

MILL CITY GOLD CORP.

FOR IMMEDIATE RELEASE

TSX VENTURE SYMBOL "MC"

MILL CITY ARRANGES \$1.5 MILLION PRIVATE PLACEMENT FINANCING

APRIL 16, 2008 – CALGARY, ALBERTA – MILL CITY GOLD CORP. (“Mill City” and/or the “Company”) is pleased to announce that it has arranged a non-brokered private placement financing pursuant to which it will issue 7.5 million units at a price of 20 cents per unit to raise proceeds of \$1.5 million. Under the terms of the private placement, the Company will issue 3,750,000 flow-through units at 20 cents per unit, each unit consisting of one flow-through common share of Mill City and one-half of one share purchase warrant, each whole such warrant entitling the holder thereof to acquire one additional common share of Mill City (which shall not be a flow-through share) for a period of 24 months at a price of 40 cents per share; and 3,750,000 hard dollar units at 20 cents per unit, each unit consisting of one common share of Mill City and one share purchase warrant entitling the holder thereof to acquire one additional common share of Mill City for a period of 24 months at an exercise price of 40 cents per share. The warrants will contain an “Accelerated Expiry Provision” whereby, in the event that the closing price of the Company’s listed shares exceeds 60 cents for a period of twenty (20) consecutive trading days, the Company may give written notice to holders of the warrants that the warrants shall expire on the 20th day from the date of the notice. Proceeds of the financing will be used to fund the Company’s ongoing exploration program in the McFaulds Lake Area, James Bay Lowlands, northern Ontario and for general corporate purposes. The private placement remains subject to the approval of the TSX Venture Exchange.

The Company is very pleased to announce that Pinetree Capital Ltd., Northfield Capital Corp. and William O. Ballard, President of Orion Capital Incorporated have agreed to purchase a substantial portion of the units available in this offering.

Mill City is a Canadian exploration company exploring for base and precious metals in the McFaulds Lake, James Bay Lowlands area of Northern Ontario. The Company is also exploring for gold in North Central Nevada.

For further information please contact James R. Brown at 403-640-0110 or visit the Company’s website at www.millcitygold.com

ON BEHALF OF THE BOARD OF DIRECTORS

“James R. Brown”

James R. Brown

Chairman, President & CEO

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