

3 October 2011

Sleeping Giant High Grade Zone Extended, Nachingwea Ni-Cu JV, Tanzania

Highlights

- **2.66% Ni and 0.60% Cu over 14.3m, and 2.0% Ni and 0.24% Cu over 9.65m from within a wider 43.95m interval of 1.40% Ni and 0.29% Cu in NAD11-238**
- High grade core of Sleeping Giant extended an additional 100 metres down plunge to the south and remains open to the south.
- Sleeping Giant zone extended 100m up plunge to the north as well as up-dip to the east.
- Hanging wall disseminated nickel sulphide mineralisation identified above Sleeping Giant on all sections, grades between 0.2 and 0.6% Ni over 5-45m within the pit shell used to define the 2011 Mineral Resource estimate may be potentially economic.

Joint Venture Project Update:- IMX Resources Limited (ASX:IXR) is pleased to report that the latest analytical results received for the 2011 core drilling program have confirmed the continuity, and also extended the high grade nickel-copper zone identified at Sleeping Giant in southern Tanzania. The Sleeping Giant mineralisation remains open to the south and east, as well as down plunge to the south. In addition, hanging wall disseminated nickel sulphide mineralisation identified above the Sleeping Giant zone has the potential to improve project economics as they fall within the existing pit shell for the 2011 Mineral Resource estimate.

The Nachingwea project is a 25:75 Joint Venture between IMX Resources Limited ('IMX') and Continental Nickel Limited ('CNI') of Canada.

Recent drilling has confirmed the continuity of the high grade core zone both up and down plunge, and also over a 500 metre strike extent at Sleeping Giant. In the south, a zone of disseminated to net textured sulphides intersected in hole NAD11-238 returned a best intersection of 14.3m at 2.66% Ni and 0.60% Cu, and 9.65m at 2.0% Ni and 0.24% Cu from within a wider 43.95m interval of 1.40% Ni and 0.29% Cu from 359.8m (Figure 1). Up dip hole NAD11- 242 also intersected 18m of disseminated to net textured sulphides from 288m which appear to correlate to the zone with assays are pending. The mineralisation intersected in holes NAD11-238 and 242 extends the high grade core of Sleeping Giant by 100 metres down plunge to south and beyond the existing pit shell used to define the 2011 Mineral Resource estimate. The high grade core of the zone remains open to the south and will be the target of future drilling programs.

In the north, new drilling has extended the Sleeping Giant mineralisation up plunge by 100m on two sections (3700N and 3800N), with the zone remaining open up dip to the east. Hole NAD11-239 intersected wide disseminated nickel zones with 73.4m at 0.31% Ni and 0.06% Cu from 31.7m, and 5.20m at 0.84% Ni and 0.21% Cu from 212.15m.

In addition to the Sleeping Giant Zone, disseminated nickel sulphides have also been intersected in the hanging wall of Sleeping Giant on all drill sections and represents mineralisation identified as being potentially economic in the recently released Scoping Study (ASX 6 October 2011). These intersections typically grade between 0.2 to 0.6% Ni over widths of 5 to 45m and lie within the pit shell used to define the 2011 Mineral Resource estimate. These new intersections will be included in the updated geological interpretation and Mineral Resource estimate to be prepared at the

conclusion of the 2011 drilling program, and represent a reclassification of waste to potential ore material.

The JV team is implementing a 14,000 metre drilling program at Ntaka Hill to expand the current Mineral Resource at Sleeping Giant and to test selected targets within the Ntaka intrusion. A total of 23 holes for 8,703 metres were completed by the end of September with two diamond core rigs currently drilling on site. Results for fourteen drill holes at Sleeping Giant are reported in this release and in Table 1 of the CNI release below, with further hole results to be released as they become available.

A full discussion of current results including a table of assays can be viewed in the CNI release to the TSXV attached below.

Nachingwea Holding Structure

IMX's interest in the Nachingwea Ni-Cu JV Project is held through a direct 25% interest in the Tanzanian joint venture company, Ngwena Limited, and indirectly through a 37.2% interest in CNI. IMX funds its joint venture interest on a pro rata basis. CNI are manager and operator of the project.



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Acting CEO / Secretary

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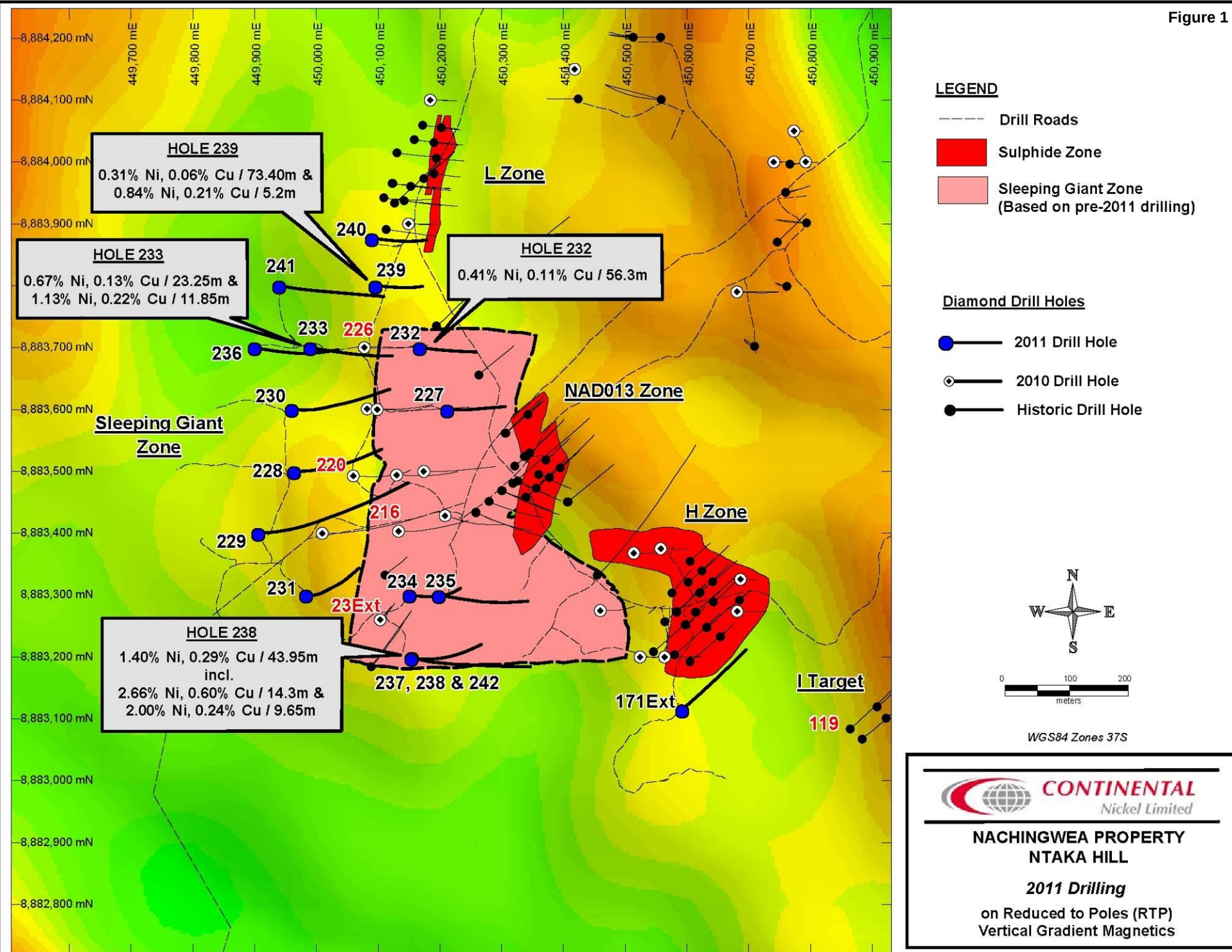
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Information in this announcement relating to exploration results is based on data collected under the supervision of, or compiled by Patricia Tirschmann, P. Geo., who holds the position of Vice President, Exploration and is a full time employee of Continental Nickel Limited. Ms. Tirschmann is a registered member of the Association of Professional Geoscientists of Ontario and has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms. Tirschmann consents to the inclusion of the data in the form and context in which it appears.

Figure 1



About IMX Resources Limited

IMX Resources Limited (ASX:IXR) – is headquartered in Perth, Western Australia, is listed on the Australian Stock Exchange (ASX) with a current market capitalisation of approximately \$100m.

IMX is an active diversified mining company with a mining project in South Australia, and exploration projects in South Australia, Tasmania, as well as Tanzania and Mozambique in East Africa, focusing on a range of commodities including iron-ore, nickel, copper and gold. IMX is currently working towards focusing its activities on steel and steel related products, whilst ensuring it maintains shareholder value for those projects that fall outside of this core business activity.

The company is disciplined in following a careful strategy to maximise shareholder value by discovering and developing ore bodies. IMX achieves this by participating in multiple, quality exploration projects in joint ventures with global mining companies, and by listing spin-off companies, to ensure programs with high potential are well-funded, while retaining a significant interest to provide exposure for IMX shareholders.

IMX owns 51% of the Cairn Hill mine, 55 kilometres south-east of Coober Pedy, South Australia close to the Darwin - Adelaide railway. Phase 1 is a unique magnetite Fe – Cu – Au DSO project. The ore produces a premium coarse grained magnetite product, with a clean saleable Cu / Au concentrate. IMX has a Phase 1 life of mine sales offtake agreement with the Sichuan Taifeng Group. A Phase 2 resource has been announced and the joint venture project group is currently accelerating the development program to commence production of a saleable $\pm$ 60% Fe intermediate concentrate.

IMX owns 100% of the iron ore rights on the Mt Woods tenements where besides the potential of Phase 3 magnetic anomalies outside ML6303, recent drilling has intersected magnetite to the south and west of Cairn Hill including Snaefell. The immediate upside for Cairn Hill / Mt Woods remains the definition of further resources to support a long term 3-5mtpa iron ore operation.

IMX has a joint venture with OZ Minerals for the non-iron ore rights on its Mt Woods tenements. OZ Minerals has 51% of the joint venture and must spend \$20m over 5 years to retain this interest. OZ Minerals is targeting Prominent Hill style copper / gold mineralisation.

In Tanzania, IMX holds 100% of the Mibango nickel / copper / platinum project. IMX is currently undertaking extensive field work to understand the potential of this area.

IMX spun off 70% of the Nachingwea Nickel - Copper project in Tanzania into a Continental Nickel Limited (TSXV:CNI) in August 2007. IMX currently holds 37.0% of Continental Nickel and retains a 25% interest in the Nachingwea Nickel - Copper project through a joint venture company structure. IMX is currently participating in the JV funding requirements in order to maintain its 25% JV interest.

IMX owns 26.6% of Uranex (ASX:UNX), a spin-off from IMX, which is a dedicated uranium company with assets in Australia and Tanzania. IMX has announced its intention to distribute the shares it owns in Uranex to its shareholders as an in specie distribution.

Visit: www.imxresources.com.au

Press Release

Continental Nickel Intersects 2.66% Nickel and 0.60% copper over 14.3 Metres and Extends High Grade Zone at Ntaka Hill Project, Tanzania

TORONTO, ONTARIO November 2, 2011 - Continental Nickel Limited (TSX VENTURE:CNI) ("CNI" or the "Company") is pleased to report that additional assays have been received from the on-going drilling program that commenced in mid-June at Ntaka Hill. Highlights include drill hole NAD11-238 which intersected Sleeping Giant mineralization grading 2.66% nickel and 0.60% copper over 14.3 metres and 2.0% Ni and 0.24% Cu over 9.65 metres from within a wider interval grading 1.40% nickel and 0.29% copper over 43.95 metres. This intersection is located 100 metres south of previously reported drill hole NAD10-234 which intersected 2.03% nickel and 0.42% copper over 31.5 metres (September 13, 2011 Press Release). The project is a 75:25 joint venture between CNI and IMX Resources Limited ("IMX") of Australia.

The Company is implementing a 14,000 metre drilling program at Ntaka Hill to expand the current Mineral Resource of Sleeping Giant and to test selected other targets within the Ntaka intrusion. A total of 8,703 meters have been completed in twenty-three drill holes and two deepened holes to the end of September. Results for fourteen drill holes at Sleeping Giant are reported herein and provided below in Table I. A drill hole location figure may be viewed using the link provided with this release.

Highlights

- Sleeping Giant extended up plunge to the north as well as up-dip to the east.
- High grade core of Sleeping Giant extended an additional 100 metres down plunge to the south and remains open to the south.
- Numerous intersections of disseminated nickel sulphide mineralization grading between 0.2 and 0.6% nickel over 5- 45 metres intersected in the hanging wall of Sleeping Giant zone within the pit shell used to define the 2011 Mineral Resource estimate.

Patricia Tirschmann, VP Exploration, commented on the recent drilling results "On-going drilling has extended Sleeping Giant and, in particular, has confirmed the continuity of the high grade core down plunge to the south. Continuity of the high grade core has been demonstrated over a 500 metre strike extent and it remains open to the south beyond the pit shell used to define the 2011 Mineral Resource estimate. The drilling has also significantly improved our understanding of the extent of the disseminated hanging wall sulphide mineralization which was identified as having the potential to add significant value to the project in the recently released Preliminary Economic Assessment. This new information will form the basis of a Mineral Resource estimate update which we expect to complete in the second quarter of 2012."

Drilling Results

Assay results for fourteen holes are given in Table I. Drill holes are arranged by drill section starting from the south end of Sleeping Giant and progressing north. The table includes a summary of intersections for the Sleeping Giant zone ("SGL") as well as various hanging wall ("HW") and footwall ("FW") zones. Significant results are given in more detail below.

Extension of the High Grade Core to Section 3200N

Drill holes NAD11-237, 238 and 242 were drilled on section 3200N, 100 metres to the south of hole NAD11-234 which intersected 2.03% nickel and 0.42% copper over 31.5 metres (Press Release September 13, 2011). NAD11-237 was lost at 19.65m and was re-collared as hole NAD11-238. NAD11-238 intersected a strong and wide zone of disseminated to net-textured to stringer sulphides which graded 1.40% nickel and 0.29% copper over 43.95 metres from 359.8 to 403.75 metres. Included within this zone were two higher grade intervals which returned values of 2.66% nickel and 0.60% copper over 14.3 metres and 2.00% nickel and 0.24% copper over 9.65 metres.

NAD11-242 was drilled 100 metres up-dip of NAD11-238. As previously reported, this hole intersected an 18 metre interval of disseminated to locally net-textured sulphides from 288 to 306 meters which appears to correlate with the intersection in NAD11-238. Assays are still pending.

The mineralization intersected in holes NAD11-238 and 242 extends the high grade core of Sleeping Giant by 100 metres down plunge to south and beyond the pit shell used to define the 2011 Mineral Resource estimate. The high grade core of the zone remains open to the south and will be the target of future drilling programs.

Up-Plunge Extension of Sleeping Giant on Section 3800N

Drill holes NAD11-239 and NAD11-241 tested for the up-plunge extension of Sleeping Giant on section 3800N. NAD11-239 intersected 0.31% nickel and 0.06% copper over 73.40 metres from 31.7 to 105.10 metres and 0.84% nickel and 0.21% copper over 5.20m from 212.15 to 217.35 metres.

Drill hole NAD11-241, located 100 metres down-dip of NAD11-239, intersected a 7-10 metre long interval of disseminated sulphides for which assays are still pending.

These holes will extend Sleeping Giant by an additional 100 metres up plunge to the north.

Up-Dip Extension of Sleeping Giant on Section 3700N

Drill hole NAD11-232 was drilled to test 100 metres up-dip of hole NAD11-226 which intersected 2.28% nickel and 0.57% copper over 17.25 metres in 2010. NAD11-232 intersected disseminated nickel sulphides grading 0.26% nickel and 0.05% copper over 21.0 metres from 62 to 83 metres and 0.44% nickel and 0.10% copper over 22.5 metres from 90 to 112.5 metres as well as disseminated, blebby and stringer sulphides grading 0.41% nickel and 0.11% copper over 56.30 meters from 136 to 192.3 metres.

Drill hole NAD11-233 was drilled to test 100 metres down-dip of hole NAD11-226 and intersected disseminated nickel sulphides grading 0.67% nickel and 0.13% copper over 23.25 metres from 124.0m to 147.25 metres and disseminated to blebby sulphides grading 1.13% nickel and 0.22% copper over 11.85 metres from 279.8 to 291.65 metres.

Hole NAD11-236 was drilled 100 metres down-dip of hole NAD11-223 and did not intersect significant widths of ultramafic rock or mineralization.

Drilling on this section confirms the extension of Sleeping Giant 100 metres up-dip and down-dip of the 2010 drilling and the zone remains open up-dip to the east.

Hanging Wall Disseminated Sulphide Mineralization

Disseminated nickel sulphides have been intersected in the hanging wall of Sleeping Giant on all drill sections and represent mineralization identified as being potentially economic in the recently released Preliminary Economic Assessment (Press Release October 5, 2011). These intersections typically returned values ranging from 0.2 to 0.6% nickel over widths of 5 to 45 metres and lie within the pit shell used to define the 2011 Mineral Resource estimate. These intersections will be included in the updated geological interpretation and Mineral Resource estimate to be carried out at the conclusion of the 2011 drilling program.

Qualified Persons

The quality control, technical information and all aspects of the exploration program are supervised by Patricia Tirschmann, P. Geo., Vice President, Exploration for CNI. Ms. Tirschmann is a qualified person as defined by National Instrument 43-101. The information in this release was prepared under the direction of Dave Massola, President and CEO for Continental Nickel Limited.

Quality Control

The drilling was completed by Tandrill Limited of Tanzania. Drill core samples (NQ) are cut in half by a diamond saw on site. Half of the core is retained for reference purposes. Samples are generally 1.0 metre intervals or less at the discretion of the site geologists. Sample preparation is completed at the ALS Chemex preparation lab in Mwanza, Tanzania. Sample pulps are sent by courier to the ALS Chemex analytical laboratory in Vancouver, Canada. Blank samples and commercially prepared and certified Ni sulphide analytical control standards with a range of grades are inserted in every batch of 20 samples or a minimum of one per sample batch. Analyses for Ni, Cu and Co are completed using a peroxide fusion preparation and ICP-AES finish (Analytical Code ME-ICP81). Analyses for Pt, Pd, and Au are by fire assay with an ICP-AES finish (Analytical Code PGM-ICP23).

About Continental Nickel Limited

Continental is focused on the exploration, discovery and development of nickel sulphide deposits in geologically prospective, but under-explored regions globally. The Company's key asset is its 75% interest in the Nachingwea project in Tanzania, where Mineral Resources (Measured and Indicated) have been estimated at 60,900 tonnes of contained nickel, and an additional 131,000 tonnes of contained nickel in Inferred Mineral Resources (CNI press release April 15, 2011). The project is a 75:25 exploration joint venture between the Company and IMX Resources Limited.

The Company also has an option to joint venture on the St. Stephen project in New Brunswick, Canada where the 2010 diamond drill program discovered new Ni-Cu sulphide zones.

As at the date of this release, the Company has 42,738,508 common shares issued and outstanding (50,956,914 on a fully-diluted basis) and trades on the TSX Venture Exchange under the symbol CNI. The Company remains well funded with over C\$13.6 million in the treasury as at June 30, 2011.

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Information in this announcement relating to exploration results is based on data collected under the supervision of or compiled by Patricia Tirschmann, P. Geo., who holds the position of Vice President, Exploration and is a full time employee of Continental Nickel Limited. Ms. Tirschmann is a registered member of the Association of Professional Geoscientists of Ontario and has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms. Tirschmann consents to the inclusion of the data in the form and context in which it appears.

**Table I: Summary of Assay Results
Sleeping Giant Zone, Ntaka Hill**

Drill hole (NAD11-)	Location East/ North UTM:WGS84	Az / Dip	Length (m)	From (m)	To (m)	Interval (m)	% Ni	% Cu	Zone
Section 3200N									
237	450154mE 8883200mN	090 / -79	19.65	Hole lost and re-collared as NAD11-238					
238	450154mE 8883198mN	090 / -79	466.50	293.40	339.00	45.60	0.29	0.08	HW
				359.80 Incl.	403.75	43.95	1.40	0.29	SGL
				359.80	374.10	14.30	2.66	0.60	
				389.00 Incl.	398.65	9.65	2.00	0.24	
				396.90	398.65	1.75	7.90	0.93	
				443.20 Incl.	458.00	14.80	0.38	0.07	FW
				448.00	454.00	6.00	0.58	0.09	
242	450155mE 8883198mN	090 / -64	433.40				*	*	HW/ SGL
Section 3300N									
231	449984mE 8883300mN	100 / -83	496.65	225.00 Incl.	239.00	14.00	0.47	0.06	HW
				226.50	229.70	3.20	1.37	0.19	
				280.00	285.00	5.00	0.45	0.08	HW
				289.00	292.75	3.75	0.71	0.14	HW
				307.30	322.00	14.70	0.32	0.12	HW
				357.00	361.00	4.00	0.39	0.08	SGL
				384.10	390.50	6.40	0.48	0.11	SGL
234	450151mE 8883300mN	100 / -79	388.85	242.00 Incl.	279.00	37.00	0.33	0.07	HW
				260.00	274.00	14.00	0.55	0.11	
235	450199mE 8883300mN	100 / -71	364.50	159.80 Incl.	173.00	13.20	0.33	0.07	HW
				163.00	168.00	5.00	0.61	0.11	
				218.60 Incl.	226.45	7.85	0.37	0.11	SGL
				218.60	219.10	0.50	0.82	0.30	
				224.20	226.45	2.25	0.61	0.20	
Section 3400N									
229	449906mE 8883400mN	090 / -63	520.45	362.00 Incl.	365.35	3.35	0.89	0.32	HW
				362.00	362.65	0.65	3.40	1.15	
				420	422	2.00	0.51	0.16	SGL

Section 3500N									
228	449964mE 8883500mN	090 / -75.5	478.10	Wedge completed			*	*	HW/ SGL
Section 3600N									
227***	450212mE 8883599mN	090 / -63	109.20	26.00	36.00	10.00	0.29	0.06	HW
230	449960mE 8883600mN	090 / -68	385.55	121.40	127.00	5.60	0.52	0.12	HW
				138.20	178.00	39.80	0.28	0.05	HW
				232.00	249.00	17.00	0.26	0.07	HW
				262.00 Incl.	303.00	41.00	0.32	0.10	SGL
				262.00	274.00	12.00	0.46	0.11	
				294.00	301.00	7.00	0.50	0.17	
Section 3700N									
232	450167mE 8883700mN	095 / -66	217.60	62.00	83.00	21.00	0.26	0.05	HW
				90.00 Incl.	112.50	22.50	0.44	0.10	HW
				90.00	98.00	8.00	0.81	0.17	
				136.00 Incl.	192.30	56.30	0.41	0.11	SGL
				169.20	192.30	23.10	0.53	0.16	
209.00	214.00	5.00	0.55	0.10	FW				
233	449990mE 8883700mN	100 / -69	371.05	103.70	113.30	9.60	0.39	0.10	HW
				124.00 Incl.	147.25	23.25	0.67	0.13	HW
				127.00	137.00	10.00	1.13	0.22	
				279.80 Incl.	291.65	11.85	1.13	0.22	SGL
				281.50	287.50	6.00	1.72	0.32	
236	449900mE 8883700mN	105 / -73	434.00				NSA	NSA	HW
							NSA	NSA	SGL
Section 3800N									
239	450096mE 8883800mN	095 / -73	253.6	17.40	23.00	5.60	0.32	0.09	HW
				31.70 Incl.	105.10	73.40	0.31	0.06	HW
				31.70	55.10	23.40	0.57	0.10	
				162.50	176.00	13.50	0.23	0.05	HW
				180.00	185.00	5.00	0.60	0.10	HW
212.15	217.35	5.20	0.84	0.21	SGL				
241	449946mE 8883800mN	090 / -55	328.00				*	*	HW/ SGL

Section 3875N									
240	450090mE 8883877mN	090 / -70	250.50	16.95	32.10	15.15**	0.46	0.04	HW
				32.10	57.60	25.50	0.30	0.05	HW
				79.00	108.00	29.00	0.29	0.08	HW
							NSA	NSA	SGL

Notes:

* **Assays Pending**

** **Mineralized Zone Oxidized**

*** **Attempts to recover hole failed, re-drill planned**

Intervals represent core lengths, not necessarily true widths.

Pt, Pd and Au assay results are not reported because in general, they are less than 1.0 g/t on a combined basis.

NSA – No Significant Assays

HW = Hanging Wall

FW = Foot Wall

SGL = Sleeping Giant Zone