



DIAZ RESOURCES LTD.

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

The following is for immediate release in Canada, Thursday, December 15, 2005

DIAZ ANNOUNCES CLOSING OF \$2.0 MILLION FLOW-THROUGH SHARE FINANCING

Diaz Resources Ltd. announced today that it has closed its previously announced \$2.0 million flow-through share financing. Research Capital Corporation acted as agent in respect of the issuance of 1,667,000 common shares of the Company, on a flow-through basis at an issue price of \$1.20 per share, for aggregate proceeds of \$2.0 million, on a best efforts private placement basis. Subsequent to the closing, Diaz has 61,549,686 common shares outstanding.

Proceeds from the offering will be used to fund the Company's capital expenditures in Canada, which qualify for renouncement as Canadian Exploration Expense to the subscriber of the shares.

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, natural gas exploration in central and southern Alberta and deep gas exploration in Texas.

FOR FURTHER INFORMATION, PLEASE CONTACT:

Robert W. Lamond, Chairman – or – Charles A. (Tony) Teare, Executive Vice President

DIAZ RESOURCES LTD.

Telephone: (403) 269-9889

Fax: (403) 269-9890

Website: www.diazresources.com

Email: info@diazresources.com

TSX: DZR

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.**