

KOKANEE MINERALS INC.

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

NEWS RELEASE Company Update

May 13, 2011

(TSX-V: KOK)

Kokanee Minerals Inc. (TSX VENTURE:KOK) ("Kokanee" or "the Company") announces that it has entered into loan agreements for the loan of \$300,000 to the Company at the interest rate of 10% per annum and the payment of a bonus of 226,414 common shares at a deemed price of \$0.265 per common share, all of which shall be subject to the approval of the TSX Venture Exchange.

On behalf of the Board of Directors,

"John Ulmer"

John Ulmer
Director

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Neither TSX Venture Exchange nor its Regulation Services Provider (as that term is defined in policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.