

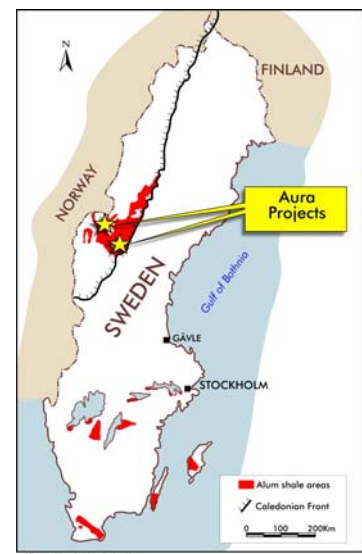
ASX ANNOUNCEMENT
21 April 2008

Aura Energy’s drilling discovers uranium-molybdenum-vanadium bearing Alum Shale averaging 130m thick over a potentially extensive area.

- **Aura Energy has intersected considerable thicknesses of mineralised Alum Shale in four of the first five holes in its Storsjön Project in Sweden**
- **Average thickness of radiometrically anomalous shale in these 4 holes is 130 metres**
- **This preliminary drilling infers a thick development of the shale exists throughout the northern half of Aura’s 16 square kilometre Häggån licence**
- **Aura’s licence is adjacent to those where Continental Precious Minerals have recently announced an inferred resource of 437 million pounds uranium oxide, 900 million pounds of molybdenum oxide, and 7.14 billion pounds vanadium oxide.**

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

The drill results for the first five holes are as follows:



Hole No.	Alum Shale Formation	Radiometrically anomalous shale	Total anomalous shale
DDHG-001	20 – 246m (EOH)	<i>24 - 160m, and 182 - 202m</i>	<i>156m</i>
DDHG-002	9 - 34 and 55 - 91m	<i>10 – 32m</i>	<i>22m</i>
DDHG-003	3 – 16m, and 61 – 193m (EOH)	<i>70 – 156m</i>	<i>86m</i>
DDHG-004	41 – 221m (EOH)	<i>44 – 196m</i>	<i>152m</i>
DDHG-005	63 – 247m (EOH)	<i>110 – 236m</i>	<i>126m</i>

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

The Alum Shale Formation contains predominantly radiometrically anomalous black shale. The full intersections of the Formation are given in the second column, and the uranium-enriched shale intersections are given in the right hand column.

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.

The thickness and aerial extent of these intersections continues to exceed Aura's expectations. The drilling suggests that the northern half of the Häggån exploration licence contains a substantial development of the prospective, mineralised Alum Shale. Further drilling is planned to test this suggestion.

The drill core has been despatched for splitting, and samples will be sent to the laboratory for assay.

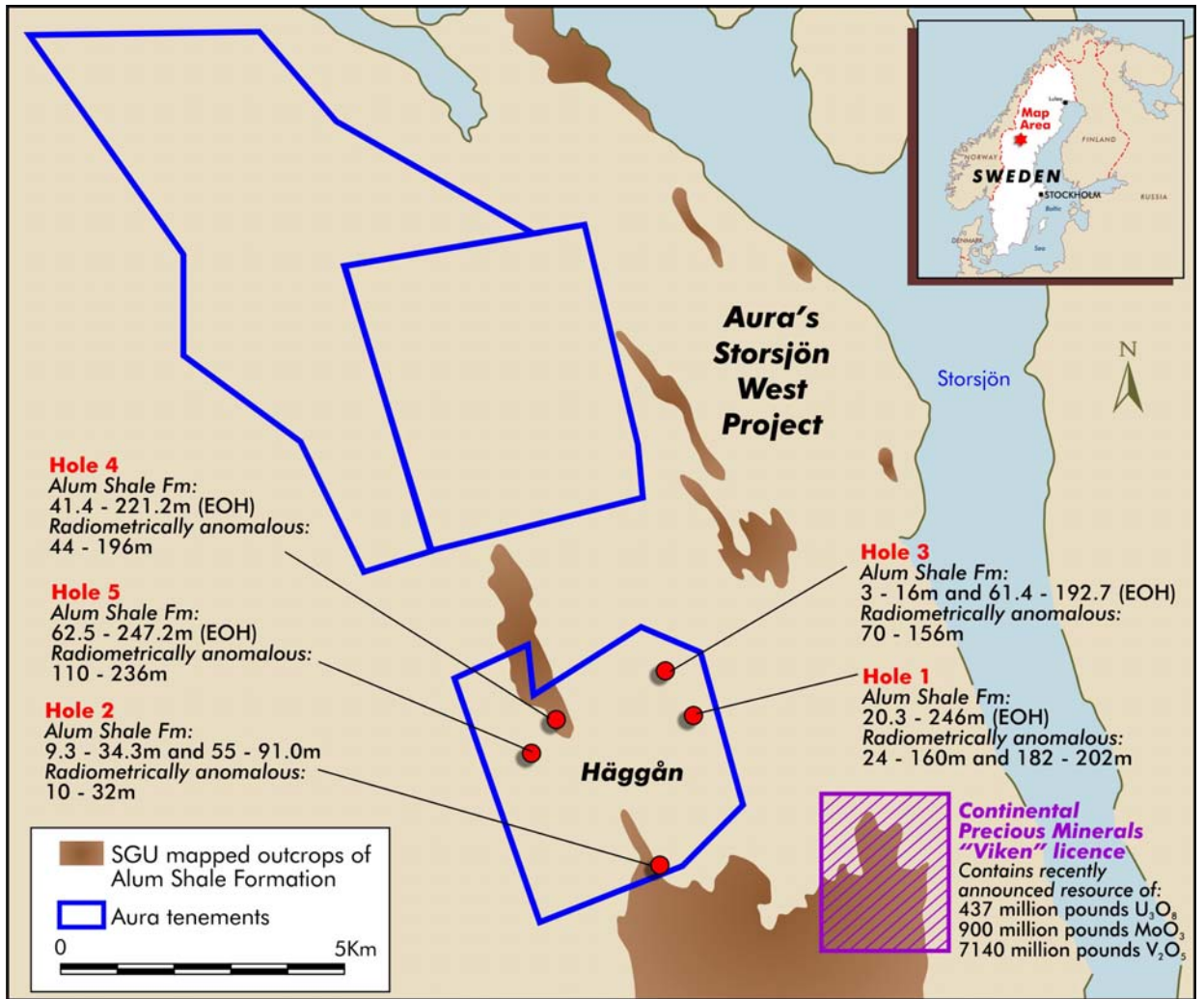
The drill rig has been temporarily stood down because of the difficulty of vehicle access in the northern Spring thaw season.

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

Major uranium resource nearby

Continental Precious Metals have recently announced an inferred resource of 437 million pounds of U_3O_8 , 900 million pounds of MoO_3 and 7.14 billion pounds of V_2O_5 in the adjoining licences to Aura's land package in Jämtland.

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



Summary of Reconnaissance Drilling - Häggån, Sweden



Drilling in Swedish Winter – Drillsite DDHG-004



Example of Alum Shale from Hole DDHG-004 – this is 12m of a total 152m intercept.

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. 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:

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