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## EXPLORATION UPDATE ON MT. KARE & LEWIS PROPERTIES

**Madison Enterprises Corp.** (TSX-V: MNP) is pleased to provide an exploration update for both its Mt. Kare Property in Papua New Guinea and its Lewis Property in Nevada.

### **Mt. Kare Property - Trenching and Drilling Confirm Positive Correlation Between Favourable Geologic Targets and Recent Geophysical Results**

**Madison's** initial limited follow-up exploration program to its recently completed Induced Polarization ("IP") geophysical survey included a surface program of prospecting, pitting and trenching as well as five drill holes testing four targets totaling approximately 1,200 metres of core. The IP survey was designed to identify the chargeability and resistivity IP geophysical characteristics of the known mineralization previously outlined at Mt. Kare and to expand the survey grid well beyond the area of known mineralization to search for similar features, using the IP geophysical characteristics of the known mineral resource as a comparative interpretive guide.

The known mineral resource at Mt. Kare (approximately 1.8 million ounces of gold and 23.8 million ounces of silver) covers a surface area measuring approximately 600 metres by 800 metres and is characterized by a series of coincident high chargeability and high resistivity anomalies. The IP survey successfully showed that the geophysical signatures associated with this mineralization directly extend well beyond the current resource outline. Both the surface program and the drilling program have confirmed this. Based on contoured results of the IP survey, the total area of coincident high chargeability and resistivity features has increased three-fold and now measures a minimum of 800 metres by 2,400 metres, most of which has not been drill tested. In addition to new targets located in this expanded area, chargeability/resistivity targets also occur within the area of **Madison's** current mineral resource outline that have not yet been drilled. **Madison** intends to undertake an aggressive follow-up surface and drill program beginning in November following completion of financing following the proposed share consolidation.

The following table outlines the most significant mineralized intervals from four of the five recently completed drill holes:

Drill Hole	Azimuth/Dip	From (m)	To (m)	Interval (m)	Au (g/t)	Ag (g/t)	Au Equiv. (g/t)*
236	135°/-65°	151	152	1	0.26	84.0	1.66
237	135°/-86°	161	163	2	1.13	0.7	1.14
239	132°/-76°	38	39	1	–	413.0	6.90
		53	54	1	0.99	4.7	1.07
		170	171	1	1.46	5.7	1.56
		198	239	41	1.0	11.3	1.19
		incl.	198	201	3	3.46	1.9

Drill Hole	Azimuth/Dip	From (m)	To (m)	Interval (m)	Au (g/t)	Ag (g/t)	Au Equiv. (g/t)*
	and	223	239	16	1.53	26.3	1.97
	and	225	230	5	3.04	13.9	3.27
		262	265	3	1.23	1.3	1.25
		282	283	1	4.25	3.6	4.31
		288	290	2	1.07	0.8	1.08
		320	323	3	1.55	2.4	1.59
240	135°/-55°	4	5	1	1.29	5.3	1.38
		73	74	1	0.58	138.0	2.88
		99	101	2	0.12	171.8	2.99
		117	118	1	0.31	109.0	2.13
		155	159	4	1.18	10.5	1.36
		163	169	6	1.14	8.5	1.28
		174	177	3	0.87	56.9	1.82
		181	182	1	0.82	171.0	3.68
		184	185	1	1.47	155.0	4.06

\* The Au equivalent calculation is based on a 60:1 ratio

Drill holes 236 and 237 tested the same geophysical target and due to local topography were not ideally located. This target may be re-drilled from a higher topographic elevation in subsequent programs. Drill hole 238 appears to have been drilled away from the source of the weak geophysical target to the northwest of the Black Zone. Drilling towards the southeast will occur in follow-up programs. Hole 239 intersected a very wide interval of geochemically anomalous mineralization between 152 and 290 metres, grading 0.59 g/t gold equivalent, indicative of a very large altered and mineralized system. Favourable results in hole 239 has successfully extended the C-9 Zone an additional 50 metres southward beyond previous known limits, and opening this trend to further expansion. Drill hole 240 also extended the Central Zone mineralization further to the south beyond previous known limits. Of particular interest within the results from hole 240 are the significantly higher silver values distributed throughout. Higher silver results within this geologic environment are often reflective of the upper levels of mineralizing systems, which overlie the deeper gold-enriched levels of these large systems. Future drilling at this location will be targeted beneath the intervals intersected in hole 240.

Trenching was undertaken to both the north and south of the area of previously identified resources and successfully identified a new high-grade discovery beyond the northernmost known extent of the Western Roscoelite Zone that returned 17.2 g/t Au and 150 g/t Ag (19.71 g/t Au equivalent) over 4.2 metres. Results for many of the samples are still pending, however, the most significant results from trenches and pits in the North Roscoelite area are as follows:

Location	Trench # / Pit	Interval (m)	Au (g/t)	Ag (g/t)	Au Equivalent (g/t)
North Roscoelite	Trench M109	0.7	1.63	36.0	2.23
	Pit 109A		1.70	pending	pending
	Pit109B		3.40	pending	pending
	Pit109C		2.25	83.0	3.64
	Trench M127	4.2	17.2	150.0	19.71
	Pit 127A		9.3	9.0	9.45
	Pit 127B		16.9	13.0	17.10
	Pit 127C		3.5	10.5	3.68
	Pit 127D		1.5	10.6	1.68
South Extension	Trench M125		pending	pending	pending
	Trench M126		pending	pending	pending

Trench M109 is located 100 metres north of the high-grade discovery trench, M127, and both are coincident with an IP chargeability anomaly. Sampling of the Southern Extension has identified several areas of

geochemically anomalous altered sediments and intrusives. These altered and mineralized intervals coincide with the IP results from **Madison's** southernmost geophysical survey lines where trenches M125 and M126 are located 300 metres south of the previously outlined mineral resources.

The successful results obtained in the limited follow-up program have confirmed this exploration approach and **Madison** expects that future exploration of the geophysical trends identified in the IP survey will continue to expand the gold resources at Mt. Kare to the south as well as northward towards, and within, the extensive Pinuni Creek structural corridor. **Madison** anticipates that the next phase of drilling at Mt. Kare will be underway in early November.

The independent engineering firm of Watts Griffis & McOuat has estimated a current mineral resource at Mt. Kare of 14.68 million tonnes grading 2.36 g/t gold and 33.7 g/t silver and inferred mineral resources of 10.85 million tonnes grading 1.98 g/t gold and 22.7 g/t silver (using a 1.0 g/t gold equivalent cut-off and with the cutting of high grade gold assays to 30 g/t) representing approximately 1.8 million ounces of gold and 23.8 million ounces of silver. For the methodology used in the resource calculation, please refer to **Madison's** March 19, 2004 news release that is posted on **Madison's** web-site at [www.madison-enterprises.com](http://www.madison-enterprises.com).

**Madison** is also pleased to report that the Papua New Guinea Department of Mining has approved Madison's application to extend the exploration licence that comprises the Mt. Kare Property for a further two years to August 28, 2006. **Madison** owns a 90% interest in the Mt. Kare Property while holding a 10% interest in trust for the Mt. Kare landowners.

### **Lewis Property - Prospecting and Sampling Identifies On-Trend and Parallel Mineralized Structural Targets**

In addition to its work in Papua New Guinea, **Madison** has also completed a one-month prospecting and rock and soil geochemical sampling program at its Lewis Property located in the Battle Mountain mineral district of central Nevada. The purpose of this program was to provide preliminary information from three of the sub-parallel structural trends associated with the principal mineralized zone, the Virgin Structural Zone.

**Madison's** Lewis Property is strategically located within the Battle Mountain Mineral Belt, immediately adjacent to the north and northwest of Newmont Mining Corporation's Phoenix-Fortitude Property, in respect of which Newmont has reported current mineable reserves of 174 million tons grading 0.034 oz/t gold, containing 6,000,000 ounces of gold at US\$300 per ounce along with an additional 73.8 million tons grading 0.026 oz/t gold not included as mineable reserves. Past production for the Phoenix-Fortitude Property exceeded 2,000,000 ounces of gold. Newmont has announced that it is in the process of bringing the Phoenix-Fortitude Property back into production.

Exploration of the Lewis Property has successfully outlined a geological environment identical to that underlying the Phoenix-Fortitude Property, including a direct on-strike extension of the hosting stratigraphy, controlling structures and mineralizing styles.

**Madison's** preliminary evaluation of these historic trends confirms structure, geology and mineralization very similar to that encountered at the more extensively explored Virgin Structural Zone. Previous drilling by **Madison** on the Virgin Structural Zone returned up to 0.512 oz/ton gold over 105 feet in drill hole MAD-05 within a gold-bearing zone that extends to at least 1,850 feet and is open to expansion both laterally and vertically. Although soil geochemical results are still pending, very favourable prospecting rock results were obtained from each of the Hider, White & Shiloh and Trinity areas of the property:

<b>Location</b>	<b>Sample #</b>	<b>Au (g/t)</b>	<b>Ag (g/t)</b>	<b>Au Equivalent (g/t)</b>
Trinity	2A	0.30	32.1	0.84
	6A	0.62	97.6	2.25
	7A	0.63	118.0	2.60
	7B	0.48	245.0	4.57
	49	1.45	198.0	4.76
White & Shiloh	32A	0.68	492.0	8.90
	32B	4.77	751.0	17.31
	45	3.76	155.0	6.35
Hider	47A	14.55	1,085.0	32.67
	47B	1.08	35.6	1.68

The Trinity area is located between 500 and 1,000 metres east of the White & Shiloh area, located 500 metres east of the Hider Structural Zone. The Hider Structural Zone is immediately on-trend to the northwest of the Virgin Structural Zone and may represent the northward extensions beyond **Madison's** present area of drilling. Samples 47A and 47B are located 1,500 metres north of **Madison's** northernmost drill hole on the Virgin Structural Zone.

**Madison** is planning to resume exploration activities, including additional drilling, at the Lewis Property in mid-November.

**Madison** is presently working to increase market awareness of its business and properties through gold industry websites such as [www.goldcolony.com](http://www.goldcolony.com), [www.goldseek.com](http://www.goldseek.com) and [www.goldreview.com](http://www.goldreview.com). To find out more about **Madison Enterprises Corp.** (TSX-V: MNP), please visit our website at [www.madison-enterprises.com](http://www.madison-enterprises.com).

On behalf of the Board of Directors of  
**MADISON ENTERPRISES CORP.**

***“Chet Idziszek”***  
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**Chet Idziszek, President**

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