



DIAZ RESOURCES LTD.

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

The following is for immediate release in Canada Thursday, November 20, 2003.

DIAZ REPORTS SIGNIFICANTLY IMPROVED FINANCIAL RESULTS FOR NINE MONTHS, 2003

Diaz Resources Ltd. today reported that its financial results, for the nine months ended September 30, 2003, were significantly improved from one year ago, primarily as a result of higher commodity prices and new natural gas production.

Revenue for the nine months ended September 30, 2003 totalled \$7.2 million, compared with \$5.1 million one year earlier. Cash flow for the period increased to \$4.4 million, or \$0.10 per share, compared with \$2.4 million, or \$0.05 per share in 2002. Diaz reported earnings for the nine months ended September 30, 2003 of \$1.9 million, or \$0.04 per share, compared with no earnings reported for the same period in 2002.

Diaz received an average of \$6.21 per mcf during the first nine months of 2003, compared with \$3.67 per mcf for the same period in 2002. Natural gas production for the nine months ended September 30, 2003 decreased slightly to an average of 4.7 mmcf/d, compared with 4.8 mmcf/d a year earlier. Total production averaged 862 boe/d, compared with 948 boe/d in 2002.

The decline in gas production volume was reversed at the end of the second quarter with the addition of 1.9 mmcf/d, net to Diaz, from two Texas wells and a gas well at Provost, Alberta. As a result of additional production in Texas and Alberta, Diaz is currently producing at a rate of 1,100 boe/d. The Company anticipates that it will exit 2003 with a production rate of between 1,350 and 1,400 boe/d.

Diaz is an oil and gas exploration and production company based in Calgary, Alberta. Diaz's current focus is on shallow gas developments in southern Alberta and deep gas exploration in Texas.

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.**



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SUMMARY OF OPERATIONS

	Nine Months Ended	
	September 30	
<i>(Thousands, except per share amounts)</i>	2003	2002
Financial		
Total revenue	\$ 7,200	\$ 5,089
Cash flow	\$ 4,371	\$ 2,419
Cash flow per share (diluted)	\$ 0.10	\$ 0.05
Earnings for the period	\$ 1,906	\$ -
Earnings per share (diluted)	\$ 0.04	\$ 0.00
Capital additions	\$ 4,893	\$ 4,150
Dispositions	\$ 518	\$ 647
Net debt	\$ 10,024	\$ 10,908
Total assets	\$ 35,181	\$ 30,842
Operations		
Production		
Gas (mmcf/d)	4.7	4.8
Oil (bbls/d)	75	145
Boe/d (6mcf = 1bbl)	862	948
Product Prices		
Gas (\$/mcf)	\$ 6.21	\$ 3.67
Oil (\$/bbl)	\$ 39.51	\$ 34.64
Total shares outstanding, at period end	45,877	41,831

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