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Bullabulling Gold Project Update

ASX RELEASE

Auzex is pleased to advise that its Joint Venture partner, Central China Goldfields (CCG), has today transferred funds to Auzex totalling \$1.65 million to complete its acquisition of 50% interest in the Bullabulling Gold Project (Project) in the Eastern Goldfields of Western Australia.

The transfer follows signing of the Sale and Purchase Deed between Auzex and CCG and Jervois Mining Ltd and its wholly owned subsidiary (Goldpride Pty Ltd) on 22 April 2010 to acquire all the rights, title and interest in the Project.

Completion of the acquisition is subject to customary conditions precedent including ministerial approvals and replacement of the security bonds, most of which are expected to be satisfied before the end of June 2010.

A consultant's report on the structural controls and resource potential within the project area is being finalised and is expected to be made available next week. Seven diamond drill holes (totalling 1,432m) have been planned from the results of this study to intersect mineralisation extending from Bacchus South pit to Phoenix pit (and at depth outside the current known resource), a distance of approximately 2.5 kilometres. All drillholes have the potential to intersect significant mineralisation and provide important geological information.

A program of works has been submitted to the WA Department of Mines and the drilling contractor is being finalised. Drilling is expected to commence in mid June and be completed during July.

For further information please check our website (www.auzex.com) or contact John Lawton (Managing Director) or Greg Partington (Operations Director) on +617 3333 2822 or +614 48700987 respectively.

Competent Person Statement

The information in this report that relates to Exploration Results, Mineral Resources and 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.