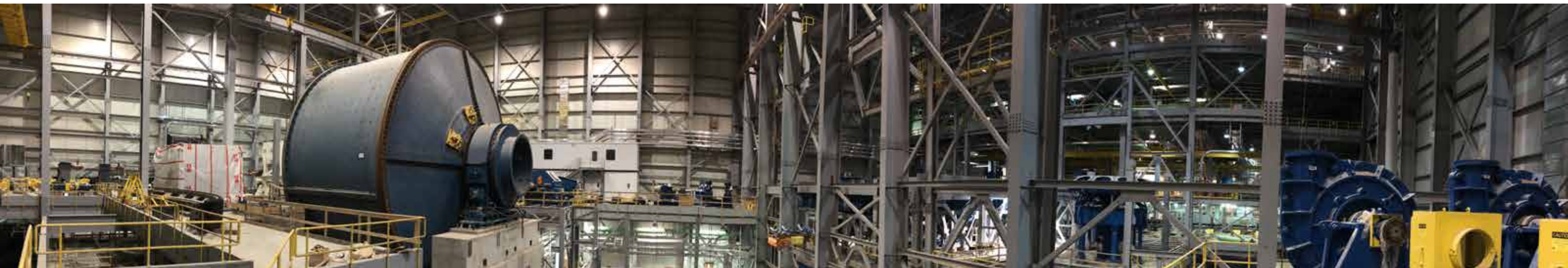


GROWTH



PHASE 2 FEASIBILITY STUDY ON TRACK

- Extensive capital already sunk by prior owner
- Applied for "Option Analysis Report" to Environment of Canada in December
- Continue to target summer 2019 for release of "Phase 2" feasibility study
- First production expected by 2021 pending final investment decision
- 500 jobs during construction & 200 permanent operational jobs

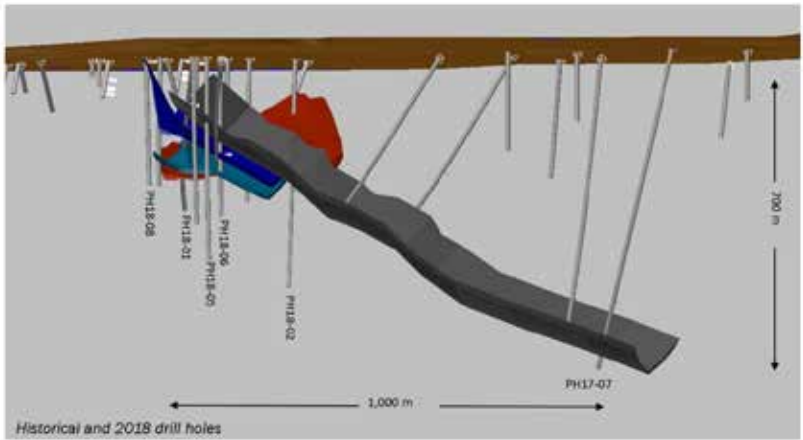


EXPLORATION ACTIVITIES

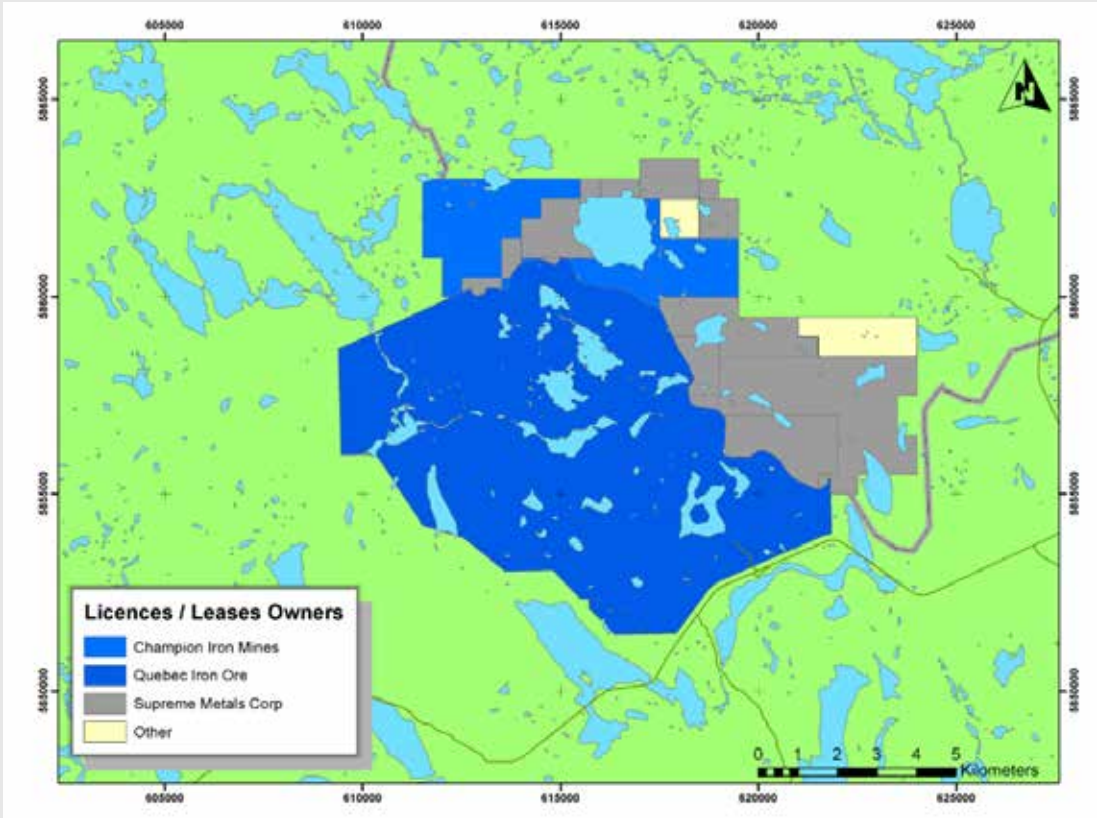
POWDERHORN - NEWFOUNDLAND



- Assays pending on 9 600 m
- New 4 000 m campaign
- Samples north of 16% Zn



SUPREME JOINT VENTURE - BLOOM EAST

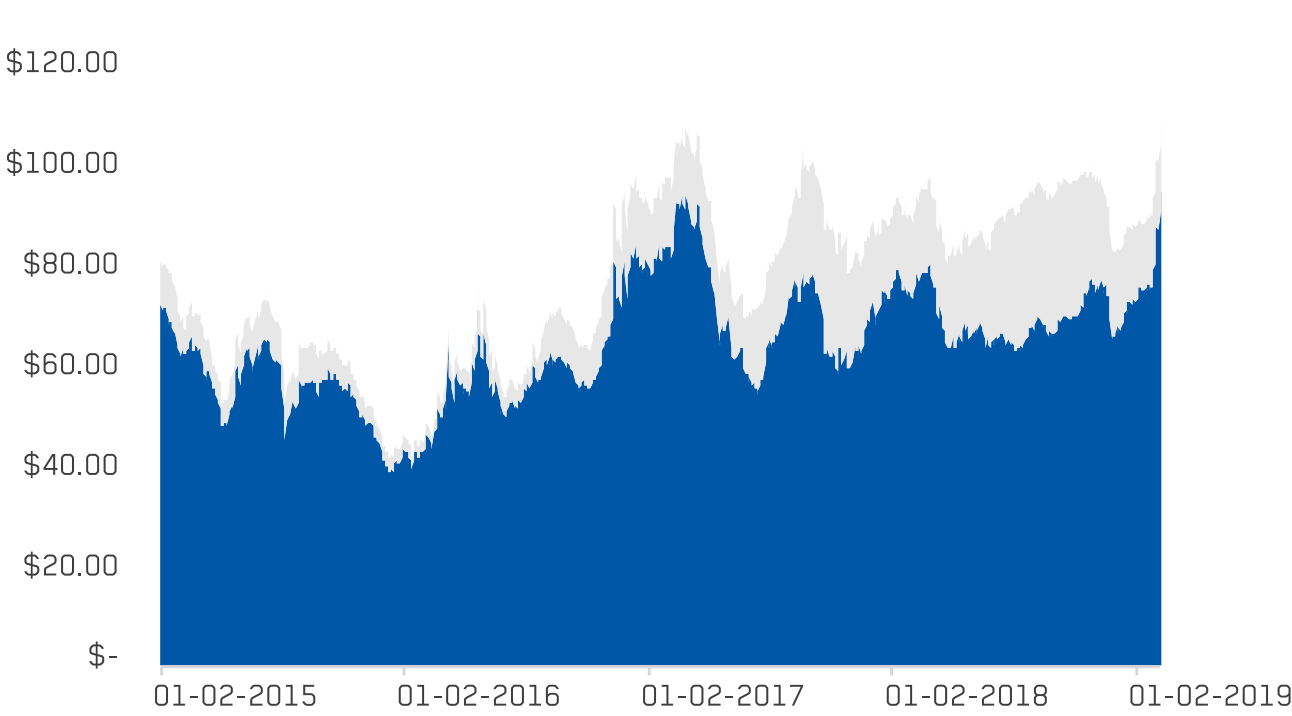


- New JV with Supreme to test Iron ore and Cobalt anomalies on both sides of our mining claims.

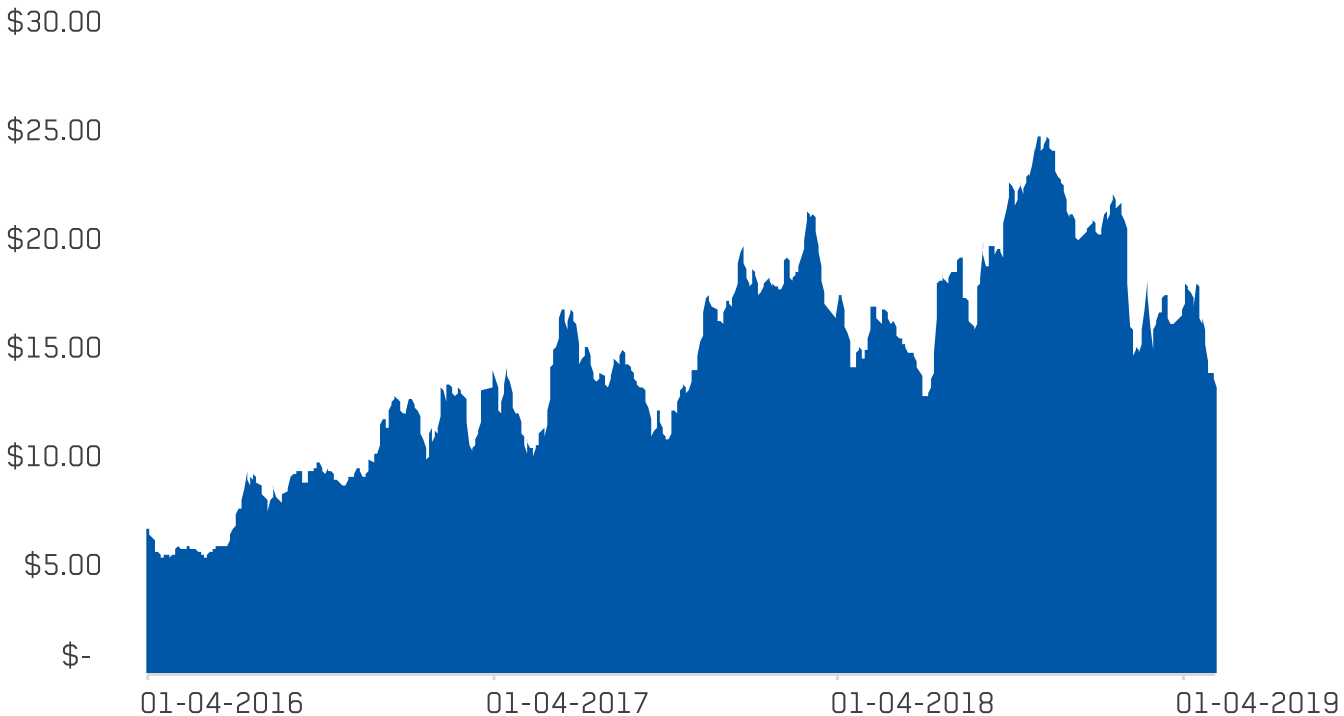
THANK YOU
TO OUR STAFF!

APPENDIX: IRON ORE PRICE & FREIGHT

IRON ORE PRICE US\$ (P62 & P65)



C3 FREIGHT BENCHMARK US\$



TSX: CIA | ASX: CIA

THANK YOU!

Contact us for more information.

MICHAEL O'KEEFFE,
PRESIDENT & CEO

michael.okeeffe@championrion.com

MICHAEL MARCOTTE,
VP INVESTOR RELATIONS

mmarcotte@championironmines.com

1100 René-Lévesque Blvd. West, Suite 610
Montreal QC H3B 4N4

Tel.: +1 514 316 4858
Fax.: +1 514 819 8100

CHAMPIONIRON.COM



**CHAMPION
IRON**