



STOCK EXCHANGE ANNOUNCEMENT

QUARTERLY ACTIVITIES REPORT FOR THE PERIOD ENDED 31 MARCH 2013

OREGON HEAVY MINERALS PROJECT

During the past three months IDM International (“IDM” or “the Company”) continued its care and maintenance program for its Coos Bay operation. Staffing for the Company is currently 15 persons, down from 20 at the beginning of January 2013. This team will conduct project evaluation, ensure the plant is kept in good condition, complete reclamation, monetise inventory and conduct and complete preliminary exploration in the Kimberley Clark leases.

EXPLORATION AND PERMITTING

The objective of the Company's exploration program is two-fold with a goal of extending the mine life. First it is to continue to selectively lease prospective property, explore and expand the Inferred Resource and second it is to conduct drilling and upgrade Inferred Resource to Indicated Resource and ultimately increase mineral Reserves. During the late fall of 2012 the Company reached agreement with the County for access to conduct a drilling program. Recently a drilling program was completed on the 465 acres of land leased from Kimberley Clark. There were 39 drill holes and samples from this program are currently being assayed in the Company's laboratory. Our leasing program is continuing in the district.

The Company intends to conduct work necessary to support future permit applications.

ENVIRONMENT HEALTH AND SAFETY.

There was no lost time or reportable injuries in the quarter.

RECLAMATION

While the Company was in operations from June 2011 to December 2012, the South Seven Devils deposit was mined and the ore processed. Currently reclamation is more than 50% complete and will be completed in by the end of the summer. The Company is working closely with government agencies and the land owner with a goal of demonstrating the high standard to recover the land and the techniques used to do it. This collaborative approach will provide future benefits in permitting, leasing of land and in operations.

MARKETING

When the Company went into care and maintenance in the middle of December 2012 inventory consisted of approximately 15.3k tons of chromite, 7.6k tons of high-iron Ilmenite and 106 tons of zircon. The immediate goal at that time was to monetize inventory by the end of June and utilize the funds to meet obligation. The sale of this inventory has gone better than expected and all the chromite has been sold. There are 1,400 tons of high-iron ilmenite and 96 tons of zircon remaining. Obligations will be funded into August.

The Company is continuing to work with customers and marketing partners to develop the markets for its material so when conditions improved the Company will be able to participate as soon as possible.

LITIGATION

As previously reported the Company's subsidiary (ORC) had sought to be included as an intervener in the litigation brought against two of the regulatory agencies responsible for issuing several permits enabling the commercial operation of the project. The attorneys' for the Federal government will be asking Ninth Circuit Court of Appeals for an extension to file their brief. Oral argument will be scheduled after the briefing is complete. A final decision is not expected during 2013. The appeal process should not have any effect on ORC's ongoing operations.

CORPORATE

The Company's cash balance at 31 March 2013 was \$1,760,000.

On December 21, 2012 The Sentient Group entered into a Senior Debt Deed of Novation agreement with Macquarie Bank Limited (MBL) in relation to the Company's Senior Debt. This resulted in MBL's retirement as beneficiary, agent and security trustee.

In August, ORC entered into a US\$5,000,000 (A\$4,920,500) promissory note with the Sentient Group. The proceeds of the promissory note will be used for working capital. As of 31 December 2012 the Company has received the entire US\$5,000,000 plus an additional US\$1,000,000.

The principal under the Promissory Note will incur an interest rate of 18% per year and receive a 1% Royalty on gross revenue from the sale of mineral sands from its Oregon operation and is repayable on demand. The Promissory Note ranks senior in priority and preference to any other indebtedness or other encumbrance of the Company and is secured against all of the assets of the Oregon Resources Corporation.

The Company currently has over \$47M in debt all of which is held by The Sentient Group and is secured by ORC. The Company is considering its alternatives to restructure the balance sheet and clear a path for moving forward.

Shareholder Information

As at 31 March 2013 the Company had 862 shareholders and 650,750,257 ordinary fully paid shares on issue with the top 20 shareholders holding 79.81% of the total issued capital.

ENDS