



2011 Annual Report



MONAX
MINING LIMITED



Annual General Meeting

The 2011 Annual General Meeting will be held at Business SA, 136 Greenhill Road, Unley, South Australia on 16th November 2011 commencing at 11:00am.

A formal notice is mailed to shareholders with the distribution of this report.



MONAX
MINING LIMITED

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Dear Fellow Shareholders

It gives me great pleasure to present to you the seventh annual report for Monax Mining Limited ("Monax") for the 2010-11 financial year.

I am also pleased to provide shareholders with a summary of the previous financial year and the future exploration programs the Company is undertaking in line with our new strategic focus presented at last year's meeting.

Junior exploration companies face many challenges including access to capital, but Monax has undertaken prudent exploration during the year with much of the exploration expenditure provided by the Company's strategic partners - Antofagasta ("Antofagasta") PLC and OM Manganese (Limited) (OMM).

Monax has achieved two significant milestones on the Company's flagship Punt Hill copper-gold project. The Punt Hill project is under a farm-in agreement with major international copper producers Antofagasta. During August and September 2011, Monax completed a heritage clearance at Punt Hill, successfully clearing six sites for drill testing with the Kokatha Uwankara, the Native Title claimants for the area.

Monax also successfully negotiated a Part 9B Native Title Mining Agreement for Exploration with the Kokatha Uwankara. The Agreement has been signed by all parties and has been registered by PIRSA. This is an important step for future exploration on the project with a drilling program planned for late 2011.

The recent purchase of the Carrapateena deposit by OZ Minerals Ltd, has increased the focus on the eastern Gawler Craton as a premier copper exploration target.

And let us not forget the exciting announcements by Rex Minerals relating to its Hillside deposit located on the eastern Yorke Peninsula.

The eastern Gawler Craton has now produced three major discoveries within the past 10 years with Prominent Hill, Carrapateena and Hillside.

Monax increased its tenement position on the highly prospective Yorke Peninsula with the purchase of EL 3922 (Webling Bay). Historical drilling on the tenement reported some highly encouraging high-grade copper intercepts including 5.3m @ 1.66% copper and 3.5m @ 1.18% copper.

Monax has achieved two significant milestones on the Company's flagship Punt Hill copper-gold project. The Punt Hill project is under a farm-in agreement with major international copper producers Antofagasta. During August and September 2011, Monax completed a heritage clearance at Punt Hill, successfully clearing six sites for drill testing with the Kokatha Uwankara, the Native Title claimants for the area.

The second phase of drilling on the Melton copper-gold joint venture reported 3m @ 1.3% copper and 39 g/t silver including 1m @ 2.25% copper and 112 g/t silver.

Exploration also commenced on our newly added Queensland projects during the 2010-11 financial year.

Drilling on the Percyvale gold project, in Queensland's Far North, provided some encouraging results. Drilling has commenced on the Cape York bauxite project and the Company eagerly awaits the results expected within the coming weeks.

Chairman's Report

Within the past 12 months, the level of government intervention within the minerals industry has dramatically increased. The introduction of mineral resources rent tax and the carbon tax will have a substantial impact on how Australia is viewed in the industry worldwide.

Governments at both the State and Federal level have also changed rules and regulations in regard to land access, which is affecting companies' exploration programs. The introduction of new guidelines for landowner engagement and compensation as a result of issues within other sectors of the industry has increased not only the workload for companies but also increased the timelines for drilling programs.

The Board believes the Company is well positioned with major international partners in Antofagasta and OM Manganese, a wholly-owned subsidiary of ASX-listed OM Holdings.

Monax continues to be exposed to uranium via its strategic holding in Marmota Energy. Marmota has concentrated its exploration efforts at the highly promising Junction Dam project, located 18km east of the Honeymoon Uranium Mine, in South Australia's Far North.

I take this opportunity to thank the small but dedicated staff of Monax and Groundhog Services Pty Ltd (our joint services company with Marmota) and my fellow Directors, who provided commitment to the Company.

Finally I'd like to thank all of our shareholders for your continuing support and your Board will continue to work hard to create further shareholder value in the upcoming year.



Robert M Kennedy
CHAIRMAN

During the 2010/2011 year, Monax focused on South Australian projects with major exploration programs undertaken at Punt Hill, Waddikee and Melton.

At Punt Hill, exploration comprised a major gravity survey which outlined up to eight high priority targets. Monax is planning on drilling up to five of these targets in late 2011 as part of the farm-in agreement with major Chilean copper producer, Antofagasta PLC (“Antofagasta”), through its wholly-owned subsidiary Antofagasta Minerals S.A. Drilling at the Waddikee manganese project recorded the highest grade manganese on the project to date with 52m @ 21.1% Mn intersected at the Hodgins prospect. Further encouraging copper results were recorded at the Melton area on the Yorke Peninsula project.



FIGURE 1: LOCATION OF MONAX'S KEY PROJECTS

Review of Operations

Highlights

Punt Hill Copper-Gold Project

- Farm-in agreement signed with Antofagasta PLC. Antofagasta to spend minimum of US\$1.5 million in first two years on exploration.
- Monax expands its tenement position with grant of EL 4548 (Yeltacowie).
- Major gravity survey comprising >8000 new gravity stations completed.
- Gravity survey outlines up to eight high priority targets.
- Heritage clearance undertaken with representatives of the Kokatha Uwankara, the Native Title claimants for the Punt Hill area, facilitating access for the drilling program.
- Part 9B Native Title Agreement signed.
- Drilling of up to five targets planned to commence in October 2011.
- Age-dating of host rocks confirm Punt Hill is part of the same mineralising event as Olympic Dam and Prominent Hill.

Waddikee Manganese/Iron Project

- 52m @ 21.1% Mn recorded from Hodgins prospect.
- Modelling of geophysical data highlighted significant potential magnetite-rich zones at Francis, Polinga, Jamieson Tank and Bunora prospects; drilling is planned for late 2011.

Yorke Peninsula Copper-Gold Project

- Second phase of diamond drilling completed at Miranda prospect with copper sulphide intersected.
- Monax acquires EL 3922 to add to its tenement portfolio on Yorke Peninsula.

Cape York Bauxite Project

- Monax tenements granted in March-April 2011.
- Monax purchases selected tenements from Delminco.
- Drilling planned to commence in October 2011.

Percyvale Gold Project

- Monax renewed Option Agreement over four granted mining leases.
- RC drilling program completed on four mining leases.

Disclaimer: The information in the Annual Report that relates to Exploration results, Mineral Resources, Ore Reserves or targets is based on information compiled by Mr G M Ferris, who is a Member of the Australian Institute of Mining and Metallurgy. Mr Ferris 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 Ferris consents to the inclusion of the information in this report in the form and context in which it appears.

Punt Hill Copper-Gold Project

(MONAX 100%; ANTOFAGASTA EARNING 51%)

The Punt Hill project is located within the highly prospective Olympic Iron Oxide Copper Gold (IOCG) Province on the eastern margin of the Gawler Craton (Figure 2). This province is host to the world class Olympic Dam and Prominent Hill mines, as well as the recently discovered Carrapateena and Hillside deposits.

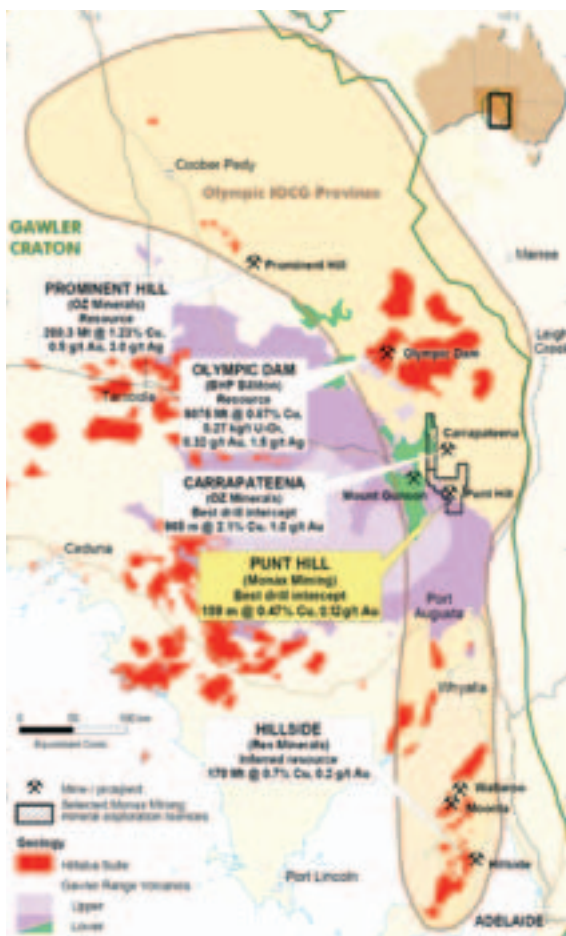


Figure 2

The Punt Hill tenement is adjacent to Carrapateena, which was recently purchased by OZ Minerals Ltd. Previous drilling by Monax recorded significant copper in the Groundhog area (Plate 1).

During the current year, Monax signed an option agreement over the Punt Hill project (comprising EL's 4548 and 4642) with a major international copper mining company, Antofagasta PLC ("Antofagasta"), through its wholly-owned subsidiary Antofagasta Minerals S.A.

Under the Agreement, Antofagasta can earn a 51% interest in the Punt Hill project by expending US\$4 million over 4 years. Once Antofagasta has obtained this 51% interest, Monax has the ability to remain at 49% by co-funding exploration or development costs, or can elect to have its interest diluted. Antofagasta can earn a further 19% equity in the project by expending a further US\$5 million on exploration and development of the project tenements. If a development decision is made, Antofagasta will pay Monax a success fee of US\$10 million.

Review of Operations

During the year Monax completed a major regional and detailed gravity survey. The survey comprised over 8,000 new gravity station measurements, which takes the total gravity station measurements to ~14,800 across the project area. Processing of the data has highlighted up to eight high priority targets and drilling is planned for late October 2011. The planned drilling program will comprise approximately 3,000m of RC/diamond drilling and will test four targets.

Target 6 is one of the eight priority anomalies which have been identified as a result of the detailed gravity survey and data processing. An example of the completed 3D model of Target 6, with a preliminary proposed diamond drill hole (DDH_6), is shown below in Figure 3. The dimensions of the modelled shell of Target 6 gravity anomaly are in excess of 800 metres in diameter and 1 kilometre thickness. DDH_6 is projected to 600 metres in depth.

Monax signed a Native Title Mining Agreement for Exploration with the Kokatha Uwankara, which is a major step in the exploration process. A successful clearance was undertaken in August 2011 which facilitated access for the drilling program.

Research work undertaken by PIRSA on the Punt Hill project included age dating of a sample of the alteration and mineralisation. The sample yielded an age of 1577 ± 15 Ma, which confirms the skarn alteration and mineralisation event occurred at ~1580 Ma. This is an important result as it confirms that the Punt Hill mineral system belongs to the geological event that resulted in the formation of the Olympic Dam deposit and other IOCG deposits within the Olympic IOCG Province.

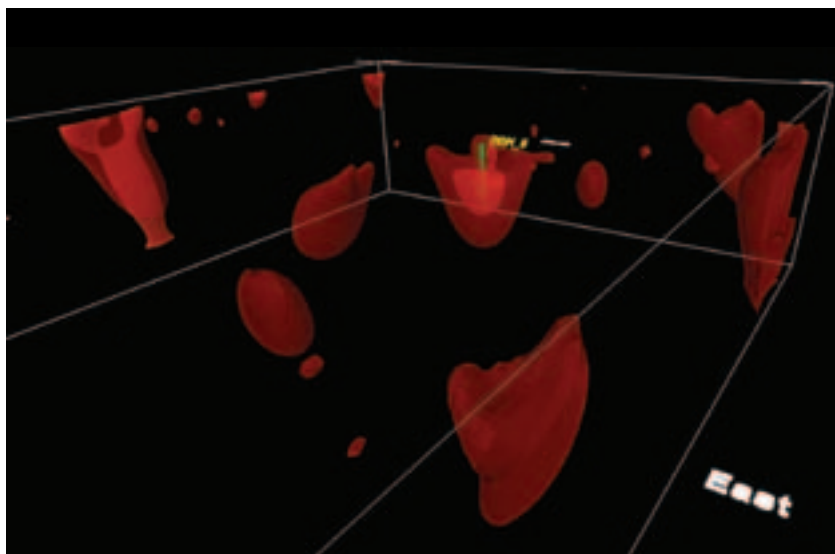


Figure 3



Plate 1

Figure 2: Geological setting of Monax's Punt Hill project.

Figure 3: 3D inversion model of target 6, showing proposed diamond drill hole DDH_6.

Plate 1: Bornite (blue) and chalcocopyrite (bronze) copper mineralisation within drill hole GHDD1.

Waddikee Manganese/ Iron Project

(OM (MANGANESE) LIMITED EARNING A 60% INTEREST IN MANGANESE AND IRON)

Waddikee is located on central Eyre Peninsula approximately 10km from the township of Kimba. The Waddikee project is the subject of a farm-in agreement with OM (Manganese) Ltd (OMM), a wholly-owned subsidiary of OM Holdings Limited (ASX:OMH). OMM is required to fund A\$2 million over four years to acquire a 60% participating interest in manganese and iron only.

The Waddikee project is prospective for manganese and iron and exploration undertaken by Monax and OMM on the tenement has provided encouraging results for both commodities. Since 2008, Monax as operator has drilled a total of 196 holes for 10,952 metres. The bulk of the drilling has been concentrated at the Jamieson Tank project.

Manganese

Geological mapping, auger drilling and RC/aircore drilling has confirmed manganese over a strike length of 5km at Jamieson Tank (Figure 4). A total of 159 RC/aircore holes totalling 8,898 metres have been completed at Jamieson Tank with 37% of drill holes reporting >14% manganese.

Preliminary heavy liquid beneficiation work undertaken after the initial drilling program at Jamieson Tank showed that the manganese content could be raised from a head grade of 20.3% Mn to 42.5% Mn at a Mn recovery of >80%.

The best results from Jamieson Tank include:

- 2m @ 34.0% Mn (JTRC034)
- 10m @ 17.5% Mn (JTRC069 26-36m)
- 7m @ 17.1% Mn (JTRC121 22-29m)
- 5m @ 19.2% Mn (JTRC119 14-19m)

In April 2011, six holes were drilled at the Hodgins prospect located in the north of EL 4662 to follow up high grade surface samples grading up to 37% Mn. The best intersections from the drilling include:

- 10m @ 29.2% Mn (HRC05 46-56m EOH)
- 20m @ 23.8% Mn (HRC05 22-42m)
- 11m @ 20.8% Mn (HRC03 9-20m)
- 14m @ 16.8% Mn (HRC01 32-46m)

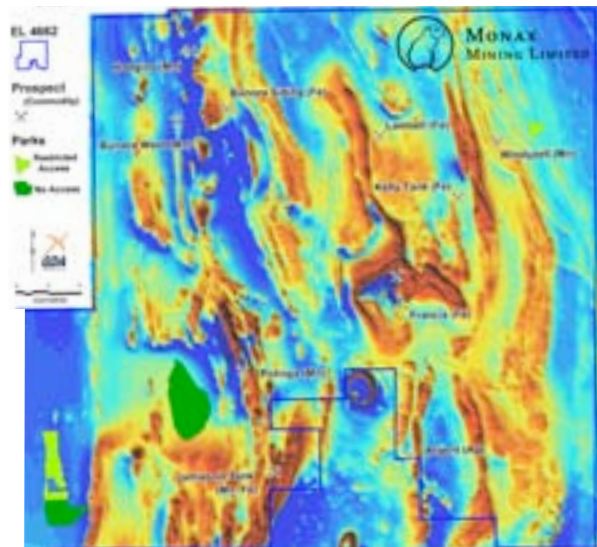


Figure 4

Review of Operations

Iron

The Waddikee project is also highly prospective for iron. Figure 4 shows the total magnetic intensity image for the tenement and clearly shows long, linear magnetic features. These magnetic features are interpreted to represent magnetite-rich horizons within the basement rocks.

Initial rock chip sampling for iron outlined three major areas of surface iron at Bunora Siding, Lambell and Kelly Tank prospects (see Figure 4). No follow-up drilling has been undertaken within these areas.

Figure 4: Location of Waddikee Project tenement.

Figure 5: Geophysical model of the Waddikee Project showing high magnetite shells. (Red = highest magnetite content).

Monax has not directly targeted iron in exploration to date, but has reported significant intersections of iron including:

- 44m @ 34.6% Fe (PRC001 m)
- 34m @ 35.6% Fe (JTRC166 4-38m)
- 11m @ 46.6% Fe (PRC010 13-24m)
- 20m @ 32.1% Fe (JTRC054 5-25m)
- 16m @ 34.6% Fe (JTRC043 m)
- 12m @ 33.6% Fe (PRC010 34-46m)

As part of a new exploration strategy for Waddikee, Monax engaged a geophysical consultant to process and model the high-quality magnetic geophysical data over the project, aimed at assessing the potential for iron mineralisation. The modelling has shown significant magnetic features in the area of the Francis, Polinga and Jamieson Tank prospects (Figure 5). Further modelling will be undertaken at a refined scale to provide targets for drilling in early 2012.

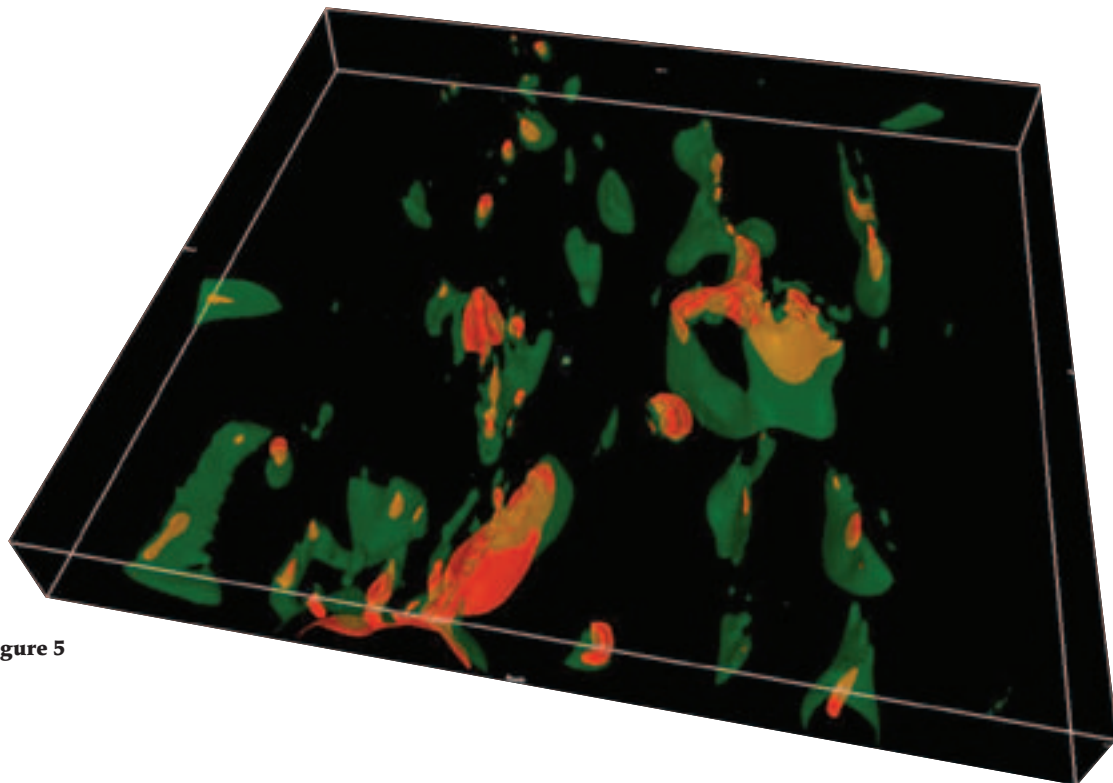


Figure 5

Yorke Peninsula Copper-Gold Project

The Yorke Peninsula area is a major copper province located within the Olympic IOCG Province and with the discovery by Rex Minerals of the Hillside deposit, has become a much sought after exploration destination within South Australia. Monax has three areas of interest on the Yorke Peninsula (see Figure 6).

Webling Bay (100% Monax)

In August 2011, the Company announced it had purchased EL 3922 located on the west coast of Yorke Peninsula (Figure 6).

Historical drilling on EL 3922 recorded anomalous copper in three holes. Hole KD11 reported 5.3m @ 1.66% Cu (97-102.3m) and 2.3m @ 1.06% Cu (108.3 – 110.6m). Hole KD16 reported 3.5m @ 1.18% Cu (169.5 – 173m). Hole KD04 recorded 10m @ 0.37% Cu (224 - 234m). The holes are located within a prominent NNE-SSW trending zone with mineralisation hosted by iron altered metasediments.

Monax is planning soil sampling/calcrete sampling followed by shallow aircore drilling at the end of the 2011 cropping season.

Melton (50:50 joint venture with Marmota Energy Limited)

The Melton Project is located on the northern Yorke Peninsula and contains a 15km section of the highly prospective Pine Point Fault Zone (PPFZ). Drilling at the Rex Minerals, Hillside deposit has highlighted the correlation between magnetite and copper mineralisation. Rex Minerals announced an inferred resource of 217Mt @ 0.7% Cu and 0.2 g/t Au for 1.5 million tonnes of copper and 1.4 million ounces of gold.

Initial exploration under the Monax:Marmota joint venture comprised a regional high resolution aeromagnetic survey. The aeromagnetic survey defined five potential magnetic anomalies within the project area and the three easternmost anomalies were considered as high priority targets.



Figure 6

Two drilling programs have been completed with the majority of the holes targeting the Miranda anomaly. The alteration system is interpreted to be related to the intrusion of an extensive mafic body into the metasedimentary host rocks. Zones of sulphides were observed within the drillcore.

The best intersections include:

- 21m @ 0.11% Cu (hole MIRDD01 from 451m)
- 4m @ 0.15% Cu (hole MIRDD04 from 432m)
- 4m @ 0.12% Cu (hole MIRDD04 from 463m)
- 3m @ 0.26% Cu (hole MIRDD04 from 487m)
- 1m @ 0.21% Cu (hole MIRDD05 from 438m)
- 3m @ 0.25% Cu (hole MIRDD06 from 373m)
- 3m @ 0.57% Cu (hole MIRDD06 from 468m)
- 2m @ 0.4% Cu (hole MIRDD06 from 476m)
- 2m @ 0.2% Cu (hole MIRDD07 from 423m)
- 3m @ 1.3% Cu and 39 g/t Ag (hole MRDD08 467-470m); including 1m @ 2.25% Cu and 112 g/t Ag (467-468m)

Drill hole MRDD08 provided highly encouraging results with 3m @ 1.31% Cu and 39 g/t Ag reported between 467-470m. A six metre zone from 461-467m reported anomalous copper up to 0.6%. Sampling was not fully representative and therefore this six metre section will be submitted for analysis.

Coonarie

(Monax 100% of all minerals excluding uranium)

EL 3907 is located immediately to the south of the Rex Minerals tenement package and is located along the southern extent of the PPFZ. Monax has not undertaken any work on this tenement, but has commenced an assessment of the potential of this tenement.



Plate 2

Figure 6: Location of the Yorke Peninsula Project.

Plate 2: Diamond drilling at Miranda anomaly, Melton Project.

Plate 3: Drillcore from MIRDD08.

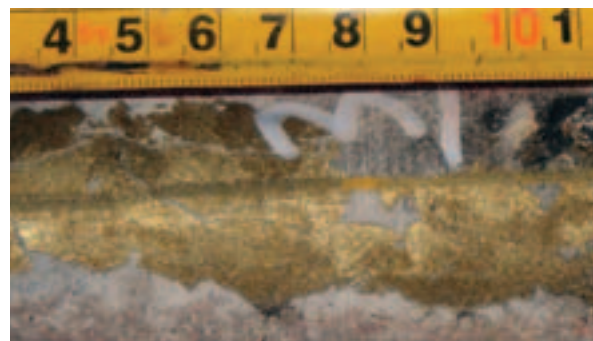


Plate 3

Pretender Creek Bauxite Project

(CAPE YORK, FAR NORTHERN QLD – MONAX 100%)

The Pretender Creek project is located on the Cape York Peninsula, in northern Queensland (Figures 1 & 7). The Pretender Creek project comprises five granted tenements with bauxite present within the tenements as topographic highs.

Exploration for bauxite has shown that these topographic highs are also characterised by anomalous radiometric responses, greatly assisting in exploration for potential bauxite resources (Figure 8).

The Pretender Creek project is located outside of the main current bauxite producing area located in the Aurukun and Weipa areas, but the area does contain known bauxite. Work by CRA Exploration in the 1970's discovered two small bauxite deposits on the adjoining tenements which are currently held by Gulf Alumina Pty Ltd. CRA Exploration defined three separate bauxite zones containing 16.6 million tonnes of ore with a gross

bauxite inferred resource of 128 million tonnes estimated. The bauxite has an average alumina content of 52% and reactive silica of 8-12%.

Monax's tenements contain extensive areas of topographic highs which are clearly seen on satellite imagery. Figure 7 shows Monax's tenement position and areas of potential bauxite interpreted from satellite imagery and radiometric data. Plate 3 shows a sample of bauxite with characteristic bauxite pisolites from EPM 18304 area that assayed 44.5% Al_2O_3 . Plate 4 shows pisolitic bauxite present at the surface within EPM 17005 that assayed 38% Al_2O_3 .

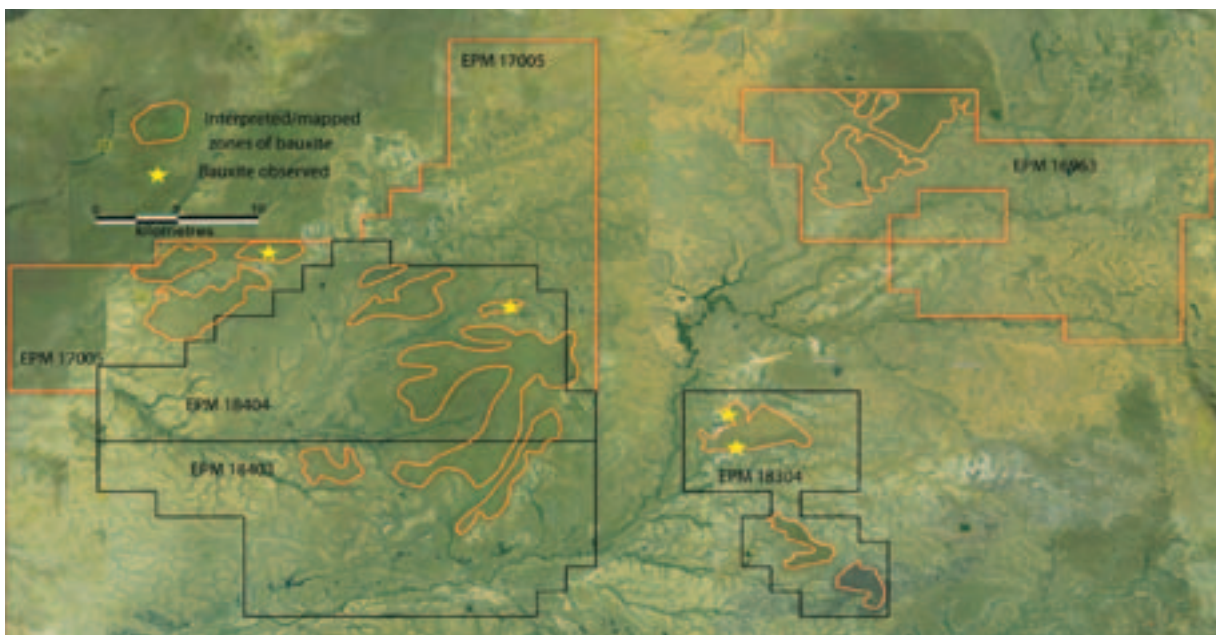


Figure 7

Review of Operations

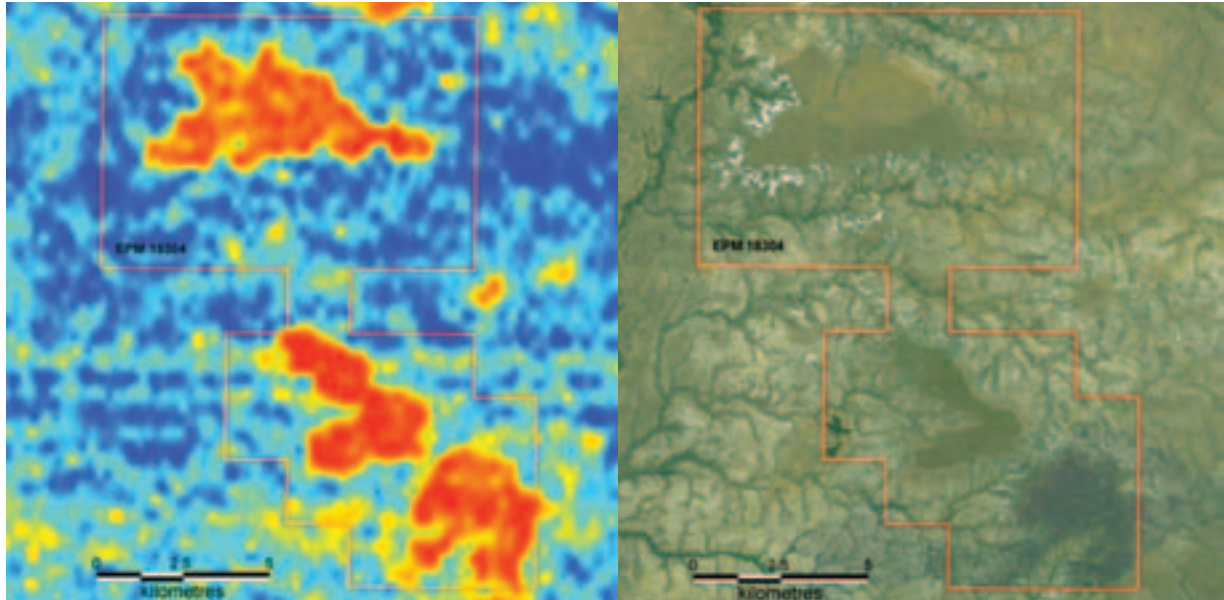


Figure 8



Plate 4



Plate 5

Figure 7: Location of Pretender Creek project showing zones of interpreted bauxite.

Figure 8. EPM 18304. Left hand image shows radiometric response of bauxite plateau; right hand image shows Google Earth image of the same area showing prominent bauxite plateaus.

Plate 4: Pisolitic bauxite from EPM18304 that assays 44.5% Al_2O_3

Plate 5: Pisolitic bauxite at the surface within EPM 17005.

Percyvale Gold Project

(NORTHERN QLD – MONAX 100%)

The Percyvale project comprises four granted mining leases which are currently under an option agreement. Historical surface sampling and mining records show all four leases contain high-grade gold. Monax also has six current mining lease applications in the Percyvale/Gilberton area.

ML 3366 – Union

ML 3366 is located approximately 10km northwest of Percyvale Homestead and was historically the largest mine in the region. The Union Lease covers three lines of lode, the Union, Cranky Dick and Walkers, with only the Union reef worked to any great extent. The Union Mine was developed to a depth of 152m with a historical sample from a stope reporting 96.5 oz/t gold.

Previous rock chip sampling reported some spectacular results including:

- 184 g/t Au, 973 g/t Ag and 22.4% Cu
- 114 g/t Au, 845 g/t Ag and 15.8% Cu
- 167 g/t Au and 1730 g/t Ag
- 88.1 g/t Au, 1970 g/t Ag and 12.3% Cu
- 63.7 g/t Au, 1110 g/t Ag and 28.8% Cu.

Rock chip sampling by Monax on the Cranky Dick line of lode reported gold up to 28.4 g/t.

ML 30199 - Percy West

ML 30199 is located approximately 5.5km southwest of Percyvale Homestead. Mineralisation is hosted by quartz veins within a highly altered rhyolite intruded into granodiorite. Previous rock chip sampling reported gold up to 608 g/t. Plate 6 shows a sample of gold collected on ML 30199.

ML 30103 – Homeward Bound

The Homeward Bound Lease is located approximately 13km west-southwest of Percyvale Homestead and covers an area of old workings. The ore at Homeward Bound was very rich, averaging 6.39 oz/t in the oxide zone and 4.82 oz/t in the upper sulphide zone. The ore was also rich in silver (69.7 oz/t), copper (up to 7%) and lead (up to 5%), within the upper sulphide zone. The workings are scattered over 1km in length. Between 1890 -1903, a total of 159.5 tonnes of ore yielded 1015.68 ozs of gold (grade of 6.36 oz/t).

Limited rock chip sampling of mullock from the old mine by Monax reported gold up to 71.7 g/t, silver up to 1258 g/t, copper up to 17%, zinc up to 15.5% and lead up to 3.9%.

ML 30139 – Josephine

The Josephine ML is located approximately 9km south-southwest from Percyvale Homestead and covers an outcropping gossan. Previous rock chip sampling reported gold between 0.53 to 10.5 g/t, with samples also reporting anomalous copper (up to 1.2%), lead (up to 0.8%) and silver (59 g/t max). Rock chip sampling of costeans by Monax reported gold up to 119 g/t, silver up to 830 g/t, copper up to 5.6% and lead up to 11.4%.

In July 2011, Monax completed 17 RC holes for a total of 760m at Percyvale. The best results include:

- 1m @ 8.94 g/t Au (hole UN04 29-30m)
- 1m @ 4.12 g/t Au (hole UN01 24-25m)
- 5m @ 1.6 g/t Au (hole PW01 26-31m)
- 1m @ 3.6 g/t Au (hole HB01 11-12m)

Review of Operations

Lease No.	Name	Expiry Date	Size (ha)
ML 3366	Union	31 July 2016	23.60
ML 30199	Percy West	30 June 2016	32.00
ML 30139	Josephine	31 October 2014	6.36
ML 30103	Homeward Bound	30 September 2013	2.63



Plate 6

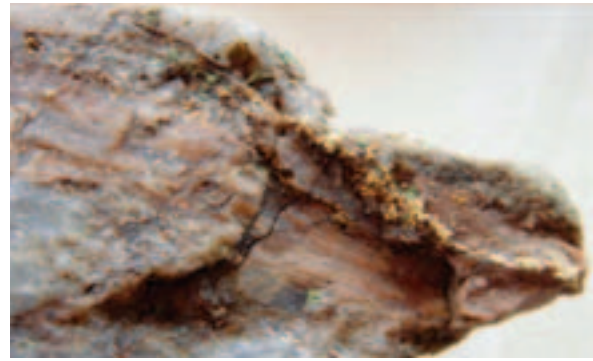


Plate 7

Plate 6: Drilling on the Union mining lease, July 2011.

Plate 7: Gold within quartz from ML 30133 (Percy West)
 (sample collected by leaseholder)

The following statement sets out a summary of the Company's corporate governance practices that were in place during the financial year and how those practices relate to the revised Corporate Governance Principles and Recommendations issued by the Australian Stock Exchange Corporate Governance Council ("ASX Recommendations").

These recommendations are not intended to be prescriptions to be followed by all ASX listed companies, but rather guidelines designed to produce an effective, quality and integrity outcome. The Corporate Governance Council has recognised that a "one size fits all" approach to Corporate Governance is not required. Instead it states aspirations of best practice for optimising corporate performance and accountability in the interests of shareholders and the broader economy.

A company may consider that a recommendation is inappropriate to its particular circumstances and has flexibility not to adopt it and explain why.

In ensuring the highest standard of ethical behaviour and accountability, the Board has included in its corporate governance policies, those matters contained in the ASX Recommendations where applicable. However, the Board also recognises that full adoption of the above ASX Recommendations may not be practical nor provide the optimal result given the particular circumstances and structure of the Company. The Board is, nevertheless, committed to ensuring that appropriate Corporate Governance practices are in place for the proper direction and management of the Company. This statement outlines the main Corporate Governance practices of the Company disclosed under the ASX Recommendations, including those that comply with best practice and which unless otherwise disclosed, were in place during the whole of the financial year ended 30 June 2011.

Principle 1 – Lay solid foundations for management and oversight

Recommendation 1.1 – Recommendation followed

The Board is governed by the Corporations Act 2001, ASX Listing Rules and a formal constitution adopted by the Company in 2004.

The role of the Board is to provide leadership and direction to management and to agree with management the aims, strategies and policies of the Company for the protection and enhancement of long-term shareholder value.

The Board takes responsibility for the overall Corporate Governance of the Company including its strategic direction, management goal setting and monitoring, internal control, risk management and financial reporting.

The Board has an established framework for the management of the entity including a system of internal control, a business risk management process and appropriate ethical standards. In fulfilling its responsibilities, the Board is supported by an Audit and Corporate Governance Committee, to deal with internal control, ethical standards and financial reporting and a Remuneration and Nomination Committee to monitor the composition of the Board and review the compensation of the Company's Executive Directors and senior management with the overall objective of motivating and appropriately rewarding performance.

Corporate Governance Statement

The Board appoints a Managing Director responsible for the day to day management of the Company including management of financial, physical and human resources, development and implementation of risk management, internal control and regulatory compliance policies and procedures, recommending strategic direction and planning for the operations of the business and the provision of relevant information to the Board.

Recommendation 1.2 and 1.3 – Recommendations followed

The Remuneration and Nomination Committee meets at least annually and the recommendations are made in line with the Company's present circumstances and goals to ensure maximum shareholder benefits from the attraction and retention of a high quality Board and senior management team. The Remuneration and Nomination Committee met twice during the financial year to review the performance of and recommend appropriate remuneration for Executive Directors and senior management including any equity participation by such Executive Directors and senior management. The Board evaluates the performance of the Managing Director and Company Secretary on a regular basis and encourages continuing professional development.

Principle 2 – Structure the board to add value

Recommendation 2.1 – Recommendation followed

The composition of the Board consists of five directors of whom four, including the Chairman, are non-executives. Messrs Kennedy, Nelson, Alley and Davis are Independent Directors. In addition, two alternate directors were appointed during the year for Messrs Nelson and Davis.

The Board is of the opinion that the current structure of the Board is appropriate given the size and nature of the Company. The Board considers that all Directors bring an independent judgement to bear on Board decisions and that the Board's expertise and experience adds considerable value to the Company.

Recommendation 2.2 – Recommendation followed

The Chairman, Mr Kennedy is an Independent Director.

Recommendation 2.3 – Recommendation followed

Mr Kennedy's role as Chairman of the Board is separate from that of the Managing Director who is responsible for the day to day management of the Company and is in compliance with the ASX Recommendation that these roles not be exercised by the same individual.

Recommendation 2.4 – Recommendation followed

The Company has an established Remuneration and Nomination Committee currently consisting of two Independent Directors, Messrs Nelson and Kennedy. Mr Nelson acts as Chairman of this committee (refer also to Principle 8 below).

Recommendation 2.5 – Recommendation not followed

The Board recognises that as a result of the Company's size and the stage of the entity's life as a publicly listed junior exploration company, the assessment of the Board's overall performance and its own succession plan is conducted on an informal basis. Whilst this is at variance with the ASX Recommendations, for the financial year ended June 2011, the Directors consider that at the date of this report an appropriate and adequate process for the evaluation of Directors is in place.

Recommendation 2.6 – Recommendation followed

The names of the directors of the Company and terms in office at the date of this Statement together with their skills, experience, expertise and financial interests in the Company are set out in the Directors' Report section of this report.

Messrs Kennedy, Nelson, Alley and Davis are considered to be independent.

The Company has no relationships with any of the Independent Directors which the Company believes would compromise the independence of these directors.

The Company's constitution specifies the number of directors must be at least three and at most ten. The Board may at any time appoint a director to fill a casual vacancy. Directors appointed by the Board are subject to election by shareholders at the following annual general meeting and thereafter directors (other than the Managing Director) are subject to re-election at least every three years. The tenure for executive directors is linked to their holding of executive office.

Formal deeds were entered into by the Company with directors in May 2005 whereby all directors, with the consent of the Chairman, are entitled to take such legal advice as they require at any time and from time to time on any matter concerning or in relation to their rights, duties and obligations as directors in relation to the affairs of the Company.

An assessment of the Board's overall performance and its own succession plan is conducted on an informal basis and was done so during the previous year by the Chairman.

Principle 3 – Promote ethical and responsible decision making

Recommendation 3.1 – Recommendation followed

The Company requires all its directors and employees to abide by the standards of behaviour and business ethics in accordance with the law. In discharging their duties, Directors of the Company are required to:

- Act in good faith and in the best interests of the Company;
- Exercise the care and diligence that a reasonable person in that role would exercise;

- Exercise their powers in good faith for a proper purpose and in the best interests of the Company;
- Not improperly use their position or information obtained through their position to gain a personal advantage or for the advantage of another person to the detriment of the Company;
- Disclose material personal interests and avoid actual or potential conflicts of interests;
- Keep themselves informed of relevant Company matters;
- Keep confidential the business of all Directors' meetings;
- And observe and support the Board's Corporate Governance practices and procedures.

All Directors have signed deeds with the Company which require them to comply with all the obligations of a director under the Corporations Act 2001. Directors also are required to provide the Company with details of all securities registered in the director's name or an entity in which the director has a relevant interest within the meaning of section 9 of the Corporations Act 2001 and details of all contracts, other than contracts to which the Company is a party, to which the director is a party or under which the director is entitled to a benefit, and that confer a right to call for or deliver shares in the Company and the nature of the director's interest under the contract.

Directors are required to disclose to the Board any material contract in which they may have an interest. In accordance with Section 195 of the Corporations Act 2001, a director having a material personal interest in any matter to be dealt with by the Board, will not be present when that matter is considered by the Board and will not vote on that matter, subject to the discretion of the Board.

Recommendation 3.2 – Recommendation followed

Directors, officers and employees are not permitted to trade in securities of the Company and have an obligation not to inform at any time whilst in possession of price sensitive information not readily available to the market. Section 1043A of the Corporations Act 2001 also prohibits the acquisition and disposal of securities where a person possesses information that is not generally available and which may reasonably be expected to have a material effect on the price of the securities if the information was generally available. A securities trading policy has been established and all employees and Directors are obliged to comply.

Recommendation 3.3 – Recommendation followed

A summary of the Company's Code of Conduct and Share Trading Policy can be found at www.monaxmining.com.au.

Principle 4 – Safeguard integrity in financial reporting

Recommendation 4.1 – Recommendation followed

Monax was not a Company required by ASX Listing Rule 12.7 to have an Audit Committee during the year although it is an ASX Recommendation. Notwithstanding the Listing Rule requirement, an Audit and Corporate Governance Committee was set up prior to the Company's ASX listing in 2005 to oversee corporate governance, internal controls, ethical standards, financial reporting, and external accounting and compliance procedures.

The main responsibilities of the Audit and Corporate Governance Committee include:

- Reviewing, assessing and making recommendations to the Board on the annual and half year financial reports;
- Overseeing establishment, maintenance and reviewing the effectiveness of the Company's internal controls and ensuring efficacy and efficiency of operations, reliability of financial reporting and compliance with applicable Accounting Standards and ASX Listing Rules;

- Liaising with and reviewing reports of the external auditor; and
- Reviewing the performance and independence of the external auditor and where necessary making recommendations for appointment and removal of the Company's auditor.

Recommendation 4.2 – Recommendation not followed

The Audit and Corporate Governance Committee currently consists of two Independent Board directors, Messrs Davis and Kennedy, and is chaired by Mr Davis.

The Board believes that given the size of the Company and the stage of the entity's life as a publicly listed junior exploration company and the current Board structure, the establishment of an audit committee in line with ASX Recommendation 4.2 as recommended by ASX Recommendation 4.3 cannot be justified by the perceived benefits of doing so. The existing composition of the Audit and Corporate Governance Committee is such that review and authorisation of the integrity of the Company's financial reporting and the independence of the external auditor is via the exercise of independent and informed judgement.

Recommendation 4.3 – Recommendation followed

The Board has adopted a formal Charter for the Audit and Corporate Governance Committee. The Charter details the Audit Committee's role and responsibilities, composition and membership requirement.

Recommendation 4.4 – Recommendation followed

Mr Kennedy is a qualified Chartered Accountant. Details of these Directors' qualifications and attendance at meetings are set out in the Directors' Report section of this report.

The Committee meets at least three times per annum and reports to the Board. The Managing Director, Company Secretary and external auditor may, by invitation, attend meetings at the discretion of the Committee.

Principle 5 – Make timely and balanced disclosure

Recommendation 5.1 and 5.2 – Recommendations not followed

The Company operates under the continuous disclosure requirements of the ASX Listing Rules and ensures that all information which may be expected to affect the value of the Company's securities or influence investment decisions is released to the market in order that all investors have equal and timely access to material information concerning the Company. The information is made publicly available on the Company's website following release to the ASX.

Due to the size of the Company and the stage of life of the entity as a publicly listed junior exploration company, the Board does not believe a formal policy for continuous disclosure is required. However, a summary describing how the Company will ensure its compliance with continuous disclosure requirements is posted on the Company's website www.monaxmining.com.au.

Principle 6 – Respect the rights of shareholders

Recommendation 6.1 and 6.2 - Recommendations not followed

The Board aims to ensure that shareholders are informed of all major developments affecting the Company's state of affairs. In accordance with the ASX Recommendations, information is communicated to shareholders as follows:

- The annual financial report which includes relevant information about the operations of the Company during the year, changes in the state of affairs of the entity and details of future developments, in addition to the other disclosures required by the Corporations Act 2001;

- the half yearly financial report lodged with the Australian Stock Exchange and Australian Securities and Investments Commission and sent to all shareholders who request it;
- notifications relating to any proposed major changes in the Company which may impact on share ownership rights that are submitted to a vote of shareholders;
- notices of all meetings of shareholders;
- publicly released documents including full text of notices of meetings and explanatory material made available on the Company's website at www.monaxmining.com.au; and
- disclosure of the Company's Corporate Governance practices and communications strategy on the entity's website.

The Board encourages full participation of shareholders at the Annual General Meeting to ensure a high level of accountability and identification with the Company's strategy and goals. Important issues are presented to the shareholders as single resolutions. The external auditor of the Company is also invited to the Annual General Meeting of shareholders and is available to answer any questions concerning the conduct, preparation and content of the auditor's report. Pursuant to section 249K of the Corporations Act 2001 the external auditor is provided with a copy of the notice of meeting and related communications received by shareholders.

Due to the size of the Company and the stage of life of the entity as a publicly listed junior exploration company, the Board does not believe a formal policy for shareholder communication is required. However, a summary describing how the Company will communicate with its shareholders is posted on the Company's website www.monaxmining.com.au.

Principle 7 – Recognise and manage risks

Recommendation 7.1, 7.2 & 7.4 – Recommendations not followed

The Board recognises that there are inherent risks associated with the Company's operations including mineral exploration and mining, environmental, heritage and native title, legal and other operational risks. The Board endeavours to mitigate such risks by continually reviewing the activities of the Company in order to identify key business and operational risks and ensuring that they are appropriately assessed and managed. No formal report in relation to the Company's management of its material business risks is presented to the Board.

Due to the size of the Company and the stage of life of the entity as a publicly listed junior exploration company, and the inherent risks associated with the industry it operates in, the Board does not believe formal policies for oversight and management of risk are required. The Board with the assistance of the Audit and Corporate Governance Committee conducts a formal review of the risk profile of the Company annually and monitors risk informally throughout the year. A summary describing how the Company manages risk by procedures established at Board and executive level can be found posted on the Company's website www.monaxmining.com.au.

Recommendation 7.3 – Recommendation followed

In accordance with ASX Recommendation 7.3 the Chief Executive Officer and Chief Financial Officer are required to provide assurances that the written declarations under s295A of the Corporations Act are founded on a sound framework of risk management and internal control and that the framework is operating effectively in all material respects in relation to financial reporting risks. Both the Chief Executive Officer and Chief Financial Officer provide said assurances at the time the s295A declarations are provided to the Board.

Principle 8 – Remunerate fairly and responsibly

Recommendation 8.1 – Recommendation followed

The Company established a Remuneration and Nomination Committee to monitor the composition of the Board and review the compensation of the Company's Executive Directors and senior management with the overall objective of motivating and appropriately rewarding performance. The Committee makes recommendations to the Board who is ultimately responsible for the Company's remuneration policy.

The Remuneration and Nomination Committee currently consists of two Independent Directors, Messrs Nelson and Kennedy. Mr Nelson acts as Chairman of this committee. Details of the number of and attendance at Committee meetings can be found in the Directors' Report.

The Board believes that given the size of the Company and the stage of the entity's life as a publicly listed junior exploration company that the cost of establishing a formal remuneration and nomination committee charter cannot be justified by the perceived benefits of doing so.

Recommendation 8.2 & 8.3 – Recommendations followed

In accordance with ASX Recommendation 8.2 the Company's remuneration practices are set out as follows.

The Company's Constitution specifies that the total amount of remuneration of non-executive directors shall be fixed from time to time by a general meeting. The current maximum aggregate remuneration of non-executive directors has been set at \$300,000 per annum. Directors may apportion any amount up to this maximum amount amongst the non-executive directors as they determine. Directors are also entitled to be paid reasonable travelling, accommodation and other expenses incurred in performing their duties as directors.

Recommendation 8.2 & 8.3 – Recommendations followed (continued).

Non-executive director remuneration is by way of fees and statutory superannuation contributions. Non-executive directors do not participate in schemes designed for remuneration of executives nor do they receive options or bonus payments and are not provided with retirement benefits other than salary sacrifice and statutory superannuation.

The remuneration of the Managing Director is determined by the Board on the recommendation of the Remuneration and Nomination Committee as part of the terms and conditions of his employment which are subject to review from time to time. The remuneration of employees is determined by the Managing Director subject to the approval of the Board.

The Company's remuneration structure is based on a number of factors including the particular experience and performance of the individual in meeting key objectives of the Company. The Remuneration and Nomination Committee is responsible for assessing relevant employment market conditions and achieving the overall, long term objective of maximising shareholder benefits, through the retention of high quality personnel.

During the previous financial year, the Company engaged the services of an external remuneration consultant to conduct a review of and benchmark remuneration for Non-executive and Executive Directors and key management personnel. The Remuneration and Nomination Committee conducted an inhouse benchmarking review of executive remuneration during the financial year.

The Company does not presently emphasise payment for results through the provision of cash bonus schemes or other incentive payments based on key performance indicators of Monax given the nature of the Company's business as a publicly listed mineral exploration entity and the current status of its activities. However the Board may approve the payment of cash bonuses from time to time in order to reward individual executive performance in achieving key objectives as considered appropriate by the Board.

From time to time, the Company may grant retention rights as considered appropriate by the Remuneration and Nomination Committee and the Board, as a long term incentive for Key Management Personnel. These rights are subject to shareholder approval at the Annual General Meeting. The intention of this remuneration is to facilitate the retention of Key Management Personnel in order that the goals of the business and shareholders can be met. Under the terms of the issue of retention rights, the rights will vest over a period of time, with a proportion of the rights vesting each year.

The Company also has an Employee Share Option Plan approved by shareholders that enables the Board to offer eligible employees options to acquire ordinary fully paid shares in the Company. Under the terms of the Plan, options to acquire ordinary fully paid shares may be offered to the Company's eligible employees at no cost unless otherwise determined by the Board in accordance with the terms and conditions of the Plan.

The objective of the Plan is to align the interests of employees and shareholders by providing employees of the Company with the opportunity to participate in the equity of the Company as an incentive to achieve greater success and profitability for the Company and to maximise the long term performance of the Company.

The non-executive directors are not eligible to participate in the Plan. Details of options issued to employees during the 2011 financial year together with details of the terms of the Plan are disclosed in the Remuneration Report section of the Directors' Report.

Details of options and retention rights issued to employees during or since the end of the financial year including to the Managing Director are set out in the Remuneration Report section of the Directors' Report.

The employment conditions of the Managing Director are formalised in a contract of employment. The Managing Director's contract may be terminated at any time by mutual agreement or without notice in instances of serious misconduct.

Further details of Directors' and Executives'/Officers' remuneration, superannuation and retirement payments are set out in the Remuneration Report section of the Directors' Report.

Ag	Symbol for the element silver.
Alteration	A geological term indicating change in the mineralogical composition of rocks often brought about by pressure changes, contact with hydrothermal fluids and weathering processes.
Amphibolite	Metamorphic rock composed of amphibole and plagioclase, often from the alteration of basic igneous rocks.
Anomaly	A departure from the norm usually determined by systematic measurement across an area. In mineral exploration it is generally applied to geochemical or geophysical values above or below the norm.
Archaean	An interval of geological time before about 2.5 billion years ago.
Au	Symbol for the element gold.
Basalt	A volcanic rock formed from lava and rich in calcium, magnesium and iron minerals, but relatively low silica.
Basement	Much older rocks underlying younger rocks. In the Gawler Craton area, the basement is usually the cratonic rocks.
Base metal	A metal commonly used in industry by itself rather than in an alloy eg. copper, lead, zinc.
Basin	A depression often due to subsidence in which rock materials are laid down, eg. lava, sediments.
Bauxite	The principal ore of aluminium. A mixture of aluminium oxides and hydroxides that form from intense chemical weathering of a soil in tropical environments.
Bornite	A brownish-bronze, lustrous copper ore with the composition Cu_5FeS_4 that tarnishes to purple when exposed to air.
Calcrete	A surficial calcareous layer formed in the soil or near surface sediments.
Cambrian	The earliest period of the Palaeozoic Era, spanning from approximately 545 million to 490 million years ago.
Chalcopyrite	A yellow mineral, essentially $CuFeS_2$, that is an important ore of copper.
Cover	Surficial sediments mantling older rocks and part of the regolith.
Craton	A large, tectonically stable part of the Earth's crust eg. Gawler Craton, Yilgarn Craton.
Crust	Outermost layer of the Earth.
Cu	Symbol for the element copper.
Diamond core/drilling	Drilling with a diamond impregnated drill bit used to recover continuous core.
Diorite	A group of plutonic rocks, intermediate in composition between acid and basic rocks, commonly composed of dark coloured amphibole, acid plagioclase, pyroxene and small amounts of quartz.
Dolomite	A carbonate mineral composed mainly of calcium and magnesium, often containing iron. The term is commonly applied to the carbonate rock dominated by these minerals.
Domain	A region where the geological fabric, in particular the magnetic fabric, is distinctive from surrounding regions.
Directors	The board of directors of the Company.
EL	Exploration Licence granted by a Government Department (PIRSA) for mineral exploration.
ELA	Exploration Licence Application made by a company to a Government Department (PIRSA) for mineral exploration.
Electromagnetic survey (EM)	An exploration technique, involving a survey carried out along equally spaced lines that measures changes in the Earth's magnetic field at different times after the application of an electrical field. May identify anomalies where the rocks are conductive (such as some ore bodies) that present drill targets.
Epithermal	Usually applied to a hydrothermal mineral formed in a temperature range 50-200°C within about the upper kilometre of the Earth's crust.
EPM	Exploration Permit Minerals – Application or granted tenement from the Queensland Department of Mines and Energy.
Extrusive	An igneous rock that has been erupted onto the Earth's surface.
Fault	A fracture in rocks in which rock on one side has moved relative to rock on the other.

Glossary of Terms

Fe	Symbol for the element iron.
Felsic	Light coloured igneous rocks rich in silica.
Gabbro	A coarse-grained, basic, igneous rock, resulting from the slow crystallisation of magmas of basaltic composition.
Geochemical survey	An exploration technique involving a systematic survey of the variation of chemical elements in rocks or regolith in an area and often producing anomalies that present drill targets.
Geophysical survey	An exploration technique involving a systematic survey of the variation in the physical properties of the rocks or regolith (eg. electrical resistivity/conductivity, magnetism, gravity) to help in understanding the geology or defining drill targets in an area.
GIS	Geographic Information Systems is a technology used to view and analyse data from a geographic perspective. GIS links location to information and layers that information to give a better understanding of how it interrelates. Maps of the underlying geographic information can be constructed and used as "windows into the database" to support queries, analysis, and editing of the information.
Gneiss	A banded metamorphic rock in which crystalline rock is interspersed with flaky micaceous minerals.
Gossan	An iron-rich, weathered product overlying a sulphide deposit.
Granite	A plutonic felsic igneous rock composed of quartz, feldspar and mica.
Graphitic	Rocks rich in graphite.
Gravity survey	A geophysical survey technique in which the force of gravity is systematically measured over an area, often producing anomalies, which may present drill targets.
Igneous	Rocks formed by crystallisation from molten materials.
Intrusive rocks	An igneous rock that was intruded whilst molten into the Earth's crust eg. dyke, pluton, sill.
IOCG	Iron-oxide copper-gold.
IP (Induced Polarisation) survey	A geophysical technique carried out by passing a pulsating electrical current through the ground and measuring the effect of rocks and minerals in its path and locating anomalies that may present drill targets. Often used to detect the presence of metallic sulphides.
Iron formation	A sedimentary rock containing significant iron as oxide, carbonate or silicate.
Lode gold	Gold contained within definite boundaries such as a vein.
Mafic	A dark coloured rock composed of ferro-magnesian minerals.
Magnetite	Iron oxide mineral with a formula generally Fe_3O_4 .
Manganese	A silver coloured metal usually occurring as the mineral pyrolusite (MnO_2), which is the principal ore of manganese.
Mesoproterozoic	An interval of geological time in the Proterozoic extending from 1.6 to 1.0 billion years ago.
Mesozoic	A period of geological time extending from 251 million to 65 million years ago and known as the age of the reptiles.
Metamorphism	Changes to rocks generally brought about by heat and pressure within the Earth's crust resulting in rocks such as schist and gneiss.
Metasediment	Metamorphosed sedimentary rock in which the original texture is well preserved.
ML	Mining Lease granted by a Government department.
Neoproterozoic	An interval of geological time in the Proterozoic extending from 1.0 billion to 545 million years ago.
Ni	Symbol for the element nickel.
Palaeoproterozoic	The older part of the Proterozoic extending from 2.5 billion to 1.6 billion years ago.
PIRSA	The Department of Primary Industries and Resources South Australia, the geological survey and regulatory authority in SA.
Pisolitic	A rock made up of pea-like rounded grains, commonly in ferricrete, laterite and bauxite.
PPM	An abbreviation for parts per million.
Precambrian	All of geological time preceding the Cambrian (>545 million years ago).
Proterozoic	The latest part of the Precambrian spanning approximately 2.5 billion to 550 million years ago.
Pyrite	The mineral iron sulphide, often associated with copper and gold.
Quartz	A very common mineral, silicon oxide (SiO_2).
Quaternary	The second period of the Cainozoic that encompasses the last 1.8 million years and includes the Pleistocene and Holocene.
REE	Rare Earth Elements.
Resource	A well-defined estimate of mineralisation.
Skarn	A coarse-grained metamorphic rock formed by the contact metamorphism of carbonate rocks. Skarn typically contains garnet, pyroxene, epidote and wollastonite.
Sulphide	Mineral consisting of a chemical combination of sulphur with a metal(s).
Vein	Mineral or metal deposited along a fracture eg. lode gold.
Volcanism/volcanic	Volcanic activity/rock or feature formed by volcanic activity.

2011 Financial Report Monax Mining Limited

The Directors present their report together with the financial report of Monax Mining Limited for the year ended 30 June 2011 and the auditor's report thereon.

Directors

The Directors of Monax Mining Limited ('the Company') at any time during or since the end of the financial year are as set out below. Details of Directors' qualifications, experience and special responsibilities are as follows:

Mr Robert Michael Kennedy ASAIT, Grad. Dip (Systems Analysis), FCA, ACIS, Life member AIM, FAICD.

Non-executive Chairman. Mr Kennedy is a chartered accountant and consultant to Kennedy & Co, Chartered Accountants, a firm he founded. He joined Monax Mining Limited in August 2004 as Non-executive Chairman. Chairman of Beach Energy Limited (since 1995 and a Director since 1991), Flinders Mines Limited (since 2001), Ramelius Resources Limited (since 1995), Maximus Resources Limited (since 2004), ERO Mining Limited (since 2006), Marmota Energy Limited (since 2006) and Somerton Energy Limited (since 2010). His special responsibilities include membership of the Audit and Corporate Governance Committee and the Remuneration and Nomination Committee. Mr Kennedy brings to the Board his expertise in finance and management consultancy and extensive experience as chairman and non-executive director of a range of listed public companies including in the resource sector. Mr Kennedy leads the development of strategies for the development and future growth of the Company.

Interest in Shares and Options – 4,464,488 ordinary shares of Monax Mining Limited and options to acquire a further 558,062 shares.

Mr Reginald George Nelson BSc, Hon Life Member Society of Exploration Geophysicists, FAusIMM, FAICD.

Non-executive Director. Board member since 3 August 2004. Mr Nelson is an exploration geophysicist with a career spanning four decades in the petroleum and minerals industries. He was awarded honorary Life Membership of the Society of

Exploration Geophysicists in 1989 and the Prime Minister's Centenary Medal in 2002 for services to mining. He has wide experience in technical, corporate and government affairs. He was Chairman of the Australian Petroleum Production and Exploration Association (APPEA) from 2004 to 2006 and is a Director of the APPEA Executive Committee and remains a member of its Council. He was recently awarded the Reg Sprigg Medal for outstanding contribution to the oil and gas industry at the 2009 APPEA Conference in Darwin.

Special responsibilities include membership of the Remuneration and Nomination Committee.

Other listed company directorships are: Managing Director of Beach Energy Limited (since 1992), Ramelius Resources Limited (since 1995), Marmota Energy Limited (since 2007) and Sundance Energy Australia Limited (since 2010).

Interest in Shares and Options – 2,145,659 ordinary shares of Monax Mining Limited.

Mr Glenn Stuart Davis LLB, BEc

Non-executive Director. Board member since 3 August 2004. Mr Davis is a solicitor and partner of DMAW Lawyers, a firm he founded. Mr Davis brings to the Board his expertise in the execution of large legal and commercial transactions and his expertise and experience in corporate activity regulated by the Corporations Act and ASX Ltd. He also has specialist skills and knowledge about the resources industry.

Special responsibilities include membership of the Audit and Corporate Governance Committee.

Other listed company directorships are: Deputy Chairman of Beach Energy Limited (since June 2009 and a Director since July 2007) and Director of Marmota Energy Limited (since 2007).

Interest in Shares and Options – 2,775,455 ordinary shares of Monax Mining Limited.

Directors' Report

Dr Neville Foster Alley Phd., PSM

Non-executive Director. Board member since 27 January 2005. Dr Alley is an internationally known earth science researcher and was awarded the Verco Medal for his contribution and leadership in the earth sciences and the Public Service Medal (PSM) in 2005 for outstanding contribution to the geology and minerals industry. He has extensive experience at senior levels in Government in Canada and as Director, Minerals, MESA and PIRSA and has a high level understanding of Government policy, regulation and legislation. He made a significant contribution in setting the SA Government's strategies for reinvigorating the minerals industry and led the development of Government initiatives such as TEISA and PACE. Dr Alley has worked closely with Aboriginal people and the community in developing a higher profile for the resources industry.

Other listed company directorships are: InterMet Resources Limited (since 2004 until August 2008), Beach Energy Limited (since July 2007), Marmota Energy Limited (since 2007) and ERO Mining Limited (from January 2011 until June 2011) and is a Visiting Research Fellow, School of Earth and Environmental Sciences, The University of Adelaide.

Interest in Shares and Options – 3,022,727 ordinary shares of Monax Mining Limited.

Mr Gary Michael Ferris BSc (Hons), AusIMM.,GAICD

Managing Director. Board member since 1 September 2009. Mr Ferris is a geologist with more than 18 years experience in exploration and management and holds an Honours Degree in Geology from the University of Adelaide and a Masters Degree from the Centre for Ore Deposits and Exploration Studies, University of Tasmania.

Mr Ferris brings extensive experience in adding to the value of Monax's asset base and the execution of effective exploration programs.

Mr Ferris was formerly Managing Director of InterMet Resources Limited until August 2008.

Interest in Shares and Options – 1,000,000 ordinary shares of Monax Mining Limited and options to acquire 3,000,000 shares of Monax Mining Limited.

Mr Ewan John Vickery LLB

Alternate Director for Reginald George Nelson (appointed 7 February 2011; previously appointed 19 March 2009 ceased 25 June 2010) Mr Vickery is a corporate and business lawyer with over 30 years experience in private practice in Adelaide. He has acted as an advisor to companies on a variety of corporate and business issues including capital and corporate restructuring, native title and land access issues, and as a lead native title advisor and negotiator for numerous mining and petroleum companies. Mr Vickery is a Director of Flinders Mines Limited (since 2001), Maximus Resources Limited (since 2004) and ERO Mining Limited (2006 until January 2011).

Interest in Shares and Options – 55,300 ordinary shares of Monax Mining Limited.

Mr Ian Roy Witton SAIT, FCPA, FAICD

Alternate Director for Glenn Stuart Davis (appointed 28 January 2011; previously appointed 13 March 2009 ceased 24 June 2010) Mr Witton is an independent non-executive director and has been a director for 25 years. Originally trained as an auditor, he was subsequently CEO and later Managing Director for 27 years of a licensed investment dealer developing and managing investment funds, savings, loans and a retirement village. He is also a director of a pharmacy and optical company and a public charitable trust fund. His principal experience is in funds and investment management, strategic development, risk management and corporate governance. Mr Witton is an Alternate Director of ERO Mining Limited (previously March 2009 ceased 30 September 2009 and currently since August 2010).

Interest in Shares and Options – 148,923 ordinary shares of Monax Mining Limited and options to acquire a further 12,366 shares.

Directors' Meetings

The Company held 15 meetings of Directors (including committees of Directors) during the financial year. The number of Directors' meetings and number of meetings attended by each of the Directors of the Company (including committees of Directors) during the financial year were as follows:

	DIRECTORS' MEETINGS		AUDIT AND CORPORATE GOVERNANCE COMMITTEE MEETINGS		REMUNERATION AND NOMINATION COMMITTEE MEETINGS	
	NO. ELIGIBLE TO ATTEND	NO. ATTENDED	NO. ELIGIBLE TO ATTEND	NO. ATTENDED	NO. ELIGIBLE TO ATTEND	NO. ATTENDED

Director

Robert Michael Kennedy	10	10	3	3	2	2
Reginald George Nelson	10	9	-	-	2	2
Glenn Stuart Davis	10	10	3	3	-	-
Neville Foster Alley	10	10	-	-	-	-
Gary Michael Ferris	10	10	-	-	-	-
Ewan John Vickery	1	1	-	-	-	-
Ian Roy Witton	1	1	-	-	-	-

Messrs Kennedy and Davis are members of the Audit and Corporate Governance Committee and Messrs Nelson and Kennedy are members of the Remuneration and Nomination Committee.

Messrs Vickery and Witton were present in meetings in the capacity of Alternate Directors.

Company Secretary

The following person held the position of Company Secretary at the end of the financial year.

Virginia Katherine Suttell – B.Comm.,ACA.,GAICD., GradDipACG. Appointed Company Secretary and Chief Financial Officer on 21 November 2007. She is a Chartered Accountant with 18 years experience working in public practice and commerce.

Principal activities

The company's principal activity is mineral exploration.

Directors' Report

Review and results of operations

The 2011 year has been a period of consolidation with the signing of a major farmin agreement for the Company's flagship Punt Hill project with Chilean copper mining company Antofagasta PLC.

During the year Monax has undertaken a significant gravity survey at Punt Hill which has produced up to eight priority drill targets. In August 2011, Monax undertook a successful heritage clearance with the Kokatha Uwankara Native Title claimants and gained clearance for six drill sites over new targets. Drilling is planned to commence in October 2011.

The Company also continued drilling on the Waddikee manganese project with further good results at Jamieson Tank and high-grade manganese reported from the Hodgins prospect. A second drilling program at the Melton project was completed with copper reported from three holes.

Due to the delay in the grant of the Cape York tenements, limited field exploration was undertaken during the year. Reconnaissance surface sampling showed Al_2O_3 up to 44.5% which is highly encouraging and drilling is planned for October 2011 after Aboriginal heritage clearances.

Preparation of Financial Statements

In preparing the financial statement at 30 June 2011 the following entities have not been consolidated on the grounds that they are no longer deemed to be controlled in accordance with Australian Accounting Standards. Monax Mining Limited holds 24.1% of Marmota Energy Limited which does not represent control however it has been determined that significant influence remains by virtue of this shareholding.

- Marmota Energy Limited
- Groundhog Services Pty Ltd

These entities have been equity accounted from 1 January 2011 in the 30 June 2011 financial statements and are recognised as investments in associates.

Comparatives reflect the comparable position of Monax Mining Limited as a standalone entity at 30 June 2010. The financial statements contain a reconciliation of the reported 2010 consolidated statement of financial position to that reported in this annual report.

Results

During the year, the Company continued exploration activities at its tenements. Total cash expenditure on exploration and evaluation activities totalled \$1,758,102.

The loss of the Company after providing for income tax amounted to \$117,648 (2010: \$3,074,601).

Dividends

No dividends have been paid or provided by the Company since the end of the previous financial year.

State of affairs

There have been no significant changes in the state of affairs of the Company during the year.

Events subsequent to reporting date

On 1 July 2011, 700,000 share rights vested and resulted in the issue of 500,000 fully paid ordinary shares to the Managing Director and 200,000 fully paid ordinary shares to the Company Secretary.

On 28 July 2011, 225,000 share options were granted to employees under the Monax Mining Limited Employee Share Option Plan. The exercise price of the options is 5.1 cents with an expiry date of 28 July 2016.

There has not arisen in the interval between 30 June 2011 and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the Directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in future years.

Likely developments

Further information about likely developments in the operations of the Company and the expected results of those operations in future years has not been included in this report because disclosure of the information would be likely to result in unreasonable prejudice to the Company.

Environmental regulation and performance statement

The Company's operations are subject to significant environmental regulations under both Commonwealth and South Australian legislation in relation to discharge of hazardous waste and materials arising from any mining activities and development conducted by the Company on any of its tenements. To date the Company has only carried out exploration activities and there have been no known breaches of any environmental obligations.

Indemnification and insurance of officers

Indemnification

The Company is required to indemnify the Directors and other officers of the company against any liabilities incurred by the Directors and officers that may arise from their position as Directors and officers of the Company. No costs were incurred during the year pursuant to this indemnity.

The Company has entered into deeds of indemnity with each Director whereby, to the extent permitted by the Corporations Act 2001, the Company agreed to indemnify each Director against all loss and liability incurred as an officer of the Company, including all liability in defending any relevant proceedings.

Insurance premiums

Since the end of the previous year the Company has paid insurance premiums in respect of Directors' and officers' liability and legal expenses insurance contracts.

The terms of the policies prohibit disclosure of details of the amount of the insurance cover, the nature thereof and the premium paid.

Options

At the date of this report unissued ordinary shares of Monax Mining Limited under option are:

EXPIRY DATE*	EXERCISE PRICE	NO. OF OPTIONS	VESTED	UNVESTED	AMOUNT PAID / PAYABLE BY RECIPIENT (\$)
13/02/2012	\$0.666	150,000	150,000	-	-
18/07/2013	\$0.246	215,000	215,000	-	-
23/12/2013	\$0.0517	10,000	10,000	-	-
31/07/2012	\$0.10	3,000,000	3,000,000	-	-
30/11/2011	\$0.15	18,309,654	18,309,654	-	-
05/03/2015	\$0.0917	400,000	400,000	-	-
28/07/2016	\$0.051	225,000	225,000	-	-

* All options may be exercised at any time before expiry. Option holders will receive one ordinary share in the capital of the Company for each option exercised.

Directors' Report

These options do not entitle the holder to participate in any share issue of the Company or any other body corporate.

There were no amounts unpaid on shares issued.

Proceedings on behalf of the Company

No person has applied to the Court for leave to bring proceedings on behalf of the Company or to intervene in any proceedings to which the Company is a party for the purpose of taking responsibility on behalf of the Company for all or part of those proceedings. The Company was not a party to any such proceedings during the year.

Non-audit services

There were no non-audit services provided by the external auditors during the year ended 30 June 2011.

Auditor of the Company

The auditor of the Company for the financial year was Grant Thornton.

Auditor's Independence Declaration

The auditor's independence declaration as required by section 307C of the Corporations Act 2001 for the year ended 30 June 2011 is set out immediately following the end of the Directors' report.

Remuneration Report - audited

Remuneration policy

The remuneration policy of Monax Mining Limited has been designed to align key management personnel objectives with shareholder and business objectives by providing a fixed remuneration component and offering other incentives based on performance in achieving key objectives as approved by the Board. The Board of Monax Mining Limited believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best key management personnel to run and manage the Company, as well as create goal congruence between directors, executives and shareholders.

The Company's policy for determining the nature and amounts of emoluments of board members and other key management personnel of the Company is as follows.

The Company's Constitution specifies that the total amount of remuneration of Non-executive Directors shall be fixed from time to time by a general meeting. The current maximum aggregate remuneration of Non-executive Directors of Monax Mining Limited has been set at \$300,000 per annum. Directors may apportion any amount up to this maximum amount amongst the Non-executive Directors as they determine. Directors are also entitled to be paid reasonable travelling, accommodation and other expenses incurred in performing their duties as Directors. The remuneration of the Managing Director is determined by the Non-executive Directors on the Remuneration and Nomination Committee and approved by the Board as part of the terms and conditions of his employment which are subject to review from time to time. The remuneration of other executive officers and employees is determined by the Managing Director subject to the approval of the Board.

Remuneration Report - audited (cont.)

Remuneration policy (cont.)

Non-executive Director remuneration is by way of fees and statutory superannuation contributions. Non-executive Directors do not participate in schemes designed for remuneration of executives nor do they receive options or bonus payments and are not provided with retirement benefits other than salary sacrifice and statutory superannuation.

The Company's remuneration structure is based on a number of factors including the particular experience and performance of the individual in meeting key objectives of the Company. The Remuneration and Nomination Committee is responsible for assessing relevant employment market conditions and achieving the overall, long term objective of maximising shareholder benefits, through the retention of high quality personnel.

The Company does not presently emphasise payment for results through the provision of cash bonus schemes or other incentive payments based on key performance indicators of Monax given the nature of the Company's business as a mineral exploration entity and the current status of its activities. However the Board may approve the payment of cash bonuses from time to time in order to reward individual executive performance in achieving key objectives as considered appropriate by the Board.

From time to time, the Company may grant retention rights as considered appropriate by the Remuneration and Nomination Committee and the Board, as a long term incentive for key management personnel. These rights are subject to shareholder approval at the Annual General Meeting in the year of grant. The intention of this remuneration is to facilitate the retention of key management personnel in order that the goals of the business and shareholders can be met. Under the terms of the issue of the retention rights, the rights will vest over a period of time, with a proportion of the rights vesting each year.

The Company also has an Employee Share Option Plan approved by shareholders that enables the Board to offer eligible employees options to acquire ordinary fully paid shares in the Company. Under the terms of the Plan, options to acquire ordinary fully paid shares may be offered to the Company's eligible employees at no cost unless otherwise determined by the Board in accordance with the terms and conditions of the Plan. The objective of the Plan is to align the interests of employees and shareholders by providing employees of the Company with the opportunity to participate in the equity of the Company as an incentive to achieve greater success and profitability for the Company and to maximise the long term performance of the Company.

The employment conditions of the Managing Director, Mr Ferris is formalised in a contract of employment. The base salary as set out in the employment contract is reviewed annually. The Managing Director's contract may be terminated at any time by mutual agreement. The Company may terminate the contract without notice in instances of serious misconduct. Ms Suttell is employed by Groundhog Services Partnership to act as Chief Financial Officer and Company Secretary of Monax Mining Limited and Marmota Energy Limited. The employment conditions are set out in a contract of employment and include a three month notice period. Mr Ferris was appointed 1 September 2009 and employment conditions include a three month notice period.

Directors' Report

Shares issued on exercise of remuneration options

No shares were issued to Directors as a result of the exercise of remuneration options during the financial year.

Share rights granted

During the 2011 financial year a total of 2,100,000 retention rights with a fair value of \$153,300 were granted to key management personnel.

Directors' interests in shares and options

Directors' relevant interests in shares and options of the Company are disclosed in Note 5 to the accounts.

Remuneration of Directors and key management personnel

This report details the nature and amount of remuneration for each key management person of the entity and for the executives receiving the highest remuneration.

Remuneration Report - audited (cont.)

(a) Directors and key management personnel

The names and positions held by Directors and key management personnel of the entity during the whole of the financial year are:

DIRECTORS	POSITION
Mr RM Kennedy	Chairman - Non-executive
Mr RG Nelson	Director - Non-executive
Mr GS Davis	Director - Non-executive
Dr NF Alley	Director - Non-executive
Mr GM Ferris	Managing Director - Executive
Mr EJ Vickery	Alternate Director (from 7 February 2011)
Mr IR Witton	Alternate Director (from 28 January 2011)
Key management personnel	
Ms VK Suttell	Chief Financial Officer / Company Secretary

(b) Directors' remuneration

2011 PRIMARY BENEFITS	DIRECTORS' FEES \$	SALARY, FEES & LEAVE \$	NON CASH ITEMS \$	CASH BONUS \$	SUPER CONTRIBUTIONS \$	LONG SERVICE LEAVE \$	OPTIONS / RIGHTS \$	TOTAL \$	PROPORTION OF REMUNERATION RELATING TO PERFORMANCE
Directors									
Mr RM Kennedy	73,395	-	-	-	6,605	-	-	80,000	-
Mr RG Nelson	41,973	-	-	-	3,777	-	-	45,750	-
Mr GS Davis ¹	45,750	-	-	-	-	-	-	45,750	-
Dr NF Alley	36,697	-	-	-	3,303	-	-	40,000	-
Mr GM Ferris	-	224,801	-	-	15,199	-	58,892	298,892	19.7%
Mr EJ Vickery ²	1,835	-	-	-	165	-	-	2,000	-
Mr IR Witton ²	1,835	-	-	-	165	-	-	2,000	-
	201,485	224,801	-	-	29,214	-	58,892	514,392	11.5%

1. Director's fees for Mr Davis are paid to a related entity of the Director.

2. Messrs Vickery and Witton received remuneration for their services as alternate directors.

Directors' Report

2010 PRIMARY BENEFITS	DIRECTORS' FEES \$	SALARY, FEES & LEAVE \$	NON CASH ITEMS \$	CASH BONUS \$	SUPER CONTRIBUTIONS \$	LONG SERVICE LEAVE \$	OPTIONS / RIGHTS \$	TOTAL \$	PROPORTION OF REMUNERATION RELATING TO PERFORMANCE
Directors									
Mr RM Kennedy	70,413	-	-	-	6,337	-	-	76,750	-
Mr RG Nelson	40,252	-	-	-	3,623	-	-	43,875	-
Mr GS Davis ¹	43,875	-	-	-	-	-	-	43,875	-
Dr NF Alley	35,207	-	-	-	3,168	-	-	38,375	-
Mr GM Ferris	-	187,949	-	4,000	12,051	-	183,000	387,000	1%
Mr MP Schwarz	-	32,872	4,718	-	2,410	-	-	40,000	-
Mr EJ Vickery ²	2,000	-	-	-	-	-	-	2,000	-
Mr IR Witton ²	2,000	-	-	-	-	-	-	2,000	-
	193,747	220,821	4,718	4,000	27,589	-	183,000	633,875	0.6%

1. Director's fees for Mr Davis are paid to a related entity of the Director.

2. Messrs Vickery and Witton received remuneration for their services as alternate directors.

(c) Key management personnel remuneration

2011 PRIMARY BENEFITS	SALARY, FEES & LEAVE \$	NON CASH ITEMS \$	CASH BONUS \$	SUPER CONTRIBUTIONS \$	LONG SERVICE LEAVE \$	OPTIONS / RIGHTS \$	TOTAL \$	PROPORTION OF REMUNERATION RELATING TO PERFORMANCE
Key management personnel excluding Directors								
Ms VK Suttell**	100,574	4,326	-	7,600	-	23,558	136,058	17.3%
	100,574	4,326	-	7,600	-	23,558	136,058	17.3%

Remuneration Report - audited (cont.)

2010 PRIMARY BENEFITS	SALARY, FEES & LEAVE \$	NON CASH ITEMS \$	CASH BONUS \$	SUPER CONTRIBUTIONS \$	LONG SERVICE LEAVE \$	OPTIONS / RIGHTS \$	TOTAL \$	PROPORTION OF REMUNERATION RELATING TO PERFORMANCE
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Key management personnel excluding Directors

Ms VK Suttell**	78,135	-	2,000	6,923	-	14,875	101,933	16.5%
	78,135	-	2,000	6,923	-	14,875	101,933	16.5%

** Ms Suttell was appointed as a Company Secretary and Chief Financial Officer on 21 November 2007. Until 30 June 2010, Ms Suttell was employed by Groundhog Services Pty Ltd to act as Company Secretary and Chief Financial Officer for Marmota Energy Limited and Monax Mining Limited. Effective 1 July 2010, Ms Suttell is employed by the Groundhog Services Partnership.

Mr Ferris was appointed Managing Director of Monax Mining Limited on 1 September 2009. Pursuant to his service agreement, Mr Ferris is paid a total package of \$252,000 per annum inclusive of superannuation guarantee contributions on an ongoing employment basis with a three month notice period. On commencement of employment, Mr Ferris was granted 3,000,000 options for ordinary shares with a fair market value of \$183,000. There were neither post employment retirement benefits previously approved by members of the Company in a general meeting nor any paid to Directors of the Company.

(d) Director related entities

Information of amounts paid to director related entities is set out in Note 23 to the financial statements.

(e) Post-employment/retirement benefits

There were no post employment retirement benefits paid or payable to directors and key management personnel.

Options and rights granted

Apart from the options granted to directors in their capacity as employees of the Company under the Employee Share Option Plan and share rights as detailed below, no other options or rights were granted to directors or key management personnel of the company during the financial year.

Directors' Report

OPTIONS	GRANT DETAILS			FOR THE YEAR ENDED 30 JUNE 2011					OVERALL		
	DATE	NO.	VALUE \$	EXERCISED NO.	EXERCISED \$	LAPSED NO.	LAPSED \$	VESTED NO.	VESTED %	UNVESTED %	LAPSED %
KEY MANAGEMENT PERSONNEL			(NOTE 1)	(NOTE 2)	(NOTE 3)		(NOTE 4)				
Monax Mining Limited											
Mr G Ferris	17.12.2009	3,000,000	183,000	-	-	-	-	3,000,000	100%	-	-
Ms V Suttell	05.03.2010	175,000	14,875	-	-	-	-	175,000	100%	-	-
		3,175,000	197,875					3,175,000			

Note 1 - The value of options granted as remuneration and as shown in the above table has been determined in accordance with applicable accounting standards.

Note 2 - All options exercised resulted in the issue of ordinary shares in Monax Mining Limited on a 1:1 basis. All persons exercising options paid the relevant exercise price in its entirety.

Note 3 - The value of options that has been exercised during the year as shown in the above table was determined as at the time of exercise.

Note 4 - The value of options that has lapsed during the year due to vesting conditions not being satisfied has been determined at the time of their lapsing as if vesting conditions have been satisfied.

During the year, share rights were granted to key management personnel as detailed below:

RETEN- TION RIGHTS	GRANT DETAILS			FOR THE YEAR ENDED 30 JUNE 2011					OVERALL		
	DATE	NO.	VALUE \$	EXERCISED NO.	EXERCISED \$	LAPSED NO.	LAPSED \$	VESTED NO.	VESTED %	UNVESTED %	LAPSED %
KEY MANAGEMENT PERSONNEL											
Monax Mining Limited											
Mr G Ferris*	17.11.2010	1,500,000	109,500	-	-	-	-	-	-	-	-
Ms V Suttell*	17.11.2010	600,000	43,800	-	-	-	-	-	-	-	-
		2,100,000	153,300	-	-	-	-	-			

*Retention rights vest one third on each of 1 July 2011, 1 July 2012 and 1 July 2013.

Remuneration Report - audited (cont.)

Description of options/rights issued as remuneration

Details of the options granted as remuneration to those key management personnel listed in the previous table are as follows:

GRANT DATE	ISSUER	ENTITLEMENT ON EXERCISE	DATES EXERCISABLE	EXERCISE PRICE	VALUE PER OPTION / RIGHT AT GRANT DATE	AMOUNT PAID / PAYABLE BY RECIPIENT
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Options

23.12.2008	Monax Mining Limited	1:1 Ordinary shares in Monax Mining Limited	From issue date to 23.12.2013	\$0.0517	\$0.029	-
18.07.2008	Monax Mining Limited	1:1 Ordinary shares in Monax Mining Limited	From issue date to 18.07.2013	\$0.246	\$0.155	-
05.03.2010	Monax Mining Limited	1:1 Ordinary shares in Monax Mining Limited	From issue date to 05.03.2015	\$0.0917	\$0.085	-

Rights

17.11.2010	Monax Mining Limited	1:1 Ordinary shares in Monax Mining Limited	One third vesting on each of 1 July 2011, 1 July 2012 and 1 July 2013	\$0.00	\$0.073	-
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Option values at grant date were determined using the Black-Scholes valuation model.

Retention rights values at grant date were determined using the binomial valuation model.

The Report of Directors, incorporating the Remuneration Report, is signed in accordance with a resolution of the Board of Directors:



Robert Michael Kennedy

Director

Dated at Adelaide this 19th day of September 2011

Directors' Report

REMUNERATION REPORT - AUDITED

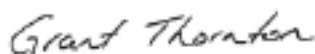
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**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF MONAX MINING LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the audit of Monax Mining Limited for the year ended 30 June 2011, I declare that, to the best of my knowledge and belief, there have been:

- a no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- b no contraventions of any applicable code of professional conduct in relation to the audit.



GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants



P S Paterson
Partner

Adelaide, 19 September 2011

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Auditor's Independence Declaration

	NOTE	2011 \$	2010 \$
Other revenue	2	344,622	240,317
Total revenue			
Administration expenses	3	221,287	221,822
Consulting expenses	3	83,882	118,654
Depreciation expense	3	15,221	17,691
Employment expenses	3	352,403	476,967
Service fees		158,408	128,124
Impairment of assets	3	74,008	2,289,402
Profit/(loss) before income tax expense		(560,587)	(3,012,343)
Income tax benefit/(expense)	4	442,939	(62,258)
Profit/(loss) after income tax expense		(117,648)	(3,074,601)
Other comprehensive income		-	-
Total comprehensive income for the period		(117,648)	(3,074,601)
Basic earnings per share (cents)	7	(0.079)	(0.264)
Diluted earnings per share (cents)	7	(0.079)	(0.264)

The accompanying notes form part of these financial statements.

Statement of Comprehensive Income

FOR THE YEAR ENDED 30 JUNE 2011

	NOTE	2011 \$	2010 \$
Current assets			
Cash and cash equivalents	8	3,745,989	807,700
Trade and other receivables	9	318,691	491,533
Other current assets	10	20,891	19,283
Financial assets	11	-	4,000,000
Total current assets		4,085,571	5,318,516
Non-current assets			
Plant and equipment	12	143,678	178,215
Exploration and evaluation expenditure	15	9,983,060	8,864,116
Financial assets	13	3,260,359	2,160,001
Deferred tax asset		971,999	647,999
Total non-current assets		14,359,096	11,850,331
Total assets		18,444,667	17,168,847
Current liabilities			
Trade and other payables	16	337,946	118,119
Short term provisions	17	24,978	22,900
Total current liabilities		362,924	141,019
Non-current liabilities			
Deferred tax liability		971,999	647,999
Long term provisions	17	15,443	6,330
Total non-current liabilities		987,442	654,329
Total liabilities		1,350,366	795,348
Net assets		17,094,301	16,373,499
Equity			
Issued capital	18	19,674,526	19,674,526
Reserves		1,436,530	598,080
Retained earnings		(4,016,755)	(3,899,107)
Total equity		17,094,301	16,373,499

The accompanying notes form part of these financial statements. Refer Note 27

Statement of Financial Position

	ISSUED CAPITAL \$	RESERVES \$	RETAINED EARNINGS \$	TOTAL \$
Balance at 1 July 2009	13,866,800	378,955	(824,506)	13,421,249
Shares issued during the period	5,952,995	-	-	5,952,995
Transaction costs associated with the issue of shares net of tax	(145,269)	-	-	(145,269)
Fair value of options issued to employees	-	219,125	-	219,125
Total comprehensive income	-	-	(3,074,601)	(3,074,601)
Balance at 30 June 2010	19,674,526	598,080	(3,899,107)	16,373,499
Proceeds from the issue of shares during the period	-	-	-	-
Transaction costs associated with the issue of shares net of tax	-	-	-	-
Fair value of options issued to employees	-	82,450	-	82,450
Revaluation of associate to fair value	-	756,000	-	756,000
Total comprehensive income	-	-	(117,648)	(117,648)
Balance at 30 June 2011	19,674,526	1,436,530	(4,016,755)	17,094,301

The accompanying notes form part of these financial statements.

Statement of Changes in Equity

FOR THE YEAR ENDED 30 JUNE 2011

	NOTE	2011 \$	2010 \$
Cash flows from operating activities			
Cash receipts in the course of operations		68,780	47,448
Cash payments in the course of operations		(655,902)	(903,136)
Income tax rebate/refund		118,939	304,914
Interest received		336,358	66,844
Net cash (used in)/provided by operating activities	22(b)	(131,825)	(483,930)
Cash flows from investing activities			
Payments for plant and equipment		(7,517)	(3,475)
Payments for exploration and evaluation assets		(1,758,102)	(1,492,533)
Cash advance joint venture activities		843,540	-
Loans to related entities		(7,807)	-
Security deposit		-	(15,000)
Net cash (used in)/provided by investing activities		(929,886)	(1,511,008)
Cash flows from financing activities			
Proceeds from issue of shares		-	5,952,995
Payment of transaction costs associated with capital raising		-	(207,527)
Net cash provided by/(used in) financing activities		-	5,745,468
Net (decrease)/increase in cash held		(1,061,711)	3,750,530
Cash at the beginning of the financial year		4,807,700	1,057,170
Cash at the end of the financial year	22(a)	3,745,989	4,807,700

The accompanying notes form part of these financial statements.

Statement of Cash Flows

1 Statement of significant accounting policies

The financial report includes the financial statements and notes of Monax Mining Limited ('Company').

(a) Basis of preparation

This general purpose financial report has been prepared in accordance with Australian Accounting Standards, Australian Accounting Interpretations, other authoritative pronouncements of the Australian Accounting Standard Board (AASB) and the Corporation Act 2001.

The following report covers Monax Mining Limited, a listed public company, incorporated and domiciled in Australia.

Australian Accounting Standards set out accounting policies that the AASB has concluded would result in a financial report containing relevant and reliable information about transactions, events and conditions. Compliance with Australian Accounting Standards ensures that the financial statements and notes also comply with International Financial Reporting Standards. Material accounting policies adopted in the preparation of this financial report are presented below and have been consistently applied unless otherwise stated.

The financial report has been prepared on an accruals basis and is based on historical costs, modified where applicable, by the measurement at fair value of selected non current assets, financial assets and financial liabilities.

(b) Income tax

The income tax expense/(benefit) for the year comprises current income tax expense/(income) and deferred income tax (income).

Current income tax expense charged to the profit or loss is the tax payable on taxable income calculated using applicable income tax rates enacted at reporting date.

Deferred income tax expense reflects movements in deferred tax asset and deferred tax liability balances during the year as well as unused tax losses.

Current and deferred income tax (expense)/benefit is charged or credited directly to equity instead of the profit or loss when the tax relates to items that are credited or charged directly to equity.

Deferred tax assets and liabilities are ascertained based on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets also result where amounts have been fully expensed but future tax deductions are available. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the Statement of Comprehensive Income except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(c) Plant and equipment

Each class of plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Notes to the Financial Statements

(c) Plant and equipment (cont.)**Plant and equipment**

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by Directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

All fixed assets are depreciated on a straight line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

CLASS OF FIXED ASSET	DEPRECIATION RATE
Plant and equipment	5% – 33%

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at each reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the Statement of Comprehensive Income. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(d) Exploration and evaluation expenditure

Exploration and evaluation expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal and rehabilitation of the site in accordance with clauses of the mining permits. Such costs are determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly, the costs are determined on the basis that the restoration will be completed within one year of abandoning the site.

(e) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(f) Financial instruments

Initial recognition and measurement

Financial assets and financial liabilities are recognised when the entity becomes a party to the provisions to the instrument. For financial assets this is equivalent to the date that the Company commits itself to either the purchase or sale of the asset.

Financial instruments are initially measured at fair value plus transaction costs, except where the instrument is classified 'at fair value through the profit or loss', in which case the costs are expensed to the Statement of Comprehensive Income immediately.

Classification and subsequent measurement

Financial instruments are subsequently measured at either of fair value, amortised cost using the interest rate method or cost. Fair value represents the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties. Where available, quoted prices, in an active market are used to determine fair value.

The Company does not designate any interests in subsidiaries, associates or joint venture entities as being subject to the requirements of accounting standards specifically applicable to financial instruments:

(i) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market and are subsequently measured at amortised cost. Loans and receivables are included in current assets except for those not expected to mature within 12 months after the end of the reporting period.

(ii) Financial liabilities

Non-derivative financial liabilities are subsequently measured at amortised cost.

(iii) Available-for-sale financial assets

Available-for-sale financial assets are non derivative financial assets that are either not suitable to be classified into other categories of financial assets due to their nature, or they are designated as such by management. They comprise the investments in the equity of other entities where there is neither a fixed maturity nor determinable payments.

Impairment

At each reporting date, the Company assesses whether there is objective evidence that a financial instrument has been impaired.

(g) Impairment of assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the Statement of Comprehensive Income.

(h) Employee benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to reporting date. Employee benefits that are expected to be settled within one year are measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year are measured at the present value of the estimated future cash outflows to be made for those benefits. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Notes to the Financial Statements

(h) Employee benefits (cont.)

In determining the liability, consideration is given to employee wage increases and the probability that the employee may satisfy vesting requirements. Those cash flows are discounted using market yields on national government bonds with terms to maturity that match the expected timing of cash flows.

Equity settled compensation

The Company operates equity settled share-based payment employee share option schemes. The fair value of options is ascertained using the Black-Scholes pricing model which incorporates all market vesting conditions. The fair value of retention rights is ascertained using the binomial valuation model.

(i) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(j) Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

(k) Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of goods and services tax (GST).

(l) Goods and services tax

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Tax Office (ATO). In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated in the Statement of Financial Position inclusive of GST.

The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the Statement of Financial Position.

Cash flows are included in the Statement of Cash Flows on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to, the ATO are classified as operating cash flows.

(m) Interests in joint ventures

The Company's share of the assets, liabilities, reserves and expenses of joint venture operations are included in the appropriate items of the financial statements. Details of the Company's interests are shown at Note 14.

(n) Investments in associates

Associate companies are companies in which the Company has significant influence through holding, directly or indirectly, 20% or more of the voting power of the company. Investments in associate companies are recognised in the financial statements by applying the equity method of accounting. The equity method of accounting recognises the initial investment at cost and adjusted thereafter for the Company's share of post-acquisition reserves and profits/(losses) of its associates. Details of the Company's interest in associates is shown at Note 13.

(o) Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the Company during the period which remains unpaid. The balance is recognised as a current liability with the amount being normally paid within 30 days or recognition of the liability.

(p) Earnings per share**(i) Basic earnings per share**

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the company, excluding any costs of servicing equity other than ordinary shares, by the weighted average number of ordinary shares outstanding during the financial year, adjusted for bonus elements in ordinary shares issued during the year.

(p) Earnings per share (cont.)

(ii) Diluted earnings per share

Diluted earnings per share adjusts the figures used in the determination of basic earnings per share to take into account the after income tax effect and other financing costs associated with dilutive potential ordinary shares and the weighted average number of additional ordinary shares that would have been outstanding assuming the conversion of all dilutive potential ordinary shares.

(q) Comparative figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year. (Refer Note 27)

(r) Critical accounting estimates and judgements

The Directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends of economic data, obtained both externally and within the Company.

Key estimates – impairment

The Company assesses impairment at each reporting date by evaluating conditions specific to the Company that may lead to impairment of assets. Where an impairment trigger exists, the recoverable amount of the asset is determined.

The Company capitalises expenditure relating to exploration and evaluation where it is considered likely to be recoverable or where the activities have not reached a stage which permits a reasonable assessment of the existence of reserves. While there are certain areas of interest from which no reserves have been extracted, the directors are of the continued belief that such expenditure should not be written off since feasibility studies in such areas have not yet concluded.

Key judgements – exploration and evaluation expenditure

The entity capitalises expenditure relating to exploration and evaluation where it is considered likely to be recoverable or where the activities have not reached a stage which permits a reasonable assessment of the existence of reserves. While there are certain areas of interest from which no reserves have been extracted, the directors are of the continued belief that such expenditure should not be written off since feasibility studies in such areas have not yet concluded.

(s) Carbon tax impact

On 10 July 2011, the Commonwealth Government announced the 'Securing a Clean Energy Future – the Australian Government's Climate Change Plan'. Whilst the announcement provides further details of the framework for a carbon pricing mechanism, uncertainties continue to exist on the impact of any carbon pricing mechanism on the Company as legislation must be voted on and passed by both houses of Parliament. In addition, as the Company will not fall within the 'Top 500 Australian Polluters', the impact of the Carbon Scheme may be through indirect effects of increased prices on many production inputs and general business expenses as suppliers subject to the carbon pricing mechanism may pass on their burden to their customers in the form of increased prices.

(t) Adoption of the new and revised accounting standards

During the current year the Company adopted all of the new and revised Australia Accounting Standards and Interpretations applicable to its operations which became mandatory.

Recently issued accounting standards to be applied in future reporting periods

The accounting standards that have not been early adopted for the year ended 30 June 2011, but will be applicable to the Company in future reporting periods are detailed below. Apart from these standards, we have considered other accounting standards that will be applicable in future reporting periods, however they have been considered insignificant to the Company.

Notes to the Financial Statements

(t) Adoption of the new and revised accounting standards (cont.)

i) Consolidated Financial Statements

IFRS 10: "Consolidated Financial Statements" was issued by the IASB in May 2011 and replaces both the existing IAS 27: "Consolidated and Separate Financial Statements" and SIC 12: "Consolidation- Special Purpose Entities". The new standard revises the definition of control and related application guidance so that a single control model can be applied to all entities. This standard will apply to the Company from 1 July 2013 and it is believed there will be insignificant impact.

ii) Joint Arrangements

IFRS 11: "Joint Arrangements" was issued by the IASB in May 2011 and provides for a more realistic reflection of joint venture arrangements by focusing on the rights and obligations of the arrangement, rather than its legal form. The standard addresses inconsistencies in the reporting of joint arrangements by requiring a single method to account for interest in jointly controlled entities. This standard is applicable from 1 July 2013, with early adoption permitted. Management is assessing the impact on the Company, but at this stage it is believed there will be insignificant impact.

iii) Disclosure of Interests in Other Entities

IFRS 12: "Disclosure of Interests in other Entities" was issued by the IASB in May 2011 and is a new and comprehensive standard on disclosure requirements for all forms on interests in other entities, including subsidiaries, joint arrangements, associates, special purpose vehicles and other off balance sheet vehicles. This standard is applicable from 1 July 2013 and management is currently assessing the impacts of the standard, which will be limited to disclosure impacts only. There have also been consequential amendments to IAS 28: "Investments in Associates" as a result of above new standard. These amendments are applicable from 1 July 2013.

iv) Fair Value Measurement

IFRS 13: "Fair Value Measurements" was issued by the IASB in May 2011 and provides a precise definition of fair value, as a single source of fair value measurement and prescribes disclosure requirements for use across IFRS. The requirements do not extend the use of fair value accounting, but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRS. The standard will apply to the Company from 1 July 2013 and at this stage it is believed there will be no impact.

v) Other

In addition to the above recently issued accounting standards that are applicable in future years, we note the following new accounting standards that are applicable in future years:

- AASB 124: "Related Party Disclosures";
- AASB 2009-12: "Amendments to Australian Accounting Standards";
- AASB 2010-4: "Further Amendments to Australian Accounting Standards arising from the Annual Improvements Project";
- AASB 2010-5: "Amendments to Australian Accounting Standards";
- AASB 2010-8: "Amendments to Australian Accounting Standards- Deferred Tax: Recovery of Underlying Assets" and
- AASB 2011-4: "Amendments to Australian Accounting Standards to Remove Individual Key Management Personnel Disclosure Requirements".

(u) Authorisation for issue of financial statements

The financial statements were authorised for issue by the Board of Directors on 19 September 2011.

	NOTE	2011 \$	2010 \$
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2 Revenue from ordinary activities

Other revenues:

From operating activities

Interest received from other parties		260,464	192,869
Share of associate's net profit		20,358	-
Other revenue		63,800	47,448
Total revenue from ordinary activities		344,622	240,317

3 Profit from ordinary activities before income tax has been determined after

Expenses

Administration expenses

ASX fees		20,239	35,700
Share registry fees		26,530	47,619
Insurance		31,559	30,097
Audit and other services		35,337	24,750
Other		107,622	83,656
		221,287	221,822

Consulting expenses

Legal fees		11,970	10,851
Corporate consulting		64,312	95,834
Accounting and secretarial services		7,600	11,969
		83,882	118,654

Depreciation expenses

Plant and equipment		15,221	17,691
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Employment expenses

Salaries and wages		378,941	398,644
Directors' fees		215,500	206,874
Superannuation		29,070	35,276
Provisions		11,191	(17,006)
Share-based payments		82,450	219,125
Other		12,299	30,463
Reallocation to exploration costs		(377,048)	(396,409)
		352,403	476,967

Impairment of assets		74,008	2,289,402
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Notes to the Financial Statements

	NOTE	2011 \$	2010 \$
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4 Income tax benefit/(expense)

The components of tax expense comprise:

Current income tax		442,939	(62,258)
Deferred income tax		-	-
Tax portion of capital raising costs		-	-
Income tax benefit/(expense) reported in the statement of comprehensive income		442,939	(62,258)

The prima facie income tax on profit from ordinary activities before income tax is reconciled to the income tax as follows:

Prima facie income tax benefit/(expense) calculated at 30% on loss from ordinary activities		168,176	903,703
Tax losses utilised		178,026	-
Deferred tax asset in respect of tax losses not brought to account		-	(216,882)
Impairment expense previously brought to account		(22,202)	(686,821)
Research and development tax offset		118,939	-
Over provision in the prior year		-	-
Tax portion of capital raising costs		-	(62,258)
Income tax benefit/(expense) attributable to loss from ordinary activities		442,939	(62,258)

Income tax losses

Deferred tax asset arising from carried forward tax losses not recognised at reporting date as the asset is not regarded as meeting the probable criteria

- tax losses at 30%		(3,611,956)	(3,902,864)
Temporary differences		12,126	8,769

5 Key management personnel disclosures

Refer to the Remuneration Report contained in the Directors' Report for details of the remuneration paid or payable to each member of the Company's key management personnel for the year ended 30 June 2011. The totals of remuneration paid to key management personnel during the year are as follows:

	2011 \$	2010 \$
Short term employee benefits	531,186	497,421
Post employment benefits	36,814	34,512
Other long term benefits	-	-
Termination benefits	-	-
Share-based payments	82,450	203,875
	650,450	735,808

Detailed remuneration disclosures are provided in the remuneration report.

5 Key management personnel disclosures (cont.)

(a) Directors and key management personnel

The names and positions held by Directors and key management personnel of the Company during the financial year are:

DIRECTORS	POSITION
Mr RM Kennedy	Chairman – Non-executive
Mr RG Nelson	Director – Non-executive
Mr GS Davis	Director – Non-executive
Dr NF Alley	Director – Non-executive
Mr GM Ferris	Managing Director – Executive
Mr EJ Vickery	Alternate Director (from 7 February 2011)
Mr IR Witton	Alternate Director (from 28 January 2011)
Key management personnel	
Ms VK Suttell	Chief Financial Officer / Company Secretary

(b) Directors and key management personnel equity remuneration, holdings and transactions

(i) Options provided as remuneration and shares issued on exercise of such options

Details of options provided as remuneration and shares issued on the exercise of such options together with the terms and condition of the options can be found in the remuneration report.

(ii) Share holdings

The number of shares in the company held during the financial year by each director of Monax Mining Limited and other key management personnel of the Company, including their personal related parties, are set out below. There were no shares granted during the year as remuneration.

5 Key management personnel disclosures (cont.)

(b) Directors and key management personnel equity remuneration, holdings and transactions (cont.)

SHARES IN MONAX MINING LIMITED	BALANCE 1/07/10	RECEIVED AS REMUNERATION	OPTIONS EXERCISED	NET CHANGE OTHER ¹	BALANCE 30/06/11	TOTAL HELD IN ESCROW 30/06/11
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Held by Directors in own name

Mr RM Kennedy	-	-	-	-	-	-
Mr RG Nelson	-	-	-	-	-	-
Mr GS Davis	72,727	-	-	-	72,727	-
Dr NF Alley	-	-	-	-	-	-
Mr GM Ferris	-	-	-	-	-	-
Mr EJ Vickery	-	-	-	-	-	-
Mr IR Witton	-	-	-	-	-	-
	72,727	-	-	-	72,727	-

Held by Directors' personally related entities

Mr RM Kennedy	4,464,488	-	-	-	4,464,488	-
Mr RG Nelson	2,145,659	-	-	-	2,145,659	-
Mr GS Davis	2,702,728	-	-	-	2,702,728	-
Dr NF Alley	3,108,919	-	-	-	3,108,919	-
Mr GM Ferris	-	-	-	500,000	500,000	-
Mr EJ Vickery	55,300	-	-	-	55,300	-
Mr IR Witton	98,923	-	-	50,000	148,923	-
Total held by Directors	12,648,744	-	-	550,000	13,198,744	-

Key management personnel excluding Directors

Ms VK Suttell	38,727	-	-	-	38,727	-
Total	12,687,471	-	-	550,000	13,237,471	-

5 Key management personnel disclosures (cont.)

(b) Directors and key management personnel equity remuneration, holdings and transactions (cont.)

(iii) Option holdings

The number of options over ordinary shares in the company held during the financial year by each director of Monax Mining Limited and any other key management personnel of the Company, including their personal related parties are set out below.

OPTIONS IN MONAX MINING LIMITED	OPTION CLASS	BALANCE 1/07/10	RE-CEIVED AS REMUNERATION	OPTIONS EXERCISED	NET CHANGE OTHER	BALANCE 30/06/11	TOTAL VESTED 30/06/11	TOTAL EXERCISABLE 30/06/11
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Held by Directors in own name

Mr RM Kennedy		-	-	-	-	-	-	-
Mr RG Nelson		-	-	-	-	-	-	-
Mr GS Davis		-	-	-	-	-	-	-
Dr NF Alley		-	-	-	-	-	-	-
Mr GM Ferris		-	-	-	-	-	-	-
Mr EJ Vickery		-	-	-	-	-	-	-
Mr IR Witton		-	-	-	-	-	-	-
		-	-	-	-	-	-	-

Directors' personally related entities

Mr RM Kennedy	(k)	558,062	-	-	-	558,062	558,062	558,062
Mr RG Nelson		-	-	-	-	-	-	-
Mr GS Davis		-	-	-	-	-	-	-
Dr NF Alley		-	-	-	-	-	-	-
Mr GM Ferris	(i)	3,000,000	-	-	-	3,000,000	3,000,000	3,000,000
Mr EJ Vickery		-	-	-	-	-	-	-
Mr IR Witton	(k)	12,366	-	-	-	12,366	12,366	12,366
Total held by Directors		3,570,428	-	-	-	3,570,428	3,570,428	3,570,428

Key management personnel excluding Directors

Ms VK Suttell	(g)	75,000	-	-	-	75,000	75,000	75,000
	(j)	175,000	-	-	-	175,000	175,000	175,000
Total		3,820,428	-	-	-	3,820,428	3,820,428	3,820,428

Notes to the Financial Statements

5 Key management personnel disclosures (cont.)

(b) Directors and key management personnel equity remuneration, holdings and transactions (cont.)

(iii) Option holdings (cont.)

OPTIONS IN MONAX MINING LIMITED	OPTION CLASS	BALANCE 1/07/09	RE-CEIVED AS REMUNERATION	OPTIONS EXERCISED	NET CHANGE OTHER	BALANCE 30/06/10	TOTAL VESTED 30/06/10	TOTAL EXERCISABLE 30/06/10
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Held by Directors in own name

Mr RM Kennedy		-	-	-	-	-	-	-
Mr RG Nelson		-	-	-	-	-	-	-
Mr GS Davis		-	-	-	-	-	-	-
Dr NF Alley		-	-	-	-	-	-	-
Mr GM Ferris		-	-	-	-	-	-	-
Mr MP Schwarz		-	-	-	-	-	-	-
Mr EJ Vickery		-	-	-	-	-	-	-
Mr IR Witton		-	-	-	-	-	-	-
		-	-	-	-	-	-	-

Directors' personally related entities

Mr RM Kennedy	(e)	350,000	-	-	(350,000)	-	-	-
	(k)	-	-	-	558,062	558,062	558,062	558,062
Mr RG Nelson	(e)	350,000	-	-	(350,000)	-	-	-
Mr GS Davis	(e)	350,000	-	-	(350,000)	-	-	-
Dr NF Alley	(e)	400,000	-	-	(400,000)	-	-	-
Mr GM Ferris	(i)	-	3,000,000	-	-	3,000,000	3,000,000	3,000,000
Mr MP Schwarz	(f)	750,000	-	-	(750,000)	-	-	-
	(h)	250,000	-	-	(250,000)	-	-	-
Mr EJ Vickery		-	-	-	-	-	-	-
Mr IR Witton	(k)	-	-	-	12,366	12,366	12,366	12,366
Total held by Directors		2,450,000	3,000,000	-	(1,879,572)	3,570,428	3,570,428	3,570,428

Key management personnel excluding Directors

Ms VK Suttell	(g)	75,000	-	-	-	75,000	75,000	75,000
	(j)	-	175,000	-	-	175,000	175,000	175,000
Total		2,525,000	3,175,000	-	(1,879,572)	3,820,428	3,820,428	3,820,428

(e) Unlisted options exercisable at \$0.40 by 30/06/2010

(f) Unlisted options exercisable at \$0.26 by 12/04/2011

(g) Unlisted options exercisable at \$0.246 by 18/07/2013

(h) Unlisted options exercisable at \$0.0517 by 23/12/2013

(i) Unlisted options exercisable at \$0.10 by 31/07/2012

(j) Unlisted options exercisable at \$0.0917 by 05/03/2015

(k) Listed options exercisable at \$0.15 by 30/11/2011

1. Net change other refers to shares purchased and/or sold during the financial year and shares no longer held by Directors or their related entities.

5 Key management personnel disclosures (cont.)

(b) Directors and key management personnel equity remuneration, holdings and transactions (cont.)

(iv) Share rights holdings

The number of rights over ordinary shares in the company held during the financial year by each director of Monax Mining Limited and any other key management personnel of the Company, including their personal related parties are set out below.

RIGHTS	PERIOD	OPENING BALANCE	RECEIVED AS REMUNERATION	EXERCISED	NET CHANGE OTHER	BALANCE PERIOD END	TOTAL VESTED PERIOD END	TOTAL EXERCISABLE PERIOD END
Mr RM Kennedy	2011	-	-	-	-	-	-	-
	2010	-	-	-	-	-	-	-
Mr RG Nelson	2011	-	-	-	-	-	-	-
	2010	-	-	-	-	-	-	-
Mr GS Davis	2011	-	-	-	-	-	-	-
	2010	-	-	-	-	-	-	-
Dr NF Alley	2011	-	-	-	-	-	-	-
	2010	-	-	-	-	-	-	-
Mr GM Ferris	2011	-	1,500,000	-	-	1,500,000	-	-
	2010	-	-	-	-	-	-	-
Ms VK Suttell	2011	-	600,000	-	-	600,000	-	-
	2010	-	-	-	-	-	-	-
Total		-	2,100,000	-	-	2,100,000	-	-

Other key management personnel transactions

There have been no other transactions involving equity instruments other than those described in the tables above. For details of other transactions with key management personnel, refer to Note 23: Related parties.

	2011 \$	2010 \$
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6 Auditors' remuneration

Audit services:

Auditors of the Company – Grant Thornton

Audit and review of the financial reports

35,300

24,750

35,300

24,750

Notes to the Financial Statements

7 Earnings per share

(a) Classification of securities

All ordinary shares have been included in basic earnings per share.

(b) Classification of securities as potential ordinary shares

150,000 unlisted options exercisable at \$0.666 by 14/02/2012
 215,000 unlisted options exercisable at \$0.246 by 18/07/2013
 10,000 unlisted options exercisable at \$0.0517 by 23/12/2013
 3,000,000 unlisted options exercisable at \$0.10 by 31/07/2012
 425,000 unlisted options exercisable at \$0.0917 by 05/03/2015
 18,309,658 listed options exercisable at \$0.15 by 30/11/2011

Options granted to employees under the Monax Mining Limited Employee Share Option Plan are considered to be potential ordinary shares and have been included in the determination of diluted earnings per share to the extent to which they are dilutive.

	2011 \$	2010 \$
(c) Earnings used in the calculation of earnings per share		
Profit/(loss) after income tax expense	(117,648)	(3,074,601)
d) Weighted average number of shares outstanding during the year used in calculating earnings per share		
Number for basic earnings per share		
Ordinary shares	148,053,668	116,140,759
Number for diluted earnings per share		
Ordinary shares and options	148,061,894	116,265,401

8 Cash and cash equivalents

Cash at bank	480,989	192,700
Deposits at call	3,265,000	615,000
	3,745,989	807,700

9 Trade and other receivables

Current

Trade debtors	98,387	129,133
Loan to related party	129,807	122,000
Other debtors	90,497	240,400
	318,691	491,533

Other debtors represent accrued interest receivable, research and development tax offset receivable and GST refunds. Receivables are not considered past due and/or impaired.

	2011 \$	2010 \$
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10 Other current assets

Prepayments	20,891	19,283
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11 Financial assets

Held-to-maturity investments

Fixed interest short term deposit	-	4,000,000
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12 Plant and equipment

Plant and equipment

At cost	367,902	360,386
Accumulated depreciation	(224,224)	(182,171)
Net book value	143,678	178,215

Reconciliations

Reconciliations of the carrying amounts for each class of plant and equipment are set out below:

Plant and equipment

Carrying amount at beginning of year	178,215	219,848
Additions	7,517	3,476
Disposals	-	-
Accumulated depreciation	(42,054)	(45,109)
Carrying amount at end of year	143,678	178,215

13 Investments in associates

Interests are held in the following associated companies.

NAME	PRINCIPAL ACTIVITIES	COUNTRY OF INCORPORATION	SHARES	OWNERSHIP INTEREST		CARRYING AMOUNT OF INVESTMENT	
				2011	2010	2011	2010
UNLISTED							
Marmota Energy Limited	Mineral exploration	Australia	Ord	23.9	24.0	3,260,358	2,160,000
Groundhog Services Pty Ltd	Administration services	Australia	Ord	50	50	1	1
Groundhog Partnership	Administration services	n/a	n/a	50	-	-	-

Notes to the Financial Statements

13 Investments in associates (cont.)

As discussed in Note 27 Marmota Energy Limited and Groundhog Services Pty Ltd are no longer consolidated. The de-consolidation was effective 1 January 2011. In accordance with Australian Accounting Standards the investment in Marmota Energy Limited has been marked to market value on de-consolidation and equity accounted for the six months ended 30 June 2011. The corresponding comparative is recognised at fair market value with reference to its quoted price on the ASX on 30 June 2010.

(a) Movements during the year in equity accounted investments in associated entities

	2011 \$	2010 \$
Balance at the beginning of the financial year	-	-
New investments during the year	3,240,001	-
Share of associated entity's profit after income tax	20,358	-
Balance at the end of the financial year	3,260,359	-

Refer Note 27, equity accounted investments from 1 January 2011.

(b) Equity accounted profits of associates are broken down as follows:

	2011 \$	2010 \$
Share of associate's profit before income tax	20,358	-
Share of associate's income tax expense	-	-
Share of associate's profit after income tax expense	20,358	-

(c) Summarised presentation of aggregate assets, liabilities and performance of associates

The Company's share of the results of its principle associates and its aggregated assets and liabilities are as follows:

	NOTE	2011 \$	2010 \$
Current assets		6,636,556	10,117,280
Non-current assets		21,733,893	18,142,911
Total assets		28,370,449	28,260,191
Current liabilities		(795,738)	(812,987)
Non-current liabilities		(98,143)	(107,056)
Total liabilities		(893,881)	(920,043)
Net assets		27,476,568	27,340,148

(d) Market value of listed investment in associate 2,052,000 2,160,000

14 Interests in unincorporated joint ventures

Monax Mining Limited has the following interests in unincorporated joint ventures

NO	STATE	AGREEMENT NAME	PARTIES	SUMMARY
1	SA	Ambrosia Farm-in & Joint Venture Agreement	Marmosa Pty Ltd (MSA) and Monax Mining Limited (MOX)	MOX gives MSA the right to explore for all minerals in the area covered by Exploration Licence EL 4510 (formerly EL 3358). During the financial year MSA has achieved its second earn in and has a 50% interest.
2	SA	Mineral Rights Transfer & Joint Venture Agreement	Marmosa Pty Ltd (MSA) and Monax Mining Limited (MOX)	MSA transfers to MOX 100% of its interests in minerals other than uranium and 30% of its interests in uranium for areas covered by the following Exploration Licences: EL 3907, EL 3909 and EL 3910. MSA and MOX enter into a joint venture to explore for uranium.
3	SA	Farm-in Agreement	OM (Manganese) Limited (OMM) and Monax Mining Limited (MOX)	MOX gives OMM the exclusive right to conduct exploration for all minerals except uranium and non-ferrous minerals (subject to an election by OMM in accordance with the agreement) on area covered by Exploration Licence EL 4662 (formerly EL 3357). Once OMM has spent \$2 million it will have earned 60% interest. Minimum expenditure of \$250,000 in the first year must be spent before OMM can withdraw from the agreement and the \$4 million must be incurred within 4 years.
4	SA	Melton Joint Venture	Monax Mining Limited (MOX) and Marmota Energy Limited (MEU)	MEU will have the right to explore for all minerals in the area covered by Exploration Licences EL 4000 and EL 3911. MEU and MOX operate a 50:50 joint venture
5	SA	Punt Hill Farm-in Agreement	Monax Mining Limited (MOX) and Antofagasta Minerals SA (AMS)	MOX gives AMS the right to explore for all minerals in the area covered by Exploration Licences EL 4642 (formerly EL 3457) and EL 4548. AMS has the right to earn 51% interest in the tenement by expending US\$4 million over 4 years.

	NOTE	2011 \$	2010 \$
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15 Exploration and evaluation expenditure

Costs carried forward in respect of areas of interest in:

Exploration and evaluation phase	(i)	9,983,060	8,864,116
Total exploration and evaluation expenditure		9,983,060	8,864,116

The ultimate recoupment of costs carried forward for exploration phase is dependent on the successful development and commercial exploitation or sale of the respective areas.

Notes to the Financial Statements

15 Exploration and evaluation expenditure (cont.)

(i) Reconciliation

A reconciliation of the carrying amount of exploration and/or evaluation phase expenditure is set out below.

	2011 \$	2010 \$
Carrying amount at beginning of year	8,864,116	9,720,382
Additional costs capitalised during the year	1,192,952	1,433,136
Impairment of exploration asset	(74,008)	(2,289,402)
Carrying amount at end of year	9,983,060	8,864,116

16 Trade and other payables

Trade creditors	31,867	46,528
Other creditors and accruals	277,512	61,189
Amounts payable to Director related entities*	28,567	10,402
	337,946	118,119

* Details of amounts payable to Director related entities are detailed in Note 23.

17 Provisions

Current

Employee benefits	24,978	22,900
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Non-current

Employee benefits	15,443	6,330
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Provision for long service leave

A provision for long service leave has been recognised for employee benefits. In calculating the present value of future cash flows in respect of long service leave, the probability of long service leave being taken is based on historical data. The measurement and recognition criteria relating to employee benefits has been included in Note 1 to this report.

	2011 \$	2010 \$
Provisions		
Opening balance at beginning of year	29,230	46,236
Additional provisions	11,191	(17,006)
Balance at end of year	40,421	29,230

18 Issued capital

	2011 \$	2010 \$
Issued and paid-up share capital		
148,053,668 (2010: 148,053,668) ordinary shares, fully paid	19,674,526	19,674,526
(a) Ordinary shares		
Balance at the beginning of year:	19,674,526	13,866,800
Shares issued during the year:		
Nil (2010: 34,887,449) shares issued to shareholders as part of a Share Purchase Plan and Placement at \$0.075	-	2,616,558
Nil (2010: 36,619,158) shares issued to shareholders as part of a Rights Issue and Placement at \$0.075	-	2,746,437
Nil (2010: 5,900,000) shares issued to shareholders as part of a Placement at \$0.10	-	590,000
Nil (2010: 4) shares issued to option holders on the exercise of options at \$0.15	-	-
Less transaction costs arising from issue of shares net of tax	-	(145,269)
Balance at end of year	19,674,526	19,674,526

Holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at shareholders' meetings.

Ordinary shares have no par value and the Company does not have a limited amount of authorised capital. In the event of winding up of the Company ordinary shareholders rank after all creditors and are fully entitled to any proceeds of liquidation.

(b) Options/rights

For information relating to the Monax Mining Limited Employee Share Option Plan including details of any options issued, exercised and lapsed during the financial year, refer to Note 19. For information relating to share options and share rights issued to executive Directors during the financial year, refer to Note 5.

At 30 June 2011, there were 24,209,654 (30 June 2010: 22,109,654) unissued shares for which the following options/rights were outstanding.

- 150,000 unlisted options exercisable at \$0.666 by 14/12/2012
- 215,000 unlisted options exercisable at \$0.246 by 18/07/2013
- 10,000 unlisted options exercisable at \$0.0517 by 23/12/2013
- 3,000,000 unlisted options exercisable at \$0.10 by 31/07/2012
- 425,000 unlisted options exercisable at \$0.0917 by 05/03/2015
- 18,309,654 listed options exercisable at \$0.15 by 30/11/2011
- 2,100,000 share rights vesting 1/3 each of 01/07/2011, 01/07/2012 and 01/07/2013

(c) Capital Management

Management effectively manages the company's capital by assessing the Company's financial risks and adjusting its capital structure accordingly. These responses include share issues. There have been no changes in the strategy adopted by management to control the capital of the Company since the prior year. Capital is shown as issued capital in the Statement of Financial Position.

Notes to the Financial Statements

19 Share-based payments

Share-based payment arrangements are in line with the Monax Mining Limited Employee Share Option plan and retention rights scheme, details of which are outlined in the directors' report.

(i) Options

Listed below are summaries of options granted:

MONAX MINING LIMITED	2011		2010	
	NUMBER OF OPTIONS	WEIGHTED AVERAGE EXERCISE PRICE \$	NUMBER OF OPTIONS	WEIGHTED AVERAGE EXERCISE PRICE \$
Outstanding at the beginning of the year	3,800,000	0.0584	1,825,000	0.330
Granted – December 2009	-	-	3,000,000	0.061
Granted – March 2010	-	-	425,000	0.085
Exercised	-	-	-	-
Expired	-	-	-	-
Lapsed	-	-	(1,450,000)	-
Outstanding at year-end	3,800,000	0.0584	3,800,000	0.0584
Exercisable at year-end	3,800,000		3,800,000	

On 5 March 2010, 425,000 share options were granted to employees under the Monax Mining Limited Employee Share Option Plan to take up ordinary shares at an exercise price of \$0.0917 each. These options are exercisable on or before 5 March 2015.

On 17 December 2009, 3,000,000 share options were granted to Mr GM Ferris to take up ordinary shares at an exercise price of \$0.10 each. The options are exercisable on or before 31 July 2012.

On 23 December 2008, 260,000 share options were granted to employees under the Monax Mining Limited Employee Share Option Plan to take up ordinary shares at an exercise price of \$0.0517 each. These options are exercisable on or before 23 December 2013. 250,000 of these options have lapsed.

On 18 July 2008, 365,000 share options were granted to employees under the Monax Mining Limited Employee Share Option Plan to take up ordinary shares at an exercise price of \$0.246 each. These options are exercisable on or before 18 July 2013. 150,000 of these options have lapsed.

On 15 February 2007, 450,000 share options were granted to employees under the Monax Mining Limited Employee Share Option Plan to take up ordinary shares at an exercise price of \$0.666 each. These options are exercisable on or before 14 March 2012. 300,000 of these options have lapsed.

The options are non-transferable except as allowed under the Monax Mining Limited Employee Share Option Plan and are not quoted securities. At reporting date, no share options had been exercised.

All options granted to executive directors and key management personnel are over ordinary shares in Monax Mining Limited which confer a right of one ordinary share for every option held.

The life of the options is based on the days remaining until expiry.

19 Share-based payments (cont.)

(i) Options (continued)

No options were granted to Executive Directors and key management personnel as share-based payments during the year.

The options hold no voting or dividends rights and are unlisted. The options lapse six months subsequent to the cessation of employment with the Company. There are no vesting conditions attached to the options.

The fair value of the options granted was calculated by using the Black Scholes option pricing model applying the following inputs.

	MARCH 2010	DECEMBER 2009	DECEMBER 2008	JULY 2008	FEBRUARY 2007
Weighted average fair value (Black Scholes)	\$0.085	\$0.061	\$0.029	\$0.155	\$0.545
Weighted average exercise price	\$0.0917	\$0.10	\$0.05	\$0.246	\$0.666
Weighted average life of the option	1,825 days	956 days	1,825 days	1,825 days	1,825 days
Underlying share price	\$0.10	\$0.08	\$0.03	\$0.19	\$0.83
Expected share price volatility	122%	151%	201%	117%	69.84%
Risk free interest rate	4.00%	3.75%	4.25%	7.25%	5.0%

The life of the options is based on the days remaining until expiry. Volatility is based on historical share prices.

(ii) Retention Rights

On 17 November 2010, a total of 2,100,000 retention rights were granted to two senior executives/key management personnel subsequent to shareholder approval at the Annual General Meeting. The retention rights, being an entitlement to shares in the Company, will vest over three years with one third vesting on each of 1 July 2011, 1 July 2012 and 1 July 2013, at which time shares will be issued to the executives. The fair value of these rights at grant date was \$153,300 of which \$82,450 was recognised during the 2011 financial year in the share based payments reserve and Statement of Comprehensive Income. At reporting date, none of the 2,100,000 rights had vested. The fair value of the rights was determined by obtaining an independent valuation and considering the market price of the underlying shares at the date the rights were granted and assuming that all holders continued to be employees of the Company, adjusted for the risk that vesting conditions are not met.

Each right is issued for no consideration. Once exercisable, a right entitles the holder to one fully paid ordinary share in Monax Mining Limited. The aggregate value of rights at the grant date is \$153,300 of which \$82,450 was expensed in the 2011 financial year. \$70,850 is to be expensed in subsequent years. In accordance with the requirements of the Australian Accounting Standards, remuneration includes a proportion of the notional value of equity compensation granted or outstanding during the year. The notional value of equity instruments which do not vest during the reporting period is determined at the grant date and is progressively allocated over the vesting period. The amount included as remuneration is not related to or indicative of the benefit (if any) that individuals may ultimately realise should the rights vest. The notional value of rights as at grant date has been determined in accordance with AASB 2. The calculations are performed using an appropriate valuation methodology. The total minimum value of rights if vesting conditions are not met is nil.

Notes to the Financial Statements

19 Share-based payments (cont.)

Expenses arising from share-based payment transactions

Total expenses arising from share-based payment transactions recognised during the period as part of employee benefits expense were as follows:

	2011 \$	2010 \$
Options issued under employee option plan	-	219,125
Retention rights issued	82,450	-
	82,450	219,125

20 Financial risk management

The Company's financial instruments consist mainly of deposits with banks, accounts receivable and payable.

The totals for each category of financial instruments, measured in accordance with AASB 139 as detailed in the accounting policies to these financial statements, are as follows:

	NOTE	2011 \$	2010 \$
Financial assets			
Cash and cash equivalents		3,745,989	807,700
Held-to-maturity investments			
- Fixed interest securities		-	4,000,000
Loans and receivables		318,691	491,533
		4,064,680	5,299,233
Financial liabilities			
Trade and other payables		337,946	118,119
		337,946	118,119

Financial risk management policies

The Board of Directors are responsible for monitoring and managing financial risk exposures of the Company.

Specific financial risk exposures and management

The main risks the Company is exposed to includes liquidity risk, credit risk and interest rate risk.

(a) Liquidity risk

Liquidity risk arises from the possibility that the Company might encounter difficulty in settling its debts or otherwise meeting its obligations related to financial liabilities.

20 Financial risk management (cont.)

(a) Liquidity risk (cont.)

The Company manages liquidity risk by monitoring forecast cash flows, only investing surplus cash with major financial institutions; and comparing the maturity profile of financial liabilities with the realisation profile of financial assets.

The Board meets on a regular basis to analyse financial risk exposure and evaluate treasury management strategies in the context of the most recent economic conditions and forecasts. The Board's overall risk management strategy seeks to assist the Company in managing its cash flows. Financial liabilities are expected to be settled within 12 months.

(b) Credit risk exposures

Credit risk represents the loss that would be recognised if counterparties failed to perform as contracted.

The maximum exposure to credit risk on financial assets, excluding investments, of the entity which have been recognised in the Statement of Financial Position, is the carrying amount, net of any provision for doubtful debts.

No receivables are considered past due or impaired at reporting date.

(c) Interest rate risk

Exposure to interest rate risk arises on financial assets and liabilities recognised at reporting date whereby a future change in interest rates will affect future cash flows or the fair value of fixed rate financial instruments.

The company has no long term financial liabilities upon which it pays interest. Cash is held in an interest yielding cheque account and on short term call deposit where the interest rate is both fixed and variable according to the financial asset.

Interest rate risk is managed with a mixture of fixed and floating rate cash deposits. At 30 June 2011 approximately 87.5% of Company deposits are fixed. It is the policy of the Company to keep between 90% and 100% of surplus cash in high yielding deposits.

(d) Sensitivity analysis

Interest rate

The Company has performed a sensitivity analysis relating to its exposure to interest rate risk at reporting date. This sensitivity analysis demonstrates the effect on the current year results and equity which could result from a change in these risks. It should be noted that the company does not have borrowings and any impacts would be in relation to deposit yields on cash investments.

20 Financial risk management (cont.)

(d) Sensitivity analysis (cont.)

Interest rate sensitivity analysis

At reporting date, the effect on loss and equity as a result of changes in the interest rate, with all other variables remaining constant would be as follows:

	2011 \$	2010 \$
Change in loss		
Increase in interest rates by 2%	74,920	96,140
Decrease in interest rates by 2%	(74,920)	(96,140)
Change in equity		
Increase in interest rates by 2%	74,920	96,140
Decrease in interest rates by 2%	(74,920)	(96,140)

(e) Net fair values of financial assets and liabilities

Fair values are amounts at which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The net fair values of financial assets and liabilities are determined by the entity on the following bases:

- (i) Monetary financial assets and financial liabilities not readily traded in an organised financial market are carried at book value and where relevant adjusted for any changes in exchange rates.
- (ii) Non-monetary financial assets and financial liabilities are recognised at their carrying values recognised in the Statement of Financial Position.

The carrying amount of financial assets and liabilities is equivalent to fair value at reporting date.

21 Commitments and contingent liabilities

(a) Exploration expenditure commitments

In order to maintain current rights of tenure to exploration tenements, the entity will be required to outlay in the year ending 30 June 2012 amounts of approximately \$1,308,000 to meet minimum expenditure requirements pursuant to various joint venture requirements and those specified by the State Government of South Australia. These obligations are subject to renegotiation when application for a mining lease is made and at other times. These obligations are not provided for in the financial report.

(b) Operating lease commitments

Effective 1 July 2008, Groundhog Services Pty Ltd will provide company secretarial and financial services, tenement management, office administration, logistical support and office accommodation. Groundhog has entered into a non-cancellable operating lease commencing in August 2008 for a five year period for office and warehouse accommodation.

21 Commitments and contingent liabilities (cont.)

(c) Contingent liabilities

As at 30 June 2011, there were no contingent liabilities.

	NOTE	2011 \$	2010 \$
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22 Notes to the statements of cash flows

(a) Cash at the end of the financial year consists of the following:

		2011 \$	2010 \$
Cash at bank and at call	8	3,745,989	807,700
Financial assets	11	-	4,000,000
		3,745,989	4,807,700

(b) Reconciliation of profit from ordinary activities after income tax to net cash outflow from operating activities

		2011 \$	2010 \$
Profit/(Loss) from ordinary activities after income tax		(117,648)	(3,074,601)
Add/(less) items classified as investing/ financing activities			
Share of associate net (profit)/loss		(20,358)	-
Add/(less) non cash items			
Depreciation		15,221	17,691
Share-based payments		82,450	219,125
Impairment of asset		74,008	2,289,402
Income tax expense/ (benefit)		(324,000)	62,258
Changes in operating assets and liabilities			
(Increase)/decrease in prepayments		(1,608)	3,743
(Increase)/decrease in receivables		172,842	(47,868)
(Decrease)/increase in accounts payable		(23,923)	63,326
(Decrease)/increase in loans		-	-
(Decrease)/increase in provisions		11,191	(17,006)
Net cash provided by/(used in) operating activities		(131,825)	(483,930)

Notes to the Financial Statements

23 Related parties

Directors' transactions with the Company

A number of Directors of the Company, or their Director related entities, held positions in other entities during the financial year that result in them having control or significant influence over the financial or operating policies of those entities.

The terms and conditions of the transactions with Directors and their Director related entities were no more favourable to the Directors and their Director related entities than those available, or which might reasonably be expected to be available, on similar transactions to Non-director related entities on an arm's length basis.

The aggregate amounts recognised during the year (excluding re-imbursement of expenses incurred on behalf of the Company) relating to Directors and their Director related entities were as follows:

DIRECTOR	TRANSACTION	NOTE	2011 \$	2010 \$
GS Davis	Payments to an entity of which the Director is a partner in respect of legal fees		18,980	35,674
RM Kennedy, GS Davis, NF Alley and RG Nelson	Payments to a Director related entity for exploration and joint logistics.	(i)	456,091	557,205
GM Ferris	Payments to a Director related entity for administration services.	(ii)	368,726	302,094

(i) This amount relates to the exploration undertaken on behalf of Monax Mining Limited by Marmota Energy Limited for access and participation in projects in South Australia.

(ii) This amount relates to the provision of administration and logistical services by Groundhog Services Pty Ltd.

Amounts receivable from and payable to Directors and their Director related entities at reporting date arising from these transactions were as follows:

	2011 \$	2010 \$
Current receivables		
Trade debtors	-	-
Loan to related party	129,807	122,000
	129,807	122,000
Current payables		
Trade creditors	-	-
Amounts payable to associates	28,567	10,402
	28,567	10,402

* Amounts payable to associates represents amounts payable to Marmota Energy Limited and Groundhog Services Pty Ltd, both associated companies.

24 Operating segments

Segment information

Description of segments

AASB 8 requires operating segments to be identified on the basis of internal reports about components of the entity that are regularly reviewed by the chief operating decision maker in order to allocate resources to the segment and to assess its performance. The entity has identified its operating segments to be Gawler Craton, Kangaroo Island and North Queensland based on different geological regions and the similarity of assets within those regions. This is the basis on which internal reports are provided to the Board of Directors for assessing performance and determining the allocation of resources within the entity.

The entity operates primarily in one business, namely the exploration of minerals.

Basis of accounting for purposes of reporting by operating segment

Accounting policies adopted

Unless stated otherwise, all amounts reported to the Board of Directors, being the chief operating decision maker with respect to operating segments, are determined in accordance with accounting policies that are consistent to those adopted in the annual financial statements of the Company.

Details of the performance of each of these operating segments for the financial years ended 30 June 2011 and 30 June 2010 are set out below:

(i) Segment information

JUNE 2011	GAWLER CRATON		KANGAROO ISLAND		NORTH QUEENSLAND		TOTAL	
	2011 \$	2010 \$	2011 \$	2010 \$	2011 \$	2010 \$	2011 \$	2010 \$
Segment revenue	63,800	47,448	-	-	-	-	63,800	47,448
Segment results								
Gross segment result before depreciation, amortisation and impairment	63,800	47,448	-	-	-	-	63,800	47,448
Depreciation and amortisation	-	-	-	-	-	-	-	-
Impairment	-	-	(74,008)	(2,289,402)	-	-	(74,008)	(2,289,402)
	63,800	47,448	(74,008)	(2,289,402)	-	-	(10,208)	(2,241,954)
Interest income							260,464	192,869
Share of associates' net profit							20,358	-
Other expenses							(831,201)	(963,258)
Profit/(loss) before tax							(560,587)	(3,012,343)
Income tax benefit/(expense)							442,939	(62,258)
Net profit/(loss) after tax							(117,648)	(3,074,601)

Notes to the Financial Statements

24 Operating segments (cont.)

(ii) Segment assets

JUNE 2011	GAWLER CRATON		KANGAROO ISLAND		NORTH QUEENSLAND		TOTAL	
	2011 \$	2010 \$	2011 \$	2010 \$	2011 \$	2010 \$	2011 \$	2010 \$
Segment assets	9,396,742	8,725,201	-	-	586,318	138,915	9,983,060	8,864,116
Segment asset increases for the period:								
Capital expenditure	671,540	1,033,578	74,008	260,643	447,403	138,915	1,192,951	1,433,136
Impairment	-	-	(74,008)	(2,289,402)	-	-	(74,008)	(2,289,402)
	671,540	1,033,578	-	(2,028,759)	447,403	138,915	1,118,943	(856,266)
Reconciliation of segment assets to company assets								
Cash and cash equivalents							3,745,989	807,700
Trade and other receivables							318,691	491,533
Other current assets							20,891	19,283
Financial assets – current							-	4,000,000
Plant and equipment							143,678	178,215
Financial assets – non current							3,260,359	2,160,001
Deferred tax asset							971,199	647,999
Total assets							18,444,667	17,168,847

(iii) Segment liabilities

Segment liabilities	3,734	44,836	-	-	24,423	-	28,157	44,836
Reconciliation of segment liabilities to company liabilities								
Trade and other payables							309,789	73,283
Short term provisions							24,978	22,900
Deferred tax liability							971,999	647,999
Long term provisions							15,443	6,330
Total liabilities							1,350,366	795,348

25 Events subsequent to reporting date

On 1 July 2011, 700,000 share rights vested and resulted in the issue of 500,000 fully paid ordinary shares to the Managing Director and 200,000 fully paid ordinary shares to the Company Secretary.

On 28 July 2011, 225,000 share options were granted to employees under the Monax Mining Limited Employee Share Option Plan. The exercise price of the options is 5.1 cents with an expiry date of 28 July 2016.

Other than the matters noted above, there has not arisen in the interval any matters or circumstances, since the end of the financial year which significantly affected or could affect the operations of the Company, the results of those operations, or the state of the Company in future years.

26 Reserves

Reserves include the share options reserve recording items recognised as expenses on valuation of employee share options and share rights, and the revaluation of associate entity fair value.

27 Comparative Information

In preparing the financial statement at 30 June 2011 the following entities have not been consolidated on the grounds that they are no longer deemed to be controlled in accordance with Australian Accounting Standards. Monax Mining Limited holds 24.1% of Marmota Energy Limited which does not represent control however it has been determined that significant influence remains by virtue of this shareholding.

- Marmota Energy Limited
- Groundhog Services Pty Ltd

These entities have been equity accounted from 1 January 2011 in the 30 June 2011 financial statements and are recognised as investments in associates.

Comparatives reflect the comparable position of Monax Mining Limited as a standalone entity at 30 June 2010. The financial statements contain a reconciliation of the reported 2010 consolidated statement of financial position to that reported in this annual report.

Notes to the Financial Statements

27 Comparative Information (cont.)

Total equity is reconciled below:

	\$ 2010 CONSOLIDATED
Current assets	
Cash and cash equivalents	2,933,248
Trade and other receivables	641,115
Other current assets	54,739
Financial assets	11,500,000
Total current assets	15,129,102
Non-current assets	
Plant and equipment	757,470
Exploration and evaluation expenditure	17,007,681
Total non-current assets	17,765,151
Total assets	32,894,253
Current liabilities	
Trade and other payables	565,842
Short term provisions	81,471
Total current liabilities	647,313
Non-current liabilities	
Capitalised lease incentive	65,782
Long term provisions	47,604
Total non-current liabilities	113,386
Total liabilities	760,699
Net assets	32,133,554
Equity	
Issued capital	19,674,526
Reserves	598,080
Retained earnings	(6,293,050)
	13,979,556
Minority interests	18,153,998
Total Equity	32,133,554
Less: Equity in entities no longer consolidated:	
- Marmota Energy Limited	(16,408,052)
- Groundhog Services Pty Ltd	(2)
- Correction to recognise deferred tax asset in Monax Mining Limited eliminated on consolidation	647,999
Monax total equity 30 June 2010	16,373,499

28 Company details

The registered office of the Company is:

140 Greenhill Road
UNLEY SA 5061

The principal place of business is

Unit I, 5 Butler Boulevard
Burbridge Business Park
ADELAIDE AIRPORT SA 5950

Notes to the Financial Statements

FOR THE YEAR ENDED 30 JUNE 2011

1 The Directors of Monax Mining Limited declare that:

(a) the financial statements and notes, as set out on pages 27 to 76, are in accordance with the Corporations Act 2001, and:

- (i) giving a true and fair view of the financial position as at 30 June 2011 and of the performance for the year ended on that date of the entity; and
- (ii) complying with Accounting Standards; and
- (iii) Monax Mining Limited complies with International Financial Reporting Standards as described in Note 1.

(b) The Chief Executive Officer and Chief Financial Officer have declared that:

- (i) The financial records of the Company for the financial year have been properly maintained in accordance with s286 of the Corporations Act 2001;
- (ii) The financial statements and notes for the financial year comply with the accounting standards; and
- (iii) The financial statement and notes for the financial year give a true and fair view;

(c) In the directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Board of Directors.

Dated at Adelaide this 19th day of September 2011



Robert Michael Kennedy
Director

Directors' Declaration

FOR THE YEAR ENDED 30 JUNE 2011

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INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF MONAX MINING LIMITED

Report on the financial report

We have audited the accompanying financial report of Monax Mining Limited (the "Company"), which comprises the statement of financial position as at 30 June 2011, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information and the directors' declaration of the company.

Directors responsibility for the financial report

The Directors of the Company are responsible for the preparation of the financial report that gives a true and fair view of the financial report in accordance with Australian Accounting Standards and the Corporations Act 2001. This responsibility includes such internal controls as the Directors determine are necessary to enable the preparation of the financial report to be free from material misstatement, whether due to fraud or error. The Directors also state, in the notes to the financial report, in accordance with Accounting Standard AASB 101 Presentation of Financial Statements, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

Auditor's responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards which require us to comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error.

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Independent Auditor's Report

In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

In conducting our audit, we have complied with the independence requirements of the Corporations Act 2001.

Auditor's opinion

In our opinion:

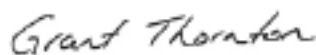
- a the financial report of Monax Mining Limited is in accordance with the Corporations Act 2001, including:
 - i giving a true and fair view of the Company's financial position as at 30 June 2011 and of its performance for the year ended on that date; and
 - ii complying with Australian Accounting Standards and the Corporations Regulations 2001; and
- b the financial report also complies with International Financial Reporting Standards as disclosed in the notes to the financial statements.

Report on the remuneration report

We have audited the remuneration report included in the directors' report for the year ended 30 June 2011. The Directors of the Company are responsible for the preparation and presentation of the remuneration report in accordance with section 300A of the Corporations Act 2001. Our responsibility is to express an opinion on the remuneration report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's opinion on the remuneration report

In our opinion, the remuneration report of Monax Mining Limited for the year ended 30 June 2011, complies with section 300A of the Corporations Act 2001.



GRANT THORNTON SOUTH AUSTRALIAN PARTNERSHIP
Chartered Accountants



P S Paterson
Partner

Adelaide, 19 September 2011

Additional information required by the Australian Stock Exchange Limited Listing Rules and not disclosed elsewhere in this report is set out below.

The information is current at 20 September 2011

Distribution of Equity Securities

Ordinary Share Capital

Fully paid ordinary shares are held by 1,845 individual shareholders.

Options

Options are held by 343 individual option holders.

Rights

Rights are held by 2 individual right holders.

Substantial shareholders

There are no substantial holding notices given to the Company.

Voting rights

Fully paid ordinary shares

Subject to any rights or restrictions attached to any class of shares, at a meeting of members, on a show of hands, each member present (in person, by proxy, attorney or representative) has one vote and on a poll, each member present (in person, by proxy, attorney or representative) has one vote for each fully paid share they hold.

Distribution of equity security holders

CATEGORY	HOLDERS OF ORDINARY SHARES	HOLDERS OF 30/11/2011 \$0.15 OPTIONS	HOLDERS OF 13/02/2012 \$0.666 OPTIONS	HOLDERS OF 18/07/2013 \$0.246 OPTIONS	HOLDERS OF 23/12/2013 \$0.0517 OPTIONS	HOLDERS OF 31/07/2012 \$0.10 OPTIONS	HOLDERS OF 5/03/2015 \$0.0917 OPTIONS	HOLDERS OF 28/07/2016 \$0.051 OPTIONS	HOLDERS OF SHARE RIGHTS VESTING 1/07/2012	HOLDERS OF SHARE RIGHTS VESTING 1/07/2013
1 – 1,000	279	62	-	-	-	-	-	-	-	-
1,001 – 5,000	328	106	-	-	-	-	-	-	-	-
5,001 – 10,000	258	47	-	-	-	-	-	-	-	-
10,001 – 100,000	745	97	-	3	1	-	2	2	-	-
100,001 and over	235	26	1	-	-	1	2	1	2	2
No. of security holders	1,845	338	1	3	1	1	4	3	2	2

The number of shareholders holding less than a marketable parcel of ordinary shares is 763.

The number of option holders holding less than a marketable parcel of listed options is 289.

On market buy-back

There is no current on-market buy-back.

Shareholder Information

Twenty largest shareholders

The names of the 20 largest holders of fully paid ordinary shares constituting a class of quoted equity securities on the Australian Stock Exchange Limited including the number and percentage held by those holders at 20 September 2011 are as follows.

NAME	NUMBER OF FULLY PAID ORDINARY SHARES HELD	PERCENTAGE HELD %
Alexandra Resources Pty Ltd	4,933,333	3.32
Havilah Resources NL	4,916,667	3.31
Mr David Ian Kerr & Mrs Cheryl Dorothea Kerr<Edwinstowe Nom P/L Sup A/C>	4,428,219	2.98
Triple Eight Gold Pty Ltd	4,021,734	2.70
Mr Neville Foster Alley & Mrs Bronwen Dianne Ireland <Prospects account>	3,022,727	2.03
Mr Rodolfo Antonio Messina Gomez <Rodolfo A M Gomez S/F A/C>	2,813,104	1.89
Mr Meng Zhai	2,713,058	1.82
Aloren (No 148) Pty Ltd	2,702,728	1.82
Town Group Pty Ltd <Townsend Family A/C>	2,700,000	1.82
Fahey Services Pty Ltd <The Jason Fahey Gap A/C>	2,650,000	1.78
Mr Reg Nelson & Mrs Susan Nelson <Groundhog Account>	2,145,659	1.44
Mr Harry Santavas and Mrs Vicki Santavas	1,950,000	1.31
Teckcorp Pty Ltd <Robert Russo Family A/C>	1,850,000	1.24
JP Morgan Nominees Australia Limited <Cash Income A/C>	1,825,280	1.23
N & R Smart Pty Ltd <Smart Family Super Fund A/C>	1,815,000	1.22
Argil Pty Ltd <Michael Johnson S/F A/C>	1,700,338	1.14
Miss Tamara Kate Maddock	1,700,000	1.14
P Ford Superannuation Pty Ltd <Patrick Ford Super Fund A/C>	1,700,000	1.14
Mr Neil Henry Scriven and Ms Robyn Julie McDonald	1,548,628	1.04
McKell Place Nominees Pty Ltd	1,412,000	0.95
	52,548,475	35.32

Twenty largest option holders

The names of the 20 largest holders of options constituting a class of quoted equity securities on the Australian Stock Exchange Limited including the number and percentage held by those holders at 20 September 2011 are as follows.

NAME	NUMBER OF FULLY PAID ORDINARY SHARES HELD	PERCENTAGE HELD %
National Nominees Limited	4,116,667	22.48
Mr Matthew Burford	1,785,000	9.75
Jacobs Corporation Pty Ltd	1,740,485	9.51
Mr Steven John Larkins and Mrs Ann Kathleen Larkins <Larkins Super Fund A/C>	1,000,000	5.46
Triple Eight Gold Pty Ltd <The Blue Sky A/C>	502,717	2.75
Davco Group Pty Ltd	500,000	2.73
Colin John Hough	500,000	2.73
Petard Pty Ltd	360,000	1.97
Mr Daniel Marshall	352,461	1.93
Mr Sergio Capitano	333,334	1.82
Mr Allan Harvey Moffatt <Est P N Fleming A/C>	314,293	1.72
Ms Yamin Zhou	311,919	1.70
Proto Resources & Investments Ltd	300,000	1.64
ARCO Four Investments Pty Ltd <The Ocramind Holdings Fam A/C>	293,082	1.60
Mr Daniel Joseph Foley	200,000	1.09
Mr Andrew Kenneth Bruce Mortimer	200,000	1.09
Mr Mladen Marusic	198,334	1.08
Mr Peter Gebhardt and Mrs Carlene Gebhardt <Petard Super Fund A/C>	173,082	0.95
Mr Harry Santavas and Mrs Vicki Santavas	166,667	0.91
Mr Stig Hakan Hellsing and Mrs Patricia Anne Hellsing <Hellsing S/F A/C>	160,000	0.87
	13,508,041	73.78

Unquoted equity securities

Options

Details of options on issue which are unquoted are as follows.

EXPIRY DATE	EXERCISE PRICE	NUMBER OF OPTIONS	NUMBER UNQUOTED	NUMBER OF HOLDERS
13/02/2012	\$0.666	150,000	150,000	1
13/07/2013	\$0.246	215,000	215,000	3
23/12/2008	\$0.0517	10,000	10,000	1
31/07/2012	\$0.10	3,000,000	3,000,000	1
05/03/2015	\$0.0917	425,000	425,000	4
28/07/2016	\$0.051	225,000	225,000	3

Rights

Details of rights on issue which are unquoted are as follows:

VESTED DATE	EXERCISE PRICE	NUMBER OF RIGHTS	NUMBER UNQUOTED	NUMBER OF HOLDERS
01/07/2012	Nil	700,000	700,000	2
01/07/2013	Nil	700,000	700,000	2

South Australia

PROJECT	TENEMENT	NO	STATUS	AREA	AREA TYPE	DETAILS
PUNT HILL	Punt Hill	EL 4642	Granted	887	km ²	JV with Antofagasta
	Yeltacowie	EL4548	Granted	390	km ²	JV with Antofagasta
WADDIKEE	Waddikee	EL 4662	Granted	999	km ²	JV with OMM
YORKE PENINSULA	Coonarie	EL 3907	Granted	628	km ²	JV with Marmota Energy
	Melton	EL 3911	Granted	28	km ²	JV with Marmota Energy
	North Melton	EL 4000	Granted	137	km ²	JV with Marmota Energy
	Webling Bay	EL 3922	Granted	82	km ²	
KANGAROO ISLAND	Western River	EL 4154	Granted	40	km ²	
	Western River Cove	EL 4530	Granted	69	km ²	
	Parndana	EL 4581	Granted	100	km ²	
AMBROSIA	Ambrosia	EL 4510	50% Monax; 50% Marmosa P/L	854	km ²	JV with Marmota Energy
PHAR LAP	Phar Lap	EL 3909	Granted	459	km ²	JV with Marmota Energy
MULYUNGARIE	Mulyungarie	EL 3910	Granted	17	km ²	JV with Marmota Energy

Queensland

PROJECT	TENEMENT	NO	STATUS	AREA	AREA TYPE	DETAILS
CAPE YORK	Pretender Creek C	EPM 16963	Granted	98	sub blocks	Option agreement Delminco
	Kendall River	EPM 17005	Granted	100	sub blocks	Option agreement Delminco
	Pretender Creek	EPM 18304	Granted	76	sub blocks	
	Holroyd River South	EPM 18403	Granted	94	sub blocks	
	Holroyd River North	EPM 18404	Granted	95	sub blocks	
PERCYVALE	Vickars	ML 30220	Application	45.8	hectares	
	Four Gees #1	ML 30221	Application	48.5	hectares	
	Four Gees #2	ML 30222	Application	46.6	hectares	
	Comstock	ML 30223	Application	46.0	hectares	
	Mt Hogan #2	ML 30224	Application	45.3	hectares	
	Mt Hogan #1	ML 30225	Application	47.0	hectares	
	Union	ML 3366	Granted	23.6	hectares	Option agreement Allyn Zabel
	Percy West	ML 30199	Granted	32	hectares	Option agreement Allyn Zabel
	Josephine	ML 30139	Granted	6.36	hectares	Option agreement Allyn Zabel
	Homeward Bound	ML 30103	Granted	2.63	hectares	Option agreement Allyn Zabel
STANNARY HILLS	Mutchilba	EPM 19088	Application	86	sub blocks	
	Stannary Hills	EPM 19115	Competing application	70	sub blocks	

Tenement Status

PRINCIPAL REGISTERED OFFICE

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DIRECTORS AND SENIOR MANAGEMENT

Robert Michael Kennedy
ASAIT, Grad. Dip. (Systems Analysis)
FCA, ACIS, FAIM, FAICD
Non-executive Chairman

Gary Michael Ferris
BSc (Hons), MSc, AusIMM
Managing Director

Neville Foster Alley
Phd, PSM
Non-executive Director

Reginald George Nelson
BSc (MATHS), FAusIMM, FAICD
Non-executive Director

GLENN STUART DAVIS

LLB, BEc
Non-executive Director

VIRGINIA KATHERINE SUTTELL

BComm, ACA, GradDip ACG, GAICD
Company Secretary

STOCK EXCHANGE CODE

Shares: MOX
Options: MOXO
Listed on Australian Stock Exchange Limited
Home Exchange: Adelaide
Level 30, 91 King William Street
Adelaide SA 5000

SHARE REGISTRAR

Location of Share Register
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MONAX
MINING LIMITED