

ASX Announcement
ASX Code: MDS
ABN 87 095 092 158

10 July, 2012



Company Facts

Diversified mining and metals company Midas Resources (ASX: **MDS**) is a gold and copper focussed company with an advanced gold project at Lake Carey south of Laverton where the Company is carrying out a scoping study on the Fortitude gold deposit. Midas also has an active gold exploration program at Lake Carey testing various targets. In the Leonora-Kookynie area the Company has a number of gold tenements while in the multi-metal Paterson Province Midas is preparing to diamond drill-test two key geophysical targets.

Key Projects:

- Lake Carey (100%)
- Leonora Gold Project (100%)
- Paterson Province (100%)

Corporate Structure

Shares on issue	493.4m
Listed Options	48.0m
Performance Options	4.05m
52 week high	A\$0.03
52 week low	A\$0.006

Company Directors

John Hopkins
Chairman

Geoff Balfe
Managing Director

Terry Streeter
Non-Executive Director

Company Secretary
Mark Pitts

Results of RC Drilling at Leonora Gold Project

Highlights:

- **Two RC drill holes completed at Midas' Leonora Gold Project in the Cazador JV ground**
- **Strongly anomalous gold values reported in the oxidised (supergene) zone including 4.0m @ 1.38g/t Au from 40m in DKRC001**

Resources developer, Midas Resources Limited ("Midas" or "the Company") (ASX:MDS), is pleased to provide an update on drilling at its Leonora Project.

RC Drilling

A program of RC drilling has been completed on a gold target in the Dingo Well area in Cazador JV tenement E40/284. Midas is earning a 75% interest in the Cazador tenements. Additional drillholes proposed for Midas tenement E40/295 were postponed pending these results.

Drilling on E40/284 was carried out to test for primary gold mineralisation in the Dingo Well Shear Zone below previous drilling that intersected strongly anomalous gold values in the supergene zone associated with quartz veining. The program comprised two RC holes, DKRC001 and DKRC002, to maximum depths of 134m and 175m respectively. The holes were drilled in June and the results of the 1.0m sample splits are now available.

Drill hole DKRC001 was drilled below historic drill hole KMR070, which had reported a supergene intercept of 3m @ 3.25g/t gold from 31m. DKRC001 confirmed the presence of supergene mineralisation, with an intercept of 4m @ 1.38g/t gold from 40m. No significant primary mineralisation was encountered beneath the supergene zone.

Drill hole DKRC002 was drilled below historic drill hole DORC004, which had intercepted primary mineralisation of 5m @ 1.52g/t gold from 85m. DKRC002 tested for east-dipping shear-hosted extensions of the previous intercept. Significant sericitic alteration and silicification was intersected, along with quartz veining, but gold values were below 0.5g/t Au.

The two RC holes drilled by Midas confirm the presence of steep to vertical shears beneath known supergene mineralisation, but they did not intersect significant intervals of primary shear-hosted gold.

Table 1. Drillhole collar details

HOLE_ID	MAX DEPTH	EAST (MGA)	NORTH (MGA)	RL (m)	DIP	AZIMUTH
DKRC001	134.00	351017	6774017	395	-60	270
DKRC002	175.00	351004	6774256	407	-60	270

Table 2. Results at an 0.5 g/t Au cut off grade

HOLE_ID	From (m)	To (m)	Interval	Au g/t
DKRC001	40	44	4	1.38
DKRC002				NSR*

* NSR = No Significant Result

No information is available concerning the true width of the mineralisation reported here.

About Midas

Midas is a West Australian based exploration and development company with an advanced gold project at Lake Carey, south of Laverton, where the Company is evaluating a number of potential development options for its Fortitude Gold Resource including heap leach and toll treatment. In the Leonora area the Company has a significant tenement holding which includes a number of gold prospects and former mines. The Company is exploring the key structures that are believed to control gold mineralisation in the area and it has an aggressive program of auger drilling and RC drilling on various prospects in the current Quarter.

In the Paterson Province Midas has three exploration Licences granted and the Company has already completed an initial helicopter VTEM geophysical survey over a key target. Diamond drilling programs are being planned to test this and other targets throughout 2012. The grant of another tenement is expected in the September Quarter.

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

G D Balfe
Managing Director/CEO



Figure 1. Location Map

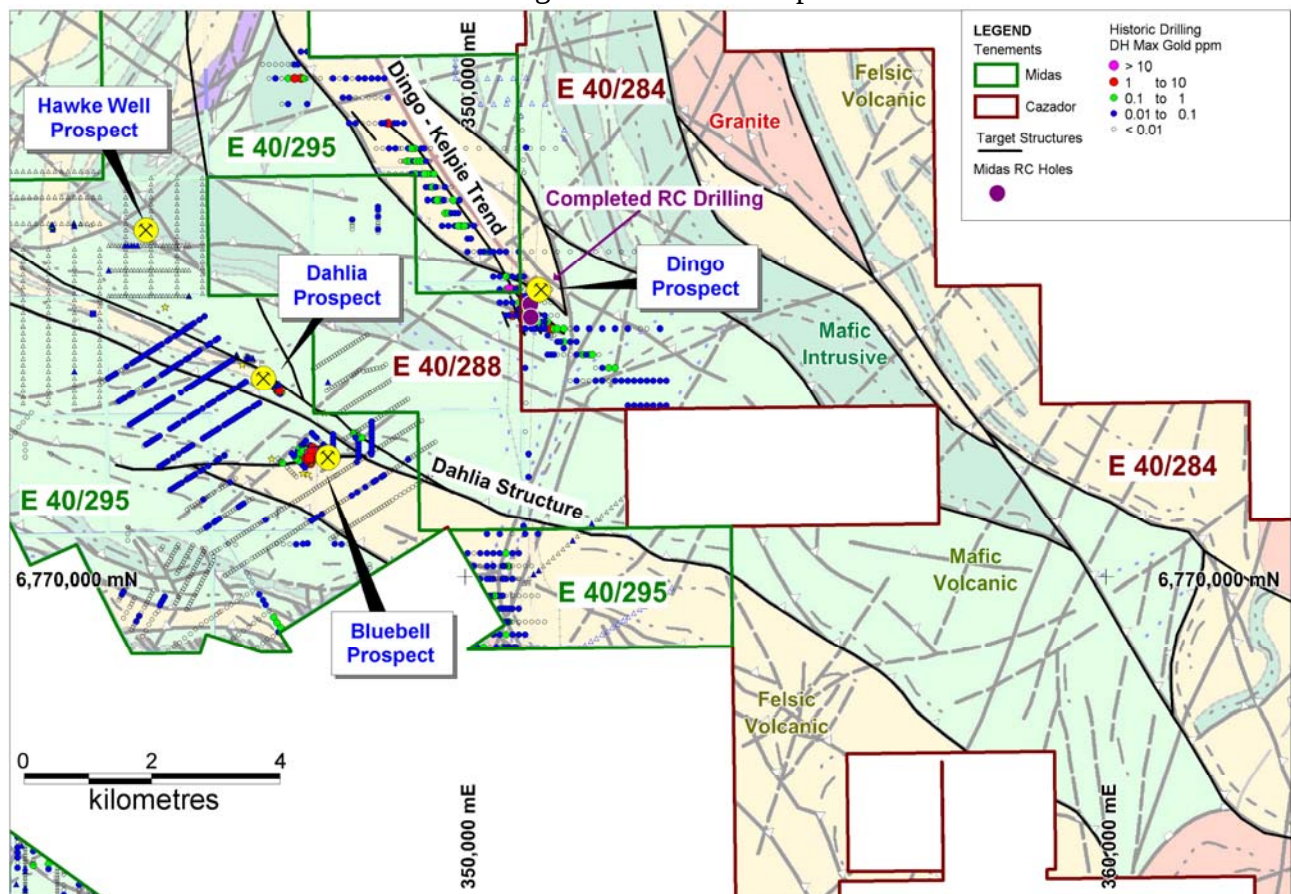


Figure 2. Dingo Well Prospect

Competent Person's Statement

The information in this report as it relates to exploration results and geology was compiled by Mr John Downing, who is a Member of the Australasian Institute of Geoscientists and a full time employee of the Company. Mr Downing 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 Downing consents to the inclusion in the report of the matters based on the information in the form and context in which it appears.