

MILL CITY GOLD CORP.

FOR IMMEDIATE RELEASE

TSX VENTURE SYMBOL "MC"

MILL CITY RETAINS BUY-BACK OPTIONS TO PURCHASE ONE THIRD OF ALL NEVADA ROYALTIES

SEPTEMBER 28, 2006 – CALGARY, ALBERTA – MILL CITY GOLD CORP. (“Mill City” or the "Company") announced today that it will allow the purchase by Vista Gold Corp. (“Vista”, VGZ-TSX, VGZ-AMEX) of all eight privately held 3% NSR’s (Net Smelter Returns royalty interests) in the Company’s 100% owned Nevada properties for US\$24.9 million but will retain buy-back options to purchase one third of each 3% NSR any time up to the commencement of Commercial Production for US\$1 million each.

On August 30, 2006 Mill City was provided with an allocation of the purchase price to the eight NSR’s as agreed to by Vista as follows:

North Mill Creek/Elder Creek/NAD Property	US\$ 4,140,000
North Carlin Property	US\$ 1,150,000
Tusk Property	US\$ 690,000
Switch/Six Mile Property	US\$ 460,000
Toy Property	US\$ 2,820,000
Eden Property	US\$ 2,760,000
Pony Creek Property	US\$11,500,000
Elliot Dome Property	US\$ 1,380,000
Total Purchase Price	US\$24,900,000

The Nevada properties which encompass approximately 50 square miles, were purchased by Mill City in 2003 and are located in the major Nevada gold trends. These properties are optioned to two separate companies who each have the right to earn a 60% interest. Should each of these companies earn their 60% interest, Mill City would retain a 40% working interest.

“The NSR’s are being valued today at the equivalent of \$0.75 per Mill City share based on the number of shares currently issued and outstanding, making an ultimate 40% working interest together with buy-back options to purchase a 1% NSR in each of eight agreements, a potentially very valuable asset,” said Jim Brown, Mill City’s President & CEO.

The Mill City Nevada Royalties valued by Vista at US\$24.9 million, represent approximately one third of a US\$75 million transaction.

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

FOR FURTHER INFORMATION PLEASE CONTACT:

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