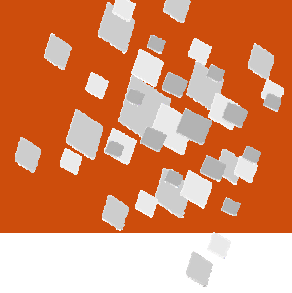




Namakwa Diamond Company

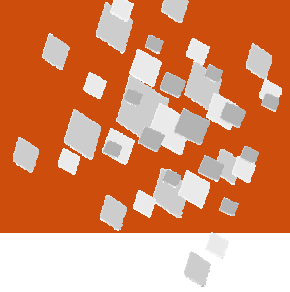
An Emerging Diamond Producer

Namakwa Diamond Company



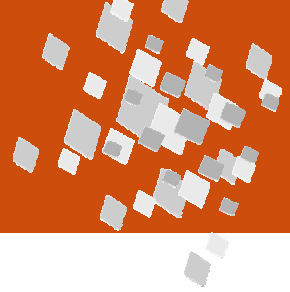
- At the forefront of a ‘new era’ of diamond exploration and production in South Africa
- Listed on the Australian Stock Exchange (ASX Code: NDC)
- Quality project with the ‘right address’ – South Africa’s West Coast (estimates of 50 million carats produced from beaches worth today A\$10 billion)
- Targeting gem quality diamond production commencing September 2004 (Stage 1)
- Strong production and cash flow profile – Stage 2 expansion objective to produce at the rate of 240,000 carats per annum commencing 2006
- Growth from project development, further exploration and acquisition
- Largest diamond recovered to date 15 carat top gem

Mission Statement & Objectives



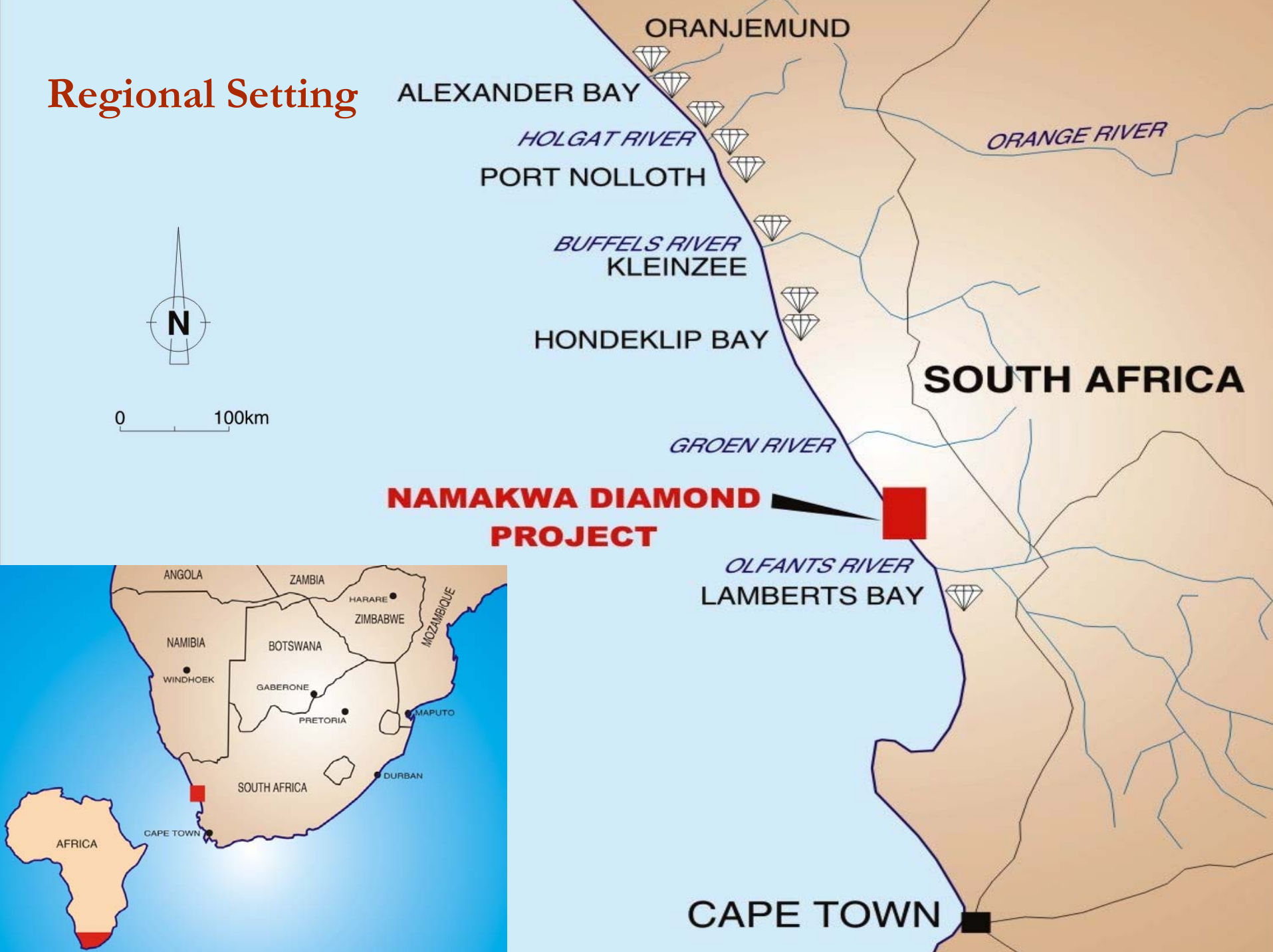
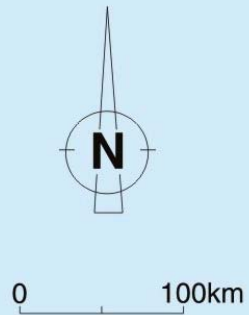
- To become a significant producer of gem quality diamonds with a return to stakeholders above that expected on average
- To systematically and professionally continue to evaluate, develop and licence the Namakwa Diamond Project into a mine
- To find/acquire another quality diamond project within the next two years
- To be a Black Empowered company
- Stage 1 Mining, 95,000 carats per annum, commencing Q3, 2004 (500,000 tpa) (A\$7 million annual cash surplus)
- Stage 2 Exploration, remaining 97% of tenement areas 2004-2005
- Delineate at least 15 mt (2.4m cts) worth (gross) A\$ +/- 400 million
- Stage 2 Mining, 240,000 carats per annum, commencing early 2006 (1.5 mtpa) (A\$22 million annual cash surplus)

Recent Achievements

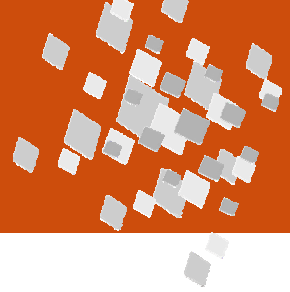


- Bulk Sampling program and Stage 1 Feasibility Study completed. Cash margin A\$14/tonne
- 42,569 diamonds weighing 4,533 carats recovered from exploration and mine development to date, and sold at US\$101/carats (in 2003)
- Initial resource of 2.2 mt containing 411,000 carats identified from less than 3% of project area. In situ value +/- A\$70 million
- Mining Right Application and final EIA completed, lodged and approved for Stage 1 Mining
- Construction for Stage 1 Mining to be completed September 2004
- Black Economic Empowerment (BEE) Partner transaction with Zaico completed
- New Africa Mining Fund – A\$4.2 million funding completed
- Colonial First State (CFA) placement – A\$2.6 million (largest Australian Institution)

Regional Setting

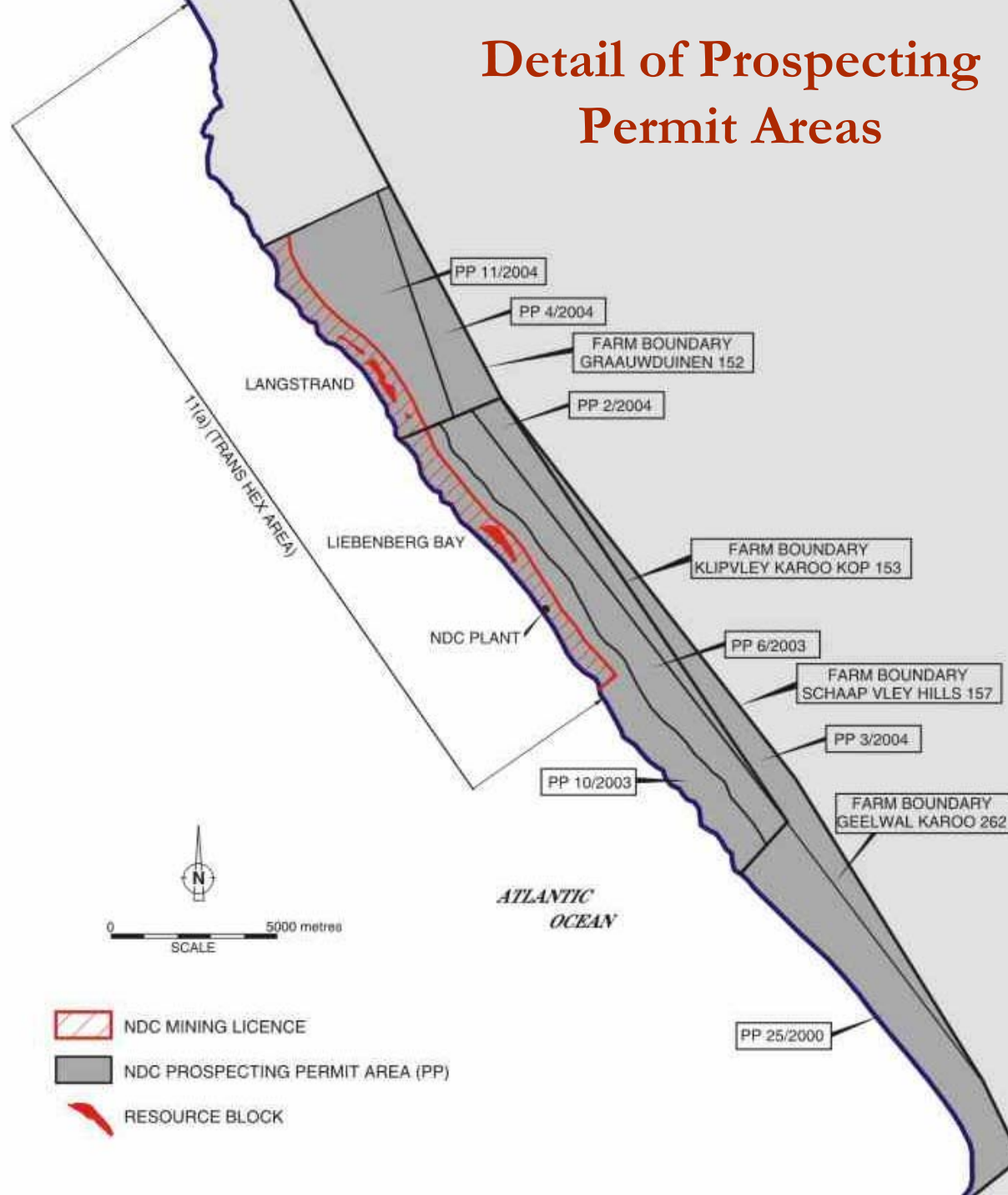


A Low-Risk Venture

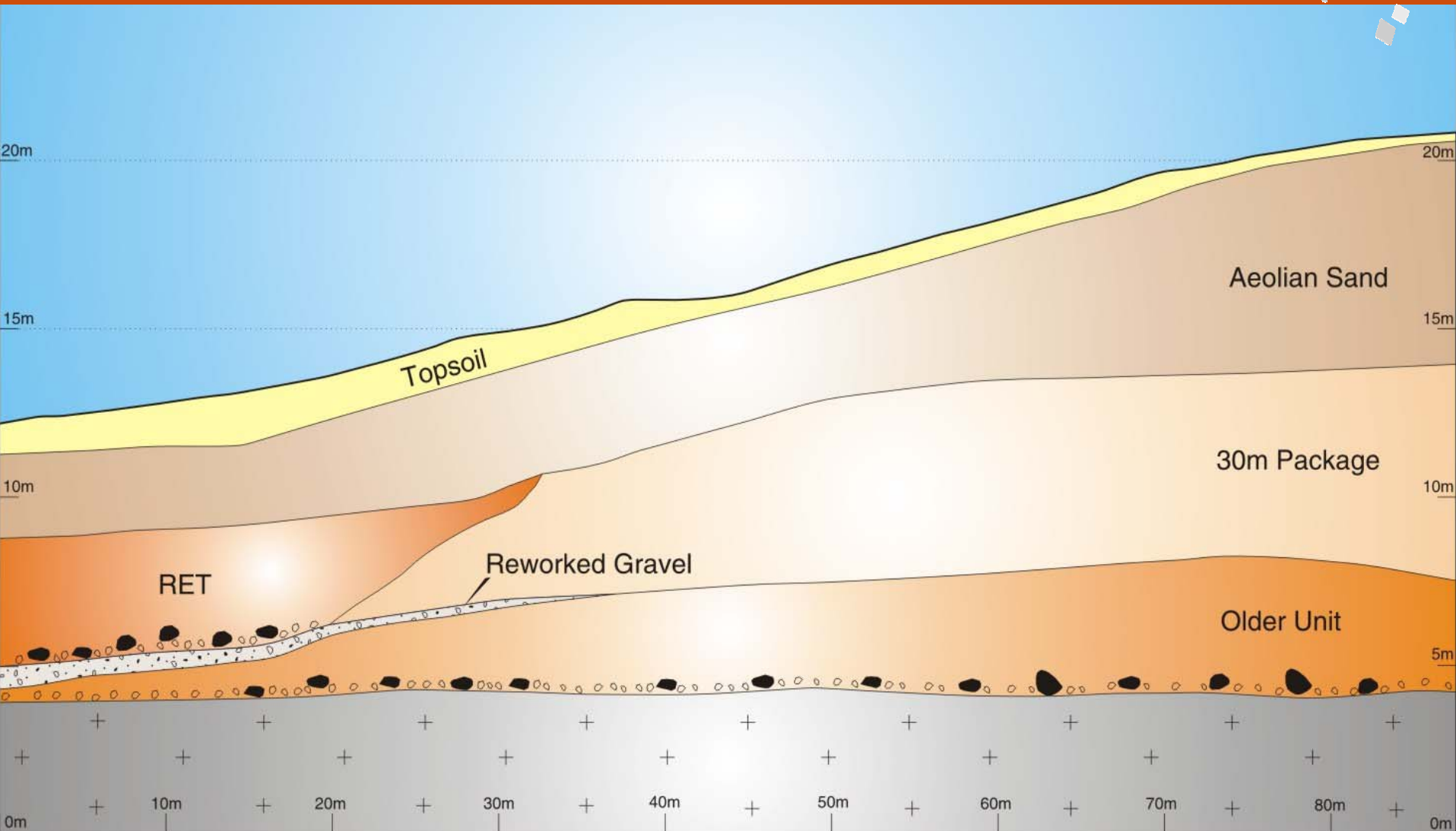


- Mining Right and seven adjacent Concessions – 90.4 km² coastal strip: 36 km long, 1-2 km wide
- Historical and current substantial diamond mines to the north and south on land, and to the west under the Atlantic Ocean
- Unique location between De Beers (north) and Trans Hex (south)
- 12 km north of major drainage system (Olifants River) – feeder of diamonds from the east
- Targeting 3 onshore palaeo marine terraces, several palaeo channels and major embayments
- Small-scale recent mining of Klipvley Karoo Kop
- Ex De Beers ground – last sampled in 1964

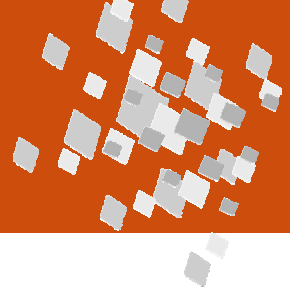
Detail of Prospecting Permit Areas



Geology & Stratigraphy at Liebenberg Bay



Progress to Date



- Major bulk samples excavated and treated over past 18 months in excess of 60,000 tonnes, treated through exploration plant
- Average grade of 19 cpht from sampling to date
- 30,000 metres of drilling completed – excellent gravel intersections
- GIS, base map, survey grid and database complete
- Mining Licence (Stage 1) lodged – Mining Approval received May 2004
- Spectrem Airborne Survey flown – early results, major scale regional targets identified
- Trans Hex Agreement – Beach/Surf Zone Areas
- Production Plant (Stage 1) – Operational September 2004

Trench KKT5R – Liebenberg Bay



Trench Pot Holes



Dense Media Separation (DMS) Plant

- DMS Plant – including Flow Sort (X Ray) Final Recovery unit (new)
- 100 tonnes per hour for Stage 1 Mining (500,000 tpa)
- New plant 250-300 t/hr Stage 2 (1.5 mtpa) – early 2006



DMS Plant Upgrades

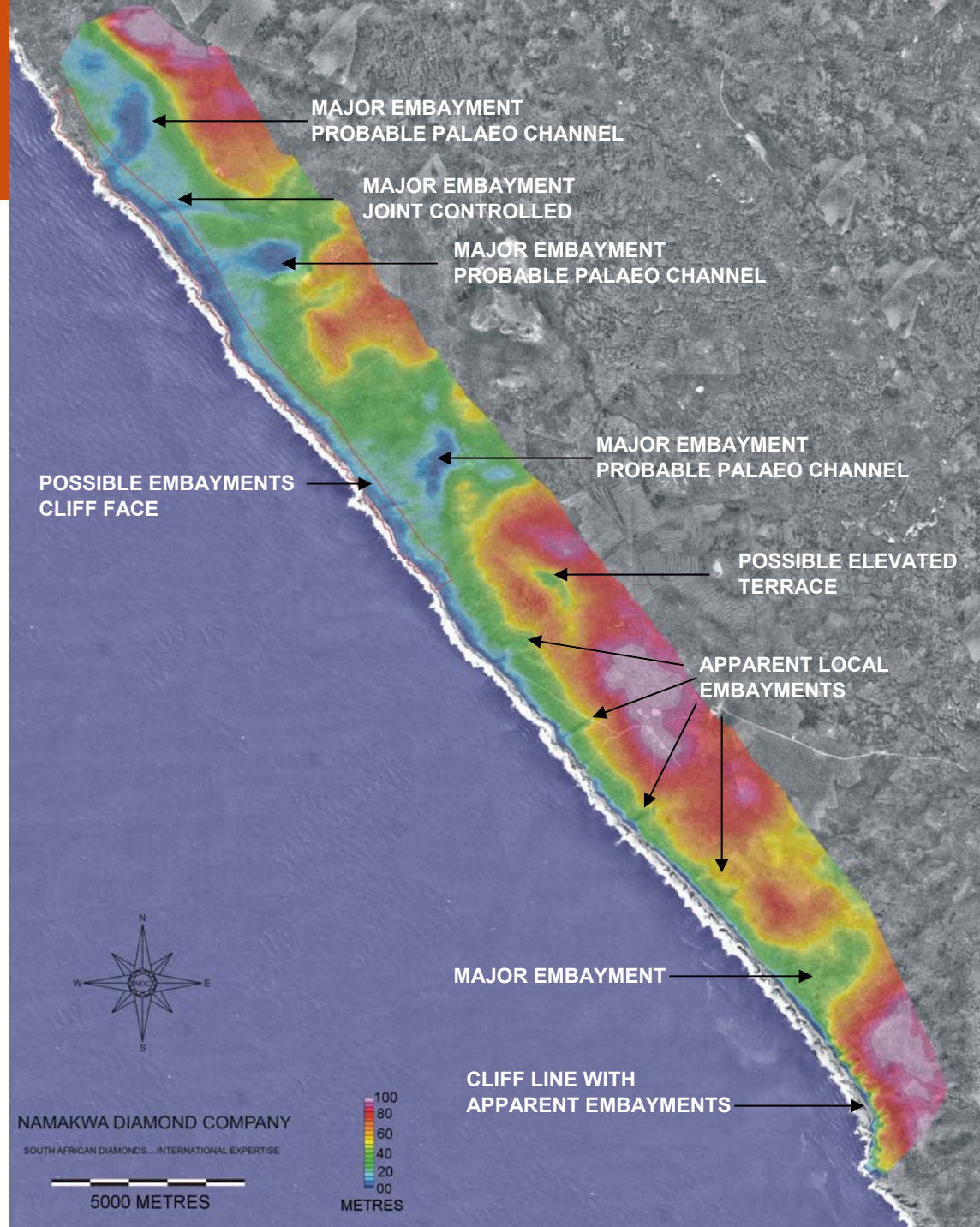


Final Recovery Plant



Spectrem AEM Survey

- Highly successful
- Major palaeo channels with associated embayments identified
- Major bedrock lows apparent
- Major palaeo cliff lines identified
- Follow up drilling on priority targets planned for 2004/05
- Subject to successful identification of gravels, major follow up bulk sampling – trench and Bauer rig drilling



Keys to Success - Grade

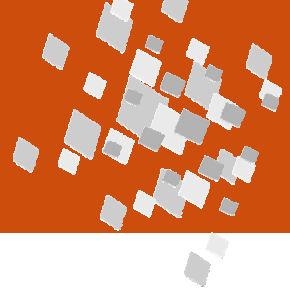
- Average grade from historical mining on the coast is 15 cpht (De Beers, Trans Hex, Alexkor) from huge volumes
- Previous vendor recovered 30 – 40 cpht
- 19 cpht average from all bulk samples to date
- Trench KKT5 had high grades of +30 cpht
- Potential grade boost from confirmed presence of gullies, channels and potholes (“glory holes”)



A Bright Future

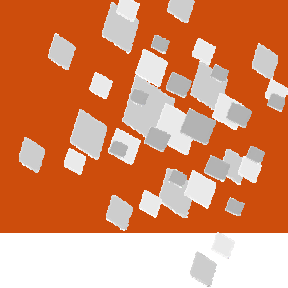


Minerals Bill & Mining Charter – The New Era



- Transfer of Minerals Rights to the State positive for resources sector – tenure secure
- Opportunities for new companies
- Stimulate resources sector
- Mining Charter – sensible score card of 5 elements of Empowerment:
 - ownership
 - 15% - after 5 years; 26% - after 10 years – both at fair value (old order mineral rights)
 - ownership 26% (new order mineral rights) at fair value
 - management participation
 - skills development
 - procurement preferences
 - socio-economic community development
- Namakwa is a Black Empowered company – which provides mutual benefits and has fully satisfied the new Charter

Financial Model – Namakwa West Coast Project

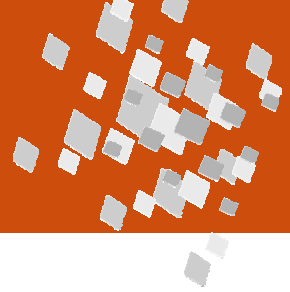


		STAGE 1 Current	STAGE 2
Tonnes	mill tonnes	2.2	15
Grade	cpht	19	16
Value per carat	US\$/ct	120	120
Gross value	A\$/t	30	27
Indicative operating costs	A\$/t	16	12
Margin (pre tax)	A\$/t	14	15
Production rate	mtpa	0.5	1.5
Annual net cash flow (pre tax)	A\$m	7	22
In ground net cash value	A\$m	31	225

(1) Using an FX of 1AUD = 0.70 USD and 1USD = 7.00 Rand

(2) Proposed Stage 2 (subject to results), from early 2006

The Diamond Market



- Rough diamond market very strong
- 2004 rough diamond prices are at least 20% up on 2003 prices
- Expecting, still further, rough price increases
- Long term shortage of rough
- Retail demand strong and increasing from growing economies (eg, China and India)
- De Beers cutting client list
- Rough diamond demand is expected to grow from US\$9 billion to US\$14 billion over next 10 years - supply is currently US\$8 billion annually and no new large sources of production are on the horizon
- Rough diamond prices can only increase

Board & Management



KARL SIMICH

Chairman

Over 16 years experience specialising in resource finance and corporate management
Director of Kimberley Diamond Company NL



JOHN FIRTH

CEO – South Africa

Extensive experience in exploration, production and diamond mining operations in Southern Africa



PETER DANCHIN

Non-Executive Technical Director

30 years experience in international mining industry, and former Group MD – Operations for Trans Hex Group and MD of Kimberley Diamond Company NL



RICHARD LINNELL

Non-Executive Director

Former BHP Billiton non-executive director. Specialist experience in the areas of liaison with black empowerment partners and government approvals



THEMBA VILAKAZI

Director - NDC Mining Pty Ltd

Special responsibilities for proactive BEE compliance, protocol and practices, and government liaison and licensing. Also a director of Telkom SA.



STEPHEN LE ROUX

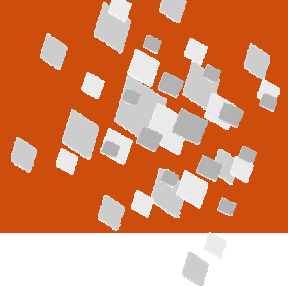
Project Manager – West Coast

15 years experience as exploration and mining geologist, and former Operations Manager for Trans Hex

Capital Structure

■	Shares on Issue	94,893,350
■	Cash Reserves	A\$3 million
■	ASX Code/Ticker	NDC (Australian Stock Exchange)
■	Major Shareholders	<div> <div>1. Board & Management</div> <div>20%</div> </div> <div> <div>2. CFS (Commonwealth Bank)</div> <div>9%</div> </div> <div> <div>3. ANZ Nominees</div> <div>4%</div> </div> <div> <div>4. Maitland Trustees</div> <div>4%</div> </div> <div> <div>5. National Nominees</div> <div>4%</div> </div>
■	Share Price	A33 cents
■	Market Capitalisation	A\$31 million
■	Stage 2 Value	NPV @ 7% is A\$151 million

Outlook



- Commence profitable Stage 1 Mining in September 2004
- Undertake significant Stage 2 Exploration during 2004/2005
- Target Stage 2 Mining in 2006 at 3 times the scale of Stage 1 – 1.5 mtpa
- Further acquisitions/expansions



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