



HERALD RESOURCES LIMITED ABN 15 008 672 071

Level 3/50 Colin Street West Perth Western Australia 6005 | PO Box 893 West Perth WA 6872

T +61 8 9322 2788 F +61 8 9481 1669 E hrl@herald.net.au W www.herald.net.au

28 August 2009

ASX/Media Release

HERALD RESOURCES INDEPENDENT DIRECTORS REJECT UNDERVALUED BID

The Independent Directors of Herald Resources Limited (**Herald**) today recommended that shareholders reject the takeover bid announced by PT Bumi Resources Tbk (**PT Bumi**) on 21 August 2009.

Commenting on the release of PT Bumi's Bidder's Statement, Herald Independent Director Andrew Wilson said: "PT Bumi's bid at 70 cents per share undervalues Herald.

Mr Wilson pointed out that the bid price is only a quarter of the \$2.85 that PT Bumi paid just 12 months ago for control of the company.

"PT Bumi's offer is also opportunistic because Herald's main asset is the Dairi zinc and lead project in Indonesia. World zinc and lead prices are already back to their price levels when PT Bumi took control."

The Independent Directors have appointed Beerworth & Partners as financial adviser and are in the process of engaging an Independent Expert to evaluate the offer.

**For further information:
Fowlstone Communications**

Geoff Fowlstone

M: 0413 746 949

W: 02 9955 9899

E: geoff@fowlstone.com.au