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FOUR MILE PROJECT GRANT OF EXPLORATION LICENCE

The directors of Alliance Resources Limited are pleased to announce that Quasar Resources Pty Ltd (as to 75%) and Alliance Craton Explorer Pty Ltd (as to 25%) have been granted an Exploration Licence in the Arkaroola area for a period of two (2) years.

The licence is numbered EL5017 and the date of commencement is the 4th December 2011 and replaces EL3666. As previously announced, the area of the new EL is substantially reduced due to the declaration of the Arkaroola Protection Area but neither the Four Mile Project nor the Four Mile South prospect are affected.

For and on behalf of the Board.

Steve Johnston
Managing Director