



ASX RELEASE
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Fortitude Open Pit Optimisation Study Update

Midas Resources Limited ("Midas" or "the Company", ASX: MDS) provides an update on the results of the pit optimisation study based on the Resource estimate released by the Company on 31 July 2007.

Since the Company's previous pit optimisation study in February 2006 the fixed costs associated with the project have risen significantly, with the main increases being attributable to milling and treatment costs.

As a result, the economic model of trucking the ore 75km to an off-site treatment facility is not viable at present due to the high fixed cost structure of this mining, trucking and treatment model. The pit optimisation study indicates that a mining cut off grade of greater than 1.4 g/t is required for this model, but at this cut off grade the existing Fortitude Mineral Resource tends to become discontinuous, resulting in high operating costs per tonne.

As a viable alternative to the model of trucking long distances and toll treatment of ore the Company is committed to continuing its aggressive drilling program at both the **Bindah** and **Intrepid** prospects to identify higher grade deposits in the Lake Carey tenements.

In June, Midas announced details of very encouraging results at both prospects. The Board considers the Lake Carey tenements remain highly prospective due to their location within the world class Laverton Tectonic Zone. It is intended to continue the aggressive exploration program of these and other prospects in the area, in order to extend the Resource base with the objective to build a stand-alone operation with a five to ten year mine life.

ABOUT MIDAS

Midas Resources is a Perth based resource exploration company with gold projects in Western Australia (Lake Carey-Fortitude), Queensland and China. The Company is committed to the discovery and development of high quality gold and base metal targets at Lake Carey and at Connors Range QLD where the Company is evaluating the Waitara porphyry copper-molybdenum prospect.



For and on behalf of the Board of Midas Resources Limited,

G D Balfe
Managing Director

The information within this report as it relates to exploration results, geology and mineral resources was compiled by Mr. Paul Dunbar who is a member of the Australian 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.

FOR MORE INFORMATION CONTACT:

Geoff Balfe
Managing Director
Midas Resources
(08) 9388 2211

Jill Thomas
Professional Public Relations
(08) 9388 0944
jthomas@pprwa.com.au