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For Immediate Release

NORTHCORE PROVIDES FUNDING ACTIVITY UPDATE

Restructures Series G convertible notes; Issues new note series

Toronto, ON – June 12, 2007 – Northcore Technologies Inc. (TSX: NTI; OTCBB:NTLNF), a global provider of core asset solutions, announced today that it is restructuring the terms of its Series G convertible notes with existing holders. The notes, which raised proceeds of \$1.71 million in June 2004, mature on June 15, 2007.

Under the amended terms, Northcore will issue holders of Series G notes up to 3.52 million common shares towards an interest debt repayment of \$528,000. Shares issued to holders of Series G notes will be priced at \$0.15 each. The transaction, which is expected to close on or about June 15, 2007, has received approval from the company's board of directors and appropriate market regulators.

Subsequent to the interest debt repayment, the company will issue a new series of secured convertible debentures to existing holders of Series G notes. The new notes, identified going forward as Series K, will have an issued value of up to approximately \$1.63 million. Northcore will disclose the terms and conditions of the Series K notes upon closing, which is expected on or about June 15, 2007.

“The restructuring of our Series G notes allows us to improve our cashflow position and sustain our operations,” said Jeff Lymburner, CEO of Northcore Technologies Inc. “In addition, the restructuring will enable us to execute our business plan, which since our name change, has resulted in quarter-over-quarter improvements in corporate performance.”

This news release shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of such jurisdiction.

About Northcore Technologies Inc.

Northcore Technologies provides core asset solutions that help organizations source, manage and sell their capital equipment. Northcore works with a growing number of customers and partners in a variety of sectors including oil and gas, government, and financial services. Current customers include GE Commercial Finance, Paramount Resources and Trilogy Energy Trust.

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Northcore owns a 50 percent interest in GE Asset Manager, a joint business venture with GE.

This news release may include comments that do not refer strictly to historical results or actions and may be deemed to be forward-looking within the meaning of the Safe Harbor provisions of the U.S. federal securities laws. These include, among others, statements about expectations of future revenues, cash flows, and cash requirements. Forward-looking statements are subject to risks and uncertainties that may cause Northcore's ("the Company") results to differ materially from expectations. These risks include the Company's ability to raise additional funding, develop its business-to-business sales and operations, develop appropriate strategic alliances and successful development and implementation of technology, acceptance of the Company's products and services, competitive factors, new products and technological changes, and other such risks as the Company may identify and discuss from time to time, including those risks disclosed in the Company's Form 20-F filed with the Securities and Exchange Commission. Accordingly, there is no certainty that the Company's plans will be achieved.

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