

18 April 2011

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(7 pages by email)

Dear Madam,

Significant Gold Mineralisation Intersected at Lipi and Confirmation of Gold Mineralisation in the Lipi West Zone

- Best gold intersection to date in the Lipi zone.
- JARC051 drilled in the Lipi zone intersects multiple significant gold +/- copper zones:
 - **7.0 metres** at **2.51 g/t** gold, 4.4 g/t silver and **0.32% copper** from 9 metres depth and a further;
 - **2.0 metres** at **8.63 g/t** gold from 32 metres depth and a further;
 - **25.0 metres** at **3.92 g/t gold**, 5.2 g/t silver and **0.40% copper** from 83 metres depth (including **1.0 metre** at **66.00 g/t gold**, 22.5 g/t silver and **1.76% copper**) and a further;
 - **8.0 metres** at **1.21 g/t** gold 7.3 g/t silver and **0.68% copper** from 124 metres.
- Several holes drilled in the previously under explored Lipi West geophysical anomaly return anomalous gold and gold mineralisation including JARC047 which intersected **3.0 metres at 1.16 g/t gold from 33 metres**.

The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to advise that the first results have been received from the reverse circulation (RC) drill program currently underway at the Jampang project in south west Java.

Three RC holes were drilled within the main Lipi zone to twin previous diamond holes. These twin holes have further confirmed the mineralisation at Lipi with the results generally comparable with the diamond holes with the exception of JARC051 which reported significantly higher gold and lower copper than reported for the corresponding hole JADD24.

JARC051 returned **25.0 metres at 3.92 g/t gold and 0.40% copper** from 83 metres compared to JADD24 which returned 15.0 metres at 0.90 g/t gold and 2.01% copper and 13.6 metres at 0.97 g/t gold and 2.26% copper. Calculated separation of these two holes is estimated at 5 metres at the start of the main mineralised interval.

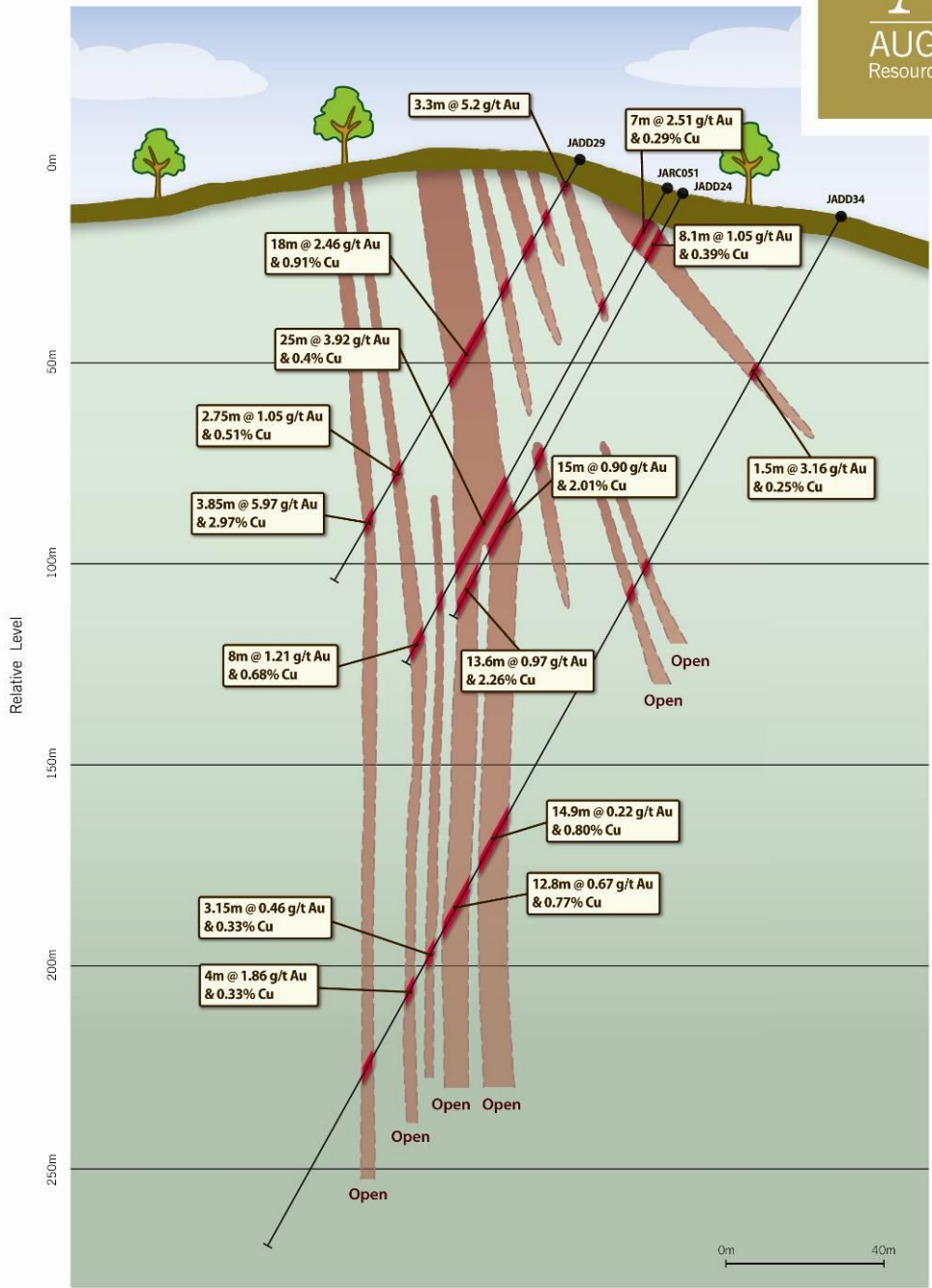
JARC051 also reported **8.0 metres at 1.21 g/t gold and 0.68% copper from 124 metres**. This zone was not drill tested by JADD24 and shows that potential exists for further zones of mineralisation to the west and indeed to the east of the current known mineralised zones. The mineralisation at JADD24 and JARC051 has not been closed off with depth.

The results are thought to indicate a strong zonation between copper rich zones and gold rich zones at Lipi.

RC drilling to the west of Lipi is underway and results for 8 holes have been received. These holes were drilled on broadly spaced 80 metre traverses to a maximum depth of only 108 metres. The traverses were designed to test the Lipi West geophysical anomaly which is located approximately 150 metres to the west of, and parallel to, the Lipi zone.

The Lipi West zone extends for approximately 600 metres and is characterised by a series of strong resistivity highs which in part have a 350 metre coincident strong chargeability response. A single drill hole drilled by Mispac in the 1990s intersected the northern part of the anomaly and reportedly returned 8.0 metres at 5.79 g/t gold from 114 metres depth.

Other RC holes with significantly anomalous results include JARC047 which returned 3.0 metres at 1.16 g/t gold from 33 metres depth, and JARC048 which returned 2.0 metres at 2.75 g/t gold from 23 metres and a further 15.0 metres at 0.36 g/t gold and 2.9 g/t silver from 29 metres depth. JARC043 returned 17.0 metres at 0.43 g/t from 48 metres depth. This hole ended in anomalous gold with the final 5.0 metres returning 0.25 g/t gold.

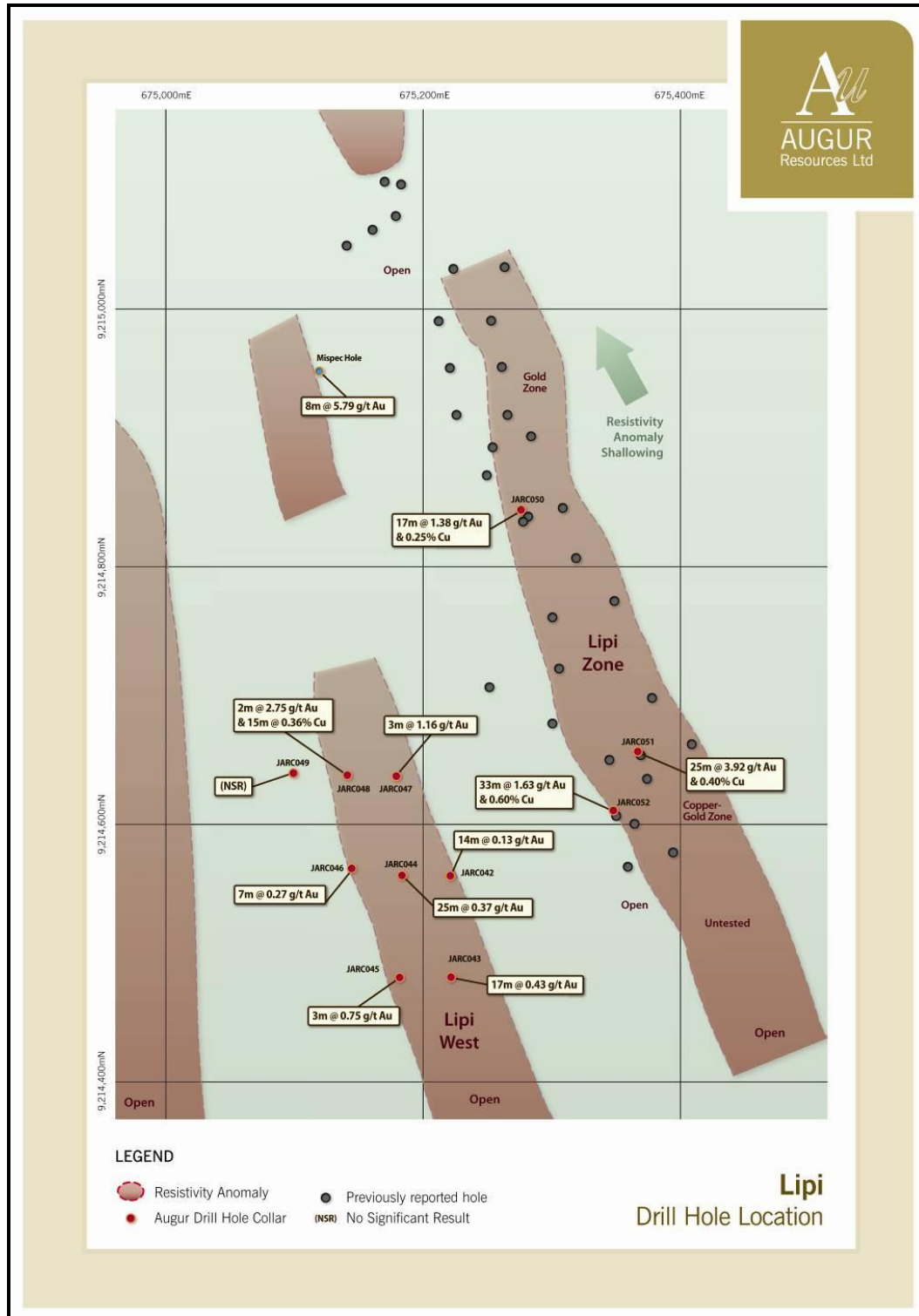


- LEGEND**
- Soil/Ash Cover
 - Andesite/Dacite
 - Interpreted Mineralised Zones
 - Drill hole
 - Mineralised Interval

Lipi Prospect
Cross Section
Section 4650N

Managing Director Grant Kensington commented:

“These initial RC results are very encouraging. The RC results from JARC051 are some of the best gold results Augur has reported for Jampang. They confirm that significant higher grade zones exist at Jampang. The regional RC drilling to the west of the Lipi gold zone has further shown the potential for additional gold mineralisation within Jampang”.



Current Activities

RC drilling continues to test regional targets at Jampang.

Metallurgical testing is also underway on diamond core samples to test and define methods for extracting both gold and copper from the Lipi deposit.

Drilling Results

Hole	Prospect	Easting	Northing	Dip	Azimuth (Mag)	From	To	Interval (m)	Gold g/t	Copper %	Silver g/t
JARC042	Regional	675,222	9,214,560	60	270	29.0	43	14.0	0.13		
JARC043	Regional	675,223	9,214,480	60	270	48.0	65.0	17.0	0.43		
JARC044	Regional	675,184	9,214,560	60	270	17.0	42.0	25.0	0.37		
						25	26	1.0	4.84		
JARC045	Regional	675,183	9,214,480	60	270	57	60	3.0	0.75		
						81	83	2.0	0.48		
JARC046	Regional	675,145	9,214,565	60	270	91	98	7.0	0.27		
JARC047	Regional	675,180	9,214,637	60	270	33	36	3.0	1.16		
JARC048	Regional	675,142	9,214,638	60	270	23	25	2.0	2.75		
						29	44	15.0	0.36		2.9
JARC049	Regional	675,100	9,214,640	60	270						
JARC050	Lipi	675,276	9,214,844	60	255	13	16	3.0	1.28	0.13	7.4
						73	90	17.0	1.38	0.23	3.6
JARC051	Lipi	675,368	9,214,655	60	255	9	16	7.0	2.51	0.32	4.4
						32	34	2.0	8.63		
						83	108	25.0	3.92	0.40	5.2
						85	86	1.0	66.0	1.76	22.5
						124	132	8.0	1.21	0.68	7.3
JARC052	Lipi	675,348	9,214,611	60	255	13	14	1.0	1.69		
						23	56	33.0	1.63	0.60	7.1
						66	67	1.0	1.60	0.28	3.9
						80	84	4.0	1.08	1.30	13.8

Assaying has been completed by PT Intertek Utama Services, a subsidiary of Intertek Group Inc. Independent standards and/or blanks are used in each sample batch at approximately 20 metre intervals. Mineralisation cut-off is 0.5 g/t gold and/or 0.3% copper with a maximum contiguous dilution interval of 2 metres for samples from the Lipi prospect. For regional areas the cut-off is 0.1 g/t gold and 0.3% copper with a maximum contiguous internal dilution of 2 metres.

The information in this ASX announcement referring to Significant Gold Mineralisation Intersected at Lipi is based on information compiled by Augur staff and contractors 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 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. Mr Kensington consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

JAMPANG GOLD PROJECT

The Jampang gold project is located approximately 150 kilometres south of Jakarta. The general geology of the area consists of Miocene/Oligocene andesite and dacite rocks overlain by recent volcanic tuffs. Historical mapping and drilling, indicates that gold bearing veins consistent with epithermal or mesothermal style mineralisation exist in the area.

Whilst the area covered by the IUPs (Izin Usaha Pertambangans or mining business licences) has undergone historical gold mining, limited modern exploration has been conducted with the exception of a three year program undertaken between 1996 and 1998 by Canadian mining company Mispac Resources Inc ('Mispac').

Mispac identified a major structural trend with numerous gold occurrences and zones of significant alteration within the project licence area. Mispac drilling focused on a large alteration zone at Cigaru which covers the northern half of the licences and contains the Lipi and Puteran-Simpang gold prospects. Mineralisation identified by the historical drilling remains open at depth and along strike.

Furthermore, Mispac undertook geophysical surveys subsequent to their main drilling program and identified anomalies associated with the known mineralisation and four additional anomalies which either have not been drill tested or have had only limited drill testing.



Location of the Central Jampang Gold Project, West Java, Indonesia.

Augur has a 2 year option to purchase 90% of PT Golden Pricindo Indah, the company holding the licences covering the central Jampang Gold project.

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

Yours sincerely



Grant Kensington
Managing Director

pjn5955