

22 January 2016

Dear Shareholder

In late 2015 shareholders in EVE Investments Ltd (ASX:EVE), formerly Energy Ventures Ltd, approved a proposal to conduct an in-specie distribution of the shares that EVE held in Aurora Uranium Limited on a 1:1 basis to all EVE shareholders. As you were a shareholder on the record date you have received shares in Aurora Uranium Limited, whilst still retaining your shareholding in EVE Investments.

Aurora Uranium Limited is an unlisted Australian public company, with no current intention to seek to list on any financial market. Aurora Uranium holds a 100% interest in the Aurora Uranium Project, the primary investment of Aurora Uranium. Further, the Company holds 4,511,797 shares in African Energy Resources Limited (ASX:AFR). AFR has interests in a number of power projects in southern Africa.

Aurora Uranium Project

The Aurora Uranium Project is located in a historical mining area, approximately 5 km to the north of the Nevada border and approximately 15 km to the west of the town of McDermitt, where the Company has a base of operations. The project is a volcanic-hosted uranium deposit within an area comprising 116 federal unpatented lode mining claims and one State of Oregon Prospecting Permit application, covering an area of approximately 13.34 square km.

The project is located in a historical mining district and has excellent access to existing infrastructure. Technical feasibility studies on the viability of the deposit are in progress, in parallel with the advancement of environmental baseline studies and permitting of the project with both state and federal agencies.

The Aurora deposit has a total resource base of 38 Mlb eU3O8 comprising an Indicated Resource of 36.7 Mlb eU3O8 at a grade of 253 ppm eU3O8, and an Inferred Resource of 1.2 Mlb eU3O8 at a grade of 151 ppm eU3O8. The Indicated Resource includes a contiguous zone of mineralisation that contains 18 Mlb eU3O8 at a grade of 444 ppm eU3O8 (300 ppm eU3O8 cut-off grade) and occurs in the upper part of the deposit.

Results of previous feasibility work completed suggest that the Aurora Uranium Project has potential to be developed as a low-cost conventional open pit mine with co-located processing plant producing around 2 Mt U3O8 per annum over a 10 year mine life. The current uranium price would not support development at this point. However, given the level of new reactor builds and potential supply side constraints the Company remains optimistic for an improved outlook in the sector.

Mining is expected to be low cost due to the soft sedimentary rock overburden and low stripping ratio of the uranium deposit. A simple scrubbing beneficiation process appears to both upgrade the mineralisation and allow rejection of a coarse, low-grade waste component. Scrubbing could also potentially contribute to a reduction in crushing and grinding costs, with the majority of uranium occurring within finer size fractions. The Company continues to assess the leaching characteristics of the mineralisation to determine typical uranium recoveries.

Existing power and transport infrastructure, plus the nearby town of McDermitt, indicate reductions in typical capital expenditure requirements are possible and greatly simplify access to the project area. Furthermore, the project has access to skilled labour in the immediate region, which also has excellent services and support for a mining operation at the appropriate point.

Further information on the Company's project is available on our website www.aurorauranium.com.au.

Reporting

Aurora Uranium Limited will publish a Quarterly Report on our website to keep shareholders up to date on the Company's activities and the uranium sector. This is in addition to the Annual Report that will be released each year in the lead up to the Company's Annual General Meeting.

To receive the Company's reports by email please subscribe to the Company's email mailing list by contacting the Company at info@aurorauranium.com.au with the subject line of Subscribe.

Share Registry

To update details regarding your holding in Aurora Uranium please contact the Company's share registry:

Link Market Services Limited
Central Park Level 4,
152 St Georges Terrace Perth
Telephone: 1300 554 474
<https://www.linkmarketservices.com.au/>

Buy-Sell Facility

As the Company is an unlisted entity, you will be unable to trade your shares on an exchange like the ASX. To help facilitate buying and/or selling by shareholders the Company will assist in matching those who wish to transact in the Company's shares.

Accordingly, those who wish to purchase or sell shares are able to follow the below procedure:

1. A shareholder may notify the Company Secretary of their intention to buy or sell Aurora Uranium shares. This should include the quantity involved and either a maximum price (if buying shares) or a minimum price (if selling sells). Notifications should be addressed to the Company Secretary and emailed to info@aurorauranium.com.au
2. The Company Secretary will determine if there is a "match", where there is a party that is willing to be the buyer or seller on the other side of the transaction.
3. If there is a "match", the Company Secretary will facilitate the execution of a relevant transfer form by the buyer and the seller. Payment details will be provided to the buyer to affect payment and once the transaction completes, the transfer will be registered and the share register updated. There is no fee to register the transfer.

Aurora Uranium Limited does not hold an AFSL (Australian Financial Services Licence) therefore the Company cannot provide either financial advice or deal in any financial products. The Company is merely facilitating a process between a buyer and seller. Each individual shareholder should consider attaining his or her own professional advice before participating in any transaction.

For further information please do not hesitate to the contact the Company on +61 8 6465 5500.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Bill Fry', with a large, sweeping flourish underneath.

Bill Fry
Executive Director