

RESIGNATION OF PIETER GREEFF AS DIRECTOR

APPOINTMENT OF BRUCE WATSON AS CHAIRMAN

At the Company's Annual General Meeting held on 30 May 2005 Mr. Pieter Greeff advised that he would be stepping down as Chairman and resigning as a Director of Austindo as part of an orderly restructuring of the Board once the Company had embarked on the next stage of the development of the Cibaliung Gold Project.

As the Company has recently completed the equity raising for the development of the Cibaliung Gold Project, Mr. Greeff has tendered his resignation as a Director of the Company effective 30 June 2005. Pieter has indicated that he will follow Austindo with interest and looks forward to it achieving its goal of gold producer status and that it will continue to capitalise on its significant strengths in Indonesia.

The Board wishes to confirm its appreciation for Pieter's contribution to the Company's progress over the last 4 years. Pieter continues as a director of Alexander Resources Limited in which Austindo maintains a 44% interest.

The Board has resolved to appoint Mr. Bruce Watson as Chairman of the Board with immediate effect. Bruce has extensive corporate and commercial experience and a commercial insight derived from his diverse and comprehensive background across the Australian banking and investment community and his high level of technical capability within the core areas of legal and financial structuring. Bruce is Managing Director of Cubic Corporate Advisory Pty Limited and was previously Head, Corporate Advisory & Equities at Westpac Institutional Bank and prior to that he was a founding director of Grant Samuel Associates Pty Limited. The Board considers these skills to be invaluable as the Company proceeds to development of the Cibaliung Gold Project and continues its growth strategy in Indonesia.



Ian L. Price
Managing Director
23 June 2005