



NEW WORLD ALLOYS LIMITED

ABN 36 060 774 227

989 Wellington Street, West Perth WA 6005

PO Box 403, Victoria Park, 6979, Western Australia

Telephone +61(8) 9322 2744 Facsimile +61(8) 9226 3233

Email info@newworldalloys.com Website www.newworldalloys.com

30th April 2007

Manager of Company Announcements
Australian Stock Exchange Limited
Level 6, 20 Bridge Street
SYDNEY NSW 2000

By E-Lodgement

QUARTERLY REPORT FOR THE QUARTER ENDED 31st MARCH 2007

NEW WORLD ALLOYS (ASX: NWA) (the "company") is pleased to advise shareholders of the following key activities during the quarter.

As reported previously, Mr Laurie Findlay resigned from the Board in December and the Company has since relied on Mr Gerard Zytkow to step up into the chief executive role. Mr Findlay's unique management style left the Company with many matters to sort out and the Board is still working to resolve a number of issues resulting from prior periods.

Concurrently with this, the price of copper dropped by 20%, transport and coke costs rose significantly and the continuity of supplies for both ore and coke dried up.

One of the major problems with the economics of the furnace operations in Democratic Republic of Congo (**DRC**) is that they rely heavily on some major fundamental factors; continuity of supply of suitable raw copper at suitable prices, reliable supply of coke at economic price levels and reliable transport, again at economic prices, to the buyer's destination, to carry on an economic business. The Board believes that with suitable crushing and concentrating equipment, access to a steady and continuous supply of ore and coke, efficient operations can continue to make profits at acceptable levels. In the meantime, the operations in the Congo have been put on care and maintenance.

The Board have been conducting serious negotiations with a London based group to enable the Congo operations to be fully funded with suitable plant, a reliable source of ore and coke supply and suitable sales arrangements. The group we are negotiating with have high calibre contacts in London and will be able to bring to the operations access to the London financial markets as well as mining engineering skills and personnel with widespread African experience. The Board feels that these, combined with the assets and skills the Company has in DRC, will lead to a fulfilment of the Company's objectives for the furnace business in DRC. Further, as the Government is now enforcing its ban on copper ore being exported across the border in Zambia for processing, the prospects for the Company's furnace business in DRC has greatly improved. As soon as the Company has completed negotiations, details will be announced to the market.

BATCHELOR JOINT VENTURE

The Company's joint venture partner Korab Resources Limited (ASX Code: KOR, "Korab") is continuing with the exploration program which includes the review of potential uranium, gold and base metal targets at the Batchelor (previously Rum Jungle) tenements in the Northern Territory.

CORPORATE

During the quarter the Company conducted an entitlements issue to all shareholders on the basis of one new share for every share held at the record date at an issue price of one cent each. That issue was fully underwritten and closed on 24 April 2007. Details of the results of the issue will be released to the market in a separate announcement.

For and on behalf of the Board.



Lindsay A Colless
Non-executive Director