



ASX ANNOUNCEMENT

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IMPACT AGREES TO SALE OF ITS 40% STAKE IN THE NOWTHANNA URANIUM PROJECT TO TORO ENERGY

Impact Minerals Limited (ASX: IPT) is pleased to announce that it has signed a non-binding Term Sheet to sell all of the Company's 40% beneficial share of the Nowthanna uranium deposit in Western Australia, to Toro Energy Limited, sole owner of the advanced Wiluna uranium project, 150 kilometres east of Nowthanna.

The sale comprises 100% of Impact's tenement E51/1075 (the Quinns Lake Project) and also its 20% share of E51/1072 (part of the Yarrabubba Joint Venture). Toro has also agreed to purchase the remaining 80% of E51/1072 from the other parties in the Yarrabubba Joint Venture.

Subject to due diligence by Toro, Impact will receive A\$713,000 and 5,485,000 ordinary Toro shares as its share of the consideration payable. Half of the shares will be escrowed for 6 months and the remaining half will be escrowed for 12 months.

In addition to due diligence, the sale is subject to the execution of a Sale and Purchase Agreement and statutory or third-party consents and approvals. The parties will endeavour to complete the sale by 15 September 2011 and the term sheet provides for an exclusivity period in favour of Toro until that date.

Impact's Managing Director, Dr Mike Jones, said "The sale of the Nowthanna uranium deposit has come at a good time for Impact and reflects the Company's continuing primary focus on its highly prospective exploration assets for uranium and nickel-copper-PGE's in Botswana in Africa.

"The consideration we will receive will be used to further accelerate our exploration programmes on the Botswana Uranium Project where a major drill programme is in progress and the Xade Nickel-Copper-PGE Project where a major airborne magnetic survey has commenced" he said.

Through the direct shareholding in Toro, Impact will also retain significant upside to the targeted first production from late in 2013 from Toro's Wiluna uranium project in Western Australia as well as its extensive portfolio of uranium prospective exploration assets elsewhere in Western Australia as well as South Australia, the Northern Territory and Namibia.

Impact will retain its 20% interest in the remaining tenements within the Yarrabubba Project where drilling of a large molybdenum and copper soil geochemistry anomaly will commence towards the end of the current Quarter.

Dr Michael G Jones, Managing Director