

News Release

DIAMCOR MINING INC. TSX.V Symbol (DMR)

January 06, 2003

DIAMCOR UPDATE

Kelowna, B.C.: Mr. Wayne Wolf President and CEO of Diamcor Mining Inc. (“Diamcor”) is pleased to provide an update on the Company’s So Ver Diamond Mine located 65 km northwest of Kimberly, South Africa.

The So Ver operation entails the re-milling of the tailings from previous mining operations conducted by the Rex Diamond Mining Corporation. New technology has allowed the re-treatment of this rock, grinding it down to a size of 3 mils, whereas the old standard was 19 mils. This was supplemented in mid-2002 by the installation of a weightometer, a closed circuit television system, and improvements to the belts and equipment, all of which resulted in a more efficient operation and increased production. The mine life has been estimated at 4 years at present production levels, by Diamcor’s consultants, MPH Consulting Limited. Mining operations were closed for the month of December to allow employees to return to their families for the holiday season. Production will resume January 6th, 2003.

During 2002 Diamcor increased its ownership of the So Ver operation from 20% to 53.5% and has arranged with Diamcor’s South African accountants, Cassells de Kooker of Pretoria, South Africa, to work with the Canadian Accounting firm of Davidson and Company, Diamcor’s auditors, to integrate the So Ver accounting system with Diamcor’s. The Company has also opened an office in Kimberly, and has hired a consultant to handle Diamcor’s day-to-day interests in that area.

Mr Wolf recently travelled to South Africa where he and the Company’s legal counsel, Mr. Greg Yanke continued the Company’s due diligence on the feasibility of expanding the 53.5 percent ownership of the So Ver Mine to 100%. The Company was also examining the viability of completing the purchase of the issued and outstanding shares of Northwest Diamond Company (Pty) Limited, a private Company that owns the Peiserton Mine in Northern Cape Province, South Africa. Decisions regarding the expansion of So Ver holdings and the Peiserton acquisition, will be influenced by the analysis being conducted by both MPH Consulting and Mr. T.J. de Kooker, a director of Cassells de Kooker. The Company expects to have enough information to make these decisions by February 15th, 2003.

Statements about the Company’s future expectations and all other statements in this press release other than historical facts are “forward looking statements”. The Company intends that such forward-looking statements be subject to the

safe harbours created thereby. Since these statements involve risks and uncertainties and are subject to change at any time, the Company's actual results may differ materially from the expected results.

For further information, please contact:
Georgia West Management Ltd.

Phone: (604) 868 1000

Toll Free: (877) 868 1001

Fax: (877) 868 1777

Email: geowest@direct.ca

Website: www.diamcormining.com

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.