

PRESS RELEASE

KWG

No 10
Symbol on TSX-Venture Exchange: **KWG**
Shares issued and outstanding: **148,957,408**

KWG & SPIDER FINALIZE JOINT VENTURE REVISION TO ADVANCE PROJECTS

Montréal, May 15, 2006 – **KWG Resources Inc. (TSXV-KWG)** and **Spider Resources Inc. (TSXV-SPQ)** having reached parity in their joint venture as announced December 19, 2005, have revised and amended their Ontario Joint Venture as previously constituted in 1992, and amended in April 2003. From almost \$39 million invested in exploration during a twelve year period, the partners have generated six separate exploration projects in their Joint Venture. The companies will now treat each of the six projects as a separate joint venture to enable each company to either increase or decrease its pro-rata interest based upon their own strategic objectives.

The six projects that have been developed by the joint venture include: (a) the MacFadyen Kimberlites, (b) the Kyle Kimberlites, (c) the McFaulds Lake VMS properties, (d) the Diagnos Initiative properties, (e) the Freewest Option, and (f) the Wawa project. The parties conducted an accounting review of expenditures incurred on each property over the course of the 12 years of JV exploration activity. Expenditures not directly related to the remaining properties or project areas will be written off by both parties. As the Freewest and Diagnos projects were generated as a result of regional exploration, those regional expenditures not attributed to capital in the other joint ventures have been assigned to the Freewest and Diagnos projects. Expenditures for the six projects have been allocated as follows:

Property	Deemed Expenditure
MacFadyen Kimberlites	\$7,660,547
McFaulds Lake VMS	8,655,718
Kyle Kimberlites	11,835,971
Wawa	2,077,353
Freewest Option	1,888,949
Diagnos Initiative	3,822,519
Total	\$35,941,057

As of the date of the amending agreements, each of KWG and Spider will be allocated an undivided 50% participating interest in each project

KWG has been appointed manager of the MacFadyen project. Spider has been appointed manager of the McFaulds Lake, Kyle and Wawa projects. Under the terms of the individual joint venture agreements, the non-manager will not participate in any program until the manager has spent an amount equal to its 50% interest, thereby increasing to 66.67% its interest in the project. When the non-contributing party's interest has thus been reduced to 33.33% it may elect to contribute to future programs to maintain its interest, or be diluted down to a 10% working interest. At 10%, the interest will be automatically converted into a 1% net proceeds from production royalty in the case of diamonds, or a 1% net smelter royalty in the case of precious metals (for primary precious metal deposits), or a 0.5% net smelter royalty in the case of base metals.

These amendments will enable both parties to focus on those projects they wish to advance, without the requirement of the other party's prior approval.

The Freewest and Diagnos projects will be 50:50 joint ventures, under the initial management of Spider (due to the proximity of Spider's other projects) and KWG and Spider intend to fund their initial exploration equally.

Under the new agreements, a project's manager will have the right to invite an arm's length third party to acquire a participating interest in the joint venture, provided the non-manager's interest is not reduced below 10% as a result.

KWG plans a drilling and sampling program at the MacFadyen Kimberlites this summer. Spider intends to resume drilling at the MacFaulds Lake VMS project in June. Drill-core samples from the Freewest Option are currently being sampled for platinum group element mineralization. Geophysical analysis is being completed to determine drill targets in the Diagnos Initiative properties for drilling later this summer.

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The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this press release.