

ASX/MEDIA RELEASE

Tuesday, 14 March 2017

LEGAL UPDATE - KHNAIGUIYAH ZINC COPPER PROJECT

Alara Resources Limited (ASX: AUQ) (Alara or Company) refers to its earlier announcement of 12 January 2017 and provides this update on legal proceedings relating to the Khnaiguiyah Zinc Copper Project in Saudi Arabia.

A hearing was held on Sunday 12 March as scheduled, with representatives from both parties in attendance. The outcome was inconclusive, with the judge requesting further information from both sides and scheduling another hearing for Sunday April 30, 2017 at 9:00 am.

The Company maintains its view (supported by advice of legal counsel) that its counterclaim sits on solid ground.

Further developments will be reported in due course.

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About Alara Resources

Alara Resources Limited (ASX: AUQ) is an Australian minerals exploration company with a portfolio of projects in Saudi Arabia and Oman. Alara has completed a Definitive Feasibility Study on the Khnaiguiyah Zinc-Copper Project in Saudi Arabia, an Advanced Scoping Study on the Daris and Al Hadeetha Copper-Gold Projects in Oman and a Feasibility Study for the Al Hadeetha Project, Washihi deposit. The Company is transitioning to establish itself as a base and precious metals mine development and production company. For more information, please visit: www.alararesources.com