



ANNOUNCEMENT

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Number: 011_200207

SOIL SAMPLE RESULTS IDENTIFY NEW DRILL TARGETS AT W.A. URANIUM DEPOSIT

Impact Minerals Limited (Impact) is pleased to announce that soil sampling results from the Quinns Lake Project area have identified new drill targets along strike from the Nowthanna Uranium Deposit located about 70 km south west of Meekatharra in Western Australia.

The Quinns Lake Project area (E51/1075) was previously referred to by the Company in its Prospectus as the Nowthanna Project and has now been renamed to avoid confusion.

The Company's interest in the Nowthanna Uranium Deposit comprises 100% ownership of the Quinns Lake Project (E51/1075) and 30% (reducing to 20%) joint venture equity with CITIC Resources Australia Ltd (and others) in the Yarrabubba Project (E51/1072-73, E20/563-67). The Deposit contains an Inferred Resource of 10.4 Mt of uranium oxide at a grade of 0.45 kg/t (cut-off grade of 0.2 kg/t) calculated in accordance with the 2004 JORC Code.

Snowden has calculated that at a cut-off grade of 0.2 kg/t, the portion of the resource attributable to Impact (100% of the Quinns Lake Project and 20% of the Yarrabubba Project) is 3.92 Mt at an average grade of 0.45 kg/t for a contained 1,800 t or 4 million pounds of uranium oxide.

The resource is open to the south within the Quinns Lake Project area (Impact 100%) and to the east within the Yarrabubba Project area (Impact 30%).

Areas that have not been drilled to the south and south west of the Nowthanna Uranium Deposit in the Quinns Lake Project area have been soil sampled at a grid spacing of 400 m x 200 m (Figure 1).

Two areas with elevated uranium-in-soil values of between 5 and 51 times background have been identified:

1. over an area about 1 square kilometre in size to the south of the resource at the Nowthanna Uranium Deposit; and

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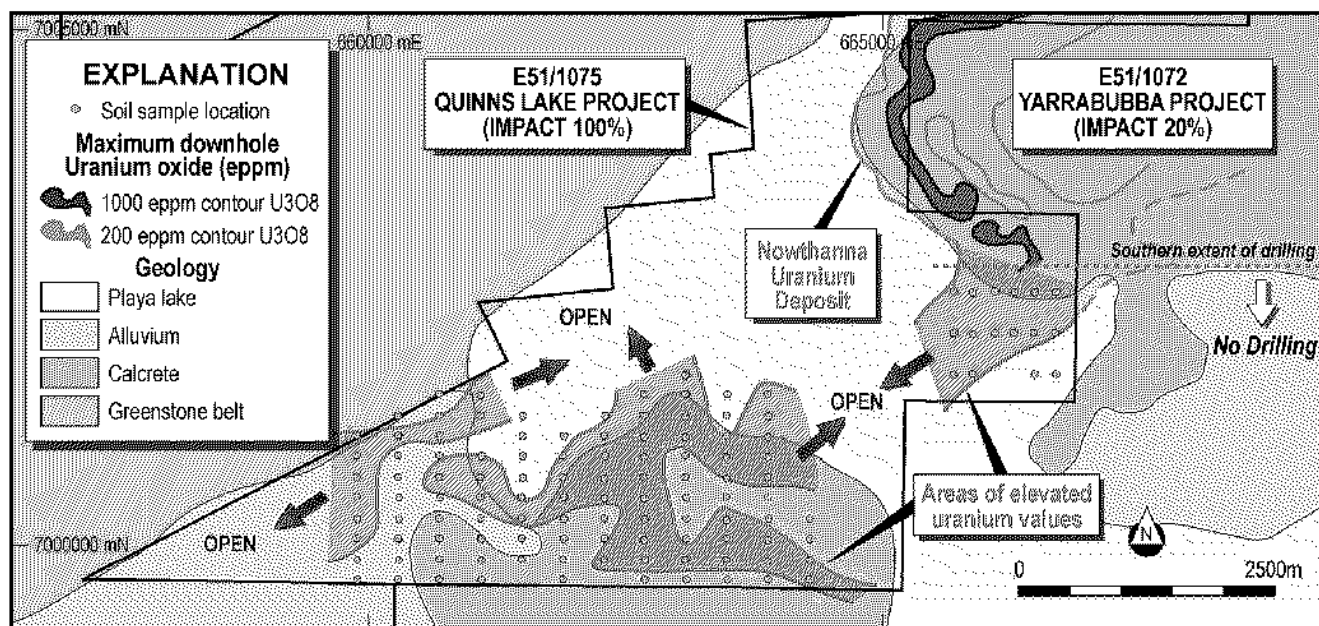
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2. over an area 5 km long east-west and between 400 m and up to 2.5 km wide north-south at the southern margin of Quinns Lake and in a similar stratigraphic position to the Nowthanna Uranium Deposit.

The ground between these two areas and also to the west of the second area was not sampled because of heavy rains that prevented access.

Figure 1. Soil Sampling Results at the Quinns Lake Project.



Follow up work on these areas will include soil sampling over the areas not previously sampled and a drill programme. The soil sampling will be completed in March 2007. The timing of the drilling will be determined once the standard Aboriginal Heritage Surveys have been organised.

Dr Michael G Jones
Managing Director

The review of exploration activities and results contained in this report is based on information compiled by Dr Mike Jones, a member of the Australian Institute of Geoscientists. He is a Director and full time employee of the Company. He has sufficient experience which is relevant to the style of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Mike Jones has consented to the inclusion in this report of the matters based on his information in the form and context in which it appears.