

6 December 2010

The Manager Companies  
ASX Limited  
20 Bridge Street  
SYDNEY NSW 2000

(2 pages by email)

Dear Madam,

### **Binding Heads of Agreement Signed on Weelah Tenement**

The Directors of Augur Resources Ltd ('Augur') are pleased to advise that Augur has entered into a Binding Heads of Agreement with Meridien Resources Limited ('Meridien') covering Augur's Weelah tenement in central western New South Wales.

Meridien will pay Augur \$5,000 for a 6 month option on the property and on payment of a further \$40,000 (in cash and shares) will acquire an 80% interest in the property. Augur's 20% interest will be free carried to feasibility.

The Weelah tenement is prospective for gold and copper-gold porphyry and gold epithermal targets.

Augur will continue to focus on its key Indonesian project and in expanding its portfolio of advanced gold and copper projects in Indonesia. The Weelah tenement is non-core to Augur's focus on advanced projects.

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

Yours sincerely



Grant Kensington  
Managing Director  
pjn5755

## **About Augur Resources Ltd**

Augur is an Australian based resource development company, with a focus on gold, copper and nickel projects within Indonesia and central and western NSW, Australia.

These regions contains a number of significant mines, and are regarded as prospective for gold, copper and base metals and Augur is seeking to establish JORC defined resources at its key projects with the intention of advancing to development.

Augur has an option to acquire a 90% interest in the Central Jampang project in Java, Indonesia. The Central Jampang 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. Mapping and drilling, indicates that very shallow gold bearing veins consistent with epithermal or mesothermal style mineralisation exist in the area. Augur has undertaken a significant drill program over the last year with significant gold and copper intersected. Significant drill results are available on the Augur website.

Augur also owns 100% the Yeoval porphyry copper-gold-molybdenum-silver deposit (12.9 Mt 0.38% copper, 0.14g/t gold and 120ppm molybdenum Inferred Resource) and the Homeville nickel-cobalt deposit (12.2 Mt at 0.91% nickel and 0.06% cobalt Inferred Resource). Both deposits have reported JORC defined resource estimates and both deposits remain open, with a high potential that the resources will be expanded with further drilling.

Augur has a highly experienced Board and exploration team, which includes extensive porphyry and epithermal copper-gold exploration experience both internationally and in Australia.

For more information, please visit [www.augur.com.au](http://www.augur.com.au).

The information in this ASX announcement referring to Binding Heads of Agreement Signed on Weelah 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.