

ASX RELEASE

MONTEZUMA MINING COMPANY LTD

PO Box 8535 Perth BC WA 6849
133 - 135 Edward Street Perth WA 6000
Telephone +61 8 9228 4833
Facsimile +61 8 9328 8302
info@montezumamining.com.au
www.montezumamining.com.au
ABN 46 119 711 929

19 October 2009

ASX CODE: MZM
ISSUED SHARES: 41.69M
52 WEEK HIGH: \$0.24
52 WEEK LOW: \$0.02

CONTACT:

JUSTIN BROWN
Managing Director
+61 438 745 675

BOARD:

Denis O'Meara: Chairman
Justin Brown: MD
Ian Cornelius: Non-Exec

KEY PROJECTS:

PEAK HILL (100%)
Gold

BUTCHER BIRD (100%)
Manganese, Copper

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

KEY SHARE POSITIONS:

AUVEX RESOURCES LTD
10,000,000 FPO Shares

BUXTON RESOURCES LTD
2,000,000 FPO Shares

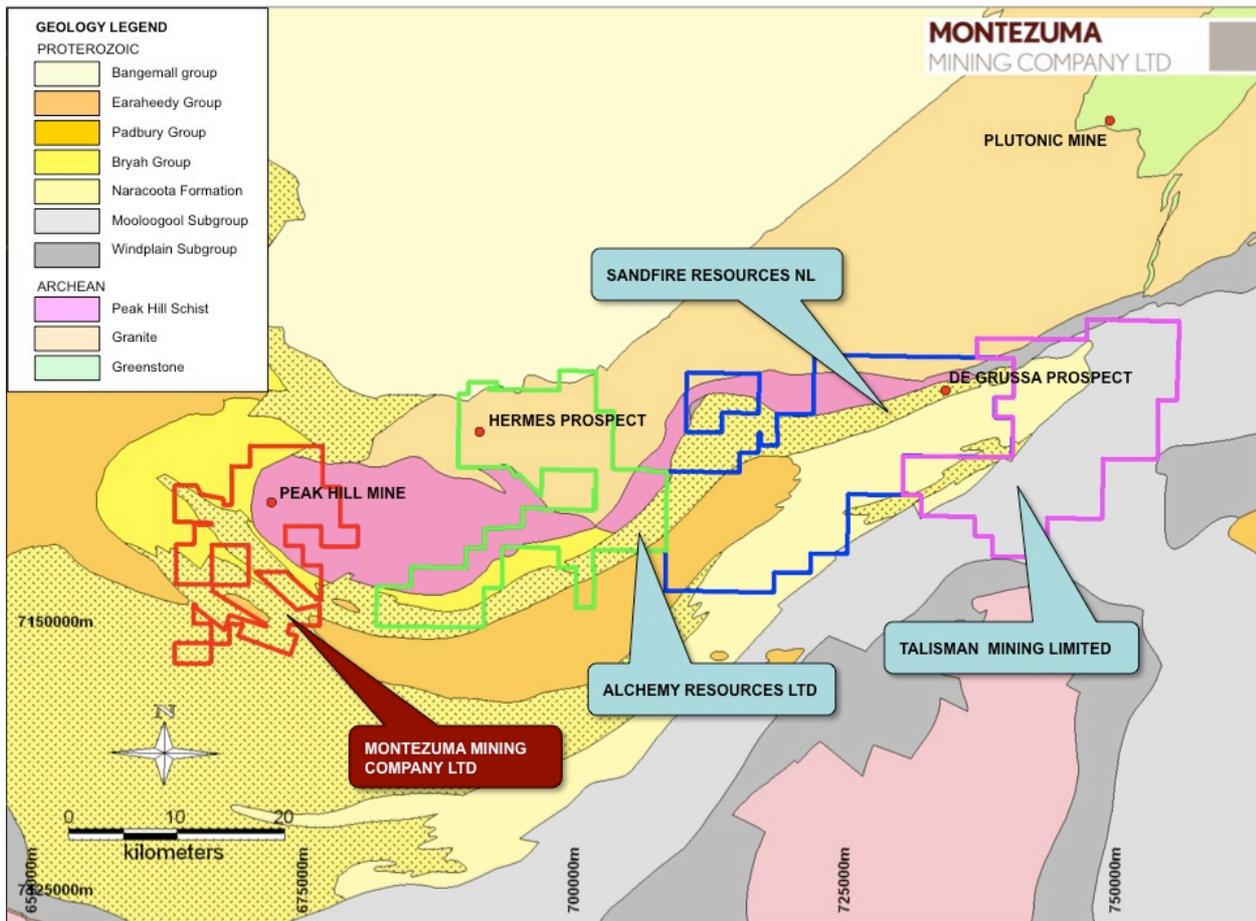
PEAK HILL PROJECT UPDATE

- Applications have been granted which will significantly increase the Company's ground holding at the Peak Hill Project.
- Exploration program to commence on **Narracoota Formation** mapped within Montezuma acreage, along strike from Alchemy Resources Limited and Sandfire Resources NL's tenements.
- Ground also contains significant extensions to existing gold mineralisation. Drilling highlights by previous workers include;
 - **6m @ 21.2 g/t** from 51m,
 - **4m @ 11.0 g/t** from 27m;
 - **2m @ 25.7 g/t** from 52m and;
 - **8m @ 5.7 g/t** from 10m.

Montezuma is pleased to announce that an exploration licence covering approximately 111km² of tenure at Peak Hill **has been granted**. The additional ground covers significant areas of **gold mineralisation potential** as well as areas containing the **Narracoota Formation rocks**, the host to Sandfire Resources NL's recent copper discovery at their De Grussa Project.

The new tenure contains high grade gold drilling intersections ready for follow up, as well as a number of regional targets comprising geochemical, rock chip and drilling anomalies. The area also covers structural positions with significant potential to host extensions and/or repetitions of mineralisation near the known major gold mineralisation areas at Peak Hill.

The grant of these licences opens the way for Montezuma to commence exploration over the new ground with the aim of extending the existing gold Resources at Peak Hill as well as assessing the potential for analogues to the recent copper discoveries along strike to the east.



More Information

Justin Brown

Managing Director

Phone: +61 (8) 9228 4833

Mobile: 0438 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 "Australian 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 appear.