

19 October 2011

APPOINTMENT OF MANAGING DIRECTOR

Alliance Resources Limited (“Alliance”) today announced the appointment of Mr Stephen Johnston as Managing Director of Alliance.

Mr Johnston’s appointment will take effect immediately. Mr Johnston has more than 30 years’ industry experience within the Australian mining industry across executive, managerial and technical roles in a range of commodities including gold, base metals and uranium. He has been employed by the Alliance since 2003 in varying capacities including as General Manager and Chief Executive Officer.

Prior to joining Alliance Mr Johnston was Managing Director of Exco Resources NL from 1998 to 2001, General Manager and Managing Director of Croesus Mining NL from 1993 to 1998 and from 1981 to 1993 served in a range of exploration and production roles with Metals Exploration Limited, Mt Percy Gold Mine (North Kalgurlli Mines Limited), Wiluna Gold Mines Limited (Barrack Mine Management/Asarco JV) and Metana Minerals NL, focussing on a range of commodities including gold, nickel, tin and copper. Mr Johnston holds a Bachelor of Applied Science (Applied Geology) and is a Corporate Member of the Australasian Institute of Mining and Metallurgy and a Member of the Society of Economic Geologists Incorporated.

“I am delighted to accept the role of Managing Director of Alliance and I look forward to the challenge of resolving the current legal matters facing the Company and developing the Four Mile Uranium Project, which has potential to deliver long term growth for the Company and its shareholders,” Mr Johnston said.

“We are delighted that Mr Johnston will be joining the Board of Alliance. He has been serving the Company in an executive capacity since 2003 and his experience is of great value to Alliance and the Board. In addition, his operational experience will be of great benefit in taking the Four Mile Project forward into production,” Mr John Dunlop, Alliance Chairman added.

Mr Johnston currently has a relevant interest in 5,516,823 shares in the Company. Under his contract of employment Mr Johnston is entitled to be issued 2 million options, 1 million with a two year term and a 30 cent strike price and 1 million with a 3 year term and a 50 cent strike price, on the terms and subject to the conditions of the Alliance Resources Employee Share Option Plan.

Further information relating to the Company and its various exploration projects can be found on the Company’s website at www.allianceresources.com.au.

Ian Pamensky
Company Secretary