



A S X A N N O U N C E M E N T

25 March 2008

4200 metre drilling programme in the Gunbarrel Basin Joint Venture tenements to commence in April 2008

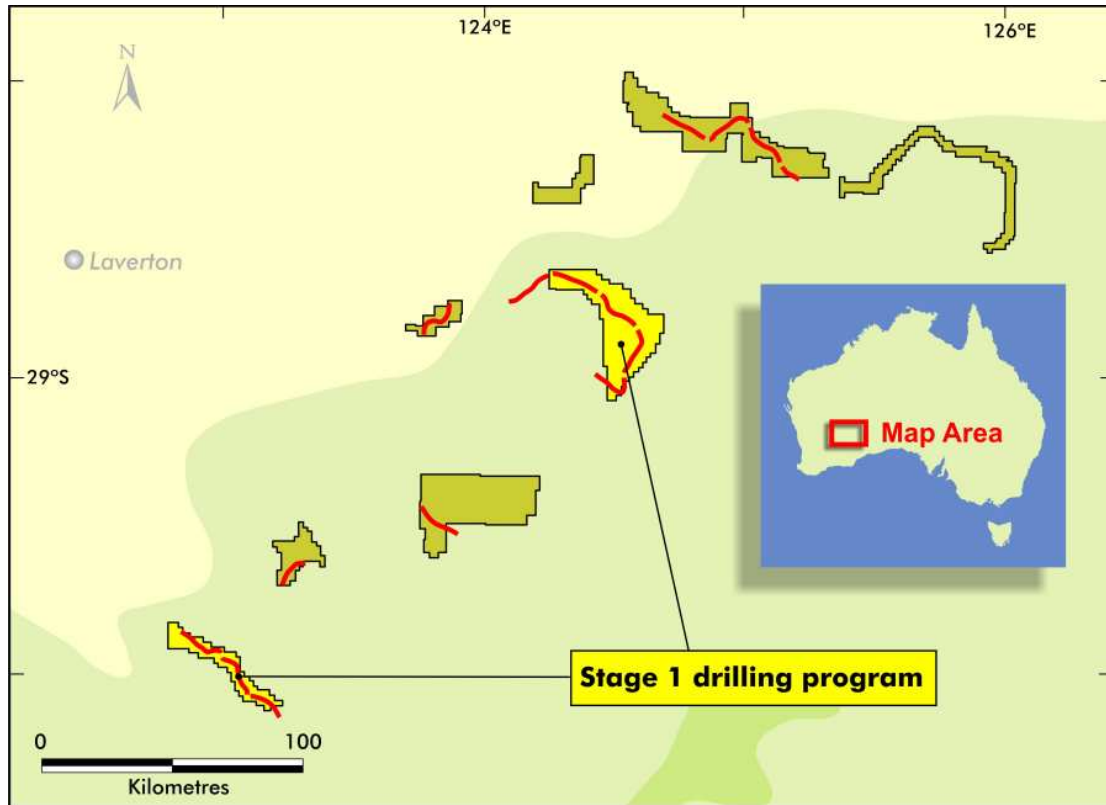
First drill testing of prospective palaeochannels in this plus 100 million pound U₃O₈ province

Aura Energy Ltd (ASX code: AEE) has previously indicated to the market that Mega Uranium had approved a 4200 metre drill programme in the Gunbarrel Joint Venture. This drill programme is designed to test several palaeochannels which were delineated using airborne electromagnetics during 2007. This drilling, the first of a two stage programme for 2008, will test the Kirgella palaeochannel immediately upstream from the Ponton deposit and the Rason palaeochannel.

Aura has contracted Bostech Drilling to carry out the drilling programme. Authorities and permissions are now in place for the programme and drill site preparation and access work has commenced. The drilling programme is scheduled to commence in April.

The Gunbarrel Basin, located east of the Archaean Yilgarn Block, contains a large endowment of sediment-hosted uranium mineralisation, but is significantly less explored than the other major uranium provinces of Australia. The combined uranium resources of the two largest known deposits in the region, Mulga Rock and Ponton, are reported to exceed 100 million pounds.

Aura's Gunbarrel Basin exploration is a joint venture with Mega Uranium Ltd (TSX CODE: MGA) whereby Mega can earn up to 70% in Aura's tenements. Aura's properties, totalling 3750 km², cover extensive portions of three of the four main palaeochannels in the region.



Western Australia : Gunbarrel Project - Drilling Program

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