15 February, 2007

ASX RELEASE

FOLLOW UP DRILL PROGRAMMES COMPLETED AT LAKE CAREY - BINDAH, GALLANT, PHANTOM WELL AND FORTITUDE

Highlights

- Final assay results for the Dec 07 Fortitude Resource definition drill program have been received and a follow-up drill program was completed on March 8.
- RSG Global to commence the Fortitude Resource update in April.
- Additional exploration RC holes were also completed in March at Bindah (2 holes), Gallant (1 hole) and Stealth (2 holes). Targeted zones were intersected in each case and assay results are pending.
- Midas has withdrawn from The Uncle Sam Joint Venture in Alaska in favour of a stronger exploration focus on the Fortitude and Bindah prospects at Lake Carey.
- In Queensland the Waitara copper porphyry system at Connors Range is to be investigated as a copper-molybdenum target following reports of strongly anomalous molybdenum values in some historic drill holes.

FORTITUDE RESOURCE (Lake Carey Project)

Final assay results of the Resource Definition drilling completed in December 2007 have been received. The drilling involved 105 Reverse Circulation drill holes for 5,736m and the objectives were to test the continuity of gold mineralisation on a 12.5m x 25m grid pattern over the shallow parts of the oxidised zone and to test for extensions of mineralisation around the margins of the optimised pit shells. The Company is satisfied that the detailed drilling supports continuity of mineralisation and that extensions to gold mineralisation have been indicated in the area of the southern pits. This necessitated some additional drilling which was completed on March 8. It is expected that the results of this final drilling will be available by the end of the month when a data package will be provided to RSG Global who will carry out the Resource update.

Following the Resource update RSG Global will carry out a Pit Optimisation study which will enable the Company to update the Scoping level studies. The results of the Scoping Level study will then guide the scope of the remaining pre-feasibility work.

FORTITUDE PRE-FEASIBILITY WORK

The status of key programs planned for completion in 4thQtr 07 is summarised below:

Toll Milling and Treatment – Additional metallurgical samples are being collected from the shallow parts of the deposit (oxidised zone) to confirm suitability for processing through the Barrick Granny Smith treatment plant. Samples from the fresh rock zone have previously given very good gold recoveries averaging 97%, with low reagent consumption.

Geotechnical – up to six core holes will be drilled around the pit margins to provide information on pit wall stability for mine design.
Hydrology – up to eight test bores are planned to determine discharge rates for the pit dewatering program.

Mining Contractor – Budget estimates of mining costs have been requested from suitable mining contractors for input to pre feasibility studies.

Environmental – An environmental issues identification and monitoring program is being prepared by specialist consultants.

Mining Lease Applications – The approval process has been initiated.

TIMETABLE

Subject to a positive Feasibility Study and all permit approvals, first ore could be delivered to Barrick Granny Smith in May 2008. It is planned to complete the Full Feasibility study in the 2nd half of CY2007 so that a development decision could be made in the March Qtr 2008.

EXPLORATION

RC drill holes were recently completed on several exploration prospects in the Lake Carey Project area; results are expected by the end of the month:

Bindah
Two RC holes (BNRC011 and BNRC012) were drilled down-dip of the previously reported result of 8m @ 10.56 g/t Au from 116m in BNRC007. BNRC011 was drilled 50m below (down-dip) of BNRC007 and BNRC012 was drilled 25m to the north of BNRC011. The drill holes have intersected similar stratigraphy to BNRC007. Assays are pending.

The purpose of this drilling was to confirm if a gold mineralised shoot is present that will require deeper drilling to scope out a resource. A suitable drill rig has been scheduled for a May drill program, subject to current results.

Down-hole electrical logging was also completed and the Company's consultant geophysicist is preparing a report.

Gallant
One RC hole was drilled in the primary fresh rock below the mainly oxidised gold mineralisation identified by previous drilling. A one metre wide quartz-sulphide vein was intersected in the expected lode position and this occurs within a broader zone of silicification and porphyry intrusions. Assays are pending.

Stealth

Two RC holes were drilled below high grade gold mineralisation that was identified by a drill program carried out in 2003. The earlier results included 3m at 18.7 g/t Au in PWAC 036 from 56m and 3m at 19.0 g/t Au from 73m in STRC 002. The latter result is in fresh rock. A follow-up drill program failed to intersect any gold mineralisation, but re-evaluation of the earlier drilling has led to the conclusion that the mineralisation is still open to the west and that it was not fully tested by the earlier drilling. The two recent drill holes intersected similar stratigraphy as in the two mineralised RC drill holes, with the westernmost hole confirming a step westerly dip for the high grade mineralised structure. The geological setting is regarded as being particularly encouraging and assays are pending.

QUEENSLAND – CONNORS RANGE

EPM 11134 "Waitara"

An evaluation of the Waitara porphyry copper mineralisation is under way. The potential for a bulk tonnage copper-molybdenum deposit is being evaluated in the light of reports that drilling carried out in the 1970's intersected strongly anomalous molybdenum (Mo) mineralisation up to 500ppm Mo. Unfortunately metals other than copper were not routinely assayed for at that time. The objective of the review is to determine if there is evidence of a relatively high-grade core of Cu-Mo mineralisation that would justify a systematic drill test.

ALASKA – UNCLE SAM JOINT VENTURE

Withdrawal from Uncle Sam Project in Alaska

In light of the encouraging drilling from ongoing exploration at Lake Carey in Western Australia and after reviewing the anticipated cost of testing the priority targets at Uncle Sam in Alaska, the Company has elected to withdraw from the Uncle Sam joint venture with immediate effect. This means that the winter drilling program planned for Uncle Sam will not now proceed.

After considering the relative merits of each project, an accelerated program of drill-testing of the excellent targets recently identified within the Lake Carey project area is seen as being a low risk use of exploration funds. A program of follow-up drilling at the ***Fortitude***, ***Bindah***, ***Stealth*** and ***Gallant*** prospects at Lake Carey was announced on 15 February, and drilling was completed by March 8.

BACKGROUND

Midas Resources is a Perth based resource exploration company with projects in Western Australia (Lake Carey-Fortitude), Queensland and China. The Company is moving the Fortitude gold project to full feasibility in 2007 and testing a range of other high quality gold and base metal targets at Lake Carey WA and Connors Range QLD.

For and on behalf of the Board of Midas Resources Limited,

G D Balfe
Managing Director CEO

The information within this report as it relates to exploration results, geology and mineral resources was compiled by Mr. Geoff Balfe who is a member of the Australian Institute of Mining and Metallurgy. Mr. Balfe is a full time employee of the Company. Mr. Balfe 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. Balfe consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Investor Information

Principal Office
Level One

282 Rokeby Road

Subiaco WA6008

Web:
www.midasresources.com.au
Tel: 61 8 9388 2211
Fax: 61 8 9388 2600

Capital Structure
Ordinary Shares (MDS):
155,982,669
Listed Options (MDSOA):
50,327,557
Unlisted Options:
4,500,000