



DIAZ RESOURCES LTD.

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

The following is for immediate release in Canada, Wednesday, October 8, 2003.

DIAZ ANNOUNCES \$3,000,000 PRIVATE PLACEMENT OFFERING OF COMMON SHARES

Diaz Resources Ltd. announces today that it has entered into an agreement with Griffiths McBurney & Partners as lead agent in respect of a best efforts private placement offering of up to 7,317,073 common shares at an issue price of \$0.41 per share. Closing is subject to receipt of all necessary regulatory approvals and is scheduled for October 23, 2003.

Humboldt Capital Corporation, an insider of the Corporation and Diaz's largest shareholder, has agreed to subscribe for \$500,000 of the offering, if otherwise unsubscribed for.

Net proceeds from the offering will be used to fund increased capital expenditures by Diaz in southern Alberta and in Texas.

Diaz is a Calgary based oil and gas exploration Company with production in Alberta, Saskatchewan and Texas. Diaz is currently focused on exploring for natural gas in Alberta.

This press release should not constitute an offer to sell or the solicitation of an offer to buy the common shares in any jurisdiction. Such securities have not been registered under the United States Securities Act of 1933 and may not be offered or sold in the United States, or to a U.S. person absent registration, or an applicable exemption therefrom.

NOT FOR DISSEMINATION TO THE UNITED STATES NEWSWIRE SERVICES OR FOR DISSEMINATION IN THE UNITED STATES

FOR FURTHER INFORMATION, PLEASE CONTACT:

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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.

**THE TORONTO STOCK EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR
THE ADEQUACY OR ACCURACY OF THIS RELEASE.**