



21 April 2011

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(1 page by email)

Dear Madam,

Debt for Equity Swap

The Directors of Augur Resources Ltd ('Augur' or 'the Company') advise that the Board has proposed a debt for equity swap relating to unsecured interest free loans provided to the Company by Mr Norman Seckold. These loans were provided to the Company between December 2009 and June 2010.

The debt to equity swap proposed is for the issue of shares calculated at the previous capital raising price of \$0.165 per share which was completed on 17 August 2010. The outstanding loan is \$1,931,804 and therefore the proposed number of shares to be issued is 11,707,903.

The debt to equity swap is subject to shareholder approval which will be sought at the next general meeting of members.

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

Yours sincerely

A handwritten signature in blue ink, appearing to read 'G Kensington', is written over a light blue horizontal line.

Grant Kensington
Managing Director

pjn5968