

ASX RELEASE



MONTEZUMA MINING COMPANY LTD

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10 November 2010

ASX CODE: MZM
ISSUED SHARES: 42.63M
52 WEEK HIGH: \$0.51
52 WEEK LOW: \$0.18

CONTACT:

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BOARD:

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

KEY PROJECTS:

PEAK HILL (85-100%)
Gold

DURACK (earning 85%)
Gold, Copper

BUTCHERBIRD (100%)
Manganese, 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

RESOURCE DRILL OUT COMMENCES AT BUTCHERBIRD MANGANESE/COPPER PROJECT

- Approximately 9,000m RC and DD manganese drilling programme has commenced at Butcherbird.
- Drilling to support maiden JORC Mineral Resource Estimate for Yanneri Ridge.
- Diamond core to provide material for definitive beneficiation studies and circuit design.
- Programme includes further extensional drilling at the Budgie Hill, Ilgarrarie Ridge and Ilgarrarie Hill target areas.

The Company is pleased to advise that a drilling programme comprising approximately 9,000m of RC and DD drilling has commenced at the Butcherbird manganese/copper project.

The programme comprises infill drilling at the Yanneri Ridge deposit, the data from which is expected to form the basis of a maiden JORC Mineral Resource Estimate targeted for completion in late December 2010 or early January 2011.

The programme will also include step out drilling at Budgie Hill, Ilgarrarie Ridge, and Ilgarrarie Hill to better define the potential of these key target areas.

The third key aspect of the work is to provide diamond core to support more definitive metallurgical testing which is expected to yield better recoveries and potentially higher beneficiation grades than the work completed to date on RC chips.

The combined information from this programme will provide important inputs into a scoping study to investigate the commercial potential of the manganese mineralisation at Butcherbird which is slated for commencement mid January 2011.

A VTEM orientation survey is also expected to commence mid November 2010 and will cover several of the known manganese deposits as well as the Butcherbird copper prospect. The survey will test the potential for this technique to be used as a regional exploration tool to find buried manganese and/or copper mineralisation within the Project area.

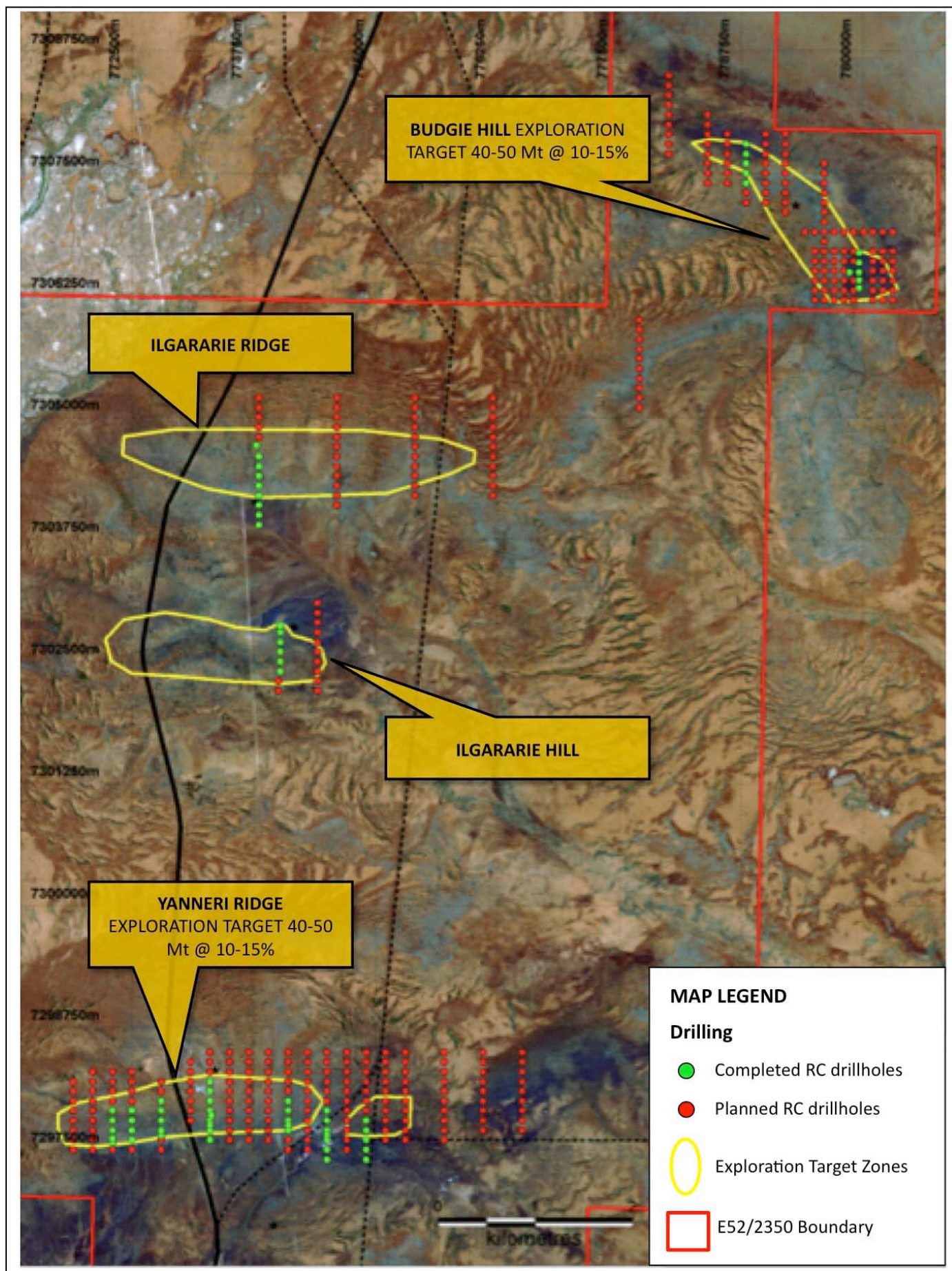


Figure 1: Plan view showing completed drillhole locations, and planned RC collar locations for the infill drilling programme at Butcherbird (east).

More Information**Justin Brown**

Managing Director

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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.