



Gold Aura Limited

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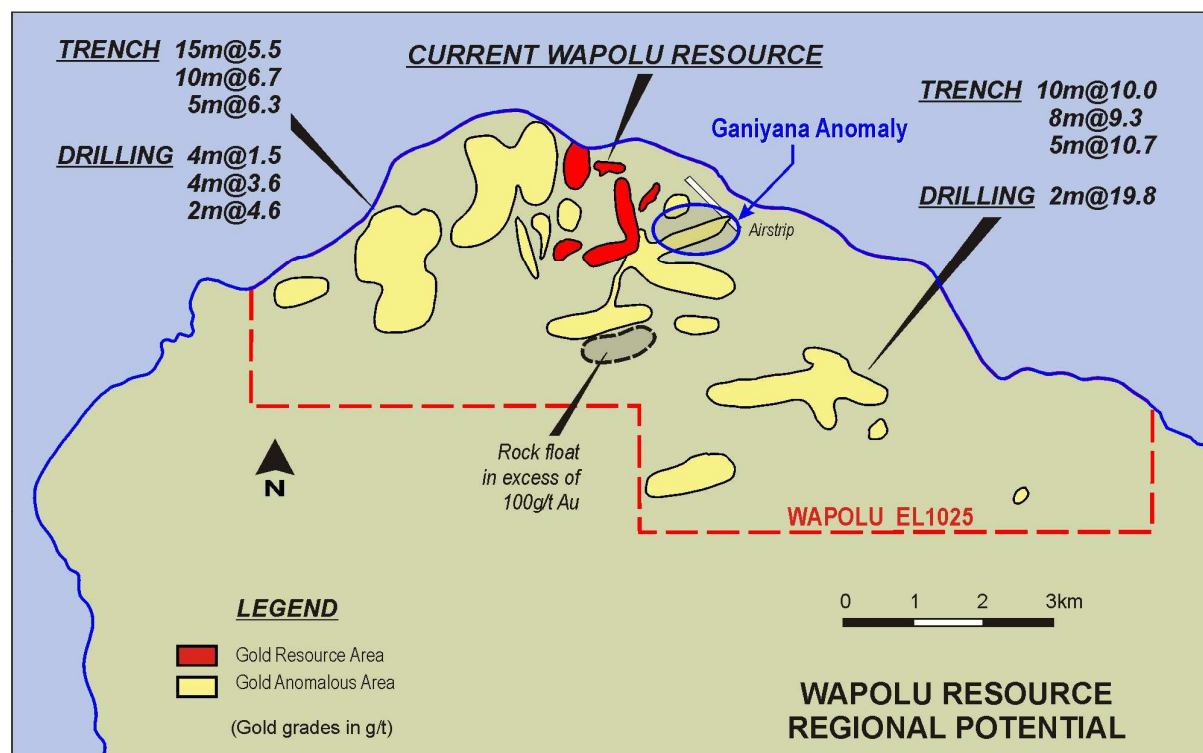
3 October 2006

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

Dear Sir

RE: DRILLING UPDATE - FERGUSSON ISLAND GOLD PROJECT

Gold Aura Limited (GOA) announces that the drilling program at Wapolu on Fergusson Island has been completed with the drilling of three holes for a total of 166.4 metres. The holes were drilled within the Ganiyana Anomaly which includes a gold in soil anomaly and an anomalous clay horizon, both located on the south-western side of the airstrip.

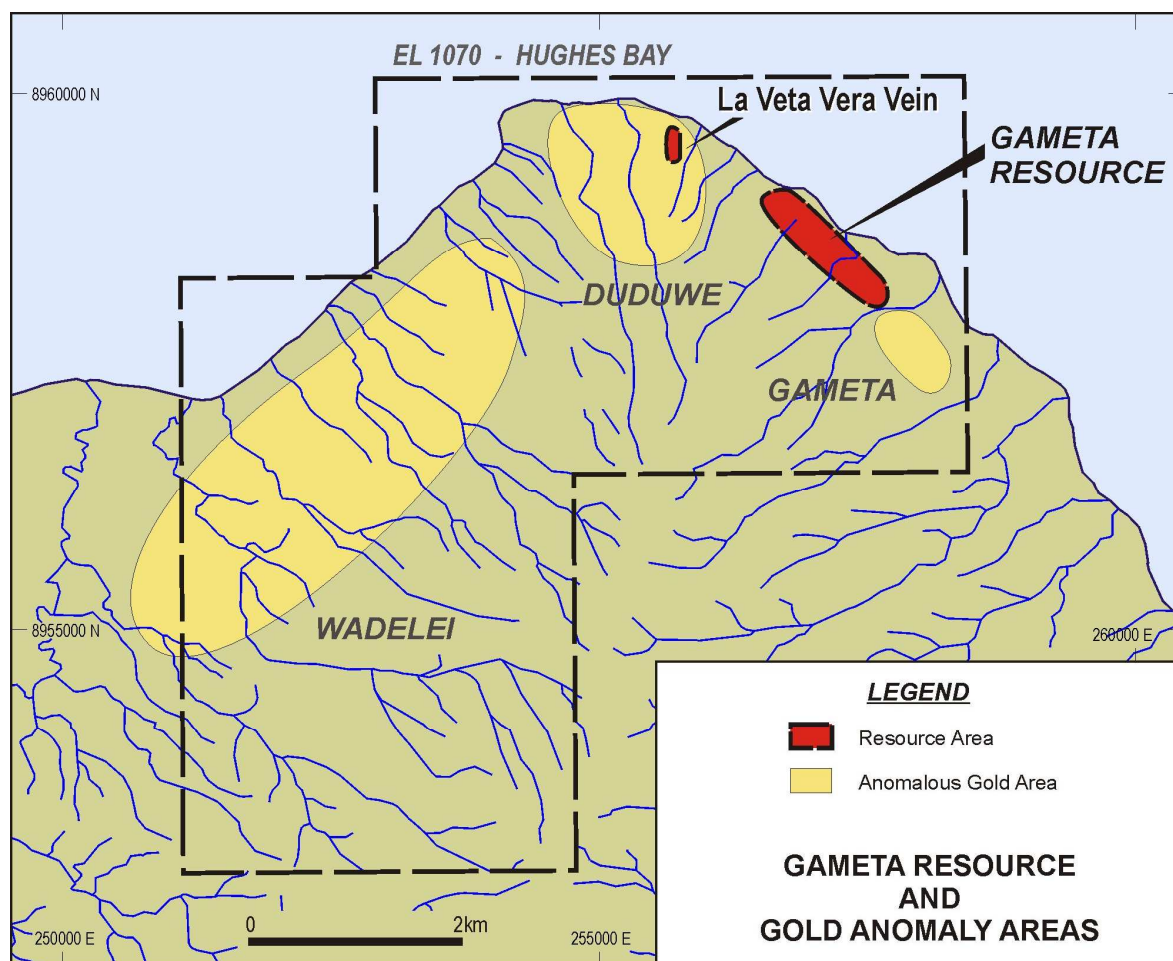


The first hole, UGD001A, was drilled in the anomalous clay area. The hole reached a depth of 36.3 metres before no further penetration could be achieved due to hot gasses and warm water inflow. This intersection is considered to be encouraging as the presence of hot waters and gasses indicates the presence of a circulating hydrothermal system. In other areas at Wapolu and Gameta, these systems have been found to be associated with gold mineralisation. The area now warrants deeper testing with a larger capacity drill rig.

The other two holes, UGD002 and UGD003, were drilled in the Ganiyana gold in soil anomaly where recent surface rock sampling had located gold values of up to 4.56 g/t Au. Both drill holes intersected highly ferruginised and oxidised serpentinised ultramafics, similar to the gold mineralised material present within the Dagwalala resource area located further to the west. Prospective intersections are 20.0 metres (7.8 to 27.8m) in UGD002 and 20.85 metres (0.00 to 20.85m) in UGD003. Samples will be despatched for assay shortly.

The man portable drill rig has now been relocated to Gameta where a program of infill drilling was commenced on 29 September 2006. The first hole, GDH-011, is designed to core beside previous RC hole GRC-191 which was abandoned due to difficult drilling conditions after intersecting 49 metres at 4.1 g/t Au. The planned program will involve at least 60 holes totalling 4,000 metres which are designed to upgrade the gold resource to JORC indicated and measured status. It is hoped that the Gameta program will also better define the high grade gold zones and increase the resource size. It is also expected that this program will lead to a full feasibility study into possible commercial gold production at Gameta.

GOA also announces that a new gold occurrence has been located at Gameta during regional traversing work. The occurrence, referred to as La Veta Vera and located approximately one kilometre to the NW of the current resource area, is a quartz vein/crush zone which appears to have an epithermal signature. Gold values of up to 12.05 g/t have been obtained mainly from rock float samples and are accompanied by anomalous levels of Ag (up to 40.3 g/t), As (up to 0.41%), Hg (up to 77 ppm), Mo (up to 589 ppm), Sb (up to 449 ppm), V (up to 2,870 ppm) and Pb (up to 1.2%). It is interesting to note that most samples are anomalous in Ag even where Au values are low or close to the level of detection.



The information contained in this report that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr Ken Chapple, Managing Director of Gold Aura Limited. Mr Chapple is a Member of the Australasian Institute of Mining and Metallurgy and has the relevant experience in relation to the mineralisation being reported upon to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Chapple consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Yours faithfully
GOLD AURA LIMITED

A handwritten signature in black ink, appearing to read 'K. Chapple', written in a cursive style.

Ken Chapple
Managing Director