

The information contained within this announcement is deemed by the Company to constitute inside information as stipulated under the Market Abuse Regulations (EU) No. 596/2014 ("MAR"). Upon publication of this announcement, this inside information is now considered to be in the public domain.

10 October 2017



Karelian Diamond Resources plc
("Karelian" or "the Company")

Cancellation of admission to trading on the ESM

Karelian Diamond Resources plc ("Karelian") (AIM: KDR, ESM: KDRI), the diamond exploration company focused on Finland, announces that it is to cancel the admission of its ordinary shares to trading on the ESM on 6 November 2017.

The Company's ordinary shares will continue to be admitted to trading on AIM.

The Company has consulted with the Irish Stock Exchange and, as the ordinary shares will remain admitted to trading on AIM, shareholder approval for the cancellation is not required.

Further Information:

Professor Richard Conroy, Chairman, Karelian Diamond Resources plc

Tel: +353-1-661-8958

Virginia Bull / James Thomas / Nick Harriss, Allenby Capital Limited (Nomad)

Tel: +44-20-3328-5656

Ger Heffernan / Jan Fitzell, IBI Corporate Finance Limited (ESM Adviser)

Tel: +353-7662-34800

Jon Belliss / Elliot Hance, Beaufort Securities Limited (Broker)

Tel: +44-20-7382-8300

Michael Padley, Lothbury Financial Services Limited

Tel: +44-20-3290-0707

Don Hall, Hall Communications

Tel: +353-1-660-9377

www.kareliandiamondresources.com