



14 October 2011



Mining agreement to help Mutiny unlock White Well gold value

HIGHLIGHTS:

- Alliance agreement to fast-track development of White Well Gold Project.
- Alliance partner brings mining expertise and financial strength to project development.
- Cobra to fund mine development operation.
- Agreement allows Mutiny to focus on Deflector Gold-Copper Project.

Mutiny Gold Limited (ASX: MYG) (“Mutiny” or the “Company”) is pleased to advise it has entered into a “tribute mining agreement”, paving the way for fast-tracking of the development of the Company’s White Well Gold Project, east of Cue, Western Australia.

The alliance with Cobra Mining Pty Ltd (“Cobra”) provides Mutiny with an opportunity for a revenue stream in times of record gold prices at the lowest possible risk. Mutiny is pleased to be associated with Cobra Mining Pty Ltd which provides expertise, financial strength and mining capabilities. Mine development planning has commenced, with the aim of bringing the mine into production at the earliest possible opportunity.

Mutiny Gold’s Managing Director, John Greeve, said the agreement was a win/win situation for both Mutiny and Cobra.

“White Well is not part of Mutiny’s Gullewa gold tenement region (which contains the Company’s lead Deflector Gold Copper Project), and this agreement enables Mutiny to maintain full focus on Deflector.”

“It also provides Mutiny and Cobra with a chance to move quickly to commercialise the total estimated White Well resources of 113,000 ounces of gold at a time of record gold prices,” Mr Greeve said.

Under the deal Cobra will fund and conduct the mining operations for a 70 per cent share of the profit. Mutiny will receive 21 per cent, with joint venture partners Lee/Daxon receiving 9 per cent. The operation strategy is to mine the White Well deposit by open pit. The resource for the White Well Deposit is set out in Table 1. Mutiny released a scoping study of White Well in February 2009 (ASX Announcement 18 February 2009). The agreement does not include the advanced exploration targets of Bounty and Bligh, which are separate zones within the White Well tenement.

Cobra has until 31 December 2011 to complete its mine study phase and declare its decision to commence mining.

Upon Cobra attaining approval of their mining proposal they must pay \$750,000, of which Mutiny receives 70 per cent.

Mutiny is pleased to be unlocking the value at its White Well Deposit and gaining the opportunity to achieve early gold production at no financial risk to the Company.



Table 1 White Well Resources

Resource	Inferred Resource			Indicated Resource			Total
	Mt	Grade (g/t Au)	oz	Mt	Grade (g/t Au)	oz	
Oxide Zone				4.2	0.67	91,000*	91,000
Stockpile	0.07	1	2,000				2,000
Transitional Zone	0.30	2	20,000				20,000
Total Inferred			22,000				
Total Indicated						91,000*	
Total Resources							113,000

* Indicated Resource is 4.2Mt @ 0.65g/t for 88,000oz Au if an upper-cut of 40 g/t Au is used.

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.

For further information, please contact:

John Greeve
Managing Director
Mutiny Gold Limited
Tel: +61 8 9368 2722
Em: mgl@mutinygold.com.au

David Brook
Professional Public Relations
Tel: +61 8 9388 0944
Mob: 0415 096 804
Em: david.brook@ppr.com.au