



## **MEDIA RELEASE**

### **GREEN MACHINE DEVELOPMENT CORPORATION ANNOUNCES ACQUISITION OF ELLWOOD OVERSEAS HOLDINGS SA**

/EWorldWire/Feb 19, 2007 --- Green Machine Development Corporation (Pink Sheets: GMVP) (GMDC or the "Company") today announced that it had consummated the acquisition of Ellwood Overseas Holdings SA through a stock for stock reverse merger transaction. By virtue of the reverse merger, Ellwood Overseas Holdings SA, a Panamanian Corporation, became a wholly-owned subsidiary of the Company. Prior to consummation of the above described transaction, the Company had no operations for a number of years and had no meaningful assets or liabilities. As a result of the merger, GMDC will have approximately 125,781,674 shares of common stock outstanding once it has increased its authorized number of shares of common stock. Ellwood Overseas Holdings SA stockholders will receive approximately 99 percent of all equity shares outstanding immediately following the merger closing.

Effective upon the acquisition, Ellwood Overseas Holdings SA senior management became senior management of the Company, including Dr. Malcolm J. Mudge becoming Chief Executive Officer. Both Philip A. Condon and Peter A. Kent were also elected to the Board.

#### **Dr. Malcolm J. Mudge - Chief Executive Officer**

Dr. Mudge is a Geologist and Metallurgist holding a Ph.D. in Metallurgical Engineering/Met Tech and Environmental Eng from the University of California and a Ph.D. Ext Met/Geology. He is a Fellow of the South African Institute of Mining and Metallurgy and Member of the South African Geological Society. Dr. Mudge is an experienced Mill Manager and Chief Metallurgist-Lega Dembi-Africa-Ethiopia-opencut gold mine. Further, he has operated in diverse geographical and climatological areas including the Amazon and Northern winters. Dr. Mudge is multilingual (English, Portuguese, French, Spanish, Pidgin and Italian). He has experience in Indonesia, South America, Ethiopia, Korea, Fiji, Canada, North America, Europe, PNG, Africa and Australia where he gained experience in Base Metal, Gold, Diamonds and Tin. Dr. Mudge has authored several reference books and symposia in South Africa and South America. Additionally, he has carried out feasibility studies for copper and diamond and base metal projects in Mauritania, Rwanda, Mali, South Africa, Mozambique, Botswana, Swaziland, Lesotho, DRC and Angola. Dr. Mudge served in the areas of project management and commissioning for Diamond operations at MIBA in D.R.C and in the areas of engineering and commissioning of underground crushing system for a large copper-nickel project in Botswana.

#### **Philip A. Condon - Non-Executive Director**

Mr. Condon is a Mechanical Engineer holding a Bachelors' degree (Honors) in Mechanical Engineering from the University of New South Wales and an MBA from Deakin University. He is a Member of the Australian Institute of Engineers and a Member of the Australian Institute of Company Directors. Mr. Condon has international copper and gold mining experience of over 18 years ranging from operational and engineering responsibilities that have included engineering and operations management, maintenance management, training and consulting. A significant majority of this experience was in the base metals and gold mining industry. Mr. Condon has served a wide variety of senior roles and he possess a track record of setting and achieving continuous improvement objectives at all levels of corporate involvement from the workshop floor to the board room of publicly listed companies within Australia, Ghana, Indonesia and United States. Mr. Condon is experienced in the effective and efficient management and application of operational and

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capital funds, human resources, risk management, safety performance and stakeholder interest optimization.

### **Peter A. Kent - Non-Executive Director**

Mr. Kent is an Accountant holding a Bachelor of Financial Administration degree from the University of New England and a Certified Practising Accountant. He is a Member of the Australian Society of Certified Practising Accountants. Mr. Kent has over 13 years in public practice with extensive experience in financial management, taxation and business operations and consulting. His responsibilities and experience include financial management, budgeting, external auditing, taxation and corporate law. Mr. Kent is also experienced in monitoring financial performance, budget outcomes, financial and operational systems and strategies. Mr. Kent has acted for private and listed public entities in Australia as CFO and Company Secretary.

### **Dr. David Hostelley has resigned as a director.**

CEO Dr. Malcolm Mudge will take up residency in Lubumbashi DRC in early February to supervise operations with the objective of bringing production online, commencing further explorations and seeking further acquisitions in the base metal arena.

### **About Ellwood Overseas Holdings SA**

Ellwood Overseas Holdings currently holds an 80 percent interest in five base metal mining and exploration concessions located in the Democratic Republic of Congo ("DRC"). The concessions are located in the Katanga region of the DRC, an area widely known for its copper deposits. Since the recent elections in the country, the DRC has experienced heightened interest from large international miners. For example, Phelps Dodge, the world's largest copper mining company, recently announced significant expansion plans in the DRC. Furthermore, BHP and Rio Tinto have increased their activities in the country.

Ellwood's mining concessions cover approximately 1,140 km<sup>2</sup>. These leases are for a term of 15 years including options to extend. Typical artisanal copper grades range from 30 percent to over 50 percent and can be extracted from concessions by hand digging (artisanal) methods. The Company, through its subsidiary Ellwood, intends to exploit the concessions at a rate of 500 tons of ore per month initially, with the expectation that exploitation efforts will escalate to 2,000 tons after twelve months.

The commercialization of these mining concessions is Stage 1 of 3 planned phases which may be pursued and funded from cash flows generated from Stage 1. Stage 2 involves full exploration including aeromags and a bankable feasibility study. Stage 3 continues full exploitation and includes acquisition of a smelter. The development of stages 2 and 3 depend on world copper prices and demand for copper remaining buoyant which are totally outside of control of the company. These are optional stages that require separate costing and analysis not contained in the figures presented in this document.

### **Independent Opinion**

In 2006, Ellwood commissioned an independent opinion report from Dr. Michael H. Smith, FIMMM, C.Sci, C.Eng., an Economic Geologist whose office is located at 205 Rathmines Road Upper Dublin 6, Republic of Ireland. On September 30, 2006, Dr. Smith submitted a report to the Company's Board of Directors which stated the following conclusions:

- The concessions held lie in one of the major copper belts in the world, adjacent to known production
- The primary project element: i.e. the buy - aggregate - certify - transport - sell cycle is a tried and tested business in the area. It has been in operation for over six years, operated by Chinese and Lebanese metal traders.

- This project has the benefit of legal ownership of the concessions, environmental permitting and goodwill of local partners. In addition, a great deal of effort has been made to reduce the risk in all parts of the trading cycle.
- The illustrative cash flow model proposed is reasonable in present day terms but allowance has to be made for cost and price change as well as start - up delays.
- It is reasonable to assume that, properly managed, the expected NPV at the end of the first five years should be at least \$ 60 million.
- In parallel to the metals trading, the Company proposes to carry out an exploration programme on the concession areas. For this, a budget of \$4.98 millions required, funded from cash flow. This is an important activity and the proposed budget will fulfill operational requirements.
- The principal objective is to streamline small scale artisanal operations and to pave the way for the Company to run commercial mining and eventually construct a smelter and refinery.

The Company cannot admit nor deny the accuracy of any statements made by Dr. Smith. Additionally, the Company will not be in a position to verify Dr. Smith's report until commercialization of the mining concessions is completed.

### **Forward-Looking Statement**

This press release may contain forward-looking statements that involve risks and uncertainties, as well as assumptions that, if they prove incorrect, could cause our results to differ materially from those expressed or implied by such forward-looking statements. All statements other than statements of historical fact are statements that could be deemed forward-looking statements, including, among other things, any projections of earnings, revenues (including where the underlying contract has already been signed), or other financial items; any statements of the plans, strategies, and objectives of management for future operations; any statements concerning proposed new products, services, or developments; any statements regarding future economic conditions or performance; statements of belief and any statement of assumptions underlying any of the foregoing. The company assumes no obligation and does not intend to update these forward-looking statements.

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