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FURTHER ENCOURAGING DRILLING RESULTS FROM MUTINY GOLD'S DEFLECTOR DEPOSIT

- A further southern extension of 60m has been made to the Deflector deposit to increase the total strike length to at least 800m
- To date, a total of 3,400m and 39 holes on the Deflector Southern Extensions have been drilled for additional shallow open pit resource (Area 1 drilling). Results of the first 15 holes have been received.
- Results to the south of the existing Deflector resources include:
 - § 6m @ 2.7g/t Au and 0.7% Cu in 11DRC035;
 - § 3m @ 5.7g/t Au and 0.4% Cu in 11DRC036;
 - § 8m @ 3.0g/t Au and 0.9% Cu in 11DRC038;
 - § 3m @ 6.7g/t Au and 1.0% Cu in 11DRC040;
 - § 7m @ 2.7g/t Au and 0.1% Cu in 11DRC041; and
 - § 1m @ 3.6g/t Au and 5.8% Cu in 11DRC042.
- Results will be incorporated into a revised resource estimate to be used in the definitive feasibility study
- Deflector Underground (Area 2) diamond drilling commenced on the 18 May 2011 and is ongoing
- Field sampling programs for mobile metals ions (MMI) and surface geology interpretation commenced

Australian gold-copper resources company, Mutiny Gold Ltd (**ASX:MYG**) ("**Mutiny**" or the "**Company**"), is pleased to announce that results received from the first 15 holes of its ongoing drilling program which recommenced in early May have again added length to the Deflector Deposit mineralisation. These results will be incorporated into the revised resource estimation to be carried out at the conclusion of the current RC and diamond drill programs.

The results, from holes drilled on three lines immediately to the south of the known West Lode mineralisation, have extended the known length of the mineralisation by 60m, bringing the total Deflector strike length to at least 800m (Figure 1).

Deflector Southern Extension Drill Results

Mutiny has received the assay results from the first 15 holes of its Deflector Southern Extensions (Area 1) Reverse Circulation (RC) program which commenced on 6 May. The drilling was carried out to delineate near-surface extensions to the main West Lode to the south of the Deflector Deposit. The results are presented in Table 2 for all intersections greater than 0.5g/t Au or 0.5% Cu. Drill-hole locations are shown on Figure 1 and listed in Table 3. Cross-sections of the three lines drilled in the recent program are shown in Figures 2, 3, and 4.

Results to the south of the existing Deflector resources include::

- **6m @ 2.7g/t Au and 0.7% Cu in 11DRC035;**
- **3m @ 5.7g/t Au and 0.4% Cu in 11DRC036;**
- **8m @ 3.0g/t Au and 0.9% Cu in 11DRC038;**
- **3m @ 6.7g/t Au and 1.0% Cu in 11DRC040;**
- **7m @ 2.7g/t Au and 0.1% Cu in 11DRC041; and**
- **1m @ 3.6g/t Au and 5.8% Cu in 11DRC042.**

Outcome of Drill Program

- A further 10% (approximately) increase in the mineralised zone confirming the Company's expansion target of between 1.65M to 2.5M ounces of Gold is on track(refer table 1, **). Initial resource upgrade from current drill program is scheduled for August .
- Increased mineralised length provides opportunities to boost production rates, extend open pit mine life and enhancing project economics
- Mutiny's Deflector Regions drill program (as announced on 6th of May) is ongoing with three drill rigs fully deployed on site.

Supporting Field Work

Two programs of field work have been commissioned to assist this and future exploration programs.

1. A surface geological mapping and interpretation program is being conducted in the Deflector area. This information will be used to improve the targeting of the drilling programs.
2. A regional mobile metal ions (MMI) program, which will be "calibrated" against the known mineralisation in the area, will be used to assist in the identification of new exploration targets.

The mobile metal ions technique is a sophisticated geological technique which is often used to identify new exploration targets. Mutiny is using the MMI survey over areas where exploration drilling will soon commence to gain a better understanding of the geology of the Deflector environs.

Over the years with a number of different owners of the Gullewa leases, many drill cores and RC chip samples were produced. Mutiny geologists have commenced re-logging the cores, as there has not previously been a consistent method used to log these valuable sources of information. When this is accomplished, Mutiny expects to produce a much better geological model of the area.

Further drilling is planned to focus on the historical end-of-hole data as the program is targeting geological anomalies in fresh rock rather than supergene anomalies.

The Company will use the results to develop 2D models of the geological structures at Spanish Galleon, an area of high-grade mineralisation to the west of the Deflector Deposit.

Background

The Company plans to commence production in late 2012 with an open pit mining operation at the Deflector Deposit, followed by underground mining after two years.

The currently known Deflector Gold-Copper deposit contains Mineral Resources of 3.4Mt @ 5.4g/t gold, 4.7g/t silver and 0.8% Copper for **590,000oz gold**, 510,000oz silver and 25,500t copper of which Measured and Indicated Resources total 1.5Mt @ 4.8g/t gold, 6.4g/t silver and 1.1% copper for 235,000oz of gold, 310,000oz silver and 16,500t of copper. (see Table 2 below).

Table 1 Deflector Deposit – Total Resources

Classification	Tonnes	Au (g/t)	Au (oz)	Cu (%)	Cu (t)	Ag (g/t)	Ag (oz)
Measured	930,000	4.3	130,000	1.3	12,000	6.8	205,000
Indicated	570,000	5.7	105,000	0.8	4,500	5.6	105,000
Inferred	1,900,000	6	350,000	0.5	9,000	3	200,000
Totals*	3,400,000	5.4	590,000	0.8	25,500	4.7	510,000

* Note: Totals may appear incorrect due to appropriate rounding

** Deflector Deposit Target is in the order of 9 to 14 Mt at grades of between 4 and 8g/t Au and 0.5 to 1.4 Cu for a total of between 1.65 and 2.5M oz Au and 40,000 to 80,000 t Cu.

The potential quantity and grade of this exploration target is conceptual in nature and has yet to be fully drill tested. There has been insufficient exploration to define a JORC compliant Mineral Resource and it is uncertain if future exploration will result in the further resources being discovered.

Figure 1

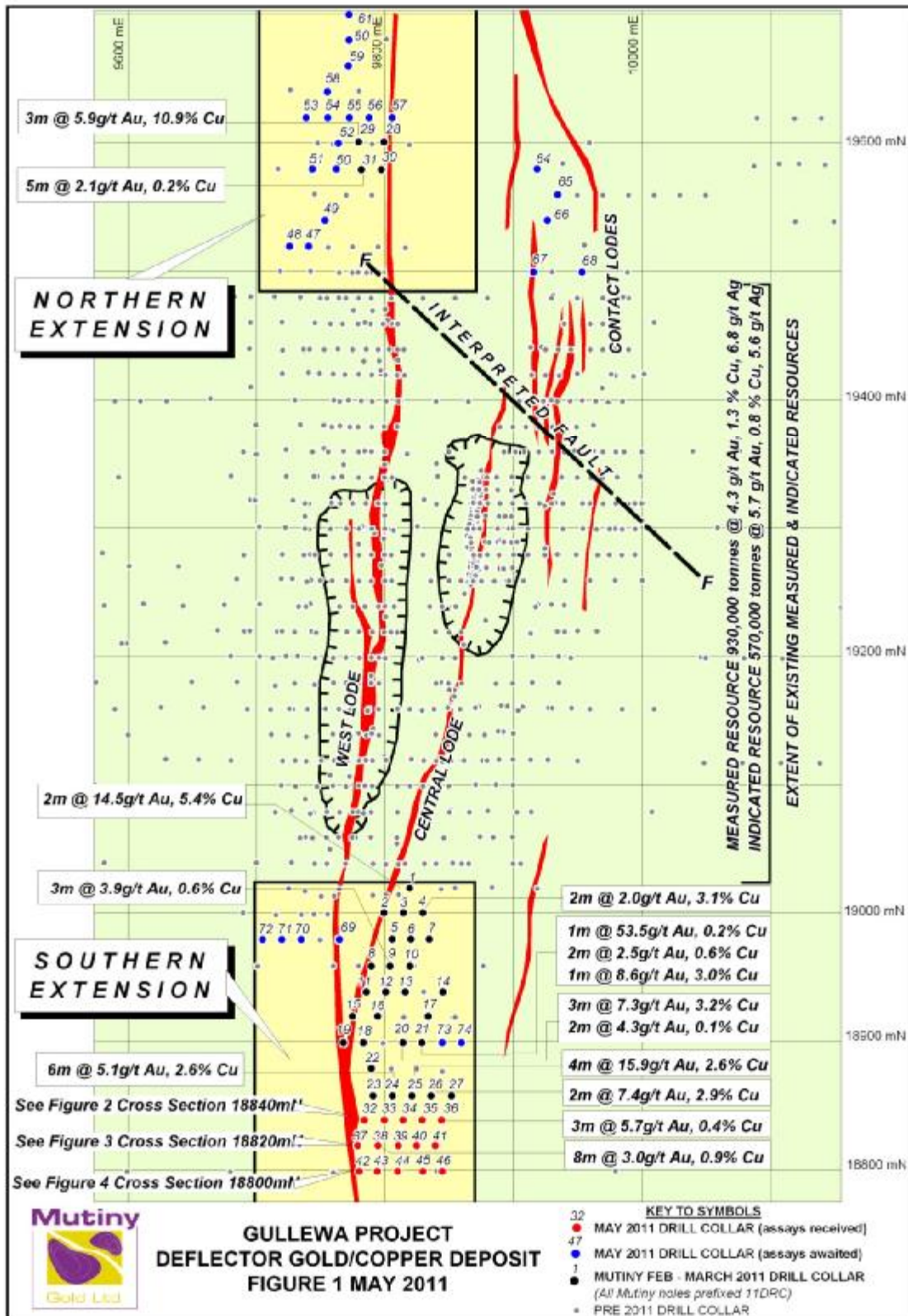


Figure 2

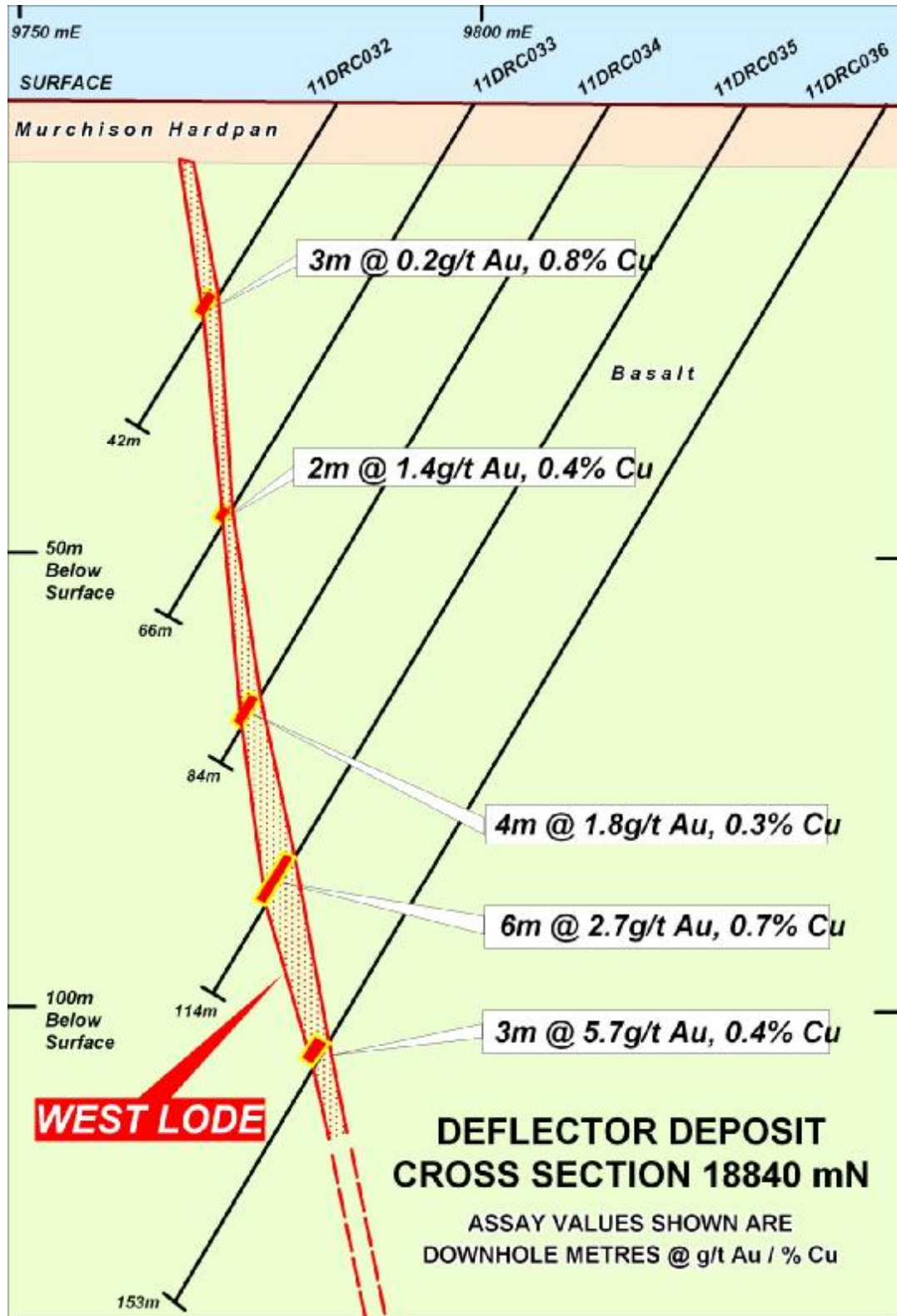


Figure 3

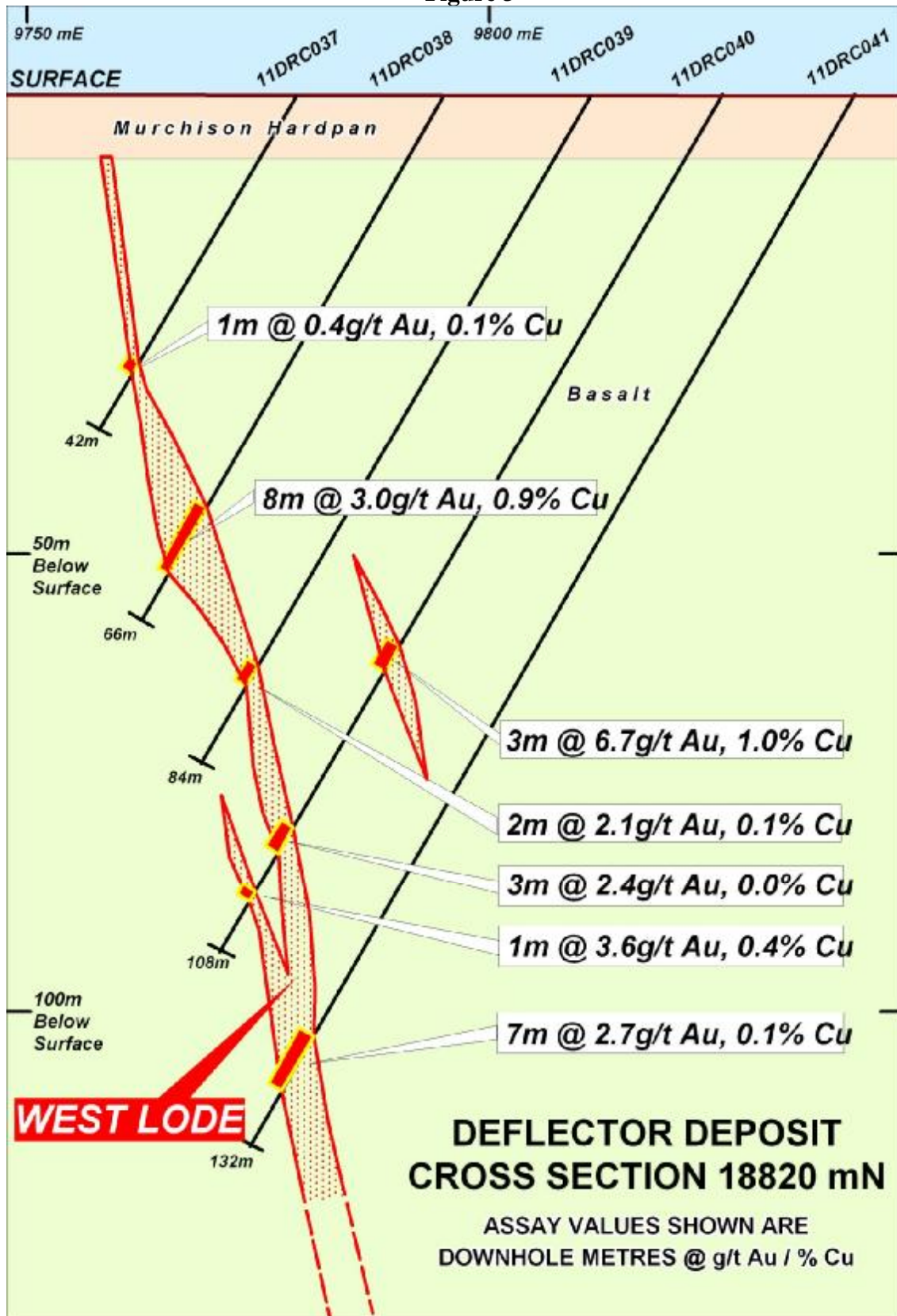


Figure 4

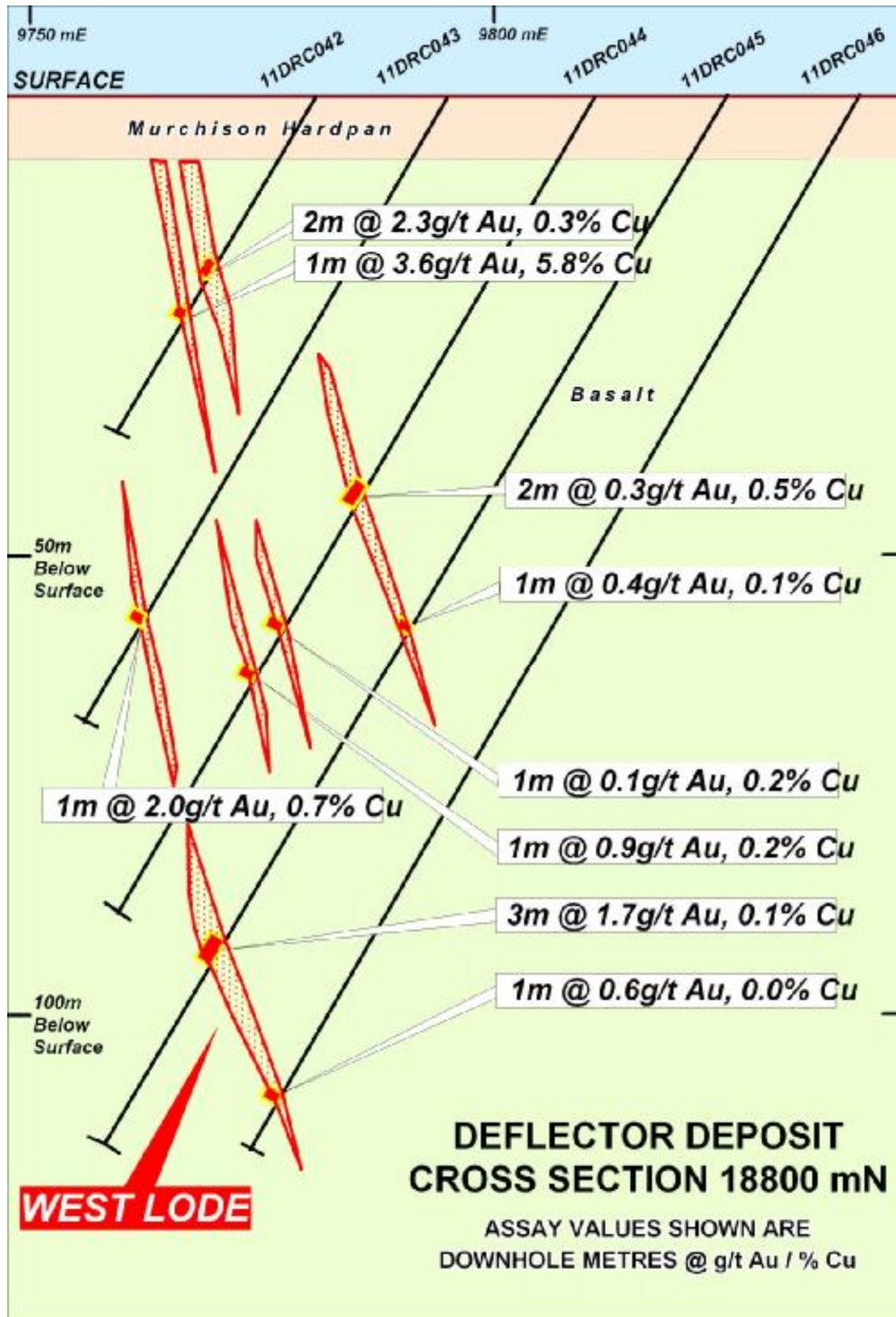


Table 2 Drill-hole Assay Results for Southern Extension

HOLE	FROM (m)	TO (m)	INTERVAL (m)	Au (g/t)	Cu (%)
11DRC032	25	28	3	0.2	0.8
11DRC033	52	54	2	1.4	0.4
11DRC034	76	80	4	1.8	0.3
11DRC035	97	103	6	2.7	0.7
11DRC036	120	123	3	5.7	0.4
11DRC038	52	60	8	3.0	0.9
11DRC039	72	74	2	2.1	0.1
11DRC040	70	73	3	6.7	1.0
and	93	96	3	2.4	0.0
and	101	102	1	3.6	0.4
11DRC041	119	126	7	2.7	0.1
11DRC042	21	23	2	2.3	0.3
and	27	28	1	3.6	5.8
11DRC043	65	66	1	2.0	0.7
11DRC044	49	51	2	0.3	0.5
and	72	73	1	0.9	0.2
11DRC045	106	109	3	1.7	0.1
11DRC046	125	126	1	0.6	0.0

Table 3 Drill-hole Details

HOLE	EAST (LOCAL)	NORTH (LOCAL)	EAST (GDA94)	NORTH (GDA94)	RL (m)	DEPTH (m)	DIP (°)	AZIMUTH (LOCAL) ¹
11DRC032	9785	18840	439013	6828220	279	42	-56	270
11DRC033	9800	18840	439025	6828211	279	66	-60	270
11DRC034	9815	18840	439037	6828202	279	84	-59	270
11DRC035	9830	18840	439048	6828193	279	114	-60	270
11DRC036	9844	18840	439060	6828184	279	153	-59	270
11DRC037	9779	18820	438996	6828208	279	42	-60	270
11DRC038	9795	18820	439009	6828198	279	66	-59	270
11DRC039	9811	18820	439021	6828188	279	84	-59	270
11DRC040	9825	18820	439032	6828180	279	108	-59	270
11DRC041	9840	18820	439044	6828171	279	132	-59	270
11DRC042	9781	18800	438985	6828191	279	42	-60	270
11DRC043	9795	18800	438996	6828183	279	78	-61	270
11DRC044	9810	18800	439009	6828173	279	102	-61	270
11DRC045	9830	18800	439024	6828161	279	132	-60	270
11DRC046	9845	18800	439036	6828152	279	132	-60	270

¹: Local azimuth is 38° less than UTM azimuth

Competent Persons Statement:

The geological information in this report which relates to Exploration Results and Mineral Resources is based upon information compiled by Mr J.J.G. Doepel, B.Sc (Hons), GradDipForSc, Dip Teach, Principal Geologist of Continental Resource Management Pty Ltd. Mr Doepel is a member of the Australasian Institute of Mining and Metallurgy and has sufficient expertise and experience which is relevant to the style of mineralisation and to the type of deposit under consideration 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 Doepel consents to the inclusion in the report of the matters based on his information in the form and context in which they appear.

Forward Looking Statements

All statements other than statements of historical fact included in this announcement including, without limitation, statements regarding future plans and objectives of Mutiny Gold Limited (Mutiny) are forward-looking statements. When used in this announcement, forward-looking statements can be identified by words such as 'may', 'could', 'believes', 'estimates', 'targets', 'expects' or 'intends' and other similar words that involve risks and uncertainties. These statements are based on an assessment of present economic and operating conditions, and on a number of assumptions regarding future events and actions that, as at the date of this announcement, are expected to take place. Such forward-looking statements are not guarantees of future performance and involve known and unknown risks, uncertainties, assumptions and other important factors, many of which are beyond the control of the company, its directors and management of Mutiny, that could cause Mutiny's actual results to differ materially from the results expressed or anticipated in these statements.

The company cannot and does not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur and investors are cautioned not to place undue reliance on these forward-looking statements. Mutiny does not undertake to update or revise forward-looking statements, or to publish prospective financial information in the future, regardless of whether new information, future events or any other factors affect the information contained in this announcement, except where required by applicable law and stock exchange listing requirements.

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