

MIDWAY GOLD CORP.
MDW-V \$1.85

SPECULATIVE BUY
TARGET \$4.00

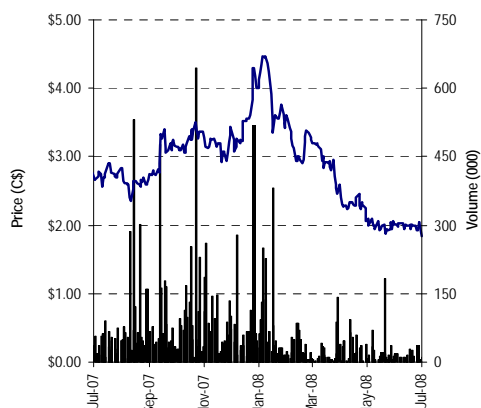
MIDWAY'S GEOLOGIC MODEL ASSISTS IN DEFINING A NEAR-SURFACE, HIGH-GRADE ZONE AT THE PAN DEPOSIT

CHANGES

	Old	New
Recommendation	Spec. Buy	N/C
Target Price	\$4.00	N/C

SHARE DATA

52-week Range	\$4.68 - \$1.84
Avg. Weekly Volume	311,854
S/O Basic (M)	51.3
S/O Fully Diluted (M)	57.0
Market Capitalization (M)	\$94.9
Est. Working Capital (M)	~\$8.8
Est. Enterprise Value (M)	\$86.1
Major Shareholders: Management	~13%
Institutions	~27%
Fiscal Year End	Dec. 31



Midway Gold Corp. is a mineral exploration company, focused on the exploration and development of gold properties on four major gold trends in Nevada. The Company's projects are well-positioned with respect to existing mining infrastructure and currently host ~1.8 M oz. of gold resources (measured, indicated, and inferred category). www.midwaygold.com

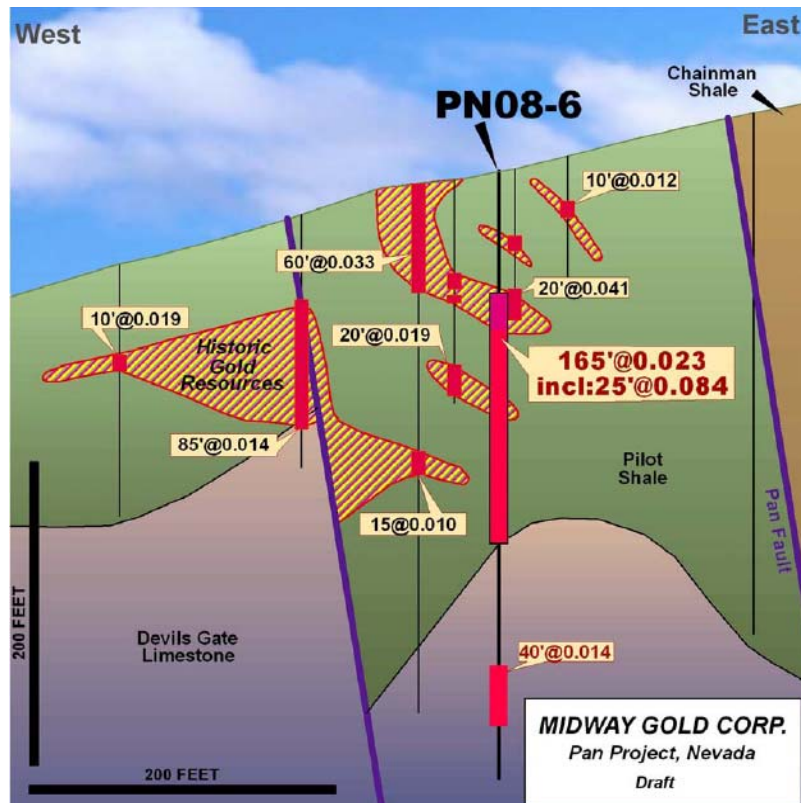
- **Current drilling program at the Pan Project results in the discovery of a near-surface, high-grade zone.** Highlights of the results from fourteen holes drilled include: 6.1 m of 7.88 g/t gold within 18.3 m of 2.98 g/t gold; 4.6 m of 3.66 g/t gold within 50 m of 0.80 g/t gold.
- **~US\$2.8 million allocated at the Pan Project to drill ~20,000 m with the intent of expanding the resource estimate (~Q3/08) as well as initiating a scoping study.** The encouraging drilling results from ongoing exploration programs enhance our confidence in the capability of the Company to upgrade/expand the current gold resources (~1.8 M oz.) to 2.0 M oz., in the next 9-12 months.
- **Midway is expected to continue its aggressive 2005-2007 exploration programs with a \$15.0 million exploration budget for 2008 (250 holes, 168,000 feet).** The intent of the 2008 exploration program is to: 1) expand and upgrade the current NI 43-101 resources; 2) advance the Midway Project to a development stage; 3) progress the Pan project to pre-feasibility stage; and 4) explore new discoveries (zones).
- **SPECULATIVE BUY recommendation with a \$4.00/share target price.** We arrive at our 12-month target price by applying two valuation techniques that indicate a range of potential market values of \$2.75-\$5.28/share, averaging \$4.02/share.

PAN PROJECT (NEVADA)

The ongoing drilling program at the Pan Deposit has led to the discovery of a prospective high grade zone that is close to the surface (~200 m). The Company completed fourteen holes (North Pan Deposit) with the intent of confirming historical drilling results. Highlights of the results include: 6.1 m of 7.88 g/t gold within 18.3 m of 2.98 g/t gold; 4.6 m of 3.66 g/t gold within 50 m of 0.80 g/t gold. The current drilling program suggests a high-grade zone that is ~180 m long, ~9 m wide, and is open to the north, south, and at depth.

The Pan Project hosts a low-grade oxide deposit exposed on the surface (**potential for low-cost open pit operation**). A 2005 resource estimate stated a measured-indicated and inferred resource of 27.26 million tons grading 0.018 oz/ton (~0.62 g/t) or ~501,400 ounces of contained gold. The Company has allocated ~US\$2.8 million to drill ~20,000 m (130 holes) with the intent of expanding the resource estimate (resource update expected in Q3/08) as well as initiate a scoping study.

Exhibit 1: Near Surface Mineralization at North Pan Deposit



Source: Midway Gold Corp.