



DIAZ RESOURCES LTD.

Corporate Profile

T O R O N T O S T O C K E X C H A N G E - D Z R

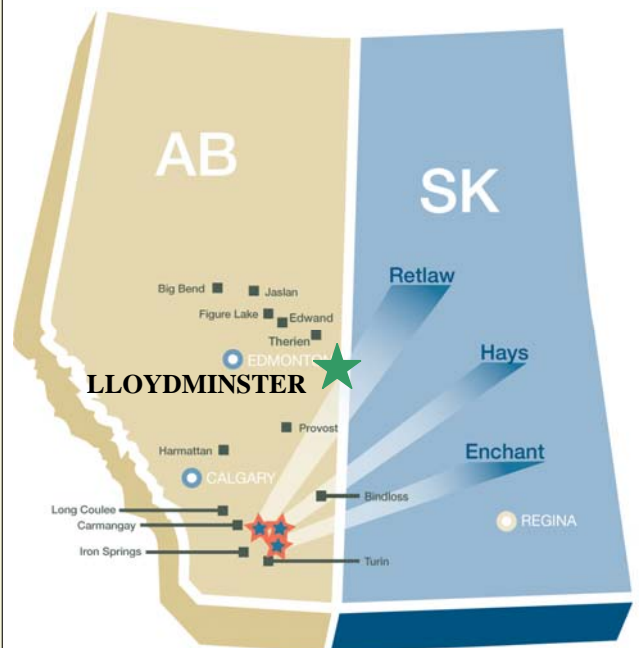
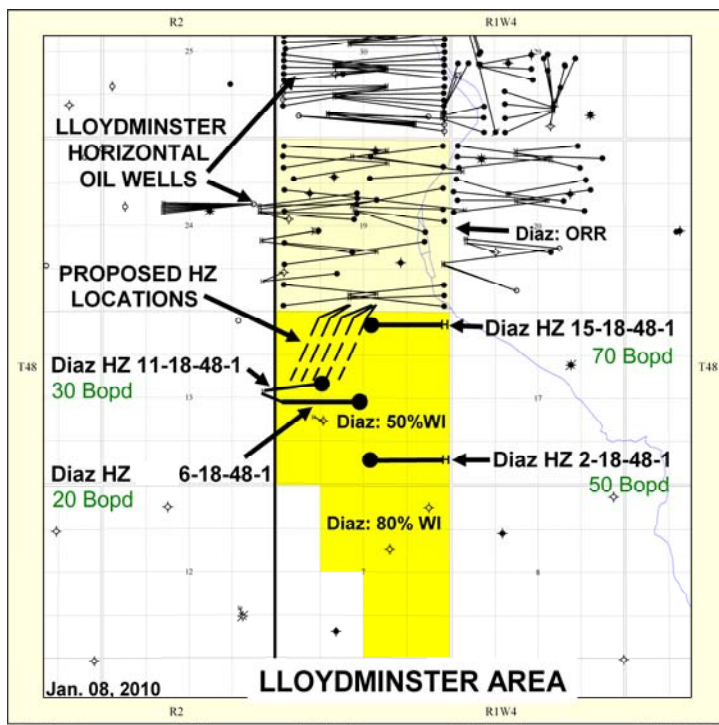
January 13, 2010

Diaz Resources Ltd. is an oil and gas exploration and development company with land holdings and production in Canada and the United States. Diaz is listed on the TSE, symbol DZR.

The Company's current focus is on the development of oil prospects in Alberta and Saskatchewan.

Lloydminster Heavy Oil Play - This is why we are excited about our future.

Diaz believes the Lloydminster heavy oil play may support up to 32 wells on one section, with initial production rates of 50 Bopd to 100 Bopd per well. Below is the Lloydminster pool, showing Diaz's four producing wells. Harvest Operations Corp., Diaz's partner, has placed Diaz on notice to drill five additional horizontal oil wells, also shown on the map below. With oil at \$80.00 per barrel, a drilling royalty credit and a 5% royalty for the first year of production, the project has very attractive economics.



Diaz has drilled four horizontal oil wells to date on section 18-48-1 W4. The most recent well, 2-18-48-1 W4, is currently producing 50 Bopd (25 Bopd net). This well is structurally the lowest of the four wells drilled in the section. The previously drilled horizontal well at 15-18-48-1 W4, came on production late December 2009 and is currently producing 70 Bopd (35 Bopd net). This well is structurally the highest well of the four drilled to date.

The 6-18-48-1 W4 well has produced 5,500 barrels of oil to date. The well has recently experienced a sand problem which Diaz believes can be partially mitigated with a workover, currently being planned. The obstruction has resulted in high water production and restricted oil production to approximately 20 Bopd (10 Bopd net). The initial well on the property 11-18-48-1 W4, came on production in October 2008 and continues to produce 30 Bopd (15 Bopd net) with cumulative production of 14,000 barrels.



The Company has 76.6 million shares outstanding, Management owns 43.4 % and the current market capitalization is approximately \$15 million. Nine month 2009 cash flow was \$1.5 million and pro forma current net debt is \$3.8 million excluding debentures. Diaz's nine month average production was 680 boe/d.

Financial and Operating Results

	Nine Months Ended	Years Ended December 31		
	Sep. 30, 2009	2008	2007	2006
Cash flow (\$ millions)	1.5	7.7	5.4	8.6
Cash flow per share (\$)	0.02	0.12	0.08	0.14
Net current debt (\$ millions)*	7.2	8.4	8.5	11.2
Pro forma net current debt **	3.8			
Production (BOEd)	680	886	865	1,136
Shares issued (millions)	67.2	67.2	65.4	63.8

* The \$7.1 MM convertible debentures which mature on March 2012 are not included.

** Includes the proceeds from the sale of the Parkman property (\$2.5 million) and an equity private placement (\$0.92 million) completed in October.

Outlook 2010

Alberta, Canada	<p>Lloydminster – WI 50% - Diaz has been put on notice to drill five new horizontal oil wells by it's partner, Harvest Operations Corp. Diaz has drilled four wells to date and has received approval from the ERCB for a holding which allows for up to 64 wells to be drilled on section 18-48-1 W4. This property has the potential to substantially increase Diaz's production and reserve base.</p> <p>Lloydminster – WI 80% - Diaz has acquired the mineral rights covering 400 acres adjacent south of sec 18-48-1 W4 which, based on Diaz's interpretation of its 3-D seismic and geology, is also prospective for Lloydminster oil production.</p>
Saskatchewan, Canada	<p>S.W. Saskatchewan – WI 50 - 80% - Diaz has acquired 16,707 acres (12,448 net acres) in Alberta and Saskatchewan. Diaz's primary exploration focus is in Saskatchewan where the Company now has acreage on prospective Shaunavon, Bird Bear, and Viking oil plays.</p>
Texas, U.S.	<p>Eagle Ford Oil Shale - Diaz sold 43.75% of it interest in 6,356 gross acres for \$810,000 and retains a 6.25% interest in the property. The purchaser will pay for Diaz's 6.25% interest through the first USD \$4.3 million of gross expenditures on projects to develop the property. Operations are commencing.</p>
Alberta, Canada	<p>Alberta Gas - Diaz has an interest in 115,000 gross (49,000 net) acres in Southern Alberta. Over 30 potential shallow gas well locations have been identified to be developed when gas prices improve.</p>

Contact Information

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Forward-Looking Statements

ADVISORY: Certain information regarding the Company in this Corporate Profile including management's assessment of future plans and operations, may constitute forward-looking statements under applicable securities laws and necessarily involve risks. Additional information on these risks and other factors that could effect the Company's operations and financial results are included in reports on file with Canadian securities regulatory authorities and may be accessed through the SEDAR website (www.sedar.com) and at the Company's website (www.diazresources.com). Furthermore, any forward-looking statements contained in this news release are made as at the date of this news release and the Company does not undertake any obligation to update publicly or to revise any of the included forward-looking statements, whether as a result of new information, future events or otherwise, except as may be required by applicable securities laws.

Basis of Presentation

BOE Presentation – The term barrels of oil equivalent (BOE) or billions of cubic feet of gas equivalent (Bcfe) may be misleading, particularly if used in isolation. A BOE or Bcfe conversion ratio of 6 Mcf: 1 Bbl is based on an energy equivalency conversion method primarily applicable at the burner tip and does not represent a value equivalency at the wellhead. All BOE conversions in this report are derived by converting gas to oil in the ratio of six thousand cubic feet of gas to one barrel of oil.