



Press Release No. 20-05

JAGUAR NICKEL ANNOUNCES SALE OF GUATEMALAN SUBSIDIARY AND ALLIANCE WITH MAJOR RESOURCE COMPANY

November 29, 2005, Toronto, Ontario Jaguar Nickel Inc. (the “Company”) (TSX: JNI) announced today that it has signed a definitive share purchase agreement (the “Transaction”) with a wholly owned subsidiary of BHP Billiton Limited (“BHP Billiton”), whereby:

- BHP Billiton will acquire all of the issued and outstanding shares of the Company’s wholly owned Guatemalan subsidiary, Jaguar Nickel, S.A., which holds exploration licenses in the Lake Izabal area in the Republic of Guatemala;
- The purchase price will be CDN \$19 million cash;
- The Transaction will be submitted for shareholder approval at a meeting that is expected to be held in January 2006;
- Concurrently with the closing of the Transaction, which is expected to occur not later than February 28, 2006, the Company will enter into an exploration alliance agreement (the “Alliance”) with another wholly owned subsidiary of BHP Billiton for the exploration and development of nickel mining properties in Canada, Alaska, the mid-continent United States and Greenland, excluding certain properties currently held by BHP Billiton;

The Alliance will be overseen by a five-member steering committee comprised of three representatives of the Company and two representatives of BHP Billiton. This committee will be responsible for determining properties of interest and an agreed upon exploration program. The Company can separately and independently carry out other exploration and development activities in North America and internationally.

David Goldman, Chairman of the Board, stated, “The Board of Directors unanimously recommends acceptance of this transaction. The Company will emerge from this transaction as a well-funded junior exploration company in North America with an alliance with the world’s largest diversified resource corporation. Our strategic review process, which was formalized earlier this year with the formation of the Special Committee and the engagement of Scotia Capital, has been beneficial to the Company and has enhanced shareholder value.”

Richard Weizenbach, Executive Vice-President and Chief Operating Officer stated, “We believe that the alliance with BHP Billiton provides an accelerated platform for the Company to enter into the nickel sulphide business. Exploration targets have been selected for immediate field work, with drilling anticipated for the first quarter of 2006. We expect that cooperation with BHP Billiton’s worldwide exploration team under the Alliance will be of immense benefit to the Company.”

The Company will retain its proprietary process technology patent rights.

About Jaguar Nickel Inc.

Jaguar Nickel Inc. (TSX: JNI) is a professionally managed Canadian nickel exploration and mine development company. The Company's current exploration and development program is focused on the nickel laterite deposits of its licensed properties in Guatemala, Central America.

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Trading Symbol on the TSX: "JNI"

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