



11 April 2008

ASX Announcement

MIDAS RESOURCES (ASX: MDS) THIRD QUARTER ACTIVITIES STATEMENT

HIGHLIGHTS

- The company completed 5,808 metres of aircore drilling totalling 80 holes at the Intrepid and Fortitude North prospects - Lake Carey (Midas 100%) Western Australia.
- Assay results for approximately 55% of the aircore drill holes have been returned with the remaining results expected in April.
- In China, an MoU has been signed with Zijin Mining Group Co Ltd for the Da Hong Shan porphyry copper prospect in Western China.
- Drilling is planned to commence at the Fuxing mineralisation within the Da Hong Shan JV project in June quarter 2008.
- In Queensland, diamond drilling commenced at the Waitara porphyry copper-molybdenum prospect and two holes totalling 775m were completed subsequent to quarter's end. Copper and molybdenum sulphides have been observed in quartz stockworks in both holes and laboratory assays are required to determine the tenor of this mineralisation and its significance. Assay results are expected in 6-8 weeks time.
- During the quarter Midas divested the Sunset Well project through an Option to Purchase agreement with St Barbara Mines Limited.

Geoff Balfe, Managing Director of Midas Resources said that significant progress had been made in the past quarter and that the Company was now well positioned for success:

"Record highs for the gold price over this past quarter have improved confidence that our 100% owned Lake Carey gold project can become a viable, commercial project," Mr Balfe said.

"Furthermore, the company has also demonstrated this quarter that it is committed to acquiring additional opportunities to increase shareholder value by broadening its portfolio of assets. We are very pleased to have confirmed the JV with one of China's largest resources companies, Zijin Mining Group, for porphyry copper project located within the Tian Shan mineral belt of Xinjiang province. We look forward to drilling there at the end of fiscal 2008".

"We're also optimistic about the upside potential at our porphyry copper-molybdenum prospect in Queensland. We are targeting a central core of higher-grade molybdenum mineralisation and the diamond drill core assay results from the recent program should be available in the June quarter, following which the scope of follow-up drilling and exploration will be determined."

OPERATIONS SUMMARY

WESTERN AUSTRALIA

Lake Carey Gold Project (100% Midas)

The Lake Carey Gold Project lies 100km south of Laverton within the Laverton Tectonic Zone (LTZ), a highly prospective structural corridor which hosts several world class gold deposits including Sunrise Dam (8 Moz Au), Wallaby (7 Moz Au) and Granny Smith (1.8 Moz Au).

Fortitude (E39/348) Resource Estimation and Pit Optimisation Study

Work continues to update the Resource model at a range of gold cut-off grades in light of firmer gold prices since the July 07 estimation by Coffey RSG Global. SRK Consulting has used "Leapfrog" software to provide a new set of wire frame interpretations and using this model the deposit is currently being "wire framed" as a precursor to updating the Resource estimate and running a pit optimisation study at various gold prices up to AUD\$1,000/oz.

Fortitude Pre-feasibility Work

Midas is reviewing various options for development of the Fortitude Resource to take advantage of the current favourable gold price. Work continues on key environmental studies that would be needed for approval of mining permits should the Company decide to make a development decision.

LAKE CAREY - EXPLORATION

Intrepid (E39/348)

The Intrepid prospect is a large (4km x 6km) magnetic anomaly located in the northern part of the Lake Carey tenements where strongly anomalous gold results were reported from reconnaissance aircore drilling carried out in 2007. The 2007 drilling results included 43m @ 0.43g/t Au from 66m including 7m @ 2.37g/t Au from 79m in INAC043.

A program of aircore drilling involving 56 holes for a total of 3576 metres has recently been completed. Holes were drilled to blade refusal, for an average depth of 64 metres. Holes were situated fifty metres apart on selected traverses. The nominal drill spacing over the primary Intrepid target area was 50m north-south and 200m east-west.

The drilling confirmed coherent ironstone units within an overall intermediate volcanic package. Ironstone units are considered to be favourable host rocks for gold mineralisation.

Down-hole composite samples were collected on three metre intervals and are being analysed by Aurum Laboratories in Perth using Aqua Regia digestion and AAS determination. Gold results have been received from forty four holes which is approximately 55% of the program. Results to date indicate anomalous gold values in two drill holes (INAC 44, 46) adjacent to the previous gold intersections at Intrepid (Fig1).

Fortitude North (E39/348)

Twenty four (24) Aircore reconnaissance holes were drilled across the Fortitude Shear trend, several kilometres north of the Fortitude resource for a total of 2232 metres. The target was a distinct flexure in the Fortitude Shear Zone. This section of the shear previously lacked any drill-testing over a strike length of six kilometres because of difficult access caused by dune sands. Holes were successfully drilled on a reconnaissance scale pattern 800m north-south by 100m east-west. Average hole depth was 93 metres. Assay results are pending.

Additional Targets

A range of exploration targets has been identified at Lake Carey and these targets are currently being prioritised for drill testing. It is expected that the highest priority targets will be tested later in calendar 2008.

Sunrise Dam P37/6898-P37/6907, P37/5551

An Option to Purchase agreement was executed with St Barbara Limited on February 15, 2008. The agreement provides for an Option fee of \$75,000 (paid) and a purchase payment of \$350,000. St Barbara is responsible for maintaining the tenements during the Option period.

CHINA PROJECTS

Midas is exploring for gold and base metals in China through its 85% owned subsidiary Midas Mining China Limited (MMCL). Midas has a corporate office in Shenzhen and a regional office near Chengdu in Sichuan Province. The Company is seeking advanced exploration and acquisition opportunities for nickel, copper and gold projects.

Shimian Joint Venture, Sichuan Province, P.R.China

MMCL has an incorporated joint venture with Geological Brigade 405 of Sichuan Province covering a 700km² area that is considered highly prospective for Au-Cu, Pb-Zn-Ag and Platinum Group Metals (PGM). More than 30 known gold mines and prospects are recorded in the area. MMCL has a 60% interest and it is funding the first RMB1,008,000 of expenditure (approx. AUD\$180,000) after which exploration will be funded in proportion to equity.

Initial application was made for an Exploration Permit covering the high priority gold and base metal targets resulting from the Company's initial sampling, but the application has not progressed due to overlapping applications. The company is currently reviewing alternatives for the tenement including reducing the size of its application.

Da Hong Shan Copper Project, Xinjiang Province

On January 18 a Memorandum of Understanding ("MoU") was signed with one of China's largest resources companies, Zijin Mining Group Co Ltd ("Zijin") (Hong Kong Stock Code: 2899), to explore the Da Hong Shan porphyry copper project in western China.

The Da Hong Shan project, located within the Tian Shan mineral belt of Xinjiang province, comprises three contiguous exploration licences with a total area of 302 km².

The MoU between the two companies sets out the future joint venture relationship between the companies and the commercial terms under which Midas (or its wholly owned subsidiary) can earn up to a 70% interest in the project, subject to a Zijin Buy-back right. Midas has completed due diligence on the project and has given Notice to Zijin of its intent to formalise the contractual agreement and Zijin has elected to cooperate with Midas.

The MoU provides for an initial one-year Cooperative (unincorporated) Joint Venture Agreement (Stage One) during which Midas must spend at least US\$200,000 on exploration including 2,000m of diamond drilling. At the completion of Stage One Midas may elect to proceed to Stage Two, at which point it will have a 30% interest, and to form an Equity (incorporated) Joint Venture with Zijin. The tenements would then be transferred to the joint venture company. Stage Two provides for Midas to contribute a total of US\$3.5M (including Stage One expenditure) over three years to fully acquire a 50% equity interest. Midas can then increase its interest to 70% by:

- Drilling out a Reserve of at least 200,000 tonnes of contained copper under JORC classification (equivalent to Chinese 111 classification).
- Completing a definitive feasibility study, and
- Recommending a commercial development.

The agreement also provides for Zijin to have a Buy-back right if MMCL is entitled to a 70% interest.

The contractual agreement is currently being drafted and as soon as it is signed exploration will commence on this highly prospective project. Discussions are advancing with several contractors to undertake the initial drilling and exploration activities. The initial exploration activity will be targeted at the Fuxing Mineralisation which was previously drilled by Zijin. The Tian Shan mineral belt hosts several “world class” gold and copper deposits and it is considered highly prospective for the type of deposit sought by the Company.

QUEENSLAND PROJECTS

Connors Range JV EPM 11134 “Waitara” and EPM 12361 “Waitara North”

The Connors Range Project is a joint venture with SmartTrans Holdings Limited and Australia Oriental Minerals NL concerning tenements located in the northern Lachlan-New England Fold Belt. The current participating interests in the joint venture are:

Midas Resources Limited (MDS) 76.88%
SmartTrans Holdings Limited (SMA) 13.12%
Australia Oriental Minerals Limited (AOM) 10.00%

SmartTrans and AOM have elected to contribute to joint venture expenditure in 2008 and maintain their respective interests.

Waitara Porphyry Copper Molybdenum Prospect EPM 11134

Waitara is a very large low-grade mineralised porphyry copper-molybdenum deposit. No Mineral Resource has been defined to-date. However, Midas geologists have mapped and sampled a steeply dipping quartz vein stockwork in the central part of the deposit that had not been tested by previous drilling done in the area in the 1970's. Midas' activities have been focused on determining if there is a central core of relatively high-grade molybdenum mineralisation associated with the vein stockworks.

The results of 82 rock chip samples, released last quarter, generally confirmed the soil anomaly, with individual rock chip values up to 312ppm Mo coinciding with extensive quartz vein float and outcrop.

During the last Quarter the Joint Venture approved a diamond drill program to test the molybdenum targets and drilling commenced on March 26. The initial program, consisting of two angled drill holes averaging 400m deep (designated holes "A" and "B") is designed to test the highest molybdenum in soil anomalies along the flank of a large magnetic low.

Figure 4 below shows the location of the first two diamond drillholes and the position of other possible follow-up holes, should assays from the first two holes indicate significant mineralisation.

At the end of the quarter the first hole was at a depth of 210m after intersecting abundant quartz veining and associated alteration. Subsequent to the end of the quarter this hole was completed at 345m and the second hole was completed at 430m. Copper and molybdenum sulphides have been observed in quartz stockworks in both holes and laboratory assays are required to determine the tenor of this mineralisation and its significance. Assays are expected to be available in six to eight week's time.

Ukalunda Project EPM11935 UKALUNDA, EPM11088 SUNBEAM, ML/1028, ML/ 1065, ML/1066, ML/1074

The tenements have been offered for sale and discussion with interested parties is continuing.

CORPORATE

Loan from Director

Subsequent to the end of the quarter, an entity associated with director, Terry Streeter, has agreed to advance up to \$500,000 to the Company. The funds will be advanced as an unsecured loan with interest accruing at the rate of the NAB base rate. The loan can be repaid in cash or with shareholder approval the balance outstanding can be converted to shares at a price of \$0.08 per share. The Company has drawn down \$200,000 at this time.

Yours faithfully



GEOFF BALFE
Managing Director/CEO
MIDAS RESOURCES LIMITED

The information within this report as it relates to exploration results and geology and Mineral Resources was compiled by Mr Paul Dunbar who is a member of the Australasian Institute of Mining and Metallurgy. Mr Dunbar is a full time employee of the Company. Mr. Dunbar 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 Dunbar consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Fig 1. Aircore Drill Results at Intrepid

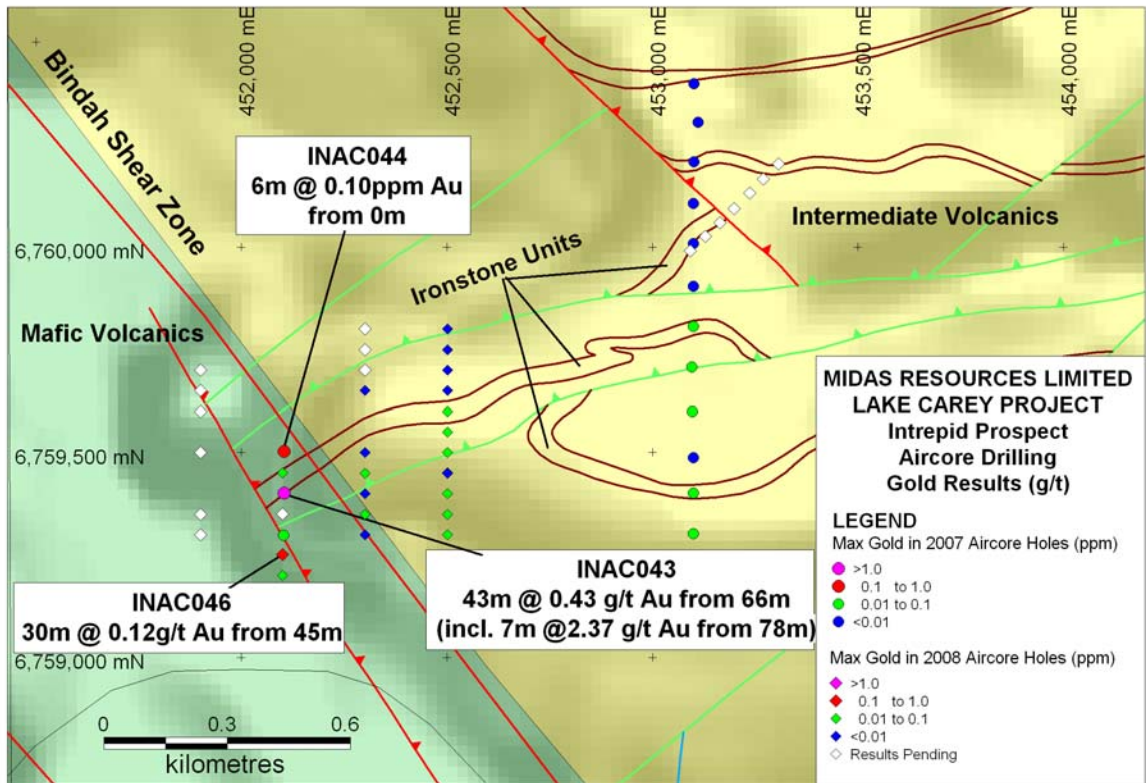


Fig 2. Intrepid and Fortitude North Target Areas

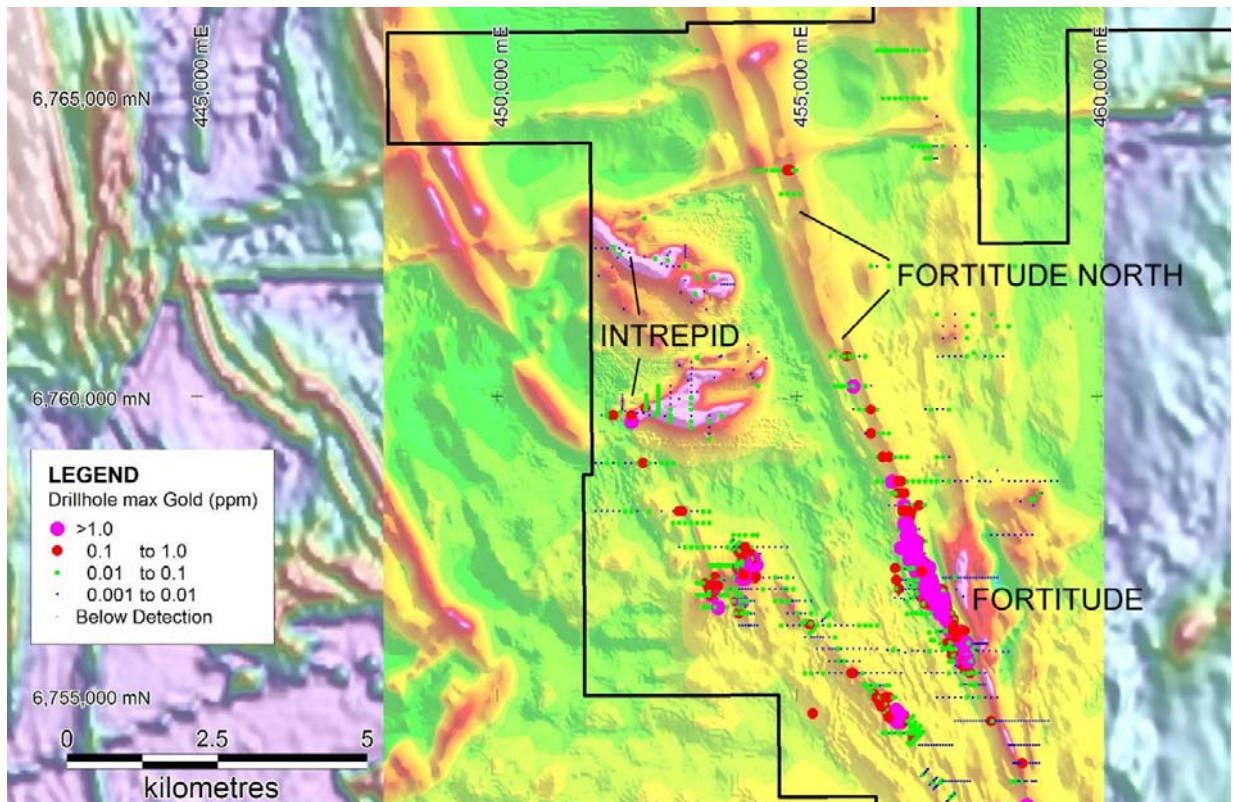


Fig 3. Location of Drill Holes at Waitara Cu Mo Prospect

