

OPERATIONAL UPDATE - JULY 2015

July 2015

The Company is pleased to provide this OPERATIONAL UPDATE to provide shareholders with valuable information concerning the company's development.

- The Company expects to file its late audited financials shortly and is preparing to bring all necessary filings up to date for the resumption of trading. The Company will be filing its application to resume trading on the CSE.
- The Company has secured the use of a SEPRO ALLUVIAL GOLD RECOVERY PLANT with two FALCON ICON CONCENTRATORS. This equipment represents an important step forward in Mahdia Gold's gold recovery operations at Omai. The deal sees Mahdia Gold operating the SEPRO plant and concentrators with a Mahdia Gold staff. The company will pay the owner of the SPERO plant fifty percent of revenues after expenses. The SEPRO alluvial gold recovery plant could begin processing suitable material in July. Management is encouraged by the potential for the plant's production capacity. Production from the plant could help the company realize its share buyback program and help close in on the 1,000 ounces per month target it has set for itself to earn from Omai alluvial operations. Once the plant is fully maximized, the company may have an option to acquire the use of an additional larger plant. An experienced foreign geologist resident in Guyana with knowledge of operating SEPRO plants will be on site full time running the SEPRO plant.
- In addition to this, the company is negotiating with the owner of a ball mill located in Guyana, in order to use it at Omai. Any mineralized hard rock from the stockpiles will be targeted for the ball mill if the ball mill is acquired on acceptable terms.
- The Company continues to host local joint venture operators at the Omai site where mining operations are currently underway, and the company earns 20 percent of the gross gold revenues. From this effort July gold production could be around 200 ounces or more of which the company would earn 20 percent gross.
- The Company will be increasing security at the Omai site at additional costs but necessary to maximize production, field security and employee safety.
- The Company is diligently working to increase its gold production throughout 2015. A target of 1,000 ounces per month from alluvial operations has been set by the company itself.
- The main development focus of the Company remains on developing the hard rock potential of the Omai. The company looks forward to seeing growth and progress in 2015. The Company wishes to thank the shareholders for their patience and support as it moves forward.

PHOTO GALLERY

Please see page 3 for photos of the SEPRO Alluvial Gold Plant being mobilized for operations at Omai.

ABOUT MAHDIA GOLD CORP.

Mahdia is a Canadian-based gold exploration company with active gold prospects in Guyana, South America.
www.mahdiagold.com

FORWARD- LOOKING STATEMENTS

Information set forth in this update may involve forward-looking statements under applicable securities laws. The forward looking statements contained herein are expressly qualified in their entirety by this cautionary statement. The forward-looking statements included in this document are made as of the date of this document and the Corporation disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except expressly required by applicable securities legislation. Although Management believes that the expectations represented in such forward-looking statements are reasonable, there can be no assurance that such expectations will prove to be correct. This update does not constitute an offer to sell or solicitation of an offer to buy any of the securities described herein and accordingly undue reliance should not be put on such. Neither the Canadian Securities Exchange (CSE) nor its Regulation Services Provider (as that term is defined in the policies of the CSE) accepts responsibility for the adequacy or accuracy of this update.

CONTACT INFORMATION

Mahdia Gold Corp.
Don Gordon
Interim CEO
604-617-7221
dagcorp123@gmail.com

PHOTO GALLERY

Photos of the SEPRO Alluvial Gold Plant being mobilized for operations at Omai



SEPRO ALLUVIAL PLANT
PLANT



SEPRO LOGO PLATE



PLANT CONTROL PANEL



SEPRO HOSES



85 KVA PLANT GENERATOR



GENERATOR CONTROL
PANEL



2 ICON Falcon
Concentrators