

21 March 2010

Bullabulling Gold Project: Central China Goldfields Plc to exercise option

Further to the announcement of 10 March 2010, Auzex Resources is pleased to advise that Central China Goldfields Plc (CCG) has formally notified the Company of its intention to exercise the option to acquire 50% equity in the Bullabulling Gold Project, located in the Coolgardie area of the Eastern Goldfields of Western Australia.

CCG's decision follows completion of due diligence, undertaken since entering into a binding Heads of Agreement with Auzex on 11 February 2010. As part of the terms of the Agreement, CCG are required to pay Auzex A\$2.5 million to exercise their option. Auzex will use part of these funds to complete the project acquisition.

Exploration and development activities are currently being planned with an aim of updating the resource and identifying additional resources to grow the project. The development plans will concentrate on accessing higher grade ore as well as lower cost surface ores to allow rapid payback of capital invested.

The joint venture parties intend to fast track the Bullabulling project to bankable feasibility within twenty four months at an estimated cost of A\$ 2.5 million.

Drilling to increase and further delineate the current resources will start within three to four months. A detailed structural study of the project to better understand the geological controls of mineralisation is currently underway.

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