



Interim Financial Report
for the half-year ended 31 December 2012

Corporate Information

ABN 79 106 879 690

Directors

Norman A. Seckold – Chairman
Grant L. Kensington – Managing Director
Peter J. Nightingale – Director
Justin C. Werner – Director

Company Secretary

Richard J. Edwards

Principal Place of Business and Registered Office

Level 2, 66 Hunter Street
Sydney NSW 2000
Australia

Auditors

KPMG
Level 16, Riparian Plaza
71 Eagle Street
Brisbane QLD 4000

Bankers

Westpac Bank
Market & Clarence Street
Sydney NSW 2000

Solicitors

Minter Ellison
88 Phillip Street
Sydney NSW 2000

Share Registry

Computershare
117 Victoria Street
West End Queensland 4101

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Augur Resources Ltd and its controlled entities

Directors' Report

The Directors of Augur Resources Ltd ('Augur' or 'the Company') and its subsidiaries ('the Augur Group') submit their report for the half-year ended 31 December 2012.

DIRECTORS

The names of the Directors of the Company in office during the half-year period and until the date of this report were:

Norman A. Seckold
Grant L. Kensington
Peter J. Nightingale
Justin C. Werner

RESULTS

The loss of the Group for the half-year after providing for income tax amounted to \$865,062 (2011: loss of \$818,979).

REVIEW OF OPERATIONS

The Augur Group is a resource development group, with a focus on the Wonogiri gold and copper project in Indonesia. The Group also has interests in a number of exploration projects in central New South Wales.

The Wonogiri project is located in central Java. Detailed exploration has defined the Randu Kuning gold-copper porphyry deposit. The resource consists of 1.54 million ounces gold equivalent ('Moz AuEq') and remains open at depth and to the east and south. A number of additional advanced targets have also been identified at Wonogiri.

In central New South Wales, Augur has reported JORC compliant resource estimates for the Yeoval and Homeville deposits.

Yeoval is a porphyry copper-gold-molybdenum-silver deposit with an Inferred Resource of 12.9 million tonnes ('Mt') at 0.38% copper, 0.14 g/t gold, 120.1ppm molybdenum and 2.2 g/t silver, using a 0.2% copper cut-off. The resource is open at depth and mineralisation has not been closed off, particularly to the east.

The Homeville deposit has a JORC Inferred Resource of 16.3 Mt at 0.93% nickel and 0.05% cobalt. The deposit is very shallow and consists of a mineralised limonite clay horizon and a lower mineralised saprolite horizon.

The Augur Group is currently planning to raise funds from shareholders or other parties to assist with the funding of the Group's business plans. If this funding is not raised, the level of expenditure of the Group will be reduced in line with available funding.

Indonesia

Wonogiri Project

Augur holds an 80% interest in the Wonogiri project with PT Oxindo (a subsidiary of MMG Limited) holding 10% and four individual shareholders controlling the remaining 10%.

Wonogiri is one of the latest major discoveries in the highly mineralised Indonesian archipelago. Between 2009 and 2012, modern exploration techniques have been applied to define a highly altered wall rock porphyry gold-copper deposit at Randu Kuning. In July 2012, Augur announced the maiden JORC compliant resource of 90.9 Mt at 0.53 g/t AuEq (0.35 g/t gold and 0.10% copper) using a cut-off of 0.2 g/t AuEq (see ASX release dated 10 July 2012). The mineralisation remains open with significant potential at depth and to the east. The resource estimate includes oxide, transition and sulphide components of the deposit. The sulphide component accounts for 95.7% of the estimated resource tonnes and this has been the focus of much of the ongoing metallurgical studies.

Augur Resources Ltd and its controlled entities

Directors' Report

The Wonogiri project is supported by quality infrastructure, 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. The surrounding area has grid power, a large dam and numerous river and stream systems. Altitude of the Randu Kuning deposit is at approximately 200 metres above sea level.

Metallurgical testing has been highly favourable with recoveries of over 89.0% of gold and 95.0% of copper. Concentrates of up to 90.6 g/t gold and 21.2% copper have been achieved during initial concentrate optimisation studies.

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

Randu Kuning is only one of a number of gold and copper prospects at Wonogiri. Follow up of these other prospects is to be undertaken.

Details of the resource estimate for Randu Kuning are 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	8.3	1.45	1.07	0.21	0.389	0.287	39.4	1.0
	20.4	1.03	0.72	0.17	0.673	0.473	85.1	0.5
	28.3	0.84	0.56	0.15	0.765	0.513	132.7	0.2
Indicated	0.6	1.33	1.02	0.17	0.027	0.021	2.5	1.0
	3.5	0.81	0.59	0.12	0.092	0.067	17.5	0.5
	5.3	0.66	0.45	0.11	0.113	0.078	42.8	0.2
Measured and Indicated	9.0	1.44	1.07	0.21	0.416	0.308	41.9	1.0
	24.0	0.99	0.70	0.16	0.765	0.540	102.6	0.5
	33.7	0.81	0.55	0.15	0.878	0.591	175.4	0.2
Inferred	0.3	1.38	1.20	0.10	0.014	0.012	0.2	1.0
	9.2	0.66	0.45	0.11	0.196	0.135	6.4	0.5
	57.1	0.36	0.23	0.07	0.660	0.423	22.9	0.2
Total	9.3	1.44	1.07	0.21	0.430	0.319	42.1	1.0
	33.2	0.90	0.63	0.15	0.962	0.675	109.2	0.5
	90.9	0.53	0.35	0.10	1.538	1.014	199.6	0.2

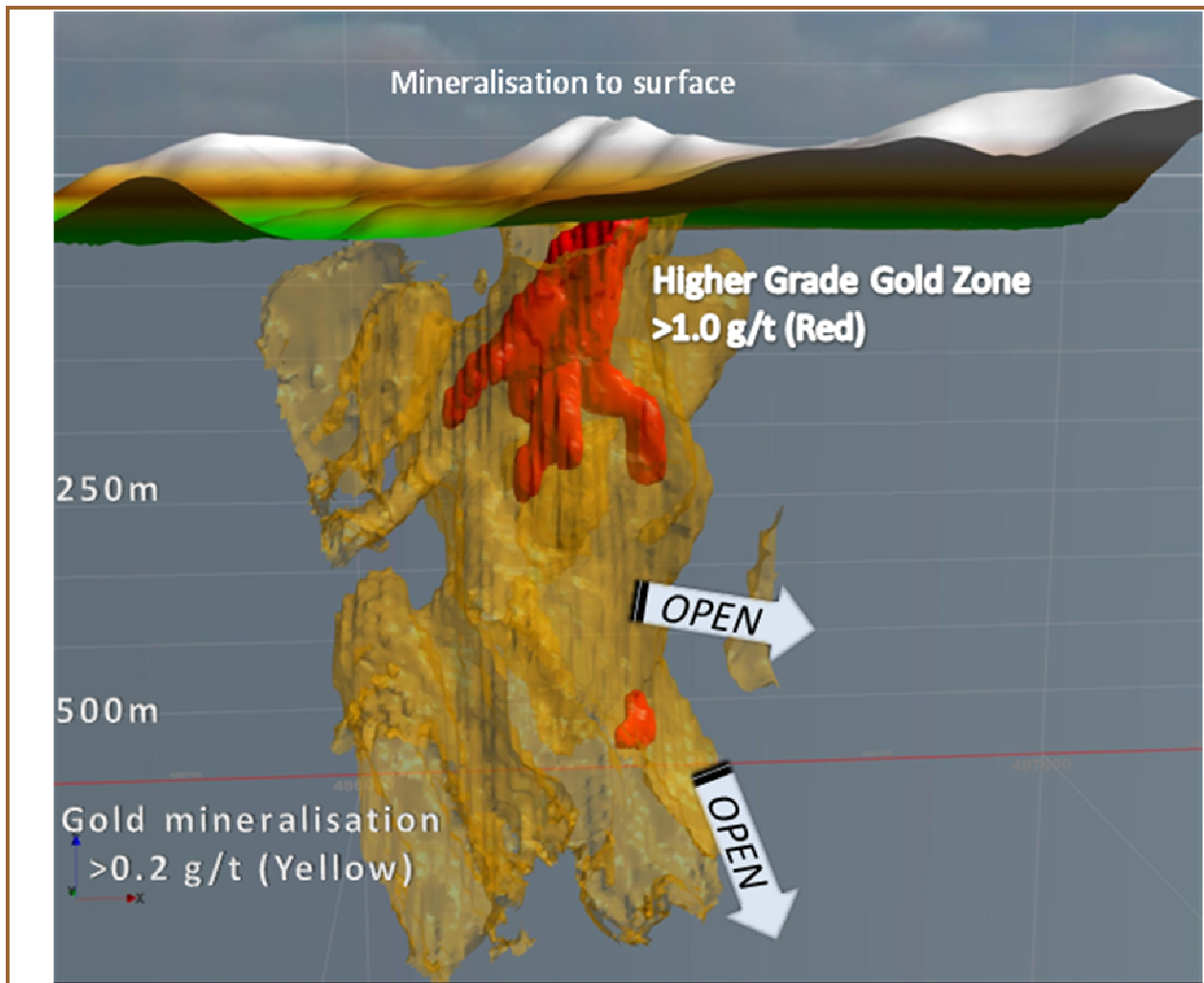
**Resource estimate of the Randu Kuning deposit within the Wonogiri project.
All figures are rounded and summation differences in totals are due to rounding.**

Augur Resources Ltd and its controlled entities

Directors' Report

During the half-year, further metallurgical studies were undertaken on samples from lower grade portions of the deposit (gold head grade of 0.62 g/t and copper head grade of 0.19%). This study is being undertaken to determine the overall metallurgical characteristics of the lower grade portions of the deposit.

The first stage of this testing has been to determine the optimum grind size for further testing. Results from the tests indicate that the optimum grind size is approximately 106 micrometres (80% passing 106 mm) with gold recovery of 90.1% achieved and copper recovery of 93.8%. Finer grinding resulted in no change to the gold recovery. Coarser grinding also returned significant recoveries with a 212 micrometre sample returning gold recoveries of 85.9% and copper recoveries of 87.2%. The significance of these results is that they show that high recoveries can be achieved from both the higher and lower grade portions of the deposit. They also show that only relatively moderate grinding is required to liberate the gold which should therefore have power cost savings relative to finer grinding.



The Randu Kuning mineralised zone in 3D, showing the near surface high grade zone.

Mineralisation occurs from surface to over 500 metres below surface.

Also during the half-year, a scoping study was commenced. The scoping study is expected to be completed in the first quarter of 2013.

Augur Resources Ltd and its controlled entities

Directors' Report

Australia

The central and western region of NSW hosts a number of world class deposits including the Cadia, Ridgeway and Northparkes deposits. Augur has completed JORC compliant resource estimates for deposits at the Collierina project (total resource estimate of 16.3 Mt at 0.93% nickel and 0.05% cobalt comprising of 4.4 Mt at 0.99% nickel and 0.06% cobalt of Indicated Resource and 11.9 Mt at 0.91% nickel and 0.05% cobalt of Inferred Resource using a 0.7% nickel cut-off) and at the Yeoval project (Inferred Resource estimate 12.9 million tonnes at 0.38% copper, 0.14 g/t gold, 120ppm molybdenum and 2.2 g/t silver using a 0.2% copper cut-off).

Collierina (EL 6336 - 51% Optioned to Metals Finance Limited)

The Collierina project is located 40 kilometres south of Nyngan in central NSW, covering an area of 300 km² within the Fifeild Platinum Province. The tenement contains the Homeville nickel-cobalt deposit, which was discovered by Augur in 2008.

During the half-year, Augur's partner in the project, Metals Finance Australia Pty Ltd ('Metals Finance'), a subsidiary of Metals Finance Limited (ASX Code: MFC), completed the first pass of preliminary metallurgical testing on mineralised material from the Homeville nickel and cobalt deposit. Results indicated that potentially 85% of the nickel and 90% of the cobalt can be recovered. An ongoing program including a full reassessment of the reported resource is currently planned.

Metals Finance can earn 51% of the Collierina project by conducting and funding a definitive feasibility study over an 18 month period (commencing February 2012). If development proceeds, funding will be in accordance with each partner's equity interest.

Yeoval (EL 6311 and ML 811 - 25% Augur)

Goodrich Resources Limited ('Goodrich') reported that petrology had been undertaken on samples collected from a drill hole which targeted the eastern extent of the Sovereign Porphyry zone at Yeoval. The hole intersected 44.5 metres at 0.46% copper and 0.50 g/t gold including 6.1 metres at 1.28% copper and 1.33 g/t gold and 19.1 metres at 0.60% copper and 0.66 g/t gold. Goodrich reported that the petrology indicates that a potassic altered monzonite porphyry was intersected. This porphyry intrusive is considered to be directly associated with the bornite (a copper bearing sulphide mineral) identified at the Sovereign Porphyry.

Augur is free carried on the Yeoval project until May 2014.

Weelah (EL 6309 - 20% Augur)

The Weelah tenement covers a Joint Venture between Augur and Stonewall Resources Ltd ('Stonewall'). Augur has a 20% interest in the project. Stonewall are operators of the project and no significant work was undertaken on the project during the half-year.

Augur is free carried on the Weelah project to feasibility.

Augur Resources Ltd and its controlled entities

Directors' Report

Competent Person Statement

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 styles of mineralisation and type of deposits 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

Where reported, gold equivalent results are calculated using a gold price of US\$1,198/oz and a copper price of US\$6,945/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 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 $AuEq (g/t) = Au (g/t) + ((Cu (\%)*6,945)/38.51)$
(i.e.: 1.0% Cu = 1.80 g/t Au)

Issue of Shares

During the half-year ended 31 December 2012, the Company offered to shareholders a Security Purchase Plan ('SPP'), at an issue price of \$0.04. Shareholders subscribed for 10,500,000 shares under the SPP, raising \$420,000. In conjunction with the SPP, on 12 September 2012 the Company issued 17,593,750 new shares for a total consideration of \$703,750, to a range of Australian and overseas investors.

SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the reporting period, which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

LEAD AUDITOR'S INDEPENDENCE DECLARATION

A copy of the Lead Auditor's Independence Declaration on page 9 as required under Section 307C of the *Corporations Act 2001* is attached to and forms part of the Directors' Report for the half-year ended 31 December 2012.

Signed in accordance with a resolution of the Directors.



Grant Kensington
Managing Director
Sydney 15 March 2013



**Lead Auditor's Independence Declaration under Section 307C
of the *Corporations Act 2001* to the Directors of Augur Resources Ltd.**

I declare that, to the best of my knowledge and belief, in relation to the review for the half-year ended 31 December 2012, there have been:

- (i) no contraventions of the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the review; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the review.

KPMG

Stephen J. Board
Partner

15 March 2013
Brisbane

Augur Resources Ltd and its controlled entities
Condensed Consolidated Interim Statement of Comprehensive Income
for the half-year ended 31 December 2012

	Note	31 December 2012 \$	31 December 2011 \$
Continuing operations			
Administration and consultants' expenses		(323,767)	(485,342)
Audit fees		(19,200)	(34,750)
Depreciation		(202)	-
Exploration and evaluation - pre-licence costs		(63,177)	-
Impairment losses	5	(73,827)	(8,250)
Employee and Director expenses		(230,750)	(188,467)
Share based payment expenses		(38,565)	(95,014)
Legal expenses		(108,137)	(26,117)
Marketing and advertising		(8,818)	(50,215)
Other expenses from ordinary activities		(2,699)	(922)
Operating loss before financing income		(869,142)	(889,077)
Finance income		4,080	70,098
Net finance income		4,080	70,098
Loss before income tax		(865,062)	(818,979)
Income tax		-	-
Loss for the period		(865,062)	(818,979)
Other comprehensive income for the period			
Items that may be classified subsequently to profit or loss			
Net change in fair value of available for sale financial assets		(2,250)	(8,250)
Net change in fair value of available for sale financial assets transferred to the profit and loss		-	8,250
Foreign currency translation		50	-
Total other comprehensive income		(2,200)	-
Total comprehensive loss for the period		(867,262)	(818,979)
Loss attributable to:			
Owners of the Company		(861,200)	(818,979)
Non-controlling interest		(3,862)	-
Loss for the period		(865,062)	(818,979)
Total comprehensive loss attributable to:			
Owners of the Company		(863,405)	(818,979)
Non-controlling interest		(3,857)	-
Total comprehensive loss for the period		(867,262)	(818,979)
Earnings per share			
Basic loss per share (cents per share)		(0.44)	(0.46)
Diluted loss per share (cents per share)		(0.44)	(0.46)

The above statement should be read in conjunction with the accompanying notes.

Augur Resources Ltd and its controlled entities
Condensed Consolidated Interim Statement of Financial Position
as at 31 December 2012

	Note	31 December 2012 \$	30 June 2012 \$
Current assets			
Cash and cash equivalents		235,726	157,421
Trade and other receivables		20,788	-
Other assets		40,988	37,052
Total current assets		297,502	194,473
Non-current assets			
Other assets	5	55,000	128,827
Investments		243,000	245,250
Property, plant and equipment		1,415	1,617
Exploration and evaluation expenditure	4	6,014,295	5,700,992
Total non-current assets		6,313,710	6,076,686
Total assets		6,611,212	6,271,159
Current liabilities			
Trade and other payables		285,396	181,902
Total current liabilities		285,396	181,902
Total liabilities		285,396	181,902
Net assets		6,325,816	6,089,257
Equity			
Issued capital	6	21,011,416	19,946,161
Reserves	6	1,591,595	1,617,235
Accumulated losses		(16,273,338)	(15,474,139)
Total equity attributable to equity holders of the Company		6,329,673	6,089,257
Non-controlling interest		(3,857)	-
Total equity		6,325,816	6,089,257

The above statement should be read in conjunction with the accompanying notes.

Augur Resources Ltd and its controlled entities
Condensed Consolidated Interim Statement of Cash Flows
for the half-year ended 31 December 2012

	Note	31 December 2012 \$	31 December 2011 \$
Cash flows from operating activities			
Cash payments in the course of operations		(646,433)	(799,023)
Cash absorbed by operations		(646,433)	(799,023)
Interest received		4,080	70,098
Net cash used in operating activities		(642,353)	(728,925)
Cash flows from investing activities			
Payments for exploration expenditure		(344,597)	(2,277,645)
Net cash used in investing activities		(344,597)	(2,277,645)
Cash flows from financing activities			
Proceeds from share issue	6	1,123,750	1,228,666
Transaction costs on share issue	6	(58,495)	(61,433)
Net cash from financing activities		1,065,255	1,167,233
Net increase/(decrease) in cash and cash equivalents		78,305	(1,839,337)
Cash and cash equivalents at 1 July		157,421	3,601,724
Cash and cash equivalents at 31 December		235,726	1,762,387

The above statement should be read in conjunction with the accompanying notes.

Augur Resources Ltd and its controlled entities
Condensed Consolidated Interim Statement of Changes in Equity
for the half-year ended 31 December 2012

	Note	Issued Capital \$	Fair Value Reserve \$	Option Premium Reserve \$	Foreign Currency Translation Reserve \$	Accumulated Losses \$	Total \$	Non- Controlling Interest \$	Total Equity \$
Balance as at 1 July 2011		19,064,928	-	1,169,478	-	(5,620,689)	14,613,717	-	14,613,717
Total comprehensive income for the period									
Loss for the period		-	-	-	-	(818,979)	(818,979)	-	(818,979)
Other comprehensive income		-	-	-	-	-	-	-	-
Total comprehensive loss for the period		-	-	-	-	(818,979)	(818,979)	-	(818,979)
Transactions with owners, recorded directly in equity									
Contributions by and distributions to owners									
Issue of shares	6	1,228,666	-	-	-	-	1,228,666	-	1,228,666
Transaction cost - cash settled	6	(61,433)	-	-	-	-	(61,433)	-	(61,433)
Transaction cost - options issue as consideration	6	(286,000)	-	286,000	-	-	-	-	-
Share based payments	7	-	-	95,014	-	-	95,014	-	95,014
Total contributions by and distributions to owners		881,233	-	381,014	-	-	1,262,247	-	1,262,247
Balance at 31 December 2011		19,946,161	-	1,550,492	-	(6,439,668)	15,056,985	-	15,056,985
Balance as at 1 July 2012		19,946,161	7,500	1,609,735	-	(15,474,139)	6,089,257	-	6,089,257
Total comprehensive income for the period									
Loss for the period		-	-	-	-	(861,200)	(861,200)	(3,862)	(865,062)
Other comprehensive income		-	-	-	45	-	45	5	50
Diminution in fair value reserve		-	(2,250)	-	-	-	(2,250)	-	(2,250)
Total comprehensive loss for the period		-	(2,250)	-	45	(861,200)	(863,405)	(3,857)	(867,262)
Transactions with owners, recorded directly in equity									
Contributions by and distributions to owners									
Issue of shares	6	1,123,750	-	-	-	-	1,123,750	-	1,123,750
Transaction cost on issue of shares	6	(58,495)	-	-	-	-	(58,495)	-	(58,495)
Share based payments	7	-	-	38,565	-	-	38,565	-	38,565
Transfer of expired options		-	-	(62,000)	-	62,000	-	-	-
Total contributions by and distributions to owners		1,065,255	-	(23,435)	-	62,000	1,103,820	-	1,103,820
Balance at 31 December 2012		21,011,416	5,250	1,586,300	45	(16,273,338)	6,329,673	(3,857)	6,325,816

The above statement should be read in conjunction with the accompanying notes.

Augur Resources Ltd and its controlled entities

Notes to the Condensed Consolidated Interim Financial Statements

for the half-year ended 31 December 2012

1. REPORTING ENTITY

Augur Resources Ltd (the 'Company') is a company domiciled in Australia. The condensed consolidated interim financial statements of the Company as at and for the half-year ended 31 December 2012 comprise the Company and its controlled entities (together referred to as 'the Group').

The Group is primarily involved in the exploration of gold and copper projects.

The consolidated annual financial statements of the Group as at and for the year ended 30 June 2012 are available upon request from the Company's registered office at Level 2, 66 Hunter Street, Sydney, NSW, 2000 or at www.augur.com.au.

2. BASIS OF PREPARATION

(a) Statement of compliance

The condensed consolidated interim financial statements are general purpose financial statements prepared in accordance with the requirements of the *Corporations Act 2001* and Accounting Standard AASB 134 '*Interim Financial Reporting*'.

The condensed consolidated interim financial statements do not include full disclosures of the type normally included in an annual financial report. Accordingly, this report is to be read in conjunction with the annual report for the year ended 30 June 2012 and any public announcements made by the Company during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001* and the ASX Listing Rules.

These condensed consolidated interim financial statements were authorised for issue by the Directors on 15 March 2013.

(b) Estimates

The preparation of the condensed consolidated interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed consolidated interim financial statements, the significant judgements made by management in applying the accounting policies of the Group and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 30 June 2012.

During the half-year ended 31 December 2012 the significant accounting judgements and key estimates relate to:

- (i) Note 2(c) - Going concern
- (ii) Note 4 - Exploration and evaluation expenditure
- (iii) Note 7 - Share based payments

(c) Going concern

The condensed consolidated interim financial statements have been prepared on a going concern basis which contemplates the realisation of assets and settlement of liabilities in the ordinary course of business.

The Group has incurred a trading loss of \$865,062 in the half-year ended 31 December 2012 and has accumulated losses of \$16,273,338 as at 31 December 2012. The Group has cash on hand of \$235,726 at 31 December 2012 and used \$986,950 of cash in operations including payments for exploration for the half-year ended 31 December 2012. These conditions give rise to a material uncertainty that may cast significant doubt upon the Group's ability to continue as a going concern.

Augur Resources Ltd and its controlled entities

Notes to the Condensed Consolidated Interim Financial Statements for the half-year ended 31 December 2012

2. BASIS OF PREPARATION (continued)

(c) Going concern (continued)

The ongoing operation of the Group is dependent upon:

- the Group raising additional funding shareholders or other parties; and/or
- the Group reducing expenditure in-line with available funding.

The Directors have prepared cash flow projections that support the ability of the Group to continue as a going concern. These cash flow projections assume the Group obtains sufficient additional funding from shareholders or other parties. If such funding is not achieved, the Group plans to reduce expenditures significantly.

In the event that the Group does not obtain additional funding and/or reduce expenditure in-line with available funding, it may not be able to continue its operations as a going concern and therefore may not be able to realise its assets and extinguish its liabilities in the ordinary course of operations and at the amounts stated in the condensed consolidated interim financial statements.

3. SIGNIFICANT ACCOUNTING POLICIES

Except as described below, the accounting policies applied by the Group in these condensed consolidated interim financial statements are the same as those applied by the Group in its consolidated annual financial statements as at and for the year ended 30 June 2012. The following change in accounting policy is also expected to be reflected in the Group's consolidated annual financial statements as at and for the year ending 30 June 2013.

(a) Presentation of transactions recognised in other comprehensive income

From 1 July 2012 the Group applied amendments to AASB 134 *Interim Financial Reporting* outlined in AASB 2011-9 *Amendments to Australian Accounting Standards - Presentation of Items of Other Comprehensive Income*. The change in accounting policy only relates to disclosures and has had no impact on consolidated earnings per share or net income. The changes have been applied retrospectively and require the Group to separately present those items of other comprehensive income that may be reclassified to profit or loss in the future from those that will never be reclassified to profit or loss.

	As at 31 December 2012 \$	As at 30 June 2012 \$
4. EXPLORATION AND EVALUATION EXPENDITURE		
New South Wales	2,369,070	2,362,400
Indonesia	3,645,225	3,338,592
	6,014,295	5,700,992

The ultimate recoupment of these costs is dependent on the successful development and exploitation, or alternatively sale, of the respective areas of interest.

5. OTHER ASSETS

Environmental bonds	55,000	55,000
Deposits	-	73,827
	55,000	128,827

During the period the directors impaired the carrying value of a \$73,827 deposit held in Indonesia in relation to a potential property acquisition.

Augur Resources Ltd and its controlled entities
Notes to the Condensed Consolidated Interim Financial Statements
for the half-year ended 31 December 2012

	As at 31 December 2012 \$		As at 30 June 2012 \$
6. CAPITAL AND RESERVES			
Issued and paid up capital			
205,281,798 ordinary shares fully paid (30 June 2012 - 177,188,048)	21,011,416		19,946,161
	Nº of shares	\$	Nº of shares
			\$
Ordinary shares			
Fully paid ordinary shares carry one vote per share and carry the right to dividends.			
Movement in ordinary shares on issue			
Balance at the beginning of the period	177,188,048	19,946,161	171,044,717 19,064,928
Shares issued during the period			
Fully paid ordinary shares issued 4 July 2011	-	-	6,143,331 1,228,666
Transaction costs - settled in cash	-	-	- (61,433)
Transaction costs - options issued as consideration	-	-	- (286,000)
Fully paid ordinary shares issued 12 September 2012	28,093,750	1,123,750	- -
Transaction costs	-	(58,495)	- -
Balance at the end of the period	205,281,798	21,011,416	177,188,048 19,946,161

During the half-year ended 31 December 2012, the Company offered to shareholders a Security Purchase Plan ('SPP'), at an issue price of \$0.04. Shareholders subscribed for 10,500,000 shares under the SPP, raising \$420,000. In conjunction with the SPP, on 12 September 2012 the Company issued 17,593,750 new shares for a total consideration of \$703,750, to a range of Australian and overseas investors.

7. SHARE BASED PAYMENTS

The Company has a share option program that entitles key management personnel to be granted options in the Company.

There were no options issued during the half-year ended 31 December 2012 (half-year ended 31 December 2011 - 2,000,000 options issued).

Share based payment expense arising from options issued in prior periods amounted to \$38,565 (half year ended 31 December 2011 - \$95,014).

During the half-year ended 31 December 2012, 1,000,000 options expired unexercised.

Augur Resources Ltd and its controlled entities
Notes to the Condensed Consolidated Interim Financial Statements
for the half-year ended 31 December 2012

8. SEGMENT REPORTING

The Group determines and presents operating segments based on the information that internally is provided to the Managing Director, who is the Group's chief operating decision maker.

Inter-segment pricing is determined on an arm's length basis.

Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Unallocated items comprise mainly income earning assets and revenue, interest bearing loans, borrowings and expenses, and corporate assets and expenses.

Segment capital expenditure is the total cost incurred during the period to acquire segment assets that are expected to be used for more than one period.

Geographical segments

For the half-year ended 31 December 2012 the Company principally operated in Indonesia and NSW, Australia in the mineral exploration sector.

The Group has two reportable geographic segments, as described below:

Operating Segment	Indonesia \$	NSW \$	Unallocated \$	Consolidated total \$
31 December 2012				
Segment revenue				
Revenue – external	-	-	-	-
Finance income	-	-	4,080	4,080
Total revenue	-	-	4,080	4,080
Segment loss before income tax				
	(228,737)	-	(636,325)	(865,062)
Segment assets				
	3,662,532	2,424,070	524,610	6,611,212
31 December 2011				
Segment revenue				
Revenue – external	-	-	-	-
Finance income	-	-	70,098	70,098
Total revenue	-	-	70,098	70,098
Segment loss before income tax				
	(201,131)	-	(617,848)	(818,979)
Segment assets				
	10,062,398	3,195,442	1,859,805	15,117,645

Augur Resources Ltd and its controlled entities
Notes to the Condensed Consolidated Interim Financial Statements
for the half-year ended 31 December 2012

9. SUBSEQUENT EVENTS

No matters or circumstances have arisen since the end of the reporting period, which significantly affected or may significantly affect the operations of the Group, the results of those operations, or the state of affairs of the Group in future financial years.

10. CONTROLLED ENTITIES

Particulars in relation to controlled entities:

	Country of incorporation	Company interest in ordinary shares	
		31 December 2012	30 June 2012
		%	%
<i>Parent entity</i>			
Augur Resources Ltd	Australia	-	-
<i>Controlled entities</i>			
Augur Investments Pty Limited	Australia	100	100
Bugis Pty Ltd	Australia	100	-
Goron Pty Ltd	Australia	100	-
PT Alexis Perdana Mineral	Indonesia	80	-
Solindo Pty Ltd	Australia	100	100
Wonogiri Pty Ltd	Australia	89	89

During the period, the Company incorporated in Australia the entities Bugis Pty Ltd and Goron Pty Ltd.

During the period, the Company satisfied the expenditure requirements to earn an 80% equity interest in PT Alexis Perdana Mineral, the holder of the Wonogiri licence.

Augur Resources Ltd and its controlled entities Directors' Declaration

In accordance with a resolution of the Directors of Augur Resources Ltd, I state that:

In the opinion of the Directors:

(a) the financial statements and notes set out on pages 10 to 18 are in accordance with the *Corporations Act 2001* including:

- (i) giving a true and fair view of the Group's financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- (ii) complying with Australian Accounting Standard AASB 134 '*Interim Financial Reporting*' and the *Corporations Regulations 2001*; and

(b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

On behalf of the Board



Grant Kensington
Managing Director
Sydney

15 March 2013



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF AUGUR RESOURCES LTD

We have reviewed the accompanying interim financial report of Augur Resources Ltd ('the Company'), which comprises the condensed consolidated interim statement of financial position as at 31 December 2012, condensed consolidated interim statement of comprehensive income, condensed consolidated interim statement of changes in equity and condensed consolidated interim statement of cash flows for the half-year ended on that date, notes 1 to 10 comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration of the Group comprising the Company and the entities it controlled at the half-year's end or from time to time during the half-year.

Directors' Responsibility for the Interim Financial Report

The directors of the Company are responsible for the preparation of the interim financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the interim financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the interim financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the interim financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's financial position as at 31 December 2012 and its performance for the half-year ended on that date; and complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As auditor of Augur Resources Ltd, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of an interim financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Independence

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*.



INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF AUGUR RESOURCES LTD

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the interim financial report of Augur Resources Ltd is not in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Group's financial position as at 31 December 2012 and of its performance for the half-year ended on that date; and
- b) complying with Australian Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

Material uncertainty regarding continuation as a going concern

Without modifying our conclusion, we draw attention to Note 2(c), 'Going Concern' in the interim financial report. The conditions disclosed in Note 2(c), including raising additional funding from shareholders or other parties and/or the Group reducing expenditure in-line with available funding, indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern and, therefore, whether it will realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the interim financial report.

KPMG
15 March 2013
Brisbane

Stephen J. Board
Partner