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Unit 441 Skyline Apartments
30 Macrossan Street
Brisbane Qld 4000 Australia
GPO Box 3249
Brisbane Qld 4001 Australia
Tel +61 7 3333 2722
Email: enquiries@auzex.com
www.auzex.com

ASX RELEASE

Auzex Resources Limited ("Auzex") and GGG Resources plc ("GGG")

Merger Progress

Further to the announcement of 26 August 2011, Auzex and GGG are pleased to announce the following progress in relation to the Merger process:

An Operational Company named BBG Management Limited ("BBG Management") has been established. Its directors are Chris Baker, John Lawton and Greg Partington from Auzex, and Nigel Clark, Jeffrey Malaihollo, and Michael Short from GGG.

A Shareholder Agreement and Management Agreement have been executed by all parties. Existing contracts related to the Bullabulling Project will be assigned to BBG Management and future contracts will be negotiated and entered into directly with BBG Management.

Bullabulling Gold Limited has been incorporated and the Merger Implementation Agreement (MIA) between Auzex and GGG has now been signed.

The search for a new non executive Chairman for the proposed merged entity is underway, with an independent executive search firm appointed.

In the UK, preparations for GGG's Scheme of Arrangement documentation and EGM Notice are underway and counsel has been appointed.

In Australia, the preparation of the EGM Notice for the divestment of Auzex's non-Bullabulling assets is underway.

Operationally, BBG Management has appointed consultant mining engineer John Barton to lead the completion of the feasibility study from BBG Management's office in Perth.

Shareholders will be regularly advised of the progress in relation to the Merger process.

For further information please contact:

John Lawton

Managing Director Auzex Resources Limited

+617 3333 2722

Stephen Stroud

Corporate Director BBY Limited

+613 8660 7251