



For Immediate Release: May 11, 2005

NEW STUDY INCREASES LA CABEZA GOLD RESOURCE BY 25%

Vancouver, B. C., May 11, 2005 – Exeter Resource Corporation (TSX-V: XRC, Frankfurt: EXB) announces that the estimated **global inferred gold resource** at its La Cabeza Gold Project in Mendoza Province, Argentina has been increased by approximately 25%, to **890,000 ounces**. The increase reflects both additional drilling at the project and improved geological models.

A new report which combines work by external Australian consultants, Hellman & Schofield Pty. Ltd. and management analysis, estimates that La Cabeza contains 18.3 million tonnes averaging 1.5 g/t gold, at a cut-off grade of 0.5 g/t gold. At a cut-off grade of 1.0 g/t gold, a new inferred resource of 670,000 ounces of gold is estimated (an 8% increase from previous estimates), based on 8.2 million tonnes, averaging 2.5 g/t gold.

Yale Simpson, Exeter’s Chairman commented: “La Cabeza is an attractive project and we are optimistic that we will continue to add to its gold resources with upcoming drilling on several, recently-announced, targets. This drilling will commence in late May.”

La Cabeza Project Inferred Mineral Resources							
0.5 g/t gold cut-off				1.0 g/t gold cut-off			
Zone	Tonnes	Grade	Contained Gold	Zone	Tonnes	Grade	Contained Gold
	Mt	gold	ounces		Mt	gold	ounces
		g/t				g/t	
Cuello	3.64	2.15	251,612	Cuello	2.16	3.12	217,673
Luna	5.49	1.30	229,460	Luna	2.39	2.07	159,059
Ojo	3.27	1.62	170,315	Ojo	1.29	3.04	126,082
Mandibula	5.31	1.06	180,964	Mandibula	1.79	1.78	102,439
Cachete	0.35	3.08	34,659	Cachete	0.33	3.39	35,967
Labio East	0.10	4.44	14,275	Labio East	0.09	4.96	14,352
Labio South	0.07	2.45	5,514	Labio South	0.07	2.45	5,514
Labio West	0.08	1.67	4,295	Labio West	0.09	2.04	5,903
TOTAL	18.3	1.5	890,000	TOTAL	8.2	2.5	670,000

The revised global inferred mineral resource estimates for the El Cuello, La Luna, El Ojo, and La Mandibula deposits were interpolated by the use of the Multiple Indicator Kriging method. These revised resources were estimated using an additional 67 holes, totaling 4798 metres of drilling and 2050 metres of sawn channel sampling, conducted in 2004 and 2005.

The El Cachete prospect was re-calculated internally utilising the manual polygonal cross sectional method of estimation. Although new geological models were utilised in the El Cachete estimation process, it was deemed inappropriate to use computer estimation methods at this time, due to a lack of substantial drilling density. The previous resource estimation figures for the Labio East, South and West prospects have been utilised, as no new geological information was available.

The internal classification of the resources in this news release is as an inferred mineral resource. Under National Instrument (“NI”) 43-101 it must not be assumed that any part of the resource outlined in this disclosure will be upgraded to indicated or measured category as a result of continued exploration. Exeter has engaged independent consultants, who are presently calculating the indicated and inferred mineral resources at La Cabeza, in compliance with NI 43-101.

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 technically-advanced Canadian exploration company, focused on the discovery of epithermal gold/silver and porphyry copper/gold projects in Argentina and Chile. Exploration for new gold zones under extensive soil cover has recently commenced at La Cabeza. Engineering, metallurgical, hydrological and environmental work is continuing.

In the prospective Patagonia region of Argentina, Exeter has a strategic partnership with Cerro Vanguardia S.A, an AngloGold Ashanti subsidiary. The agreement provides Exeter with an option over 25 epithermal gold-silver properties. Exeter recently commenced a second stage program on the Cerro Puntudo Project following encouraging results released in February.

In southern Chile, Exeter has a strategic agreement with Rio Tinto Mining and Exploration Limited over epithermal gold prospects in a 800 square kilometer area.

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

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Cautionary Note to U.S. Investors – The United States Securities and Exchange Commission (“SEC”) permits mining companies in their filings with the SEC to disclose only those mineral deposits that a company can economically and legally extract or produce. We use certain terms in this news release, such as “inferred resource”, that the SEC guidelines strictly prohibit us from including in our filing with the SEC. U.S. investors are urged to consider closely the disclosure contained in our Form 20-F Registration Statement, File No. 000-51016. You can review and obtain copies of our filings from the SEC’s website at <http://www.sec.gov/edgar.shtml>.

Safe Harbour Statement - This news release may contain certain “forward-looking statements” within the meaning of the United States Private Securities Litigation Reform Act of 1995. These statements reflect our current belief and are based upon currently available information. Actual results could differ materially from those described in this news release as a result of numerous factors, some of which are outside of the control of the Exeter.

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