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ASX RELEASE

Option to Purchase Geko Gold Project, Coolgardie WA

The Bullabulling Joint Venture partners (Auzex Resources Limited ("**Auzex**") and GGG Resources plc ("**GGG**") have today executed an Option to Purchase Agreement to acquire 100% of the Geko Gold Project, located approximately 17km north of the Bullabulling Gold Project near Coolgardie in the eastern goldfields of Western Australia.

Exploration drilling undertaken during the 1990's by Newcrest and others successfully intersected gold mineralisation that can be correlated with the same sequence of lithologies which host the Bullabulling gold deposit. The Joint Venture considers the transaction to offer significant exploration potential for gold mineralisation that may be complimentary to a future mining operation currently under pre-feasibility at Bullabulling. Recently acquired airborne magnetic data and proprietary structural interpretation of the regional geology has provided the impetus for this development.

The key terms of the Option agreement are summarised as follows:

- Option to acquire 100% of Mining Lease M15/621 on agreed terms;
- Option Fee: \$200,000;
- Option Period ends on 29 June 2012
- Purchase price under the Sale and Purchase Agreement on exercise of the Option: \$3.0 million composed of-
 - \$0.5 million cash payable by BBG if the merger of AZX and GGG ("**Merger**") has been completed or in equal proportions by GGG and AZX if the Merger has not been completed; and
 - If the Merger has been completed, the newly formed merged entity, Bullabulling Gold Limited ("**BBG**") may, at its election – pay the

- Seller the remaining \$2.5 million in cash or BBG scrip based on a 5 day VWAP immediately prior to the purchase; or
- If the Merger has not been completed, each of AZX and GGG must, at its election either:
 - \$1.25 million in cash to the Seller; or
 - Issue shares to the Seller to the value of \$1.25 million based on a 5 day VWAP immediately prior to the purchase;
 - Production royalty of \$10 per ounce for all gold sold from the tenement if the Option is exercised.

There is a considerable database available from previous explorers, and it is the intention of the Joint Venture to compile the data to provide drill targets that can be tested during the option period. Gold mineralisation is known at Geko, but is not JORC compliant and therefore cannot be published, but the opportunity that the Joint Venture anticipates is the exploration potential for a significant gold target, which can be mined and hauled to Bullabulling for processing.

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