

28 September 2010

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(7 pages by email)

Dear Madam,

High Grade Copper at Lipi, Central Jampang Project

Highlights

- High copper values at Jampang including **5.15 metres at 5.79% copper**.
- Multiple gold zones identified.
- Hole JADD24 returned **8.1 metres at 1.05 g/t gold**, 6.04 g/t silver and 0.39% copper from 9.0 metres, **15.0 metres at 0.90 g/t gold**, 18.64 g/t silver and **2.01% copper** from 84.0 metres and a further **13.6 metres at 0.97 g/t gold**, 14.88 g/t silver and **2.26% copper** from 103.9 metres.
- Hole JADD19 returned **14.5 metres at 1.46 g/t gold**, 8.11 g/t silver and **0.52% copper** from 142.0 metres and a further **3.0 metres at 1.66 g/t gold**, 18.0 g/t silver, **0.92% copper** and 1.13% zinc from 171.0 metres.
- Hole JADD18 returned **8.8 metres at 1.48 g/t gold** and 1.77 g/t silver from 11.5 metres and a further **6.3 metres at 0.75 g/t gold**, 3.34 g/t silver and 0.19% copper from 59.8 metres.
- Hole JADD20 returned **5.3 metres at 1.68 g/t gold** from 4.5 metres, **4.3 metres at 4.60 g/t gold** and 5.24 g/t silver from 22.8 metres, **8.8 metres at 1.34 g/t gold**, 5.28 g/t silver from 62.8 metres and a further **5.8 metres at 1.16 g/t gold** and 1.98 g/t silver from 123.0 metres.

The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to advise that further results have been received from diamond drilling at the main Lipi zone within the Central Jampang Gold project in south-western Java.

Holes JADD16 to JADD24 were drilled in the main Lipi mineralised zone. Each of these holes with the exception of JADD22 intersected a number of gold bearing hydrothermal breccia zones and/or quartz veins.

Importantly, holes JADD24 and JADD19 intersected significant copper mineralisation.

The results from hole JADD24 included three zones of significant mineralisation including a very shallow intersect of 8.1 metres at 1.05 g/t gold, 6.04 g/t silver and 0.39% copper from 9.0 metres depth. Two zones of high grade copper mineralisation were intersected deeper in the hole:

- **15.0 metres at 0.90 g/t gold, 18.64 g/t silver and 2.01% copper** from 84.0 metres, including:
 - **7.1 metres at 1.40 g/t gold, 41.23 g/t silver and 3.91% copper** from 85.9 metres
- **13.6 metres at 0.97 g/t gold, 14.88 g/t silver and 2.26% copper** from 103.9 metres, including:
 - **5.1 metres at 1.04 g/t gold, 33.76 g/t silver and 5.79% copper** from 103.9 metres.

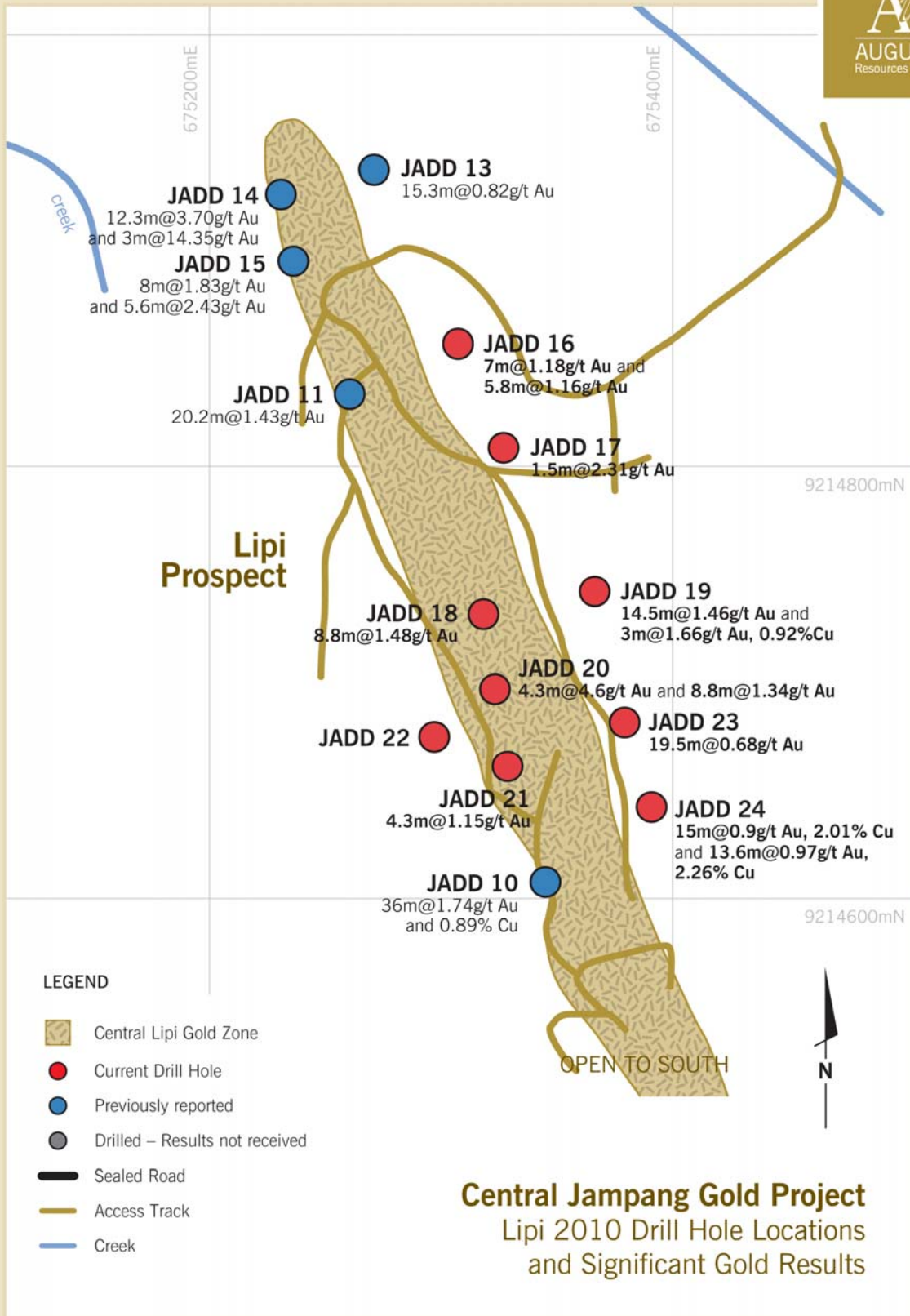
The higher grade copper zones are associated with quartz veins and breccia zones.

The results from JADD19 included **14.5 metres at 1.46 g/t gold**, 8.11 g/t silver and 0.52% copper from 142 metres. Mineralisation is logged as being within a steeply dipping zone of intense silicification with extensive quartz veining. The host rock is altered andesite with copper and base metals occurring as disseminations in the andesite or within quartz veining. A further zone of **3.0 metres at 1.66 g/t gold, 18.0 g/t silver, 0.92% copper** and 1.13% zinc from 171.0 metres is associated with an intensely altered hydrothermal breccia and a fault zone.

Hole JADD18 was drilled approximately 50.0 metres to the west of hole JADD19. This hole intersected two zones of mineralisation which consisted of **8.8 metres at 1.48 g/t gold**, 1.77 g/t silver from 11.5 metres depth and 6.3 metres at 0.75 g/t gold, 3.34 g/t silver and 0.19% copper from 59.8 metres. Again these mineralised zones are thought to be hosted within a steeply dipping andesite host. Zones of hydrothermal altered breccias were also noted.

Holes JADD18 and JADD19 are indicating continuity of the mineralised zone with depth. This is consistent with the historical drilling in this zone. Increasing copper with depth of the mineralised zones is significant as this maybe indicating further significant gold and copper mineralisation at depth.

Hole JADD20 intersected four shallow gold zones which included 4.3 metres at 4.46 g/t gold from 22.8 metres depth and 8.8 metres at 1.34 g/t gold from 62.8 metres depth.



Lipi Prospect 2010 drill collar locations and significant gold intersections.

Holes JADD16 and JADD17 were drilled on the eastern side of the known Lipi deposit. Hole JADD16 intersected three zones of mineralisation supporting the interpretation of multiple gold bearing zones at Lipi. Significant intersections in JADD16 included 7.0 metres at 1.18 g/t gold and 1.54 g/t silver from 6.5 metres, a further 5.0 metres at 1.02 g/t gold and 1.56 g/t silver from 57.8 metres and a further 5.8 metres at 1.16 g/t gold and 1.98 g/t silver from 123.0 metres. Hole JADD17 intersected multiple narrow gold bearing zones including 1.5 metres at 2.31 g/t gold and 5.53 g/t silver from 31.0 metres, 1.0 metre at 3.98 g/t gold from 120.0 metres and 2.2 metres at 1.00 g/t gold, 14.36 g/t silver and 0.75% copper from 140.6 metres.

Hole JADD23 intersected three zones of anomalous gold and weakly anomalous copper. A 19.5 metre interval from 31.0 metres depth returned 0.68 g/t gold and 0.15% copper. A zone of 5.1 metres returned 0.68 g/t gold and 3.44 g/t silver from 109.0 metres and a further zone of 17.0 metres at 0.58 g/t gold, 5.77 g/t silver and 0.35% copper were intersected from 139.0 metres.

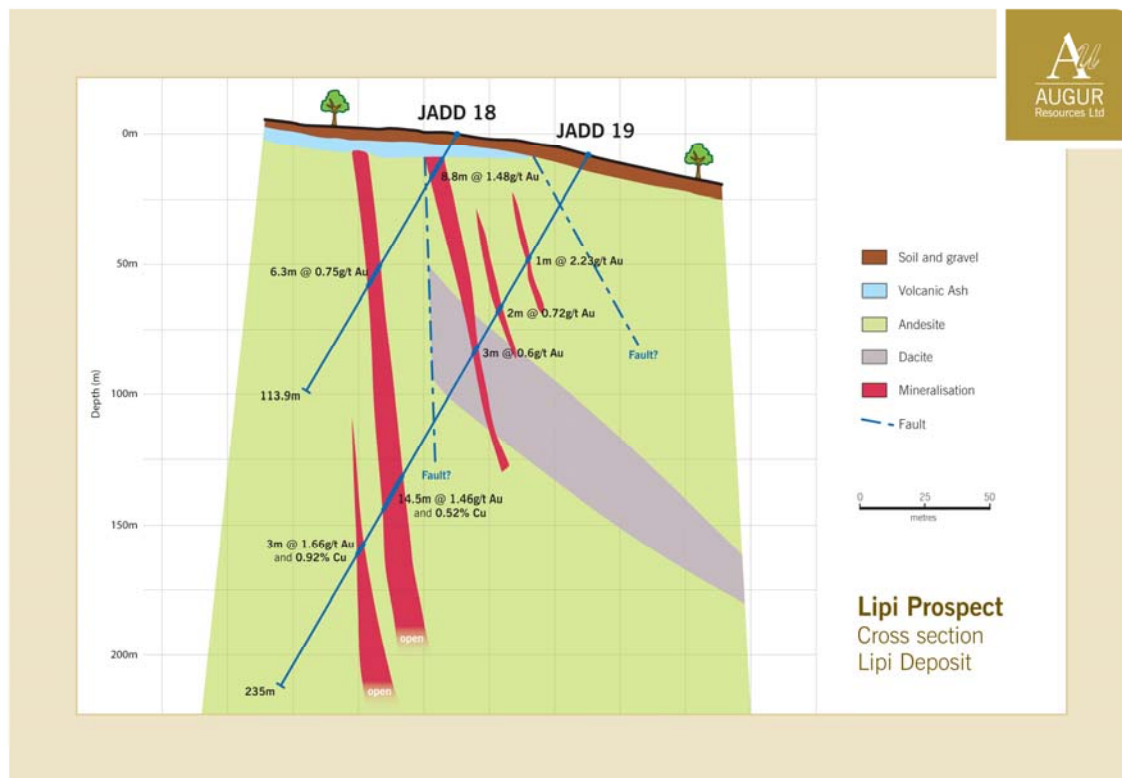
The drilling results continue to support the notion of extensive gold mineralisation at Lipi. The steeply dipping gold and gold-copper mineralised zones have generally not been closed off at depth and results are indicating that grade and in some cases width are increasing with depth. Copper mineralisation continues to appear to be increasing both in a southward direction and with depth.

Due to the nature and style of the mineralisation and the extent of alteration further zones of mineralisation to the east and west of the Lipi deposit may exist beneath the shallow ash cover.

Current Activities

Drilling continues at Lipi. Four shallow holes between Lipi and Lipi North have been drilled and are awaiting analysis.

An induced polarisation survey has commenced with the aim of identifying unexposed silicified zones. Silicified zones are potential targets for gold mineralisation.



Cross section of holes JADD18 and JADD19, Lipi Prospect.

The current drilling program is part of a detailed drill program, which is aimed at defining an initial JORC compliant resource by late 2010. The resource is expected to include mineralisation within the Lipi and Puteran-Simpang prospects.

In addition, the planning of initial metallurgical testing has commenced.

Drilling Results

Hole	Prospect	Easting	Northing	Dip	Azimuth (Mag)	From	To	Interval (m)	Gold g/t	Copper %	Silver g/t
JADD16	Lipi	675,309	9,214,845	60	255	6.5	13.5	7.0	1.18		1.54
							57.8	62.8	5.0	1.02	1.56
							123.0	128.8	5.8	1.16	1.98
JADD17	Lipi	675,319	9,214,807	60	255	31.0	32.5	1.5	2.31		5.53
							120.0	121.0	1.0	3.98	0.90
							140.6	142.8	2.2	1.00	0.75
JADD18	Lipi	675,300	9,214,760	60	255	11.5	20.3	8.8	1.48		1.77
							59.8	66.1	6.3	0.75	0.19
JADD19	Lipi	675,348	9,214,773	60	255	142.0	156.5	14.5	1.46	0.52	8.11
							171.0	174.0	3.0	1.66	0.92
JADD20	Lipi	675,305	9,214,720	60	255	4.5	9.8	5.3	1.68		
							12.8	19.2	6.4	1.76	4.90
							22.8	27.1	4.3	4.64	5.24
							62.8	71.6	8.8	1.34	5.28

Hole	Prospect	Easting	Northing	Dip	Azimuth (Mag)	From	To	Interval (m)	Gold g/t	Copper %	Silver g/t
JADD21	Lipi	675,301	9,214,678	60	255	28.2	32.5	4.3	1.15		
JADD22	Lipi	675,252	9,214,706	60	255					No Significant Result	
JADD23	Lipi	675,378	9,214,698	60	255	31.0	50.5	19.5	0.68	0.15	
						and	109.9	115.0	5.1	0.68	3.44
						and	139.0	156.0	17.0	0.58	5.77
JADD24	Lipi	675,369	9,214,654	60	255	9.0	17.1	8.1	1.05	0.39	6.04
						and	84.0	99.0	15.0	0.90	18.64
						including	85.9	93.0	7.1	1.40	41.23
						and	103.9	117.5	13.6	0.97	14.88
						including	103.9	109.0	5.1	1.04	33.76

Assaying has been completed by PT Intertek Utama Services, a subsidiary of Intertek Group Inc. Independent standards and/or blanks are used in each sample batch at approximately 20 metre intervals. Mineralisation cut-off is 0.5 g/t gold and/or 0.3% copper with a maximum contiguous dilution interval of 2.0 metres.

The information in this ASX announcement referring to Progress Results from Jampang is based on information compiled by Augur staff and contractors and approved by Mr Grant Kensington, who is a Member of the AusIMM.

Mr Kensington is an employee of Augur and has had sufficient experience relevant to the styles of mineralisation and the type of deposit under consideration and to the activity which he is undertaking, to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Kensington consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

ABOUT THE JAMPANG GOLD PROJECT

The Jampang gold project is located approximately 150 kilometres south of Jakarta. The general geology of the area consists of Miocene/Oligocene andesite and dacite rocks overlain by recent volcanic tuffs. Historical mapping and drilling, indicates that gold bearing veins consistent with epithermal or mesothermal style mineralisation exist in the area.

Whilst the area covered by the IUPs (Izin Usaha Pertambangans or mining business licences) has undergone historical gold mining, limited modern exploration has been conducted with the exception of a three year program undertaken between 1996 and 1998 by Canadian mining company Mispec Resources Inc ('Mispec').

Mispec identified a major structural trend with numerous gold occurrences and zones of significant alteration within the project licence area. Mispec drilling focused on a large alteration zone at Cigaru which covers the northern half of the licences and contains the Lipi and Puteran-Simpang gold prospects. Mineralisation identified by the historical drilling remains open at depth and along strike.

Furthermore, Mispec undertook geophysical surveys subsequent to their main drilling program and identified anomalies associated with the known mineralisation and four additional anomalies which either have not been drill tested or have had only limited drill testing.



Location of the Central Jampang Gold Project, West Java, Indonesia.

Augur has a 2 year option to purchase 90% of PT Golden Pricindo Indah, the company holding the licences covering the central Jampang gold project.

For further information, please contact Grant Kensington on +61 2 9300 3310.

Yours sincerely

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