

Tuesday, 19 April 2011

MCO CORPORATE VIDEO AND BRIEF PROJECT UPDATE

KEY POINTS

- Morning Star Gold NL (ASX: MCO) has released a 12 minute corporate video
- The video will be available on YouTube due to its high definition, size and duration
- The video and various edited excerpts will be used at mining and investor conferences
- MCO will also use the video or versions thereof at broker meetings and investor sessions
- Please go to the Morning Star website msgold.com.au to see the link or go to YouTube and search for "ASX: MCO" or type this into your browser: youtube.com/watch?v=-lnDA4KLi5s
- Gravity Processing Plant (GPP) now has strong continuity at 8-10TPH, ~10hrs per day
- 'Bottle roll' leach testing of lower grade concentrates has taken place at Gekko
- Further concentrates heading to Focus Metals in the coming week
- New Woods Point HQ operational 500 metres from Morning Star Goldmine

Comments by Chairman:

Dear shareholders and investors,

I hope you find the video a useful background or overview tool for Morning Star Gold's growing operations at the Woods Point Gold Project in eastern Victoria. Please go to our new corporate website to see this video and others about our projects. A full update of images surrounding our projects will also be uploaded in the coming week.

We understand the excitement and anxiousness around information on our projects currently and well into the future and will always endeavour to keep you updated via this ASX information portal and our corporate website at the soonest chance that any influential information comes to hand.

As has been reported recently, we are currently involved in a wide range of activities in and around our Woods Point hub. Our milling operations are now experiencing strong continuity as per GPP (mill) design and we will be re-accessing the Morning Star Goldmine next week to continue development towards the high grade drilled zone at Kenny reef (~275m depth).

We will also drill the Burns zone (~165m depth) and set up underfoot drilling from 10 Level (~310 metres depth) into the 'Gap Zone' of the mine. The zone is explained in the corporate video more fully. Mining and milling of ore from Maxwell zone will be held back until June due to shaft work, winder certification and drilling priorities.



MCO's new Woods Point HQ is open just 500 metres from mining and milling operations (MIN 5009)

At Gaffneys Creek, the Rose of Denmark (RoD) operations (MIN 5299) are continuing at a good pace with stripping of the main adit towards the old winding chamber atop the Rose of Denmark dyke bulge. Drilling is planned through the cooler months of this year. Not too far from the RoD at the Reliance dyke (EL 5079), our first stage of surface diamond drilling has finished with seven holes completed into one corner of the large dyke. Visible gold was encountered in drill core on Hole 6 (85m downhole), which we consider encouraging as this dyke has never previously been drilled. All drill core is being interpreted currently and assays are expected in coming weeks.



Drill core with visible gold - Hole 6 (85m downhole) at the Reliance dyke prospect near Gaffneys Creek (EL 5079)

ASX RELEASE

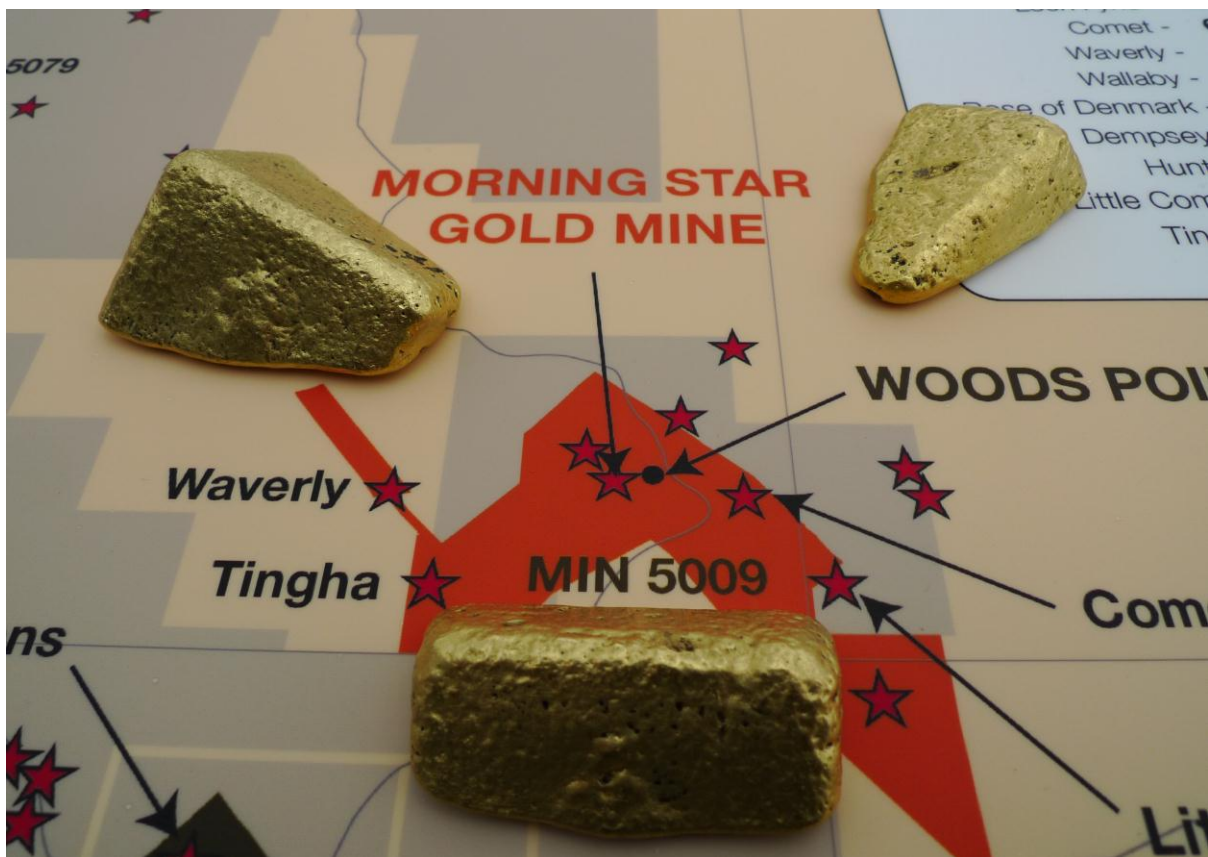
More comprehensive project news is due out around the time of the quarterly reporting recap and we are working hard to an existing plan to ensure mining, exploration, infrastructure and milling operations are tracking at the fastest possible pace in the safest possible manner.

Thank you for your continued interest in and support of MCO.

Yours Sincerely,



Nick Garling, Chairman



MCO's first Dore bars have been produced recently. This is the first gold recovered from the Morning Star Goldmine in ~50 years

Competent Persons Statement The relevant information contained herein and in the Morning Star Gold corporate video was in part compiled Mr Greg Curnow BSc MAUSIMM who has over twenty years of relevant experience in relation to the mineralisation being reported on, to qualify as a Competent Person as defined in the 2004 Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Curnow works on a full-time basis as a consultant to Morning Star Gold NL and consents to the inclusion in the video of the matters based on his information in the form and context in which it appears. Morning Star Gold has gone to every possible means currently available to ensure the accuracy of the production and information herein. The company will continue to re-validate available WMC and MCO (and new) data in order to update the existing resource model and enhance accuracy in all mining operations.