

Tata Steel becomes Strategic Investor in New Millennium

On October 1, 2008, New Millennium Capital Corp. (“New Millennium” or “the Company”) announced that Tata Steel Global Minerals Holdings Pte Ltd. of Singapore (“Tata Steel”) has become a strategic investor in the Company by purchasing 19.9% of the Company’s shares for C\$23,529,200 in a private placement. The purchase price of \$0.90 a share represents a 43% premium to the average volume-weighted share price of New Millennium common stock in the 20 trading days preceding the announcement of the deal.

This is a singular achievement as the development of world class iron ore projects typically includes the equity participation of industrial end users such as steel companies.

New Millennium is particularly pleased in securing a strategic partner with the global stature of Tata Steel, the world’s sixth largest steel company. Gaining a major strategic partner has been New Millennium’s key corporate goal and its realization testifies to the quality of New Millennium’s assets and the ability of management to successfully execute its goals.



Signing between New Millennium* and Tata Steel**, from left to right: Dean Journeaux, COO*; N.K. Misra, Group Head – Merger & Acquisitions**; Bish Chanda, Vice President Marketing*; Robert Martin, President & CEO*; A.D. Bajjal, Vice President, Global Mineral Resources**; Koushik Chatterjee, Group Chief Financial Officer**; Sandip Biswas, Group Head Corporate Finance and Treasury**; Roy Hudson, Director and Corporate Secretary*

How is the deal with Tata Steel structured?

Essentially there are three components:

First, Tata Steel has immediately become New Millennium’s largest shareholder with a 19.9% ownership position.

Second, upon New Millennium’s completion of a feasibility study for its Direct Shipping Ore (DSO) Project, Tata Steel has 180 days to acquire an 80% equity interest in the DSO Project.

Tata Steel’s ownership would be incorporated into a special purpose vehicle that would be created and would not be realized via the issuance of further New Millennium common shares. Tata Steel would then pay New Millennium 80% of the costs it has incurred to date in developing the DSO Project.

Tata Steel would furthermore invest up to a total \$300 million to bring the project into production, which the Company anticipates will be sufficient to cover all costs. Tata Steel would also commit to purchasing, at prevailing world prices, 100% of all of the DSO Project’s iron ore products during the life of the mine.

Third, Tata Steel has an exclusivity to negotiate and settle a proposed transaction in respect of the LabMag Project until June 30, 2009.

What is the current ownership breakdown of New Millennium's three major projects?

DSO Project: New Millennium owns 99% and the Naskapi Nation of Kawawachikamach owns 1%.

LabMag Project: New Millennium owns 80% and the Naskapi Nation of Kawawachikamach owns 20%.

KéMag Project: New Millennium owns 100%.

These ownership figures, of course, could change subject to the realization of some or all of the terms discussed above.

What are the advantages of the deal for New Millennium?

- **World class partner** - In Tata Steel, New Millennium has acquired a partner with the global scale, resources and expertise that will allow optimal development of the Company's world class iron ore assets.
- **Strong working capital** - New Millennium now has sufficient cash to effectively further develop its projects without having to rely on volatile capital markets.

If Tata Steel elects to develop the DSO Project:

- **Avoids excessive dilution** - No further shares will need to be issued to bring the DSO Project to production.
- **Assured product off-take** - Tata Steel would purchase all iron ore products from the DSO Project, for its Corus operations in Europe, at world prices for the life of the mining operation.
- **Flexibility** - Since the deal is structured as a series of options on projects rather than on majority control of the Company, New Millennium retains upside based on the options being exercised as well as continued ownership of a significant portion of the emerging Millennium Iron Range.
- **Carried interest** - New Millennium would continue to own 19.9% of the Project without having to spend further cash.

About Tata Steel

Tata Steel is a part of the Tata Group which is one of India's largest industrial groups with expected 2008 revenues of US \$50 billion. Tata Group operates 96 businesses in seven business sectors that employ 350,000 people on six continents. Tata Group is one of the world's most dynamic global corporations – 26% of Tata Group's employees are based outside of India. Since 2000, Tata Group has invested more than US \$18 billion outside of India and has acquired several world class companies such as Corus Group, Tetley Tea, and Jaguar-Rover. The Tata Group is renowned as an effective manager of acquired companies, generally keeping local managers and achieving growth through improving operations rather than relying mainly on cost cutting.

Tata Steel operates in 20 countries and is the world's sixth largest steel producer. The heart of Tata Steel is Corus Group, Europe's second largest steel maker with major operations in the UK and continental Europe. Corus Group produces about 20 million tonnes per year (mtpy) of steel requiring 30 mtpy of iron ore products. Since Corus Group does not have a captive source of iron ore, they require a reliable source of high quality raw materials. New Millennium's projects are favourably located to become a significant component of Corus' iron ore requirements.

To learn more, visit the following:

www.nmlresources.com

www.tatasteel.com

www.corusgroup.com