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**PRESS RELEASE**

**HIGH GRADE RESULTS CONTINUE AT DUAS BARRAS MINE  
2,027 Carats Recovered**

**Vaalldiam Resources Ltd. (VAA – TSX)** announced today that 10,289 diamonds with a total weight of 2,027.09 carats have been recovered from 6,661.05 bank cubic metres of gravel during the commissioning of its 100% owned Duas Barras mine. The average recovered diamond grade since the start of plant commissioning in early May is 0.30 carats per bank cubic metre.

Additional production highlights:

- Average size of the diamonds recovered is 0.20 carats per stone;
- Ten largest diamonds recovered weigh 6.25, 3.81, 2.81, 2.78, 2.75, 2.70, 2.61, 2.59, 2.47 and 2.38 carats;
- 21% of the diamonds by weight are larger than 0.50 carats (511 diamonds weighing 431.66 carats);
- 7.4% of the diamonds by weight are larger than 1 carat (101 diamonds weighing 149.92 carats).

Free gold is also being recovered in the Duas Barras processing plant. Commissioning of the gold recovery circuit was only recently started, and has since resulted in the recovery of 1.35 kilograms of fine gold concentrate from 3,355.26 bank cubic metres of gravel, indicating a recovered grade of 0.40 grams gold per bank cubic metre.

Ken Johnson, President and Chief Executive Officer of Vaalldiam reports that *“since plant commissioning started in early May, we have been steadily increasing throughput to achieve one 10-hour working shift. We are now adding a second 10-hour work shift at the recovery plant, as we approach the plant’s processing design capacity of 80 cubic metres of gravel per hour. We continue to be quite impressed by the high diamond recoveries experienced during plant commissioning, which is a tribute to our technical team’s operating efficiency and the high grade of the Duas Barras deposit. The recovered grade of 0.30 carats per cubic metre and 0.40 grams gold per cubic metre encountered thus far is significantly higher than our indicated resource grade of 0.16 carats per cubic metre and 0.18 grams gold per cubic metre, and is expected to further enhance the economics of this mine.”*

Vaalldiam’s Duas Barras mine is situated in the State of Minas Gerais, Brazil. The deposit contains an indicated resource of approximately 1,843,000 bank cubic metres at an estimated grade of 0.16 carats per cubic metre and 0.18 grams gold per cubic metre, representing an in-situ diamond resource of 295,000 carats and 335 kilograms (10,780 ounces) of gold. In addition, the deposit contains an inferred resource of approximately 856,000 bank cubic metres at an estimated grade of 0.16 carats per cubic metre and 0.18 grams gold per cubic metre, representing an in-situ diamond resource of 137,000 carats and 156 kilograms (5,010 ounces) of gold. An independent valuation of 169.15 carats of diamonds recovered during the bulk sampling program indicated an average value of US \$197 per carat.

Photos of the Duas Barras mine and the diamonds recovered during commissioning are available for viewing on Vaalldiam’s website at [www.vaalldiam.com](http://www.vaalldiam.com).

This release has been reviewed by José Ricardo Pisani, Vice President, Exploration and Paul Daigle, P.Geo, who are qualified persons under National Instrument 43-101. For additional information regarding Vaalldiam please visit [www.vaalldiam.com](http://www.vaalldiam.com), or contact Ken Johnson, President & Chief Executive Officer or Janet Reid, Manager, Investor Relations at (416) 363-6927.

*This press release contains certain forward-looking statements. In certain cases, forward-looking statements can be identified by the use of words such as “plans”, “expects” or “does not anticipate”, or “believes”, or variations of such words*

*and phrases or statements that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved". Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by the forward-looking statements. Such factors include, among others, risks related to international operations; risks related to joint venture operations; actual results of current exploration activities; changes in project parameters as plans continue to be refined, future prices of resources; possible variations in reserves, grade or recovery rates, accidents, labour disputes and other risks of the mining industry; and delays in obtaining governmental approvals or financing or in the completion of development or construction activities. Although the Company has attempted to identify important factors that could cause actual actions, events or results to differ materially from those described in forward-looking statements, there may be other factors that cause actions, events or results to differ from those anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.*