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EXETER ANNOUNCES FURTHER POSITIVE RESULTS FROM LA CABEZA DRILLING

Vancouver, B. C., May 4 – Exeter Resource Corporation (TSX-V: XRC, Frankfurt: EXB) today announced that it has received gold assay results from the first 4 diamond core drill holes, and an additional 3 reverse circulation percussion (RC) holes on the La Cabeza gold project in Argentina. The drilling is part of a \$1.1 million pre-feasibility study, and is designed to demonstrate the continuity of mineralization within and along strike from that identified by previous drilling.

The new diamond drill results include Ojo zone drill hole LCD-28, which intersected 9 metres averaging 5.5 g/t gold, from surface to 9.0 metres down-hole. Drill hole LCD-30 in the Luna zone intersected 2.7 metres averaging 14.3 g/t gold, from 38.0 metres down-hole. Drill hole LCD-31 in the Cuello zone intersected 15.2 metres at an average of 9.4 g/t gold, including 1.0 metre averaging 64.7 g/t gold, from 29.0 metres down-hole.

**La Cabeza Gold Project
Significant Diamond Drill Results – Pre-feasibility Drill Program**

Drill hole Number	Zone	From (m)	To (m)	Intercept (m)	Gold (g/t)
LCD- 28	Ojo	0.0	9.0	9.0	5.5
including		0.0	3.0	3.0	10.3
		42.4	52.0*	9.6	4.1
including		44.0	46.0	2.0	9.6
LCD- 29	Ojo	0.0	4.25	4.25	3.5
		8.1	11.0	2.9	4.8
		13.0	19.45	6.45	2.7
		33.0	39.25*	6.25	2.3
LCD- 30	Luna	21.8	27.0	5.2	2.5
		29.0	35.0	6.0	3.9
including		32.0	33.0	1.0	12.6
		38.0	40.7	2.7	14.3
including		39.0	40.7	1.7	20.8
		51.0	52.0	1.0	10.6
LCD- 31	Cuello	21.0	36.2**	15.2	9.4
including		29.0	33.0	4.0	28.4
including		29.0	30.0	1.0	64.7

* End of hole

** End of assaying

All intercepts calculated at 1.0 g/t cut-off from uncut gold assays.

The holes in the Ojo and Cuello zones were drilled as infill and extensions to known mineralization. LCD-30 in the Luna zone was drilled as a twin to an earlier RC hole, to better understand the results from that drilling. In particular:

- LCD-28, at Ojo was drilled on a section 50 metres grid north of hole LCD-29. Both holes terminated in mineralization and will be deepened in the current drilling program.
- LCD-30, at Luna was drilled 2 metres from RC hole LCP-72 which intersected 21 metres averaging 4.5 g/t gold, from 19 metres down-hole. LCD-30 intersected 18.9 metres averaging 4.1 g/t gold from 21.8 metres down-hole, confirming to within 10% the intercept in the earlier RC drill hole.
- LCD-31, at Cuello successfully confirmed a northerly extension to the known Cuello resource. LCD-31 was drilled 25 metres north of existing drill hole LCP-31, which had intersected 15 metres averaging 2.9 g/t gold from 15 metres down-hole. The location and the significantly increased grade of LCD-31 (15.2 metres averaging 9.4 g/t gold, from 21 metres down-hole) will increase the size of the known Cuello resource.

Provisional gold assay results from an additional 3 RC drill holes, LCP-117 to LCP119, have also been received. These holes were drilled to test for extensions to known mineralization on the Ojo and Luna prospects. The intersections in the 3 drill holes confirm the previously indicated limit to mineralization at each location.

**La Cabeza Gold Project
RC Drill Results, Pre-feasibility Drill Program**

Drill hole Number	Zone	From (m)	To (m)	Intercept (m)	Gold (g/t)	
LCP-117**	Luna	0.0	6.0	6.0	0.9*	
		42.0	51.0	9.0	2.3*	
		Including	42.0	45.0	3.0	5.3
		54.0	63.0	9.0	1.1*	
		66.0	69.0	3.0	0.9*	
LCP-118	Ojo	No significant results				
LCP-119	Ojo	1.0	4.0	3.0	0.9*	
		10.0	13.0	3.0	0.9*	
		19.0	22.0	3.0	0.5*	
		25.0	28.0	3.0	1.1	

* Calculated at 0.5 g/t cut-off; all other intercepts calculated at 1.0 g/t cut-off from uncut gold assays.

** Check assays for samples assaying greater than 1.0 g/t Au in LCP-117 are awaited.

Sampling and Assaying Procedures

All diamond drill core samples were prepared from half HQ diamond drill cores cut on site with a diamond saw. Samples intervals were generally 1 metre, with some slight variation as dictated by the drill hole geology. Core recoveries have exceeded 90%. All RC samples were assayed as 3 metre composites, weighing 5-10 kg, collected by riffle-splitting from individual 1 metre drill intercepts.

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All samples were prepared at the ALS Chemex preparation facility in Mendoza and assayed by fire assay (50 gram charge) at the ALS Chemex laboratory in Chile.

With the exception of LCP-117, check assaying of all samples assaying greater than 1.0 g/t gold was conducted by ALS Chemex. This work indicated that 95% of samples re-assayed within 10% of original assays. This repeatability provides confidence that coarse gold is not biasing the sample grades. In addition, all samples that assay greater than 10 g/t gold will be re-assayed by duplicate screen fire assay to further check for the presence of coarse gold.

Drilling Continues

An additional 16 diamond drill holes and a further 3 RC drill holes were recently completed. Results will be released as assays are received and compiled. Diamond drilling on the La Cabeza project continues.

Robert Harley, B.Sc., Exeter's Vice President, Exploration, a "qualified person" within the definition of that term in NI 43-101 of the Canadian Securities Administrators, has supervised the preparation of the technical information contained in this news release.

About Exeter

Exeter is a Canadian company exploring epithermal gold and copper-gold porphyry projects in Argentina. La Cabeza is Exeter's pre-feasibility stage project where exploration to date has delineated an inferred gold resource of 720,000 ounces. Drilling is continuing at La Cabeza as part of a \$1.1 million pre-feasibility study.

Reconnaissance work ahead of drilling is now being conducted on the newly acquired Cerro Moro gold-silver project in Patagonia, Argentina. It is anticipated that RC drilling will commence at Cerro Moro in May.

You are invited to visit the Exeter web site at www.exeterresource.com.

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