

RNS Number:0979K
Cape Diamonds PLC
06 October 2006

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

Issue of Equity

Cape Diamonds today announces that 150,000 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 12 October 2006.

END