

Appendix 5B

Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

AUSTINDO RESOURCES CORPORATION N.L

ABN

48 002 678 640

Quarter ended ("current quarter")

30 June 2006

Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter \$A'000	Year to date (6 months) \$A'000
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a)exploration and evaluation	(181)	(255)
(b)development (Refer Note 1)	(11,517)	(19,630)
(c)production	-	-
(d)administration	(418)	(711)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	41	110
1.5 Interest and other costs of finance paid	(99)	(142)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net Operating Cash Flows	(12,174)	(20,628)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a)prospects	-	-
(b)equity investments	-	-
(c) other fixed assets	(95)	(204)
1.9 Proceeds from sale of:		
(a)prospects	-	-
(b)equity investments	-	-
(c)other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (Refer Note 2)	-	(4,000)
Net investing cash flows	(95)	(4,204)
1.13 Total operating and investing cash flows (carried forward)	(12,269)	(24,832)

Notes: 1. Development and project implementation expenditure in relation to the Cibaliung Gold Project in Banten Province, Indonesia.

2. Funds invested in a Foreign Currency Term Deposit account which are available to fund the Cibaliung Gold Project. ANZ Banking Group Limited has a secured charge over the funds in this account.

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1.13	Total operating and investing cash flows (brought forward)	(12,269)	(24,832)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	12,000	12,000
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings (Project Facility)	13,268	13,268
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19a	Cost of Capital Raising	(618)	(618)
1.19b	Loan contribution from Joint Venture Partner	829	829
	Net financing cash flows	25,479	25,479
	Net increase (decrease) in cash held	13,210	647
1.20	Cash at beginning of quarter/year to date	898	13,431
1.21	Exchange rate adjustments to item 1.20	(22)	8
1.22	Cash at end of quarter	14,086	14,086

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	128
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

During the quarter our joint venture partner in our subsidiary PT Cibaliung Sumberdaya contributed A\$829,000 to maintain its interest at around 10.25%.

+ See chapter 19 for defined terms.

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities (Total available facilities to fund the Cibaliung Gold Project comprise a Project Loan Facility of US\$26m, a Cost Over-run Facility of US\$2m, and a Working Capital Facility of US\$2m.)	40,361	13,454
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	500
4.2 Development	15,850
Total	16,350

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	6,072	898
5.2 Deposits at call	8,014	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	14,086	898

Changes in interests in mining tenements

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed	-	-	-	-
6.2 Interests in mining tenements acquired or increased	-	No material change in joint venture interests during the quarter	-	-

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Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference securities <i>(description)</i>	-	-	-	-
7.2 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through returns of capital, buy-backs, redemptions	-	-	-	-
7.3 +Ordinary securities	1,300,923,710	1,300,923,710		
7.4 Changes during quarter				
(a) Increases through issues	218,184,820	218,184,820	5.5	5.5
(b) Decreases through returns of capital, buy-backs	-	-	-	-
7.5 +Convertible debt securities- Convertible Notes	66,666,667	Nil	6	6
7.6 Changes during quarter				
(a) Increases through issues	-	-	-	-
(b) Decreases through securities matured, converted	-	-	-	-
7.7 Options <i>(description and conversion factor)</i>	1,000,000	-	<i>Exercise price</i> 7	<i>Expiry date</i> 22/10/07
	4,000,000	-	7	26/05/08
	2,000,000	-	7	10/12/09
	14,000,000	-	7	31/07/10
	each to subscribe for one ordinary share in the capital of the Company	-		
7.8 Issued during quarter	2,000,000	-	<i>Exercise price</i> 7	<i>Expiry Date</i> 31/07/10
7.9 Exercised during quarter	-	-	-	-
7.10 Expired during quarter	6,000,000	-	<i>Exercise price</i> 7	<i>Expiry Date</i> 22/05/06
	1,000,000	-	7	22/10/07
	2,000,000	-	7	31/07/10
7.11 Debentures <i>(totals only)</i>	-	-		
7.12 Unsecured notes <i>(totals only)</i>	-	-		

*During 2005 the Company issued Convertible Notes for \$4.0M which are convertible into ordinary fully paid shares at any time at a price of 6 cents per share.

+ See chapter 19 for defined terms.

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2 This statement does give a true and fair view of the matters disclosed.

Sign here:  Date: 31 July 2006
(Company Secretary)

Print name: Andrew Cooke

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Cash Flow Statements* apply to this report.
- 5 Accounting Standards ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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