

ALLIANCE RESOURCES LTD

Annual General Meeting

2020



Cautionary & Competent Persons Statements

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. Mr Gray is a Member of the Australian Institute of Geoscientists and is a full time employee of Alliance Resources Ltd. Mr Gray has 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 a Competent Person as defined in the 2012 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves’. Mr Gray consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

Alliance Overview

Capital Structure and Shareholders

CAPITAL STRUCTURE

Shares on Issue	178.3 M
Mkt Cap @ \$0.18	\$32.1 M
Cash @ 30 Oct 2020	\$ 0.6 M
Listed Investments	\$ 0.3 M
Enterprise Value	\$31.2 M
Options	10.85 M

MAJOR HOLDERS

Abbotsleigh	71.8 %
Sandon Capital	10.6 %
Top 20 holders	91.9 %

BOARD & EXECUTIVE MANAGEMENT

Ian Gandel

Chairman

Mining entrepreneur with 25+ years in the exploration and mining industry. Non-Executive Chairman, Alkane Resources Ltd and Australian Strategic Materials Ltd

Tony Lethlean

Director

25+ years in underground mining, stockbroking and project finance, including CIBC World Markets. Non-Executive Director, Alkane Resources Ltd

Steve Johnston

Director

38 years in exploration, mining, project management & corporate administration. Previous roles include Exco, Croesus, Metana and Metals Exploration

Kevin Malaxos

Managing Director

Mining engineer with 35+ years in mining industry, including open pit and underground management. Previous roles include Centrex, My Gibson Iron, ByrneCut Mining and WMC Resources.

Bob Tolliday

CFO & Co. Secretary

Chartered Accountant with 30+ years in accounting, audit, corporate finance, including with KPMG and Pitcher Partners

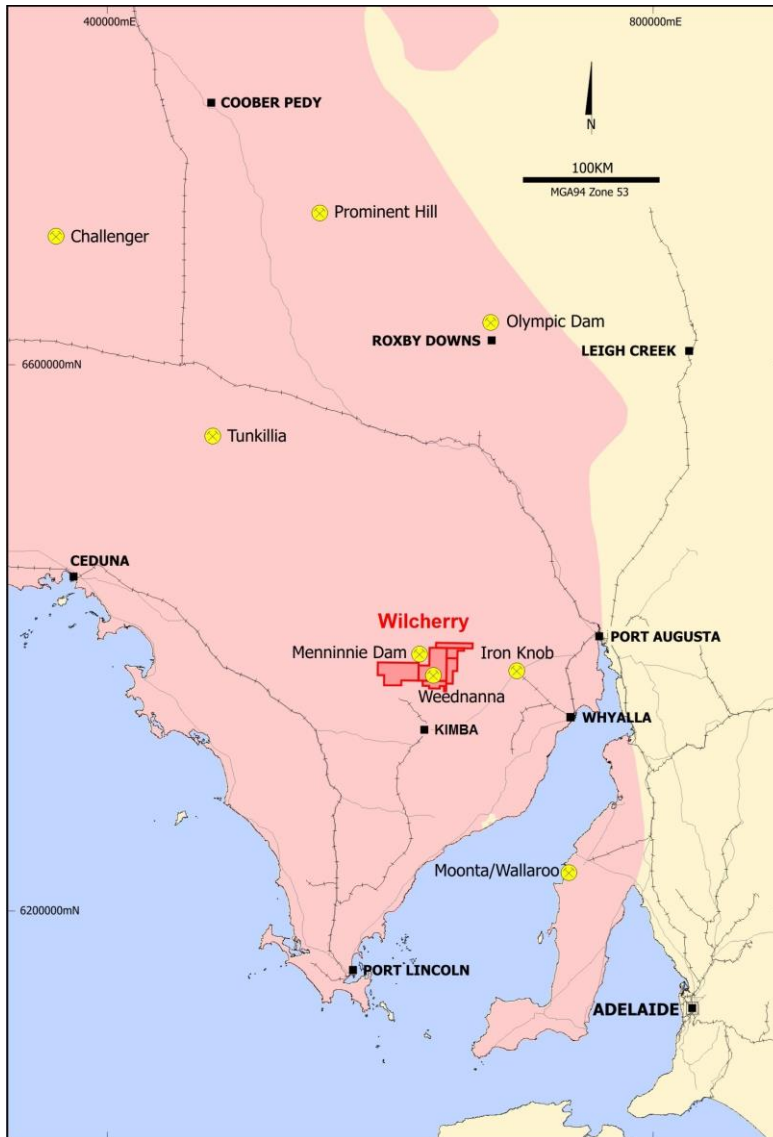
Anthony Gray

Exploration Manager

20+ years in exploration and mining geology. Previous roles with WMC, Barra Resources, Breakaway Resources and Octagonal Resources

Weednanna Gold - Iron Deposit

Location



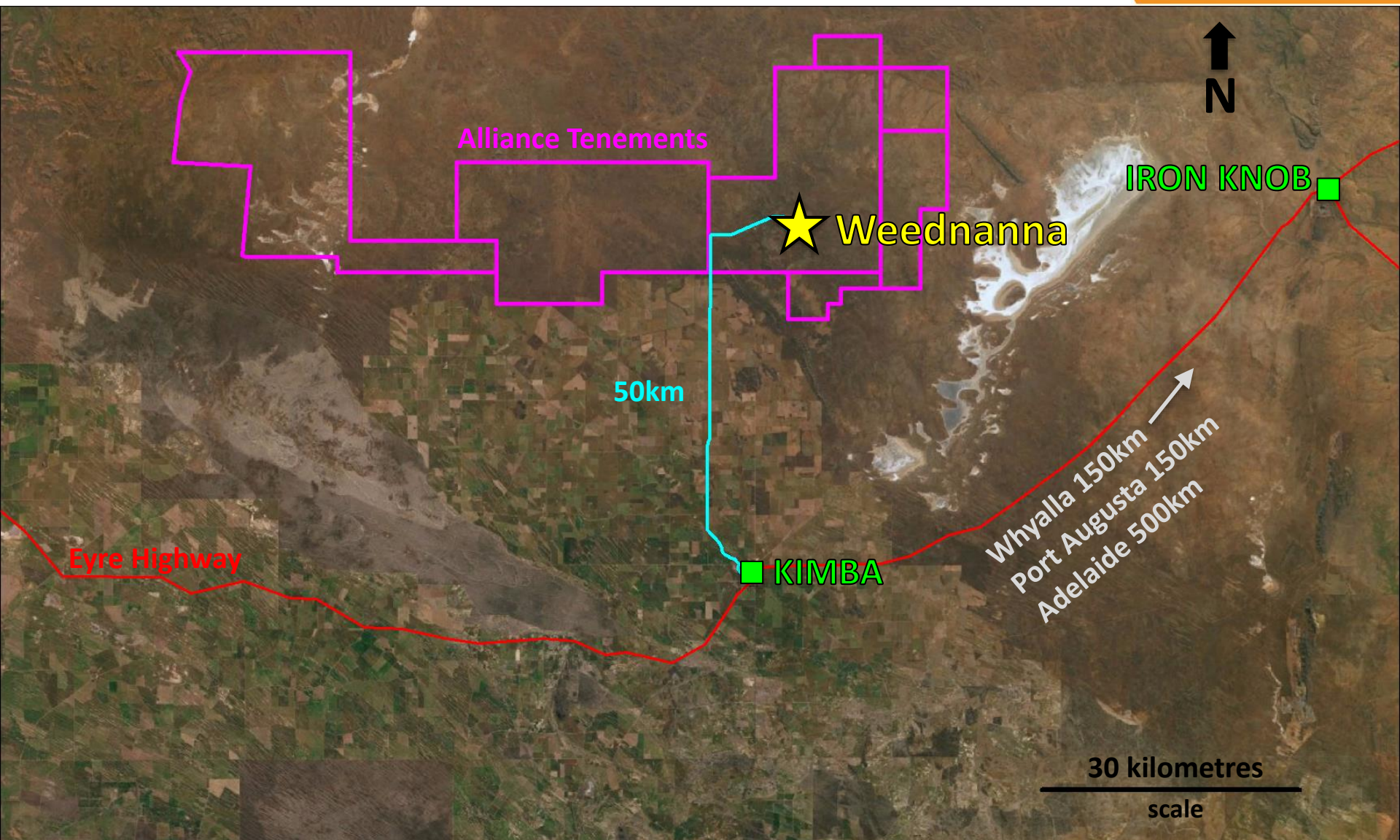
- Southern Gawler Craton, South Australia
- 50 km north of the township of Kimba
 - ❖ 100% owned
- Significant tenement holding in excess of 1500 km²
- Well serviced by large regional centres including Whyalla, Port Augusta and Port Lincoln
- 450km N-W of Adelaide by road



Weednanna Gold - Iron Deposit

Location

ASX: AGS



Weednanna Gold - Iron Deposit

Exploration History

- **Discovered by Acacia in 1997 when drilling for gold in a calcrete anomaly with magnetite skarn**

- **1997 – 2006: gold exploration by Acacia, Anglo, Aquila, Trafford**
 - Drilled 287 holes for 25,981m

- **2007 – 2014: iron ore exploration by Ironclad**
 - Drilled 266 holes for 20,218m
 - Defined iron resource 11.2 Mt @ 42.0 % Fe¹

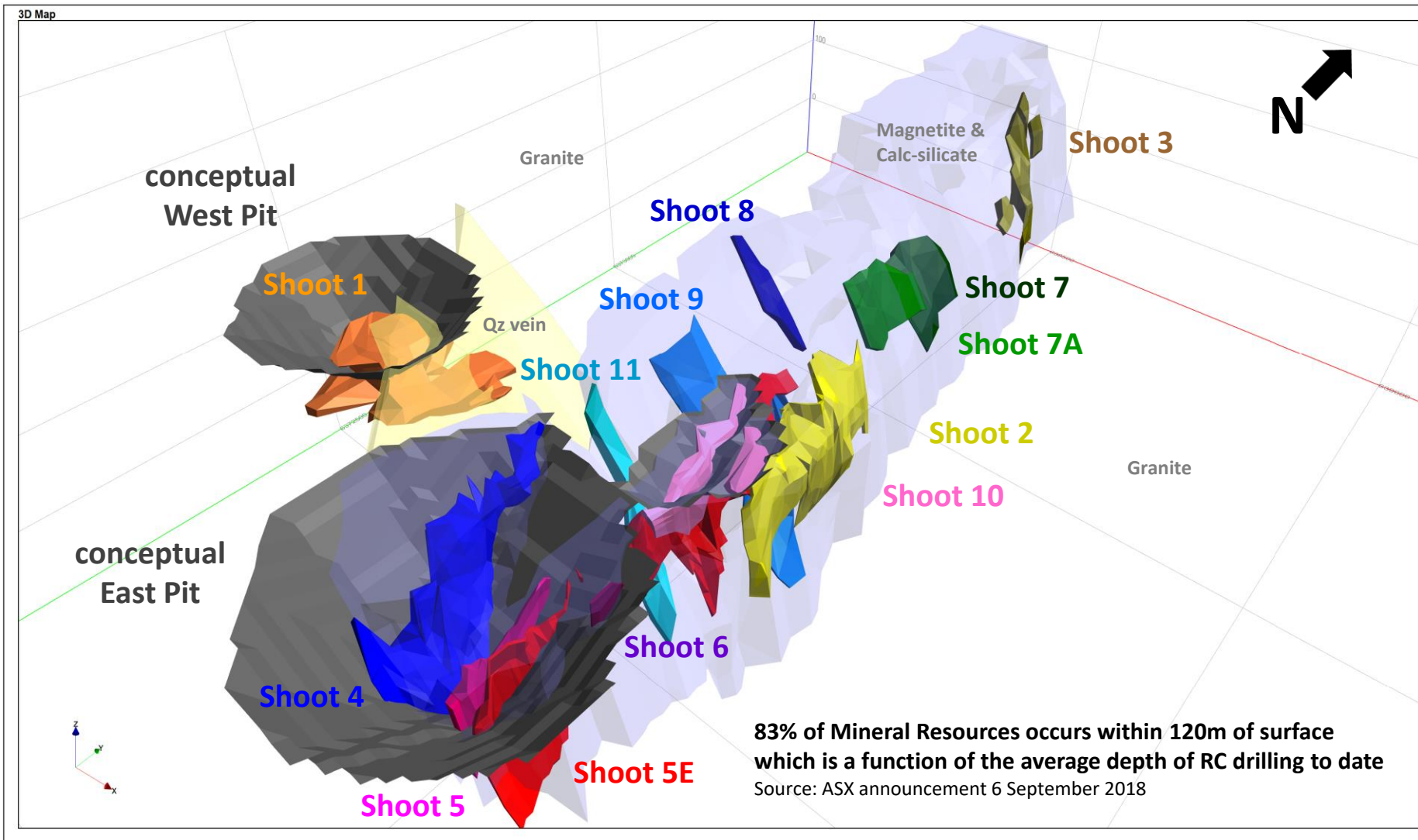
- **2017 – present: Alliance gold exploration**
 - Drilled 643 holes for 61,153m
 - Maiden gold resource 2018
 - Gold scoping study 2019
 - Updated gold resource 2020
 - Maiden Iron resource 2020

1. Ironclad Mining Ltd 2014 Annual Report

Weednanna Gold – Iron Deposit

3D Geological Model

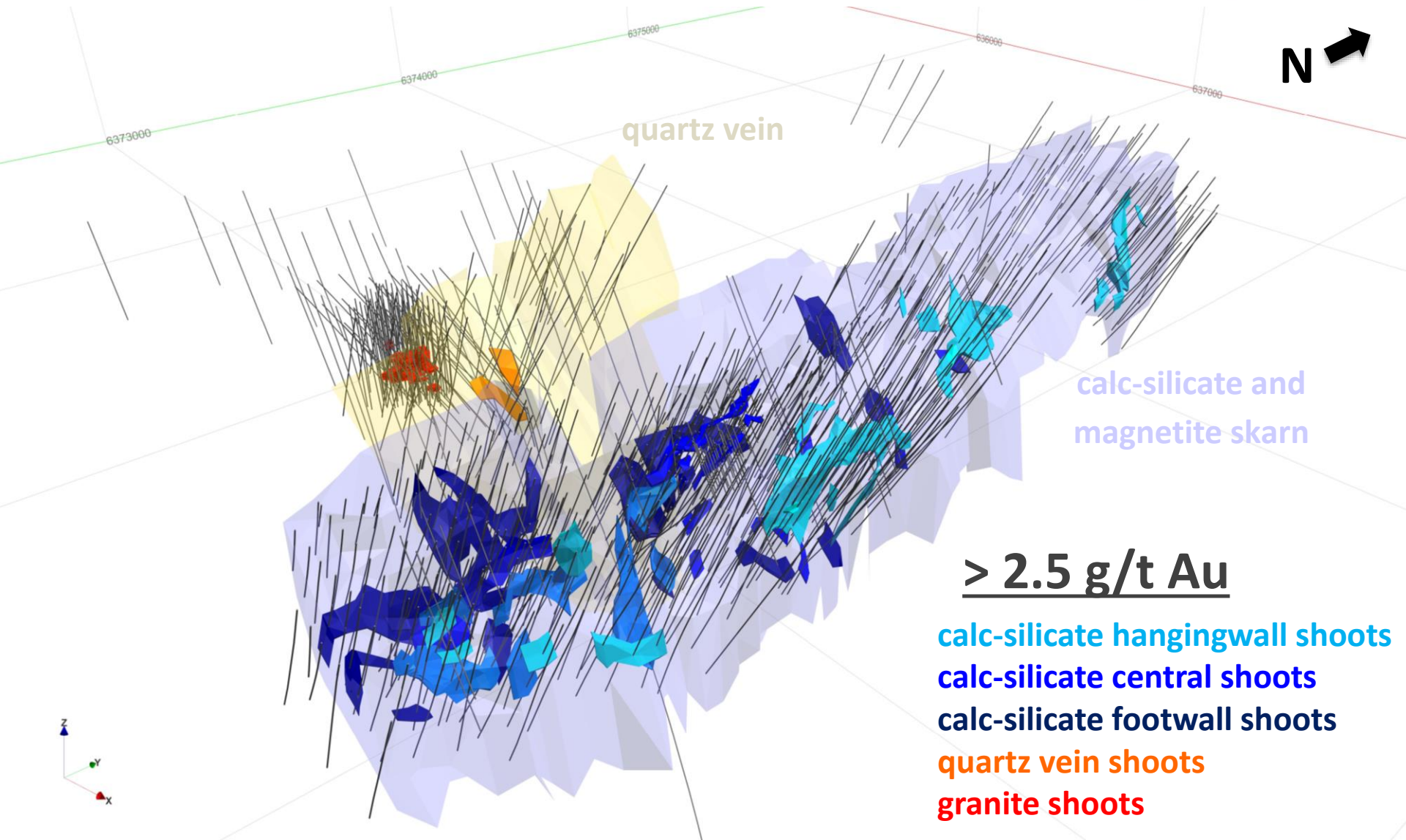
ASX: AGS



Weednanna Gold - Iron Deposit

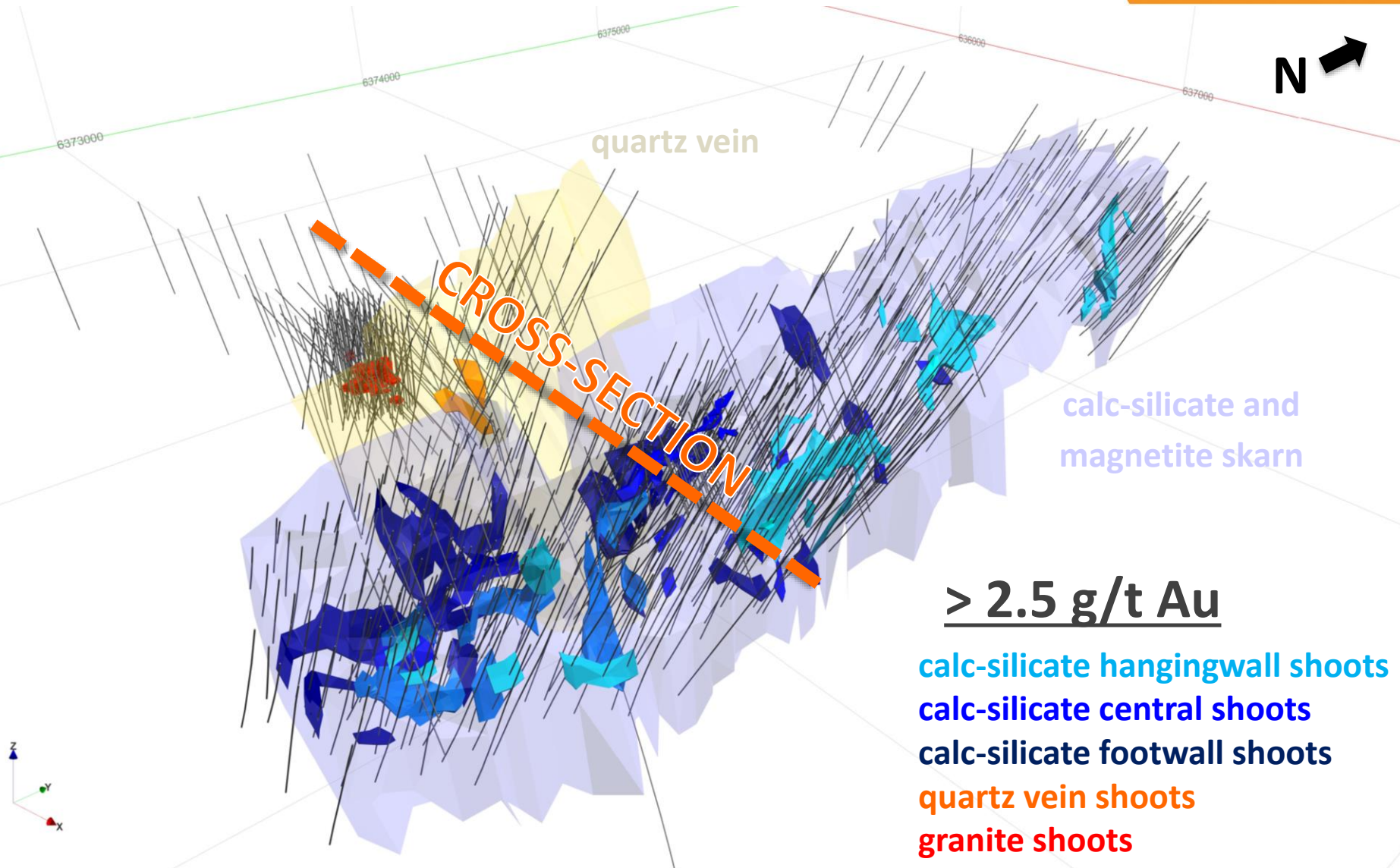
Geology – 3D model

ASX: AGS



Weednanna Gold - Iron Deposit

Geology – 3D model



> 2.5 g/t Au

calc-silicate hangingwall shoots

calc-silicate central shoots

calc-silicate footwall shoots

quartz vein shoots

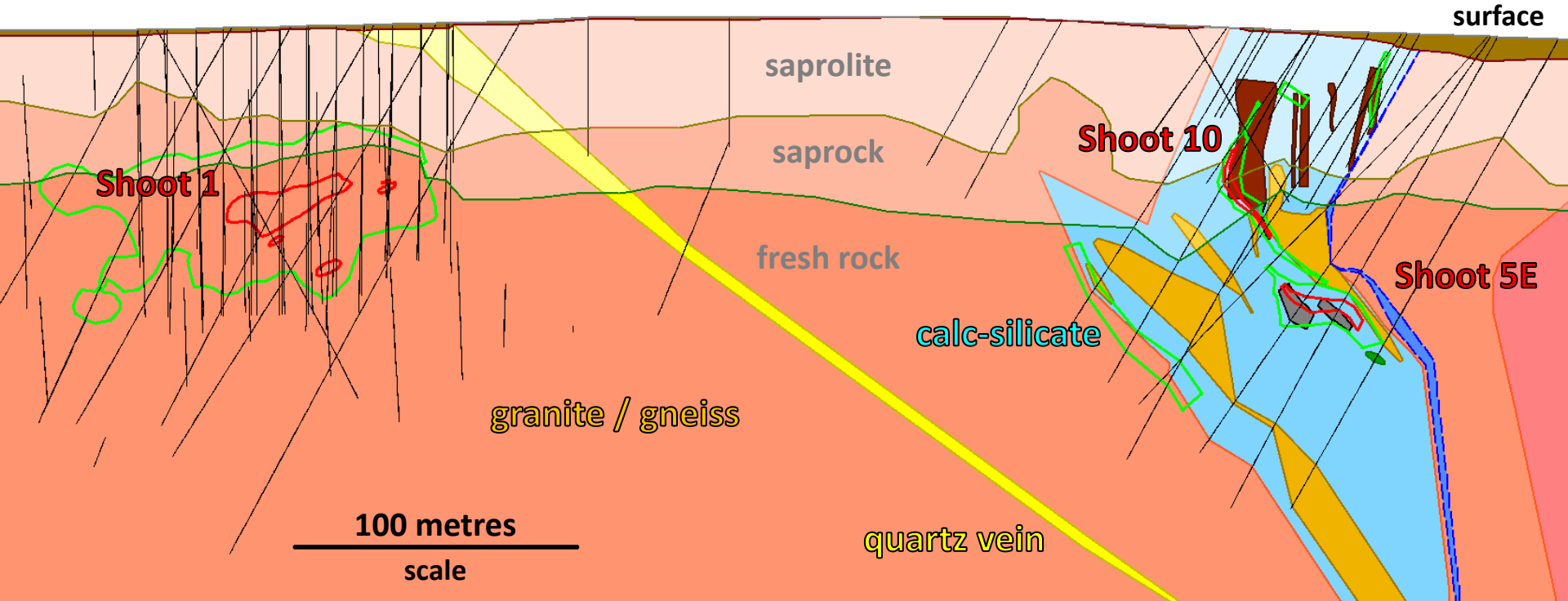
granite shoots

Weednanna Gold - Iron Deposit

Geology

W

E



0.2 – 2.5 g/t Au

> 2.5 g/t Au

> 55 % Fe ironstone

> 55 % Fe magnetite skarn

Weednanna Gold - Iron Deposit

2020 Gold Mineral Resource Estimate

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

Classification	Tonnes	Grade (g/t gold)	Gold (Ounces)
Above Pit Shells (\$3,000 AUD) >0.5 g/t gold - Open Pit Potential			
Measured	185,000	3.2	18,800
Indicated	550,000	2.7	48,000
Inferred	97,000	6.9	21,600
Sub-Total	832,000	3.3	88,400
Below Pit Shells (\$3,000 AUD) > 1.5 g/t gold - Underground Potential			
Measured	2,000	4.3	200
Indicated	200,000	6.5	41,600
Inferred	73,000	9.3	21,800
Sub-Total	274,000	7.2	63,600
Total - Open Pit & Underground Potential (Reported Mineral Resource)			
Measured	186,000	3.2	19,000
Indicated	750,000	3.7	89,600
Inferred	170,000	7.9	43,300
TOTAL	1,106,000	4.3	152,000

1. The reported Mineral Resource is that proportion of gold contained within A\$3,000 pit shells >0.5 g/t gold and underground potential >1.5 g/t gold
2. Figures may not add up due to rounding

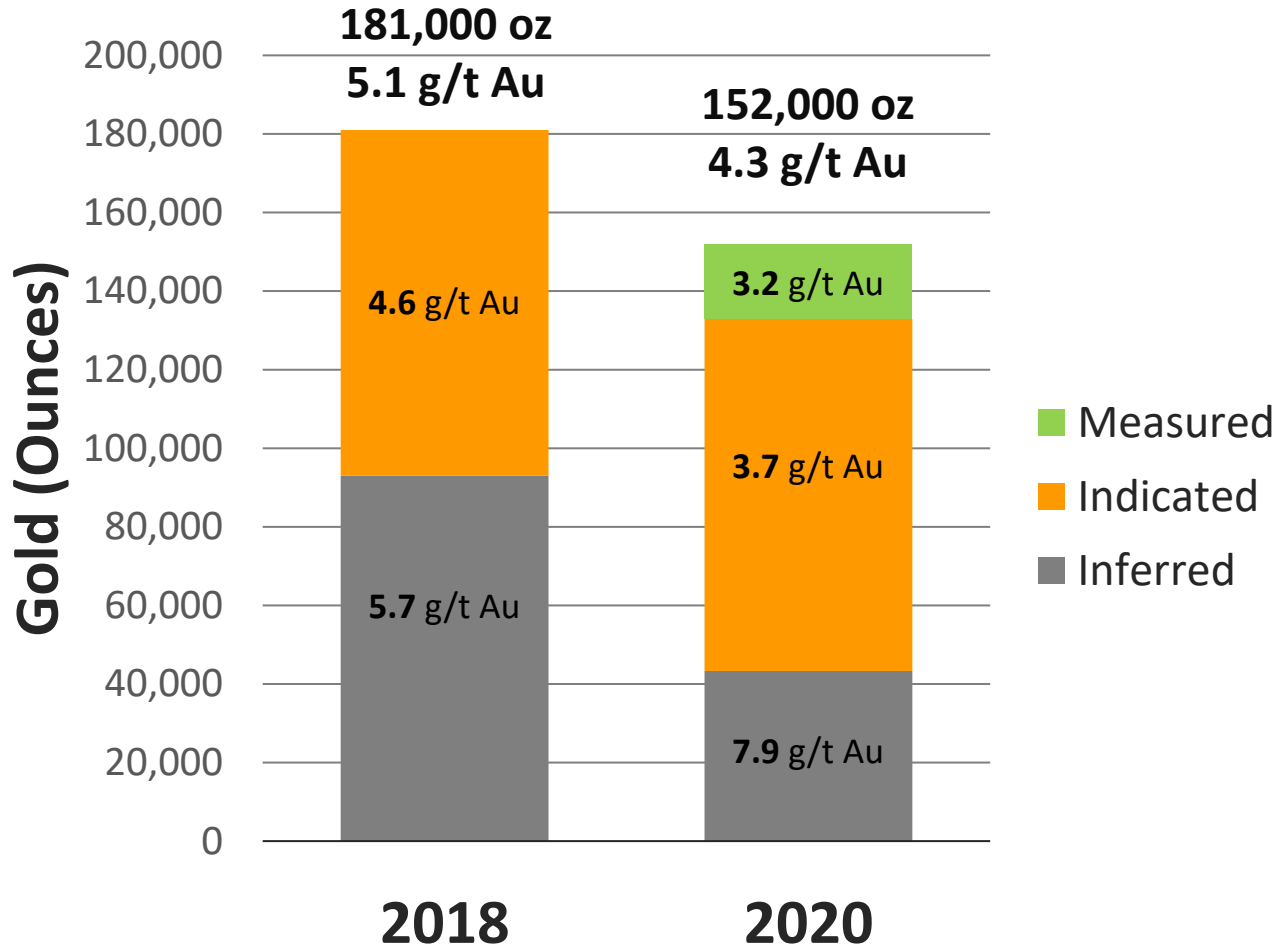
Source: ASX Announcement 9 November 2020

Alliance is not aware of any new information or data that materially affects the above information included in this presentation and all material assumptions and technical parameters underpinning the above mentioned Mineral Resource Estimate continue to apply and have not materially changed

Weednanna Gold - Iron Deposit

2020 Gold Mineral Resource Estimate

COMPARISON WITH 2018 GOLD MINERAL RESOURCE ESTIMATE



Increased Geological Confidence

Measured & Indicated  **24%**

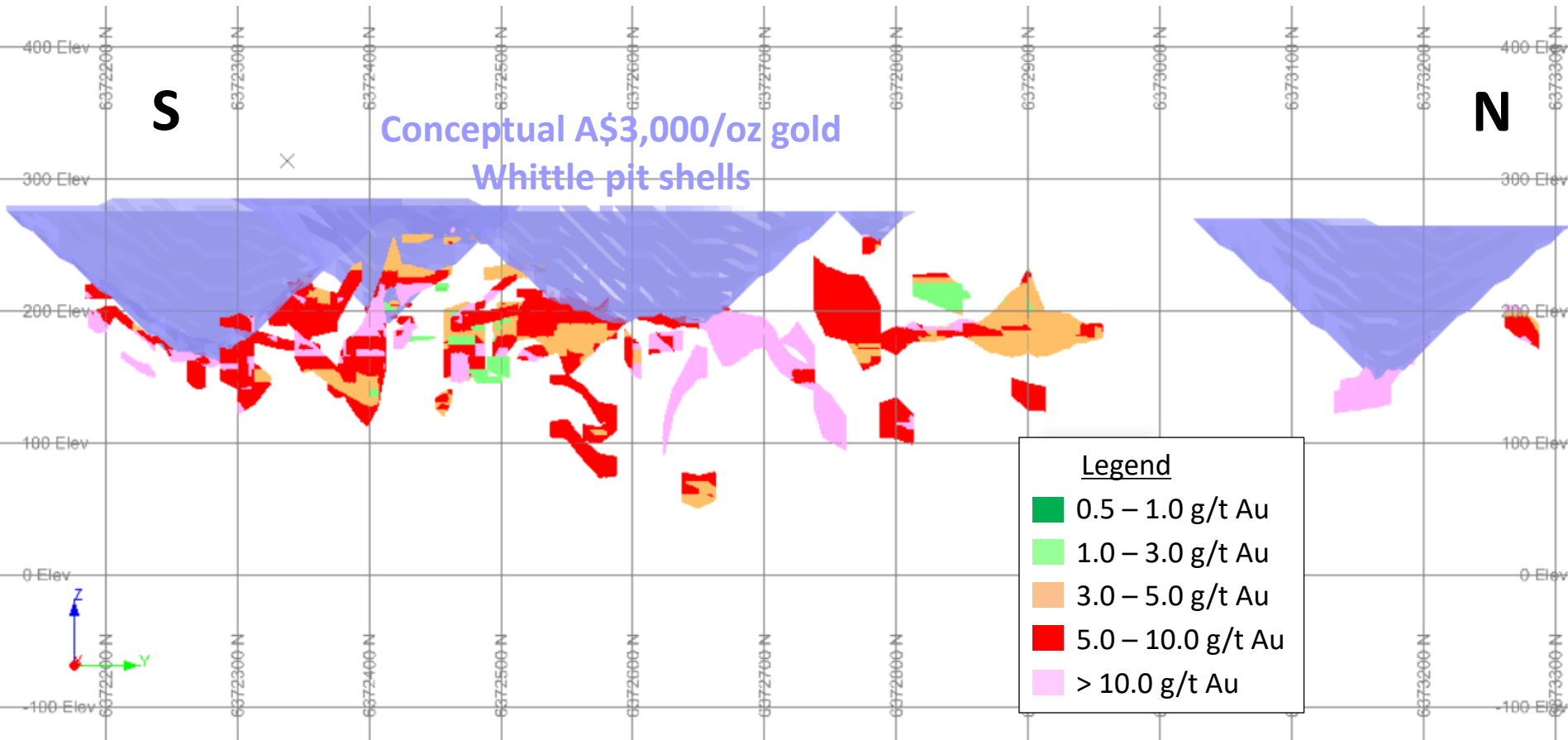
Total resource reduced by 29,000 oz (16%)

- 18% lower average density of deposit
- Heterogeneous rocks
- SG measurements increased from 1,123 to 9,715

Weednanna Gold - Iron Deposit

2020 Gold Mineral Resource Estimate - Underground

ASX: AGS



The underground mineral resource is modelled using a 1.5 g/t Au lower-cut, with mining assumptions using a A\$3,000/oz gold price to meet the JORC Code (2012 Edition) criteria that the mineral resource must have a reasonable prospect of eventual economic extraction.

Weednanna Gold - Iron Deposit

2020 Iron Mineral Resource Estimate

ASX: AGS

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

Classification	Tonnes	Fe %	Al ₂ O ₃ %	SiO ₂ %	S %	P %	LOI %
Above Pit Shells (A\$175/t for 62% Fe) >55 % Fe & <0.5 g/t Au – Open Pit							
Measured	284,000	60.7	2.5	6.4	0.08	0.021	2.08
Indicated	410,000	59.3	1.8	6.2	0.26	0.015	2.23
Inferred	238,000	59.1	1.9	6.5	0.23	0.016	1.72
Sub-Total	932,000	59.7	2	6.3	0.2	0.017	2.05
Below Pit Shells (A\$175/t for 62% Fe) >55 % Fe & <1.5 g/t Au – Underground							
Measured	-	-	-	-	-	-	-
Indicated	57,000	58	1.6	6.2	0.1	0.007	1.37
Inferred	161,000	58.3	1.6	7.1	0.12	0.006	1.59
Sub-Total	218,000	58.2	1.6	6.8	0.12	0.006	1.53
Total – Open Pit & Underground							
Measured	284,000	60.7	2.5	6.4	0.08	0.021	2.08
Indicated	467,000	59.2	1.8	6.2	0.24	0.014	2.12
Inferred	400,000	58.8	1.8	6.7	0.18	0.012	1.67
Total	1,150,000	59.4	2	6.4	0.18	0.015	1.95

1. The reported Mineral Resource is that proportion of iron contained within pit shells pit shells using an iron price of A\$175/t for 62% Fe, gold price of A\$3,000/oz, 55% iron lower cut-off grade and 0.5 g/t gold upper cut-off grade plus underground potential using a 55% iron lower cut-off grade and 1.5 g/t gold upper cut-off grade.
2. Figures may not add up due to rounding

Source: ASX Announcement 19 November 2020

Alliance is not aware of any new information or data that materially affects the above information included in this presentation and all material assumptions and technical parameters underpinning the above mentioned Mineral Resource Estimate continue to apply and have not materially changed

Weednanna Gold - Iron Deposit

2020 Iron Mineral Resource Estimate

Conceptual
A\$3,000/oz Au &
A\$175/t for 62% Fe
Whittle pit shells

Legend

- 5 – 50 % Fe
- 50 – 55 % Fe
- 55 – 62 % Fe
- > 62 % Fe

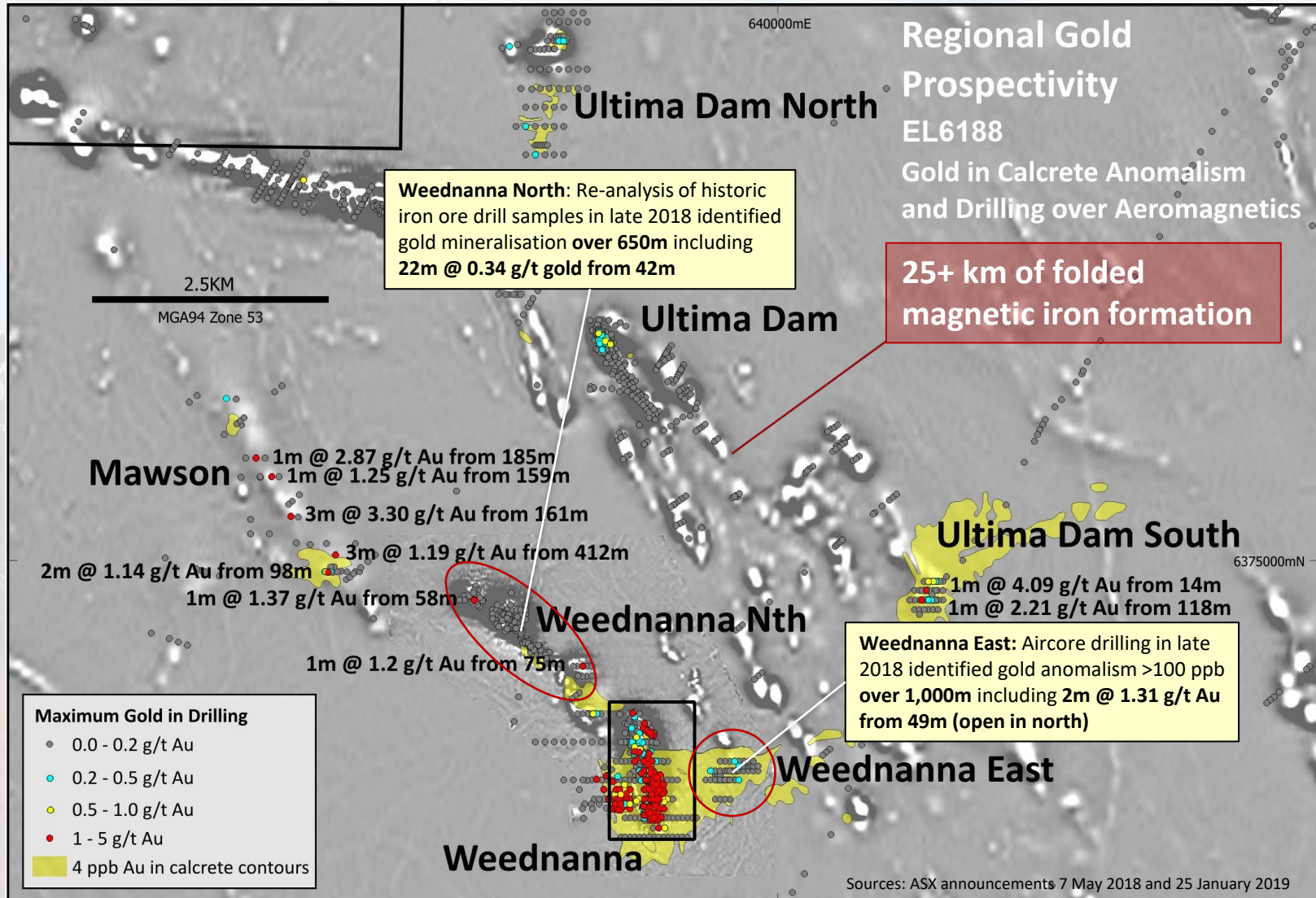
62% Measured &
Indicated

**Supports feasibility
study assessment
of gold deposit**

- Marketable DSO iron product
- Several ports within 200km of Weednanna
- Iron mining costs incidental or incremental to gold deposit

Near-Regional Gold Potential

Wilcherry Gold Camp – gold in iron skarns



Weednanna Gold - Iron Deposit

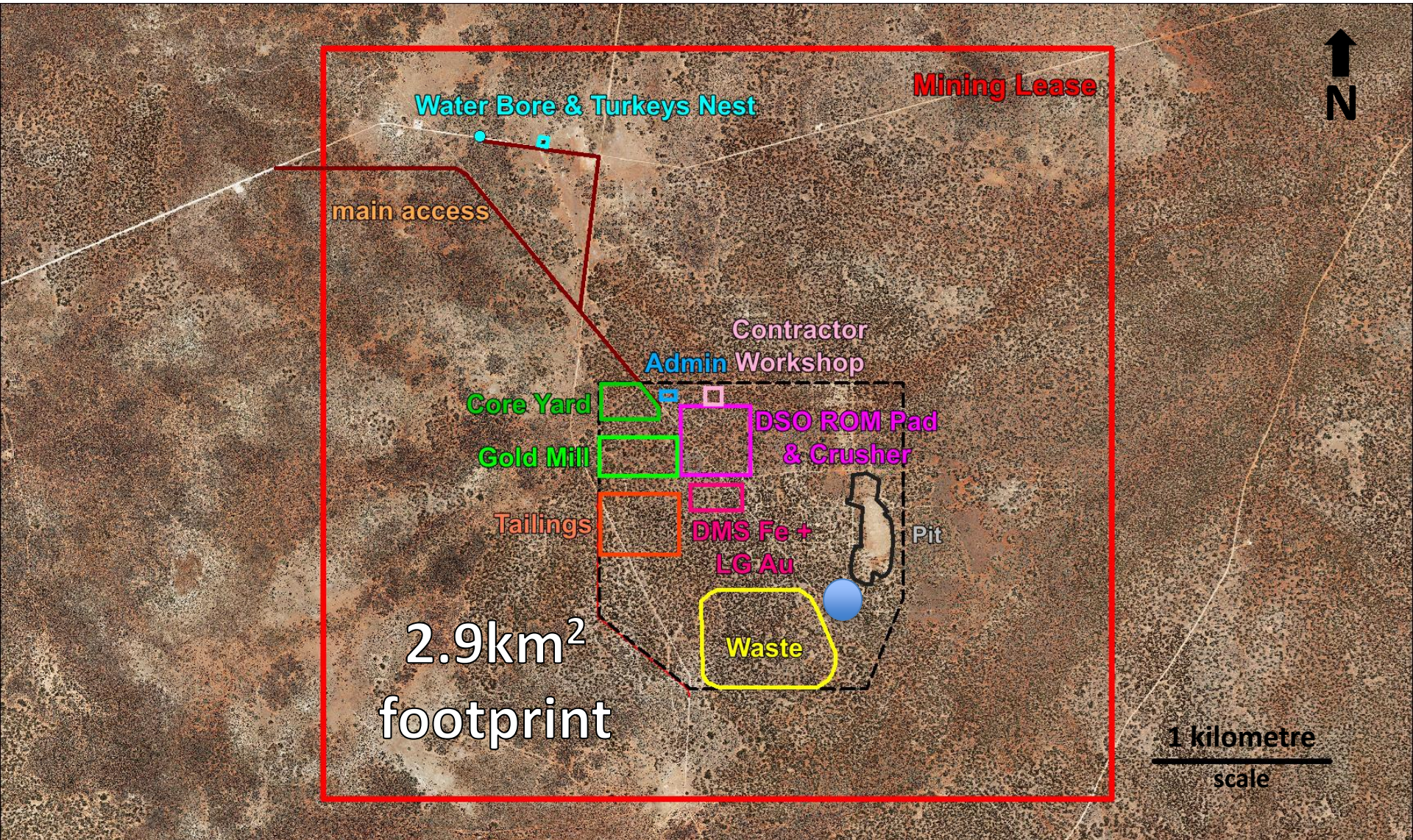
Leverage off existing infrastructure & information

- Excellent facilities in Kimba to support emerging business and work force
 - Located on Eyre Highway, 150km from Whyalla and Port Augusta, and 450km from Adelaide
- 80 person accommodation village in Kimba
- 40 kilometre site access road upgraded for all weather use in 2012
- Metallurgical & geotechnical work complete for iron ore open pit
- Water bores already established onsite to provide mine process water
- History of baseline weather, dust, flora, fauna & hydrology data
- Aboriginal heritage surveys complete



Weednanna Gold - Iron Deposit

Conceptual Site Layout



Weednanna Gold - Iron Deposit

Future Work

- Feasibility study assessment of 250ktpa gold and DSO iron operation
 - Resource estimate & metallurgical studies complete
 - Commenced mine design engineering studies
 - Commenced gold process plant engineering design work
 - Continue collection of baseline environmental data
 - Continue key stakeholder engagement
- Submit Mine Lease Proposal (H1 2021)
- Continue infill resource definition drilling at Shoots 3, 7, and 8
- Commence regional gold exploration
- CSIRO Collaborative Research Project
 - Develop understanding of mineral systems model
 - Identify vectors to new mineralisation
 - Research part funded by \$50,000 Aus-Industry Innovation Connections grant

“GOAL – BUILD A PROFITABLE MINING OPERATION IN THE KIMBA DISTRICT”

Working in the Kimba District

- Community engagement commenced during exploration phase
- Small exploration team based in Kimba
- Use local contractors and suppliers where possible
- Building relationships with key stakeholders
 - Land owner and adjacent farmers
 - Kimba businesses
 - Kimba community groups
 - Traditional Owners
 - Local Government
- Understand local issues and how our planned mining activities may impact and benefit all



Painted Kimba silos

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"The Old Wilcherry Homestead"