



Gold Aura Limited

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Dear Shareholder

Gold Aura Limited (“GOA”) has elected not to produce a glossy Annual Report this year as we believe it is more cost effective, environmentally friendly and efficient to present news and information via our website and the Jabmail email service. Enclosed herein is the Concise Financial Report. Members wishing to receive the Full Annual Report can arrange delivery by contacting us or by visiting our website at www.goldaura.com.au. We encourage you to complete the enclosed email notification form that will enable you to receive email notification as soon as company documents are made available on-line.

The past year has seen GOA be quite active both in its existing project areas and in seeking new opportunities. We have also assembled a board and management team with considerable exploration and mining experience which is very capable of moving the company forward.

A pre-feasibility study is in progress at the Fergusson Island Project, investigating the development of a gold resource of at least 880,000 ounces of gold in-situ. The resource is currently 15.3 million tonnes at 1.8 g/t Au (based on a cut off grade 1.0 g/t Au).

The resource is contained within two separate deposits:
Gameta: 7.7 million tonnes @ 2.0 g/t Au (500,000 ounces); and
Wapolu: 7.6 million tonnes @ 1.6 g/t Au (380,000 ounces)

Both deposits are open ended and part of a major mineralised zone. Hence the ultimate gold resource available should be well in excess of one million ounces.

The ore bodies were drilled over a series of successive campaigns dating from the early 1980’s through to most recently last year. GOA inherited a number of databases that have now been cleaned up and consultants Hellman & Schofield are preparing a new resource calculation.

Mining is likely to involve a low strip ratio open cut extracting 1,000,000 tonnes of ore per annum. Processing is likely to involve grinding and conventional flotation to produce a gold concentrate. Initial test work has shown a metallurgical recovery of at least 84% can be achieved. With further work and fine-tuning, the plant is expected to recover over 90% of the gold. The feasibility study will be based on an operation planned to produce around 50,000 ounces of gold per annum.

Economic studies show that the capital cost of the proposed development is A\$24 million, the NPV is A\$32 million and the IRR is 36%. Cost of production is expected to be around US\$230 per ounce. GOA is currently examining ways to reduce these costs to below US\$200 per ounce through further planning, design and process assessment.

GOA holds explorations licences over the greater part of the Croydon Goldfield, one of the major goldfields in Queensland. The current gold resource at Croydon is 3 million tonnes at 2.2 g/t Au (200,000 ounces of gold) contained mostly within the Gilded Rose Project.

Further exploration has been completed at Croydon during the year to try and substantially build on that resource. Croydon is a massive gold metallogenic system extending over 250 sq. kms and comprises more than 300 separate auriferous quartz reefs. Whilst most of these deposits are small, GOA is of the view that with such a large gold system introduced, well after the structural deformity in the area, substantial gold deposits should occur in major structures. The challenge of exploration then is to find these big structures.

GOA exploration focus is to locate these big structures and hence large bulk-mining type gold deposits within either the outcropping portion of the metallogenic system (geological targets) or under cover of more recent rocks to the north (geophysical targets).

Exploration within the outcropping portion this year has delineated six major geological targets, each of which has the potential to host large shallow gold deposits. Collectively they could support a viable mining operation. The targets are either widespread zones of altered brecciated mineralised volcanic rock or major structures with coincident gold geochemistry anomalism.

One of the later types of target ("Gilded Rose") has been partly drilled and to date we have outlined a gold resource of 2 million tonnes at 2 g/t Au (70,000 ozs). However, around 80% of the strike length of this structure remains untested. There are five other untested targets as well and hence there is considerable scope to increase this resource.

The Gilded Rose deposit is a mixture of discontinuous high-grade reefs (e.g. 10 metres at 10.9 g/t Au) and broad lower grade zones (e.g. 94 metres @ 0.5 g/t Au.) Together they form a resource of around 2 g/t Au, a grade that GOA feels may be viable if sufficient tonnages are ultimately found to occur.

At another geological target (Tabletop) we have located altered brecciated and mineralised quartz vein volcanic rock spread over an area of around 1 km².

The geophysical targets identified are aeromagnetic features that may be reflecting major structures of the type that could host significant gold mineralisation. Of particular interest is a circular geophysical target, which may reflect a collapse volcanic caldera and may be considered an ideal structural gold host.

Further exploration is planned in the coming year. The company is evaluating new gold projects in Central Asia, China, Finland and Western Australia with long-term growth in mind.

An updated information memorandum on the company and its projects is available on the website at www.goldaura.com.au. We have a facility on the website that allows you to ask questions and receive answers from the management.

We thank you for your support over the year. The next few years should see Gold Aura heading towards a mining operation.

Yours Sincerely



Rob Murdoch
Chairman



Gold Aura Limited

A.B.N. 75 067 519 779

Concise Financial Report

For the year ended 30 June 2004

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IMPORTANT INFORMATION FOR MEMBERS

The Directors' Report, Concise Financial Report and Auditor's Statement contained within this document represent a Concise Financial Report.

The Full Financial Report of Gold Aura Limited for the financial year ended 30 June 2004 and the Auditor's Report thereon will be sent, free of charge, to members upon request. Members wishing to receive the Full Financial Report and Auditor's Report may arrange delivery by calling (07) 3833 3833 or by visiting our website at www.goldaura.com.au.

The Concise Financial Report contained within this document has been derived from the Full Financial Report of Gold Aura Limited for the financial year ended 30 June 2004 and cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the Full Financial Report.

DIRECTORS' REPORT

The Directors present their report on the consolidated financial report for the year ended 30 June 2004.

DIRECTORS

The names and details of the Directors of the Company in office during the financial year and until the date of this report are:

R.B. Murdoch *B. A. (Earth Sciences),
M.A.I.M.M., M.A.I.G.*
(Chairman/ Chief Executive Officer)

Mr. Murdoch has been appointed as Chairman and the Director responsible for implementation and supervision of the corporate activities and promotion of the company. He has been Managing Director of Union Resources Limited since 1992 and has over 30 years of international business experience in the management of public companies predominantly in the mining industry. Rob is currently a director of the economic entities within the Union Group, Jab Technologies Limited and Austex Mining NL. Director since June 1995.

K.G. Chapple *B. Sc., B Econ.*
(Executive Technical Director)

Mr. Chapple is the Director responsible for the implementation and supervision of the gold exploration program and budget of Gold Aura. Ken was previously the Exploration Manager with Union Resources Limited. From 1994-1997, Ken managed exploration activities in Papua New Guinea for Union Resources resulting in the discovery of the Gameta Gold Deposit in the D'Entrecasteaux Islands of Papua New Guinea. In 1998 he identified the Mehdiabad lead-zinc deposit in Central Iran, which has now shown to be probably the world's largest undeveloped zinc resource. Before joining the Union group, Ken worked with BHP exploration for 23 years. Ken is currently a director of Union Resource Management Pty Ltd and Union Zinc Pty Limited. Director since July 2002.

T. Roeggla
(Non-Executive Director)

Mr. Roeggla is based in Monaco and has an extensive background in business development, asset management and corporate finance. He is the founder of Aktieninvestor.com AG, an international equity investment organisation. Aktieninvestor.com AG is involved in investing in resource, high-tech and industrial sectors worldwide. Director since July 2002.

N.C. White *B. Sc Honours PhD*
(Tasmania)
(Non-Executive Director)

Mr. White has over 35 years experience in minerals exploration, of which 30 years were served with BHP Minerals Exploration, from which he retired as Chief Geologist in 1999. He holds a B.Sc Honours from the University of Newcastle and PhD from the University of Tasmania. Noel currently operates as an independent consultant and researcher and will bring invaluable knowledge and experience to the Board, based on his extensive international experience and widely recognised technical knowledge. Director since 17th May 2004.

B.G. Moller
(Resigned)

Mr. Moller resigned as Chairman and Director on 8th April 2004.

All Directors shown were in office for the entire year and up to the date of this report, unless otherwise stated.

DIRECTORS' REPORT (continued)

PRINCIPAL ACTIVITIES

During the year the principal continuing activities of the consolidated entity consisted of further exploration of the consolidated entity's gold tenements in Papua New Guinea and North Queensland and the evaluation of potential gold projects for investment in Australia, Europe and South East Asia.

There was no significant change in the nature of these activities during the year.

The Company is a Company limited by shares and incorporated and domiciled in Australia.

REVIEW AND RESULTS OF OPERATIONS

Group Overview

The consolidated group will continue to focus its activities within the mining resource sector. Details of group's activities are as follows:

A thorough review of the extensive database inherited on Fergusson Island has led to a significant increase in the gold resource to 880,000 ounces during the year. Gold Aura considers that this resource is approaching the size that might support a viable open pit mining operation, in particular in view of the recognised potential for significantly increasing this resource size at the two main resource sites at Gameta and Wapolu. Accordingly, a Pre-feasibility Study is currently in progress to determine whether the gold resources on Fergusson Island could be economically exploited. Preliminary indications are encouraging.

Exploration at Croydon has involved drilling in the Gilded Rose Prospect Area which has resulted in increasing the available gold resource to 200,000 ounces. Review of the database has identified a number of additional targets and follow-up field work has identified a further six bulk tonnage targets for further detailed investigation. The Company is also undertaking a Pre-feasibility Study into the potential of developing a major graphite deposit located within its Croydon tenements. A Marketing Study is currently in progress.

In addition to exploring the existing tenements, Gold Aura has spent considerable effort in identifying other gold investment opportunities globally. The Company's focus has been directed towards the Central Asian Black Shale Belt which hosts a number of world class deposits. Two high potential areas have been identified and tenement applications have been lodged. The outcome of these applications is awaited.

The Georgetown tenements and processing plant have been under care and maintenance. These assets are the subject to an agreement with Georgetown Mining Limited which has been extended to 30th September 2004.

Operating Results and Dividends

The operating loss from ordinary activities after income tax of the consolidated entity for the year ended 30 June 2004 was \$627,675 (2003: loss \$354,726). The operating loss from ordinary activities after income tax attributable to the members of Gold Aura Limited ("Gold Aura") was \$626,585 (2003: loss \$339,058).

No dividends of the parent entity or any entity of the economic entity have been paid or declared or recommended since the end of the preceding financial year. The Directors do not recommend the payment of any dividend for the year ended 30 June 2004.

Capital Structure

During the year Gold Aura raised \$457,500 in equity funds through the placement of 3,050,000 new ordinary shares at the issue price of 15 cents per share.

Risk Management

The Board has been pro-active in identifying and analysing risks across the operations of the Company. Although the Board has been instrumental managing risk, it has not established a separate risk management committee.

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

Shareholders' equity decreased \$198,206 to \$4,237,944. The movement was largely a result of the year's loss of \$627,675, which was offset by capital raised throughout the year. There were no other significant changes in the state of affairs.

SIGNIFICANT EVENTS AFTER THE BALANCE DATE

On 13th September 2004, Gold Aura Limited issued 2,311,274 ordinary shares at 13 cents per share raising \$300,465 to registered shareholders under the Shareholder Share Purchase Plan.

DIRECTORS' REPORT (continued)

LIKELY DEVELOPMENTS AND EXPECTED RESULTS

Gold Aura will consider the completion of a full Feasibility Study into the commercial development of the Fergusson Island Gold Project. The Company will continue to evaluate the mining potential of the gold and graphite projects at Croydon. Further evaluation of potential new projects will be undertaken, with the view of identifying investment opportunities that will grow the company into the future.

ENVIRONMENTAL REGULATION AND PERFORMANCE

The consolidated entity is subject to environmental regulations in respect to its exploration activities and plant site in North Queensland by the Environmental Protection Agency of Queensland. The company complies with the Mineral Resources Act (1989) and Environmental Protection Act (1994). The maximum extent of that liability as assessed and regulated by the Environmental Protection Authority of Queensland is \$160,500.

The liability at the Georgetown plant site relates to the company's requirement under legislation to clean up the gold plant site and cover the tailings dam. However, should the plant be sold, there is no further environment work required under the bond conditions.

The company is subject to environmental regulations with respect to its exploration activities on Fergusson Island in Papua New Guinea by the Department of Natural Resources & Mines. The maximum extent of that liability is \$5,627 and relates to the company's requirement under legislation that drill sites and other such areas of exploration activities are cleaned subsequent to completion of such work.

The consolidated entity has carried out mineral exploration activities in Queensland and Papua New Guinea. To the company's knowledge, all restoration work required at this time has been completed in accordance with the requirements of the governing bodies.

SHARE OPTIONS

As at the date of this report, there were 12,515,659 options on issue. Refer to note 15 of the Full Financial Statements for further details of these options. Option holders do not have any right by virtue of the option, to participate in any share issue of the company.

No options were issued to directors, officers or employees during the year.

INDEMNIFICATION AND INSURANCE OF DIRECTORS AND OFFICERS

During the financial year, Gold Aura paid a premium of \$36,684 to insure the directors and officers of the company in relation to all liabilities and expenses arising as a result of the performance of their duties in their respective capacities to the extent permitted by law. The insurance period covered is from 24 December 2003 to 23 December 2004.

DIRECTORS' MEETINGS

The numbers of meetings of Directors and meetings of committees of Directors held during the year, and the number of meetings attended by each Director were as follows:

NAME	AUDIT COMMITTEE		DIRECTORS MEETINGS	
	Attended		Attended	Signed Resolutions
B.G. Moller	2		4	3
R.B. Murdoch	--		5	4
K.G. Chapple	--		5	4
T. Roeggla	--		5	4
N.C. White	--		--	--
P.R. Sauerberg (Company Secretary)	3		5	--

DIRECTORS' INTERESTS IN SHARES AND OPTIONS

Equity instruments of Directors

As at the date of this report the interests in the equity instruments of the Company held by Directors of the reporting entity and their director related entities were:

	Ordinary Shares		Options
	Direct	Indirect	
R. B. Murdoch	9,084	1,321,959	12,000
K. G. Chapple	321,021	--	103,587
T. Roeggla	--	291,608	--
N. C. White	--	--	--

No options were issued to directors, officers or employees during the year.

DIRECTORS' REPORT (continued)

AUDIT COMMITTEE

This Committee oversees and appraises the quality of audits conducted by the entity's external auditors, as well as determining the adequacy of administrative, operating and accounting controls. It is responsible for ensuring that the entity properly complies with all legislation and policies affecting its daily operations. It maintains open lines of communication between the Board and external advisers and oversees the identification of risk to ensure its proper management. The audit committee met three times during the year.

Members of the Audit Committee during the year were:

Name	Position
P. R. Sauerberg	Company Secretary
B. G. Moller	Former Chairman and Non Executive Director

REMUNERATION REPORT

Principles used to determine the nature and amount of remuneration

Remuneration of directors and senior executives of the Company is determined by market reference with due recognition of experience and knowledge within the organisation and the industries in which Gold Aura operates.

The Board of Directors is responsible for determining and reviewing compensation arrangements for the Directors, Chief Executive Officer and the executive team. The Board assesses the executive contracts on a regular basis and considers such factors as relevant market conditions, knowledge and experience with the organisation and the industry, appropriateness of the amount of remuneration, overall performance of the executives and the Company's financial and operational performance. Further details on the remuneration of directors and executives are also provided in note 23 in the Full Financial Report.

Details of remuneration

Details of the nature and amount of each element of the emolument of each director of the company and the executive officer of the company receiving the highest emolument for the financial year are as follows:

NAME	ANNUAL EMOLUMENTS		LONG TERM EMOLUMENTS	
	Base		Superannuation	Total
	Salary/Fees	Other		
	\$	\$	\$	\$
R.B. Murdoch	71,608	--	--	71,608
K.G. Chapple	145,384	--	13,084	158,468
T. Roeggla	15,000	--	--	15,000
B .G. Moller	20,625	--	--	20,625
N. C. White	--	--	--	--
	252,617	--	13,084	265,701

B. G. Moller was a Director of the company for only part of the reporting period, from 1st July 2003 to 8th April 2004. N. C. White was a Director of the company for only part of the reporting period, joining the Board on 17th May 2004.

EMOLUMENTS OF THE MOST HIGHLY PAID EXECUTIVE OFFICER OF THE COMPANY AND CONSOLIDATED ENTITY

NAME	ANNUAL EMOLUMENTS		LONG TERM EMOLUMENTS	
	Base		Superannuation	Total
	Salary/Fees	Other		
	\$	\$	\$	\$
M. J. Ilett	38,837	--	--	38,837

The economic entity had only one (1) executive with the authority to manage the affairs of the economic entity during the reporting period.

The Directors and specified executives did not receive any bonuses, termination payments, equity based remuneration or other remuneration payments during the reporting period. Further details of remuneration are detailed in note 23 in the Full Financial Report.

DIRECTORS' REPORT (continued)

DIRECTORS' INTERESTS IN CONTRACTS

No material contracts involving Directors' interests were entered into during or at the end of the financial year, other than those transactions detailed in note 25 in the Full Financial Report.

CORPORATE GOVERNANCE

The Board of Directors is responsible for the Corporate Governance of the consolidated entity. The Board is committed to achieving the highest standards of corporate behaviour and accountability. The company's corporate governance statement is contained in the Full Financial Report.

Signed for and on behalf of the Board in accordance with a resolution of the Directors.



Director – R B Murdoch

Brisbane, 30 September 2004

Signed for and on behalf of the Board in accordance with a resolution of the Directors.



Director – K G Chapple

Brisbane, 30 September 2004

STATEMENT OF FINANCIAL PERFORMANCE

	Notes	CONSOLIDATED	
		2004 \$	2003 \$
REVENUE FROM ORDINARY ACTIVITIES	2	46,869	52,954
Employee benefits expense		(169,656)	(79,731)
Audit Fees		(33,350)	(29,750)
Consulting fees		(120,180)	(68,276)
Directors' expenses		(82,242)	(55,478)
Share registry and listing fees		(23,191)	(9,808)
Travel expenses		(50,740)	(11,186)
Depreciation and amortisation charges		(28,175)	(25,549)
Borrowing costs expense		(2,783)	(211)
Marketing and promotion expenses		(3,252)	(29,270)
Diminution in exploration asset values		(41,123)	(8,803)
Rent and outgoings		(33,229)	(34,162)
Other expenses from ordinary activities		(86,623)	(55,456)
LOSSES FROM ORDINARY ACTIVITIES BEFORE INCOME TAX EXPENSE		(627,675)	(354,726)
INCOME TAX EXPENSE RELATING TO ORDINARY ACTIVITIES		--	--
NET LOSS		(62,675)	(354,726)
TOTAL CHANGES IN EQUITY OTHER THAN THOSE RESULTING FROM TRANSACTIONS WITH OWNERS AS OWNERS		(627,675)	(354,726)
Basic loss per share (cents per share)	5	(2.77)	(1.72)
Diluted loss per share (cents per share)	5	(2.77)	(1.72)
Franked dividends per share (cents per share)		--	--

DISCUSSION AND ANALYSIS – FINANCIAL PERFORMANCE

SEGMENT ANALYSIS

An analysis of revenue and profit from ordinary activities before income tax by segment is set out in note 6.

TRENDS IN REVENUES ARISING FROM OPERATING ACTIVITIES

The operating loss from ordinary activities after income tax of the consolidated entity for the year ended 30 June 2004 was \$627,675 (2003: loss \$354,726). The revenue from ordinary activities is largely comprised of interest income is \$37,351 (2003: \$47,733).

MAIN INFLUENCES ON COSTS OF OPERATION

The increase in losses from ordinary activities is a result of a full year's operations in 2004 compared with 7 months operations in the 2003 financial year.

During the financial year the company had capitalised expenditure relating to a prospective mining tenement in South East Asia. The expenditure relating to this tenement was written off during the period and included in the diminution in exploration asset values of \$41,123. Other expenditure relating to exploration and evaluation of potential gold projects were expensed directly to the Statement of Financial Performance, which would largely explain the increase in travel and consulting fees during the year.

Administration overheads have been contained in the period as the Company shares corporate offices with its ultimate holding company Union Resources Limited.

The above consolidated statement of financial performance should be read in conjunction with the accompanying notes, discussions and analysis.

STATEMENT OF FINANCIAL POSITION

	Notes	CONSOLIDATED	
		2004 \$	2003 \$
CURRENT ASSETS			
Cash assets		338,477	945,423
Receivables		5,923	14,478
Other assets		18,374	20,930
TOTAL CURRENT ASSETS		362,774	980,831
NON-CURRENT ASSETS			
Receivables		--	--
Other financial assets		--	--
Property, plant and equipment		85,018	116,482
Exploration and evaluation expenditure		3,789,121	3,542,639
Other		166,127	168,979
TOTAL NON-CURRENT ASSETS		4,040,266	3,828,100
TOTAL ASSETS		4,403,040	4,808,931
CURRENT LIABILITIES			
Payables		132,292	359,312
Provisions		17,574	5,721
TOTAL CURRENT LIABILITIES		149,866	365,033
NON-CURRENT LIABILITIES			
Provisions		15,230	7,748
TOTAL NON-CURRENT LIABILITIES		15,230	7,748
TOTAL LIABILITIES		165,096	372,781
NET ASSETS		4,237,944	4,436,150
EQUITY			
Parent entity interest			
Contributed equity		4,198,347	3,768,878
Reserves		1,021,998	1,021,998
Accumulated losses		(982,401)	(354,726)
TOTAL EQUITY	8	4,237,944	4,436,150

DISCUSSION AND ANALYSIS – FINANCIAL POSITION

CHANGES IN THE COMPOSITION OF ASSETS

Total assets decreased by \$405,891 to \$4,403,040 (2003: \$4,808,931). The decrease is largely due to the decrease in cash assets that were used to fund the Company's operating activities, exploration activities and payment of trade creditors. The total non-current assets increased from \$3,828,100 in the previously year to \$4,040,266 in the current year largely as a result of expenditure incurred in the exploration and evaluation of the tenements held in Fergusson Island in Papua New Guinea and tenements held in the Croydon Project in North Queensland.

CHANGES IN THE COMPOSITION OF LIABILITIES

Liabilities decreased from \$365,033 to \$149,866 during the financial year. The major reason for the decrease in liabilities is the payment of the trade creditors that were associated with the Fergusson Island and Croydon Projects.

OTHER SIGNIFICANT MOVEMENTS IN STATEMENT OF FINANCIAL POSITION ITEMS

Contributed equity rose during the period as a result of new share issues that increased equity by \$429,469 due to a private placement of 3,050,000 new ordinary shares. The funds will be used to fund working capital, continued exploration and evaluation of existing tenements and evaluation of potential new gold tenements in Australia, South East Asia and Europe.

RELATIONSHIP BETWEEN DEBT AND EQUITY

The Company's activities have been largely funded through new share issues and as at 30 June 2004 the company had no financial debt.

The above consolidated statement of financial position should be read in conjunction with the accompanying notes, discussions and analysis.

STATEMENT OF CASH FLOWS

	CONSOLIDATED	
	2004	2003
	\$	\$
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES		
Other revenue	--	3,731
Interest received	40,326	44,758
Payments to suppliers and employees	(604,946)	(271,396)
Security deposit	2,852	(168,980)
NET CASH FLOWS (USED IN) OPERATING ACTIVITIES	(561,768)	(391,887)
CASH FLOWS FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment	(7,649)	(22,781)
Payment for exploration, evaluation and development	(459,924)	(438,537)
Proceeds from sale of property, plant and equipment	15,273	750
Loans granted to controlling entity	(22,347)	--
NET CASH FLOWS FROM INVESTING ACTIVITIES	(474,647)	(460,568)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of shares and options	457,500	2,147,613
Share issue and transaction costs	(28,031)	(349,735)
NET CASH FLOWS FROM FINANCING ACTIVITIES	429,469	1,797,878
NET INCREASE/(DECREASE) IN CASH HELD	(606,946)	945,423
Cash at the beginning of the financial year	945,423	--
CASH AT END OF THE FINANCIAL PERIOD	338,477	945,423

DISCUSSION AND ANALYSIS – CASH FLOWS

CHANGES IN CASH FLOWS FROM OPERATIONS

Net cash flows used in operating activities increased from \$391,887 in the previous year to \$561,768 in the current year. This increase was largely due to a comparison of a full year's operations in the 2004 financial year compared with 7 months operations in the 2003 financial year. Included in the payment to suppliers and employees of \$604,946 is \$235,723 that the Company outlayed in evaluating new projects in Europe, South East Asia and Australia.

It is anticipated that the Company will continue to evaluate and explore potential gold projects over the next 12 months.

FINANCING OF CAPITAL EXPENDITURE PROGRAMS

Significant cash flows from investing activities in the period were exploration, evaluation and development expenditure on the Fergusson Island Project in South Eastern Papua New Guinea and on the Croydon Project in North Queensland.

CASH FLOWS FROM FINANCING ACTIVITIES

The most significant cash flows from financing activities during the year were proceeds from issues of shares. Ordinary shares to the value of \$457,500 were issued at a placement price of 15 cents per share. The proceeds from this issue was utilised to fund the operating and investing activities of the company.

NOTES TO THE CONCISE FINANCIAL STATEMENTS

1. BASIS OF PREPARATION OF THE CONCISE FINANCIAL REPORT

The concise financial report has been prepared in accordance with the requirements of the Corporations Act 2001 and Accounting Standard AASB 1039 "Concise Financial Reports".

Changes in accounting policies and estimates

The accounting policies adopted are consistent with those of the previous year.

2. SALES REVENUE

Sales

Revenues from non-operating activities

Interest from unrelated parties

Other revenue

Sale of non-current assets

Foreign exchange gains

Total revenues from ordinary activities

CONSOLIDATED	
2004	2003
\$	\$
--	--
37,351	47,733
--	3,731
9,231	533
287	957
46,869	52,954

3. EXTRAORDINARY ITEMS

There are no extraordinary items during the current or previous financial period.

4. DIVIDENDS

There were no dividends during the current or previous financial period.

5. LOSS PER SHARE

Basis loss per share (cents per share)

Diluted loss per share (cents per share)

Earnings used in calculating basic and diluted loss per share

Weighted average number of shares used as the denominator

Weighted average number of ordinary shares used in the dominator in calculating basic loss per share

Weighted average number of ordinary shares used in the dominator in calculating diluted loss per share

CONSOLIDATED	
2004	2003
\$	\$
(2.77)	(1.72)
(2.77)	(1.72)
(627,675)	(354,726)
22,654,427	20,589,039
22,654,427	20,589,039

At the end of the year the economic entity had 12,215,659 options with an exercise price of 25 cents. It is not probable that the options will be converted into shares in to the future, as the share price at the end of the financial year was 14 cents, which is well below the exercise price for the options. As such the directors believe that the options are not potential ordinary shares for dilution.

NOTES TO THE CONCISE FINANCIAL STATEMENTS

6. SEGMENT INFORMATION – PRIMARY SEGMENT

Sales to customers outside the consolidated entity

Other revenues from customers outside the consolidated entity

Total segment revenue

Results

Segment result

Consolidated entity profit/(loss) from ordinary activities before income tax expense

Income tax expense

Net loss

Assets

Segment assets

Liabilities

Segment liabilities

	AUSTRALIA		PAPUA NEW GUINEA		CORPORATE		CONSOLIDATED	
	2004	2003	2004	2003	2004	2003	2004	2003
	\$	\$	\$	\$	\$	\$	\$	\$
	--	--	--	--	--	--	--	--
	--	--	9,231	5,221	37,351	47,733	46,582	52,954
	--	--	9,231	5,221	37,351	47,733	46,582	52,954
	47,952	(8,867)	(1,090)	(15,668)	(674,537)	(330,191)	(627,675)	(354,726)
							(627,675)	(354,726)
							--	--
							(627,675)	(354,726)
	1,594,837	1,426,491	2,291,180	2,240,404	517,023	1,142,036	4,403,040	4,808,931
	12,601	2,225	6,216	236,764	146,277	133,792	165,094	372,781

7. SIGNIFICANT EVENTS AFTER THE BALANCE DATE

On 13th September 2004, Gold Aura Limited issued 2,311,274 ordinary shares at 13 cents per share raising \$300,465 to registered shareholders under the Shareholder Share Purchase Plan.

8. ACCUMULATED LOSSES

Reconciliation of accumulated losses

Balance at the beginning of the year
Net losses attributable to members of Gold Aura Limited
Total available for appropriation
Dividends provided for or paid
Balance at end of year

CONSOLIDATED	
2004	2003
\$	\$
(354,726)	--
(627,675)	(354,726)
(982,401)	(354,726)
--	--
(982,401)	(354,726)

DIRECTORS' DECLARATION

In accordance with a resolution of the directors of Gold Aura Limited, we state that in the opinion of the directors:

- the Concise Financial Report of the consolidated entity for the year ended 30 June 2004 is in accordance with Accounting Standard AASB 1039 "Concise Financial Reports"; and
- the financial statements and specific disclosures included in this Concise Financial Report have been derived from the Full Financial Report for the year ended 30 June 2004.

On behalf of the Board



K. G. Chapple
Director



R. B. Murdoch
Director

Brisbane, 30 September 2004



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AN INDEPENDENT MEMBER OF BAKER TILLY INTERNATIONAL - OFFICES THROUGHOUT THE WORLD

INDEPENDENT AUDIT REPORT TO THE MEMBERS OF GOLD AURA LIMITED

Scope

The concise financial report and directors' responsibility

The concise financial report comprises the consolidated statement of financial position, consolidated statement of financial performance, consolidated statement of cash flows, discussion and analysis of and accompanying notes to the financial statements, and the Directors' declaration for Gold Aura Limited (the company), for the year ended 30 June 2004.

The Directors of the company are responsible for the preparation and true and fair presentation of the concise financial report in accordance with Australian Accounting Standard AASB 1039: Concise Financial Reports.

Audit approach

We conducted an independent audit of the concise financial report in order to express an opinion on it to the members of the company. Our audit was conducted in accordance with Australian Auditing Standards in order to provide reasonable assurance as to whether the concise financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We also performed an independent audit of the full financial report of the company for the financial year ended 30 June 2004. Our audit report on the full financial report was signed on 30 September 2004.

We performed procedures to assess whether in all material respects the concise financial report presents fairly, in accordance with Australian Accounting Standard AASB 1039: Concise Financial Reports.

We formed our audit opinion on the basis of these procedures, which included:

- testing that the information included in the concise financial report is consistent with the information in the full financial report, and
- examining, on a test basis, information to provide evidence supporting the amounts, discussion and analysis, and other disclosures in the concise financial report which were not directly derived from the full financial report.

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements and the Corporations Act 2001.

Audit opinion

In our opinion, the concise financial report of Gold Aura Limited complies with Australian Accounting Standard AASB 1039: Concise Financial Reports.

Inherent uncertainty regarding capitalised mineral exploration costs

Without qualification to the statement expressed above, attention is drawn to the capitalised exploration and development costs totalling \$3,789,121 (2003: \$3,542,639) that have been included in the consolidated entity's Statement of Financial Position as non-current assets.

The ultimate recovery of the carrying values of these assets is dependent upon their successful development and commercial exploitation or, alternatively, the sale of the relevant assets at amounts in excess of their book values.

PITCHER PARTNERS



R C Brown
Partner

Brisbane, 30 September 2004