



## **NEWS RELEASE**

For Immediate Release

### **Nord Resources Reports Profit for 2008 Second Quarter**

TUCSON, AZ, August 14, 2008 - Nord Resources Corporation (TSX: NRD / OTC BB: NRDS.OB), which is reactivating copper mining at the Johnson Camp Mine in Arizona, today announced its financial results for the period ended June 30, 2008. The condensed consolidated unaudited financial statements were prepared in accordance with U.S. generally accepted accounting principles and all currency amounts are in U.S. dollars.

“In the second quarter, we more than doubled our sales of copper cathodes reflecting the fact that this was our first full quarter of production from leaching the existing ore heaps at the Johnson Camp Mine, after achieving commercial production on February 1,” said John Perry, President and Chief Executive Officer.

#### **Second Quarter Profitable as Production Doubles from First Quarter**

Second-quarter 2008 revenues were \$3.1 million, compared with none in the 2007 period and more than double the \$1.5 million of the first quarter of 2008. The sales growth was the result of increased production of copper cathodes. Nord sold 836,198 pounds of copper cathode in the second quarter of 2008 compared to 421,905 pounds in the first quarter. The Company realized an additional \$209,907 (credited to development costs) from the sale of 58,723 pounds of copper cathodes produced during the first quarter of 2008, prior to the commencement of commercial production on February 1, 2008. Nord did not have any revenue in 2007 when the Johnson Camp Mine was on a care and maintenance program.

First-half 2008 revenues were \$4.6 million (none in 2007) from the sale of 1,258,103 pounds of copper. Cost of sales amounted to \$2.0 million in the 2008 second quarter and totaled \$3.0 million for the six months ended June 30, 2008. Operating costs incurred prior to beginning commercial production were capitalized as mine development costs, net of the realized value of the copper produced during that period.

General and administrative (G&A) expenses were \$0.8 million for the 2008 second quarter, compared with \$1.5 million a year earlier. Included in the 2007 quarter, is \$0.5 million in expenses for drilling at another property. For the first

half of 2008, G&A expenses amounted to \$2.0 million, compared with \$2.4 million in the first six months of 2007. In 2007, the Company incurred \$0.6 million of drilling expenses at another property. The decrease between year to year G&A expenses was partially offset by a \$194,326 increase in expenses related to the listing of the Company's shares on the Toronto Stock Exchange in January 2008, and the related registration of certain shares under the Securities Act of 1933, as amended.

Income from operations for the second-quarter 2008 amounted to \$0.2 million, compared with a loss in the 2007 quarter of \$1.5 million. For the first half of 2008, the Company had a loss from operations of \$0.5 million, compared with a loss of \$2.5 million in the 2007 period.

Net income for the second-quarter 2008 was \$0.1 million (income of \$0.00 per basic and diluted share), compared with a net loss of \$1.5 million (loss of \$0.04 per basic and diluted share) in the 2007 period. The weighted average number of common shares outstanding was 67,081,882 in the 2008 quarter (69,985,450 diluted), compared with 34,434,630 (basic and diluted) in the 2007 period. For the first half of 2008, the Company's net loss was \$0.6 million (\$0.01 per basic and diluted share), compared with a net loss in the first six months of 2007 of \$1.5 million (\$0.04 per basic and diluted share).

The Company currently estimates the capital cost to reactivate the Johnson Camp Mine to be approximately \$34 million, of which the Company has spent \$21.4 million as of June 30, 2008. As of June 30, 2008, the Company had \$13 million remaining undrawn under the \$25 million secured term-loan credit facility arranged in June 2007 with Nedbank Limited. Based on its current assessments, outlook and forecasts with respect to the Johnson Camp Mine, the Company believes that it has access to sufficient funds to meet its estimated capital requirements for the reactivation plan of the Mine.

**Neither the TSX nor any regulatory authority accepts responsibility for the adequacy or accuracy of this release.**

### **About Nord Resources**

Nord Resources Corporation explores, develops, and operates mineral properties. The company's primary asset is the Johnson Camp Mine, located approximately 65 miles east of Tucson, Arizona, which it is reactivating to produce copper. The company commenced commercial copper production from residual leaching of the existing ore heaps on February 1, 2008 and expects to begin producing new ore at the mine later this year.

### **Forward-Looking Statements**

This news release includes certain statements that may be deemed "forward-looking". All statements in this release, other than those of historical facts, may be considered forward-looking statements, including those concerning Nord's expectations with respect to commencement of copper production from newly mined ore and copper production targets. Forward-looking statements or information are subject to a variety of risks and uncertainties that could cause

actual events or results to differ from those reflected in the forward-looking statements or information, including, without limitation, the interpretation of drill results and the estimation of mineral resources and reserves, the geology, grade, and continuity of mineral deposits, the possibility that mining results or metal recoveries will not be consistent with the company's expectations, accidents, equipment breakdowns, title matters, labor disputes or other unanticipated difficulties with or interruptions in production and operations, the potential for delays in exploration or development activities or the completion of feasibility studies, the inherent uncertainty of production and cost estimates and the potential for unexpected costs and expenses, commodity price fluctuations, failure to obtain an air quality permit and other necessary permits for the Johnson Camp Mine on a timely basis, and regulatory restrictions, including environmental regulatory restrictions and liability. Investors are cautioned that any such statements are not guarantees of future performance and that actual results or developments may differ materially from those projected in the forward-looking statements. In addition, Nord's business and operations are subject to the risks set forth in Nord's most recent Form 10-KSB, Form 10-Q, and other SEC filings which are available through EDGAR at [www.sec.gov](http://www.sec.gov), and in Nord's prospectus and other filings with the British Columbia and Ontario Securities Commissions, which are available through SEDAR at [www.sedar.com](http://www.sedar.com). These are among the primary risks we foresee at the present time. Nord assumes no obligation to update the forward-looking statements except as may be required by law.

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**NORD RESOURCES CORPORATION AND SUBSIDIARY**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
**June 30, 2008 and December 31, 2007**

**ASSETS**

	June 30, 2008 (Unaudited)	December 31, 2007
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 545,832	\$ 3,368,910
Restricted cash	3,000,000	-
Accounts receivable	484,891	144,012
Inventories	316,187	-
Prepaid expenses and other	92,626	68,012
Total Current Assets	4,439,536	3,580,934
<b>Property and Equipment, at cost:</b>		
Property and equipment	4,765,629	4,161,993
Less accumulated depreciation and amortization	(1,562,813)	(1,460,611)
	3,202,816	2,701,382
Construction in progress	20,594,249	10,795,491
Net Property and Equipment	23,797,065	13,496,873
<b>Other Assets:</b>		
Restricted cash and marketable securities	686,476	3,686,476
Debt issuance costs, net of accumulated amortization	997,135	1,117,021
Total Other Assets	1,683,611	4,803,497
Total Assets	\$ 29,920,212	\$ 21,881,304

**NORD RESOURCES CORPORATION AND SUBSIDIARY  
CONDENSED CONSOLIDATED BALANCE SHEETS**

**June 30, 2008 and December 31, 2007**

(Continued)

**LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)**

	June 30, 2008 (Unaudited)	December 31, 2007
<b>Current Liabilities:</b>		
Accounts payable	\$ 1,884,011	\$ 1,322,459
Accrued expenses	889,173	1,225,686
Current portion of accrued interest	48,243	-
Current maturities of long-term debt	1,600,000	312,500
Current maturities of derivative contracts	4,233,783	-
Current maturity of capital lease obligation	15,808	9,375
	<u>8,671,018</u>	<u>2,870,020</u>
Total Current Liabilities		
<b>Long-Term Liabilities:</b>		
Capital lease obligation, less current maturity	53,240	-
Derivative contracts	14,800,975	9,183,428
Long-term debt (less current maturities)	10,400,000	4,687,500
Long-term accrued interest (less current portion)	313,581	-
Accrued reclamation costs	137,699	131,141
Other	58,976	61,863
	<u>25,764,471</u>	<u>14,063,932</u>
Total Long-Term Liabilities		
Total Liabilities	<u>34,435,489</u>	<u>16,933,952</u>
<b>Commitments and contingencies</b>		
<b>Stockholders' Equity (Deficit):</b>		
Common stock: \$.01 par value, 100,000,000 shares authorized, 68,083,635 and 66,659,224 shares issued and outstanding as of June 30, 2008 and December 31, 2007, respectively	680,836	666,592
Additional paid-in capital	109,378,518	108,439,030
Accumulated deficit	(95,539,873)	(94,974,842)
Accumulated other comprehensive loss	(19,034,758)	(9,183,428)
	<u>(4,515,277)</u>	<u>4,947,352</u>
Total Stockholders' Equity (Deficit)		
Total Liabilities and Stockholders' Equity (Deficit)	<u>\$ 29,920,212</u>	<u>\$ 21,881,304</u>

**NORD RESOURCES CORPORATION AND SUBSIDIARY**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2008 AND 2007**  
**(Unaudited)**

	<u>2008</u>	<u>2007</u>
Revenues	\$ 4,655,546	\$ -
Expenses:		
Costs applicable to sales (exclusive of depreciation, depletion and amortization shown separately below)	3,001,285	-
General and administrative expenses	2,032,545	2,430,614
Depreciation, depletion and amortization	<u>147,865</u>	<u>41,673</u>
Loss from operations	<u>(526,149)</u>	<u>(2,472,287)</u>
Other income (expense):		
Interest expense	(271,578)	(477,985)
Miscellaneous income	<u>232,696</u>	<u>1,434,285</u>
Total other income (expense)	<u>(38,882)</u>	<u>956,300</u>
Loss before income taxes	(565,031)	(1,515,987)
Provision for income taxes	<u>-</u>	<u>-</u>
Net loss	<u>\$ (565,031)</u>	<u>\$ (1,515,987)</u>
Net Loss Per Basic and Diluted Share of Common Stock:		
Weighted Average Number of Common Shares Outstanding	66,871,932	34,323,544
Net loss per share of common stock	<u>\$ (0.01)</u>	<u>\$ (0.04)</u>

**NORD RESOURCES CORPORATION AND SUBSIDIARY**  
**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
**FOR THE THREE MONTHS ENDED JUNE 30, 2008 AND 2007**  
**(Unaudited)**

	<u>2008</u>	<u>2007</u>
Revenues	\$ 3,115,392	\$ -
Expenses:		
Costs applicable to sales (exclusive of depreciation, depletion and amortization shown separately below)	2,031,514	-
General and administrative expenses	799,290	1,472,713
Depreciation, depletion and amortization	<u>94,009</u>	<u>20,836</u>
Income (loss) from operations	<u>190,579</u>	<u>(1,493,549)</u>
Other income (expense):		
Interest expense	(196,992)	(226,804)
Miscellaneous income	<u>115,929</u>	<u>259,849</u>
Total other income (expense)	<u>(81,063)</u>	<u>33,045</u>
Income (loss) before income taxes	109,516	(1,460,504)
Provision for income taxes	<u>-</u>	<u>-</u>
Net income (loss)	<u>\$ 109,516</u>	<u>\$ (1,460,504)</u>
Net loss per basic and diluted share of common stock:		
Weighted average number of basic common shares outstanding	67,081,882	34,434,630
Basic earnings (loss) per share of common stock	\$ 0.00	\$ (0.04)
Weighted average number of diluted common shares outstanding	69,985,450	34,434,630
Diluted earnings (loss) per share of common stock	\$ 0.00	\$ (0.04)

**NORD RESOURCES CORPORATION AND SUBSIDIARY**  
**CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**FOR THE SIX MONTHS ENDED JUNE 30, 2008 AND 2007**  
**(Unaudited)**

	<u>2008</u>	<u>2007</u>
Cash Flows From Operating Activities:		
Net loss	\$ (565,031)	\$ (1,515,987)
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation, depletion and amortization	147,865	41,673
Accretion expense on accrued reclamation costs	6,558	9,106
Amortization of debt issuance costs	119,886	100,000
Accretion of discount on debt	-	85,846
Issuance of stock options for services rendered	300,555	372,594
Issuance of stock and deferred stock units for services rendered	65,000	141,680
Accretion of warrant modification	125,137	-
Changes in assets and liabilities:		
Accounts receivable	(340,879)	(18,542)
Inventory	(314,244)	-
Other assets	(24,614)	(13,916)
Accounts payable	357,603	(448,882)
Accrued expenses	(339,448)	(2,528,004)
	<u>(461,612)</u>	<u>(3,774,432)</u>
Net Cash Used In Operating Activities		
Cash Flows From Investing Activities:		
Capital expenditures	(520,891)	(19,839)
Construction in progress	(9,232,937)	-
	<u>(9,753,828)</u>	<u>(19,839)</u>
Net Cash Provided (Used) By Investing Activities		
Cash Flows From Financing Activities:		
Proceeds from issuance of notes payable	7,000,000	25,000
Debt issuance costs	-	(50,109)
Principal payments on capital leases	(19,368)	(9,375)
Principle payments on notes payable	-	(5,668,313)
Proceeds from issuance of special warrants	-	23,000,025
Offering costs paid in connection with special warrant financing	-	(1,718,349)
Proceeds from exercise of warrants	412,000	52,500
	<u>7,392,362</u>	<u>15,631,379</u>
Net Cash Provided By Financing Activities		
Net Increase in Cash and Cash Equivalents	(2,823,078)	11,837,108
Cash and Cash Equivalents at Beginning of Period	<u>3,368,910</u>	<u>1,007,835</u>
Cash and Cash Equivalents at End of Period	<u>\$ 545,832</u>	<u>\$ 12,844,943</u>
Supplemental Disclosure of Cash Flow Information:		
Cash paid during the period for:		
Interest	\$ 20,420	\$ 287,149
Income taxes	-	-
Supplemental Disclosure of Non-cash Investing and Financing Activities:		
Common stock issued for purchase of property	\$ 51,040	\$ 36,665
Stock options issued in connection with special warrant financing	-	513,436
Warrants issued in connection with debt facilities	-	85,846
Common stock issued for settlement of accounts payable	-	163,000
Debt issuance costs paid through a note payable	-	75,000
Common stock issued in exchange for deferred stock units	444	901
Mark to market of cash flow hedges	(9,851,330)	-
Capitalized interest	361,872	-
Debt issuance costs in accrued expense	-	450,000
Common stock issued upon conversion of related party convertible notes	-	132,680
Construction in progress financed by accounts payable	1,146,721	-
Acquisition of equipment under lease	79,310	-