

27 April 2010

Company Announcements Office  
ASX Limited  
Exchange Plaza  
2 The Esplanade  
Perth WA 6000

Dear Sir

**Re: FOUR MILE JOINT VENTURE - DISCONTINUANCE OF ALAN OSHLACK V  
MINISTER FOR ENVIRONMENT HERITAGE AND THE ARTS**

The Directors of Alliance Resources Limited (Alliance) (**ASX Code: AGS**) announce that the proceedings commenced by Mr Alan Oshlack in the Federal Court of Australia, seeking a review of Minister Garrett's decision in July 2009 to grant environmental approval for the Four Mile Project, were discontinued by the applicant on 13 April 2010. The notice of discontinuance included an undertaking by Mr Oshlack not to recommence proceedings without the consent of the Minister, Quasar Resources Pty Ltd and Heathgate Resources Pty Ltd.

Further information relating to the Company and its various exploration projects can be found on the Company's website at [www.allianceresources.com.au](http://www.allianceresources.com.au).

**Steve Johnston**  
Chief Executive Officer