



LION SELECTION GROUP LIMITED

ASX Announcement 15 June 2005

Lion invests an additional \$4.5 million in Austindo Resources

Lion Selection Group is pleased to announce a further investment of \$4.5 million in Austindo Resources Corporation NL (Austindo). Lion's investment is part of an \$18.7 million placement and share purchase plan at 3.6 cents per share undertaken by Austock Corporate Finance Limited.

\$14 million of the funds raised by the placement and share purchase plan, with the US\$26 million (A\$34 million) project finance to be provided by ANZ Investment bank, will be used towards the development of Austindo's 70,000 ounce per annum Cibaliung gold project. The Cibaliung project, a high grade epithermal gold vein system, is located in Indonesia's Banten province. Austindo expects construction to commence at the Cibaliung project once final permits required by local authorities are approved. First gold production is expected to be achieved in 2006. \$2 million of the remaining funds will be used towards new exploration projects in Indonesia.

Lion's Managing Director, Robin Widdup, stated today "Lion is very happy to be increasing its holding in Austindo. The company will soon have an operating base at Cibaliung from which it can develop other projects that emerge from the Anglo Strategic Alliance and new exploration areas".

After the placement, Lion's total investment in Austindo will be \$8.5 million, increasing its holding from 12.6% to 18.1% of Austindo's expanded capital base.

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