



ABN 79 106 879 690

Half Year Financial Report

for the half year ended 31 December 2009

Corporate Information

ABN 79 106 879 690

Directors

Norman A. Seckold – Chairman
Grant L. Kensington – Managing Director
Peter J. Nightingale – Director

Company Secretary

Marcelo Mora

Corporate Office

Level 2, 66 Hunter Street
Sydney NSW 2000
Australia

Registered Office

Level 2, 66 Hunter Street
Sydney NSW 2000
Australia

Auditors

Gould Ralph Assurance
Chartered Accountants
Level 42, Suncorp Place
259 George Street
Sydney NSW 2000

Bankers

Westpac Bank
Market & Clarence Street
Sydney NSW 2000

Solicitors

Gadens Lawyers
Skygarden Building
77 Castlereagh Street
Sydney NSW 2000

Share Registry

Computershare
Level 3, 60 Carrington Street
Sydney NSW 2000

Contents

Directors' Report.....	4
Auditors' Independence Declaration.....	6
Condensed Statement of Comprehensive Income	7
Condensed Statement of Financial Position	8
Condensed Statement of Cash Flows.....	9
Condensed Statement of Changes in Equity	10
Notes to the Half Year Financial Statements	11
Directors' Declaration	14
Independent Review Report.....	15

Directors' Report

The Directors of Augur Resources Ltd ('the Company' or 'Augur') submit their report for the half year ended 31 December 2009.

DIRECTORS

The names of the directors of the Company in office during the half year period and until the date of this report were:

Grant L. Kensington
Norman A. Seckold (appointed 30 November 2009)
Peter J. Nightingale (appointed 30 November 2009)
Shinji Yamamoto (resigned 30 November 2009)
Fye Hong (resigned 30 November 2009)

RESULTS

The loss of the Company for the half year after providing for income tax amounted to \$311,594 (2008 Loss of: \$420,980).

REVIEW OF OPERATIONS

Augur is a mineral exploration company with a portfolio of exploration tenements and a mining lease in the Lachlan Fold Belt in New South Wales.

Augur has reported JORC compliant Inferred Resources for the Yeoval and Homeville deposits. Yeoval is a porphyry copper-gold-molybdenum-silver deposit with a JORC compliant Inferred Resource of 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 cutoff. The resource is open at depth and mineralisation has not been closed off, particularly to the east.

The Homeville deposit has an Inferred Resource of 12.2 million tonnes at 0.91% nickel and 0.06% cobalt. The resource is open along strike and there is a strong possibility that the resource could be increased significantly in size. The deposit is very shallow and consists of a mineralised clay horizon and a lower mineralised saprock horizon.

During the current six months, Augur has continued to explore for additional resources particularly on its Yeoval, Goodrich and Tullamore tenements.

As previously reported by the Company, drilling results include:

- 4 metres at 2.98 g/t gold from 40 metres in hole LGP005 at the Lightning prospect at Tullamore.
- 12 metres at 0.54% copper and 0.33 g/t gold from 112 metres and a further 12 metres at 0.31% copper and 0.24 g/t gold from 144 metres in hole GM002 at Goodrich.
- 4 metres at 0.42% copper, 0.51 g/t gold, 4.2 g/t silver and 102ppm molybdenum from 16 metres in hole YA020 at the Crown prospect within the Yeoval tenement.

Rock chip sampling at the Company's Wallaby Rocks prospect also identified a number of anomalous gold results including 89.1 g/t gold, 17.6 g/t gold and 14.3 g/t gold in quartz veins associated with historic workings.

Competent Person Statement:

The information in this report that relates to Exploration Results is based on information compiled by Augur staff and approved by Robert Pyper, geologist, who is a Fellow of the Australasian Institute of Mining and Metallurgy. Robert Pyper, who is the principal of Minnelex Pty Ltd, a geological consultancy, has sufficient experience which is relevant to the styles of mineralisation and types 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'. Robert Pyper has consented to the inclusion in this report of the matters based on his information in the form and context in which they appear.

In November 2009, Augur's largest shareholder Ichiya Co Ltd., agreed to sell 60,000,000 shares to Permgold Pty Ltd. The agreement is made up of two tranches, the first tranche was exercised on 30 November 2009 with the sale of 30,000,000 shares and the second tranche for the remaining 30,000,000 shares are subject to a put and call deed, which expires within 1 year after execution of the put and call option deed. The transaction received shareholders approval at the Company's AGM on 30 November 2009.

Directors' Report

SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the reporting period, which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years. However, on 14 January 2010 the Company incorporated Augur Investments Pty Ltd as a vehicle for future business ventures. Augur Investments has not recorded any transactions other than its incorporation or entered any agreement or undertaking.

AUDITOR'S INDEPENDENCE DECLARATION

A copy of the auditor's independence declaration on page 6 as required under Section 307C of the Corporations Act 2001 is attached to and forms part of the Directors' Report for the half year ended 31 December 2009.

Signed in accordance with a resolution of the directors.

A handwritten signature in blue ink, appearing to read 'G Kensington', is positioned above the printed name and title.

Grant Kensington
Managing Director
Sydney, 23 February 2010

23 February 2010

The Board of Directors
Augur Resources Limited
Level 2, 66 Hunter Street
SYDNEY NSW 2000

Dear Members of the Board

**LEAD AUDITOR'S INDEPENDENCE DECLARATION
UNDER SECTION 307C OF THE CORPORATIONS ACT 2001**

In relation to our review of the financial report of Augur Resources Limited for the half year ended 31 December 2009, and in accordance with the provisions of the Corporations Act 2001.

We declare that, to the best of our knowledge and belief, there have been:

- No contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to this review;
- No contraventions of the Code of Professional Conduct of the Institute of Chartered Accountants in Australia in relation to this review.

Yours faithfully
GOULD RALPH ASSURANCE



MALCOLM BEARD M.Com., F.C.A.
Partner

Condensed Statement of Comprehensive Income For the half year ended 31 December 2009

THE COMPANY			
	Notes	31 DECEMBER 2009 \$	31 DECEMBER 2008 \$
Continuing operations			
Interest received	2	28,553	60,821
Sundry income		1,980	-
<hr/>			
Less: Expenses from continuing operations			
Administration fees		(38,800)	(82,833)
Directors fees		(139,080)	(181,225)
Depreciation		(2,682)	(5,628)
Accounting fees		(3,889)	(4,008)
Audit fees		(16,065)	(17,500)
Share based payment expense		(3,232)	(18,860)
Insurance		(11,760)	(11,457)
Communications		(7,535)	(5,211)
Legal fees		(12,798)	(36,502)
Listing fees		(15,178)	(11,513)
Advertising		(12,583)	(16,220)
Rent		(45,000)	(26,000)
Share administrator		(9,623)	(16,492)
Travel		(1,808)	(18,356)
Other		(29,251)	(29,996)
<hr/>			
LOSS FROM CONTINUING OPERATIONS BEFORE INCOME TAX EXPENSE		(318,751)	(420,980)
INCOME TAX BENEFIT		7,157	-
<hr/>			
LOSS FROM CONTINUING OPERATIONS		(311,594)	(420,980)
OTHER COMPREHENSIVE INCOME FOR THE PERIOD		-	-
<hr/>			
TOTAL COMPREHENSIVE LOSS FOR THE PERIOD		(311,594)	(420,980)
<hr/>			
EARNINGS PER SHARE			
Basic loss per share (cents per share)		(0.30)	(0.82)
Diluted loss per share (cents per share)		(0.30)	(0.82)

The accompanying notes form part of these financial statements.

Condensed Statement of Financial Position As at 31 December 2009

	Notes	THE COMPANY	
		31 DECEMBER 2009	30 JUNE 2009
		\$	\$
CURRENT ASSETS			
Cash and cash equivalents	3	1,339,610	2,008,997
Trade and other receivables	4	92,327	84,185
Other assets	5	12,060	3,998
TOTAL CURRENT ASSETS		1,443,997	2,097,180
NON-CURRENT ASSETS			
Property plant and equipment	6	2,590	5,272
Exploration and evaluation expenditure	7	3,465,881	3,151,130
TOTAL NON-CURRENT ASSETS		3,468,471	3,156,402
TOTAL ASSETS		4,912,468	5,253,582
CURRENT LIABILITIES			
Trade and other payables	8	52,291	97,432
TOTAL CURRENT LIABILITIES		52,291	97,432
NON CURRENT LIABILITIES			
Deferred tax liabilities		-	7,157
TOTAL NON CURRENT LIABILITIES		-	7,157
TOTAL LIABILITIES		52,291	104,589
NET ASSETS		4,860,177	5,148,993
EQUITY			
Issued capital	9	7,207,867	7,188,321
Option reserves	10	75,526	72,294
Accumulated losses		(2,423,216)	(2,111,622)
TOTAL EQUITY		4,860,177	5,148,993

The accompanying notes form part of these financial statements.

Condensed Statement of Cash Flows

For the half year ended 31 December 2009

	Notes	THE COMPANY	
		31 DECEMBER 2009	31 DECEMBER 2008
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Interest received		28,553	84,133
Sundry income		8,348	-
Payments to suppliers		(373,806)	(889,963)
NET CASH FLOW USED IN OPERATING ACTIVITIES		(336,905)	(805,830)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payments for exploration expenditure		(348,323)	(350,020)
NET CASH FLOWS USED IN INVESTING ACTIVITIES		(348,323)	(350,020)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from loans repayments		-	500,000
Proceeds from share issues		31,534	1
Transaction costs on equity issue		(15,693)	-
NET CASH FLOWS FROM FINANCING ACTIVITIES		15,841	500,001
NET DECREASE IN CASH HELD		(699,387)	(655,849)
Add opening cash brought forward		2,008,997	1,873,964
CLOSING CASH CARRIED FORWARD		1,339,610	1,218,115

The accompanying notes form part of these financial statements.

Augur Resources Ltd - Half Year Report

Condensed Statement of Changes in Equity For the half year ended 31 December 2009

Attributable to equity holders of the Company

	Issued Capital \$	Reserves \$	Accumulated losses \$	Total \$
Balance as at 1 July 2008	6,093,128	34,574	(1,382,344)	4,745,358
Total comprehensive income for the period				
Loss for the period	-	-	(420,980)	(420,980)
Other comprehensive income	-	-	-	-
Transaction cost on issue of shares – refund ATO	27,892	-	-	27,892
Transactions with owners, recorded directly in equity				
Contributions by and distributions to owners				
Issue of shares	1	-	-	1
Cost of share based payments	-	18,860	-	18,860
Balance at 31 December 2008	6,121,021	53,434	(1,803,324)	4,371,131
Balance as at 1 July 2009	7,188,321	72,294	(2,111,622)	5,148,993
Total comprehensive income for the period				
Loss for the period	-	-	(311,594)	(311,594)
Other comprehensive income	-	-	-	-
Transactions with owners, recorded directly in equity				
Contributions by and distributions to owners				
Issue of shares	31,510	-	-	31,510
Transaction cost on issue of shares	(11,964)	-	-	(11,964)
Cost of share based payments	-	3,232	-	3,232
Balance at 31 December 2009	7,207,867	75,526	(2,423,216)	4,860,177

The accompanying notes form part of these financial statements.

Notes to the Financial Statements For the half year ended 31 December 2009

1. BASIS OF PREPARATION OF THE HALF YEAR FINANCIAL REPORT

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the economic entity as the full financial report.

The half year financial report should be read in conjunction with the 30 June 2009 annual financial report, which is available upon request from the Company's registered office, and any public announcements by the Company during the half year in accordance with continuous disclosure obligations arising under the Corporations Act 2001.

(a) Basis of accounting

The half year financial report is a general purpose financial report, which has been prepared in accordance with the requirements of the Corporations Act 2001, applicable Accounting Standards including AASB 134 "Interim Financial Reporting" and other mandatory professional reporting requirements.

The half year financial report has been prepared on a historical cost basis.

For the purpose of preparing the half year financial report, the half year has been treated as a discrete reporting period.

The half year financial statements have been prepared using the same accounting policies as used in the Annual Report for the year ended 30 June 2009.

Notes to the Financial Statements For the half year ended 31 December 2009

	Period ended 31 December 2009	Period ended 31 December 2008
	\$	\$
2. REVENUE AND EXPENSES FROM CONTINUING OPERATIONS		
Revenues from continuing operations		
Interest received	28,553	60,821
Total revenues from continuing operations	28,553	60,821
	As at 31 December 2009	As at 30 June 2009
	\$	\$
3. CASH AND CASH EQUIVALENTS		
For the purpose of the Statement of Cash Flows, cash includes cash on hand, cash at bank and short-term deposits at call, net of any outstanding bank overdraft, if any. Cash at the end of the half year as shown in the Statement of Cash Flow is reconciled to the related items in the Statement of Financial Position as follows:		
Cash at bank	1,339,610	2,008,997
	1,339,610	2,008,997
4. TRADE AND OTHER RECEIVABLES		
Environmental bonds with DPI-MR	55,000	55,000
Net GST receivable	37,228	19,921
Other receivables	99	9,264
	92,327	84,185
5. OTHER ASSETS		
Prepayments	12,060	3,998
	12,060	3,998
6. PROPERTY, PLANT AND EQUIPMENT		
Plant and equipment – at cost	17,912	17,912
Less accumulated depreciation	(17,912)	(16,566)
	-	1,346
Computer equipment – at cost	13,129	13,129
Less accumulated depreciation	(10,539)	(9,203)
	2,590	3,926
Total plant and equipment	2,590	5,272
7. DEFERRED EXPLORATION EXPENSES		
Exploration and evaluation phase – at cost	3,465,881	3,151,130
All licences were renewed during 2009 and are current for this financial year. The Company has 7 exploration licences at the date of this report		
8. TRADE AND OTHER PAYABLES		
Trade creditors	1,991	47,594
Sundry creditors and accruals	50,300	49,838
	52,291	97,432

Notes to the Financial Statements For the half year ended 31 December 2009

	As at 31 December 2009	As at 30 June 2009		
	\$	\$		
9. ISSUED CAPITAL				
Issued and paid up capital				
106,056,042 Ordinary shares, fully paid (30 June 2009: 104,555,992)	7,127,756	7,108,210		
12,874,929 Options, fully paid (30 June 2009: 12,874,979)	80,111	80,111		
Total	7,207,867	7,188,321		
	N° of shares	\$	N° of shares	\$
Ordinary shares				
Fully paid ordinary shares carry one vote per share and carry the right to dividends.				
Movement in ordinary shares on issue				
Balance at the beginning of the period	104,555,992	7,108,210	51,500,007	6,040,910
Shares issued during the period				
Fully paid ordinary share issued 16 June 2009 at \$0.021.	-	-	53,055,979	1,114,176
Transaction costs	-	-	-	(46,877)
Fully paid ordinary share issued shortfall 7 September 2009 at \$0.021.	1,500,000	31,500	-	-
Transaction costs	-	(11,964)	-	-
Issue of 50 shares at 20 cents upon conversion of options	50	10	6	1
Balance at the end of the period	106,056,042	7,127,756	104,555,992	7,108,210
	N° of options	\$	N° of options	\$
Options				
Fully paid options.				
Movement in options on issue:				
Balance at the beginning of the period	12,874,979	80,111	12,874,985	80,111
Options converted to shares during the period	(50)	-	(6)	-
Balance at end of the period	12,874,929	80,111	12,874,979	80,111
	As at 31 December 2009	As at 30 June 2009		
	\$	\$		
10. RESERVES				
Employee share based payments reserve	75,526	72,294		
Total	75,526	72,294		
11. CONTINGENCIES AND COMMITMENTS				
There are no contingent assets or liabilities as at the date of this financial report.				
Annual tenement expenditure commitments required to maintain licences	517,500	482,500		
12. SUBSEQUENT EVENTS				
No matters or circumstances have arisen since the end of the reporting period, which significantly affected or may significantly affect the operations of the Company, the results of those operations, or the state of affairs of the Company in future financial years. However, on 14 January 2010 the Company incorporated Augur Investments Pty Ltd as a vehicle for future business ventures. Augur Investments has not recorded any transactions other than its incorporation or entered any agreement or undertaking.				
13. SEGMENT REPORTING				
The Company operated wholly within the mineral exploration industry and within the geographic segment of Australia.				
14. RELATED PARTY TRANSACTIONS				
There have been no significant changes to the related party transactions disclosed in the last Annual Report. All transactions with related parties are conducted on normal commercial terms and conditions.				

Directors' Declaration

In accordance with a resolution of the directors of Augur Resources Ltd, I state that:

In the opinion of the directors:

- (a) the financial statements and notes:
 - (i) give a true and fair view of the financial position as at 31 December 2009 and the performance for the half year ended on that date of the Company; and
 - (ii) comply with Accounting Standard AASB 1034 "Interim Financial Reporting" and the Corporations Act 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Grant Kensington
Managing Director
Sydney, 23 February 2010

Chartered Accountants

ABN 74 632 161 298
Level 42, Suncorp Place
259 George Street
Sydney NSW 2000
Australia

T: +61 2 9032 3000

F: +61 2 9032 3088

E: mail@gouldralph.com.au

W: www.gouldralph.com.au

Independent Review Report to Members of Augur Resources Limited

Report on the Half-Year Financial Report

We have reviewed the accompanying half-year financial report of Augur Resources Limited, which comprises the condensed statement of financial position as at 31 December 2009, the condensed statement of comprehensive income, the condensed statement of changes in equity and condensed statement of cash flows for the half-year ended on that date, a statement of accounting policies, other selected explanatory notes and the directors' declaration of Augur Resources Limited.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation and fair presentation of the half-year financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the half-year financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of an Interim Financial Report by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the company's financial position as at 31 December 2009 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Augur Resources Limited, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review for a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. As a review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial report of Augur Resources Limited is not in accordance with the *Corporations Act 2001* including:

- i) giving a true and fair view of the company's financial position as at 31 December 2009 and of its performance for the half-year ended on that date; and
- ii) complying with Accounting Standard AASB 134 "Interim Financial Reporting" and the Corporations Regulations 2001.

GOULD RALPH ASSURANCE



MALCOLM BEARD M.Com., F.C.A.

Partner

Sydney, 23 February 2010