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DIADEM ANNOUNCES OPTION AND JOINT VENTURE OF NORTH ATLANTIC RESOURCES' DIOKEBA, DALAKAN AND SINZENI GOLD PROJECTS IN MALI

TORONTO, December 1, 2005 – Rod Thomas, President and CEO of Diadem Resources Ltd. (TSX-V: "DIR") is pleased to announce that Diadem has signed a Letter Agreement with North Atlantic Resources Ltd. (NAC) to enter into an Option and Joint Venture to explore the latter company's 100% owned Diokeba, Dalakan and Sinzeni gold properties in Mali, West Africa.

The 57 square km Diokeba property is situated 25 km southeast of the Anglogold-lamgold 13.4 million ounce Sadiola Gold Mine in western Mali and east of the Senegal Mali Shear Zone within sandstone, siltstone, phyllite and carbonate rocks of the Birimian Kofi Formation. The Sadiola deposit is hosted within rocks of the Kofi Formation.

Preliminary work by NAC has delineated two large anomalous gold clusters on the Diokeba property. Anomaly A in the northern part of the property is 4 km long, northeast trending and up to 1 km wide with gold concentrations in surface soil samples of up to 1,017 ppb gold. Anomaly B in the southern part of the property is a northeast-trending cluster of anomalies 2,600 m long and 1500 m wide with gold concentrations of up to 830 ppb gold associated with nearby, unoccupied, artisanal workings. NAC subsequently tested two discrete geochemical anomalies within Area B on the property by completing a 3,102 m, 66-hole program of shallow, reverse-circulation drilling. Intersections vary from high-grade narrow intersections of 24.65 g/t gold over 2 m to wider intersections of 1.17 g/t gold over 12 m. Drilling completed by NAC was the first documented drilling on the property despite the property's favorable geology and proximity to the Sadiola Mine. Further work on the property is planned to follow-up on the aforementioned drill results as well as test other unexplored gold anomalies on the property.

Dalakan and Sinzeni are situated in southern Mali, 25 km southeast of the Kalana gold mine and 50 km south of the Morila gold mine, respectively.

On the 219 square km Dalakan property NAC collected 4,117 soil and termite mound samples with individual samples yielding values of up to 775 ppb gold. Three broad gold-in-soil anomalies were delineated with the easternmost area being subject to a 3,879 m reconnaissance reverse-circulation drilling program. No significant results were obtained in the initial drill program and future work will consist of mapping and pitting of the remaining unexplored soil anomalies to establish priority targets for further drill testing.

At Sinzeni a 250 square km land package secures a regional northeast-trending structure. An initial reconnaissance soil-sampling program yielded values up to 171 ppg gold in soil. Future work on the property will include additional surface geochemical surveys as well as a first phase reconnaissance drill program.

A description of the Diokeba, Dalakan and Sinzeni properties is provided on the NAC website at www.nac-tsx.com.

The terms of the joint venture stipulate that in order to earn a 60% interest in each of the properties Diadem must expend \$2 million each on the Diokeba and Dalakan properties and \$1 million on the Sinzeni property in exploration expenditures over a five year period, as well as issue, subject to regulatory approval, (pre-consolidation) shares totalling 250,000 for each of Diokeba and Dalakan as well as 125,000 for Sinzeni, over a four year period. Upon earning a 60% interest Diadem may elect to become operator of the properties.

The joint venture of NAC's Diokeba, Dalakan and Sinzeni properties represents another step in establishing Diadem as a diversified explorer with an emphasis on Mali, where the Company believes there are outstanding opportunities for discovery based on undeveloped mineral endowment and a favorable operating environment.

The Company also wishes to announce that it has elected not to proceed further with the Attawapiskat property, which is the subject of an option and joint venture agreement with Vault Minerals Inc.

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