

17 January 2018

Australian Securities Exchange
Attention: Mr Ben Secrett
Senior Advisor, ASX Listings Compliance

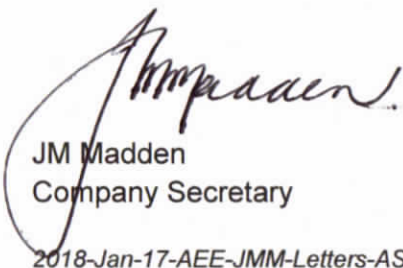
ASX Price and Volume Query

Dear Mr Secrett

Further to your letter dated 17 January 2018, Aura Energy Limited wishes to provide the following response to the matters you have raised:

1. The Company is not aware of any information that has not been disclosed which, if known by some in the market could explain the recent trading in the securities of the Company.
2. No applicable.
3. The Company wishes to confirm it is in compliance with the Listing Rules and specifically, Listing Rule 3.1
4. These responses to the matters raised by the ASX have been discussed with a director of the Company in the absence of the Executive Chairman/Managing Director.

Yours faithfully

A handwritten signature in black ink, appearing to read "JM Madden".

JM Madden
Company Secretary

2018-Jan-17-AEE-JMM-Letters-ASX

Aura Energy Limited

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17 January 2018

John Madden
Aura Energy Limited
Level 1, 34-36 Punt Road
WINDSOR VIC 3181

By email

Dear Mr Madden

AURA ENERGY LIMITED ("AEE"): PRICE & VOLUME QUERY

We note the change in the price of AEE's securities from an opening price of \$0.024 on Monday, 15 January 2018 to an intra-day high of \$0.034 at the time of writing today, Wednesday, 17 January 2018.

We also note the significant increase in the volume of AEE's securities traded in the past couple of days.

In light of this, ASX asks AEE to answer separately each of the following questions and provide the following confirmations in a format suitable for release to the market in accordance with Listing Rule 18.7A.

1. Is AEE aware of any information concerning it that has not been announced to the market which, if known by some in the market, could explain the recent trading in its securities?
2. If the answer to question 1 is "yes":
 - a) Is AEE relying on Listing Rule 3.1A not to announce that information under Listing Rule 3.1?

Please note that the recent trading in AEE's securities would suggest to ASX that such information may have ceased to be confidential and therefore AEE may no longer be able to rely on Listing Rule 3.1A. Accordingly, if the answer to this question is "yes", you need to contact us immediately to discuss the situation.
 - b) Can an announcement be made immediately?

Please note, if the answer to this question is "no", you need to contact us immediately to discuss requesting a trading halt (see below).
 - c) If an announcement cannot be made immediately, why not and when is it expected that an announcement will be made?
3. If the answer to question 1 is "no", is there any other explanation that AEE may have for the recent trading in its securities?
4. Please confirm that AEE is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.



5. Please confirm that AEE's responses to the questions above have been authorised and approved in accordance with its published continuous disclosure policy or otherwise by its board or an officer of AEE with delegated authority from the board to respond to ASX on disclosure matters.

When and where to send your response

This request is made under, and in accordance with, Listing Rule 18.7. Your response is required as soon as reasonably possible and, in any event, **by not later 1.00pm AWST today, Wednesday, 17 January 2018**. If we do not have your response by then, ASX will have no choice but to consider suspending trading in AEE's securities under Listing Rule 17.3.

You should note that if the information requested by this letter is information required to be given to ASX under Listing Rule 3.1 and it does not fall within the exceptions mentioned in Listing Rule 3.1A, AEE's obligation is to disclose the information "immediately". This may require the information to be disclosed before the deadline set out in the previous paragraph.

ASX reserves the right to release a copy of this letter and your response on the ASX Market Announcements Platform under Listing Rule 18.7A. Accordingly, your response should be in a form suitable for release to the market.

Your response should be sent to me by e-mail at tradinghaltspert@asx.com.au. It should not be sent directly to the ASX Market Announcements Office. This is to allow me to review your response to confirm that it is in a form appropriate for release to the market, before it is published on the ASX Market Announcements Platform.

Listing Rules 3.1 and 3.1A

Listing Rule 3.1 requires a listed entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. Exceptions to this requirement are set out in Listing Rule 3.1A.

In responding to this letter, you should have regard to AEE's obligations under Listing Rules 3.1 and 3.1A and also to Guidance Note 8 Continuous Disclosure: Listing Rules 3.1 – 3.1B.

It should be noted that AEE's obligation to disclose information under Listing Rule 3.1 is not confined to, nor is it necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond to this letter by the time specified above, or if the answer to question 1 is "yes" and an announcement cannot be made immediately, you should discuss with us whether it is appropriate to request a trading halt in AEE's securities under Listing Rule 17.1.

If you wish a trading halt, you must tell us:

- the reasons for the trading halt;
- how long you want the trading halt to last;
- the event you expect to happen that will end the trading halt;



- that you are not aware of any reason why the trading halt should not be granted; and
- any other information necessary to inform the market about the trading halt, or that we ask for.

We may require the request for a trading halt to be in writing. The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted.

You can find further information about trading halts in Guidance Note 16 Trading Halts & Voluntary Suspensions.

Please contact me immediately if you have any queries or concerns about any of the above.

Yours sincerely

[sent electronically without signature]

Ben Secrett
Senior Adviser, ASX Listings Compliance