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MGM ENERGY CORP.
Calgary, Alberta
October 21, 2009



NEWS RELEASE: MGM ENERGY CORP.
MGM Energy Corp. Announces Closing of
Private Placement of Shares

MGM Energy Corp. (“MGM Energy” or the “Company”) announced today that it has completed its previously announced non-brokered private placement financing consisting of 19,633,333 common shares at an issue price of \$0.125 per share and 6,666,667 flow-through common shares at an issue price of \$0.15 per share, resulting in gross proceeds of \$3,454,000. The proceeds will be utilized to fund \$1,000,000 of seismic expenditures in the winter of 2009/10 and for general corporate purposes.

The shares issued pursuant to the private placement will be subject to a four month hold period from the date of closing of the private placement.

MGM Energy is a Calgary-based Canadian oil and gas exploration and development company with operations in Northern Canada. MGM Energy’s common shares are listed on 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 exploration and drilling plans and the timing thereof, and future plans and operations. 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 press release 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.