



FOR IMMEDIATE RELEASE

Date: Dec. 2, 2005
Dec. 1, 2005 Close: \$0.07

MILLSTREAM TO COMMENCE DRILLING OF KOVAL GOLD PROPERTY

Toronto, Ontario – Millstream Mines Ltd. (MLM – TSX-V) wishes to announce, based on winter freeze-up, the commencing of a staged diamond drill program on its Koval Gold Property. The primary objectives being to confirm further downward continuity of the gold bearing veins previously uncovered on surface and at the 125 ft. and 250 ft. underground exploration levels, and to explore indicated parallel (stacked) gold veins both at depth and along strike to the main vein.

The Koval property has essentially remained idle since September 1935. Prior to 1934, shallow surface trenching, pit excavating, sampling and geological investigating occurred. During 1934 to September 1935 extensive exploration was carried out on the known main surface vein over a strike length of 1100 ft., including the sinking of a shaft and the construction of lateral exploration drifts on a 125 foot level and a 250 foot level confirming its downward continuity.

From the surface main vein, a bulk sample was taken over 159 feet at an average width of 2.11 ft. The sample consisted of 12 tons and was sent to the Department of Mines, Ottawa, for a mill test. The sample returned an assay of 0.455 ozs of gold per ton. In sinking the shaft, the vein was transected at a depth of 205 feet, where it dipped into the shaft. A bulk sample in the shaft, over a vertical depth of 8 feet and a width of 33 inches, returned 0.83 ozs per ton gold. The ore continued in the shaft until the 250 ft. level was reached. Drifting to the south from the shaft shows that the shearing is a great deal more pronounced on this level (the 250 ft.) than on the level above, with commercial values having been found over a width of 44 inches. A drift was driven to the north which picked up the vein north of the shaft. The vein averaged 3 feet in width and free gold was found along it for a distance of 60 feet.”

Historic report, November 1, 1948, by Hamlin B. Hatch, Consulting Geologist, confirmed the finding of F.G. Huycke and states“ the work was closed down after the bottom north drift reached a distance of 60 feet for lack of funds and has not as yet been resumed. The significance of the preliminary underground development for the widths, lengths, values and structural conditions show improvement at the second level over the conditions on the first level; in this particular gold producing area, depth results have generally shown better values and widths than the surface and shallow depth results; and the chance at the property for wider, higher grade ore and longer ore-shoots at depth are exceptionally good”.

Historic report, by Consultant Geologist, T.L. Gledhill, states, “150 feet northwest of the north end of the main vein another vein has been uncovered, and also several others in various parts of the claims.”

The Koval Property consists of a total of 27 contiguous mining claim units comprised of 3 optioned leased mining claim units and 24 staked claim units. The staked claims are held by Millstream Mines Ltd. The leased claim units are optioned by Millstream Mines Ltd. and bear a 1.5% net smelter return (NSR) royalty. The company has the first right of refusal on the sale of the NSR royalty or any part thereof and the right to purchase half (50%) of the NSR royalty at a fixed purchase price of \$500,000. (See PR Apr. 7, 2004 for further details)

The location of the property is approximately ten (10) miles east of Savant Lake, Ontario, a rail centre on the CN line, and about five (5) miles south of that point, at the northeast arm of Sturgeon Lake.

Total magnitude of the exploration program will be dictated by the amount of financing the company has available to it.

Millstream would also like to remind the interested public of its website location @ www.millstreammines.com.

The principle objective of Millstream Mines Ltd. is to enhance and develop known mineral properties to production potential.

WARNING: The company relies upon litigation protection for "forward-looking" statements.

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No regulatory authority or similar body approved nor disapproved the information contained herein.