

5 April 2011

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(2 pages by email)

Dear Madam,

Farm-In Agreement Signed on Yeoval Project

The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to advise that Augur has entered into a Farm-in Agreement with Zodiac Resources Pty Ltd ('Zodiac') covering Augur's Yeoval project in central western New South Wales which is non-core to Augur's focus on advanced projects.

In order to earn a 75% interest in the Yeoval project, Zodiac must:

- (a) spend a minimum of \$300,000 on drilling expenditure over the next 9 months;
- (b) pay Augur \$450,000 within 12 months; and
- (c) spend a minimum of a further \$1,700,000 on exploration of the project over the next 24 months.

On completion of the Farm-in period Augur will have an option to contribute 25% to expenditure on the project or progress to a free carry net smelter royalty of 2.5%.

The Yeoval project is prospective for gold and copper-gold-molybdenum porphyry and gold epithermal targets.

Augur will continue to focus on its key Indonesian projects, Jampang and Wonogiri, and on expanding its portfolio of advanced gold and copper projects in Indonesia.

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

Yours sincerely



Grant Kensington
Managing Director

pjn5929

About Augur Resources Ltd

Augur Resources Ltd is an Australian based resource development company, with a focus on gold and copper within Indonesia and the Homeville nickel project in western NSW, Australia.

Indonesia contains a number of significant world-class mines, and is highly regarded as prospective for gold, copper and base metals. Augur is seeking to establish JORC defined resources at its key projects with the intention of advancing to development.

The Company has an option to acquire a 90% interest in the Central Jampang project in Java, Indonesia. The Central Jampang 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. Mapping and drilling, indicates that very shallow gold bearing veins consistent with epithermal or mesothermal style mineralisation exist in the area. Augur has undertaken a significant drill program over the last year with significant gold and copper intersected. Significant drill results are available on the Augur website.

Augur has an option to acquire an 80% of the Wonogiri project in central Java. Augur will hold a 51% interest in the project after the expenditure of US\$1.5 million by December 2011 and can hold an 80% interest in the project with the expenditure of a further US\$2.0 million by December 2012. Historical drilling at Wonogiri has intersected 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 in hole DHH1. Hole DHH2 returned 37 metres at 1.77 g/t gold and 0.24% copper from 458 metres. The Wonogiri area is prospective for both epithermal and porphyry gold and copper targets.

The Company also owns 100% the Homeville nickel-cobalt deposit (JORC Inferred Resource 12.2 Mt at 0.91% nickel and 0.06% cobalt). This deposit remains open along strike and at depth.

The Company has a highly experienced Board and Exploration team, which includes extensive porphyry and epithermal copper-gold exploration experience both internationally and in Australia.

For more information, please visit www.augur.com.au.

The information in this ASX announcement referring to Farm-in Agreement Signed on Yeoval 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 Resources Ltd 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.