

NEWS RELEASE TSX: DIAM

May 16, 2018 Saskatoon, Saskatchewan

STAR DIAMOND CORPORATION ANNOUNCES THE RESULTS OF THE 2018 ANNUAL AND SPECIAL MEETING OF SHAREHOLDERS

Star Diamond Corporation ("Star Diamond" or the "Corporation"), is pleased to announce that all of the nominees listed in the management proxy circular dated March 29, 2018 were elected as directors of the Corporation at its annual and special meeting of shareholders held on May 16, 2018 (the "Meeting").

In addition, shareholders also approved at the Meeting:

- a resolution to re-appoint KPMP LLP as the Corporation's independent auditors;
- a resolution for the reconfirmation and continuation of the Corporation's Stock Option Plan, as amended;
- a resolution for the reconfirmation and continuation of the Corporation's Performance Share Unit and Restricted Share Unit Plan, as amended; and
- a resolution for the reconfirmation and continuation of the Corporation's Deferred Share Unit Plan, as amended.

Detailed results of the vote for the election of directors held at the Meeting are set out below:

| Nominee | Votes For | | Votes Withheld | |
|------------------|-------------|--------|----------------|--------|
| | Number | % | Number | % |
| Harvey Bay | 138,526,776 | 90.24% | 14,989,449 | 9.76% |
| Ewan Mason | 143,754,119 | 93.64% | 9,762,106 | 6.36% |
| Kenneth MacNeill | 135,821,353 | 88.47% | 17,694,872 | 11.53% |
| C. Michael Ryer | 142,804,192 | 93.02% | 10,712,033 | 6.98% |

Voting results for all matters will be posted on SEDAR at www.sedar.com.

For further information: stardiamondcorp@stardiamondcorp.com or (306) 664-2202 www.stardiamondcorp.com

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