



**MIDWAY GOLD**

# **Developing Profitable Mines in Nevada**



**MDW  
TSX-V & NYSE MKT**

September 2012

# FORWARD LOOKING DISCLAIMER



MIDWAY GOLD

This presentation contains forward-looking statements about the Company and its business. Forward looking statements are statements that are not historical facts and include, but are not limited to, statements about the Company's intended work plans for its projects and resource estimates. The forward-looking statements in this presentation are subject to various risks, uncertainties and other factors that could cause the Company's actual results or achievements to differ materially from those expressed in or implied by forward looking statements. These risks, uncertainties and other factors include, without limitation, risks related to the timing and completion of the Company's intended work plans for its projects, risks related to fluctuations in gold prices; uncertainties related to raising sufficient financing to fund the planned work in a timely manner and on acceptable terms; changes in planned work resulting from weather, logistical, technical or other factors; the possibility that results of work will not fulfill expectations and realize the perceived potential of the Company's properties; uncertainties involved in the interpretation of drilling results and other tests and the estimation of gold resources and reserves; the possibility that required permits may not be obtained on a timely manner or at all; the possibility that capital and operating costs may be higher than currently estimated and may preclude commercial development or render operations uneconomic; the possibility that the estimated recovery rates may not be achieved; risk of accidents, equipment breakdowns and labor disputes or other unanticipated difficulties or interruptions; the possibility of cost overruns or unanticipated expenses in the work programs; and other factors identified in the Company's SEC filings and its filings with Canadian securities regulatory authorities. Forward-looking statements are based on the beliefs, opinions and expectations of the Company's management at the time they are made, and other than as required by applicable securities laws, the Company assumes no obligation to update its forward-looking statements if those beliefs, opinions expectations, or other circumstances should change.

Cautionary note to U.S. investors concerning estimates of reserves and resources: This presentation and the technical reports referred to in this presentation use the terms "resource", "reserve", "measured resources", "indicated resources" and "inferred resources", which are terms defined under Canadian National Instrument 43-101 and the Canadian Institute of Mining and Metallurgy Classification system. Estimates of mineral resources in this presentation and in the technical reports referred to in this presentation have been prepared in accordance with NI 43-101 and such definitions differ from the definitions in U.S. Securities and Exchange Commission ("SEC") Industry Guide 7. Under SEC Industry Guide 7 standards, a "final" or "bankable" feasibility study is required to report reserves, the three-year historical average price is used in any reserve or cash flow analysis to designate reserves and the primary environmental analysis or report must be filed with the appropriate governmental authority. Mineral resources are not mineral reserves and do not have demonstrated economic viability. We advise investors that while those terms are recognized and required by Canadian regulations, the SEC does not recognize them. U.S. investors are cautioned not to assume that any part or all of mineral deposits in these categories will ever be converted into reserves as defined in the SEC's Guide 7. In addition, "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 mineral resource will ever be upgraded to a higher category. Under Canadian rules, estimates of inferred mineral resources may not form the basis of feasibility or pre-feasibility studies, except in rare cases. U.S. investors are cautioned not to assume that part or all of an inferred resource exists, or is economically or legally minable. The SEC normally only permits issuers to report mineralization that does not constitute SEC Industry Guide 7 compliant "reserves" as in-place tonnage and grade without reference to unit measures. It cannot be assumed that all or any part of mineral deposits in any of the above categories will ever be upgraded to Guide 7 compliant reserves. Accordingly, disclosure in this presentation and in the technical reports referred to in this presentation may not be comparable to information from U.S. companies subject to the reporting and disclosure requirements of the SEC.

# MIDWAY GOLD OPPORTUNITY



MIDWAY GOLD

## Nevada Focused, Near-Term Gold Production

- ▶ Nevada = Stable Mining Jurisdiction
- ▶ Two Near-Term Producing Properties
- ▶ Large Existing Resource Base
- ▶ Substantial Expansion Potential
- ▶ Strong Partnership with Barrick Gold
- ▶ Veteran Nevada Management Team



# MULTIPLE ADVANCED STAGE NEVADA GOLD PROJECTS



MIDWAY GOLD



## NEVADA

Project	Pan	Gold Rock	Spring Valley	Total
Resource Summary ('000s oz Au)				
P&P	864	-	-	864
M&I	1,130	310	2,160	3,600
Inferred	45	331	1,970	2,346

P&P Reserves are included in the M&I Resources

County	White Pine	White Pine	Pershing
Control	100%	100%	100%
Mine Type	Open Pit	Open Pit	Open Pit
Stage	Feasibility Complete	Resource Dev.	Resource Dev.

# PAN – MIDWAY'S 1<sup>st</sup> MINE



MIDWAY GOLD

## HIGHLIGHTS

- Simple, low cost project:
  - Targeting first production in 2014
  - Open Pit / Heap Leach
  - Low Capex to build
  - Starts at surface = low strip (1.8:1)
  - Oxide Ore = simple processing
  - Nearby infrastructure
  - No de-watering of pit required

## RESERVES & RESOURCES SUMMARY

Resources <sup>(1)</sup>	Tonnes ( <sup>'000s</sup> )	Grade (g/t)	Contained ( <sup>'000s</sup> oz)
Measured	36,920	0.49	579
Indicated	43,118	0.40	551
M&I	80,037	0.44	<b>1,130</b>
Inferred	3,928	0.36	<b>45</b>

Reserves <sup>(2)</sup>	Tonnes ( <sup>'000s</sup> )	Grade (g/t)	Contained ( <sup>'000s</sup> oz)
Proven	25,245	0.60	487
Probable	23,067	0.51	377
P&P	48,311	0.56	<b>864</b>

P&P Reserves are included in the M&I Resources



(1) Resources as per Independent NI 43-101 Updated Resource Technical Report by Gustavson Associates, LLC (October, 2011). Assumes cutoff grade of 0.14 g/t

(2) Reserves as per Independent NI 43-101 compliant Feasibility Study by Gustavson Associates, LLC (November, 2011). Assumes gold price of US\$1,200/oz and cutoff grade of 0.27 g/t (South Pan) and 0.21 g/t (North Pan)

# PAN – FEASIBILITY STUDY COMPLETE<sup>(1)</sup>



MIDWAY GOLD

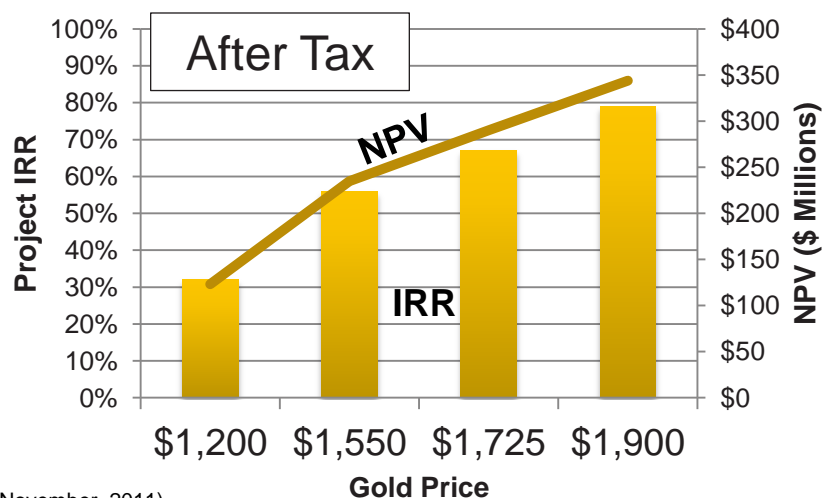
## LIFE OF MINE SUMMARY

Project Parameters	
Project Capex <sup>(2)</sup>	\$99 mm
Mine Life	9 years
Life-Of-Mine Production (recovered)	648,800oz
Avg. Annual Production	81,000oz
Cash Operating Cost	\$537/oz
Total Cash Cost <sup>(3)</sup>	\$585/oz
Fully Loaded Cash Cost <sup>(4)</sup>	\$824/oz
Average Gold Recovery	75%

## PROJECT ECONOMICS (AFTER TAX)

*Incorporates 35% Federal Tax and 5% State Tax*

Gold Price	\$1,200/oz	\$1,550/oz	\$1,725/oz	\$1,900/oz
NPV <sub>5%</sub>	\$123 mm	\$235 mm	\$290 mm	\$344 mm
IRR	32%	56%	67%	79%
Payback	2.6 yrs	1.7 yrs	1.4 yrs	1.2 years



(1) As per Independent NI 43-101 compliant Feasibility Study by Gustavson Associates, LLC (November, 2011)

(2) Includes \$8.2 mm of working capital and \$6.8 mm contingency

(3) Includes royalties, state tax and 5% contingency

(4) Includes total cash cost, initial capital and sustaining capital costs

# PAN – MINE PERMIT ON SCHEDULE



MIDWAY GOLD

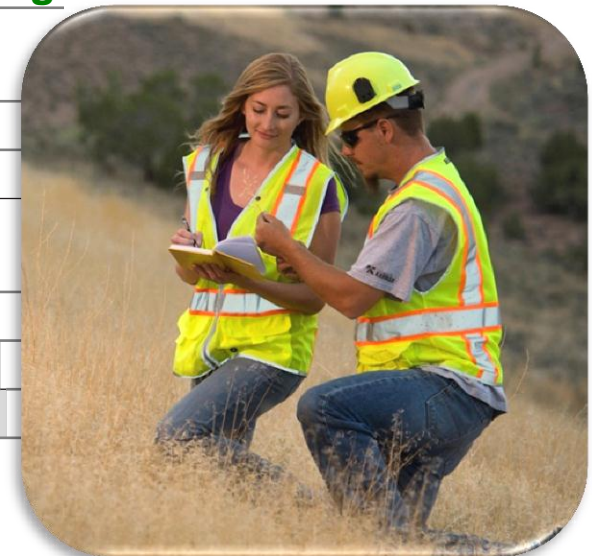
## ENVIRONMENTAL IMPACT STATEMENT (EIS) PROCESS

	2011	2012	2013
<b>Pan Project</b>			
<b>Base line studies</b>	✓		
<b>Submit mine plan of operations</b>	✓		
<b>Completeness review by BLM</b>	✓		
<b>3<sup>rd</sup> Party contractor selection</b>		✓	
<b>Publish notice in Federal Register</b>		✓	
<b>Public Scoping Meetings</b>		✓	
<b>Preparation of Draft EIS</b>			<b>Current Stage</b>
Publish notice of Draft EIS in Federal Register			
Draft EIS public meetings/comments			
Address comments for Final EIS			
Publish notice of Final EIS in Federal Register			
Final EIS public meetings/comments			
EIS Record of Decision			
Begin Construction			

**Goal: Production in 2014**

**No impact on surface or  
ground water:  
No 404 permit required**

**No ARD potential**



# GOLD ROCK – MIDWAY'S 2<sup>nd</sup> MINE

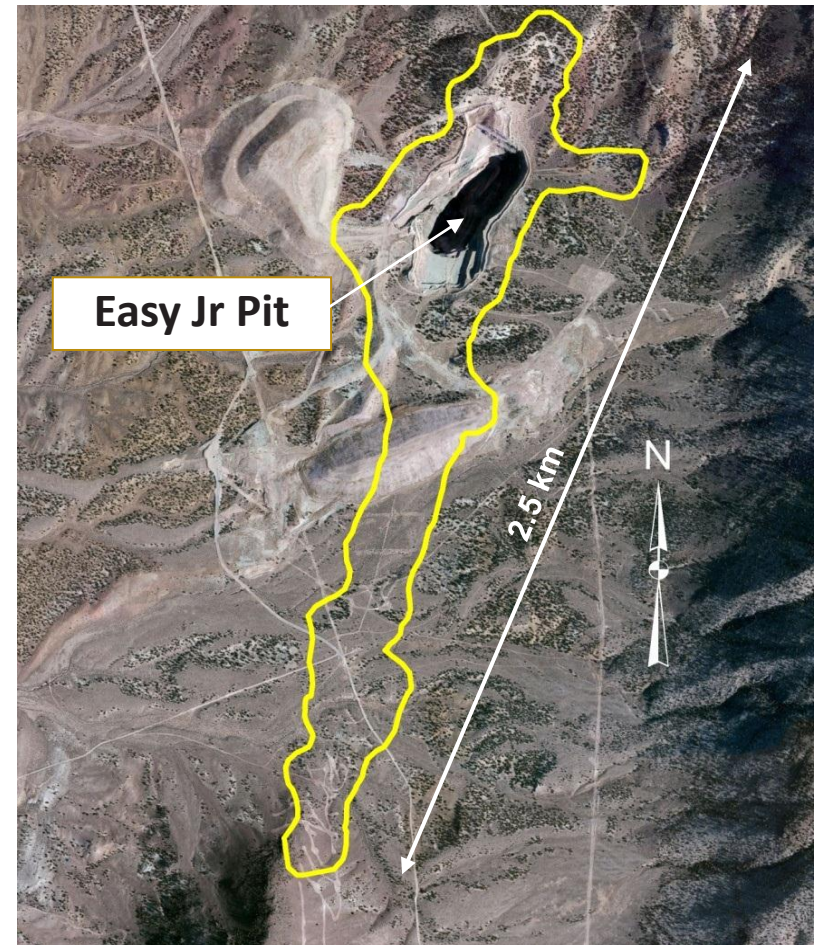


MIDWAY GOLD

## WHY NOW

- Sister project to Pan – located 8km away
- Targeting first production in 2016
- Pan style deposit
  - Shallow mineralization = low strip
  - Oxide Ore = simple processing
  - Pan-style economics expected
    - Low Capex project
    - Open Pit / Heap Leach
    - Nearby infrastructure & no de-watering
  - Potential to be larger/higher grade than Pan

## OUTLINE OF GOLD RESOURCE AREA

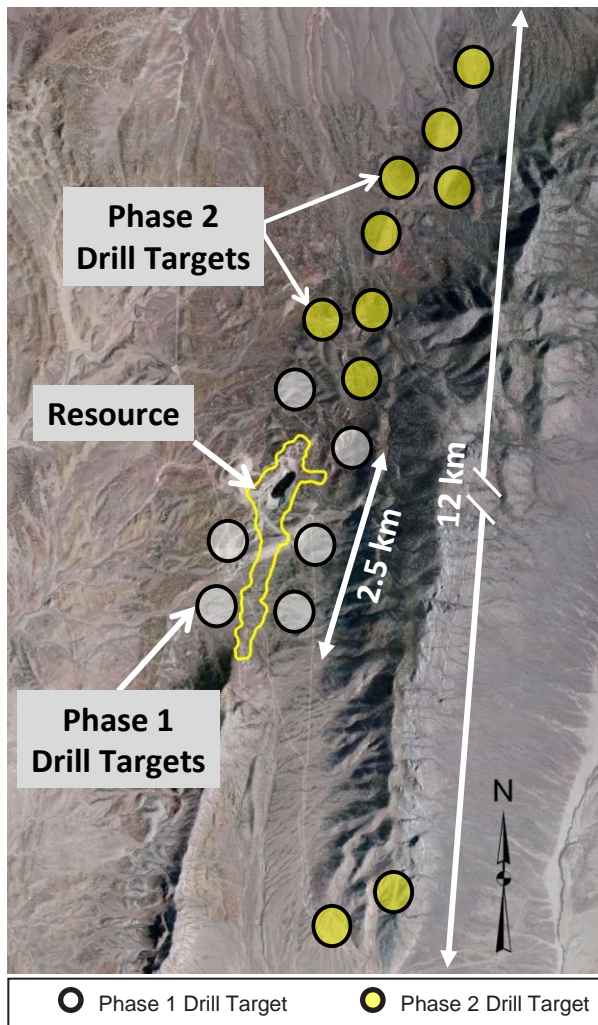


# GOLD ROCK – MIDWAY'S 2<sup>nd</sup> MINE



MIDWAY GOLD

## DRILLING AT GOLD ROCK



## OBJECTIVE

Optimizing shareholder return by shortening time to production and capitalizing on high gold price

## 2012 PROGRAM

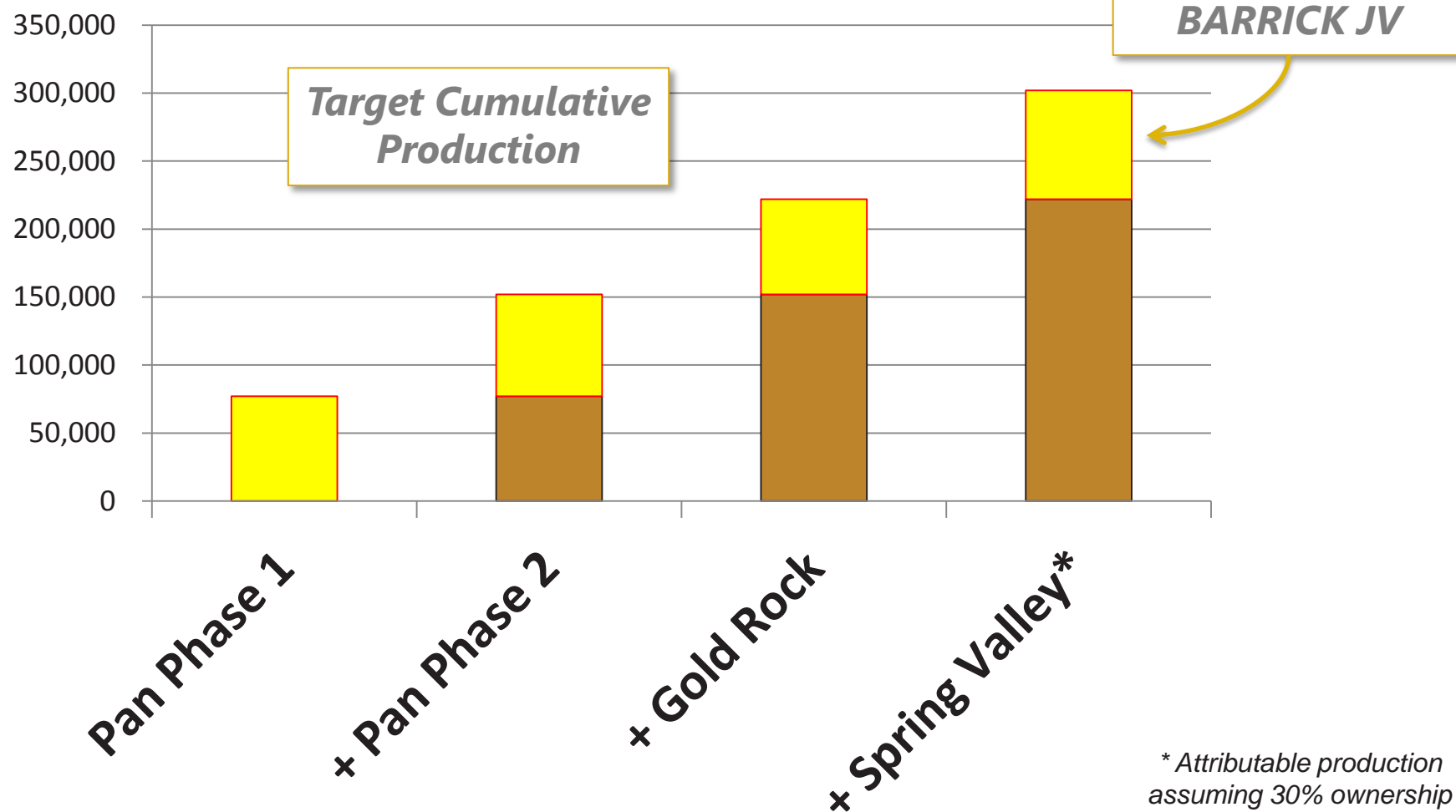
- Target: Grow deposit to over 1.0 M oz
  - 34 mm t @ 1 g/t
- Drill 20,000 m near existing resource
- Initiate EIS process
  - Start baseline studies
  - Develop conceptual mine plan
- Production in 2016
  - Mining rate: 80-100,000 oz/year

# TARGET CUMULATIVE PRODUCTION



MIDWAY GOLD

## MIDWAY'S NEVADA PIPELINE TO PRODUCTION



# SPRING VALLEY – BARRICK EARNING IN TO A MIDWAY ASSET

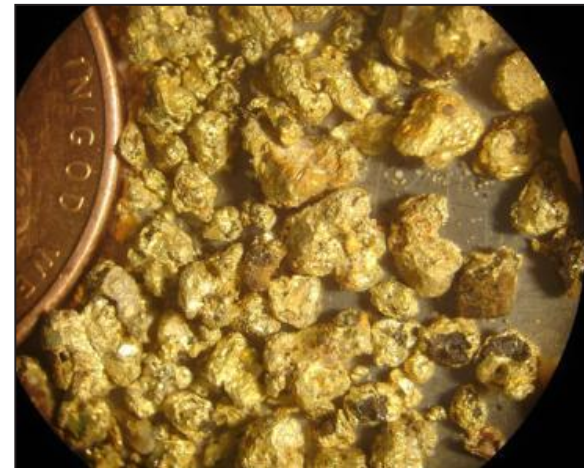
## THE PROJECT

- Barrick Fully Funding as Project Operator
- Large Resource: Open to North, South, and at Depth
- Required expenditures to earn-in
  - \$30 mm by end of 2013 to earn 60% interest
  - \$38 mm by end of 2014 to earn 70% interest
- Barrick has spent \$22.7 mm to date
- Accelerating Rate of Earn-In
- **After earn-in by Barrick, Midway has right to be carried to commercial production – retains 25% interest**

## RESOURCES SUMMARY

Resources <sup>(1)</sup>	Tonnes	Grade	Contained
	('000s)	(g/t)	('000s oz)
<b>Measured</b>	59,032	0.49	931
<b>Indicated</b>	85,793	0.45	1,229
<b>M&amp;I</b>	144,825	0.46	<b>2,160</b>
<b>Inferred</b>	103,935	0.59	<b>1,971</b>

## GOLD FROM DRILL CUTTINGS



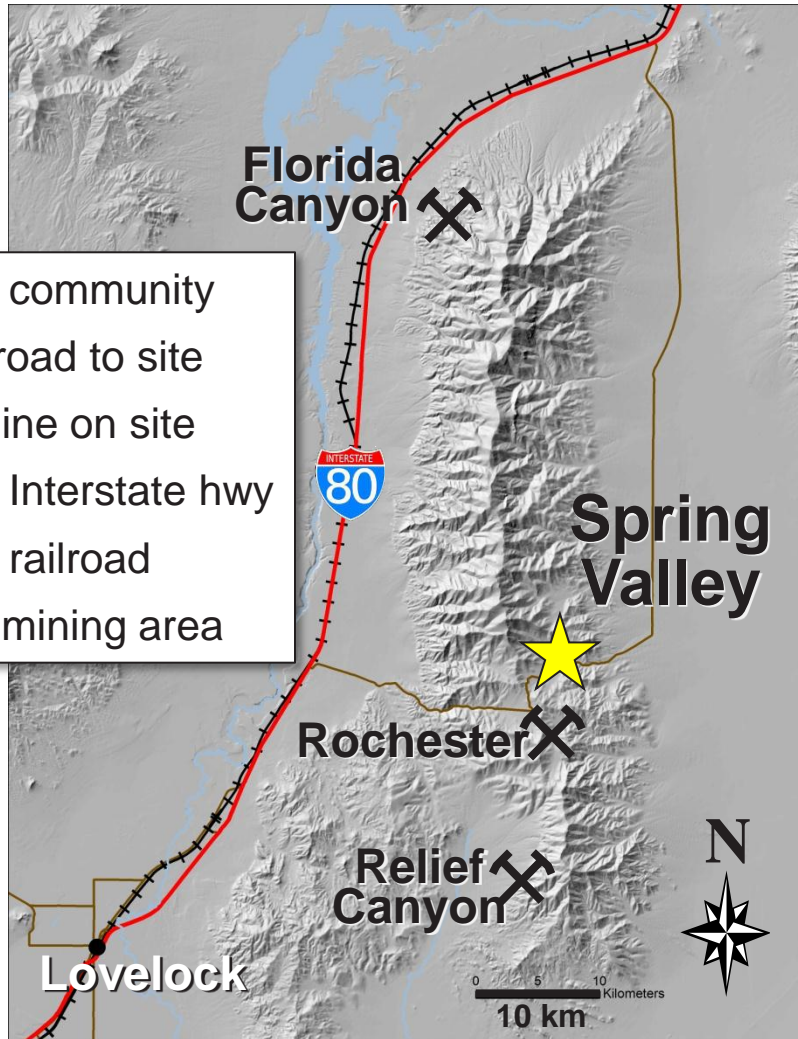
(1) Resources as per Independent NI 43-101 compliant Technical Report by Gustavson Associates, LLC (May, 2011). Assumes cutoff grade of 0.14 g/t

# SPRING VALLEY – WHY IT WORKS



MIDWAY GOLD

## INFRASTRUCTURE SUPPORTS PROJECT GRADE



- Nearby community
- Paved road to site
- Power line on site
- Nearby Interstate hwy
- Nearby railroad
- Known mining area

## BARRICK PLAN FOR 2012

- Work plan for 2012
  - Exploration drilling
  - Deposit modeling
  - Metallurgical tests
  - Hydrology studies
  - Internal scoping study
- Substantial budget to advance project
  - \$11.5 mm fully funded by Barrick
  - \$6 mm for additional drilling
  - \$5.5 mm for development / engineering

## MIDWAY PLAN FOR 2013

- Resource update
- Preliminary economic assessment

# CAPITAL MARKETS OVERVIEW



MIDWAY GOLD

## MARKET STATISTICS

Symbol (TSX-V/NYSE MKT)	MDW
Share Price <sup>(1)</sup>	\$1.39
Shares Outstanding (Basic)	127.9 mm
Market Capitalization (FD TSM)	\$177.7 mm

## SHARE STRUCTURE<sup>(2)</sup>

Shares Outstanding (Basic)	127,872,130
Options	8,905,002
Warrants	6,130,781
Fully Diluted	142,907,913

(1) As at close on July 17, 2012

(2) As at July 17, 2012

## KEY INVESTORS - 31%

Barclays	Hale Capital
Barrick Gold	Northern Trust
BlackRock	State Street
Cambrian Capital	Sun Valley Gold
Davenport Securities	Van Eck
Deans Knight	Vanguard
Franklin Templeton	Wexford Capital

## ANALYST COVERAGE

Haywood Securities	Stifel Nicolaus
--------------------	-----------------

# MIDWAY GOLD OPPORTUNITY



MIDWAY GOLD

## Nevada Focused, Near-Term Gold Production

- ▶ Nevada = Tier 1 Mining Jurisdiction
- ▶ Two Near-Term Producing Properties
- ▶ Large Existing Resource Base
- ▶ Substantial Expansion Potential
- ▶ Strong Partnership with Barrick Gold
- ▶ Veteran Nevada Management Team

