

FOR IMMEDIATE RELEASE

TSX VENTURE SYMBOL "MC"

**MILL CITY FINALIZES TERMS WITH TEMEX TO ACQUIRE A 50% INTEREST IN APPROX. 16,000 HA NEAR NORONT Ni-Cu-PGE DISCOVERY**

**DECEMBER 12, 2007 – CALGARY, ALBERTA – MILL CITY GOLD CORP. (“Mill City” or the “Company”)** (TSX.V–MC) announces it has entered into a binding letter of intent with Temex Resources Corp. (“Temex”) (TSX.V–TME) to acquire a 50% interest in 64 staked mining claims (the “Claims”) totaling 1012 mining claim units (16,192 ha) in the general area of the Noront Resources Ltd. (“Noront”) (TSX.V–NOT) recent Nickel-Copper PGE discovery. The Claims, which are located in the Sachigo Greenstone Belt in the James Bay Lowlands region of Northern Ontario, are in two areas, one of which includes approximately two thirds of the Claims north of the Noront Double Eagle discovery. These northern claims are subject to a 2% NSR royalty payable as 1% NSR to each of Noront and Baltic Resources Inc. (TSX.V–BLR). The other claim blocks were recently acquired by Temex (100%) and are located to the southwest of the Noront discovery.

The Claims cover features thought to be geological environments similar to the geological environment near the Noront Ni-Cu-PGE discovery. It is believed that these recently acquired Claims have never been subjected to any previous exploration for Ni-Cu-PGE mineralization, and for the most part, the Claims have not been covered by a modern magnetic and electromagnetic geophysical survey. The initial exploration program will consist of a combination of airborne and ground geophysical surveying followed shortly thereafter by diamond drilling of priority targets.

In order to earn its 50% interest in the Claims, Mill City shall, upon execution of a definitive Option and Joint Venture Agreement, make a cash payment of \$300,000 and issue to Temex 250,000 common shares of Mill City and complete an aggregate of \$2,500,000 of exploration expenditures over a 3 year period. Mill City must also issue 250,000 shares on the first anniversary of the agreement.

Mill City shall be entitled to extend for one year the time for completion of each milestone of the Work Commitment by notice to Temex if given prior to the applicable anniversary of signing. Each extension shall require Mill City to issue Temex 250,000 common shares of Mill City.

During the earn-in period, Temex will act as the Company’s Agent to carry out the exploration programs and is entitled to charge an industry standard management fee. Upon Mill City earning its 50% interest in the Claims, Temex shall have 60 days from the date of exercise of the Option to elect to form a 50:50 joint venture with Mill City for further exploration and development of the Claims or to forego the joint venture and reduce its undivided 50% interest in the Claims to a 15% carried and non-assessable interest in the Claims to the date of commencement of commercial production from the Claims. Should Temex elect to form a joint venture, Temex shall be the operator and the joint venture shall be governed by a joint management committee.

The terms of the transaction are subject to TSX Venture Exchange approval.

For further information please contact James R. Brown at 403-640-0110 or visit the Company’s website at [www.millcitygold.com](http://www.millcitygold.com).

**ON BEHALF OF THE BOARD OF DIRECTORS**

“James R. Brown”

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James R. Brown

President and CEO

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