IMX Resources

Australian iron ore producer with strong pipeline of development ready and exploration projects

Investor Presentation
June 2012
Presentation Overview

- Corporate Snapshot
- Key Management
- Cairn Hill Mining Operations
- Nachingwea Nickel-Copper Joint Venture
- Mt Woods Magnetite Project
- Leveraged exposure to Exploration
- The Year Ahead
- Investment Rationale
Corporate Snapshot

- **ASX Code**: IXR
- **Market Capitalisation**: $50 m
- **Issued Capital**: 262 m
- **Options**: 11 m
- **Cash (@ 31 March 2011)**: $17.2 m
- **Debt**: Nil
- **52 Week Hi / Low**: 0.64 / 0.195

Shareholder Distribution:
- Taifeng: 20%
- OZ Minerals: 13%
- Tonghua: 6%
- Anglo: 3%
- Others: 58%
Key Management

Neil Meadows
Managing Director


- Australian Premium Iron J.V.
- COO & Director, Queensland Nickel
- MD, Gladstone Pacific Nickel
- GM, Yabulu Nickel Refinery, BHP Billiton
- GM, Murrin Murrin Nickel Operations, Minara Resources
Cairn Hill Mining Operations

- Joint Venture – Termite Resources NL (IMX 51%, Taifeng 49%)

- 1.7 Mtpa production of DSO coarse-grained magnetite-copper product

- Initial in pit Resource 7.9Mt @ 50.5%Fe, 0.30% Cu - 3½ year mine life remains

- 50% LOM sales contract with Vingo Resources

- Operating cash flow positive

- Cash costs $80/t FOB, $100/t CIF

- Forecast EBITDA $40 - $45M p.a.*

* 100% JV return based on April 2012 Index prices of US$150/t 62% iron, $8,225/t LME Cu
Exposure to two potential world-class projects

- **Nachingwea Nickel - Copper Joint Venture, Tanzania** (53% IMX, 47% CNI)
- **Mt Woods Magnetite Project, South Australia** (100% IMX)
Ntaka Hill Sulphide Nickel – Copper Project

- Excellent metallurgy capable of producing premium nickel concentrates
- Proximity to key infrastructure
- Tanzanian jurisdiction
- Resource expansion and infill drilling currently underway
- Revised Scoping Study (PEA) due in Sept 2012
- Forecast production by 2015
  - Initial phase 10-15ktpa
  - Expansion phase 20-25ktpa
- Environmental Impact Study and definitive metallurgical test work underway

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<th>% Cu</th>
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Nachingwea Exploration Potential

- Regional exploration upside
  - 7,200km² tenement package
- Highly prospective Ntaka Hill/Lionja Trend over 7km
- Analogous to Proterozoic Thompson Nickel Province, Canada
- Regional exploration targeting nickel, copper & gold
- Coincident copper in ground and ground EM anomalies to be drilled at Chilalo
- Developing targets on gossan outcrop with gold showings
- Airborne VTEM survey on balance of exploration area
Acquisition of Continental Nickel

- Offer 3.7 IMX shares & 0.5 IMX option for each CNI share via Plan of Arrangement
- CNI’s board & major shareholders have accepted the offer
- Offer remains subject to CNI shareholder approval – August 2012
- IMX will have dual ASX and TSXV listings
- IMX to retain key CNI management personnel, project & technical staff
- Simplified ownership & management structure will unlock shareholder value
- Strong financial position underpinned by Cairn Hill cashflow
Exposure to two potential world-class projects

- Nachingwea Nickel - Copper JV Project, Tanzania (53% IMX)
- Mt Woods Magnetite Project, South Australia (100% IMX)
Mt Woods Magnetite Project (100% IMX)

JORC (2004) Combined resource estimate comprises 3.8Mt @ 47.8% Fe indicated & 4.6Mt @ 45.8% Fe inferred mineralisation at a 35% Fe cut-off.


Exploration 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 to define a Mineral Resource.

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(3) Exploration 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 to define a Mineral Resource.
Mt Woods Magnetite Project (100% IMX)

- 65% Fe concentrates @ 200-250 micron grind size
- Low levels of impurities
- Advantages over fine-grain ore include:
  - Substantially reduced energy & water costs
  - Significantly lower capex/ opex
  - Suitability as sinter plant feed
  - Capable of attracting premium prices
- Close to existing infrastructure
- South Australian jurisdiction
- Concept study due in June 2012
Leveraged exposure to advanced exploration projects

- Mt Woods Copper - Gold JV Project (49% IMX, 51% OZL)
- Mkuju Uranium Project, Tanzania (25% UNX Equity)
Mt Woods Inlier
- Highly prospective region
- Several operating mines
- Relatively shallow cover

OZ Minerals spending minimum $20M to earn 51% of non-iron interests on Mt Woods Project

IMX 100% of iron rights

OZ Minerals spending $60M p.a. over 3 years on exploration on their ground

Both programs reaching maturity in developing models and targets

IMX contributes nothing, but retains upside
Leveraged exposure to advanced exploration projects

- Mt Woods Copper - Gold JV Project, (49% IMX, 51% OZL)
- Mkuju Uranium Project, Tanzania (25% UNX Equity)
Uranex Investment

- IMX retains 25% equity interest in Uranex Limited (ASX: UNX)
- $25M market cap uranium explorer
- Fully funded for 2012 exploration program
- Mkuju Uranium Project, Tanzania

Nyota Uranium Project sold by Mantra for $1B ($10/lb)
Exploration in own right

- Mabango Project in Tanzania (100% IMX)
- Milange Project in Mozambique (100% IMX)
Mibango Ni-Cu-PGE Project

- Located in western Tanzania
- 788km² tenement package
- Highly prospective for sulphide and lateritic nickel, copper, cobalt and PGE’s
- Defined geochemical and geophysical targets ready for drilling

Milange Ni-Cu-PGE Project

- Located in northern Mozambique
- Greenfields nickel, copper and PGE exploration project
- Airborne magnetic and radiometric survey recently completed
The Year Ahead

- Cairn Hill JV generating EBIT of $40-45M*
- New Cairn Hill LOM Sales Contracts
- Mt Woods Magnetite Project Concept Study by June
- Completion of CNI acquisition by August
- Update Ntaka Hill Scoping Study by Aug/Sept
- Results of ongoing drilling programs at Nachingwea (nickel & copper) and Mt Woods (copper, gold & iron)

* 100% JV return based on April 2012 Index prices of US$150/t 62% iron, $8,225/t LME Cu
Why invest in IMX Resources?

- Proven mine developer ✔
- Leveraged exposure to quality projects ✔
- Aggressive growth strategy ✔
- Huge value upside potential ✔
- Supported by cashflow from Cairn Hill ✔
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Competent Persons Consents

- Information relating to Australian exploration results is based on data compiled by Ms Bianca Manzi who is a Member of the Australian Institute of Geoscientists, and who is a full-time employee of the Company. Ms 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. Ms Manzi consents to the inclusion of the data in the form and context in which it appears.
- Information that relates to the estimation of Australian Mineral Resources is based on information compiled by Mr Kevin Lowe and Mrs Vanessa O’Toole and reviewed by Mr Trevor Stevenson and supervised by Ms Manzi. Mr Lowe is a Member of the Australasian Institute of Mining and Metallurgy, and Mr Stevenson is a Fellow of the Australasian Institute of Mining and Metallurgy, a member of MICA. Both Mr Lowe and Mr Stevenson are full time employee of Runge Limited and have sufficient relevant experience to qualify as Competent Persons under the 2004 Edition of the Australasian Code for reporting Mineral Resources and Ore Reserves (the JORC Code). Mr Lowe and Mr Stevenson consent to the inclusion of the data in the form and context in which it appears.
- Information relating to Nachingwea quality control, technical information of exploration results is based on data collected under the supervision of, or compiled by Patricia Tirschmann, P. Geo., who holds the position of Vice President, Exploration and is a full time employee of Continental Nickel Limited. Ms Tirschmann is a registered member of the Association of Professional Geoscientists of Ontario and has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for the Reporting of Exploration Results. Ms. Tirschmann consents to the inclusion of the data in the form and context in which it appears.
- Information relating to Nachingwea mineral resource estimate was prepared by Roscoe Postle Associates Inc. of Toronto, Ontario under the supervision of Chester Moore, P. Eng., Principal Geologist. Mr. Moore is a registered member of the Association of Professional Geoscientists of Ontario and an independent qualified person as defined by National Instrument 43-101. Mr Moore has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves and consents to the inclusion of the data in the form and context in which it appears.
Appendices

- Indicative Development Schedule – Ntaka Hill Project
- Drill out Plan for Ntaka Hill
- Cross Section – Ntaka Hill
- Exploration History at Nachingwea
- Location map for Nachingwea Exploration
- Graphite at Nachingwea
- Fe Grade v. Grind Size – Peer comparison graph
Ntaka Hill Development Timeline

- 2011:
  - PEA
  - Resource Update

- 2012:
  - PEA Update
  - Single Option

- 2013:
  - ESIA
  - Enviro Approval

- 2014:
  - Project Commitment
  - Relocation
  - DFS
  - Mining License Approved RAP
  - Commissioning
  - Contracts Due Diligence
  - Mine Development Agreement
  - Final Budget
  - Financing

- 2015:
  - Construction
  - Production
Drill out Plan for Ntaka Hill

LEGEND

- Drill Roads
- Sulphide Zone
- Sleeping Giant Zone (Based on pre-2011 drilling)

Diamond Drill Holes
- 2011 Drill Hole
- 2010 Drill Hole
- Historic Drill Hole
- Planned 2012 Drill Holes

15,000m infill drilling @ 50m centers
3,000m drilling to test targets within Ntaka Intrusion

NACHINGWEA PROPERTY NTAKA HILL
2012 Drilling
on Reduced to Poles (RTP) Vertical Gradient Magnetics
Exploration History Nachingwea

• Little historic exploration -> BHP mag/rad survey and stream/soil sampling in late 1990s; Goldstream sampling 2004-2005

• CNI:
  2007 – 2009: Exploration geophysically driven
  -> VTEM, follow-up ground EM and drilling -> graphite
  2010: Property wide mag and radiometric survey with follow-up soil sampling & RC drilling
  2011: Ground follow-up focused on identifying target areas for additional VTEM; ground EM to upgrade targets defined by geochem and/or initial drilling; Chilalo Cu target “discovered”; HOG discovered

• SRK structural interpretation
Location Plan of Nachingwea Exploration

HOG Showing
Gossan Ridge 25-180m wide and 1150m long &
Soil Geochem 100-500m wide & 1000m long
up to 230ppm Cu, 409 ppm Zn, 780ppb Ag, 154ppb Au

Several stream and geochem anomalies
including
Matambere 2,000ppm Ni soil anomaly
Kiperere East 1,000ppm Cu Anomaly

Chilalo Malachite showing stratigraphy

Nambu soil anomaly
up to 481ppm Ni and 97ppm Cu
(NITON)

Rapa soil anomaly
up to 468ppm Ni

Nanyindwa soil anomaly and serpentine
up to 1405ppm Ni & 169ppm Cu

630086E 6129850N

LEGEND

Property Outline
VTM Outline
Proposed 2012 AEM Blocks
Ntaka Hill Camp

0 10 20 km

NACHINGWEA PROPERTY
2012 PROPOSED AEM BLOCS
ON REDUCED TO POLE MAGNETIC FIELD
Graphite at Nachingwea
Peer Comparison – Fe Grade v. Grind Size

- Snaefell
- Hawsons Project
- Southdown
- Bungalow
- Karara
- Tonkolili
- Mt Ida Magnetite
- Sino Iron Project
- Greenpatch
- Byro Iron Ore Project
- Carrow
- Central Eyre Iron Project
- Bald Hill
- Koppio
- Sino Iron Project
- Karara
- Southdown
- Bungalow
- Iron Mount
- Razorback
- China Domestic Con1
- China Domestic Con2
- China Domestic Con3
- China Domestic Con4
- Marampa

High Energy Consumption for grinding

Coarser is Better

Higher Fe is Better

Concentrate Fe % vs. Grind Size P80 (um)