

COMPANY ANNOUNCEMENT

Mintails Limited pours first gold from Gold 2

February 2010: The first gold pour from the newly built gold plant at the SA operations of Mintails Limited (ASX: MLI) saw global investors experiencing this eagerly anticipated moment.

Most of the major investors of the project (better known as Gold 2), were present on 5 February 2010 when the new plant, situated at Mogale Gold Plant on the West Rand, produced its first gold bar weighing 10.3kg.

The strategy of the Company to maximize gold production will now gain increased momentum once Gold 2 has been fully commissioned. It is envisaged that Mogale Gold 2 will treat up to 350,000 tonnes of reclaimed tailings for gold extraction per 30 day calendar month by April 2010, thereby increasing the current capacity of 150 000 tonnes per month from Gold 1 (Sands Plant) to a combined 500 000 tonnes being treated per month from the two plants.

The completion of this project will enable Mintails Limited to build up cash reserves intended to be redeployed for the Company's gold production expansion objectives on the West Rand.

It will further position the company for strategic growth by developing and centralizing activities on the West Rand. The strategic growth possibilities obtained renewed focus in anticipation of Mintails SA regaining sole ownership of the Witfontein Tailings Deposition Facility on the completion of the recently announced transaction involving the disposal of Mintails' interest in Ergo Mining.

The Company is currently pursuing the strategic consolidation possibilities associated with establishing a tailings deposition facility capable of serving the regional tailings closure requirements of the expanded West Rand area. In so doing the Company continues to unlock growth opportunities for stakeholders.

On behalf of the Board



Dick van der Walt

About Mintails Limited

Mintails Limited (ASX Code: MLI) is an Australian listed company with management and operations in South Africa. Mintails processes and recovers gold and proposes to recover uranium from surface tailings resources which are present on the West and East Rand of South Africa's historic Witwatersrand Basin. To find out more, visit Mintails at: www.mintails.com

Or contact:

Dick van der Walt - CEO

Telephone: +27 (12) 346 4406

Fax: +27 (12) 346 4409

PHOTO GALLERY:

