



**ASX ANNOUNCEMENT**  
**18 June 2012**

## **Padang makes further progress with technical due diligence on the Paser Project, East Kalimantan**

Padang Resources Limited (ASX: PXR) (**Padang** or **Company**) is pleased to announce that it has verified a number of permits necessary to commence mining coal from the Paser Project, East Kalimantan.

The Company's in-country manager has made significant progress in validating permits and environmental approvals required should coal mining commence at the Paser Project. Permits and environmental approvals validated include:

- **Environmental Impact Control Agency (UKL/UPL Permit)**

It has been confirmed that the IUP holder has been awarded a UKL/UPL permit from the Environmental Impact Control Agency validating the completion of a satisfactory environmental impact assessment for coal mining to commence from the permit area.

- **Forestry Services Department of Mining and Energy (Other Utilities Area)**

The permit area has been confirmed by the Forestry Services Department of Mining and Energy to be within a "Other Utilities Area" and not in a "Production Forest" or "Protected Forest" zone. Coal mining from the permit area is therefore approved from the permit area.

- **Use of Haul Roads**

The IUP holder has confirmed a valid agreement with the owners of the network of roads within the permit and directly from the permit area to the jetty.

- **Use of Jetty**

The IUP holder has confirmed possession of a permit awarded by the Bupati Pasir to use the Jetty on the Apar River approximately 14 km from the permit for the purpose of loading coal onto barges.

**Next steps**

Padang will keep shareholders informed of any material developments regarding the Due Diligence process on the Paser Project.

**Yours faithfully**

**Guy Le Page**

Non Executive Chairman

About Padang (formerly Palace) Resources Limited

**Padang Resources Ltd** aims to create a sustainable exploration and development business focused on resource opportunities in the Indonesian resource rich region. Padang has a strong management team which has a track record of acquiring and developing mineral projects in the Asia Pacific region. Padang is aggressively exploring and developing resources in the south-east Asia region, particularly Indonesia. For more information visit [www.padangresources.com.au](http://www.padangresources.com.au)