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MGM Energy Corp.  
Calgary, Alberta  
March 15, 2010



**NEWS RELEASE:      MGM ENERGY CORP.**  
**2009 Financial Results and Private Placement of Common Shares**

CALGARY, ALBERTA – MGM Energy Corp. (“MGM Energy” or the “Company”) announced today its financial results for the twelve months ended December 31, 2009.

The Company reported a net loss for the twelve months ended December 31, 2009 of \$50.3 million (\$0.19 per share) as compared to a net loss of \$100.2 million (\$0.52 per share) for the twelve months ended December 31, 2008. The net loss for 2009 was principally due to the previously announced dry-hole costs of \$39.5 million related to the North Ellice J-17 and Ellice A-25 wells drilled in early 2009.

The Company also announced that certain insiders have agreed to subscribe for 25.0 million common shares by way of private placement at \$0.20 per share, generating proceeds of \$5.0 million. The private placement is currently expected to close by April 29, 2010 and is subject to TSX approval. The proceeds will be utilized by the Company for general corporate purposes and will be sufficient to fund the Company’s forecasted expenditures based on the current level of activity and commitments until at least the 1<sup>st</sup> quarter of 2011.

MGM Energy’s full audited financial statements and accompanying Management’s Discussion and Analysis will be filed shortly on the SEDAR website ([www.sedar.com](http://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”.

**FOR FURTHER INFORMATION PLEASE CONTACT:**

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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.

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

As at December 31	2009	2008
<b>ASSETS</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$ 4,486	\$ 82,001
Restricted cash	10,000	-
Accounts receivable and other current assets	1,650	1,850
	<b>16,136</b>	<b>83,851</b>
<b>Property, plant and equipment</b>	<b>233,127</b>	<b>220,725</b>
<b>Future income taxes</b>	<b>258</b>	<b>9,014</b>
	<b>\$ 249,521</b>	<b>\$ 313,590</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current liabilities</b>		
Accounts payable and accrued liabilities	\$ 2,601	\$ 12,628
Due to related parties	70	108
	<b>2,671</b>	<b>12,736</b>
<b>Asset retirement obligations</b>	<b>2,159</b>	<b>1,996</b>
	<b>4,830</b>	<b>14,732</b>
<b>Shareholders' Equity</b>		
Share capital	449,735	455,336
Contributed surplus	6,420	4,664
Deficit	(211,464)	(161,142)
	<b>244,691</b>	<b>298,858</b>
	<b>\$ 249,521</b>	<b>\$ 313,590</b>

**MGM Energy Corp.**  
**Statements of Loss (Unaudited)**

(\$000s, except as noted)

Years Ended December 31	2009	2008
<b>Revenue</b>		
Interest income	\$ 236	\$ 2,763
<b>Expenses</b>		
General and administrative	4,882	5,513
Stock-based compensation	1,756	2,357
Pipeline regulatory and access	-	55
Exploration	2,404	28,827
Lease rental and land costs	1,286	3,273
Dry hole	39,147	73,942
Write-down of petroleum and natural gas properties	-	10,000
Interest and financing charges	783	336
Accretion of asset retirement obligations	206	128
Gain on settlement of asset retirement obligation	(114)	-
Depreciation	466	382
	<b>50,816</b>	<b>124,813</b>
<b>Loss before income tax</b>	<b>(50,580)</b>	<b>(122,050)</b>
Future income tax recovery	(258)	(21,889)
<b>Net loss and other comprehensive loss</b>	<b>\$ (50,322)</b>	<b>\$ (100,161)</b>
<b>Net loss per Common Share (\$/share)</b>		
Basic	\$ (0.19)	\$ (0.52)
Diluted	\$ (0.19)	\$ (0.52)
<b>Weighted average Common Shares outstanding (000s)</b>		
Basic	268,383	190,935
Diluted	268,383	190,935

**Statements of Deficit**

(\$000s)

Years Ended December 31	2009	2008
Deficit, beginning of year	\$ (161,142)	\$ (60,981)
Net loss	(50,322)	(100,161)
<b>Deficit, end of year</b>	<b>\$ (211,464)</b>	<b>\$ (161,142)</b>

**MGM Energy Corp.**  
**Statements of Cash Flows (Unaudited)**

(\$000s)

Years Ended December 31	2009	2008
<b>Operating activities</b>		
Net loss and other comprehensive loss	\$ (50,322)	\$ (100,161)
Add (deduct):		
Stock-based compensation	1,756	2,357
Exploration	2,404	28,827
Dry hole	39,147	73,942
Accretion of asset retirement obligations	206	128
Non-cash general and administrative expense	(32)	-
Gain on settlement of asset retirement obligations	(114)	-
Writedown of petroleum and natural gas properties	-	10,000
Depreciation	466	382
Future income tax recovery	(258)	(21,889)
	<b>(6,747)</b>	<b>(6,414)</b>
Change in non-cash working capital	<b>(3,376)</b>	2,792
	<b>(10,123)</b>	<b>(3,622)</b>
<b>Financing activities</b>		
Common shares issued, net of issuance costs	3,413	77,237
	<b>3,413</b>	<b>77,237</b>
<b>Investing activities</b>		
Restricted cash contributions	(10,000)	-
Capital expenditures	(54,316)	(95,859)
Change in non-cash working capital	(6,489)	(7,056)
	<b>(70,805)</b>	<b>(102,915)</b>
Decrease in cash and cash equivalents	(77,515)	(29,300)
Cash and cash equivalents, beginning of year	82,001	111,301
<b>Cash and cash equivalents, end of year</b>	<b>\$ 4,486</b>	<b>\$ 82,001</b>