



Namakwa Diamond Company

16 December 2002

ELECTRONIC TRANSMISSION

Australian Stock Exchange Ltd
Company Announcements Office
Exchange Centre
Level 2, 20 Bridge Street
SYDNEY NSW 2000

Dear Sirs

**PROSPECTUS DATED 25 NOVEMBER 2002
SECURITIES ALLOTMENT COMPLETED
8,250,000 ORDINARY FULLY PAID SHARES**

Further to the Company's Appendix 3B lodged on 25 November 2002, we confirm that the allotment of securities was completed today and accordingly quotation is now sought.

The issued capital of the Company following the allotment is:

- i. 65,040,227 ordinary fully paid shares;
- ii. 21,492,932 options expiring 31/7/2003 exercisable at \$0.40;
- iii. 4,099,735 unlisted options expiring 31/7/2003 exercisable at \$0.40;
- iv. 830,000 unlisted options expiring 31/12/2004 exercisable at \$0.25.

The percentage of total holding of the 20 largest holders of ordinary fully paid shares is 50.39 percent.

We confirm that:

1. no one has any right to return securities under section 738 of the Corporations Act;
2. section 724 of the Corporations Act does not apply to any applications received; and
3. no one has any right to return securities under section 737 of the Corporations Act.

Yours faithfully

**KARL SIMICH
CHAIRMAN**