



# DIAZ RESOURCES LTD.

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

The following is for immediate release in Canada Thursday, December 16, 2004.

## **DIAZ ANNOUNCES CLOSING OF \$1.0 MILLION PRIVATE PLACEMENT**

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Diaz Resources Ltd. is pleased to report that it has closed a previously announced private placement by the issuance of 1,333,334 Class A Subordinate Voting Shares, issued on a flow-through basis at a price of \$0.75 per share, resulting in gross proceeds of \$ 1.0 million. The offering was managed by GMP Securities Ltd.

After giving effect to the offering, Diaz has 53,658,831 Class A shares outstanding and 5,963,055 Class B shares outstanding.

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

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.

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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.*

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