

GOLD AURA LIMITED
Annual General Meeting 2008

Chairman's Address

Dear Shareholders,

As with all companies, and in particular junior exploration companies, your company has been faced with challenges outside of its control which have not been experienced in many years.

As is the norm for the majority of exploration focused companies, Gold Aura went into the year fully aware that it had to raise funds during the year to advance its projects. To enhance this, the Company focused on enhancing its key projects at Croydon (Queensland), Sao Chico (Brazil) and generating value from Fergusson Island (Papua New Guinea).

However deteriorating market conditions for junior explorers were evident from early in the year and the initial fundraising of \$500,000 announced in March took many months to complete.

Despite significant value adding activities during the year of:

- agreement to sell 17% of Fergusson Island projects for Canadian \$1M in cash and \$1.5M in project funding and optioning the 50% balance for \$7M within 12 months (or \$10M in 24 months) to Bactech Mining and JV the project with them;
- drilling at Croydon continuing to indicate the presence of a large mineralised system and two delineated gravity anomalies offer new high priority drill targets;
- detailed investigations of the mineralisation at Croydon indicating that the mineralogy is typical of that encountered in granite-associated, economic, tin mineralised systems (eg. The Renison Mine – previously the largest underground tin mine in the world);
- being awarded partial funding totalling \$250,000 towards direct drilling costs of two high priority gravity anomalies at Croydon under the Queensland Government Collaborative Drilling Initiative; and
- an Option being exercised to acquire 60% interest in the high grade Sao Chico Gold projects, Brazil,

the performance of the company's share price has been very disappointing.

The continuing deteriorating share price together with the liquidity freeze made fundraising from traditional methods near obsolete.

As a result your board has considered alternative methods to generate value for shareholders during this very trying period. The Premier Minerals assets merger proposal was an example of this. Unfortunately, the ongoing credit crisis made Premier concerned enough to withdraw.

Your board continues to consider alternative proposals to generate value from its assets. At the same time progress is being made in closing the sale of 17% of Fergusson Island to Bactech which will generate much needed cash for the Company. Further, we are undertaking a rights issue to enable to company to continue and develop the key assets further, making the Company more attractive.

The fundamental potential of the Company's assets remains despite market conditions. It will be the Company's ability to continue to demonstrate this value by further development and exploration that will lead to the long term success of the Company. For this reason I urge all Shareholders to support the current rights issue.

I thank Shareholders for their support in this current trying environment and look forward to describing a more positive report on the Company in 2009.

Greg Starr

Chairman