



Augur Resources Ltd.
Quarterly Activity Report ending 31 December 2008
(ASX: AUK)

January 29, 2009

OPERATIONAL HIGHLIGHTS

Key Outcomes

- Re-sampling of diamond core drilled during the 1970's by North Broken Hill / Hastings at the Yeoval Mine prospect shows that significant gold was intersected and either not analysed at the time, or those results that were reported in the 1970's appear to have significantly underestimated the gold content.
- The database for the resource calculation of copper-gold-molybdenum mineralisation at Yeoval Mine prospect is nearing completion.
- Further rock chipping in the region of the Lightning prospect at Tullamore was completed. Initial results indicate two rock chip samples returning **greater than 10 g/t gold**. Further analysis is required on these very high grade samples to determine the actual level of gold in the samples.
- Two trial soil sample lines were completed at the Tullamore Mine prospect within the Tullamore tenement. The highest soil gold result received was 8.23 g/t gold within a 100m wide zone of anomalous gold.

CORPORATE

Mr Tully Richards resigned as a director of Augur Resources in light of his other extensive business commitments. The Chairman on behalf of the Board extended his gratitude and best wishes to Mr. Richards for his considerable and valuable contribution to the development and growth of Augur Resources.

The current international financial environment is impacting both the demand and value of mineral resources internationally. The company's financial position continues to be closely monitored. Augur Resources is focused on cost management and in addition has pared back administration and exploration expenditure whilst the high level of uncertainty remains in the resource investment market. However, Augur will continue to complete the JORC compliant resource estimations at Yeoval. Management will also continue to carefully monitor the implications of the world financial crisis and carefully control costs.

A small tenement "Five Ways" was granted to Augur Resources during the quarter. The tenement covers the projected strike of the Homeville nickel-cobalt deposit located on Augur's Collierina tenement.

KEY PROJECTS

Yeoval E.L. 6311

The Yeoval tenement covers an area of 147km² and has potential for a Cadia-Ridgeway or Northparkes style of porphyry copper-gold ± molybdenum mineralisation, epithermal gold ± silver mineralisation and magnetite rich copper-gold mineralisation. The primary areas of focus are the Yeoval Mine prospect, Goodrich prospect and ten further targets which are being systematically explored.

During the quarter focus has been on the Yeoval Mine prospect. Progression towards estimating a **JORC compliant resource has commenced, with an initial resource estimate expected to be completed during the first quarter of 2009.**

Yeoval Mine Prospect

Exploration in the 1970's identified porphyry styled copper mineralisation at the Yeoval Mine prospect. Drilling by North Broken Hill / Hastings at the time was focussed on identifying a large copper ore body. Gold and silver were known to occur

in the region. However, gold was not systematically analysed for. Some of the better intersections from the 1970's included 42m at 0.93% copper and 30.5m at 0.89% copper. Augur Resources is focusing on high grade sulphide areas within the Yeoval Mine prospect and on areas under cover adjacent to the known mineralisation.

During 2008 Augur Resources completed a drilling program at Yeoval Mine prospect. The drill program was highly successful with the confirmation of two high grade zones at Yeoval, the identification of significant mineralisation approximately 280m southeast of the main area of previously known mineralisation and the conclusion that gold and silver mineralisation covers a much broader area than identified by North Broken Hill / Hastings.

Results received during the quarter relate to the re-sampling and analysis of core drilled during the 1970's by North Broken Hill / Hastings. The re-sampling was undertaken to determine the reliability of the North Broken Hill / Hastings reported results and to determine the extent of gold in the core.

The re-sampling results show that significant gold was intersected and either not analysed at the time, or those results that were reported in the 1970's appear to have significantly underestimated the gold content. The re-sampling program shows that copper results reported from the 1970's drilling appear to be reliable.

Comparison of the gold results indicate that the most significant variability included:

- North Broken Hill / Hastings previously reported an intersection of 14.1m at **0.15 g/t gold** in hole Y11 from 211.2m. Augur Resources re-sampled over 13.7m from 211.3m and results returned **0.97 g/t gold**.
- North Broken Hill / Hastings previously reported an intersection of 17.9m at **0.49 g/t gold** in hole Y11 from 136.3 m. Augur Resources re-sampled over 18.3m from 136m and results returned **0.96 g/t gold**.
- North Broken Hill / Hastings previously reported an intersection of 10.5m at **0.40 g/t gold** in hole Y11 from 155m. Augur Resources re-sampled over 10m from 156m and results returned **1.04 g/t gold**.

Collerina E.L. 6336

The Collerina tenement is located 40km south of Nyngan in central NSW, covering an area of 300km² within the Fifield Platinum Province. The tenement contains the Homeville nickel-cobalt deposit (12.2Mt @ 0.91% nickel and 0.06% cobalt), which was discovered by Augur Resources in 2008.

During the December quarter Augur Resources commenced the first stage of metallurgical testing of the nickel-cobalt mineralisation at Collerina. Finalisation of the preliminary testing is expected in April 2009.

Tullamore E.L. 6312

The Tullamore E.L. is located 20kms north of the largest historical platinum producing region in Australia, at Fifield. The tenement includes two areas of known gold mineralisation within volcanics/metasediments. These are the Tullamore goldfield and the Burra gold-tin-platinum field both associated with buried, near-surface intrusions.

A follow up field investigation of the abandoned Lightning gold mine and Tullamore gold mine region was undertaken during the quarter. In the previous quarter it was reported that 10 rock chips had been collected from the Lightning Mine prospect with best results of 6.51 g/t gold, 5.04 g/t gold and 1.22 g/t gold.

A total of 31 regional rock chips and 25 soil samples were collected during the quarter. Finalised results for the rock chips are yet to be received as additional analysis is required to determine the very high gold results of two regional samples (>10 g/t gold). Of the remaining 29 rock chip samples 7 had anomalous gold of between 0.2 g/t and 2.8 g/t gold.

Two soil lines were undertaken to the northeast of the abandoned Tullamore mine workings. The lines were undertaken to follow up a soil anomaly previously identified by BHP. BHP had defined drill targets in the area of the anomaly but abandoned drill testing of the targets due to wet ground conditions at the time. The soil sample results indicate a strong soil anomaly (21 ppb to 8230 ppb gold) – approximately

100m wide on one of the lines. Follow up of this anomaly will be undertaken during 2009.

Appendix 5B

The attached Appendix 5B is Augur Resources quarterly statement of cash flows for the three month period ending 31 December 2008.

For further information, please contact:

Grant Kensington

Managing Director

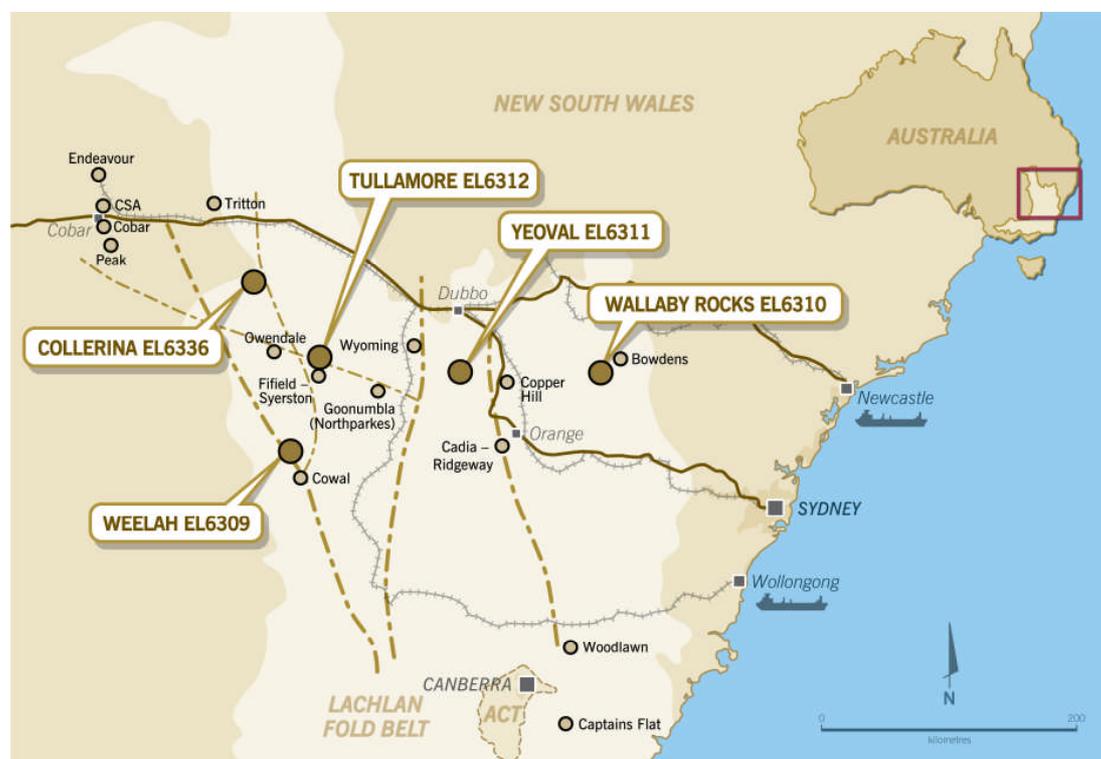
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The information in this ASX announcement referring to Augur Resources 31 December 2008 Quarterly Report, is based on information compiled by Augur staff and approved by Robert McLennan, who is a Fellow of the AusIMM.

Mr McLennan is the principal of Mineral Exploration Consultants Pty Ltd., which is a geological consultancy. Mr McLennan has had over 40 years experience as a geologist and has had sufficient experience relevant to the styles of mineralisation and the types 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. Mr McLennan consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

Augur's projects



About Augur

Augur Resources is a NSW-based resource development company, with a focus on copper, gold and nickel projects within the Lachlan Fold Belt in central and western NSW. The region is a known producing area, especially for copper, gold and base metals and Augur is seeking to establish JORC define resources at its key projects with the intention of moving them to the pre-feasibility stage in the medium term.

The Company has a highly experienced Board and Management team, which includes extensive porphyry and epithermal copper-gold exploration experience both internationally and in NSW.

For more information, please visit www.augur.com.au