

30 July 2014

Report for the Quarter Ended 30 June 2014

SUMMARY

Cairn Hill operations

- Termite Resources NL (“**Termite**”), the entity which owns the Cairn Hill iron ore mine in South Australia, in which IMX holds a 51% interest, was placed in voluntary administration

Ntaka Hill Nickel Project

- MMG Exploration Holdings Limited (“**MMG**”) commenced exploration program, targeting high-grade nickel sulphides
- Completed over 9,000m of drilling, the majority of which was diamond drilling at Ntaka Hill-Lionja

Nachingwea regional exploration

- Large gold-in-soil anomaly identified at the Kishugu Prospect
 - Measures 4.5km by 5km and remains open along strike
 - Returned peak gold values of 904ppb Au, 793ppb Au and 437ppb Au, defining a 2km linear trend
- Further in-fill soil sampling carried out, with results expected during the September Quarter

Mt Woods Exploration and Development

- Search continues for a development partner for the Mt Woods Magnetite Project
- Preferred joint venture party identified for copper-gold exploration on the Mt Woods tenements, with discussion between the parties continuing

Corporate

- IMX cash of \$1.7 million

OPERATIONS

Cairn Hill Joint Venture (IMX – 51%)

Summary information on production and shipments for the June Quarter are shown in Table 1 below (figures represent the full (100%) results of the Cairn Hill Joint Venture (the “Cairn Hill JV”).

Table 1. Cairn Hill JV: Production and shipment performance for the June Quarter 2014

	June Quarter 2014 ¹	March Quarter 2014	Comparison with Previous Quarter
Waste removed (BCM)	442,366	587,022	(24.64%)
Waste and Ore (BCM)	526,934	689,482	(23.58%)
Ore Mined (tonnes)	363,643	440,578	(17.46%)
Ore Crushed (tonnes)	282,019	421,955	(33.16%)
Road Haulage (tonnes)	292,646	411,337	(28.85%)
Rail Haulage (tonnes)	303,608	431,592	(29.65%)
Ore Shipped (tonnes)	299,202	450,344	(33.56%)

1. Operations at Cairn Hill ceased on 18 June 2014

During the Quarter, mining of Pit 1 concluded and the majority of mining took place in Pit 2, with waste material from Pit 2 being used to back fill Pit 1.

Production was lower than anticipated due to a seven day closure of the rail line caused by a train derailment on the east-west rail line, which delayed delivery of explosives to the mine. This in turn had an adverse impact on the mine plan, with flow on effects that reduced volumes crushed, hauled and railed and resulted in delays to shipments. In addition, owing to heavy rain fall during April and May, the haul road was closed for over 300 hours.

Operations Cash Flow

The Cairn Hill JV had negative cash flow from operations of \$6.4 million prior to Termite being put into voluntary administration on 18 June 2014 (March Quarter: negative cash flow of \$1.3 million).

Voluntary administration

Owing to a sharp decline in the iron ore price, the board of directors of Termite, the entity which owns the Cairn Hill iron ore mine in South Australia, in which IMX holds a 51% interest, appointed Ferrier Hodgson as voluntary administrators (the “Administrators”) on 18 June 2014.

The first meeting of Termite creditors was held on 30 June 2014. The Administrators’ final report to creditors is expected to be issued on or around 15 September 2014 and the second meeting of creditors is anticipated to take place on or before 24 September 2014.

DEVELOPMENT PROJECTS

1. Mt Woods Magnetite Project, South Australia (IMX 100%)

Discussions with potential joint venture partners continued during the Quarter, with a focus on Chinese investors. However, the current depressed iron ore market conditions have caused the Company to review its expectations on the timing for securing partner support. Nonetheless, in light

of the quality of the Mt Woods Magnetite Project, even in the current market environment, the Company remains confident of a successful result.

EXPLORATION

1. Nachingwea Property, Ntaka Hill Nickel (IMX 100% subject to MMG JV)

Joint venture with MMG

Having entered into a five year, US\$60 million joint venture agreement with MMG (the “**Nachingwea JV Agreement**”) in September 2013, MMG immediately commenced funding and directed exploration at the Nachingwea Project. MMG implemented a new exploration program, focussed on delineating high-grade, mafic intrusive hosted nickel sulphide mineralisation.

Stage One

The ‘Stage One’ work program defined by MMG and which commenced in September 2013, had a budget of US\$10 million, with rapid evaluation of the potential for high-grade nickel discoveries, the primary objective.

During the quarter, MMG completed 9,185m of its Stage One drilling program, comprised of 8,064m of diamond drilling at the Ntaka-Lionja focus area and 1,121m of reverse circulation drilling to test regional targets. MMG has completed the US\$10 million Stage 1 expenditure requirement and no further drilling is expected to be carried out.

Assay results from five of the ten diamond drill holes have been received (ASX news release 23 July 2014), with further results expected in the coming weeks. Since announcing these exploration results on 23 July 2014, IMX is not aware of any new information or data that materially affects the information included in that announcement.

Subsequent to the end of the Quarter, MMG is continuing to interpret the results of their 2014 drilling and has 30 days after formally completing the US\$10 million Stage 1 expenditure, to notify IMX of its intention to continue. Notwithstanding that further assay results are pending and no formal notification from MMG has been received, IMX considers it unlikely that MMG will proceed to Stage 2 of the joint venture.

2. Nachingwea regional exploration: Kishugu gold prospect (IMX 100% subject to MMG JV)

An extensive gold in soil anomaly, measuring 4.4km by 5.5km has been identified at the Kishugu prospect located to the east of Ntaka Hill. The anomaly, which is defined by 168 sample points on a broad reconnaissance grid 400m x 200m and has not been closed off along strike, returned peak gold values of 904ppb Au, 793ppb Au and 437ppb Au, with these high values defining a 2km linear trend.

Since announcing these exploration results on 29 May 2014, IMX is not aware of any new information or data that materially affects the information included in that announcement.

Further soil sampling has been carried out during July, the results of which are expected to be available later in August. A ground acquired induced potential survey also commenced late in the Quarter, with results expected during August.

The Nachingwea JV Agreement provides IMX with the ability to carry out its own exploration program at Kishugu. IMX can now sole fund and manage exploration, until such time as a decision to develop Kishugu has been made. The next phase of exploration work is expected to include further soil sampling, rock chipping, trenching and reverse circulation drilling.

There are provisions in the JV Agreement for MMG to buy back into Kishugu or for IMX to take its interest back to 100%. Until that time, IMX will sole fund exploration expenditure and Kishugu is held in accordance with the respective interests under the Nachingwea JV Agreement.

3. Mt Woods copper-gold exploration (IMX 100%)

A process to secure a joint venture partner for non-iron exploration on the Mt Woods tenements has identified a preferred partner. The Company is in discussions about progressing documentation to formalise an agreement.

CORPORATE

Cash position

As at 30 June 2014, IMX had cash at bank of \$1.7 million. No distributions were received by IMX from the Cairn Hill JV during the Quarter.

TENEMENT INTERESTS

Table 2. Tenements Held and Location

Tenement	Ownership	Project	Location
ML6303 – Cairn Hill	100%	Cairn Hill	South Australia
EL4649 – Kangaroo Dam	100%	Mt Woods	South Australia
EL4706 – Mt Woods	100%	Mt Woods	South Australia
EL4963 – Warrina North	100%	Mt Woods	South Australia
EL4964 – Warrina South	100%	Mt Woods	South Australia
EL5048 – Mt Brady	100%	Mt Woods	South Australia
EL4446 – Yarrabolina Hill	100%	Mt Woods	South Australia
EL4866 – Mt Paisley	100%	Mt Woods	South Australia
EL4982 – Brumby Creek	100%	Mt Woods	South Australia
PL6489/2010 – Lubalisi	100%	Mibango	Tanzania
PL6895/2012 – Mioni	100%	Mibango	Tanzania
PL7464/2011 – Luegele	100%	Mibango	Tanzania
PL8017/2012 – Molumbo Hill	100%	Mibango	Tanzania
PL8124/2012 – Milanga	100%	Mibango	Tanzania
PL8833/2013 – Kamafinga	100%	Mibango	Tanzania
PL8901/2013 – Sifumbi	100%	Mibango	Tanzania
PL8902/2013 – Mpondwe	100%	Mibango	Tanzania
PL9299/2013 – Lwega	100%	Mibango	Tanzania
PL9394/2013 – Nkulya	100%	Mibango	Tanzania
PL4422/2007 – Ntaka	100% *	Nachingwea	Tanzania
PL4917/2008 – Mbangala	100% *	Nachingwea	Tanzania
PL4918/2008 – Lukumbi	100% *	Nachingwea	Tanzania
PL5447/2008 – Noli SE	100% *	Nachingwea	Tanzania
PL5971/2009 – Matambare	100% *	Nachingwea	Tanzania
PL5977/2009 – Naujombo	100% *	Nachingwea	Tanzania
PL5978/2009 – Kihangara North	100% *	Nachingwea	Tanzania
PL6073/2009 – Chilalo	100% *	Nachingwea	Tanzania
PL6148/2009 – Mbwemburu North	100% *	Nachingwea	Tanzania
PL6149/2009 – Chilalo West	100% *	Nachingwea	Tanzania
PL6153/2009 – Mbwemburu	100% *	Nachingwea	Tanzania

Table 2. Tenements Held and Location (cont.)

Tenement	Ownership	Project	Location
PL6154/2009 – Nachingwea SW	100% *	Nachingwea	Tanzania
PL6156/2009 – Noli SW	100% *	Nachingwea	Tanzania
PL6158/2009 – Kiperere East	100% *	Nachingwea	Tanzania
PL6161/2009 – Mtimbo	100% *	Nachingwea	Tanzania
PL6397/2010 – Kiperere West	100% *	Nachingwea	Tanzania
PL6409/2010 – Rappa	100% *	Nachingwea	Tanzania
PL6412/2010 – Mujira	100% *	Nachingwea	Tanzania
PL6414/2010 – Kihangara	100% *	Nachingwea	Tanzania
PL6467/2010 – Nepanga	100% *	Nachingwea	Tanzania
PL6634/2010 – Mihumo	100% *	Nachingwea	Tanzania
PL6635/2010 – Nachingwea NW	100% *	Nachingwea	Tanzania
PL7095/2011 – Nditi	100% *	Nachingwea	Tanzania
PL7226/2011 – Ntaka South	100% *	Nachingwea	Tanzania
PL8625/2012 – Nambu West	100% *	Nachingwea	Tanzania
PL8626/2012 – Nambu East	100% *	Nachingwea	Tanzania
PL8627/2012 – Lumpumbulu	100% *	Nachingwea	Tanzania
PL8628/2012 – Kipendengwa	100% *	Nachingwea	Tanzania
PL8748/2012 – Kihue	100% *	Nachingwea	Tanzania
PL8754/2012 – Chikoweti	100% *	Nachingwea	Tanzania
PL8811/2013 – Chimbo	100% *	Nachingwea	Tanzania
PL8812/2013 – Mbemba	100% *	Nachingwea	Tanzania
PL9397/2013 – Mtimbo South	100% *	Nachingwea	Tanzania
PL9442/2013 – Nachi West	100% *	Nachingwea	Tanzania
PL9557/2014 – Nachunguru	100% *	Nachingwea	Tanzania
PL9686/2014 – Noli East	100% *	Nachingwea	Tanzania
PL9742/2014 – Lionja	100% *	Nachingwea	Tanzania
PL9743/2014 – Mnero	100% *	Nachingwea	Tanzania
PL9744/2014 – Chiwind	100% *	Nachingwea	Tanzania
PL9747/2014 – Mtpula West	100% *	Nachingwea	Tanzania
PL9749/2014 – Chihula	100% *	Nachingwea	Tanzania
PL9757/2014 – Mihumo West	100% *	Nachingwea	Tanzania
PL9758/2014 – Namatumbusi	100% *	Nachingwea	Tanzania
PL9759/2014 – Mjembe	100% *	Nachingwea	Tanzania
PL9760/2014 – Likongwere	100% *	Nachingwea	Tanzania
PL9812/2014 – Lipuyu	100% *	Nachingwea	Tanzania
PL9886/2014 – Chemchem	100% *	Nachingwea	Tanzania
Claim Block 4242	50% **	St Stephen	New Brunswick, Canada
Claim Block 5787	50% **	St Stephen	New Brunswick, Canada

* Subject to farm-in joint venture with MMG

** Subject to 50/50 joint venture with ABE Resources

Table 3. Tenements Acquired During the Quarter

Tenement	Ownership	Project	Location
PL9686/2014 – Noli East	100% *	Nachingwea	Tanzania
PL9742/2014 – Lionja	100% *	Nachingwea	Tanzania
PL9743/2014 – Mnero	100% *	Nachingwea	Tanzania
PL9744/2014 – Chiwind	100% *	Nachingwea	Tanzania
PL9747/2014 – Mtpula West	100% *	Nachingwea	Tanzania
PL9749/2014 – Chihula	100% *	Nachingwea	Tanzania
PL9757/2014 – Mihumo West	100% *	Nachingwea	Tanzania
PL9758/2014 – Namatumbusi	100% *	Nachingwea	Tanzania

Table 3. Tenements Acquired During the Quarter (cont.)

Tenement	Ownership	Project	Location
PL9759/2014 – Mjembe	100% *	Nachingwea	Tanzania
PL9760/2014 – Likongowere	100% *	Nachingwea	Tanzania
PL9812/2014 – Lipuyu	100% *	Nachingwea	Tanzania
PL9886/2014 – Chemchem	100% *	Nachingwea	Tanzania

Tenements Disposed During the Quarter

No tenements were disposed of during the June Quarter.

Farm-in Agreements

As at 30 June 2014, IMX held a 100% interest in the Nachingwea Project which is the subject of a farm-in agreement with MMG.



Gary Sutherland
Managing Director

For further information, please contact:
Gary Sutherland
Managing Director
Tel: +61 8 8311 1110

Phil Hoskins
Chief Financial Officer
Tel: +61 8 8311 1110

Media
Paul Armstrong/Nicholas Read – Read Corporate
Telephone: +61 8 9388 1474
E: info@readcorporate.com.au

About IMX

IMX Resources Limited is an Australian-based mining and exploration company, listed on the Australian Securities Exchange and Toronto Stock Exchange ('**TSX**'), with projects located in Australia and East Africa.

In Africa, IMX owns the highly prospective Ntaka Hill Nickel Sulphide Project, located within the broader, 6,800km² Nachingwea Exploration Property in south-eastern Tanzania which is prospective for nickel and copper sulphide, gold and graphite mineralization. Ntaka Hill is a potentially world-class nickel sulphide project which is being explored under a US\$60 million exploration joint venture with MMG Exploration Holdings Limited.

In Australia, IMX is progressing development options for its Mt Woods Magnetite Project. Studies indicate that a smaller scale, lower cost project may be developed utilizing infrastructure that has been used by the Cairn Hill Mine. Efforts to secure a partner to support development of the Mt Woods Magnetite Project are continuing.

Visit: www.imxresources.com.au

Cautionary statement: The TSX does not accept responsibility for the adequacy or accuracy of this news release. No stock exchange, securities commission or other regulatory authority has approved or disapproved the information contained herein.

On 18 June 2014, IMX announced the appointment of Voluntary Administrators to Termite Resources NL ("**Termite**"). Termite is wholly-owned by an incorporated joint venture entity, the board of which comprises nominees of IMX and Taifeng Yuanchuang International Development Co., Ltd. Termite holds the joint venture's interests in the Cairn Hill Mine, located 55 kilometres south-west of Cooper Pedy in South Australia.

The first meeting of Termite creditors was held on 30 June 2014. The Voluntary Administrator's final report to creditors is expected to be issued on or around 15 September 2014 and the second meeting of creditors is anticipated to take place on or before 24 September 2014. IMX continues to assist the Voluntary Administrators as appropriate, towards finding the best possible outcome for Termite.

Forward looking statements: This news release includes certain "forward-looking statements". Forward-looking statements and forward-looking information are frequently characterised by words such as "plan," "expect," "project," "intend," "believe," "anticipate", "estimate" and other similar words, or statements that certain events or conditions "may", "will" or "could" occur. All statements other than statements of historical fact included in this release are forward-looking statements or constitute forward-looking information. There can be no assurance that such information or statements will prove to be accurate and actual results and future events could differ materially from those anticipated in such information. Important factors could cause actual results to differ materially from IMX's expectations.

These forward-looking statements are based on certain assumptions, the opinions and estimates of management and qualified persons at the date the statements are made, and are subject to a variety of risks and uncertainties and other factors that could cause actual events or results to differ materially from those projected in the forward-looking statements or information. These factors include the inherent risks involved in the exploration and development of mineral properties, the uncertainties involved in interpreting drilling results and other geological data, fluctuating metal prices, the possibility of project cost overruns or unanticipated costs and expenses, the ability of contracted parties (including laboratories and drill companies to provide services as contracted), uncertainties relating to required approvals, issues associated with the availability and costs of financing needed in the future and other factors. Mineral resources that are not mineral reserves do not have demonstrated economic viability. Exploration target tonnage quantity and grade estimates are conceptual in nature only. These figures are not resource estimates as defined by the 2004 JORC Code or NI 43-101, as insufficient exploration has been conducted to define a Mineral Resource and it is uncertain if further exploration will result in the target being delineated as a Mineral Resource.

IMX undertakes no obligation to update forward-looking statements or information if circumstances should change. The reader is cautioned not to place undue reliance on forward-looking statements or information. Readers are also cautioned to review the risk factors identified by IMX in its regulatory filings made from time to time with the ASX, TSX and applicable Canadian securities regulators.