

RNS Number:0674H
Cape Diamonds PLC
01 August 2006

1 August 2006

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

Issue of Equity

Cape Diamonds today announces that 25,000 warrants in the Company were converted into ordinary shares at an exercise price of 10p per share.

Application has been made to admit these shares to trading on AIM. It is expected that admission of the above shares will become effective on 7 August 2006.