

DIAMOND VENTURES NL

ABN 82 062 091 909

Suite 701, 220 Pacific Highway, Crows Nest NSW 2065 Australia
Telephone: 02-9929 6633 Facsimile: 02-9929 9366 www.diamondventures.com.au

23 May 2003

Australian Stock Exchange Limited
10th Floor, 20 Bridge Street
Sydney NSW 2000

Dear Sir,

TOUQUOY PROJECT – POTENTIAL OPEN PIT GOLD PROJECT IN EASTERN CANADA. GOLD RESOURCES OF 405,000 CONTAINED OUNCES

The Chairman of Diamond Ventures NL Mr Ron Hawkes announces that the Company has entered into an Agreement with Moose River Resources Inc (MRRI), a private Canadian company, to earn up to a 75% interest in the Touquoy Project which is located in the Province of Nova Scotia (see accompanying location plan).

The Touquoy Project consists of approximately 1300 hectares and is located in the vicinity of several former producing gold mines. Indicated resources for the Property of 3.8 million tonnes @ 2.22 g/t Au (274,000 contained ounces of gold) and inferred resources of 1.9 million tonnes @ 2.15 g/t Au (131,000 contained ounces of gold) have been estimated by Watts, Griffis and McOuat – Consulting Geologists and Engineers. The 405,000 ounce gold resource is defined by more than 170 diamond drill holes many of which intersect gold mineralisation from surface, over widths exceeding 100 metres vertically (see accompanying geological plan and cross-section).

Results of preliminary pit design and engineering testwork reported by Watts, Griffis and McOuat indicate a low stripping ratio, metallurgical recoveries in excess of 90% and favourable grindability characteristics. Although further discoveries of gold are likely required to support commercial production there is excellent potential to extend the existing resources and to discover additional gold resources elsewhere along the 9 km prospective strike length of the Property.

Under the Agreement DDV

- is committed to make a cash payment of CAD\$40,000 to MRRI in 2003
- may earn a 60% interest in the entire Property by spending CAD\$500,000 prior to 31 December 2004 and a total of CAD\$2.2 million before 31 December 2005 on exploration, evaluation and development of the Property, and by making additional cash payments totalling

CAD\$200,000 to MRRI. The additional cash payments are monthly payments of CAD\$10,000 commencing January 2004

- may earn an additional 15% interest in the Exploration Block, which comprises the major part of the Property outside the currently defined resource area, upon securing project financing for the Project.

DDV will be the operator and manager of the Project and will arrange project financing in respect of MRRI's minority interest.

DDV may withdraw from the Project at any time after making the above mentioned cash payment of CAD\$40,000 to MRRI.

Mr Hawkes is cautiously optimistic that, provided funds are available, DDV can define the reserves and undertake the technical work required to develop a commercial stand-alone gold mining operation on this Property.

Mr Hawkes met with the Minister of Natural Resources and his key officials for the Province and was very encouraged by that meeting.

With regard to other activities, it is advised that at Kookynie the Company will be restricting its activities to the Butterfly Development Area in which it holds 50% interest. This Development Area includes the Clark, Butterfly, Admiral and Redlake gold deposits, and where recent mining undertaken by Sons of Gwalia at Butterfly returned revenues of \$300,000 to DDV. Aggregate Probable Reserves of 30,000 ounces have previously been reported for these deposits. At this time negotiations continue in relation to mining and processing of the Clark deposit.

DDV further announces that it has been granted an Exploration Licence at Mt Drysdale (see accompanying location plan), located 30 km north of the Peak Gold Mine at Cobar, now operated by Wheaton River Minerals Ltd with annual production of 110,000 ounces gold. This Exploration Licence covers historic gold workings in similar stratigraphy and mineralised host rocks as at the Peak Mine. An undrilled IP anomaly over 1 km in length is associated with these workings. Further south an intersection of 46 m @ 0.46 g/t from 6 m depth is reported from a single isolated drillhole.

Yours sincerely





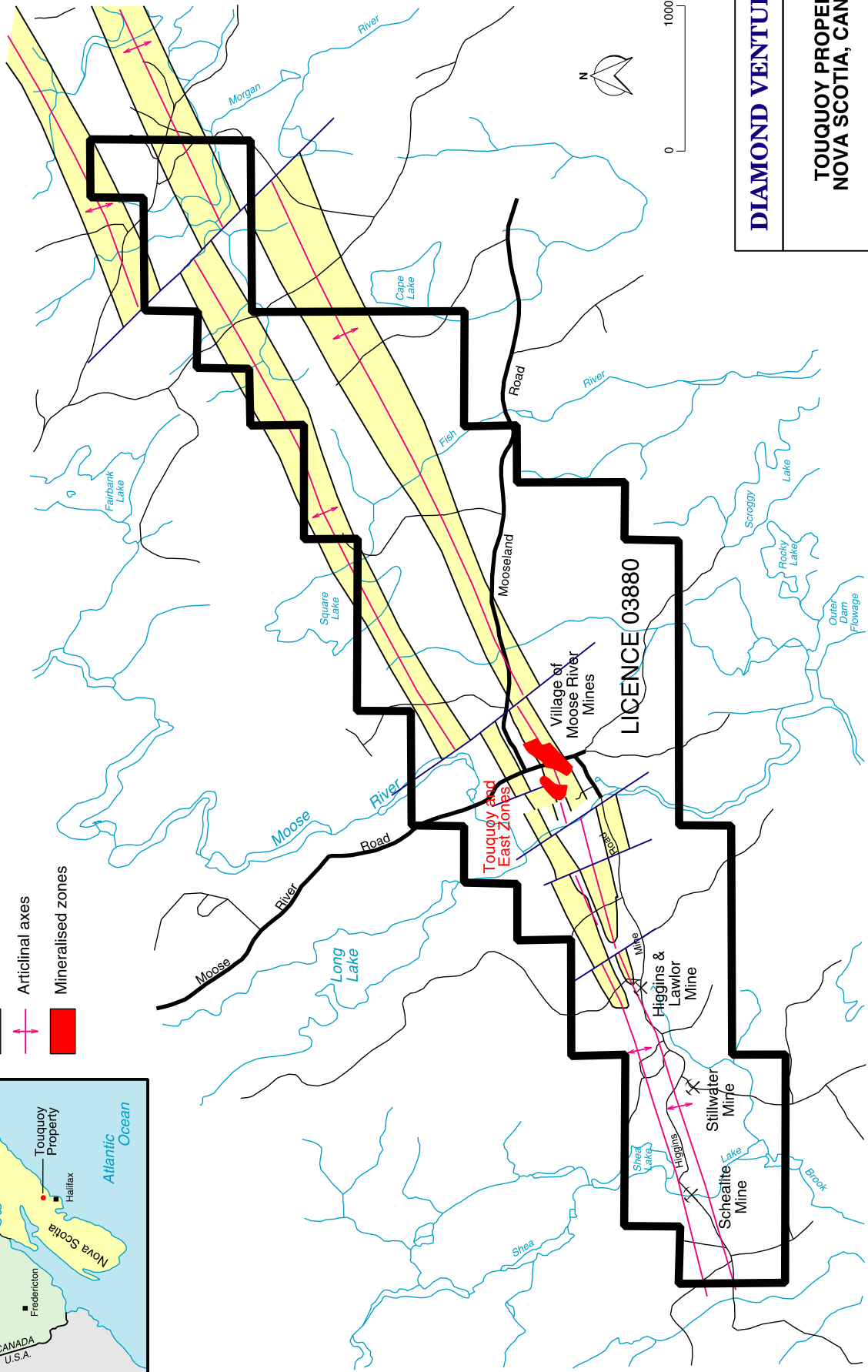
Wally Bucknell
Executive Director

atts.



Legend

-  Licence boundary (Corner Bay Minerals Option)
-  Mineralised argillite package
-  Artifical axes
-  Mineralised zones



DIAMOND VENTURES NL

**TOUQUOY PROPERTY
NOVA SCOTIA, CANADA**

STRATIGRAPHIC COLUMN

Cambrio-Ordovician

Youngest

UPPER GREYWACKE PACKAGE



HIGGINS GREYWACKE
Greywacke with minor interbedded argillite, approximate true thickness of 40-50 metres



COPPER ARGILLITE
Argillite, green-grey, approximate true thickness of 6 metres



TOUQUOY GREYWACKE
Greywacke with minor interbedded argillite, approximate true thickness of 15 metres



QUARRY BELT
Argillite green-grey with minor greywacke beds near base of unit, big, North Vein, 200 metres base of unit, approx. true thickness 15-20 metres.



TOUQUOY ARGILLITE
Argillite green-grey with minor interbeds black argillite, very homogeneous, host to main Touquoy deposit, approximate true thickness 100-120 metres.



BASAL GREYWACKE
Greywacke with minor interbedded argillite, approximate true thickness 40 metres.



Mineralised Zones



Fault



Anticlinal Axes

Surface Rights Areas



0 100 m

22200mE

22000mE

21800mE

21600mE

Section
21625mE

10400mN

10200mN

10000mN

TOUQUOY ZONE

TOUQUOY MINIPIT

EAST ZONE

Southeast
Quarry
Area

Northeast Fault

East Fault

West Fault

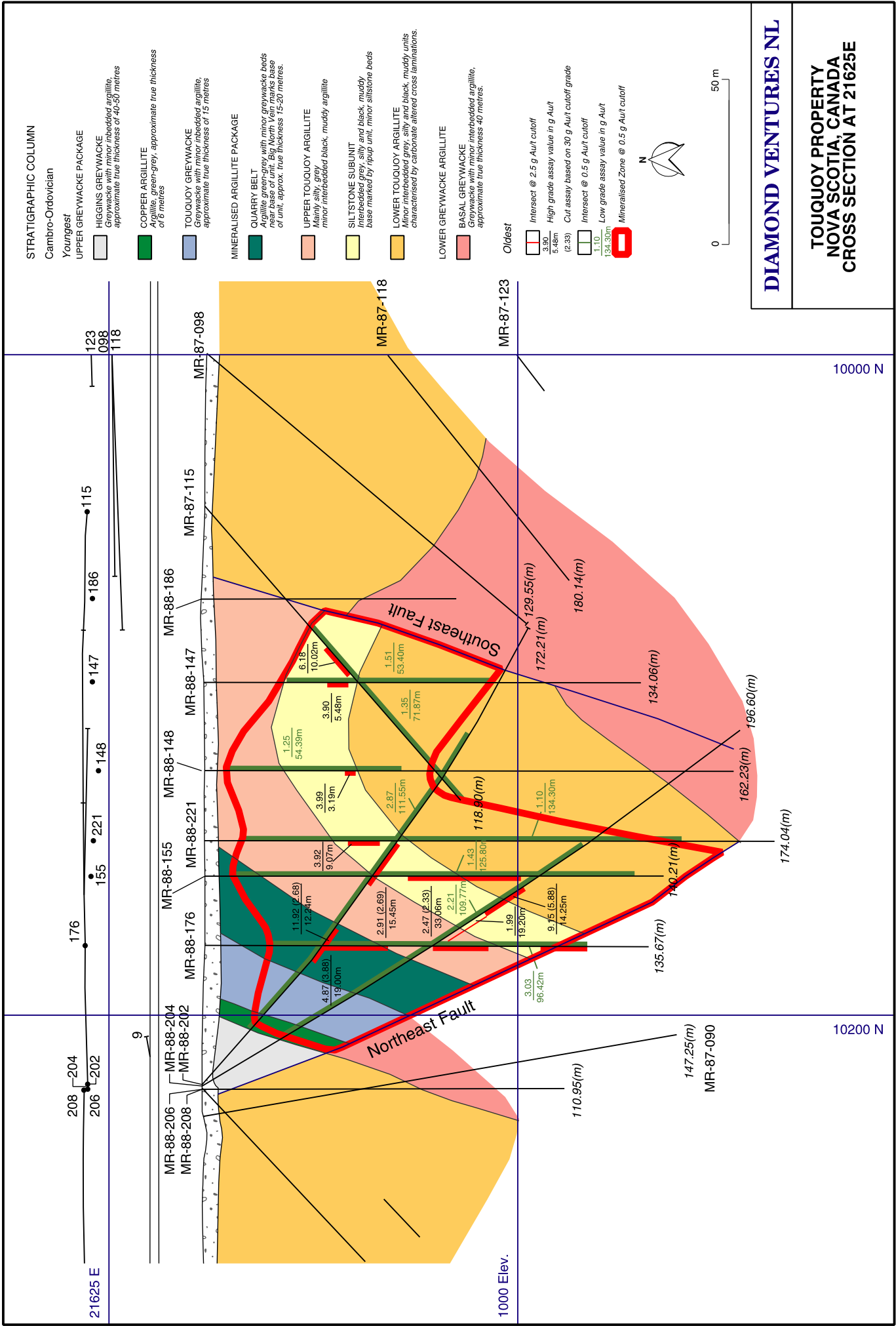
Axis of
Touquoy Anticline

Southeast Fault

Moose
River

DIAMOND VENTURES NL

**TOUQUOY PROPERTY
NOVA SCOTIA, CANADA
PROPERTY MINERALISED ZONES**



STRATIGRAPHIC COLUMN

Cambro-Ordovician

Youngest

UPPER GREYWACKE PACKAGE

HIGGINS GREYWACKE

Greywacke with minor ribbed argillite, approximate true thickness of 40-50 metres

COPPER ARGILLITE

Argillite, green-grey, approximate true thickness of 6 metres

TOUQUOY GREYWACKE

Greywacke with minor ribbed argillite, approximate true thickness of 15 metres

MINERALISED ARGILLITE PACKAGE

QUARRY BELT

Argillite green-grey with minor greywacke beds, approximately true thickness of 15-20 metres

UPPER TOUQUOY ARGILLITE

Mainly silty, grey minor interbedded black, muddy argillite

SILTSTONE SUBUNIT

Interbedded grey, silty and black, muddy base marked by ripple unit, minor siltstone beds

LOWER TOUQUOY ARGILLITE

Minor interbedded grey, silty and black, muddy units characterised by carbonate altered cross laminations.

LOWER GREYWACKE ARGILLITE

BASAL GREYWACKE

Greywacke with minor interbedded argillite, approximate true thickness 40 metres.

Oldest

Intersect @ 2.5 g Au/t cutoff

3.90 High grade assay value in g Au/t

5.48m Cut assay based on 30 g Au/t cutoff grade

(2.33) Intersect @ 0.5 g Au/t cutoff

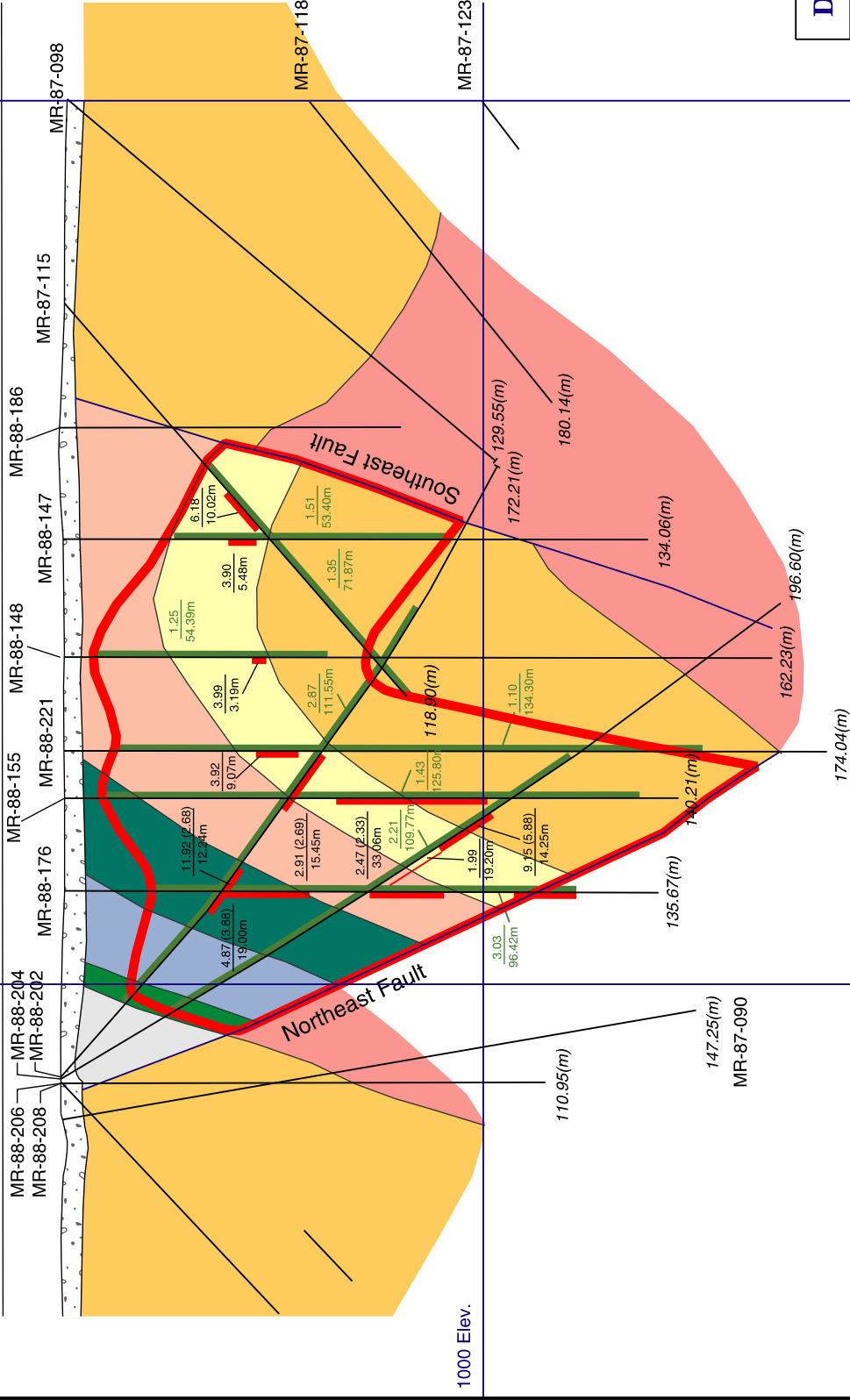
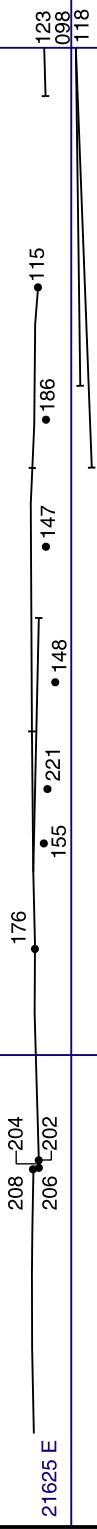
1.10 Low grade assay value in g Au/t

134.30m Mineralised Zone @ 0.5 g Au/t cutoff



DIAMOND VENTURES NL

**TOUQUOY PROPERTY
NOVA SCOTIA, CANADA
CROSS SECTION AT 21625E**



10000 N

10200 N

