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Snaefell Iron Ore Resource Drilling Resumes

Iron ore producer and explorer IMX Resources Limited (ASX:IXR), is pleased to announce that a second phase of reverse circulation (“RC”) resource drilling has commenced at the Snaefell iron ore prospect, approximately 12km south west of IMX’s Cairn Hill magnetite-copper-gold mine.

Snaefell is part of the 100% IMX-owned Mt Woods Iron Project in South Australia and is interpreted to have a strike length of more than 3km and a vertical depth extent of at least 250m. IMX’s initial resource drilling completed in the first half of 2011 was restricted to 230m depth, and was targeting an initial ‘core area’ where an exploration target tonnage of 70-100 Mt grading 28-35% Fe over an 800m strike length was interpreted (ASX: 11 November 2009)¹. The initial resource drilling confirmed the grade and continuity of the interpreted magnetite mineralisation, with the mineralisation remaining open at depth and along strike. A maiden mineral estimate is currently being prepared and is expected to be available by the end of the quarter.

The new proposed 30-hole programme comprises approximately 6,000m of RC drilling to target a two kilometre strike extension, both east and west of the known Snaefell ‘core area’ magnetite mineralisation. The exploration target tonnage of this region is between 200–300Mt at 28-35% Fe, and is in addition to the ‘core area’ (ASX: 11 November 2009).

Drilling is now underway with a single RC drill rig expected to be on site for approximately two months.

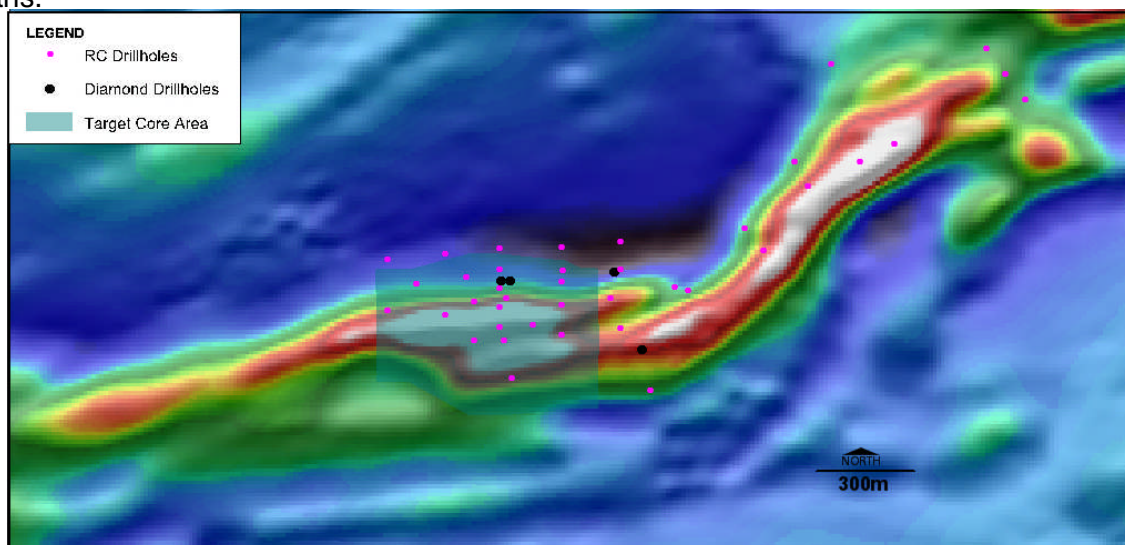


Figure 1 Drillhole location on TMI magnetics showing main Snaefell magnetic anomaly

¹ NB: Target tonnage estimates are conceptual only. These figures are not resource estimates as defined by the JORC code (2004) as insufficient exploration has been conducted yet to define a Mineral Resource.

Snaefell is located within the Kangaroo Dam exploration licence EL4649 which is part of IMX's Mt Woods Project in South Australia. The licence is subject to a JV with OZ Minerals Ltd (ASX: 13 April 2010) whereby IMX retains 100% of the iron ore rights and OZ Minerals is earning-in on the non-iron ore rights.

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Information in this public report relating to exploration results is based on data compiled by Bianca Manzi who is a Member of the Australian Institute of Geoscientists, and who is a full-time employee of the Company. Bianca Manzi has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Bianca Manzi consents to the inclusion of the data in the form and context in which it appears.

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 \$105m.

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 and 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.

IMX owns 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. An accelerated development program is underway for the Phase 2 magnetite resources, where a high grade intermediate concentrate of saleable $\pm 60\%$ Fe 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 26.63% of Uranex (ASX:UNX), a spin-off from IMX, which is a dedicated uranium company with assets in Australia and Tanzania.

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