

news release

For immediate release: 02 January 2008

GLADSTONE PACIFIC NICKEL LIMITED ("Gladstone" or "the Company")

(ACN 104 261 887)

Suspension of Shares from trading on AIM

Gladstone notes the announcement from the London Stock Exchange that the Company's shares have been suspended from trading on AIM. The situation has followed the decision of the Company's previous NOMAD, Insinger de Beaufort, to cease to provide NOMAD services to the Company from 31 December 2007.

The Company has been in discussion with an alternative NOMAD, which is currently completing its due diligence on the Company. This is expected to be complete in mid January 2008.

For further information contact:

Julian McNally, Company Secretary - Gladstone Pacific Nickel Limited:
Tel: + 61 7 3211 8899

Simon Rothschild - Bankside Consultants:
Tel: +44 207 367 8888

Note to Editors:

Gladstone Pacific Nickel Limited (GPNL) is an Australian mining development company presently progressing towards funding and construction of the Gladstone Nickel Project (GNP). The Company's vision is to build a major long-life nickel cobalt refinery at the deepwater Port of Gladstone, in Central Queensland, Australia, treating abundant high grade nickel laterite ores from New Caledonia and other south-west Pacific islands, underpinned by beneficiated ores from its own Marlborough deposits. The Project has the potential to be one of the largest of its type in the world producing some 126,000 tpa nickel (8 -10% of global nickel demand) and 10,400 tpa of cobalt metal from its first two stages.

Disclaimer:

This news release includes certain statements that may be deemed "forward-looking statements". All statements in this news release, other than statements of historical facts, that address future exploration drilling, exploration activities and events or developments that the Company expects, are forward looking statements. Although the Company believes the expectations expressed in such forward-looking statements are based on reasonable assumptions, such statements are not

guarantees of future performance and actual results or developments may differ materially from those in forward-looking statements. Factors that could cause actual results to differ materially from those in forward-looking statements include metal prices, exploration success, continued availability of capital and financing, and general economic, market or business conditions.