

**REPORT ON ACTIVITIES FOR THE QUARTER ENDED
31 DECEMBER 2011
(ASX: AUK)**

30 January 2012

HIGHLIGHTS

- Augur Resources Ltd ('Augur' or 'the Company') moved to assume 51% ownership of the Wonogiri project in central Java, Indonesia after completing the required expenditure of US\$1.5M on the project. Second stage earn-in is underway which will bring Augur's ownership of the project to 80%.
- Drill results from Wonogiri continue to be highly favourable with returns including:
 - Hole WDD019 with **95.5 metres at 0.74 g/t gold and 0.16% copper** from 41.0 metres depth, including **5.0 metres at 5.08 g/t gold and 0.50% copper** from 82.0 metres and a further **66.0 metres at 0.47 g/t gold and 0.11% copper** from 198.5 metres.
 - Hole WDD020 with **96.0 metres at 0.54 g/t gold and 0.13% copper** from 43.0 metres depth and a further **29.0 metres at 0.63 g/t gold and 0.10% copper** from 246.0 metres.
 - Hole WDD021 with **132.0 metres at 0.75 g/t gold and 0.17% copper** from **45.5 metres** and **52.0 metres at 0.31 g/t gold and 0.11% copper** from 221 metres.
 - Hole WDD022 with **4.5 metres at 1.05 g/t gold** from 43.0 metres.
 - Hole WDD026 **101.8 metres at 0.43 g/t gold and 0.15% copper** from 143.0 metres.
- Modelling of the Jampang mineralisation has resulted in an Inferred Resource estimate of **5.5 million tonnes ('Mt') at 0.91 g/t gold, 2.8 g/t silver and 0.14% copper** using a gold cut off grade of 0.4 g/t.

KEY PROJECTS

Augur is a resource development company, with a focus on gold and copper projects in Indonesia. Augur also has interests in a number of exploration projects in central New South Wales.

Indonesia

The Company's Indonesian projects are the Wonogiri project and the Jampang project, both located on the island of Java.



Indonesian project locations.

Wonogiri Project - (Augur 51%)

During the quarter, Augur completed the first phase earn-in requirements for a 51% stake in the Wonogiri project. This is a significant event as the Wonogiri project has, and continues, to indicate the presence of significant gold and copper mineralisation.

Drilling during the quarter continued to focus on defining gold and copper mineralisation at the Randu Kuning prospect. In addition, two drill rigs were engaged to undertake reconnaissance drilling on epithermal targets in the northern region of the Wonogiri project.

At the Randu Kuning prospect significant results were returned from most holes including hole WDD021 which returned **132.0 metres at 0.75 g/t gold and 0.17% copper** from **45.5 metres at 52.0 metres at 0.31 g/t gold and 0.11% copper** and hole WDD019 which returned **95.5 metres at 0.74 g/t gold and 0.16% copper** from 41.0 metres depth, including **5.0 metres at 5.08 g/t gold and 0.50% copper** from 82.0 metres and a further **66.0 metres at 0.47 g/t gold and 0.11% copper** from 198.5 metres.

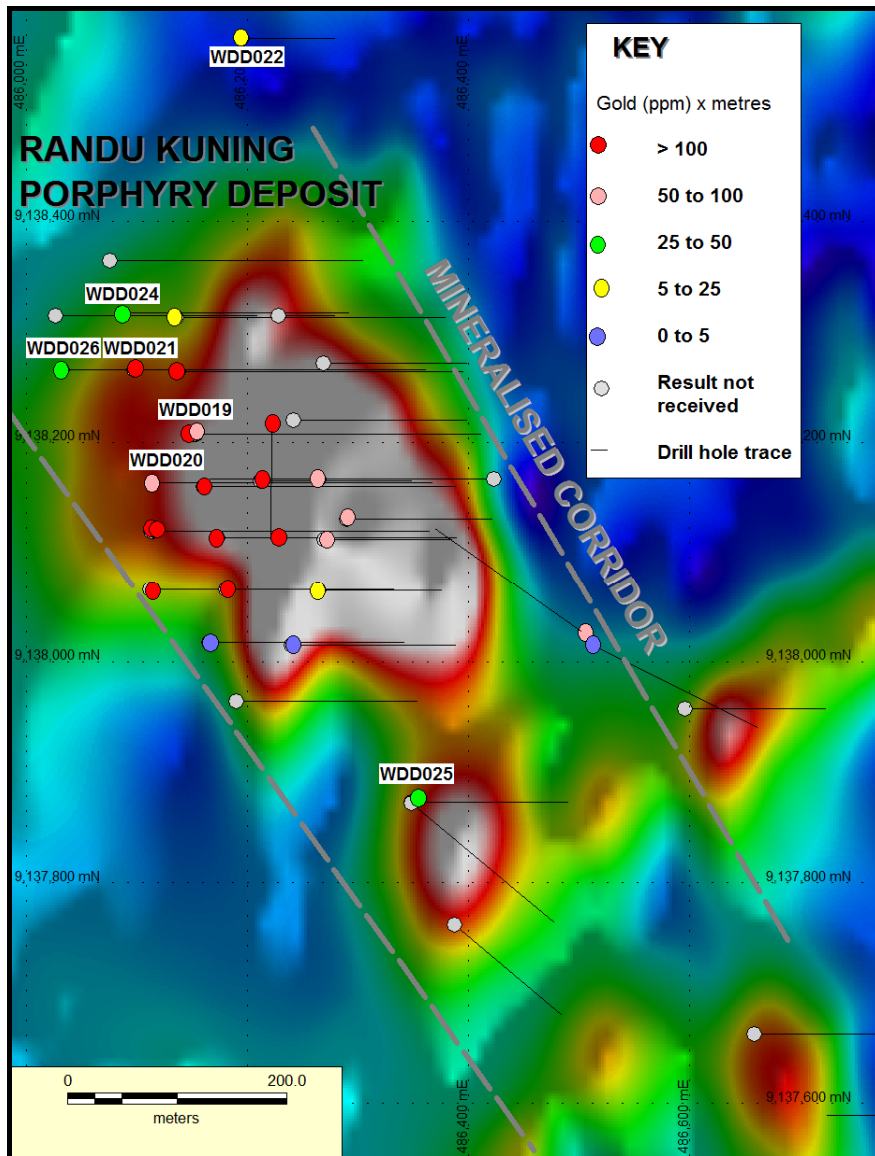
The drilling to date indicates that there is a significant shallow gold-copper porphyry mineralised zone at Randu Kuning. Mineralisation within the oxide zone extends from surface and grades into a sub vertical sulphide zone generally between 20 and 40 metres depth. Previous drilling has intersected gold mineralisation at depths of over 400 metres.

The extensive gold and copper mineralisation is associated with a microdioritic to dioritic intrusive porphyry body which has extensive potassic alteration in the central portion of the Randu Kuning prospect. Mineralisation is dissemination within the intrusion and also within extensive stockworking and sheeted quartz veining zones.

An extensively altered feldspar porphyry has been identified directly north of Randu Kuning in hole WDD022. The style of alteration indicates the potential for mineralisation below the hole path of WDD022. Hole WDD022 did intersect a number of gold mineralised zones including **4.5 metres at 1.05 g/t gold** from 43.0 metres and **1.0 metre at 4.99 g/t gold** from 62.0 metres.

Hole WDD025 was drilled approximately 320 metres south of the central Randu Kuning porphyry zone. This hole was targeting a coincident magnetic high and surface geochemical anomaly that is located within a mineralised corridor of over 1,300 metres strike length. This hole intersected gold mineralisation in a number of zones including **35.7 metres at 0.34 g/t gold** from 145.8 metres and **9.1 metres at 0.53 g/t gold from 185.9 metres**. The gold zones in WDD025 may indicate that the Randu Kuning mineralisation extends further south.

Augur has commenced a deep drilling program to test for higher grade copper and gold mineralised zones at depth and to test for the western edge of the mineralised system at depth. Porphyry systems such as that at Wonogiri have the potential for high grade copper and gold adjacent to the central intrusive zone.

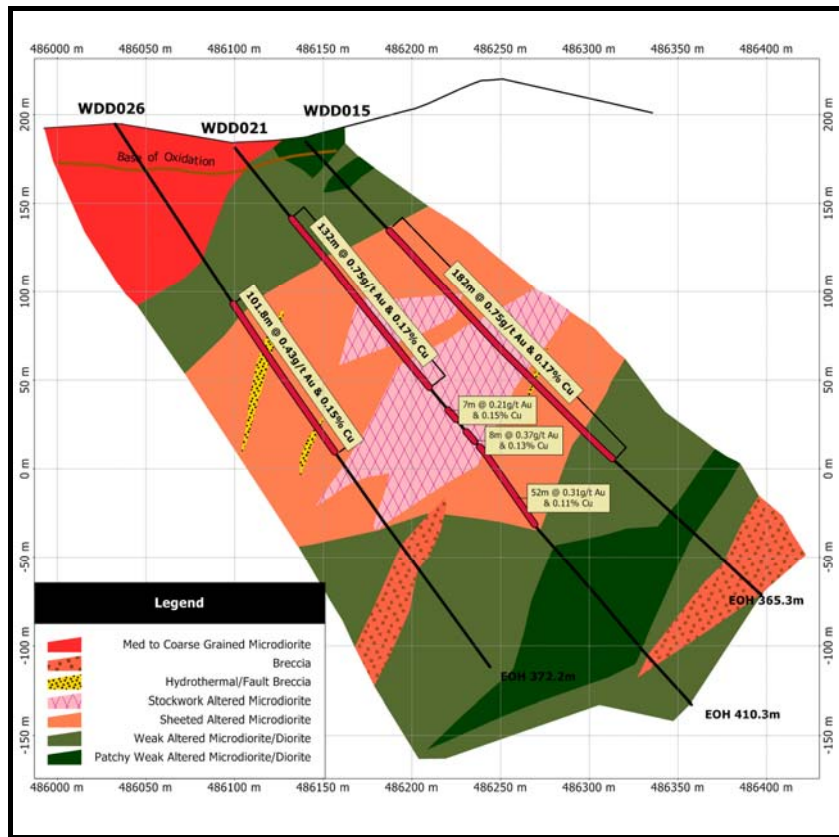


Hole locations and gold (ppm) x metres over mineralised zones. Current holes are indicated by hole number. Holes which have been drilled or are being drilled are shown as grey circles. Drill traces are approximate. Background is reduced to pole magnetics.

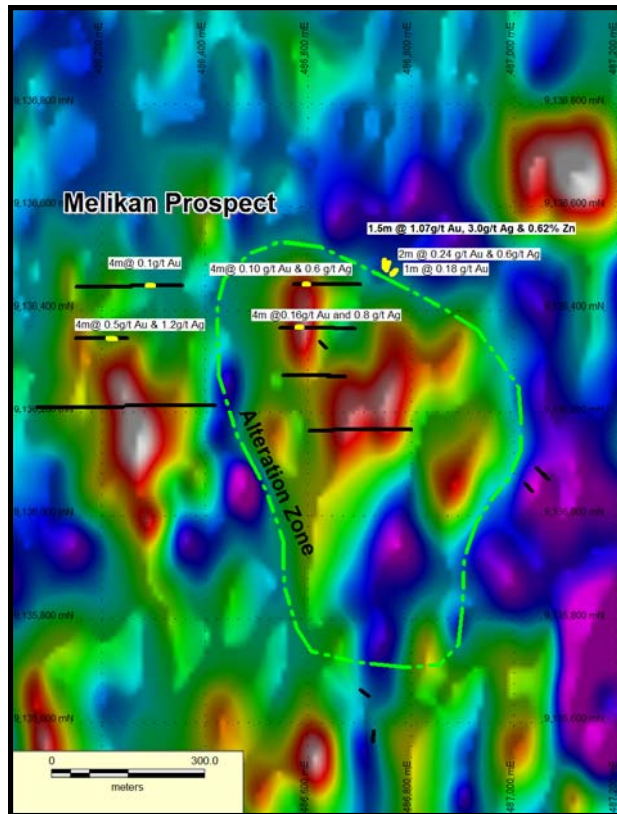
Surface trenching, and geological mapping continued during the quarter over regional targets. Trenching has been used to define a number of anomalous zones proximal to the Randu Kuning porphyry.

The most significant trench results received for the quarter are from three short trenches on the northern boundary of the Melikan prospect. Results include 1.5 metres at 1.07 g/t gold, 3.0 g/t silver and 0.63% zinc. The Melikan prospect is located approximately 1,700 metres to the south of Randu Kuning.

Average measured specific gravity for the mineralised zone at Wonogiri is approximately 2.74.



Cross section of diamond drill holes WDD015, WDD021 and WDD026 showing the extent and zones of gold and copper mineralisation. Mineralisation remains open at depth. Mineralisation widths are drilled widths.



Ground magnetics with alteration zone and trench results for the Melikan prospect. Yellow lines indicate mineralised trench result.

Jampang Project

During the quarter Augur received an independent maiden Inferred Resource estimate of 5.5 Mt at 0.91 g/t gold, 2.8 g/t silver and 0.14% copper (cut-off 0.4 g/t gold) for the Central Jampang Gold project.

The resource is estimated to contain 161,000 ounces of gold, 494,000 ounces of silver and 7,800 tonnes of copper. A summary of the resource estimates is provided in the following table.

| Confidence | Cutoff Grade Au g/t | Million Tonnes | Gold g/t | Silver g/t | Copper ppm |
|------------|---------------------|----------------|----------|------------|------------|
| Inferred | 1.0 | 1.51 | 1.71 | 4.2 | 1916 |
| | 0.6 | 3.25 | 1.21 | 3.3 | 1616 |
| | 0.4 | 5.49 | 0.91 | 2.8 | 1436 |
| | 0.2 | 12.76 | 0.55 | 1.9 | 1078 |
| TOTAL | 1.0 | 1.51 | 1.71 | 4.2 | 1916 |
| | 0.6 | 3.25 | 1.21 | 3.3 | 1616 |
| | 0.4 | 5.49 | 0.91 | 2.8 | 1436 |
| | 0.2 | 12.76 | 0.55 | 1.9 | 1078 |

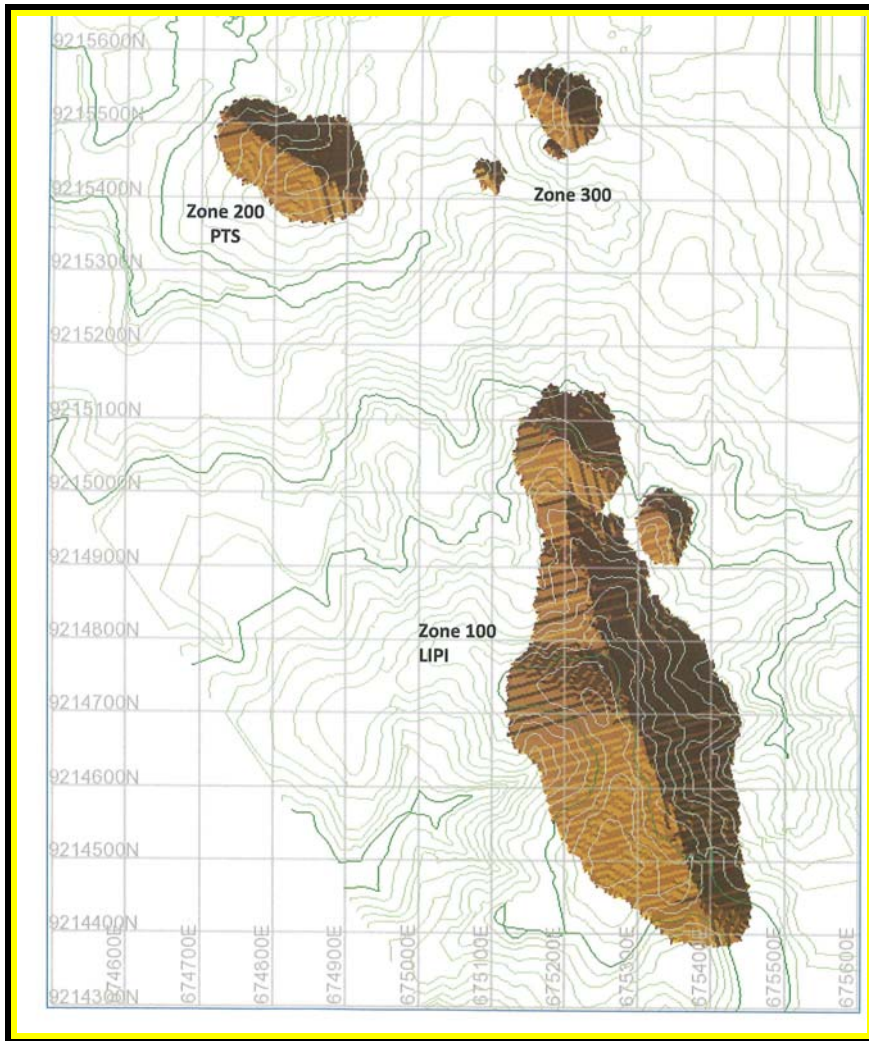
Data have been rounded.

The resource estimate includes three zones within the Jampang project area. These zones are Lipi, Puteran Simpang and Pasir Keusik South. The majority of the resource estimate is contained in the Lipi zone.

The resource was estimated using Inverse Distance techniques based on a total of 140 drill holes including 99 reverse circulation and 41 diamond holes. Holes were generally drilled on fences of 100 metres along strike and 40 to 80 metres across strike.

The block model used in the estimation was based on 5 (cross strike) x 5 (along strike) x 5 (depth) metre blocks covering each of the zones. Extrapolation along strike and interpolation between drill sections was limited to a maximum of 75 metres.

The resource remains open at depth at all three zones. Potential for additional resource exists along strike particularly at Lipi.

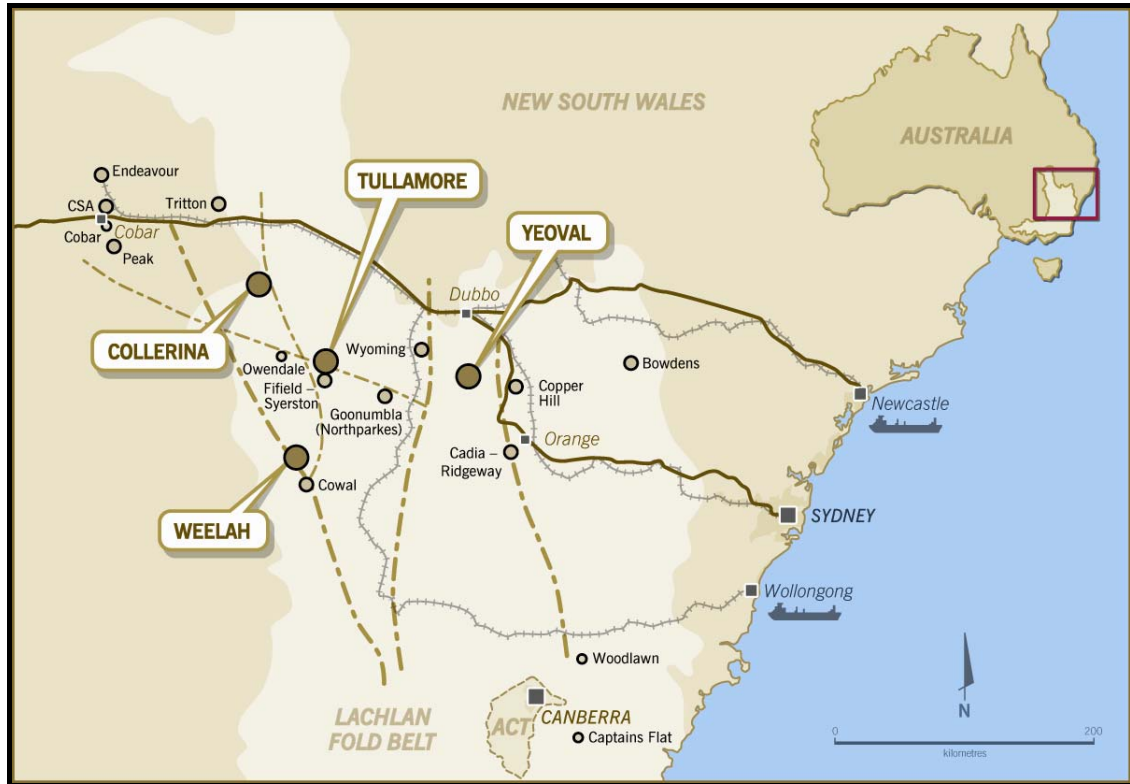


Location of the mineralised zones at the Central Jampang gold project.

The Company is currently in discussions with PT Golden Pricindo Indah ('Golden'), the owners of the Jampang project, regarding revising the terms of the call option which the Company has to purchase a 90% interest of Golden for US\$9.0 million ('Option Agreement').

Australia

The central and western region of NSW hosts a number of world class deposits including the Cadia, Ridgeway and North Parkes deposits. Augur has JORC compliant resource estimates for deposits at the Collerina project (total Resource Estimate of 16.3 million tonnes at 0.93% nickel and 0.05% cobalt comprising of 4.4 million tonnes at 0.99% nickel and 0.06% cobalt of Indicated Resource and 11.9 million tonnes at 0.91% nickel and 0.05% cobalt of Inferred Resource using a 0.7% nickel cut off) and at the Yeoval project (Inferred Resource Estimate 12.9 million tonnes at 0.38% copper, 0.14 g/t gold, 120ppm molybdenum and 2.2 g/t silver using a 0.2% copper cut off).



Australian project locations.

Yeoval (EL 6311)

Zodiac Resources Pty Limited ('Zodiac') has an option to acquire a 75 % interest in the Yeoval project. In addition to a number of conditions, Zodiac must spend a minimum of \$300,000 in drilling on the project.

During the quarter, Zodiac Resources Pty Limited ('Zodiac') commenced a drill program on a number of targets at Yeoval and Goodrich. Results have yet to be received.

Collerina (EL 6336)

The Collerina project is located 40 kilometres south of Nyngan in central NSW, covering an area of 300 km² within the Fifield Platinum Province. The tenement contains the Homeville nickel-cobalt deposit, which was discovered by Augur in 2008.

During the quarter Augur reviewed options for advancing the Homeville deposit and the Collerina project.

Weelah (EL 6309)

The Weelah tenement, covers a Joint Venture between Augur and Meridien Resources Ltd ('Meridien'). Augur has an interest of 20% in the project. Meridien are operators of the project and during the quarter continued to undertake assessment of the exploration data.

Tullamore (EL 6312)

No significant work was undertaken during the quarter on the Tullamore project. Augur is seeking a joint venture partner for this project.

CORPORATE

Augur's partner in Indonesia continued progression of the acquisition of properties held by the Hunamas Group of companies. Final resolution of this deal has yet to be reached.

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

Yours sincerely



Grant Kensington
Managing Director

The information in this ASX announcement referring to Augur Resources Ltd's 31 December 2011 Quarterly Report is based on information compiled by Augur staff 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 types of deposits 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.

Further details of drill results from the Jampang project and the Wonogiri project can be found in the relevant ASX releases found on the Company's website.

Drill results for both the Wonogiri and Jampang projects are expressed as drilled width unless indicated otherwise. Insufficient data is available to determine true width. Mineralisation for drill results from Wonogiri use a cut-off of 0.2 g/t gold and/or 0.2% copper with a maximum contiguous dilution interval of 4.0 metres. Mineralisation for drill results from Jampang use a cut-off of 0.5 g/t gold and/or 0.3% copper with a maximum contiguous dilution interval of 4.0 metres. Drill sample intervals are generally either 0.5 metres or 1.0 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 drill sample batch at approximately 10.0 metre intervals. Trenching results use a 0.1ppm gold cut off with a maximum contiguous internal dilution of 8.0 metres.

About the 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 Wonogiri project consists of two Izin Usaha Pertambangans ('IUPs') or Mining Business Licences covering a total area of approximately 3,928 hectares in central Java, Indonesia. The IUPs cover areas considered prospective for epithermal gold and porphyry gold-copper mineralisation.

Initial geological mapping has indicated significant areas of extensively altered volcanics and intrusives. At the Randu Kuning prospect, a gold and copper mineralised porphyry has been discovered. In addition, a number of epithermal gold targets have also been discovered within the project area.

Augur has a 51% interest in the project and has an agreement to earn up to an 80% interest in the project. From the completion date of the 51% earn-in, Augur can acquire 80% of the project Augur by spending an additional US\$2.0 million on the exploration and development at Wonogiri prior to 9 December 2012.

About the Jampang Project

The Central Jampang gold project covers an area of approximately 390 hectares in south-western Java, Indonesia. Augur is currently in discussion with the project owner PT Golden, on revising the terms of the option agreement.

The project area covers a highly prospective mineralised zone which had been a focus of exploration since the mid 1990s. Java hosts a number of gold deposits including the Pongkor gold-silver deposit (+3,000,000 ounce gold deposit) which is approximately 50 kilometres north northwest of the Central Jampang licence area.

The general geology of the Jampang area consists of Miocene/Oligocene andesite and dacite rocks overlain, in part, by recent volcanic tuffs. The volcanic tuffs have a thickness of up to 20 metres. Steeply dipping breccias and quartz veining have been identified within the Central Jampang Gold project area.

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