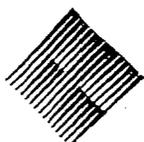


#82-2783



Formation

03 MAR 25 AM 7:21

Formation Capital Corporation  
Suite 720 - 789 West Pender Street  
Vancouver, B.C. Canada V6C 1H2  
Tel: 604.682.6229 Fax: 604.682-6205  
Website: www.formcap.com



03007668

### News Release

SUPPL

Vancouver, B.C., March 12, 2003, Formation Capital Corporation (Formation, FCO-TSX) announced today it has given notice to the holders of 1,787,000 of its common share purchase warrants issued March 22, 2001 (the "Warrants") of an extension of the Warrant expiry date from 4:00 p.m. (Vancouver time) on March 22, 2003 to 4:00 pm (Vancouver time) on March 22, 2006. No change in the exercise price of the Warrants is proposed.

All of the holders of the Warrants are arm's length to the Company. The certificates representing the Warrants will be amended to provide that each Warrant entitles the holder to purchase one common share without par value in the capital of Formation Capital Corporation at a price of \$0.50 per share until 4:00 p.m. (Vancouver time) on March 22, 2006. Amended certificates representing the Warrants will be delivered to the holders of such Warrants at the address of record of such holder, in accordance with the Terms and Conditions governing the Warrants.

Formation Capital Corporation is involved in the exploration, development and processing of precious and base metals with emphasis on cobalt and silver. The Company owns a unique high-grade, primary cobalt deposit called the Idaho Cobalt Project (ICP), located in a pro-mining region in the western U.S. The Project is metallurgically favourable for the production of high purity cobalt products and is currently in the mine permitting stage of development. The mine is forecast to produce approximately 1,500 tonnes of cobalt per year, representing close to 4% of world production.

In October of 2002 Formation finalized the purchase of a unique 36,000 sq foot Hydrometallurgical Complex currently outfitted to produce 10 million ounces of silver, 10,000 ounces of gold and 4 million pounds of copper annually. Upon retro-fitting for acceptance of ICP concentrate, the facility will be capable of producing 3.3 million pounds of cobalt annually, equivalent to 5 - 8 million pounds of value-added cobalt chemicals used in a variety of applications such as the rapidly expanding re-chargeable battery sector.

Formation is dedicated to the principles of environmentally sound mining and refining practices, and believes that environmental stewardship and mining can co-exist. The Company trades on the Senior Board Toronto Stock Exchange under the symbol FCO.

Formation Capital Corporation

"J. Paul Farquharson"

Paul Farquharson  
C.F.O.

PROCESSED

APR 01 2003

THOMSON  
FINANCIAL

*Handwritten signature and date: Jw 3/27*

For further information please contact:  
Formation Capital Corporation  
720 - 789 West Pender Street, Vancouver, BC, V6C 1H2  
Head Office: 604-682-6229

Email: [inform@formcap.com](mailto:inform@formcap.com) - Or visit our Web site at: [www.formcap.com](http://www.formcap.com)

The statements contained in this news release in regard to Formation Capital Corporation that are not purely historical are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, including Formation Capital Corporation's beliefs, expectations, hopes or intentions regarding the future. All forward-looking statements are made as of the date hereof and are based on information available to the parties as of such date. It is important to note that actual outcome and the actual results could differ from those in such forward-looking statements. Factors that could cause actual results to differ materially include risks and uncertainties such as technological, legislative, corporate, commodity price and marketplace changes.