

27 May 2015

AURA ENERGY EXPANDS FOOTPRINT ON URANIUM MINERALISATION IN MAURITANIA

HIPPOLYTE MINERALISATION EXTENDS INTO NEW TENEMENT

RADIOMETRIC ANOMALY SIMILAR TO HIPPOLYTE

- **Aura registers exploration permit application over 224 km² adjoining its Hippolyte uranium resource**
- **Contains strong and extensive uranium response in airborne radiometrics**
- **Previous reconnaissance drilling confirmed extension of the Hippolyte mineralised system into the area**

Aura Energy Limited (AEE) is pleased to announce that it has made an application for a mineral exploration permit over an area of 224 km² adjoining to the south of its important Hippolyte uranium resource. The area recently became available and as there were no prior applicants for the area, Aura is confident that the permit will be granted.

The new permit area, called Hippolyte South, contains strong uranium responses in regional airborne radiometric data, similar in strength and size to those over Aura's nearby resources (see Figure 1). The anomalies within this new tenement extend for in excess of 15 km and cover an area of approximately 10 km².

In 2011, Aura carried out a brief reconnaissance drilling programme over these radiometric highs as part of a possible JV arrangement over the area. This drilling was broadly spaced with holes 200 metres apart on lines 800 metres or more apart.

More than 25% of these reconnaissance holes intersected ore-grade mineralisation (i.e. at least one metre at 100 ppm U_3O_8 or greater) with values ranging up to 646 ppm U_3O_8 (see Figure 2). Details of results are set out in Table 1.

"The Tiris Project is an excellent development asset and to secure a tenement extension, with known mineralisation, adjoining the largest resource in the project, Hippolyte, is significant for our project. It is within Aura's strategy, during the uranium sectors downturn, to take advantage of opportunities that present themselves, such as this, which covers an extension of the Hippolyte mineralisation.

The strength of the radiometric response strongly suggests that repetitions of the mineralisation in Aura's resources just a few kilometres away are also likely to occur in this new area," Peter Reeve, Aura's Executive Chairman said.

Aura's Tiris Project currently holds a Mineral Resource of 50 M lbs U_3O_8 . Aura believes there is a strong potential to increase this resource from within the Hippolyte South permit.

With the exceptionally low cash costs of US\$30/lb U_3O_8 determined in the recent Tiris Scoping Study, additional resources of a similar style within close proximity of the Hippolyte deposit may add significant value to the Tiris Project.

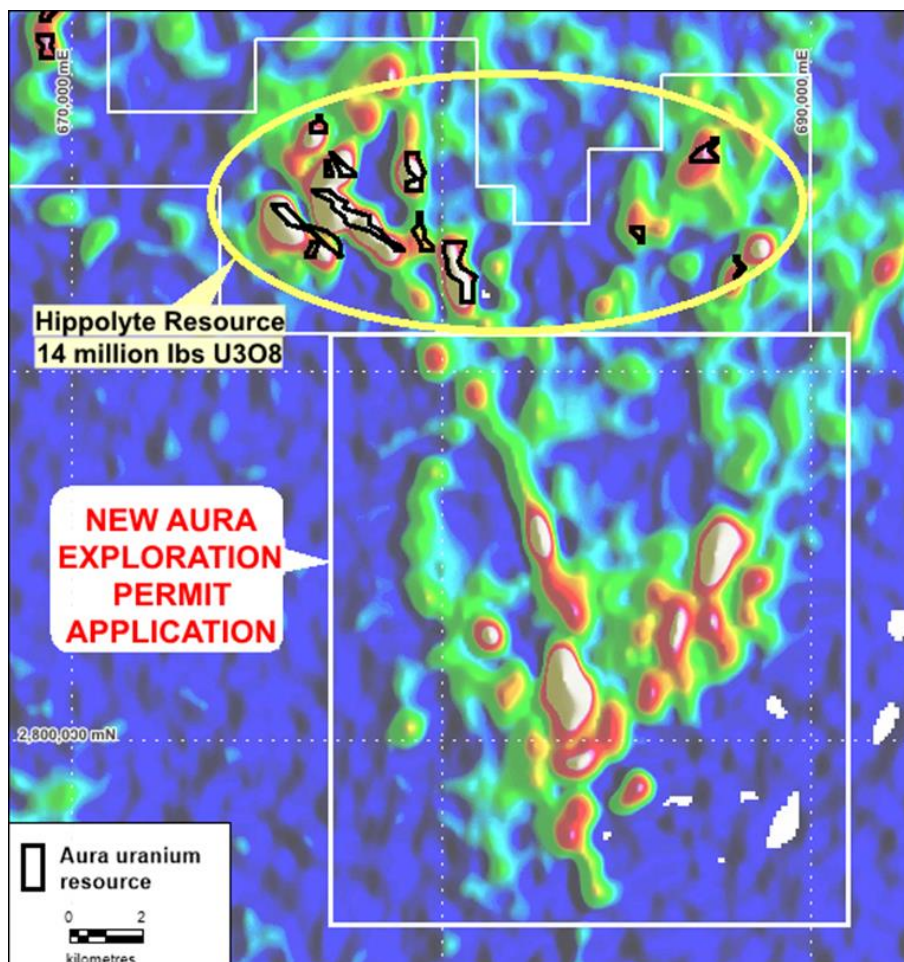


Figure 1: Aura's Hippolyte South exploration permit application area. Background image is uranium channel regional airborne radiometrics.

Note: Hippolyte Resource forms part of the 49 million lbs total resource for Tiris. See attached resource table.

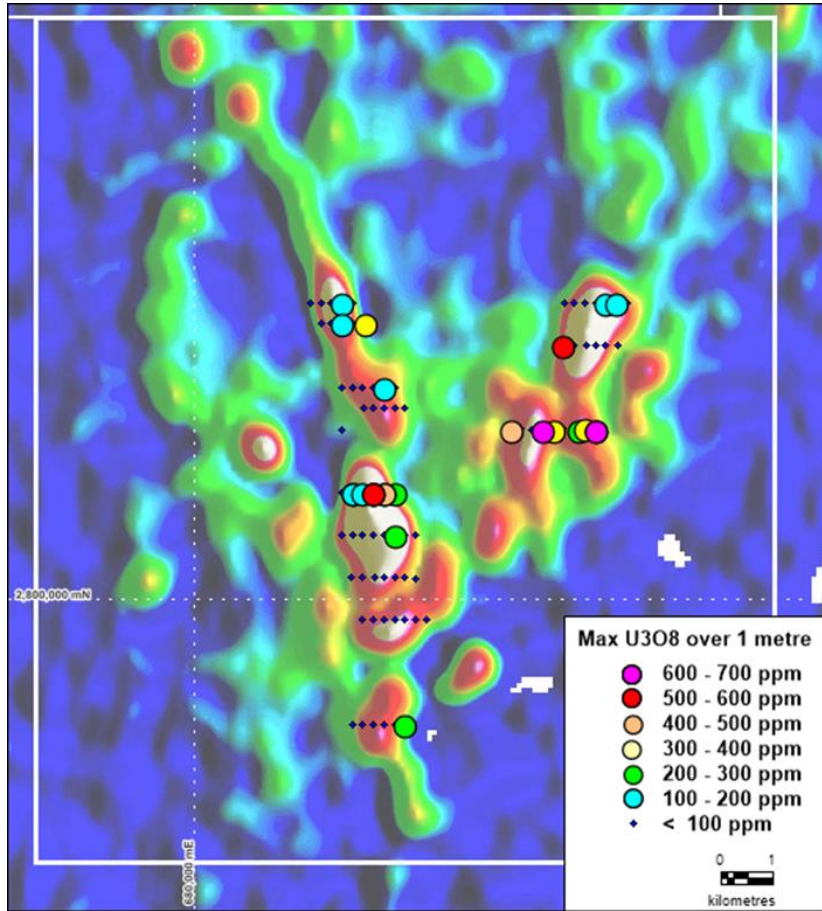


Figure 2: Hippolyte South area showing reconnaissance drill results.

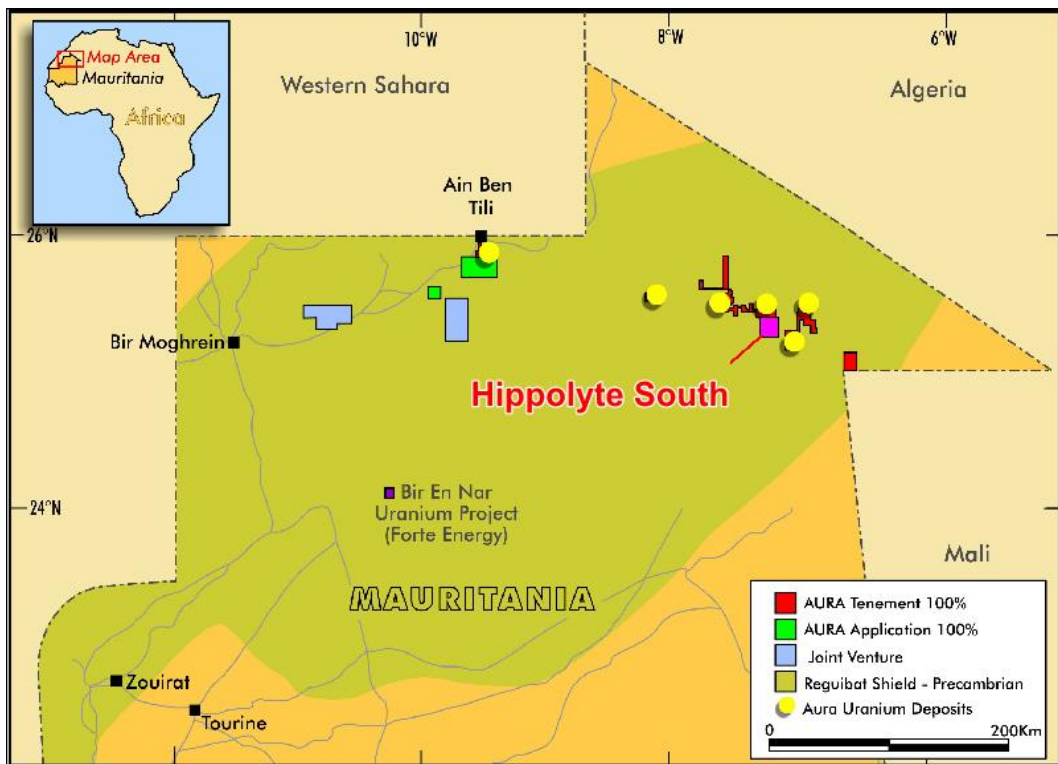


Figure 3: Hippolyte South application area relative to Aura's resources.

Table 1: Assay Results for all holes containing at least 1 metre at 100 ppm U₃O₈

HoleID	Easting	Northing	Depth from	Depth To	U3O8 ppm
10TSFAC004	682805	2805602	0	0.5	73
			0.5	1	106
			1	2	104
			2	3	84
			3	4	37
			4	5	19
			5	6	22
10TSFAC010	687799	2805596	0	0.5	-
			0.5	1	-
			1	2	46
			2	3	26
			3	4	147
			4	5	147
			5	6	160
10TSFAC011	688000	2805603	0	0.5	13
			0.5	1	156
			1	2	25
			2	3	32
10TSFAC015	682803	2805201	0	0.5	53
			0.5	1	53
			1	2	157
			2	3	147
			3	4	13
			4	5	14
			5	6	20
10TSFAC017	683240	2805204	0	0.5	13
			0.5	1	42
			1	2	337
			2	3	93
			3	3.5	53
10TSFAC018	687000	2804799	0	0.5	13
			0.5	1	28
			1	2	468
			2	3	585
			3	4	347
			4	5	118
			5	6	68
10TSFAC028	683604	2804009	0	0.5	45
			0.5	1	97
			1	2	61
			2	3	123
			3	4	24
			4	5	46
			5	6	33
10TSFAC035	686001	2803207	0	0.5	9
			0.5	1	15
			1	2	18
			2	3	51
			3	4	251
			4	5	421
			5	6	393
10TSFAC038	686604	2803197	0	0.5	17
			0.5	1	22
			1	2	40
			2	3	604
			3	4	189
			4	5	145
			5	6	124
10TSFAC039	686804	2803200	0	0.5	13
			0.5	1	19
			1	2	33
			2	3	358
			3	4	206
			4	5	47
			5	6	20
10TSFAC041	687273	2803189	0	0.5	12
			0.5	1	57
			1	2	215
			2	2.5	48
10TSFAC042	687413	2803211	0	0.5	8
			0.5	1	14
			1	2	17
			2	3	320
			3	4	171
			4	5	77
			5	6	50
10TSFAC043	687623	2803201	0	0.5	73
			0.5	1	646
			1	2	356
			2	3	364
			3	4	167
			4	5	70
			5	6	8
10TSFAC046	683001	2801993	0	0.5	40
			0.5	1	134
			1	2	38
			2	3	24
10TSFAC047	683198	2801995	0	0.5	66
			0.5	1	106
			1	2	141
			2	3	107
			3	4	62
			4	5	11
			5	6	13
10TSFAC048	683400	2801993	0	0.5	24
			0.5	1	371
			1	2	180
			2	2.5	585
10TSFAC049	683598	2802002	0	0.5	15
			0.5	1	17
			1	2	173
			2	3	450
			3	4	367
			4	5	31
			5	6	45
10TSFAC050	683803	2802000	0	0.5	9
			0.5	1	9
			1	2	246
			2	3	88
10TSFAC056	683800	2801200	0	0.5	64
			0.5	1	271
			1	2	138
			2	2.5	22
10TSFAC079	684000	2797600	0	0.5	6
			0.5	1	67
			1	2	251
			2	3	218
			3	3.5	6



Indicated and Inferred Resources for the Tiris Project at a 100ppm U₃O₈ cut-off grade

	Cut-off grade	Tonnes	Grade (ppm)	Mlb U ₃ O ₈
Total Indicated & Inferred	100	66	334	49
Indicated	100	2	300	2
Inferred	100	64	335	47

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Competent Person

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 2012 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. Dr Beeson is a member of the Australian Institute of Geoscientists.

The information related to resources for the Tiris Project is extracted from the report given below in this document. This report is available to view on the company's website www.auraenergy.com.au. The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements. The company confirms that the form and context in which the Competent Person's findings are presented have not been materially modified from the original market announcement. This information was prepared and first disclosed under the JORC code 2004. It has not been updated to comply with the JORC Code 2012 on the basis that the information has not materially changed since it was reported.

Aura Energy Ltd release to the Australian Stock Exchange: First uranium resource in Mauritania, 19/07/2011