

Aura Energy continues to define a major new development of the uranium-molybdenum-vanadium bearing Alum Shale in Sweden

- Aura has received assays for 7 further holes at its Storsjön Project in Sweden
 - Hole DDHG016 contains an intersection of 70m of mineralised shale averaging 175ppm U₃O₈ from 70m, including 42m of 201ppm U₃O₈ from 78m.
 - Hole DDHG010 contains an intersection of 128 metres of mineralised shale averaging 155ppm U₃O₈ from 82m, including 22m of 209ppm U₃O₈ from 130m.
- Average thickness of uranium-bearing shale in the first 17 holes is 116 metres
- These results confirm the expectation of the presence of a thick development of the shale throughout Aura's 18 square kilometre Häggån licence
- Aura's recent agreement with Sino King will accelerate exploration of the property towards resource definition

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

The second drilling programme was carried out in the period July to September. Drill core from this programme has now been cut, and the majority of the assays of the samples have been received.

The sample interval for the assays is 2 metres in most cases, and a 100ppm U₃O₈ cut off, 150ppm U₃O₈ cut off or 200ppm U₃O₈ cut off was used for the reported tabulated results, with a maximum internal waste of 2m.

Assays for drill holes DDHG009-011, and 013-017

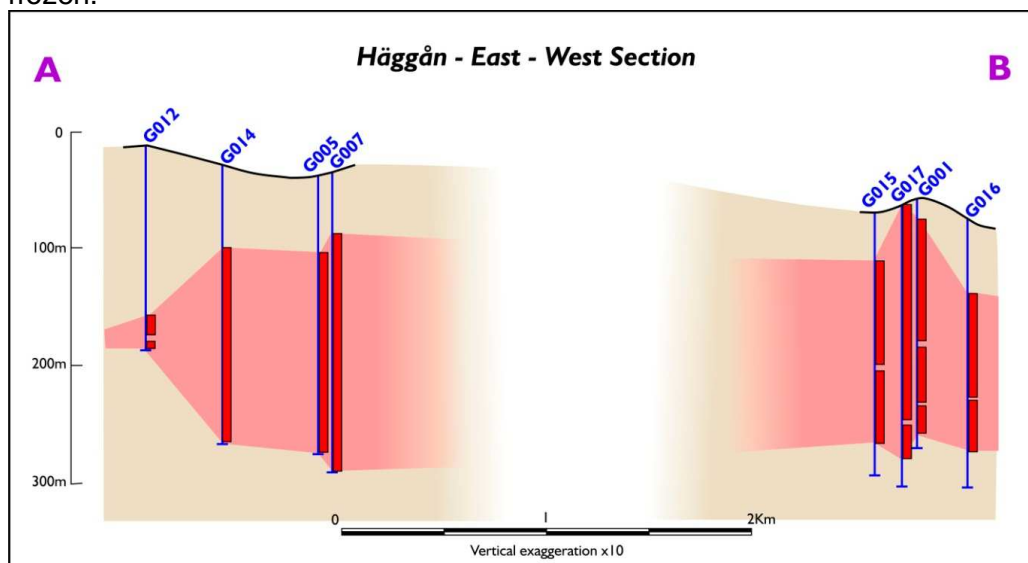
Aura has previously announced that assay results from the first 8 holes of its drilling programme in its Häggån exploration licence in Sweden. Aura has now received the following assays of drill holes DDHG009 to 011 and, DDHG013 to DDHG017.



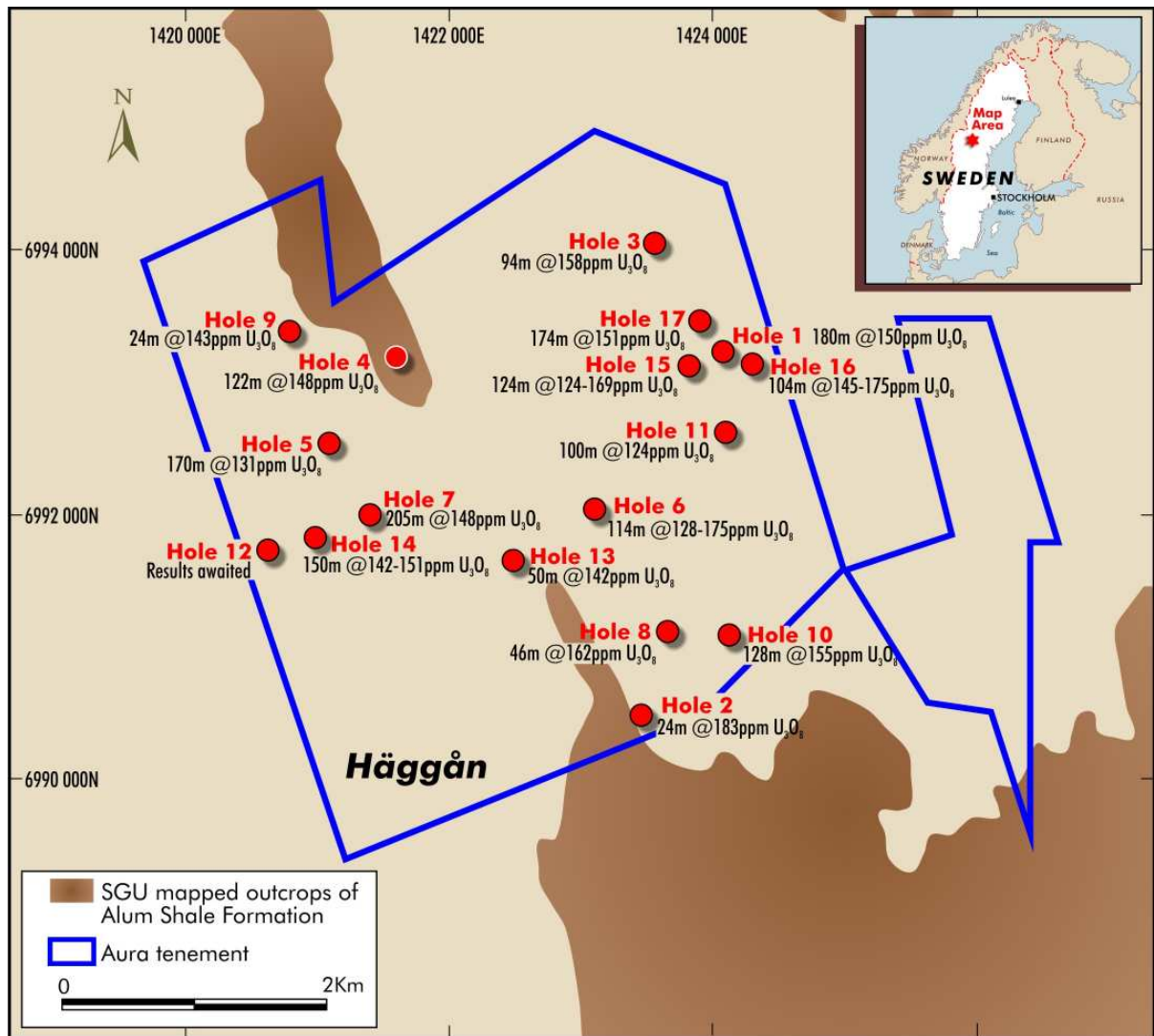
Drill hole	Intersect (m)	Depth from (m)	ppm U ₃ O ₈	ppm MoO ₃	ppm V ₂ O ₅
DDHG009	24	4	143	248	2062
DDHG010	128	82	155	325	2617
<i>Incl.</i>	44	110	190	421	3010
<i>Incl.</i>	22	130	209	458	2981
and	14	214	127	284	2328
DDHG011	100	100	124	250	1602
<i>Incl.</i>	28	136	170	316	2072
DDHG013	50	126	142	297	2327
DDHG014	74	74	142	232	2259
and	76	154	151	305	3583
DDHG015	14	44	124	259	2327
and	18	62	149	299	3790
and	50	84	169	377	3378
<i>Incl.</i>	26	84	186	406	3806
and	14	140	140	301	2561
and	12	162	127	244	1178
and	16	184	160	349	2697
DDHG016	70	70	175	395	3311
<i>Incl.</i>	42	78	201	440	3451
<i>Incl.</i>	18	102	215	478	3275
and	34	168	145	318	1921
DDHG017	174	8	151	341	3125
and	10	212	170	314	1685

These assay results confirm the exceptional mineralised thicknesses of the Alum Shale in Aura's Häggån licence indicated by the radiometric logging of the drill core. The exceptional thickness in DDHG010 and DDHG017, which intersected 128 and 174 metres respectively of mineralised shale, is particularly encouraging.

The cross section below indicates the presence of particularly thick sections in the eastern and western parts of the licence. It is not possible to access the central part of this section in summer because the area comprises low-lying, swampy ground. Continuity between the areas drilled on this section will be tested with a winter drill programme when the land is frozen.



Thickness of radiometrically anomalous shale in Aura's Häggån licence



Summary of Reconnaissance Drilling - Haggån, Sweden

As previously reported the average thickness intersected in all 17 drill holes is 116 metres.

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

Future programme

Aura’s strategy is to fast-track exploration at the Company’s Storsjön projects in Sweden to develop a JORC-compliant resource.

This objective has been recently strengthened by a heads of agreement, announced on 17 October 2008, with China-based Sino King Enterprise Investment Ltd to help fund a major drilling programme in the district.

For further information contact:

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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

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 strategy 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 East and West Projects (100%) in Sweden. These licences are located in close vicinity to Continental Precious Metals' (TSX: CZQ) Viken Project that contains 443Mlbs U₃O₈ grading 0.016%.

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 Redport (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 Global Coal Management 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.