

## PRESS RELEASE

**KWGW**

**No. 121**

Symbol on TSX Venture Exchange: **KWGW**  
Shares issued and outstanding: **650,323,941**

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### **KWGW COMPLETES FLOW-THROUGH PLACEMENT**

Montreal, Canada – December 30, 2011 – **KWGW Resources Inc.** (TSXV: KWGW) has issued 17,500,000 Units at a price of \$0.10 per Unit for proceeds of \$1,750,000. Each Unit, issued on a “flow-through” basis pursuant to the *Income Tax Act* (Canada), consisted of one common share of the Company and one-half of one warrant. Each whole warrant entitles its holder to purchase one common share for \$0.12 until June 30, 2014.

Insiders of the Company purchased a total of 2,500,000 Units, representing approximately 14% of the Offering. KWGW will use the proceeds to fund its half of the current drilling program at the Big Daddy deposit being conducted by Cliffs Chromite Far North Inc. (formerly Spider Resources Inc.) as the Operator.

The Company paid a finder's fee of \$75,000 and issued 750,000 compensation options to a registrant in connection with the Offering. Each compensation option entitles the holder to purchase one common share of the Company for \$0.12 until June 30, 2014. All securities issued in connection with the Offering will be subject to a four-month statutory hold period, which will expire on May 1, 2012.

#### **For further information, please contact:**

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