

## **RX Exploration Inc. Issues Progress Report on Drumlummon**

**FOR IMMEDIATE RELEASE:** Toronto, Canada, August 16, 2007 - RX Exploration Inc. (“RX”) wishes to provide a progress report on its Drumlummon Project. RX entered into an agreement with private arm’s length owners (the “Optionors”) to option from them their interest in patented mining claims (the “Drumlummon Claims”) situated in Lewis and Clark County, Montana consisting of 23 claims comprising approximately 200 – 300 acres (3 of the claims consist of less than 100% interest). The Drumlummon Claims include the inactive past producing Drumlummon Gold and Silver Mine.

In order to maintain the Drumlummon option in good standing, RX has paid the sum of US\$145,000 to date to the Optionors. RX must pay a further US\$1,090,000 payable US\$130,000 into escrow as noted hereinafter and the balance in four equal annual payments of US\$240,000. RX has determined that, in order to obtain clear and insurable title to the Drumlummon Claims, it is required to file a quiet title action as to certain entities and parties, as specified in a title commitment issued to Optionors and RX also needs to examine documents to assure access to the Drumlummon Claims. RX and the Optionors have agreed that the US\$130,000 payment due to Optionors may and shall be placed in escrow with First Montana Title Company and shall be released to Optionors upon securing a final, non-appealable judicial order quieting title to the Drumlummon Claims and reasonable assurance, from county documents of record of right of access to and from the Drumlummon Claims. RX has retained Montana legal counsel to handle these title matters which are expected to be completed in approximately two months time.

As additional consideration, RX has paid to the Optionors 200,000 common shares in the capital of RX having a one year hold period expiring May 18, 2008. A two percent (2%) Net Smelter Return (“NSR”) royalty on the Drumlummon Claims has been reserved to the Optionors.

RX has also staked a further 68 claims adjacent to the Drumlummon Claims and has commissioned an independent NI 43-101 compliant technical report on the property which is expected to be completed shortly. RX has completed a private placement with accredited investors of 5,065,560 common shares at a price of \$0.10 per share to enable it to make the US\$130,000 option payment to be placed in escrow as noted above and prepare for the commencement of a diamond drill program in the summer of 2007. Part of the placement was subscribed for by RX’s legal counsel, a significant shareholder of RX, who agreed to convert accrued liability in the amount of \$181,556 into equity.

For further information please contact Murray R. Nye, President and Director of RX Exploration Inc. at: Telephone (204) 989-2434 or Fax (204) 989-2433.

RX Exploration Inc. (CUSIP # 78347W107) is a reporting issuer in good standing in the Province of Ontario whose shares are listed on CNQ (**Symbol: RXEX**). There are currently 23,033,675 common shares issued and outstanding.