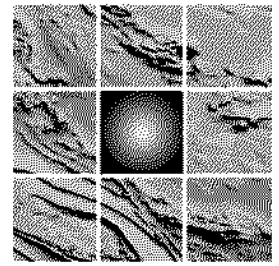


ASX Release  
26 September 2006

ASX code: IMA

IMAGE RESOURCES NL



2<sup>nd</sup> 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 57 063 977 579

## SECOND HIGH-GRADE STRAND OUTLINED AT COOLJARLOO

The remaining laboratory results have now been received from Image's recent infill drilling programme at Cooljarloo in the North Perth Basin. The southern 2km of the 3km long NNW trending 28,000 strand has now been drilled on a 20 x 200m spacing by the Company. A number of outstanding high-grade near-surface results have been received from the 28,000 strand including:

|            |                                             |
|------------|---------------------------------------------|
| Hole 605   | 6m @ 10.4% HM from surface                  |
| Hole 606   | 4m @ 7.9% HM from surface                   |
| Hole 609   | 8m @ 9.4% HM from surface                   |
| Hole 590   | 4m @ 15.8% HM from surface                  |
| Hole 591   | 8m @ 19.0% HM from surface                  |
| Hole C3614 | 4m @ 26.1% HM from 4m (historical drilling) |
| Hole C3591 | 6m @ 30.3% HM from 2m (historical drilling) |
| Hole 580   | 4m @ 7.2% HM from 4m                        |
| Hole 573   | 4m @ 9.1% HM from surface                   |
| Hole 625   | 4m @ 26.0% HM from 2m                       |
| Hole 637   | 4m @ 13.6% HM from 2m                       |
| Hole 645   | 4m @ 5.7% HM from 2m                        |

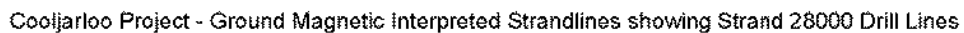
**These results define a continuous high-grade core zone over a 2km-long strike predominantly from near surface (refer to map and sections).** This is the second high-grade strand defined in this drilling programme. Previous high-grade results were announced on the 35AHD strand over a 1.7km strike length, predominantly made up of two high-grade core zones within this 5.2km-long high-grade strand (ASX release 8 August 2006).

Having defined these two high-grade strands (i.e. the 28,000 and 35 AHD) augers well for any potentially economic development as similar sized deposits are being developed by Iluka at Gingin and Waroona. Historical drilling on the 28,000 strand indicates **a significant zircon plus rutile content of 24% of the contained HM.** Further mineral assemblage tests on the 28,000 strand are currently being carried out on samples from the recent drilling. An independent report by RM Capital pointed to various production scenarios on Image's ground for shallow high-grade deposits ranging from 10Mt grading 8% HM.

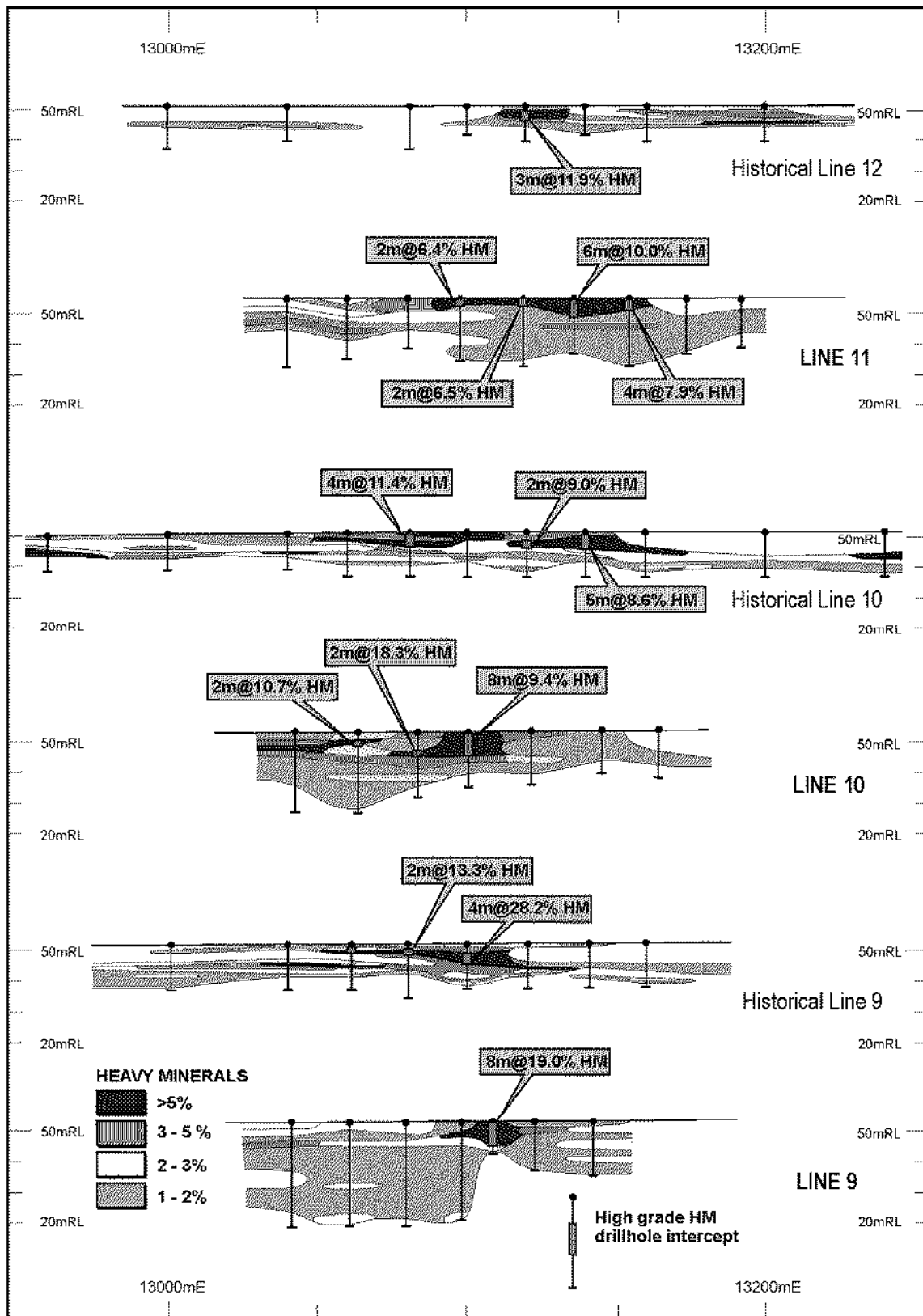
In addition preliminary drilling results are being compiled for the channel areas (deeper, potential large tonnage deposits) in the northeast part of the Cooljarloo tenement and for the Mid Level strands and will be released when available. A new drilling programme is now underway testing for new channels and new ground magnetic targets identified by extensive, recently completed detailed ground magnetic surveys. Image remains committed to an aggressive drill out and prefeasibility studies on the Cooljarloo project with the aim of defining an economic resource and to expanding the resource base on its 520sq km land holding in the world-class North Basin mineral sand province.

**COOLJARLOO DRILLING RESULTS 28,000 STRAND**

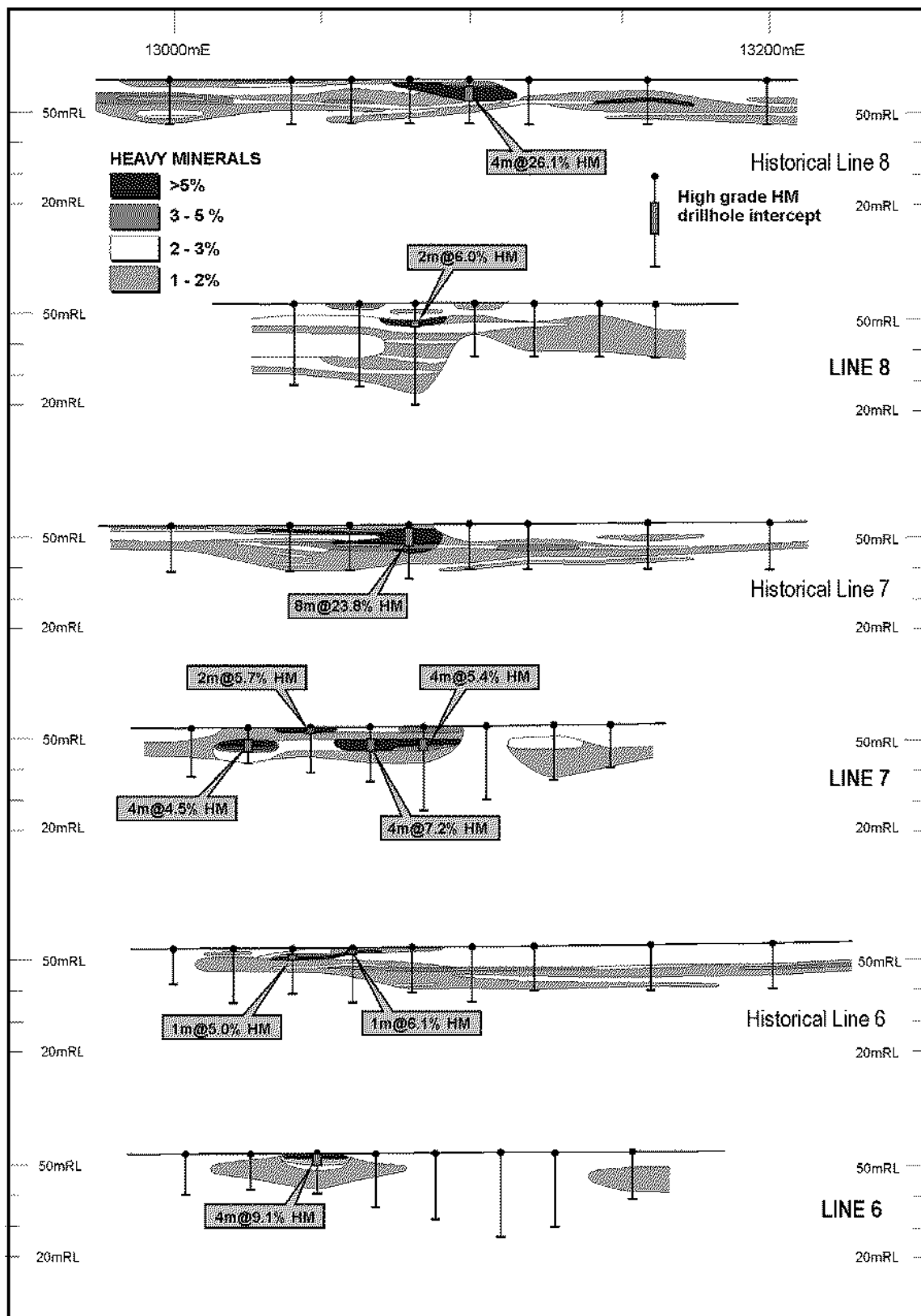
| Hole No | Collar Coordinates |       | From<br>m | To<br>M | Interval<br>m | HM Grade<br>% |
|---------|--------------------|-------|-----------|---------|---------------|---------------|
|         | E                  | N     |           |         |               |               |
| 573     | 6994               | 19913 | 0         | 4       | 4             | 9.1           |
| 579     | 6934               | 20064 | 0         | 2       | 2             | 3.3           |
|         |                    |       | 4         | 8       | 4             | 5.4           |
| 580     | 6920               | 20054 | 4         | 8       | 4             | 7.2           |
| 581     | 6903               | 20043 | 0         | 2       | 2             | 5.7           |
| 582     | 6886               | 20031 | 4         | 8       | 4             | 4.55          |
| 585     | 6798               | 20231 | 0         | 2       | 2             | 3.5           |
| 585     | 6813               | 20244 | 6         | 8       | 2             | 6.2           |
| 587     | 6670               | 20385 | 6         | 8       | 2             | 4.0           |
| 590     | 6716               | 20418 | 0         | 4       | 4             | 15.8          |
| 591     | 6725               | 20423 | 0         | 8       | 8             | 19.0          |
| 592     | 6560               | 20555 | 2         | 8       | 6             | 4.6           |
| 593     | 6576               | 20570 | 2         | 4       | 2             | 10.7          |
|         |                    |       | 8         | 10      | 2             | 3.0           |
| 594     | 6592               | 20581 | 0         | 2       | 2             | 4.5           |
|         |                    |       | 6         | 12      | 6             | 7.4           |
| 595     | 6450               | 20720 | 6         | 8       | 2             | 3.1           |
| 596     | 6465               | 20733 | 10        | 12      | 2             | 3.0           |
| 597     | 6481               | 20745 | 0         | 4       | 4             | 4.3           |
| 598     | 6496               | 20756 | 0         | 2       | 2             | 6.4           |
| 599     | 6512               | 20770 | 0         | 2       | 2             | 6.5           |
| 605     | 6525               | 20780 | 0         | 6       | 6             | 10.4          |
| 606     | 6541               | 20791 | 0         | 4       | 4             | 7.9           |
| 609     | 6606               | 20592 | 0         | 10      | 10            | 8.2           |
| 610     | 6622               | 20606 | 0         | 2       | 2             | 3.6           |
| 613     | 6737               | 20431 | 2         | 4       | 2             | 3.2           |
| 625     | 7097               | 19714 | 2         | 6       | 4             | 26.0          |
| 627     | 7126               | 19735 | 8         | 10      | 2             | 3.2           |
| 630     | 7108               | 19485 | 2         | 6       | 4             | 4.3           |
| 637     | 7201               | 19555 | 2         | 6       | 4             | 13.6          |
| 645     | 7298               | 19368 | 2         | 6       | 4             | 5.7           |
|         |                    |       | 8         | 10      | 2             | 3.2           |
| 662     | 7510               | 19080 | 2         | 4       | 2             | 3.2           |



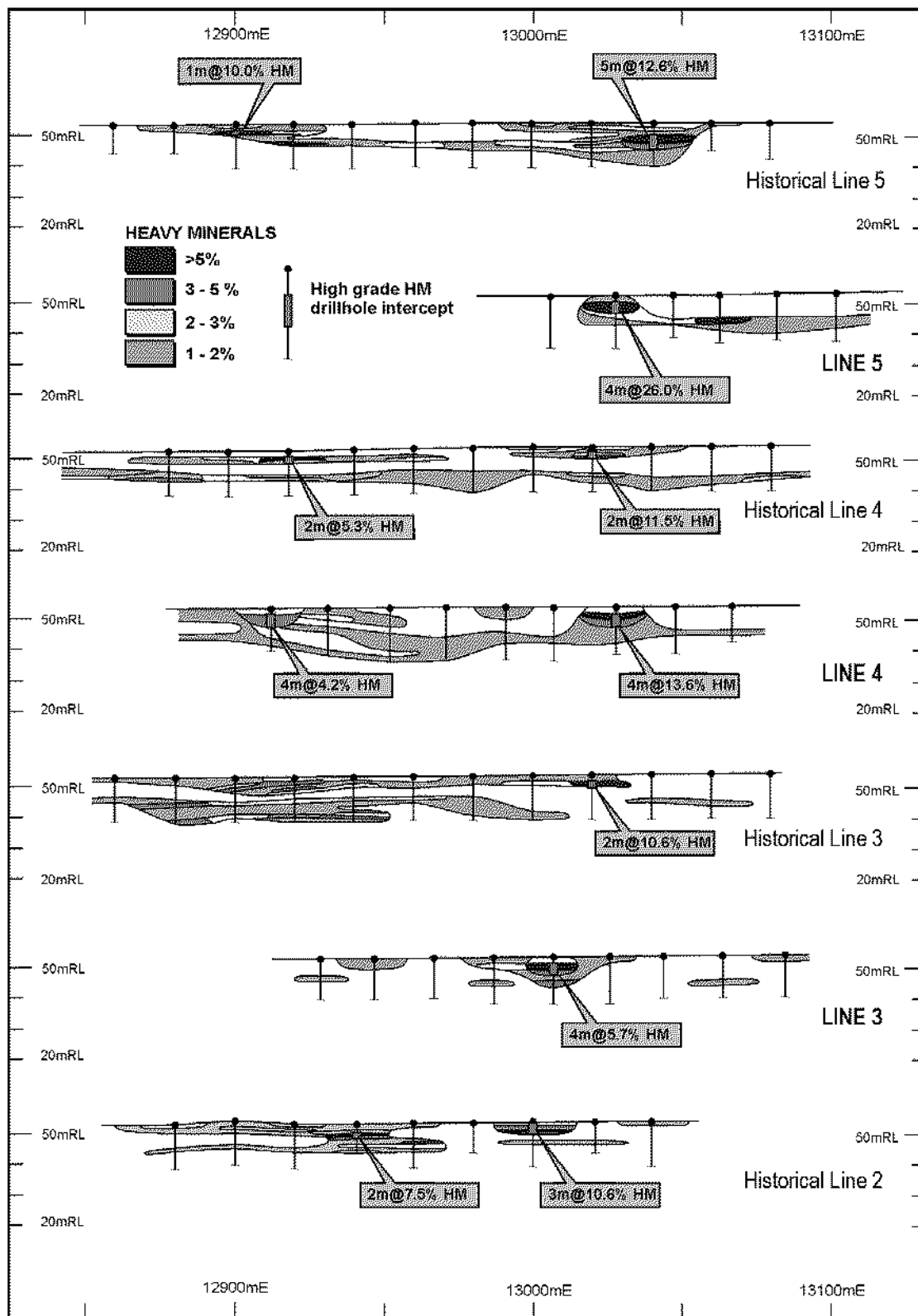
Cooljarloo Project - Ground Magnetic Interpreted Strandlines showing Strand 28000 Drill Lines



Coolijarloo Project - 28000 Strand - Stacked Sections, Northern Section



Coolijarloo Project - 28000 Strand - Stacked Sections, Central Section



### Cooljarloo Project - 28000 Strand - Stacked Sections, Southern Sections

For more information on the company visit [www.imageres.com.au](http://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.