

## Chairman's Address

The current world financial crisis has cast a shadow over the resources exploration industry in recent times. However, during this period I am pleased to report that the company has made significant progress in advancing the Yeoval and Collierina projects.

At Yeoval, we have conducted a very successful drilling program that intersected high grade copper and gold mineralisation and at Collierina we were pleased to announce to the market the initial resource estimate for the Homeville nickel-cobalt deposit. The Managing Director, Mr Grant Kensington will discuss progress on these projects shortly.

Whilst the international financial crisis has had significant impact on the share price and on overall sentiment in the resources sector I would like to take this opportunity to assure you that Augur Resources will continue to focus on projects, which have a strong possibility to be developed into economically viable mines even as commodity prices soften.

Whilst we continue to predict that the challenging economic conditions will remain in the near term, we are confident that our team at Augur Resources will continue to deliver in achieving efficient and effective results in these trying times.

I take this opportunity to thank my fellow Directors and note that the Board has comprised a very hard working and cohesive team. During the Year Mr Tully Richards and Mr Roger Jackson retired from the Board. I thank both of them for their services to the company in its formative years. Mr Tully Richards remains available as a company consultant.

I would also like to express my appreciation to the exploration team for their hard work and strong commitment during the year.

Finally, I would like to thank all our shareholders for their most valued support of the company.

**Peter Bradfield**  
**Chairman**

**19 November 2008**