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MGM Energy Corp.
Calgary, Alberta
April 29, 2008



NEWS RELEASE: MGM ENERGY CORP.
Financial and Operating Results for the
Three Months Ended March 31, 2008

CALGARY, ALBERTA – MGM Energy Corp. (“MGM Energy” or the “Company”) announced today its financial and operating results for the three months ended March 31, 2008.

The Company reported a net loss for the three months ended March 31, 2008 of \$45.6 million (\$0.35 per share). The net loss for the period was principally due to the dry-hole costs of \$33.0 million the Atik P-19 and Aput C-43 wells which were previously announced as being unsuccessful and seismic costs of \$24.9 million incurred during the first quarter that related to the 2007- 2008 winter capital program that under the “successful-efforts” method of accounting is charged as an expense when incurred.

As previously announced, MGM Energy has successfully completed its 2007/2008 winter drilling and seismic programs and all equipment has been demobilized from their location. “We are in the process of analyzing the result of this winter’s activities and will incorporate the results into our planning for future drilling programs. We are also in the process of determining our plans for the 2008/2009 season and look forward to announcing those plans, likely by the end of the second quarter”, said Henry Sykes, President of MGM Energy.

MGM Energy’s full unaudited financial statements and accompanying Management’s Discussion and Analysis will be filed shortly on the SEDAR website (www.sedar.com).

MGM Energy is a Canadian oil and natural gas exploration and development company active in Northern Canada. MGM Energy’s common shares are listed on the Toronto Stock Exchange under the symbol “MGX”.

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Certain statements or information included in this press release constitute forward-looking statements under applicable securities legislation. Forward-looking statements or information in this press release include but are not limited to business strategy and objectives, exploration and drilling plans and the timing thereof, as well as the anticipated timing for seeking regulatory approvals. Such forward-looking statements or information are based on a number of assumptions which may prove to be incorrect. Although MGM Energy believes that the expectations reflected in such forward-looking statements or information are reasonable, undue reliance should not be placed on forward-looking statements because MGM Energy can give no assurance that such expectations will prove to be correct. Forward-looking statements or information are based on current expectations, estimates and projections that involve a number of risks and uncertainties which could cause actual results to differ materially from those anticipated by MGM Energy and described in the forward-looking statements or information. The forward-looking statements or information contained in this document are made as of the date hereof and MGM Energy undertakes no obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable securities laws.

MGM Energy Corp.
Balance Sheets (Unaudited)
(\$000s)

For the period prior to January 12, 2007, the results of operations and cash flows of MGM Energy Corp. have been prepared on a carve-out basis from Paramount Resources Ltd.

	As at March 31 2008	As at December 31 2007
ASSETS		
Current assets		
Cash and cash equivalents	\$ 78,348	\$ 111,301
Accounts receivable	1,677	730
	80,025	112,031
Property, plant and equipment	251,976	237,320
Future income taxes	-	13,302
	\$ 332,001	\$ 362,653
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Accounts payable and accrued liabilities	\$ 57,033	\$ 15,799
Due to related parties	150	81
	57,183	15,880
Asset retirement obligations	1,457	1,172
	58,640	17,052
Contingencies and Commitments		
Shareholders' Equity		
Share capital	377,293	404,275
Contributed surplus	2,678	2,307
Deficit	(106,610)	(60,981)
	273,361	345,601
	\$ 332,001	\$ 362,653

MGM Energy Corp.
Statements of Loss and Comprehensive Loss
(Unaudited)
(\$000s)

For the period prior to January 12, 2007, the results of operations and cash flows of MGM Energy Corp. have been prepared on a carve-out basis from Paramount Resources Ltd.

	Three Months Ended March 31	
	2008	2007
Revenue		
Interest income	\$ 1,034	\$ 253
Expenses		
General and administrative	1,565	1,365
Stock-based compensation	371	782
Pipeline regulatory and access	44	78
Exploration	24,927	432
Lease rental	250	4
Dry hole	33,034	36,397
Interest and financing charges	66	20
Accretion of asset retirement obligations	24	25
Depreciation	62	-
	60,343	39,103
Loss before tax	(59,309)	(38,850)
Future income tax recovery	(13,680)	(11,507)
Net loss and comprehensive loss	\$ (45,629)	\$ (27,343)
Net loss per Common Share (\$/share)		
Basic	(0.35)	(1.57)
Diluted	(0.35)	(1.57)
Weighted average Common Shares outstanding (000s)		
Basic	128,945	17,393
Diluted	128,945	17,393

Statements of Deficit (Unaudited)
(\$000s)

	Three Month Ended March 31	
	2008	2007
Deficit, beginning of period	\$ (60,981)	\$ -
Net income (loss)	(45,629)	(27,343)
Allocation to net investment by Paramount Resources Ltd.	-	1,350
Deficit, end of period	\$ (106,610)	\$ (25,993)

MGM Energy Corp.
Statements of Cash Flows (Unaudited)

(\$000s)

For the period prior to January 12, 2007, the results of operations and cash flows of MGM Energy Corp. have been prepared on a carve-out basis from Paramount Resources Ltd.

	Three Month Ended March 31	
	2008	2007
Operating activities		
Net loss	\$ (45,629)	\$ (27,343)
Add (deduct):		
Stock-based compensation – non cash portion	371	782
Exploration	24,927	432
Dry hole	33,034	36,397
Accretion of asset retirement obligations	24	25
Asset retirement obligation expenditures	-	(400)
Depreciation	62	-
Future income tax recovery	(13,680)	(11,507)
Funds flow used in operations	(891)	(1,614)
Change in non-cash working capital	2,760	639
	1,869	(975)
Financing activities		
Repayment of note to Paramount Resources Ltd. resulting from spin-out transaction	-	(12,000)
Proceeds on settlement of note	-	163
Common shares issued, net of issuance costs	-	78,545
Net investment by Paramount Resources Ltd. for period prior to spin-out.	-	3,195
	-	69,903
Investing activities		
Capital expenditures	(72,420)	(32,296)
Reorganization costs	-	(1,000)
Change in non-cash working capital	37,598	27,449
	(34,822)	(5,847)
Increase in cash and cash equivalents	(32,953)	63,081
Cash and cash equivalents, beginning of period	111,301	-
Cash and cash equivalents, end of period	\$ 78,348	\$ 63,081