

12 December 2016

**Karelian Diamond Resources Plc**  
("KDR" or the "Company")

**ISSUED SHARE CAPITAL**

Karelian Diamond Resources Plc (AIM: KDR, ESM: KDRI) announces that, following the Capital Reorganisation becoming effective as at the close of business on 9 December 2016, the issued share capital, which comprises 317,785,034 Ordinary Shares and 317,785,034 Deferred Shares, was admitted to trading on AIM and on ESM on Monday 12 December 2016. The above figure may be used by shareholders as the denominator for the calculations by which they will determine if they are required to notify their interest in, or a change to their interest in, the Company, under the Disclosure and Transparency Rules.

(All definitions used in this announcement are as per the circular sent to the Company's shareholders on 17 November 2016.)

**Further Information:**

|  |                              |
|--|------------------------------|
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[www.kareliandiamondresources.com](http://www.kareliandiamondresources.com)