



IMX Resources Limited
ABN 67 009 129 560
Level 2, Unit 18, 100 Railway Road
Subiaco WA 6008 Australia
PO Box 879
Subiaco WA 6904
T +61 8 9388 7877
F +61 8 9382 2399
E info@imxres.com.au
W www.imxresources.com.au

4 January 2011

Cairn Hill Sales Contract Novated to Sichuan Taifeng

Iron ore producer, IMX Resources Limited (ASX:IXR) is pleased to announce that the Cairn Hill Phase 1 life of mine sales contract has been novated to the Sichuan Taifeng Group on the same terms and conditions as the original sales contract.

The Phase 1 life of mine sales contract has been novated from Jilin Tonghua Iron & Steel Group to the Sichuan Taifeng Group as a consequence of the Sichuan Taifeng Group becoming the majority shareholder in the processing plant at Bayuquan in Liaoning Province in NE China and becoming a 49% partner in Cairn Hill Phases 1 and 2 projects.

IMX Managing Director Duncan McBain said "This novation brings the sales contract into line with the changes to the ownership structure of the processing plant in China, which is the life of mine customer for the Cairn Hill Phase 1 iron – copper ore."

The first shipment of 68,053 tonnes of Cairn Hill iron – copper ore that departed from Port Adelaide on the "Genco Leader" on 19 December is now expected to arrive in Yingkou in Liaoning Province in NE China on 9 January, after picking up bunker fuel in Kaohsiung en route.

All 3050 containers have now been delivered to Adelaide. It is anticipated that the hardstand for the IMX containers at Port Adelaide will now be completed in the second half of January.

The first 40 custom built rail wagons are now due to come into service in the second half of February. The delivery of the first batch of these wagons will enable an additional 3 train services per week to be run.

A handwritten signature in black ink, appearing to read "D. McBain".

DUNCAN MCBAIN
MANGING DIRECTOR

For further information, please contact:

Duncan McBain
Managing Director
Tel: +61 8 9388 7877
E: dmc bain@imxres.com.au

Investor Relations:
Lesley Johns
Precise Media
Tel: +61 412 583 577
E: lesleyjohns@optusnet.com.au

About IMX Resources Limited

IMX Resources Limited (ASX:IXR) – is headquartered in Perth, Western Australia, is listed on the Australian Stock Exchange (ASX) with a current market capitalisation of approximately \$170m.

IMX is an active diversified mining company with a mining project in South Australia, and exploration projects in South Australia, Tasmania, as well as Tanzania and Mozambique in East Africa, focusing on a range of commodities including iron-ore, nickel, gold, copper.

The company is disciplined in following a careful strategy to maximise shareholder value by discovering and developing ore bodies. IMX achieves this by participating in multiple, quality exploration projects in joint ventures with global mining companies, and by listing spin-off companies, to ensure programs with high potential are well-funded, while retaining a significant interest to provide exposure for IMX shareholders.

Subject to the final payment being received from the Sichuan Taifeng Group, IMX will own 51% of the Cairn Hill project, 55 kilometres south-east of Coober Pedy, South Australia close to the Darwin - Adelaide railway. Phase 1 is a unique magnetite Fe – Cu – Au DSO project. The ore produces a premium coarse grained magnetite product, with a clean saleable Cu / Au concentrate. IMX has a Phase 1 life of mine sales offtake agreement with the Sichuan Taifeng Group. A Phase 2 resource is expected around the end of Q1 2011 with the aim of an accelerated development program. Phase 2 is a high grade magnetite project where production of a saleable \pm 60% Fe intermediate concentrate using dry magnetic separation is planned.

IMX owns 100% of the iron ore rights on the Mt Woods tenements where besides the potential of Phase 3 magnetic anomalies outside ML6303, recent drilling has intersected magnetite to the south and west of Cairn Hill with target mineralisation of 320-550mt @ 25-35% Fe based on the drilling, ground gravity and aeromagnetics.

The immediate upside for Cairn Hill / Mt Woods remains the definition of further resources to support a long term 3-5mtpa iron ore operation.

IMX has a joint venture with OZ Minerals for the non-iron ore rights on its Mt Woods tenements. OZ Minerals has 51% of the joint venture and must spend \$20m over 5 years to retain this interest. OZ Minerals is targeting Prominent Hill style copper / gold mineralisation.

In Tanzania, IMX holds 100% of the Mibango nickel / copper / platinum project.

IMX spun off 70% of the Nachingwea Nickel - Copper project in Tanzania into a Continental Nickel Limited (TSXV:CNI) in August 2007. IMX currently holds 37.2% of Continental Nickel and retains a 25% interest in the Nachingwea Nickel - Copper project through a joint venture company structure.

IMX owns 28.0% of Uranex (ASX:UNX), a spin-off from IMX, which is dedicated uranium company with assets in Australia and Tanzania.

Visit: www.imxresources.com.au