

25 November 2010

ASX Code: AGS

No. of pages: 22

## PRESENTATION TO THE 2010 ANNUAL GENERAL MEETING TO BE HELD AT 11:00AM ON THURSDAY 25 NOVEMBER 2010

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Please find attached a copy of the Company's presentation to be made at the Alliance Annual General Meeting on 25 November 2010 by the CEO, Mr Steve Johnaston.

For and on behalf of the Board.



**Ian Pamensky**  
Company Secretary

### About Alliance Resources

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).



# ALLIANCE RESOURCES LIMITED

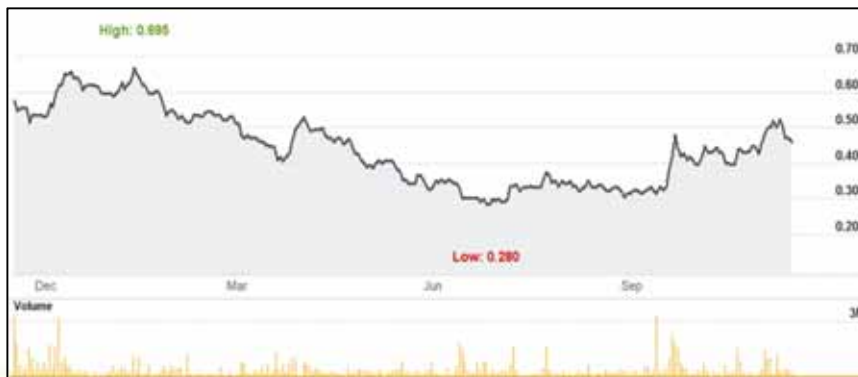
## ANNUAL GENERAL MEETING OF SHAREHOLDERS

Melbourne, VIC

*Steve Johnston – Chief Executive Officer*  
25 November 2009

## Corporate

<b>ASX code</b>	<b>AGS</b>
<b>Share price (24-11-10)</b>	<b>A\$0.46</b>
<b>Shares on Issue</b>	<b>341M</b>
<b>Market Capitalisation (24-11-10)</b>	<b>A\$156.0M</b>
<b>Net Cash (30-09-10)</b>	<b>A\$37.2M</b>
<b>Enterprise Value (24-11-10)</b>	<b>~A\$120.0M</b>
<b>Unlisted Options (30-09-10)</b>	<b>6.2M</b>



## Board & Management

<b>John Dunlop</b>	<b>Chairman</b>
<b>Ian Gandel</b>	<b>Director</b>
<b>Tony Lethlean</b>	<b>Director</b>
<b>Steve Johnston</b>	<b>Chief Executive Officer</b>
<b>Ian Pamensky</b>	<b>Company Secretary</b>

## Major Shareholders

<b>Abbotsleigh</b>	<b>25.8%</b>
<b>Top 20 shareholders</b>	<b>56.9%</b>
<b>Board &amp; Management</b>	<b>30.5%</b>

*...No debt & strong shareholder support*



# Four Mile Uranium Project



# Four Mile Project Highlights

- Project located 550 kilometres north of Adelaide, South Australia
- Alliance holds a 25% interest
- Large, high-grade deposits (Four Mile East and Four Mile West)
- Amenable to lower cost, lower environmental impact In-Situ Recovery (ISR) mining technology
- Positive support for Four Mile Project – at both State and Federal government levels
- Long project life of 15+ years
- Uranium production near-term, subject to outcome of litigation
- Highly prospective exploration tenement with potential for further expansion of uranium resource base

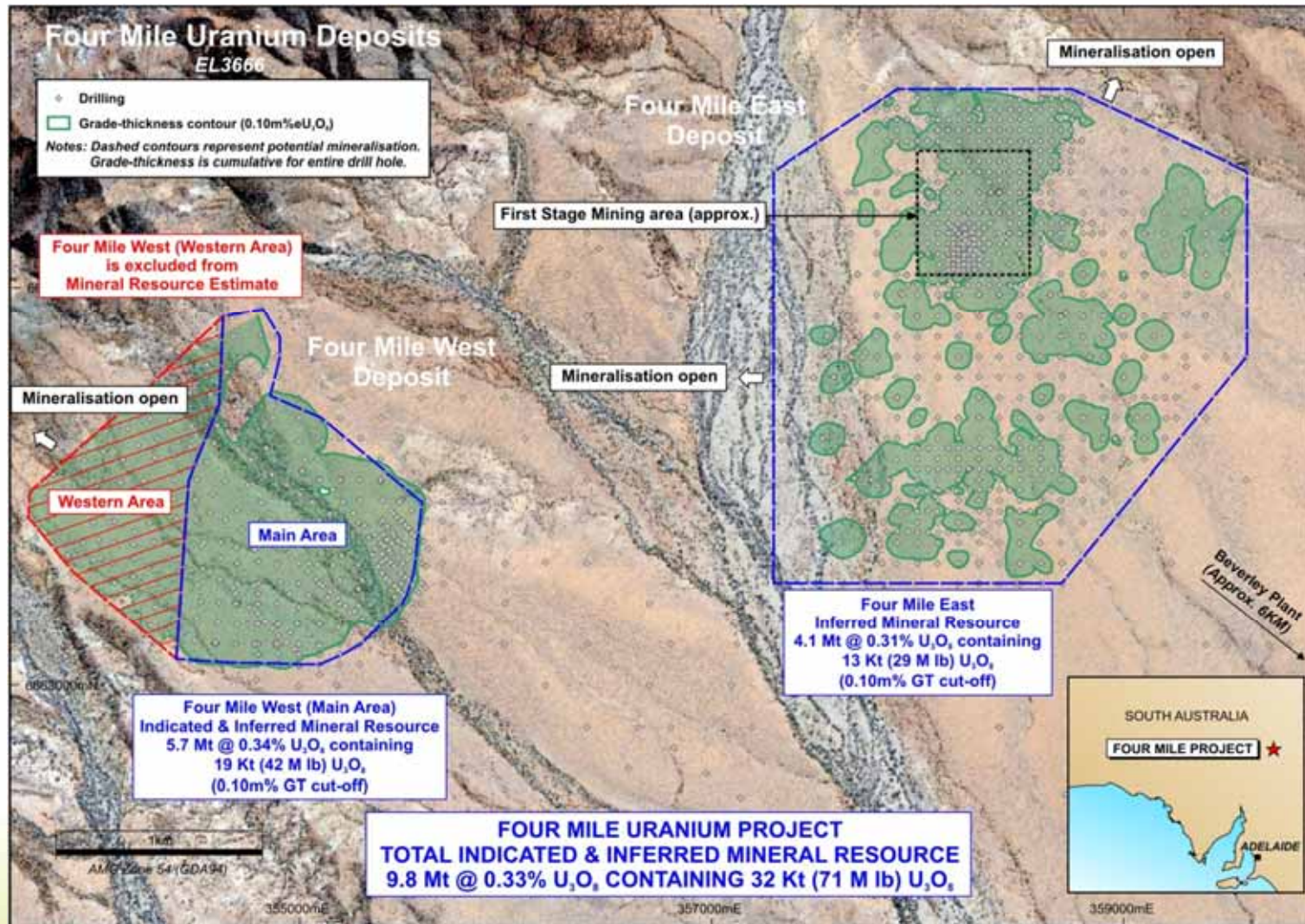
## High grade, large resource

Deposit	GT Cut-off m%	Ore Mass Tonnes	U <sub>3</sub> O <sub>8</sub> %	U <sub>3</sub> O <sub>8</sub> Tonnes	U <sub>3</sub> O <sub>8</sub> Mlb	JORC Classification
Four Mile West	0.10	4,100,000	0.34	14,000	32	Indicated
Four Mile West	0.10	1,500,000	0.31	4,700	9	Inferred
<b>Four Mile West</b>	<b>0.10</b>	<b>5,700,000</b>	<b>0.34</b>	<b>19,000</b>	<b>42</b>	
<b>Four Mile East</b>	<b>0.10</b>	<b>4,100,000</b>	<b>0.31</b>	<b>13,000</b>	<b>29</b>	<b>Inferred</b>
<b>TOTAL</b>		<b>9,800,000</b>	<b>0.33</b>	<b>32,000</b>	<b>71</b>	

These estimates are classified in accordance with the Joint Ore Reserves Committee Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (2004 edition) (JORC Code). Minor apparent multiplication mismatches are due to post-computational rounding of all entries to 2 significant figures.

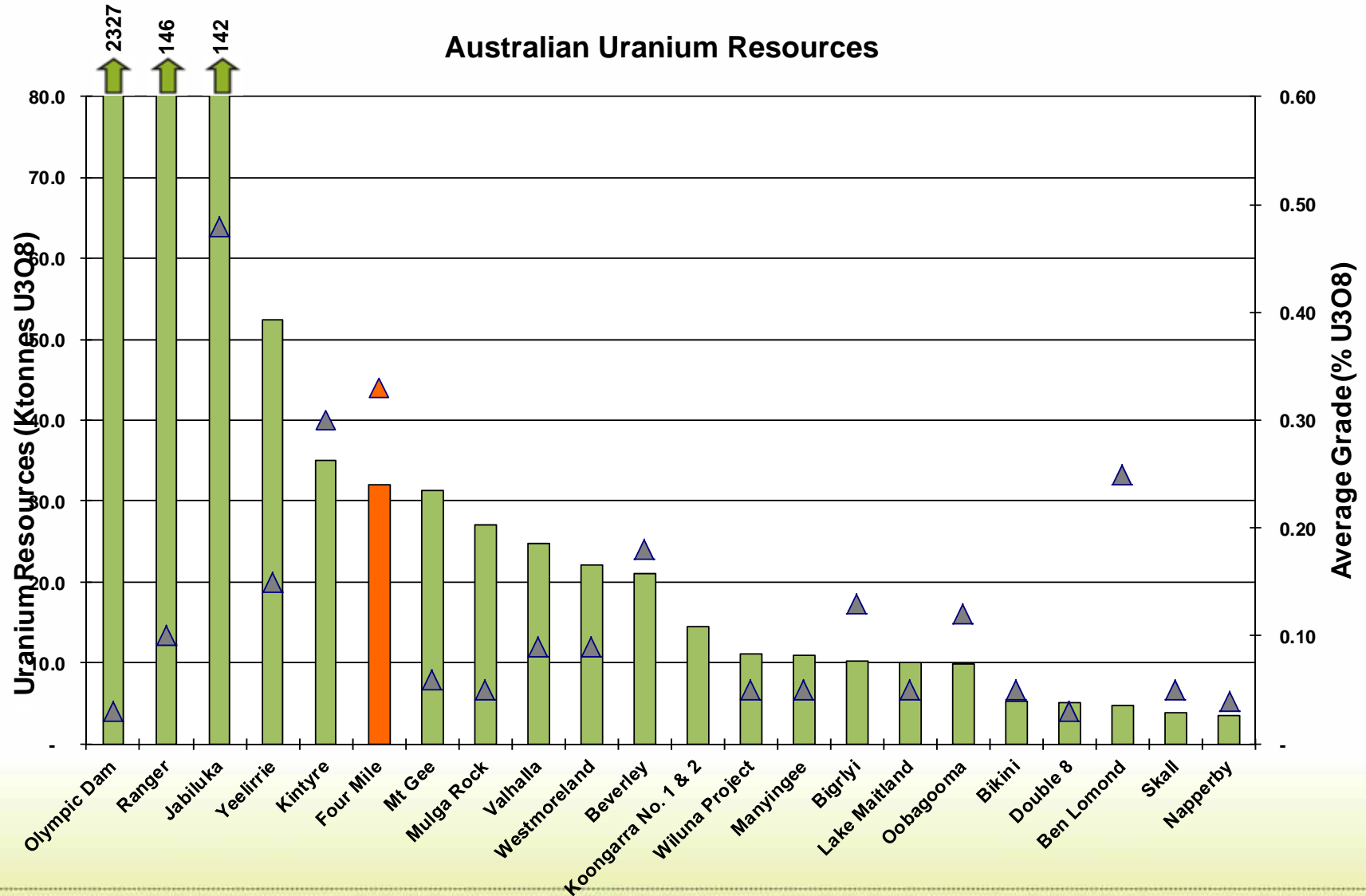


# FM Uranium Mineralisation Footprint

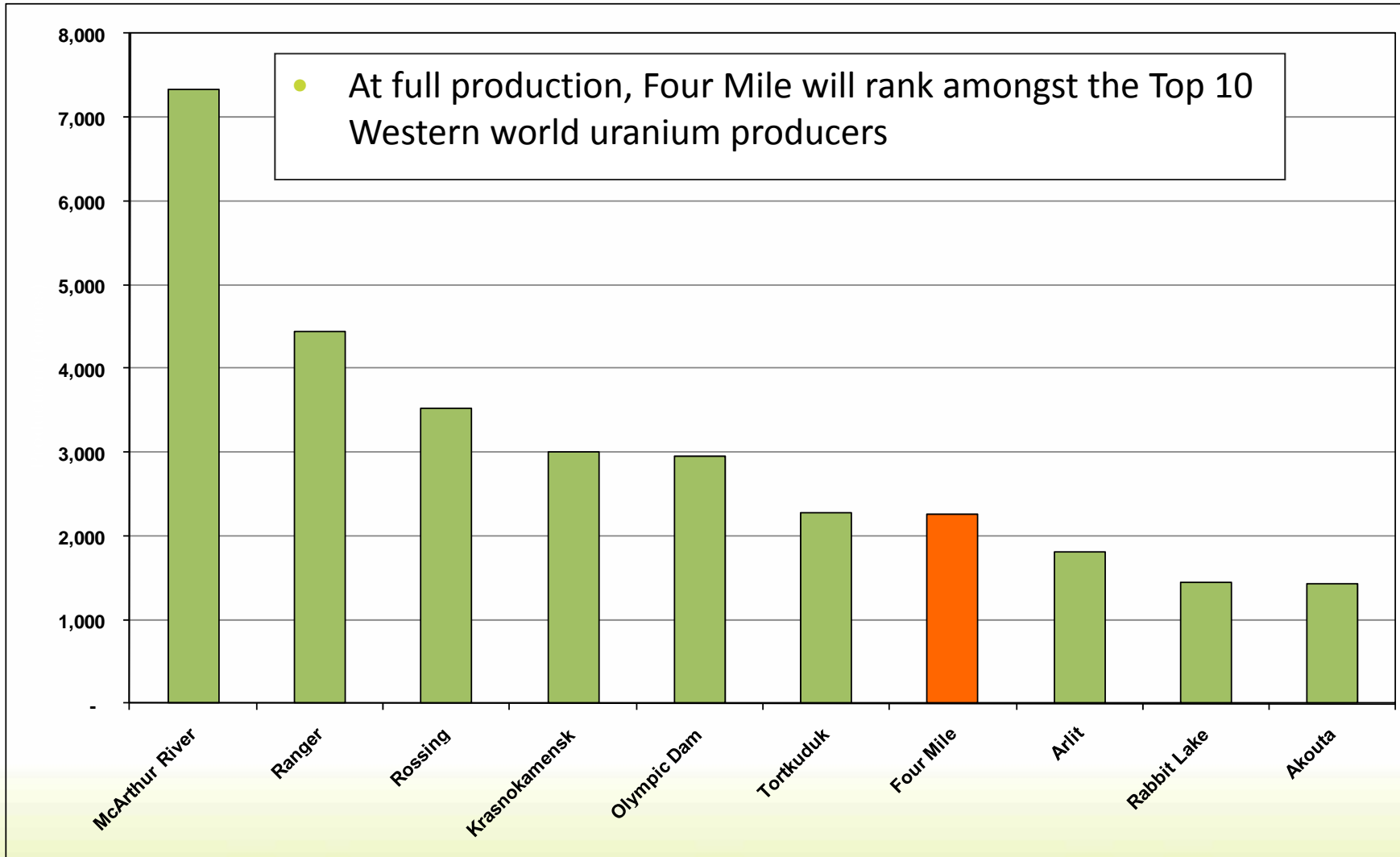




# One of the largest resources in Australia



# Potentially Top 10 Global U<sub>3</sub>O<sub>8</sub> Producer



Source: WNA, 2007 statistics (excluding Four Mile)

# In Situ Recovery (ISR) Technology

- Used at nearby Beverley uranium mine since 2000
- Mining method for 28% of global  $U_3O_8$  production<sup>(1)</sup>
- Lower cost compared to conventional mining methods
- Typical ISR recovery ~70% in 12 months
  - ◆ Ultimate recovery likely higher with higher grade ores & higher U price

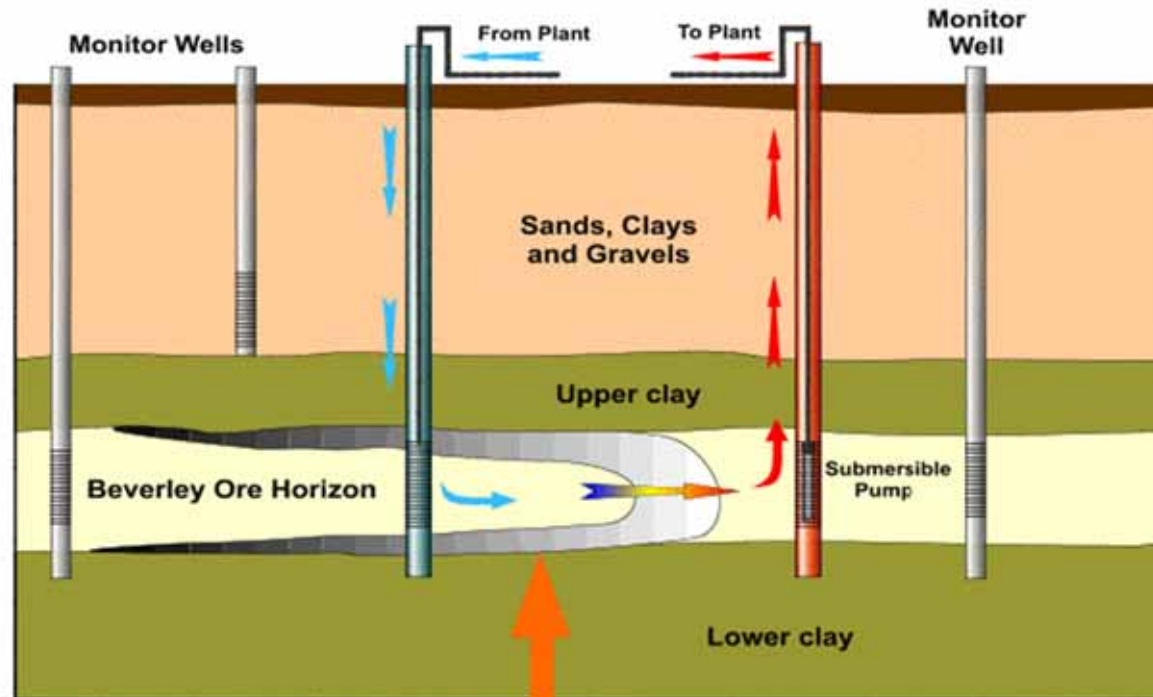


Image courtesy Heathgate Resources Pty Ltd

***...low environmental impact***

(1) - 2008 production statistic; WNA

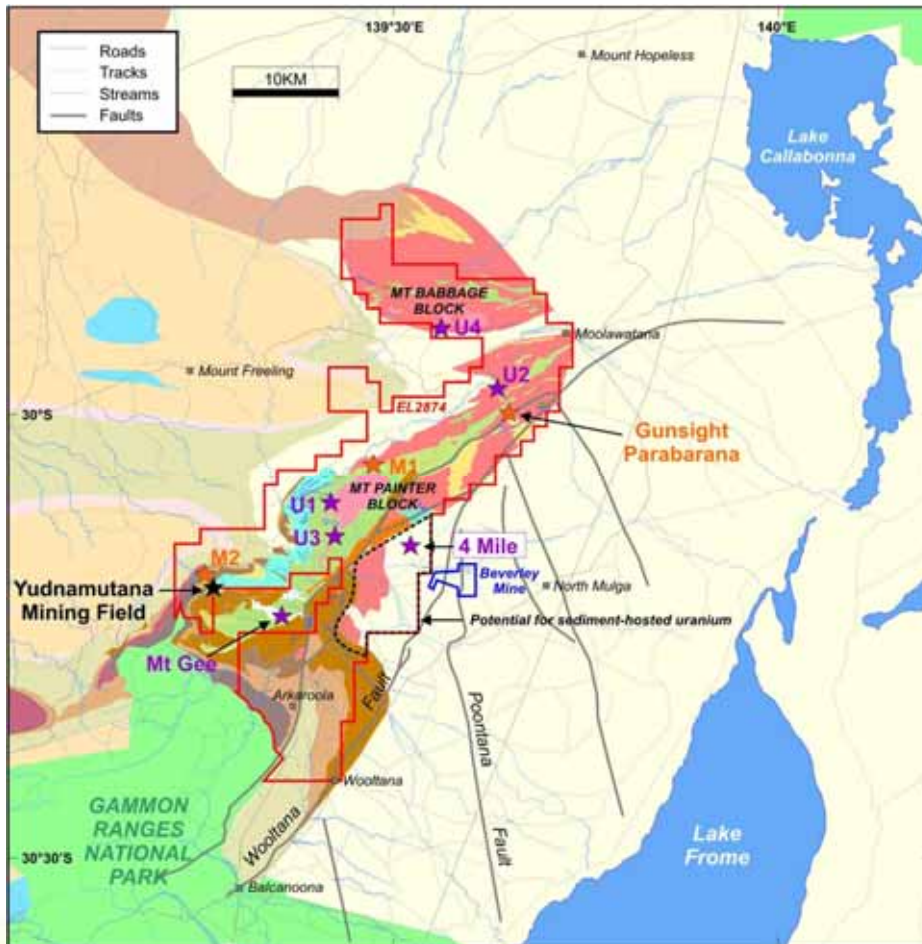
# Four Mile Scoping Study

- Capital costs for the plant and infrastructure to an order of accuracy of  $\pm 30\%$  using all new equipment for:
  - ◆ 3 million pound per annum (Mlbpa) stand alone ISR plant including all associated infrastructure
  - ◆ 5Mlbpa stand alone ISR plant including all associated infrastructure
  - ◆ 7Mlbpa stand alone ISR plant including all associated infrastructure
  - ◆ 3Mlbpa satellite ISR (satellite) plant utilizing existing infrastructure at nearby Beverley Site
  - ◆ 3Mlbpa stand alone Resin in Pulp (RIP) plant
- Preparation of operating cost estimate for the project to an order of accuracy of  $\pm 30\%$  for:
  - ◆ 3Mlbpa stand alone ISR plant including all associated infrastructure
  - ◆ 5Mlbpa stand alone ISR plant including all associated infrastructure
  - ◆ 7Mlbpa stand alone ISR plant including all associated infrastructure
  - ◆ 3Mlbpa satellite ISR plant utilizing existing infrastructure at nearby Beverley Site
  - ◆ 3Mlbpa stand alone RIP plant

Case (ISR unless specified otherwise)	Capital (A\$M)	Operating (A\$/lb U3O8)
Satellite Plant @ 3Mlbpa	96	31.33
Standalone Project @ 3Mlbpa	131	26.35
Standalone Project @ 5Mlbpa	168	21.73
Standalone Project @ 7Mlbpa	221	19.62
Standalone RIP Project @ 3Mlbpa	109	62.42

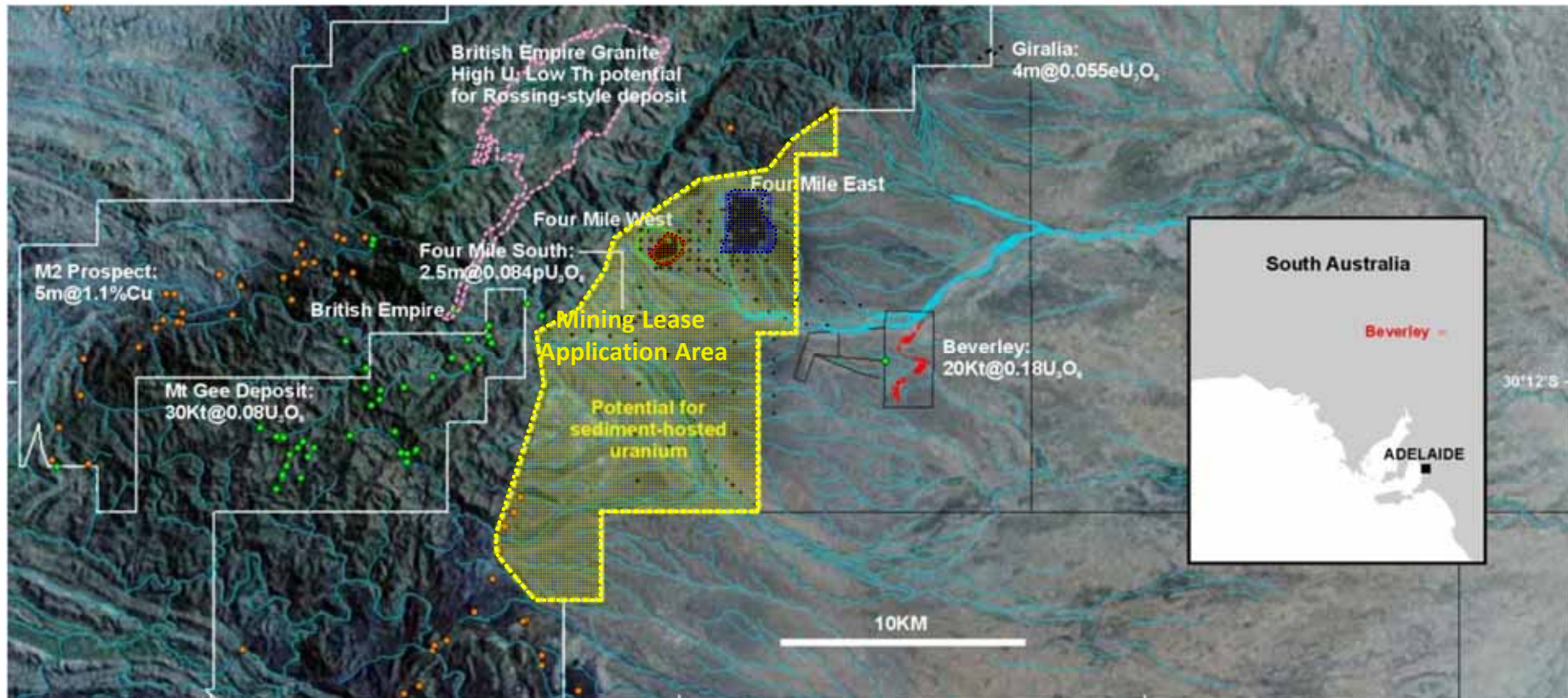


# Four Mile Exploration



- Alliance: 25%
  - ✓ Quasar Resources: 75%
- Strategic tenement position
  - ✓ 1248 km<sup>2</sup>

*...substantial exploration potential*



- Mining Lease Application Area ~150 km<sup>2</sup>
- Potential for further uranium discoveries





ALLIANCE  
RESOURCES  
LIMITED

# Maldon Gold Project



[www.allianceresources.com.au](http://www.allianceresources.com.au)

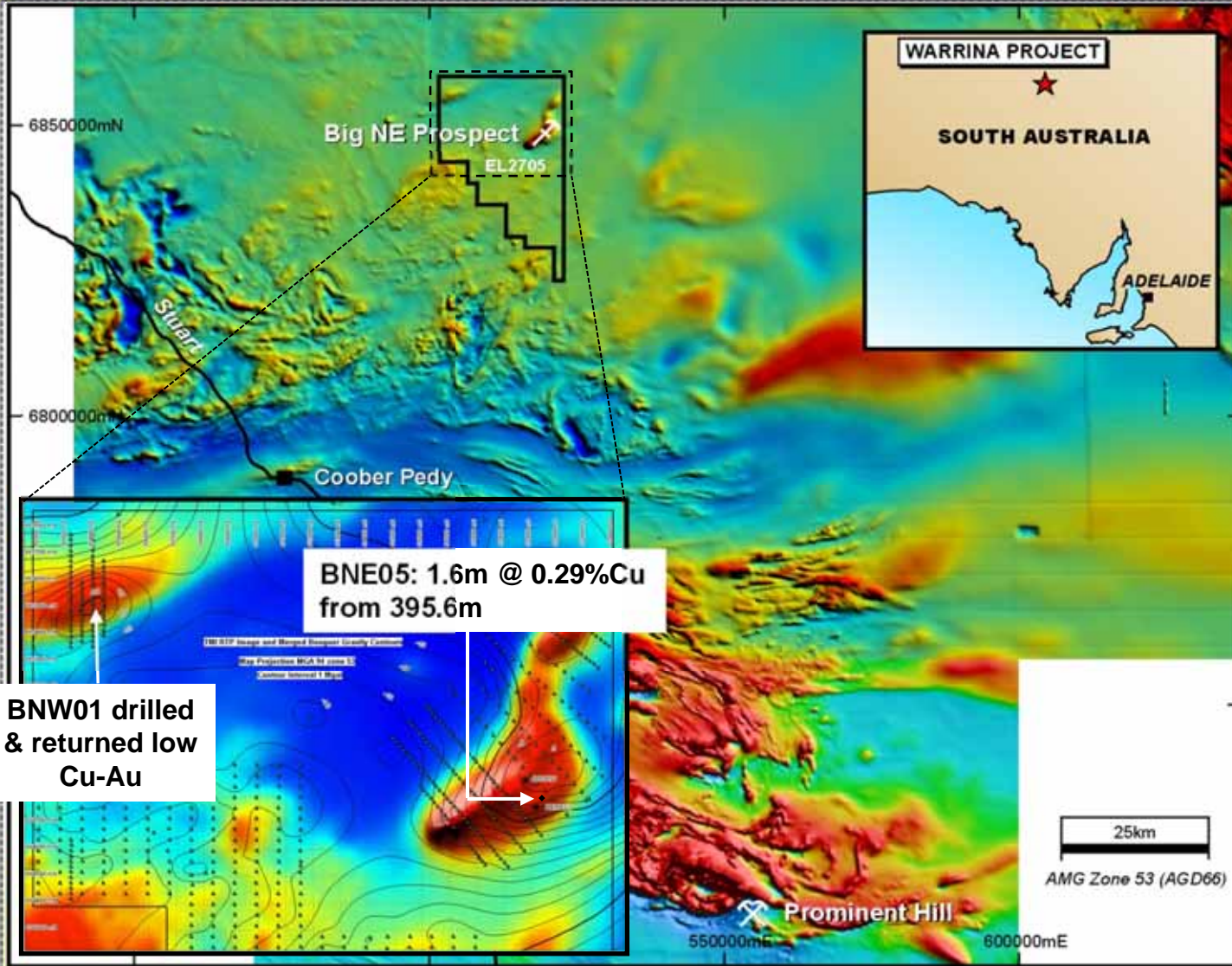
- On 8/11/2010, Alliance announced the sale of the Maldon project to Octagonal Resources Limited (Octagonal)
- The sale is conditional upon Octagonal obtaining approval to list its shares on ASX
- Alliance will be paid \$5.5 million in shares and will hold ~22% of Octagonal's post IPO share capital
- Octagonal lodged its Prospectus with ASIC on 24/11/2010



# Warrina Project



# Warrina Copper-Gold Project



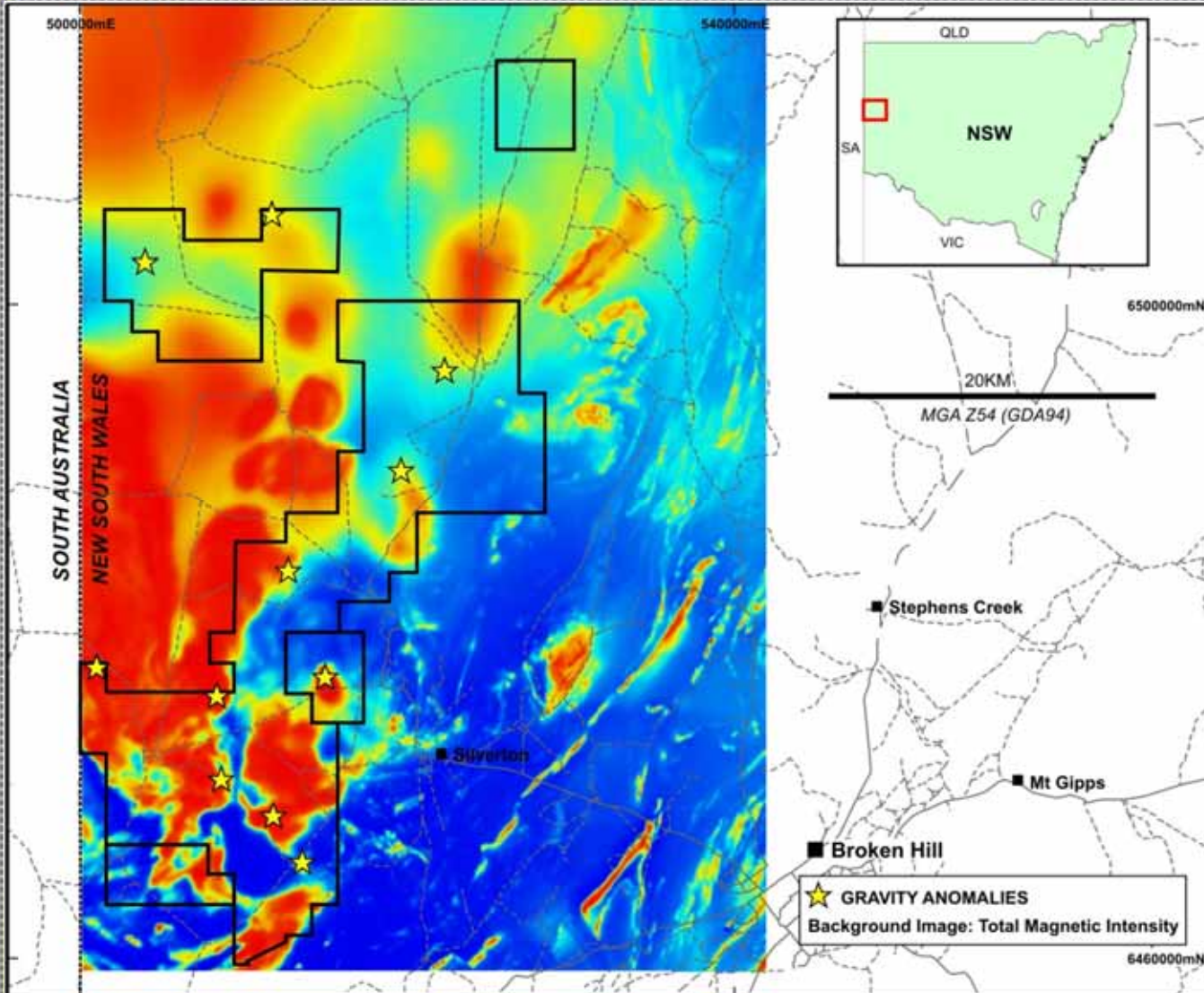
- Located within Gawler Craton in South Australia
- Targeting IOCG (Olympic Dam style) mineralisation under cover
- Diamond drilling at BigNE gravity target returned 1.6m @ 0.29% copper from 395.6m
- Reviewing all work to date

# East Frome Project





# East Frome Pb-Zn-Ag-Cu-Au Project



- Located within Frome Basin in NSW
- Targeting BHT Pb-Zn-Ag and IOCG mineralisation under cover
- Numerous geophysical & geochemical targets require follow up
- Electrical geophysics scheduled for early 2011 to refine existing targets for drilling



## Cautionary Statement

This presentation has been prepared by Alliance Resources Limited (“Alliance”). The information contained in this presentation is of a general nature only and does not constitute and offer to issue, or to arrange an issue, of securities or the financial products. The information contained in this presentation is not investment or financial product advice and is not intended to be used as the basis for making an investment decision. This presentation has been prepared without taking into account the investment objectives, financial situation or particular needs of any particular person.

Before making an investment decision on the basis of this presentation, the investor needs to consider, with or without the assistance of a financial advisor, whether the investment is appropriate with due regard for their particular investment needs, objectives and financial circumstances.

This presentation is based on internal company and joint venture partner reports, stock exchange announcements, stockbroker research and technical information believed to be reliable. To the maximum extent permitted by law, none of Alliance’s directors, employees or agents, nor any other person accepts any liability, including, without limitation, any liability arising out of fault of negligence, for any loss arising from the use of the information contained in this presentation nor is any obligation assumed to update such information. In particular, no representation or warranty, express or implied, is provided as to its accuracy, completeness or currency of the information contained in this presentation. Alliance accepts no obligation to correct or update the information or opinions expressed in it. Opinions expressed are subject to change without notice and reflect the views of Alliance at the time of presenting.

## Competent Persons Statement

The information in this report that relates to uranium Exploration Results and Mineral Resources is based on information compiled by Mr K Bampton who is a Corporate member of both the Australian Institute of Geoscientists and The Australasian Institute of Mining & Metallurgy. Mr Bampton trades as Ore Reserve Evaluation Services. Mr Bampton has sufficient experience, which is relevant to the style of mineralisation and type of deposit under consideration and to the activity to which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves’. Mr Bampton consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

The information in this report relating to Exploration Results, Mineral Resources or Ore Reserves for mineralisation other than uranium is based on information compiled by Mr Stephen Johnston who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Johnston is a full-time employee of Alliance Resources Limited and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the ‘Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves’. Mr Johnston consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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