

Newland Resources Ltd

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Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street,
Sydney NSW 2000

By: Electronic lodgement

Dear Sir,

Resources Investment Trust plc Services Agreement.

The Board of Newland Resources Ltd (**NRL**) note that an announcement was issued yesterday in London by Resources Investment Trust plc (**ReIT**) concerning the management services agreement between ReIT and NRL.

ReIT have advised the market they will be proceeding to realise the company's investments in accordance with a resolution passed at an extraordinary general meeting held on 3 October 2006. The announcement acknowledged NRL considers the passing of the resolution to be a repudiatory breach of the Management Services Agreement between ReIT and NRL.

Accordingly that agreement has been terminated with immediate effect and NRL are seeking damages of not less than £4m (approx A\$10m) in respect of the alleged breach.

The ReIT announcement went on to state that "*On the basis of legal advice received by the Company the Directors reject any suggestion that the Company is in breach of the agreement and are confident that the Company will be able to defend successfully any claims which NRL may bring.*"

The Board of NRL has sought senior legal advice on this matter and are pursuing what they have been advised is a well founded claim arising from the repudiatory breach and a further announcement concerning this will be made as and when the position becomes clearer.

Yours faithfully,
for **NEWLAND RESOURCES LTD**



L A Colless
Director

