



Gold Aura Limited

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Spring Hill Qld
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11 April 2006

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Re: Non-Renounceable Rights Issue – Letter to Share and Option Holders

Please find attached letter to share and option holders.

Yours faithfully
GOLD AURA LIMITED

John Lemon
Company Secretary



Gold Aura Limited
ABN 75 067 519 779

11 April 2006

Dear Shareholder/Option Holder

NON RENOUNCEABLE RIGHTS ISSUE

On 10 April 2006 Gold Aura Limited ("Gold Aura") lodged a Prospectus with ASIC and the ASX, seeking to raise approximately \$1,987,220.00 (before costs) via a non-renounceable rights issue ("Issue") of approximately 23,379,063 new ordinary shares at a price of 8.5 cents per share on the basis of 1 new share for every 2 Shares held, together with 1 free attaching option per 2 new shares. Each option will be exercisable at \$0.13 per share on or before 31 March 2009. The New Shares and the shares issued upon exercise of the options will rank pari passu with existing shares on issue. All fractional amounts will be rounded up to the nearest whole number.

Gold Aura has 47,077,461 shares on issue which are quoted on the ASX. Approximately 319,335 Shares are held by shareholders who do not have registered addresses in Australia and New Zealand and accordingly who are not eligible to participate in the Rights Issue. Gold Aura has 9,255,882 options on issue which are not quoted on the ASX. Application will be made to the ASX for quotation of all securities issued pursuant to the Prospectus as well as the existing options which are not quoted on the ASX.

Holders of existing options may exercise their options prior to the Record Date if they wish to participate in the Issue.

Funds raised from the Issue are to be used for working capital to fund further evaluation and exploration of the Company's various projects. Details of the current status of the projects have recently been announced to the market. During the remainder of the 2006 calendar year, assuming that the Rights Issue is fully subscribed, the Directors' proposed expenditure on the Company's project portfolio is:- Fergusson Island (PNG) – approximately \$640,000; Croydon (Queensland) – approximately \$255,000; Southern Bayankol (Kazakhstan) – approximately \$1,274,000; Saiyikale (China) – approximately \$295,000; and Brazil - approximately \$60,000.

The timetable for the Issue is as follows:

Lodgement of Prospectus with ASIC and the ASX	10 April 2006
Application to the ASX for quotation of Shares and Options under the Prospectus	10 April 2006
Notice to Shareholders and Option holders	11 April 2006
Shares trade "Ex" the entitlements issue on the ASX	20 April 2006
Record Date to identify Eligible Shareholders and to determine Entitlements under the Prospectus	27 April 2006
Despatch of Prospectus and Entitlement and Acceptance Form ("Opening Date")	2 May 2006
Closing Date	16 May 2006
ASX notified of under-subscriptions	19 May 2006
Despatch Date of Share and Option Holding Statements	24 May 2006

The Record Date for determining eligibility to participate in the Issue is 27 April 2006.

It is anticipated that a Prospectus offering New Shares and Options for subscription will be mailed to Eligible Shareholders on 2 May 2006. Your Entitlement will be shown on the personalised Entitlement and Acceptance Form which will accompany the Prospectus when it is mailed to you. There is also a provision to take up more than your Entitlement, although you are not assured of receiving the New Shares applied for in excess of your Entitlement.

The Company reserves the right, within 3 months of the closing date of the Prospectus, to allot and issue any shortfall at the discretion of the Directors.

The Issue is not underwritten. There are no brokers to the Issue. No handling fee will be paid to brokers, except that the Company may pay brokerage fees to licensed dealers in securities in respect of successful shortfall applications from non-shareholders.

As stated, the Prospectus has been lodged with the ASX. The Prospectus may be viewed on the Australian Stock Exchange's website at www.asx.com.au, and on the Company's website at www.goldaura.com.au.

Before making a decision whether to take up any of these rights to New Shares, please read the Prospectus carefully when you receive it. The offer closes at 5pm on 16 May 2006.

If you have any questions regarding your rights, or the mailing of the Prospectus and the accompanying Entitlement and Acceptance Form, please contact either the Company's share registry, Link Market Services Limited (Tel: 02 8280 7454) or the Company Secretary, John Lemon (Tel 07 3833 3833).

Yours faithfully



Rob Murdoch
Chairman