

Mountain Province to acquire Camphor Ventures

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Mr. Patrick Evans reports

CAMPBOR VENTURES INC. ACCEPTS OFFER FROM MOUNTAIN PROVINCE DIAMONDS TO ACQUIRE SECURITIES OF CAMPBOR VENTURES INC.

Camphor Ventures Inc. has accepted an offer letter from Mountain Province Diamonds Inc. pursuant to which MPV will, subject to certain conditions, make an offer to acquire all of the outstanding securities of CFV, namely the following: (i) all common shares of CFV; and (ii) all securities granting a right to a holder thereof to purchase or otherwise acquire common shares of CFV.

Subject to a definitive agreement to be entered into between MPV and CFV on or about Feb. 1, 2007, MPV would be prepared to offer to acquire: (i) all of the issued and outstanding CFV common shares as of the date of the offer and any CFV common shares that may be issued up to the expiry of the offer as a result of the exercise or conversion of any CFV convertible securities, on the basis of 0.41 MPV common share from treasury for each CFV common share; and (ii) all issued and outstanding CFV convertible securities on the basis of 0.41 MPV convertible security for each CFV convertible security, where one whole MPV convertible security will entitle the holder thereof to purchase one MPV common share on a basis equivalent to that set out in the CFV convertible security, having regard to the exchange ratio. Pursuant to the offer letter, CFV has agreed to not solicit or initiate discussions or negotiations with any third party with respect to alternate transactions involving CFV common shares and CFV convertible securities.

As referred to above, the board of directors of both MPV and CFV will agree to the definitive terms of the offer pursuant to a definitive agreement on or about Feb. 1, 2007. At such time, a subsequent joint news release will be distributed announcing definitive terms of the offer.

"We believe this offer is in the best interest of Mountain Province and Camphor Ventures shareholders", said Patrick Evans, president and chief executive officer of Mountain Province.

Hari Varshney, chairman of Camphor Ventures commented: "Combining our respective interests in the Gahcho Kue joint venture offers strategic benefits to the shareholders of both companies and enhances shareholder value".

Located in Canada's Northwest Territories, Gahcho Kue is the largest new diamond mine under development globally. The project consists of a cluster of three primary kimberlites with an indicated resource of approximately 14.4 million tonnes grading at 1.64 carats per tonne (approximately 23.6 million carats) and an inferred resource of approximately

17 million tonnes grading at 1.35 carats per tonne (approximately 22.9 million carats). Gahcho Kue is currently in the permitting and advanced exploration stage of development. At full production the Gahcho Kue diamond mine is expected to produce approximately three million carats a year over 15 years.

Mountain Province and Camphor Ventures are joint venture partners with De Beers Canada Inc. in the Gahcho Kue diamond project. Mountain Province has a 44.1 per cent interest in the joint venture; Camphor 4.9 per cent; and De Beers 51 per cent. Mountain Province recently announced that it has acquired 33.5 per cent of Camphor Ventures, increasing the company's effective interest in the joint venture to approximately 46 per cent. De Beers is the operator of the project and solely responsible for funding the project through to commercial production. By funding and completing a definitive feasibility study De Beers can increase its interest to 55 per cent. By arranging financing for and completing construction of the mine, De Beers can increase its interest to 60 per cent.

Qualified person

This news release has been prepared under the supervision of Carl G. Verley, PGeo, who serves as the qualified person under National Instrument 43-101.

We seek Safe Harbor.