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**MAJESTIC APPLIES FOR MANAGEMENT CEASE TRADE ORDER  
PENDING FILING OF YEAR END FINANCIAL STATEMENTS**

**Vancouver, British Columbia. January 30, 2009. Majestic Gold Corp.** (the “Issuer”) has not made the required filing of its audited annual financial statements (the “**Statements**”) for its financial year ended September 30, 2008 and the related Management’s Discussion and Analysis and Certifications by the Chief Executive Officer and Chief Financial Officer (collectively the “**Required Filings**”). Under National Instrument 51-102 (“**NI 51-102**”) of the Canadian Securities Administrators, the Required Filings should have been made not later than January 28, 2009. The Issuer has therefore applied to the British Columbia Securities Commission (the “**Principal Regulator**”) and the Alberta Securities Commission pursuant to Part 4 of National Policy 12-203 (“**NP 12-203**”) for a Management Cease Trade Order (“**MCTO**”) as an alternative to a general Cease Trade Order (“**CTO**”) in connection with the late filing (the “**Default**”) of the Required Filings.

The extra time for the audit is needed principally because the corporate structure makes its financial reporting very complicated, and it has taken a significant amount of time to provide to the Issuer’s auditor (the “**Auditor**”). The Issuer has five 90% owned subsidiaries and owns 45% of a sixth company, giving the Issuer effective control of that company. Each of those six companies has an interest in a different Chinese joint venture company which each hold mineral projects in China. As a result, there are effectively thirteen sets of books to reconcile and consolidate each time financial disclosure is prepared for the Issuer. On top of that, there are numerous inter-corporate transactions at the Joint Venture level and there are numerous bookkeepers and accountants involved in Canada and in China. The fact that the Issuer’s operating business is located in China presents language and foreign exchange challenges for the accounting staff.

The Issuer has taken measures to improve its accounting policies and procedures to streamline its financial reporting on a going forward basis.

The Required Filings are expected to be available for filing within one month of this Default Announcement. That period has been agreed by the Issuer and the Auditor as providing a reasonable time for completion of the Issuer’s September 30, 2008 audit.

The MCTO, if issued, will prohibit trading in securities of the Issuer, whether direct or indirect, by:

- (a) the Issuer’s Chief Executive Officer;
- (b) the Issuer’s Chief Financial Officer; and
- (c) the members of the board of directors of the Issuer or other persons or companies who had, or may have had, access directly or indirectly to any material fact or material change with respect to the Issuer that has not been generally disclosed.

There can be no assurance that an MCTO will be issued. If an MCTO is not issued, or should an MCTO be issued and should the Issuer thereafter fail to make its Required Filings on or before March 28, 2009,

the Principal Regulator can impose a cease trade order that all trading in securities of the Issuer cease for such period of time as the Principal Regulator may deem appropriate.

The Issuer intends to satisfy the provisions of the Alternate Information Guidelines as set out in NP 12-203 for as long as it remains in default in respect of the Required Filings.

**On Behalf of the Board of Directors  
MAJESTIC GOLD CORP.**

**Signed "*Rod Husband*"**

Rod Husband, P.Ge  
President

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*The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release. This news release may contain forward-looking statements including but not limited to comments regarding the timing and content of upcoming work programs, geological interpretations, receipt of property titles, potential mineral recovery processes, etc. Forward-looking statements address future events and conditions and therefore, involve inherent risks and uncertainties. Actual results may differ materially from those currently anticipated in such statements*