5th August 2013

FURTHER SIGNIFICANT PHOSPHATE INTERSECTIONS FROM SURFACE AT JOCA TAVARES PROJECT IN SOUTHERN BRAZIL

Summary

- **Previously reported auger assay results of up to 14.7m grading 10.8% P_2O_5 are now supported by further auger hole results that include:**
    - **9.0 metres grading 11.5% P_2O_5 from surface (hole ended in mineralisation)**
    - **3.8 metres grading 13.7% P_2O_5 from surface (hole ended in mineralisation)**
    - **3.5 metres grading 12.1% P_2O_5 from surface (hole ended in mineralisation)**
    - **2.0 metres grading 12.8% P_2O_5 from surface (hole ended in mineralisation)**
- **Joca Tavares is located 41 kilometres east-south-east from Aguia's Três Estradas project.**
- **The projects show similarities to the carbonatite hosted phosphate deposits mined by Vale within Brazil, including the Cajati (Reserve: 85.1 Mt grading 5.45% P_2O_5) operations.**
- **The Company holds an extensive land position in the region and believes Rio Grande do Sul has the potential to host a major new phosphate province in close proximity to infrastructure, primary agriculture customers and fertiliser blenders.**

Aguia Resources Limited (ASX: **AGR**) ("Aguia" or "Company") is pleased to announce that the Company has received further excellent results from the Joca Tavares project located in the state of Rio Grande do Sul in southern Brazil.

The Company has completed detailed programs of mapping, rock, soil and auger sampling to delineate the dimensions of the Joca Tavares carbonatite for follow up programs of drill testing.

To date 41 shallow auger drill holes have been completed. Assays from the first 26 holes have now been received, with 15 of these returning significant intersections of phosphate mineralisation from surface at similar grades to the recent discovery at Três Estradas (Figure 1, Table 2).

Joca Tavares has not been previously drill tested and these early results indicate phosphate bearing carbonatite host rock is present over an extensive area. All the holes were drilled to refusal and mineralisation is open at depth.

Aguia's Managing Director, Simon Taylor, said "We are extremely pleased with the ongoing shallow auger results from Joca Tavares that have now delineated an extensive zone of phosphate mineralisation from surface over a wide area. The results are very similar to the initial test work completed at Três Estradas where follow up drilling confirmed a JORC compliant phosphate resource. With this second discovery we believe the projects located in Rio Grande do Sul have the potential to form a solid basis for future project development opportunities including a potential early start up and cash flow from the easily accessible shallow oxide material that extends from surface."

Figure 1: Joca Tavares - Ground magnetic image, interpreted outline of carbonatite, soil and rock chip assay results and area of drilling as shown in Figure 1

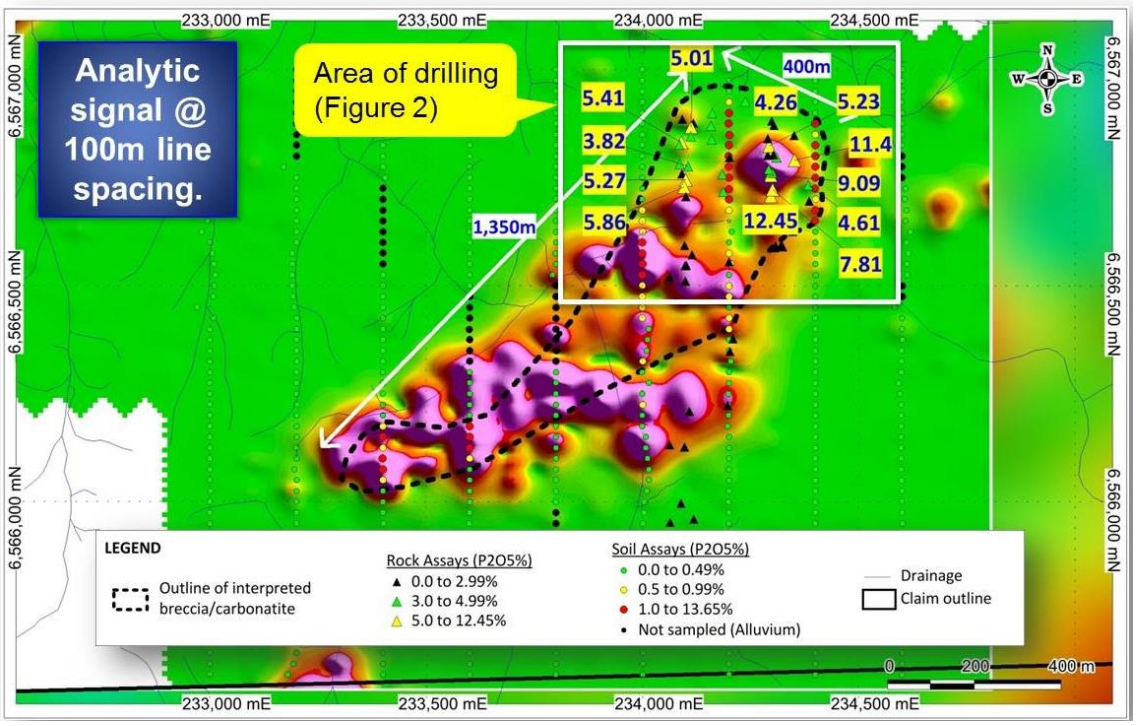
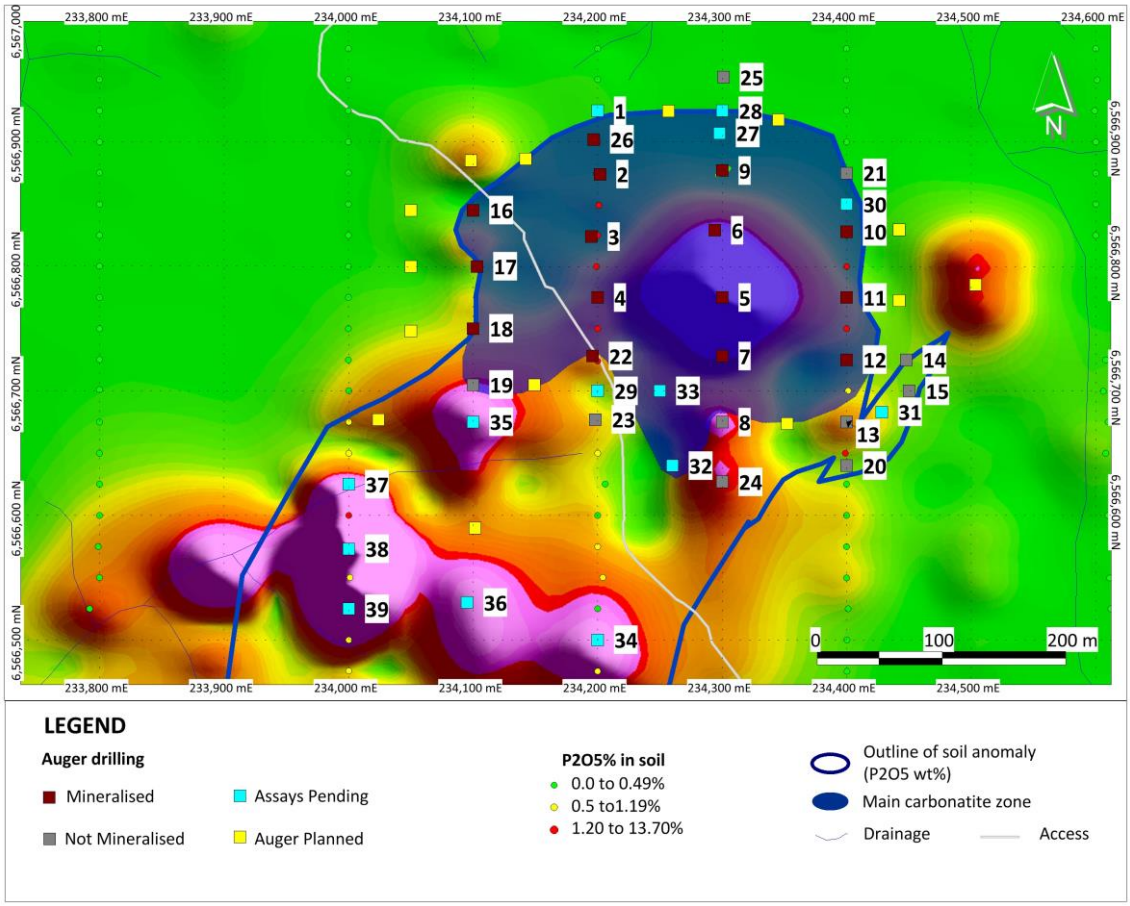


Figure 2: Joca Tavares – Location and status of auger drilling and interpreted carbonatite on ground magnetics image



Both the Três Estradas and Joca Tavares projects represent significant new phosphate discoveries with characteristics similar to existing producers in Brazil. Importantly, the grade and mineralogy is similar to that of other operating mines globally including Yara's Siilinjärvi mine in Finland and Vale's Cajati mine in Brazil, both of which produce a high quality concentrate from phosphate within carbonatite host rocks.

Table 1: Comparative Phosphate (P_2O_5) Deposits Within Carbonitite Hosted Rocks[1]

Name of Deposit	Location	Tonnage (Mt)	Head Grade	Recovery	Concentration Grade	Stage
Siilinjärvi (Yara)	Finland	465	4.0%	84%	35%	Production
Cajati (Vale)	Brazil	100	5.5%	78%	36%	Production
Três Estradas (Aguia)	**Brazil**	**28.5**[2]	**4.3%**	**65-83%**	**31-36%**[3]	**Exploration / Development**

Notes

1. JSA Consultoria e Assessoria Técnica, Company data
2. JORC-compliant resource calculated from 40% of potential target length and to 100 metres depth. This includes 9.6Mt @ 4.96% P_2O_5 indicated and 18.9Mt @ 3.88% P_2O_5 inferred resources.
3. Based on preliminary beneficiation test work, optimisation test work underway

Figure 3: Location of Rio Grande Phosphate Projects and Vale Cajati Phosphate Mine, SE Brazil

The three southern States of Rio Grande do Sul, Santa Catarina and Paraná currently consume over 1 million tonnes P_2O_5[1] or almost 30% of Brazilian consumption, however there are currently no producing phosphate mines in the region.

The Três Estradas, Joca Tavares and other Aguia projects will be logistically advantaged to supply the region compared with phosphate mined in Minas Gerais and Goias and imports.

– ENDS –

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About Aguia

Aguia is an emerging fertiliser development company focusing on phosphate and potash projects in Brazil. Brazil is Latin America's biggest economy and is heavily reliant on imports of up to 50 per cent of its phosphate and 90 per cent of its potash needs. Aguia is well positioned to capitalise on the growing demand for phosphorus and potash based fertilisers in the expanding agriculture sector in Brazil and controls four large projects, located close to existing infrastructure. The Company is committed to its existing projects whilst continuing to pursue other opportunities within the fertiliser sector.

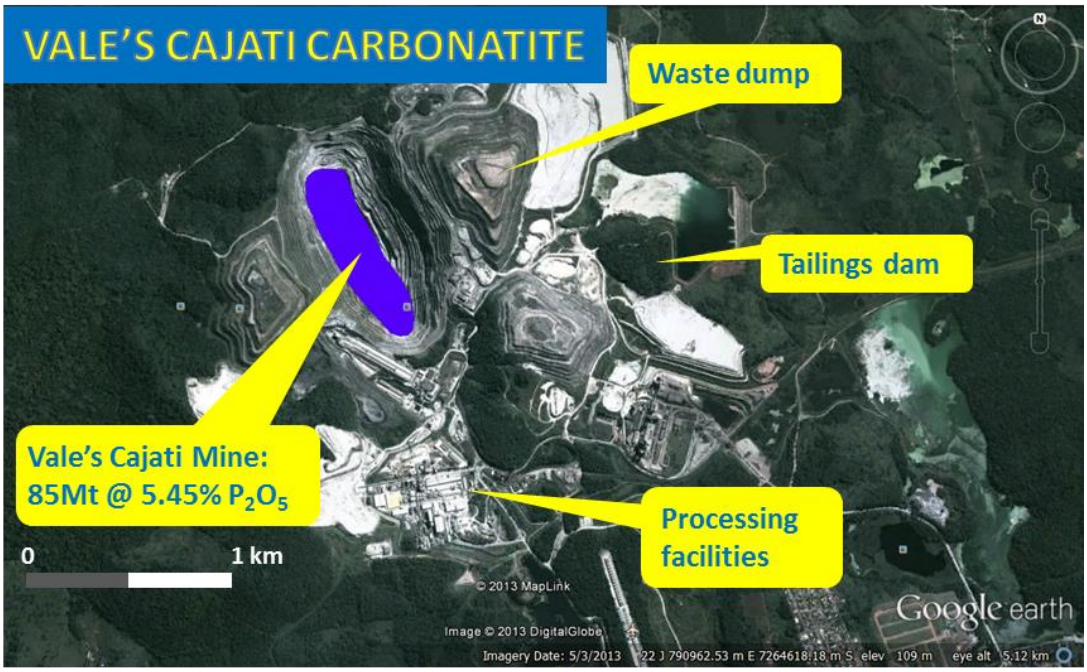
[1] = Data Source: ANDA, 2011 consumption data.

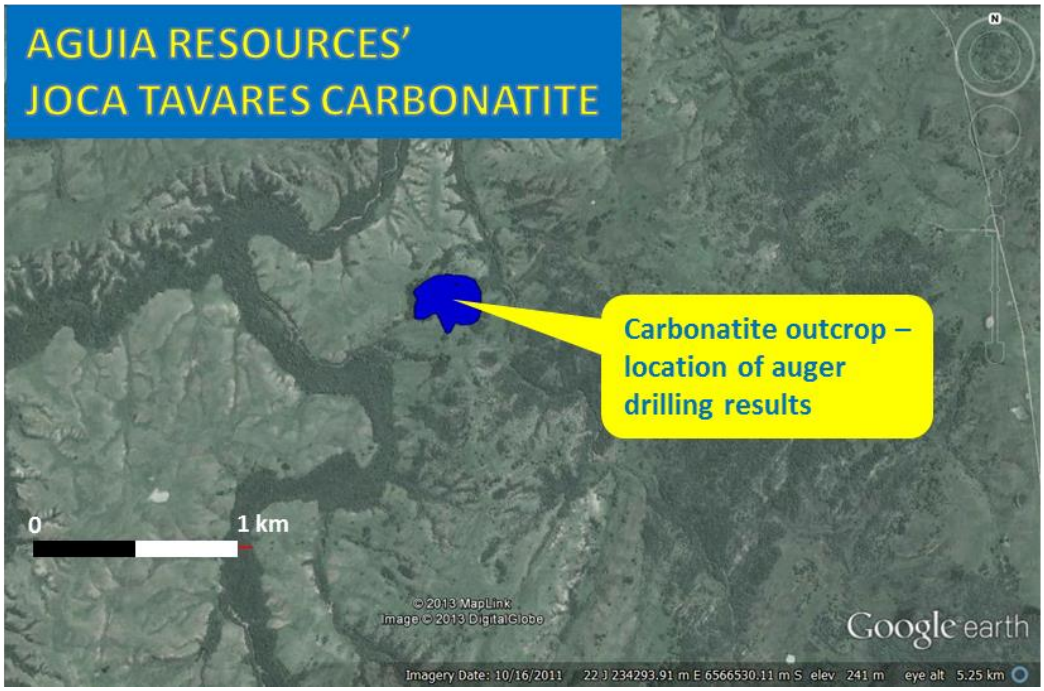
Table 2: Joca Tavares Auger Assay Results

HOLE_ID	UTM_E	UTM_N	RL (m)	Lithology	DEPTH (m)	FROM (m)	TO (m)	WIDTH (m)	GRADE (P_2O_5%)
JTT-13-001	234200	6566925	257	Metasiltstone	4.50		Not Mineralised		
JTT-13-002	234202	6566874	261	Carbonatite	6.40	0.00	6.40	**6.40**	**8.21**
					Includes	4.00	6.40	**2.40**	**12.62**
JTT-13-003	234195	6566824	275	Carbonatite	14.70	0.00	14.70	**14.70**	**10.82**
					Includes	4.00	14.70	**10.70**	**12.73**
					Includes	11.00	14.70	**3.70**	**14.20**
JTT-13-004	234200	6566775	262	Carbonatite	5.50	0.00	5.50	**5.50**	**7.70**
					Includes	2.00	5.50	**3.50**	**9.92**
JTT-13-005	234300	6566775	259	Carbonatite	3.50	0.00	3.50	**3.50**	**12.08**
JTT-13-006	234294	6566829	244	Carbonatite	2.00	0.00	2.00	**2.00**	**12.75**
JTT-13-007	234300	6566728	262	Metasiltstone/ Carbonatite	2.80	0.00	2.80	**2.80**	**8.76**
JTT-13-008	234300	6566675	253	Breccia	3.50		Not Mineralised		
JTT-13-009	234300	6566877	245	Metasiltstone w/ carb soil	10.00	0.00	2.00	**2.00**	**4.28**
JTT-13-010	234400	6566828	237	Metasiltstone w/ carb soil	4.50	0.00	2.00	**2.00**	**6.12**
JTT-13-011	234400	6566775	240	Metasiltstone w/ carb soil	6.00	0.00	1.00	**1.00**	**3.42**
JTT-13-012	234400	6566725	244	Carbonatite	3.40	0.00	3.40	**3.40**	**4.83**
JTT-13-013	234400	6566675	241	Breccia	2.60		Not Mineralised		
JTT-13-014	234448	6566725	239	Metasiltstone	3.20		Not Mineralised		
JTT-13-015	234450	6566700	233	Metasiltstone	4.00		Not Mineralised		
JTT-13-016	234100	6566845	262	Carbonatite	9.00	0.00	9.00	**9.00**	**11.53**
JTT-13-017	234103	6566800	265	Carbonatite	2.80	0.00	2.80	**2.80**	**7.48**
JTT-13-018	234100	6566750	259	Carbonatite	4.60	0.00	4.60	**4.60**	**8.15**
JTT-13-019	234100	6566705	250	Metasiltstone	6.00		Not Mineralised		
JTT-13-020	234400	6566640	240	Breccia	4.00		Not Mineralised		
JTT-13-021	234400	6566875	259	Metasiltstone	5.00		Not Mineralised		
JTT-13-022	234196	6566728	250	Carbonatite/ breccia	6.00	5.00	6.00	**1.00**	**5.16**
JTT-13-023	234198	6566677	246	Breccia	4.60		Not Mineralised		
JTT-13-024	234300	6566627	247	Metasiltstone	3.00		Not Mineralised		
JTT-13-025	234301	6566952	247	Metasiltstone	8.00		Not Mineralised		
JTT-13-026	234197	6566902	260	Carbonatite	3.80	0.00	3.80	**3.80**	**13.71**

- All holes are vertical, and drilled with a powered hand-held auger to refusal.
- Holes are sampled at 1m intervals, with bottom samples shorter where the hole depth is not a full metre value.
- Samples are assayed by lithium tetraborate fusion XRF using method XRF79C_10 at SGS laboratories.
- Intersections are calculated using length-weighted assay values generally at 3% and 10% downhole cutoffs.
- Results from holes JTT-13-001 to JTT-13-004 previously released to the market on June 21, 2013.

Figure 4: Google images at the same scale showing Vale's Cajati Phosphate Mine and Infrastructure (top) and Aguia's Joca Tavares carbonatite phosphate discovery (below)





JORC Code Competent Person Statements

The Três Estradas Phosphate Project has a current JORC compliant inferred mineral resource of 28.5Mt @ 4.25% P_2O_5 (total initial contained phosphate of 1.21Mt P_2O_5).This includes 9.6Mt @ 4.96% P_2O_5 indicated resources and 18.9Mt @ 3.88% P_2O_5 inferred resources. This was released to the market on February 28, 2013.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Fernando Tallarico, who is a member of the Association of Professional Geoscientists of Ontario. Dr Tallarico is a full-time employee of Aguia Resources Limited. Dr Tallarico has sufficient experience which 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 ("JORC Code"). Dr Tallarico consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.