

5 September 2014

Strong Funding Support for Reguibat Project Study

\$1.58 million Raised from Rights Issue

Aura Energy Limited (AEE; AU) is pleased to advise that it has received strong support for its 1 for 4 Renounceable Rights Issue. Including shortfall commitments this funding was oversubscribed.

The non-renounceable rights issue raised a total of \$1,572,855 before costs.

The Aura Board is extremely pleased with the outcome of the rights issue as it will allow the company to advance the Reguibat Project Study in Mauritania. Aura recently released very positive outcomes of its Scoping Study for this Project.

Commenting on the completion of the funding, Aura Managing Director Bob Beeson stated, "Aura Energy has an enviable set of uranium projects with Reguibat in Mauritania and Häggån in Sweden. With the recent completion of the Reguibat Scoping Study shareholders and new investors have recognised the exceptional value that the Reguibat project can create for Aura Energy.

"With good indications of advances in the spot uranium market interest is returning to uranium companies with high quality, low cost projects such as Reguibat. The strong take up of this funding will allow Aura to move closer to its goal of uranium production".

Rights Issue Summary;

- \$804,181 (26,806,036 shares) was raised from the rights
- The shortfall of 25,622,474 shares was placed with existing large Aura shareholders and a range of new investors
- The total raised through the Issue and shortfall will be \$1,572,855 before costs.

Reguibat Project Scoping Study Summary;

- Life of mine average 750,000 lb U₃O₈ production for at least 15 years
- 1.0 Mlb/year production in early years from high grade areas
- Low capital cost of US\$45.0 million(including 25% Contingency)
- Average operating cost US\$30/lb U₃O₈
- A pre-tax cash flow of A\$360 M

- IRR of 78% pre-tax and royalties

The Company anticipates Shares subscribed under the rights issue will be issued on Tuesday 9 September 2014 and listed on the Australian Stock Exchange on Wednesday 10 September, 2014, with the shortfall allocated as soon as practicable thereafter.

Following the issue the company will have 262 million shares on issue.

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