

MARKET ANNOUNCEMENT

16th July 2008

ACQUISITION OF AUSTRALIAN METAL EXPLORATIONS PL

The Board of Green Machine Development Corporation (Green Machine or the Company) is pleased to announce that it has completed its due diligence on Australian Metal Explorations Pty Ltd (AustMetalX).

The Company has now entered into an agreement to acquire a 100% interest in AustMetalX for US\$2,000,000. Consideration will be satisfied by the issue of 1,000,000 fully paid ordinary (Regulation S) shares at US\$2.00 per share.

AustMetalX is a company incorporated in Australia which holds options over two mining leases in the Pilbara and Carnarvon regions of Western Australia. The two projects are known as *Kooline* and *Tarrawarra*.

The Kooline Project is covered by Exploration Licence EO8/1515 and extends to an area of 47 square kilometres. The licence is situated in the Pilbara area of Western Australia. The Tarrawarra Project is covered by Exploration Licence EO8/1737 and extends to an area of 30 square kilometres. The licence is situated in the Carnarvon Basin region of Western Australia. Western Australia has a high level of infrastructure, beneficial mining law that protects the miner as well as indigenous peoples and also a long history of mining production and export of products.



Kooline Project – 47 square kilometres.

Kooline produced Silver and Lead in the 1950's with production from small scale producers over an area of several hundred square kilometres. The area of the licence was known to the existing producers because of the existence of extensive galena float but depressed mineral prices cause them to concentrate on the existing 30 or so operations and export of concentrates to the ports in the west.

The Kooline area is part of the Ashburton Mineral District. This is characterised by high grade small – scale lead deposits (10 – 70% galena), amenable to mechanical / hydraulic separation and with a ready market in South East Asia. Many of the old workings of the Kooline area have demonstrated untested potential extensions both along strike and down dip. Targets for individual deposits may range from several thousand to perhaps 75,000 tonnes. It is significant to note that the Department of Mines of Western Australia considers that the tenements represent the extension of these Kooline Mines in the West. It is evident that further geological and geophysical work is required to determine the full potential of the licences. An independent consultant retained suggests that up to half a million tonnes of ore may be available for exploitation.

The Tarrawarra Project – 30 square kilometres

The Tarrawarra silver and base – metal project has been previously investigated. The work has been successful in identifying zones containing anomalous silver and lead – zinc mineralization. The mineralization identified to date is associated with gossans and manganiferous surface materials, the distribution of which parallels the Giralia Fault which is a major extensional growth fault.

The main potential is associated with the Giralia Anticline – fault. This is part of a major lineament which extends south and intersects the Northampton Block in the region of Kalbarri. In this area, the Pre – Cambrian basement outcrops and contains extensive but small base – metal deposits. At one stage, the Northampton area was Australia’s largest lead – silver producer. The depth to basement is believed to be 2,000 to 4,000 metres (relatively shallow) and could possibly be the source of mineralization at Tarrawarra.

Acquisition Strategy

The Company intends to fully explore these tenements with a view to proving up a lucrative reserve of silver and lead. The board has deemed the direction of the company should be towards high value metals. That is specifically, silver, copper, lead, tin and zinc. The geographic zones of interest being Africa and Australia. Australia is one of the major mining countries of the world with a stable democracy providing ideal mining conditions and 21st century communications and logistics. The area is served by rail and the largest port in Australia by tonnage (Port Headland).

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If you have not done so already, please register your email address with our secretariat to afford us the opportunity to communicate with you more cost effectively and efficiently. Just e-mail info@greenmachinecorp.com Place in the subject **Shareholder**. Upon receipt we will log you on our register of interested parties for updates and news items.

By order of the Board
Green Machine Development Corporation