Board of Directors Letter to Shareholders:

Your Board is confident in the Company's continued progress in moving from an exploration stage company to an advanced exploration-to-development stage company as a result of its continued exploration success at our Long Canyon and West Pequop properties in Nevada. The recent acquisition of 96,000 acres of prospective land in the vicinity of these properties strongly enhances the Company's presence in northeastern Nevada and allows us to capitalize on the knowledge learned in the newly recognized Pequop Gold District. Your Board sees significant opportunity in the region and management looks forward to evaluating these new exploration ideas.

AuEx Ventures' share price has benefited from the hard work of our management team and employees, and their ongoing success in generating prospective exploration properties for joint venture. Fronteer Development Group, Agnico-Eagle (USA), Ltd., and Eldorado Gold are prime examples of solid, financially sound exploration and mining development companies that AuEx are in joint venture or earn-in agreements.

Indeed, the Company's share price has outperformed most of its peer group of publically listed exploration companies despite a generally flat gold price over the last year. . This is a reflection of the Company's unwavering focus on adding properties of merit and dropping properties, which are not view as having potential to create value for shareholders. The Company's decisions to expand into Argentina and Spain are examples of the team's focus on enhancing shareholder value through generative exploration. Of significance, is the fact that one of our major joint venture partners in Nevada, Agnico -Eagle Mines, has also joined us in Argentina as a partner. Your Board understands the challenge to maintain the momentum required to successfully implement generative exploration, while maintaining a primary focus on our flagship properties, Long Canyon and West Pequop. Over the short term, these two projects have the greatest potential to contribute to share price performance and gold production.

The Board's objective is to ensure an effective stewardship of shareholder interests with our oversight of the ongoing operations and corporate strategies of the Company. This is the key to effective corporate governance. This, along with a stringent compliance with regulatory policies and procedures, is especially important given the current financial environment in which we operate.

Your Board reflects a diversity of experience in mining exploration, operations, and financial markets. It is a pleasure to say that we collectively feel a cohesive relationship and a unified resolve to protect shareholder interests. We also recognize the need to add new skills and experience to the Board as the Company grows and achieves its objectives. Therefore, we and management continually evaluate potential additions to the Board whereby such candidates have the potential to add value to our company.

The Board would like to thank management and the employees of the Company for their hard work and dedication to the achievement of our corporate objectives. We remain committed to good corporate governance and success in our business, which is crucial to the long term growth of the Company and creating value for our shareholders.

August 20, 2009