

ASX RELEASE

30 July 2021

## Quarterly Activities Report for the Period Ending 30 June 2021

### OPERATIONAL HIGHLIGHTS

- Aura continued to focus on the steps required for re-listing on the ASX.
- Undertook project development activities on the Tiris Low Emission Uranium Project including:
  - A revised uranium mineral resource estimate is well progressed and is anticipated to be released shortly.
  - Restating the capital estimate for Tiris along with studies to review new opportunities to lower operating costs
  - Mobilisation for the extension of water drilling at Tiris
  - Wood PLC engaged to complete a net emissions study
- Work commenced on the company's gold exploration tenements in Mauritania

### CORPORATE HIGHLIGHTS

- The Company successfully completed a Rights Issue to eligible shareholders for 1 share for every 2 shares held post consolidation, at a price of \$0.026 per share, with 1,690 shareholders or 83% of the eligible registry participating, and all directors taking up their full entitlement.
- As announced on 1 April 2021, the Company plans to offer 1 Loyalty Option Rights Issue for every 3 Shares held, with the Loyalty Options having an upfront payment of \$0.013 each, an exercise price of \$0.052, and expiry of 30 June 2024 (this offer will only be available to Australian and New Zealand registered shareholders).

Commenting on the Reporting Period, Aura Energy CEO, Peter Reeve, said: "During the June Quarter, we continued to further develop the zero emission Tiris Uranium Project, and progressed in meeting the required expenditure set out by the ASX to relist the Company.

During the Reporting Period, work commenced in a number of technical areas, which will allow the fast track development of our zero emission Tiris Uranium Project, facilitating near term production. Importantly, the Company successfully completed a rights issue for eligible shareholders and, one month from relisting, the Company plans to offer 1 Loyalty Option Rights Issue for every 3 Shares held, with the Loyalty Options having an upfront payment of \$0.013 each, an exercise price of \$0.052, and expiry of 30 June 2024.

To clarify, the Record Date is anticipated to be 30 days from Aura's relisting on the ASX and we encourage shareholders to take up their entitlement for the Loyalty Option Rights.

The proceeds of the Rights Issue, Loyalty Options Entitlement Rights Issue and placement are anticipated to provide \$5.8m to the Company, which will be used to expedite the development of the zero emission Tiris Uranium Project, well positioning Aura to capitalise on the current uranium market, as the world continues to shift towards a decarbonised energy system.”

Aura Energy Limited (ASX:AEE) (“**Aura Energy**”, the “**Company**”) is pleased to provide an overview of the Company’s activities for the period ending 30 June 2021 (“**Quarter**”, “**Reporting Period**”).

As announced (ASX Release 21 May 2021), the ASX advised that upon the Company undertaking sufficient exploration on its projects in line its proposed expenditure commitments and following the completion and results of those exploration programs being released to the market, the ASX would be in a position to reinstate Aura’s securities to trading on the Official List.

### **Tiris Uranium Project**

During the Reporting Period, the Company undertook the following exploration and development activities on the zero emission Tiris Uranium Project:

- Work undertaken to revise the uranium mineral resource via estimation and additional drilling at the Sadi prospect (this will be subject to an additional release with further details)
- Commenced to restate the capital costs for the zero emission Tiris Uranium Project 2019 Definitive Feasibility Study (ASX Release: Tiris Uranium Definitive Feasibility Study Complete, 29 July 2019).
- Assaying for vanadium content was undertaken to calculate a vanadium resource with the target of delivering a by-product credit for the Tiris cash cost, potentially lowering the overall operating costs.
- An Opportunity Review for Tiris commenced with several opportunities identified, that will further enhance the Tiris project with anticipated capital and operating cost reductions.
- Wood PLC engaged to complete a net emissions study in respect to the Tiris Uranium Project, with encouraging findings produced.
- The campaign to seek additional water for Tiris was mobilised and will seek initially to reconfirm the previous results from Water Drilling undertaken by the Aura Energy in 2019, and seek additional water sources.

### **Häggån Battery Metals Project, Sweden (Aura 100%)**

Activities at the Häggån Battery Metals project remained on care-and-maintenance. The Swedish compensation claim remains ongoing and Aura continues to be steadfast in action to recover the value of the asset.

### Tasiast South Gold Project, Mauritania (Aura 100%)

During the Reporting Period, the Company continued to progress a corporate transaction for Aura's gold assets.

### Tenement Summary

Details of mining tenements, farm-in and farm-out agreements held at the end of the quarter, and any changes to such tenements and agreements during the quarter.

Country / Tenement number	Name	Grant / Application date	Expiry date	km <sup>2</sup>	Holder	Equity
<b>Mauritania</b>						
2491C4	Ain Sder	8/02/2019	Exploitation Licence	207	Tiris Resources SA	85%
2492C4	Oued El Foule	8/02/2019	Exploitation Licence	190	Tiris Resources SA	85%
561	Oum Ferkik	16/04/2008	Subject to exclusivity negotiation	60	Aura Energy Limited	100%
2457B2	Hadeibet Belaa	2/04/2019	2/04/2022	41	Tiris International Mining Co.	100%
2458B2	Touerig Taet	2/04/2019	2/04/2022	134	Tiris International Mining Co.	100%
<b>Sweden</b>						
2007-243	Haggan nr 1	28/08/2007	28/08/2022	18	Vanadis Battery Metals AB	100%
2018-9	Mockelasen nr 1	21/01/2019	21/01/2022	18	Vanadis Battery Metals AB	100%
2018-7	Skallbole nr 1	20/01/2019	20/01/2022	8	Vanadis Battery Metals AB	100%

Farm-in agreement with Nomads Mining Company sarl, Mauritania, to earn up to 70% interest in Nomads 100% owned exploration permit in Mauritania (details in ASX announcement 11 June 2019).

This ASX Release was authorised by the Aura Energy Board of Directors.

### For Further Information, please contact:

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## Appendix 5B

### Mining exploration entity or oil and gas exploration entity quarterly cash flow report

Name of entity

Aura Energy Limited

ABN

62 115 927 681

Quarter ended ("current quarter")

30 June 2021

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
<b>1. Cash flows from operating activities</b>		
1.1 Receipts from customers	-	-
1.2 Payments for		
(a) exploration & evaluation	-	(87)
(b) development	-	-
(c) production	-	-
(d) staff costs	(215)	(226)
(e) administration and corporate costs	(422)	(840)
1.3 Dividends received (see note 3)	-	-
1.4 Interest received	-	-
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Government grants and tax incentives	-	-
1.8 Other (Cash Boost from Commonwealth Government)	41	115
<b>1.9 Net cash from / (used in) operating activities</b>	<b>(596)</b>	<b>(1,038)</b>

<b>2. Cash flows from investing activities</b>		
2.1 Payments to acquire or for:		
(a) entities	-	-
(b) tenements	-	(77)
(c) property, plant and equipment	-	-
(d) exploration & evaluation	(315)	(315)
(e) investments	-	(147)
(f) other non-current assets	-	-

Consolidated statement of cash flows	Current quarter \$A'000	Year to date (12 months) \$A'000
2.2 Proceeds from the disposal of:		
(a) entities	-	-
(b) tenements	-	-
(c) property, plant and equipment	-	-
(d) investments	-	-
(e) other non-current assets	-	-
2.3 Cash flows from loans to other entities	-	-
2.4 Dividends received (see note 3)	-	-
2.5 Other	-	-
<b>2.6 Net cash from / (used in) investing activities</b>	<b>(315)</b>	<b>(539)</b>

<b>3. Cash flows from financing activities</b>		
3.1 Proceeds from issues of equity securities (excluding convertible debt securities)	3,494	4,294
3.2 Proceeds from issue of convertible debt securities	-	-
3.3 Proceeds from exercise of options	-	-
3.4 Transaction costs related to issues of equity securities or convertible debt securities	(94)	(95)
3.5 Proceeds from borrowings	-	426
3.6 Repayment of borrowings	-	(76)
3.7 Transaction costs related to loans and borrowings	-	-
3.8 Dividends paid	-	-
3.9 Other (provide details if material)	-	-
<b>3.10 Net cash from / (used in) financing activities</b>	<b>3,400</b>	<b>4,549</b>

<b>4. Net increase / (decrease) in cash and cash equivalents for the period</b>		
4.1 Cash and cash equivalents at beginning of period	710	235
4.2 Net cash from / (used in) operating activities (item 1.9 above)	(596)	(1,038)
4.3 Net cash from / (used in) investing activities (item 2.6 above)	(315)	(539)
4.4 Net cash from / (used in) financing activities (item 3.10 above)	3,400	4,549

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

<b>Consolidated statement of cash flows</b>		<b>Current quarter \$A'000</b>	<b>Year to date (12 months) \$A'000</b>
4.5	Effect of movement in exchange rates on cash held	8	0
<b>4.6</b>	<b>Cash and cash equivalents at end of period</b>	<b>3,207</b>	<b>3,207</b>

<b>5.</b>	<b>Reconciliation of cash and cash equivalents</b> at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts	<b>Current quarter \$A'000</b>	<b>Previous quarter \$A'000</b>
5.1	Bank balances	3,207	710
5.2	Call deposits	-	-
5.3	Bank overdrafts	-	-
5.4	Other (provide details)	-	-
<b>5.5</b>	<b>Cash and cash equivalents at end of quarter (should equal item 4.6 above)</b>	<b>3,207</b>	<b>710</b>

<b>6.</b>	<b>Payments to related parties of the entity and their associates</b>	<b>Current quarter \$A'000</b>
6.1	Aggregate amount of payments to related parties and their associates included in item 1	(159)
6.2	Aggregate amount of payments to related parties and their associates included in item 2	-

*Note: if any amounts are shown in items 6.1 or 6.2, your quarterly activity report must include a description of, and an explanation for, such payments.*

Item 6.1 – Payments for remuneration and director fees to executive and non-executive directors in the normal course of business at commercial rates, excluding reimbursements of out-of-pocket expenses.

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

7.	<b>Financing facilities</b>	<b>Total facility amount at quarter end \$A'000</b>	<b>Amount drawn at quarter end \$A'000</b>
	<i>Note: the term "facility" includes all forms of financing arrangements available to the entity. Add notes as necessary for an understanding of the sources of finance available to the entity.</i>		
7.1	Loan facilities	250	250
7.2	Credit standby arrangements	-	-
7.3	Other (Convertible Notes)	-	-
7.4	<b>Total financing facilities</b>	<b>250</b>	<b>250</b>
7.5	<b>Unused financing facilities available at quarter end</b>		-
7.6	Include in the box below a description of each facility above, including the lender, interest rate, maturity date and whether it is secured or unsecured. If any additional financing facilities have been entered into or are proposed to be entered into after quarter end, include a note providing details of those facilities as well.		
	<p>The Company drew down a short-term loan from L1 Capital Global Opportunities Master Fund of \$250,000 in Q1 FY21. The loan will be repaid in cash.</p> <p>L1 Capital Global Opportunities Master Fund was issued 3,846,153 unlisted options with an exercise price of \$0.052. These options were exercised during the quarter.</p>		

8.	<b>Estimated cash available for future operating activities</b>	<b>\$A'000</b>
8.1	Net cash from / (used in) operating activities (item 1.9)	(596)
8.2	(Payments for exploration & evaluation classified as investing activities) (item 2.1(d))	(315)
8.3	Total relevant outgoings (item 8.1 + item 8.2)	(911)
8.4	Cash and cash equivalents at quarter end (item 4.6)	3,207
8.5	Unused finance facilities available at quarter end (item 7.5)	-
8.6	Total available funding (item 8.4 + item 8.5)	3,207
8.7	<b>Estimated quarters of funding available (item 8.6 divided by item 8.3)</b>	<b>3.5</b>
	<i>Note: if the entity has reported positive relevant outgoings (ie a net cash inflow) in item 8.3, answer item 8.7 as "N/A". Otherwise, a figure for the estimated quarters of funding available must be included in item 8.7.</i>	
8.8	If item 8.7 is less than 2 quarters, please provide answers to the following questions:	
8.8.1	Does the entity expect that it will continue to have the current level of net operating cash flows for the time being and, if not, why not?	
	Answer: N/A	
8.8.2	Has the entity taken any steps, or does it propose to take any steps, to raise further cash to fund its operations and, if so, what are those steps and how likely does it believe that they will be successful?	
	Answer: N/A	

## Mining exploration entity or oil and gas exploration entity quarterly cash flow report

8.8.3 Does the entity expect to be able to continue its operations and to meet its business objectives and, if so, on what basis?

Answer: N/A

Note: where item 8.7 is less than 2 quarters, all of questions 8.8.1, 8.8.2 and 8.8.3 above must be answered.

## Compliance statement

- 1 This statement has been prepared in accordance with accounting standards and policies which comply with Listing Rule 19.11A.
- 2 This statement gives a true and fair view of the matters disclosed.

Date: 30 July 2021

Authorised by: By the Board  
(Name of body or officer authorising release – see note 4)

## Notes

1. This quarterly cash flow report and the accompanying activity report provide a basis for informing the market about the entity's activities for the past quarter, how they have been financed and the effect this has had on its cash position. An entity that wishes to disclose additional information over and above the minimum required under the Listing Rules is encouraged to do so.
2. If this quarterly cash flow report has been prepared in accordance with Australian Accounting Standards, the definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report. If this quarterly cash flow report has been prepared in accordance with other accounting standards agreed by ASX pursuant to Listing Rule 19.11A, the corresponding equivalent standards apply to this report.
3. Dividends received may be classified either as cash flows from operating activities or cash flows from investing activities, depending on the accounting policy of the entity.
4. If this report has been authorised for release to the market by your board of directors, you can insert here: "By the board". If it has been authorised for release to the market by a committee of your board of directors, you can insert here: "By the [name of board committee – eg Audit and Risk Committee]". If it has been authorised for release to the market by a disclosure committee, you can insert here: "By the Disclosure Committee".
5. If this report has been authorised for release to the market by your board of directors and you wish to hold yourself out as complying with recommendation 4.2 of the ASX Corporate Governance Council's *Corporate Governance Principles and Recommendations*, the board should have received a declaration from its CEO and CFO that, in their opinion, the financial records of the entity have been properly maintained, that this report complies with the appropriate accounting standards and gives a true and fair view of the cash flows of the entity, and that their opinion has been formed on the basis of a sound system of risk management and internal control which is operating effectively.