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PRESS RELEASE

**VAALDIAM COMPLETES ACQUISITION OF ELKEDRA DIAMONDS NL AND
RECEIVES FUNDS FROM ESCROW**

Vaalldiam Resources Ltd. (“Vaalldiam” or the “Company”) (TSX - VAA) is pleased to announce that it has closed the previously announced acquisition of Elkedra Diamonds NL (the “Acquisition”) which received court approval on November 1, 2007, subsequent to receiving shareholder approval at a meeting of Elkedra Diamonds NL shareholders held on October 29, 2007.

With the closing of the Acquisition, the Company has satisfied the conditions to the release of the funds placed into escrow pursuant to the previously announced private placement of subscription receipts (the “Subscription Receipts”) that closed on August 15, 2007. In connection with the satisfaction of such conditions, a net amount of approximately \$18.6 million was released to the Company. Each Subscription Receipt has been exchanged, without payment of any additional consideration, for one common share of the Company and one-half of one common share purchase warrant of the Company, each whole warrant entitling the holder thereof to acquire one common share of the Company at a price of \$1.20 until August 15, 2009. All such common shares and warrants (and securities issuable on exercise of the warrants) are subject to the resale restrictions until December 16, 2007.

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For additional information regarding Vaalldiam, please visit www.vaalldiam.com, or contact Ken Johnson, President and Chief Executive Officer or Janet Reid, Manager, Investor Relations at (416) 363-6927.