Newland Resources Ltd

ACN 009 092 068   ABN 13 009 092 068
129 Edward Street, Perth WA 6000
Postal address: PO BOX 8178
PERTH BUSINESS CENTRE WA 6849
Telephone (61 8) 9227 1186   Fax: (61 8) 9227 8178

31 July 2003

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

Dear Sir,

QUARTERLY REPORT FOR THE PERIOD ENDING 30 JUNE2003

HIGHLIGHTS

NEWLAND TO ACQUIRE FURTHER 40% INTEREST IN RESOURCES SERVICES LIMITED AND RESOURCES SERVICES LIMITED (BVI) LIMITED

MT GARNET MINE PLANT CONSTRUCTION COMPLETED AND MINING CONTINUES FROM THE MT GARNET DEPOSIT

RESOURCES FINANCE

The company's 50% owned 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.

Newland has received a total of £400,000 (approx A$1,111,000) as its share of the management company's net fees.

Newland has a 50% interest in Resources Services (BVI) Limited, which has a management contract for the resource portfolio of Ocean Resources plc, a London based mining finance house, listed on the AIM market in March 2003.

During the quarter, The Board of Newland Resources Ltd (**NRL**) announced that they have successfully negotiated to purchase a further 40% interest in Resources Services Limited (**RSL**) and Resources Services (BVI) Limited (**RSOL**).

The basis of the offer to purchase is for Newland to issue to the vendors a total of 76,000,000 fully paid ordinary shares at a deemed issue price of 5 cents each, together with a 15% net profit interest for a period of five years, to be paid from net revenue as produced.

The offer is subject to the approval of shareholders and other regulatory bodies. The Company has commissioned an expert's report and a meeting of shareholders will be called in the near future to seek approval of the transaction.

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.

In 2002, 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 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. After the end of the quarter, Newland received its first cheque for its share in the residual interest.

The mining plant has been commissioned and Kagara Zinc have advised that pre-stripping and mining has continued at Mt Garnet during this quarter. No significant change to the Company's interests has occurred during the quarter.

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