

Aura Silver Continues Work On Two High Grade Silver/Gold Properties and Plans Future Drilling

Aura Silver Investigates Possible Copper Porphyry in Mexico

Major exploration initiatives are planned through next spring in both Canada and Mexico where Aura Silver Resources Inc. (TSX.V: AUU) is developing two high-grade gold-silver properties and investigating a large area thought to hold potential for porphyry copper deposits.

“We are moving forward on both properties. Results of exploration to date prove that Aura Silver has two highly prospective properties – Greyhound in Nunavut, Canada and our Taviche properties in Mexico. Both properties have extensive land packages located in mining friendly jurisdictions,” says Aura Silver CEO Robert Boaz.

Higo Blanco Drilling Program To Pursue Higher-Grade Gold Mineralization Discovered Below Near-Surface Silver

Aura Silver’s exploration permits were recently renewed at its Taviche and Alma Delia concessions in Oaxaca, Mexico, allowing the company to continue exploration of a high-grade silver zone discovered at its Higo Blanco project. The silver mineralization is over 300 meters in width with an untested strike length of similar geology extending over 1.1 kilometers.

Previous exploration at the Higo Blanco project indicates that the gold zone first discovered in the Mezcal Vein structure at hole HBET-01 (0.68 g/t gold equivalent from surface to 38.75 meters) continues deeper, with grades increasing at depth. Drilling to date has revealed that the gold mineralization is spatially associated



with the previously reported high-grade silver mineralization. The gold-bearing stockwork flanks and caps the silver-bearing silicified limestone breccias. The extension of the shallow (less than 100 meters) gold-silver mineralization to the northwest is a high priority target.

Drill results are expected early next year, setting the stage for an extensive infill drilling program intended to move the company closer to developing an NI 43-101 resource estimate.

Reconnaissance Planned on Property Surrounding Fortuna Silver’s San Jose Mine

The Company will be continuing work on its West Taviche property especially in relation to Fortuna Silver

Mines’ San Jose Mine. The company’s West Taviche concession adjoins and surrounds Fortuna’s property, land locking the San Jose mine. Fortuna’s San Jose Mine is now under pre-production development. Historically, the San Jose Mine produced 19.2 million ounces of silver and 144,000 ounces of gold.

“We believe San Jose’s Trinidad deposit may extend onto the northern portion of our West Taviche concession,” says Boaz. “Our geologists also believe San Jose’s Bonanza Vein may extend onto West Taviche to the south.”

Both Aura Silver’s property and the San Jose Mine are located within Mexico’s San Jose Mining District, the country’s first historic silver-mining area containing more than 60 recorded underground mines. Currently, Mexico ranks as the second largest silver producer in the world.

Extensive Copper Porphyry Potential to be Explored

Aura Silver will also investigate the potential to discover a large porphyry system on its West Taviche property. The base metal enrichment in this area, with no related gold or silver enrichment, is indicative of the potential for a different style of deposit. The copper enrichment in this area is related to a N-S trending structure, and thus consistent with the controls on mineralization elsewhere in the area. The base metal content, alteration style, abundance of large hydrothermal breccia bodies as host to the mineralization, abundance of radiating felsic dykes, apparent spatial relation to felsic intrusions,

strong hematization, abundance of fluorite, lack of As and Sb anomalies, and much higher overall sulfide content of the region all may indicate the presence of a buried porphyry copper system in this region. The area will be prospected with stream sampling, gravity and possibly IP surveys, with the intent of testing for the presence of this potential porphyry copper deposit. Although such deposits are not known in this area, they may be obscured by the pervasive basaltic cover.

Ground Geophysics Underway at High-Grade Gold/Silver Greyhound Property in Nunavut

Aura Silver recently began a ground geophysics exploration program at the newly discovered gold and silver zone at its 100%-owned Greyhound property in Nunavut, Canada. The ground-based, induced polarization survey will outline specific targets for the company's drilling program scheduled for next spring.

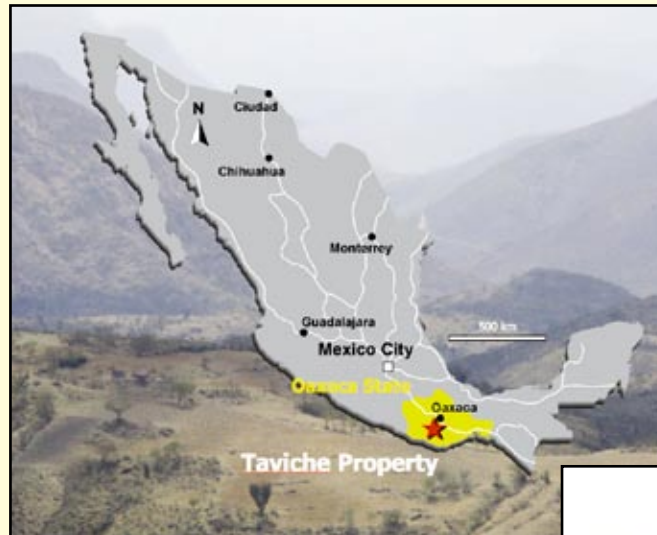
The gold and silver zone was confirmed by a recent soil sampling survey and indicates that the high grade gold and silver rock samples reported are likely indigenous to the south portion of Aura Lake. High-grade precious metal mineralization has been confirmed over a 500 meter strike length to the east and south of the Lake. The samples collected in a 30,000 square-meter area included assays ranging up to 5,380 g/t Ag and averaging 1,472 g/t Ag in a seven-sample set. Southeast of Aura Lake, three out of four samples taken contain high-grade gold (0.35 to 0.93 troy oz/tonne) and 20-69 g/t silver; the fourth sample contains 171 troy oz/t of silver with anomalous gold.

Also, weaker electromagnetic responses to the east side of the banded iron formation, where many of the high-grade gold and silver values were found, may be indicative of gold enriched sulphide stringer zones. Aura Silver plans to complete the IP survey before the winter freeze.

In addition, Aura Silver discovered a potential volcanogenic-associated massive sulfide (VMS) system at Greyhound further to the east and northeast of Aura Lake. The system may be the source of the 18.5% zinc and 9.2% copper samples found to the west, 800 meters north of Aura Lake.

"This is an exciting phase of our work at Greyhound," says Boaz. "The

TAVICHE SILVER-GOLD PROJECT IN OAXACA STATE, MEXICO



Aura Silver's 2010 drill campaign at its Taviche Project in Mexico is focusing on large targets characterized by broad, high grade silver intervals as high as 3,932 g/t silver equivalent.



GREYHOUND GOLD-SILVER PROJECT IN NUNAVUT, CANADA

Recent soil sampling at the Greyhound project in Nunavut, Canada uncovered high-grade precious metal mineralization east and south of Aura Lake. Samples assayed up to 5,280 g/t Ag and 0.93 troy oz/tonne Au.





Drill operating at Taviche Project in Mexico. Aura Silver's 2010 drill campaign at its Taviche Project in Mexico is focusing on large targets characterized by broad, high grade silver intervals as high as 3,932 g/t silver equivalent and will test for deeper gold.

newly discovered gold and silver corridor will be our primary focus in the spring once the IP study is analyzed. We will then initiate more work on our high-grade copper-zinc VMS district. We have barely scratched the surface in understanding the project's precious and base metal potential."

The high-grade samples collected during Aura Silver's summer 2010 exploration program and those discovered previously indicate the

contains proven and probable reserves of 3.7 million ounces of gold at an average grade of 3.5 g/t. Although the property is situated in the high Arctic, the local infrastructure is excellent. An all-weather road from Baker Lake to the Meadowbank mine crosses through the Greyhound property, within one kilometer of Aura

Silver's gold/silver zone discovery.

The possibility of a single gold-silver system strengthens both the economic prospectivity and metallurgical robustness of the Aura Lake precious metal targets. Similar sulfide-rich material was discovered up to 500 meters to the north of the SE Aura occurrence. Furthermore, extensive silicification and quartz sulfide stockwork veining was noted during soil sampling up to 3 kilometers south of

this prospect. Here the system has intersected strongly carbonatized, sulfidic and silicified iron formation, and adjacent ultramafic rocks are intensely carbonatized and pyritized.

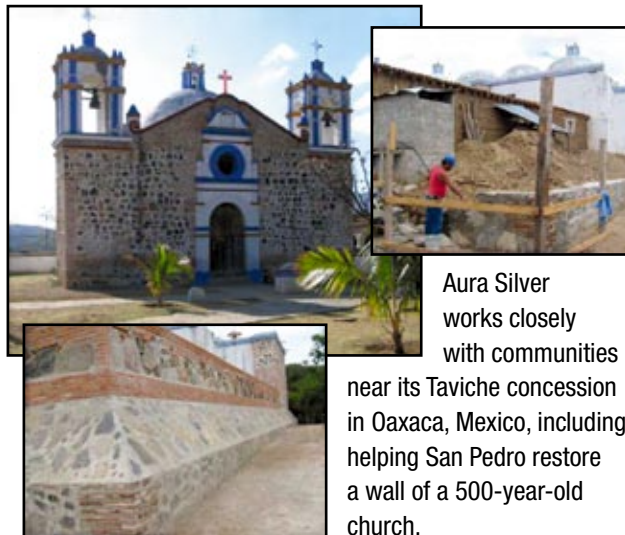
"These samples are of significant importance to the potential of Greyhound to host an ore deposit, particularly given that the property is hosted by strata that are very similar to those at Agnico-Eagle's Meadowbank gold mine," says Boaz.

Investment Considerations

Aura Silver recently doubled a brokered private placement to raise up to \$3-million. Most of the hard dollar proceeds will be used to finance future exploration at its Taviche property in Mexico. A flow-through component will fund the current IP survey and spring drilling program at



Surface sampling leads to newly discovered gold and silver zone at Greyhound Project in Nunavut, Canada.



Aura Silver works closely with communities near its Taviche concession in Oaxaca, Mexico, including helping San Pedro restore a wall of a 500-year-old church.

its Canadian Greyhound property.

"Aura Silver takes pride in the outstanding contribution of its team of geologists to the success of our properties and their potential future success," says Aura Silver CEO Robert Boaz. "The company believes this team is its primary asset and its expertise bodes well for the longer term accretion of share value. With this strong geological team and proven high-grade gold and silver projects amid a continuing strong momentum in the gold and silver markets, Aura Silver is well positioned for success and potential share price appreciation."

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**AN INVESTMENT
OPPORTUNITY IN SILVER,
GOLD & BASE METALS
IN OAXACA, MEXICO
& NUNAVUT, CANADA**



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Shares Outstanding:

59.1 million

52 Week Trading Range:

Hi: C\$0.375 Low: C\$0.095



Quick **FACTS**

■ **Taviche Project / Oaxaca, Mexico / Joint Venture**

Aura Silver and its joint venture partner Intrepid Mines are exploring the Taviche Silver-Gold Project located in Mexico's San José Mining District. Recent drilling has yielded multiple zones of significant silver and gold mineralization, as well as the strong potential for a copper porphyry deposit.

■ **Greyhound Project / Nunavut / 100% owned**

Aura Silver's high grade gold, silver and base metal project at Greyhound Lake in Canada's Nunavut Territory appears to host both high-grade gold and silver mineralization as well as a classic volcanogenic massive sulphide (VMS) district located within a virtually unexplored Archean greenstone belt.

Aura Silver Resources Inc. is focused on two projects situated on some of the most prospective silver ground in North America and in jurisdictions that provide safe legal and political environments for mining companies.

Aura Silver has identified an extensively mineralized jasperoid zone on surface at its flagship silver property, the Taviche project in Oaxaca, Mexico. Drill results include numerous high grade silver intervals ranging as high as 3,932 g/t silver equivalent with gold content ranging in excess of 0.5 g/t. One interval of 11.95 meters contained 478.4 g/t silver equivalent. A newly discovered zone of high grade silver extends over 300 meters along a 1.1 km untested strike length and carries exceptional grades of silver over wide intervals.

Aura Silver is also exploring the Greyhound project, a highly prospective gold, silver and base metal property within an Archean greenstone belt in northern Canada. The company has initiated a ground-based induced polarization survey on a newly discovered gold and silver zone at Greyhound Lake in Nunavut, Canada. The IP survey is designed to outline specific targets for the next drill program on this highly prospective area. A recent sampling survey yielded samples assaying up to 28.8 g/t Au and 5,380 g/t Ag. A potential volcanogenic-associated massive sulfide system could be the source of the 18.5% zinc and 9.2% copper samples found to the west, 800 meters north of Aura Lake.