



Aura's Exploration Results Attracts Offshore Funding

Uranium explorer, **Aura Energy** (ASX: AEE, "Aura") has provided shareholders with the Company's September 2008 Quarterly Activities Report.

Although the announced A\$460 million deal with China-based Sino King falls just outside of the September quarter, the growing interest surrounding Aura's uranium projects comes as no surprise given the Company's solid progress over the past quarter.

Aura has an enviable portfolio of projects in highly prospective, under-explored areas of uranium provinces in Sweden, Australia and West Africa. The Company is targeting areas of near surface and outcropping shales with the potential to host very large quantities of uranium and other metals, particularly at the 100%-owned Storsjön project in Sweden.

The September quarter kicked off well for Aura with strong results from the Company's projects in the Alum Shale province, considered to contain Europe's largest resources of uranium. The Alum Shale contains exceptionally large resources of uranium, vanadium, molybdenum and nickel.

Initial assays from the Company's Häggån licence (Storsjön West) in Sweden returned substantial thicknesses in excess of 200ppm uranium, demonstrating that Aura's tenements contain similar grades and thickness of uranium in the nearby licences of Continental Precious Minerals (TSX: CZQ). Additional drilling during of the 4,000m programme confirmed a major new development of the uranium-molybdenum-vanadium-bearing Alum Shale.

During the quarter, Aura's Managing Director, Dr Bob Beeson said the thickness of these intersections exceeded expectations, which lead to discussions with interested third parties and ultimately the heads of agreement with Sino King in October.

Drawing attention from yet another continent was Aura's exploration licences in West Africa. In 2007, Aura and GCM Resources (AIM: GCM) established a strategic alliance to identify high-quality uranium targets in selected regions of Africa. The rationale behind the alliance was that Aura would bring a generative team with extensive experience of global project identification and acquisition and GCM would provide project evaluation, financing and mining skills to progress the projects.

Following a remarkably productive first year of the Aura-GCM alliance, the companies agreed to extend the alliance by one year and a further \$600,000 from GCM. This will intensify the search in West Africa and enable exploration to extend to other parts of the continent.

Aura is heading into the December quarter with the commencement of new programmes in Sweden, Africa and Australia – significant funding support underway in Sweden to develop a resource of 100Mlbs of uranium (plus by-products) within 12 months; risk is being shared through joint ventures in Africa (with GCM Resources) and



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Australia (with TSX-listed Mega Uranium); and the Company has interest in several substantial projects to develop and add value for shareholders.

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Aura blazing new trails in Sweden

About Aura Energy

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



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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 Uranium (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 GCM Resources 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.

About Sino King Enterprise Investment Limited

Sino King is a Hong Kong incorporated but China based private company with primary business focus in international trade, import and export, property development and investment, in particularly in resources and infrastructure related projects.

Recently Sino King acquired a Gold mine in the Republic of Mali, which is to commence operation within six months. Sino King is also in advance negotiation of an iron ore project

in Sao Paolo, Brazil which is encompassing local rail line and port terminal infrastructure work required for the transportation of the ore for exportation, amongst an array of mining related projects which are at different stages of discussion.

Sino King under its subsidiary company, Shenzhen Caokai Enterprise Development Co Ltd, has carried out substantial commodities trading, cultural development, health care products promotion, and successfully concluded various investments.

Sino King is strategically endorsed by capable China enterprises to establish a uranium asset based portfolio in order to meet China's new target of 5% of nuclear power generated electricity by 2020 and increase to 16% by 2030.