



HINDMARSH RESOURCES LIMITED

ABN 29 106 444 857
ASX Code HMM

4 December 2005

**HINDMARSH ACQUIRES NEW CARIEWERLOO PROJECT
FUNDING GRANTED FOR DRILLING AT CARIEWERLOO UNDER PACE SCHEME**

Cariewerloo Project

Hindmarsh has applied for three new Exploration Licenses ("ELAs") in the Gawler Craton about 60 kilometres south-west of Carapateena, collectively called the Cariewerloo Project.

The ELAs cover about 2,600 square kilometres and have been applied for to test the potential of the area to host unconformity-related uranium deposits. Unconformity-related deposits are characteristically high grade and are mined in a number of locations including the Cigar Lake, Key Lake and McArthur River mines in Saskatchewan and the Ranger, Nabarlek and Koongarra uranium deposits in the Alligator River region of the Northern Territory. The stratigraphy in the Cariewerloo Project is considered to be similar to that in the Alligator River area.

Award of PACE Drilling Grant

Hindmarsh has received a grant of \$50,000 from the South Australian Department of Primary Industry and Resources in the most recent round of funding under its Program for Accelerated Exploration ("PACE").

Hindmarsh intends to carry out stratigraphic drilling over the Dingo Hill ELA (plan attached) in 2006 to test the potential for unconformity-related uranium mineralisation.

Kate Hobbs
MANAGING DIRECTOR

The information in this report relating to exploration has been compiled by John Howard who is a Member of the Australasian Institute of Mining and Metallurgy and who has a minimum of five years experience in the type of activities being reported. Mr Howard acts as a consultant geologist to the Company.

MEDIA CONTACTS

KATE HOBBS
MANAGING DIRECTOR, HINDMARSH RESOURCES
PH: (08) 8332 8344
0414 323 408

PETER GILL
FIELD PUBLIC RELATIONS
PH: (08) 8234 9555
0417 784 059

