

26 May 2004

The Manager  
Company Announcements Office  
Australian Stock Exchange Limited  
PO Box H224 Australia Square  
SYDNEY NSW 2000

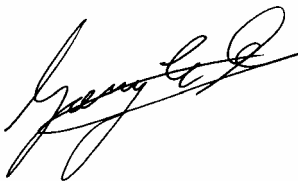
Dear Sir

**SALE OF POWERTEL SHARES**

The Directors are pleased to announce that the Company has sold the balance of its investment in PowerTel for \$489,500.

The proceeds of the sale will be applied to funding the completion of the Jaguar Project bankable feasibility study, exploration expenditure, plant and equipment and working capital.

Yours faithfully  
**Pilbara Mines Limited**



**Gary Comb**  
**Managing Director**

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