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ASX /Media Release

21 December 2010

Mutiny Gold update on Successful \$5.19m capital-raising

Australian Gold and Copper focused exploration and development company, Mutiny Gold Ltd (ASX: MYG) ("Mutiny" or "the Company"), is pleased to confirm final details of its recent successful capital-raising.

The Company raised a total of \$5.19m through two tranches being \$1.6m through the issue of 20,000,000 ordinary shares, to strategic, sophisticated and institutional investors and a Share Purchase Plan raising \$3.596m by the issue of 44,956,250 ordinary shares.

As a result of the high level of support from shareholders in the SPP, the Company was forced to trim back applications by only accepting half the funds on a pro-rata basis and returning the balance to shareholders.

Managing Director John Greeve thanked all Mutiny shareholders for their strong support in setting the Company on the clear path of bringing the Deflector gold/copper project into production.

Use of Funds

\$1.5m of the capital raised will be used in January to fund the third installment to Canadian listed ATW Gold Corp (TSX V : ATW) under the Gullewa Acquisition Agreement and approximately \$1m will be used to complete the Deflector Feasibility Study. The Feasibility Study will be paramount in the Company obtaining project finance for the commencement of mining at the Company's lead Deflector Project.

Some of the additional funds will be used to fund the next phase of the Company's growth and development including planned exploration outside the Deflector Corridor early in the New Year.

Project Background

Subject to feasibility, Mutiny Gold plans to commence production with an open pit mining operation at its Deflector deposit by mid 2012, followed by underground mining after two years. The payback period from the open pit operations is estimated to be eight months based on previous mine studies.

It's intended that the ore will be processed at the existing Gullewa Mill, following modifications to

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treat copper-gold ores. It is also intended that gold concentrate from the Company's White Well Deposit would be processed at the Gullewa Mill.

The Deflector Gold-Copper Deposit contains total resources of 3.3Mt @ 5.4g/t Au and 0.76% Cu for 560,000oz Au and 25,000t Cu of which Measured and Indicated Resources total 1.7Mt @ 4.7g/t Au and 1.03% Cu for 230,000oz of Au and 17,000t of Cu.

Ends

For further information please contact:

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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.

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Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

MUTINY GOLD LTD

ABN

72 101 224 999

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|-----------------|
| 1 | +Class of +securities issued or to be issued | Ordinary Shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 44,956,250 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | |

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Yes</p>									
<p>5 Issue price or consideration</p>	<p>\$0.08 per share</p>									
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>The funds will be used to fund the further development of Mutiny's Deflector Deposit at Gullewa.</p>									
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>21 December 2010</p>									
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="766 1541 1069 1585">Number</th> <th data-bbox="1069 1541 1361 1585">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="766 1585 1069 1675">287,013,163</td> <td data-bbox="1069 1585 1361 1675">Fully Paid Ordinary Shares (MYG)</td> </tr> <tr> <td data-bbox="766 1675 1069 1877">13,035,715</td> <td data-bbox="1069 1675 1361 1877">Options Ex date 30/06/2011 Ex price 10 cents (MYGO)</td> </tr> <tr> <td data-bbox="766 1877 1069 2018">58,980,000</td> <td data-bbox="1069 1877 1361 2018">Options Ex date 23/07/2013 Ex price 5 cents (MYGOA)</td> </tr> </tbody> </table>		Number	+Class	287,013,163	Fully Paid Ordinary Shares (MYG)	13,035,715	Options Ex date 30/06/2011 Ex price 10 cents (MYGO)	58,980,000	Options Ex date 23/07/2013 Ex price 5 cents (MYGOA)
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9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)

Number	+Class
Options	
4,500,000	Director Options exercisable at 10c on or before 30/11/12
700,000	Director Options exercisable at 20c on or before 31/12/10
100,000	Employee Options exercisable at 20c on or before 31/12/10
5,000,000	Performance Rights

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

Not Applicable

Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?

12 Is the issue renounceable or non-renounceable?

13	Ratio in which the ⁺ securities will be offered	N/A
14	⁺ Class of ⁺ securities to which the offer relates	N/A
15	⁺ Record date to determine entitlements	N/A
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A
17	Policy for deciding entitlements in relation to fractions	N/A
18	Names of countries in which the entity has ⁺ security holders who will not be sent new issue documents <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small>	N/A
19	Closing date for receipt of acceptances or renunciations	N/A
20	Names of any underwriters	N/A
21	Amount of any underwriting fee or commission	N/A
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of ⁺ security holders	N/A
25	If the issue is contingent on ⁺ security holders' approval, the date of the meeting	N/A

26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	N/A
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	N/A
33	+Despatch date	N/A

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 A copy of any trust deed for the additional +securities

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Entities that have ticked box 34(b)

38 Number of securities for which +quotation is sought N/A

39 Class of +securities for which quotation is sought N/A

40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?
N/A

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

41 Reason for request for quotation now N/A

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)	N/A	N/A

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Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those +securities should not be granted +quotation.
 - An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty
 - **Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.**
 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here



Date: 21 December 2010

Managing Director

Print name: JOHN GREEVE