

NEW MILLENNIUM RESOURCES NL
ANNOUNCEMENT OF FINAL RESULTS FOR YEAR ENDING 30 JUNE 2004

Company Highlights

- December 2003: Announcement of 100% acquisition of Angola Resources Pty Ltd.
- May 2004: John Cross appointed and Shane M Healy appointed to the board as MD and Finance Director respectively.
- September 2004: Announcement of the largest ever diamond find in Greenland in JV with partner Hudson Resources Inc.
- October 2004: The Company raised AUD\$2.1m working capital to fund the first stage of alluvial diamond production in Angola.
- Year end results show a like for like loss of AUD\$1.17m compared to 2003 loss of \$1.02m once extraordinary items including write downs are deducted.
- The Company expects to be cash flow positive in early 2005.

New Millennium Resources NL (the "Company"), the AIM-listed international diamond mining and exploration company with projects in Angola and Greenland, is pleased to announce the publication of its Statutory Annual Report for the twelve months ending 30 June 2004. The directors took the view that an aggressive attitude should be taken as to the holding value of the assets of the Company. To achieve this, exploration activity in Greenland has been prudently and substantially reduced in preference to the Angolan operations, which offer early substantial cash flow opportunities via alluvial diamond production. Therefore the Company's activity in Greenland will be confined to its JV with Hudson Resources, which has already announced a significant kimberlite discovery, and its niobium project, both in the Sarfartoq license. The three remaining leases in Greenland will not be renewed. With this in view the board has decided to write down or make provision to write down substantially all of the Greenland asset values.

This bold decision has resulted in the Company posting a loss of \$7,818,723 for the year, however of this amount, \$5.22m is exploration provisions for write off. The board also took the view that Angolan assets should be written off over three years, which is expected to be less than the economic life of the equipment. Also provided for were loans from the parent entity to subsidiaries. These items amounted to a further \$1.1m in write-offs and provisions. On a like for like basis in comparison to the same period in 2003 and therefore deducting these "extraordinary" items, the loss would have been \$1.17m against a 2003 loss of \$1.02m.

Since Australia is adopting the International Financial Reporting Standards (IFRS) on 1st January 2005, this decision by the board fully prepares the Company for the IFRS introduction. The Company now has carried forward losses of \$13m, which will be offset

against future profits. Whilst the balance sheet reflects total equity at \$1.6m down from \$6m last year, the contributed equity has risen to \$14.6m and the market capitalisation of the Company is now approximately \$20m.

Since the end of financial year the company has raised \$2.1m and has arranged a standby facility for a further \$1.65m that may be drawn down at the board's discretion. It is expected that the Company will become cash flow positive early in 2005.

Shane M. Healy
Finance Director

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About New Millennium Resources NL

New Millennium Resources NL is an AIM-listed international diamond exploration and development company with active projects in Greenland and Africa. NML holds a significant (34%) interest in the high quality C9 Lapi diamond project in Angola, and is set to enter production by end 2004 and with the expectation of substantial cash flow for the company.

New Millennium London Road Show, 1-5 November 2004

Directors of the company will be in London from November 1st – 5th giving presentations to interested parties and meeting with shareholders. If you would like further information or would like to schedule a meeting please contact Cindy Dennis at Capital PR on the numbers above.