

NEWS RELEASE

For Immediate Release
Trading Symbol: SOE (CDNX)

July 31, 2001

VANCOUVER, BRITISH COLUMBIA: - Starcore Resources Ltd. (the "Company") announces that it has entered into an option agreement to acquire a 100% interest in a molybdenum, tungsten and gold property in central British Columbia.

The 44 claim property lies north of Barriere, B.C. and is 25 kilometers east of the Boss Mountain Mine. The claims cover an area of metamorphosed Hadrynian-age Snowshoe sediments that flank a previously unmapped intrusive, the Deception Stock.

Tungsten mineralization occurs as scheelite in a series of exposures along a strike length that was extended by recent prospecting to over 2 km. The host rocks are calcsilicates, metamorphosed carbonate-rich beds of the Snowshoe Formation. The scheelite fluoresces a clean blue-white colour indicating a good potential for a high quality mineral product. A recent grab sample assayed 0.69% tungsten.

A grab sample from a float boulder taken in an area with several 1-2 meter diameter mineralized blocks carrying high grade molybdenum assayed 4.9% Mo. The mineralization occurs as float and in crosscutting quartz and pegmatite veins within a soils geochemical anomaly along a strike length of over 1,000 meters. The molybdenum zone is sub-parallel to the scheelite zone and appears to be a later phase of mineralization.

A programme of trenching and core drilling is planned to test the known showings along with concurrent mapping and prospecting of the rest of the claims under option.

Starcore has agreed, subject to regulatory approval, to the following terms with the claim holders:

1. Cash
 - (a) \$5,000 on CDNX approval;
 - (b) \$7,500 on the first anniversary date;
 - (c) \$25,000 on the second anniversary date; and
 - (d) \$30,000 on the third anniversary date.

2. Share Payments

- (a) 100,000 shares on CDNX approval;
- (b) 50,000 shares on the first anniversary date; and
- (c) 50,000 shares on the second anniversary date.

3. Exploration Expenditures

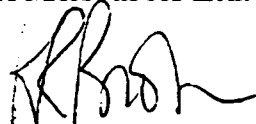
- (a) 1st year - \$ 40,000
- (b) 2nd year - \$100,000
- (c) 3rd year - \$100,000

The claim owners retain a 2% N.S.R. Starcore has the right to buy back this royalty at any time by the payment of \$1,000,000 for each 1%.

The Company also reports that the \$1.0 million exploration program on the Legris Lake platinum-palladium ("PGE") property, being funded by Placer Dome (CLA) Limited ("Placer"), under the new joint venture agreement announced on February 19, got underway in mid May. Work completed to date has mainly involved linecutting, mapping, geochemical sampling and geophysical (mag and I.P.) surveys to extend coverage initiated in 2000 over all the geologically favourable acres on the property for PGE mineralization. Several new target areas have already been defined from this work. In addition, a program of overburden trenching was carried out on the "Poplar Zone" near the collars of 2000 drill holes L00-4 and 8 which exposed a 10 x 60 m mineralized zone yielding widespread anomalous copper, nickel and PGE values of up to 1.4 g/t platinum-palladium and valuable information regarding the controls on PG mineralization at Legris Lake. Drilling is scheduled to begin in September once all the new survey data is compiled and interpreted. Placer has the right to earn a 50% interest in the property (currently held under a 50/50 joint venture with Avalon Ventures Ltd.) by spending \$4.0 million on exploration work over four years. Placer can increase its interest to 60% upon delivery of a bankable feasibility study.

On behalf of the board:

Starcore Resources Ltd.



(sgd.) Ralph Brown, President

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