



STOCK EXCHANGE ANNOUNCEMENT

4 February 2011

CORPORATE UPDATE

Industrial Minerals Corporation Limited ("IDM") (ASX code: IDM) wishes to announce that the plaintiffs of the recent court ruling, are appealing the decision put forward by U.S District Judge Michael Hogan.

The plaintiffs are appealing that the U.S. Army Corps of Engineers and National Marine Fisheries Service violated certain environmental statutes in issuing a wetlands fill permit for the Company's wholly owned subsidiary's heavy mineral sands mining project.

"ORC remains confident that the original ruling will prevail and all activities related to the construction of the processing plant continue as planned"

Scott Mison

Company Secretary

Industrial Minerals Corporation Ltd