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For Immediate Release
Monday, 18 July 2011

ASX RELEASE

Monax commences drilling program at its Percyvale Gold Project in northern Queensland

HIGHLIGHTS

- RC drilling of four gold Mining Leases located in the Percyvale region, northern Queensland has commenced
- Previous rock chip sampling reported gold up to 608 g/t at Percy West Mining Lease and 197 g/t at Union Mining Lease
- Previous drilling at Union Lease reported intersections up to 5m @ 12.5 g/t gold and 2m @ 24 g/t gold
- Drilling expected to take ten days to complete with results due mid-August

Monax Mining Limited (ASX: MOX) today announced it has commenced drilling at its Percyvale Gold Project in northern Queensland.

The drilling program will comprise up to 1000m of reverse circulation (RC) drilling aimed at following up on encouraging rock chip sampling undertaken previously by Monax.

ML 3366 – Union

ML 3366 is located about 10km northwest of Percyvale Homestead (Figure 1), situated about 320km northwest of Townsville and was 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 significant extent.

The Union Mine was developed to a depth of 152m with a historical sample from a stope reporting 96.5 oz/t gold. The records show total production of 4,173 tonnes of ore producing 4,729oz of bullion gold and 195oz gold, 8216oz silver and 59.7t of copper.

Recent exploration by Kidston Gold Mines Ltd comprised costeaning and drilling targeting oxide ore for the gold plant at the Kidston Gold Mine.

The best results from the Kidston costeaning program include:

- 32m @ 4.52 g/t Au (costean UC03)
- 8m @ 2.27 g/t Au (costean UC04)
- 14m @ 2.58 g/t Au (costean UC04)

Based on the promising costean results, Kidston drilled 12 holes for 1152m with the best intersections reported:

- 2m @ 24.4 g/t Au (hole PVRC2 44-46m)
- 2m @ 9.85 g/t Au (hole PVRC3 52-54m)
- 6m @ 4.77 g/t Au (hole PVRC8 6-12m)
- 2m @ 3.4 g/t Au (hole PVRC7 52-54m)

InterMet Resources completed five holes at the Union Mining Lease in 2007 with the best result reported being 5m @ 12.5 g/t Au including 1m @ 59.9 g/t Au in hole URC002.

Reconnaissance rock chip sampling by Monax of the Cranky Dick lode reported gold up to 28 g/t Au (see Table 1). Monax will drill five holes targeting the Cranky Dick lode.

ML 30199 – Percy West

ML 30199 is located about 5.5km southwest of Percyvale Homestead (Figure 1).

Mineralisation is hosted by quartz veins within a highly altered rhyolite intruded into granodiorite along a northwest trending structural zone. Previous rock chip sampling reported gold up to 608 g/t. Plate 1 shows gold found on ML 30199.

Monax will drill three holes aimed at testing the main reef.

ML 30103 – Homeward Bound

The Homeward Bound Lease is located approximately 13km west-southwest of Percyvale Homestead (Figure 1), and covers an area of old workings.

The ore at Homeward Bound was very rich and averaged 6.39 oz/t Au in the oxide zone and 4.82 oz/t Au 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).

Sampling of the mullock heap by Monax reported high-grade polymetallic ore with gold grading up to 71 g/t, silver up to 1258 g/t, copper up to 17.08%, lead up to 3.93% and zinc up to 15.52% (Table 1). Monax will drill one hole to test the reef below the interpreted zone of workings and will drill more holes based on the success of the initial hole.

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).

Reconnaissance sampling by Monax reported gold up to 119.7 g/t, silver up to 830 g/t, copper up to 5.6% and lead up to 11.43% (Table 1). The Company will drill five shallow holes (~40m) to test the interpreted flat lying reef.

Drilling should take approximately ten days to complete and results are expected in mid August.

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The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr G M Ferris, who is a Member of the Australasian 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.

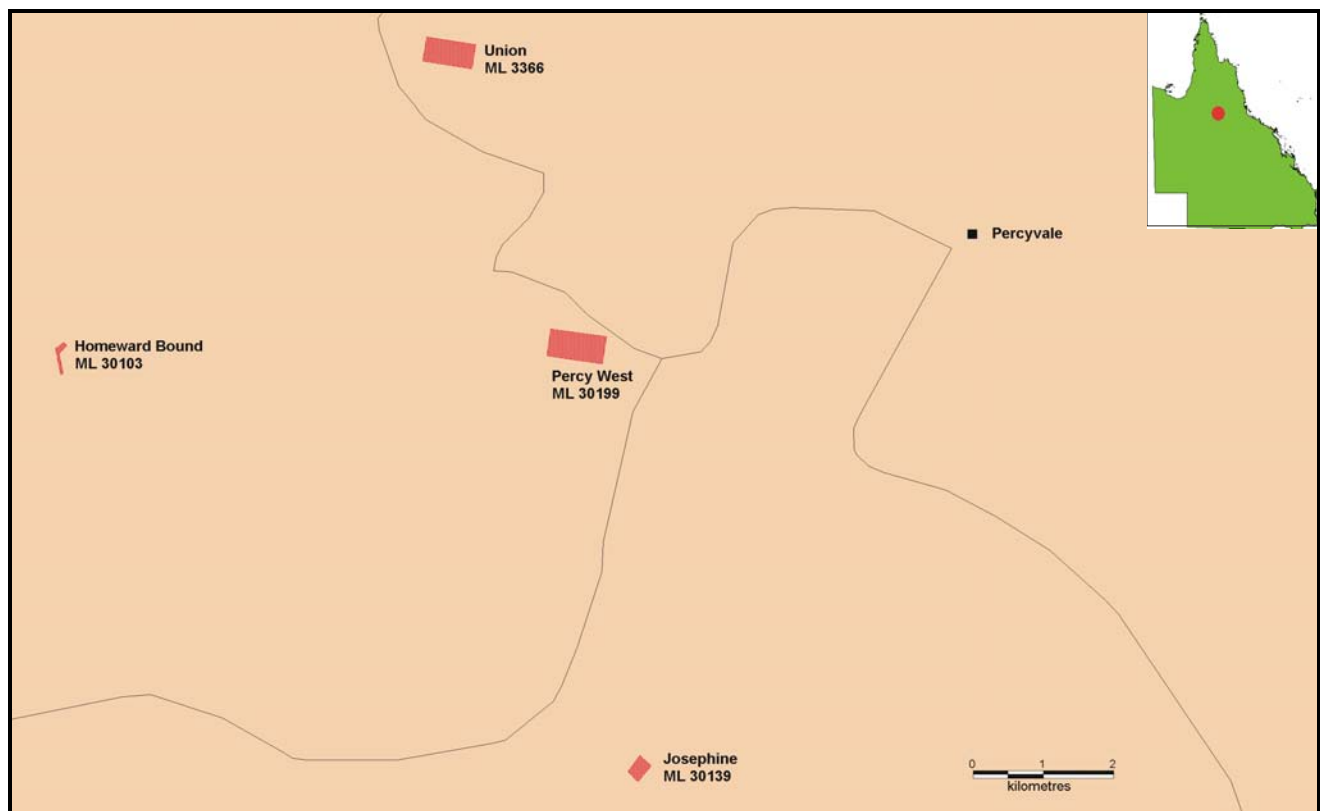


Figure 1: Location of Percyvale Mining Leases, Northern Queensland.



Plate 1: Gold within quartz from ML 30133 (Percy West - sample collected by Leaseholder Allyn Zabel).

Table 1: Monax rock chip sampling Results – Percyvale Mining Leases

Site	ML	Sample No.	Au (ppm)	Au-Rp1	Ag (ppm)	Cu (%)	Pb (%)	Zn (%)
Jos 01	Josephine	95689	1.77		404	5.62	5.98	0.36
Jos 01	Josephine	95690	26.21		232	5.05	0.91	0.07
Jos 01	Josephine	95691	119.73	40.54	390	0.88	0.79	0.05
Jos 01	Josephine	95692	20.9		71	0.59	0.92	0.14
Jos 02	Josephine	95693	0.2		5	0.05	0.09	0.01
Jos 03	Josephine	95694	1.02		830	0.64	11.19	0.03
Jos 03	Josephine	95695	1.23		20	0.14	0.85	0.18
Jos 04	Josephine	95696	0.14		2	0.01	0.03	0.01
Jos 04	Josephine	95698	1.35		134	0.20	11.43	0.03
Jos 05	Josephine	95697	0.22		26	0.15	1.72	0.02
Jos 06	Josephine	95699	0.12		3	0.08	0.04	0.00
Jos 07	Josephine	95700	0.02		<0.5	0.03	0.02	0.01
Jos 08	Josephine	295001	0.23		63	0.29	0.30	0.01
Jos 08	Josephine	295002	0.1		33	0.11	0.57	0.19
Hb 01	Homeward Bound	295016	71.78	64.13	1258	17.08	1.12	6.76
Hb 01	Homeward Bound	295017	71.47	72.44	524	7.70	0.14	0.09
Hb 01	Homeward Bound	295018	12.19	11.74	703	5.33	3.93	15.52
Vic 01	Vicars	295019	0.05		4	0.03	0.03	0.02
Vic 02	Vicars	295020	0.17		12	0.14	0.03	0.09
Vic 03	Vicars	295021	4.19		21	0.24	0.07	0.01
Vic 04	Vicars	295022	1.55		192	0.16	0.71	0.12
Un 01	Union	295023	18.75	18.08	7	0.02	0.01	0.00
Un 02	Union	295024	13.79	13.57	10	0.02	0.04	0.00
Un 03	Union	295025	7.73	7.83	7	0.04	0.02	0.00
Un 04	Union	295026	0.4		9	0.02	0.03	0.01
Un 05	Union	295027	28.41		2	0.01	0.01	0.00