

29 August 2012

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(4 pages by email)

Dear Madam,

Augur Earns 80% of Wonogiri Project

- Augur notifies joint venture partner that it has met the required expenditure of US\$3.5 million to acquire 80% of the Wonogiri project in central Java.
- Wonogiri contains the 1.54 million gold equivalent ounce deposit at Randu Kuning.
- Augur subsidiary is registered majority owner of Wonogiri tenement licence.

The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to report that Augur has notified the Wonogiri joint venture partner that it has met the required expenditure of US\$3.5 million to satisfy the expenditure requirements to earn 80% of the Wonogiri project.

Securing ownership of the Wonogiro project under Indonesian laws, Augur's wholly owned subsidiary, Wonogiri Pty Ltd, has been registered as the holder of 90% of PT Alexis Perdana Mineral, the holder of the Wonogiri licence. This registered ownership includes a 10% interest held on behalf of PT Oxindo, a subsidiary of the Minerals and Metals Group, Augur's joint venture partner.

To date, Augur has defined the 1.54 million gold equivalent ounce Randu Kuning deposit within the Wonogiri project and has identified a number of advance gold prospects within the project area. Metallurgical testing of the mineralisation has been highly favourable with recoveries of up to 89.0% recovery of gold and 96.1% recovery of copper from the Randu Kuning porphyry deposit. Concentrates of up to 90.6 g/t gold and 21.2% copper have been achieved during initial concentrate optimisation studies.

Augur's Managing Director, Grant Kensington said today that "Augur has again achieved a key milestone for the Wonogiri project with the Company meeting its earn-in requirement to acquire 80% of Wonogiri. This follows the significant achievements of defining the large Randu Kuning gold-copper resource and becoming the registered owner of 90% of PT Alexis Perdana Mineral, all which have been achieved in the last few months."

Augur has commenced a prefeasibility study with the aim of completing an initial pit design during 2012 and the prefeasibility study itself by May 2013.

Mineralisation at Randu Kuning is associated with quartz stock working and as disseminated mineralisation within a series of micro-diorite to medium grained diorite intrusives. Data from local geology and recent drilling indicates that the mineralisation at Randu Kuning is related to a near vertical gold-copper porphyry within a large eroded volcanic centre, possibly related to a northward migrating Oligocene to Miocene volcanic arc.

A number of significant porphyry deposits (+/- associated epithermal mineralisation) sit along this zone including Newmont Mining Corporation's operation at Batu Hijau (914Mt at 0.53% Cu and 0.40 g/t gold), Newmont's Elang deposit on the island of Sumbawa and Intrepid Mines Tujuh Bukit (1.7 billion tonnes at 0.41% copper and 0.46 g/t gold) in eastern Java.

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.

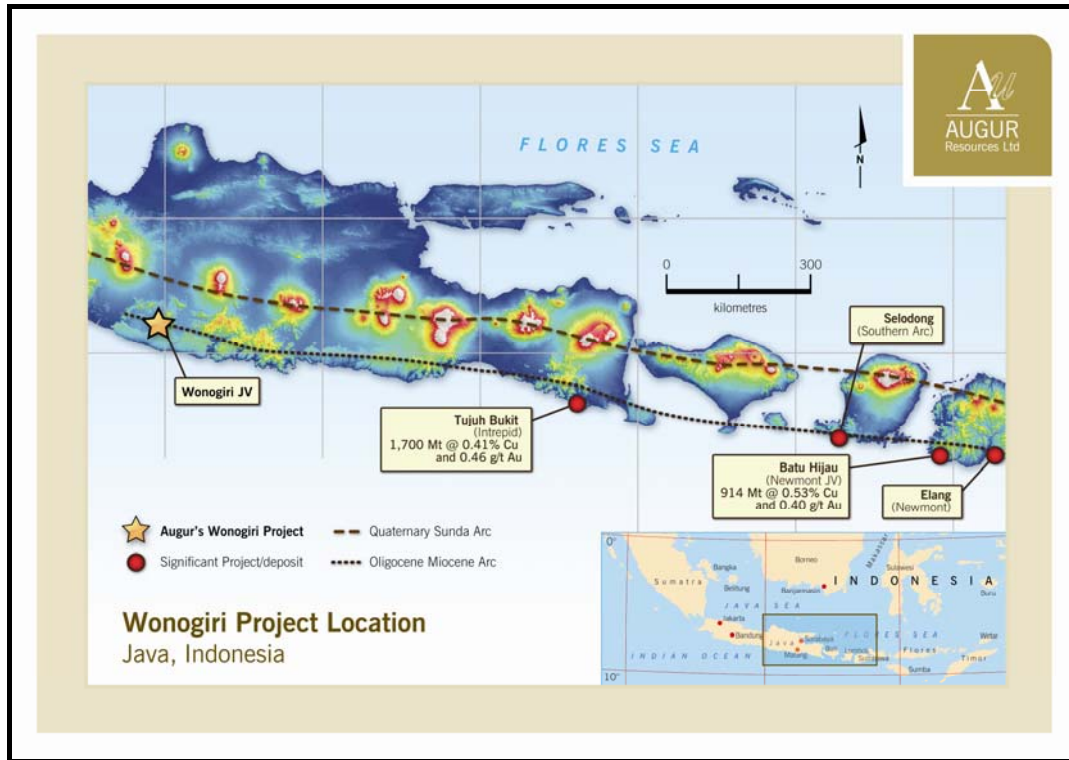
Augur has notified its joint venture partners that it has met the earn-in requirements for an 80% stake in the Wonogiri project.

Augur has identified a significant gold and copper resource at the Randu Kuning prospect in the northern portion of the Wonogiri licence area. This resource has a JORC compliant total estimation of 90.9Mt at 0.53g/t gold equivalent.

Augur is currently undertaking a prefeasibility study of the Randu Kuning deposit.

The surface area above the Randu Kuning deposit has no forestry access restrictions.

A number of additional targets have been identified at Wonogiri. Initial drill testing has been undertaken with zones of anomalous gold identified in three prospects.



Wonogiri project location and major porphyry deposits on the Oligocene-Miocene Arc. Image shows topography with white indicating highest elevations and dark blue showing areas of near sea level elevations.

JORC RESOURCE SUMMARY

The resource estimation was reported to the ASX on 10 July 2012. The summary of the JORC compliant resource based on a 0.2 g/t gold equivalent cut-off is as follows:

JORC Resource Category	Resource (Mt)	AuEq (g/t)	Gold Grade (g/t)	Copper Grade (%)	AuEq (MOz)	Gold (MOz)	Copper (Million Pounds)	Cut-off Grade (AuEq g/t) ¹
Measured	28.3	0.84	0.56	0.15	0.765	0.513	132.7	0.2
Indicated	5.3	0.66	0.45	0.11	0.113	0.078	42.8	0.2
Measured and Indicated	33.7	0.81	0.55	0.15	0.878	0.591	175.4	0.2
Inferred	57.1	0.36	0.23	0.07	0.660	0.423	22.9	0.2
TOTAL	90.9	0.53	0.35	0.10	1.538	1.014	199.6	0.2

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

Yours sincerely

Grant Kensington
Managing Director

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Statement of Compliance

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Augur staff and contractors and approved by Mr Grant Kensington, geoscientist, who is a Member of the Australasian Institute of Mining and Metallurgy. Grant Kensington is a full-time employee of the Company who has sufficient experience which is relevant to the style of mineralisation and 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'. Grant Kensington has consented to the inclusion in this report of the matters based on his information in the form and context in which they appear.

1 Gold Equivalent Calculation

Gold Equivalent results are calculated using a gold price of \$1,198/oz and a copper price of \$6,945/tonne. Silver is excluded from the gold equivalent calculation as no metallurgical testing of the recovery properties of silver from this project has occurred. In calculating Gold Equivalents for the drill results in the table above, gold and copper recoveries are assumed to be 100%. As previously reported metallurgical testing has resulted in mean recoveries from sulphide material of over 82.5% for gold and 94% for copper. It is the Company's opinion that all metals used in the equivalent calculation have a reasonable potential to be recovered in the event that material from the Wonogiri project was to undergo processing.

The Gold Equivalent calculation used is $AuEq (g/t) = Au (g/t) + ((Cu(\%)*6945)/38.51)$

ie: 1.0% Cu = 1.80 g/t Au