

1 June 2010

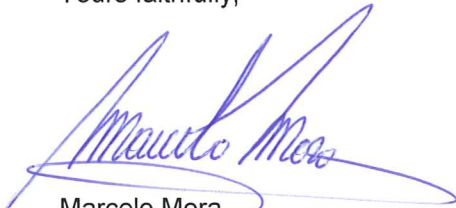
The Manager Companies  
ASX Limited  
20 Bridge Street  
Sydney NSW 2000

Dear Sir / madam,

### Notification to Optionholders

In accordance with listing rule 3.10 and Appendix 6A I attached a notification to Optionholders posted today advising of the expiration date of their options being 30 June 2010.

Yours faithfully,



Marcelo Mora  
Company Secretary

pjn5420

1 June 2010

XXXXXX  
XXXXXX  
XXXXXX  
XXXXXX

Dear Optionholder

The Company's records indicate that you are the holder of options (AUKO), each exercisable at \$0.20 to subscribe for one fully paid ordinary share in the Company ('Options'). These Options expire on Wednesday, 30 June 2010.

In accordance with ASX listing rules, the following information is provided in respect of the expiry of the Options:

1. The number of Options held by you is shown at the top of the enclosed 'Notice of Exercise of Options' form. You will receive one fully paid ordinary share for each option that you choose to exercise. The exercise of the Options is entirely at your discretion and you are under no obligation to exercise your Options.
2. The exercise price of each Option is \$0.20.
3. The due date for payment to exercise the Options is 5.00 pm (Sydney time), Wednesday 30 June 2010.
4. If you choose not to exercise your Options by the due date, the Options will lapse and you lose all your rights as an optionholder.
5. The last day for quotation (trading on ASX) of the Options is 23 June 2010.
6. The latest available market sale price of the Company's fully paid ordinary shares quoted on ASX on 31 May 2010 was 14.5 cents.
7. In the three months prior to the date of issue of this notice, the highest market price was 25 cents (on 30 April 2010) and the lowest market price was 9 cents (on 15 March 2010).

If you decide to exercise your options, you should complete and return the enclosed Notice of Exercise of Options form together with your exercise monies **directly** to the Company at Level 2, 66 Hunter Street, Sydney NSW 2000 to arrive **before** 5.00 pm (Sydney time), Wednesday 30 June 2010.

For your convenience, a reply paid envelope is enclosed.

The Company encourages you to seek your own independent professional advice in deciding whether or not to exercise your Options. If you require any further information or assistance, please do not hesitate to contact the Company.

Yours sincerely



Marcelo Mora  
Company Secretary

## NOTICE OF EXERCISE OF OPTIONS

1 June 2010

XXX  
XXX  
XXX  
XXX

Optionholder Entitlement Details	
HIN/SRN	<b>XXXXX</b>
Number of Options held	<b>XXX</b>
Amount payable on full exercise of Options @ A\$0.20 per Option	<b>\$XXX</b>

To: The Directors  
Augur Resources Ltd  
Level 2, 66 Hunter Street  
Sydney NSW 2000

I/We \_\_\_\_\_ being the registered holder(s) of the Options hereby exercise my/our Option(s) to subscribe for \_\_\_\_\_ **A** fully paid ordinary shares in Augur Resources Ltd. In respect of the shares the subject of this notice, I/we enclose application monies of A\$ \_\_\_\_\_ **B** being A\$0.20 for each fully paid ordinary share applied for. I/We authorise you to register me/us as the holder(s) of the shares to be allotted to me/us and I/we agree to accept such shares subject to Augur Resources Ltd's Constitution.

**Holder Identification Number ('HIN') or Securityholder Reference Number ('SRN'):**

**INDIVIDUALS TO SIGN BELOW**

**COMPANIES TO SIGN BELOW**

Executed in accordance with the Company's Constitution

\_\_\_\_\_  
Individual or Securityholder 1

\_\_\_\_\_  
Director

\_\_\_\_\_  
Securityholder 2

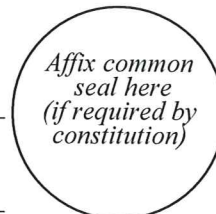
\_\_\_\_\_  
Director/Company Secretary (Delete if inapplicable)

\_\_\_\_\_  
Securityholder 3

\_\_\_\_\_  
Sole Director and Sole Company Secretary

If a joint holding, all shareholders must sign. If this form is being signed by a person who is not the registered holder, then the relevant authority (e.g. power of attorney) must either have previously been exhibited to the Company or its Registrar or be attached to this form.

If only one signatory needs to sign on behalf of a Company and that signatory is not the Sole Director and Sole Company Secretary then a certified copy of the Company's Constitution must either have previously been exhibited to the Company or its Registrar or be attached to this form.



Dated this \_\_\_\_\_ day of \_\_\_\_\_ 2010.

**How to Complete this Form**

**A** Enter the number of Options you wish to exercise.      **B** Enter the amount of exercise monies being **A** x A\$0.20.

You can pay by cheque or bank draft for the amount in **B** payable to Augur Resources Ltd. Return this completed and signed form together with your cheque or bank draft to the Company at Level 2, 66 Hunter Street, Sydney NSW 2000.

### **Terms and Conditions of the Options**

The material terms and conditions of the Options are as follows:

- (a) each Option entitles the holder to subscribe for one fully paid ordinary share in the Company;
- (b) the Options are exercisable at any time on or prior to 5.00 pm (Sydney time) on 30 June 2010 by completing a Notice of Exercise of Options form and delivering together with the payment for the number of shares in respect of which the Options are exercised to the registered office of the Company;
- (c) the Option exercise price is A\$0.20 per Option;
- (d) an Option does not confer the right to a change in exercise price or a change in the number of underlying shares over which the Option can be exercised;
- (e) all shares issued upon exercise of the Options will rank pari passu in all respects with the Company's existing fully paid ordinary shares. The Company will apply for quotation of the Shares issued upon exercise of the Options on ASX;
- (f) there are no participating rights or entitlements inherent in the Options and holders will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the Options. However, the Company will ensure that for the purposes of determining entitlements to any such issue, the record date will be at least 7 Business Days after the issue is announced. This will give optionholders the opportunity to exercise their Options prior to the date for determining entitlements to participate in any such issue; and
- (g) if at any time the issued capital of the Company is reconstructed, all rights of an Option holder are to be changed in a manner consistent with the ASX Listing Rules.