

# Managing In Troubled Times - Transparency and Prudence

September 18, 2008 Shareholder Update

# Agenda

- Augen's Business
- Recent Management Changes
- Financial Review (as at June 30, 2008)
- Liquidity
- Closing
- Q&A

# Disclaimer

This presentation contains forward-looking statements. These statements are based on certain factors and assumptions including expected growth, results of operations, performance and business prospects and opportunities. While the Company considers these factors and assumptions to be reasonable based on information currently available, they may prove to be incorrect. A number of factors could cause actual results to differ materially from those in the forward-looking statements, including, but not limited to results of exploration, project development, reclamation and capital costs of the companies in the merchant banking portfolios (“investee companies”), and the Company’s financial condition and prospects, could differ materially from those currently anticipated in such statements for many reasons such as: changes in general economic conditions and conditions in the financial markets; changes in demand and prices for the minerals the investee companies expect to produce; litigation, legislative, environmental and other judicial, regulatory, political and competitive developments; technological and operational difficulties encountered in connection with the activities of the Company’s and investee companies. Additional risks and uncertainties can be found in our 2008 Management’s Discussion and Analysis and in filings with the Canadian provincial securities commissions. Forward-looking statements are given only as at the date of this presentation and the Company disclaims any obligation to update or revise the forward-looking statements, whether as a result of new information, future events or otherwise.

# Augen's Business



## Investing for Tomorrow

Augen Capital Corp. is a merchant bank that specializes in the financing of and investment in very early stage resource companies.

- Outstanding track record in sourcing, structuring and executing merchant banking investments in the natural resource field
- Hard dollar portfolio of emerging resource stocks including private companies
- Performance leader in tax-advantaged flow-through investments in Canada's resource sector having raised over \$90 million in flow-through limited partnership assets since inception, including assets raised in conjunction with BluMont
- Augen currently has \$40 million in flow-through investment consulting assets.

# Recent Management Changes

- J. David Mason appointed President and Chief Executive Officer, in addition to his role as Chairman of the Board of Directors
- Michael D. Harris joined Board as independent Lead Director
- Michael G. Fowler appointed Chief Operating Officer.
  - Had been interim Chief Executive Officer since April, 2008
- Manish Z. Kshatriya, CA, CPA (CO) promoted to Chief Financial Officer.
  - Had been interim Chief Financial Officer since April, 2008 and Director of Finance since January 2006

## Financial Review (as at June 30, 2008)

Net Asset Value as at June 30, 2008	\$0.25/share
Net Asset Value (adjusted for AUJ closing price) as at June 30, 2008	\$0.28/share
Cash on hand as at June 30, 2008	\$3,110,467
Working Capital as at June 30, 2008	\$4,647,681

## Liquidity (as at June 30, 2008)

- Consolidated working capital ratio remained strong at 12.7 to 1 compared with 5.0 to 1 as at June 30, 2007
- Current Assets of \$5,045,717
  - \$3,110,467 in cash (61.6% of current assets, 32.9% of total assets)
  - \$1,493,607 due from related parties, classified as current

# Moving Forward

- Responsible Investing
- Prudent management of cash
- Protecting shareholder's interests
- Focused on reducing overhead and run-rate

# Questions & Answers