



MONARCH GOLD
MINING COMPANY LIMITED

23 Ventnor Ave, West Perth
Western Australia 6005
Telephone: +61 8 9481 6422
Facsimile: +61 8 9481 6433

3 January 2008

Manager Announcements,
Company Announcements Office,
ASX Limited,
Level 4,
20 Bridge Street,
SYDNEY NSW 2000

Dear Sir/Madam

CONSOLIDATION OF SHARE CAPITAL

Monarch Gold Mining Company Limited ("the Company") will today complete the despatch of the holding statements in regard to the Consolidation of Share Capital that was approved by shareholders at the General Meeting held on 14 December 2007.

The total shares issued by the Company is now 159,194,165 Ordinary Shares and the total unquoted securities are 15,216,677 Options to acquire shares in the Company.

Yours faithfully

Keith Vuleta
Company Secretary