

**FOR IMMEDIATE RELEASE**

**TSX VENTURE SYMBOL "MC"**

**PRELIMINARY RESULTS FROM PONY CRFEK DRILLING PROGRAM  
CARLIN TREND, NEVADA**

**OCTOBER 10, 2006 – CALGARY, ALBERTA – MILL CITY GOLD CORP.** (“Mill City” or the “Company”) is pleased to announce the completion of the third diamond drill hole of the 2006 program on the Pony Creek/Elliot Dome property located on the Carlin trend in Nevada, just south of the two-million-ounce, open-pit Rain deposit. The hole intersected extensive hydrothermal alteration zones signifying excellent gold potential.

Multiple alteration zones, including silification, argillic alteration and secondary pyrite, and key alteration products in Carlin trend deposits, have been identified. The second hole intersected a plus-800-foot intercept to a depth of 2,970 feet of these alteration assemblages. Intense secondary pyrite within fractures and disseminated through the more permeable host rock was also associated with these alteration zones, further reinforcing strong potential for disseminated Carlin-type mineralization.

Deep oxidization was also associated with silicified zones, indicating faulting may be quite extensive. The host rock description for the alteration is believed to be consistent with the Webb formation, which is considered a primary target in the area and base host for mineralization at the two-million-ounce Rain mine and the Trout Creek deposit located just north of Pony Creek.

Mill City management and geologists associated with this exploration program believe that the Pony Creek property could be one of the more promising gold properties in Nevada at present. Outside of South Africa, north-central Nevada's Carlin trend is the most prolific gold region in the world. With 895 claims covering approx. 30 square miles (7,485 hectares), the Pony Creek project comprises the largest non-major land position on the prolific Carlin trend.

Mill City Gold Corp. President & CEO Jim Brown anticipates assay results for the first two holes to be released in mid-October: “We are aggressively pursuing our 2006 drilling program, which includes 30,000 feet of drilling. Work to date has narrowed the target field, and alteration and mineral assemblages continue to be encouraging.”

Grandview Gold Inc. (“Grandview”) has an option to earn an undivided 60-per-cent interest in the Pony Creek property by incurring US\$3.5-million in resource exploration and development expenditures over a three-year period. Mill City has been advised that approximately US\$2.0-million has been expended to date and expects Grandview to complete the balance of its option agreement obligation within this 2006 drilling program.

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

Mill City is a gold exploration company focused on creating value for shareholders by exploring and developing high-grade gold properties in Nevada. Details of Mill City’s projects are available on the Company’s website at [www.millcitygold.com](http://www.millcitygold.com).

**FOR FURTHER INFORMATION PLEASE CONTACT:**

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