

Cape Diamonds Plc ('Cape Diamonds' or the 'Company')

Board Appointments

15 June 2007

Cape Diamonds Plc, (AIM: CAPE), the diamond producing company with diamond assets in the Republic of South Africa is pleased to announce the appointment of four new Directors which it believes will strengthen the Board. As a result of the new distribution of responsibilities on the Board, the Chairman, Masoud Alikhani, will become non-executive. All of the changes have immediate effect.

The new Directors are:

Merika Johannes ("Joe") Madungandaba (aged 49, Finance Director, South African)

Joe joins Cape Diamonds from its Black Economic Empowerment Partner, Community Investment Holdings (Pty) Ltd ("CI Holdings"), the ultimate parent of Wheatfields which owns 25.6% of Golden Falls Mining (Pty) Ltd, Cape Diamonds' trading subsidiary that operates the Elandsplaagte mine.

Joe is a co-founder of CI Holdings and has held the position of Chief Executive Officer for 11 years. CI Holdings is a black economic empowerment investment company with substantial interests in the Healthcare, Transport & Logistics, Power & Energy and Telecommunications sectors.

Joe has extensive experience serving as a Board member, both for private companies and a number of public companies listed on the Johannesburg Stock Exchange.

Joe completed his articles of clerkship with Ernst & Young in South Africa. He holds a certificate in taxation from UNISA and completed a Managing Enterprise Development Programme at Cranfield, in addition to being a member of the Association of Black Accountants of Southern Africa, the Black Management Forum and the Institute of Certified Public Accountants of South Africa.

Joe takes overall responsibility for the financial functions at Cape Diamonds and Golden Falls. He will be based in South Africa.

Joe is or has been a director or partner in the following companies or partnerships during the past five years:

Present:

AFC-Africa Construction

Evening Star Trading 160

Macmed Health Care

Malesela Holdings No 2

Malesela Holdings No 1

Malesela Hospital Group

Malesela Investments No 12

Malesela Investments No 13

Malesela Investments No 2

Malesela Investments No 3

Malesela Investments No 4

Malesela Investments No 5

Past:

Alphabet Street Properties 52

Bougainville Private Hospital

Clearline Protection Systems

Cullinan Industrial Porcelain

CZ Electronics Manufacturing

Dusty Moon Investments 55

East Rand N17 Private Hospital

Fasic Investment Corporation

Institute for Business Innovation

Khetha Staffing Services

Makgaba Technologies

Namane Financial Services

Malesela Investments No 6
Malesela Investments No 7
Malesela Investments No 8
M-Tech Aluminium Wire and Conductor
Pharm Share Pharmaceutical and Medical Supplies
Protea Health Care Products
Sizabantu Electrical
Sizabantu Holdings
Vukume Investment Holdings

Phodiso Clinics
Premier Loss Control
Price Forbes Investments
Regal Protea Health Products
Tasselane Technologies
Western Breeze Trading 330

Dr Anna Theresa Masamo Mokgokong (aged 50, Non-executive Director, South African)

Anna is a leading business woman, recognised as such by awards from around the world, including the UK, Australia, France, Spain and Italy. She is co-founder and Executive Chairperson of CI Holdings, which Anna and her co-founders built from nothing in 1995 to a group turnover in excess of £279 million (R4 billion) in 2006.

She is on the board of a number of companies and institutions including the positions of Non-Executive Chairperson of Jasco Electronics (listed on the Johannesburg Stock Exchange), Air Liquide Healthcare and Tshwane International Convention Centre and Deputy Chairperson of Siemens Limited. Anna has been appointed by the President of South Africa, Mr Thabo Mbeki, to serve as a member of the Independent Commission for the Remuneration of Public Office Bearers for a period of five years from March 2004. Among other responsibilities she is a member of the Premier's Economic Advisory Council, President of South African Women Entrepreneurs Network ("SAWEN") and Chairperson of the Small Enterprise Development Agency ("SEDA"). She graduated from the Medical University of South Africa (Medunsa) in 1984.

Anna is or has been a director or partner in the following companies or partnerships during the past five years:

Present:

Afri-Necton
Malesela Holdings No 2
Malesela Hospital Group
Malesela Investments No 12
Malesela Investments No 13
Malesela Investments No 2
Malesela Investments No 4
Malesela Investments No 5
Malesela Investments No 8
M-Tech Aluminium Wire and Conductor
Phambili Medical Holdings
Pharm Share Pharmaceutical and Medical Supplies

Past:

Sabs Holdings
Botagric Holdings
Community Hospital Management
Community Zone Insurance Brokers
Cullinan Industrial Porcelain
CZ Electronics Manufacturing
East Rand N17 Private Hospital
Faranane Contract Interiors
Fasic Investment Corporation
Hospital Association of South Africa
Khetha Staffing Services
Makagaba Technologies
Malesela Transmission and Distribution

Protea Health Care Products
Sizbantu Holdings
Vukume Investments Holdings
Sizbantu Electrical
Macmed Health Care
Thuthuka Mpilo Health Services

Masamo Investments
Namane Financial Services
Novartis South Africa
Only The Best
Premier Loss Control
Tasslelane Technologies
Telebest Holdings
Teleresources
V Medical and Administrators
Western Breeze Trading 330

Sharon Sasson (aged 36, Executive Director, Israeli)

Sharon is based in Israel and is a UK qualified lawyer who was for four years until 2004 a founding partner of a law firm specialising in investments and fundraising. From 2004, Sharon has been a self employed businessman involved in various aspects of investment banking and business development, working in close contact and co-operation with leading Israeli investment houses and banks and high net worth private investors.

Sharon has no previous directorships.

Oren Jonathan Lubow (aged 32, Non-executive Director, Israeli)

Oren is based in Israel and is the owner and Managing Director of Taurus-IL Ltd, an investment house with a portfolio of Israeli and overseas companies representing a wide range of business sectors. He is also a Director and member of the Investment Committee of Rahkia Mutual Funds Limited. Oren qualified for the Israeli Bar in May 2001 and worked in the corporate department of Naschitz, Brandes & Co Law Offices, one of Israel's largest law firms from 2001 to 2004.

Oren is or has been a director or partner in the following companies during the past five years:

Present:

Taurus-IL Ltd

Rahkia Mutual Funds Ltd

Past:

None

Mr. Joe Madungandaba and Dr. Anna Mokgokong were non-executive Directors of Cool Ideas 252. The business' assets and liabilities were sold to a private equity company; the remaining shell was put into voluntary liquidation on 27 January 2004 in order to deregister the Company.

Mr. Joe Madungandaba and Dr. Anna Mokgokong were non-executive Directors of Macmed (Pty) Ltd. A subsidiary of Community Investment Holdings, Malesela Holding had invested in Macmed (Pty) Ltd which was liquidated in August 1999. Dr. Anna Mokgokong and Mr. Joe Madungandaba represented the holding company in this significant investment.

Both Dr. Anna Mokgokong and Joe Madungandaba were non-executive directors of Siyambili-Fridgemaster (Pty) Ltd which was a subsidiary of Fridgemaster Ltd. Fridgemaster Ltd was liquidated in May 1996 and it had a knock-on effect on Siyambili.

All of these liquidations have been finalised.

There is no further information required to be disclosed in accordance with Schedule 2, paragraph (g) of the AIM Rules.

In addition, Keith Hardy will be appointed as Company Secretary when trading in the Company ordinary shares resumes on AIM. Keith is a Chartered Accountant with thirty five years experience.

Enquiries to:

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