

MONAX MINING LIMITED

2006 ANNUAL GENERAL MEETING

CHAIRMAN'S ADDRESS

Welcome Ladies and Gentlemen to the Second Annual General Meeting of Monax Mining Limited.

It is with great pleasure that I report to shareholders on the Company's first year of operations as a listed entity.

Following the successful \$5 million Initial Public Offering which closed heavily oversubscribed, Monax listed on the Australian Stock Exchange on 21 September 2005.

Monax commenced its maiden exploration program in December 2005 with a gravity survey covering more than 4,000 km² over eight of the Company's Gawler Craton tenements. The exploration program was conducted by a combination of ground-based and helicopter-borne surveys to detect changes in gravitational fields associated with different mineral types on our Punt Hill, Ambrosia, Mt Hope, Moorlands, Eureka Bluff, Dingo Hill, Mattaweara and Waddikee tenements.

During 2006 the Company has increased its tenement holdings with applications for additional ground that now comprise our Mulgathing, Kimono Tank, Kolendo, Indooroopilly, Dingo West and Pioneer Bend projects. All of the Company's projects are 100% owned.

In May and June 2006 Monax carried out a successful drilling program consisting of a number of deep RC drill holes at our Bonaventura project on Kangaroo Island which confirmed zinc mineralisation and helped define further targets for drilling. A diamond drilling program is proposed to follow up these results.

In September 2006 Monax appointed Dr Justin Gum as a Senior Exploration Geologist. Dr Gum has extensive experience in geological mapping, geochemistry and various styles of base metal mineralisation and assumes responsibility for the Bonaventura Project.

More recently the Company commenced an initial 10 hole drilling program at our Punt Hill project targeting Olympic Dam-style uranium, copper and gold targets. The Punt Hill tenement is located in a highly prospective area of South Australia that recently yielded the Carrapateena copper discovery, 25 kilometres north of Punt Hill.

The Company has now completed the first 6 drill holes at Punt Hill and your directors are pleased with progress to date.

Earlier this week Monax announced preliminary assay results from the first drill hole at the Whistlepig target. The Company is currently awaiting assay results from the second and third drill holes at the Woodchuck and Groundhog targets which intersected more significant visible copper mineralisation.

Our Managing Director, Michael Schwarz, will report further on this project in a few moments, however before I hand over to him, I am delighted to announce the following.

Issue of Bonus Options

Monax is pleased to advise that all shareholders of the Company at the close of business on 30 December 2006, will receive one (1) free Bonus Option for every five (5) Monax shares held on the Record Date.

The terms and conditions of the options are as follows:

Offer Basis	-	1:5
Exercise Price	-	\$1.20
Record Date	-	30 December 2006
Listing Date	-	30 June 2007 or such earlier date as the Directors determine.
Expiry Date	-	31 December 2007
Proposed ASX Code	-	MOXO

This issue is subject to the release of a prospectus and listing approval by the ASX.

The Board has been greatly encouraged by the results of the Company's exploration efforts and the issue of these free bonus options will, we believe provide shareholders with an exposure to the emerging potential of our projects.

I take this opportunity to thank my fellow directors, our Company Secretary and the whole exploration team for their valuable support and tremendous efforts during the year.

Ladies and Gentlemen, the year ahead promises to be an interesting one as we build on all the hard work to date and continue our priority exploration programs in our search for mineral wealth.

I now call on Mr Michael Schwarz to make his presentation.