

# DIAMOND VENTURES NL

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Australian Stock Exchange Limited  
Company Announcements Office  
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SYDNEY NSW 2000

BY FAX: 1300-300 021

Dear Sir,

## ERROR IN ADMIRAL/BUTTERFLY PIT OPTIMISATIONS, KOOKYNIE PROJECT

Notification has been received from consultant, Interline Engineering Services Pty Ltd, that the pit optimisation analysis it conducted in relation to the identified mineral resources of the Admiral and Butterfly Deposits at Kookynie is in error. Although small profitable pits are still indicated the effect of the error is to reduce the expected operating cash surplus from the two deposits from \$6 million, as previously reported, to \$1.8 million using a gold price of A\$525/oz. Using a gold price of A\$600/oz the expected operating cash surplus is \$3.3 million. The resource estimates for the two deposits remain unchanged.

The error arose in the detail of the optimisation analysis and was detected by comparison against an independently calculated optimisation. Interline Engineering Services is refunding its fees. No appreciable expenses were incurred by Diamond Ventures as a result of the error and no changes to the planned exploration programmes or overall approach at Kookynie are necessary.

Yours faithfully,



W R Bucknell  
Director