

CORPORATE UPDATE

October 2013

Dear Shareholders,

Although there has been no material news to report since the September update, I assure you that we have been no less assiduous in our continued efforts to obtain financing or joint venture partners, and we are making progress.

Some of the emails received from shareholders this month, asked when Mahdia will be listed on the TSX Venture Exchange. A lot of the ground work for the listing has been done, but with our current financial situation, we have put the Venture listing on the back burner. It is my opinion that the highest priority, at this juncture, is to have a viable corporation that is producing gold, and until this happens, a change in listing will do little to promote Mahdia. Once mining operations are underway, and there is consistent revenue, management will revisit the TSX Venture Exchange listing.

Thank you for your continued support of Mahdia. Please note that questions and concerns can be directed to info@mahdiagold.com, and I will do my best to respond directly, or incorporate answers into the following month's newsletter.

Regards,

Andre J. Douchane,
President & CEO