ASX ANNOUNCEMENT

4 July 2006

WONDINONG URANIUM DRILLING PROGRAM

- **Testing area of known uranium mineralisation**
- **Highly prospective for calcrete-hosted uranium**
- **Limited previous exploration**
- **Drill rig secured**

Aura Energy Limited (ASX Code: AEE) ("Aura") has secured a drilling rig to begin testing the extensive Wondinong uranium project, located 60 kilometres east of Cue in the northern goldfields area of Western Australia.

Aura, which recently listed on the Australian Stock Exchange, will drill test the main mineralised zone and for possible extensions to the north and south of the main zone with a 200 x 200 metre drilling program.

The main zone contains continuous uranium mineralisation and anomalism over an area of $8km^2$.

Aura managing director Dr. Bob Beeson said, "This will be the first detailed drilling at the Wondinong uranium deposit. The drilling program will define the size and grade of the mineralisation at Wondinong and the results will enable the market to more accurately value the project."

Wondinong was discovered by WMC in the early 1970's, and although the area hosts a number of calcrete hosted mineralised systems, including Energy Metals' Anketell uranium deposit, previous airborne geophysical surveys and exploration drilling was limited.

Previous exploration by WMC was confined to wide space drilling (5000 x 1000 feet), and although 27 drill holes penetrated the main mineralised zone, it was not followed up by further drilling.

Dr Beeson added, "Aura will also test three high quality targets within the Wondinong project area, including the poorly defined Eastern Zone of mineralisation, a single mineralised drill hole south of the main creek and mineralisation at depth at redox fronts in channel sediments."

Commencement of the drill program remains subject to site clearances and government approvals.

ENDS

For further information contact:

Dr Bob Beeson
Managing Director
Tel: (08) 9228 0703