NxGold Provides Exploration Update on the Mt. Roe Project

- **Initial work program at Prinsep returns a grab sample of 8 g/t gold**
- **Unconstrained gold in soil anomalies at the Eagle and Hawk prospects**
- **Crow area returns anomalous gold and copper values**

VANCOUVER, B.C. December 18, 2018 – **NxGold Ltd.** ("**NxGold**" or the "**Company**"), (**TSXV: NXN**) is pleased to provide additional results from its most recently completed field program at the Mt. Roe Project located in the Pilbara region of Western Australia. Results are now available from gridded soil sampling and prospecting samples from follow-up work on anomalous stream sediment samples as part of the continuing systematic approach to target area identification and drill target refinement at Mt Roe. Results from an initial program at Prinsep are also available. On-going metal detecting work has also identified additional nuggets consistent with our targeting approach.

Prinsep

A total of 7 stream sediment samples were collected and a soil grid with 80 m line spacing and 80 m sample spacing was taken for a collection of 60 samples. This was an initial work program focused on historical areas worked by prospectors using metal detectors. No significant stream sample values were returned. Soil sample results ranged from detection limit to a high of 180 parts per billion ("ppb") gold, with areas of weak base metal and silver anomalies. However, eleven selective rock grab samples were collected which returned values from detection limit to **8.6 g/t Au**. Expanded soil grids and additional prospecting is required to better understand the controls on mineralisation at Prinsep.

Eagle Area

Soil sampling (86 samples) has defined a possible intersection of a north-northwest trending feature and a northeast trending feature associated with the core of the magnetic high feature previously identified. The anomalous zone is approximately 500 m long and varies from 60 m to 120 m in width and may explain only a small portion of the +1.2 km long section of anomalous stream samples previously reported. The soil samples returned gold values ranging from detection limit to ***244 ppb gold*** with the anomalous zone defined by values greater than the 80th percentile value (17 ppb gold). The anomalous zone is not constrained to the north or southwest. Expanding the soils lines to the northwest and southwest in an effort to identify the ultimate extents of anomaly along with selective infill sampling to better define the core anomaly may be included as part of the next field program.

Hawk Area

Soil sampling (26 samples) has identified a roughly 100 m by 300 m anomalous area that is still open to the northwest and southwest. The soil samples returned gold values ranging from detection limit to ***828 ppb gold*** with the anomalous zone defined by values greater than the 80th percentile value (17 ppb gold). This anomalous zone explains the previously reported highly anomalous stream sediment samples. Next steps for this area include adding additional soils lines to close off the soil anomaly to the northeast, southeast and southwest and detailed prospecting and sampling of surface exposures.

Crow Area

Following up on anomalous stream samples, three rock grab samples were collected from sub-cropping vein material and float vein material. These samples returned anomalous gold, copper, and silver values as presented in the table below and may explain the single high value stream sample previously reported from this area.

Sample	Prospect	Au g/t	Ag g/t	Cu %	Description
2311	Crow	0.01	0.025	0.0023	veins amygdaloidal basalt with coarse epidote.
2312	Crow	0.36	34.4	2.597	vein breccia, chalcopyrite, chalcocite, malachite and limonite.
2313	Crow	**1.29**	**26.8**	**2.521**	Float vein breccia, chalcopyrite, chalcocite, malachite and limonite, 40 cm wide.

Additional prospecting and a detailed soil grid program will assist in further identifying a target in this area.

Swan Area

Soil sampling (27 samples) has identified a roughly 100 m by 300 m anomalous area that is still open to the northeast and southwest; additionally, a single sample on the edge of the grid indicates the potential for a second soil anomaly to the west of the Swan Area which could correspond to a previously reported anomalous stream sample. The soil samples returned gold values ranging from detection limit to ***152 ppb gold*** with the anomalous zone defined by values greater than the 80th percentile value (17 ppb gold). This anomalous zone explains the previously reported highly anomalous stream sediment samples. Next steps may include additional soil lines to the northeast and west to identify the extents of the current soil anomalies, trenching across the known Swan Area structure on strike from previous trenching or scout drilling across and at depth of the known auriferous structure.

Christopher McFadden, Chief Executive Officer commented, “It is pleasing that in a relatively short period of time our team has evaluated the property for different mineralisation styles and advanced to the drill target delineation stage through the systematic exploration of the Mt Roe tenements. This systematic approach will also be used to evaluate the Prinsep tenements which are showing interesting targets and the newly granted tenements at Mt. Roe. “

Figure 1: **Gridded Soil Results from Mt Roe**

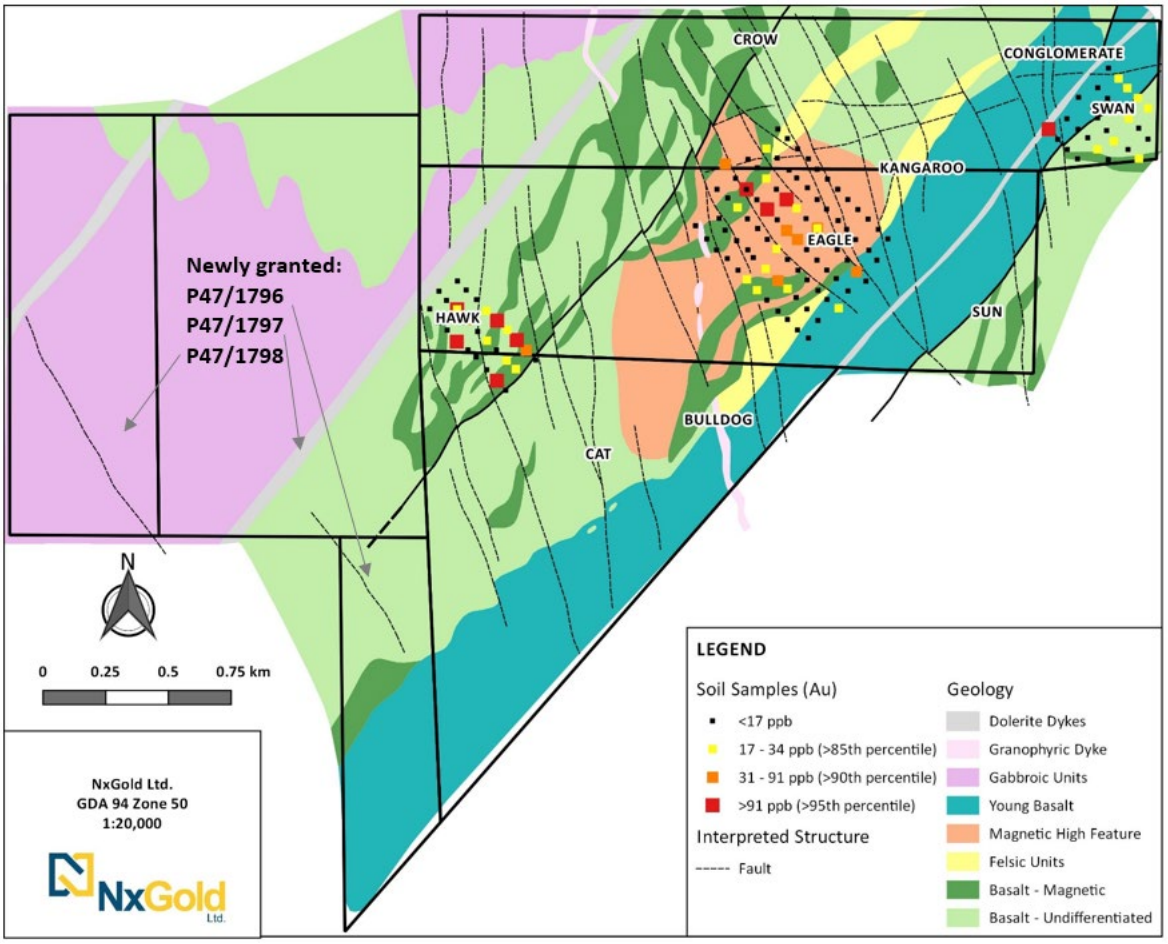

Table 1: Gridded Soil Sample Results

Target Area	Sample ID	Au (ppb)	Target Area	Sample ID	Au (ppb)	Target Area	Sample ID	Au (ppb)	Target Area	Sample ID	Au (ppb)
Hawk	2594	828	Eagle	2438	12	Eagle	2468	6	Eagle	2482	3
Hawk	2615	501	Eagle	2465	12	Eagle	2486	6	Eagle	2483	3
Hawk	2609	251	Eagle	2471	12	Eagle	2490	6	Eagle	2484	3
Eagle	2446	244	Hawk	2619	12	Swan	2502	6	Eagle	2485	3
Hawk	2598	185	Eagle	2433	11	Swan	2508	6	Eagle	2487	3
Prinsep	2586	180	Eagle	2455	11	Swan	2509	6	Eagle	2488	3
Swan	2496	152	Eagle	2466	11	Swan	2510	6	Eagle	2491	3
Eagle	2432	142	Prinsep	2531	11	Prinsep	2528	6	Eagle	2492	3
Hawk	2617	120	Prinsep	2555	11	Prinsep	2538	6	Eagle	2493	3
Eagle	2429	112	Eagle	2405	10	Prinsep	2541	6	Eagle	2494	3
Prinsep	2563	91	Eagle	2445	10	Prinsep	2551	6	Swan	2498	3
Hawk	2608	88	Eagle	2452	10	Prinsep	2562	6	Swan	2500	3
Eagle	2434	84	Eagle	2463	10	Prinsep	2565	6	Swan	2505	3
Eagle	2435	63	Eagle	2478	10	Prinsep	2568	6	Swan	2506	3
Prinsep	2579	59	Swan	2499	10	Prinsep	2574	6	Swan	2514	3
Eagle	2449	52	Swan	2515	10	Prinsep	2581	6	Swan	2518	3
Eagle	2454	40	Prinsep	2556	10	Hawk	2613	6	Swan	2520	3
Eagle	2407	39	Prinsep	2573	10	Hawk	2622	6	Prinsep	2526	3
Eagle	2427	39	Hawk	2599	10	Eagle	2402	5	Prinsep	2529	3
Hawk	2614	38	Hawk	2601	10	Eagle	2411	5	Prinsep	2530	3
Eagle	2408	34	Hawk	2602	10	Eagle	2414	5	Prinsep	2537	3
Eagle	2450	34	Hawk	2612	10	Eagle	2416	5	Prinsep	2539	3
Eagle	2475	33	Eagle	2423	9	Eagle	2417	5	Prinsep	2540	3
Hawk	2610	32	Eagle	2424	9	Eagle	2428	5	Prinsep	2544	3
Swan	2523	30	Eagle	2461	9	Eagle	2489	5	Prinsep	2545	3
Eagle	2476	29	Eagle	2462	9	Prinsep	2542	5	Prinsep	2547	3
Eagle	2444	25	Swan	2512	9	Prinsep	2543	5	Prinsep	2548	3
Swan	2511	24	Prinsep	2534	9	Prinsep	2567	5	Prinsep	2549	3
Swan	2522	24	Prinsep	2536	9	Prinsep	2584	5	Prinsep	2550	3
Hawk	2616	24	Prinsep	2546	9	Prinsep	2587	5	Prinsep	2552	3
Eagle	2406	23	Eagle	2409	8	Hawk	2611	5	Prinsep	2557	3
Eagle	2415	23	Eagle	2437	8	Hawk	2620	5	Prinsep	2558	3
Prinsep	2554	23	Swan	2519	8	Eagle	2403	3	Prinsep	2559	3
Hawk	2618	22	Prinsep	2532	8	Eagle	2412	3	Prinsep	2560	3
Swan	2525	21	Prinsep	2589	8	Eagle	2413	3	Prinsep	2561	3
Eagle	2447	20	Hawk	2593	8	Eagle	2420	3	Prinsep	2566	3
Prinsep	2564	20	Eagle	2401	7	Eagle	2421	3	Prinsep	2569	3
Hawk	2604	20	Eagle	2404	7	Eagle	2422	3	Prinsep	2570	3
Swan	2513	19	Eagle	2430	7	Eagle	2425	3	Prinsep	2571	3
Swan	2524	19	Eagle	2431	7	Eagle	2436	3	Prinsep	2572	3
Hawk	2606	19	Eagle	2453	7	Eagle	2439	3	Prinsep	2575	3
Eagle	2426	17	Swan	2495	7	Eagle	2440	3	Prinsep	2576	3
Eagle	2456	17	Swan	2503	7	Eagle	2448	3	Prinsep	2577	3
Swan	2517	17	Swan	2507	7	Eagle	2457	3	Prinsep	2578	3
Hawk	2603	17	Swan	2521	7	Eagle	2460	3	Prinsep	2580	3
Eagle	2451	16	Prinsep	2533	7	Eagle	2467	3	Prinsep	2582	3
Eagle	2419	15	Prinsep	2535	7	Eagle	2469	3	Prinsep	2583	3
Swan	2504	15	Prinsep	2553	7	Eagle	2470	3	Prinsep	2585	3
Swan	2516	15	Hawk	2596	7	Eagle	2472	3	Prinsep	2588	3
Eagle	2418	14	Hawk	2621	7	Eagle	2473	3	Prinsep	2590	3
Eagle	2459	14	Eagle	2410	6	Eagle	2474	3	Prinsep	2591	3
Swan	2497	14	Eagle	2441	6	Eagle	2477	3	Prinsep	2592	3
Swan	2501	14	Eagle	2442	6	Eagle	2479	3	Hawk	2595	3
Eagle	2458	13	Eagle	2443	6	Eagle	2480	3	Hawk	2597	3
Prinsep	2527	13	Eagle	2464	6	Eagle	2481	3	Hawk	2600	3
									Hawk	2605	3
									Hawk	2607	3

Table 2: **Rock Sample Results Not Previously Reported**

Sample ID	Prospect	Au (ppm)	Ag (ppm)	Cu (ppm)		Sample ID	Prospect	Au (ppm)	Ag (ppm)	Cu (ppm)
2317	Prinsep	8.60	7	59		2289	Eagle	0.01	1	6
2313	Crow	1.29	27	25210		2292	Eagle	0.01	1	26
2312	Crow	0.36	34	25970		2294	Eagle	0.01	1	22
2299	Bulldog	0.25	1	255		2296	Bulldog	0.01	1	12
2293	Eagle	0.18	1	196		2300	Cat	0.01	1	15
2275	Swan	0.15	1	38		2302	Cat	0.01	1	19
18PS002	Prinsep	0.10	1	248		2303	Cat	0.01	1	287
2320	Prinsep	0.06	1	15		2307	Hawk	0.01	1	15
2315	Prinsep	0.05	1	173		2311	Crow	0.01	1	23
2274	Swan	0.05	1	116		2327	Camp	0.01	1	4
2283	Kangaroo	0.05	1	12		18PS001	Prinsep	0.01	1	71
2305	Hawk	0.05	1	16		2254	Sun	0.01	1	89
2287	Eagle	0.04	1	72		2256	Sun	0.01	1	9
2318	Prinsep	0.04	1	11		2258	Sun	0.01	1	1
2316	Prinsep	0.03	1	119		2260	Sun	0.01	1	83
2267	Swan	0.03	1	14		2261	Sun	0.01	1	13
2325	Hawk	0.03	1	248		2263	Sun	0.01	1	81
2268	Swan	0.02	1	13		2265	Sun	0.01	1	294
2291	Eagle	0.02	1	10		2266	Swan	0.01	1	53
2306	Hawk	0.02	1	98		2269	Swan	0.01	1	4
2324	Hawk East	0.02	1	79		2271	Swan	0.01	1	27
2322	Prinsep	0.01	1	37		2278	Swan	0.01	1	2
2252	Sun	0.01	1	1		2280	Kangaroo	0.01	1	29
2253	Sun	0.01	1	1		2282	Kangaroo	0.01	1	6
2255	Sun	0.01	1	69		2288	Eagle	0.01	1	40
2257	Sun	0.01	1	67		2295	Eagle	0.01	1	4
2264	Sun	0.01	1	14		2297	Bulldog	0.01	1	3
2272	Swan	0.01	1	2		2298	Bulldog	0.01	1	5
2273	Swan	0.01	1	7		2304	Cat	0.01	1	31
2276	Swan	0.01	1	46		2308	Hawk	0.01	1	226
2277	Swan	0.01	1	46		2309	Hawk	0.01	1	160
2279	Conglomerate	0.01	1	59		2314	Prinsep	0.01	1	1
2284	Kangaroo	0.01	1	8		2319	Prinsep	0.01	1	2
2285	Eagle	0.01	1	3		2321	Prinsep	0.01	1	6
2286	Eagle	0.01	1	6						

Neither TSX Venture Exchange nor its Regulations Services Provider (as that term is defined in policies of the TSX Venture Exchange) accepts responsibility for the adequacy or accuracy of this release.

About NxGold

NxGold is a Vancouver-based exploration company. The Company owns 80% of the Mt. Roe gold project located in the Pilbara region of Western Australia. The Company has also entered into an earn-in agreement with Meliadine Gold Ltd. to earn up to a 70% interest in the Kuulu Project (formerly known as the Peter Lake Gold Project) in Nunavut.

Travis McPherson
Vice-President Corporate Development
NxGold Ltd.
+1 604 428 4112
tmcpherson@nxgold.ca

Technical Disclosure

The on-going sampling programs of stream sediments, soils, rocks and chip samples involve a quality assurance and quality control (QA/QC) program that includes the collection of field duplicates and insertion of certified reference materials at frequency of roughly one in ten samples. Rock samples, stream samples and some chip samples are selective in nature and are not representative of mineralisation on the property. All samples have been sent to Intertek Genalysis in Perth, WA for preparation and analysis. Rock and chip samples were analysed using a 50g fire assay for gold and a 10g aqua regia, 32-element inductively coupled plasma optical emission spectroscopy ('ICP-OES'). Samples with visible gold or returning >10 g/t gold by fire assay are subject to a screen fire assay analysis. Stream sediment samples were analysed using 1000g bulk leach extractable gold analysis with Leachwell accelerant followed by ICP-MS with a 10g sample split for aqua regia 32 element ICP-OES analyses.

Stream samples were field screened fine fraction (minus 80 mesh) with a collected mass of 10-12kgs. Soil samples were field screened to minus 4mm with a collected mass of approximately 4kg. All samples were split by a two-tier riffle splitter in a secure storage facility into a laboratory sample and a retained reference sample.

Surface material was scraped away, followed by loosening of material with a prospector's pick and lifting the material onto a sieve screen with a plastic scoop. Samples where sieved down in the field to minus 4 mm, directly into a sample bag. 4 kg of sieved material was collected for each sample. Sample depths went down to approximately 25 cm at each site. Samples were sealed in a cloth bag until split by a two-tier riffle splitter in a secure storage facility. Locations of each sample were recorded by a handheld GPS.

NxGold advises that the Mt Roe Gold project is an early stage exploration project utilising an evolving gold deposit model for a paleo-placer style of mineralisation. Abundant exploration work is required to understand the previously unrecognised sedimentary geology and confirm if the source(s) of the coarse gold is located within NxGold Ltd.'s tenements. There is no certainty of the discovery nor definition of a mineral resource.

The scientific and technical information in this news release has been prepared or approved by Darren Lindsay, P.Geo., Vice President Exploration and Development, of the Company, a "qualified person" within the meaning of *National Instrument 43-101 – Standards of Disclosure for Mineral Projects.*

Cautionary Statement Regarding "Forward-Looking" Information

This news release contains "forward-looking information" within the meaning of applicable Canadian securities legislation. "Forward-looking information" includes, but is not limited to, statements with respect to activities, events or developments that the Company expects or anticipates will or may occur in the future including whether the proposed acquisition will be completed. Generally, but not always, forward-looking information and statements can be identified by the use of words such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or the negative connotation thereof or variations of such words and phrases or state that certain actions, events or results "may", "could", "would", "might" or "will be taken", "occur" or "be achieved" or the negative connotation thereof.

Such forward-looking information and statements are based on numerous assumptions, including among others, that general business and economic conditions will not change in a material adverse manner, that financing will be available if and when needed and on reasonable terms, and that third party contractors, equipment and supplies and governmental and other approvals required to conduct the Company's planned exploration activities will be available on reasonable terms and in a timely manner. Although the assumptions made by the Company in providing forward-looking information or making forward-looking statements are considered reasonable by management at the time, there can be no assurance that such assumptions will prove to be accurate.

Forward-looking information and statements also involve known and unknown risks and uncertainties and other factors, which may cause actual events or results in future periods to differ materially from any projections of future events or results expressed or implied by such forward-looking information or statements, including, among others: negative operating cash flow and dependence on third party financing, uncertainty of additional financing, no known mineral reserves or resources, reliance on key management and other personnel, potential downturns in economic conditions, actual results of exploration activities being different than anticipated, changes in exploration programs based upon results, and risks generally associated with the mineral exploration industry, environmental risks, changes in laws and regulations, community relations and delays in obtaining governmental or other approvals.

Although the Company has attempted to identify important factors that could cause actual results to differ materially from those contained in the forward-looking information or implied by forward-looking information, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that forward-looking information and statements will prove to be accurate, as actual results and future events could differ materially from those anticipated, estimated or intended. Accordingly, readers should not place undue reliance on forward-looking statements or information. The Company undertakes no obligation to update or reissue forward-looking information as a result of new information or events except as required by applicable securities laws.