

Cape Diamonds plc (the "Company")

Director Share Dealing

28 August 2007

The Company was notified on 24 August 2007 that Mr Manie Silver, Chief Executive of the Company, purchased 40,000 ordinary shares of 10p each in the Company ("Ordinary Shares") at 50p per share on 24 August 2007.

Following this transaction, Mr Silver has a beneficial interest in 40,000 Ordinary Shares representing 0.12 per cent. of the Company's issued share capital.

W.H. Ireland 0121 616 2101
Tim Cofman-Nicoresi

Redleaf Communications 020 7822 0200
Emma Kane/Samantha Robbins