



DIAZ RESOURCES LTD.

#1800, 633 Sixth Avenue S.W.
Calgary, Alberta
T2P 2Y5 Canada

The following is for immediate release in Canada, Thursday, November 21, 2002.

DIAZ RESOURCES LTD. REPORTS FINANCIAL RESULTS FOR NINE MONTHS, 2002

Diaz Resources Ltd. today reported that its financial results for the nine months ended September 30, 2002, were negatively impacted by lower gas prices and lower production. The Company received an average of \$3.67 per mcf in 2002, compared with \$5.76 per mcf in the prior year.

Cash flow for the period decreased to \$2.4 million, or \$0.05 per share compared with \$5.9 million, or \$0.16 per share in 2001. Diaz reported no earnings for the nine months ended September 30, 2002 compared with earnings of \$2.3 million in 2001.

Natural gas production for period averaged of 4.8 mmcf/d compared with 6.1 mmcf/d a year earlier. Oil production averaged 145 bbls/d for the period compared with 203 bbls/d for the same period in 2001. Total production averaged 948 boe/d compared with 1,212 boe/d in 2001.

FOR FURTHER INFORMATION, PLEASE CONTACT:

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SUMMARY OF OPERATIONS

<i>(Thousands, except per share amounts)</i>	Nine Months Ended	
	September 30	
	2002	2001
Financial		
Total revenue	\$ 5,089	\$ 9,064
Cash flow	\$ 2,419	\$ 5,915
Cash flow per share	\$ 0.05	\$ 0.16
Net earnings for the period	\$ -	\$ 2,297
Earnings per share	\$ 0.00	\$ 0.06
Capital additions	\$ 4,150	\$ 9,966
Dispositions	\$ 647	\$ 491
Net debt	\$ 10,908	\$ 9,746
Total assets	\$ 30,842	\$ 30,796
Operations		
Production		
Gas (mmcf/d)	4.8	6.1
Oil (bbls/d)	145	203
Boe/d (6mcf = 1bbl)	948	1,212
Product Prices		
Gas (\$/mcf)	\$ 3.67	\$ 5.76
Oil (\$/bbl)	\$ 34.64	\$ 36.06
Total shares outstanding, at period end	41,831	37,909

Forward looking statements – statements included in this press release that are not historical facts may be considered “forward looking statements.” All estimates and statements that describe the Company’s objectives, goals or future plans are forward looking statements. Forward looking statements involve inherent risks and uncertainties where actual results could differ materially from those currently anticipated.

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