



ASX ANNOUNCEMENT

26 AUGUST 2005

RECORD DIAMOND SALE PRICES ACHIEVED

Namakwa Diamond Company NL (ASX: **NDC**) is pleased to announce the completion of its fifth diamond sale, with record diamond values achieved representing the highest sale price achieved by the Company to date.

1,827.51 carats were sold by tender at an average price of US\$129.10 per carat resulting in gross proceeds of US\$235,946 (approximately A\$311,000).

The diamonds were recovered from continued exploration and bulk sampling at the Namakwa Diamond Project on the West Coast of South Africa.

The previous sale, comprising a parcel of 2,184 carats, was sold in July at an average price of US\$86 per carat.

Namakwa said the latest sale price was 27 per cent higher than the average of all previous sales, reflecting the continued strength of the international gem quality diamond market and the quality of the goods from the Namakwa Diamond Project.

Namakwa is continuing its expanded exploration program and re-evaluation of the Namakwa Diamond Project, as previously announced to the market, in parallel with continued active assessment of potential acquisition and joint venture opportunities in the international diamond industry, particularly Africa.

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