

AURUM PROJECT UPDATE

- Geophysical survey over Penny South is about to commence.
- The Gradient array Induced Polarisation survey will take two weeks to complete, and results should be available shortly after.

Aurum is pleased to announce that a ground Induced Polarisation (IP) geophysical survey at its Penny South project is scheduled to commence in the first week of March. The IP Gradient Array survey over a 5.2km² block covers the historical anomalous nickel strike and the majority of the recent drilling (Figure 1). The main target for the IP is potential Ni-Cu in the ultramafic schist units which are probably more extensive than the mapped basement, given the historic nickel intersection plots within the mapped granitic basement.

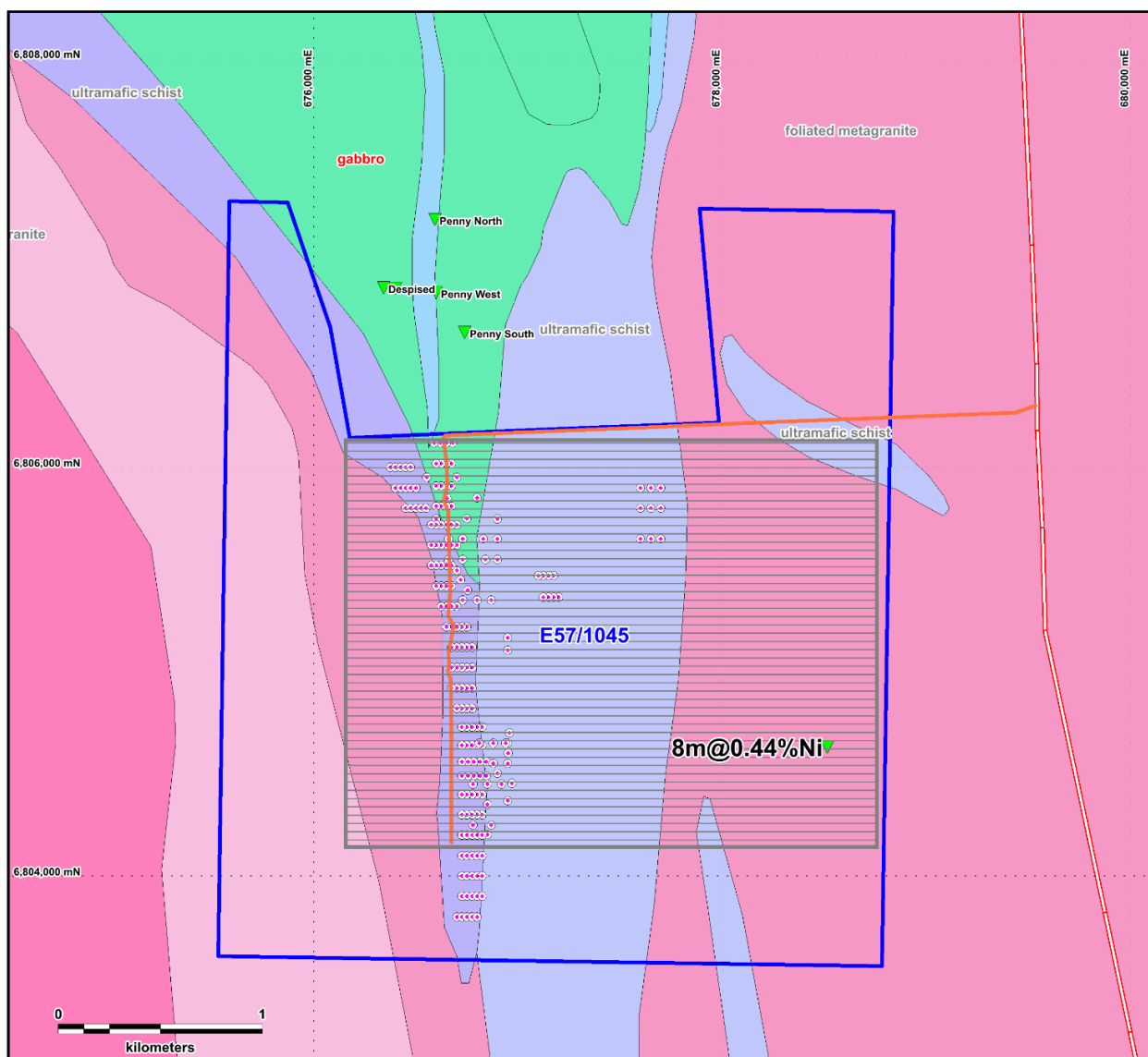


Figure 1: Planned IP gradient array survey with 100m east-west lines. GSWA basement interpretation and recent drill hole locations (circles).

Exploration on Penny South licence E57/1045 has predominantly been focussed on gold exploration with a model similar to Penny West characterised by low tonnage and high-grade style gold mineralisation, despite other mineralisation styles found in the area. On the Penny South licence minor nickel bearing gossanous fragments were found in the southeast (hole PWAC179 **8m@0.44%Ni** from 32m, ASX:LDR 16 June 2004).

Ryan's Find

Aurum is still waiting on Terra Rossa to confirm the start date for the Heritage Survey, previous correspondence indicated a February start date. Terra Rosa is the sole Heritage Clearance company contracted to the Marlinyu Ghoorlie Native Title Claimants. Aurum hopes to complete the programme prior the end of March drill rig booking.

END

Background

About Aurum Resources Limited

Aurum Resources Ltd is an ASX-listed (**ASX:AUE**) mineral exploration and development company. Aurum has a collection of gold and base metal focused projects from early-stage reconnaissance to mature area exploration projects currently located in Western Australia. The Company's flagship project is the Ryans Find Project, highly prospective for gold mineralisation and located on structures that host historical gold mines. The Company's other project is Penny South, another prospective project adjacent to known gold deposits but may also host base metal deposit.

This Announcement has been approved for release by the Board of Aurum Resources Ltd

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