

**BC FORM 53-901F**

This is the form of a material change report required under section 85 (1) of the *Securities Act* and section 151 of the *Securities Rules*.

**Item 1: Reporting Issuer**

Augusta Resource Corporation (the "Corporation")  
400 - 837 West Hastings Street  
Vancouver, B.C. V6C 3N6

**Item 2: Date of Material Change**

July 9, 2004

**Item 3: Press Release**

Issued July 9, 2004

**Item 4: Summary of Material Change**

Results from 2003 summer exploration program on the BH and AW properties located in Nunavut, Canada.

**Item 5: Full Description of Material Change**

Augusta Resource Corporation (the "Company") announces it has received the results from the 2003 summer exploration program conducted on the BH and AW properties located in Nunavut, Canada, from Ashton Mining (Northwest Territories) Ltd. ("Ashton"), a wholly owned subsidiary of Ashton Mining of Canada Inc.

Ashton collected a total of 189 till samples that were processed for kimberlite indicator minerals at Ashton's laboratory in North Vancouver, B.C. The majority of the results from the samples show anomalous olivine concentrations, considered to come from non-kimberlitic sources not on the claims. Similarly, other kimberlitic indicator minerals which occurred as sporadic, single-digit counts across both properties are also considered to originate from sources not on the claims. No further work is recommended.

In addition, Ashton has notified the Company that it is terminating the agreements on the BH and AW properties wherein Ashton had the option to earn a 0% working interest in the properties. The Company will not proceed further with the BH and AW properties.

The Company continues to hold interests in four properties in the Coronation Diamond District, Nunavut.

**Item 6: Reliance on section 85 (2) of the Act**

This report is not confidential.

**Item 7: Omitted Information**

No information has been omitted in this regard.

**Item 8: Senior Officers**

Richard W. Warke, President or Purni Parikh - Tel: 604.687.1717

**Item 9: Statement of Senior Officer**

The foregoing accurately discloses the material change referred to herein.

DATED at Vancouver, B.C. this 9th day of July 2004.

/s/ "Purni Parikh"

Name: Purni Parikh

Title: Corporate Secretary