

25 January 2012

MAGNETITE DISCOVERY AT TOMAHAWK

Highlights

- **164m @ 31.44% Fe from 31m**
- **10m @ 39.51% Fe from a wider interval of 138m @ 33.21% Fe from 127m**
- **9m @ 44.42% Fe from a wider interval of 121m @ 34.04% Fe from 33m**
- **Drilling confirms 500m of magnetite mineralisation over a 3.4km anomaly**

Iron ore producer, IMX Resources Limited (ASX:IXR) announces the discovery of magnetite at its Tomahawk iron ore prospect, 25km southeast of the Cairn Hill magnetite-copper mine in South Australia (Figure 1).

All six reverse circulation (RC) drill holes completed at Tomahawk in late 2011 returned significant magnetite iron intersections. These results confirm the observed magnetite mineralisation logged during drilling (Figure 2 & Table 1).

Managing Director Neil Meadows said, "The Tomahawk discovery confirms our strategy of developing regional iron projects that can utilise existing mining and transport infrastructure associated with the Cairn Hill Mine. In Snaefell, and now Tomahawk, we have two regional magnetite iron projects with the potential to significantly enhance the long-term economics of IMX's mining operations."

As previously announced (ASX: 12 January 2012), the Tomahawk iron ore target is the strongest magnetic anomaly in the area south of Cairn Hill and has a strike length of approximately 3.4km. Initial drilling has successfully tested the easternmost 500m of the anomaly, with the mineralisation remaining open along strike and at depth. Planning for further exploration and metallurgical testwork is underway.

The Tomahawk magnetite iron formation occurs as a steeply dipping coarse-grained magnetite zone within a quartz-rich host that includes limestone and marble units. The magnetite zone ranges from 60 to 100m in true thickness and occurs below about 30m of unconsolidated sedimentary overburden.

Tomahawk is located within exploration licence EL4706 which is part of IMX's Mt Woods Project. The licence is subject to a joint venture 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.

Figure 1. Tomahawk drillhole and section location on magnetics

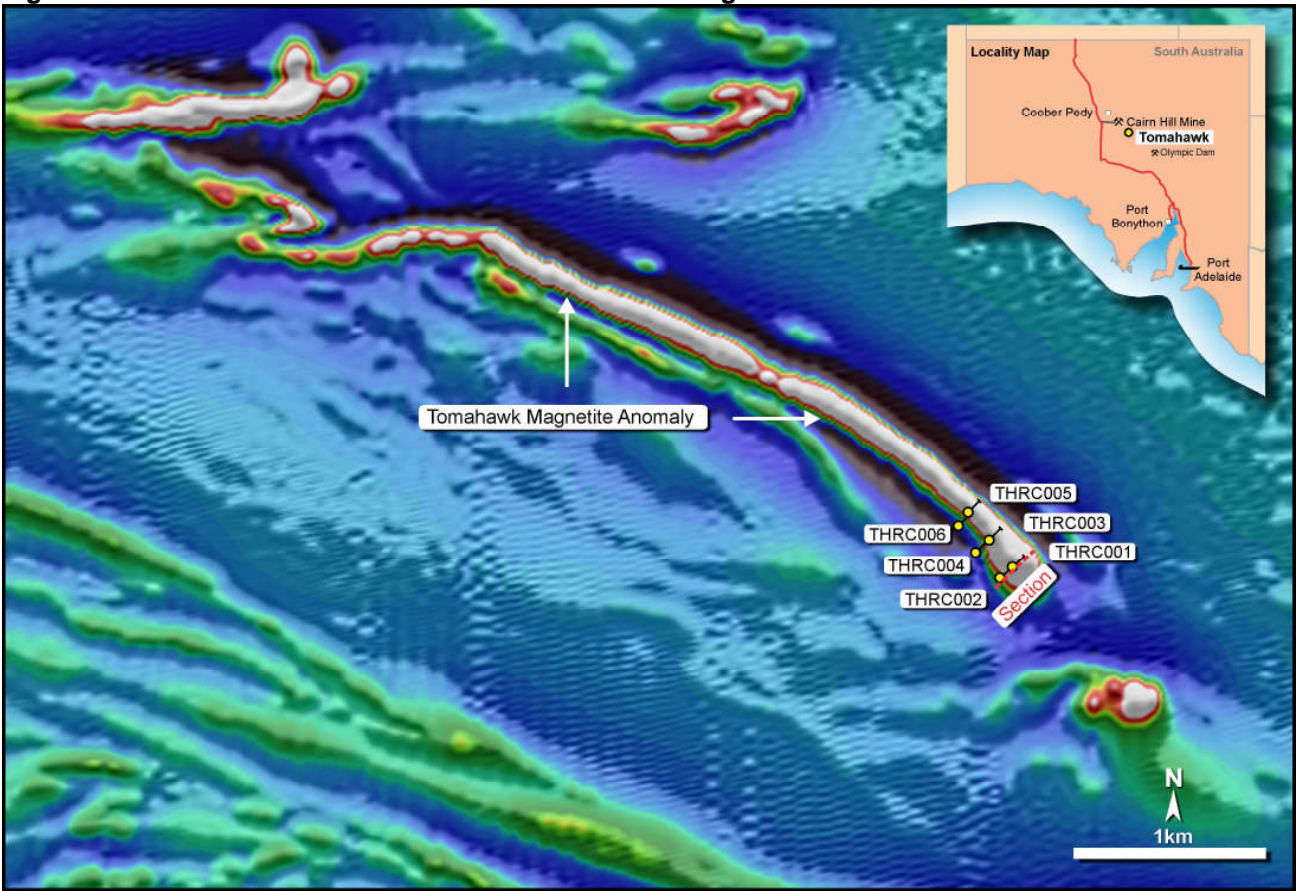


Figure 2. Tomahawk interpreted geological cross section

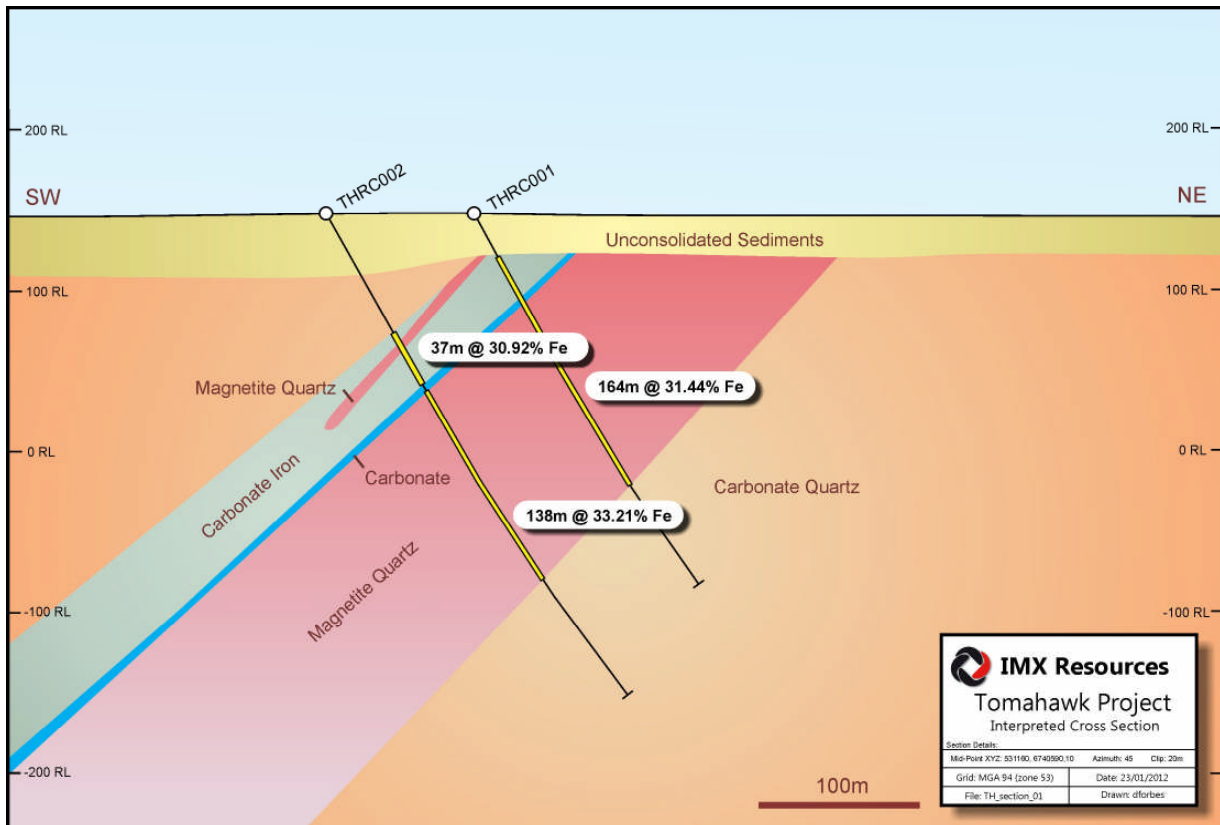


Table 1: Tomahawk Significant RC Intersections (Fe ≥ 20%, Intervals ≥ 10m, Internal Dilution ≤ 4m)

Hole	From m	To m	Interval m	Fe %	SiO ₂ %	Al ₂ O ₃ %	P %	S %	LOI %
THRC001	31	195	164	31.44	41.36	1.02	0.22	0.07	0.80
THRC002	85	122	37	30.92	38.81	0.64	0.25	0.08	0.33
	127	265	138	33.21	39.35	0.74	0.27	0.02	0.31
including	161	170	9	38.81	35.40	0.21	0.35	0.01	0.03
including	176	186	10	39.51	35.50	0.29	0.37	0.01	0.15
THRC003	33	154	121	34.04	34.95	1.23	0.27	0.07	2.94
including	43	52	9	44.42	24.57	0.96	0.14	0.15	5.81
including	69	75	6	39.29	35.07	0.39	0.35	0.01	-0.04
including	149	154	5	41.60	17.74	0.68	0.41	0.28	9.15
THRC004	47	70	23	25.30	43.18	1.01	0.24	0.05	7.29
	179	241	62	29.16	42.22	1.42	0.22	0.03	1.49
THRC005	28	121	93	33.66	40.12	0.83	0.25	0.04	1.02
THRC006	58	77	19	22.58	28.30	1.64	0.31	0.13	11.30
	125	192	67	29.92	42.34	1.35	0.22	0.05	1.13

Note: All analyses are by X-ray Diffraction (XRF) on one metre intervals

About IMX Resources Limited

IMX Resources Limited (ASX: IXR) is headquartered in Perth, Western Australia, and is listed on the Australian Stock Exchange (ASX) with a current market capitalisation of approximately \$85m.

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, copper and gold.

IMX owns 51% of the Cairn Hill mine, 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 has been announced and the joint venture project group is currently completing a study into its development.

In Tanzania, IMX holds 100% of the Mibango nickel / copper / platinum project. IMX is currently undertaking extensive field work to understand the potential of this area.

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 37.0% of Continental Nickel and retains a 25% interest in the Nachingwea Nickel - Copper project through a joint venture company structure. IMX is currently participating in the JV funding requirements in order to maintain its 25% JV interest.

IMX owns 25.5% 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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