



GLADSTONE PACIFIC NICKEL LTD

30 July 2008

GLADSTONE PACIFIC NICKEL LTD
ACN (104 261 887)
("GPNL" or "the Company")

RESIGNATION OF DIRECTORS

GPNL today announces the resignation of its Chairman Mr. Clive Palmer and director Mr. Geoffrey Smith with immediate effect. As announced earlier today the Company has entered into merger negotiations with Resource Development International Ltd ("RDI") an unlisted company controlled by Mr Palmer. In order to avoid any conflicts of interest both Mr Palmer, as a significant shareholder of RDI, and Mr Smith, as a full time employee of Mineralogy, a company controlled by Mr Palmer, have resigned from GPNL while the Company deliberates on the merger proposal with RDI.

Mr Downie said "It is in the interests of good corporate governance that both Mr Palmer and Mr Smith have resigned at a time when merger discussions with RDI are in progress. The Board is now comprised of a majority of directors who are not connected to RDI which would not have been the case had Mr Palmer and Mr Smith remained as Directors of GPNL"

Mr James Henderson, a director of the Company since 2005, will become the new Chairman and he has the unanimous support of the Board.

"Mr. Palmer is a major shareholder of GPNL and is continuing to work with China Metallurgical (Group) Corporation ("MCC"), to deliver a fully funded turnkey construction contract, as announced on 29 July 2008, and to advancing the Gladstone Nickel Project," Mr Henderson said.

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