

KELE PROJECT TRENCH RESULTS

XDM Resources Inc. (“XDM” or the “Company”) is pleased to announce that results from recent trench sampling at the Kele Project continue to show excellent gold mineralisation at surface on the Tango Prospect and the identification of a new zone of mineralisation 300m further to the east.

A summary of the recent trench highlights from the Tango Prospect are as follows:

Trench 75 15 metres @ 0.81 g/t gold

Trench 75E 12 metres @ 0.16 g/t gold

Trench 76 6 metres @ 0.22 g/t gold

Trench 76E 24 metres @ 1.05 g/t gold and 0.17% copper

These trench results highlight that the gold and copper mineralisation that has been identified in drilling to date can be traced further to the north of the current drill section on surface for greater than 100m. Two additional drill holes have recently been completed on this zone and results are awaited.

A new zone of gold mineralisation has been identified in hand trenching approximately 300m east of the previously identified Tango gold-copper mineralisation. To date, only one trench has been completed targeting this new zone, which returned **60m @ 0.56 g/t gold** (Trench 80). Excavator trenching is planned as follow-up to this new zone.

The Company supervises sampling under a Quality Assurance and Quality Control (“QA/QC”) procedure following National Instrument 43-101 (“NI 43-101”) guidelines. Samples are processed at the Company’s sample preparation laboratory in Honiara, then assayed by Australian Laboratories Services (“ALS”) in Australia.

ABOUT XDM

XDM is a private Canadian company with a 100% interest in four large copper-gold and gold exploration properties in the Solomon Islands.

For further information on XDM, please contact:

Mark Haywood, BE (Mining) Hons, LLB

Paul Haber, C.A., C.P.A. (Illinois)

Telephone:

Corporate Office:

Email:

President and CEO

Company Secretary and CFO

(+1) 416 933 6373

Suite 3101, 401 Bay Street, Toronto

info@xdmresources.com



Web site:

www.xdmresources.com

Cautionary Statement Regarding Forward-Looking Information

All statements, trend analysis and other information contained in this press release relative to markets for XDM's trends in resources, recoveries, production and anticipated expense levels, as well as other statements about anticipated future events or results constitute forward-looking statements. Forward-looking statements are often, but not always, identified by the use of words such as "seek", "anticipate", "believe", "plan", "estimate", "expect" and "intend" and statements that an event or result "may", "will", "should", "could" or "might" occur or be achieved and other similar expressions. Forward-looking statements are subject to business and economic risks and uncertainties and other factors that could cause actual results of operations to differ materially from those contained in the forward-looking statements. Forward-looking statements are based on estimates and opinions of management at the date the statements are made. Some of these risks, uncertainties and other factors are described under the heading "Risk Factors" in the Company's annual information. XDM does not undertake any obligation to update forward-looking statements even if circumstances or management's estimates or opinions should change other than as required by applicable law. Investors should not place undue reliance on forward-looking statements.

All scientific and technical information contained in this news release has been prepared under the supervision of Anthony Schreck, the Company's Chief Geoscientist and Qualified Person. Anthony Schreck has verified the technical data disclosed for accuracy and correctness. Potential quantity and grade is conceptual in nature. There has been insufficient exploration to define a mineral resource on any of the Company's properties and it is uncertain if further exploration will result in any such target being delineated as a mineral resource. QA/QC procedures were applied during the execution of the work being reported upon.

APPENDIX

Kele Project – Trench Results Summary					
Prospect	Trench ID	Number of Samples in Composite	Significant Mineralisation¹	Min / Max Assays Results Au g/t	Min / Max Assays Results Cu %
Tango	KLTC075	1	3m @ 0.16 g/t Au	0.17/0.46	
		2	6m @ 0.32 g/t Au		
		5	15m @ 0.81 g/t Au	0.06/3.55	
		1	3m @ 0.21 g/t Au	0.07/0.48	
		4	12m @ 0.21 g/t Au		
Tango	KLTC075E	4	12m @ 0.16 g/t Au	0.11/0.26	
		1	3m @ 0.14 g/t Au		
Tango	KLTC076	2	6m @ 0.22 g/t Au	0.15/0.29	
		1	3m @ 0.36 g/t Au and 0.13% Cu		
Tango	KLTC076E	8	24m @ 1.05 g/t Au and 0.17% Cu	0.33/2.12	0.08/0.24
Tango	KLTC077	1	3m @ 0.34 g/t Au		
Tango	KLTC078	1	3m @ 0.15 g/t Au		
		1	3m @ 0.14 g/t Au		
Tango	KLTC078E		<i>No significant assay results</i>		
Tango	KLTC079		<i>No significant assay results</i>		
Tango	KLTC080	1	3m @ 0.1 g/t Au	0.08/2.39	
		1	3m @ 0.13 g/t Au		
		20	60m @ 0.56 g/t Au		
Tango	KLTC081	6	6m @ 0.69 g/t Au	0.13/2.48	
		6	6m @ 1.65 g/t Au	0.28/4.69	

¹Notes on intersection composite calculations

- 0.1 g/t Au cut-off grade.
- Cu grade reported if grade composite is >0.10% Cu.
- Maximum width of 1m of internal dilution in intersection composite of material <0.1 g/t Au.
- Minimum reporting width is 0.5m.