

9/57 Labouchere Road, South Perth, Western Australia PO Box 8242 Angelo Street, South Perth, WA, 6151 Telephone 08 9474 3266 Facsimile 08 9474 3299 Website www.mindax.com.au

ABN 28 106 866 442

Report to ASX on Activities for the Quarter ended 31 Dec 2004 HIGHLIGHTS

Exploration

Drilling

• Drilling commenced in December as planned and the contractor has now returned to site following the Christmas break.

Bulga Downs

- A higher capacity drill rig has been engaged for the planned Paradise Bore and Cassowary drilling in late January.
- Geochemical programs were completed at Bulga Downs generating two new gold-in-soil anomalies on the Edale fault west of the Paradise Bore resource.

Maynard Hills

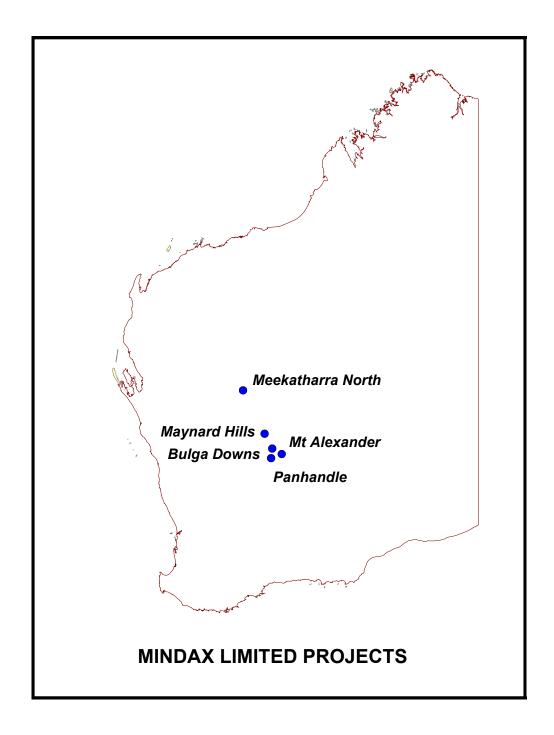
- Drilling of the Creasy 1 Anomaly on Maynard Hills indicates the persistence of mineralisation to the north of MHR016 (3m @ 1.45 g/t). A further 3 holes are planned within the current program.
- Follow-up geochemical sampling commenced on the northern gold-instreams anomalies.

Airborne Geophysics

 Airborne geophysical surveys were carried out at Mt Alexander, on Maynard Hills and at Bulga Downs completing the magnetic and radiometric coverage of the Company's project areas.

Corporate

- The Company was admitted to the Official List of the ASX on 3 December 2004.
- \$3,500,000 raised by the Company at 20 cents per share by way of initial public offering pursuant to the Company's Prospectus dated 12 October 2004.



MINDAX LIMITED Report on Activities for the Quarter ended 31 December 2004

EXPLORATION

SANDSTONE - BULGA DOWNS PROJECT

Bulga Downs Project is centred on the Paradise Bore gold deposit (Figure 1).

Programmed drilling at Bulga Downs is recommencing following a decision to upgrade to a larger capacity RC rig over the Christmas break. The program is now expected to be completed in early February.

There are two targets at Paradise Bore. The northern target (planned 6 holes for 690 metres) is a structural position where there is potential to extend the known mineralisation at a modest depth. The southern target (planned 4 holes for 240 metres) is based on structural analysis and geochemistry and is interpreted as an offset of the Paradise Bore mineralisation and also has the potential to extend the existing resource.

The Cassowary gold-in-soil anomaly is to the south but along the same Cabaret mineralised trend that hosts Paradise Bore and is also targeted in this drilling program (planned 4 holes for 320 metres).

Geochemical sampling has continued within the Bulga Downs Project area comprising soil infill sampling (1813 samples) and increased drainage sampling coverage (41 samples). This work has indicated gold-in-soil anomalism (peak 23 ppb) associated with the Edale fault trace due west of the Paradise Bore mineralisation.

Airborne geophysical survey (magnetics, radiometrics) is in progress linking the existing coverage of the Cabaret trend to the recent Maynard Hills survey to the north. This very detailed data will be integrated into the existing geological and geochemical coverage to indicate areas of structural complexity and alteration that may be prospective for gold mineralisation.

SANDSTONE - MAYNARD HILLS PROJECT

The RC drilling program commenced at the Creasy 1 Anomaly (Figures 2, 3). The earlier shallow RAB program achieved an encouraging shallow intercept of 3m @ 1.45 g/t Au (MHR016) beneath a gold in soil response of >10 ppb Au. The intercept was within a wider mineralised zone (>0.1 g/t Au).

Creasy 1 lies within E57/551 where Mindax has the right to earn 70% from Mark Creasy.

Two (MHC036, MHC037) of 5 planned holes were completed for a total of 158m. The results from these holes are encouraging in that they indicate persistence of the mineralised zone 50m to the north of MHR016. The drilling at Creasy 1 will continue in late January (planned 3 holes for 340m).

Geochemical sampling continued in the Maynard Hills area. Further drainage sampling was undertaken extending and infilling the coverage generated through

MINDAX LIMITED Report on Activities for the Quarter ended 31 December 2004

2004. The earlier work identified gold-in-streams targets to the east of Maninga Marley-Lord Henry-Lord Nelson.

Airborne geophysics (magnetics, radiometrics) was completed in 2004 over the central part of the Maynard Hills area. Further surveying during December-January completes coverage over the northern part of the area ((Weiro Bore survey – 3,225 line km) and joins to the existing Bulga Downs coverage to the south (Mistletoe Well survey – 9,524 line km). This data is being integrated into the existing geological and geochemical coverage to indicate areas of structural complexity and alteration.

Work in the current quarter will be directed towards the continued upgrading of geochemical targets in the northern part of the project area with further sampling and RAB drilling.

SANDSTONE - PANHANDLE PROJECT

A series of gold in soil anomalies are associated with an interpreted intrusive into a structural jog on the Edale fault (Figure 4). These (Panhandle, Lesley, Gladys, Charlotte) have differing multi-element signatures suggesting complex styles of mineralisation. Significant rockchip values up to 4 g/t Au have been recorded from the area previously.

A drill traverse was completed across the Gladys anomaly, a Cu-Au response in soils. Four of five planned holes were drilled for 178m (PHC007 – 010). Results show elevated copper to 1250 ppm in basalt that overlies an altered felsic unit. Gold values are uniformly low.

Further drilling of the other soil anomalies including Panhandle (peak soil 1380 ppb Au) is planned for the current quarter.

MT ALEXANDER PROJECT

Geological mapping and airborne geophysical survey (1328 line km) was completed over the area. The target cumulate ultramafic unit extends over 2000m of strike with widths varying from 40 to 140m.

Geochemical work, gossan and soil sampling is planned for the current quarter.

MEEKATHARRA NORTH PROJECT

No work undertaken. The tenement is not yet granted and no work is expected in the current guarter.

TENEMENTS

During the December quarter, application was made for EA29/570 (1 block) to fill a gap within the Bulga Downs Project area. Also within Bulga Downs applications were made for MA29/348-351 as a conversion of expiring E29/370.

MINDAX LIMITED Report on Activities for the Quarter ended 31 December 2004

Panhandle E29/459 was reduced to 17 blocks.

CORPORATE

CAPITAL RAISING AND ADMISSION TO THE OFFICIAL LIST OF THE ASX

On 12 October 2004 the Company lodged a Prospectus to raise up to \$3,500,000 by way of issue of 17,500,000 ordinary fully paid shares at 20 cents per share together with 8,750,000 attaching options. The Offer closed oversubscribed following which the Company was admitted to the Official List of the ASX on 3 December 2004. Official quotation of the Company's securities commenced on 8 December 2004.

CASH RESERVES

As at 31 December 2004 the Company held cash reserves of approximately \$3.3 million to fund its exploration program and for working capital as detailed in the Company's Prospectus dated 12 October 2004.

CAPITAL STRUCTURE

As at 31 December 2004 there were 46,137,395 ordinary fully paid shares and 8,750,000 options on issue. Of these, 23,166,176 ordinary shares and 8,750,000 options are quoted securities and freely tradeable.

ASX CODES

MDX – ordinary shares MDXO - options

Greg Bromley Managing Director 24 January 2005

The information within this report in so far as it relates to geology and mineralisation was compiled by Mr Greg Bromley. Mr Bromley is a Fellow of the Australasian Institute of Mining and Metallurgy. He is competent in the field of activity reported and consents to the inclusion of this information in the form and content in which it appears in this report.

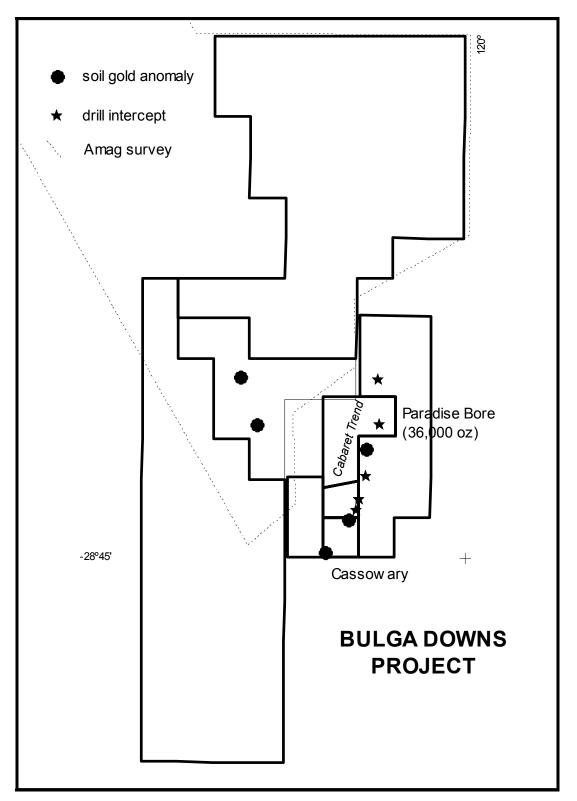


Figure 1

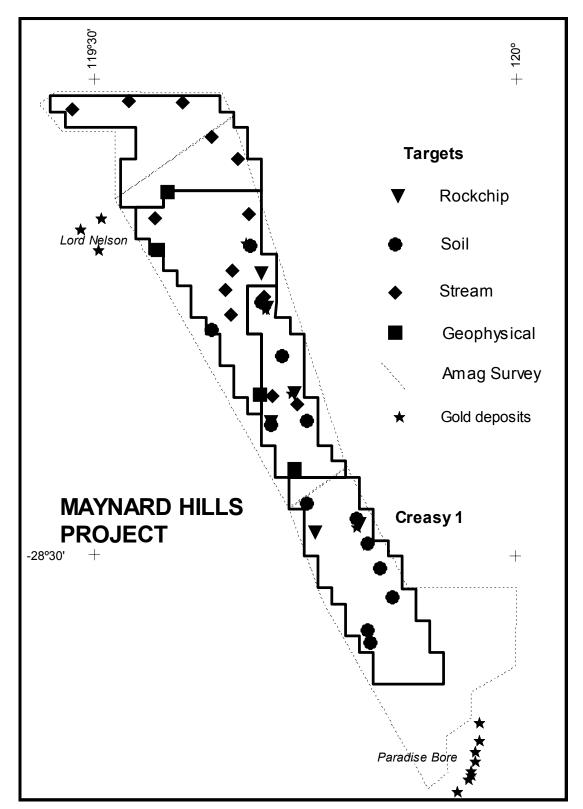


Figure 2

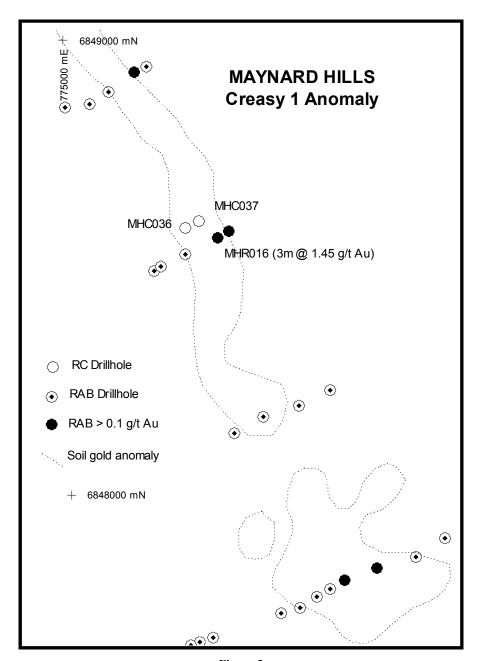


Figure 3

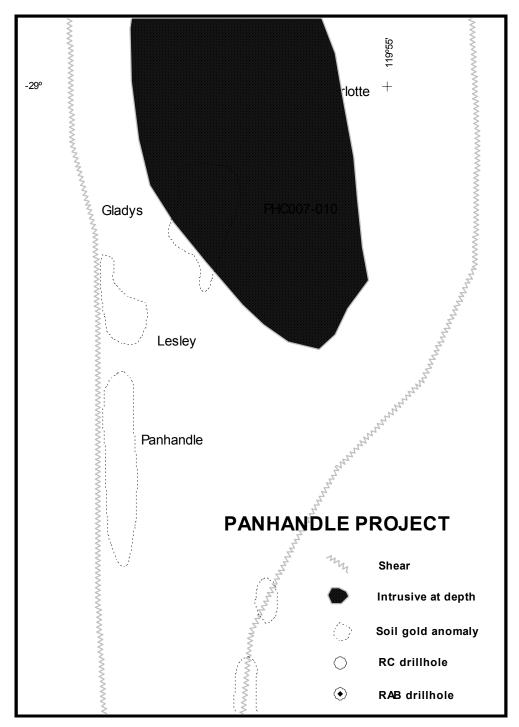


Figure 4