Austindo Resources Corporation N.L.

A.C.N. 002 678 640

Level 8, North Tower, 459 Collins Street, Melbourne Victoria 3000 Australia
Telephone (+61 3) 9620 3110 Facsimile (+61 3) 9620-3123

CIBALIUNG GOLD PROJECT – DEVELOPMENT MILESTONE ACHIEVED

ANZ INVESTMENT BANK MANDATED TO PROVIDE PROJECT FINANCE

Austindo Resources Corporation NL ("ARX") is pleased to announce the achievement of a significant milestone in the development of the Cibaliung Gold Project. ARX and its joint venture partner – PT Antam Tbk, have agreed to mandate ANZ Investment Bank to provide project finance for the development of the Cibaliung Gold Project.

The Project is located in the Province of Banten in Java, Indonesia and is operated through a joint venture company – PT Cibaliung Sumberdaya ("CSD") in which ARX is entitled to an 83.76% interest as at 31 December 2004 and PT Antam Tbk ("Antam") retains a 16.24% interest.

The project financing offer received from ANZ Investment Bank remains subject to the bank's credit committee approval. Drawdown of funds under the proposed facility will be subject to the completion of loan documentation and satisfaction of conditions precedent.

ARX expects to raise additional equity funds which, together with the project debt facilities, will enable the commencement of construction in the first half of 2005 with first gold production in 2006. Commencement of construction also remains subject to obtaining project development permits and environmental approvals, the process of which is well advanced.

Key project parameters are:

- Mine life of 6 years with a production rate of 220,000 tonnes per annum with recovery of gold and silver by a conventional CIL processing plant;
- Mining will be by conventional underground cut and fill stoping with decline access;
- Annual production of approximately 70,000 ozs gold equivalent;
- Initial capital expenditure of some US$ 34 million;
- Average life of mine cash operating costs of less than US$200/oz.

The Company believes that, with the support of its partners and regulatory authorities in Indonesia, the Cibaliung Gold Project will commence operations in 2006 – confirming a significantly improved operating and investing environment in Indonesia.

Updates in relation to the development of the Cibaliung Gold Project will be released as further development milestones are achieved.

Yours sincerely

Ian L. Price
Managing Director
7 February 2005