



Dwyka
Diamonds
Limited

17 December 2003

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
20 Bond Street
Sydney NSW 2000

Dear Sir,

RE: Issue of shares under the Dwyka Diamonds Share Plan

Dwyka Diamonds Limited ("Dwyka") announces that in accordance with the shareholder approval received on 28 November 2003, it has today issued 2,850,000 shares under the terms of the Dwyka Diamonds Share Plan to directors and employees of the Company.

The shares issued today under the terms of the Dwyka Diamonds Share Plan will not be quoted on ASX or AIM, and may not be sold or otherwise dealt with until the later to occur of the following:

- (a) the loan in respect of those shares has been repaid in full; and
- (b) in respect of:
 - (i) one third of the shares issued, 12 months after the date of the issue of the shares (17 December 2004);
 - (ii) another one third of the shares issued, 24 months after the date of the issue of the shares (17 December 2005); and
 - (iii) the remaining one third of the shares issued, 36 months after the date of the issue of the shares (17 December 2006).

Yours faithfully
Dwyka Diamonds Limited

Grant Button
Company Secretary

Dwyka Diamonds Limited	ACN 060 938 552
Level 4, HPPL House	Postal Address
28 - 42 Ventnor Avenue	PO Box 368
West Perth WA 6005	West Perth WA 6872
Tel: (61 8) 9324 2955	Fax: (61 8) 9324 2977

For further information please contact:

In Australia:

Grant Button, Melissa Sturgess
Dwyka Diamonds Limited
(+618) 9324 2955

In United Kingdom:

Joe Nally, David Newton
Williams de Broë Plc
(+44) 20 7588 7511

Laurence Read/ Leesa Peters
Conduit PR

(+44) 20 7936 9095 / (+44) 7979 955 923

Dwyka Diamonds Limited | ACN 060 938 552

Level 4, HPPL House | Postal Address
28 – 42 Ventnor Avenue | PO Box 368
West Perth WA 6005 | West Perth WA 6872

Tel: (61 8) 9324 2955 | Fax: (61 8) 9324 2977