Newland Resources Ltd

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31 January 2003

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

Dear Sir,

QUARTERLY REPORT FOR THE PERIOD ENDING 31 DECEMBER 2002

HIGHLIGHTS

NEWLAND TO LAUNCH NEW MINING INVESTMENT FUND

RESOURCES INVESTMENT TRUST COMPLETES FOURTH QUARTER TRADING

MG CAPITAL's NEW OPPORTUNITIES INVESTMENT TRUST COMPLETES FIRST QUARTER TRADING ON LONDON STOCK EXCHANGE

MT GARNET MINE PLANT CONSTRUCTION CONTINUES

RESOURCES FINANCE

The company's 50% owned subsidiary Resources Services Limited (**RSL**) continued to trade profitably. Resources Services 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 gross assets of REIT together with a share in 20% of any capital gains which REIT makes. The gross assets of REIT equate to approximately A$60 million.

The management company has now received approximately £1.3 million (A$3.5 million) in fees. Newland has received a total of £220,000 (approx A$617,300) as a part share of the management company's fees to defray head office costs.

It was reported in the last quarter that Resources Services Limited was to invest a relatively small sum of money (up to A$250,000) in a distributor, promoter and broker business in resources stocks operating out of premises in Ocean House, 10/12 Little Trinity Lane, London EC4V 2DH, which are also the offices of Resources Services Limited. It was decided that RSL would not proceed with that investment, but Newland itself has taken a minor (20%) interest in the broking business at a cost of £30,000 (A$86,000), which was paid out of the Company's distribution from RSL in addition to that received as mentioned above.

Newland, in conjunction with other investors in United Kingdom, has negotiated a management contract for the resource portfolio of Ocean Resources plc, a London based mining finance house , the indicated size of which is in excess of £40 million (A$100 million) and expects it will list on the AIM market during February 2003. This is part of that company's philosophy of acquiring resources portfolios to manage for a fee and sharing in the profits of those portfolios.

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.

During the previous quarter MG Capital launched the New Opportunities Investment Trust (NOIT) a fully listed London based investment company. The Trust closed at some A$70 million.

MG Capital received an initial 2% arrangement fee which should enable the company to meet its operating costs in the current half year.

MG Capital owns 90% of NOIT Services which has the management contract over the NOIT and charges 1.5% of total assets plus a 10% performance fee of the capital growth of the trust on a peak to peak basis after a hurdle rate of 6%.

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.

The mining plant is still in the construction phase and no significant change to the Company's interests has occurred during the quarter.

HIGGINSVILLE (SATURN) JOINT VENTURE
Mining Lease M15/578, Hayes Hill "5"
Newland, through it wholly owned subsidiary, Saturn Exploration NL. has had its interest in this joint venture diluted to below 5% and has been advised by the joint venture partners that it now has no interest in the joint venture.

LITIGATION
The Company's legal actions to recover debts due to the Company under an underwriting agreement are continuing.

Yours faithfully,
for **NEWLAND RESOURCES LTD**

Lindsay A Colless
Director