



April 2025

Letter from the MD

I am pleased to provide an update on Image Resources' current project development progress and commitment to delivering long-term value for shareholders. We continue to execute our strategic plan with confidence and look forward to advancing other key projects in accordance with our Chapter 2 ambitions and positioning the company for sustainable growth.

In March, we reported the commencement of transport of heavy mineral concentrate (HMC) from our 100%-owned Atlas mineral sands project to interim storage at Geraldton. This is in preparation for our first HMC shipment/sale scheduled for later this month and will mark the achievement of a major milestone for Image of the return to revenue generation.

Atlas project commissioning began in early February and progressed rapidly and has achieved solid results, with processing rates reaching up to 80% of nameplate capacity and operating availability of up to 95%. The use of Mineral Technologies' innovative CT-1 spirals has contributed to high heavy mineral recovery and impressive product quality, including HMC containing up to 94% heavy mineral content and 21% zircon. Atlas represents the first commercial operation utilising CT-1 technology, and while early results are impressive, additional operational experience is required to establish commercial viability.

The rapid commissioning success at Atlas mirrors the successful commissioning performance at Boonanarring, reinforcing our confidence in the project's design, construction, and operational capabilities.

Our focus will now be on ramping up to name plate capacity and achieving overall operational and HMC production and quality targets at Atlas. Once we return to revenue generation and positive cashflow, we will turn our attention to progressing the Yandanooka and Bidamina Bankable Feasibility Studies. We will also continue with research aimed at evaluating the technical and economic viability of converting ilmenite into synthetic rutile (SR) utilising Image's provisionally patented novel SR production process, which could unlock significant value-adding opportunities for Image. This aligns with our long-term vision of transitioning from a single-asset operator into a multi-project, multi-product business with an expanded global market presence.

The mineral sands market remains buoyant, with forecast favourable pricing trends supporting Image's growth strategy. We are well-positioned to capitalise on growing market demand by leveraging our high-quality resource base and advancing our growth strategy. Existing and potential new customers continue to express strong interest in the timing and availability of HMC product sales from Atlas, as well as for future HMC or separated products from Yandanooka and the Company's other potential development projects.

In my recent presentation at the Mineral Sands and Rare Earths Conference in Perth, I highlighted our commitment to advancing innovation and value within the industry, while



delivering long-term growth and sustainability across all aspects of our business. I believe our approach – which incorporates evaluating innovative processes and processing equipment and adopting sustainable practices – will help us achieve our goal, and in doing so, position Image as a leader in the next generation of responsible mineral sands producers.

This year is shaping up to be a transformational year for Image – returning to HMC production and positive cashflow – and I look forward to providing further positive updates as Atlas ramps up to full production. Thank you for your ongoing support.

Patrick Mutz

Managing Director and CEO