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To	JENNY CUTRI	From	Ian Ramensky
Company	ASX	Date	9 July 2009
Fax No.	(08) 9221-2020	Pages (incl. cover)	2
Subject	APPENDIX 3Y QUERY		

Urgent
 For Review
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Hi Jenny,

Response to ASX Letter attached.

Please call me if there are any queries – 03 9697 9090 or e-mail ianp@allianceresources.com.au

Regards



Ian Ramensky
Company Secretary

61 3 96979001



**ALLIANCE
RESOURCES**
LIMITED

9 July 2009

Ms Jenny Cutri
Assistant Manager, Issuers (Perth)
Australian Stock Exchange Limited
Level 8
Exchange Plaza
2 The Esplanade
Perth WA 6000

Sent by email: jenny.cutri@asx.com.au and fax 08 9221 2020

Dear Jenny

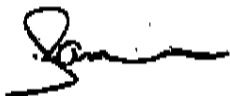
RESPONSE TO APPENDIX 3Y QUERY

We refer to your letter of 3 July 2009 regarding the Change of Directors Interest Notice lodged with ASX on 3 July 2009 for Mr John Dunlop. Set out below are the Company's responses to the questions raised in your letter.

1. The late filing of the Appendix 3Y was the result of an inadvertent oversight by the Company and an isolated event which has not occurred in the past. The Company understands its reporting obligations under the ASX Listing Rules and on discovery of the oversight lodged the Appendix 3Y. Mr John Dunlop had discussed with and alerted the Company to the share trade at the time.
2. The Company has in place a reporting process and documentation to facilitate the directors advising the Company of any trading undertaken by the directors (and their associated entities) in its securities. In addition, the Company's "Securities Trading Policy" requires that directors who wish to trade in the Company's securities advise the Company of all such transactions such that the Company can fulfil its disclosure obligations to the ASX. The directors are reminded from time to time at board meetings of their reporting obligations. The directors have complied with their reporting requirements.
3. The Company believes that the current arrangements are adequate, however will ensure reinforcement of the particular ASX Listing Rules at every possible opportunity to improve its internal processes.

The Company takes this opportunity to apologise for the late lodgment of the Appendix 3Y.

Yours sincerely



Ian Pamensky
Company Secretary



ASX
AUSTRALIAN SECURITIES EXCHANGE

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2 The Esplanade
Perth WA 6000

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FAXED
3 July 2009

Mr Ian Pamensky
Company Secretary
Alliance Resources Ltd
Level 3, 51-55 City Road
SOUTHBANK VIC 3006

By Facsimile: 03 9687 9091

Dear Ian

Alliance Resources Limited (the "Company")

We refer to the following:

1. Company's announcement lodged with ASX Ltd ("ASX") on 3 July 2009 regarding a change in the director's interest for Mr John Dunlop ("Appendix 3Y").
2. Listing rule 3.19A which requires an entity to tell ASX the following:
 - 3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times.
 - On the date that the entity is admitted to the official list.
 - On the date that a director is appointed.
 The entity must complete an Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.
 - 3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete an Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.
 - 3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete an Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.
3. Listing rule 3.19B which states as follows.

An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the

information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

4. The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listings rules 3.19A and 3.19B.

The Appendix 3Y indicates that a change in the Director's notifiable interest occurred on 10 June 2009, in relation to the disposal of 40,000 shares. It appears that the Director's Notice should have been lodged with ASX by 17 June 2009. Consequently, the Company may be in breach of listing rules 3.19A and/or 3.19B.

Please note that ASX is required to record details of breaches of the listing rules by listed companies for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions.

1. Please explain why the Appendix 3Y was lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps does the Company intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by e-mail at jenny.cutri@asx.com.au or by facsimile on facsimile number (08) 9221 2020. It should not be sent to the Company Announcements Office.

A response is requested as soon as possible and, in any event, not later than half an hour before the start of trading at 7.30am WST on **Friday 10 July 2009**.

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a form suitable for release and must separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Yours sincerely



Jenny Cutri
Assistant Manager, Issuers (Perth)