

Newland Resources Ltd

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30 April 2004

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

Dear Sir,

QUARTERLY REPORT FOR THE PERIOD ENDING 31 MARCH 2004

HIGHLIGHTS

RESOURCES SERVICES LIMITED EARNS PERFORMANCE FEE FROM RESOURCES INVESTMENT TRUST PLC

RESOURCES FINANCE

The acquisition of a further 45% interest in Resources Services Ltd (**RSL**) and Resources Services (BVI) Ltd (**RSOL**) was completed towards the end of the previous quarter and those companies became subsidiaries as from 1 January 2004. Therefore as from 1 January 2004, the Company controls 95% of both RSL and RSOL.

As previously reported, RSL has a 10 year contract to manage the investment portfolio of Resources Investment Trust (**REIT**), the main board London listed investment company. The contract has substantial value being calculated on 1.5% of the assets of REIT together with a share in 20% of any increase in the Net Asset Value of REIT on a peak to peak basis, after a notional 6% interest factor. The assets of REIT equate to approximately A\$60 million. The next calculation point is 30 September 2004. At 31 March 2004, RSL earned a performance fee from REIT. That amount is subject to confirmation by REIT and their auditors and is expected to be in the region of £600,000 (A\$1,400,000) of which RSL is entitled to 80% thereof.

Also as previously reported, RSOL has a management contract for the resource portfolio of Ocean Resources Capital Holdings plc, a London based mining finance house, listed on the AIM market in March 2003. This contract is calculated at 1.5% of the net assets of Ocean Resources together with a share in 20% of the increase in the Ocean market capitalisation over £42 million (\$100 million) on a peak to peak basis, after a notional 6%. Ocean has a resource portfolio of approximately £35-40 million currently. As the incentive bonus is calculated on the Ocean capitalisation, it is unclear, at this stage, as to whether any bonus will be payable in the short term.

FINANCIAL SERVICES

Newland has a 24% (diluted down from 42%) stake in the ordinary capital of MG Capital plc and owns approximately 95% of its preference shares.

The Company understands that MG Capital are in discussions with various parties regarding a re-structure of the company, but as yet, details are not available.

MINERALS

MT GARNET MINES NL

Newland Resources Ltd, through its wholly owned subsidiary, Mt Garnet Mines NL, has a residual interest in the Mt Garnet leases currently beneficially owned by Kagara Zinc Ltd. During the quarter, Newland did not receive any fees for its share in the residual interest.

Kagara Zinc have advised that they have ceased drawing ore from the Mt Garnet lease and will not be mining from Mt Garnet in the immediate future. It is not known when they will recommence drawing ore from the Mt Garnet lease.

Yours faithfully,
for **NEWLAND RESOURCES LTD**

Lindsay A Colless
Director