

30 May 2012

TERMITE SECURES \$15M REVOLVING LINE OF CREDIT

Highlights

- Termite Resources NL secures a \$15M revolving Line of Credit
- Provides mechanism for Termite to repay \$10.8M in loans to IMX
- Strengthens IMX's financial position following announcement of proposed acquisition of Continental Nickel

IMX Resources Limited (ASX: IXR) ('IMX') is pleased to announce that a Line of Credit, up to a maximum of \$15M, has been secured by Termite Resources NL ("Termite"), the joint venture company operating the Cairn Hill Mining Operation in South Australia, from the LinQ Resources Fund (ASX: LRF). Termite is owned 51% by IMX and 49% by Taifeng Yuanchuang International Development Co. Ltd ('Taifeng').

The \$15M revolving Line of Credit provides Termite with working capital and allows repayment of the secured loan, valued at \$10.8M, to IMX, the provision of which was previously disclosed to the ASX on 1 February 2012.

The Line of Credit represents a significant vote of confidence in the Cairn Hill Mining Operation, which is operating cash flow positive and operating at design capacity. The 12 month terms of the Line of Credit are 13% p.a. interest on funds drawn down, and 6.5% interest on undrawn funds.

Neil Meadows, Managing Director of IMX said, *"Securing the Line of Credit is part of a strategy agreed by the Joint Venture partners to address the funding shortfall that occurred in the December and March Quarters when pre-stripping of waste at the operations resulted in a cash flow deficiency"*

The repayment of the secured loan from Termite adds additional strength to IMX's balance sheet as we are seeking to consolidate the ownership of the potentially world-class Nachingwea Nickel-Copper Project in Tanzania.

The Line of Credit and the Continental transaction demonstrate our determination to grow IMX Resources into a financially robust diversified Australian-based mining company."



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About IMX Resources Limited

IMX Resources Limited (ASX: IXR) is an ASX listed company headquartered in Perth, Western Australia.

IMX is a mining and mineral exploration company with an iron ore mining operation in South Australia, and an advanced nickel sulphide development project in Tanzania.

IMX operates and owns 51% of the Cairn Hill Mining Operation, located 55 kilometers south-east of Coober Pedy in South Australia, where it produces a premium coarse-grained magnetite–copper-gold DSO product at a rate of 1.7Mtpa.

IMX recently agreed to acquire all the issued shares in Continental Nickel Limited in order to bring the ownership of the Nachingwea Nickel – Copper Project in Tanzania within its control. That transaction remains subject to shareholder approval. IMX plans to bring the Nachingwea Nickel-Copper Project into production by 2015. The Company is at an advanced stage of planning for the development of a major new nickel sulphide mining operation, which has the potential to produce a premium quality nickel concentrate product. Nachingwea has the potential to become a world-class nickel and copper project with significant exploration upside.

IMX is actively developing the Mt Woods Magnetite Project on the highly prospective Mt Woods Inlier in South Australia. IMX owns 100% of the iron ore rights of the Mt Woods tenement package, where it currently has a JORC Inferred Resource of 569Mt @ 27% Fe at the Snaefell Magnetite Deposit and a Global Exploration Target of between 200-380Mt @ 25-35% Fe elsewhere in the project.

IMX has also entered into a joint venture with OZ Minerals (the Mt Woods Copper-Gold JV Project) to explore the Mt Woods tenements for copper and gold. OZ Minerals is spending a minimum of \$20M for a 51% interest in the non-iron rights, with IMX retaining a 49% interest in the non-iron rights.

IMX owns 25.65% of Uranex (ASX: UNX), which is a dedicated uranium exploration company, which is developing the Mkuju Uranium project in southern Tanzania.

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