



**For Immediate Release**

***AUGEN LIMITED PARTNERSHIP 2004-1 ANNOUNCES SPECIAL MEETING OF THE PARTNERS TO APPROVE A SALE OF ASSETS AND DISSOLUTION AND AMENDMENTS TO THE PARTNERSHIP AGREEMENT***

(Toronto, Ontario – February 23, 2006) Augen Capital Corp. (the "Augen") (TSX-V: AUG), through Augen General Partner X Inc., (the "General Partner"), the general partner of Augen Limited Partnership 2004-1 (the "Partnership"), announces that a special meeting (the "Meeting") of the partners of the Partnership (the "Partners") is set for March 27, 2006 at 11:00 a.m. (Toronto Time) at the offices McMillan Binch Mendelsohn LLP, BCE Place, Bay Wellington Tower, 181 Bay Street, Toronto, Ontario.

At the Meeting, the Partners will be asked to vote to approve the transfer of the assets (excluding cash) of the Partnership to Augen Resource Strategy Fund Inc. (the "Fund"), a newly formed open-ended mutual fund corporation, in consideration for Series III Class A Shares of the Fund, on a tax-deferred basis, and the subsequent dissolution of the Partnership (the "Mutual Fund Rollover Transaction"). The Partners will also be asked to vote to amend the provisions of the amended and restated limited partnership agreement dated as of June 29, 2004 (the "Partnership Agreement") with respect to a mutual fund rollover transaction to: (i) shorten the notice period for the Mutual Fund Rollover Transaction from not less than 50 days to approximately 10 days prior to the implementation of the transaction, (ii) remove the requirement that the Partnership will use its best efforts to obtain such approvals as may be required for the Fund to become a reporting issuer in each of the jurisdictions in which the Partnership is a reporting issuer, (iii) amend specified investment restrictions of the Partnership as necessary solely to permit the Mutual Fund Rollover Transaction, and (iv) conform the provisions of the Partnership Agreement with respect to the payment of the expenses of the Mutual Fund Rollover Transaction to the disclosure contained in the prospectus of the Partnership, dated June 29, 2004, which provides that such expenses will be paid out of the funds held in the Partnership.

A Management Proxy Circular to be mailed to the limited partners of the Partnership will provide a detailed description of the Mutual Fund Rollover Transaction and the proposed changes.

*About Augen Capital*

Based in Toronto, Augen is a merchant bank specializing in the financing of, and investment in, early stage resource companies and is an industry leader in tax-advantaged flow-through investments in Canada's resource sectors. Augen has raised over \$25 million from investors in ten previous limited partnerships. The Company now has over \$25 million in assets under management, including a core portfolio of emerging resource stocks, three Resource Flow-Through Limited Partnerships, and its mutual fund, Augen Resource 2 Balance Fund.

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For more information on Augen Capital, visit our website at [www.augenc.com](http://www.augenc.com)  
The company's public documents may be accessed at [www.sedar.com](http://www.sedar.com)

***The TSX Venture has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.***

This news release contains certain "Forward-Looking Statements" within the meaning of Section 21E of the United States Securities Exchange Act of 1934, as amended. All statements, other than statements of historical fact, included herein are forward-looking statements that involve various risks and uncertainties. There can be no assurance that such statements will prove to be accurate, and actual results and future events could differ materially from those anticipated in such statements. Important factors that could cause actual results to differ materially from the Company's expectations are disclosed in the Company's documents filed from time to time with the British Columbia Securities Commission and the United States Securities & Exchange Commission.