

**REPORT ON ACTIVITIES FOR THE QUARTER ENDED
30 SEPTEMBER 2010
(ASX: AUK)**

28 October 2010

OPERATIONAL HIGHLIGHTS

- Diamond drill results from the Central Jampang gold project in Indonesia have returned some significant intersections including:
 - o **18.0 metres at 2.46g/t gold, 0.91% copper and 11.9g/t silver** from 47 metres; and **3.8 metres at 5.97g/t gold, 2.97% copper and 25.7g/t silver** from 102 metres (hole JADD29).
 - o **15.0 metres at 0.90g/t gold, 2.01% copper and 18.6g/t silver** from 84 metres; and **13.6 metres at 0.97g/t gold, 2.26% copper and 14.9g/t silver** from 104 metres (hole JADD24).
 - o **12.3 metres at 3.70g/t gold and 12.7g/t silver** from 63 metres; and **3.0 metres at 14.35g/t gold, 0.59% copper and 8.9g/t silver** from 104 metres (hole JADD14).
- Multiple zones of mineralisation have been identified.
- Strike length of Lipi gold zone extended considerably.
- Results continue to support the existence of a significant gold deposit at Jampang. The significant copper values also indicate the area is highly prospectively for copper.
- Geophysical surveys have been completed and drilling of geophysical anomalies planned.
- Metallurgical studies and modelling of the mineralisation at Homeville nickel-cobalt deposit commenced during the period.

CORPORATE HIGHLIGHTS

- Augur Resources Ltd ('Augur' or 'the Company') raised \$2,600,000 through the issue new shares. Augur now has a total of 125,480,145 listed shares.

KEY PROJECTS

Augur is a resource development company, with a focus on gold, copper and nickel projects within Indonesia and the Lachlan Fold Belt of central and western NSW.

Central Jampang Gold Project

During the quarter Augur continued its successful diamond drill program at the central Jampang project. The focus of the drilling during the period has been on the Lipi prospect where historical drill results indicated a significant gold deposit.

An additional 18 holes were drilled during the period and results received for 17 holes. Eleven holes were targeted on the Lipi prospect, while the remainder were targeted on the Lipi North prospect. A key conclusion from the drilling during the quarter is that the mineralisation identified at Lipi appears to continue into Lipi North, which extends the historically known strike length of the mineralisation considerably.

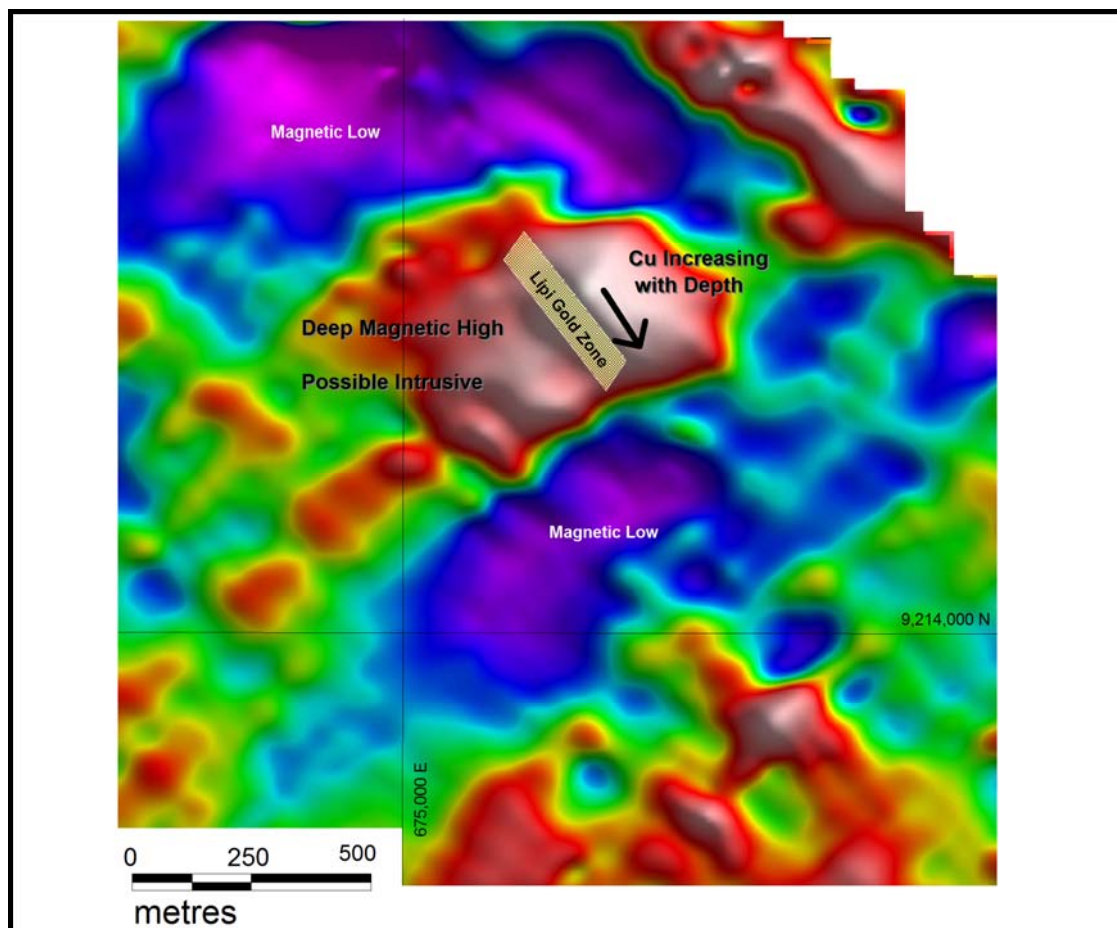
A selection of results is provided in the following table with more detailed results for the period included later in this report. Some of the more significant results from the drilling during the period were:

Hole	From (m)	Interval (m)	Gold (g/t)	Copper (%)	Silver (g/t)
JADD29	4.9	3.3	5.20		
and	47.0	18.0	2.46	0.91	11.9
and	102.0	3.8	5.97	2.97	25.7
JADD24	9.0	8.1	1.05	0.39	6.0
and	84.0	15.0	0.90	2.01	18.6
and	103.9	13.6	0.97	2.26	14.9
JADD14	63.2	12.3	3.70		12.7
and	104.3	3.0	14.35	0.59	8.9
JADD25	6.7	10.1	2.00		
and	22.5	12.0	1.35		3.7
JADD19	142.0	14.5	1.46	0.52	8.1
and	171.0	3.0	1.66	0.92	18.0

Selected drill results from the Jampang project September 2010 quarter.

The significant gold intersections identified during the quarter continue to provide encouragement at Lipi and within the Central Jampang project as a whole. Key features of the Lipi mineralisation are the shallow nature of the mineralisation, multiple zones of gold mineralisation, occurrence of very significant copper mineralisation in the south of the prospect and the steep dipping nature of the mineralisation.

Zones of higher grade gold have been identified at Lipi North and at Lipi. At Lipi, hole JADD14 returned 3.0 metres at a 14.35 g/t gold from 104.3 metres depth. This may indicate that high grade zones of gold exist within the Lipi mineralisation. Interpretation of the recently acquired ground magnetics is underway with the aim of identifying zones favourable for higher grade gold.



***High definition magnetics covering the Lipi and North Lipi prospects (plan view).
The source of the magnetic high is modelled at approximately 400m depth. The
magnetic lows appear to be associated with extensive alteration.***

Interpretation of the magnetics suggests a strong magnetic source exists directly below the known Lipi gold zone.

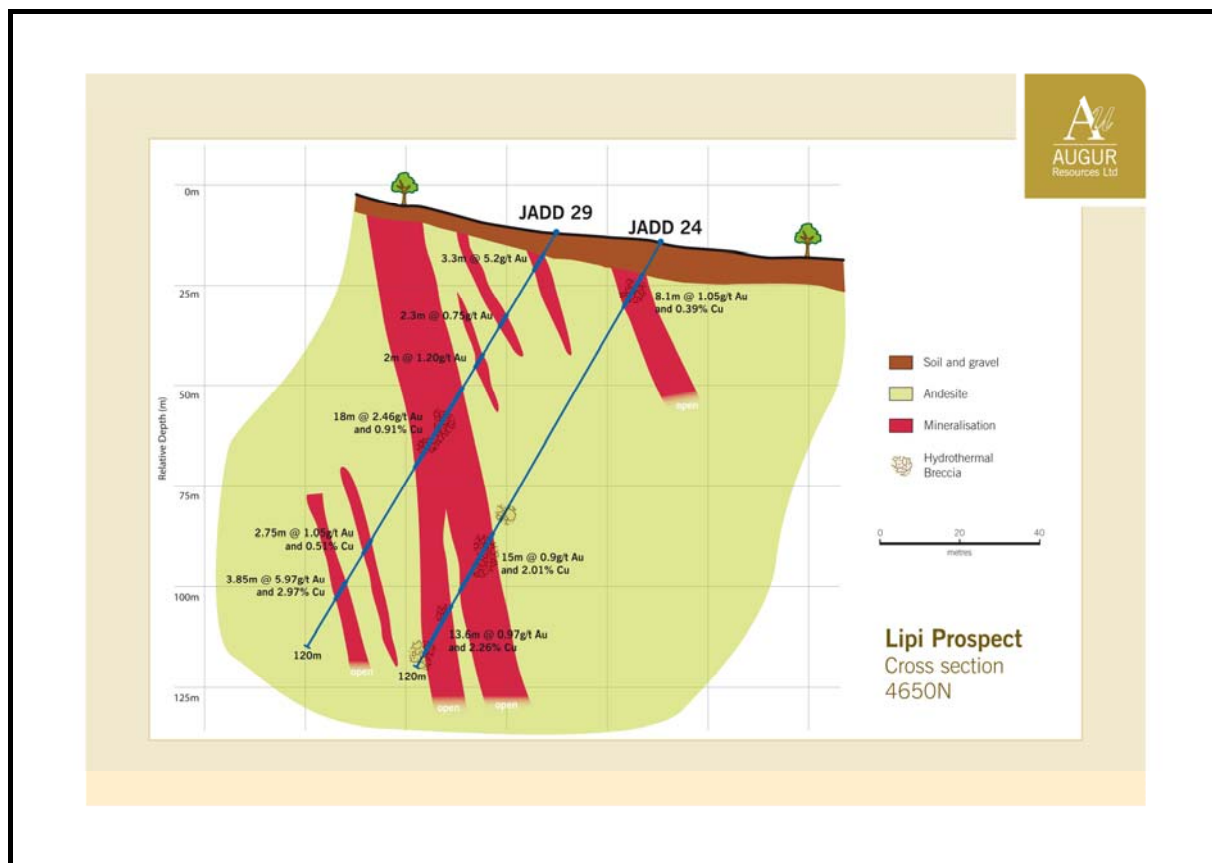
Copper mineralisation at Lipi has historically been identified, however systematic sampling for copper is understood not to have occurred. Drilling by Augur suggests that significant copper mineralisation may occur in the southern portion of the Lipi deposit. While a number of the holes drilled to date have intersected copper mineralisation, holes JADD24 and JADD29 intersected higher grade copper mineralisation.



Drill core from hole JADD24 showing extensive copper mineralisation.

Along with the reported gold mineralisation, hole JADD24 intersected anomalous copper over almost the entire hole interval with an average grade of 0.64% copper and 0.50g/t gold over 111.7 metres from only 8.0 metres depth (using 0.05% Cu cut off and maximum 2.0 metre of contiguous dilution). Within this zone are a number of high grade zones including 7.1 metres at 3.91% copper and 1.40g/t gold from 85.9 metres and a further 5.1 metres at 5.79% copper and 1.04g/t gold from 103.9 metres.

Hole JADD29 was drilled to test the up dip extension of the mineralisation. This hole also intersected significant copper mineralisation including 30.4 metres at 0.61% copper and 1.63g/t gold from 35.6 metres (using 0.1% Cu cut off and maximum 2.0 metre of contiguous dilution) which includes 9.4 metres at 1.42% copper and 3.69g/t gold from 50.0 metres.



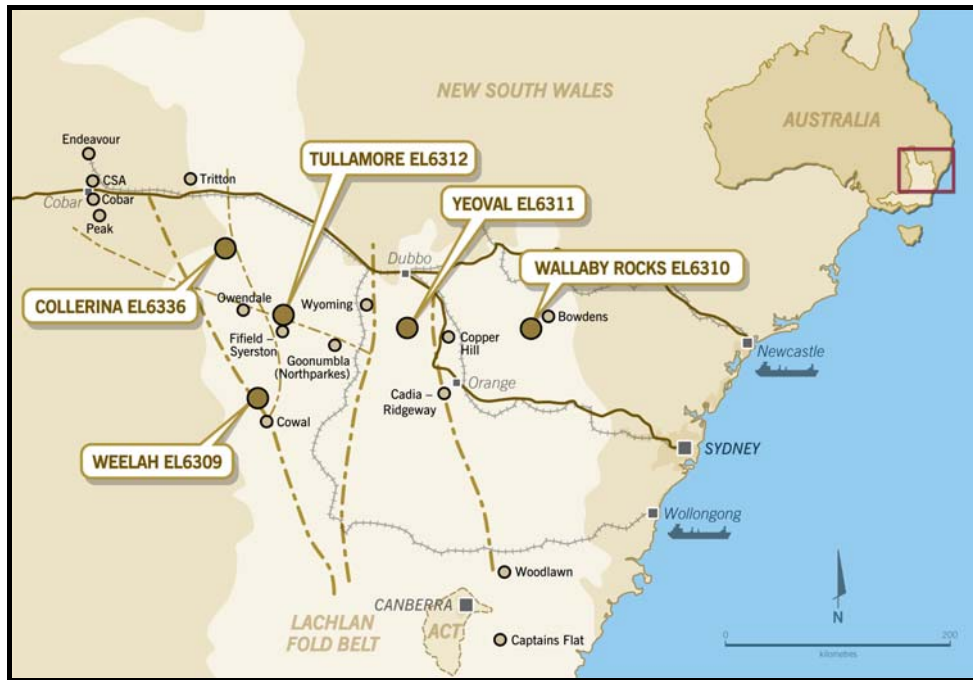
Cross section showing holes JADD24 and JADD29 and the gold and copper intervals.

Central and Western NSW

The central and western region of NSW hosts a number of world class deposits including the Cadia, Ridgeway and North Parkes deposits. Augur has JORC compliant inferred resource estimates for deposits at Yeoval (12.9Mt at 0.38% copper, 0.12g/t gold, 120ppm molybdenum and 2.1g/t silver) and the Collerina Homeville deposit (12.2Mt at 0.91% nickel and 0.06% cobalt). Both of these deposits remain open in extent and therefore are only partially defined.

Collerina (EL 6336)

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



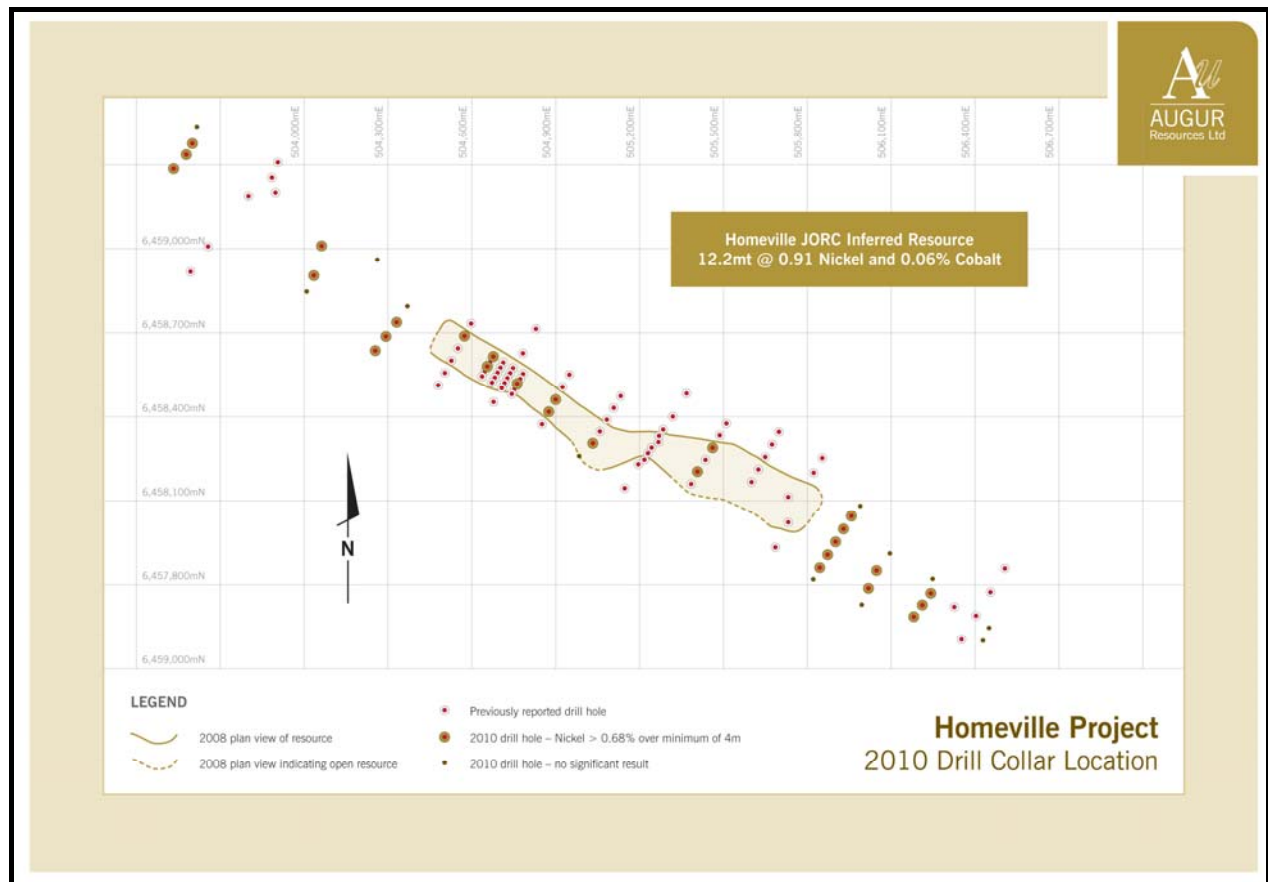
NSW Project Locations

During the quarter, Augur commenced further metallurgical studies of the limonite and saprolite. This phase of testing will aid in the development of a processing path for the Homeville mineralisation.



Drilling at the Homeville nickel-cobalt deposit.

During the quarter, further modelling of the Homeville mineralisation commenced and an update of the resource size and grade is expected prior to the end of 2010.



Drill hole collar locations and the outline of the current Homeville nickel – cobalt resource.

Yeoval (EL 6309), Tullamore (EL 6312), Weelah (EL 6309) and Wallaby Rocks (EL 6310)

No significant work was undertaken during the quarter on Yeoval, Weelah, Tullamore and Wallaby Rocks prospects. Augur is reviewing options for Yeoval, Weelah, and Tullamore. Wallaby Rocks was relinquished during the period.

CORPORATE

During the quarter Augur raised \$2.6 million before costs, at a price of \$0.165 per share from professional and sophisticated investors.

The funds are being used by the Company to extend its exploration program at the Central Jampang gold project in Indonesia.

Augur continues to pursue advanced exploration projects in Indonesia. During the quarter Augur's partner in Indonesia continued progression of the acquisition of properties held by the Hunamas Group of companies. Final resolution of this deal has yet to be reached.

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

Yours sincerely



Grant Kensington
Managing Director

pjn5676

Assay data from the Jampang drill program – September 2010 quarter. 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 20m intervals. Mineralisation cut-off is 0.5g/t gold and/or 0.3% copper with a maximum contiguous dilution interval of 2 metres.

Hole	East	North	Dip	Azimuth	From (m)	Interval (m)	Au (g/t)	Ag (g/t)	Cu (%)
JADD13	675,284	9,214,901	60	255	23.4	15.3	0.83	4.8	
	and				1373	1	8.92	2.4	
JADD14	675,254	9,214,893	60	255	63.2	12.3	3.70	12.7	0.19
	and				104.3	3	14.35	8.9	0.59
	and				114.3	5	0.57	5.5	0.67
JADD15	675,250	9,214,871	60	255	36	8	1.83	6.7	0.14
	and				52.2	5.6	2.43	4.7	0.21
JADD16	675,309	9,214,845	60	255	6.5	7	1.18	1.5	
	and				57.8	5	1.02	1.6	
	and				123	5.8	1.16	2.0	
JADD17	675,319	9,214,807	60	255	31	1.5	2.31	5.5	
	and				120	1	3.98	0.9	
	and				140.6	2.2	1.00	14.4	0.75
JADD18	675,300	9,214,760	60	255	11.5	8.8	1.48	1.8	
	and				59.8	6.3	0.75	3.3	0.19
JADD19	675,348	9,214,773	60	255	142	14.5	1.46	8.1	0.52
	and				171	3	1.66	18.0	0.92
JADD20	675,305	9,214,720	60	255	4.5	5.3	1.68		
	and				12.8	6.4	1.76	4.9	
	and				22.8	4.3	4.64	5.2	
	and				62.8	8.8	1.34	5.3	
JADD21	675,301	9,214,678	60	255	28.2	4.3	1.15		
JADD22	675,252	9,214,706	60	255		No Significant Results			
JADD23	675,378	9,214,698	60	255	31	19.5	0.68		0.15
	and				109.9	5.1	0.68	3.4	
	and				139	17	0.58	5.8	0.35
JADD24	675,369	9,214,654	60	255	9	8.1	1.05	6.0	0.39
	and				84	15	0.90	18.6	2.01
	and				103.9	13.6	0.97	14.9	2.26
JADD25	675,226	9,214,918	60	270	6.7	10.1	2.00		
	and				22.5	12	1.35		
JADD26	675,221	9,214,955	60	270	31	7.9	1.17	4.6	

<i>Hole</i>	<i>East</i>	<i>North</i>	<i>Dip</i>	<i>Azimuth</i>	<i>From (m)</i>	<i>Interval (m)</i>	<i>Au (g/t)</i>	<i>Ag (g/t)</i>	<i>Cu (%)</i>
JADD27	675,212	9,214,991	50	270	21.35	8.66	1.93	6.3	
JADD28	675,224	9,215,032	50	270	28.1	0.6	6.39	2.4	
	and				35	1.7	1.69	8.1	
JADD29	675,345	9,214,650	60	255	4.9	3.3	5.20		
	and				23.8	2.3	0.75	3.7	0.19
JADD29(cont)	and				36.6	2.0	1.20	2.0	0.17
	and				47	18	2.46	11.9	0.91
	and				89.5	2.75	1.05	4.1	0.51
	and				102	3.85	5.97	25.7	2.97
JADD30	675360	9214567	60	255	15.6	14.1	1.54	3.9	0.13

The information in this ASX announcement referring to Augur Resources Ltd's 30 September 2010 Quarterly Report is based on information compiled by Augur staff 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 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 Kensington consents to the inclusion in the report of matters based on his information in the form and context in which it appears.

About the Central Jampang Gold Project

The Central Jampang gold project covers an area of approximately 390 hectares in south-western Java, Indonesia. Augur has an option to acquire 90% of PT Golden which holds exploitation and exploration licences covering the project area. The licence area covers a highly prospective mineralised zone which had been a focus of exploration by Mispac Resources Inc ('Mispac') in the mid 1990s. Java hosts a number of gold deposits including the Pongkor gold-silver deposit (+3,000,000 ounce gold deposit) which is approximately 50 kilometres north northwest of the Central Jampang licence area.

The general geology of the Jampang area consists of Miocene/Oligocene andesite and dacite rocks overlain, in part, by recent volcanic tuffs. The volcanic tuffs have a thickness of up to 20 metres. Steeply dipping breccias and quartz veining have been identified within the Central Jampang Gold project area.

Mispec identified and reported significant epithermal gold mineralisation associated with structural trends. Much of this mineralisation is reported to be 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.

Mispec was planning to undertake further work at Jampang, but was hampered in raising sufficient funds due to negative sentiment in the market in light of the 1997 Bre-X scandal, the Asian financial crisis and the prevailing price of gold.

Augur is progressing towards establishing the preliminary JORC resource for the Central Jampang Gold project.



Central Jampang Gold Project Location

Diamond drilling is being undertaken to confirm previous results. Drilling is also been undertaken to define further mineralisation along strike and below the historically reported mineralisation.