MONARCH GOLD
MINING COMPANY LIMITED

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1 May 2008

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

Dear Sir/Madam

General Meeting Chairman's Address

Attached is a copy of the Chairman's Address to the General Meeting of Shareholders to be held on 2 May 2008 at 3.00pm.

Yours faithfully

Patrick McCole
Company Secretary

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MONARCH GOLD MINING COMPANY LIMITED

CHAIRMAN'S ADDRESS

GENERAL MEETING
2 MAY 2008 AT 3.00 P.M.

Corporate

- Post the March 2008 quarter, the Company undertook a Rights Issue raising of $8.98 million. The balance of 10,000,000 shares for $4.5million will be placed by the Board in the next 3 months.

- The Company has agreed, as outlined in Quarterly Report, to sell the Minjar Project for $11.0 million, consisting of $7.5 million cash and $3.5 million in shares in Group to be listed in second-half of this year.

- The Board is pleased that Territory Resources is now the Company's major shareholder (just under 20%).

- The Board is most disappointed that the current share price has fallen significantly and is obviously a reflection of the lack of confidence in the company going forward.

- The Board's prime focus is to ensure production initially reaches a break-even level and then ultimately reaches production targets to ensure a reasonable margin and return.

- Our staff have completed the first phase of a Resource review for the Mt Magnet Project and have identified several significantly prospective open pit targets. A more complete report will be released to the market in about a fortnight.

- The Company has had an approach to sell the Bellevue Project and discussion are currently underway.

- Going forward the Company will focus on the Davyhurst and Mt Magnet Gold Projects which, at full production, will produce a budgeted target of 250,000 ounces per year.

Production

- Production for the Quarter ended March 2008 has been disappointing.
- Development has been 3 to 4 months behind schedule.
- Production to-date has been less than targeted.
- The production target for May 2008 is 7,200 ounces which is marginally above break-even point and therefore the Company should become cash neutral during the month.

- The production target for June is 8000 ounces and the target for the first 6 months of the next financial year is on average just under 10,000 per month.
- Should the company reach its targets, the average production cash cost will range between $650-700 AUD/oz and thereby produce a reasonable margin.

Davyhurst

- Grades from the recently commenced Missuouri and Sand King deposits are in line with expectations being combined marginally above 2.5 g/t and will be augmented by Riverina ore which is expected to be 2.6g/t.

Mt Ida

- Development of Mt Ida has been slower than hoped for, but nevertheless it is starting to hit its straps and we expect May & June to produce 2,500 ounces each month (anticipated grade 15g/t) increasing to an average of over 4,000 ounces per month for the first 6 months of the next financial year (with a projected grade of 18g/t).

Michael Kiernan
Chairman
Monarch Gold Mining Company Limited