

3 May 2016

HOLDING IN COMPANY

Karelian (AIM: KDR, ESM: KDRI), the diamond exploration company focused on Finland, has received notification that Mr Alan Osborne now holds 11,708,566 ordinary shares, representing 4.09 per cent. of the issued share capital of the Company.

Further Information:

Professor Richard Conroy, Chairman, Karelian Diamond Resources plc

Virginia Bull / Simon Clements, Allenby Capital Limited (Nomad)

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