

PRESS RELEASE

KWG

No 17

Symbol on TSX-Venture Exchange: **KWG**
Shares issued and outstanding: **124,907,408**

KWG COMPLETES FREEWEST OPTION AND FLOW-THROUGH FINANCING

Montréal, Canada - November 21st, 2005 – **KWG Resources Inc. (TSXV-KWG)** has agreed to issue 650,000 treasury shares to **Freewest Resources Canada Inc. (TSXV-FWR)** for its initial payments under an option agreement to earn an interest in Freewest's mineral claims that are adjacent to the area of the McFaulds Lake volcanogenic massive sulphide discovery. Under the option agreement, KWG and its Joint Venture partner **Spider Resources Inc. (TSXV-SPQ)** are each required to pay 150,000 shares and \$25,000 for the right to individually earn a 25% interest by each incurring \$100,000 of exploration expenditures by February 28th, 2006 and a combined total of \$3,000,000 by October 31st, 2009. Thereafter, the parties may earn an additional combined 10% interest upon subsequent delivery of a Bankable Feasibility Study. The parties may then increase their combined interest to 65% for arranging production financing. KWG has agreed with Freewest to deliver 500,000 additional treasury shares, in lieu of the initial cash option payment.

KWG has also issued 5,900,000 treasury shares to complete subscriptions under its current private placements. The placements are non-brokered, for flow-through shares at \$0.05.

Pursuant to a report of its Compensation Committee, the Board of Directors of KWG has also granted options to purchase 7,339,000 treasury shares under the provisions of the Company's Stock Option incentive plan, including 6,050,000 to officers and directors. All options may be exercised at a price of \$0.05 at any time prior to November 18th, 2010. The closing price of KWG's shares was \$0.04 on the day preceding the grant.

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FOR FURTHER INFORMATION, PLEASE CONTACT:

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