

30 September 2016

Companies Announcement Office
Via Electronic Lodgement

STREET ADDRESS

Unit 17, Level 2
100 Railway Road
Subiaco, Western
Australia 6008

POSTAL ADDRESS

PO Box 8129
Subiaco East 6008

CONTACT DETAILS

Tel: +61 (0)8 9380 9920
Fax: +61 (0)8 9381 5064
info@indusenergy.com.au
www.indusenergy.com.au

BOARD & MANAGEMENT

Mr John (Gus) Simpson
Non-Executive Chairman

Mr Anthony Milewski
Managing Director

Mr Jonathan Whyte
Non-Executive Director &
Company Secretary

Mr Ken Bull
Chief Operating Officer

ABN
22 009 171 046

ASX CODE
IND

IMD GOLD TRANSACTION UPDATE

Indus Energy NL (**Indus or Company**) advises that both Indus and IMD Gold Mines Ltd (IMD Gold) are still concluding final due diligence matters and as such have extended the option period for Indus to exercise its right to initiate the acquisition of 100% of the issued capital of IMD Gold in accordance with the terms of the Option Agreement executed by Indus and IMD Gold on 24 August 2016 (**Option Agreement**).

It is expected that final due diligence will be concluded shortly at which point in time Indus and IMD Gold intend to proceed to a binding sale and purchase agreement as required to implement the transaction.

Upon completion, the acquisition of IMD Gold would create a new ASX listed gold producer with plans to develop and expand further production ready assets in the near future.

The proposed acquisition will result in a change in the Company's nature and scale of its activities and will require shareholder approval under Chapter 11 of the ASX Listing Rules as well as requiring the Company to re-comply with Chapters 1 and 2 of the ASX Listing Rules and obtaining conditional approval from ASX to have its securities re-admitted to trading. The Company's securities will remain suspended from quotation pending re-compliance with Chapters 1 and 2 of the ASX Listing Rules.

Please refer to the announcement released to ASX on 24 August 2016 for further details on the transaction and more detailed information will be set out in the notice of meeting sent to shareholders.

For further information please call our office on (08) 9380 9920.

Yours Sincerely

Anthony Milewski
Managing Director