



ANNOUNCEMENT TO THE AUSTRALIAN STOCK EXCHANGE: 12 DECEMBER 2006

**APPOINTMENT OF NEW MANAGEMENT TO FOCUS ON IRONSANDS PROJECT
AND CHANGE OF REGISTERED OFFICE**

On 30 November 2006 the Company announced that it would strengthen its Board and that the Management would focus on the further development of the Yogyakarta Ironsands Project in Indonesia.

Effective immediately, Mr Ian Middlemas has been appointed as Deputy Chairman and Mr Matthew Rimes has been appointed as a Director.

Mr Rimes is a mining engineer with considerable iron ore expertise, having held senior operational positions at both Robe River Mining's operations at Pannawonica and West Angeles as well as the position of Executive Manager Resource Development.

Under the guidance of the new Management, Indo Mines objective will focus on the continued development of the Yogyakarta Ironsands Project, with a view to quantifying the large potential of the Project in the coming months.

Also effective today, Messrs Zlad Sas and Mark Stewart have resigned as Directors and Mr Rowan Caren has resigned as Company Secretary. The Board would like to express its appreciation for their efforts, in particular the successful refocusing of the Company on the Yogyakarta Ironsands Project. Mr Mark Pearce has been appointed Company Secretary.

Change of Registered and Principal Office

With effect from today, the Company's Australian registered and principal office will relocate to:

Level 9, BGC Centre
28 The Esplanade
Perth WA 6000

Phone: 08 9322 6322
Facsimile: 08 9322 6558

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