



FANCAMP EXPLORATION LTD.

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NEWS RELEASE

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Fancamp enters into Rights Agreement Governing Certain Investor Rights and Obligations with Lamêlée Iron Ore Ltd.

Fancamp Exploration Ltd. (“Fancamp” or the “Company”) is pleased to announce that it has entered into a rights agreement governing certain investor rights and obligations with Lamêlée Iron Ore Ltd. (“Lamêlée”) on May 5, 2014 (the “Agreement”). This Agreement is designed to facilitate the long-term success for both Lamêlée and Fancamp with a view to maximize shareholder value.

The Agreement enables Lamêlée to have stability within the board of directors and management to foster a relationship of trust between Fancamp and Lamêlée. Fancamp believes that the Agreement will permit Lamêlée to implement its long-term business plan. Fancamp supports the implementation of the Lamêlée business plan, which is aimed at bringing its project to the production stage as quickly and efficiently as possible.

In order to better provide full stewardship to Lamêlée, the Agreement provides for limitations in respect of the transfer and voting of Lamêlée shares as well as the right for Fancamp to nominate a representative to the Lamêlée board of directors and other standstill obligations.

Transfer by Fancamp

More specifically under the Agreement, Fancamp will be restricted from selling and/or transferring its shareholdings of Lamêlée for a period of five years, without obtaining the prior written consent of Lamêlée, after which time transfers will be permitted subject to certain restrictions.

Voting Restrictions

Subject to termination events such as a change of control, a take-over bid or a change in the majority of the Lamêlée directors in favour of directors not supported by the current Lamêlée

management, Fancamp will be limited from voting in certain circumstances, including not voting against the election of directors proposed by the then incumbent Lamêlée board of directors.

Nomination Rights

Fancamp will be entitled to nominate one person to the board of directors of Lamêlée so long as Fancamp holds at least 10% of the issued and outstanding Lamêlée shares.

Standstill

Subject to termination events, including those indicated above, Fancamp will be restricted from committing to tender or act in concert with an offeror in a take-over bid of any securities of Lamêlée, assisting in a change of control of Fancamp and soliciting proxies from shareholders of Lamêlée or attempting to influence the voting of such shareholders.

The entering into this Agreement with a related party is exempt from the formal valuation and shareholder approval requirements provided under Regulation 61-101 *respecting Protection of Minority Holders in Special Transactions* (“**Regulation 61-101**”) in accordance with the terms of said Regulation 61-101.

A copy of the Agreement will be filed with Fancamp’s documents on the SEDAR website at www.sedar.com.

Statements made in this news release that are "forward-looking statements" are not historical facts. Readers are cautioned that any such statements are not guarantees of future performance, and that actual developments or results may vary materially from those stated herein.

About Fancamp Exploration Ltd (www.fancampexplorationltd.ca)

Fancamp Exploration Ltd. is a Canadian junior mineral exploration company that continues to evolve into a holder of shares in partner companies and royalties on near-term producing mines. These assets are designed to generate free cash flow without further shareholder dilution. Fancamp has an exceptional inventory of resource projects at various stages of development covering more than 1,710 km² in three provinces. The commodities include hematite-magnetite iron formations, titaniferous magnetite, hematite, nickel/copper/PGM, chromite, Volcanogenic Massive Sulphides and gold.

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