

PRESS RELEASE

KWG

No 12

Symbol on TSX-Venture: **KWG**
Shares issued and outstanding: **118,587,408**

PRESS RELEASE

Directors, Officers and Stock Option Plan

Montréal, Québec – June 9, 2005 - On May 30, 2005, the shareholders of **KWG RESOURCES INC.** re-elected as its Board of directors, Jonathan Challis of Sevenoaks, U.K., Michel Côté of Montréal, Michael Harrington of Denver, Frank Smeenck of Kleinburg, Ontario, and Dr. Mousseau Tremblay of Williamstown, Ontario. Dr. Tremblay is a director and officer of KWG's principal shareholder Diagem Inc.

The Meeting also approved an increase in the number of common shares reserved for issuance under the Company's Stock Option Plan by 2,500,000 (to 11,800,000 or 9.9% of the issued and outstanding capital stock of the Company), subject to approval of regulatory authorities.

The Company's Board of Directors then re-elected Frank Smeenck as its Chairman. Mr. Smeenck continues as President and Chief Executive Officer and Michael Harrington continues as Vice-President of the Company.

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FOR FURTHER INFORMATION, PLEASE CONTACT:

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