ASX ANNOUNCEMENT



27 May 2011 ASX Code: AGS

No. of pages: 1

FOUR MILE - NATIVE TITLE LITIGATION

The Honorable Justice White of the Supreme Court of South Australia yesterday handed down judgment allowing Alliance Craton Explorer Pty Ltd's (ACE) application for production of communications between Quasar Resources Pty Ltd (Quasar) and Heathgate Resources Pty Ltd (Heathgate) and their legal advisors in relation to the negotiation of the native title mining agreement executed by Quasar, Heathgate and the Adnyamathanha Traditional Lands Association on 11 June 2009 and ordered Quasar and Heathgate to produce those documents dated on or before 11 June 2009 to ACE.

The costs of the application have been reserved.

Quasar and Heathgate have 14 days in which to seek leave to appeal the decision.

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.