

Regulatory Announcement

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Company	Medusa Mining Ltd
TIDM	MML
Headline	Wide-High Grade Intersection at Co-O Mine
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Wide-High Grade Intersection at Co-O Mine

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MEDUSA MINING LIMITED
(AIM:MML)

WIDE-HIGH GRADE INTERSECTION AT Co-O MINE

Medusa Mining Limited ('Medusa' or the 'Company'), the Australian based company operating and developing gold mines in the Philippines, advises that on-going diamond drilling at the Co-O Gold Mine has encountered an exceptional intersection of 33.50 metres at 18.07g/t gold including a massive grey quartz vein assaying 15.9 metres at 34.02 g/t gold. The remainder of the 33.50 metre intersection consists of lesser veins and quartz vein stockworks.

The intersection is located approximately 70 metres along strike to the west of and approximately 15 metres below the current development heading on the Catto West Vein 1 on the 3100 metre level (and 50 metres below the adit level of 3150 metres). The 3100 metre level is accessed by the 10W shaft and the wide zone is open to the west. It is expected that the development drives will reach this area during late May to early June allowing its true width and mining significance to be determined.

Table I summarises the results to date from hole MD 72, which is still in progress. Figure 1 shows the location of the intersection in relation to the current interpretation of the veins (please see the link at the end of this announcement). A more complete update of drilling results will be provided towards the end of May.

The drill programme is continuing with four surface rigs and two underground rigs.

Table I. Drill hole results > 3 g/t gold for hole MD 72 (still in progress)

Hole	East	North	Dip (°)	Azimuth (°)	From (metres)	Width (metres)	Grade (uncut) (g/t gold)
MD 72	613,607	912,785	-54	347	56.50	1.45	18.77 (*)
					146.60	4.30	15.20 (*)
					169.50	3.00	20.06 (*)
					188.90	33.50	18.07 (*)
					including 188.90	15.90	34.02 (*)
					including 209.80	2.65	7.07 (*)
including 218.90	3.85	5.94 (*)					

Notes:

- (i) (*) denotes Philsaga assays
- (ii) Grid coordinates based on the Philippine Reference System 92
- (iii) Intersection lower cut-off grade is 3 g/t gold in line with current resource estimation parameters

Geoff Davis, Managing Director commented:

'The 15.9 metre intersection is the best achieved to date at Co-0 and continues to extend the mineralisation further to the west but within reach of our current development drives. In addition, the three high grade intersections higher in hole MD 72 and to the south of the wide intersection significantly add to our confidence that new parallel veins will be defined as drilling progresses.'

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Information in this report relating to Exploration Results is based on information compiled by Mr Geoff Davis, who is a member of The Australian Institute of Geoscientists. Mr Davis is the Managing Director of Medusa Mining Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Davis consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

- ---END OF MESSAGE---

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