

19 September 2012

The Manager Companies ASX Limited 20 Bridge Street SYDNEY NSW 2000

(20 pages by email)

Dear Madam,

#### PRESENTATION TO INVESTORS

I attach a presentation which is being delivered to investors.

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

Yours sincerely

Peter J. Nightingale

Director

pjn6877

Level 2, 66 Hunter Street Sydney NSW 2000

Phone: +61 2 9300 3310 Facsimile: +61 2 9221 6333 Web: www.augur.com.au



### **AUGUR RESOURCES LTD**

ABN 79 106 879 690

# **Advancing Wonogiri**

Wonogiri 1.54M oz Gold Eq Resource



#### **Disclaimer**

This presentation contains certain forecasts and forward-looking information, including regarding possible or assumed future performance, costs, production levels or rates, prices, resources, or potential growth of Augur Resources Ltd (Augur), industry growth, or other trend projections. Such forecasts and information are not a guarantee of future performance and involve unknown risks and uncertainties, as well as other factors, many of which are beyond the control of Augur. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.

No representation or warranty, expressed or implied, is made or given by or on behalf of Augur, any of Augur's directors, or any other person as to the accuracy or completeness or fairness of the information or opinions contained in this presentation and no responsibility or liability is accepted by any of them for such information or opinions or for any errors, omissions, misstatements, negligent or otherwise, or for any communication written or otherwise, contained or referred to in this presentation.

Accordingly, neither Augur nor any of the Augur directors, officers, employees, advisers, associated persons or subsidiary undertakings shall be liable for any direct, indirect or consequential loss or damage suffered by any person as a result of relying upon the statement or as a result of any admission in, or any document supplied with, this presentation or by any future communications in connection with such documents and any such liabilities are expressly disclaimed.

Nothing in this material should be construed as either an offer to sell or a solicitation of an offer to buy or sell securities.

#### **Cautionary Note to U.S. Investors**

This presentation may use the term "measured", "indicated" and "inferred" resources. We advise U.S. investors that the U.S. Securities and Exchange Commission does not recognize them. U.S. investors are cautioned not to assume that any part or all of mineral deposits in these categories will ever be converted into reserves. In addition, "inferred" resources have a great amount of uncertainty as to their existence, and great uncertainty as to their economic and legal feasibility. It cannot be assumed that all or any part of inferred mineral resources will ever be upgraded to a higher category. U.S. investors are cautioned not to assume that any part or all of an inferred mineral resource exists or is economically or legally mineable.

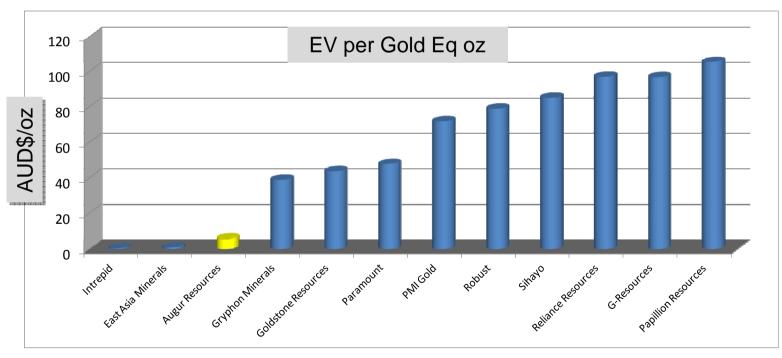


### A value investment

#### 1.54M oz Gold Eq resource

- 1.01M oz gold
- 200M pounds of copper

- Discovery Cost: \$3.05 / oz
- Discovery Time: 15 Months
- Resource from surface



Average: AUD\$61 Augur: AUD\$5.3

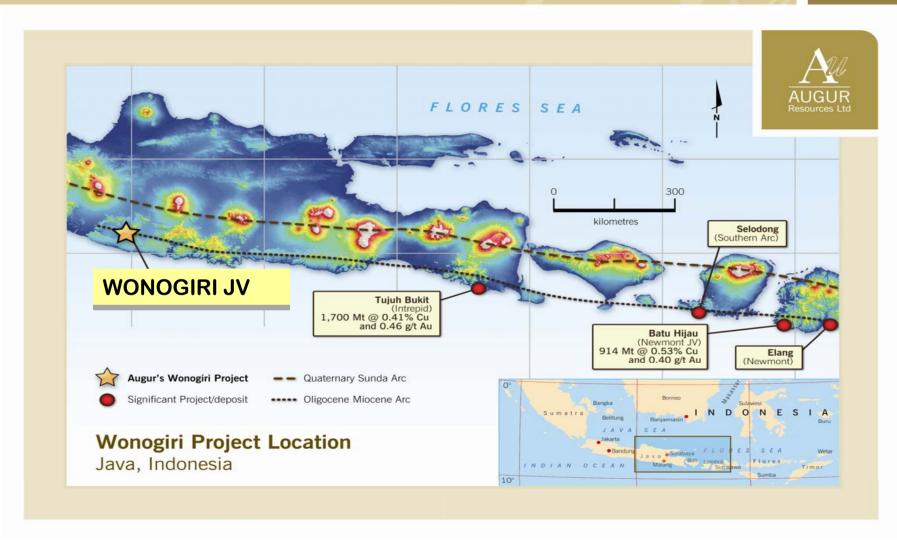


# Peer group comparison

Company	Major Projects	Resource	Gold oz (M)	Market Capital AUD\$M	Price	12 Month Price Range	Listing Exchange
G Resources	Martabe	181.2Mt @ 1.34g/t Au & 12.5 g/t Ag	7.86	893.7	0.38	0.32-0.72	Hong Kong
Archipelago	Toka Tindung (95%)	52.6Mt @ 1.53g/t Au & 3.7g/t Ag	4.05	440.9	0.51	0.49-0.79	AIM
Kingsrose	Way Linggo (85%)	1.59Mt @ 7.89g/t Au & 68.7g/t Ag	0.396	338.4	1.17	1.00-1.88	ASX
Intrepid	Tujuh Bukit (80%)	1700Mt @ 0.41% Cu and 0.46 g/t Au	25.14	151.1	0.29	0.22-2.40	ASX
Sihayo Gold	Sihayo (75%)	16.4Mt @ 2.7g/t Au	1.427	102.8	0.13	0.08-0.27	ASX
Robust	Romang (77.5%)	33.5Mt @ 0.5 g/t Au and 18.7 g/t Ag	0.54	56.9	0.67	0.67-1.57	ASX
Southern Arc	W Lombok (90%)	No resource		33.4	0.32	0.25-1.79	TSX
East Asia Minerals	Miwah (85%)	103.9Mt @ 0.94g/t Au & 2.7 g/t Ag	3.14	16.6	0.16	0.23-3.24	TSX
Reliance	Tanoyan (75%)	4.58Mt @ 1.41g/tAu	0.208	15.7	0.14	0.13-0.51	TSX
Augur Resources	Wonogiri (80%)	90.9 Mt @ 0.35 g/t gold and 0.10% Cu	1.01	8.2	0.040	0.033-0.48	ASX



### Location





### What we have

- Large gold-copper resource to JORC standards
- Direct ownership and control of licence
- No social issues experienced
- No forestry access restrictions over deposit
- Positive recoveries and concentrate results
- Focus on maximising value to shareholders

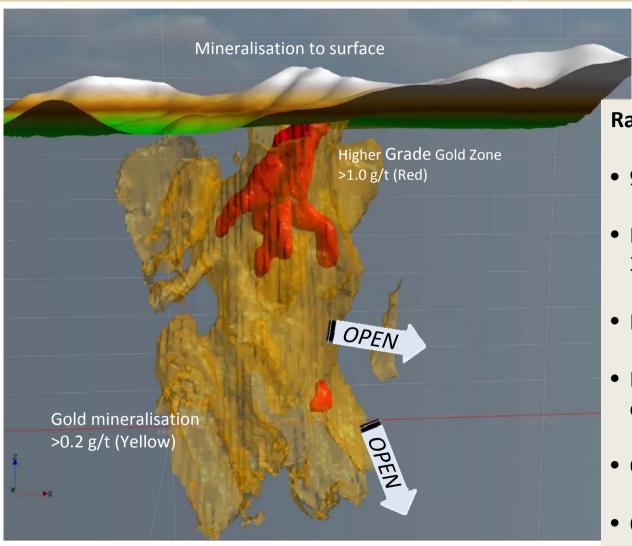


### What we achieved

❖ December 2011	Earn-in to 51% achieved
<b>❖</b> March 2012	First Phase Metallurgical Testing Completed
	Recoveries of up to 89% of Gold and 96.1% for copper
❖ July 2012	Maiden JORC Resource Completed
	> 1.54M oz Gold Equivalent Resource from surface
❖ August 2012	Direct Ownership of 80% of Licence
❖ August 2012	Earn-in to 80% achieved



### What we found



#### **Randu Kuning Deposit**

- 90.9 Mt @ 0.53 g/t Au Eq
- Measured and Indicated
   33.7 Mt @ 0.81 g/t Au Eq
- Mineralisation to surface
- Potential open pit extraction
- Open at depth
- Open to the south and west



#### **Excellent recoveries**

- ❖ Excellent recoveries in sulphide zone: up to 89.0% recovery of gold & 96.1% of copper. Possibility to increase gold recovery using additional gravity recovery.
- ❖ Initial concentrate best result returned 19.4% copper and 64.0 g/t gold with silver credit (77 g/t).
- ❖ Optimising work commenced to increase concentrate to > 20% copper. Early optimisation results have returned 21.2% copper and 90.6 g/t gold concentrate.
- Majority of mineralisation floating off within 5 minutes (very quick).
- Clean concentrate: Very little arsenic, lead or zinc in concentrate
- Testing of oxide resource commenced.

AF8 conc 1 star



# **Progressing to development**

Year	2012	2013			2014				
	Dec	Mar	Jun	Sep	Dec	Mar	Jun	Sep	Dec
Pit Design	27-25								
Pre-Feasibility Study	W. P.	11	1017						
Feasibility Drilling			12						
Environmental Studies				33	120				
Mining Licence Approval				~!					
Bankable Feasibility							15	77	
Permitting									

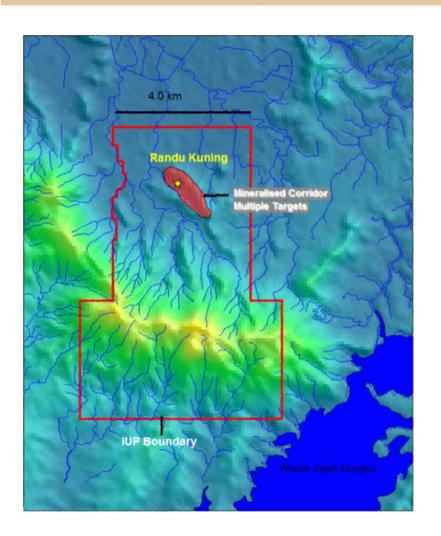


# **Quality infrastructure**

- Excellent infrastructure at site
- Sealed road to edge of deposit
- Man made water source directly east of the licence area and other water sources within licence area
- Grid power in local area
- ❖ Potential work force in local region
- ❖ International airport at Solo (45 minutes drive from site) and about 11 daily flights to Jakarta and flights to Singapore



# 3900Ha of gold and copper potential



#### **Multiple Targets**

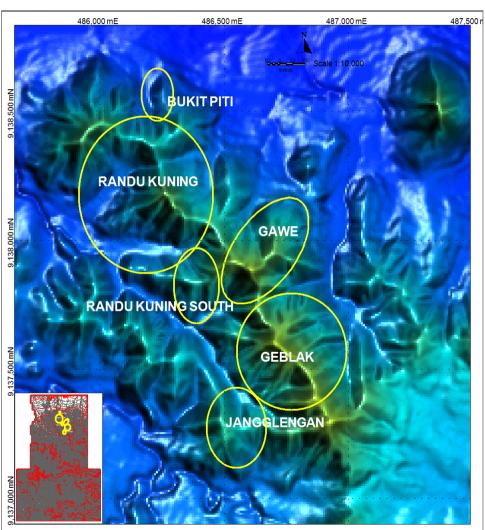
- Porphyry gold-copper mineralisation from surface at Randu Kuning
- ❖ Extensive low sulphidation epithermal veins over >2.5 km in cumulative strike length surrounding Randu Kuning
- Extensive geochemical anomalies in the northern half of the IUP with southern portion of IUP underexplored





13

### 5 Quality regional prospects



Geophysics and geochemistry indicate 1.7 km corridor of alteration and mineralised zone.

Drilling to the north intersected extensive alteration system indicating second potential porphyry target.

Highly prospective targets also identified to the south of Randu Kuning (not yet drilled).

Potential to increase the overall project resource.

www.augur.com



# Advancing regional targets

- 2012: Continuation of target definition
- 2012 2013: Continuation of exploration drilling
- 2013: Preliminary metallurgical testing if warranted







### A value proposition

- 1.54 Moz gold equivalent JORC mineral resource estimated for Randu Kuning deposit:
  - ➤ 1.01M ounces of Gold
  - 200M pounds of Copper
- >50 % of gold resource in JORC Measured category
- Undervalued Enterprise Value: Augur \$5.3/EqAu oz compared to peers \$61.0/Eq Au oz
- 80% direct ownership of Wonogiri
- No forestry access restrictions over the deposit
- Excellent metallurgical results: up to 89.0% recovery of gold & 96.1% of copper
- Plenty of upside potential in resource with 5 significant near surface targets
- Experienced Board and management team



### **Corporate overview**

1	Ш	20	6		rs
			ч	40	

Chairman Norman Seckold
Managing Director Grant Kensington
Director Peter Nightingale
Director Justin Werner

#### **Capital**

#### 205.3 million shares on issue

3 million employee options

7 million unlisted options

Market cap: AUD\$8.6 million

#### Share Price - 52 Weeks



#### **Major Shareholders**

34.60%			
5.44%			
4.23%			
3.11%			
2.41%			
52.88%			
63.52%			



# Thank you



**Augur Resources Ltd** 

Level 2, 66 Hunter St, Sydney, NSW 2000, AUSTRALIA

Phone: +61 2 9300 3310

www.augur.com.au

ASX code: AUK



### Statement of compliance

The information in this report that relates to Exploration Results 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.

Mineralisation cut-off used is 0.2 g/t gold and/or 0.2% copper with a maximum contiguous dilution interval of 4.0 metres. Sample intervals are generally either 0.5 metres or 1.0 metre. Assaying has been completed by PT Intertek Utama Services, a subsidiary of Intertek Group Inc. Blanks and/or independent standards are used in each sample batch at approximately 10.0 metre intervals. Mineralised intervals are reported as drilled depths. Insufficient data is currently available to determine the true width.

The information in this report that relates to Mineral Resources is based on information compiled by Mr Trevor Leahey and supplied by Augur Resources Ltd. Mr Leahey, is a Director of Computer Aided Geoscience Pty Ltd ("CAG") and qualifies as a Competent Person under the meaning of the 2004 JORC Code. He consents to the inclusion of these estimates, and the attached notes, in the form and context in which they appear.

Gold Equivalent results are calculated using a gold price of \$1198/oz and a copper price of \$6945/t. 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 the Gold Equivalents for the drilling 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 (Au) and 94% for copper (Cu). 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 under go processing.

<sup>1</sup> 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)



# **JORC Resource Summary**

JORC Category	Tonnes (M)	EQ Gold (g/t)	Gold (g/t)	Copper (%)	Gold EQ (oz)	Gold (oz)	Cutoff EqAu g/t
Measured	8.3	1.45	1.07	0.21	389,000	287,000	1.0
	20.4	1.03	0.72	0.17	673,000	473,000	0.5
	28.3	0.84	0.56	0.15	765,000	513,000	0.2
	0.6	1.33	1.02	0.17	27,000	21,000	1.0
Indicated	3.5	0.81	0.59	0.12	92,000	67,000	0.5
	5.3	0.66	0.45	0.11	113,000	78,000	0.2
	0.3	1.38	1.20	0.10	14,000	12,000	1.0
Inferred	9.2	0.66	0.45	0.11	196,000	135,000	0.5
	57.1	0.36	0.23	0.07	660,000	423,000	0.2
	9.3	1.44	1.07	0.21	430,000	319,000	1.0
Total	33.2	0.90	0.63	0.15	962,000	675,000	0.5
	90.9	0.53	0.35	0.10	1,538,000	1,014,000	0.2

ASX:AUK www.augur.com 19