

Aura Energy Limited

(ACN 115 927 681)

Supplementary Prospectus

IMPORTANT INFORMATION

This is a supplementary prospectus (**Supplementary Prospectus**) intended to be read with the prospectus dated 19 October 2021 (**Prospectus**), issued by Aura Energy Limited (ACN 115 927 681) (**Company**) in respect of a non-renounceable entitlement offer of Listed Options on the basis of 1 Listed Option (exercisable at \$0.052 and an expiry of 30 June 2024) for every 3 Shares held on the Record Date, at an issue price of \$0.015 each to raise up to \$2,030,399 before costs ("**Entitlement Offer**").

This Supplementary Prospectus is dated 25 October 2021 and was lodged with ASIC on that date. Neither ASIC nor ASX take any responsibility as to the contents of this Supplementary Prospectus.

This Supplementary Prospectus should be read together with the Prospectus. Other than the changes set out in this Supplementary Prospectus, all other details in relation to the Prospectus remain unchanged. To the extent of any inconsistency between this Supplementary Prospectus and the Prospectus, the provisions of this Supplementary Prospectus will prevail. Unless otherwise indicated, terms defined and used in the Prospectus have the same meaning in this Supplementary Prospectus.

The Company has issued a printed and electronic version of this Supplementary Prospectus and the Prospectus. Any person may obtain an electronic or hard copy of this Supplementary Prospectus and the Prospectus free of charge by downloading it from the Company's website www.auraenergy.com.au or contacting the Company by telephone on +61 3 9824 5254.

This Supplementary Prospectus and the Prospectus are important documents that should be read in their entirety. If you are in any doubt as to the contents of this Supplementary Prospectus or the Prospectus, you should consult your stockbroker, lawyer, accountant or other professional adviser without delay.

1. BACKGROUND

1.1 Reasons for this Supplementary Prospectus

The purpose of this Supplementary Prospectus is to provide additional information to investors as set out in sections 2 and 3 below.

2. PRODUCT DESIGN AND DISTRIBUTION OBLIGATIONS

Pursuant to recent product design and distribution obligations that came into force on 5 October 2021, issuers and distributors of financial products must comply with the design and distribution obligations in Pt 7.8A of the Corporations Act.

Accordingly, pursuant to section 994B(1)(a) of the Corporations Act, a person (or company in this case) must make a target market determination for a financial product if the person is required to prepare a disclosure document for the product under Part 6D.2 of the Corporations Act.

This is a Supplementary Prospectus intended to be read with the Prospectus dated 19 October 2021 issued by Aura Energy Limited.

As such, the Company is required to release a target market determination which seeks to offer potential investors for which the offer of Listed Options under the Prospectus has been designed, having regard to the objectives, financial situation and needs of the target market.

By this Supplementary Prospectus, the Company hereby provides further disclosure of the target market determination prepared by the Company in relation to the Listed Options offered under the Prospectus and a link for Shareholders to access it on the Company's website.

The Directors believe that the changes in this Supplementary Prospectus are not materially adverse from the point of view of an investor. Accordingly, no action needs to be taken if you have already subscribed for Listed Options under the Prospectus.

3. AMENDMENTS TO PROSPECTUS

3.1 Important Information

Target Market Determination

A "Target Market Determination" ("TMD") in respect of the Entitlement Offer made under this Prospectus has been prepared by the Company and is available on the Company's website at www.auraenergy.com.au/about. The TMD seeks to offer potential investors with an understanding of the class of investors for which the offer of Listed Options under this Prospectus has been designed, having regard to the objectives, financial situation and needs of the target market.

4. CONSENTS

Price Sierakowski Corporate has given, and not before lodgement of this Supplementary Prospectus withdrawn its consent to the amendments to the Prospectus in the form and context in which they are included. Price Sierakowski Corporate has not authorised or caused the issue of this Supplementary Prospectus and takes no responsibility for any part of this Supplementary Prospectus other than to the amendments to the Prospectus.

5. DIRECTORS' AUTHORISATION

This Supplementary Prospectus is issued by the Company and its issue has been authorised by a resolution of the Directors. The Directors believe that the Prospectus when read together with this Supplementary Prospectus contains all the information that would be required by section 713 of the Corporations Act and does not contain any material statement that is misleading or deceptive.

In accordance with section 720 of the Corporations Act, each Director has consented to the lodgement of this Supplementary Prospectus with ASIC and has not withdrawn that consent prior to lodgement.

Signed for and on behalf of the Company on 25 October 2021.



Peter Reeve
Managing Director & CEO
Aura Energy Limited