

NEWS RELEASE 04-07

NEW MILLENNIUM CAPITAL CORP.

Calgary, Alberta

New Millennium Capital Corp. (NML.P – TSX-V) announces financial results for the second quarter ending June 30, 2004

August 20, 2004 – Calgary, Alberta – New Millennium Capital Corp. (“NML”) realised a net loss of \$17,175 for the second quarter ending June 30, 2004. This loss represents total expenses of \$19,485 net of interest revenue of \$2,310. General and administrative expenses for the quarter were \$24,839. These were offset by an evaluation expense credit of \$5,354.

For the six month period ending June 30, 2004, NML realised a net loss of \$49,101. This loss represents evaluation expenses of \$16,874 related to the review and evaluation of potential Qualifying Transactions and general and administrative expenses of \$37,013 net of interest revenue of \$4,786.

All costs associated with NML’s pending Qualifying Transaction (LabMag Iron Ore Project) were deferred until agreements have been finalised. These costs for the six month period ending June 30, 2004 were \$240,589. The cost centres were: legal fees (\$113,991), geological and evaluation expenses (\$109,474), agents fees (\$16,050) and other miscellaneous expenses (\$1,074).

NML’s significant second quarter activities, which are fully described in the corporation’s Second Interim Report, were: 1) the announcement of a proposed Qualifying Transaction – the LabMag Iron Ore Project; 2) the completion of negotiations to enter into a Partnership Agreement; 3) the completion of negotiations to enter into a Royalty Agreement; 4) the completion of negotiations to enter into a Services Agreement; 5) the execution of an Asset Purchase Agreement for an 80% undivided interest in the LabMag iron ore property; 6) the successful completion of a National Instrument 43-101 compliant technical report and 7) the commencement of financing activities to raise \$5,750,000 to develop the property.

Subsequent to the end of the second quarter, on July 22, 2004, in accordance with Policy 2.4 of the TSX Venture Exchange, NML published its Filing Statement, dated June 23, 2004, on SEDAR.

On August 11, 2004 the Corporation announced that it had completed the acquisition from LabMag Mining Corp. and the Naskapi Nation of Kawawachikamach of an 80% undivided interest in the LabMag magnetite iron ore property. The terms of this acquisition were previously announced on May 3, 2004. This Acquisition comprises the “Qualifying Transaction” of NML for the purposes of Policy 2.4 of the TSX Venture Exchange.

The Corporation also announced on August 11, 2004 that it had closed a financing of 5,000,000 units at a price of \$0.25 per unit and 15,000,000 flow-through units at a price of \$0.30 per flow-through unit for total gross proceeds of \$5,750,000. The net proceeds of this financing will be used to complete the Phase 1 program and for working capital

purposes. This was recommended by the Technical Report described in the June 22, 2004 news release.

NML's plan is to attempt to develop a mining and concentrating complex in Labrador that would mine 33 million tonnes of crude iron ore per year to produce 10 million tonnes per year of concentrate for a minimum of 20 years. The concentrate would be pumped through a slurry pipeline, about 600 km, to the Port of Sept-Iles, Quebec. This port, which is located on the north shore of the St. Lawrence River, about 800 km east of Montreal, is open for vessel shipping 365 days per year. The concentrate from Labrador would be pelletized in Sept-Iles and the final pellet product would be shipped to markets in Canada, the United States, Western Europe and Asia.

For further information, please contact: Robert Martin, Chief Executive Officer at (514) 938-5450 or Lee Nichols, President at (403) 266-1150.

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