



MGT Resources Limited
Suite 2.05B, 68 York Street
Sydney NSW 2000 AUSTRALIA

6 December 2011

NSX Announcement – Mining Lease Granted at Mt Garnet Tin Project

MGT Resources Limited (NSX: MGS)(the 'Company') is pleased to announce that a Mining Lease for its Mt Garnet Tin Project has been formally granted by the Queensland Government. The Mining Lease has been granted to the Company's 78% owned subsidiary MGT Mining Limited. Tailings and ore mined from 'Heads or Tails' ML 20655 will provide feed for MGT's Mt Veteran tin mill. The Company expects to begin full operations from ML 20655 early in 2012.

The Mining Lease is 45.5 hectares, and has been granted for a 5 year term.

Company Chairman and Managing Director Jonathan Back said of the approval:

"The granting of ML 20655 Heads or Tails is an important milestone in the development of the Company and is the first Mining Lease which will allow MGT to move into full production at our Mt Veteran tin processing plant. Heads or Tails sits within our EPM 16948, which is only 26km by truck to the plant. I wish to thank the team on site for their hard work and persistence in achieving this Mining Lease approval."

By order of the Board

Yours sincerely,

Alexander Moody
Company Secretary