

16 May 2012

The Manager Companies  
ASX Limited  
20 Bridge Street  
SYDNEY NSW 2000

(2 pages by email)

Dear Madam,

## **Excellent Metallurgical Results from Wonogiri**

### **Summary**

- **89.0% recovery of gold and 93.4% recovery of copper**
- **High quality marketable concentrate grades of up to 21.2% copper and 90.6 g/t gold**

The Directors of Augur Resources Ltd ('Augur') are pleased to report further progress results from the metallurgical testing of the sulphide mineralisation from the Wonogiri project in central Java, Indonesia.

Results from ALS Ammtec confirm the excellent recoveries by floatation with up to **89.0% recovery of gold and 93.4% recovery of copper** from the Randu Kuning porphyry deposit.

The metallurgical floatation testing focused on concentrate grade and analysis. Concentrate grades of **19.3% copper (recovery 86.1%) and 64.0 g/t gold (recovery 80.2%)** have been returned from the first phase of tests. Detailed analysis of this concentrate also indicated that it contained significant silver (**77.3 g/t silver**). The concentrate appears to be high quality with very little lead (0.04%), zinc (0.09%) and arsenic (0.02%).

The current phase of testing is focusing of optimising the copper concentrate. Initial optimisation results have been successful with concentrates of **up to 21.2% copper and 90.6 g/t gold**. Further optimisation studies of the concentrate will be undertaken to maximise concentrate grades and recovery.

Testing of gold recovery by gravity methods will also be undertaken. This is likely to improve the overall recovery of gold. Initial metallurgical testing of the oxide zone has commenced and results are expected during May.

### **About Augur**

Augur is an Australian based exploration and development company with a focus on the advanced gold and copper Wonogiri project in central Java, Indonesia. The Wonogiri project is located approximately 30 kilometres to the south of the provincial city of Solo and is easily accessible by daily flights from the capital Jakarta and a short one hour drive by car on sealed roads.

Augur has a 51% stake in the project and has an agreement to earn 80% of the project by expending \$2,000,000 on exploration and development by early December 2012.

Augur has undertaken a resource diamond drill program at the Randu Kuning prospect within the Wonogiri licence area. Drilling to date has returned significant results in numerous holes including 123.5 metres at 1.42 g/t gold and 0.22% copper and a further 65.0 metres at 1.03 g/t gold and 0.17% copper in hole WDD010, 222.0 metres at 0.95 g/t gold and 0.20% copper in hole WDD008 and 182.0 metres at 0.75 g/t gold and 0.17% copper in WDD015. Mineralisation is porphyry style with associated late epithermal veins and occurs from surface and remains open at depth, to the north and to the west. A resource is currently being estimated for the deposit.

The Randu Kuning deposit has no forestry restrictions.

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

Yours sincerely



Grant Kensington  
Managing Director

pjn6719

The geochemical and geological information in this ASX announcement 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 Augur employee 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 this report of matters based on his information in the form and context in which it appears.