

10 November 2008

AURA SETS NEW DEPOSIT SIZE TARGET IN ITS STORSJÖN PROJECT IN SWEDEN

Aura has recently announced the intersections of substantial thicknesses of mineralised Alum Shale in its Häggån and Marby in the Storsjön Project in central Sweden.

These positive results have caused the company to increase its target size for the Project to **1 billion to 3 billion tonnes of Alum Shale at a grade range of 150 to 180 ppm U₃O₈**.

Aura recently signed a Heads of Agreement with Sino King Enterprise Investment Ltd for the Storsjön Project potentially worth \$460 million. Aura's terms of contract with Sino King require the company to identify 1.0 billion tones of Alum Shale with an average grade of 160ppm U₃O₈ or higher.

The potential quantity and grade of the target is conceptual in nature and there has been insufficient exploration to define a mineral resource and it is uncertain if further exploration will result in the determination of a Mineral Resource.

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For further information, please contact:

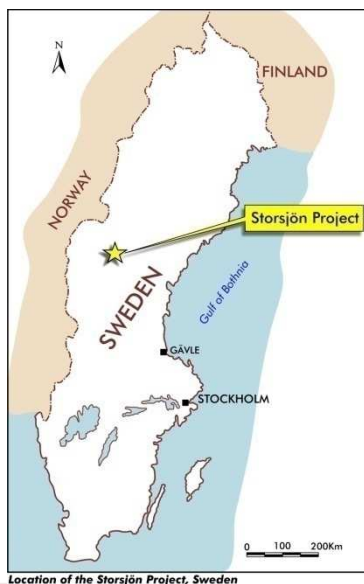
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About Aura Energy

Aura Energy (ASX: AEE, "Aura") is a metal explorer with projects in Australia, Sweden and Africa. The Company has assembled an exceptional portfolio of properties on three continents, including a major presence in Sweden's Alum Shale Province, one of the largest depositories of uranium in the world. The Company continues to be very active, with drilling on all three continents in 2008.

Aura is a major landholder in the mineralised Alum Shale of northern Sweden. The Alum Shale is widely distributed throughout the Baltic States and locally contains

exceptionally large resources of uranium, vanadium, molybdenum and nickel. Aura's near-term objective is to develop an inferred resource of one billion tonnes of material grading 160ppm or higher, excluding other metal credits, in this region.

The Company is actively exploring its Storsjön Project (100%) in Sweden. These licences are located in close vicinity to Continental Precious Metals' (TSX: CZQ) Viken Project that contains 443Mlbs U3O8 .

Aura has recently entered into a Heads of Agreement with Sino King Enterprise Investment Limited ("Sino King") potentially worth A\$460 million to develop the Company's Storsjön Project in Sweden. Due diligence is currently being conducted.

In Australia, Aura is exploring prospective uranium districts of Western Australia targeting calcrete deposits in the Murchison and Goldfields regions and lignite/sandstone Mulga Rock style in the Gunbarrel Basin. Aura has a joint venture with Mega Uranium (TSX: MGA) and exploration is continuing at paleochannel targets defined by EM and radiometrics. Aura has completed three drilling programmes at its Wondinong Project (100%), located near Mt Magnet.

In an alliance with GCM Resources Plc (LSE & AIM: GCM), Aura is exploring in West Africa. Under the alliance, Aura has been granted three exploration licences in Mauritania and applied 11 further licences. The Company has also made applications for three in Niger on the margin of the Air Massif. Uranium mineralisation has been observed in all three Mauritanian licences.

Aura's management team and staff are highly experienced in uranium exploration, including involvement in a number of historical discoveries

The information in this report that relates to Exploration Results, Mineral Resources, or Ore Reserves is based on information compiled by Dr Robert Beeson. Dr Robert Beeson 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, and is a member of the Australian Institute of Geoscientists. This qualifies Dr Beeson as a Competent Person as defined in the 2004 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Robert Beeson consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.