

KOKANEE MINERALS INC.

809 27 Alexander Street,
Vancouver, BC; V6A 1B2

NEWS RELEASE

Company Update

March 3, 2011

(TSX-V: KOK)

Kokanee Minerals Inc. (“Kokanee” or “the Company”) reports on the prospective property in the Morogoro area of east central Tanzania.

The Board of Directors is in the process of carrying out due diligence related to this acquisition before moving forward on this very promising property. “This is a step forward for the Company,” said Kokanee’s President, Abby Farrage, in regard of these two significant blocks of land in a very promising area of Tanzania.

The Company would also like to announce an amendment to the price of the stock option agreements announced on December 3, 2010. The stock option agreements granting the right and option to purchase 2,800,000 shares of the Company exercisable at \$0.18 per share has been amended to \$0.21 per share. The options are exercisable in whole or part on or before 5 years from December 3, 2010.

On behalf of the Board of Directors,

“Abby Farrage”

Souhail Abi Farrage
President and Director

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The TSX Venture Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the content of this press release