

**NFX GOLD INC.**  
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**(YNX- 16,190,694 Common Shares Outstanding)**

FOR IMMEDIATE RELEASE

**NFX ANNOUNCES COMMENCEMENT OF EXPLORATION PROGRAM**

**Toronto: September 3, 2003** - NFX Gold Inc. ("NFX" or the "Corporation") (TSX Venture-YNX) is pleased to announce the commencement of a program of surface diamond drilling on its Cheminis property. The proposed 300 m drill program will target a gold-bearing quartz stockwork that was exposed by a surface stripping program undertaken by NFX in 1999. The target area is located near Bear Lake east of the Cheminis Shaft from which underground exploration and development was carried out by NFX in the late 1990s. It is thought that the carbonate-altered rocks that host the stockwork mineralization are similar in nature to the lithologies which hosted gold-bearing mineralization in the North Carbonate Gold Zone at the past producing Kerr Addison Mine at nearby Virginiatown, Ontario.

The Corporation also wishes to announce that pursuant to a special resolution passed by its shareholders it is proceeding with a consolidation of its capital on a two old for one new basis. This consolidation was approved by the Corporation's shareholders at the last annual meeting held on March 25, 2003. In conjunction with the consolidation, the Corporation intends to change its name from NFX Gold Inc. to NFX Gold Ltd.

For further information:

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***The TSX Venture Exchange Inc. has not reviewed and does not accept responsibility for the adequacy and accuracy of this release.***

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