

NEWS RELEASE 06-09
NEW MILLENNIUM CAPITAL CORP.
Calgary, Alberta

New Millennium enters into Memorandum of Understanding with Sinosteel MECC for Chinese Equipment Sourcing for the LabMag Project

New Millennium Capital Corp. (NML – TSX-V) May 1, 2006 – Calgary, Alberta – New Millennium Capital Corp. (“NML”) is pleased to announce that it has entered into a Memorandum of Understanding (“MOU”) with Sinosteel Equipment & Engineering Company (“Sinosteel MECC”) a wholly owned subsidiary of Sinosteel Corporation (“Sinosteel”) of Beijing, P.R.C. with a view to mandating Sinosteel MECC to assist NML in sourcing plant, equipment and services in China.

NML and Sinosteel had previously signed a MOU regarding the consideration of a joint venture to develop, construct and operate the LabMag Iron Ore Project (the “Project”).

NML wishes to maximize the sourcing of the equipment, materials and supplies from China in a manner that would meet its technical specifications, quality, cost, delivery, performance guarantees and serviceability requirements.

Since NML does not have an organization in China to undertake this work, Sinosteel MECC has agreed to assist NML, as NML’s representative during the pre-feasibility stage, to provide budgetary prices for the selected equipment, components and materials and cost estimates for detailed engineering from Chinese sources. Sinosteel MECC will also assist NML in the later stages as the Project develops.

Mr. Robert Martin, President and CEO of NML, stated that “this MOU further develops NML’s relations with Sinosteel as a potential and strong strategic partner in the development of the Project”.

Mr. Lu Pengcheng, Vice President of Sinosteel MECC, said on signing this MOU, “Sinosteel MECC is pleased to be able to cooperate with, and assist, NML on this major iron ore project as it proceeds on the development path. Sinosteel has strong capabilities in the design and supply of metallurgical equipment and is well positioned to help NML source equipment and services in China.”

Sinosteel MECC is a General Engineering Contracting Company which provides Engineering, Procure Construction (“EPC”) services as well as Engineering Project Management services to clients in China and other countries. Its main interests are to supply detailed engineering and procure the equipment, components and materials from China. As one of the largest state-owned companies in the metallurgic engineering field in China, Sinosteel MECC has stable business channels and strong purchasing abilities in China with respect to metallurgical processing equipment, supplies and plant construction. The company has a solid scientific and technological foundation in concentrating and processing mineral resources and is qualified to undertake project engineering, construction and sourcing of equipment and other supplies. Sinosteel MECC has also performed EPC type contracts in foreign countries.

NML currently has a team of engineers in China working with Sinosteel MECC to obtain information and input for NML’s Pre-feasibility Study of the LabMag Project due to be released by June 30, 2006.

The Corporation holds an 80% interest in the Howells River taconite resource which is located in the province of Newfoundland and Labrador (“NL”) about 220 km north of Labrador City and 30 km northwest of Schefferville, Quebec. The development of this resource, which is called the LabMag Iron Ore Project, is the Corporation’s main focus. The development contemplates the

construction and operation of a mine, crusher, concentrator, slurry pipeline, pellet plant, shiploading facilities and related infrastructure. Subject to positive feasibility studies and project financing, it is expected that the final pellet product would be shipped by ocean vessels to markets in Canada, the United States, Western Europe and Asia.

For further information, please see our website www.nmlresources.com or contact: Robert Martin, President and Chief Executive Officer or Dean Journeaux, Project Director at (514) 935-3204.

This release may contain forward looking statements within the meaning of the "safe harbor" provisions of US laws. These statements are based on management's current expectations and beliefs and are subject to a number of risks and uncertainties that could cause actual results to differ materially from those described in the forward looking statements. NML does not assume any obligation to update any forward looking information contained in this news release.

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