



**PRESS RELEASE**

**WESDOME ANNOUNCES 2008 FIRST QUARTER RESULTS**

**Toronto, Ontario – May 14, 2008** – Wesdome Gold Mines Ltd (WDO:TSX) (“Wesdome” or the “Company”) is pleased to report its financial and operating results from its Canadian operations for the first quarter, 2008.

**REVENUE AND EARNINGS**

Wesdome’s production from its 100%-owned mines generated record revenues of \$16.1 million for the first quarter, 2008, compared to \$12.9 million in the first quarter of 2007. Cash flow from operations was \$2.7 million and net income for the quarter was \$0.15 million (\$0.00 per share) compared to a loss of \$4.4 million (-\$0.05 per share) in the first quarter of 2007.

**RESULTS OF OPERATIONS**

In the first quarter of 2008, the Eagle River and Kiena operations produced a total of 20,403 ounces of gold, exceeding expectations. The company continues to forecast 80,000 ounces of production in 2008.

Revenue exceeded operating and development costs resulting in a mine operating profit of \$3.4 million or \$195 per ounce. This compares favourably to a mine operating loss of \$1.5 million or \$89 per ounce in the first quarter of 2007. In addition to the direct operating and development costs of \$12.7 million, other costs, including royalty payments, corporate and general costs and interest costs, amounted to \$0.88 million. Operating and development costs decreased 11.2% compared to the first quarter, 2007.

At Eagle River, gold grades were 30% higher than expected, while mill throughput was 15% lower than projected. Overall, this is a good problem to have and we see strong grades continuing.

At Kiena, the first quarter met expectations. The first quarter, as at Eagle River, was projected to be our weakest and we are, therefore, very encouraged by these operating results.

The first quarter is seasonally the most costly involving increased energy consumption and snow removal costs. Labour, equipment and materials costs appear to be stabilizing and margins are increasing.

**RESULTS OF OPERATIONS**

Three months ended March 31	2008	2007
<b><i>Eagle River Mine</i></b>		
Tonnes milled	29,369	30,700
Recovered grade (g/t)	13.3	8.5
Ounces produced	12,558	8,384
Ounces sold	8,837	10,500
Bullion inventory (oz)	7,188	2,970
Bullion revenue	8,264	8,041
- Operating + development costs (thousands)	5,268	8,328
Mine operating profit (loss) (\$m)	2,996	(287)
Gold price realized (\$Cdn/oz)	935	766

**Kiena Mine**

Tonnes milled	<b>63,317</b>	71,400
Recovered grade (g/t)	<b>3.9</b>	4.0
Ounces produced	<b>7,845</b>	8,440
Ounces sold	<b>8,500</b>	6,330
Bullion inventory (oz)	<b>2,554</b>	4,846
Bullion revenue	<b>7,884</b>	4,837
- Operating + development costs (thousands)	<b>7,502</b>	6,054
Mine operating profit (loss) (\$m)	<b>382</b>	(1,217)
Gold price realized (\$Cdn/oz)	<b>928</b>	768

**Total**

Production (oz)	<b>20,403</b>	16,824
Sales (oz)	<b>17,337</b>	16,800
Bullion inventory (oz)	<b>9,742</b>	7,816
Bullion revenue	<b>16,148</b>	12,878
- Operating + development costs (thousands)	<b>12,770</b>	14,382
Operating profit (loss) (\$m) *	<b>3,378</b>	(1,504)
Gold price realized (\$Cdn/oz)	<b>931</b>	767

**CORPORATE OVERVIEW**

The Company owns the Eagle River and Mishi gold mining operations in Wawa, Ontario and the Kiena Mining Complex in Val d'Or, Quebec. The Eagle River mine has been operating since 1996. The Mishi open pit has been an intermittent gold producer since 2002. The Kiena mine was in pre-production development stage until August 1, 2006 when commercial production commenced.

At March 31, 2008, the Company had working capital of \$8.6 million. During the first quarter, capital expenditures totalled \$2.3 million. Gold inventories of 9,742 ounces were carried at \$8.75 million at March 31, 2008. Their market value at March 31, 2008, was \$9.4 million.

**OUTLOOK**

The Company projects a strong operating performance for the remainder of the year and believes it has sufficient resources to cover its operating and capital cost requirements. The Company is also undertaking an aggressive exploration program partially funded by a December, 2007, flow-through offering which netted \$3.7 million.

Production for the remainder of 2008 should generate free cash flow, even at gold prices below those currently being realized.

We continue to forecast 80,000 ounces of production in 2008. We are seeing the results of our 2007 investment in development bear fruit. We expect above average grades from stopes at both Kiena and Eagle River which were developed in the second and third quarters.

We are excited regarding recent strength in the gold market and the prospects of our aggressive 2008 exploration program. Based on the annual forecast production, each \$Cdn 10 upward movement in the gold price adds \$0.8 million to corporate revenue. We are also excited about a 25,000 metre surface drilling program focused on near mine exploration is scheduled to commence on June 1<sup>st</sup>.

Wesdome Gold Mines Ltd. is an established Canadian gold producer with mining operations and development projects in Wawa, Ontario and Val d'Or, Quebec. The Company has 99.8 million shares issued and trades on the TSX Exchange under the symbol "WDO".

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*This news release contains "forward-looking information" which may include, but is not limited to, statements with respect to the future financial or operating performance of the Company and its projects. Often, but not always, forward-looking statements can be identified by the use of words such as "plans", "expects", "is expected", "budget", "scheduled", "estimates", "forecasts", "intends", "anticipates", or "believes" or variations (including negative 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. Forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by the forward looking statements. Forward-looking statements contained herein are made as of the date of this press release and the Company disclaims any obligation to update any forward-looking statements, whether as a result of new information, future events or results or otherwise. There can be no assurance that forward-looking statements will prove to be accurate, as actual results and future events could differ materially from those anticipated in such statements. The Company undertakes no obligation to update forward looking statements if circumstances, management's estimates or opinions should change, except as required by securities legislation. Accordingly, the reader is cautioned not to place undue reliance on forward-looking statements.*

## Wesdome Gold Mines Ltd. Consolidated Balance Sheets

	Mar 31 2008 (Unaudited)	Dec 31 2007 (Audited)
<b>Assets</b>		
Current		
Cash and cash equivalents	\$ 3,967,215	\$ 7,341,064
Term deposits	67,651	67,651
Inventory	8,750,192	5,529,454
Receivables	4,521,682	4,243,107
Supplies and other	2,131,719	1,735,736
Marketable securities	<u>174,752</u>	<u>68,085</u>
	<b>19,613,210</b>	<b>18,985,097</b>
Funds held against standby letters of credit	2,564,517	2,541,132
Capital assets	12,497	13,155
Mining properties	57,863,141	57,790,155
Exploration properties	27,728,157	27,677,643
Property held for sale	<u>378,105</u>	<u>1,078,105</u>
	<b>\$ 108,159,628</b>	<b>\$ 108,085,287</b>
<b>Liabilities</b>		
Current		
Payables and accruals	\$ 9,727,917	\$ 9,708,130
Current portion of obligations under capital leases	<u>1,267,249</u>	<u>1,368,749</u>
	<b>10,995,166</b>	<b>11,076,879</b>
Obligations under capital leases	2,028,847	2,248,355
Convertible 7% debentures	9,148,175	9,038,002
Reclamation obligation	1,088,500	1,072,000
Future income taxes	<u>2,710,000</u>	<u>1,506,000</u>
	<b>25,970,688</b>	<b>24,941,236</b>
Minority interest in Moss Lake Gold Mines Ltd.	<u>982,300</u>	<u>980,867</u>
<b>Shareholders' Equity</b>		
Capital stock	114,110,008	115,276,928
Contributed surplus	2,869,822	2,789,117
Accumulated other comprehensive income	(158,582)	(131,915)
Equity component of convertible debentures	2,079,776	2,079,776
Deficit	<u>(37,694,384)</u>	<u>(37,850,722)</u>
	<b>81,206,640</b>	<b>82,163,184</b>
	<b>\$ 108,159,628</b>	<b>\$ 108,085,287</b>

## Wesdome Gold Mines Ltd.

### Interim Consolidated Statements of Operations and Deficit

(Unaudited)

Three Months Ended March 31

2008

2007

#### Revenue

Gold and silver bullion	\$ 16,148,329	\$ 12,877,607
Interest and other	<u>88,365</u>	<u>29,614</u>
	<u>16,236,694</u>	<u>12,907,221</u>

#### Costs and expenses

Operating costs	9,991,098	11,295,857
Development costs	2,788,101	3,086,196
Amortization of mining properties	2,372,201	2,729,092
Production royalties	198,887	99,076
Corporate and general	300,945	456,106
Stock compensation expense	90,785	287,553
Interest on long-term debt	375,116	53,559
Other interest	1,255	6,801
Amortization of office equipment	658	748
Accretion of reclamation obligation	<u>16,500</u>	<u>12,750</u>
	<u>16,085,546</u>	<u>18,027,738</u>

Net income (loss) before income tax and minority interest	151,148	(5,120,517)
Recovery of future income taxes	-	700,000
Minority interest	<u>5,190</u>	<u>19,209</u>
Net income (loss)	\$ <u>156,338</u>	\$ <u>(4,401,308)</u>
Net income (loss) per common share		
Basic and diluted	\$ <u>0.00</u>	\$ <u>(0.05)</u>

Deficit, beginning of period	\$ (37,850,722)	\$ (12,250,318)
Net income (loss)	<u>156,338</u>	<u>(4,401,308)</u>
Deficit, end of period	\$ <u>(37,694,384)</u>	\$ <u>(16,651,626)</u>

**Wesdome Gold Mines Ltd.**  
**Interim Consolidated Statements of Comprehensive Income and**  
**Accumulated Other Comprehensive Income**

(Unaudited)

Three Months Ended March 31	2008	2007
Net income (loss)	\$ 156,338	\$ (4,401,308)
Other comprehensive loss		
Change in fair value of available-for-sale marketable securities	<u>(26,667)</u>	<u>(59,574)</u>
Comprehensive income (loss)	\$ <u>129,671</u>	\$ <u>(4,460,882)</u>
<hr/>		
Accumulated other comprehensive loss, beginning of period	\$ (131,915)	\$ -
Other comprehensive loss	<u>(26,667)</u>	<u>(59,574)</u>
Accumulated other comprehensive loss, end of period	\$ <u>(158,582)</u>	\$ <u>(59,574)</u>
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**Wesdome Gold Mines Ltd.**  
**Interim Consolidated Statements of Cash Flows**

(Unaudited)

Three Months Ended March 31

**2008**

**2007**

Increase (decrease) in cash and cash equivalents

<b>Operating activities</b>		
Net income (loss)	\$ 156,338	\$ (4,401,308)
Amortization of mining properties	2,322,201	2,729,092
Accretion of discount on convertible debentures	110,173	-
Gain on sale of Moss Lake shares	(17,235)	-
Minority interest	(5,190)	(19,209)
Stock compensation expense	90,785	287,552
Amortization of office equipment	658	748
Future income taxes	-	(700,000)
Accretion of reclamation obligation	16,500	12,750
	<u>2,674,230</u>	<u>(2,090,375)</u>
Net changes in non-cash working capital	<u>(4,154,807)</u>	<u>455,235</u>
	<u>(1,480,577)</u>	<u>(1,635,140)</u>
<b>Financing activities</b>		
Exercise of options	27,000	64,415
Marketable securities	-	140,426
Repayment of obligations under capital leases	(422,408)	(332,988)
	<u>(395,408)</u>	<u>(128,147)</u>
Net changes in non-cash working capital	<u>276,035</u>	<u>-</u>
	<u>(119,373)</u>	<u>(128,147)</u>
<b>Investing activities</b>		
Additions to mining and exploration properties	(2,346,363)	(3,812,557)
Additions to capital assets	-	(2,533)
Proceeds on sale of Moss Lake shares to minority interests	25,921	-
Proceeds on option to sell property	566,666	550,000
Funds held against standby letters of credit	(23,385)	-
	<u>(1,777,161)</u>	<u>(3,265,090)</u>
Net changes in non-cash working capital	<u>3,262</u>	<u>-</u>
	<u>(1,773,899)</u>	<u>(3,265,090)</u>
Decrease in cash and cash equivalents	<b>(3,373,849)</b>	(5,028,377)
Cash and cash equivalents, beginning of period	<u>7,408,715</u>	<u>5,310,251</u>
Cash and cash equivalents, end of period	<b>\$ 4,034,866</b>	<b>\$ 281,874</b>