

25 February 2015

ASX Code: AGS

RIGHTS ISSUE SHORTFALL BOOK CLOSED

Alliance Resources Limited (“Company”) advises that it has completed a book build for the placement of shortfall shares under the 2 for 11 non-renounceable right issue (“Rights Issue”) announced on 2 December 2014.

Applications were received for approximately 25,000,000 ordinary shares at 8 cents per share (being the same issue price per share under the Rights Issue) to raise approximately \$2 million. Each share will also be issued with one free attaching option.

The Company does not intend to issue any further shares under the Rights Issue shortfall.

As set out in the Company's prospectus dated 2 December 2014, the net proceeds from the Rights Issue will be used for:

- General working capital, including legal fees in relation to matters currently before the Court
- Costs of the offer.

The board of directors of Alliance would like to thank all those shareholders who subscribed for shares under the Rights Issue and the shortfall for their support.

For and on behalf of the Board.

Steve Johnston
Managing Director