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HIGH GRADE CONCENTRATE ACHIEVABLE AT TOMAHAWK

Highlights

- **65% Fe concentrate achievable**
 - **Coarse grind size will reduce costs**
 - **Low Phosphorous and other contaminants**
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Iron ore producer, IMX Resources Limited (ASX:IXR) has obtained encouraging results from initial Davis Tube Recovery (DTR) testwork on magnetite samples from the Tomahawk iron ore prospect. Tomahawk lies 25km southeast of the Cairn Hill magnetite-copper mine in South Australia.

The preliminary metallurgical assessment of Tomahawk magnetite samples indicates that a concentrate grading up to 65% Fe can be achieved at a coarse grind size of 250 microns and a simple magnetic separation process. Indicative mass yields averaged 32% meaning that a significant amount of waste material can potentially be removed early in processing, which in turn will reduce anticipated capital and processing costs.

Phosphorous and other deleterious elements in the concentrate are all very low, which suggests a premium iron product can be produced.

Managing Director Neil Meadows said, *“These initial results demonstrate that Tomahawk has the potential to produce a quality magnetite concentrate with minimal processing. This early stage metallurgical testwork is part of IMX’s strategy to focus on quality magnetite projects with development potential in close proximity to our Cairn Hill mine.”*

The testwork was conducted by Bureau Veritas Minerals (formerly Amdel) in Adelaide on composite rock chip drill samples from three of the RC drill holes completed in 2011. The samples comprised both fresh and oxidised material. Exploration planning and geological and metallurgical characterisation for Tomahawk are ongoing.

Tomahawk is located within EL4706 which is part of IMX’s 100% owned Mt Woods Iron Project.



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Competent Persons Statement

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).

IMX is an active diversified mining company with an iron ore mining project in South Australia, and exploration projects in South Australia, Tasmania, as well as Tanzania and Mozambique in East Africa, focusing on 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 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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