

2 July 2015

ASX Code: AGS

\$71.3 million OFFER FROM QUASAR TO PURCHASE ACE'S INTEREST IN THE FOUR MILE PROJECT

Alliance Resources Ltd (Alliance) advises that it has received a further offer from Quasar Resources Pty Ltd (Quasar) to purchase all of Alliance Craton Explorer Pty Ltd's (ACE) interest in the Four Mile Uranium Project (Project), including ACE's share of uranium oxide concentrates already mined (worth an estimated \$25 million), for a total consideration of \$71.3 million.

The Board of Alliance is currently seeking advice on the offer and will consider it further once that advice is available. Once a decision is made, Alliance will update the market.

Background

On 23 February 2015, Alliance announced that, after engaging Deloitte Corporate Finance Pty Limited to advise it, Quasar's offer of \$57.6 million had been rejected because it was significantly below fair value.

A sale can only occur with the approval of shareholders.

John Dunlop
Chairman