ASX Announcement

5 August 2014

1 for 4 Non Renounceable Rights Issue

Aura Energy Limited (Aura) is pleased to announce a non-renounceable rights issue (Rights Issue) to raise up to $1,572,855 before costs. The funds will be used to commence the first stage of the feasibility studies for the Reguibat Project, maintain the Company's tenements in Mauritania and Sweden, and for general working capital purposes.

A prospectus for the Rights Issue is to be lodged with the ASIC on 7 August 2014.

Under the Rights Issue, all eligible shareholders on the Company's register at the close of business on or about 14 August 2014 (the Record Date) will have the right to subscribe for one new share for every four shares held at an issue price of $0.03 per share. In addition, one free option to acquire one share will be issued for every two shares subscribed for. The options will be exercisable at $0.06 and expire on 1 September 2015.

Key dates are:

Announce Offer and Notice sent to Optionholders	5 August 2014
Lodgement of Prospectus with the ASIC	7 August 2014
Lodgement of Prospectus & Appendix 3B with ASX	7 August 2014
Notice sent to Shareholders	11 August 2014
Ex date	12 August 2014
Record Date for determining Entitlements	5pm (WST), 14 August 2014
Prospectus sent to Shareholders & Company announces this has been completed	19 August 2014
Last day to extend Closing Date	28 August 2014
Closing Date	5pm (WST), 2 September 2014
Securities quoted on a deferred settlement basis	3 September 2014
ASX notified of under subscriptions	5 September 2014
Issue Date	9 September 2014
Quotation of Securities issued under the Offer	10 September 2014

Further information in relation to the Rights Issue (including the timetable) is set out in the prospectus that will be made available from www.asx.com.au. A copy of the prospectus, together with an entitlement and acceptance form, will be sent to eligible shareholders shortly after the Record Date. Persons should consider the prospectus in deciding whether to acquire shares under the Rights Issue, and will need to complete the personalised entitlement and acceptance form that will accompany the prospectus.

For further information contact:

Dr Bob Beeson
Managing Director, Aura Energy
+61 (0)3 9890 1744
info@auraenergy.com.au

Headquartered in Melbourne and listed on the ASX, Aura Energy (AEE) is an explorer and developer of uranium assets. The company has advanced uranium projects with large resources that are close to the surface in both Europe and Africa and also has a resource in Australia. Aura holds a total of 860 million pounds (389,000 tonnes) uranium in inferred resources. Its two main projects include: 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 completing feasibility studies on these two projects