

ASX ANNOUNCEMENT
14th JUNE 2007

2ND DRILLING PROGRAMME COMMENCES AT AURA ENERGY'S WONDINONG URANIUM PROJECT

Aura Energy Ltd (ASX Code: AEE) has recommenced drilling at its Wondinong calcrete uranium project near Mt Magnet in Western Australia.

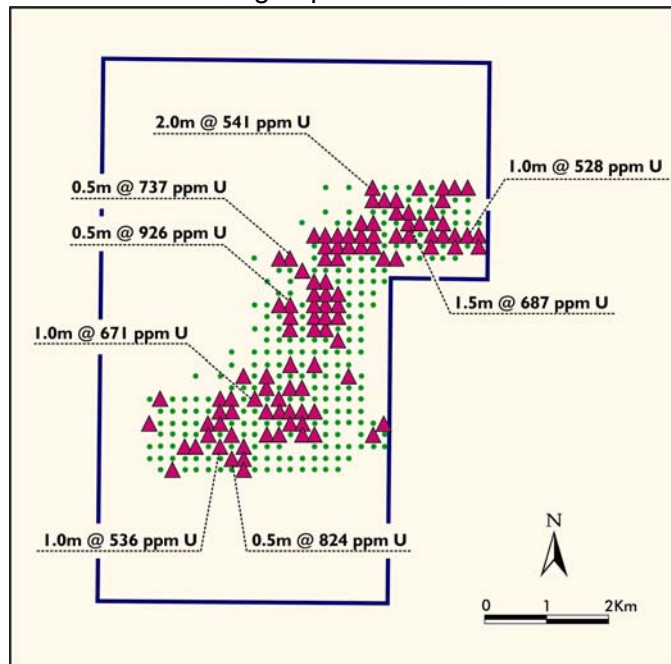
Aura Energy anticipates that the current drill program will contain 300 holes, drilling a total of approximately 2000 metres. The drilling will have two main objectives ;

- To provide more detailed information at 100 by 100 metres spacing around the previously identified mineralisation within the 14 square kilometres now covered by 200 by 200 metre drilling
- To test for extension of the known mineralisation to the north, northwest and south at 200 by 200 metres drill spacing



The majority of the drilling will be aimed at extending the known mineralisation in the northern part of the deposit. The best mineralisation intersected to date is on the northernmost line drilled, and Aura considers that there is considerable potential for continuation of this mineralisation for some distance to the north.

This new programme will determine whether Aura has sufficient drill information to take the Wondinong deposit to inferred resource status.



Distribution of uranium intersections from prior Aura drilling program & downhole radiometric logging;

LEGEND
 ▲ Red triangles
 Aura drill holes with intercepts > 200ppm eU₃O₈ over a continuous thickness of more than 20cm
 ● Green circles;
 other Aura drill holes

Wondinong drilling : selected higher grade intercepts



Wondinong Project

Background

Wondinong was initially discovered in 1971 by WMC, along with the Yeelirrie deposit. WMC defined mineralisation that extended over an area of at least 8 square kilometres, widespread on the edge of Lake Austin.

Aura Energy Prior Drilling

Aura Energy Ltd completed the drilling of its first 335 holes at Wondinong in December 2006. That program carried out initial testing of approximately 14 square kilometres of the main prospective area at Wondinong. Aura's drilling program was at 200 by 200 metre and 200 by 400 metre centres. The depths of the holes were between 2 and 40 metres, with the majority of the holes being 5 metres deep.

The uranium mineralisation at Wondinong is at very shallow depths, usually within 2 metres of the ground surface. 94 Aura drill holes contained eU₃O₈ values of greater than 200ppm and intersections of more than 20cm. This is the level typically used by calcrete uranium explorers to denote the presence of mineralisation. Better intersections from the downhole logging include:

WAC048: 0.74 metres grading 535ppm eU₃O₈
WAC068: 0.82 metres grading 1348ppm eU₃O₈
WAC074: 0.42 metres grading 533ppm eU₃O₈
WAC075: 0.54 metres grading 517ppm eU₃O₈
WAC086: 0.72 metres grading 532ppm eU₃O₈
WAC286: 0.40 metres grading 701ppm eU₃O₈

Most assays returned higher grades than those from downhole logs (51 of 63). Examples of drill holes with higher assayed than logged uranium results include:

Hole	Assay Result	Logged Result
WAC035	1.0m @ 494ppm U	0.5m @ 253ppm eU ₃ O ₈
WAC039	0.5m @ 737ppm U	0.5m @ 212ppm eU ₃ O ₈
WAC048	1.5m @ 687ppm U	1.18m @ 388ppm eU ₃ O ₈
WAC076	1.0m @ 463ppm U	0.76m @ 242ppm eU ₃ O ₈
WAC237	1.0m @ 489ppm U	1.04m @ 253ppm eU ₃ O ₈
WAC246	1.0m @ 536ppm U	1.14m @ 295ppm eU ₃ O ₈
WAC286	1.0m @ 671ppm U	0.54m @ 556ppm eU ₃ O ₈
WAC323	0.5m @ 926ppm U	1.08m @ 272ppm eU ₃ O ₈
WAC335	2.0m @ 254ppm U	1.08m @ 215ppm eU ₃ O ₈

The assay results also confirm the presence of significant uranium mineralisation on the most northerly line of holes drilled, as is indicated in the drill section below. Aura’s land position extends for a further 2 kilometres north of this line, and contains all of the delta system of the Anketell Channel.

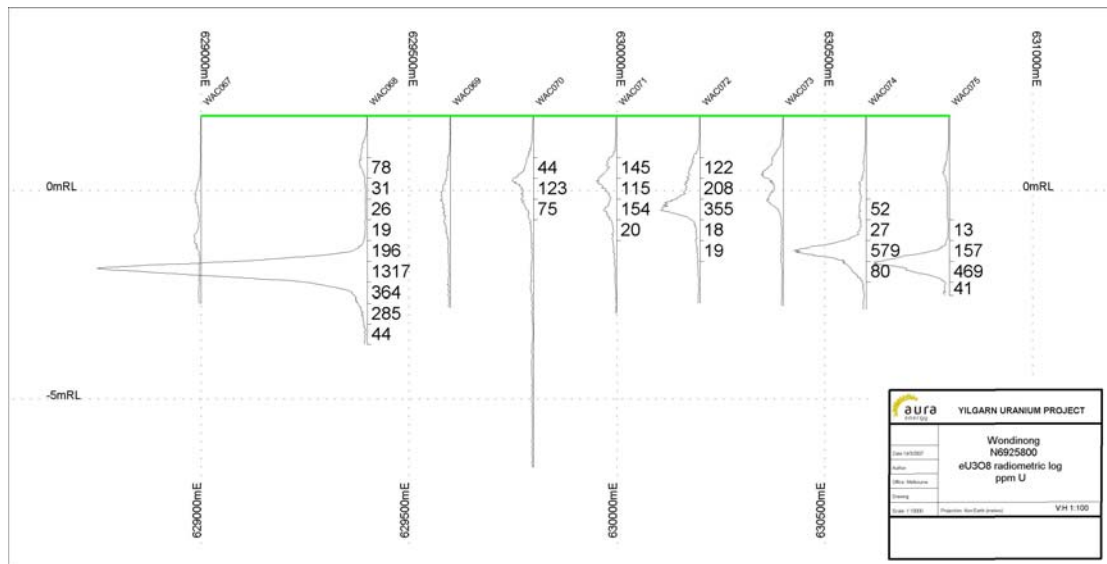


Fig 1 : Drill section for Line 6925800N;
east-west divisions 500 metres, downhole divisions 5 metres; uranium grades in ppm

ENDS

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:	
35,641,500 fully paid ordinary shares	
17,858,500 listed options	
4,050,000 unlisted options	