



DIADEM RESOURCES LTD.

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Common shares outstanding – **58,006,341**

DIADEM RESOURCES LTD. UPDATE

Toronto, Canada – January 23, 2003 - DIADEM RESOURCES LTD. (DIR.TSX) wishes to inform its shareholders that it is currently finalizing negotiations to joint venture its gold property in Nicaragua and silver properties in Mexico. Letters of intent have been received.

Details of the agreements cannot be released until the due diligence being carried out by the mining companies is completed. The finalization of the agreements is expected before the end of February.

Diadem Resources Ltd. is a Toronto-based mineral exploration company with a principal objective to discover, enhance and develop known mineral properties to production potential.

Diadem has a diamond discovery in California; zinc, copper, silver projects in Mexico; an advanced zinc project in Indonesia; zinc, copper-nickel-cobalt properties in Quebec; and interests in gold properties in Nicaragua.

For further information please contact:

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The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.