

2 May 2011

The Manager Companies
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

(5 pages by email)

Dear Madam,

Significant Gold and Copper at Lipi West

- Further gold and copper intersected at the Lipi West prospect confirming a new mineralised zone only 150 metres to the west of the main Lipi zone.
- Significant copper intersected in hole JARC068 with **14.0 metres at 1.18 g/t gold and 0.98% copper and 22.8 g/t silver** from 84.0 metres.
- JARC054, also located in the Lipi West prospect, returned **6.0 metres at 3.75 g/t gold and 0.13% copper** from 84.0 metres, ending in mineralisation.
- JARC061 returned **3.0 metres at 5.19 g/t gold** from 55.0 metres.
- Lipi West prospect remains open to north and south.

The Directors of Augur Resources Ltd ('Augur' or 'the Company') are pleased to advise that further results from 17 drill holes have been received from the reverse circulation (RC) drill program currently underway at the Jampang project in south west Java.

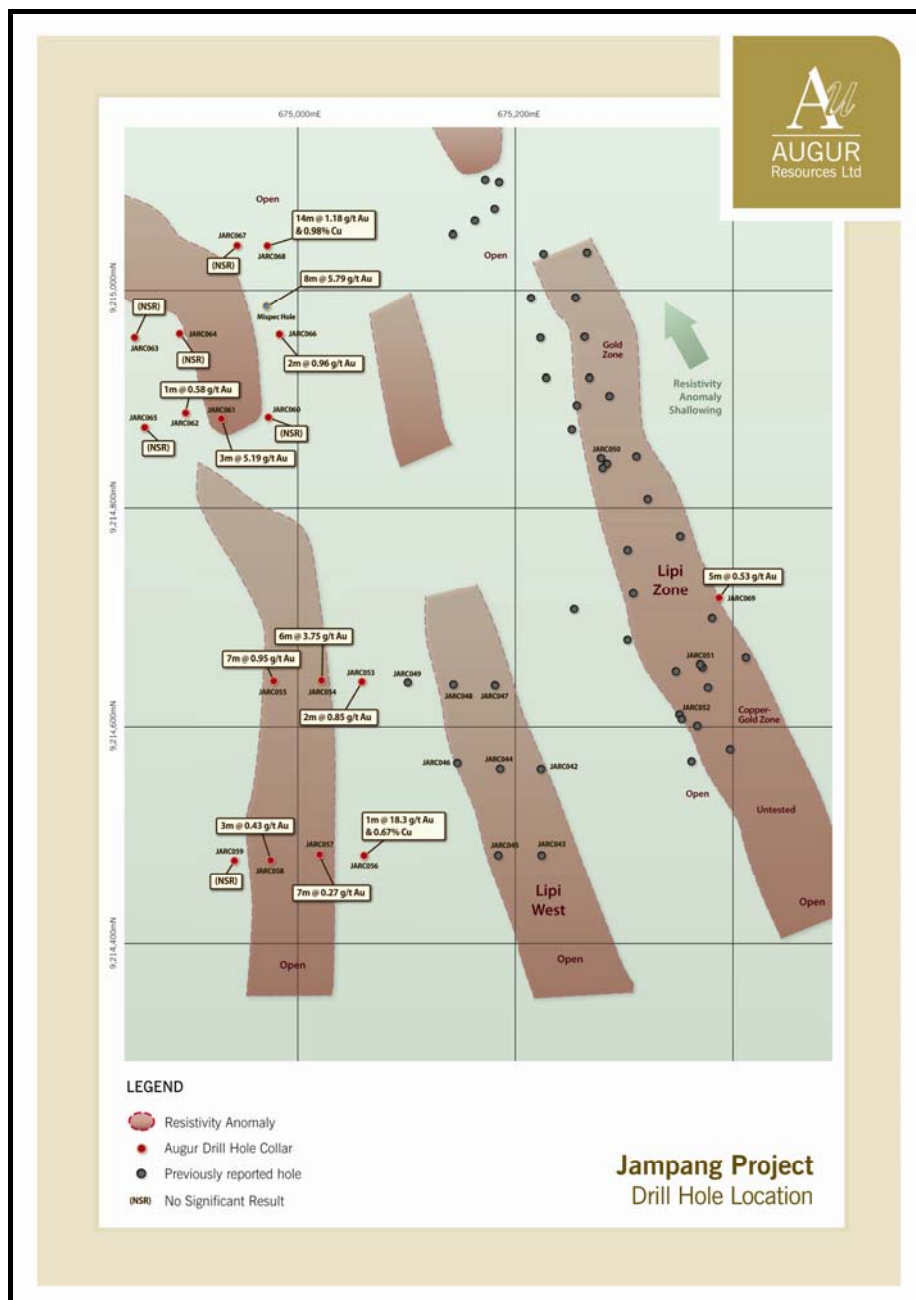
Drilling at the Lipi West prospect continues to return encouraging results with a number of significant gold zones intercepted. Significant gold and copper was intersected in hole JARC068 which is located in the northern portion of Lipi West. This hole not only indicates that the Lipi West zone may extend further north than previously thought but also may contain significant copper. Previous results at Lipi indicated that the higher grade copper zones (> 0.5% copper) were contained solely in the Lipi zone. These results have now shown that copper mineralisation is more widely spread than previously thought.

The zone to the north of JARC068 has not been drill tested.

Hole JARC054 was drilled to a depth of 84.0 metres. The final 6.0 metres of the hole returned 3.75 g/t gold and 0.13% copper. This hole will be extended in due course.

Hole JARC061 returned 3.0 metres at 5.19 g/t gold from 55 metres.

Holes JARC054, JARC061 and JARC068 are thought to have intersected mineralisation along strike of that drilled by Mispac in the 1990s where a drill hole reportedly returned 8.0 metres at 5.79 g/t gold from 114.0 metres depth. This mineralised zone has not been closed off along strike to either the north or south.



Drilling at Lipi West has been wide spaced with the aim of testing regional targets. The success of this program has resulted in further drill holes being planned in the area to better define the mineralisation discovered.

The first results from a single hole on the eastern edge of the Lipi zone, hole JARC069, have been received and indicates gold mineralisation prospectivity adjacent to Lipi with hole JARC069 intersecting 5.0 metres at 0.53 g/t gold from 73.0 metres.

Further drilling to the east of Lipi has been undertaken and the Company is awaiting results.

Current Activities

RC drilling is currently focused on testing northern extensions of the main Lipi mineralisation. Metallurgical testing continues on diamond core samples to test and define methods for extracting both gold and copper from the Lipi deposit.

Drilling Results

Hole	Prospect	Easting	Northing	Dip	Azimuth (Mag)	From	To	Interval (m)	Gold g/t	Copper %	Silver g/t
JARC053	Lipi West	675067	9214636	60	270	46.0	48.0	2.0	0.85	0.15	5.9
JARC054	Lipi West	675026	9214634	60	270	84.0	90.0	6.0*	3.75*	0.13	1.7
JARC055	Lipi West	674977	9214638	60	270	89.0	95.0	7.0	0.95	-	7.5
JARC056	Lipi West	675057	9214478	60	270	45.0	46.0	1.0	1.83	0.67	32.6
JARC057	Lipi West	675019	9214477	60	270	91.0	98.0	7.0	0.27	-	-
JARC058	Lipi West	674977	9214476	60	270	32.0	35.0	3.0	0.43	0.11	4.3
JARC059	Lipi West	674944	9214476	60	270						NSR
JARC060	Lipi West	674974	9214883	60	270						NSR
JARC061	Lipi West	674931	9214881	60	270	55.0	58.0	3.0	5.19	-	-
JARC062	Lipi West	674899	9214887	60	270	34.0	35.0	1.0	0.52	0.18	3.3
JARC063	Lipi West	674852	9214956	60	270						NSR
JARC064	Lipi West	674893	9214960	60	270						NSR
JARC065	Lipi West	674862	9214874	60	270						NSR
JARC066	Lipi West	674984	9214958	60	270	0.0	2.0	2.0	0.96	-	-
JARC067	Lipi West	674945	9215041	60	270						NSR
JARC068	Lipi West	674973	9215040	60	270	84.0	98.0	14.0	1.18	0.98	22.8
			and			101.0	104.0	3.0	0.70	0.20	7.2
JARC069	Lipi	675384	9214717	60	255	73.0	78.0	5.0	0.53	0.18	1.0

Assaying has been completed by PT Intertek Utama Services, a subsidiary of Intertek Group Inc. Independent standards and/or blanks are used in each sample batch at approximately 20 metre intervals. Mineralisation cut-off is 0.5 g/t gold and/or 0.3% copper with a maximum contiguous dilution interval of 2.0 metres.

The information in this ASX announcement referring to Significant Gold and Copper at Lipi West Zone 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.

JAMPANG GOLD PROJECT

The Jampang gold 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. Historical mapping and drilling, indicates that gold bearing veins consistent with epithermal or mesothermal style mineralisation exist in the area.

Whilst the area covered by the IUPs (Izin Usaha Pertambangans or mining business licences) has undergone historical gold mining, limited modern exploration has been conducted with the exception of a three year program undertaken between 1996 and 1998 by Canadian mining company Mispec Resources Inc ('Mispec').

Mispec identified a major structural trend with numerous gold occurrences and zones of significant alteration within the project licence area. Mispec drilling focused on a large alteration zone at Cigaru which covers the northern half of the licences and contains the Lipi and Puteran-Simpang gold prospects. Mineralisation identified by the historical drilling remains open at depth and along strike.

Furthermore, Mispec undertook geophysical surveys subsequent to their main drilling program and identified anomalies associated with the known mineralisation and four additional anomalies which either have not been drill tested or have had only limited drill testing.



Location of the Central Jampang Gold Project, West Java, Indonesia.

Augur has a 2 year option to purchase 90% of PT Golden Pricindo Indah, the company holding the licences covering the central Jampang Gold project.

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

Yours sincerely



Grant Kensington
Managing Director

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