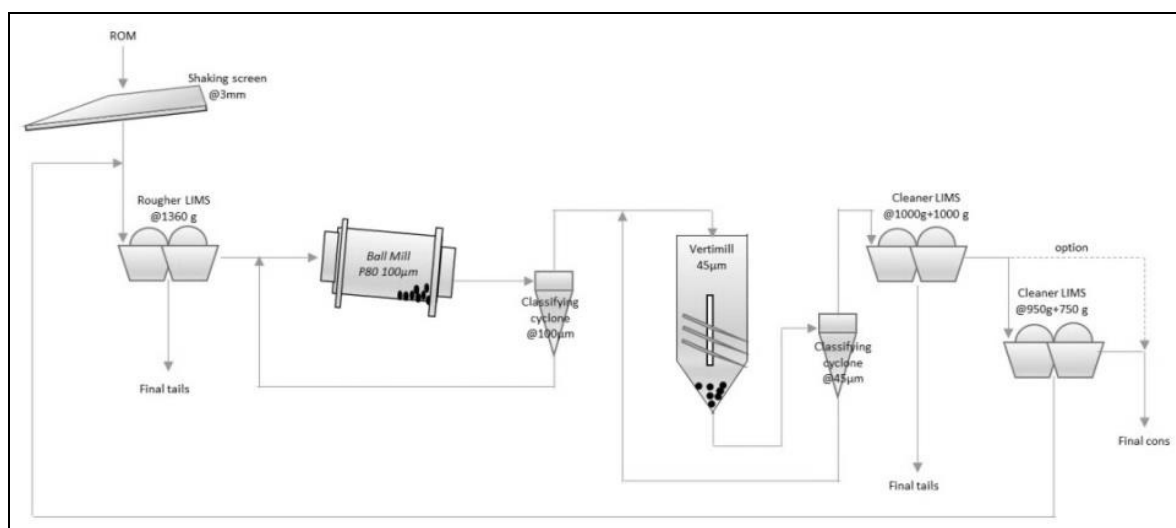




ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE: 27 APRIL 2015

MARCH 2015 QUARTERLY ACTIVITIES REPORT

The March 2015 quarter has been focused on completion of phase I of the Definitive Feasibility Study ('DFS') at the pig iron project in Kulon Progo, Indonesia. Included within this feasibility phase is the basic engineering design ('BED') of the beneficiation plant by Ferrostaal Indonesia. It is anticipated the beneficiation plant BED will be completed by May 2015. This is a key element for the BED of the iron plant - as concentrate produced by the beneficiation plant over the 'life of mine' must be consistent in terms of its' chemical and physical properties, such as iron, silica and phosphorous content.



After significant test work carried out by MBE labs in Germany and CRL in New Zealand, a process flow diagram ('PFD') has been agreed by all parties. This PFD is based on a 1 stage rougher magnetic separator (LIMS is acronym for Lower Intensity Magnetic Separators), followed by a 3 stage lower gauss 'cleaner' magnetic separators. To grind the raw material to an optimal level of magnetic iron liberalisation, a ball mill and vertimill configuration is utilised to achieve a 45 micron sizing.

Taking the average iron grade of the deposit (13.6% Fe) as head feed, the PFD is able to achieve a 12% yield, which is better than initially modelled. This is based on producing a concentrate between 58% - 59% Fe, with acceptable silica and phosphorous content. Obviously the yield will depend on head feed grade, but plant capacity is based on a head feed grade as low as 9%, as Fe grade quality over life of project will vary – the ability for the plant to adjust according to the head feed grade, but still produce consistent concentrate for iron plant is critical for project success.

Very recently the fencing of the acquired land was completed – this has been an important task to not only secure the land, but also begin socialising with local villages in surrounding areas. The local Korporasi (CSR team), was hired to develop and build the fence, an endeavour that is seeing young locals learn new skills in cement and construction, from the main contractor.

Enquiries: Arran Marshall, Chief Executive Officer
Telephone: +62 8777-0000-456

Additional ASX Listing Rule Information

Indo Mines Limited provides the following additional information in accordance with ASX Listing Rule 5.3.3.

Mining tenements held at the end of the quarter and their location

Project Name	Location	Area	Status	Interest Held
Kulon Progo iron sands project	Kabupaten Kulon Progo, Yogyakarta Region, Java, Indonesia	2,978 Ha	Granted in November 2008 under contract of work	70%

Mining tenements acquired during the quarter and their location

Not applicable.

Mining tenements disposed of during the quarter and their location

Not applicable.

Beneficial percentage interests held in farm-in or farm-out agreements at the end of quarter

Not applicable.

Beneficial percentage interests held in farm-in or farm-out agreements acquired or disposed of during the quarter

Not applicable.