21 December 2010

AURA SECURES LOCAL & INTERNATIONAL INSTITUTIONAL SUPPORT

HIGHLIGHTS

- **Completed placement raising $3.96 million**
- **Hong Kong institutions, joined Australian institutions in placement**
- **Substantial broker support also from UK**
- **Rapid advancement of Swedish and Mauritanian Projects continues**

Aura Energy Limited (ASX Code AEE, "Aura") today completed the placement foreshadowed in the ASX announcement of 10 December 2010. The company has raised $3.96 million before costs, at $0.23 per share.

The Aura register has been strengthened with Hong Kong institutions joining domestic Australian institutions in supporting the placement. Participation of London brokers in the placement also attests to developing international interest in the company. A wide investment base demonstrates good support for the company and benefits all shareholders.

Aura's Managing Director, Dr Bob Beeson said*:* "The additional funds will ensure the ability to follow up promising drill results in Mauritania, without losing time securing funding. It will also allow the company to move toward a scoping study for the Häggån Project in Sweden when the metallurgical testwork and drilling programme are completed."

Aura Energy (AEE) is a uranium explorer with advanced projects in Sweden, West Africa and Australia. The company is focusing on two main projects: the Häggån Project located in Sweden's Alum Shale Province, one of the largest depositories of uranium in the world; and the highly prospective Reguibat Province in Mauritania. The company aims to create shareholder value by rapidly establishing resources and then completing feasibility studies on these two projects. Aura Energy is headquartered in Melbourne, Australia.

For further information contact:

Aura Energy Limited

Jay Stephenson – Company Secretary - 08 9228-0711

Pesel & Carr

Barbara Pesel – 0418 548 808
Glenister Lamont - 0417 541 305