



ISSUE OF A\$4.0 MILLION OF CONVERTIBLE NOTES

Austindo Resources Corporation NL (“ARX” or the “Company”) is pleased to announce that it has agreed to issue A\$4.0 million of Convertible Notes (“Notes”) to clients of Austock Corporate Finance Limited and to Macquarie Bank Limited.

The unlisted Notes will have a 3 year term, carry a 10% annual coupon and are convertible into ordinary fully paid shares at the Note Holder’s election at any time at a price of 6.0 cents, a 30% premium to the current market price. ARX has a right of early redemption after 2 years.

The Notes are to be issued to satisfy ANZ Bank project finance requirements to demonstrate additional capacity to fund contingencies that may arise during construction of the mine. In addition the Directors believe that it is prudent to ensure that sufficient funds are available to the Company to address some increases in costs, in particular fuel, which has also been impacted in Indonesia by the removal of government subsidies.

The Company has completed the acquisition of the gold processing plant located at the Mount Olympus Mine near Paraburdoo in Western Australia which will be relocated to Cibaliung. Aker Kvaerner has been awarded a contract for engineering services to relocate the plant.

In Indonesia, a Mining Authorisation and land use permits for the Cibaliung project have now been granted. First gold production is expected in the fourth quarter of 2006.

Yours sincerely

A handwritten signature in black ink, appearing to read "Ian L Price".

Ian L Price
Managing Director
21 November 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.