

HEADLINE: Gabriel Resources Ltd. - Warrants Exercised;
TSE Trading Symbol: GBU

DATELINE: TORONTO, March 21

BODY:

Gabriel Resources Ltd. ("Gabriel") is pleased
to provide the following update on Gabriel's corporate activities

Exercise of Warrants

An aggregate of 5,954,428 common share purchase warrants issued in March, 1999, in connection with a private placement by Gabriel, were exercised in full prior to their expiry on March 5, 2001. An additional 1,200,600 common share purchase warrants issued in August 1999 in connection with a separate private placement by Gabriel, were also exercised in 2000. The exercise of these warrants occurred throughout 2000 and up until March 2001. These exercises resulted in Gabriel issuing an aggregate of 7,155,028 common shares and receiving total proceeds of Cdn\$7.6 million. All of the warrants were originally issued to Albion Holdings Ltd., a private company wholly owned by Gabriel's Chairman and Chief Executive Officer, Frank Timis, and subsequently transferred to Louraine Holdings Ltd., another private company wholly owned by Frank Timis.

Albion Holdings Ltd. and Louraine Holdings Ltd. (together "Louraine") held all of the common shares to be issued upon the exercise of these warrants in trust for a number of individual Australian residents. As a result, Louraine granted an option over such shares to an arms length third party, Australian Financial Services Pty. Ltd., at a price equal to the exercise price. The Australian beneficial holders received all of the common shares issued on the exercise of all of the warrants. Mr. Timis realized no profit or loss as a result of the exercise of the warrants, and the subsequent transfer of the shares issued upon such exercise, to the beneficial holders.

In addition, an aggregate of 348,100 brokers warrants issued to Canaccord Capital Corporation and T. Hoare Canaccord Ltd. in connection with a brokered private placement by Gabriel in February 2000, were exercised in full prior to their expiry on February 25, 2001, resulting in Gabriel issuing an aggregate of 348,100 common shares and receiving total proceeds of Cdn\$ 800,630.

Louraine continues to hold in trust a total of 392,400 common share purchase warrants exercisable at a price of Cdn\$1.40 until August 26, 2001. Gabriel also has outstanding an additional 150,000 common share purchase warrants exercisable at a price of Cdn\$2.10 until May 25, 2001, which are held by Resource Capital Fund LP and Golden Arrow Fund.

Gabriel is a Canadian based resource company engaged in the exploration and development of mineral properties in Romania.

On Behalf of the Board:

signed by "Frank D. Wheatley"

FRANK D. WHEATLEY
VICE PRESIDENT AND GENERAL COUNSEL

The Toronto Stock Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release and the information contained herein.

CONTACT: CONTACT: Gabriel Resources Ltd. at (416) 955-9200 or
info(at)gabrielresources.com