



STOCK EXCHANGE ANNOUNCEMENT

8 June 2011

CORPORATE UPDATE

- Final stages of Coos Bay plant commissioning
- Product shipments commence this month
- SpheriChrome™ official product launch
- Positive pricing environment
- Rights issue closed with high percentage of eligible holders participating

Industrial Minerals Corporation Limited ("IDM") (ASX code: IDM) (OTCQX: ILMCY) is pleased to provide the following information update.

Plant commissioning at the Oregon, USA operation has reached the final stage and can be described as very successful with some delays attributable to the usual minor equipment faults and design issues. Cumulatively eight days were lost. Wet and dry plant processing is underway with adjustments being made to achieve optimum recovery and product specification. Product is being sent to product bins and bagged.

Focus has been placed on the production and shipment readiness of the Company's primary chromite product "SpheriChrome™ which will be the subject of an official launch at the upcoming 12th International Foundry Trade Fair (GIFA) at Dusseldorf (late June). GIFA is staged once every four years and is the premier international foundry industry event and ideal platform for the official launch of SpheriChrome™.

With the increases in price and relatively tight supply of specialty mineral sands, most product categories have been keenly sought. SpheriChrome™ has been positioned as a zircon substitute for the foundry and specialty casting market and commands premium pricing over conventional South African chromite sand.

The Company's initial production profile is split approximately as follows;

SpheriChrome™	70%
Hi-Iron Ilmenite	16%
Garnet	10%
Zircon	4%

The Company is engaged in an ongoing product and market evaluation program whereby the additional valuable heavy minerals contained in its product suite could be best placed to optimize their attributes and improve overall production efficiencies and profitability.



The recently completed underwritten non renounceable rights issue will provide approximately \$13 million for operational and working capital requirements.

Information of the company's American Depository Receipts are:

U.S. Exchange: OTC
Ticker Symbol: ILMCY
CUSIP Number: 456253103
ADR to Ordinary Share Ratio: 1: 20

Scott Mison
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Industrial Minerals Corporation Ltd