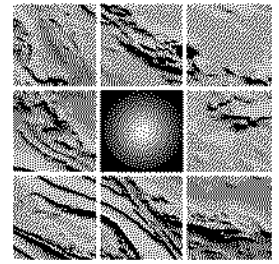


ASX Release
27 March 2006

ASX code: IMA

IMAGE RESOURCES NL



2nd Floor, 35 Outram St
West Perth WA 6005
PO Box 644
West Perth WA 6872
Telephone 08 9485 2410
Facsimile 08 9485 2840
info@imageres.com.au
www.imageres.com.au

ABN 57 083 977 579

NEW MINERAL SANDS APPLICATION EXTENDS POTENTIAL OF SHALLOW COOLJARLOO STRANDS

A new 84sq km tenement application E70/2882 has been made directly north of Image's Cooljarloo tenement (E70/2636, Image earning 70%). Within the northwest part of this application (26sq km) Image is the sole applicant, while the remaining 58sq km overlaps a previous application – see attached map.

The 26sq km part of the Cooljarloo North tenement is considered to be highly prospective as a previous modern high resolution aeromagnetic survey over part of this area has delineated 17km of interpreted heavy mineral (HM) strands that have significant magnetic amplitudes ranging from less than 1.0 nano Teslas (nT) to greater than 2nT but importantly have interpreted near-surface responses. These strands are thought to be a northern continuation of the previously reported (December 2005 quarterly report) 35 AHD resource of 30.8Mt at 4% HM on the western part of the Cooljarloo tenement where a number of shallow high-grade intersections have been made including 5m @ 20% HM. Also Ticor Limited, at the Jurien mine to the north, has reported a resource of 53Mt @ 4.7% HM (Ticor Limited 2004 Annual Report) which appears to be the northern extension of the interpreted shallow strands within Image's new application.

Image is planning to carry out detailed cesium vapour ground magnetic surveys over the 26sq km of E70/2882 which is available at this stage to follow up the 17km of interpreted strands identified by the airborne survey and to delineate other potential strands in this area and other areas not covered by the aeromagnetics. Ground magnetic surveys are planned over the remainder of the tenement if it becomes available.

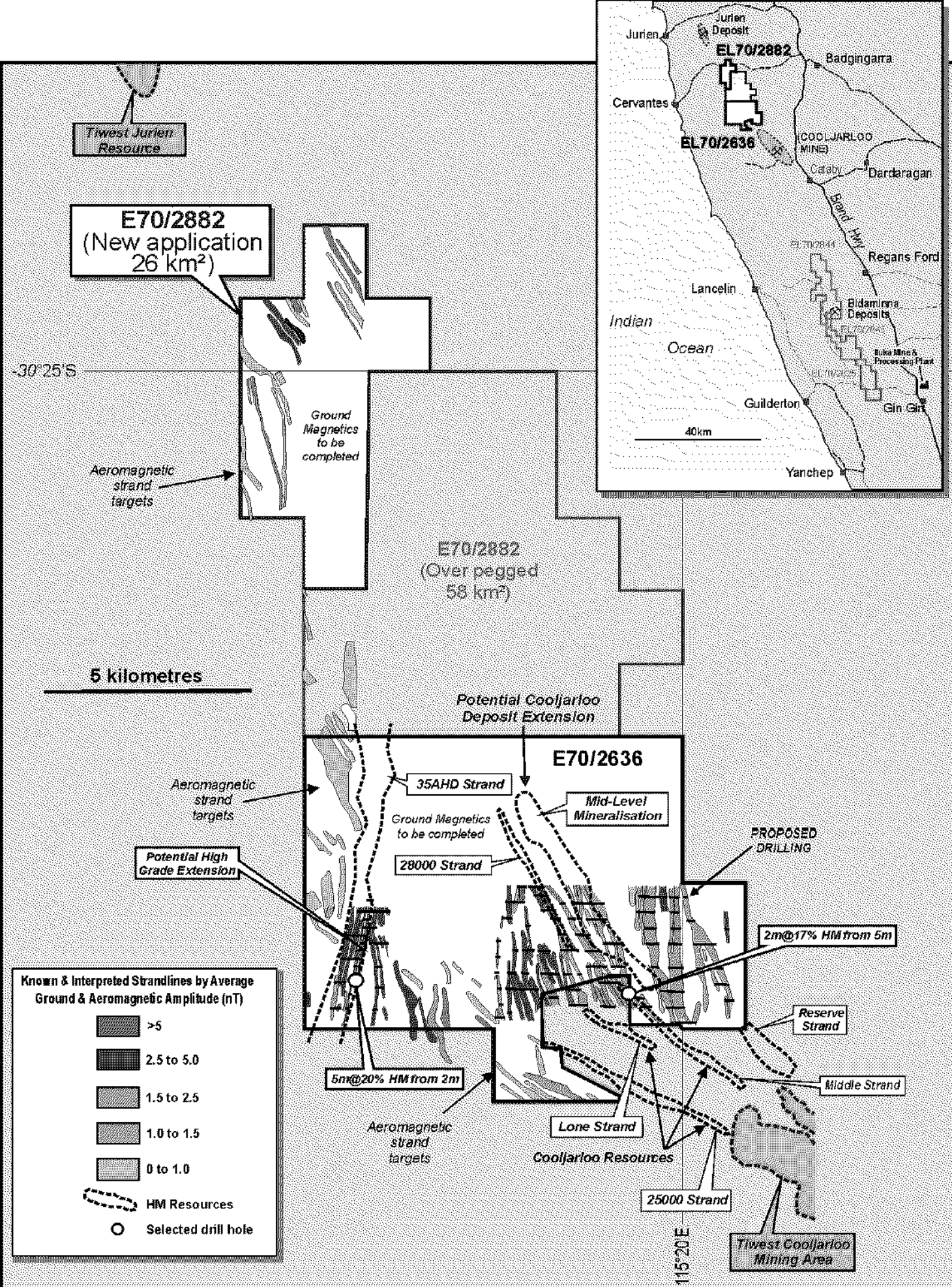
Image now holds 365sq km of ground adjacent to the world class Cooljarloo mine (Tiwest JV) and the new Gingin Mine (Iluka) in the North Perth Basin which supplies approximately 25% of the World's zircon. Significantly, **an extensive 80km of new interpreted strands** have been outlined outside known resources within Image's project areas comprising 36km at Bidaminna, 27km at Cooljarloo and 17km at Cooljarloo North. By comparison, the Dongara resource of 180Mt at 5% HM discovered by previous Image subsidiary Magnetic Minerals was contained in strand lines extending over 45km. It is believed that Image's inventory of strands has the potential to be significantly increased after further ground magnetic surveys are completed over the unsurveyed parts of these areas and confirm Image's belief that large resources will be found on its tenements in this world class heavy mineral district.

For more information on the company visit www.imageres.com.au

Please direct enquiries to:
Roger Thomson
Managing Director
Phone (08) 9485 2410
Mob 0419 969 183

George Sakalidis
Executive Director – Exploration
Phone (08) 9485 2410
Mob 0411 640 337

The information in this report is based on information compiled by George Sakalidis BSc (Hons), who is a member of the Australasian Institute of Mining and Metallurgy. George Sakalidis is an employee of Image Resources NL. George Sakalidis has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. George Sakalidis consents to the inclusion of this information in the form and context in which it appears in this report.



Cooljarloo North Project - New Mineral Sands Tenement Application