

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

27 July 2004

Company Announcements Office
Australian Stock Exchange Limited
10th Floor, 20 Bridge St
Sydney NSW 2000

PARTLY PAID ORDINARY SHARES - 2 CENT CALL

As a result of the strong gold price and the continued encouragement at Touquoy the Company has decided to make a call of 2 cents per share on each of the 30,296,342 partly paid ordinary shares currently paid to 3 cents per share. The Directors have advised that they will be paying the calls due on their holdings.

Holders of partly paid shares are due to pay the call by 18 August 2004. The failure to pay the call will result in the forfeit of the partly paid shares in accordance with the *Corporations Act 2001* and the Constitution of the Company.

The funds raised from this call will be used to partly fund the bankable feasibility study in relation to the development of the Touquoy gold project in Nova Scotia Canada.

A pro forma call notice is attached.

Yours faithfully



Wally Bucknell
Executive Director

DIAMOND VENTURES NL

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27 July 2004

THIS NOTICE IS IMPORTANT. IT REQUIRES YOUR IMMEDIATE ATTENTION.

Dear Shareholder

PARTLY PAID ORDINARY SHARES – 2 CENT CALL

As a result of the strong gold price and the continued encouragement at Touquoy the Company has decided to make a call of 2 cents per share on each of the 30,296,342 partly paid ordinary shares currently paid to 3 cents per share. Attached is a copy of the Company's latest announcement to the ASX which includes the estimation of a Mineral Resource of 99,000 gold ounces from an area 2km west of the main Touquoy deposit and which brings the total project resource to 571,000 gold ounces. Your Directors have advised that they will be paying the calls due on their holdings

The Directors have previously advised that under the terms of the original issue of these shares no more than 2 cents per share may be called in any 6 month period.

You are the registered holder of Diamond Ventures NL partly paid ordinary shares as at the date of this letter. The due date for payment of the amount noted on the attached "Remittance Advice" is **18 August 2004**.

NON-PAYMENT

If you fail to pay the \$0.02 per share call on your holding of partly paid ordinary shares then those partly paid shares will be forfeited and sold by auction in accordance with the *Corporations Act 2001* and the Constitution of the Company. If the Company sells your partly paid shares in this manner, the proceeds from the sale will be applied in the following order:

1. to the expenses of the sale;
2. any expenses necessarily incurred relating to the forfeiture; and then
3. the unpaid call.

The balance (if any) will be paid to those persons whose shares have been forfeited.

TRADING AND TRANSFERS

The last day for trading partly paid call **unpaid** shares is 17 August 2004 and the last day for the Company's registry to accept transfer of partly paid call **unpaid** shares is 24 August 2004.

The partly paid shares call **paid** commence trading on 31 August 2004.

MARKET PRICE

The highest and lowest market price of the Company's fully paid ordinary shares and partly paid ordinary shares on which the call is being made during the three months immediately preceding the date of this call notice and respective dates of those sales and the market price on the business day immediately preceding the date of this call notice were:

Market Price ASX Code	Partly Paid Ordinary Shares DDVCA		Fully Paid Ordinary Shares DDV	
	Date	Cents	Date	Cents
Highest	4 May 04	3.2	12 July 04	13.0
Lowest	7 & 11 May 04	2.0	1 & 2 June 04	8.0
	2 & 26 July 04		5 July 04	
Latest	26 July 04	2.0	26 July 04	9.0

The latest market price of the fully paid ordinary shares and the partly paid ordinary shares on which the call is being made immediately before the Company told the ASX that it intended to make a call was 9 cents and 2 cents respectively.

RECENT EXPENDITURE AND APPLICATION OF FUNDS

The amount spent on exploration and administration since 31 December 2003 which is the date of the Company's last audited accounts is \$1,198,883.

The funds raised from this call will be used to partly fund the bankable feasibility study in relation to the development of the Touquoy gold deposit in Nova Scotia Canada.

COMPANY UPDATE

The Directors are pleased to enclose a copy of the Company's latest release to the ASX which inter alia includes a Mineral Resource estimate for the Touquoy West gold deposit located 2km west along strike from the Touquoy gold deposit and which brings the total resource inventory for the Touquoy Project to 571,000 ounces of gold.

The additional resources further strengthen the previously released scoping study (21 May 2004) which indicates an after tax return for the Project of 30% based on a Canadian spot gold price of \$530 per ounce and annual production of approximately 90,000 ounces of gold.

DIRECTORS' INTENT

The Directors who hold a total of 6,436,860 partly paid ordinary shares have indicated their intention to pay the call due on their respective holdings and encourage you to do the same.

Director	Shareholding
Ronald J Hawkes	5,000,000
Wally Bucknell	1,036,860
Donald L Cooper	400,000

TAXATION

Shareholders should consult their own taxation advisers as to the income tax impact, if any, in relation to the payment of this call, and in the event of non payment, forfeiture.

PAYMENT

Due date for payment of the call is 18 August 2004.

Payment by cheque

Please return the attached "Remittance Advice" together with your cheque in the enclosed reply paid envelope to:

Diamond Ventures NL
Suite 701, 220 Pacific Highway
Crows Nest NSW 2065

Payment should be made in Australian currency by cheque payable to Diamond Ventures NL and marked "not negotiable". Receipts for payments will not be issued.

Payment by direct credit

Payment can be made electronically by transfer of funds in Australian currency on or before the due date to the following account:

Diamond Ventures NL Share Call
BSB 032-102
Account number 393200

Please include as the reference on the transfer your "Call Reference Number" shown on the "Remittance Advice". Your "Remittance Advice", with the date of your funds transfer noted on the form, should be returned to Diamond Ventures in the enclosed reply paid envelope or faxed to 02-9929 9366.

QUESTIONS

Should you have any questions please contact Brian Bolton or me on 02 9929 6633. We also invite you to visit the Company's website at www.diamondventures.com.au for regular Company updates.

Yours faithfully



Wally Bucknell
Executive Director

DIAMOND VENTURES NL

ABN 82 062 091 909

Registered office:

Diamond Ventures NL
Suite 701, 220 Pacific Highway
Crows Nest NSW 2065

Enquiries:

Phone: 02-9929 6633

Fax: 02-9929 9366

{ HYPERLINK

http://www.diamondventures.com.au }

{ HYPERLINK

mailto:info@diamondventures.com.au }

<ADDRESS LINE 1>

<ADDRESS LINE 2>

<ADDRESS LINE 3>

<ADDRESS LINE 4>

<ADDRESS LINE 5>

REMITTANCE ADVICE

NOTICE OF CALL DUE ON DIAMOND VENTURES NL PARTLY PAID SHARES

THE LAST DAY FOR PAYMENT IS 18 August 2004

Call reference number

<CALL_REF_NO>

CURRENT SHAREHOLDING

Number of partly paid shares held

<share no> partly paid shares

Amount due at 2 cents per share

<CALL_AMT>

Contact details

Contact name

Phone (bus. hours)

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email address

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PAYMENT INSTRUCTIONS

Payment by cheque

Please return this voucher together with your cheque in the enclosed reply paid envelope to:

Diamond Ventures NL
Suite 701, 220 Pacific Highway
Crows Nest NSW 2065

Payment should be made in Australian currency by cheque payable to **Diamond Ventures NL** and marked "not negotiable". Receipts for payments will not be issued.

Drawer

Cheque number

BSB and account number

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Please include as the reference on the transfer your **Call Reference Number** shown above and forward this Remittance Advice, with the date of your funds transfer noted, to Diamond Ventures in the enclosed reply paid envelope or by fax to 02-9929 9366.

Date of transfer of funds

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