

FOR IMMEDIATE RELEASE

TSX VENTURE SYMBOL "MC"

ELDER CREEK DRILLING RECOMMENCES

SEPTEMBER 28, 2005 – CALGARY, ALBERTA – MILL CITY GOLD CORP. (the "Company") is pleased to provide an update on the drilling program at the Company's 100% owned Elder Creek Property in the Cortez Trend, about 5 miles northwest of the producing Pipeline/Pipeline South gold deposits owned by the Cortez Joint Venture (Placer Dome/Kennecott Exploration, a subsidiary of Rio Tinto).

Mill City's joint venture partner Minterra Resource Corp. has entered into two drill agreements with Boart Longyear Company of Elko, Nevada to provide a reverse circulation drill rig and a diamond (core) drill rig. The reverse circulation drill rig has commenced prepping hole EC-2, that was pre-collared to a depth of 1860 feet in July 2005, to set casing. Once casing has been set, the diamond drill rig (expected on site later this week) will complete hole EC-2 to a maximum depth of 2500 feet in an attempt to test the lower plate carbonate rocks as the source of gold mineralization in the historic Elder Creek open pit and in the gold mineralization dikes exposed in the base of the open pit.

A National Instrument 43-101 report (the "Russell Report") dated October 1, 2004, on the Elder Creek property (as well as the North Mill Creek and NAD exploration properties), prepared by Rick H. Russell, M.Sc., Licensed Geologist, is available for review under the Company's profile at www.sedar.com. As noted in the Russell Report, the Elder Creek property was placed into production in 1989 on a modest near surface gold resource. The deposit was partially mined in 1989 and 1990 and produced 13,000 ounces of gold from leach pads. Mining was terminated because the uncrushed ore responded poorly to being stacked on heap leach pads. The mining has better exposed dikes, sills and structures which were feeders for the deposit.

The Russell Report concludes that "the near surface resource at Elder Creek is a guide to and possibly indicative of a high-grade gold deposit in lower plate carbonate rocks. The Elder Creek property has potential for high-grade gold along exposed structures where they intersect lower plate rocks at depth."

To date, 2370 feet of drilling has been completed in two vertical, reverse circulation drill holes that were collared in the Elder Creek pit, approximately 400 feet outside the known surface gold resource. Drill hole EC-1 was abandoned at 510 feet because of hole logistics and bit problems due to silicified, extremely abrasive quartzite. EC-2 was collared at a depth of 1860 feet and will now be continued using core.

EC-2 RC drilling to date has intersected upper plate Ordovician Valmy stratigraphy that can be divided into three distinct lithologic packages, with three zones of anomalous gold, and associated mercury and antimony values.

The upper part of the hole (0-1065') is dominantly a coarse-grain quartzite with carbonaceous siltstone and is intruded by a felsic sill at 420 feet. Alteration is extensive, with up to 250 feet of quartz vein stockwork (including minor quartz-calcite veining), remobilized carbon and fine grained pyrite.

The middle of the hole (1065-1365') is primarily siltstone with interbedded quartzite and mudstone, intruded by a highly altered felsic dike within a fault zone at 1365 feet. Strong remobilized carbon and

fine-grain sulfides occur in the mudstone layers. Zones of stockwork 5 to 20 feet thick have scattered barite as overgrowths on quartz crystals.

The bottom of the hole (1365-1860') is primarily mudstone with interbedded chert and limey siltstone (1400-1430' and 1490-1530'). Alteration and faulting is pervasive and persistent, with remobilized carbon and pyrite. Fault zones with brecciation and quartz veining occur with increase towards the bottom of the hole. A highly shattered chert layer with very fine pyrite veinlets is prominent at 1745 to 1780 feet.

Chert layers and increased faulting towards the bottom of drill hole EC-2 is very similar to historic holes drilled west and east of the Elder Creek pit. The west hole intersected the lower plate at approximately 2450 feet and the east hole intersected the lower plate at approximately 2200 feet. Both of these holes had increased faulting within a sequence of chert, mudstone and siltstone immediately above the lower plate assemblage.

A further four drill sites are currently permitted at locations which can test favourable structures where they intersect lower plate rocks.

The Elder Creek property is one of nine properties Mill City optioned to Minterra Resource Corp. ("Minterra") in September, 2004. Minterra has an option to earn a 60% interest in these properties by incurring US\$5,000,000 of exploration and development expenditures over five years, completing a minimum of 100,000 feet of drilling, and the obligation to pay all BLM and County fees and all underlying advance royalty payments. In addition, Minterra reimbursed Mill City US\$203,000 for out-of-pocket expenses and agreed to issue Mill City a total of 1,000,000 shares – 500,000 shares have been issued and 500,000 shares to be issued on the first anniversary.

Once Minterra has incurred expenditures of US\$5 million and issued Mill City 1,000,000 shares, Minterra shall be deemed to have earned a 60% interest in the properties. Minterra may then elect to earn a further 10% interest, for an aggregate 70% interest, in any property by completing a Bankable Feasibility Study in regard to such property.

Notwithstanding the foregoing and provided Minterra has incurred expenditures of US\$3 million on the Toy and Elder Creek properties and has made the other share and cash payments provided for herein, it shall have earned a 60% interest in such properties.

Rick H. Russell, M.Sc., a Qualified Person, has reviewed the technical disclosure contained herein and accepts responsibility for such disclosure.

FOR FURTHER INFORMATION PLEASE CONTACT:

MILL CITY GOLD CORP.

James R. Brown, Chairman & President

Tel: (403) 640-0110

E-mail: info@millcitygold.com

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this Release.