



ASX ANNOUNCEMENT

27 April 2012

Padang commences technical due diligence on the Paser Project, East Kalimantan

Padang Resources Limited (ASX: PXR) (**Padang** or **Company**) is pleased to announce that it has commenced a two (2) stage technical due diligence program on the Paser Project, East Kalimantan.

The technical due diligence (Stage 1) is aimed at the following:

- Collating and validating previous exploration data (topographical, outcrop and borehole surveys, coal quality and civil infrastructure plans, etc.);
- Completing a geophysical survey to map the vertical and lateral distribution of the coal seams in 2D/3D format and profile the resistivity of coal and other soil layers in the ground; and
- Providing an initial coal resource estimate.

Based on a positive outcome from Stage 1, the Company will plan and implement a drilling program to define a JORC compliant resource.

Next steps

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

Yours faithfully

A handwritten signature in black ink that reads "Guy Le Page".

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 resource rich Indonesian 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

