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March 17, 2011

Mahdia Gold Corp is pursuing the OMAI goldmine in Guyana. The management of Mahdia Gold Corp submitted a written proposal to the Guyana Government in early March 2011 and then on March 17th, 2011, management made an oral presentation before a review committee of the Guyana Government. Accompanying the management in that presentation were the company's Guyanese legal counsel, Canadian financial representation and Canadian engineering representation. Mahdia Gold Corp is very pleased with the presentation we delivered to the Guyana Government.

The OMAI goldmine was previously developed and produced by Cambior Resources (of Canada). Almost four million ounces were taken from two open pits. (see photo below);

The smaller pit is called the FENNEL pit and the longer "carrot shaped" pit is called the WENOT pit.

As reported in an IAMGOLD report provided to the Guyana Government, in 2006-2007, drilling was done in only the Fennel pit of 46 diamond drill holes totalling 27,359 metres up to a maximum length of 967m. This drilling outlined a resource in only the Fennel pit of 17.5Mt @ 2.51g/t (1.4M oz). Underground water flooded only the Fennel pit and as such a detailed engineering study must first be completed in order to access the 1.4m ozs of gold under the Fennel pit.

No drilling was conducted in the Wenot pit. Although the Wenot pit is visibly filled with water, the Wenot pit was not flooded by underground water that flooded the Fennel pit, but instead the Wenot pit was deliberately flooded by the operator when it was used as a tailings pond. It is hopeful that the Wenot pit could also yield economic benefits.

A decision by the Guyana Government on the OMAI underground is expected shortly as it wraps up an open bid process where four companies responded. Mahdia Gold Corp feels confident about the process and we will make an announcement as soon as the company receives any information from the Guyana Government.

Mahdia Gold Corp currently has 62,004,020 shares outstanding.

For further information contact:

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