



ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE: 25 October 2012

---

## CONSTRUCTION APPROVAL

Indo Mines Limited (ASX: IDO) (**Company** or **Indo Mines**) is pleased to announce that the Indonesian Ministry of Energy and Mineral Resources has issued a Decree confirming approval of PT Jogja Magasa Iron's (JMI) application for Commencement of the Construction Phase of the Jogjakarta Iron Project within the Contract of Works area.

The Decree received from the Ministry is effective and retroactive from 26 April 2012 and is valid for a period of thirty six (36) months from that date.

The Construction Approval, which follows the granting of the AMDAL Environmental Impact Assessment earlier this year, enables JMI to commence site construction of the Jogjakarta Iron Project. The Project will follow a staged implementation to achieve 2 million tonnes of iron concentrate production per annum before moving downstream into the manufacture of pig iron.

This approval is a major milestone for the Company completing the government approvals required to commence construction of the commercial scale facility.

**Enquiries:** **Martin Hacon, Managing Director & CEO**  
Telephone: +64 2163 4419

For personal use only