

25 July 2011

The Manager Companies ASX Limited 20 Bridge Street SYDNEY NSW 2000

(6 pages by email)

Dear Madam,

# 222.1 Metre Porphyry Gold-Copper Intersection at Wonogiri Includes 86.0 metres at 0.85 g/t Gold and 0.20% Copper

- Hole **WDD009** returned 222.1 metres at 0.57 g/t gold and 0.15% copper (no cut-off used) from 83.5 metres depth and ended in mineralisation of 0.56 g/t gold and 0.18% copper. Two higher grade zones were intersected which returned:
  - 86.0 metres at 0.85 g/t gold and 0.20% copper from 110.5 metres depth; and
  - 46.1 metres at 0.78 g/t gold and 0.17% copper from 259.5 metres;
- Mineralisation remains open to the north, south, west and at depth;
- Drilling underway along strike of mineralised.

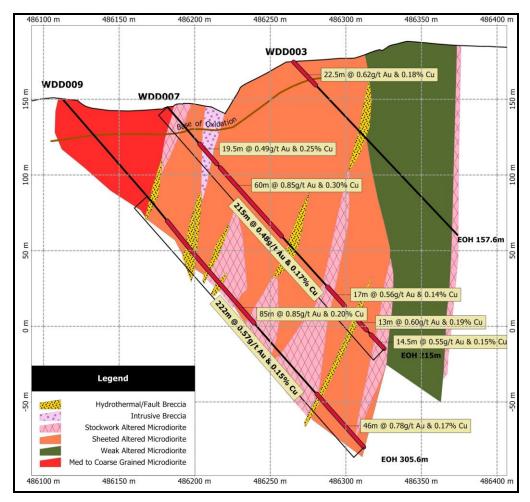
The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to report further diamond drill hole results from the Randu Kuning prospect, Wonogiri project in Central Java.

Hole WDD009 was drilled approximately 61 metres west of hole WDD007 (which contained a number of mineralised zones including 60.0 metres at 0.85 g/t gold and 0.30% copper from 53.5 metres and 17.0 metres at 0.56 g/t gold and 0.14% copper from 160.5 metres depth) within the Randu Kuning prospect.

Level 2, 66 Hunter Street Sydney NSW 2000

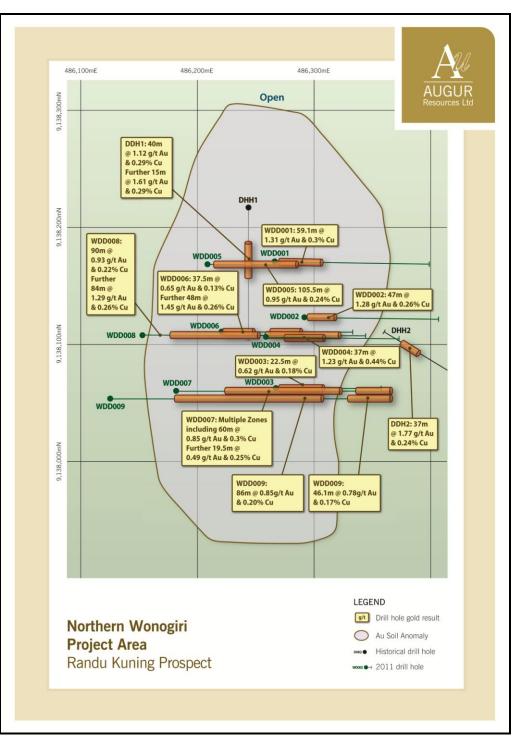
WDD009 intersected a very broad zone of anomalous gold +/- copper from 83.5 metres depth including zones of 86.0 metres at 0.85 g/t gold and 0.20% copper and 46.1 metres at 0.78 g/t gold and 0.17% copper (based on a cut off of 0.3 g/t gold or 0.3% copper with a maximum 2.0 metres of internal dilution). Using no cut off the mineralised zone returned 222.1 metres at 0.57 g/t gold and 0.15% copper and potential remains for further mineralisation below this depth.

The mineralised zone in hole WDD009 is consistent with that identified in hole WDD007 which intersected a mineralised zone of 215.0 metres at 0.48 g/t gold and 0.17% copper from surface (no cut off used). These results confirm the consistency of the main gold mineralisation within the porphyry system. In both WDD007 and WDD009 the hole has ended in mineralisation. In the case of WDD009 drilling was terminated as the drilled depth was at the drill rig's maximum capacity. Augur is reviewing options for the ability to drill deeper holes.



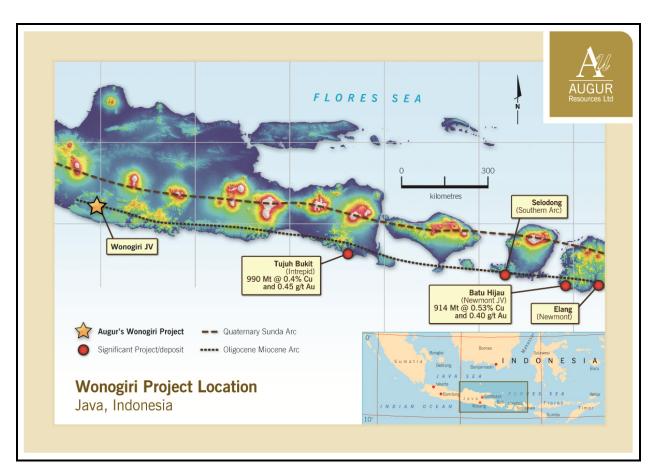


The mineralisation remains open in holes WDD007 and WDD009. Cut off for the higher grade zones are 0.3 g/t gold and/or 0.3% copper. No cut off is used for the 215 metre intersection shown for hole WDD007 and the 222.1 metres shown for WDD009. All intersections are drilled depths



Drill results from Randu Kuning Prospect, Wonogiri project

Data from local geology and recent drilling indicates that the mineralisation at Randu Kuning is related to a near vertical gold-copper porphyry within a large eroded volcanic centre, possibly related to a northward migrating Oligocene to Miocene volcanic Arc. A number of significant porphyry deposits (+/- associated epithermal mineralisation) sit along this zone including Newmont Mining Corporation's operation at Batu Hijau (914Mt at 0.53% Cu and 0.40 g/t gold), Newmont's Elang deposit on the island of Sumbawa and Intrepid Mines Tujuh Bukit (990Mt at 0.40% copper and 0.45 g/t gold) in eastern Java.



Wonogiri project location and major porphyry deposits on the Oligocene-Miocene Arc.

Mineralisation within the porphyry at Randu Kuning is contained within extensive stock working and sheeted veins hosted within a micro-diorite and as disseminated copper +/- gold within the mirco-diorite body itself.

## **Current Program**

A second drill has commenced on site. Drilling along strike is currently underway. Preparations have commenced for a third rig to test the shallow epithermal targets in the Wonogiri North area.

Preliminary metallurgical testing has commenced on the porphyry mineralisation at Randu Kuning.

An ongoing trenching program within the Wonogiri project will continue to test areas of mineralised vein systems identified by PT Oxindo and Augur. Results from this trenching will be used to further develop drill programs to test these additional prospects.

## **Drilling Results**

New assay results not previously reported are as follows. All depths are reported as drilled depths. Insufficient data is currently available to determine the true width of the intersections.

Hole	Prospect	Easting	Northing	Dip	Azimuth (Mag)	From	То	Interval (m)	Gold g/t	Copper %
WDD009	Randu Kuning	486121	9138057	45	90	4.5	6.0	1.5	1.39	-
		and				110.5	196.5	86.0	0.85	0.20
		and				200.5	206.5	6.0	0.39	-
		and				215.5	222.5	7.0	0.36	-
		and				240.5	243.5	3.0	0.36	-
		and				259.5	305.6	46.1	0.78	0.17

#### Wonogiri Project

The Wonogiri project is located approximately 30 kilometres to the south of the provincial city of Solo in central Java and is easily accessible by daily flights from the capital Jakarta and a short one hour drive by car on a sealed road.

The project lies within the Sunda-Banda arc and covers and area of 3,928 hectares. The area is considered prospective for epithermal gold and porphyry copper-gold mineralisation.



Location map of Augur projects

Previous exploration completed by PT Oxindo from 2009 to 2010 targeted copper porphyry mineralisation within the northern portion of the licence. PT Oxindo undertook detailed mapping, soil sampling and geophysical work which culminated in a five hole diamond drill program to test a number of modelled magnetic high bodies.

Two deep diamond holes were drilled at the Randu Kuning prospect with both intersecting significant gold +/- copper mineralisation at depth. Drill hole DDH 1 returned **40 metres at 1.12 g/t gold** and **0.29% copper** from 92 metres depth and a further **15 metres at 1.61 g/t gold** and **0.20% copper** from 137 metres. Drill hole DDH 2 returned **37 metres at 1.77 g/t gold** and **0.24% copper** from 458 metres depth.

Augur has an agreement to earn a 51% interest of the project after the expenditure of US\$1.5 million within 12 months from 15 December 2010 and can earn an 80% interest in the project with the expenditure of a further US\$2.0 million with 24 months of 15 December 2010. No upfront payment or issue of shares was required.

PT Oxindo is a subsidiary of the Minerals and Metals Group which owns and operates a portfolio of world class base metal mining operations, development projects and exploration fields.

#### **Statement of Compliance**

The information in this report that relates to Exploration Results is based on information compiled by Augur staff and contractors and approved by Mr Grant Kensington, geoscientist, who is a Member of the Australasian Institute of Mining and Metallurgy. Grant Kensington is a full-time employee of the Company who has sufficient experience which is relevant to the style of mineralisation and 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'. Grant Kensington has consented to the inclusion in this report of the matters based on his information in the form and context in which they appear.

Mineralisation cut-off used is 0.3 g/t gold and/or 0.3% copper with a maximum contiguous dilution interval of 2.0 metres. Sample intervals are generally either 0.5 metres or 1 metre. Assaying has been completed by PT Intertek Utama Services, a subsidiary of Intertek Group Inc. Blanks and/or independent standards are used in each sample batch at approximately 10.0 metre intervals.

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

Yours sincerely

Grant Kensington Managing Director

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