NEW URANIUM EXPLORATION COMPANY:
MARMOTA ENERGY LIMITED

Formation of Marmota Energy Limited

Monax Mining Limited (“Monax”, ASX: MOX) is pleased to announce the formation of a new uranium exploration company, Marmota Energy Limited (“Marmota”), that has been created with intention of holding the majority of Monax’s dedicated uranium exploration projects on the condition that Marmota successfully lists on the ASX in or around mid 2007. It is the belief of the Directors of Monax that the initiative behind the formation of Marmota will allow Monax to:

- Focus the resources of Monax on its major exploration program at its flagship Punt Hill IOCGU project;
- Maximise the value of the Company’s extensive prospective acreage for uranium, gold, nickel and base metals;
- Accelerate the exploration and development of uranium assets within the Company’s tenement portfolio.

Monax intends to retain a significant interest in Marmota following Marmota’s listing on the ASX. Marmota will issue a prospectus in relation to its proposed Initial Public Offering (“IPO”), containing full details of the offer.

It is the intention of Monax to allow for a priority offer to its existing shareholders in relation to the proposed IPO of Marmota.

Asset Base and Management

Monax is currently focusing on its 100% owned Punt Hill IOCG project approximately 130km north of Pt Augusta, South Australia. The proposed listing of Marmota will allow Monax to concentrate on the further development of the Punt Hill project as well as other gold, nickel and base metals potential within its asset base.

Over the past two years, Monax Mining has exploited its ‘first mover’ advantage in the formation of one of South Australia’s most extensive and prospective minerals exploration portfolios. Marmota will hence control more than 8000 square kilometres of exploration acreage with the potential for sandstone-hosted uranium in Tertiary palaeochannels and sedimentary basin settings together with hard rock and unconformity style uranium exploration projects across the Gawler Craton and Curnamona Province of South Australia. Additional acreage with excellent prospectivity for uranium is being negotiated through joint venture arrangements.

Marmota Energy Limited will be led by a highly competent and technically adept Board, details of which will be announced in the near future.
Monax Mining Limited Right Issue to close on Friday 18 May 2007

The Directors of Monax Mining Limited would like to remind shareholders that the closing date for acceptance of entitlements under the current non-renounceable rights issue is this Friday the 18th of May 2007. Eligible shareholders wishing to take up their entitlements should do so by this date.

Punt Hill drilling program update

Drilling of a second hole into the Hoary prospect at Punt Hill is progressing steadily. The first hole into this target intersected approximately 111m of hematite breccia in the central part of the main gravity anomaly with close similarities to the alteration system at the nearby Carrapateena IOCG project. Typically, IOCG systems in this region are characterised by a barren core surrounded by a strongly mineralised halo. The second angled drill hole is targeting what is interpreted to be a favourable location for such a mineralised halo.

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The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr M P Schwarz, who is a Member of the Australian Institute of Geoscientists. Mr Schwarz is employed full time by the Company as Managing Director and, has a minimum of five years relevant experience in the style of mineralisation and type of deposit under consideration and qualifies as a Competent Person as defined in the 2004 edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves” Mr Schwarz consents to the inclusion of the information in this report in the form and context in which it appears.