



LABRADOR IRON MINES REPORTS THIRD QUARTER DECEMBER 31, 2024 RESULTS

Grant Of Restricted Share Units

Toronto, Ontario, Canada, February 28, 2025. **Labrador Iron Mines Holdings Limited** (the “Company”) (OTC: LBRMF) reports its financial results for the three and nine months ended December 31, 2024.

This news release should be read in conjunction with the Company’s unaudited condensed interim consolidated financial statements and the associated management’s discussion and analysis for the three and nine months ended December 31, 2024, which are available on the Company’s website at www.LabradorIronMines.ca or under the Company’s profile on SEDAR at www.sedarplus.ca.

All currency references in this news release are expressed in Canadian dollars, unless otherwise indicated.

OVERVIEW

The Company, through its majority owned subsidiaries Labrador Iron Mines Limited (“LIM”) and Schefferville Mines Inc. (“SMI”), is engaged in the exploration and development of iron ore projects situated in the Menihek area of western Newfoundland and Labrador and northeastern Quebec, near the town of Schefferville, in the central part of the Labrador Trough region of eastern Canada, one of the major iron ore producing regions in the world.

The Company’s current focus is planning and financing activities related to advancing the Houston Project, LIM’s flagship property. The Houston Project is an open pit direct shipping iron ore project located near the town of Schefferville, on which an updated, independent Preliminary Economic Assessment (“PEA”) was completed in February 2021 and demonstrated production of 2 million dmt of DSO per year, with an initial 12-year mine life, for total production of 23.4 million dmt of product at 62.2% Fe over the life of the mine.

The Company continues to seek short to medium term financing in a period of geopolitical and economic uncertainty. The Company had a working capital deficit of \$2,227,205 at December 31, 2024. The Company needs to generate sufficient proceeds from a financing to continue as a going concern. The impact of potential tariffs between the US and Canada, or between the US and China or China and Canada, particularly in relation to steel and thereby to demand for and price of iron ore, cannot be predicted.

FINANCIAL RESULTS – THREE AND NINE MONTHS ENDED DECEMBER 31, 2024

The Company did not conduct any mining activities during the three or nine months December 31, 2024. Rather, the Company was focused on planning and financing activities related to advancing the Houston Project.

On a consolidated basis, the Company reported a loss of \$77,386, or \$0.00 per share, during the three months ended December 31, 2024, compared to a loss of \$129,900, or \$0.00 per share, during the same three month period of the previous year.

The loss of \$77,386 in the three month period ending December 31, 2024, was mainly attributable to share based compensation of \$16,666, and corporate and administrative costs of \$50,539. The loss of \$129,900 in the same three month period in the previous year was mainly attributable to corporate and administrative costs of \$92,698.

The loss of \$427,966 in the nine month period was mainly attributable to site costs of \$46,194, and corporate and administrative costs of \$320,499. The loss of \$487,353 in the same nine month period in the previous year was mainly attributable to corporate and administrative costs of \$402,439.

SUMMARY OF QUARTERLY RESULTS

(\$000s, except per share data)	Mar 31, 2023	June 30, 2023	Sept 30, 2023	Dec 31, 2023	Mar 31, 2024	Jun 30, 2024	Sept 30, 2024	Dec 31, 2024
Net (loss)	(221)	(182)	(176)	(130)	(179)	(163)	(187)	(77)
(Loss) per share	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)	(0.00)
Total assets	26,833	26,833	26,856	26,847	26,919	26,911	26,962	26,968

IRON ORE MARKET

The iron ore market continues to be very volatile. Throughout the first half of 2024 there was ongoing concern that strong iron ore supply from Australia and Brazil was exceeding China's steel production demand, due to a slowdown in China's residential construction industry. This led to an increase in the level of iron ore port inventories in China and pressure on the metal's price.

Analysts were focused on whether Beijing would continue to stimulate the housing market, following the central bank's announcement in January that it would reduce the amount of cash banks are required to hold in reserves, a move aimed at boosting lending to fund property and infrastructure development. At the end of June Beijing unveiled additional measures to reduce the cost of buying a home by cutting mortgage interest rates and the minimum down payment ratio.

As 2024 progressed, iron ore prices trended downwards as weak Chinese demand showed no immediate signs of reversing. On the supply side, iron ore production remained strong, with major miners maintaining their production levels despite weakening margins. By the beginning of September, iron ore prices reached a 12-month low of \$91.28 per tonne (62% Fe CFR China basis). Since September prices have rebounded slightly to \$105 by mid-February 2025. Despite recent weakness in the market, analysts still expect the average price of iron ore to be in the range of US\$100 per tonne for full 2025 (Source: <https://investingnews.com/iron-forecast>).

Escalating trade tensions between the US and China could further pressure iron ore prices in 2025, as increased tariffs would likely curb both direct and indirect Chinese steel exports and therefore demand for iron ore in China, which is the most likely market for Houston iron ore. However, demand in the world's second-largest economy is expected to remain resilient amid growth in manufacturing and infrastructure sectors. Trade conflict between the US and China could impact iron ore prices in multiple ways.

GRANT OF RESTRICTED SHARE UNITS

On February 26, 2025, the Company granted a total of 2,034,788 Restricted Share Units (RSUs) to Directors, Officers, employees, consultants, advisors and other service providers, in total 19 individuals of whom five are Directors. The RSUs were granted under the Company's Restricted Share Unit Plan and replace the same number of RSUs that expired on December 31, 2024. The RSUs granted will vest quarterly over eight quarters, have a pay-out date of January 1, 2027, and an expiry date of December 31, 2027.

OUTSTANDING SHARE CAPITAL

Labrador Iron Mines Holdings Limited currently has 162,364,427 common shares issued and outstanding. The common shares of the Company trade on the OTC Markets under the symbol LBRMF. The Company continues in good standing as a Reporting Issuer in all the Provinces of Canada, and in compliance with all the requirements of the Securities Acts and Securities Regulations in Canada. All public filings of the Company may be inspected under the Company's profile on SEDAR at www.sedarplus.ca.

ABOUT LABRADOR IRON MINES HOLDINGS LIMITED

Labrador Iron Mines Holdings Limited, through its majority owned subsidiaries Labrador Iron Mines Limited ("LIM") and Schefferville Mines Inc. ("SMI"), owns extensive iron ore resources in the central part of the Labrador Trough region, one of the major iron ore producing regions in the world, centered near the town of Schefferville, Quebec.

LIM's current focus is on planning activities related to the development of its Houston Project, subject to securing development financing. In the three-year period of 2011, 2012 and 2013 LIM produced a total of 3.6 million dry metric tonnes of iron ore, all of which was sold in 23 cape-size shipments into the China spot market.

In March 2021, the Company reported the results of the Technical Report on The Preliminary Economic Assessment of the Houston Project, Provinces of Newfoundland and Labrador and Québec, Canada ("PEA") prepared by RPA, now part of SLR Consulting Ltd. The PEA, prepared in accordance with National Instrument 43-101, may be viewed under the Company's profile on SEDAR, or on the Company's website.

In addition to its Houston Project, LIM also holds the Elizabeth Taconite Project, which has an Inferred mineral resource estimate (as at June 15, 2013) of 620 million tonnes at an average grade of 31.8% Fe.

For further information, please visit LIM's website at www.LabradorIronMines.ca or contact:

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Cautionary Statements:

The terms "iron ore" and "ore" in this document are used in a descriptive sense and should not be considered as representing current economic viability. A Feasibility Study has not been conducted on any of the Company's Schefferville Projects.

Forward Looking Statement:

Some of the statements contained in this News Release may be forward-looking statements which involve known and unknown risks and uncertainties relating to, but not limited to, LIM's expectations, intentions, plans and beliefs. Forward-looking information can often be identified by forward-looking words such as "anticipate", "believe", "expect", "goal", "plan", "intend", "estimate", "may" and "will" or similar words suggesting future outcomes, or other expectations, beliefs, plans, objectives, assumptions, intentions or statements about future events or performance. Forward-looking information may include reserve and resource estimates, estimates of future production, unit costs, costs of capital projects and timing of commencement of operations, and is based on current expectations that involve a number of business risks and uncertainties and assumptions regarding financing. Factors that could cause actual results to differ materially from any forward-looking statement include, but are not limited to, failure to establish estimated resources and reserves, the grade and recovery of ore which is mined varying from estimates, delays in obtaining or failures to obtain required financing, capital and operating costs varying significantly from estimates, delays in obtaining or failures to obtain required governmental, environmental or other project approvals, delays in the development of projects, changes in exchange rates, fluctuations in commodity prices, inflation and other factors. Forward-looking statements are subject to risks, uncertainties and other factors that could cause actual results to differ materially from expected results. There can be no assurance that LIM will be successful in maintaining any agreement with any First Nations groups who may assert aboriginal rights or may have a claim which affects LIM's properties or may be impacted by the Schefferville Projects. Shareholders and prospective investors should be aware that these statements are subject to known and unknown risks, uncertainties and other factors that could cause actual results to differ materially from those suggested by the forward-looking statements. Shareholders and prospective investors are cautioned not to place undue reliance on forward-looking information. By its nature, forward-looking information involves numerous assumptions, inherent risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, forecasts, projections and various future events will not occur. LIM undertakes no obligation to update publicly or otherwise revise any forward-looking information whether as a result of new information, future events or other such factors which affect this information, except as required by law.