30 May 2011

FIRST ASSAYS FROM HÄGGÅN 2011 RESOURCE DRILLING EXTENDS MINERALISATION

HIGHLIGHTS

- **First assays from the resource drilling in the west of the Häggån permit confirms thick developments of mineralisation**
- **Results extend previous mineralisation 400m to the south**
- **One intersection of 113.5 metres at 170ppm U_3O_8**

Aura Energy Limited (ASX Code AEE, "Aura") is pleased to announce the first batch of assay results for two diamond drill holes in the programme designed to define extensions to the existing JORC compliant uranium resource in the Häggån Uranium-Molybdenum-Vanadium Project. This work will then feed into mining options for the scoping studies.

The recent resource drill programme of 11 diamond drill holes was completed in early April.

Further assay results are expected to be received over the next month, and an updated JORC compliant resource estimate is planned for July 2011.

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 Storsjön 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 and has been listed on the ASX since May 2006.

Previous Work

Aura's previous drilling in 2008 and 2010 included 42 holes in its Häggån permit.

In July 2010, Aura released the first resource estimate for the Häggån Project based on this drilling. The resource, using a 100ppm U_3O_8 cut-off, gives the project a contained uranium content of 291 million pounds. This resource places Häggån within the 10 largest undeveloped uranium resources that are compliant with ASX or TSX requirements.

The uranium occurs with molybdenum, nickel, vanadium and zinc in black shales. The shales form a near-continuous sheet throughout the part of the project that Aura has drilled, with thicknesses ranging between 20 and over 250 metres.

Current Progress

The second phase of resource drilling is part of Aura's 2011 programme to define the potential value of this vast, multi-metal deposit and develop potential mining options for scoping studies. Overall, the programme includes this drilling, metallurgical testwork, mineralogical studies, and continuing discussions with potential partners.

Hole No	From	To	Intercept	U_3O_8	MoO_3	V_2O_5	Ni
Hole HG43	90.0	91.3	1.3	152	353	5835	473
And	119.8	226.2	106.4	163	301	3168	423
Hole HG44	79.2	81.7	2.5	171	276	1719	346
And	134.5	247.1	113.5	170	358	3975	397

Table 1: Assay results for holes HG 43 and 44

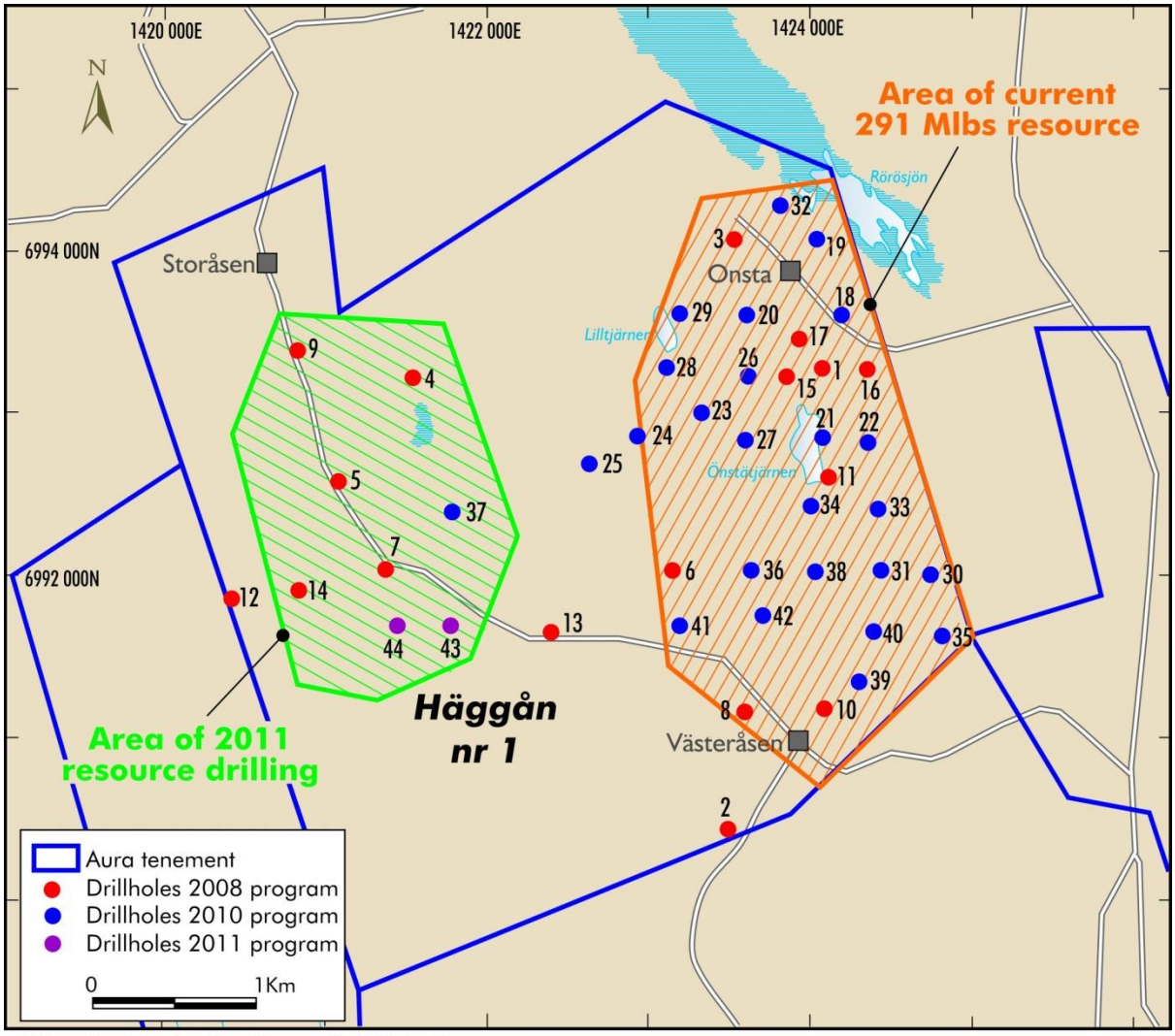
Using a 90ppm U_3O_8 cut off and up to 2m of internal waste

Holes HG43 and HG44 extend the zone of thick mineralisation south from previous holes HG007 and HG14 drilled in 2008. These previous holes reported -

- HG07: 191.4m @ 154ppm U_3O_8
- HG14: 150.0m @ 147ppm U_3O_8

These two current holes clearly indicate that this thick sheet of mineralisation extends further to the south in this area.

The two holes were analysed for uranium using a Delayed Neutron Counting (DNC) technique for uranium, and a four acid digest and ICP MS/AES analysis for the molybdenum, vanadium and nickel analyses reported above.



Häggån Project : Plan of drillholes

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The information in this report that relates to Exploration Results, Mineral Resources, or Ore Reserves is based on information compiled by Dr Robert Beeson. 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 2004 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.