

Statement to the
ASX
31 July 2006

Mindax is a Perth based gold and uranium explorer with a portfolio based in the Sandstone-Meekatharra area of the Yilgarn Craton

*Mindax Limited was listed on the Australian Stock Exchange
Code: MDX
in December 2004*

A full description of the Company's activities is available at our website

www.mindax.com.au

Inquiries about this statement or about the Company's business should be directed to

Greg Bromley
Managing Director

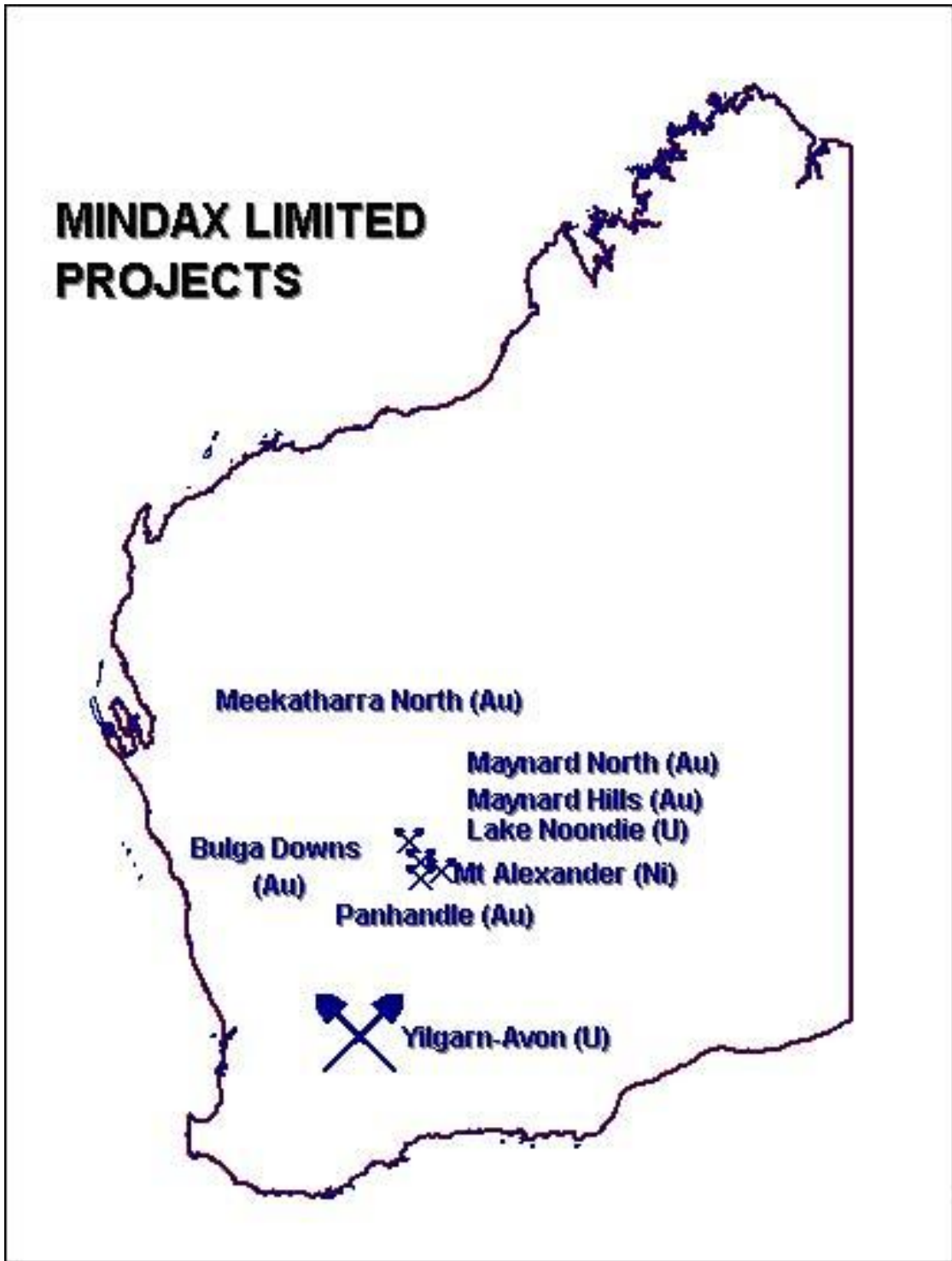
Investor inquiries can be directed to:

info@mindax.com.au

Activities for Quarter ending 30 June 2006

HIGHLIGHTS

- The exploration alliance with CRC LEME and 50% joint venture partner Quasar Resources continues to advance. Thirteen tenement applications are now in place covering 145 linear km of prospective drainages with anomalous uranium hydrogeochemistry and radiometric signatures.
- Drilling planned for Lake Noondie uranium target in late August.
- The Edale structure within the Maynard Hills project immediately east of Troy's Lord Henry goldmine has continued to define gold-bismuth anomalism over 22 km of structure, 13 km of which is within Mindax tenements
- Drilling of EM targets is in progress at the Alexander nickel project.
- Cash reserves of \$1.972M as at 30 June 2006 were available to fund intensive ongoing exploration programs.
- Allotment of 26,214,224 bonus options to shareholders with an exercise price of 20 cents expiring 30 June 2008.
- \$934,214 raised by the Company by way of:
 - a) placement of 5,400,000 ordinary fully paid shares to sophisticated and professional investors, raising gross proceeds of \$756,000;
 - b) exercise of 891,072 listed options expiring 3 June 2006, raising proceeds of \$178,214



EXPLORATION

SANDSTONE – MAYNARD HILLS PROJECT (Gold, 70-100%)

*The Maynard Hills prospect covers the Edale and Illara structures immediately east of Troy's **Lord Henry** and **Lord Nelson** gold mines. The area is substantially under shallow alluvial cover. Mindax has identified weak gold-bismuth anomalism in the northern part of the Edale structure in wide spaced reconnaissance drilling. Gold mineralisation has been discovered by Mindax on the Illara structure in the south at **Creasy 1**.*

Reconnaissance drilling has been completed, principally along the Edale structure. Three hundred and ten holes were drilled through shallow cover for a total of 7,759 metres on Ten Mile, Ten Mile North and East and Edale prospects, generally on a 600m traverse spacing.

The program was designed to test the extent of gold-bismuth anomalism previously identified at Ten Mile prospect. This is now known to extend along 13 km of the Edale fault within Mindax tenements and is inferred over 22 km including Troy Resources' Coombe Bore prospect.

Anomalism is associated with shears and variable zones of altered schists within granite basement. The depth of transported cover averages 15 to 20 metres.

Best results from this program include 1m @ 0.13g/t Au at the Edale prospect and 4m @ 0.24g/t (bottom of hole) in Ten Mile North prospect. These positions will be tested with follow up drilling.

Follow up drilling will target geophysical perturbations along the structure as well as the structure's persistence to the south. Economic mineralisation may well have strike dimensions within the 600m traverse spacing.

SANDSTONE – BULGA DOWNS PROJECT (Gold, 100%)

*The Bulga Downs prospect is centred on the Richardson Ranges on the Illara structure. The project includes the **Cabaret trend**, a subsidiary mineralised structure that includes the **Paradise Bore** indicated/inferred oxide resource of **36,000 oz** gold. Mineralisation has been intersected in drilling along 10km in this position. Other gold anomalism occurs on the Illara and Edale structures to the west.*

A scoping study has been initiated on the Paradise Bore gold resource (400,000 tonnes at 2.8 g/t for 36,000 oz (1 g/t cut off) (JORC inferred)) with an expected completion date of late September. This study will add further definition to the financial model and lay out the parameters required to be addressed in a feasibility study.

MAYNARD NORTH PROJECT (Gold, 100%)

The Maynard North project covers extensions of the Edale-Illara structures to the north. There is little evidence of past exploration in this area.

The tenements have been granted and soil sampling is being undertaken.

SANDSTONE LAKE NOONDIE PROJECT (Uranium, 100%)

*The Lake Noondie Project is a new palaeochannel uranium target identified from airborne radiometrics early in 2005. Sampling of surface lake sediments over the central part of the anomaly has returned anomalous values up to **60 ppm U**. The anomaly occurs where the Lake Noondie drainage pinches through the Maynard Hills greenstone belt. The target has a radiometric footprint of some 20 km, nearly twice that of Yeelirrie. The target is uranium mineralisation in calcretes and sands at and below the water table.*

Mindax has received permission from the Minister of Indigenous Affairs to proceed with work on the Lake Noondie project southeast of Sandstone. This approval was necessary because the project area impacts on a registered aboriginal site. Mindax have planned an initial shallow air-core drilling program to test an area of 4 x 1.5 km and will now move towards executing that program in late August.

SANDSTONE – PANHANDLE PROJECT (Gold, Copper, 100%)

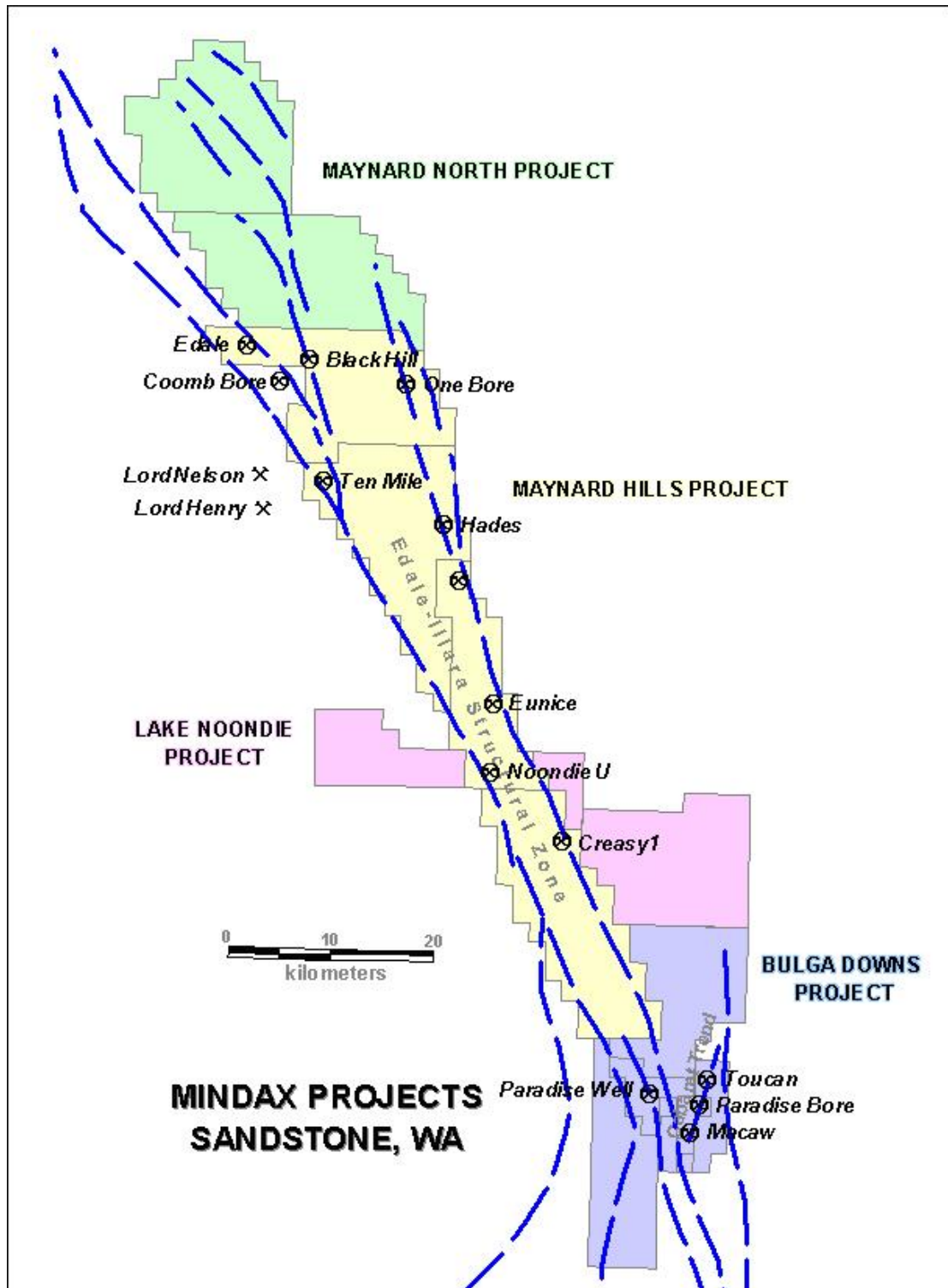
*The Panhandle project lies on the Edale fault, southwest of the Bulga Downs project. The area has returned gold-copper anomalism in soils associated with an interpreted sub-surface intrusive and jog in the structure. Historical drilling has returned up to 2.5 g/t Au. The position is similar to that being explored by Barrick at **Montague** to the north of Sandstone.*

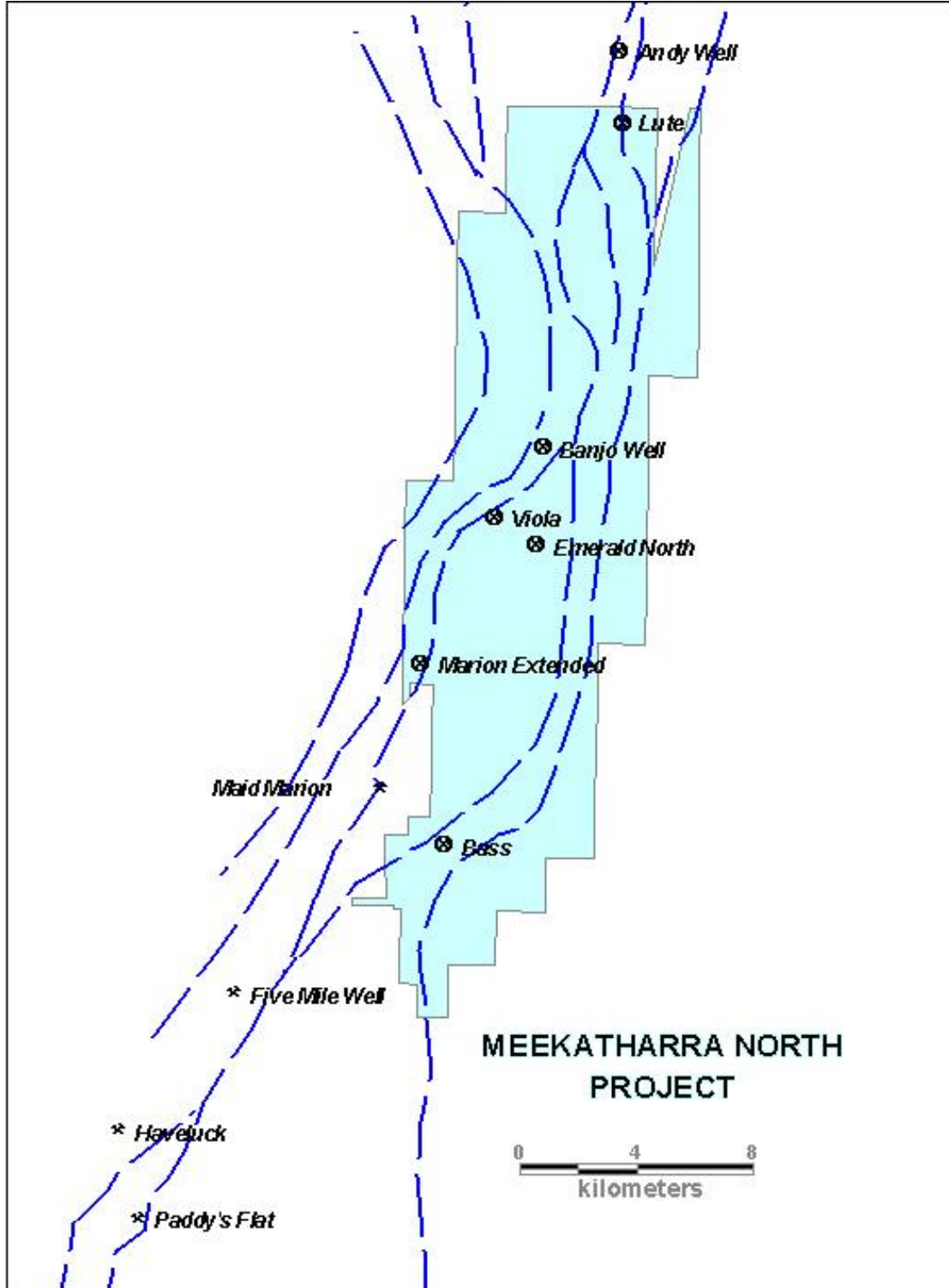
The work on the project is being reassessed with the focus on a mineralised chert unit, the focus of the historical drilling. A gravity program is being executed over the area of interest and drill targets are expected to be defined during the September quarter.

MT ALEXANDER PROJECT (Nickel, 100%)

The Mt Alexander project lies adjacent to an area of nickel sulphide mineralization controlled by Western Areas in joint venture with BHP Billiton near Mt Ida northwest of Menzies. Primary grades of greater than 2% Ni were obtained by WMC in drilling thirty years ago.

Mapping and geochemistry by Mindax has identified cumulate ultramafics with weak nickel-platinoid anomalism. EM geophysics has identified a number of conductors over 1.3 km along the ultramafic contact. A reverse circulation drill program is in progress to test these with a planned aggregate of 750m.





MEEKATHARRA NORTH PROJECT (Gold, 100%)

*The Meekatharra North project lies along structure from the **Paddy's Flat** field where 2.5 million ounces of gold have been produced and is adjacent to the recent Mercator plc discovery at **Maid Marion**. The area is substantially covered by a generally thin blanket of colluvium and alluvial trains.*

First pass drilling was completed on structural/geochemical targets beneath transported cover at Lute, Banjo and Viola targets, a total of 77 holes for 5,964 metres. The project is focussing on Paddy's Flat type vein targets beneath transported cover.

Three target areas were drill tested, at Lute, Banjo and Viola. All three returned encouraging sericite-fuchsite-quartz alteration associated with anticipated structures.

The best intercept was 3m @ 1.5g/t at Lute within a shear extending to the south of the tenement boundary.

At Banjo West a best intercept of 0.42g/t Au over 3m was obtained from a shear that appears practically limited by a deep palaeochannel but a parallel shear Banjo Central returned a best result of 3m @ 0.65g/t from the limited strike length tested.

The Viola prospect returned intercepts of 3m @ 0.47g/t Au, 3m @ 0.34g/t Au and 6m @ 0.29g/t Au. The zone appears to extend over 400m and is open to the south and north beneath shallow cover.

The program has provided encouragement for the targeting methodology and quantified the cover issues in those areas. This data is being integrated into the exploration model. Drilling will now be extended to test other targets particularly the Maid Marion extension south of Banjo.

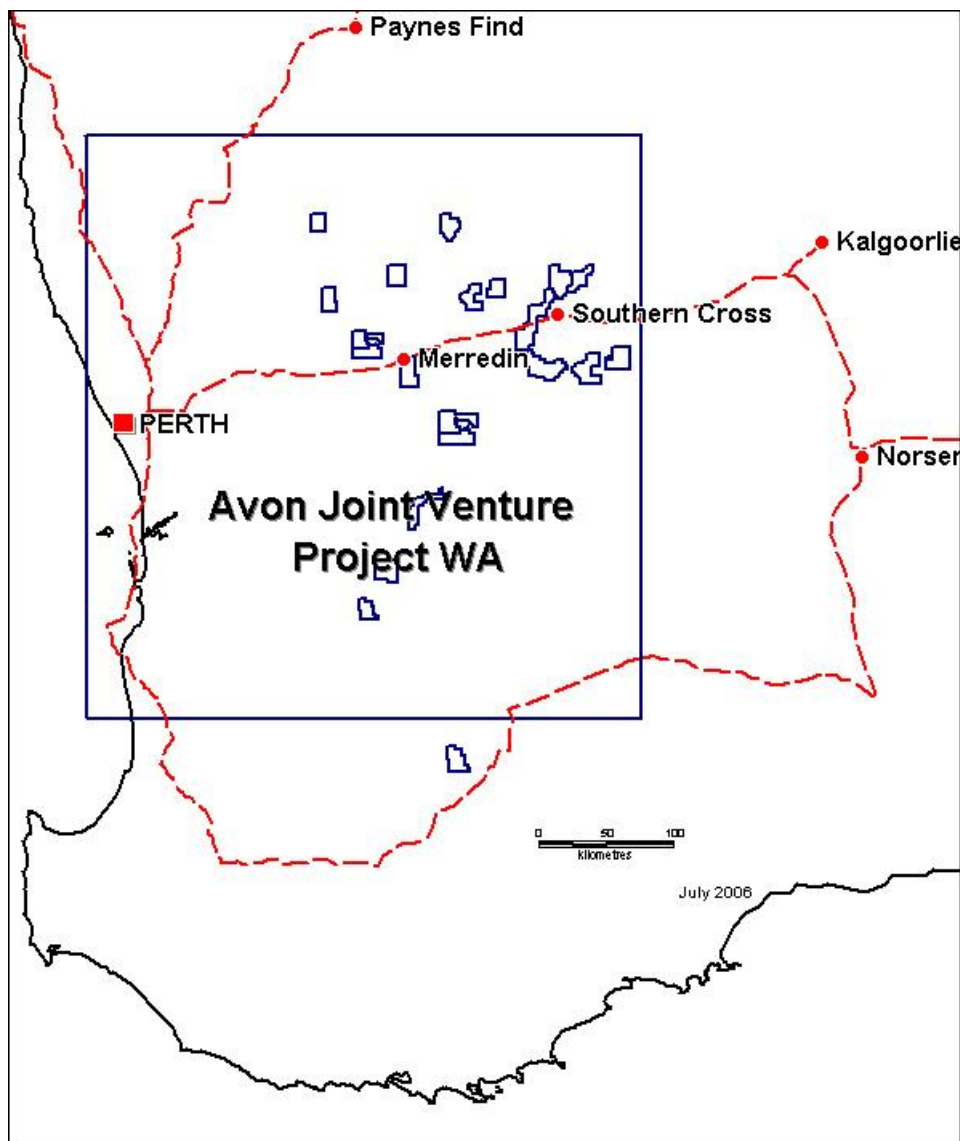
YILGARN AVON JOINT VENTURE (Uranium, 50%)

*The Avon Joint Venture Mindax is looking for uranium-copper-gold in the South East of Western Australia through the Avon Joint Venture area with Quasar Resources (an affiliate of **Heathgate Resources**). This program includes a collaborative research project on uranium-in-water with the **CRC LEME**.*

*The Avon project has already generated very significant uranium anomalism in ground waters to **>1000 ppb U**, comparable to equivalent data at Yeelirrie of 1200 ppb U within the orebody outline. This south-western part of WA is considered to constitute a new uranium province, both for Yeelirrie type deposits and for hard rock uranium resources.*

The joint venture currently has applications for 13 exploration licences in the area. These include 145 linear km of drainage. Much of this shows continuity of U in water values of >100 ppb U, principally in the Mukinbuddin area. This hydrogeochemical uranium anomalism is supported by radiometric character on public domain airborne geophysical data.

Processing of geophysical, geochemical and geological data is on going across the joint venture area of 100,000 km². Further hydrogeochemical and laterite sampling is programmed for August.



TENEMENTS

Maynard North tenements E57/597 and 598 were granted at the beginning of June.

Applications were made in April for three additional tenements within the Avon Joint Venture, E77/2986, E70/1336 and 1337. A further two applications were lodged during July.

CORPORATE

CASH RESERVES

As at 30 June 2006 the Company held cash reserves of approximately \$1.972 million to fund its exploration program and for working capital.

PLACEMENT OF SECURITIES

On 27 April 2006 the Company announced completion of a placement of 5,400,000 ordinary fully paid shares raising gross proceeds of \$756,000 for working capital purposes. The placement was made to a number of sophisticated and professional investors.

EXERCISE OF LISTED OPTIONS

In total, 891,072 (of a maximum of 8,750,000) ordinary fully paid shares were issued during the quarter as a result of the exercise of listed options expiring 3 June 2006, with an exercise price of 20 cents, raising proceeds of \$178,214 for working capital purposes.

ALLOTMENT OF BONUS OPTIONS

Pursuant to the Company's announcement of 21 April 2006, 26,214,224 bonus options with an exercise price of 20 cents and an expiry date of 30 June 2008 were allotted on a 1 for 2 basis to shareholders on 30 June 2006. The record date to determine entitlements was 20 June 2006. The issue of the bonus options was made pursuant to the Company's capital management strategy to provide for future exploration funds.

CAPITAL STRUCTURE

The current issued capital of the Company is as follows:

- 52,428,467 ordinary fully paid shares (of which 12,205,446 are restricted securities and not tradeable);
- 26,214,224 options exercisable at 20 cents on or before 30 June 2008 (of which 6,102,722 are restricted securities and not tradeable);

- 840,000 unlisted employee options exercisable at 25 cents on or before 21 December 2008.

ASX CODES

MDX – listed ordinary shares

MDXOA – listed options



Greg Bromley
Managing Director
31 July 2006

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Gregory John Bromley who is a member of the Australasian Institute of Mining and Metallurgy, with more than 5 years experience in the field of activity being reported on.

Mr Bromley is a full-time employee of the Company and has sufficient experience which is relevant to the style of mineralisation and type of deposit and to the activity which he is undertaking to qualify 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 Bromley consents to the inclusion in the report of the matters based on his information in the form and context in which it appears