



NSX:MGS ANNOUNCEMENT 20 July 2010

Drilling Results Confirm Outstanding Potential High Grade Intercepts at Summer Hill MLA 20547. Includes, 2m @ 8% Sn, 3m @ 4.7% Sn, 4m @ 1.2% Sn

Highlights:

- Excellent high grade Tin intercepts received from initial assay results including:
 - 4m @ 1.2% Sn (SH03) between 33 to 40m, includes 1m @ 1.7% Sn
 - 2m @ 8% Sn (X02) between 25 to 28m, includes 1m @ 15.75% Sn
 - 3m @ 4.7% Sn(X02) between 37 to 40m, includes 1m @ 7.59% Sn
 - 5m @ 0.8% Sn (DAL 48) from 7 to 12m, includes 1m @ 2.6% Sn
 - 3m @ 1.6% Sn(DAL50) between 19 to 24m, includes 1m @ 3.2% Sn
- Drilling has intersected significant Tin mineralisation at shallow depths from Dalcouth and Extended prospects.
- The second drill program of 2,461m of Reverse Circulation ("RC") drilling completed on budget and ahead of schedule.
- All assay results have been received from the drilling program on MLA 20547 and we are now waiting on the infill assay results from Dalcouth and Extended.
- All significant intersections are within **50m** of the surface. **(Table 2)**
- Future exploration work is focused on testing the continuity of the ore bodies and identification of new mineralised zones.

Completion of Drilling Program:

MGT Resources Limited (NSX:MGS) are pleased to announce the successful completion of its second drilling program by its subsidiary Xtreme Resources Limited in Mt Garnet, Queensland, Australia. The project is located on the north eastern margin of the Georgetown Inlier, as defined by the Palmerville Fault.

The company's second drilling program consisting of forty-three (43) holes for a total of 2,461 metres of RC drilling was designed to accomplish the following.

- Extend and infill our previous drilling program on MLA 20547

- Testing weathered oxidised zones and the robust nature of the ore bodies
- Identify pods of mineralisation with sufficient grade and tonnage to be considered economic
- Testing both strike and parallel extensions to the mineralised pod zones
- Test other exploration targets identified by trenching and ground magnetics
- Increase the Geological understanding of the mineralisation at Summer Hill and surrounding exploration targets

MGT Resources Limited is extremely pleased with the successful completion of its second drilling campaign within budget and ahead of schedule. This is testament to the quality of MGT's employees, contractors, and exploration infrastructure.

Assay Results Received:

MGT has received assay results from approximately 85% of the completed drilling. Further infill assay results will be released to the market as they become available. The assay results are from the second stage of the drilling campaign which was targeted predominately at the Summer Hill Main Ore Zones. These results are extremely encouraging and confirm the outstanding potential to extend resources at Dalcouth and Extended. (Table 1)

(Table 1)

Drill Hole summary – Greater than 1% Sn Intercepts

Drill Hole ID	Easting	Northing	Azimuth	Dip	From	To	Interval	Sn
SH03	305459	8055664	Vertical	90°	33	34	1	1.30%
SH03	305459	8055664	Vertical	90°	35	36	1	1.00%
SH03	305459	8055664	Vertical	90°	37	38	1	1.70%
DAL48	304097	8055755	Vertical	90°	11	12	1	1.00%
DAL48	304097	8055755	Vertical	90°	17	18	1	2.60%
DAL48	304097	8055755	Vertical	90°	21	22	1	1.40%
DAL50	304098	8055775	Vertical	90°	21	22	1	1.00%
DAL50	304098	8055775	Vertical	90°	23	24	1	3.20%
X02	306872	8055932	25°	60°	25	26	1	15.75%
X02	306872	8055932	25°	60°	37	38	1	7.59%
X02	306872	8055932	25°	60°	38	39	1	5.06%
X02	306872	8055932	25°	60°	39	40	1	1.70%

Outstanding Assays:

Approximately 15% of the infill assay results of the completed drilling programme are yet to be received. These results will be released to the market as they are received during the next 2 months.

Resource modelling will be undertaken once all drill assay results are received.

(Table 2)

Drill Hole summary – Greater than 0.4% Sn Intercepts (Cut-off grade 0.4% Sn)

Drill Hole ID	Easting	Northing	Azimuth	Dip	From	To	Interval	Sn
SH03	305459	8055664	Vertical	90°	33	34	1	1.30%
SH03	305459	8055664	Vertical	90°	35	36	1	1.00%
SH03	305459	8055664	Vertical	90°	37	38	1	1.70%
SH03	305459	8055664	Vertical	90°	39	40	1	0.80%
DAL42	304136	8055705	Vertical	90°	1	2	1	0.90%
DAL42	304136	8055705	Vertical	90°	3	4	1	0.40%
DAL43	304131	8055704	Vertical	90°	23	24	1	0.70%
DAL44	304107	8055723	Vertical	90°	23	24	1	0.40%
DAL44	304107	8055723	Vertical	90°	25	26	1	0.50%
DAL44	304107	8055723	Vertical	90°	27	28	1	0.40%
DAL48	304097	8055755	Vertical	90°	7	8	1	0.60%
DAL48	304097	8055755	Vertical	90°	9	10	1	0.80%
DAL48	304097	8055755	Vertical	90°	11	12	1	1.00%
DAL48	304097	8055755	Vertical	90°	17	18	1	2.60%
DAL48	304097	8055755	Vertical	90°	21	22	1	1.40%
DAL49	304103	8055764	Vertical	90°	9	10	1	0.90%
DAL49	304103	8055764	Vertical	90°	23	24	1	0.80%
DAL49	304103	8055764	Vertical	90°	35	36	1	0.60%
DAL50	304098	8055775	Vertical	90°	13	14	1	0.50%
DAL50	304098	8055775	Vertical	90°	15	16	1	0.50%
DAL50	304098	8055775	Vertical	90°	19	20	1	0.60%
DAL50	304098	8055775	Vertical	90°	21	22	1	1.00%
DAL50	304098	8055775	Vertical	90°	23	24	1	3.20%
DAL51	304086	8055783	Vertical	90°	3	4	1	0.50%
DAL51	304086	8055783	Vertical	90°	5	6	1	0.50%
DAL52	304093	8055783	Vertical	90°	17	18	1	0.50%
DAL52	304093	8055783	Vertical	90°	19	20	1	0.50%
DAL52	304093	8055783	Vertical	90°	21	22	1	0.50%
V02	305158	8056645	205°	60°	1	2	1	0.50%
X02	306872	8055932	25°	60°	25	26	1	15.75%
X02	306872	8055932	25°	60°	27	28	1	0.40%
X02	306872	8055932	25°	60°	37	38	1	7.59%
X02	306872	8055932	25°	60°	38	39	1	5.06%
X02	306872	8055932	25°	60°	39	40	1	1.70%
X05	306852	8055954	25°	60°	23	24	1	0.9

Exploration Focus:

- Dependent upon final infill assay results from the recently completed RC drill programme. Follow up drilling on the exploration targets of Extended, Dalcouth, Veteran and Summer Hill will be planned. (Figure 1)

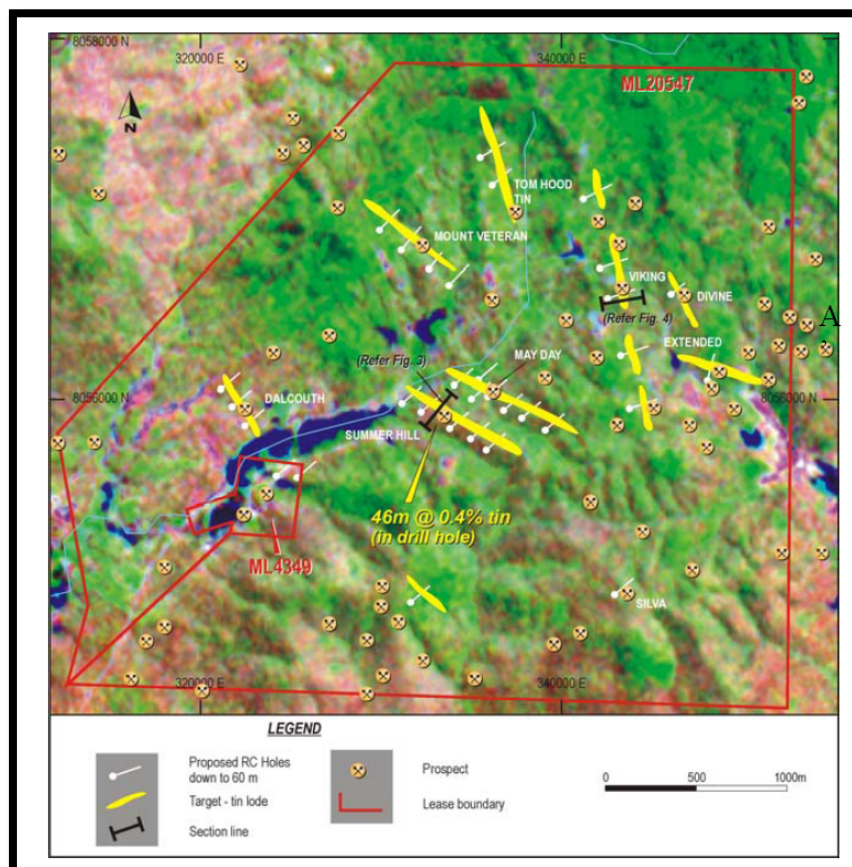
- Infill Ground Magnetics program on MLA 20547 with targets being generated for future drilling programs.
- Future drilling targets being sourced from geological mapping and interpretation.



RC Drilling Summer Hill

(Figure 1)

Summer Hill ML 20547 (1200 hectares) with nine mineralised zones (shown in yellow)



Competent Persons Statement

Information in this report relates to exploration results or mineral resources are based on information compiled by Mr Jacob Rebek who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Rebek has sufficient experience which is

relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Rebek consents to the inclusion in the report of the statements based on his information in the form and context in which it appears