

Geological & Exploration Update – January 18, 2012

MH1103

Deep drilling exploration on drill hole MH1103 at the Headway High Grade Project has been suspended as a result of the current drill contractor, Layne Christensen, announcing they are ceasing all Canadian diamond drilling services effective immediately. As of January 16, 2012 the drill was at a depth of 2541 m.

As such, Mega is currently conducting extensive discussions in regards to securing a new drill contractor for the 2012 season.

Based upon the current drill locations, we have doubled the potential mineralized footprint and in the process have acquired much needed geological/geotechnical information that is essential to future definition drilling which will define the true width and depth of the high grade mineralization extensions. We have drilled for structure to locate the controlling features that host the mineralization and the next step is drilling for mineralization, grade and width.

Mega believes the Headway Project simply represents the "best positioned gold property anywhere", making Mega a compelling investment opportunity and significantly undervalued compared to other junior explorers in the district.

The Company strongly believes that every opportunity exists on the headway claims to encounter the high grade "bonanza style" extension of Goldcorp's Red Lake Mine. The Red Lake Gold Mine is considered to be one of the world's richest gold mines with production of more than 18 million ounces of gold and nearly 10 million ounces of resources.



Glen Kuntz
Chief Operating Officer