

MORNING STAR GOLD N.L.

ABN 34 003 312 721
LEVEL 4, 20 LOFTUS ST.
SYDNEY NSW 2000

30 January 2007

ACTIVE HALF YEAR AHEAD FOR CASHED UP MORNING STAR

Morning Star Gold (ASX: MCO) raised \$2.5million through a share placement, exercise of Jan 2007 options and a successful pro-rata rights issue of Dec 2008 options to intensify its focus on the Company's newly aggregated tenements located in the Woods Point goldfield 120 km north-east of Melbourne.

The December quarterly report now released confirms the Company has refurbished the Morning Star mine shaft to a depth of 251m to enable the continuation of its underground sampling program & commencement of its underground diamond drilling of an area known as "The Gap", which is scheduled for the current quarter.

WMC (GMA) last mined at the Morning Star mine in 1961. Historical production records showed average grades of 26.5g/tonne Au.

The December quarter also saw the renewal of all of Morning Star Gold's Mining Licences over its Woods Point tenements and includes newly granted Mining Licenses adjacent to the Morning Star mine. This gives the Company the largest ever historical aggregation of tenements at Woods Point.

The Company's newly issued listed options (ASX: MCOOA) expire on Dec 31st 2008 and area exercisable at 0.25c.

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