

ASX RELEASE



MONTEZUMA MINING COMPANY LTD

PO Box 910 West Perth WA 6872
31 Ventnor Ave, West Perth WA 6005
Telephone +61 8 6315 1400
Facsimile +61 8 9486 7093
info@montezumamining.com.au
www.montezumamining.com.au

1 March 2011

ASX CODE: MZM
ISSUED SHARES: 45.05M
52 WEEK HIGH: \$0.95
52 WEEK LOW: \$0.18

CONTACT:

JUSTIN BROWN
Managing Director
+61 438 745 675

BOARD:

Denis O'Meara: Chairman
Justin Brown: MD
John Ribbons: Non-Exec

KEY PROJECTS:

BUTCHERBIRD (100%)
Manganese, Copper

PEAK HILL (85-100%)
Gold

DURACK (earning 85%)
Gold, Copper

MT PADBURY (100% of gold)
Gold, Manganese, Iron

KEY SHARE POSITIONS:

AUVEX RESOURCES LTD
7,500,000 FPO Shares

BUXTON RESOURCES LTD
3,010,000 FPO Shares

*Note: Unless otherwise stated,
all drill intersections are reported
as down-hole widths.*

BUTCHERBIRD MANGANESE/COPPER PROJECT REMAINING DRILL RESULTS

- Remaining assay results received for the Illgararie Ridge and Budgie Hill deposits.
- Best results include:

10BB405	10m @ 13.8% Mn from 15m (including 5m @ 16.47% Mn)
10BB406	10m @ 9.78% Mn from 12m (including 3m @ 11.92% Mn)
10BB413	10m @ 9.80% Mn from 25m (including 6m @ 11.09% Mn)
10BB404	13m @ 9.23% Mn from 9m

The Company is pleased to advise that remaining assays have now been received for the major RC drilling programme completed late in 2010. The assay data relates to the Illgararie Ridge and Budgie Hill Prospects, two of the seven manganese deposits confirmed to date at the Butcherbird Project. Drilling and Resource data relating to the third area covered by the programme at Yanneri Ridge have been previously released.

The data acquired from this drilling have been used to calculate updated Exploration Targets for these deposits. The Company believes an ****Exploration Target of between 20 and 50 million tonnes grading between 10% and 15% Mn** applies to Illgararie Ridge and an **Exploration Target of between 5 and 10 million tonnes grading between 10 and 15% Mn** applies to Budgie Hill.

***It should be noted that the potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a Mineral Resource, and that it is uncertain if further exploration will result in the determination of a Mineral Resource.*

Further work to define JORC compliant resources over these deposits will be conducted going forward, in conjunction with testing other Mn and copper targets within the Project area, including several high priority targets identified by the recently completed EM survey.

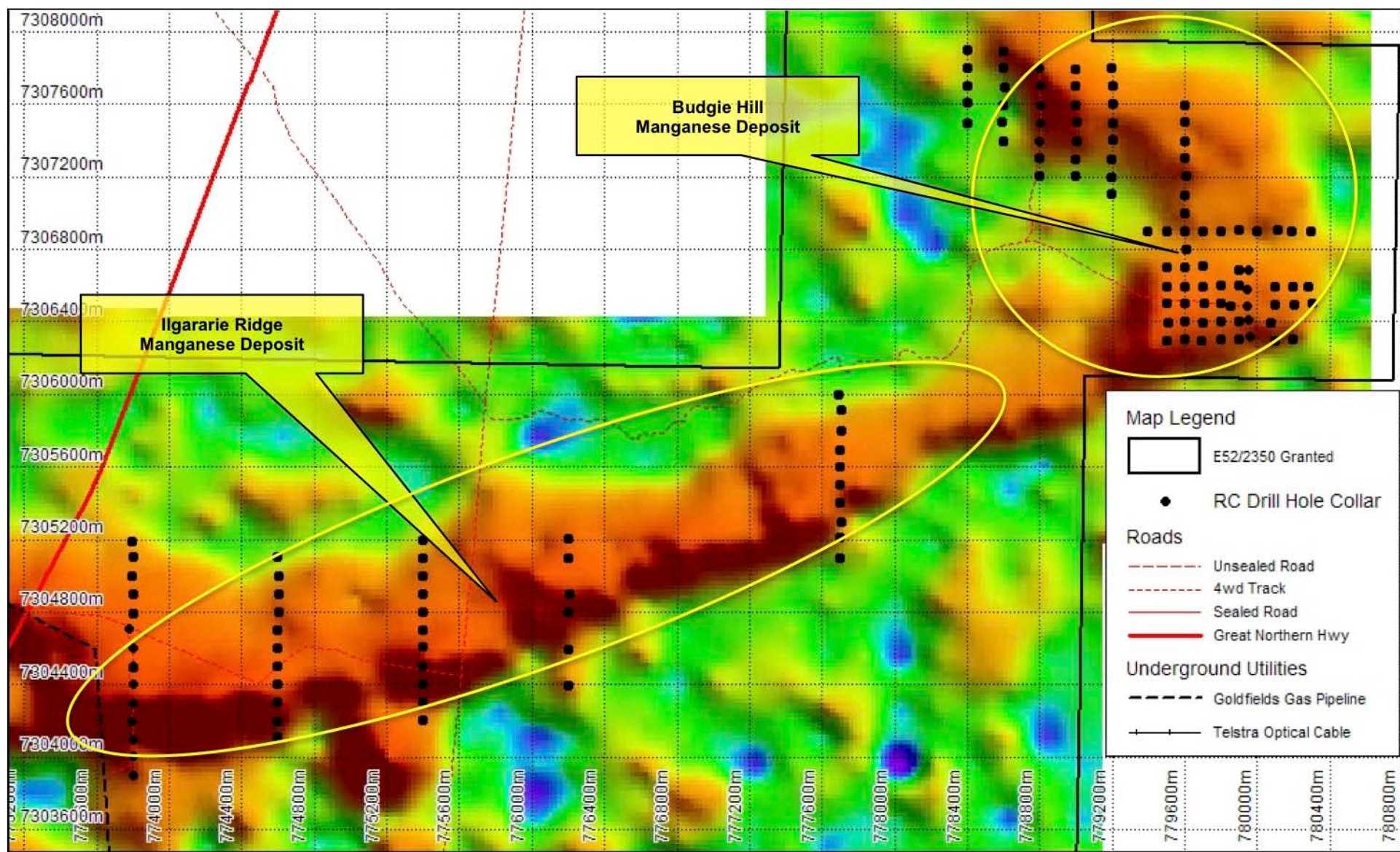


Figure 1: RC drillhole collar locations for the Ilgararie Ridge and Budgie Hill deposits. Collars are shown over the coincident EM data

Hole_ID	Prospect	Northing (MGA94)	Easting (MGA94)	Depth	From	To	Interval	Mn (%)	Including	Fe (%)	SiO2 (%)	P2O5 (%)
10BB384	ILLGARARIE RIDGE	7304996	773798	34	9	10	1	9.62		12.00	44.82	0.09
					13	14	1	9.08		8.44	49.42	0.14
10BB385	ILLGARARIE RIDGE	7304900	773803	34	27	28	1	8.69		14.53	43.58	0.38
10BB386	ILLGARARIE RIDGE	7304795	773799	34	25	31	6	8.50	1m @ 15.65	10.88	48.97	0.24
10BB396	ILLGARARIE RIDGE	7304301	774600	34	12	15	3	11.57		11.13	44.88	0.26
					19	24	5	8.90		11.97	47.50	0.28
10BB397	ILLGARARIE RIDGE	7304197	774596	52	16	26	10	8.59	1m @ 14.84	12.94	46.69	0.19
					28	29	1	11.41		13.92	42.33	0.32
					34	37	3	9.81		10.77	48.70	0.18
					38	42	4	9.31	1m @ 14.62	16.47	43.42	0.35
10BB398	ILLGARARIE RIDGE	7304112	774597	46	13	14	1	9.22		9.24	49.36	0.09
					17	18	1	9.72		11.03	46.30	0.13
					34	36	2	9.73		14.45	43.18	0.14
10BB402	ILLGARARIE RIDGE	7304899	775400	34	24	26	2	8.36		12.37	48.43	0.23
					29	34	5	8.07		11.29	40.02	0.28
10BB403	ILLGARARIE RIDGE	7304803	775401	28	13	14	1	9.45		11.32	48.38	0.25
					16	17	1	8.73		12.39	47.53	0.28
					20	23	3	9.73		12.75	46.17	0.29
					24	25	1	9.07		12.62	46.25	0.46
					27	28	1	8.13		7.91	47.10	0.10
10BB404	ILLGARARIE RIDGE	7304701	775400	28	9	22	13	9.23	3m @ 10.63	12.56	46.81	0.25
					26	28	2	11.99		8.15	39.71	0.36
10BB405	ILLGARARIE RIDGE	7304605	775401	34	7	8	1	9.56		5.69	57.17	0.12
					11	13	2	8.04		11.24	49.50	0.22
					15	25	10	13.28	5m @ 16.47	12.01	43.18	0.32
10BB406	ILLGARARIE RIDGE	7304502	775400	34	0	1	1	11.86		15.21	39.13	0.06
					7	8	1	10.55		10.42	48.07	0.16
					12	22	10	9.78	3m @ 11.92	14.44	44.69	0.37
					26	27	1	14.34		11.24	33.52	0.48
					28	29	1	10.42		12.43	35.55	0.43
10BB407	ILLGARARIE RIDGE	7304402	775399	34	5	8	3	11.01	1m @ 14.04	10.92	46.71	0.14
					14	18	4	10.58	1m @ 14.96	16.56	41.80	0.29

Hole_ID	Prospect	Northing (MGA94)	Easting (MGA94)	Depth	From	To	Interval	Mn (%)	Including	Fe (%)	SiO2 (%)	P2O5 (%)
					20	22	2	11.11		13.22	44.77	0.23
					23	24	1	8.08		11.22	49.26	0.27
10BB408	ILLGARARIE RIDGE	7304300	775395	40	5	7	2	10.90		10.59	47.02	0.19
					9	10	1	9.05		16.12	44.04	0.18
					12	13	1	9.75		15.22	44.56	0.21
					16	19	3	9.63		14.09	44.44	0.24
					20	21	1	8.13		11.27	48.77	0.20
					23	27	4	9.73	1m @ 11.92	10.57	48.22	0.23
10BB411	ILLGARARIE RIDGE	7305098	776199	40	28	31	3	8.97		14.48	43.41	0.29
					32	33	1	8.19		16.23	43.91	0.30
					35	36	1	14.28		16.49	35.73	0.45
10BB413	ILLGARARIE RIDGE	7304902	776209	40	25	35	10	9.80	6m @ 11.09	12.82	47.05	0.40
10BB414	ILLGARARIE RIDGE	7304799	776202	34	27	28	1	8.14		13.30	47.93	0.25
10BB422	ILLGARARIE RIDGE	7305915	777703	34	17	20	3	7.27		11.08	47.92	0.16
10BB424	ILLGARARIE RIDGE	7305696	777699	34	13	14	1	10.86		9.48	45.91	0.17
10BB425	ILLGARARIE RIDGE	7305598	777700	40	27	28	1	11.87		11.58	44.70	0.40
					30	31	1	8.88		10.58	49.92	0.28
10BB426	ILLGARARIE RIDGE	7305502	777696	34	22	28	6	7.72	2m @ 8.32	11.61	49.75	0.26
10BB427	ILLGARARIE RIDGE	7305403	777701	34	10	12	2	9.16		12.67	46.82	0.29
					13	14	1	9.24		20.64	35.60	0.57
					16	18	2	9.90		15.25	42.56	0.32
					21	24	3	10.28	1m @ 13.85	12.37	46.69	0.28
10BB428	ILLGARARIE RIDGE	7305298	777703	28	4	19	15	8.17	3m @ 10.62	14.49	46.17	0.32
10BB442	BUDGIE HILL	7307901	778397	28	12	21	9	9.21	2m @ 10.12	14.23	43.28	0.34
10BB448	BUDGIE HILL	7307896	778600	16	0	7	7	9.12	1m @ 14.82	13.77	44.56	0.39
					10	11	1	9.33		12.11	46.51	0.27
10BB449	BUDGIE HILL	7307799	778602	22	7	17	10	7.35		12.44	46.25	0.29
10BB458	BUDGIE HILL	7307700	778999	28	0	1	1	9.13		8.72	40.49	0.12
					3	7	4	8.36		11.65	46.69	0.58
10BB459	BUDGIE HILL	7307598	778999	34	13	15	2	10.90		11.24	45.77	0.22
					18	19	1	9.87		12.98	45.06	0.39
					20	25	5	8.93	2m @ 10.30	15.26	44.64	0.47

Hole_ID	Prospect	Northing (MGA94)	Easting (MGA94)	Depth	From	To	Interval	Mn (%)	Including	Fe (%)	SiO2 (%)	P2O5 (%)
10BB460	BUDGIE HILL	7307500	779002	40	13	14	1	10.23		9.94	47.71	0.18
					28	29	1	10.16		13.92	43.87	0.33
10BB485	BUDGIE HILL	7306899	779800	22	4	5	1	10.11		12.11	42.86	0.12
					7	8	1	8.02		8.18	50.94	0.10
					17	18	1	15.75		17.14	31.67	0.21
10BB491	BUDGIE HILL	7306702	779496	40	17	19	2	8.13		8.28	51.72	0.15
					20	21	1	10.41		10.35	46.65	0.19
					27	29	2	7.64		12.74	48.45	0.23
10BB492	BUDGIE HILL	7306598	779496	40	23	25	2	9.21		9.98	49.14	0.32
					33	36	3	9.27		14.77	43.56	0.41
10BB493	BUDGIE HILL	7306501	779499	40	24	25	1	8.91		12.54	46.63	0.33
					32	34	2	9.14		12.23	46.70	0.39
10BB494	BUDGIE HILL	7306394	779504	34	15	17	2	16.52		10.64	38.56	0.16
					25	29	4	8.67	2m @ 10.23	13.09	46.61	0.38
10BB495	BUDGIE HILL	7306295	779500	40	21	24	3	11.26		12.61	43.01	0.26
					28	29	1	9.73		16.21	40.94	0.28
10BB498	BUDGIE HILL	7306302	779599	40	16	19	3	8.43		11.64	48.10	0.25
					21	26	5	10.55	3m @ 11.27	13.13	44.95	0.26
					30	31	1	9.81		12.34	48.60	0.33
10BB499	BUDGIE HILL	7306402	779600	40	14	17	3	7.62		12.18	48.49	0.24
					19	23	4	7.97		14.37	45.76	0.34
10BB501	BUDGIE HILL	7306597	779596	40	14	15	1	10.26		7.09	48.89	0.16
10BB505	BUDGIE HILL	7306499	779703	34	24	25	1	9.14		12.55	47.52	0.22
					30	31	1	12.47		14.68	39.61	0.31
10BB506	BUDGIE HILL	7306400	779695	28	5	6	1	9.38		8.63	49.14	0.20
					18	19	1	9.12		14.91	42.17	0.54
10BB507	BUDGIE HILL	7306299	779692	34	7	14	7	11.77	2m @ 16.52	12.21	43.91	0.31
10BB510	BUDGIE HILL	7306301	779795	28	2	7	5	8.20		12.47	48.10	0.21
					12	13	1	8.17		17.13	43.69	0.43
					14	18	4	8.56		15.46	44.09	0.51
10BB511	BUDGIE HILL	7306401	779794	28	1	5	4	9.68	1m @ 11.72	13.64	45.28	0.31
					7	8	1	10.91		10.09	47.75	0.27

Hole_ID	Prospect	Northing (MGA94)	Easting (MGA94)	Depth	From	To	Interval	Mn (%)	Including	Fe (%)	SiO2 (%)	P2O5 (%)
					12	13	1	8.86		13.52	47.09	0.46
					15	19	4	11.55	1m @ 17.45	14.96	41.96	0.44
10BB512	BUDGIE HILL	7306500	779800	34	2	12	10	8.18		12.71	47.94	0.28
					20	23	3	9.20	1m @ 13.02	10.68	49.50	0.47
10BB516	BUDGIE HILL	7306601	779899	28	1	2	1	10.83		6.77	44.81	0.33
					4	14	10	7.29	2m @ 9.67	11.69	49.18	0.33
					17	19	2	9.78		12.82	44.68	0.47
10BB517	BUDGIE HILL	7306402	779895	22	8	9	1	8.19		16.52	45.08	0.50
					10	11	1	12.44		15.63	38.71	0.86
					12	14	2	7.68		14.54	46.75	0.37
					18	19	1	8.26		11.08	49.30	0.23
10BB520	BUDGIE HILL	7306700	780100	22	5	6	1	8.53		12.59	46.86	0.30
10BB521	BUDGIE HILL	7306597	780098	22	7	11	4	9.94	1m @ 13.49	13.24	44.53	0.45
					13	15	2	8.95		15.72	38.97	0.53
					16	18	2	7.61		15.89	43.68	0.54
10BB522	BUDGIE HILL	7306496	780098	22	3	9	6	9.90	2m @ 11.88	15.71	41.67	0.52
10BB527	BUDGIE HILL	7306598	780195	16	0	1	1	10.51		12.61	45.99	0.24
10BB528	BUDGIE HILL	7306496	780202	16	2	3	1	8.73		13.03	40.53	0.16

Table 1: RC Drilling results from the Butcherbird Project area. Composite results shown from geologically constrained zones and a bottom cut of approximately 8% manganese. Assays were completed on 1m splits by Nagrom Laboratories using Fused Bead XRF analysis.

All results are quoted as downhole intersections.

Coupled with the potential for further exploration success both in manganese and copper, the Butcherbird Project will be the key focus over the coming months as the Company advances its goal of making the transition from explorer to large scale miner.

Investor Coverage

Recent investor relations, corporate videos and broker/media coverage on the Company's projects can be viewed on the Company's website at www.montezumamining.com.au.

About Montezuma Mining Company Ltd

Listed in 2006, Montezuma (ASX: MZM) is a diversified explorer primarily focused on manganese, copper and gold. Montezuma has a 100% interest in the Butcherbird Manganese/Copper Project and an 85-100% interest in the Peak Hill and Durack Gold Projects in the Murchison region of Western Australia.

More Information

Justin Brown

Managing Director

Phone: +61 (8) 6315 1400

Mobile: +61 438 745 675

The Information in this report that relates to exploration results is based on information compiled by Justin Brown, who is a member of the Australian Institute of Mining & Metallurgy. Mr Brown is a geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Justin Brown consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.