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Continental Nickel Limited (CNI) Closes Initial Public Offering Oversubscribed, Raising Total Gross Proceeds of C\$18.975 million. Trading to Commence on or about August 7, 2007.

Toronto, Ontario (August 2, 2007): The directors of Continental Nickel Limited ("CNI", TSXV: CNI) and Goldstream Mining NL ("Goldstream", ASX:GDM) are pleased to announce that the Initial Public Offering ("IPO") of CNI shares, which included an Australian Sub-Offering of CNI shares to the shareholders of Goldstream, closed on August 2, 2007. The offering was oversubscribed by both Canadian and Australian investors and raised total gross proceeds of C\$18.975 million, including C\$3.850 million raised from the Australian Sub-Offering, after the syndicate of selling agents elected to exercise their over-allotment option. The syndicate was led by Paradigm Capital Inc., and included PI Financial Corp. and Raymond James Ltd.

On July 9, 2007, Continental Nickel filed a final prospectus with the Ontario Securities Commission to list on the TSX Venture Exchange ("TSXV") in Toronto and concurrently filed an Australian prospectus with the Australian Securities and Investment Commission to facilitate the Australian Sub-Offering. The Australian Sub-Offering closed on July 30, 2007.

Through the prospectus offering, CNI raised total gross proceeds of C\$18.975 million (including the Australian Sub-Offering) at a price of C\$1.50 per share for a total of 12,650,000 common shares. A cash commission of C\$1,233,375 was paid equal to 6.5% of the gross proceeds and 655,415 broker warrants were issued, each whole broker warrant entitling the holder to acquire one common share for C\$1.50 until August 2, 2009.

Continental Nickel now has a total of 26,933,000 common shares issued and outstanding, of which 14,283,000 shares are held by Goldstream representing 53% of the issued and outstanding shares. A further 2,405,415 shares are subject to issuance consisting of 1,500,000 management incentive options held by directors, officers and employees exercisable at C\$1.50 per share until the fifth anniversary of listing on the TSXV, 250,000 Finder's Warrants exercisable at C\$1.50 per warrant until the second anniversary of listing on the TSXV, and the 655,415 broker warrants described above for a total of 29,338,415 shares on a fully diluted basis.

Continental Nickel has received conditional approval for listing on the TSXV and subject to fulfilling the final listing requirements, will formally list with a share trading date of on or about August 7, 2007. The Company will be quoted on the TSXV for trading under the symbol "CNI". Continental Nickel will not be listed in Australia.

Net Proceeds from the offering will be used to conduct an extensive exploration program on CNI's 70% owned Nachingwea Nickel Sulphide Project in southeast Tanzania as well as fund the acquisition of additional mineral properties and for general working capital. The support of Goldstream has enabled CNI to enter into exploration contracts for drilling, geophysical surveys and camp services and to mobilize field crews to the Nachingwea project area to initiate logistical setup which will allow for immediate commencement of the exploration program.

Initially, exploration at the Nachingwea Project will focus on further evaluation of high grade nickel sulphide mineralization originally discovered by Goldstream (ASX release on the July 17, 2006). As reported by Goldstream, drill hole NAD013 returned 11.23% Ni, and 1.74% Cu over a core length of 3.0m. CNI is planning to spend a total of C\$9.5 million over the next two years on

exploration including diamond drilling, regional airborne magnetic and EM surveys, ground EM surveys, geological mapping and geochemical sampling.

Craig MacDougall, President & CEO of Continental Nickel Limited, said “I am extremely pleased with the level of interest from the Canadian market and the ongoing support received from Goldstream. We would like to welcome all new shareholders and look forward to developing lasting relationships as we actively explore the Nachingwea project in Tanzania.”

Duncan McBain, Managing Director of Goldstream, commented “the overwhelming level of support in both Canada and Australia has been very gratifying. With a well funded, high calibre management team, the fundamentals are now in place for CNI to add real value to the Nachingwea nickel project. Goldstream looks forward to continuing a strong relationship with CNI.”

A copy of the Canadian Prospectus is available online at www.sedar.com and the Australian Prospectus at www.goldstreammining.com.au.

The technical information contained in this release was compiled by Patricia Tirschmann, P.Geo., Vice President of Exploration for CNI. Ms. Tirschmann is a qualified person as defined by National Instrument 43-101.

In the CNI financing, the securities were not registered under the U.S. Securities Act of 1933, as amended, and were not offered or sold in the United States absent registration or an applicable exemption from the registration requirements. This press release shall not constitute an offer to sell or the solicitation of an offer to buy nor has there been any sale of the securities in any State in which such offer, solicitation or sale would be unlawful.

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