

4 February 2010

## **Bullabulling Gold Project – intention to exercise option**

Auzex has successfully completed its due diligence over the Bullabulling Gold Project, located 60km west of Kalgoorlie in the Eastern Goldfields of Western Australia, and has decided to exercise its option to acquire the project from Jervois Mining Limited.

The project assets include an established gold resource (estimated in 2002 at approximately 400,000oz) with excellent potential to increase the scope and scale of the project significantly in a proven geological environment, a large landholding (exceeding 60km<sup>2</sup>) with 100% ownership, and granted mining tenure with access to power and water to assist with early development. Bullabulling is a brownfields project that has not been explored in any significant way using modern exploration techniques since 1988.

Auzex entered into an exclusive three month option on 7<sup>th</sup> January 2010 and is required to provide approximately \$2.0 million funding to complete the transaction. Negotiations are in the final stages with offshore interests to fully fund the project acquisition on attractive terms, and the Company is confident that agreement will be finalised shortly.

For further information please check our website ([www.auzex.com](http://www.auzex.com)) or contact Eugene Iliescu (Managing Director) or John Lawton (Executive Chairman) on +617 3303 0393 or +617 3303 0198 respectively.

### **Competent Person Statement**

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by John Lawton who is a full-time employee of the Company and Member of The Australasian Institute of Mining and Metallurgy. He has sufficient experience that is relevant to the style of mineralisation and 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". John Lawton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*