



ASX ANNOUNCEMENT
15 September 2008

Further drilling continues to confirm a major new development of the uranium-molybdenum-vanadium-bearing Alum Shale in Sweden

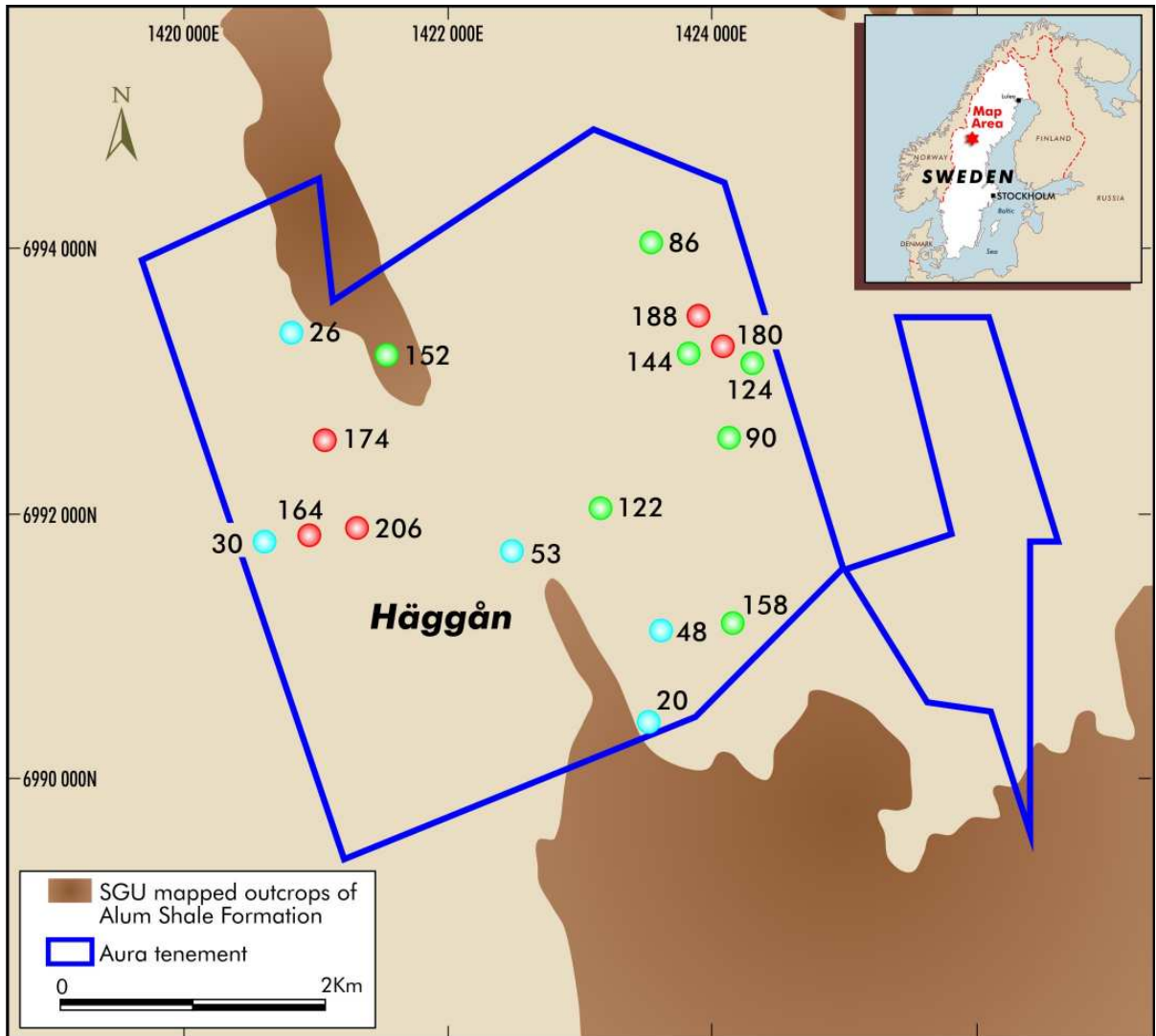
- **Aura Energy has continued to intersect considerable thicknesses of mineralised Alum Shale in the majority of the seventeen holes completed at its Häggån licence in Sweden**
- **Average thickness of uranium-bearing shale in these 17 holes is 116 metres**
- **This drilling suggests that there are several billions of tonnes of the Alum Shale in Aura's 16 square kilometre Häggån licence**

Aura Energy Ltd (ASX code: AEE) is pleased to announce that its ongoing drilling programme in its Häggån exploration licence in Sweden has continued to intersect substantial thicknesses of uranium-mineralised Alum Shale

A further six holes in the licence, bringing the total to 17, have thicknesses of the radiometrically anomalous shale of 30 to 188 metres. The previously reported average thickness of the first 11 holes, is essentially unchanged when the new six holes are taken into consideration, with the revised average being 116 metres.

It should be noted that the longest intersection, 204 metres in Hole DDHG007, bottomed in mineralised shale at 258 metres.

All holes were drilled vertically to obtain the maximum intersection of the Alum Shale.



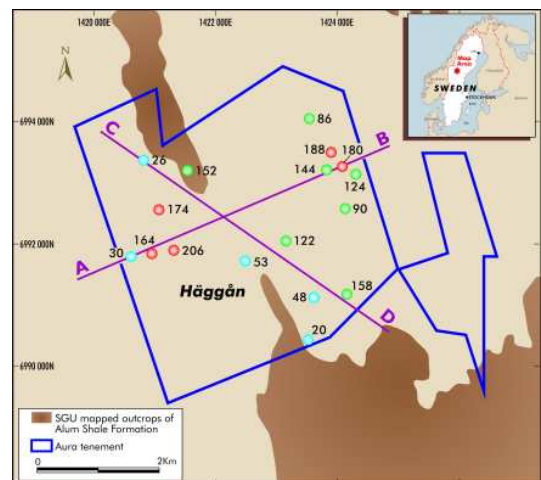
Thickness of radiometrically anomalous shale in Aura's Häggån licence in metres

These are significant intersections of mineralised shale in an area where the sub-surface geology was not known. There had been no previous drilling within the Häggån exploration licence prior to Aura's programmes.

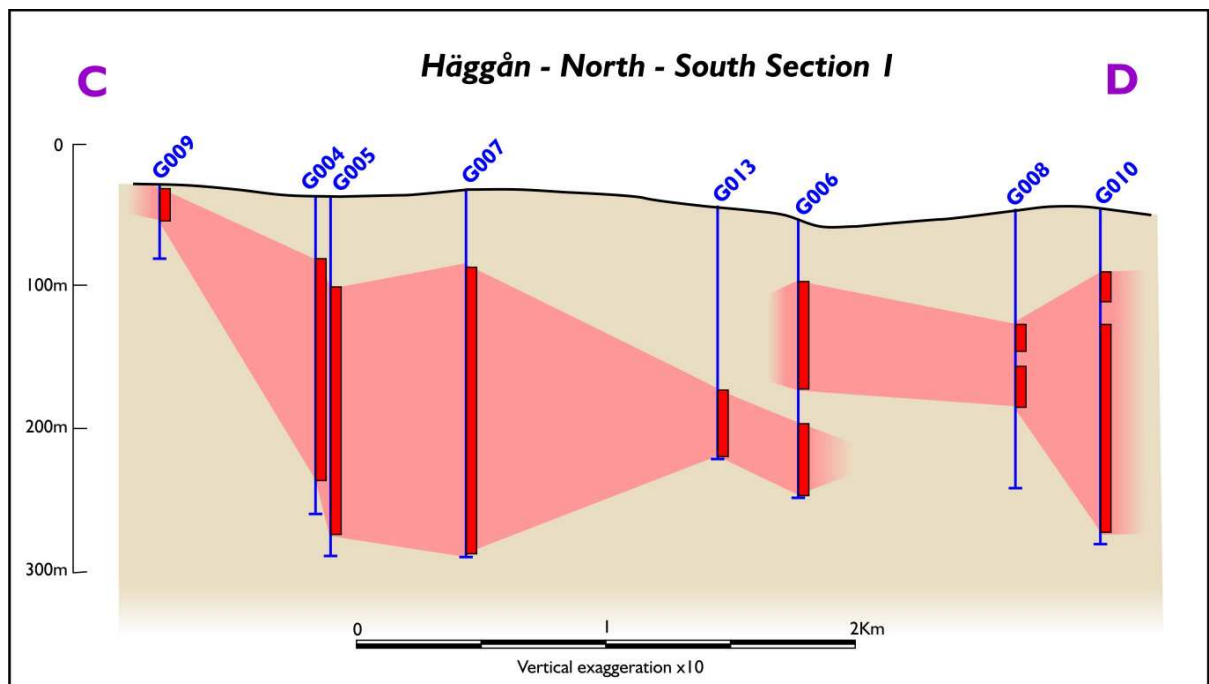
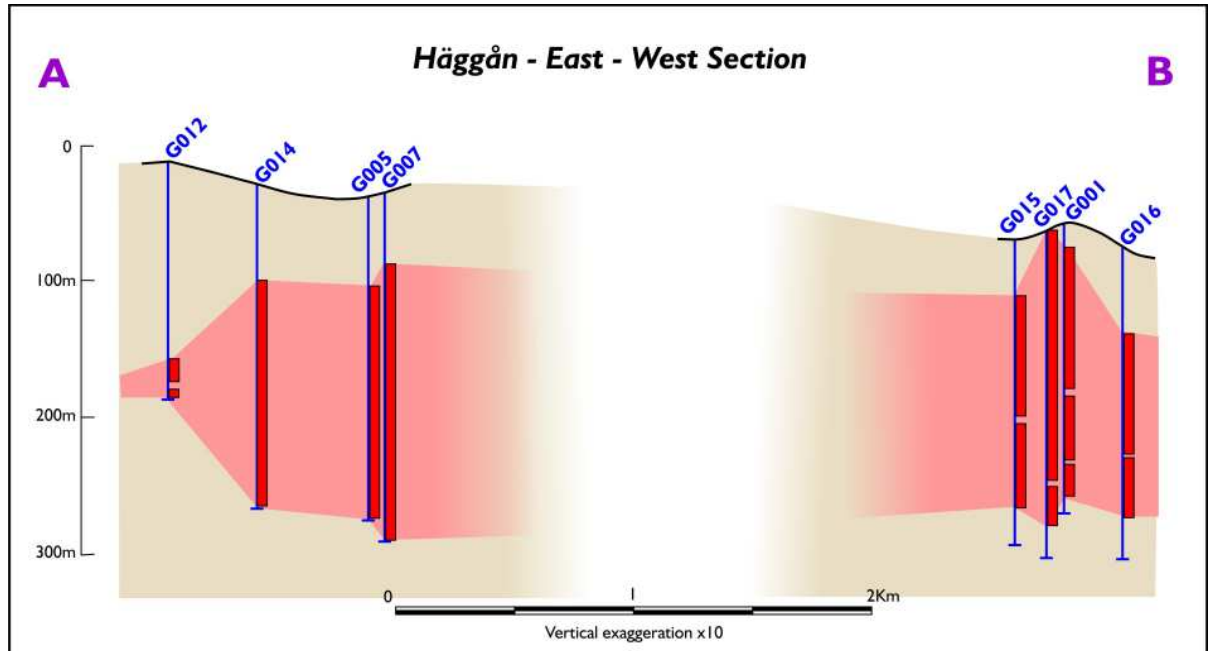
The thickness of these intersections continues to exceed Aura's expectations. The drilling suggests that the Häggån exploration licence contains a very substantial development of the prospective, mineralised Alum Shale.

The drill sections emphasise the continuity of thick intersections of greater than 120 metres over distances or more than a kilometre. These areas will be the focus of Aura's next drilling programme to define an inferred resource.

This programme is planned for the northern winter, when access across the boggy ground will be much easier.



Location of drill sections



The two drill rigs completed this phase of drilling in the Storsjön Project on 31 August.

For further information contact:

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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.

Corporate Information

Directors

B Fraser	Non-Executive Chairman
Dr B Beeson	Managing Director
S O'Loughlin	Non-Executive Director
J Stephenson	Non- Executive Director & Company Secretary

Issued Capital

As at the date of this report the issued capital of the Company is comprised of:

42,833,475 fully paid ordinary shares
17,853,500 listed options