

KOKANEE MINERAL INC.
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NOTICE OF DEFAULT

**KOKANEE MINERALS INC. FILING FINANCIAL STATEMENTS FOR THE
FISCAL YEAR ENDED SEPTEMBER 30, 2010 AFTER DUE DATE**

VANCOUVER, B.C. – February 1, 2011

TSXV: KOK

- **Kokanee Minerals Inc. (the “Company”)** will not be able to file its annual financial statements for the fiscal year ended September 30, 2010 and its MD&A by the filing deadline of January 28, 2011 and as a result will be in default of its obligations under National Instrument 51-102 *Continuous Disclosure Obligations*.
- On September 15, 2010, the Company entered into an option agreement to acquire a 100% interest in the Jackson Gold Project in Tanzania and is actively pursuing acquisition opportunities in the region. The Company is encountering some difficulties in completing the accounting for expenses incurred for the preliminary assessment work on its properties in Tanzania. Members of the management, including the person responsible for the Company’s bookkeeping, contracted malaria during their trip to Tanzania. The Company expects to complete and file its financial statements on or before February 28, 2011
- The Company intends to satisfy the alternative information guidelines set out National Policy 12 – 203 *Cease Trade Orders for Continuous Disclosure Default* by filing bi-weekly Default Status Reports, as required, until such time as the financial statements and MD&A are filed.
- The Company advises that there are no insolvency proceedings to which the Company is subject and there is no material information concerning the affairs of the Company that has not been generally disclosed.
- The Company has requested from the applicable Canadian securities regulators that a management cease trade order related to the Company's securities be imposed against some or all of the persons who have been directors, officers or insiders of the Company. If granted, such an order would not generally affect the ability of persons who have not been directors, officers or insiders of the Company to trade the Company's securities.
- Canadian securities regulators may impose an order that all trading in securities of the Company cease, either permanently, or for such period as is specified in the order, if the Company does not file its audited annual financial statements and MD&A by March 28, 2011. The Company further acknowledges that an issuer cease trade order may be imposed prior to March 28, 2011 if the Company fails to file its bi-weekly Default Status Reports on time.

Kokanee Mineral Inc.
Souhail (Abby) Abi-Farrage
President and Chief Executive Officer

The TSX Venture Exchange neither approved nor disapproved the contents of this news release