28 July 2004

AUSTRALIAN STOCK EXCHANGE LIMITED ("ASX")

Dear Sirs,

FOURTH QUARTER ACTIVITIES REPORT

Midas Resources Limited ("**MIDAS**") is pleased to provide the following exploration report on activities for the three-month period ending 30 June 2004.

EXPLORATION HIGHLIGHTS (Lake Carey Gold Project)

- **MIDAS completed a 13 hole (2,404 m) RC drilling program in March to follow up the wide high grade zones intersected in previous drilling at *Fortitude*. Intersections included 2m @ 18.26g/t Au, 3m @ 10.97g/t Au, 2m @ 16.14g/t Au, 27m @ 3.48g/t Au, 16m @ 2.81g/t Au**
- **MIDAS commenced three dimension ("3D") geological modelling of the Fortitude deposit that will be used to complete an update to the resource estimation and pit optimisation studies in the September quarter.**

COMMENTARY

- **MIDAS is on track to complete a resource estimation on the Fortitude deposit in the September quarter, based on 3D geological modelling of all RC and diamond drilling completed to date.**
- **In addition, exploration over the next six months at Fortitude will include further infill and reconnaissance drilling, preliminary feasibility studies and geophysical surveys. This will be completed as a precursor to a possible decision to commence a feasibility study at *Fortitude*.**
- **MIDAS continues to assess opportunities to grow the company, including projects that offer organic growth in the Laverton region as well as projects that supplement its existing projects.**

1.0 EXPLORATION ACTIVITIES

1.1 Lake Carey Project (100% MIDAS) – includes *Fortitude* deposit

Introduction

During the quarter MIDAS received the final one metre split assay results from the 13 hole (2,404 metre) reverse circulation ("RC") drilling program completed at the Fortitude deposit late in March. Follow-up drilling of the recently discovered high grade southern lodes confirms the continuity of this mineralisation. Significant broad zones of gold mineralisation have been returned from the central portion of the Fortitude deposit, further demonstrating the robustness and continuity of the central gold lodes

Fortitude RC Drilling

The recent RC drilling program at the Lake Carey Project evaluated two distinct zones within the Fortitude deposit. Holes FTRC139 – 142 infill-drilled wide mineralised zones located in the central portion of the deposit; holes FTRC130 – 138 tested the continuity of the recently identified mineralized lodes, extending to the south of the main deposit. Intersections from the one metre re-sampling are listed in Table 1 below.

The southern mineralised lodes identified in recent programs are associated with brittle Banded Iron Formation ("BIF")/chert units that appear to provide a favourable host for the higher grade gold mineralisation. Drilling has confirmed the down dip continuity of these higher grade lodes, with several holes returning grades greater than 10g/t Au.

The results returned from the central Fortitude lodes were very encouraging with several wide mineralised intercepts of above average gold grades. Hole FTRC140 returned gold intercepts of particular significance, with two wide zones of 27m @ 3.48g/t Au from 113m and 16m @ 2.81g/t Au from 68m.

Resource Estimation and Open Pit Evaluation Studies

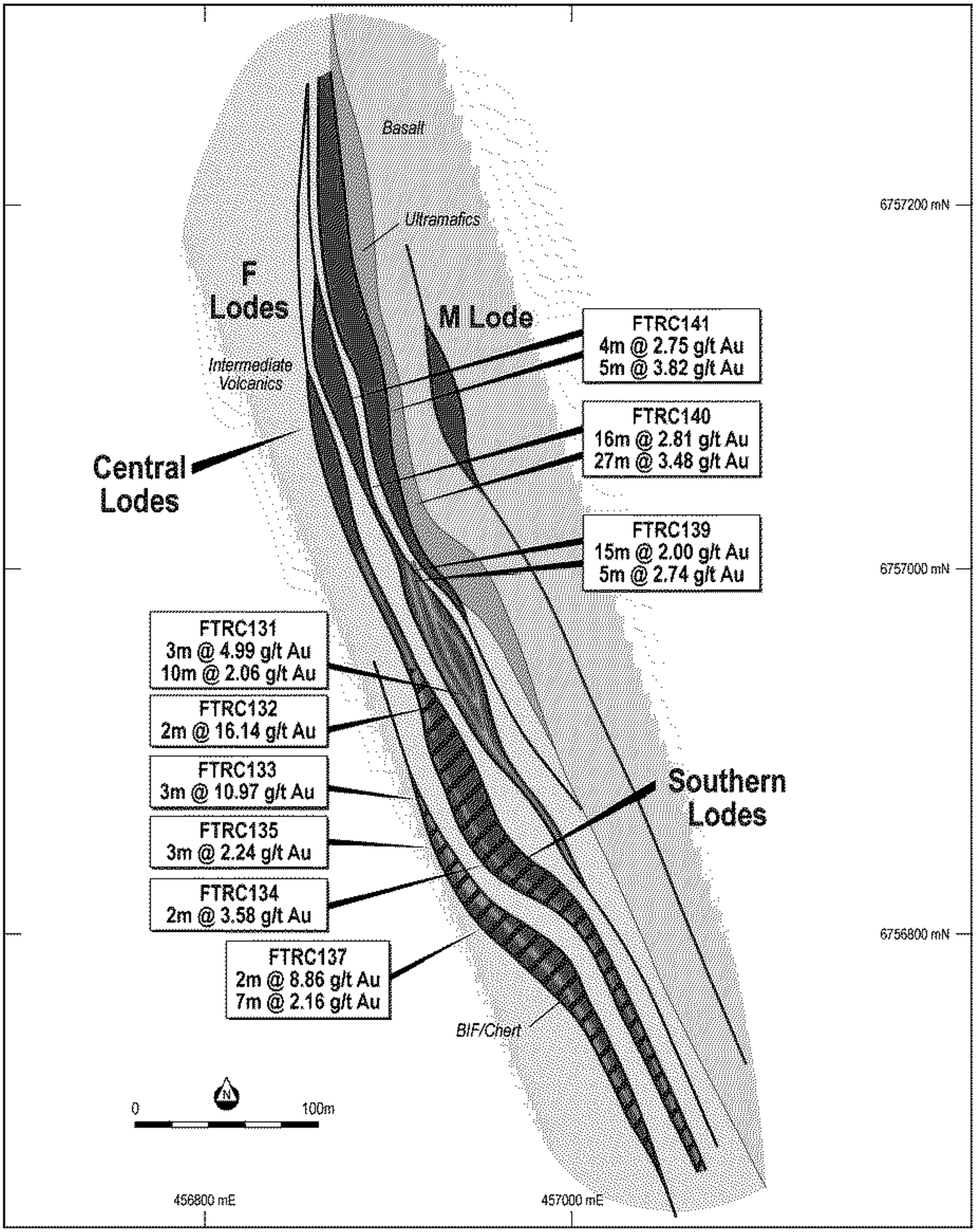
MIDAS has commenced a 3D geological modelling and resource estimation phase utilising all drilling into the Fortitude deposit, to update the current resource, to improve resource categorisation and determine the quantum of the global resource. This resource estimation will be followed by a pit optimisation study and is expected to be completed during the September quarter.

Table 1 - Fortitude deposit
1 metre split assay results

Hole	AMG_N	AMG_E	Azimuth	Dip	Depth	From	To	Intersection
FTRC130	6756975	456850	220	-60	90	68	78	10m @1.73
						inc. 76	78	2m @ 3.44
						98	105	7m @ 1.73
						107	109	2m @ 3.44
						131	135	4m @ 4.72
FTRC131	6756975	456920	150	-60	89	34	37	3m @ 4.98
						48	58	10m @ 2.06
						inc. 48	52	4m @ 2.94
FTRC132	6756925	456850	220	-60	87	11	14	3m @ 1.60
						128	135	7m @ 5.27
						inc. 128	130	**2m @ 16.14**
FTRC133	6756875	456920	170	-60	90	31	34	**3m @ 10.97**
						53	55	2m @ 2.05
						146	148	2m @ 3.29
FTRC134	6756850	456930	200	-60	90	40	42	2m @ 3.58
						52	54	2m @ 3.09
FTRC135	6756850	456890	250	-60	90	52	55	3m @ 2.24
FTRC136	6756825	456950	150	-60	90	88	91	3m @ 1.44
FTRC137	6756825	456910	222	-60	90	29	36	7m @ 2.17
						166	176	10m @ 2.98
						inc. 166	168	2m @ 8.86
						202	206	4m @ 1.67
FTRC139	6757025	456830	220	-60	90	128	130	2m @ 2.05
						147	162	15m @ 2.01
						Inc. 147	152	5m @ 2.74
						154	158	4m @ 1.74
						170	173	3m @ 1.96
FTRC140	6757050	456830	180	-60	86	29	31	**2m @ 18.22**
						37	39	2m @ 2.33
						43	45	2m @ 4.40
						68	84	**16m @ 2.81**
						113	140	**27m @ 3.48**
FTRC141	675710	456795	228	-60	86	102	104	2m @ 5.18
						137	141	4m @ 2.75
						147	149	2m @ 3.42
						163	168	5m @ 3.82
						174	177	3m @ 2.30
FTRC142	6757125	456858	78	-60	90	46	52	6m @ 1.77
						inc. 49	52	3m @ 2.52

Individual samples were analysed by Fire Assay digest and ICP-OES finish by Ultratrace Laboratories in Perth

Figure 1
Latest Fortitude drill results.



Linden Project (MIDAS earning 80% from Total Mineral Resources Limited)

MIDAS completed structural geological mapping and geochemical sampling during the quarter. This exploration has highlighted drill targets in the vicinity of the *Carbine* 'old workings' and at the *East Carbine* workings where visible gold was discovered in rock chip sampling around 'old workings'. No drilling has previously been completed on the East Carbine line of workings. Mapping has highlighted cross-cutting structures oriented 035 – 045 degrees that may impact on the distribution of mineralisation. RAB drilling is planned for the September quarter to test priority targets.

Phantom Well Project (100% MIDAS, Barrenco Pty Ltd has right to earn back up to 15%)

No work was completed on the Phantom Well project during the quarter.

1.2 Sunset Project

No work was completed on the Sunset Project. MIDAS is currently reviewing divestment opportunities for this project.

1.3 Connors Range Project

Limited work was completed on the Connors Range project during the quarter. Fieldwork involved visiting primary targets including Waitara Epithermal and porphyry, Vein 366, Ironstone Creek and Doreen Hill to plan for exploration prior to the end of the calendar year. Exploration is to include geological mapping, geochemical sampling, costeaning, ground geophysics and follow-up drilling if required.

1.4 Bundarra Project

MIDAS has conditionally divested its interest in the Bundarra Project to Regency Resources Limited ("Regency").

The Bundarra project is located 120km SW of Mackay in Central Queensland and comprises a single exploration permit covering an area of 260square kilometres.

Regency has agreed to acquire the Bundarra copper gold project for the total consideration of $115,000 cash and 1.5 million ordinary shares in Regency. Regency paid MIDAS a non-refundable deposit of $35,000 on signing the agreement and has contributed a further $20,000 to fund exploration over the next six months to maintain the tenement in good standing.

Under the agreement, Regency has six months to be admitted to the Official List of the Australian Stock Exchange to complete the agreement. As a condition of listing, Regency will pay MIDAS a further $80,000 and allot the 1.5 million Regency shares to MIDAS.

MIDAS is completing a program of exploration at Bundarra comprising geological reconnaissance, geochemical sampling and geophysical analysis. Exploration is focused in the Mt Rogers and Painted Peak area, where there is copper mineralisation associated with quartz hematite veining suggestive of a copper-gold-iron oxide association model.

2.0 FUTURE ACTIVITIES

2.1 Lake Carey Project

Subsequent to the end of the June quarter MIDAS commenced a 2,500 metre RAB drilling program at the Linden Project to test priority targets associated with cross-cutting structures in the vicinity of the Carbine workings. In addition, drilling is planned to complete first pass drilling of the East Linden line of workings. Drilling is expected to be completed by the end of July.

RC drilling is planned for the Fortitude deposit to follow-up targets highlighted by geological modelling of the deposit. RC drilling will also test a structural target at the Fortitude South prospect associated with a flexure not recognised by previous explorers.

2.2 Connors Range Project

MIDAS is planning to complete an induced polarised ground geophysical survey at the *Thief* prospect west of the *Twin Peaks* prospect partially tested during exploration in 2003. The ground geophysics survey is planned to accurately locate the interpreted conductive body coincident with a remnant magnetic body. This will be followed by RC drilling to determine the economic potential of this conductive/magnetic source.

Yours faithfully

MIDAS RESOURCES LIMITED

RHOD GRIVAS
Managing Director

Mr. R Grivas, MAIG, MAusIMM and an employee at Goodheart Pty Ltd compiled the technical aspects of this report based upon information. Mr. Grivas has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity that is being reported on to qualify as a Competent Person as defined in the 1999 Edition of the Australasian Code for Reporting of Mineral Resources and Ore Reserves. Mr. Grivas consents to the inclusion in the report of the matters in the form and context in which it appears.