



MGT Resources Limited
Suite 2.05B, 68 York Street
Sydney NSW 2000 AUSTRALIA

13 December 2012

Mr Ian Craig
Companies Manager
National Stock Exchange of Australia

NSX Announcement - MGT Resources Limited (NSX:MGS)

Not proceeding with California Creek

The Board of MGT Resources Limited (MGS, Company) announces that it is not exercising its option with Bookall Mining Company Pty Limited for the purchase of certain assets known as California Creek near Mount Garnet in Far North Queensland.

The Company has decided to focus on its hard rock tin prospects in the Mount Garnet area as well as other important gold prospects for the foreseeable future, and as such a new alluvial project is no longer compatible with that strategy.

On behalf of the Board of MGT Resources,

Yours sincerely,

Alexander Moody
Company Secretary