PRESS RELEASE

KWG

No. 106

Symbol on TSX Venture Exchange: KWG Shares issued and outstanding: 636,878,941

KWG'S CANADA CHROME CORP FILES REGISTRATION AS SHORTLINE RAILWAY OPERATOR

Montreal, Canada, July 7, 2011 – **KWG Resources Inc.** (TSXV: KWG) subsidiary Canada Chrome Corporation received formal acknowledgement from the Registrar of Shortline Railways of receipt of its application for a licence to construct and operate a shortline railway under Ontario's *Shortline Railways Act*, legislation which governs provincial railways in Ontario.

"This is one small step in a long journey", said Canada Chrome Vice-President Bruce Hodgman, "but it is a seminal one and we look forward to working with Ontario and its railway regulators on moving forward our proposed Ring of Fire Railroad".

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