

Corporate Presentation
August 26, 2012

TODAY'S DISCOVERY
TOMORROW'S FUTURE

TSX: PDG.V  WWW.PRODIGYGOLD.COM



Forward Looking Statements and Cautionary Note

Forward Looking Statements:

Except for the statements of historical fact contained herein, the information presented constitutes “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievement of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements.

Although the Company has attempted to identify important factors that could cause actual results to differ materially, there may be other factors that cause results not to be as anticipated, estimated or intended. There can be no assurance that such statements will prove to be accurate as actual results and future events could differ materially from those anticipated in such statements. Accordingly, readers should not place undue reliance on forward-looking statements.

Cautionary Note to U.S. Investors Concerning Estimates of Measured, Indicated and Inferred Resources:

This presentation uses the terms “Measured”, “Indicated” and “Inferred” Resources. U.S. investors are advised that while such terms are recognized and required by Canadian regulations, the Securities and Exchange Commission does not recognize them. “Inferred Resources” have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of an inferred resource will ever be upgraded to a higher category. Under Canadian rules, estimates of Inferred Resources may not form the basis of feasibility or other economic studies. U.S. investors are also cautioned not to assume that all or any part of an Inferred Mineral Resource exists, or is economically or legally minable.

The technical information contained in this presentation has been reviewed and approved by Tom Pollock, P. Geo., Prodigy Gold Incorporated’s Vice President – Exploration, who is a Qualified Person as the term is defined in NI 43-101.

Transitioning From Gold Explorer to Mine Developer

- Focus on Magino Gold Project
Updated gold resource*:
 - ✓ Indicated resources of 5,809,000 ounces gold (203.0 mt @ 0.89 gpt)
 - ✓ Inferred resources of 300,000 ounces gold (10.3 mt @ 0.90 gpt)
- Prefeasibility expected early 2013
- Low permitting & geopolitical risk
- Well financed
- Prodigy revaluation is underway

Development

- Prefeasibility 2013

Management

- Mining expertise

Growth

- Wealth creation

*Resource estimate was completed by Tetra Tech Wardrop of Vancouver, BC, please see Prodigy Gold press release dated 20 August, 2012. A NI 43-101 compliant technical report will be filed on SEDAR within 45 days. Mineral resources are not mineral reserves and do not have demonstrated economic viability. There is no certainty that all or any part of the mineral resource will be converted into mineral reserves.

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Management and Board of Directors:

Management:

- Brian J. Maher, M.Sc.
President, Chief Executive Officer
- Tony Wood, CA
Chief Financial Officer
- Fred Mason, B.Sc.
Vice President, Operations
- Tom Pollock, M.Sc., P. Geo.
Vice President, Exploration
- Dr. John A. Thomas, Ph.D., P. Eng.
Chief Consulting Engineer
- Ricardo Rojas, M.Sc., P. Eng.
Magino Mine General Manager
- Cris Wright, B.Sc., P. Eng.
Senior Mine Engineer

Directors:

- Michael E. J. Phelps, O.C., LL.B, LLD.(Hons)
Chairman of the Board
- Thomas K. Barber, B.A. (Hons), MBA
Director
- Robert J. Harrington, M.Sc., P. Geo.
Director
- Tom Mullan, CA
Director
- David Richardson
Director
- George Salamis, B.Sc.
Director
- David Watkins, M.Sc.
Director

Share Structure

Common Shares:	293.3 M
Stock Options:	18.1 M
Warrants:	1.1 M
Fully Diluted:	312.5 M
Market Cap. (FD):	\$215.6M
Working Capital:	\$50.4M
52 Week Range:	\$0.435 - \$1.03
Current Price:	\$0.69
Av. Volume (Year):	465,000/day



- Prodigy share price has responded to resource update

Major Shareholders

Management and Directors: 6%

Major Institutional Holders ~48%: Dundee, Macquarie, Pinetree, Baker Steel, Sun Valley, AGF, Front Street, Sprott, RBIM, K2, Sentry Select etc.

Analyst Coverage

- Stonecap Securites: Brian Szeto
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416.342.9918
- Paradigm Capital: Don Blyth
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416.360.3461
- Casimir Capital: Eric Winmill
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416.628.3772
- National Bank Financial: Tara Hassan
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416.869.7118
- Haywood Securities: Joe Mazumdar
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604.697.7124
- Canaccord Genuity: Wendell Zerb
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604.643.7485
- Macquarie Capital Markets: Michael Gray
michael.gray@macquarie.com
604.639.6372

Magino Mine Project

- Past producing gold mine (105,000 ounces gold, 1988-1992) in an active gold camp: a “Brownfield” environment
- 100% owned 92 Km² land package with growth potential
- Tetra Tech leading prefeasibility and permitting process (other clients include Sabina, Yamana, Eldorado, Pretium)
- Excellent infrastructure: road access power to property, work force, nearby rail lines
- Geopolitical stability: mining friendly Ontario



Magino Gold Resource Estimate*:

- Gold resources constrained by conceptual pit using current mining (\$1.80/tonne) and milling costs (\$12.50/tonne), \$1388 gold price
- A large proportion of gold resources is above a grade of 0.50 gpt gold which will be the focus of mill head-grade optimization studies, maximizing head grade, potentially lowering cash costs per ounce and improving project NPV.

Magino Project Mineral Resource Estimate						
Cutoff Grade (gpt gold)	Indicated Resource			Inferred Resource		
	Grade (gpt gold)	Tonnes	Gold (oz)	Grade (gpt Gold)	Tonnes	Gold (oz)
0.20	0.74	266,137,000	6,332,000	0.70	15,288,000	344,000
0.30	0.83	224,469,000	5,990,000	0.84	11,748,000	317,000
0.35	0.89	203,001,000	5,809,000	0.91	10,260,000	300,000
0.40	0.94	182,913,000	5,528,000	1.00	8,847,000	284,000
0.50	1.06	147,676,000	5,033,000	1.16	6,828,000	255,000
0.60	1.18	119,250,000	4,524,000	1.31	5,492,000	231,000
0.70	1.31	96,399,000	4,060,000	1.48	4,379,000	208,000
1.00	1.71	52,206,000	2,870,000	2.01	2,419,000	156,000
1.30	2.14	30,158,000	2,075,000	2.46	1,594,000	126,000

*Resource estimate was completed by Tetra Tech Wardrop of Vancouver, BC, please see Prodigy Gold press release dated 20 August, 2012. A NI 43-101 compliant technical report will be filed on SEDAR within 45 days. Mineral resources are not mineral reserves and do not have demonstrated economic viability. There is no certainty that all or any part of the mineral resource will be converted into mineral reserves.

Magino Mine Gold Project – Global Perspective

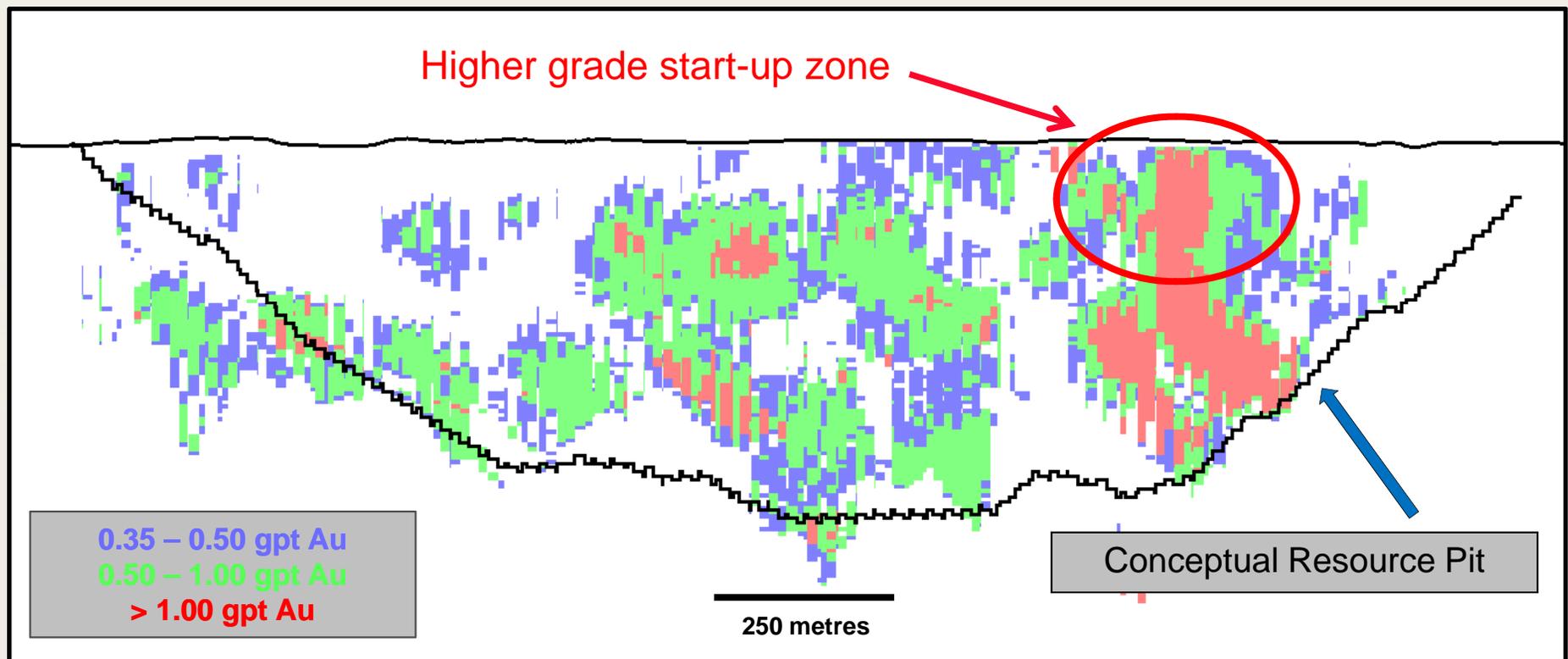
- Globally, there are 41 +5M ounce undeveloped gold deposits held by “Independent Juniors”; Magino ranks 33rd in resource size*
- In North America, there are only 19 +5M ounce undeveloped gold deposits held by “Independent Juniors”; Magino ranks 15rd in resource size but only three deposits have higher grade*
- Of the 19 North American gold deposits, most have daunting permitting, infrastructure and economic challenges
- World-wide the average grade of the 200 +1M ounce undeveloped gold deposits is 0.66 gpt gold, Magino’s average grade is almost 35% higher*



***Natural Resource Holdings (NRH) Research, July 2012:
Global Gold Mines & Deposits 2012 Ranking (over 1mm oz)**

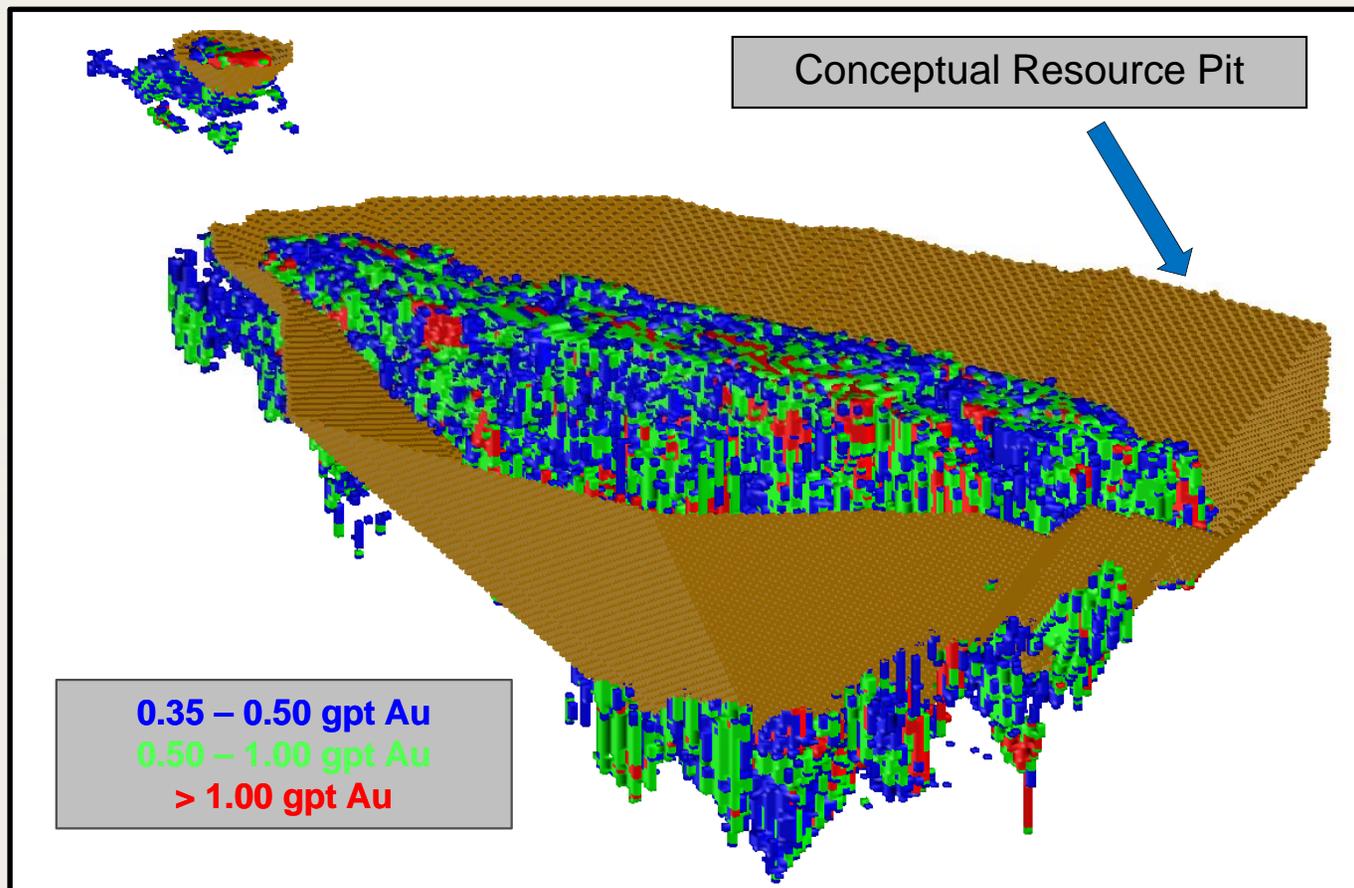
Magino Mine Long Section

- Excellent continuity, low strip ratio, high grade potential at depth
- Shallow, high grade zones can boost early production and reduce project payback period



Magino Mine Isometric View

- Dominated by Indicated resources, now +5M ounces gold, a critical criteria
- Approximately 1600 metres long and 500 metres deep



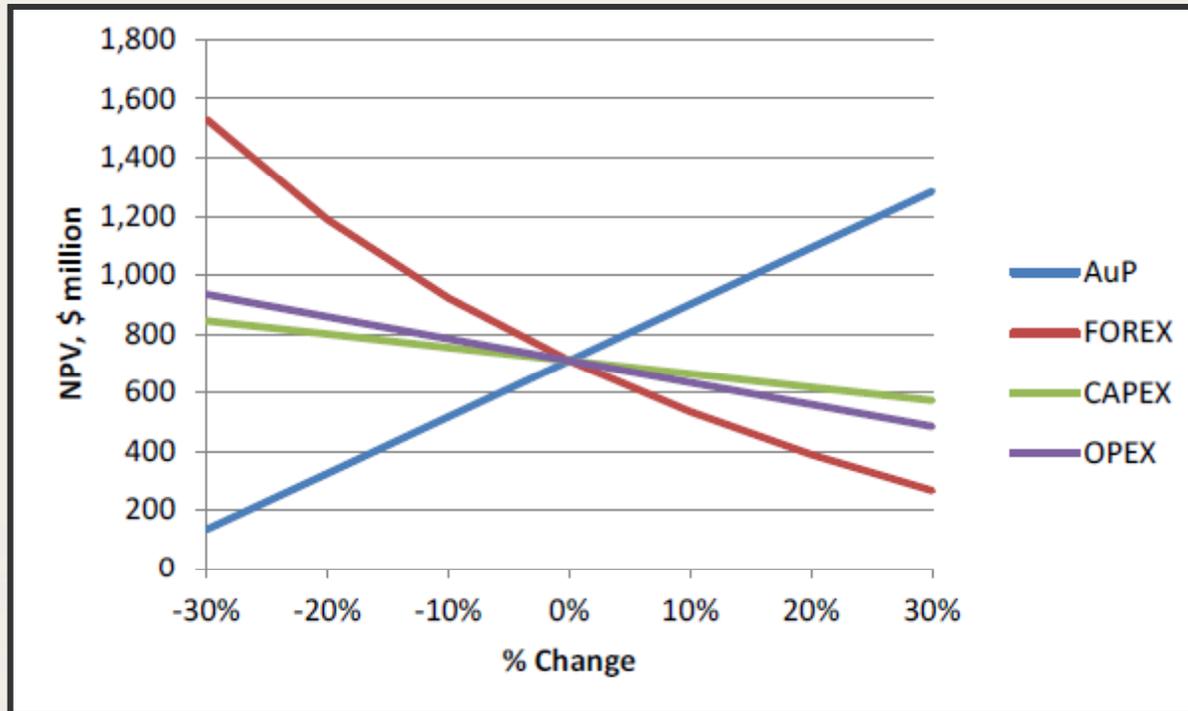
Magino Project Economics (\$1,200 gold)*

Magino Mine Project	December 2011 Update
NPV (Cdn\$, millions)	\$939
IRR	36%
Payback period (years)	1.9
Mill throughput (tpd)	20,000
Strip ratio (waste:ore)	2.1:1
Gold recovery	95%
Average mined grade	1.15 gpt
Estimated mine life (yrs)	11
Average production (oz/yr)	249,300
Cash Costs (US\$/oz)	\$461

- December 2012 PEA will be updated using new resource estimate: Prefeasibility Study expected early in 2013
- Mill head grade optimization
- Analysis of alternatives for processing low grade material
- Capex under control
- More ounces per year, maintain operational cost control

*An NI 43-101 compliant Technical Report and Preliminary Economic Assessment (PEA) of the Magino project, prepared by Tetra Tech of Vancouver, BC, is available on SEDAR and the company's web site.

Magino Capital Costs and Sensitivity*



- Highest NPV sensitivity: Forex and gold price
- Least NPV sensitivity: Capital cost

Description	Pre-production Capital (\$ million)	Sustaining Capital (\$ million)
Overall Site	22.7	
Open Pit Mining	8.4	119.4
Ore Handling	14.3	
Process	160.8	
Tailings	10.2	24.0
Infrastructure	37.7	1.4
Total Direct Costs	254.1	
Project Indirects	70.2	
Owners	11.4	
Contingency (30%)	69.8	
Total Indirect Costs	151.4	
TOTAL	405.6	144.8

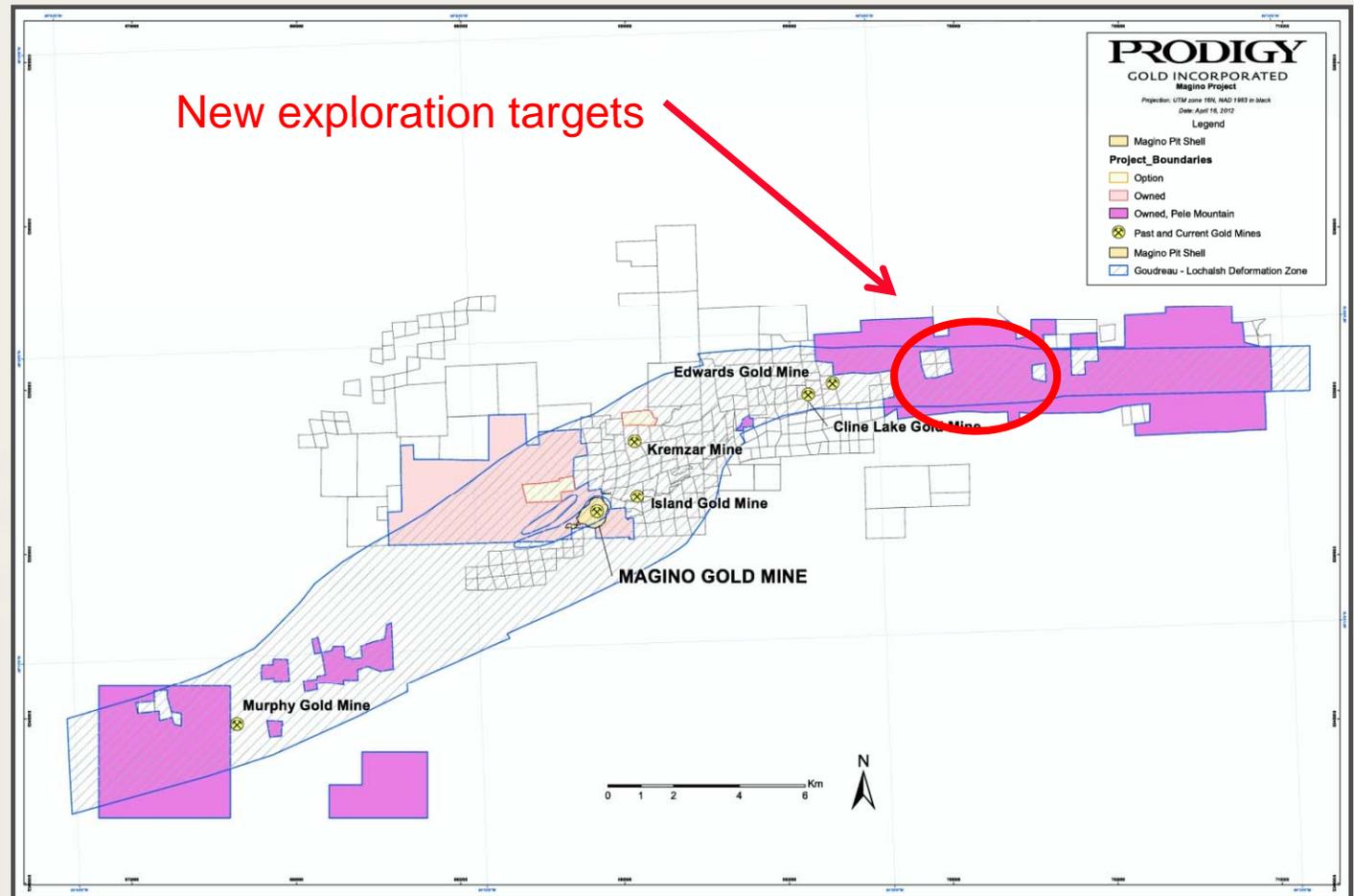
- Owner operated mining fleet
- 20,000 tpd conventional CIP and SAG mill
- 30% Contingency

*An NI 43-101 compliant Technical Report and Preliminary Economic Assessment (PEA) of the Magino project, prepared by Tetra Tech of Vancouver, BC, is available on SEDAR and the company's web site.

Magino Mine Project - Regional Exploration

--PDG has acquired 72 km² of prospective land along strike from Magino

- Prodigy takes the lead in district consolidation
- Magino infrastructure lowers economic threshold for new discoveries
 - New targets identified



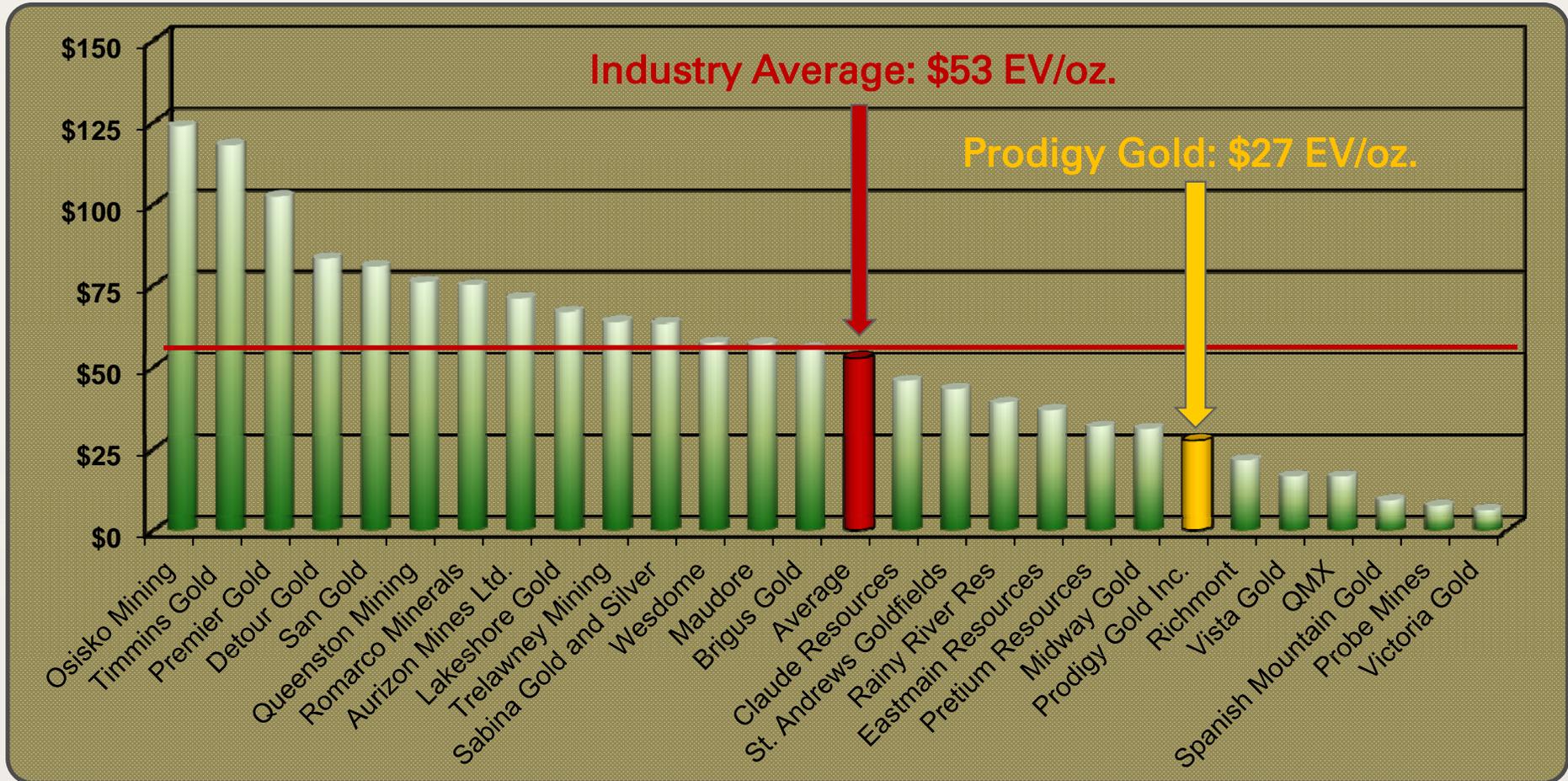
Prodigy Gold Principal Value Drivers:

- A “right-sized” project: +5M ounces with controllable potential capex and operating costs
 - Strong Magino project economics: NPV, Payback, IRR
 - Simple geology, metallurgy, major gold producing region
 - Brownfield location in stable environment: CANADA

Catalysts:

- Reducing project risk through feasibility process: Prefeasibility early in 2013
- Macro business environment continues to focus gold industry on low risk jurisdictions
 - Met testing, environmental and permitting benchmarks and exploration of other targets provide consistent positive news flow and de-risk the project

Prodigy Value Proposition:



Enterprise Value per resource ounce: Prodigy Gold is undervalued

Data sources: Company web sites; market wire services, 26 August, 2012

Management

Brian J. Maher, M.Sc.

President, Chief Executive Officer

Mr. Brian Maher is an economic geologist with over 31 years of experience in the international mining and exploration industry. Brian's career focus has been on precious metal exploration, mine redevelopment, underground mine operations and the evaluation of mining acquisition opportunities for a diverse range of companies including ASARCO Inc., Anglo Gold, Aur Resources and Metallic Ventures Gold. Prior to joining Prodigy Gold, Brian was North American Exploration Manager for Hochschild Mining, supervising all aspects of the company's exploration, development and acquisition program in Mexico, the United States and Canada.

Tony Wood, B.Sc. (Hons.), CA

Chief Financial Officer, Corporate Secretary

For over ten years Mr. Wood has held Executive positions in finance and operations with a number of publicly traded international mining and exploration companies. Tony's experience covers projects in North and South America and Europe, across diverse targets that include precious and base metals, diamonds and uranium. His past roles have encompassed responsibility for planning and execution of mining and exploration projects, the development of corporate cultures that embrace strong financial and regulatory compliance.

Fred Mason, B.Sc.

Vice President of Operations

Mr. Mason has an extensive career as a mining engineer: Senior Vice President and Director of Mining for P T Freeport Indonesia (Freeport McMoRan) at Grasberg, Vice President and General Project Manager for Kinross Gold Corp. at the Refugio gold mine in Chile, General Project Manager for Barrick Gold Corp. at the Pasqua project, Chile and Area Manager for Southern Peru Copper Company in Peru. Mr. Mason's broad experience in constructing and operating complex open pit and underground mining operations makes him a significant addition to the Prodigy management team and he will direct the company's Feasibility program and future development of the Magino mine gold project.

Tom Pollock, M.Sc.(A), P. Geo.

Vice President of Exploration

Tom Pollock is a professional geoscientist registered with the Association of Professional Engineers and Geoscientists of British Columbia (APEGBC) and has more than 30 years mineral exploration and management experience working in Canada, West Africa, South America and China. Tom worked for twenty years in the BHP organization before joining ValGold Resources as their VP-Exploration. Tom has worked on a broad range of mineral deposit types including orogenic gold in Canada, West Africa and the Guianan Shield in Guyana and Venezuela, Carlin-type gold in southern China, epithermal gold in British Columbia and unconformity related uranium deposits in Canada.

Dr. John Thomas, Ph.D.

Chief Consulting Engineer

Dr. John Thomas, President of JAT Metconsult Ltd., has 38 years experience in the base and precious metal mining industry. Dr. John Thomas' experience covers a wide range of activities in the mining industry, from process development, management of feasibility studies, engineering and management of mine construction projects and mine operations in a variety of locales: Brazil, Venezuela, Costa Rica, Kazakhstan, Russia, Canada and Zambia.

Appendix: Biographies

Board of Directors

Michael E.J. Phelps, B.A., LL.B., LL.M., LL.D. (Hons.), Chairman

Mr. Phelps is Chairman of Dornoch Capital Inc., a private investment company. Michael sits on the Board of Directors of Canadian Pacific Railway Company, Spectra Energy Corp., and Marathon Oil Corporation. Michael is also a Senior Advisor to Nomura Canada Inc.

Thomas K. Barber, BA (Hons.), MBA

Mr. Barber is a Managing Director in the Global Natural Resources Group and is Head of Investment Banking, for Nomura Canada. Over the course of his 30 years as an investment banker, Mr. Barber has worked as an advisor for many leading companies: Rio Tinto, Petro-Canada, PWGSC, Marathon Oil, Xstrata and EnCana.

Robert J. Harrington, M.Sc., P. Geo.

Mr. Harrington has over 28 years of experience in the minerals exploration and development industry. Bob is currently President and CEO of ECI Exploration and Mining.

Tom Mullan, CA

Mr. Tom Mullan is a member of the Institute of Chartered Accountants of British Columbia and Manitoba. Tom has over 35 years of accounting and financial, administrative and general business experience.

David Richardson

Mr. Richardson is President and CEO of Octaform Systems Inc., a unique patented stay-in-place concrete forming system. Dave has a B. Comm. Honours from the University of Manitoba and is a member of the Institute of Corporate Directors with the professional designation ICD.D.

George Salamis

Mr. Salamis has over 20 years experience in senior management positions with well established mining companies, most notably Placer Dome Inc. and Cameco Corporation. George was recently appointed President and CEO of Edgewater Resources following a successful career as President of Rusoro Mining.

David Watkins

Mr. Watkins is an international mining executive with over 40 years experience in exploration, mine development, mine operations, acquisitions and mergers, working with Newmont Mining, Noranda, Falconbridge, Minnova and Cypress Amax. Dave is currently Chairman of the Board for Atna Minerals.

Ricardo Rojas, M.Sc., MBA, P. Eng

General Manager, Magino Mine Gold Project

Mr. Ricardo Rojas has over 30 years experience in mine operations and design acquired at world class operations around the world. During his career, Ricardo has worked with Corporacion del Centro in Peru, Petaquilla Gold SA in Panama, Gold Reserve Inc. in Venezuela, Standard Bank in New York, Kinross Gold in Chile, Freeport Gold in Indonesia, Cyprus Amax in Chile, Southern Peru Copper Co. in Peru, Newmont Gold in the United States, and the Duval Corporation in the United States. Ricardo has a Civil Mining Degree from the University of Santiago in Chile, a Master of Science in Mining Engineering from the University of Arizona and a Master of Business Administration (MBA) from the University of Colorado.