



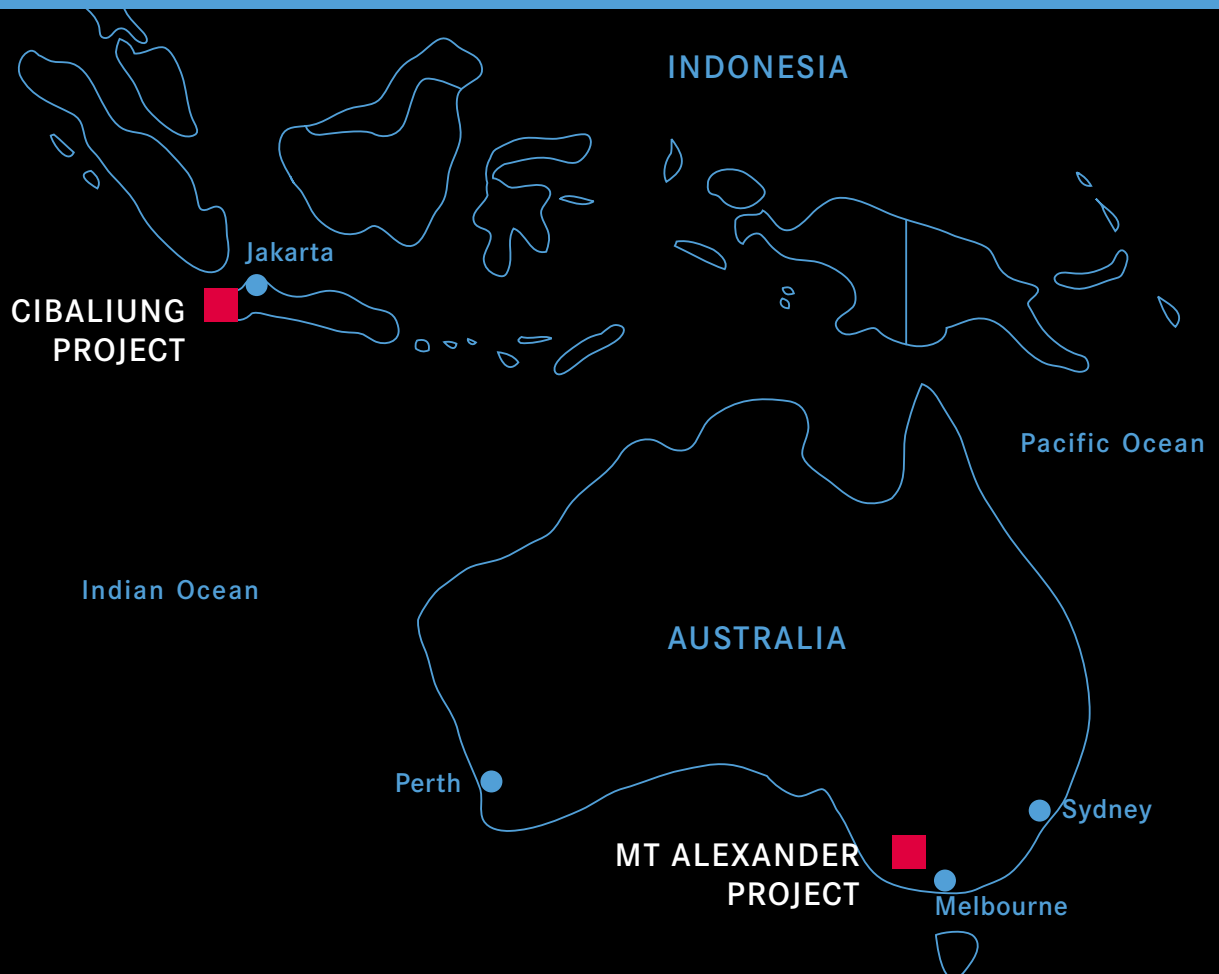
AUSTINDO

RESOURCES CORPORATION NL

October 2003 Update
ASX Share Code: ARX

Austindo Resources Corporation NL is an Australian company focussing on gold exploration and mine development in Indonesia and Australia.

- The Company's shareholders recently contributed A\$3.9 M to a capital raising and with total funds standing at A\$7 M the Company is well positioned to advance its projects.
- The Cibaliung Feasibility Study has attracted interest from potential project financiers.
- The Company's market capitalization has increased from A\$7 M to A\$30 M in just 3 months.



AUSTralia

MT ALEXANDER GOLDFIELDS NL (100%) CENTRAL VICTORIA – AUSTRALIA

Austindo's wholly owned subsidiary, Mt Alexander Goldfields NL, has interests in mineral tenements both north and south of Bendigo in central Victoria, Australia.

The exploration targets are for shallow high grade reefs that typically contain about 0.5 Million ounces.

The central Victorian Goldfields, centred on Bendigo, have produced in excess of 30 Million ounces of gold (950 tonnes). To diversify its project interests, in 2002 Austindo acquired Mt Alexander Goldfields NL and through it two project areas – the Raywood Sebastian Project (earning up to 80%) and the Mt Alexander Goldfield Project (100%). Both are located within known goldfields along strike from the Bendigo Goldfield.

At the regional level, our geologists are analysing data from the government's VIMP program which has resulted in new data sets (mainly geophysical and geological) and the extensive databases compiled by the Victorian Geological Survey. The aim is to identify those first order structures that may have played a part in the localizing of mineralization. Whilst the significance of the North-South trending fold axes and faults has long been recognized, modern processing and interpretive methods can identify deep-seated crustal structures as well as North-East trending and North-West trending cross structures. These cross structures break the North-South trends into distinctive domains in a way that is analogous the "jog structures" that have proved to be highly productive in the western Australian goldfields.

They have compiled and reinterpreted over 100 years worth of geological data directly related to the Castlemaine Goldfield. With this information and the assistance of modern computing technology, they have been able to construct a three dimensional model of the Wattle Gully reef system which produced almost 0.5 million ounces. From this they have distilled those key features that control mineralization and that provide a surface expression of buried orebodies.

The Company is focused on finding one or more gold deposits within 150 to 300 metres below surface. This shallow target substantially increases the chances of making discoveries and reduces discovery costs.



INDONESIA

CIBALIUNG GOLD PROJECT (77%) WEST JAVA – INDONESIA

Austindo holds a 77% interest in the Cibaliung Gold Project; a high grade epithermal gold vein system located 150 km south west of Jakarta in west Java, Indonesia.

The Cibaliung Project is currently undergoing Bankable Feasibility Study.

APRIL 2003 RESOURCES

Measured + Indicated Resources 1,210,000 tonnes @ 10.3 g/t Au and 88 g/t Ag

Inferred Resources 580,000 tonnes @ 8.3 g/t Au and 64 g/t Ag

Announced by the Company to the ASX on 28th April 2003

Austindo holds a 77% interest in the Cibaliung Gold Project with its partner, the Indonesian government's mining company PT Aneka Tambang. Two high grade epithermal gold veins have so far been discovered with strong indications that others will be found in the immediate project area. The currently defined resources occur in two aligned sub-vertical shoots, Cikoneng and Cibitung.

A Bankable Feasibility Study is underway with diamond drilling having commenced in August 2003. The first holes drilled collected metallurgical samples and infill drilling to upgrade the resources classifications is now well underway. Work in numerous other disciplines including mine geotechnical, geohydrology, infrastructure and environmental is being undertaken concurrently.

The project concept is based on treating 220,000 tonnes of ore per annum over a six year mine life, producing 70,000 ozs of gold equivalent each year at an average cash cost of less than US\$200 per oz.

Several major consulting and contracting firms have been selected or short listed for roles in the BFS and appointments are proceeding. It is expected that the BFS will be completed by mid 2004.

The Company has held preliminary discussions with several major banking groups that provide project funding for resources projects. It is pleasing to report that the Cibaliung Gold Project is generating interest amongst these potential lenders and these discussions will be ongoing with a view to the Company selecting one or more groups to work with as the BFS is progressed to completion. Site visits will commence in the near future.

The Cibaliung Joint Venture's exploration shows that the most prospective area for discovery of new economic gold shoots is in the south west quadrant of the KP where the pre-mineral host rocks (Honje Formation) are located and where approximately 50% of this area has no cover of younger post-mineral tuffs. This area hosts the Cikoneng and Cibitung shoots, which are currently the focus of the Company's Bankable Feasibility Study.

So far one new potentially economic vein deposit at Rorah Kadal and several anomalous zones have been identified in this area and confirms that this portion of the KP has significant potential to host high grade low-sulfidation epithermal vein deposits with similar characteristics to Cikoneng-Cibitung. Two scout drill holes were completed at Rorah Kadal in early 2003 with narrow but encouraging results. It was decided to postpone further drilling of Rorah Kadal until field exploration over the greater adjoining area had been completed and assessed in 2003 so as to consider new targets and develop priorities for drilling.

The Company has now completed detailed grid-based MMI soil sampling and mapping over an area greater than 1000 ha and immediately adjoining the Cikoneng and Cibitung shoots.

More than 30 new gold in soil anomalies were located in the 2003 programme bringing the total number of identified gold in soil anomalies in this area to 54. Some have been followed up by trenching and prospect mapping. As a result of this work 13 new vein systems have been discovered bringing the total number of vein systems in the area to 21. A parallel program of detailed structural mapping was carried out to underpin development of an improved geological map of the area. The mapping carried out during 2003 has allowed development of a significantly improved structural and lithological map of the area and this provides a sound basis for ongoing exploration work.

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ACN 002 678 640

ASX Code:	ARX
Commodity	GOLD
Share Price at 17th October 2003	\$0.06
Shares on Issue	492 M
Market Capitalization	\$29.5 M
Cash at 30th September 2003	\$7 M
Cash Backing per Share	\$0.014

TOP THREE SHAREHOLDERS

ANJ Group & associates	42.7%
Lion Selection Group	13.4%
Mike and Vicki Diemar & associates	5.6%

PROGRAM FOR QUARTER 4 – 2003

Cibaliung Project

Feasibility Study

Continue exploration

Mt Alexander Goldfield Project

Select priority drill targets



DIRECTORS OF THE COMPANY

Chairman: Mr Pieter Greeff **Managing Director:** Mr Ian Price

Non-Executive Directors: Messrs. John Carlile, Christopher Melloy, Bruce Paterson and George Tahija.

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