

Subordinate shares issued & outstanding (CSE-KWG)	1,017,658,227
Convertible into Multiple-voting shares (300:1) equal to:	3,392,194
Multiple-voting shares issued & outstanding:	<u>197,558</u>
If all shares convert to Multiple-voting (CSE-KWG.A)	<u>3,589,742</u>

FOR CLARIFICATION REQUESTED BY OSC

Toronto, Canada, July 18, 2018 - **KWG Resources Inc. ("KWG")** (CSE-KWG.A) (CSE-KWG; OTC-KWGBF; FRA-KW6) has been requested by staff of the Ontario Securities Commission to publish the following tabulation of its mineral resources, for clarification of information contained in its Press Release No. 276 dated March 5th, 2018:

Black Horse Mineral Resources		
	Tonnes (millions)	% Cr ₂ O ₃
Measured Resources		
Indicated Resources		
Inferred Resources	85.9	34.5

Big Daddy Mineral Resources		
	Tonnes (millions)	% Cr ₂ O ₃
Measured Resources	23.3	32.1
Indicated Resources	5.8	30.1
Measured and Indicated Resources	29.1	31.7
Inferred Resources	3.4	28.1

Cutoff is 20% Cr₂O₃. For Black Horse please see the report titled "National Instrument 43-101 Technical Report, Koper Lake Project Chromite Deposit, McFauld's Lake Area, Ontario, Canada, Porcupine Mining Division, NTS 43D16, Updated Mineral Resource Estimation Technical Report" by Alan Aubut of the Sibley Basin Group, released December 15, 2015. The Mineral Resource estimate uses drill hole data available as of May 11, 2014. For Big Daddy please see the report titled "National Instrument 43-101 Technical Report, Big Daddy chromite deposit, McFaulds Lake Area, Ontario, Canada, Porcupine Mining Division, NTS 43D16, Mineral Resource Estimation Technical Report" by Alan Aubut of the Sibley Basin Group, released June 17, 2012. The Mineral Resource estimate uses drill hole data available as of June 1, 2012. CIM Definition Standards were followed for classification of Mineral Resources. The cut-off of 20% Cr₂O₃ is the same cut-off used for the Kemi deposit as reported by Alapieti et al. (1989). Section 14.2 of the two Technical Report includes a description of the key assumptions, parameters, and methods used to estimate the mineral resources. A copy of the Technical Reports may be accessed under KWG's company profile on SEDAR at www.sedar.com. Mineral resources are not mineral reserves and do not have demonstrated economic viability. The estimate of mineral resources may be materially affected by environmental, permitting, legal, title, socio-political, marketing or other relevant issues.

About KWG:

KWG is the Operator of the Black Horse Joint Venture ('JV') after acquiring a vested 50% interest through Bold Ventures Inc ('Bold') from Fancamp Exploration Ltd ('Fancamp'). KWG funds all JV exploration expenditures and Bold is carried for a 20% interest in KWG's interest. KWG has a 30% interest in the Big Daddy Joint Venture of which Noront Resources Inc is the operator.

KWG also owns 100% of Canada Chrome Corporation which has staked claims and conducted a surveying and soil testing program, originally for the engineering and construction of a railroad to the Ring of Fire from Aroland, Ontario.

KWG subsequently acquired intellectual property interests, including a method for the direct reduction of chromite to metalized iron and chrome using natural gas and an accelerant. KWG subsidiary, Muketi Metallurgical LP, is prosecuting two chromite-refining patent applications in Canada, India, Indonesia, Japan, Kazakhstan, South Africa, South Korea, Turkey, and USA. The national phase filings are under review in each of those jurisdictions, save that Canada, South Africa and Kazakhstan have now each issued a Patent for the direct reduction method.

For further information, please contact:
Bruce Hodgman, Vice-President: 416-642-3575 ~ info@kwgresources.com

Forward-Looking Statements: *Information set forth in this news release may involve forward-looking statements under applicable securities laws. The forward-looking statements contained herein are expressly qualified in their entirety by this cautionary statement. The forward-looking statements included in this document are made as of the date of this document and KWG disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as expressly required by applicable securities legislation. Although management believes that the expectations represented in such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct. This news release does not constitute an offer to sell or solicitation of an offer to buy any securities that may be described herein and accordingly undue reliance should not be put on such. Neither the Canadian Securities Exchange nor its Regulation Services Provider (as that term is defined in the policies of the CSE) accepts responsibility for the adequacy or accuracy of this news release.*