

The Emerging Wilcherry Gold Camp

Presentation to Shareholders
Annual General Meeting
Level 23, 530 Collins Street, Melbourne

20 November 2018

Cautionary & Competent Person Statement

Cautionary and Forward Looking Statements

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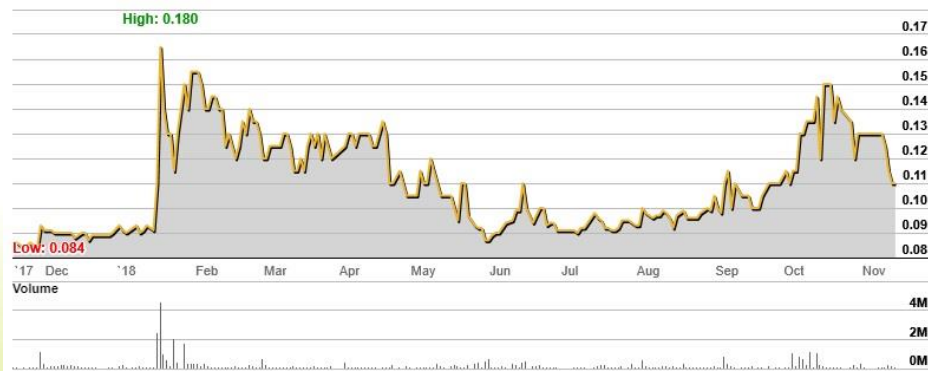
Competent Person’s Statement

The information in this report that relates to the Exploration Results is based on information compiled by Mr Anthony Gray and Mr Stephen Johnston. Mr Gray is a Member of the Australian Institute of Geoscientists and is a part-time contractor to Alliance Resources Ltd. Mr Johnston is a Member of the Australasian Institute of Mining and Metallurgy and is a full-time employee of Alliance Resources Ltd. Mr Gray and Mr Johnston have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2012 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves’. Mr Gray and Mr Johnston consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.

- Gold and base metals explorer targeting highly prospective projects in South Australia and Western Australia
- Proven track record in delivering shareholder value - \$58.4M returned to shareholders in 2015 and 2016 through sale of historic asset
- Flagship Wilcherry Project Joint Venture
 - Maiden Mineral Resource for gold (high grade)
 - Mining and processing Scoping Study in progress

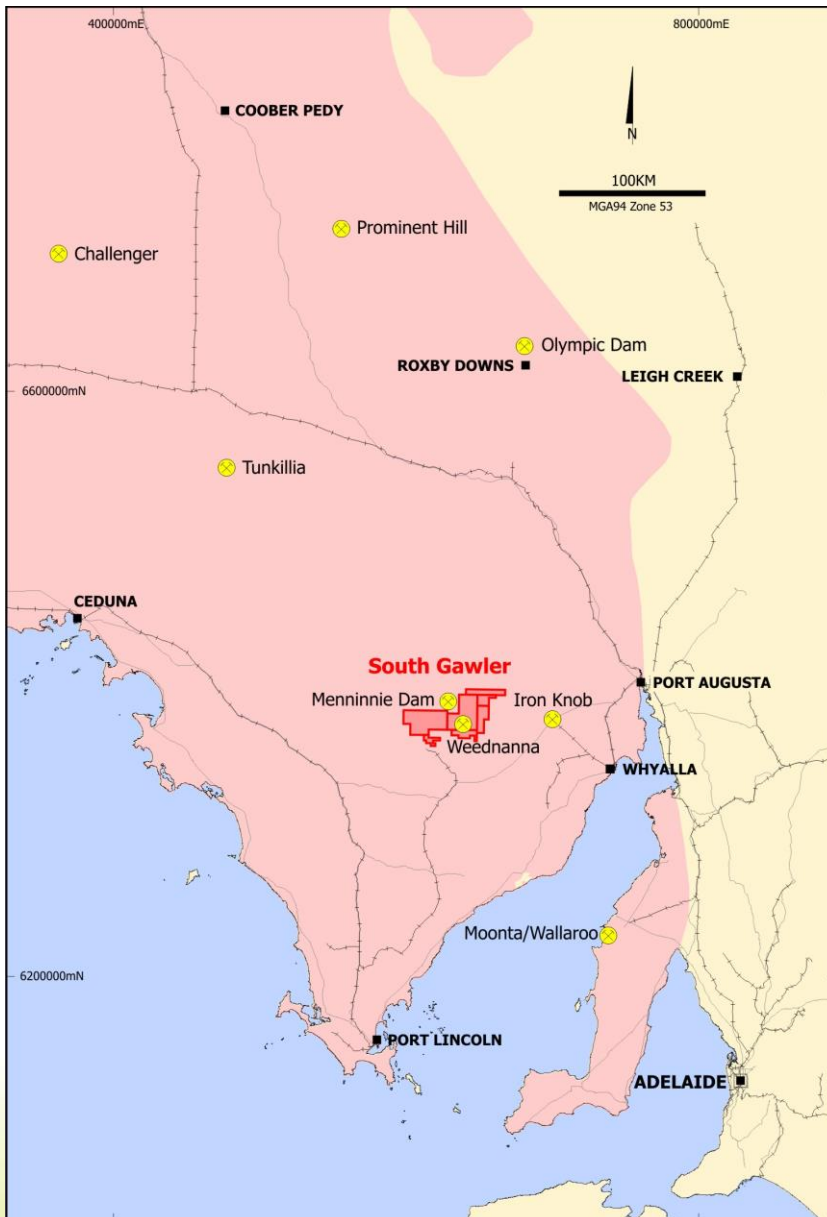


AGS Share Price (YTD)



Capital Structure

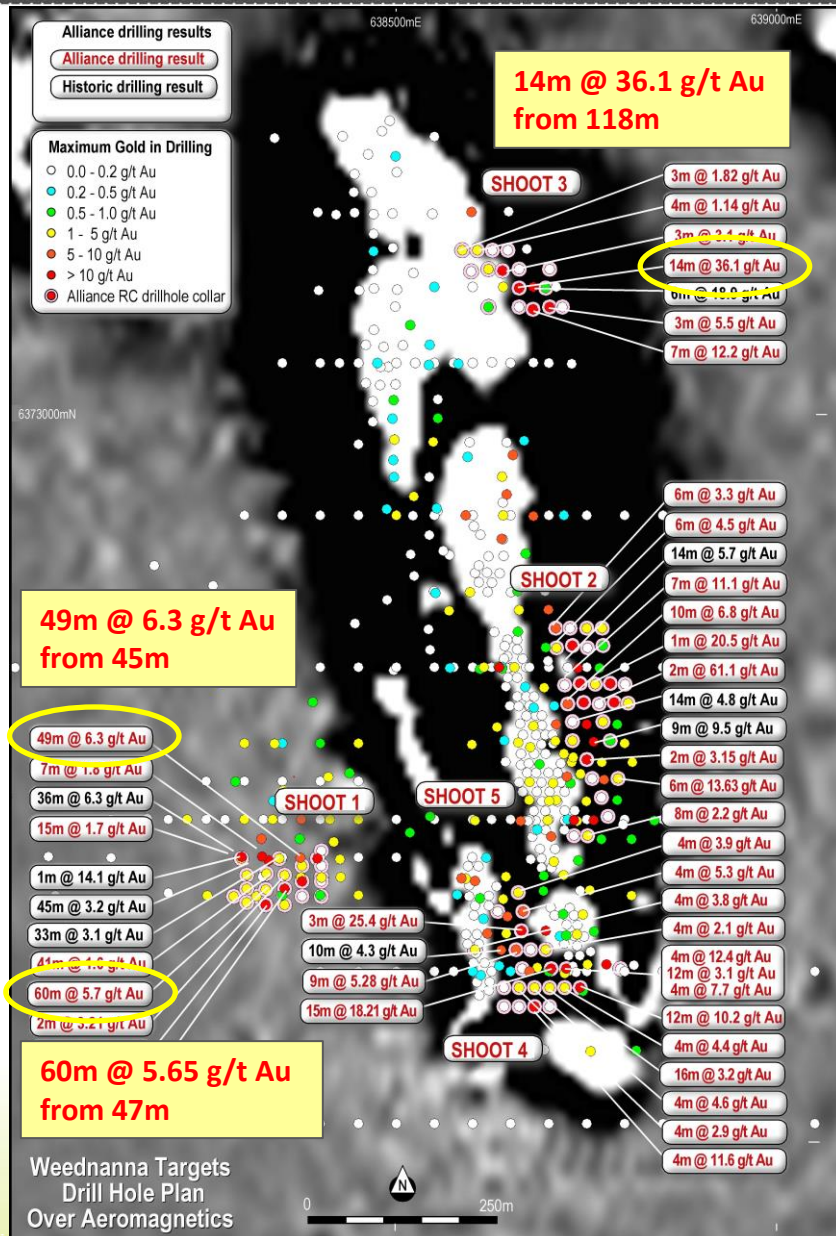
ASX Code	AGS
Shares on Issue	104,293,923 (1.55 M unlisted options)
Market capitalisation	\$ 11.5 M (\$0.11/share)
Cash	\$3.9 M (30 Sep 2018)
Major holders	Directors/staff: 33.6 %, Funds: 13.1 %
Holdings	AGS owns 7.6% of TYX (~\$928K)



- Alliance's flagship project
- Located in the Gawler Craton, northern Eyre Peninsula, 40 km north of Kimba, South Australia
- Large tenement package of seven ELs (1,200 km²) prospective for gold and base metals
- Joint venture between Alliance (79.01% and manager) and Tyranna Resources Ltd (20.99%)
- Alliance is sole funding \$3.2 million in FY2019 and may move to 83.6% ownership



- **WEEDNANNA - AN UNDEREXPLORED, HIGH GRADE, SHALLOW GOLD SYSTEM**
- **MAIDEN MINERAL RESOURCE ESTIMATE**
 - 1.097 Mt @ 5.1 g/t gold for 181,000 oz gold (constrained), September 2018
 - A robust deposit with outstanding economic potential
- **REAL GROWTH POTENTIAL**
 - Significant potential to increase the size of the Mineral Resource with further drilling
 - All shoots open at depth / potential for new shoots
 - Near-regional potential for new gold discoveries
- **YELTANA GRAPHITE DISCOVERY, October 2018**
- **REPRESENTS AN OPPORTUNITY TO INVEST IN AN ADVANCED GOLD PROJECT, WITH THE UPSIDE OF A GRAPHITE DISCOVERY**

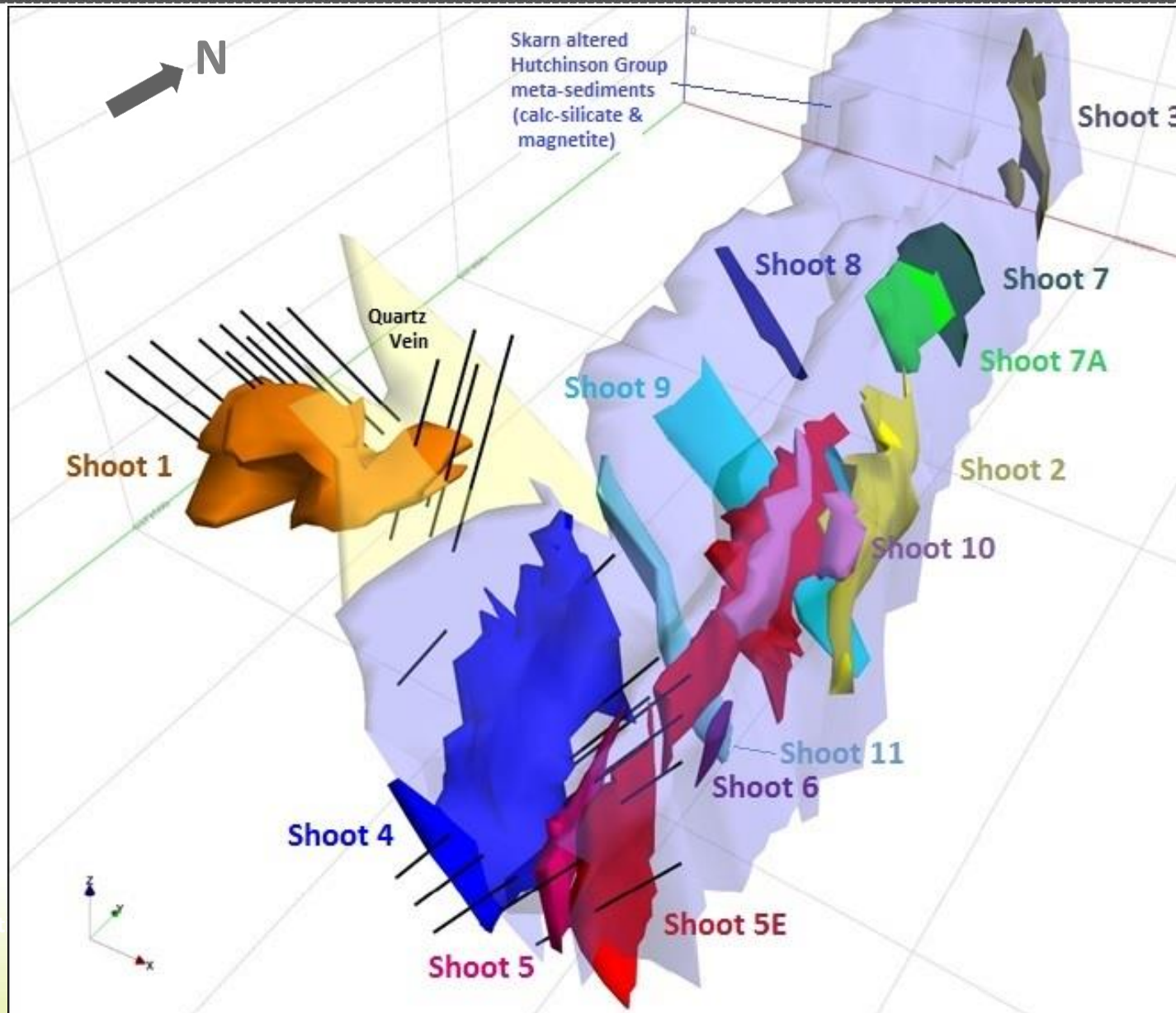


- High-grade gold is associated with:
 - Sulphide replacement of magnetite along a Hiltaba-age granite and calc-silicate contact, and
 - Disseminated arsenopyrite in altered Archaean (Sleaford) granite

- Alliance has drilled 119 RC holes drilled for 18,623 m to define the geometry of Shoots 1, 2, 3 and 4, plus initial drilling at Shoot 5
 - Thirteen gold shoots - all are open in at least one direction
 - Potential for new gold shoots along strike and at depth
 - 27 RC holes for 4,278m have been recently completed as follows:
 - To extend the gold mineralisation at Shoots 1, 4, 5 and 5E, and
 - To test for gold mineralisation associated with a major quartz vein in the hangingwall at Shoot 1
 - Results awaited

- Preliminary metallurgical testwork of Shoots 1, 2, 3 and 4 indicates that gold mineralisation is amenable to conventional grinding and cyanide recovery techniques

- Mining and processing Scoping Study in progress



*Quartz Vein mineralisation

The maiden Mineral Resource Estimate is classified as Indicated and Inferred in accordance with the JORC Code 2012 Edition, as follows:

Classification	Tonnes	Grade	Ounces
Above Pit Shells (\$2,000 AUD) >0.5 g/t gold			
Indicated	488,000	3.8	59,000
Inferred	209,000	2.8	19,000
Sub-Total	697,000	3.5	78,000
Below Pit Shells (\$2,000 AUD) >2.0 g/t gold - Underground Potential			
Indicated	102,000	8.8	29,000
Inferred	298,000	7.8	74,000
Sub-Total	400,000	8.0	103,000
Total - Open Pit & Underground Potential (Reported Mineral Resource)			
Indicated	590,000	4.6	88,000
Inferred	507,000	5.7	93,000
TOTAL	1,097,000	5.1	181,000

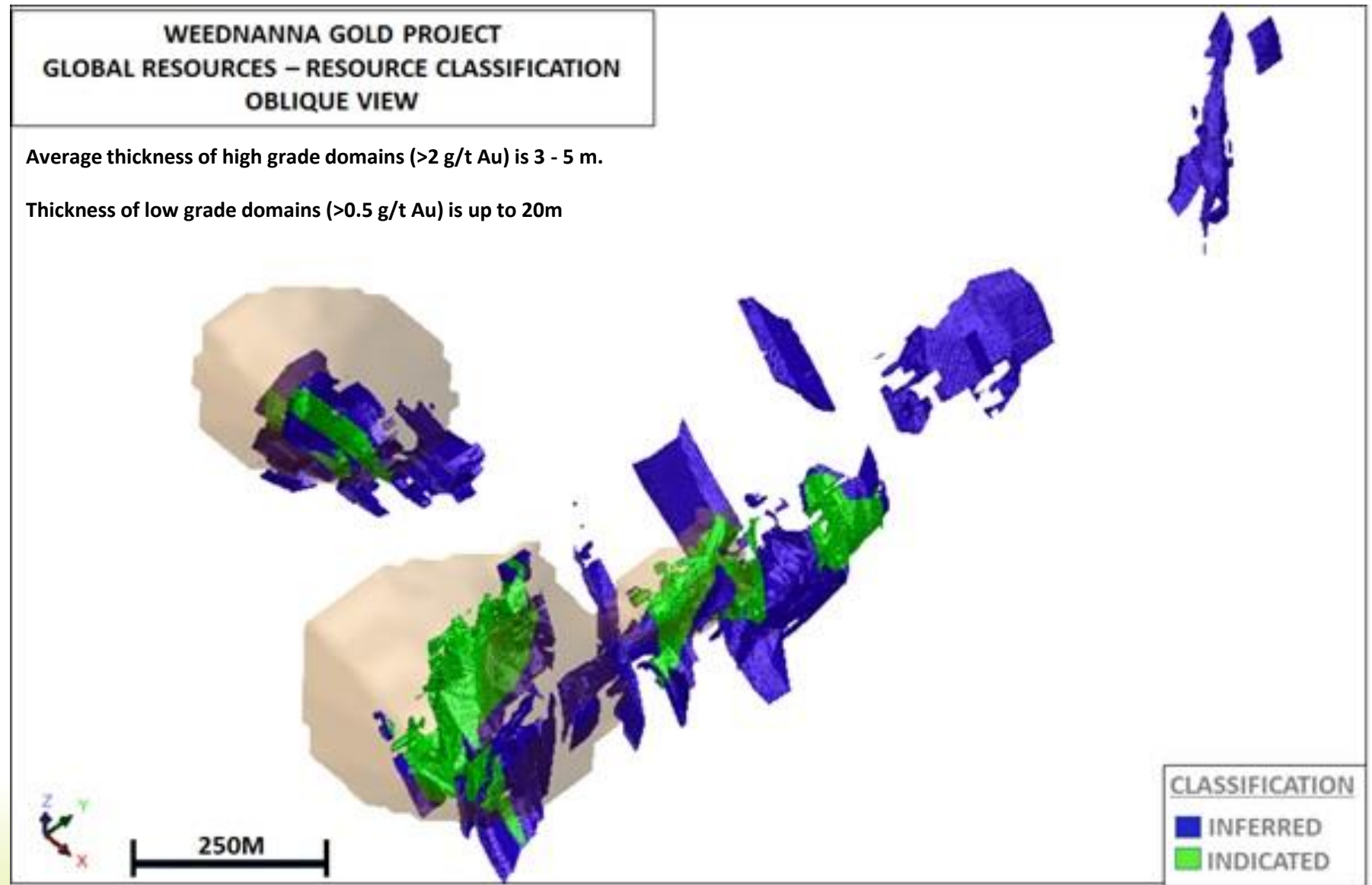
← 8 g/t gold below pits

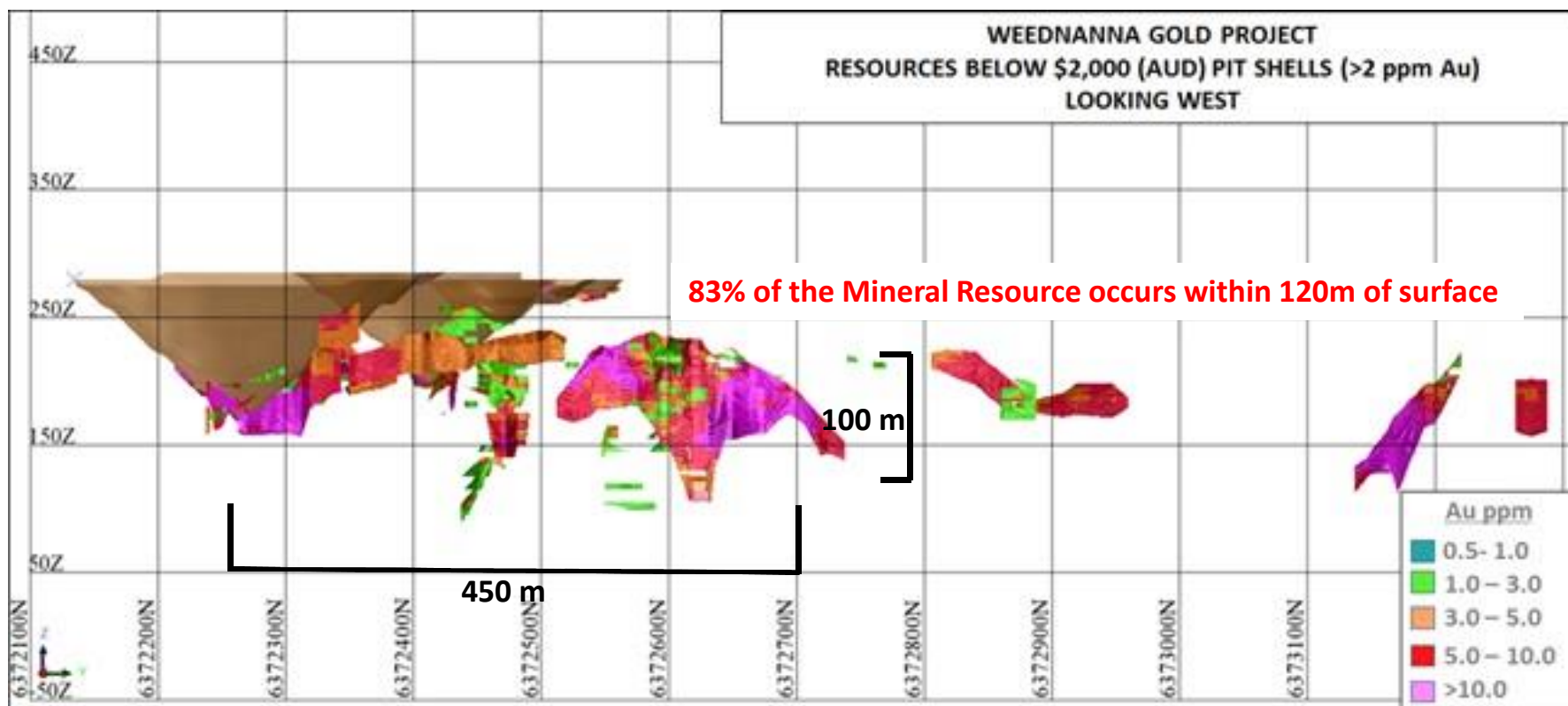
The reported Mineral Resource is that proportion of gold contained within \$2,000 AUD pit shells >0.5 g/t gold and underground potential >2.0 g/t gold.

Optimisations were also run for \$1,600 AUD and \$1,800 AUD pit shells at the same open pit and underground cut-off grades, resulting in only a 4.5% and 0.5% reduction in contained gold, respectively. Refer Appendix 1.

These grades indicate a robust deposit with outstanding economic potential

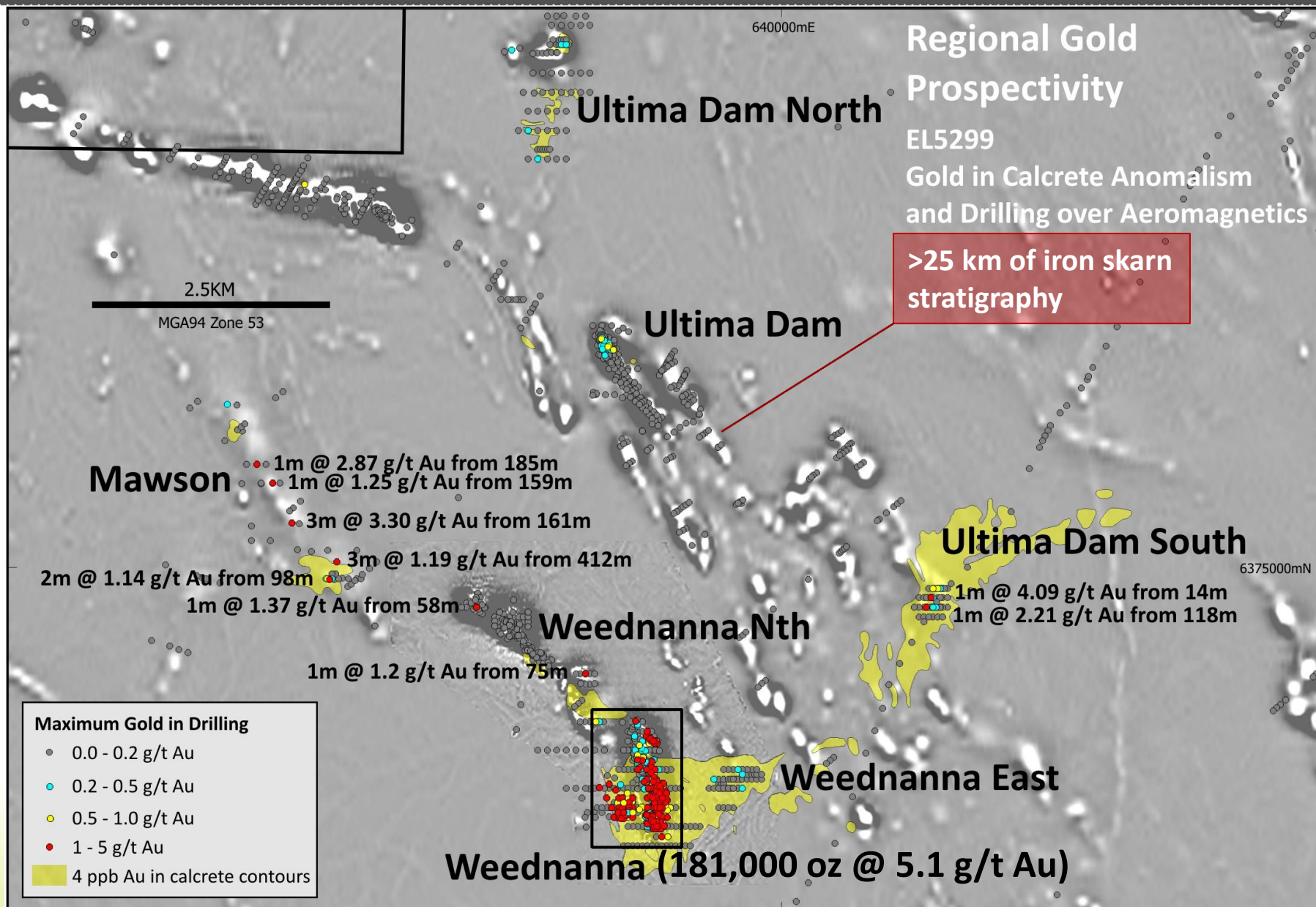
Mineral Resource Block Model





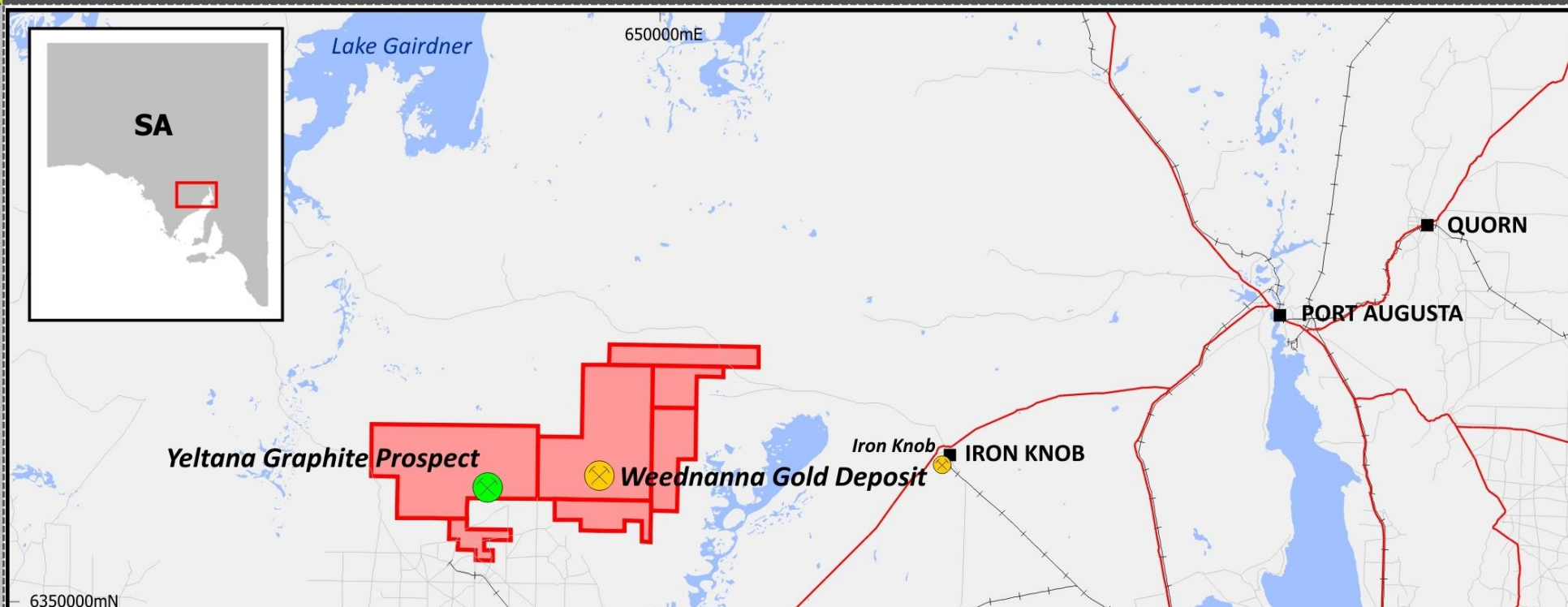
Widths of high grade domains (>2 g/t Au) range from 3 to 5 m, which for underground may be amenable to mechanised mining, e.g. sub-level longhole stoping.

Thickness of low grade domains (>0.5 g/t Au) is up to 20m.



Yeltana Graphite Discovery

20 km west of Weednanna

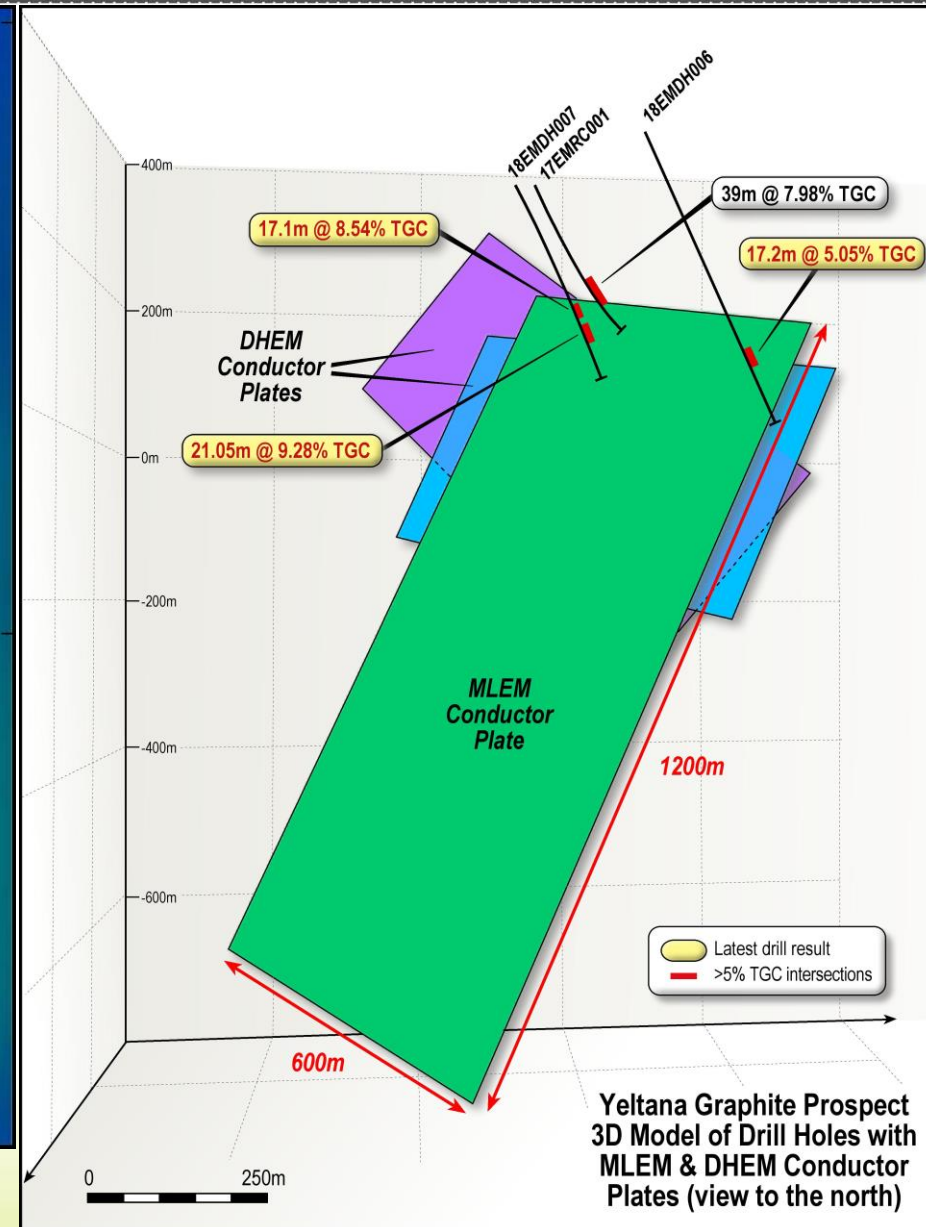
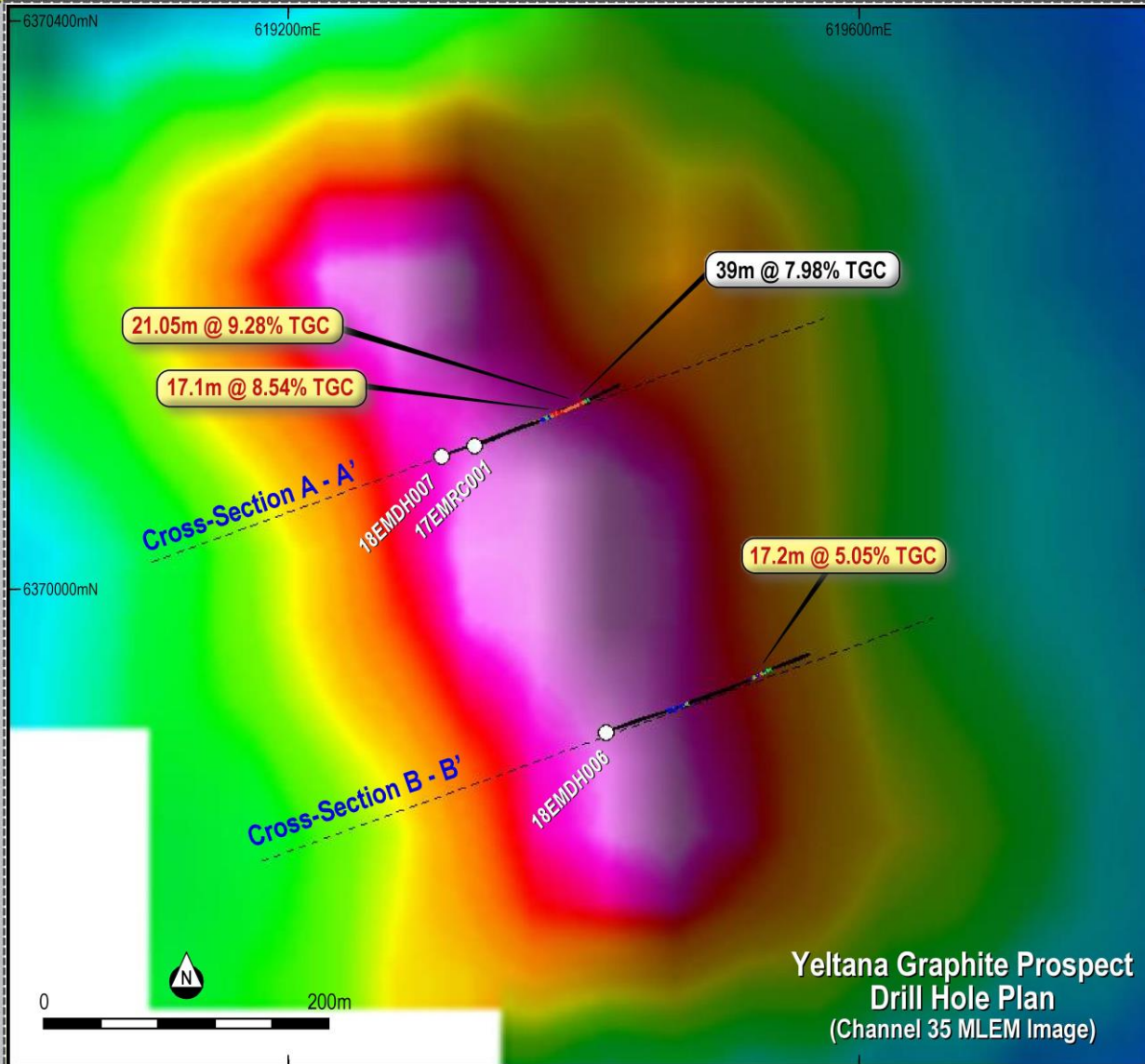


An Exploration Target has been estimated for the Yeltana Graphite Prospect of between 24.5 million and 59 million tonnes grading between 5.5% and 10.2% total graphitic carbon. The potential quality and grade of this Exploration Target is conceptual in nature as there has been insufficient exploration to estimate a Mineral Resource and it is uncertain if further exploration will result in the estimation of a Mineral Resource.

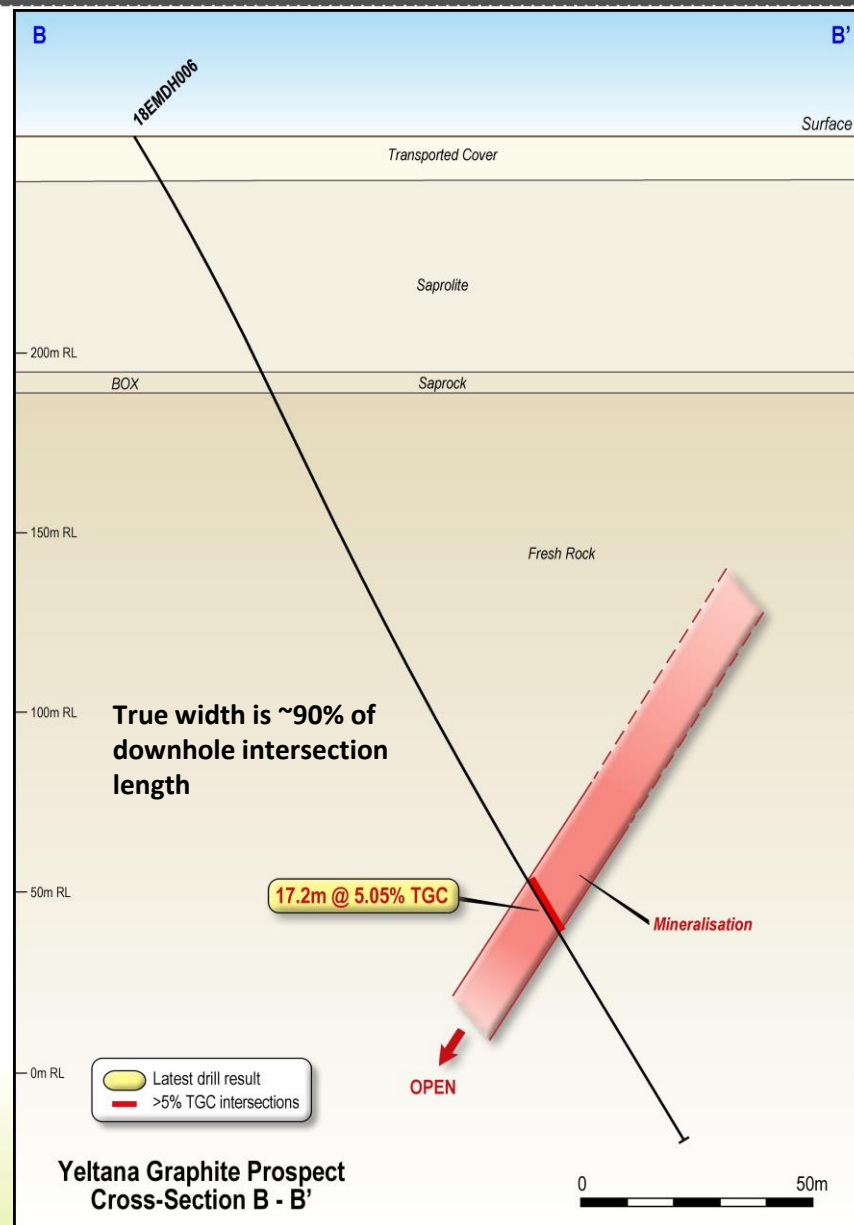
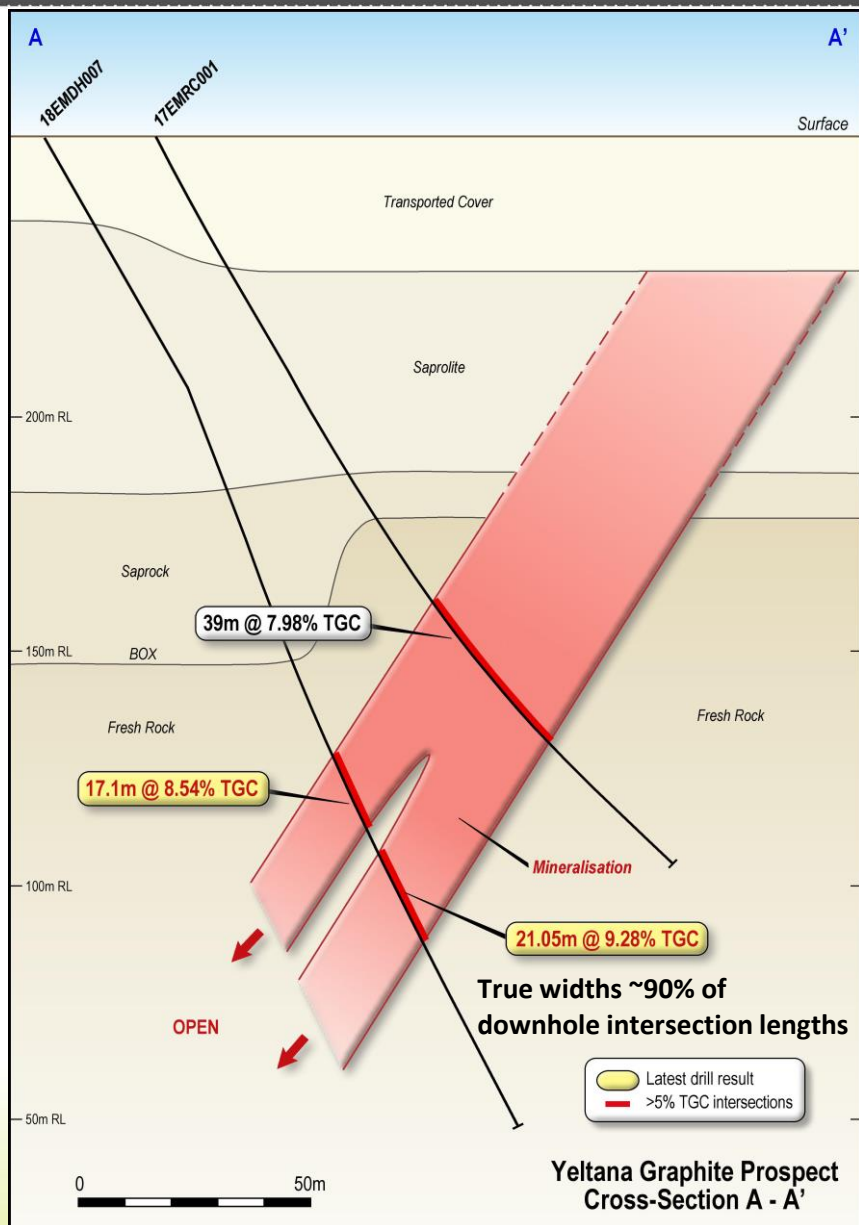
The Exploration Target is based on empirical drilling and geophysical data and suggests that Yeltana could be one of the largest graphite deposits in Australia by mineral content.

Further work is planned, including graphite flake size distribution to better assess the economic potential of the mineralisation before further drilling.

Yeltana Graphite Discovery



Yeltana Graphite Discovery



➤ **Weednanna**

- Metallurgical Studies: in progress and culminating in process design criteria and capital and operating costs for the processing base case. Will feed into scoping study
- Scoping Study: in progress and taking advantage of extensive studies that were previously completed for the former Wilcherry Hill Iron Project (IronClad Mining) between 2008 and 2011, including but not limited to, flora & fauna, hydrogeological and heritage studies
- Extension drilling: 27 RC holes for 4,278m completed and awaiting assays.
- Further RC drilling is scheduled for December
- Geophysics: 3D IP survey completed and awaiting results

➤ **Regional Gold**

- Geophysics: regional high-resolution airborne magnetic survey completed
- Weednanna East / Mawson aircore drilling has been completed and awaiting assays

➤ **Yeltana Graphite Prospect**

- Flake size distribution to assess the economic potential before further drilling

➤ TRACK RECORD OF DISCOVERY

- Mineral resource within 18 months of first drilling
- Board and management experienced in exploration and mining

➤ ORGANIC GROWTH POTENTIAL

- Weednanna Gold Deposit
 - A robust high-grade deposit with outstanding economic potential
 - Open at depth plus potential for new shoots
- Regional Gold potential
 - >25 km strike of gold-bearing iron formations within 10 km
 - Potential for new discoveries (e.g. Weednanna East, Mawson, etc.)
- Yeltana Graphite
 - New discovery - potential to be one of the largest graphite deposits in Australia

➤ \$3.9 M IN CASH RESERVES, 30 Sep 2018

➤ AGS SOLE FUNDING EXPLORATION AND WILL INCREASE OWNERSHIP TO 83.6%

Optimisations \$2,000 AUD, \$1,600 AUD & \$1,800 AUD pit shells >0.5 g/t gold and underground potential >2.0 g/t gold:

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Indicated	590,000	4.6	88,000
Inferred	507,000	5.7	93,000
Sub-Total	1,097,000	5.1	181,000
Above Pit Shells (\$1,600 AUD) >0.5 g/t gold			
Indicated	208,000	4.2	28,000
Inferred	135,000	2.7	12,000
Sub-Total	343,000	3.6	40,000
Below Pit Shells (\$1,600 AUD) >2.0 g/t gold - Underground Potential			
Indicated	203,000	8.3	54,000
Inferred	322,000	7.7	80,000
Sub-Total	525,000	7.9	134,000
Total - Open Pit & Underground Potential			
Indicated	411,000	6.2	82,000
Inferred	457,000	6.2	91,000
Sub-Total	868,000	6.2	173,000
Above Pit Shells (\$1,800 AUD) >0.5 g/t gold			
Indicated	481,000	3.8	59,000
Inferred	201,000	2.9	18,000
Sub-Total	682,000	3.5	77,000
Below Pit Shells (\$1,800 AUD) >2.0 g/t gold - Underground Potential			
Indicated	102,000	8.7	29,000
Inferred	298,000	7.7	74,000
Sub-Total	400,000	8.0	103,000
Total - Open Pit & Underground Potential			
Indicated	583,000	4.7	87,000
Inferred	499,000	5.8	93,000
Sub-Total	1,082,000	5.2	180,000

Parameter	Metric
Mining Cost	\$ 4.50/t
Processing Cost	\$30.00/t
Mining Dilution	10%
Mining Recovery	90%
Processing Recovery	90%
State Royalty	3.5%
Average Pit Wall Angle	40°
Gold Price (AUD)	\$1,200-\$2,500 (\$2,000 selected)

<p>Ian Gandel Chairman</p>	<ul style="list-style-type: none"> • Extensive experience in retail and property management including Gandel Shopping Centres, Priceline Retail Chain and Corporate Executive Offices • Mining entrepreneur involved in the industry since 1994 • Non-executive Chairman, Alkane Resources Ltd
<p>Steve Johnston Managing Director</p>	<ul style="list-style-type: none"> • Geologist with over 30 years of Australian exploration and mining experience for gold, base metals and uranium • Formerly with Exco Resources NL, Croesus Mining NL, Metana Minerals NL, Wiluna Gold Mines Ltd, Mt Percy Gold Mines P/L and Metals Exploration Ltd
<p>Tony Lethlean Director</p>	<ul style="list-style-type: none"> • Geologist with over 10 years experience specialising in underground operations including Kalgoorlie’s Golden Mile and Bellevue mine • 15 years experience in banking and stock broking including global mining group CIBC World Markets
<p>Bob Tolliday CFO & Company Secretary</p>	<ul style="list-style-type: none"> • Chartered Accountant with over 30 years experience including accounting, audit, corporate finance, corporate recovery and company secretarial • Previous experience 13 years at Chartered Accounting practices KPMG and Pitcher Partners both in Australia and UK
<p>Anthony Gray Exploration Manager</p>	<ul style="list-style-type: none"> • Geologist with over 20 years of Australian exploration and mining experience for gold and base metal deposits • Has worked with WMC Ltd (Nifty Copper, Central Norseman Gold, St Ives Gold), Barra Resources Ltd, Breakaway Resources Ltd and Gandel Metals Pty Ltd