

Company [New Millennium Resources Ltd](#)
TIDM NML
Headline Update / Directorate Change
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New Millennium Resources Ltd
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New Millennium Resources Limited
('NML' or the 'Company')

Trading Update / Directorate Change

Kimberlite Exploration License

The Company's subsidiary, Angola Resources Pty Ltd, is in discussions with the relevant Angolan authorities to acquire a kimberlite exploration licence for its C9 concession at Rio Lapi in North Eastern Angola. The Companies C9 concession abuts Catoca the 3rd largest diamond mine in the world. Catoca is a consortium involving a number of parties including Alrosa one of the big four world diamond producers. It is part of the Company's strategic plan to attract a JV partner from amongst the big four without which a kimberlite mining license is unlikely to be granted. To this end the Company is making all possible efforts to accommodate the requirements of the relevant Angolan authorities.

Shane Healy commented:

"Catoca has, at the behest of Endiama, commenced to explore the known kimberlites on C9. Catoca has drilled eleven holes on one of the identified kimberlites. This exploration ceased upon us establishing our equipment on that site. Endiama is anxious to accelerate the development of its kimberlite potential in Angola, and to this end is looking to those best able to exploit resources in the shortest possible time. This requires both financial and technical capabilities which rest almost exclusively with the major diamond producers. Alrosa has made numerous public statements that it intends to expand its operations in Angola. Catoca's proximity to our concession creates economies to Alrosa not available elsewhere in Angola. Not the lease of which is time to set-up full production which is estimated to be significantly less for Alrosa than other parties."

Exploration Programme

Endiama, the Angolan government owned diamond monopoly has requested that we cease mining operations and return to grab pit sampling on C9. This is to prevent any violation of possible kimberlite areas or interference with kimberlite exploration. The Company has acquiesced to Endiama's requests in the interest of a greater gain in the kimberlite prospect. In the interim, the concession will be fully explored to enable systematic co-ordination between the alluvial and possible kimberlite operations.

Shane Healy added:

Whilst alluvial diamond production is a lucrative cash flow operation, the asset which adds greatest shareholder value is hard rock kimberlite. With this in view the Company is looking to work more closely with Endiama and its partners in Angola to gain a Kimberlite exploration licence.

Endiama assistance

Endiama the Company's 51% partner in the project has assisted the Company by assigning one of its pre-eminent geologists and a senior topographer to the project. The Company and Endiama are committed to working together to ensure the most profitable outcome for the joint venture.

Resignation of Managing Director

The Board of Directors of New Millennium Resources Limited announces that John Cross has resigned as Managing Director and Chief Executive Officer, to pursue other interests. His resignation from the Board is effective immediately. The board wishes to thank John for his contribution to the Company and wishes him well in his new endeavors.

Appointment of new Managing Director

Shane Healy, the current CFO, has been appointed Managing Director and Chief Executive Officer in the interim and until such times as a replacement CEO is recruited.

Reduction in Overheads

The Company has been geared up for mining and fully operational for the past 12 months. This has been an expensive undertaking. With a return to exploration extensive costs reductions have been achieved. The substantial proportion of the equipment is to be maintained on standby until such times as alluvial mining is to recommence. Staff and manning levels have been reduced commensurately. Piet Badenhorst has stood down as Mine Manager and Neels Badenhorst will take over all responsibilities for onsite operations.

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