

13 December 2011

The Manager Companies  
ASX Limited  
20 Bridge Street  
SYDNEY NSW 2000

(4 pages by email)

Dear Madam,

### **Augur Moves to 51% of Wonogiri Gold-Copper Project**

- Augur to assume 51% ownership of the Wonogiri gold-copper project in central Java, having spent US\$1.5 million in first stage exploration 'earn-in' to date.
- Second stage 80% ownership 'earn-in' underway via detailed exploration of Randu Kuning porphyry and four epithermal targets.
- Four drill rigs active at Wonogiri with a new 1,200 metre capacity drill rig testing deep targets at the Randu Kuning gold-copper porphyry target.

The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to report that Augur has notified the Wonogiri Joint Venture partners that it has met the required expenditure of US\$1.5 million within the first 12 months of the agreement to acquire 51% of the Wonogiri project. Augur can acquire up to 80% of the Wonogiri project by spending a further US\$ 2.0 million on exploration prior to 9 December 2012.

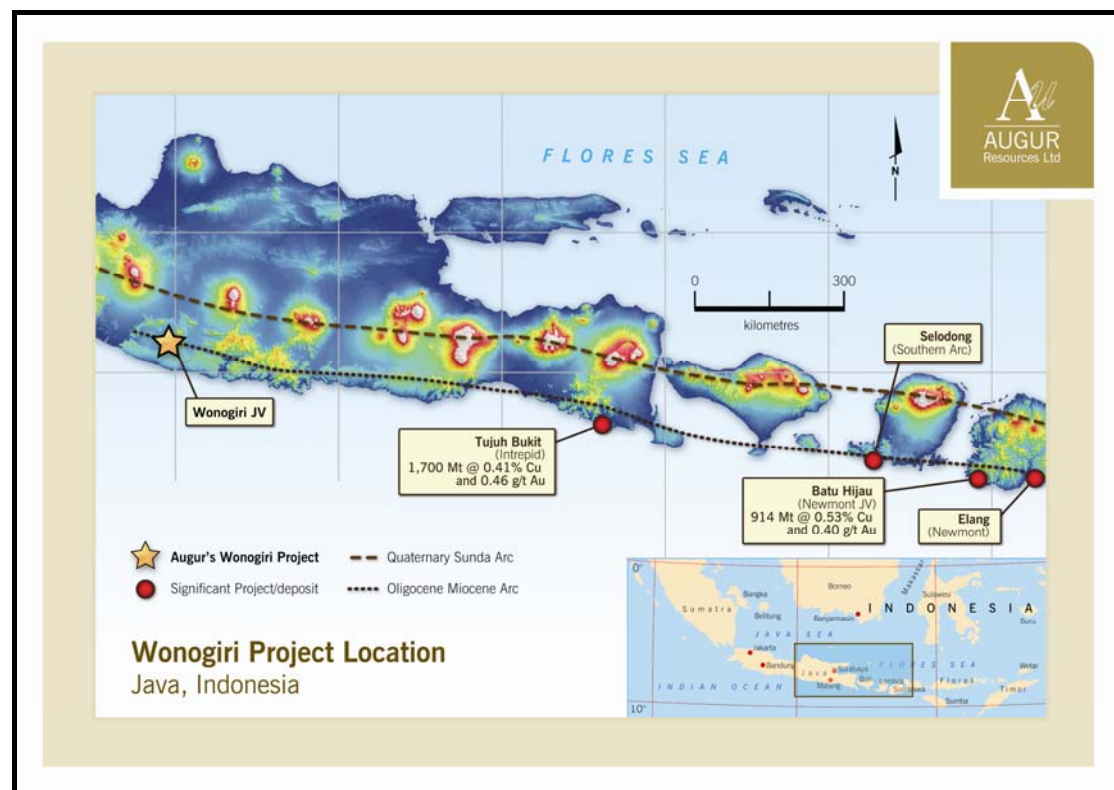
Augur has completed 27 diamond drill holes for 8,004 metres since March 2011, with results for holes WDD021 to WDD027 pending and a further four holes now underway. The Company plans to continue aggressively defining the Randu Kuning gold-copper porphyry and to drill test four known epithermal targets.

As previously reported, significant drill intercepts from the Randu Kuning porphyry to date include:

- 222.0 metres @ 0.95 g/t gold and 0.20% copper from 40.0 metres in hole WDD008;
- 123.5 metres @ 1.42 g/t gold and 0.22% copper from 44.5 metres in hole WDD010; and
- 182.0 metres @ 0.75g/t gold and 0.17% copper from 68.0 metres in hole WDD015.

Also as previously reported, initial metallurgical recovery using floatation has been extremely encouraging for the sulphide samples with average copper recoveries of 94.1% and average gold recoveries of 82.7%.

Mineralisation at Randu Kuning is associated with quartz stock working and as disseminated mineralisation within a series of micro-diorite to medium grained diorite intrusives.



***Wonogiri project location and major porphyry deposits on the Oligocene-Miocene Arc.***  
***Image shows topography with white indicating highest elevations and dark blue showing areas of near sea level elevations.***

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% copper and 0.40 g/t gold), Newmont's Elang deposit on the island of Sumbawa and Intrepid Mines Tujuh Bukit (1.7 billion tonnes at 0.41% copper and 0.46 g/t gold) in eastern Java.

### **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 an area of 3,928 hectares. The area is considered prospective for epithermal gold and porphyry copper-gold mineralisation.

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. Drilling highlighted potential gold-copper porphyry mineralisation in the Randu Kuning prospect. Surface rock chip sampling and geological mapping highlighted the potential for epithermal gold mineralisation proximal to the Randu Kuning prospect.

Augur has commenced a significant exploration to determine the extent of the gold and copper mineralisation within the Wonogiri licence areas.

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.



*Location map of Augur's Indonesian projects.*

## 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 0.20 g/t gold and/or 0.20% copper with a maximum contiguous dilution interval of 4.0 metres. 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 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

pjn6427