



DIAZ RESOURCES LTD.

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The following is for immediate release in Canada, Wednesday, December 10, 2003.

DIAZ ANNOUNCES CLOSING OF \$1.3 MILLION PRIVATE PLACEMENT

Diaz Resources Ltd. is pleased to report that its previously announced offering of 1,250,000 Class A Subordinate Voting Shares, to be issued on a flow-through basis at a price of \$0.80 per share, was fully subscribed and increased to 1,625,000 Class A Shares, resulting in gross proceeds of \$1.3 million. The offering was bought by GMP Securities Ltd. as underwriter, assisted by Acumen Capital Finance Partners Ltd. as a special selling group member.

After giving effect to the offering, Diaz has 51,103,831 Class A shares outstanding and 6,173,555 Class B shares outstanding.

Net proceeds from the offering will be used to incur eligible Canadian Exploration Expenses.

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 Wilcox gas exploration in Texas.

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

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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.**