

News Release

DIAMCOR MINING INC.

TSX Venture Symbol: DMR

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DIAMCOR PROVIDES UPDATE ON SO VER DIAMOND MINE OPERATIONS

Kelowna, B.C.: Diamcor Mining Inc. (“Diamcor” or the “Company”) announces that it continues to take steps in order to secure control over the So Ver diamond mine located 65 kilometres northwest of Kimberly, South Africa. The Company owns a 53.33% interest in the mine.

To this end, the Company has commenced legal action against Nick van der Merwe, the minority owner and former manager of the mine, as well as his wife and related companies. Diamcor is alleging that Mr. van der Merwe misappropriated diamonds and funds from So Ver’s operations for his own personal benefit.

Pending disposition of the case, the High Court of South Africa has granted Diamcor an order limiting Mr. van der Merwe’s involvement in mine operations and requiring him to deliver all information concerning diamond sales from So Ver. The Company and its South African legal counsel continue to review documentation that was seized pursuant to the court order.

An independent third party is now supervising operations at the So Ver mine site. Diamcor has sent representatives to South Africa in order to ensure that its interest in the project is protected. One of Diamcor’s employees has obtained a license to sell diamonds from the mine site in order to prevent any further sales irregularities. The Company is also overseeing the replacement of processing equipment that is expected to increase So Ver’s production.

Diamcor is currently pursuing the acquisition of additional mineral property interests in South Africa. In order to focus its efforts on its South African operations, the Company has decided not to proceed with the acquisition of the Merry Widow claims located on Vancouver Island, British Columbia. However, it will maintain the various claims it staked in the area.

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.

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