

**DESPATCH OF RIGHTS ISSUE PROSPECTUS & ENTITLEMENT AND
ACCEPTANCE FORM COMPLETED**

Austindo Resources Corporation NL (ASX Code: ARX) is pleased to confirm that it has completed the despatch of its Rights Issue Prospectus and the Entitlement and Acceptance Form to Eligible Shareholders.

The Closing Date for acceptances and payment in full is 25 October 2007.

If the Rights Issue is fully subscribed total gross proceeds (together with the Placement effected in September 2007) of A\$20.9m will be raised, 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 is 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 are being offered at 1.0 cents per share;
- Shareholders who subscribe 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;
- Austock Corporate Finance Limited has partially underwritten the Rights Issue in the amount of A\$12.4 m.

This announcement is dated 12 October 2007.

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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.

BOARD OF DIRECTORS

Bruce Watson – Chairman

George Tahija – Non-Executive Director

John Carlile – Non-Executive Director

Christopher Melloy – Non-Executive Director

www.austindoresources.com.au