

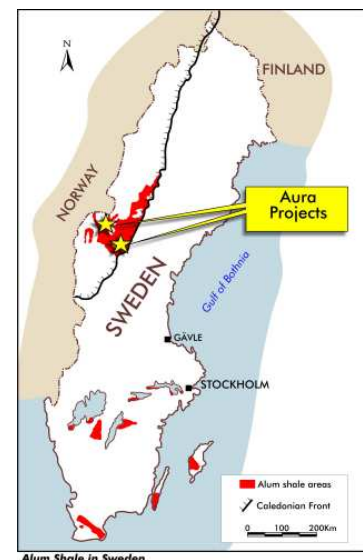
ASX ANNOUNCEMENT
1 July 2008

First Alum Shale assays confirm thick intersections of anticipated grade in Sweden

- **70 metres at 204ppm U₃O₈, 0.34% V₂O₅, 429ppm MoO₃**
- **Within an overall intersection of 180 metres at 150ppm U₃O₈**
- **Within 3 kilometres of a 437 million pound uranium resource**

Aura Energy Ltd (ASX code: AEE) announces that assay results from the first 2 holes of its drilling programme in its Häggån exploration licence in Sweden have confirmed the substantial intersections of uranium-mineralised Alum Shale previously reported.

Aura completed 5 holes in the initial phase of drilling at Häggån, and holes DDHG-001, -003, -004 and -005 averaged 130 metres of radiometrically anomalous shale. To date assay results have only been received for the first two drill holes, DDHG-001 and DDHG-002.



Results from DDHG-001

The first hole in the program DDHG-001 intersected radiometrically anomalous shale from 22-162 metres, with a second, thinner zone from 180 to 202 metres. Uranium assays from these zones include:

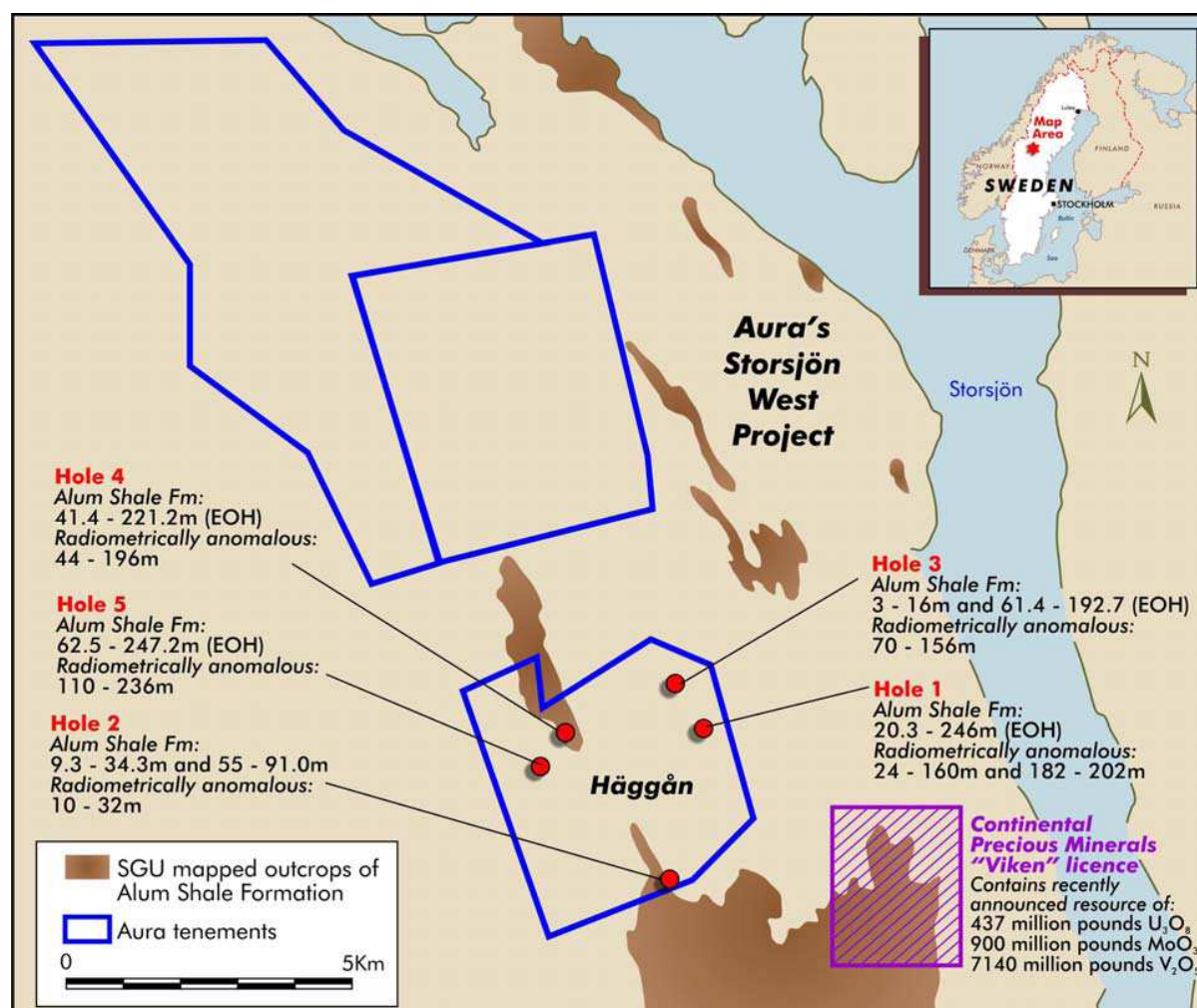
Interval	From	U₃O₈ (ppm)	V₂O₅ (ppm)	MoO₃ (ppm)	Ni (ppm)
180m	22m	150	2458	318	376
<i>Including 70m</i>	<i>54m</i>	<i>204</i>	<i>3427</i>	<i>429</i>	<i>424</i>
<i>and 20m</i>	<i>182m</i>	<i>176</i>	<i>2434</i>	<i>360</i>	<i>347</i>

The sample interval for the assays was 2.0 metres. Maximum assays received for DDHG-001 are 243ppm U₃O₈, 0.45% V₂O₅, and 530ppm MoO₃.

Results from DDHG-002

Interval	From	U ₃ O ₈ (ppm)	V ₂ O ₅ (ppm)	MoO ₃ (ppm)	Ni (ppm)
24	10m	183	4292	400	442

The uranium grades in several two-metre samples from hole DDHG-002 are encouraging, although the Alum Shale has a thinner development in this hole. The small zone of radiometrically anomalous shale intersected in this hole averages 183ppm U₃O₈.



Summary of Reconnaissance Drilling - Häggån, Sweden

Assays for the remaining 3 holes, which contained between 86 and 152m of radiometrically anomalous shale, are expected within the next two weeks

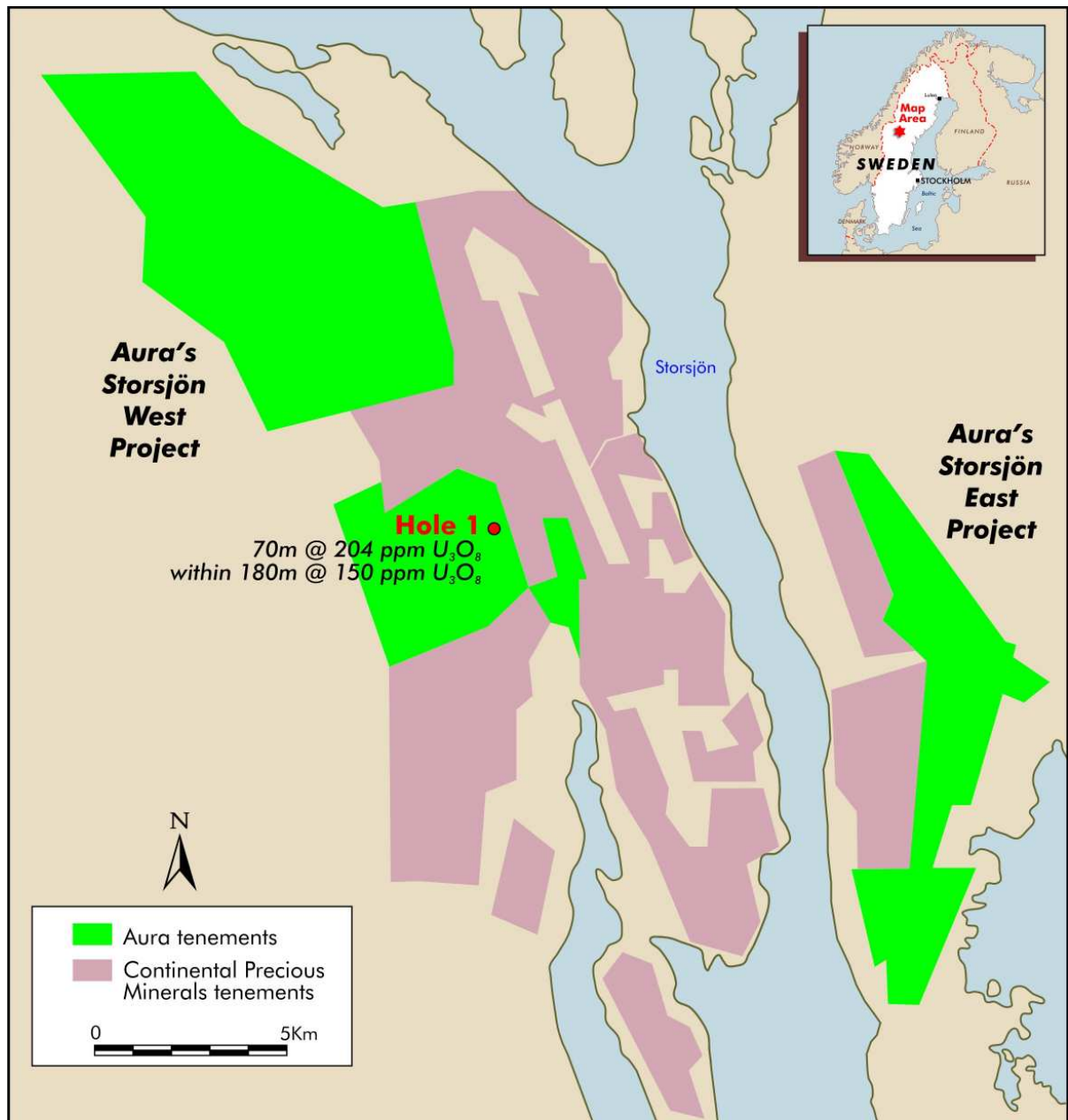
All holes were drilled vertically to ensure representative thicknesses of the largely flat lying stratigraphy were intersected.

Aura's Managing Director, Dr Bob Beeson, commented: "We are very pleased that the assays for the first two shale-hosted uranium drill holes confirmed the logging at site when the holes were drilled, and returned substantial thicknesses in excess of 200ppm U₃O₈. Aura has demonstrated that it holds ground in Sweden that contains similar grades and thicknesses of uranium to that announced in the nearby licences of Continental Precious Minerals."

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 this current programme.

Aura will recommence its drilling programme in Jämtland in the near future.

Aura has extensive licences for shale-hosted uranium-vanadium-molybdenum-nickel mineralisation in central Sweden in addition to that at Häggån.



Storsjön Area - Sweden : Tenements

Major uranium resource nearby

Continental Precious Metals have recently announced an inferred resource of 437 million pounds of U₃O₈, 900 million pounds of MoO₃ and 7.14 billion pounds of V₂O₅ in the adjoining licences to Aura's land package in Jämtland.

The province is considered to contain Europe's largest resources of uranium.

For further information contact:

Dr Bob Beeson - Managing Director

Stephen McCaughey - Exploration Manager

Tel: (03) 9890 1744

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. 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