

**ARX RIGHTS ISSUE RAISES \$17.7 M**
***STRONG SUPPORT FOR CONTINUED DEVELOPMENT OF THE CIBALIUNG GOLD PROJECT***

Austindo Resources Corporation NL (“ARX” or the “Company”) is pleased to announce that it has successfully raised \$17,657,276.34 from its Rights Issue which closed on Thursday 25 October 2007.

The Rights Issue was well supported with over one third of all shareholders participating demonstrating strong support for the Company’s strategy for the continued development of the Cibaliung Gold Project.

The Rights Issue take up can be summarised as follows:

	<b>Number of Shares</b>	<b>Amount</b>
<b>Total Offered</b>	1,869,257,444	\$18,692,574.44
<b>Taken Up</b>	848,708,048	\$8,487,080.48
<b>Shortfall</b>	1,020,549,396	\$10,205,493.96
<b>Underwriting</b>	917,019,586 Being 1,239,336,364 Less 322,316,778 (taken up by a sub-underwriters in capacity as shareholders)	\$9,170,195.86
<b>TOTAL RAISED</b>	1,765,727,634	<b>\$17,657,276.34</b>

The Rights Issue shortfall, post the partial underwriting, was limited to \$1,035,298.10 or a shortfall of only 5.5%.

Together with the Placement effected on 24 September 2007 the Company has raised gross proceeds of A\$19.9m which is expected to be sufficient to substantially advance the Company towards first gold production from the Cibaliung Gold Project in Indonesia.

The Rights Issue was structured as follows:

- A renounceable pro-rata entitlement to acquire one new share for every existing share (1 for 1) held in the Company;
- The new shares were offered at 1.0 cents per share;
- Shareholders who subscribed for their rights will also be issued with one option for every 10 new shares subscribed for. The options are exercisable at 1.5 cents per share on or before 30 June 2012;
- Partially underwritten by Austock Corporate Finance Limited to the amount of A\$12.4m.

Shares and Options will be allotted to participating shareholders on Tuesday 29 October 2007. The allotment to sub-underwriters will be effected on Wednesday 30 October 2007.

The funds from the recent Placement and this Rights Issue will be used for working capital purposes and costs associated with the ongoing development of the Cibaliung Gold Project in Indonesia in which ARX has an 89.75% interest. A portion of these funds may also be applied to near mine exploration at Cibaliung to enhance the resource and reserve base.

This capital raising is part of a continuing strategy to provide a strong financial base for ARX. As stated in the Rights Issue Prospectus, the Company will require further funding to complete the development of the Cibaliung Gold Project, produce positive cash flow and to fund further project and regional exploration. Following the success of the Rights Issue the Board will at an appropriate time in 2008 consider a further equity raising to complete its funding requirements.

This announcement is dated 30 October 2007.

For further information please contact:

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#### **ABOUT AUSTINDO RESOURCES CORPORATION NL (ARX)**

*Formed in 1983, Austindo Resources Corporation NL is an Australian listed gold company focused 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. Cibaliung is expected to produce at an annual rate of 70,000 oz (gold equivalent).*

*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. In addition the Company has a 95% joint venture interest with PT Sumber Mineral Nusantara in the Pekalongan and Trenggalek tenements located in Central and East Java respectively, areas prospective for low sulphidation epithermal gold/silver deposits similar to the Cibaliung project.*

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#### **BOARD OF DIRECTORS**

Bruce Watson – Chairman  
George Tahija – Non-Executive Director  
John Carlile – Non-Executive Director  
Christopher Melloy – Non-Executive Director

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