

MERGENT INDUSTRIAL

NEW LISTING

September 13, 2011



This Supplemental News Reports is published as required, is part of the annual MERGENT INDUSTRIAL and INTERNATIONAL Manuals and will be included in the bound 2011 September Monthly News Reports and is published on our Website.

MERREX GOLD INC

Company Website: www.merrexgold.com

History: Incorporated in Canada on Nov. 28, 1985. On May 24, 2006, Co. acquired 100% interest in Jubilee Minerals Ltd by issuing 10,000,000 common shares.

On Dec. 31, 2009, Co. sold the following assets to Frontline Gold Corporation ("Frontline"): 50% of its Jubilee Property and related Nova Scotia zinc properties, its Turkey gold properties (including its 90% interest in Merrex Turkey, its strategic association with AgeanGold and the Roscan Option agreement) and 100% of its properties in the Red Lake-Birch Lake region for 18,675,000 shares of Frontline with a fair value of C\$3,174,750.

On Sept. 24, 2010, Co. agreed to purchase the remaining 50% of the Jubilee Property from Frontline Gold Corp. for the issuance of 1,000,000 common shares at a fair value of C\$490,000, giving Co. a 100% interest in the Jubilee Property.

On Apr. 14, 2011, Co. sold its interests in the Sutherlands Pond and Hungry Hill properties to Messina Minerals Inc. ("Messina") for 500,000 common shares of Messina, retaining a 1% net smelter returns royalty subject to 50% purchase by Messina for C\$500,000.

Business Summary: Merrex Gold is engaged in the acquisition and exploration of resource properties. Co. is in the process of exploring its mineral properties and has not yet determined whether these properties contain economically recoverable ore reserves. The recoverability of the amounts shown for mineral properties and related deferred exploration expenditures is dependent upon the existence of economically recoverable reserves, the ability of Co. to obtain necessary financing to complete the development of the properties, and upon future profitable production or proceeds of disposition thereof.

Property: Co. maintains its executive offices in Bedford, Nova Scotia.

As of Aug. 31, 2010, Co. had a mineral properties interest in the Jubilee property which consists of a 189-claim land position in Inverness and Victoria counties of Central Cape Breton, Nova Scotia; a 50% interest in the Crackingstone River Uranium property; the Mali Properties, which has 95% interest on certain mining titles located in the West African nation of Mali; Co.'s other properties also include 257 claims in Nova Scotia over a number of prospective zinc occurrences, and 32 claims near Winterland, Newfoundland over a prospective zinc/molybdenum occurrence.

Subsidiary

Jubilee Minerals Ltd.

Officers

Gregory Isenor, President; Chief Executive Officer
John Cumming, Executive Vice President; Chief Financial Officer; General Counsel

Directors

Gregory Isenor John Cumming
James M. Patterson, Ph.D. Walter Henry

Auditors: Morgan & Company

General Counsel: John Cumming

Shareholder Relations: Laurie Vaughan, Manager
Corporate Administration Tel.: 902-832-5555

Annual Meeting: In March

No. of Stockholders: Aug. 30, 2011, 58

No. of Employees: Sept. 1, 2011, 4

Address: Suite 802 - 1550 Bedford Highway, Bedford, Nova Scotia, B4A 1E6, Canada Tel.: 902 832-5555

Fax: 902 832-2223 **E-mail:** jcumming@yaletownentertainment.com
Web: www.merrexgold.com

Consolidated Income Account, years ended August 31 (Can\$):

	2010	2009 (revised)	2008 (revised)
Amort	26,104	21,424	23,059
Consulting fees	141,545	106,316	265,641
Director fees	21,600	32,841	58,183
Filing & transfer fees	37,260	33,974	40,457
Mgmt fees	287,500	489,875	224,000
Marketing & investor relations	89,351	53,849	219,397
Office & rent	254,425	241,600	345,831
Professional fees	191,812	292,294	337,861
Stk based compens	270,008	515,258	469,679
Travel & bus devel	183,004	135,755	331,415
Tot admin exps	1,502,609	1,923,186	2,315,523
Operator fees	193,202	181,566	.....
Fgn exch gain (loss)	3,840	(47,650)	(75,986)
Write-off of adv receiv	.....	.....	55,703
Recovery of adv receiv	25,000	.....	.....
Write-down of resource props	4,118,224	1,657,420	3,538,844
Gain on sale of resource prop	81,585	1,200,000	.....
Provincial cap tax	18,967	68,304	.....
Int inc	.....	3,918	64,623
Int & bank charges	17,546	38,577	111,239
Other recoveries (expenses)	(3,851,110)	(426,467)	(3,717,149)
Earnings (loss) bef inc tax	.....	.....	(6,032,672)
Future inc tax expense (recovery)	.....	.....	(1,342,000)
Net earnings (loss) & comprehensive income (loss) for the year	(5,353,719)	(2,188,653)	(4,690,672)
Common shares: Weigh avg no of shares outstg - basic	83,656,145	67,654,939	58,090,380
Weigh avg no of shares outstg - diluted	83,656,145	67,654,939	58,090,380
Yr-end shares outstg	89,514,338	75,920,769	59,960,755
Earnings (loss) per sh - basic	Can\$(0.06)	Can\$(0.03)	Can\$(0.08)
Earnings (loss) per sh - diluted	Can\$(0.06)	Can\$(0.03)	Can\$(0.08)

Restated to reflect correction of an accounting error related to an understatement of stock based compensation. As reported by the Company.

Consolidated Balance Sheet, as of August 31 (Can\$):

	2010	2009 (revised)
Assets:		
Cash & cash equivs	2,010,255	301,920
Ppd exps	48,426	25,675
Tax & other receiv	431,758	9,220
Exploration adv	6,257	55,195
Tot curr assets	2,496,696	392,010
Exploration adv receiv	.....	15,418
Furn & fixtures, cost	32,223	28,248
Less: accum amort - furn & fixtures	16,163	12,645
Furn & fixtures, net	16,060	15,603
Computer hardware, cost	34,779	15,629
Less: accum amort - computer hardware	14,164	9,487
Computer hardware, net	20,615	6,142
Lshld improvements, cost	85,209	73,136
Less: accum amort - lshld improvements	67,593	49,683
Lshld improvements, net	17,616	23,453
Cap assets, cost	152,211	117,013
Less: tot accum amort	97,920	71,815
Cap assets	54,291	45,198
Defer exploration expenditures & prop costs	11,003,778	17,990,563
Tot assets	13,554,765	18,443,189
Liabilities:		
Accts pay & accrued liabil	432,943	1,906,610
Exploration adv pay	.....	87,468
Tot curr liabil	432,943	1,994,078
Tot liabil	432,943	1,994,078
Sh cap	34,468,750	32,642,123
Contributed surplus	3,680,003	3,480,200
Retain earnings (deficit)	(25,026,931)	(19,673,212)
Shlders eq	13,121,822	16,449,111
Tot shlders' eq & liabil	13,554,765	18,443,189

Restated to reflect correction of an accounting error related to an understatement of stock based compensation.

Capital Stock: 1. Merrex Gold Inc common; no par.
OUTSTANDING — Aug. 31, 2010, 89,514,338 shs; no par.
OPTIONS — Aug. 31, 2010, outstanding, 7,140,000.
PRIMARY EXCHANGE — Venture Exchange (TVX): MXI
SECONDARY EXCHANGE — National Bulletin Board (NBB): MXGI F
PRICE RANGE —

	2010	2009	2008	2007
High	0.98	1.01	0.71	1.13
Low	0.35	0.12	0.07	0.50

MERGENT MANUALS (ISSN 0895-3252) is published weekly on Tuesday by Mergent 60 Madison Ave., New York, NY 10010. Subscription rate \$647.50 per annum for the News Report portion of the Mergent Manuals service in the United States and Canada (Not to be sold separately from the Manual). Copyright © 2010 by Mergent. All Information contained herein is copyrighted in the name of Mergent and none of such information may be copied or otherwise reproduced, repackaged, further transmitted, transferred, disseminated, redistributed or resold, or stored for subsequent use for any such purpose, in whole or in part, in any form or matter or by any means whatsoever, by any person without prior written consent.

All information contained herein is obtained by MERGENT, from sources believed by it to be accurate and reliable. Because of the possibility of human and mechanical error as well as other factors, however, such information is provided "as is" without warranty of any kind. NO WARRANTY, EXPRESS OF IMPLIED, AS TO THE ACCURACY, TIMELINESS, COMPLETENESS, MERCHANTABILITY OR FITNESS FOR ANY PARTICULAR PURPOSE OF ANY INFORMATION IS GIVEN OR MADE BY MERGENT IN ANY FORM OR MANNER WHATSOEVER. Under no circumstances shall MERGENT have any liability to any person or entity for (a) any loss or damage in whole or in part caused by, resulting from, or relating to, any error (negligent or otherwise) or other circumstance involved in procuring, collecting, compiling, interpreting, analyzing, editing, transcribing, transmitting, communicating or delivering any such information, or (b) any direct, indirect, special, consequential or incidental damages whatsoever, even if MERGENT is advised in advance of the possibility of such damages, resulting from the use of, or inability to use, any such information.

PRIVATE PLACEMENTS — (4,545,455 shares) at C\$0.55 per share privately placed on Mar. 10, 2011 for gross proceeds of C\$2,500,000.

(20,340,000 units) at C\$0.50 per unit privately placed on Apr. 1, 2011 for gross proceeds of C\$10,170,000. Each unit consisted of one common share of Co. and one-half of one common share purchase warrant.

(3,500,000 units) at C\$0.50 per unit privately placed on June 2, 2011 for gross proceeds of C\$1,750,000. Each unit is comprised of one common share and one-half of one share purchase warrant.

OFFERED — (7,792,000 shares) at Can\$0.95 a share on June 7, 2007. Each unit consists of one common share and one-half of one common share purchase warrant.

(6,000,000 shares) at Can\$0.50 a share on May 24, 2006. One-half of each unit is flow-through.

(1,222,833 shares) at Can\$0.60 a share on July 6, 2006. One common share and one-half of one share purchase warrant

(622,629 shares) at Can\$0.70 a share on July 6, 2006. The shares issued under this offering are flow-through.

(5,000,000 shares) at Can\$0.80 a share on Dec. 6, 2006. The shares issued under this offering were flow-through.

(1,948,031 shares) at Can\$0.70 a share on Dec. 6, 2006. Each unit consists of one common share and

one-half of a common share purchase warrant. Each full purchase warrant entitles the holder to purchase one additional common share at \$0.90 per share for a period of one year.

(3,666,667 shares) at Can\$0.07 a share on Nov. 18, 2005. Each unit consists of one common share and one share purchase warrant. Each warrant entitles the holder to purchase one additional common share at a price of \$0.15 per share for a period of one year.

CAPITAL HISTORY — As of Aug. 31, 2007, escrow shares outstanding, 8,671,000 shares