

June 12, 1997

VSE Symbol: DML

Work Program to Begin on South Voisey Bay Project

Mr. David Patterson, Chief Executive Officer of Donner Resources Ltd., reports that the Company has finalized its 1997 exploration budget for the South Voisey Bay Project in Labrador, Newfoundland and has received the necessary approvals from its joint venture partners. The Company has retained Teck Exploration as its general contractor for the 1997 exploration season. The 1997 budget subdivides the South Voisey Bay Project into two areas: a primary area of interest referred to as the "Core Claims" and the peripheral areas, which are referred to as "Regional Claims". The combined budget for the Core and Regional Programs exceeds \$5 million.

Core Program

The Core Program will begin in the next 5 days with extensive grid-based gravity, magnetometer and MaxMin surveys. The surveys will focus on the central part of the property known to be underlain by olivine gabbro intrusions containing magmatic sulfide mineralization. Untested conductive and magnetic areas inferred to be underlain by gneiss will also be tested by the surveys. A diamond drill program of over 8,000 meters is scheduled to begin within 2 to 3 weeks. Geophysics and drilling will continue simultaneously throughout the 1997 field season and results will be announced on an ongoing basis.

Regional Program

The Regional Program is designed to further explore peripheral claims within the project, and will consist of broad scale investigations including geological mapping and prospecting with emphasis on airborne follow-up. The majority of this work entails coverage of the main project area (40-km by 40-km area) on traverses spaced 3-km apart. Surveys will build on previous work and further define areas underlain by favorable gabbroic lithologies for follow-up.

Further to the Company's news release dated October 16, 1996, the Company and Teck Corporation have executed a formal Participation Agreement whereby Teck can earn a 50% interest in any of Donner's interests in the South Voisey Bay Project subject to the conditions of the Participation Agreement and Donner's underlying agreements.

The Company reports the granting of incentive stock options to certain of its directors, officers and employees entitling them to purchase up to 300,000 shares of the Company at a price of \$1.04 per share exercisable for a period of five years.

ON BEHALF OF THE BOARD OF DONNER RESOURCES LTD.

"David Patterson"
Chief Executive Officer

The Vancouver Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release