



**March 7, 2010**

## **BRACEMAC-MCLEOD UPDATE**

**Vancouver, B.C., March 7, 2010** – Mr. Harvey Keats, Chief Executive Officer of Donner Metals Ltd. (TSXV-DON), reports that it has received additional results from Xstrata Zinc from the definition drill program currently in progress on the Bracemac-McLeod Deposit. Drilling has been completed at Bracemac and five drills are currently focused on the McLeod Zone. The results are listed in the attached tables. The definition drilling program is on schedule.

Additional geological information, including maps and sections, is available at [www.donnermetals.com](http://www.donnermetals.com).

### **PROJECT OVERVIEW**

Donner has the option to earn a 50% participating joint venture interest in the Matagami Project by incurring a total of \$25 million of expenditures on exploration and related work on or before May 31, 2011. Upon earn-in by Donner, five separate joint ventures will be formed, covering the property and the area of interest. In each of the five joint venture areas, Xstrata Zinc has the option to earn-back a 15% interest in each area by incurring up to \$20 million on a bankable feasibility study. By electing to conduct a bankable feasibility study on Bracemac-McLeod, Xstrata Zinc has triggered its back-in right in the South Flank project area, subject to Donner completing its earn-in requirements by May 31, 2011.

The Matagami Project has an area of mutual interest of 4,750 square kilometres and presently includes 2,986 mineral claims covering 644 square kilometres. The project covers the Matagami Mining Camp, a world-class mining district, with 18 known Volcanogenic Massive Sulphides (VMS) deposits including 10 past producers of varying sizes, including the giant Matagami Lake Deposit (25.64 million tonnes of 8.2% zinc, 0.56% copper, 20.91g/t silver and 0.41g/t gold) discovered in 1957 and mined from 1963 to 1988. The area is host to historical production of 8,600 million pounds of zinc and 853 million pounds of copper. The Matagami area is well serviced by established infrastructure including the town of Matagami, power, a permitted tailings facility, railway, airport and well-developed road and highway networks. Xstrata Zinc is currently producing from its low-cost and wholly-owned Perseverance Deposit which feeds its refurbished 2,600 tonnes per day Matagami mill complex. Any future development under the Donner-Xstrata agreement will benefit from the established infrastructure and facilities. Zinc concentrates produced at Matagami are refined at the Noranda Income Fund zinc refinery in Valleyfield, Québec. Copper concentrates are smelted at Xstrata's Horne smelter in Rouyn-Noranda and refined at Xstrata's Canadian Copper Refinery in Montréal, Québec.

The Company's strategy is to explore for and discover zinc-copper deposits in the Matagami Camp and to leverage the general infrastructure and existing processing facilities within a known and well-established cost structure for developing VMS deposits. Donner's exploration objective is to investigate multiple stratigraphic horizons with potential for VMS mineralization including the prolific Key Tuffite horizon throughout the Matagami Camp. To date, Donner has discovered new mineralization at Bracemac-McLeod, Daniel 1, Bell Channel and down dip from the McLeod Zone. Within the extensive project area there are numerous exploration targets with excellent potential for additional discoveries.

### **SUPPLEMENTARY INFORMATION**

Xstrata Zinc is the project operator for the Matagami Project and the Accelerated Feasibility Study. Xstrata Zinc is responsible for both fieldwork and resource evaluation including, but not limited to, sampling, submittal of samples for assay, assay verification, metallurgical evaluation and QA/QC. Sample preparation and assaying of samples that form the basis of the resource calculation were carried out and certified by ALS Chemex-Chimitec, of Val D'Or, Québec (zinc, copper and silver by atomic absorption, and gold by standard fire assay procedures).

NEITHER THE TSX VENTURE EXCHANGE NOR ITS REGULATION SERVICES PROVIDER (AS THAT TERM IS DEFINED IN THE POLICIES OF THE TSX VENTURE EXCHANGE) ACCEPTS RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS NEWS RELEASE.

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Robin Adair, VP of Exploration for the Company, is the Qualified Person for Donner Metals Ltd. and is responsible for the technical information reported in this news release.

**ON BEHALF OF THE BOARD OF  
DONNER METALS LTD.**

“Harvey Keats”  
Chief Executive Officer

**Cautionary Statement:**

Certain phrases in this news release are “forward-looking statements” Forward-looking statements are identified by wording such as “will”, and apply specifically to the possible future completion of the Matagami Option by Donner which can be negatively affected by financial markets and Donner’s ability to raise financing, among others. These statements involve known and unknown risks, uncertainties and other factors which may cause actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. This press release refers to information about Xstrata’s Perseverance mine and mine property on which the Company has no right to explore or mine. This press release also refers to information about historical production from land covered by the Matagami Project. Investors are cautioned that mineral deposits on other properties and/or historical production on lands under option are not necessarily indicative of mineral deposits on the Matagami Project. The reader is cautioned not to place any undue reliance on any forward-looking statement, reference to other properties or historical production from the Matagami Project area.

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**Table 1: Bracemac Feasibility Definition Drilling.**

DDH (Depth)	UTM Location NAD 83 Zone 18	Angle / direction (True N)	Zone	From	To	Core Length (metres)	ETW (metres)	Zn %	Cu %	Ag g/t	Au g/t		
BRC-09-89 (324m)	307218E, 5505909N	-70°/028°	B	171.87	172.80	0.93	0.71	No mineralization encountered					
BRC-09-91A* (360m)	307236E, 5505892N	-73°/028°	B	314.00	323.55	9.55	8.01	3.23	5.15	37.79	0.69		
					B/P	323.55	334.60	11.05	9.27	1.95	1.63	15.52	0.25
			P	341.20	346.00	4.80	?	3.90	0.97	5.50	0.11		
BRC-09-92 (363m)	307236E, 5505892N	-70°/028°	B	284.60	303.52	18.92	16.38	14.14	1.50	27.03	0.26		
					P	317.98	326.60	8.62	7.50	7.14	1.55	26.41	0.10
BRC-09-97A (294m)	307258E, 5505881N	-63°/028°	UB	97.48	99.00	1.52	1.34	No significant results					
BRC-09-113B (576m)	307373E, 5505930N	-57°/029°	B	260.55	261.12	0.57	0.54	6.12	0.02	4.00	0.01		
					BKT	543.25	544.25			No significant results			
BRC-09-114 (519m)	307454E, 5506069N	-74°/028°	BKT	454.20	455.20	1.08	0.71	12.88	0.34	8.22	0.19		
					BKT	455.2	457.6	2.32	1.23	Dyke, unmineralized			
					BKT	457.60	467.70	10.10	6.60	22.51	0.40	9.29	0.27
BRC-09-127 (102m)	307410E, 5505893N	-64°/028°	UB	77.23	77.80	0.57	0.46	1.78	0.03	10.00	0.12		
BRC-09-145 (351m)	307572E, 5506121N	-75°/028°	BKT	311.95	314.45	2.50	1.92	0.82	0.10	2.20	0.07		
					P	332.51	337.8	5.29	4.05	0.16	1.31	6.85	0.13
BRC-09-150 (471m)	307454E, 5506070N	-68°/028°	BKT	388.30	408.60	20.30	14.82	23.80	0.97	17.51	0.30		
					BKT	408.60	413.50	4.90	3.58	0.60	3.20	33.45	0.68
BRC-09-152 (615m)	307406E, 5505986N	-74°/028°	BKT	545.20	554.40	9.20	5.99	5.98	1.16	1.56	0.17		
BRC-09-153 (250m)	307533E, 5506255N	-48°/027°						abandoned					
BRC-09-156 (393m)	307269E, 5505849N	-70°/028°	UB	199.01	199.60	0.59	0.44	33.06	0.12	5.0	0.13		
					B	348.16	351.70	3.54	3.08	20.31	4.59	46.96	0.59
BRC-09-157 (258m)	307565E, 5506309N	-71°/029°	BKT	223.05	237.85	14.80	12.73	5.08	0.08	2.24	0.08		

Zones: UB = Upper Bracemac, B = Bracemac, BKT = Bracemac Key Tuffite, P = Pipe

Sph = sphalerite, Cpy = Chalcopyrite, Py = Pyrite, Po = Pyrrhotite.

ETW = Estimated True Width.

Depth = Total depth drilled in metres (metres).

\* = hole described in news release dated November 23, 2009.

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**Table 1 (continued): Bracemac Feasibility Definition Drilling.**

DDH (Depth)	UTM Location NAD 83 Zone 18	Angle / direction (True N)	Zone	From	To	Core Length (metres)	ETW (metres)	Zn %	Cu %	Ag g/t	Au g/t
BRC-09-158 (258m)	307575E, 5506278N	-60°/028°	BKT					Intrusive rock - unmineralized			
BRC-09-159 (318m)	307565E, 5506162N	-55°/028°	BKT	275.44	284.00	8.56	7.96	18.35	2.07	AP	AP
			BKT	284.00	298.60	6.60	6.01	0.47	4.41	78.18	1.19
BRC-09-160A (375m)	307234E, 5505889N	-77°/028°	B	321.30	347.14	27.19	21.78	10.41	1.15	25.65	0.21
BRC-09-161 (366m)	307216E, 5505907N	-79°/029°	B	326.40	328.45	2.05	1.58	7.79	3.10	23.24	0.29
BRC-09-162 (639m)	307401E, 5505297N	-76°/028°	UB	49.70	50.60	0.90	0.79	23.80	1.30	117.00	0.08
			BKT	559.10	562.05			Intrusive, Unmineralized			
BRC-09-163A (639m)	307583E, 5506191N	-55°/029°	BKT	253.81	254.49	0.68	0.52	11.20	0.30	8.00	0.05

Zones: UB = Upper Bracemac, B = Bracemac, BKT = Bracemac Key Tuffite, P = Pipe

Sph = sphalerite, Cpy = Chalcopyrite, Py = Pyrite, Po = Pyrrhotite.

ETW = Estimated True Width.

Depth = Total depth drilled in metres (metres).

**Table 1 - Special Note:** Composites for Drill holes BRC-09-91A, 92, 114, 150, 152, 156, 160A each contain a single assay interval with estimated values. The missing intervals are 1 metre or less. The core for these intervals is under engineering study. To arrive at a value for the missing interval, the description of the mineralized zone in the vicinity of the engineering sample was reviewed to ensure the sample had reasonable continuity with respect to overall percentage of mineral species and was expected to be consistent with the surrounding samples for which assay results are reported. If continuity is expected, a value for the engineering interval was determined by taking the weighted average of the two samples above and the two samples below the engineering sample. If the engineering sample is of a separate geological unit, a zero value was used.

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**Table 2: McLeod Feasibility Definition Drilling.**

DDH (Depth)	UTM Location NAD 83 Zone 18	Angle / direction (True N)	Zone	From	To	Core Length (metres)	ETW (metres)	Zn %	Cu %	Ag g/t	Au g/t
MC-09-76 (718m)	308274E, 5504973N	-71°/029°	MCL	642.27	646.35	4.08	2.88	0.17	0.05	2.14	0.03
			CSR	670.20	679.00	8.80	6.22	0.56	0.37	4.31	0.05
MC-09-82 (720m)	308233E, 5505003N	-71°/031°	MCL	613.30	624.43	11.13	7.87	7.17	1.22	34.17	0.47
			CSR	649.54	654.38	4.84	3.42	0.26	0.73	7.35	0.10
MC-09-83 (654m)	308234E, 5505003N	-67°/033°	MCL	574.11	586.38	12.27	8.67	8.09	0.65	36.76	0.54
			Inc	576.00	580.58	4.58	3.24	18.16	1.68	85.42	0.81
MC-09-86A (693m)	308327E, 5504965N	-71°/031°	MCL	625.95	636.60	10.65	7.53	2.51	0.21	7.33	0.26
			Inc	625.95	626.45	0.50	0.35	15.70	0.86	21.00	0.82
			Inc	633.90	635.27	1.37	0.97	12.43	0.78	23.46	1.11
			CSR	651.00	654.00	3.00	2.12	0.07	1.38	14.33	0.16

Zones: MCL = McLeod (Key Tuffite level), CSR = Copper stringer zone, P = Pipe  
 Sph = sphalerite, Cpy = Chalcopyrite, Py = Pyrite, Po = Pyrrhotite.  
 ETW = Estimated True Width.  
 Depth = Total depth drilled in metres (metres).

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