

MILL CITY INTERNATIONAL CORPORATION

FOR IMMEDIATE RELEASE

TSX VENTURE SYMBOL "MC"

DRILLING COMMENCES AT YAMBA LAKE

AUGUST 9, 2004 – CALGARY, ALBERTA – MILL CITY INTERNATIONAL CORPORATION together with joint venture partners Tanqueray Resources Ltd. and Techsite Strategies Corp. is pleased to announce that the Company's joint venture operating partner, SouthernEra Resources Limited, has commenced the 2004 diamond exploration program on the Yamba Lake project in the Northwest Territories of Canada.

Ground geophysical fieldwork to test 16 kimberlite-like airborne geophysical targets was completed during April, 2004 on the Yamba Lake diamond project located about 40 kilometers to the north of the Ekati diamond mine. A total of 104.5 line km of magnetic and 20.43 km of electromagnetic (HLEM) geophysical surveys were completed. The ground surveys have upgraded seven of the sixteen airborne targets to the drilling stage.

A drilling program to test the seven targets commenced August 4, 2004 and is expected to be completed within 8 weeks.

SouthernEra can earn a 60% interest in Yamba Lake by completing a bankable feasibility study by the end of 2006. Under certain project financing arrangements, SouthernEra can increase its interest to 65%.

FOR FURTHER INFORMATION PLEASE CONTACT:

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