

**PRESS RELEASE**  
**October 27, 2004**

**FOR IMMEDIATE RELEASE**

## **MIDLANDS MINERALS CORPORATION**

### **MIDLANDS MINERALS CORPORATION ANNOUNCES FINANCING**

**Midlands Minerals Corporation (“Midlands” or the “Company”)** wishes to announce that the Company will be offering up to 5,555,556 units (each a “unit”) priced at \$0.45 per unit for gross proceeds of \$2,500,000. Dominick & Dominick Securities Inc. will be acting as Midlands’ agent on a best efforts basis in connection with the \$2.5m private placement.

Each unit will consist of one (1) common share and one (1) share purchase warrant entitling the holder to acquire an additional common share at a price of \$0.60 to June 30, 2005 and at a price of \$1.00 to June 30, 2006. The Closing is anticipated to be on or before November 30, 2004.

Midlands has applied to the TSX Venture Exchange (“TSX-V”) for a listing. In this regard, Northern Securities Inc., subject to completion of satisfactory due diligence, has been retained by Midlands to act as sponsor in connection with its proposed listing on the TSX-V. An agreement to sponsor should not be construed as any assurance with respect to the merits of Midlands or the likelihood of completion of the listing process.

Completion of the transactions is subject to a number of conditions including, but not limited to stock exchange approval. There can be no assurance that the transactions will be completed as proposed or at all.

Midlands has a 75% interest in two contiguous prospecting licenses in Tanzania (the “Itilima project”). The two contiguous gold and diamond properties are located in the Lake Victoria Goldfields region of Tanzania. 1385 meters of RC drilling, supervised by Watts Griffis and McOuat Limited, was completed in April of 2004. There were 11 holes drilled for gold and 3 holes in kimberlite targets. There are 82 kimberlite targets identified by an airborne magnetic and radiometric survey conducted by Fugro Airborne Services Limited in September 2003, of which 9 were identified as priority exploration targets. The 43-101 Report and a work program for the Itilima project were prepared by Watts, Griffis and McOuat Limited.

The RC drilling, which was undertaken by Stanley Drilling Services Limited, confirmed the presence of anomalous gold mineralization in two areas. SGS Lakefield Research Limited confirmed the presence of diamond indicator minerals in a 16 kg sample and also recovered 8 micro diamonds from a 120 kg sample from the K1 kimberlite target.

Gold exploration targets have been identified for the next phase of exploration, and work is underway to confirm priority kimberlite targets on the ground.

Further soil geochemistry sampling is currently underway with 400m lines and sampling at 80m intervals on the entire 1406/99 Prospecting License.

The Company also has an 80% interest in a 109 sq km gold property on the north-east end of the Ashanti Gold Belt in Ghana (the “Kwahu Praso property”). Work done on the Kwahu Praso property to date consists of stream sediment sampling and soil geochemistry. A comprehensive soil sampling program is planned on the Kwahu Praso project which is now contiguous to Newmont Mining Company’s most recent acquisitions on the north-east end of the Ashanti Gold Belt, subject to financing availability.

In addition, the Company is finalizing a new acquisition in Ghana of a 75 sq km gold property which is contiguous to Resolute Mining’s Amansie gold property (the “Kaniago Concession”). Midlands will own 100% of the Kaniago Concession. This property was previously mined by the Ashanti people.

The TSX-V has in no way passed upon the merits of the proposed transactions and has neither approved nor disapproved the contents of this Press release.

***For further information, please contact:***

***Kim Harris, Managing Director and CEO  
1220 Sheppard Avenue East, Suite 402  
North York, Toronto, Canada  
M2K 2S5***

Tel: + (416) 492-6992

Fax: + (416) 492-6993

E-Mail: [info@midlandsminerals.com](mailto:info@midlandsminerals.com)

Web Site: [www.midlandsminerals.com](http://www.midlandsminerals.com)