



ACQUISITION OF GOLD PROCESSING PLANT COMPLETED

Austindo Resources Corporation NL (Austindo) is pleased to announce that it has completed the acquisition of the gold processing plant located at the Mount Olympus Mine near Paraburdoo, Western Australia from Sipa Exploration NL. The processing plant will be relocated to the Cibaliung Gold Project in Banten Province western Java, Indonesia.

The acquisition of this plant provides the Company with a higher degree of certainty in terms timing and cost of deliverability for the development of the project, as delays in the delivery of new equipment are resulting in longer construction lead times for many other projects. The purchase includes a significant inventory of ancillary equipment and spare parts.

The plant was originally designed and built at Lynas Find in 1994 by Signet Engineering Pty Ltd for Lynas Gold NL. In 1998 it was relocated to the Mt Olympus site where it operated until milling ceased in March 2004. At the time of shutdown all aspects of the plant were operational and the shutdown was conducted with a view to restarting operations.

MINING AUTHORISATION GRANTED

In Indonesia, another important milestone has been achieved. The Bupati of Pendeglang has granted a Mining Authorisation for Cibaliung. Similar to a Mining Lease, the Company has now successfully secured the necessary environmental and mining approvals and is now in the process of finalising a land use application and other permits prior to commencing earthworks on site at Cibaliung.

Yours sincerely

Ian L Price, Managing Director & CEO
5 September 2005

ABOUT AUSTINDO RESOURCES CORPORATION NL (ARX)

Formed in 1983, Austindo Resources Corporation NL is an Australian listed gold company focussed on developing projects in Indonesia. The company's key project is Cibaliung, a high-grade epithermal gold/silver vein system located southwest of Jakarta in Banten Province, western Java. Production at Cibaliung is expected to begin during calendar 2006, with an annual production rate of 70,000 oz (gold equivalent) at an average life of mine cash operating costs of less than US\$200 per ounce.

Two key strategic alliances in Indonesia are taking Austindo closer to achieving its growth objective. In association with Anglo American Group, the company is exploring for large porphyry copper/gold deposits in Papua, and also has a significant joint venture interest with PT Sumber Mineral Nusantara in the Pekalongan tenement in Central Java, an area prospective for low sulphidation epithermal gold/silver deposits similar to the Cibaliung project.

In addition, Austindo has an investment in Australian properties through its 44.6% interest in Alexander Resources Limited, which is exploring for gold in the Central Victorian Goldfields.